

Exhibit 1. Daily Market Updates

Equity	Last	%
JCI	6,954.81	-0.59%
STI	3,226.59	+0.12%
HSI	18,202.07	-1.34%
SSEC	3,122.35	-1.13%
FTSE	7,441.72	+0.21%
GDAX	15,718.66	-0.14%
DJI	34,500.73	+0.17%
S&P 500	4,451.14	-0.32%
NDX	13,748.83	-0.89%

10-yr Bond	Last	Bps
ID	6.57	+4.95
US	4.27	-3.00
UK	4.45	-8.00
JP	0.66	+0.20
CN	2.67	+2.50
MY	3.85	+0.30
TH	2.85	+4.10

Exchange Rate	Last	%
USD/IDR	15,325	+0.21%
EUR/IDR	16,419	+0.01%
GBP/IDR	19,120	-0.46%
HKD/IDR	1,955	+0.27%
SGD/IDR	11,231	-0.01%
AUD/IDR	9,787	+0.14%

Sources : Bloomberg, MNCS

Exhibit 2. Risk Indicators

Category	Last	%
5-yr CDS	81.37	+2.5%
VIX	15.30	+5.9%

Sources : Bloomberg, MNCS

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Global Market Updates

- Wall Street equities dragged downwards Thursday (Sep 7, 2023), amid hawkish concerns combined with a faltering technology sector; Nasdaq slipped 0.89%, S&P weakened 0.32%, whilst DJI gained a notch by 0.17%.
- Apple weighed down on Nasdaq, closing 2% lower yesterday upon negative sentiments burgeoning from the planned restriction of iPhone use by China's government-backed agencies and state companies, according to Wall Street Journal.
- Another side of the coin came in the form of another hawkish-spurring news that US weekly unemployment claims fell to 216k from the previous week's 229k, beating consensus of 234k, coupled by 2nd quarter unit labor costs that rose stronger than expectations of 1.9% QoQ to 2.2% QoQ.
- The 10-yr UST notes yield retreated c. 3 bps to 4.27%. The 2-yr UST notes yield slipped c. 7 bps and closed at 4.94% upon some dovish Fed comments, flattening the inverted 2s10s yield spread to -64 bps.

Domestic Market Updates

- Indonesian benchmark series of LCY government bonds mostly closed lower Thursday (Sep 7, 2023). The 10-yr benchmark series yield hiked another 5 bps to 6.57%.
- The 2s10s Indo GB spread now stands at 36 bps, leaping by c. 15 bps from the start of the week.
- Domestic bond yields, in our view, could stay higher for longer amid unexpected tight labor data readings from the US despite BI remaining adamant on their decision not to raise their 7DRR any further.
- IDR mainly weakened against global major currencies, depreciating against the USD (USD/IDR further increased by 0.24%) amid DXY's strengthening.

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 7, 2023)

Series	Benchmark	Last Price	YTM	-1D Price	-1D YTM
FR0095	5-year	100.50	6.25%	100.97	6.20%
FR0096	10-year	102.97	6.57%	104.06	6.52%
FR0098	15-year	104.58	6.63%	105.66	6.59%
FR0097	20-year	104.52	6.71%	105.41	6.68%

Sources : Bloomberg, MNCS

Exhibit 4. Corporate Bond Credit Spread Matrices (Sep 7, 2023)

Rating	0.1	1	3	5	10
AAA	20.99	38.61	51.79	62.51	80.33
AA	53.03	88.71	119.47	145.70	183.03
A	145.76	197.45	247.28	293.59	349.40
BBB	341.26	399.58	452.79	503.78	601.56

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

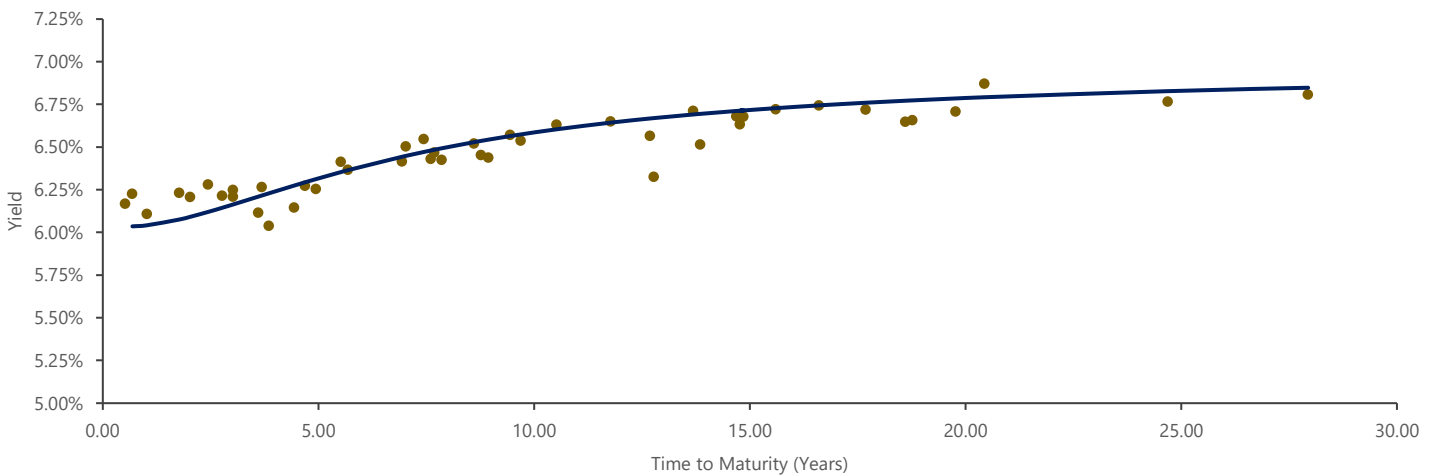
Sources : DJPPR, MNCS

Exhibit 06. LCY Government Bond Valuation (Sep 7, 2023)

Series	Coupon	Maturity	TTM	Last Price	YTM	Yield Curve	Fair Price	Notes
FR70	8.375	15-Mar-24	0.52	101.09	6.17%	6.03%	101.18	Discounted
FR77	8.125	15-May-24	0.69	101.23	6.22%	6.03%	101.37	Discounted
FR44	10.000	15-Sep-24	1.02	103.76	6.11%	6.04%	103.86	Discounted
FR81	6.500	15-Jun-25	1.77	100.43	6.23%	6.07%	100.69	Discounted
FR40	11.000	15-Sep-25	2.02	108.93	6.21%	6.09%	109.20	Discounted
FR84	7.250	15-Feb-26	2.44	102.15	6.28%	6.12%	102.52	Discounted
FR86	5.500	15-Jun-26	2.77	98.31	6.22%	6.14%	98.37	Discounted
FR37	12.000	15-Sep-26	3.02	115.68	6.21%	6.16%	115.87	Discounted
FR56	8.375	15-Sep-26	3.02	105.76	6.25%	6.16%	106.01	Discounted
FR90	5.125	15-Apr-27	3.60	96.84	6.12%	6.21%	96.54	Premium
FR59	7.000	15-May-27	3.69	102.37	6.27%	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%	114.23	Premium
FR64	6.125	15-May-28	4.69	99.40	6.27%	6.29%	99.32	Premium
FR95	6.375	15-Aug-28	4.94	100.50	6.25%	6.31%	100.26	Premium
FR71	9.000	15-Mar-29	5.52	111.85	6.41%	6.35%	112.16	Discounted
FR78	8.250	15-May-29	5.69	108.85	6.37%	6.36%	108.87	Fair
FR52	10.500	15-Aug-30	6.94	122.55	6.41%	6.44%	122.40	Premium
FR82	7.000	15-Sep-30	7.02	102.76	6.50%	6.45%	103.08	Discounted
FR87	6.500	15-Feb-31	7.44	99.72	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	7.69	113.63	6.47%	6.48%	113.53	Premium
FR54	9.500	15-Jul-31	7.85	118.70	6.42%	6.49%	118.26	Premium
FR91	6.375	15-Apr-32	8.60	99.04	6.52%	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	102.97	6.57%	6.56%	103.02	Discounted
FR65	6.625	15-May-33	9.69	100.61	6.54%	6.57%	100.35	Premium
FR68	8.375	15-Mar-34	10.52	113.05	6.63%	6.60%	113.28	Discounted
FR80	7.500	15-Jun-35	11.77	106.85	6.65%	6.64%	106.91	Discounted
FR72	8.250	15-May-36	12.69	114.33	6.57%	6.67%	113.39	Premium
FR88	6.250	15-Jun-36	12.77	99.34	6.33%	6.67%	96.42	Premium
FR45	9.750	15-May-37	13.69	126.91	6.71%	6.69%	127.13	Discounted
FR93	6.375	15-Jul-37	13.85	98.74	6.51%	6.69%	97.13	Premium
FR75	7.500	15-May-38	14.69	107.59	6.68%	6.71%	107.28	Premium
FR50	10.500	15-Jul-38	14.85	135.63	6.68%	6.71%	135.22	Premium
FR98	7.125	15-Jun-38	14.77	104.58	6.63%	6.71%	103.81	Premium
FR79	8.375	15-Apr-39	15.60	115.82	6.72%	6.73%	115.75	Premium
FR83	7.500	15-Apr-40	16.60	107.48	6.74%	6.74%	107.47	Fair
FR57	9.500	15-May-41	17.69	128.50	6.72%	6.76%	128.01	Premium
FR62	6.375	15-Apr-42	18.60	97.12	6.65%	6.77%	95.83	Premium
FR92	7.125	15-Jun-42	18.77	104.95	6.66%	6.77%	103.69	Premium
FR97	7.125	15-Jun-43	19.77	104.52	6.71%	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	24.69	107.25	6.77%	6.83%	106.47	Premium
FR89	6.875	15-Aug-51	27.94	100.84	6.81%	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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