

Exhibit 1. Daily Market Updates

Equity	Last	%
JCI	6,966.66	+0.13%
STI	3,220.22	-0.09%
HSI	18,482.86	-0.01%
SSEC	3,137.14	+0.04%
FTSE	7,473.67	+0.12%
GDAX	15,891.93	-0.24%
DJI	34,890.24	+0.11%
S&P 500	4,514.87	+0.38%
NDX	14,019.31	+0.54%

10-yr Bond	Last	Bps
ID	6.36	-0.59
US	4.11	-0.58
UK	4.42	+0.00
JP	0.65	-0.10
CN	2.58	-0.70
MY	3.84	-0.40
TH	2.76	-0.40

Exchange Rate	Last	%
USD/IDR	15,240	-0.13%
EUR/IDR	16,556	+0.34%
GBP/IDR	19,256	+0.05%
HKD/IDR	1,942	-0.14%
SGD/IDR	11,256	-0.08%
AUD/IDR	9,845	+0.24%

Sources : Bloomberg, MNCS

Exhibit 2. Risk Indicators

Category	Last	%
5-yr CDS	83.08	-1.3%
VIX	13.88	-3.9%

Sources : Bloomberg, MNCS

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Global Market Updates

- Wall Street equities strengthened Wednesday (Aug 30, 2023), with S&P 500, DJI and Nasdaq gaining 0.38%, 0.11% and 0.54%, respectively, bolstered by sentiments of the Fed to pull the brakes.
- The August ADP employment that came in weaker than expectations (177k additional private sector workers instead of the expected 195k) as well as the downward revision for 2Q23's US GDP growth to 2.1% YoY from its preliminary 2.4% YoY reinforced investor's anticipation of the current rates to stay and the Fed to forgo any rate hikes.
- Aside from the growth, downward revisions were also made for the GDP deflator from 2.2% to 2.0% YoY, and the core PCE price index from 3.8% to 3.7% YoY, indicating lower real output as well as lower inflation than was expected.
- This shows the Fed need not raise the rates any longer, portending to bond rallies as US Treasuries' posted further gains though mild Wednesday, with the 10-year UST yield edging down by c. 0.6 bps to 4.11%, while the 2-year UST yield rose c. 3 bps back to 4.90%. The inverted 2s10s spread widened to -79 bps.

Domestic Market Updates

- Indonesian benchmark series of LCY government bonds mainly appreciated Wednesday (Aug 30, 2023). The 10-year Indonesian government bond benchmark series (FR0096) yields edged down 0.6 bps.
- The Indonesian gov't 2s10s bond curve slightly widened to 10 bps (vs 9 bps previously).
- As of Aug 28, on a WoW basis we saw a net inflow of IDR7.9tn into Indonesian gov't securities, led by inflows from the banking sector (IDR17.7tn) and insurance & pension funds (IDR7.3tn), due to the attractive yields against money market rates.
- Foreign funds has yet made a net comeback flow into Indo GBs, with net sell-offs continuing (IDR7.5tn WoW/IDR3.5tn daily flow as of Aug 28).
- The IDR further appreciated against the USD (USD/IDR dropped by 0.2%), following UST's extended rally.

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 6.30-6.40% for today.
- Attractive Indo GB series to be traded today : FR0070, FR0082, FR0087, FR0096.

Exhibit 3. Benchmark LCY Government Bond Prices (Aug 30, 2023)

Series	Benchmark	Last Price	YTM	-1D Price	-1D YTM
FR0095	5-year	100.45	6.25%	100.45	6.27%
FR0096	10-year	104.47	6.36%	104.47	6.36%
FR0098	15-year	105.71	6.50%	105.71	6.52%
FR0097	20-year	104.90	6.66%	104.90	6.67%

Sources : Bloomberg, MNCS

Exhibit 4. Corporate Bond Credit Spread Matrices (Aug 30, 2023)

Rating	0.1	1	3	5	10
AAA	18.39	41.06	54.11	64.24	83.31
AA	58.93	97.96	128.71	154.29	183.03
A	148.91	202.36	249.26	288.90	353.63
BBB	346.48	406.28	458.73	508.20	590.38

Sources : IBPA, MNCS

Exhibit 5. Government Bond Ownership by Type (%) (Jul 31, 2023)

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

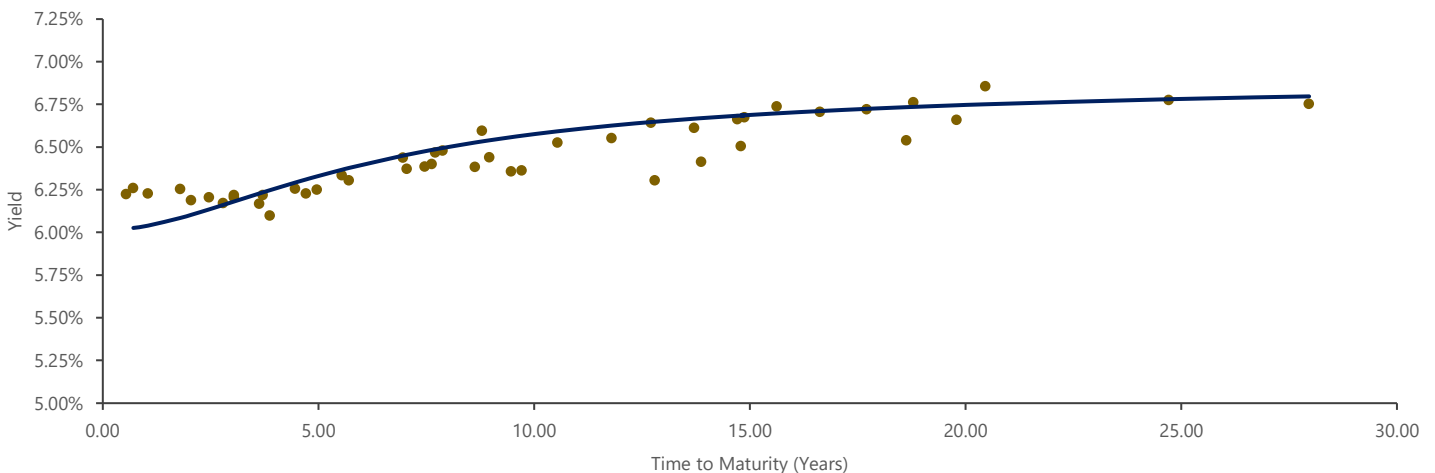
Sources : DJPPR, MNCS

Exhibit 06. LCY Government Bond Valuation (Aug 30, 2023)

Series	Coupon	Maturity	TTM	Last Price	YTM	Yield Curve	Fair Price	Notes
FR70	8.375	15-Mar-24	0.54	101.12	6.22%	6.02%	101.24	Discounted
FR77	8.125	15-May-24	0.71	101.25	6.26%	6.03%	101.42	Discounted
FR44	10.000	15-Sep-24	1.05	103.73	6.23%	6.04%	103.94	Discounted
FR81	6.500	15-Jun-25	1.79	100.40	6.25%	6.08%	100.68	Discounted
FR40	11.000	15-Sep-25	2.04	109.08	6.19%	6.10%	109.27	Discounted
FR84	7.250	15-Feb-26	2.46	102.34	6.20%	6.13%	102.51	Discounted
FR86	5.500	15-Jun-26	2.79	98.39	6.17%	6.16%	98.32	Discounted
FR37	12.000	15-Sep-26	3.04	115.82	6.20%	6.18%	115.92	Discounted
FR56	8.375	15-Sep-26	3.04	105.89	6.22%	6.18%	106.00	Discounted
FR90	5.125	15-Apr-27	3.63	96.66	6.17%	6.23%	96.46	Premium
FR59	7.000	15-May-27	3.71	102.54	6.22%	6.23%	102.49	Premium
FR42	10.250	15-Jul-27	3.87	114.10	6.10%	6.25%	113.58	Premium
FR47	10.000	15-Feb-28	4.46	114.36	6.26%	6.29%	114.22	Premium
FR64	6.125	15-May-28	4.71	99.58	6.23%	6.31%	99.25	Premium
FR95	6.375	15-Aug-28	4.96	100.53	6.25%	6.33%	100.20	Premium
FR71	9.000	15-Mar-29	5.54	112.29	6.33%	6.37%	112.14	Premium
FR78	8.250	15-May-29	5.71	109.19	6.30%	6.38%	108.83	Premium
FR52	10.500	15-Aug-30	6.96	122.48	6.44%	6.45%	122.42	Premium
FR82	7.000	15-Sep-30	7.04	103.52	6.37%	6.45%	103.05	Premium
FR87	6.500	15-Feb-31	7.46	100.67	6.39%	6.47%	100.14	Premium
FR85	7.750	15-Apr-31	7.63	108.03	6.40%	6.48%	107.52	Premium
FR73	8.750	15-May-31	7.71	113.66	6.47%	6.49%	113.55	Premium
FR54	9.500	15-Jul-31	7.87	118.38	6.48%	6.49%	118.29	Premium
FR91	6.375	15-Apr-32	8.63	99.93	6.38%	6.53%	99.01	Premium
FR58	8.250	15-Jun-32	8.79	110.89	6.60%	6.53%	111.34	Discounted
FR74	7.500	15-Aug-32	8.96	107.12	6.44%	6.54%	106.44	Premium
FR96	7.000	15-Feb-33	9.46	104.51	6.36%	6.56%	103.08	Premium
FR65	6.625	15-May-33	9.71	101.86	6.36%	6.57%	100.41	Premium
FR68	8.375	15-Mar-34	10.54	113.93	6.53%	6.59%	113.40	Premium
FR80	7.500	15-Jun-35	11.79	107.69	6.55%	6.62%	107.07	Premium
FR72	8.250	15-May-36	12.71	113.65	6.64%	6.65%	113.61	Premium
FR88	6.250	15-Jun-36	12.79	99.52	6.30%	6.65%	96.60	Premium
FR45	9.750	15-May-37	13.71	127.97	6.61%	6.67%	127.42	Premium
FR93	6.375	15-Jul-37	13.87	99.64	6.41%	6.67%	97.36	Premium
FR75	7.500	15-May-38	14.71	107.77	6.66%	6.68%	107.56	Premium
FR50	10.500	15-Jul-38	14.87	135.72	6.67%	6.69%	135.59	Premium
FR98	7.125	15-Jun-38	14.79	105.82	6.50%	6.68%	104.09	Premium
FR79	8.375	15-Apr-39	15.63	115.67	6.74%	6.70%	116.10	Discounted
FR83	7.500	15-Apr-40	16.63	107.87	6.71%	6.71%	107.83	Premium
FR57	9.500	15-May-41	17.71	128.50	6.72%	6.72%	128.48	Premium
FR62	6.375	15-Apr-42	18.63	98.25	6.54%	6.73%	96.22	Premium
FR92	7.125	15-Jun-42	18.79	103.81	6.76%	6.73%	104.11	Discounted
FR97	7.125	15-Jun-43	19.79	105.07	6.66%	6.74%	104.12	Premium
FR67	8.750	15-Feb-44	20.46	120.67	6.86%	6.75%	122.01	Discounted
FR76	7.375	15-May-48	24.71	107.14	6.77%	6.78%	107.08	Premium
FR89	6.875	15-Aug-51	27.96	101.53	6.75%	6.80%	100.98	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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