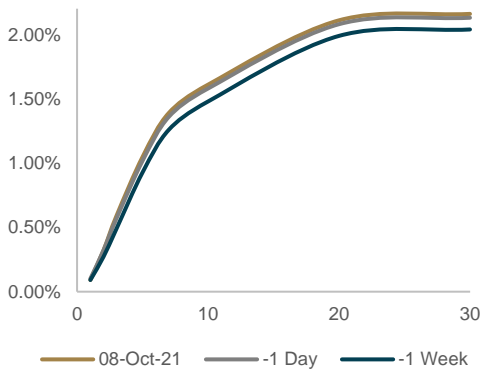


Exhibit 1. U.S. Treasury Yield



Source : U.S Treasury Department

Exhibit 2. Global Gov't Bond Yield

Country	08-Oct-21	-1 Day	-1 Week
U.S	1.61%	1.57%	1.46%
U.K	1.12%	1.08%	1.00%
Germany	-0.16%	-0.19%	-0.22%
Australia	1.64%	1.59%	1.49%
Japan	0.09%	0.07%	0.06%
China	2.90%	2.88%	2.88%
Malaysia	3.61%	3.60%	3.35%
Thailand	1.94%	1.92%	1.89%

Source : Bloomberg

Exhibit 3. Market Indicators

Indicators	Unit	Value
U.S. Treasury	%	1.61
Indo 5-Year CDS	bps	87.36
USD/IDR	points	14,223
BI 7DRR	%	3.50

Source : Bloomberg as of October 8, 2021



Tirta Widi Gilang Citradi

Economist & Fixed Income Analyst

Global Market Update

- The 10-year U.S. treasury yield rose and topping 1.60% despite the disappointing Non-Farm Payroll (NFP) data in September-21.
- The NFP rose by just 194,000 in September-21. Lower than consensus estimate of more than 450,000.
- The unemployment rate fell to 4.8% and already in the same level in the late 2016. The unemployment rate figure was better than consensus estimate at 5.1%.
- The government payrolls surprisingly dropped by 123,000 while private jobs increased by 317,000.
- Wages for U.S. workers keep rising with 0.60% monthly gain or equivalent to 4.60% YoY increase.
- The Fed is expected to stick on its plan rolling back its asset purchase and will likely to announce bond taper in November-21.
- U.S. equity market closed lower last Friday (10/08/21) with DJI slightly declined by 0.03%. While S&P 500 and Nasdaq Composite dropped by 0.19% and 0.51% respectively.
- The U.K. and European countries benchmark government bond yields also increased following U.S. treasury yield hike to the highest level since June-21.

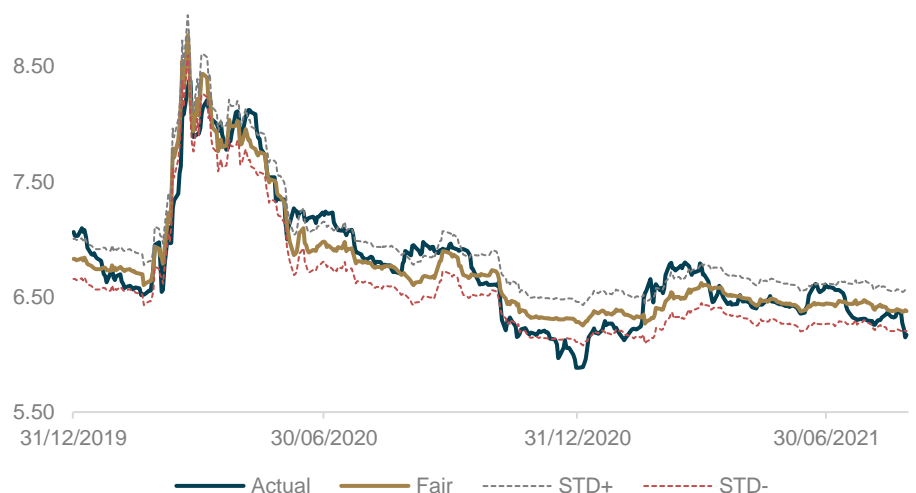
Domestic Market Update

- The 10-year Indo GB closed 1 bps higher to 6.22% on Friday (10/08/21). The benchmark yield was still in our forecast range of 6.20%-6.30%.
- The 5-year Indo CDS increased to 87.36 bps last week. Rupiah slightly depreciated against USD to IDR 14.223/USD.
- Bank Indonesia (BI) reported, consumer confidence index rose to 95.5 in September-21 from 77.3 in August-21.
- Improving consumer sentiment is in line with what we have expected, along with gradual reopening of the economy. Should the Covid-19 cases continue to decline and other epidemiologic indicator improve, we expect consumer confidence will likely to bounce back above 100.

Market Projection

- We expect the 10 year Indo GB yield to increase and tend to move within range of 6.20% - 6.30% today.
- Attractive Indo GB series to be traded today : FR0086, FR0090, FR0082, FR0087, FR0091, FR0068, FR0080, FR0072.

Exhibit 4. 10 Year Indo GB Fair Yield



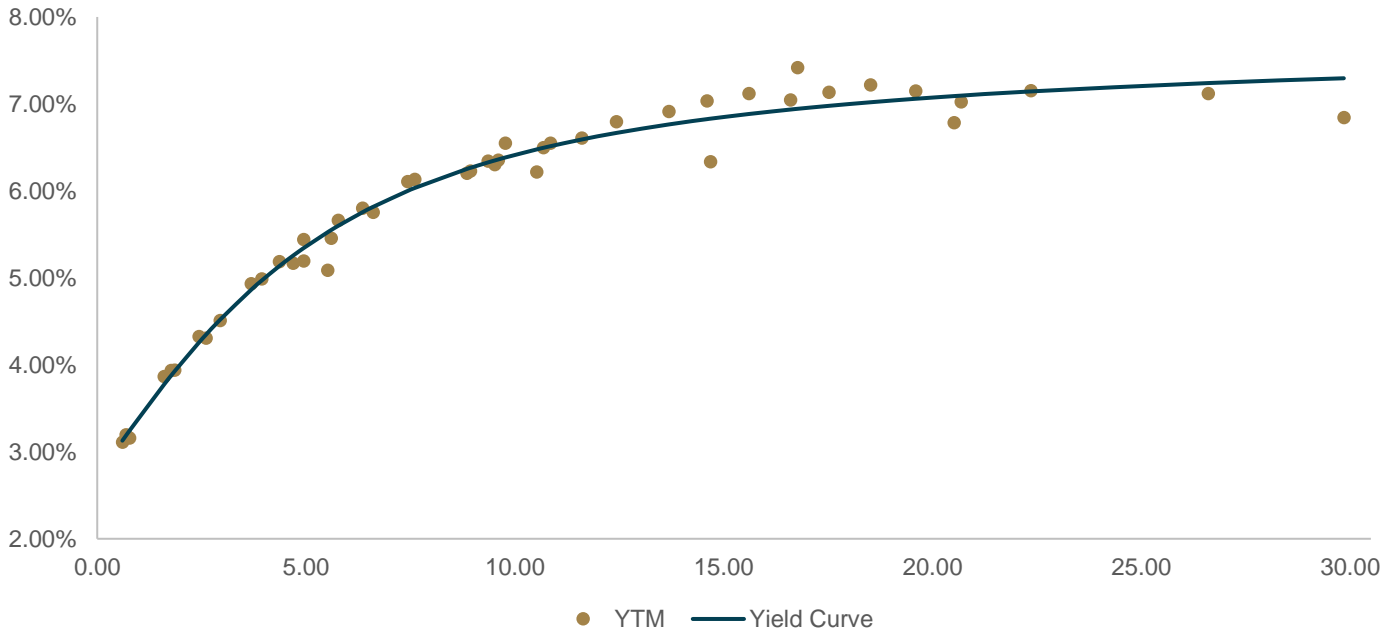
Source : Bloomberg, MNCS Calculation

Exhibit 5. Indo GB Series Valuation

Series	Maturity	TTM	Last Price	YTM	Fair Yield	Fair Price	Valuation
FR61	15-May-22	0.60	102.26	3.11%	3.13%	102.29	Fair
FR35	15-Jun-22	0.68	106.42	3.20%	3.19%	106.53	Fair
FR43	15-Jul-22	0.77	105.26	3.16%	3.24%	105.27	Fair
FR63	15-May-23	1.60	102.69	3.87%	3.78%	102.85	Fair
FR46	15-Jul-23	1.77	109.35	3.94%	3.88%	109.51	Fair
FR39	15-Aug-23	1.85	113.74	3.94%	3.93%	113.84	Fair
FR70	15-Mar-24	2.43	109.22	4.33%	4.26%	109.43	Fair
FR77	15-May-24	2.60	109.26	4.31%	4.35%	109.20	Fair
FR44	15-Sep-24	2.94	114.88	4.51%	4.52%	114.91	Fair
FR81	15-Jun-25	3.69	105.20	4.93%	4.86%	105.45	Fair
FR40	15-Sep-25	3.94	121.18	4.99%	4.97%	121.31	Fair
FR84	15-Feb-26	4.36	107.92	5.19%	5.14%	108.15	Fair
FR86	15-Jun-26	4.69	101.32	5.17%	5.26%	101.00	Fair
FR37	15-Sep-26	4.94	128.00	5.44%	5.34%	128.55	Fair
FR56	15-Sep-26	4.94	113.65	5.20%	5.34%	113.00	Fair
FR90	15-Apr-27	5.52	100.17	5.09%	5.53%	98.11	Premium
FR59	15-May-27	5.60	107.35	5.46%	5.55%	106.89	Fair
FR42	15-Jul-27	5.77	122.25	5.66%	5.60%	122.65	Fair
FR47	15-Feb-28	6.35	122.00	5.80%	5.76%	122.30	Fair
FR64	15-May-28	6.60	102.00	5.76%	5.82%	101.67	Fair
FR71	15-Mar-29	7.43	117.06	6.11%	6.00%	117.78	Fair
FR78	15-May-29	7.60	112.67	6.14%	6.03%	113.35	Fair
FR52	15-Aug-30	8.85	128.88	6.21%	6.25%	128.52	Fair
FR82	15-Sep-30	8.94	105.20	6.23%	6.27%	104.96	Fair
FR87	15-Feb-31	9.36	101.08	6.34%	6.33%	101.19	Fair
FR85	15-Apr-31	9.52	110.23	6.30%	6.35%	109.88	Fair
FR73	15-May-31	9.60	116.99	6.36%	6.36%	116.96	Fair
FR54	15-Jul-31	9.77	121.00	6.55%	6.38%	122.37	Fair
FR91	15-Apr-32	10.52	101.18	6.22%	6.48%	99.23	Premium
FR58	15-Jun-32	10.69	113.33	6.50%	6.50%	113.35	Fair
FR74	15-Aug-32	10.85	107.28	6.55%	6.51%	107.57	Fair
FR65	15-May-33	11.60	100.13	6.61%	6.59%	100.26	Fair
FR68	15-Mar-34	12.43	113.08	6.80%	6.67%	114.28	Fair
FR80	15-Jun-35	13.69	105.12	6.91%	6.76%	106.48	Fair
FR72	15-May-36	14.60	110.95	7.04%	6.83%	113.03	Discounted
FR88	15-Jun-36	14.69	99.18	6.34%	6.83%	94.66	Premium
FR45	15-May-37	15.60	124.50	7.12%	6.88%	127.14	Discounted
FR75	15-May-38	16.60	104.40	7.05%	6.94%	105.50	Fair
FR50	15-Jul-38	16.77	129.25	7.42%	6.94%	134.89	Discounted
FR79	15-Apr-39	17.52	112.29	7.13%	6.98%	113.99	Fair
FR83	15-Apr-40	18.52	102.83	7.22%	7.02%	104.93	Discounted
FR57	15-May-41	19.60	124.55	7.15%	7.06%	125.68	Fair
FR62	15-Apr-42	20.52	95.50	6.78%	7.09%	92.32	Premium
FR92	15-Jun-42	20.69	101.08	7.02%	7.10%	100.30	Fair
FR67	15-Feb-44	22.35	117.65	7.15%	7.14%	117.78	Fair
FR76	15-May-48	26.60	103.02	7.12%	7.24%	101.57	Fair
FR89	15-Aug-51	29.85	100.40	6.84%	7.30%	94.91	Premium

Source : Bloomberg, MNCS Calculation as of October 8, 2021

Exhibit 6. Indo GB Yield Curve



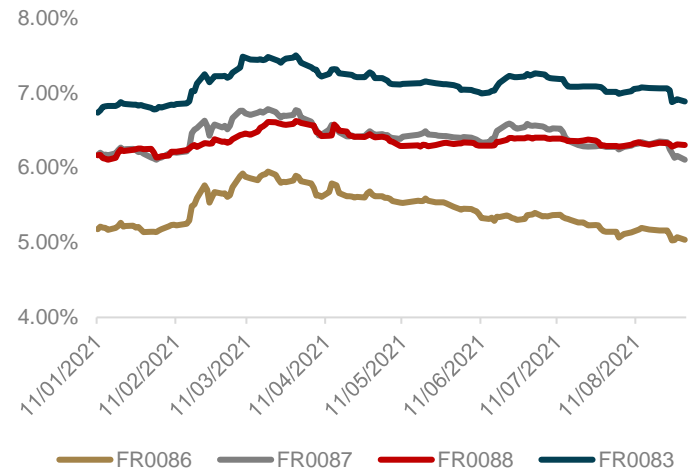
Source : Bloomberg, MNCS Calculation as of October 8, 2021

Exhibit 7. 10 Year U.S. Treasury & Indo GB Spread



Source : Bloomberg, MNCS Calculation

Exhibit 8. Indo GB Benchmark Series Yield



Source : Bloomberg

Exhibit 9. Indo GB Ownership by Type of Investors (%)

Bond Holder	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	Jul-21	Aug-21	Sep-21
Bank	37.96	37.09	37.86	36	36.33	32.5	31.92	33.45	33.69
Central Bank (Nett)	9.52	10.98	10.65	12.77	11.99	15.93	16.08	14.78	14.87
Mutual Fund	4.18	4.04	3.92	3.81	3.06	3.16	3.18	3.20	3.28
Insurance & Pension Fund	14.04	14.01	14.08	14.14	14.44	14.24	14.59	14.45	13.34
Foreign	24.86	23.81	22.89	22.74	22.76	22.82	22.53	22.44	21.56
Individuals	3.51	4.11	4.56	4.49	4.61	4.49	4.64	4.46	4.94
Others	5.93	5.97	6.03	6.05	6.83	6.95	7.07	7.21	8.31

Source : DJPPR as of September 30, 2021

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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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