

Exhibit 1. Daily Market Updates

Equity	Last	%
JCI	6,939.89	+0.03%
STI	3,217.41	+0.32%
HSI	17,809.66	+2.51%
SSEC	3,110.48	+0.10%
FTSE	7,608.08	+0.08%
GDAX	15,386.58	+0.41%
DJI	33,507.50	-0.47%
S&P 500	4,288.05	-0.27%
NDX	13,219.32	+0.14%

10-yr Bond	Last	Bps
ID	6.89	+2.70
US	4.59	+5.22
UK	4.28	-4.80
JP	0.77	+0.40
CN	2.68	-1.20
MY	3.98	-0.40
TH	3.14	-0.90

Exchange Rate	Last	%
USD/IDR	15,455	-0.42%
EUR/IDR	16,414	+0.26%
GBP/IDR	18,927	-0.12%
HKD/IDR	1,975	-0.42%
SGD/IDR	11,353	+0.15%
AUD/IDR	10,022	+1.21%

Sources : Bloomberg, MNCS

Exhibit 2. Risk Indicators

Category	Last	%
5-yr CDS	92.94	+0.9%
VIX	17.52	+1.0%

Sources : Bloomberg, MNCS

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Global Market Updates

- Major global stock indexes mostly closed higher Friday (Sep 29, 2023), with US stock indexes closing in the mix, supported by prospects of a waning inflationary pressure but at the same time dragged by hawkish comments from the Fed's Williams, reiterating the higher-for-longer agenda.
- The PCE core deflator reading Friday initially provided boost for US Treasuries, in line with expectations by slowing to 3.9% YoY in Aug-23 (previously 4.3% YoY in Jul-23), but gains were wiped off by the aforementioned hawkish remarks. The 10-yr UST yield, as a result, stood flat at 4.59% Friday, while the 2-yr yield stood still ticked down to 5.03%.
- European global bonds found relief Friday after the Sep-23 Eurozone CPI eased to 4.3% YoY (from 5.2% in Aug-23), with the German 10-yr bunds tumbling 9.1 bps to 2.84%, the UK 10-yr gilt rocketing 4.7 bps to 4.44%.
- US government shutdown had been averted at the last minute, buying the Congress time until Nov 12, 2023 to reach resolve regarding the funding bills for the coming fiscal year.
- China's decline in private sector PMI (Caixin) in Sep-23 indicates private businesses and exports are still under pressure, with employment rates to postpone improvements as business hold-off hirings, still posing as a risk to the greater global economy.
- The BoJ has stepped into the bond market for the third time this year, taming the slow rise of 10-yr yields which had reached a decade high of 0.77%. The broader view is that a normalization in BoJ's monetary policy is to come, possibly letting yields to reach 1.0% in its combat against inflation and Yen's decline.

Domestic Market Updates

- Indonesian benchmark series of LCY government bonds saw a continued downtrend Friday (Sep 29, 2023). The 10-yr benchmark series yield rose to 6.89%. The 2s10s Indo GB spread bear steepened to 63 bps.
- IDR closed mixed against global major currencies, posting an appreciation against the USD (USD/IDR slipped 0.42% to 15,455).
- Despite this, we anticipate more hurdles ahead for the IDR, mainly weighed down by the uptrend in UST yields and crude. As a net crude importer, the strong oil rally amid supply tightening will eat into Indonesia's current account balance.
- We still view outflow risks to loom over domestic gov't securities in the coming months as high uncertainty remains the theme in the broader market, with options for another rate hike still on the table for the Fed's gather-around in Dec-23.
- The new SRBI instrument launched by BI showed initial enthusiasms from investors but lacked sustained support for the debt market and IDR, overshadowed by global sentiments and risk-off tendencies.

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 6.85-6.95% for today.
- Attractive Indo GB series to be traded today : FR0082, FR0087, FR0096, FR0100.

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

Series	Benchmark	Last Price	YTM	-1D Price	-1D YTM
FR0095	5-year	99.37	6.53%	99.55	6.48%
FR0096	10-year	100.71	6.89%	100.94	6.86%
FR0098	15-year	101.10	7.00%	101.14	7.00%
FR0097	20-year	101.03	7.03%	101.31	6.99%

Sources : Bloomberg, MNCS

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

Rating	0.1	1	3	5	10
AAA	29.16	43.23	58.55	69.14	80.56
AA	52.30	78.77	108.69	136.02	175.08
A	142.01	206.75	257.82	299.77	341.67
BBB	343.30	394.24	456.62	509.43	596.05

Sources : IBPA, MNCS

Exhibit 5. Government Bond Ownership by Type (%) (Sep 27, 2023)

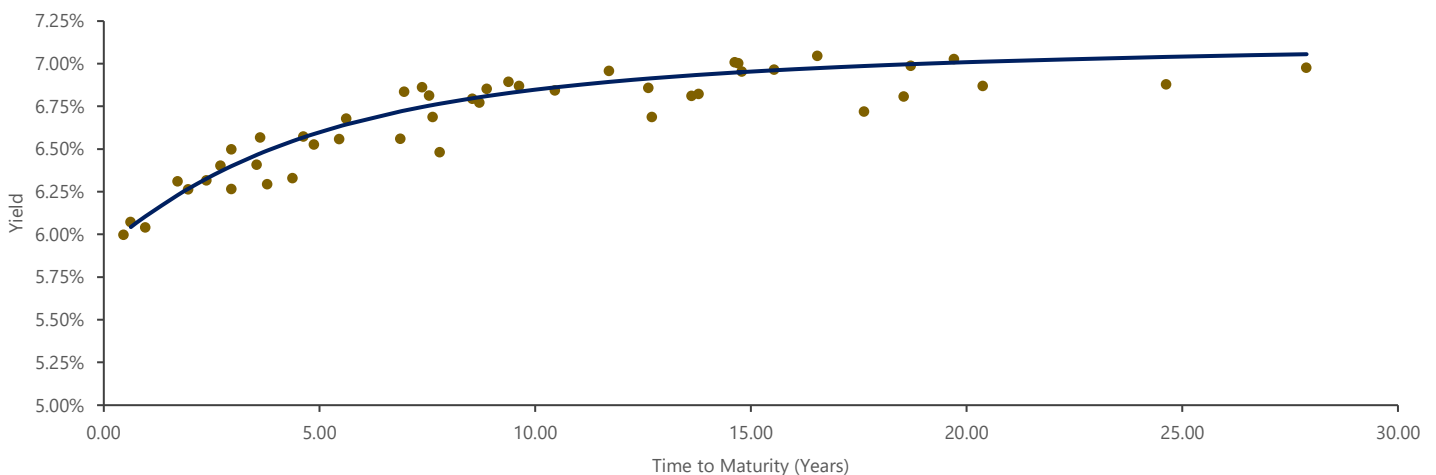
Series	Jan-23	Feb-23	Mar-23	Apr-23	May-23	Jun-23	Jul-23	Aug-23	Sep-23
Central Bank	17.28	17.49	18.27	20.10	17.22	17.43	16.16	16.08	16.30
Banks	33.51	33.24	31.93	29.82	31.72	31.06	31.45	31.14	30.56
Foreign	15.10	14.79	14.89	14.86	15.31	15.51	15.56	15.37	15.16
MF, IF & PF	18.99	19.39	19.86	19.81	20.28	20.50	20.92	21.20	21.62

Sources : DJPPR, MNCS

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

Series	Coupon	Maturity	TTM	Last Price	YTM	Yield Curve	Fair Price	Notes
FR70	8.375	15-Mar-24	0.46	101.03	6.00%	6.01%	101.05	Fair
FR77	8.125	15-May-24	0.63	101.21	6.07%	6.04%	101.25	Fair
FR44	10.000	15-Sep-24	0.96	103.59	6.04%	6.10%	103.58	Premium
FR81	6.500	15-Jun-25	1.71	100.29	6.31%	6.23%	100.42	Discounted
FR40	11.000	15-Sep-25	1.96	108.55	6.26%	6.27%	108.60	Fair
FR84	7.250	15-Feb-26	2.38	102.01	6.31%	6.33%	102.00	Fair
FR86	5.500	15-Jun-26	2.71	97.92	6.40%	6.37%	97.86	Fair
FR37	12.000	15-Sep-26	2.96	115.21	6.27%	6.40%	114.89	Premium
FR56	8.375	15-Sep-26	2.96	104.96	6.50%	6.40%	105.25	Discounted
FR90	5.125	15-Apr-27	3.54	96.00	6.41%	6.47%	95.81	Premium
FR59	7.000	15-May-27	3.63	101.36	6.57%	6.47%	101.67	Discounted
FR42	10.250	15-Jul-27	3.79	113.11	6.29%	6.49%	112.44	Premium
FR47	10.000	15-Feb-28	4.38	113.80	6.33%	6.55%	112.95	Premium
FR64	6.125	15-May-28	4.63	98.23	6.57%	6.57%	98.25	Fair
FR95	6.375	15-Aug-28	4.88	99.37	6.53%	6.59%	99.11	Premium
FR71	9.000	15-Mar-29	5.46	111.03	6.56%	6.63%	110.70	Premium
FR78	8.250	15-May-29	5.63	107.25	6.68%	6.64%	107.43	Fair
FR52	10.500	15-Aug-30	6.88	121.49	6.56%	6.72%	120.53	Premium
FR82	7.000	15-Sep-30	6.96	100.90	6.84%	6.73%	101.50	Discounted
FR87	6.500	15-Feb-31	7.38	97.93	6.86%	6.75%	98.58	Discounted
FR85	7.750	15-Apr-31	7.54	105.44	6.81%	6.75%	105.81	Discounted
FR73	8.750	15-May-31	7.63	112.14	6.69%	6.76%	111.71	Premium
FR54	9.500	15-Jul-31	7.79	118.20	6.48%	6.77%	116.33	Premium
FR91	6.375	15-Apr-32	8.54	97.32	6.79%	6.80%	97.29	Fair
FR58	8.250	15-Jun-32	8.71	109.58	6.77%	6.80%	109.37	Fair
FR74	7.500	15-Aug-32	8.88	104.24	6.85%	6.81%	104.53	Fair
FR96	7.000	15-Feb-33	9.38	100.71	6.89%	6.83%	101.17	Discounted
FR65	6.625	15-May-33	9.63	98.30	6.87%	6.84%	98.52	Fair
FR68	8.375	15-Mar-34	10.46	111.29	6.84%	6.86%	111.16	Fair
FR80	7.500	15-Jun-35	11.71	104.29	6.96%	6.89%	104.80	Discounted
FR72	8.250	15-May-36	12.63	111.61	6.86%	6.91%	111.13	Premium
FR88	6.250	15-Jun-36	12.71	96.29	6.69%	6.91%	94.42	Premium
FR45	9.750	15-May-37	13.63	125.80	6.81%	6.93%	124.57	Premium
FR93	6.375	15-Jul-37	13.79	96.03	6.82%	6.93%	95.07	Premium
FR75	7.500	15-May-38	14.63	104.46	7.01%	6.95%	105.00	Discounted
FR50	10.500	15-Jul-38	14.79	132.41	6.95%	6.95%	132.46	Fair
FR98	7.125	15-Jun-38	14.71	101.10	7.00%	6.95%	101.58	Fair
FR79	8.375	15-Apr-39	15.54	113.26	6.96%	6.96%	113.29	Fair
FR83	7.500	15-Apr-40	16.54	104.39	7.05%	6.97%	105.11	Discounted
FR57	9.500	15-May-41	17.63	128.45	6.72%	6.99%	125.24	Premium
FR62	6.375	15-Apr-42	18.54	95.50	6.81%	7.00%	93.60	Premium
FR92	7.125	15-Jun-42	18.71	101.42	6.99%	7.00%	101.30	Fair
FR97	7.125	15-Jun-43	19.71	101.03	7.03%	7.01%	101.24	Fair
FR67	8.750	15-Feb-44	20.38	120.45	6.87%	7.01%	118.69	Premium
FR76	7.375	15-May-48	24.63	105.85	6.88%	7.04%	103.88	Premium
FR89	6.875	15-Aug-51	27.88	98.76	6.98%	7.06%	97.80	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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