

Exhibit 1. Daily Market Updates

Equity	Last	%
JCI	6,888.52	+0.20%
STI	3,174.39	+0.61%
HSI	17,485.98	+1.58%
SSEC	3,110.48	CLOSED
FTSE	7,494.58	+0.58%
GDAX	15,229.77	+1.06%
DJI	33,407.58	+0.87%
S&P 500	4,308.50	+1.18%
NDX	14,973.24	+1.70%

10-yr Bond	Last	Bps
ID	6.99	-2.75
US	4.78	+6.00
UK	4.54	-3.70
JP	0.81	-0.70
CN	2.68	CLOSED
MY	4.09	-1.00
TH	3.33	+0.30

Exchange Rate	Last	%
USD/IDR	15,610	-0.03%
EUR/IDR	16,481	+0.46%
GBP/IDR	19,055	+0.64%
HKD/IDR	1,994	-0.06%
SGD/IDR	11,422	+0.34%
AUD/IDR	9,937	+0.47%

Sources : Bloomberg, MNCS

Exhibit 2. Risk Indicators

Category	Last	%
5-yr CDS	100.70	+0.6%
VIX	18.63	+0.8%

Sources : Bloomberg, MNCS

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Global Market Updates

- US stock indexes posted considerable gains Friday (Oct 6, 2023) despite an initial battering from rising yields after the US Non Farm Payroll readings for Sep-23 missed expectations by large, taking a 336k hike as opposed to forecasts of a meager 170k coupled with strong earnings release anticipations.
- The 10-yr UST yield closed higher at 4.78%, sliding down from its peak of 4.81% in the first session, followed by the 2-yr yield jumping by 5 bps to 5.08%.
- The market responded positively to the weak average hourly earnings in Sep-23, which only rose 0.2% MoM/4.3% YoY (vs 0.3% MoM/4.3% YoY), setting the stage for a more favorable inflation outlook when coupled with the apparent weakening in crude demand (oil slipped -8.45% last week up to Friday).
- In the midst of these hawkish and dovish sentiments at play, markets have raised their expectations of a rate hike by the Fed to likely take place in Nov-23 or Dec-23 (almost a 50/50 probability reflected from the swap markets price-ins).
- A renewed risk on treasuries and the fight against inflation arose from the outlashes of Israel-Palestine conflict, with the two states having officially declared war, incurring a harrowing amount of casualties. Crude surged almost 5% during today's opening, with the UST 10-yr movements tracked above c. 4.80% already. The 2s10s have once again steepened to c. -27 bps, the narrowest it has been this year, posing as a bearish risk for equities to start the week.

Domestic Market Updates

- Indonesian benchmark series of LCY government bonds posted slight gains Friday (Oct 6, 2023), following encouraging UST yield trends. The 10-yr benchmark series yield eased 2.75 bps to 6.99%. The 2s10s Indo GB spread bull flattened to 59 bps.
- IDR was mixed against most global major currencies, cancelling some of the losses against USD (USD/IDR slipped 0.03% to 15,610).
- As of Oct 5, 2023, Indonesian gov't securities posted a net inflow of IDR8.15tn WTD, with domestic banks, funds and individual investors accruing most of the ownerships. Non residents continued its net outflow, amounting to IDR3.18tn during this period.
- Our base case is mainly to see domestic bond markets to continue its rebound, but factoring in the new crude surge and the uncertainties from the political instability in the Middle East, we anticipate surprise shocks.

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 6.90-7.10% for today.
- Attractive Indo GB series to be traded today : FR0082, FR0087, FR0096, FR0100.

Exhibit 3. Benchmark LCY Government Bond Prices (Oct 6, 2023)

Series	Benchmark	Last Price	YTM	-1D Price	-1D YTM
FR0095	5-year	98.41	6.76%	98.15	6.83%
FR0096	10-year	100.04	6.99%	99.92	7.03%
FR0098	15-year	99.45	7.18%	99.50	7.20%
FR0097	20-year	99.76	7.15%	99.44	7.20%

Sources : Bloomberg, MNCS

Exhibit 4. Corporate Bond Credit Spread Matrices (Oct 6, 2023)

Rating	0.1	1	3	5	10
AAA	24.07	39.70	51.74	64.83	83.65
AA	50.00	78.30	105.95	131.90	170.66
A	144.36	204.32	256.58	296.72	346.51
BBB	342.35	391.88	449.79	505.87	595.84

Sources : IBPA, MNCS

Exhibit 5. Government Bond Ownership by Type (%) (Sep 29, 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	16.91
Banks	33.51	33.24	31.93	29.82	31.72	31.06	31.45	31.14	29.73
Foreign	15.10	14.79	14.89	14.86	15.31	15.51	15.56	15.37	14.95
MF, IF & PF	18.99	19.39	19.86	19.81	20.28	20.50	20.92	21.20	21.66

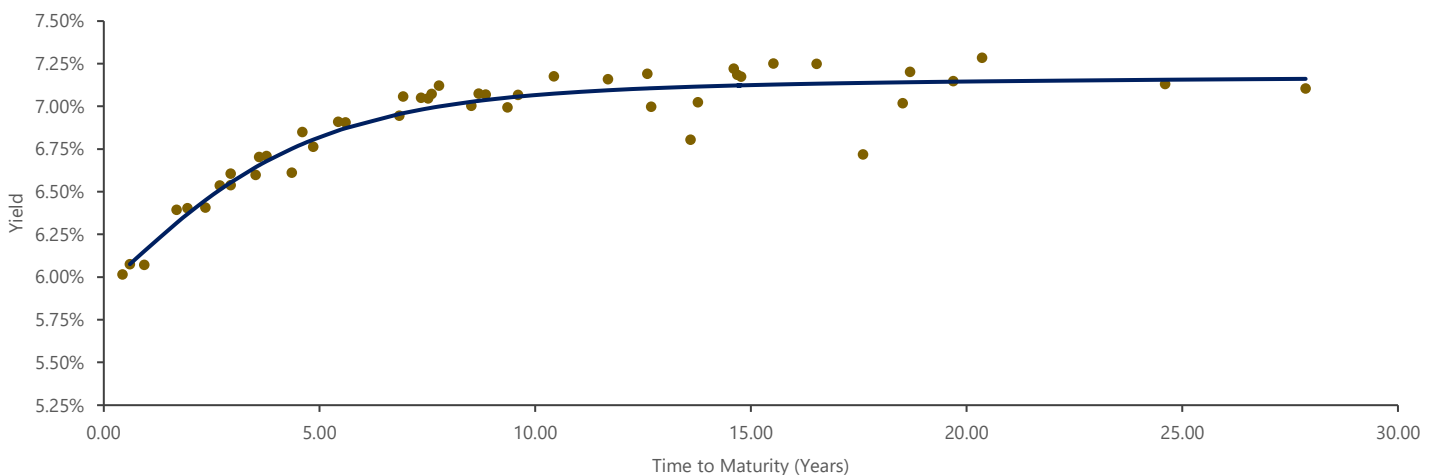
Sources : DJPPR, MNCS

Exhibit 06. LCY Government Bond Valuation (Oct 6, 2023)

Series	Coupon	Maturity	TTM	Last Price	YTM	Yield Curve	Fair Price	Notes
FR70	8.375	15-Mar-24	0.44	100.98	6.01%	6.04%	100.99	Fair
FR77	8.125	15-May-24	0.61	101.18	6.07%	6.07%	101.20	Fair
FR44	10.000	15-Sep-24	0.94	103.50	6.07%	6.15%	103.46	Premium
FR81	6.500	15-Jun-25	1.69	100.16	6.39%	6.32%	100.28	Discounted
FR40	11.000	15-Sep-25	1.94	108.22	6.40%	6.37%	108.33	Fair
FR84	7.250	15-Feb-26	2.36	101.80	6.41%	6.45%	101.71	Fair
FR86	5.500	15-Jun-26	2.69	97.63	6.54%	6.51%	97.53	Fair
FR37	12.000	15-Sep-26	2.94	114.35	6.54%	6.55%	114.35	Fair
FR56	8.375	15-Sep-26	2.94	104.64	6.60%	6.55%	104.80	Discounted
FR90	5.125	15-Apr-27	3.52	95.45	6.60%	6.64%	95.30	Fair
FR59	7.000	15-May-27	3.61	100.93	6.70%	6.66%	101.08	Fair
FR42	10.250	15-Jul-27	3.77	111.59	6.71%	6.68%	111.72	Fair
FR47	10.000	15-Feb-28	4.36	112.61	6.61%	6.75%	112.07	Premium
FR64	6.125	15-May-28	4.61	97.18	6.85%	6.78%	97.44	Discounted
FR95	6.375	15-Aug-28	4.86	98.41	6.76%	6.80%	98.24	Fair
FR71	9.000	15-Mar-29	5.44	109.33	6.91%	6.86%	109.59	Discounted
FR78	8.250	15-May-29	5.61	106.15	6.90%	6.87%	106.31	Fair
FR52	10.500	15-Aug-30	6.86	119.10	6.94%	6.96%	119.06	Fair
FR82	7.000	15-Sep-30	6.94	99.68	7.06%	6.96%	100.21	Discounted
FR87	6.500	15-Feb-31	7.36	96.88	7.05%	6.98%	97.26	Discounted
FR85	7.750	15-Apr-31	7.52	104.05	7.05%	6.99%	104.40	Discounted
FR73	8.750	15-May-31	7.61	109.72	7.07%	6.99%	110.23	Discounted
FR54	9.500	15-Jul-31	7.77	113.98	7.12%	7.00%	114.78	Discounted
FR91	6.375	15-Apr-32	8.52	96.02	7.00%	7.03%	95.87	Fair
FR58	8.250	15-Jun-32	8.69	107.52	7.07%	7.03%	107.80	Fair
FR74	7.500	15-Aug-32	8.86	102.79	7.07%	7.04%	103.00	Fair
FR96	7.000	15-Feb-33	9.36	100.04	6.99%	7.05%	99.64	Premium
FR65	6.625	15-May-33	9.61	96.96	7.07%	7.06%	97.01	Fair
FR68	8.375	15-Mar-34	10.44	108.70	7.17%	7.07%	109.48	Discounted
FR80	7.500	15-Jun-35	11.69	102.66	7.16%	7.09%	103.17	Discounted
FR72	8.250	15-May-36	12.61	108.67	7.19%	7.11%	109.42	Discounted
FR88	6.250	15-Jun-36	12.69	93.78	7.00%	7.11%	92.91	Premium
FR45	9.750	15-May-37	13.61	125.85	6.80%	7.11%	122.72	Premium
FR93	6.375	15-Jul-37	13.77	94.33	7.02%	7.12%	93.55	Premium
FR75	7.500	15-May-38	14.61	102.49	7.22%	7.12%	103.39	Discounted
FR50	10.500	15-Jul-38	14.77	129.97	7.17%	7.12%	130.53	Discounted
FR98	7.125	15-Jun-38	14.69	99.45	7.18%	7.12%	100.01	Discounted
FR79	8.375	15-Apr-39	15.52	110.37	7.25%	7.13%	111.60	Discounted
FR83	7.500	15-Apr-40	16.52	102.40	7.25%	7.13%	103.53	Discounted
FR57	9.500	15-May-41	17.61	128.45	6.72%	7.14%	123.46	Premium
FR62	6.375	15-Apr-42	18.52	93.39	7.02%	7.14%	92.20	Premium
FR92	7.125	15-Jun-42	18.69	99.21	7.20%	7.14%	99.82	Discounted
FR97	7.125	15-Jun-43	19.69	99.76	7.15%	7.14%	99.78	Fair
FR67	8.750	15-Feb-44	20.36	115.41	7.28%	7.15%	117.05	Discounted
FR76	7.375	15-May-48	24.61	102.81	7.13%	7.16%	102.51	Fair
FR89	6.875	15-Aug-51	27.86	97.22	7.10%	7.16%	96.56	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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