

Exhibit 1. Daily Market Updates

Equity	Last	%
JCI	6,924.78	-0.43%
STI	3,207.75	-0.58%
HSI	18,202.07	-1.34%
SSEC	3,116.72	-0.18%
FTSE	7,478.19	+0.49%
GDAX	15,740.30	-0.14%
DJI	34,576.59	+0.22%
S&P 500	4,457.49	+0.14%
NDX	13,761.52	+0.09%

10-yr Bond	Last	Bps
ID	6.54	-3.49
US	4.27	-1.00
UK	4.42	-3.00
JP	0.66	-0.20
CN	2.67	+0.00
MY	3.85	-0.70
TH	2.87	-1.60

Exchange Rate	Last	%
USD/IDR	15,325	+0.00%
EUR/IDR	16,428	+0.05%
GBP/IDR	19,147	+0.14%
HKD/IDR	1,956	+0.01%
SGD/IDR	11,243	+0.10%
AUD/IDR	9,800	+0.13%

Sources : Bloomberg, MNCS

Exhibit 2. Risk Indicators

Category	Last	%
5-yr CDS	80.06	-0.8%
VIX	15.30	+5.9%

Sources : Bloomberg, MNCS

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Global Market Updates

- Wall Street equities posted mild rebounds in last week's closing (Sep 8, 2023), widely supported by continued rally in energy stocks as oil sees no end to its rally soon, further bolstered by reassuring echoes of a rate hold to take place in this week's FOMC meeting.
- The bite from high interest rates have become even more apparent when US July consumer credit reading Friday showed a slowdown of only a USD10.4bn increase vs expectations of USD16bn increase.
- The 10-yr UST notes yield, as a result, slipped 1 bps to 4.26%, while the 2-yr UST notes yield climbed 4 bps and closed at 4.98%, widening the inversed 2s10s yield spread to -72 bps.
- This was possibly due to increased inflation expectations linked from the recent sustained rally in energy prices, as indicated by the jump in 10-yr breakeven yield to 2.34%, its 2-week high.
- Markets are pricing in a 93% probability that September's FOMC meeting will pass on a rate hike skip, while November's meeting is still looking at a 50-50 chance of either a hold or hike.

Domestic Market Updates

- Indonesian benchmark series of LCY government bonds mostly rebounded Friday (Sep 8, 2023). The 10-yr benchmark series yield slipped 3 bps to 6.54%.
- The 2s10s Indo GB spread now stands at 34 bps (vs previously 36 bps), or bull flattened.
- For the past few weeks the trend has been that Indo GB's movement closely follow the US bond market trends.
- We view domestic bond's to remain subdued with limited upside until the end of year on several fronts such as political year which tends to entail wait-and-see stances, increased inflationary pressures to come from strong energy prices rally, solid growth in credit demand, and food price inflations as a result of El Nino dynamics.
- On Friday, IDR mainly weakened against global major currencies, while staying flat against the USD amid USD's piggyback ride on crude oil'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 6.50-6.60% for today.
- Attractive Indo GB series to be traded today : FR0081, FR0082, FR0087, FR0096, FR0100.

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

Series	Benchmark	Last Price	YTM	-1D Price	-1D YTM
FR0095	5-year	100.51	6.25%	100.50	6.25%
FR0096	10-year	103.22	6.54%	102.97	6.57%
FR0098	15-year	104.62	6.63%	104.58	6.63%
FR0097	20-year	104.65	6.70%	104.52	6.71%

Sources : Bloomberg, MNCS

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

Rating	0.1	1	3	5	10
AAA	21.33	37.03	50.56	61.71	78.40
AA	50.00	87.15	117.21	144.05	181.43
A	145.75	197.74	247.17	292.67	349.61
BBB	341.60	398.13	454.76	505.96	599.29

Sources : IBPA, MNCS

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

Series	Jan-23	Feb-23	Mar-23	Apr-23	May-23	Jun-23	Jul-23	Aug-23
Central Bank	17.28	17.49	18.27	20.10	17.22	17.43	16.16	16.08
Banks	33.51	33.24	31.93	29.82	31.72	31.06	31.45	31.14
Foreign	15.10	14.79	14.89	14.86	15.31	15.51	15.56	15.37
MF, IF & PF	18.99	19.39	19.86	19.81	20.28	20.50	20.92	21.20

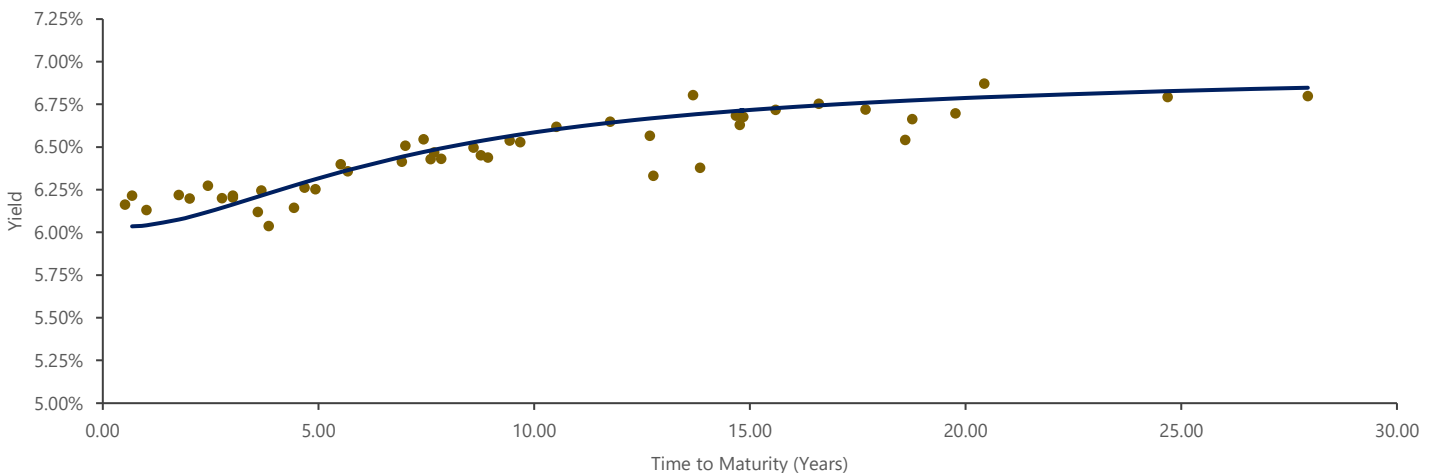
Sources : DJPPR, MNCS

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

Series	Coupon	Maturity	TTM	Last Price	YTM	Yield Curve	Fair Price	Notes
FR70	8.375	15-Mar-24	0.52	101.09	6.16%	6.03%	101.18	Discounted
FR77	8.125	15-May-24	0.68	101.23	6.21%	6.03%	101.37	Discounted
FR44	10.000	15-Sep-24	1.02	103.73	6.13%	6.04%	103.85	Discounted
FR81	6.500	15-Jun-25	1.77	100.45	6.22%	6.07%	100.69	Discounted
FR40	11.000	15-Sep-25	2.02	108.94	6.20%	6.09%	109.19	Discounted
FR84	7.250	15-Feb-26	2.44	102.16	6.27%	6.12%	102.52	Discounted
FR86	5.500	15-Jun-26	2.77	98.34	6.20%	6.14%	98.37	Discounted
FR37	12.000	15-Sep-26	3.02	115.69	6.20%	6.16%	115.85	Discounted
FR56	8.375	15-Sep-26	3.02	105.84	6.22%	6.16%	106.01	Discounted
FR90	5.125	15-Apr-27	3.60	96.83	6.12%	6.21%	96.54	Premium
FR59	7.000	15-May-27	3.68	102.44	6.24%	6.22%	102.54	Discounted
FR42	10.250	15-Jul-27	3.85	114.24	6.04%	6.23%	113.57	Premium
FR47	10.000	15-Feb-28	4.44	114.74	6.14%	6.27%	114.22	Premium
FR64	6.125	15-May-28	4.68	99.45	6.26%	6.29%	99.32	Premium
FR95	6.375	15-Aug-28	4.94	100.51	6.25%	6.31%	100.26	Premium
FR71	9.000	15-Mar-29	5.52	111.92	6.40%	6.35%	112.16	Discounted
FR78	8.250	15-May-29	5.68	108.89	6.36%	6.36%	108.86	Premium
FR52	10.500	15-Aug-30	6.93	122.55	6.41%	6.44%	122.40	Premium
FR82	7.000	15-Sep-30	7.02	102.74	6.51%	6.45%	103.08	Discounted
FR87	6.500	15-Feb-31	7.44	99.73	6.55%	6.47%	100.16	Discounted
FR85	7.750	15-Apr-31	7.60	107.83	6.43%	6.48%	107.52	Premium
FR73	8.750	15-May-31	7.68	113.63	6.47%	6.48%	113.53	Premium
FR54	9.500	15-Jul-31	7.85	118.66	6.43%	6.49%	118.26	Premium
FR91	6.375	15-Apr-32	8.60	99.20	6.50%	6.53%	98.99	Premium
FR58	8.250	15-Jun-32	8.77	111.88	6.45%	6.54%	111.29	Premium
FR74	7.500	15-Aug-32	8.94	107.12	6.44%	6.54%	106.39	Premium
FR96	7.000	15-Feb-33	9.44	103.22	6.54%	6.56%	103.02	Premium
FR65	6.625	15-May-33	9.68	100.67	6.53%	6.57%	100.35	Premium
FR68	8.375	15-Mar-34	10.52	113.16	6.62%	6.60%	113.27	Discounted
FR80	7.500	15-Jun-35	11.77	106.86	6.65%	6.64%	106.91	Discounted
FR72	8.250	15-May-36	12.68	114.33	6.57%	6.67%	113.39	Premium
FR88	6.250	15-Jun-36	12.77	99.29	6.33%	6.67%	96.42	Premium
FR45	9.750	15-May-37	13.68	125.95	6.80%	6.69%	127.12	Discounted
FR93	6.375	15-Jul-37	13.85	98.96	6.38%	6.69%	97.13	Premium
FR75	7.500	15-May-38	14.68	107.55	6.68%	6.71%	107.28	Premium
FR50	10.500	15-Jul-38	14.85	135.65	6.68%	6.71%	135.21	Premium
FR98	7.125	15-Jun-38	14.77	104.62	6.63%	6.71%	103.81	Premium
FR79	8.375	15-Apr-39	15.60	115.86	6.72%	6.73%	115.75	Premium
FR83	7.500	15-Apr-40	16.60	107.37	6.75%	6.74%	107.47	Discounted
FR57	9.500	15-May-41	17.68	128.50	6.72%	6.76%	128.01	Premium
FR62	6.375	15-Apr-42	18.60	98.23	6.54%	6.77%	95.83	Premium
FR92	7.125	15-Jun-42	18.77	104.91	6.66%	6.77%	103.69	Premium
FR97	7.125	15-Jun-43	19.77	104.65	6.70%	6.79%	103.66	Premium
FR67	8.750	15-Feb-44	20.44	120.47	6.87%	6.79%	121.46	Discounted
FR76	7.375	15-May-48	24.68	106.91	6.79%	6.83%	106.47	Premium
FR89	6.875	15-Aug-51	27.93	100.96	6.80%	6.85%	100.33	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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