

Exhibit 1. Daily Market Updates

Equity	Last	%
JCI	6,957.84	+0.52%
STI	3,223.09	+0.29%
HSI	18,484.03	+1.95%
SSEC	3,135.89	+1.20%
FTSE	7,464.99	+1.72%
GDAX	15,930.88	+0.88%
DJI	34,852.67	+0.85%
S&P 500	4,497.63	+1.45%
NDX	13,943.76	+1.74%
10-yr Bond	Last	Bps
ID	6.36	-8.18
US	4.12	-8.23
UK	4.42	-1.90
JP	0.65	-1.10
CN	2.59	-0.10
MY	3.84	-1.00
TH	2.77	-1.70
Exchange Rate	Last	%
USD/IDR	15,260	-0.20%
EUR/IDR	16,499	-0.13%
GBP/IDR	19,246	+0.06%
HKD/IDR	1,945	-0.21%
SGD/IDR	11,265	+0.00%
AUD/IDR	9,821	+0.21%

Sources : Bloomberg, MNCS

Exhibit 2. Risk Indicators

Category	Last	%
5-yr CDS	83.97	-0.3%
VIX	14.45	-4.2%

Sources : Bloomberg, MNCS

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Global Market Updates

- Wall Street equities posted further gains Tuesday (Aug 29, 2023), with S&P 500, DJI and Nasdaq closing stronger by 1.45%, 0.85% and 0.74%, respectively, in light of weak economic data readings.
- US Treasuries continues its bull run Tuesday, with the 10-year UST yield falling by c. 8 bps to 4.12%, followed by the 2-year UST yield that fell c. 5 bps to 4.87%. The 2s10s spread flattened to -0.75 bps.
- Stocks and treasuries garnered bull momentum as: 1) Tuesday's July JOLTS job openings came in at 8.8mn, weaker than market's expectations of 9.5mn, as well as 2) Aug CB Consumer Confidence came short of consensus' anticipation of 116, at only 106.1 (vs previous month's 117).
- This showed high rates have bitten deeper into the economy and that the Fed is likely to consider holds here on out. Market participants have raised their wager on a rate hold probability for Sep-23 FOMC to 89% and for Nov-23's FOMC meeting to 52.2% according to CME FedWatch.
- Global equities and bonds followed the bull run. UK 10-year gilt slipped 1.9 bps to 4.42%, German 10-year bunds fell 5.5 bps to 2.5%, and the Japanese 10-yr gov't bond went down 1.1 bps to 0.65%.

Domestic Market Updates

- Indonesian benchmark series of LCY government bonds mainly appreciated Tuesday (Aug 29, 2023). The 10-year Indonesian government bond benchmark series (FR0096) yields fell by another -8.2 bps to 6.36%.
- The Indonesian gov't 2s10s bond curve further bull flattened to 9 bps (vs 13 bps previously).
- Yesterday's sharia government securities auction booked a total incoming bids of IDR21.3tn, higher than last auction's IDR20.2tn.
- PBS036 remained as the most sought-after series, with total incoming bids of IDR13.4tn (rose from last auction's IDR11.6tn) and total awarded nominal of IDR4.3tn.
- The trend for sharia gov't securities seems to be opposite to that of gov't bonds, in that the gov't sukuk curve moves in a bear flattening pattern as investors prefer shorter-duration as opposed to longer.
- The IDR appreciated against the USD (USD/IDR dropped by 0.2%), following UST's bull.

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 6.30-6.40% for today.
- Attractive Indo GB series to be traded today : FR0070, FR0082, FR0087, FR0096.

Exhibit 3. Benchmark LCY Government Bond Prices (Aug 29, 2023)

Series	Benchmark	Last Price	YTM	-1D Price	-1D YTM
FR0095	5-year	100.45	6.27%	100.35	6.29%
FR0096	10-year	104.47	6.36%	103.90	6.44%
FR0098	15-year	105.71	6.52%	104.63	6.63%
FR0097	20-year	104.90	6.67%	104.32	6.73%

Sources : Bloomberg, MNCS

Exhibit 4. Corporate Bond Credit Spread Matrices (Aug 29, 2023)

Rating	0.1	1	3	5	10
AAA	18.39	41.02	54.17	64.24	83.37
AA	58.92	97.96	128.70	154.32	183.06
A	148.90	202.38	249.23	288.94	353.61
BBB	346.47	406.32	458.69	508.26	590.32

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

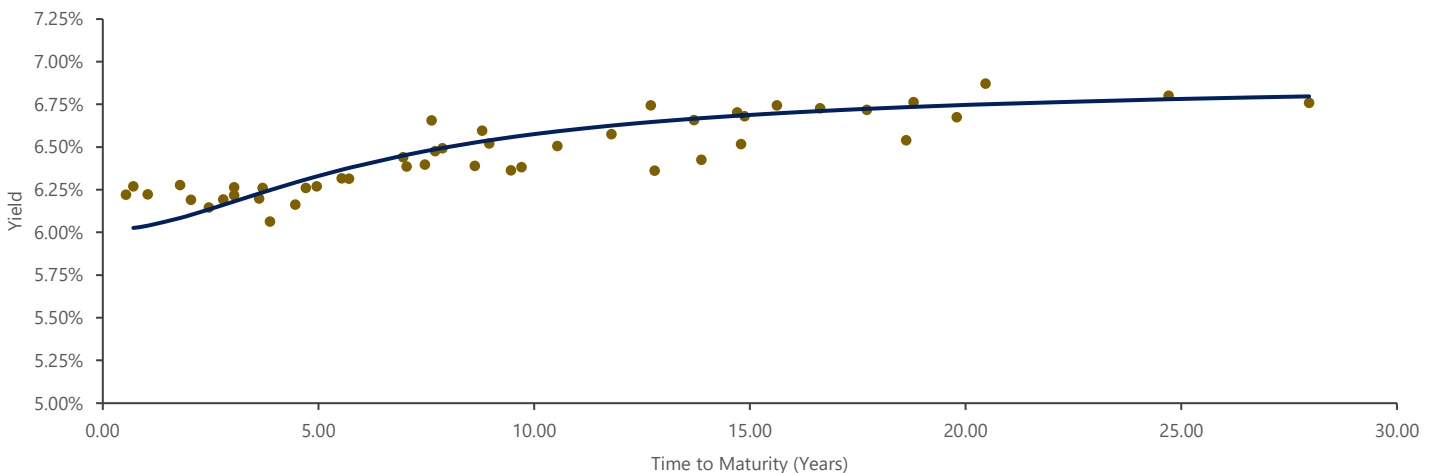
Sources : DJPPR, MNCS

Exhibit 06. LCY Government Bond Valuation (Aug 29, 2023)

Series	Coupon	Maturity	TTM	Last Price	YTM	Yield Curve	Fair Price	Notes
FR70	8.375	15-Mar-24	0.54	101.12	6.22%	6.02%	101.24	Discounted
FR77	8.125	15-May-24	0.71	101.25	6.27%	6.03%	101.43	Discounted
FR44	10.000	15-Sep-24	1.05	103.75	6.22%	6.04%	103.95	Discounted
FR81	6.500	15-Jun-25	1.80	100.36	6.28%	6.08%	100.69	Discounted
FR40	11.000	15-Sep-25	2.05	109.08	6.19%	6.10%	109.28	Discounted
FR84	7.250	15-Feb-26	2.47	102.48	6.15%	6.13%	102.51	Discounted
FR86	5.500	15-Jun-26	2.80	98.34	6.19%	6.16%	98.32	Discounted
FR37	12.000	15-Sep-26	3.05	115.79	6.22%	6.18%	115.93	Discounted
FR56	8.375	15-Sep-26	3.05	105.76	6.26%	6.18%	106.00	Discounted
FR90	5.125	15-Apr-27	3.63	96.56	6.20%	6.23%	96.46	Premium
FR59	7.000	15-May-27	3.71	102.40	6.26%	6.23%	102.49	Discounted
FR42	10.250	15-Jul-27	3.88	114.25	6.06%	6.25%	113.58	Premium
FR47	10.000	15-Feb-28	4.46	114.76	6.16%	6.29%	114.23	Premium
FR64	6.125	15-May-28	4.71	99.45	6.26%	6.31%	99.25	Premium
FR95	6.375	15-Aug-28	4.96	100.45	6.27%	6.33%	100.20	Premium
FR71	9.000	15-Mar-29	5.54	112.38	6.32%	6.37%	112.14	Premium
FR78	8.250	15-May-29	5.71	109.14	6.31%	6.38%	108.83	Premium
FR52	10.500	15-Aug-30	6.96	122.48	6.44%	6.45%	122.43	Premium
FR82	7.000	15-Sep-30	7.05	103.44	6.38%	6.45%	103.05	Premium
FR87	6.500	15-Feb-31	7.47	100.60	6.40%	6.47%	100.14	Premium
FR85	7.750	15-Apr-31	7.63	106.45	6.66%	6.48%	107.52	Discounted
FR73	8.750	15-May-31	7.71	113.62	6.47%	6.49%	113.55	Premium
FR54	9.500	15-Jul-31	7.88	118.30	6.49%	6.49%	118.30	Premium
FR91	6.375	15-Apr-32	8.63	99.91	6.39%	6.53%	99.01	Premium
FR58	8.250	15-Jun-32	8.80	110.89	6.60%	6.53%	111.34	Discounted
FR74	7.500	15-Aug-32	8.96	106.56	6.52%	6.54%	106.44	Premium
FR96	7.000	15-Feb-33	9.47	104.47	6.36%	6.56%	103.08	Premium
FR65	6.625	15-May-33	9.71	101.73	6.38%	6.57%	100.41	Premium
FR68	8.375	15-Mar-34	10.54	114.11	6.50%	6.59%	113.40	Premium
FR80	7.500	15-Jun-35	11.80	107.50	6.57%	6.62%	107.07	Premium
FR72	8.250	15-May-36	12.71	112.71	6.74%	6.65%	113.61	Discounted
FR88	6.250	15-Jun-36	12.80	99.04	6.36%	6.65%	96.60	Premium
FR45	9.750	15-May-37	13.71	127.50	6.66%	6.67%	127.42	Premium
FR93	6.375	15-Jul-37	13.88	99.54	6.42%	6.67%	97.36	Premium
FR75	7.500	15-May-38	14.71	107.38	6.70%	6.68%	107.57	Discounted
FR50	10.500	15-Jul-38	14.88	135.66	6.68%	6.69%	135.59	Premium
FR98	7.125	15-Jun-38	14.80	105.71	6.52%	6.68%	104.09	Premium
FR79	8.375	15-Apr-39	15.63	115.60	6.74%	6.70%	116.10	Discounted
FR83	7.500	15-Apr-40	16.63	107.67	6.73%	6.71%	107.83	Discounted
FR57	9.500	15-May-41	17.71	128.54	6.72%	6.72%	128.48	Premium
FR62	6.375	15-Apr-42	18.63	98.25	6.54%	6.73%	96.22	Premium
FR92	7.125	15-Jun-42	18.80	103.81	6.76%	6.73%	104.11	Discounted
FR97	7.125	15-Jun-43	19.80	104.90	6.67%	6.74%	104.12	Premium
FR67	8.750	15-Feb-44	20.46	120.47	6.87%	6.75%	122.01	Discounted
FR76	7.375	15-May-48	24.71	106.82	6.80%	6.78%	107.08	Discounted
FR89	6.875	15-Aug-51	27.96	101.45	6.76%	6.80%	100.98	Premium

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

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