

Exhibit 1. Daily Market Updates

Equity	Last	%
JCI	6,923.80	-1.07%
STI	3,215.07	-0.01%
HSI	17,466.90	-1.48%
SSEC	3,102.27	-0.43%
FTSE	7,625.72	+0.02%
GDAX	15,255.87	-0.97%
DJI	34,618.88	-1.14%
S&P 500	4,273.53	-1.47%
NDX	13,063.61	-1.57%

10-yr Bond	Last	Bps
ID	6.85	+9.67
US	4.54	+0.22
UK	4.32	+0.30
JP	0.74	+0.50
CN	2.71	+0.50
MY	4.00	+2.30
TH	3.14	-0.90

Exchange Rate	Last	%
USD/IDR	15,490	+0.58%
EUR/IDR	16,413	+0.27%
GBP/IDR	18,874	+0.27%
HKD/IDR	1,981	+0.51%
SGD/IDR	11,328	+0.55%
AUD/IDR	9,925	+0.45%

Sources : Bloomberg, MNCS

Exhibit 2. Risk Indicators

Category	Last	%
5-yr CDS	91.85	+2.6%
VIX	18.94	+12.1%

Sources : Bloomberg, MNCS

Research Analyst

 Alif Ihsanario
 alif.ihsanario@mncgroup.com

Global Market Updates

- Major global stock indexes mostly weakened Tuesday (Sep 26, 2023), with US stock indexes slipping back on bearish economic outlooks, wide-open yields upsides and US government shutdown worries.
- The 10-yr UST yield edged up to 4.54%, while the 2-yr yield garnered attraction from investors, slipping 5 bps to 5.04%.
- Global bonds followed suit, with the German 10-yr bunds rose 1 bps to 2.81%, the UK 10-yr gilt remained flat 4.32%, while the 10-yr JGB gained 0.5 bps to 0.74%.
- In line with the expected effects of high rates, US home sales continued to slip, the latest in Aug-23 by 8.7% to 675k, though deeper than market expectations of 698k.
- Sep-23's consumer confidence index from the US Conference Board also portrayed declining optimism in the real sector, falling 5.7 to 103.0 vs expectations of 105.5.
- The markets are discounting a 19% chance of a 25 bps in Nov-23's FOMC, and a 42% chance in Dec-23's FOMC. Rate cuts are expected to commence in 2H24 in response to an expected economic slowdown.

Domestic Market Updates

- Indonesian benchmark series of LCY government bonds saw lackluster demand Tuesday (Sep 26, 2023). The 10-yr benchmark series yield was soared almost 10 bps to 6.85%. The 2s10s Indo GB spread bear steepened to 56 bps.
- IDR weakened against most global major currencies, continuing its depreciation against the USD (USD/IDR rose 0.58% to 15,490).
- Yesterday's sharia gov't securities auction illustrated investors' averse stance towards fixed income assets. The total incoming bids totaled to IDR27.8tn, lower than the previous auction's IDR31.3tn.
- Shortening the duration remains to be the theme as the 2-yr PBS036 came in with the highest amount of bids of IDR15tn and a total winning bids of IDR7.8tn.
- As of Sep 27, 2023, Indonesian government securities positions continue to incur sell-offs from the banking sector (-IDR3.4tn DtD/-IDR15.1tn WoW) and non-residents (-IDR2.7tn DtD/-2.9tn WoW), balanced by BI's operations (IDR5tn DtD/IDR16.5tn WoW).

Market Forecast

- Given the recent developments that unfolded within the global and domestic markets, we expect the 10-yr Indo GB yield to move within the range of 6.80-6.90% for today.
- Attractive Indo GB series to be traded today : FR0082, FR0087, FR0096, FR0100.

Exhibit 3. Benchmark LCY Government Bond Prices (Sep 26, 2023)

Series	Benchmark	Last Price	YTM	-1D Price	-1D YTM
FR0095	5-year	99.63	6.46%	100.00	6.37%
FR0096	10-year	101.04	6.85%	101.80	6.74%
FR0098	15-year	101.24	6.99%	102.13	6.89%
FR0097	20-year	101.24	6.99%	101.96	6.94%

Sources : Bloomberg, MNCS

Exhibit 4. Corporate Bond Credit Spread Matrices (Sep 26, 2023)

Rating	0.1	1	3	5	10
AAA	29.20	43.13	58.74	69.04	80.73
AA	52.30	78.78	108.68	136.02	175.07
A	142.02	206.74	257.84	299.71	341.65
BBB	343.28	394.27	456.61	509.46	596.00

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

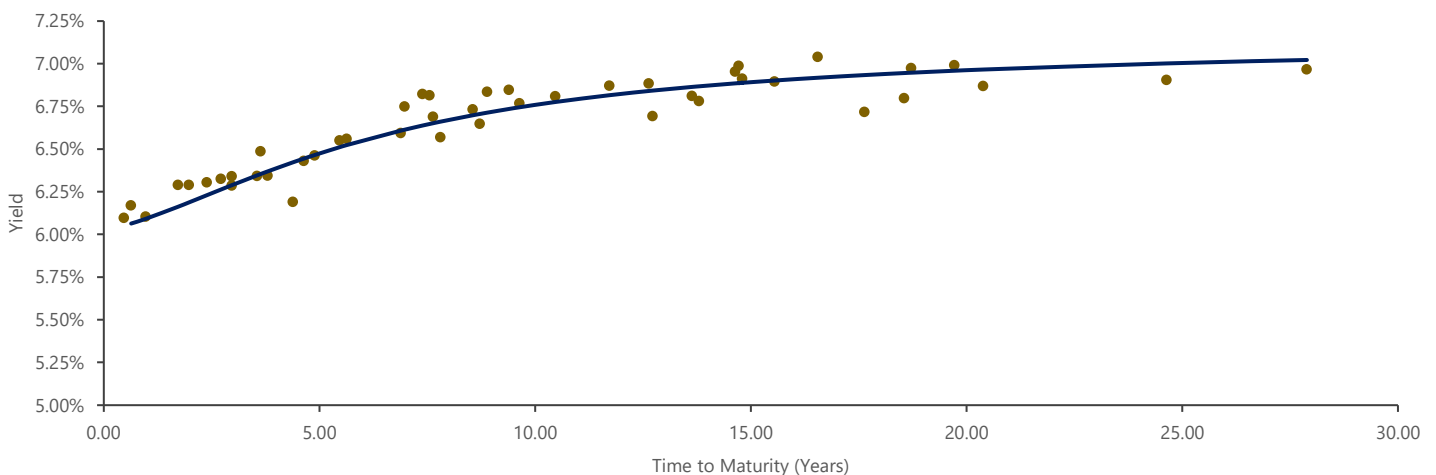
Sources : DJPPR, MNCS

Exhibit 06. LCY Government Bond Valuation (Sep 26, 2023)

Series	Coupon	Maturity	TTM	Last Price	YTM	Yield Curve	Fair Price	Notes
FR70	8.375	15-Mar-24	0.47	101.02	6.10%	6.05%	101.05	Fair
FR77	8.125	15-May-24	0.63	101.18	6.17%	6.06%	101.25	Discounted
FR44	10.000	15-Sep-24	0.97	103.58	6.10%	6.09%	103.62	Fair
FR81	6.500	15-Jun-25	1.72	100.32	6.29%	6.16%	100.53	Discounted
FR40	11.000	15-Sep-25	1.97	108.56	6.29%	6.19%	108.79	Discounted
FR84	7.250	15-Feb-26	2.39	102.05	6.31%	6.23%	102.22	Discounted
FR86	5.500	15-Jun-26	2.72	98.09	6.33%	6.26%	98.11	Discounted
FR37	12.000	15-Sep-26	2.97	115.22	6.29%	6.29%	115.25	Fair
FR56	8.375	15-Sep-26	2.97	105.41	6.34%	6.29%	105.57	Discounted
FR90	5.125	15-Apr-27	3.55	96.19	6.34%	6.35%	96.17	Fair
FR59	7.000	15-May-27	3.63	101.63	6.49%	6.35%	102.06	Discounted
FR42	10.250	15-Jul-27	3.80	112.97	6.34%	6.37%	112.90	Fair
FR47	10.000	15-Feb-28	4.39	114.40	6.19%	6.42%	113.47	Premium
FR64	6.125	15-May-28	4.63	98.78	6.43%	6.44%	98.73	Fair
FR95	6.375	15-Aug-28	4.89	99.63	6.46%	6.47%	99.62	Fair
FR71	9.000	15-Mar-29	5.47	111.09	6.55%	6.51%	111.30	Fair
FR78	8.250	15-May-29	5.63	107.83	6.56%	6.52%	108.02	Fair
FR52	10.500	15-Aug-30	6.89	121.31	6.59%	6.61%	121.24	Fair
FR82	7.000	15-Sep-30	6.97	101.38	6.75%	6.61%	102.13	Discounted
FR87	6.500	15-Feb-31	7.39	98.15	6.82%	6.64%	99.19	Discounted
FR85	7.750	15-Apr-31	7.55	105.44	6.81%	6.65%	106.46	Discounted
FR73	8.750	15-May-31	7.63	112.15	6.69%	6.65%	112.39	Fair
FR54	9.500	15-Jul-31	7.80	117.64	6.57%	6.66%	117.04	Premium
FR91	6.375	15-Apr-32	8.55	97.70	6.73%	6.70%	97.91	Fair
FR58	8.250	15-Jun-32	8.72	110.46	6.65%	6.71%	110.05	Premium
FR74	7.500	15-Aug-32	8.89	104.36	6.84%	6.71%	105.19	Discounted
FR96	7.000	15-Feb-33	9.39	101.04	6.85%	6.74%	101.81	Discounted
FR65	6.625	15-May-33	9.63	98.99	6.77%	6.75%	99.15	Fair
FR68	8.375	15-Mar-34	10.47	111.58	6.81%	6.78%	111.85	Fair
FR80	7.500	15-Jun-35	11.72	104.99	6.87%	6.82%	105.44	Discounted
FR72	8.250	15-May-36	12.63	111.39	6.88%	6.84%	111.78	Fair
FR88	6.250	15-Jun-36	12.72	96.24	6.69%	6.84%	95.00	Premium
FR45	9.750	15-May-37	13.63	125.82	6.81%	6.86%	125.27	Premium
FR93	6.375	15-Jul-37	13.80	96.39	6.78%	6.87%	95.63	Premium
FR75	7.500	15-May-38	14.63	104.96	6.95%	6.89%	105.60	Discounted
FR50	10.500	15-Jul-38	14.80	132.89	6.91%	6.89%	133.17	Fair
FR98	7.125	15-Jun-38	14.72	101.24	6.99%	6.89%	102.16	Discounted
FR79	8.375	15-Apr-39	15.55	113.98	6.89%	6.90%	113.90	Fair
FR83	7.500	15-Apr-40	16.55	104.46	7.04%	6.92%	105.67	Discounted
FR57	9.500	15-May-41	17.63	128.50	6.72%	6.93%	125.87	Premium
FR62	6.375	15-Apr-42	18.55	95.57	6.80%	6.95%	94.09	Premium
FR92	7.125	15-Jun-42	18.72	101.55	6.97%	6.95%	101.82	Fair
FR97	7.125	15-Jun-43	19.72	101.41	6.99%	6.96%	101.75	Fair
FR67	8.750	15-Feb-44	20.39	120.46	6.87%	6.97%	119.25	Premium
FR76	7.375	15-May-48	24.63	105.52	6.90%	7.00%	104.33	Premium
FR89	6.875	15-Aug-51	27.89	98.87	6.97%	7.02%	98.19	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

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

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