

## Exhibit 1. Daily Market Updates

Equity	Last	%
JCI	7,242.79	+0.26%
STI	3,184.99	-0.45%
HSI	15,865.92	-2.16%
SSEC	2,893.99	+0.27%
FTSE	7,558.34	-0.48%
GDAX	16,571.68	-0.30%
DJI	37,361.12	-0.62%
S&P 500	4,765.98	-0.37%
NDX	14,944.35	-0.19%

10-yr Bond	Last	Bps
ID	6.66%	-0.04
US	4.07%	+10.00
UK	3.79%	+0.10
JP	0.60%	+3.00
CN	2.53%	+0.40
MY	3.81%	+1.20
TH	2.71%	+0.50

Exchange Rate	Last	%
USD/IDR	15,591	+0.23%
EUR/IDR	17,012	-0.20%
GBP/IDR	19,746	-0.37%
HKD/IDR	1,994	+0.25%
SGD/IDR	11,649	-0.18%
AUD/IDR	10,309	-0.62%

Sources : Bloomberg, MNCS

## Exhibit 2. Risk Indicators

Category	Last	%
5-yr CDS	75.14	-0.51%
VIX	13.84	+4.50%
MOVE	113.44	+6.50%

Sources : Bloomberg, MNCS

## Fixed Income Analyst

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## Global Market Updates

- Wall Street equities had a minor losses at Tuesday's close (Jan 16, 2024), DJI fell by -0.62%, S&P 500 edged down by -0.37%, and Nasdaq closed down by -0.19%.
- Stocks experienced a modest downturn, with the Dow Jones Industrial falling to a 3.5-week low. The decline was attributed to mixed earning results and some negative corporate news.
- US Treasury 10-yr yields surged by +10 bps, reaching 4.07%, while the shorter-termed UST 2-yr yields climbed by +8 bps at 4.22%.
- On Tuesday, Treasury yields rose following Fed's Waller remarks which tempered speculation of imminent Fed rate cuts, emphasizing the need for a methodical and careful approach.
- US January Empire Manufacturing Survey's general business conditions index unexpectedly plummeted -29.2 to -43.7, weaker than expectations of an increase to -5.0.
- The ECB's Eurozone 1-year inflation expectations in Nov-23 eased to +3.2% from October's +4.0%. Additionally, the 3-year inflation expectations for Nov-23 declined to +2.2% from October's +2.5%.
- From Asia, Japan's Dec-23 PPI rose +0.3% MoM, beating expectations of no change MoM and -0.3% YoY.
- Global bond yields on Tuesday showed a mixed performance; the German bund 10-yr yield rose by +2.5 bps to 2.25%, the UK gilt 10-yr yield fell by -0.1 bps to 3.79%. The Japanese GB 10-yr yield grew by +3.00 at 0.60%.

## Domestic Market Updates

- Indonesian benchmark series of LCY government bonds closed higher on Tuesday (Jan 16, 2024), with the 10-yr benchmark yield fell -0.04 bps to 6.66%.
- The IDR depreciated against the USD (USD/IDR rose by +0.23% to 15,591) at Tuesday's close. IDR weakened after BPS reported lower trade balance, with market awaiting BI's interest rate announcement at today's RDG meeting.
- Investors responded positively to Tuesday's SUN auction, securing winning bids amounting to IDR24tn out of total bid of IDR67.56tn. FR101 securing the highest awarded bid of IDR8.85tn from the total bid of IDR23.59tn.
- Investors welcomed Tuesday's SVBI auction, securing USD284mn in awarded bids out of a total bid of USD371mn. The bidding rates showed a wider range compared to the previous auction, where USD147mn was awarded from a USD243mn bid total.
- BI will announce the results of the January 2024 RDG today. We anticipate that BI will likely maintain the interest rate at 6% due to ongoing inflationary pressures from the US, causing uncertainty about the future direction of interest rates.
- On Tuesday's Indo GB series trading, FR100 and FR101 were notable in the bond market, experiencing high trade volumes of IDR11.71tn and IDR6.21tn, respectively. Moreover, FR77 and FR102 also sustained substantial trading frequency.

## 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 6.55-6.75% for today.
- Attractive Indo GB series to be traded today : FR0081, FR0091, FR0096, FR0100, FR101.

## Exhibit 3. Benchmark LCY Government Bond Prices (Jan 16, 2024)

Series	Benchmark	Last Price	YTM	-1D Price	-1D YTM
FR0101	5-year	101.58	6.51%	101.60	6.51%
FR0100	10-year	99.87	6.64%	99.82	6.65%
FR0098	15-year	103.59	6.73%	103.56	6.73%
FR0097	20-year	102.57	6.88%	102.61	6.88%

Sources : Bloomberg, IBPA, MNCS

## Exhibit 4. Corporate Bond Credit Spread Matrices (Jan 16, 2024)

Rating	0.1	1	3	5	10
AAA	39.80	51.30	61.90	74.54	90.88
AA	65.32	105.98	135.25	160.33	192.81
A	128.09	203.64	267.15	301.39	362.51
BBB	323.85	395.56	453.01	498.83	598.98

Sources : IBPA, MNCS

## Exhibit 5. Government Bond Ownership by Type (%) (Dec 29, 2023)

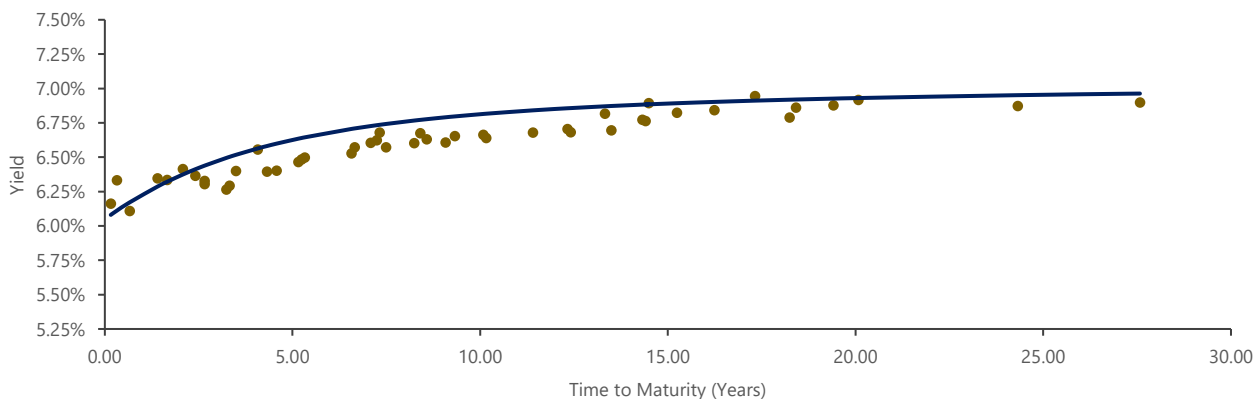
Series	Jan-23	Feb-23	Mar-23	Apr-23	May-23	Jun-23	Jul-23	Aug-23	Sep-23	Oct-23	Nov-23	Dec-23
Central Bank	17.28	17.49	18.27	20.10	17.22	17.43	16.16	16.08	16.91	17.20	18.35	19.11
Banks	33.51	33.24	31.93	29.82	31.72	31.06	31.45	31.14	29.73	29.18	27.67	26.84
Foreign	15.10	14.79	14.89	14.86	15.31	15.51	15.56	15.37	14.95	14.68	14.89	14.94
MF, IF & PF	18.99	19.39	19.86	19.81	20.28	20.50	20.92	21.20	21.66	21.74	21.63	21.61

Sources : DJPPR, MNCS

**Exhibit 06. LCY Government Bond Valuation (Jan 16, 2024)**

Series	Coupon	Maturity	TTM	Last Price	YTM	Yield Curve	Fair Price	Notes
FR70	8.375	15-Mar-24	0.16	100.32	6.16%	6.08%	100.34	Discounted
FR77	8.125	15-May-24	0.33	100.54	6.33%	6.11%	100.62	Discounted
FR44	10.000	15-Sep-24	0.66	102.45	6.11%	6.17%	102.43	Premium
FR81	6.500	15-Jun-25	1.41	100.20	6.34%	6.29%	100.28	Discounted
FR40	11.000	15-Sep-25	1.66	107.21	6.33%	6.32%	107.25	Discounted
FR84	7.250	15-Feb-26	2.08	101.60	6.41%	6.38%	101.67	Discounted
FR86	5.500	15-Jun-26	2.41	98.21	6.36%	6.41%	97.98	Premium
FR37	12.000	15-Sep-26	2.66	113.66	6.33%	6.44%	113.39	Premium
FR56	8.375	15-Sep-26	2.66	104.98	6.30%	6.44%	104.65	Premium
FR90	5.125	15-Apr-27	3.24	96.70	6.26%	6.50%	96.04	Premium
FR59	7.000	15-May-27	3.33	102.08	6.29%	6.50%	101.45	Premium
FR42	10.250	15-Jul-27	3.49	111.88	6.40%	6.52%	111.51	Premium
FR47	10.000	15-Feb-28	4.08	112.14	6.55%	6.56%	112.12	Premium
FR64	6.125	15-May-28	4.33	98.99	6.39%	6.58%	98.29	Premium
FR95	6.375	15-Aug-28	4.58	99.89	6.40%	6.60%	99.12	Premium
FR71	9.000	15-Mar-29	5.16	110.95	6.46%	6.64%	110.18	Premium
FR101	6.875	15-Apr-29	5.24	101.71	6.48%	6.64%	101.01	Premium
FR78	8.250	15-May-29	5.33	107.77	6.50%	6.64%	107.09	Premium
FR52	10.500	15-Aug-30	6.58	120.96	6.53%	6.71%	119.91	Premium
FR82	7.000	15-Sep-30	6.66	102.27	6.57%	6.71%	101.53	Premium
FR87	6.500	15-Feb-31	7.08	99.41	6.60%	6.73%	98.73	Premium
FR85	7.750	15-Apr-31	7.24	106.39	6.62%	6.73%	105.74	Premium
FR73	8.750	15-May-31	7.33	111.83	6.68%	6.74%	111.49	Premium
FR54	9.500	15-Jul-31	7.49	117.11	6.57%	6.74%	116.02	Premium
FR91	6.375	15-Apr-32	8.24	98.57	6.60%	6.77%	97.54	Premium
FR58	8.250	15-Jun-32	8.41	110.01	6.67%	6.77%	109.35	Premium
FR74	7.500	15-Aug-32	8.58	105.61	6.63%	6.78%	104.64	Premium
FR96	7.000	15-Feb-33	9.08	102.65	6.61%	6.79%	101.39	Premium
FR65	6.625	15-May-33	9.33	99.79	6.65%	6.80%	98.81	Premium
FR100	7.625	15-Feb-34	10.08	99.72	6.66%	6.81%	105.83	Premium
FR68	8.375	15-Mar-34	10.16	112.67	6.64%	6.82%	111.28	Premium
FR80	7.500	15-Jun-35	11.41	106.48	6.68%	6.84%	105.15	Premium
FR72	8.250	15-May-36	12.33	112.81	6.70%	6.86%	111.46	Premium
FR88	6.250	15-Jun-36	12.41	96.41	6.68%	6.86%	94.97	Premium
FR45	9.750	15-May-37	13.33	125.40	6.82%	6.87%	124.86	Premium
FR93	6.375	15-Jul-37	13.49	97.19	6.69%	6.87%	95.67	Premium
FR75	7.500	15-May-38	14.33	106.60	6.77%	6.88%	105.55	Premium
FR50	10.500	15-Jul-38	14.49	132.75	6.89%	6.88%	132.83	Discounted
FR98	7.125	15-Jun-38	14.41	103.30	6.76%	6.88%	102.17	Premium
FR79	8.375	15-Apr-39	15.24	114.56	6.82%	6.89%	113.83	Premium
FR83	7.500	15-Apr-40	16.24	106.39	6.84%	6.90%	105.77	Premium
FR57	9.500	15-May-41	17.33	125.51	6.94%	6.91%	125.90	Discounted
FR62	6.375	15-Apr-42	18.24	95.70	6.79%	6.92%	94.40	Premium
FR92	7.125	15-Jun-42	18.41	102.73	6.86%	6.92%	102.11	Premium
FR97	7.125	15-Jun-43	19.41	102.63	6.88%	6.93%	102.09	Premium
FR67	8.750	15-Feb-44	20.08	119.75	6.92%	6.93%	119.56	Premium
FR76	7.375	15-May-48	24.33	105.89	6.87%	6.95%	104.92	Premium
FR89	6.875	15-Aug-51	27.58	99.74	6.90%	6.96%	98.92	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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