

**Exhibit 1. Daily Market Updates**

Equity	Last	%
JCI	6,917.71	+0.27%
STI	3,286.16	+0.64%
HSI	19,434.40	+4.10%
SSEC	3,231.52	+2.13%
FTSE	7,691.80	+0.17%
GDAX	16,211.59	+0.13%
DJI	35,438.07	+0.08%
S&P 500	4,567.46	+0.28%
NDX	14,144.56	+0.61%

10-yr Bond	Last	Bps
ID	6.22	+0.16
US	3.90	+1.19
UK	4.27	+1.20
JP	0.47	+0.00
CN	2.67	+0.00
MY	3.81	-0.90
TH	2.59	+0.30

Exchange Rate	Last	%
USD/IDR	14,993	-0.20%
EUR/IDR	16,598	-0.26%
GBP/IDR	19,277	+0.06%
HKD/IDR	1,920	-0.17%
SGD/IDR	11,299	+0.12%
AUD/IDR	10,166	+0.51%

Sources : Bloomberg, MNCS

**Exhibit 2. Risk Indicators**

Category	Last	%
5-yr CDS	79.95	-0.4
VIX	13.86	-0.4

Sources : Bloomberg, MNCS

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**Global Market Updates**

- US equity indexes continued to close in the green with Nasdaq Composite leading the gain (+0.61%) followed by S&P500 (+0.28%) and DJI (+0.08%), catapulted by the two-year high consumer confidence index reading and positive anticipations revolved around earnings releases, with Alphabet Inc. earnings having exceeded analysts' expectations.
- Ahead of the Fed's FOMC, strong consumer confidence readings directs the narrative towards a soft-landing for the US economy, though it'd be premature to say the Fed is settling down from its fight against inflation.
- Rates on swap contracts priced-in a 50% chance another 25 bps hike is to take place after July, and depending on the this Friday's supercore PCE reading, we might see a higher for longer scenario.
- US long-term 10-year Treasury notes yields rose by +1.19 bps to 3.90%, while the Fed sentiment-sensitive short-termed 2-year notes fell by 5 bps. Elsewhere, the 10-year German bund remain muted, whereas the 10-year UK Gilt rose +1.2 bps to 4.27%.

**Domestic Market Updates**

- Indonesia's benchmark series of LCY government bonds saw a mild depreciation Tuesday (Jul 25, 2023) following BI's RDG resolution on leaving the 7DRR unchanged at 5.75%.
- The 10-year (FR0096) yield remain muted at 6.22%, while also being the highly bid series from yesterday's SUN auction, with a total bid value of IDR12.8tn and a bid-to-cover of 3.1x.
- We saw a decline in the total incoming bids of IDR30.9tn compared to the last auctions IDR47tn as investors likely remained alert ahead of the RDG and the Fed's FOMC.
- The IDR appreciated against the USD and was mixed against other major currencies. The USD/IDR went down by -0.2% to IDR14,993.
- BI reiterated to maintain current 7DRR even if the Fed is still looking at two rate hikes to come this year, fixating their focus on IDR stabilization through their triple intervention scheme, macroprudential liquidity incentives to boost credit growth, and growth inclusion for MSMEs by MDR adjustments (currently at 0.3%).

**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 6.25-6.30% for today.
- Attractive Indo GB series to be traded today : FR0077, FR0081, FR0082, FR0087, FR0096.

**Exhibit 3. Benchmark LCY Government Bond Prices (Jul 25, 2023)**

Series	Benchmark	Last Price	YTM	-1D Price	-1D YTM
FR0095	5-year	102.07	5.90%	102.11	5.89%
FR0096	10-year	105.54	6.22%	105.55	6.22%
FR0098	15-year	107.28	6.36%	107.38	6.35%
FR0097	20-year	107.68	6.43%	107.72	6.43%

Sources : Bloomberg, MNCS

**Exhibit 4. Corporate Bond Credit Spread Matrices (Jul 25, 2023)**

Rating	0.1	1	3	5	10
AAA	36.32	50.93	63.24	70.84	80.37
AA	57.66	100.54	130.90	154.78	187.07
A	147.52	197.08	243.32	283.78	354.30
BBB	338.12	403.63	454.05	499.71	591.78

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

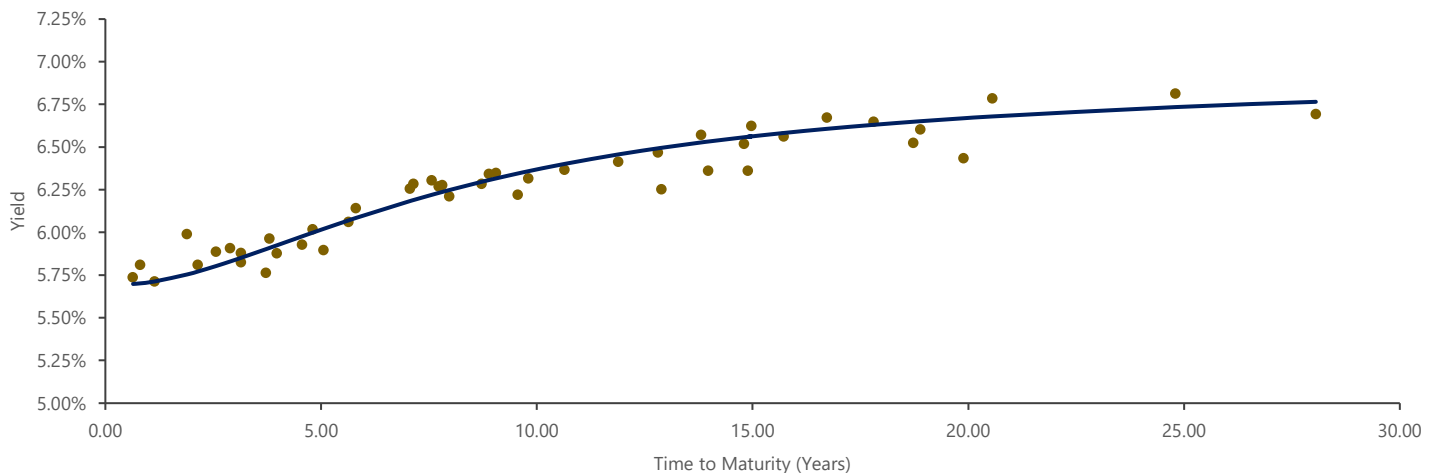
Sources : DJPPR, MNCS

## Exhibit 06. LCY Government Bond Valuation (Jul 25, 2023)

Series	Coupon	Maturity	TTM	Last Price	YTM	Yield Curve	Fair Price	Notes
FR39	11.750	15-Aug-23	0.06	100.60	0.30%	5.70%	100.33	Premium
FR70	8.375	15-Mar-24	0.64	101.61	5.74%	5.70%	101.65	Discounted
FR77	8.125	15-May-24	0.81	101.78	5.81%	5.70%	101.87	Discounted
FR44	10.000	15-Sep-24	1.14	104.64	5.71%	5.71%	104.66	Fair
FR81	6.500	15-Jun-25	1.89	100.89	5.99%	5.75%	101.31	Discounted
FR40	11.000	15-Sep-25	2.14	110.27	5.81%	5.77%	110.38	Discounted
FR84	7.250	15-Feb-26	2.56	103.19	5.89%	5.80%	103.39	Discounted
FR86	5.500	15-Jun-26	2.89	98.98	5.91%	5.83%	99.13	Discounted
FR37	12.000	15-Sep-26	3.14	117.45	5.82%	5.85%	117.40	Fair
FR56	8.375	15-Sep-26	3.14	107.04	5.88%	5.85%	107.14	Fair
FR90	5.125	15-Apr-27	3.72	97.89	5.76%	5.90%	97.43	Premium
FR59	7.000	15-May-27	3.81	103.47	5.96%	5.91%	103.66	Discounted
FR42	10.250	15-Jul-27	3.97	115.28	5.88%	5.92%	115.11	Premium
FR47	10.000	15-Feb-28	4.56	116.04	5.93%	5.98%	115.84	Premium
FR64	6.125	15-May-28	4.81	100.44	6.02%	6.00%	100.51	Fair
FR95	6.375	15-Aug-28	5.06	102.07	5.90%	6.02%	101.52	Premium
FR71	9.000	15-Mar-29	5.64	113.84	6.06%	6.07%	113.81	Fair
FR78	8.250	15-May-29	5.81	110.15	6.14%	6.08%	110.45	Discounted
FR52	10.500	15-Aug-30	7.06	123.90	6.26%	6.18%	124.38	Discounted
FR82	7.000	15-Sep-30	7.14	104.06	6.28%	6.19%	104.61	Discounted
FR87	6.500	15-Feb-31	7.56	101.16	6.30%	6.22%	101.67	Discounted
FR85	7.750	15-Apr-31	7.72	108.94	6.27%	6.23%	109.19	Discounted
FR73	8.750	15-May-31	7.81	115.06	6.28%	6.24%	115.34	Discounted
FR54	9.500	15-Jul-31	7.97	120.42	6.21%	6.25%	120.18	Premium
FR91	6.375	15-Apr-32	8.72	100.59	6.28%	6.30%	100.51	Fair
FR58	8.250	15-Jun-32	8.89	112.81	6.34%	6.31%	113.06	Discounted
FR74	7.500	15-Aug-32	9.06	107.85	6.35%	6.32%	108.07	Fair
<b>FR96</b>	<b>7.000</b>	<b>15-Feb-33</b>	<b>9.56</b>	<b>105.55</b>	<b>6.22%</b>	<b>6.34%</b>	<b>104.64</b>	Premium
FR65	6.625	15-May-33	9.81	102.22	6.32%	6.36%	101.91	Premium
FR68	8.375	15-Mar-34	10.64	115.33	6.37%	6.40%	115.05	Premium
FR80	7.500	15-Jun-35	11.89	108.93	6.41%	6.46%	108.56	Premium
FR72	8.250	15-May-36	12.81	115.35	6.47%	6.49%	115.11	Fair
FR88	6.250	15-Jun-36	12.89	99.98	6.25%	6.50%	97.87	Premium
FR45	9.750	15-May-37	13.81	128.53	6.57%	6.53%	129.02	Discounted
FR93	6.375	15-Jul-37	13.97	100.14	6.36%	6.53%	98.57	Premium
FR75	7.500	15-May-38	14.81	109.23	6.52%	6.56%	108.83	Premium
FR50	10.500	15-Jul-38	14.97	136.45	6.62%	6.56%	137.18	Discounted
FR98	7.125	15-Jun-38	14.89	107.28	6.36%	6.56%	105.31	Premium
FR79	8.375	15-Apr-39	15.72	117.60	6.56%	6.58%	117.38	Fair
FR83	7.500	15-Apr-40	16.72	108.25	6.67%	6.61%	108.95	Discounted
FR57	9.500	15-May-41	17.81	129.48	6.65%	6.63%	129.72	Fair
FR62	6.375	15-Apr-42	18.72	98.39	6.52%	6.65%	97.09	Premium
FR92	7.125	15-Jun-42	18.89	105.59	6.60%	6.65%	105.05	Premium
FR97	7.125	15-Jun-43	19.89	107.68	6.43%	6.67%	104.98	Premium
FR67	8.750	15-Feb-44	20.56	121.62	6.78%	6.68%	122.96	Discounted
FR76	7.375	15-May-48	24.81	106.67	6.81%	6.73%	107.66	Discounted
FR89	6.875	15-Aug-51	28.06	102.30	6.69%	6.76%	101.37	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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