

Exhibit 1. Daily Market Updates

Equity	Last	%
JCI	6,868.81	-0.25%
STI	3,313.79	+0.12%
HSI	19,184.17	-1.81%
SSEC	3,260.62	-0.25%
FTSE	7,527.42	-0.36%
GDAX	15,774.93	-1.10%
DJI	35,314.49	-0.45%
S&P 500	4,499.38	-0.42%
NDX	13,884.32	-0.79%

10-yr Bond	Last	Bps
ID	6.32	-1.65
US	4.02	-6.65
UK	4.39	-7.60
JP	0.61	-2.00
CN	2.65	+0.90
MY	3.85	+0.20
TH	2.60	-0.90

Exchange Rate	Last	%
USD/IDR	15,218	+0.22%
EUR/IDR	16,713	+0.26%
GBP/IDR	19,399	+0.37%
HKD/IDR	1,949	+0.20%
SGD/IDR	11,312	-0.09%
AUD/IDR	9,932	-0.37%

Sources : Bloomberg, MNCS

Exhibit 2. Risk Indicators

Category	Last	%
5-yr CDS	79.70	+0.10%
VIX	15.99	+1.4%

Sources : Bloomberg, MNCS

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Global Market Updates

- Yesterday's rating downgrade move on 10 small and midsize American banks and a negative outlook imposed to 11 lenders by Moody's Investor Service weighed down Wall Street Indexes.
- US Treasuries rose Tuesday, bolstered by a favorable 3-year note auction result of USD42bn in total sales, indicating that investors' demand was stronger than had been expected.
- The 10-year UST note fell by -6.7 bps to 4.02%, followed suit by the 2-year notes that fell almost -2 bps to 4.74%, rendering the 2s10s UST curve at -0.72 bps.
- Asian equity futures weakening might indicate cautious stance from investors after China's July exports and imports readings (-14.5% YoY/-12.4% YoY vs consensus's -12.5% YoY/-5% YoY) highlighting the nation's intensifying pressure on both domestic and external fronts. Stocks elsewhere fell ensuing Chinese gloomy news, as investors worry China's slowdown might carry-over globally.
- China's July slightly stronger-than-consensus inflation rate reading of -0.3% YoY/+0.2% MoM (vs -0.4% YoY/-0.2% MoM) might give glad tidings to global investors as a recovery might be set in motion, though the PPI readings came in weaker than expectations (-4.4% YoY vs -4.1% YoY).

Domestic Market Updates

- Indonesia's benchmark series of LCY government mostly strengthened back Tuesday (Aug 8, 2023), where the 10-year (FR0096) yield edged down to 6.32%.
- The 2s10s Indo GB yield curve stagnated at 33 bps, whereas the 10-year UST and Indo GB curve continued its steepening, now standing at 229.5 bps.
- The IDR depreciated against the USD (USD/IDR up by -0.22%). We see the USD is currently gaining momentum on the back of China's slowdown angst as investors seek for a safe haven currency.
- Investor appetite for SUN auctions (8/8) remains strong, with total bids reaching IDR32.5 trillion, exceeding the target of IDR14tn and the previous SUN auction total bids of IDR31tn, though the total winning bids was restricted to c. IDR9.8tn, reflecting a condition of state budget adequacy.

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 6.30-6.35% for today.
- Attractive Indo GB series to be traded today : FR0059, FR0082, FR0087, FR0096.

Exhibit 3. Benchmark LCY Government Bond Prices (Aug 8, 2023)

Series	Benchmark	Last Price	YTM	-1D Price	-1D YTM
FR0095	5-year	101.50	6.02%	101.48	6.03%
FR0096	10-year	104.81	6.32%	104.73	6.33%
FR0098	15-year	106.14	6.47%	106.02	6.49%
FR0097	20-year	105.98	6.58%	106.12	6.57%

Sources : Bloomberg, MNCS

Exhibit 4. Corporate Bond Credit Spread Matrices (Aug 8, 2023)

Rating	0.1	1	3	5	10
AAA	33.72	52.25	60.87	68.50	80.92
AA	59.16	97.25	128.39	150.57	183.07
A	144.41	203.47	245.96	287.96	354.22
BBB	345.83	406.20	455.34	502.81	590.49

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

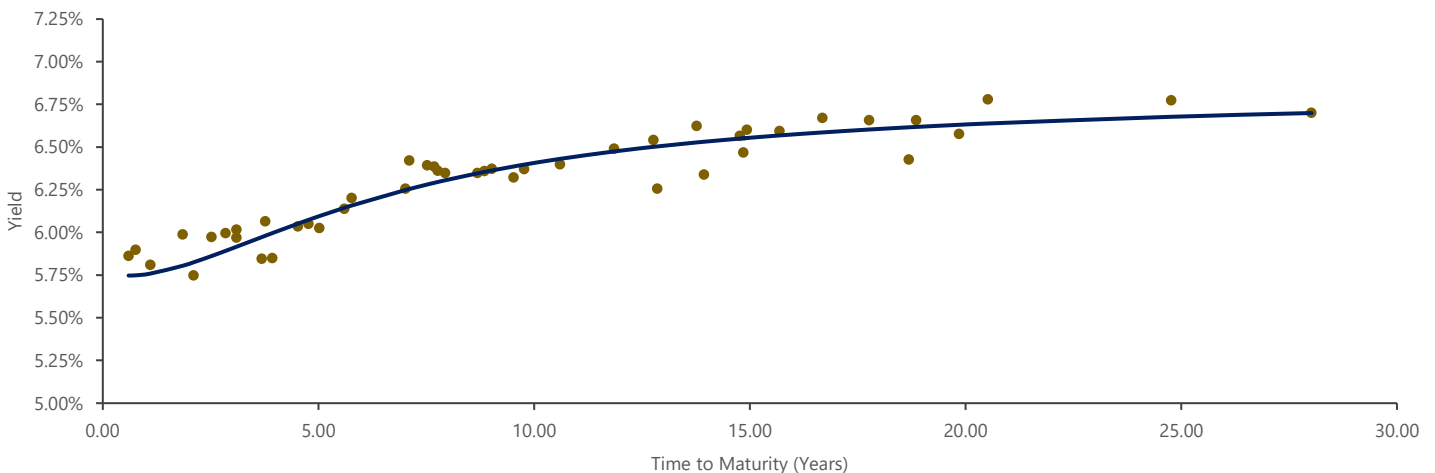
Sources : DJPPR, MNCS

Exhibit 06. LCY Government Bond Valuation (Aug 8, 2023)

Series	Coupon	Maturity	TTM	Last Price	YTM	Yield Curve	Fair Price	Notes
FR39	11.750	15-Aug-23	0.02	100.17	-0.46%	5.77%	100.11	Premium
FR70	8.375	15-Mar-24	0.60	101.45	5.86%	5.75%	101.53	Discounted
FR77	8.125	15-May-24	0.77	101.63	5.90%	5.75%	101.75	Discounted
FR44	10.000	15-Sep-24	1.11	104.39	5.81%	5.76%	104.46	Discounted
FR81	6.500	15-Jun-25	1.85	100.87	5.99%	5.80%	101.20	Discounted
FR40	11.000	15-Sep-25	2.10	110.23	5.75%	5.82%	110.09	Premium
FR84	7.250	15-Feb-26	2.52	102.94	5.97%	5.86%	103.21	Discounted
FR86	5.500	15-Jun-26	2.85	98.78	6.00%	5.89%	98.98	Discounted
FR37	12.000	15-Sep-26	3.10	116.82	5.97%	5.92%	117.01	Discounted
FR56	8.375	15-Sep-26	3.10	106.57	6.02%	5.92%	106.87	Discounted
FR90	5.125	15-Apr-27	3.69	97.64	5.85%	5.97%	97.23	Premium
FR59	7.000	15-May-27	3.77	103.09	6.06%	5.98%	103.38	Discounted
FR42	10.250	15-Jul-27	3.93	115.25	5.85%	6.00%	114.71	Premium
FR47	10.000	15-Feb-28	4.52	115.46	6.03%	6.05%	115.41	Fair
FR64	6.125	15-May-28	4.77	100.30	6.05%	6.07%	100.20	Fair
FR95	6.375	15-Aug-28	5.02	101.50	6.02%	6.10%	101.19	Premium
FR71	9.000	15-Mar-29	5.60	113.38	6.14%	6.14%	113.36	Fair
FR78	8.250	15-May-29	5.77	109.79	6.20%	6.16%	110.02	Discounted
FR52	10.500	15-Aug-30	7.02	123.80	6.26%	6.25%	123.86	Fair
FR82	7.000	15-Sep-30	7.10	103.25	6.42%	6.25%	104.22	Discounted
FR87	6.500	15-Feb-31	7.52	100.63	6.39%	6.28%	101.30	Discounted
FR85	7.750	15-Apr-31	7.69	108.17	6.39%	6.29%	108.77	Discounted
FR73	8.750	15-May-31	7.77	114.45	6.36%	6.30%	114.88	Discounted
FR54	9.500	15-Jul-31	7.93	119.40	6.35%	6.31%	119.70	Discounted
FR91	6.375	15-Apr-32	8.69	100.17	6.35%	6.35%	100.18	Fair
FR58	8.250	15-Jun-32	8.85	112.63	6.36%	6.35%	112.67	Fair
FR74	7.500	15-Aug-32	9.02	107.65	6.37%	6.36%	107.71	Fair
FR96	7.000	15-Feb-33	9.52	104.80	6.32%	6.39%	104.32	Premium
FR65	6.625	15-May-33	9.77	101.82	6.37%	6.40%	101.62	Fair
FR68	8.375	15-Mar-34	10.60	115.03	6.40%	6.43%	114.77	Fair
FR80	7.500	15-Jun-35	11.85	108.25	6.49%	6.47%	108.38	Fair
FR72	8.250	15-May-36	12.77	114.63	6.54%	6.50%	115.00	Discounted
FR88	6.250	15-Jun-36	12.85	99.94	6.26%	6.50%	97.80	Premium
FR45	9.750	15-May-37	13.77	127.93	6.62%	6.53%	128.96	Discounted
FR93	6.375	15-Jul-37	13.94	100.33	6.34%	6.53%	98.58	Premium
FR75	7.500	15-May-38	14.77	108.73	6.57%	6.55%	108.89	Fair
FR50	10.500	15-Jul-38	14.93	136.67	6.60%	6.55%	137.22	Discounted
FR98	7.125	15-Jun-38	14.85	106.20	6.47%	6.55%	105.38	Premium
FR79	8.375	15-Apr-39	15.69	117.23	6.59%	6.57%	117.51	Fair
FR83	7.500	15-Apr-40	16.69	108.26	6.67%	6.59%	109.16	Discounted
FR57	9.500	15-May-41	17.77	129.35	6.66%	6.60%	130.02	Discounted
FR62	6.375	15-Apr-42	18.69	99.44	6.43%	6.62%	97.42	Premium
FR92	7.125	15-Jun-42	18.85	104.96	6.66%	6.62%	105.40	Discounted
FR97	7.125	15-Jun-43	19.85	106.02	6.58%	6.63%	105.40	Premium
FR67	8.750	15-Feb-44	20.52	121.67	6.78%	6.64%	123.48	Discounted
FR76	7.375	15-May-48	24.77	107.15	6.77%	6.68%	108.38	Discounted
FR89	6.875	15-Aug-51	28.02	102.19	6.70%	6.70%	102.20	Fair

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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