

**Exhibit 1. Daily Market Updates**

Equity	Last	%
JCI	6,916.45	+0.73%
STI	3,159.88	+0.19%
HSI	17,791.01	+0.95%
SSEC	3,120.33	+0.88%
FTSE	7,270.76	+0.18%
GDAX	15,705.62	+0.66%
DJI	34,288.83	-0.51%
S&P 500	4,387.55	-0.28%
NDX	13,50.87	+0.06%

10-yr Bond	Last	Bps
ID	6.64	+0.29
US	4.31	-1.59
UK	4.65	-8.40
JP	0.67	+0.10
CN	2.56	+0.60
MY	3.88	+1.10
TH	2.75	+1.10

Exchange Rate	Last	%
USD/IDR	15,315	-0.07%
EUR/IDR	16,716	+0.21%
GBP/IDR	19,584	+0.50%
HKD/IDR	1,955	-0.06%
SGD/IDR	11,305	+0.16%
AUD/IDR	9,862	+0.57%

Sources : Bloomberg, MNCS

**Exhibit 2. Risk Indicators**

Category	Last	%
5-yr CDS	84.58	-0.45%
VIX	16.97	-0.9%

Sources : Bloomberg, MNCS

**Research Analyst**

 Alif Ihsanario  
 alif.ihsanario@mncgroup.com

**Global Market Updates**

- Another downgrading move was made by S&P Global on the long-term credit ratings of several US bank stocks, as they weigh that the aggressive FFR hikes have taken its effect on banking liquidities, with the higher-for-longer outlook to fuel concerns on future towering funding costs and real estate crisis.
- Wall Street indexes, as a result, was weighed down by bank stocks but got propped up by tech's gains (DJI down by -0.51%, S&P 500 slipped -0.28% and Nasdaq up by +0.06%).
- US Jul existing home sales which fell -2.2% to 4.07mn (vs consensus of 4.15mn) indicates mounting mortgage pressures from high rates, and will most likely carry onwards to 2024.
- The longer termed US Treasuries regained momentum Tuesday, with 10-year UST yield remaining muted at 4.34%, whereas the 2-year UST yield rose another c. 5 bps hike to 5.02%, possibly pointing to investors anticipation/brace ahead of a perceived hard-landing. Global bonds followed suit: 10-year German bunds fell 6 bps to 2.65%, 10-year UK gilt slipped 5 bps to 4.65% while the Japanese GB gained 0.1 bps to reach 0.67%.
- Market participants, according to CME's Fedwatch tool, are expecting a rate hold in Sep-23's FOMC meeting, while still considering a rate hike possibility of 38.7% in Nov-23's meeting.

**Domestic Market Updates**

- Indonesian Tuesday benchmark series of LCY government bonds lowered further Tuesday, with the 10-year benchmark series' (FR0096) yield gaining another c. 5 bps to reach 6.65%.
- The IDR stood flat against the USD (USD/IDR ticked down -0.07%) in line with muted 10-year UST movements Tuesday.
- The government securities auction yesterday featured a new issuance FR0100 as the candidate 10-year LCY government bond benchmark series for 2024, and already it was greeted with investors' eagerness, raking in the highest bids of IDR19.5tn (56% of total incoming bids) and awarded bids of IDR6.7tn.
- Overall, total bids rose to IDR34.6tn from last auction's IDR32.5tn, which we believe is underpinned by the discounted prices in the benchmark series as well as due to the alluring new 10-year benchmark issuance.
- This was well reflected in yesterday's foreign inflow that rose, with the total bids reaching IDR5.63tn (vs previous auction's IDR4.49tn) and 77.1% of the bids aimed at the new FR0100.
- Moreover, we saw increased transaction volumes in the discounted benchmark series, particularly FR0096, FR0098 and FR0098 series.

**Market Forecast**

- Given the recent developments that unfolded within the global and domestic markets, we expect the 10 year Indo GB yield to move within the range of 6.55-6.65% for today.
- Attractive Indo GB series to be traded today : FR0070, FR0082, FR0087, FR0096, FR0100.

**Exhibit 3. Benchmark LCY Government Bond Prices (Aug 22, 2023)**

Series	Benchmark	Last Price	YTM	-1D Price	-1D YTM
FR0095	5-year	100.28	6.31%	100.45	6.27%
FR0096	10-year	102.42	6.65%	102.77	6.60%
FR0098	15-year	103.08	6.79%	103.39	6.76%
FR0097	20-year	102.86	6.86%	103.36	6.81%

Sources : Bloomberg, MNCS

**Exhibit 4. Corporate Bond Credit Spread Matrices (Aug 22, 2023)**

Rating	0.1	1	3	5	10
AAA	25.15	41.93	56.57	68.64	87.18
AA	58.60	97.15	128.15	152.11	183.86
A	145.28	197.48	246.71	287.95	353.90
BBB	345.16	408.69	456.65	506.64	590.68

Sources : IBPA, MNCS

**Exhibit 5. Government Bond Ownership by Type (%) (Jul 31, 2023)**

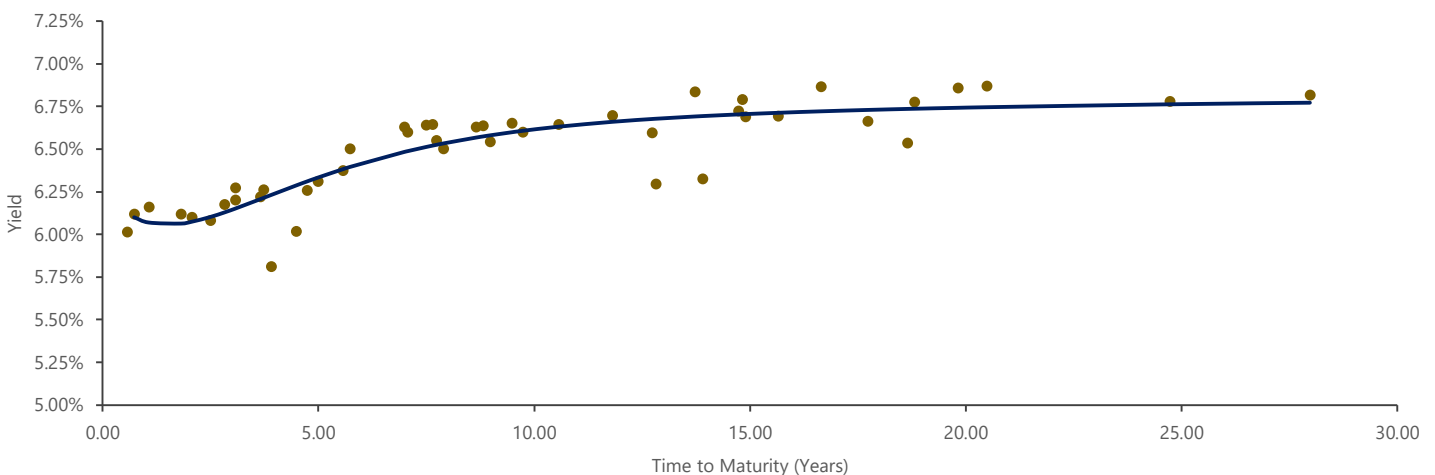
Series	Jan-23	Feb-23	Mar-23	Apr-23	May-23	Jun-23	Jul-23
Central Bank	17.28	17.49	18.27	20.10	17.22	17.43	16.16
Banks	33.51	33.24	31.93	29.82	31.72	31.06	31.45
Foreign	15.10	14.79	14.89	14.86	15.31	15.51	15.56
MF, IF & PF	18.99	19.39	19.86	19.81	20.28	20.50	20.92

Sources : DJPPR, MNCS

**Exhibit 06. LCY Government Bond Valuation (Aug 22, 2023)**

Series	Coupon	Maturity	TTM	Last Price	YTM	Yield Curve	Fair Price	Notes
FR70	8.375	15-Mar-24	0.56	101.27	6.01%	6.12%	101.23	Premium
FR77	8.125	15-May-24	0.73	101.39	6.12%	6.10%	101.41	Discounted
FR44	10.000	15-Sep-24	1.07	103.87	6.16%	6.07%	103.99	Discounted
FR81	6.500	15-Jun-25	1.81	100.63	6.12%	6.06%	100.73	Discounted
FR40	11.000	15-Sep-25	2.07	109.34	6.10%	6.07%	109.42	Discounted
FR84	7.250	15-Feb-26	2.49	102.65	6.08%	6.10%	102.61	Premium
FR86	5.500	15-Jun-26	2.81	98.37	6.18%	6.13%	98.39	Discounted
FR37	12.000	15-Sep-26	3.07	115.93	6.20%	6.15%	116.11	Discounted
FR56	8.375	15-Sep-26	3.07	105.77	6.27%	6.15%	106.13	Discounted
FR90	5.125	15-Apr-27	3.65	96.48	6.22%	6.20%	96.52	Discounted
FR59	7.000	15-May-27	3.73	102.40	6.26%	6.21%	102.57	Discounted
FR42	10.250	15-Jul-27	3.90	115.25	5.81%	6.23%	113.71	Premium
FR47	10.000	15-Feb-28	4.48	115.42	6.02%	6.29%	114.31	Premium
FR64	6.125	15-May-28	4.73	99.46	6.26%	6.31%	99.25	Premium
FR95	6.375	15-Aug-28	4.98	100.28	6.31%	6.33%	100.18	Premium
FR71	9.000	15-Mar-29	5.56	112.13	6.37%	6.38%	112.10	Fair
FR78	8.250	15-May-29	5.73	108.24	6.50%	6.39%	108.77	Discounted
FR52	10.500	15-Aug-30	6.98	121.34	6.63%	6.48%	122.28	Discounted
FR82	7.000	15-Sep-30	7.07	102.24	6.60%	6.49%	102.86	Discounted
FR87	6.500	15-Feb-31	7.49	99.18	6.64%	6.51%	99.93	Discounted
FR85	7.750	15-Apr-31	7.65	106.53	6.64%	6.52%	107.30	Discounted
FR73	8.750	15-May-31	7.73	113.15	6.55%	6.52%	113.33	Discounted
FR54	9.500	15-Jul-31	7.90	118.28	6.50%	6.53%	118.07	Premium
FR91	6.375	15-Apr-32	8.65	98.34	6.63%	6.57%	98.74	Discounted
FR58	8.250	15-Jun-32	8.81	110.61	6.64%	6.57%	111.07	Discounted
FR74	7.500	15-Aug-32	8.98	106.42	6.54%	6.58%	106.16	Premium
FR96	7.000	15-Feb-33	9.49	102.42	6.65%	6.60%	102.80	Discounted
FR65	6.625	15-May-33	9.73	100.17	6.60%	6.61%	100.12	Fair
FR68	8.375	15-Mar-34	10.56	112.98	6.64%	6.63%	113.09	Discounted
FR80	7.500	15-Jun-35	11.81	106.48	6.70%	6.66%	106.79	Discounted
FR72	8.250	15-May-36	12.73	114.08	6.60%	6.68%	113.34	Premium
FR88	6.250	15-Jun-36	12.81	99.60	6.29%	6.68%	96.35	Premium
FR45	9.750	15-May-37	13.73	125.66	6.84%	6.69%	127.18	Discounted
FR93	6.375	15-Jul-37	13.90	100.44	6.33%	6.69%	97.14	Premium
FR75	7.500	15-May-38	14.73	107.18	6.72%	6.70%	107.37	Discounted
FR50	10.500	15-Jul-38	14.90	135.58	6.69%	6.70%	135.40	Premium
FR98	7.125	15-Jun-38	14.81	103.08	6.79%	6.70%	103.90	Discounted
FR79	8.375	15-Apr-39	15.65	116.15	6.69%	6.71%	115.94	Premium
FR83	7.500	15-Apr-40	16.65	106.23	6.86%	6.72%	107.72	Discounted
FR57	9.500	15-May-41	17.73	129.25	6.66%	6.73%	128.42	Premium
FR62	6.375	15-Apr-42	18.65	98.27	6.54%	6.74%	96.20	Premium
FR92	7.125	15-Jun-42	18.81	103.68	6.78%	6.74%	104.10	Discounted
FR97	7.125	15-Jun-43	19.81	102.86	6.86%	6.74%	104.14	Discounted
FR67	8.750	15-Feb-44	20.48	120.49	6.87%	6.75%	122.08	Discounted
FR76	7.375	15-May-48	24.73	107.07	6.78%	6.76%	107.30	Discounted
FR89	6.875	15-Aug-51	27.98	100.71	6.82%	6.77%	101.29	Discounted

Sources : Bloomberg, MNCS

**Exhibit 07. Indonesia Government Bond Yield Curve**


Sources : Bloomberg, MNCS

### MNC Research Industry Ratings Guidance

- **OVERWEIGHT** : Stock's total return is estimated to be above the average total return of our industry coverage universe over next 6-12 months
- **NEUTRAL** : Stock's total return is estimated to be in line with the average total return of our industry coverage universe over next 6-12 months
- **UNDERWEIGHT** : Stock's total return is estimated to be below the average total return of our industry coverage universe over next 6-12 months

### MNC Research Investment Ratings Guidance

- **BUY** : Share price may exceed 10% over the next 12 months
- **HOLD** : Share price may fall within the range of +/- 10% of the next 12 months
  - **SELL** : Share price may fall by more than 10% over the next 12 months
  - **Not Rated** : Stock is not within regular research coverage

### PT MNC SEKURITAS

MNC Financial Center Lt. 14 – 16  
Jl. Kebon Sirih No. 21 - 27, Jakarta Pusat 10340  
Telp : (021) 2980 3111  
Fax : (021) 3983 6899  
Call Center : 1500 899

#### Disclaimer

This research report has been issued by PT MNC Sekuritas, It may not be reproduced or further distributed or published, in whole or in part, for any purpose. PT MNC Sekuritas has based this document on information obtained from sources it believes to be reliable but which it has not independently verified; PT MNC Sekuritas makes no guarantee, representation or warranty and accepts no responsibility to liability as to its accuracy or completeness. Expression of opinion herein are those of the research department only and are subject to change without notice. This document is not and should not be construed as an offer or the solicitation of an offer to purchase or subscribe or sell any investment. PT MNC Sekuritas and its affiliates and/or their offices, director and employees may own or have positions in any investment mentioned herein or any investment related thereto and may from time to time add to or dispose of any such investment. PT MNC Sekuritas and its affiliates may act as market maker or have assumed an underwriting position in the securities of companies discusses herein (or investment related thereto) and may sell them to or buy them from customers on a principal basis and may also perform or seek to perform investment banking or underwriting services for or relating to those companies.