

Exhibit 1. Daily Market Updates

Equity	Last	%
JCI	6,869.57	+0.87
STI	3,248.63	+0.31
HSI	19,413.78	+0.33
SSEC	3,237.70	+0.04
FTSE	7,434.57	-0.08
GDAX	16,105.07	-0.22
DJI	34,509.03	+0.33
S&P 500	4,505.42	-0.10
NDX	14,113.70	-0.18

10-yr Bond	Last	Bps
ID	6.16	+0.23
US	3.83	+6.88
UK	4.44	+2.20
JP	0.48	+0.60
CN	2.65	+0.10
MY	3.79	-6.00
TH	2.56	-1.10

Exchange Rate	Last	%
USD/IDR	14,958	-0.07%
EUR/IDR	16,800	+0.56%
GBP/IDR	19,626	+0.53%
HKD/IDR	1,914	-0.03%
SGD/IDR	11,333	+0.41%
AUD/IDR	10,279	+0.35%

Sources : Bloomberg, MNCS

Exhibit 2. Risk Indicators

Category	Last	%
5-yr CDS	81.33	-0.1
VIX	13.34	-2.0

Sources : Bloomberg, MNCS

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Global Market Updates

- Wall street's momentum got hampered upon last week's closing (Jul 14, 2023); Nasdaq got held back by -0.18%, S&P 500 edged down -0.1% and the DJI rose a mere +0.33% after sentiments and inflation projection data releases from University of Michigan (UoM) showed the inflation problem has yet to subside.
- The UoM sentiment/current conditions/expectations readings for July came at 72.6/77.5/69.4, reaching 2-year highs and overshot the consensus by large (65.5/70.5/62.0), and the 1-year inflation reading didn't make it any better (3.4% YoY vs Jun 3.3% YoY and consensus of 3.1% YoY).
- The overly-positive readings that showed rise in short-term price expectations nudged the Treasuries to reacted immediately, sending the sensitive 2-year UST notes to soar by 15 bps, while the 10-year UST notes jumped by 7 bps. The 2-10 year UST yield spread widened back to -0.91 bps.
- This put Fed officials on sustained caution, with Waller hinting a probable two-more hikes to be prescribed for this year, and swaps market already pricing in a 25 bps rate hike this month and another hike later this year with a 33.3% probability.
- Starting this week markets will discern several macro data readings, of utmost importance, GDP growth from China to gauge the global economy's outlook.

Domestic Market Updates

- Indonesia's benchmark series of LCY government bond ended last week relatively flat (Jul 14, 2023). The 10-year LCY government bond's (FR0096) yield upticked by 1 bps.
- The spread between 2-year and 10-year government bond slipped to 0.20% (vs previous day's/week's 0.24%/0.28%).
- IDR further appreciated against the USD last week and was closed mixed against other major currencies. The USD/IDR rate edged down by -0.07% to IDR14,958.
- The Indo GB saw a jump in overall positions as of Jun 13, 2023, with a recorded net inflow of IDR13tn, accounting conventional banks as the top net buyer (IDR9.9tn), followed by Insurance and Pension funds (IDR6tn) and nonresidents (IDR1.6tn), whilst BI released IDR5.1tn of its positions.

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 6.15-6.25% for today.
- Attractive Indo GB series to be traded today : FR0070, FR0078, FR0081, FR0082, FR0087, FR0096.

Exhibit 3. Benchmark LCY Government Bond Prices (Jul 14, 2023)

Series	Benchmark	Last Price	YTM	-1D Price	-1D YTM
FR0095	5-year	102.38	5.83%	102.38	5.82%
FR0096	10-year	106.01	6.16%	106.05	6.15%
FR0098	15-year	107.97	6.29%	108.03	6.29%
FR0097	20-year	108.01	6.41%	108.02	6.41%

Sources : Bloomberg, MNCS

Exhibit 4. Corporate Bond Credit Spread Matrices (Jul 14, 2023)

Rating	0.1	1	3	5	10
AAA	30.93	50.97	65.47	73.36	86.15
AA	53.63	104.70	122.89	147.90	184.23
A	154.78	204.24	248.06	286.95	353.88
BBB	337.15	409.83	457.98	499.64	592.24

Sources : IBPA, MNCS

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

Series	Jan-23	Feb-23	Mar-23	Apr-23	May-23	Jun-23
Central Bank	17.28	17.49	18.27	20.10	17.22	17.43
Banks	33.51	33.24	31.93	29.82	31.72	31.06
Foreign	15.10	14.79	14.89	14.86	15.31	15.51
MF, IF & PF	18.99	19.39	19.86	19.81	20.28	20.50

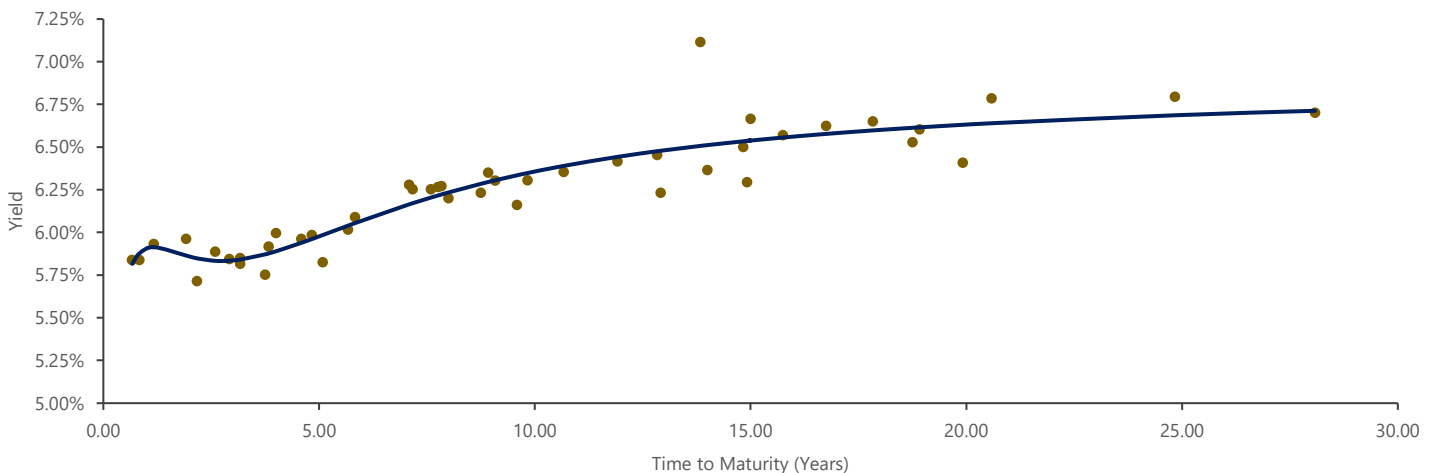
Sources : DJPPR, MNCS

Exhibit 06. LCY Government Bond Valuation (Jul 14, 2023)

Series	Coupon	Maturity	TTM	Last Price	YTM	Yield Curve	Fair Price	Notes
FR39	11.750	15-Aug-23	0.09	100.58	4.07%	5.01%	100.57	Premium
FR70	8.375	15-Mar-24	0.67	101.61	5.84%	5.82%	101.65	Discounted
FR77	8.125	15-May-24	0.84	101.81	5.84%	5.88%	101.80	Premium
FR44	10.000	15-Sep-24	1.17	104.48	5.93%	5.91%	104.54	Discounted
FR81	6.500	15-Jun-25	1.92	100.95	5.96%	5.86%	101.13	Discounted
FR40	11.000	15-Sep-25	2.17	110.59	5.71%	5.85%	110.35	Premium
FR84	7.250	15-Feb-26	2.59	103.21	5.89%	5.83%	103.35	Discounted
FR86	5.500	15-Jun-26	2.92	99.13	5.84%	5.83%	99.11	Discounted
FR37	12.000	15-Sep-26	3.17	117.50	5.85%	5.84%	117.58	Discounted
FR56	8.375	15-Sep-26	3.17	107.28	5.81%	5.84%	107.23	Premium
FR90	5.125	15-Apr-27	3.75	97.91	5.75%	5.87%	97.51	Premium
FR59	7.000	15-May-27	3.84	103.65	5.92%	5.88%	103.79	Discounted
FR42	10.250	15-Jul-27	4.00	114.91	6.00%	5.89%	115.35	Discounted
FR47	10.000	15-Feb-28	4.59	115.97	5.96%	5.94%	116.09	Discounted
FR64	6.125	15-May-28	4.84	100.57	5.98%	5.96%	100.67	Discounted
FR95	6.375	15-Aug-28	5.09	102.38	5.83%	5.99%	101.68	Premium
FR71	9.000	15-Mar-29	5.67	114.13	6.02%	6.04%	114.02	Premium
FR78	8.250	15-May-29	5.84	110.46	6.09%	6.06%	110.64	Discounted
FR52	10.500	15-Aug-30	7.09	123.82	6.28%	6.16%	124.58	Discounted
FR82	7.000	15-Sep-30	7.17	104.26	6.25%	6.17%	104.73	Discounted
FR87	6.500	15-Feb-31	7.59	101.48	6.25%	6.20%	101.76	Discounted
FR85	7.750	15-Apr-31	7.75	108.99	6.26%	6.22%	109.31	Discounted
FR73	8.750	15-May-31	7.84	115.13	6.27%	6.22%	115.48	Discounted
FR54	9.500	15-Jul-31	8.00	120.55	6.20%	6.23%	120.33	Premium
FR91	6.375	15-Apr-32	8.75	100.94	6.23%	6.29%	100.59	Premium
FR58	8.250	15-Jun-32	8.92	112.78	6.35%	6.30%	113.18	Discounted
FR74	7.500	15-Aug-32	9.09	108.17	6.30%	6.31%	108.16	Fair
FR96	7.000	15-Feb-33	9.59	106.01	6.16%	6.34%	104.72	Premium
FR65	6.625	15-May-33	9.84	102.31	6.30%	6.35%	101.99	Premium
FR68	8.375	15-Mar-34	10.67	115.48	6.35%	6.39%	115.17	Premium
FR80	7.500	15-Jun-35	11.92	108.93	6.42%	6.44%	108.70	Premium
FR72	8.250	15-May-36	12.84	115.50	6.45%	6.48%	115.30	Premium
FR88	6.250	15-Jun-36	12.92	100.16	6.23%	6.48%	98.01	Premium
FR45	9.750	15-May-37	13.84	122.93	7.11%	6.51%	129.28	Discounted
FR93	6.375	15-Jul-37	14.00	100.09	6.37%	6.51%	98.76	Premium
FR75	7.500	15-May-38	14.84	109.42	6.50%	6.53%	109.08	Premium
FR50	10.500	15-Jul-38	15.00	136.02	6.66%	6.54%	137.51	Discounted
FR98	7.125	15-Jun-38	14.92	107.97	6.29%	6.54%	105.55	Premium
FR79	8.375	15-Apr-39	15.75	117.54	6.57%	6.56%	117.69	Discounted
FR83	7.500	15-Apr-40	16.75	108.77	6.62%	6.58%	109.27	Discounted
FR57	9.500	15-May-41	17.84	129.50	6.65%	6.60%	130.16	Discounted
FR62	6.375	15-Apr-42	18.75	98.35	6.53%	6.61%	97.45	Premium
FR92	7.125	15-Jun-42	18.92	105.58	6.60%	6.62%	105.45	Premium
FR97	7.125	15-Jun-43	19.92	108.01	6.41%	6.63%	105.42	Premium
FR67	8.750	15-Feb-44	20.59	121.63	6.78%	6.64%	123.49	Discounted
FR76	7.375	15-May-48	24.84	106.90	6.79%	6.69%	108.28	Discounted
FR89	6.875	15-Aug-51	28.09	102.18	6.70%	6.71%	102.03	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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