

Market Update

Rupiah asset class closed the week mixed. The JCI was down by -0.83% to 6,070.04 with foreign reported net sell of -Rp354.36bn. Regional stock markets were also down with the HSI -1.35% Kospi -1.24%, and NKY -1.80%.

INDOGB 10-yr yield stable at 6.27%. Meanwhile, UST 10-yr yield declined to 1.23% after softer-than-expected inflation data. The personal consumption expenditures (PCE) -the Federal Reserve's preferred measure of inflation- increased 3.5% YoY (est. 3.6%), indicating inflationary pressure may be easing. Moreover, the core PCE index rose 0.4% MoM (est. 0.6%). USD/IDR increased slightly +0.06% to 14,450.

IHS Markit reports Indonesia's July manufacturing PMI falls to 40.1 (Vs. 53.5 in June), lowest reading since June 2020. Output and new orders fall in July, lowest reading since May 2020. Indonesia's manufacturing sector slipped into contraction in July amid a rise in COVID-19 cases, which brought about PPKM Level 4 and greater restrictions around mobility.

Government Bond Ownership As of July 27, 2021 (in Trillion)

| Holders | 2020 | 30-Jun-21 | 27-Jul-21 |
|--------------------------|-----------------|-----------------|-----------------|
| Banks | 1,375.57 | 1,391.98 | 1,360.37 |
| (of percentage %) | 35.54 | 32.50 | 31.82 |
| Bank Indonesia | 454.36 | 677.95 | 688.65 |
| (of percentage %) | 11.74 | 15.83 | 16.11 |
| Mutual Fund | 161.33 | 135.40 | 135.59 |
| (of percentage %) | 4.17 | 3.16 | 3.17 |
| Insurance & Pension Fund | 542.82 | 610.06 | 623.56 |
| (of percentage %) | 14.02 | 14.24 | 14.59 |
| Foreign Investor | 973.91 | 977.31 | 965.56 |
| (of percentage %) | 25.16 | 22.82 | 22.59 |
| Individual Investors | 131.24 | 192.21 | 198.60 |
| (of percentage %) | 3.39 | 4.49 | 4.65 |
| Others | 231.54 | 297.71 | 302.68 |
| (of percentage %) | 5.98 | 6.95 | 7.08 |
| Total | 3,870.76 | 4,282.62 | 4,275.01 |

Source: DJPPR

10-Year Government Bond Yields

| Country | S&P Rating | 30-Jul | (-1 day) | Chg. (bps) |
|-------------|------------|--------|----------|------------|
| US | AA+ | 1.23 | 1.26 | -3 |
| UK | AA | 0.57 | 0.57 | 0 |
| Germany | AAA | -0.45 | -0.45 | 0 |
| France | AA | -0.10 | -0.09 | -1 |
| Brazil | BB- | 9.34 | 9.32 | 3 |
| India | BBB- | 6.20 | 6.18 | 2 |
| China | A+ | 2.89 | 2.92 | -3 |
| South Korea | AA | 1.89 | 1.92 | -3 |
| Thailand | BBB+ | 1.55 | 1.58 | -2 |
| Malaysia | A- | 3.17 | 3.17 | 0 |
| Singapore | AAA | 1.31 | 1.33 | -2 |
| Indonesia | BBB | 6.28 | 6.28 | 0 |

Source: Bloomberg

Spot Forex

| | 30-Jul | (-1 day) | (-1 week) |
|---------|--------|----------|-----------|
| USD/IDR | 14,450 | 14,441 | 14,463 |
| EUR/IDR | 17,163 | 17,163 | 17,061 |
| GBP/IDR | 20,106 | 20,106 | 19,919 |
| SGD/IDR | 10,679 | 10,679 | 10,655 |
| CNY/IDR | 2,236 | 2,236 | 2,231 |

Source: Bloomberg

Global Stock Markets

| Index | Last Price | Chg. (%) | % MTD | % YTD |
|-----------|------------|----------|--------|--------|
| S&P 500 | 4,395.26 | -0.54% | 1.74% | 18.77% |
| DJIA | 34,935.47 | -0.42% | 0.87% | 15.59% |
| NASDAQ | 14,672.68 | -0.71% | 1.03% | 15.55% |
| DAX | 15,544.39 | -0.61% | -0.38% | 13.24% |
| FTSE | 7,032.30 | -0.65% | -1.30% | 7.01% |
| CAC 40 | 6,612.76 | -0.32% | 0.90% | 18.32% |
| Nikkei | 27,283.59 | -1.80% | -4.96% | 0.09% |
| Hang Seng | 25,961.03 | -1.35% | -8.30% | -5.50% |
| Kospi | 3,202.32 | -1.24% | -2.43% | 8.76% |
| JCI | 6,070.04 | -0.83% | 1.41% | -0.57% |

Source: Bloomberg

Macroeconomic Data

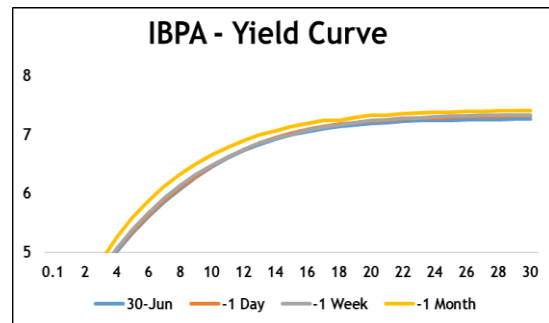
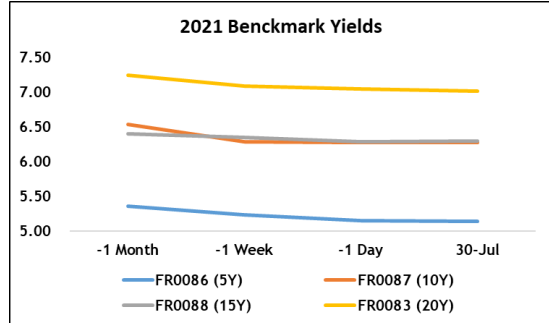
| | Jun-21 | May-21 | Apr-21 |
|----------------------------|--------|--------|--------|
| Consumer Price Index (MoM) | -0.16 | 0.32 | 0.13 |
| Consumer Price Index (YoY) | 1.33 | 1.68 | 1.42 |
| Core Inflation (YoY) | 1.49 | 1.37 | 1.18 |
| BI 7-Day RR Rate (%) | 3.50 | 3.50 | 3.50 |
| Foreign Reserve (US\$ Bn) | 137.1 | 136.40 | 138.80 |

Source: Bloomberg

2021 Benchmark

| Series | 30-Jul | (-1 day) | Chg. (bps) | Yield (%) |
|--------------|--------|----------|------------|-----------|
| FR0086 (5Y) | 101.50 | 101.50 | 0 | 5.135 |
| FR0087 (10Y) | 101.60 | 101.60 | 0 | 6.274 |
| FR0088 (15Y) | 99.70 | 99.60 | 10 | 6.280 |
| FR0083 (20Y) | 105.35 | 104.35 | 100 | 6.982 |

Source: PLTE



Indonesia Government Bond Yields

| Maturities (Year) | IDR | | USD | |
|-------------------|--------|-----------------------|-----------|------------------------|
| | 30-Jul | (-1 day) hg. (in bps) | Yield (%) | (-1 day) Chg. (in bps) |
| 01 | 3.04 | 3.09 | 0.59 | 0.58 |
| 02 | 3.99 | 4.05 | 0.61 | 0.58 |
| 03 | 4.36 | 4.38 | 0.74 | 0.74 |
| 04 | 4.87 | 4.89 | 1.07 | 1.07 |
| 05 | 5.14 | 5.15 | 1.39 | 1.40 |
| 06 | 5.50 | 5.52 | 1.82 | 1.83 |
| 07 | 6.05 | 6.06 | 1.97 | 1.98 |
| 08 | 6.11 | 6.14 | 2.22 | 2.23 |
| 09 | 6.42 | 6.43 | 1.90 | 1.91 |
| 10 | 6.28 | 6.28 | 2.17 | 2.19 |
| 15 | 6.29 | 6.30 | N/A | N/A |
| 20 | 7.04 | 7.07 | 3.52 | 3.52 |
| 30 | 6.88 | 6.86 | 3.32 | 3.32 |

Source: Bloomberg

Indonesia Government International Bond Yields

| INDON | 29-Jul | (-1 day) | Chg. (bps) |
|----------|--------|----------|------------|
| INDON-26 | 1.35 | 1.35 | 0 |
| INDON-31 | 2.16 | 2.16 | 0 |
| INDON-46 | 3.55 | 3.55 | 0 |
| INDON-51 | 3.14 | 3.15 | -1 |

Source: Bloomberg

Most Active Government Bonds

| Series | TTM | Price | Yield (%) | Volume (IDR bn) |
|--------|-------|--------|-----------|-----------------|
| FR0092 | 20.89 | 102.60 | 6.887 | 310.71 |
| FR0087 | 9.55 | 101.60 | 6.274 | 3700.43 |
| FR0091 | 10.71 | 100.50 | 6.310 | 717.00 |
| FR0083 | 18.72 | 105.35 | 6.982 | 304.12 |
| FR0088 | 14.88 | 99.70 | 6.280 | 106.97 |

Source: PLTE

Most Active Corporate Bonds

| Series | TTM | Rating | Price | Yield (%) | Volume (IDR bn) |
|--------------|------|----------|--------|-----------|-----------------|
| TINS01ACN2 | 1.04 | idA+ | 101.95 | 6.531 | 71.00 |
| SISGRO01ACN2 | 2.63 | idA-(sy) | 100.05 | 9.425 | 154.60 |
| ADMFO4ECN3 | 2.04 | idAAA | 107.80 | 5.188 | 130.00 |
| ASDF05ACN1 | 0.12 | idAAA | 100.41 | 2.462 | 290.00 |
| BHIF01BCN3 | 0.26 | AA+(idn) | 101.26 | -1.250 | 40.00 |

Source: PLTE

Economic Releases

| Date | Event | Survey | Prior |
|-------|--------------------|--------|--------|
| 2-Aug | CPI MoM - Jul | 0.01% | -0.16% |
| 2-Aug | CPI YoY - Jul | 1.47% | 1.33% |
| 2-Aug | CPI Core YoY - Jul | 1.43% | 1.49% |

Source: Bloomberg

Government Bond Prices

Closing Price: 30-Jul-2021

| Series | Maturity | TTM | Coupon | Price | YTM | Est. Yield | Fair Price | Spread (bps) |
|--------|-----------|-------|---------|--------|--------|------------|------------|--------------|
| FR0061 | 15-May-22 | 0.79 | 7.000% | 103.04 | 3.038% | 3.194% | 102.94 | -10 |
| FR0035 | 15-Jun-22 | 0.87 | 12.900% | 108.33 | 3.067% | 3.268% | 108.21 | -13 |
| FR0043 | 15-Jul-22 | 0.95 | 10.250% | 106.19 | 3.567% | 3.339% | 106.44 | 25 |
| FR0063 | 15-May-23 | 1.79 | 5.625% | 102.78 | 3.992% | 3.969% | 102.83 | 5 |
| FR0046 | 15-Jul-23 | 1.95 | 9.500% | 110.12 | 4.051% | 4.080% | 110.08 | -4 |
| FR0039 | 15-Aug-23 | 2.04 | 11.750% | 114.51 | 4.286% | 4.134% | 114.74 | 23 |
| FR0070 | 15-Mar-24 | 2.62 | 8.375% | 109.83 | 4.358% | 4.478% | 109.53 | -29 |
| FR0077 | 15-May-24 | 2.79 | 8.125% | 109.80 | 4.344% | 4.568% | 109.21 | -59 |
| FR0044 | 15-Sep-24 | 3.13 | 10.000% | 115.22 | 4.695% | 4.737% | 115.10 | -12 |
| FR0081 | 15-Jun-25 | 3.87 | 6.500% | 105.69 | 4.867% | 5.068% | 104.97 | -71 |
| FR0040 | 15-Sep-25 | 4.13 | 11.000% | 120.98 | 5.273% | 5.167% | 121.40 | 41 |
| FR0084 | 15-Feb-26 | 4.55 | 7.250% | 107.58 | 5.344% | 5.319% | 107.69 | 11 |
| FR0086 | 15-Apr-26 | 4.71 | 5.500% | 101.46 | 5.144% | 5.374% | 100.51 | -95 |
| FR0037 | 15-Sep-26 | 5.13 | 12.000% | 129.25 | 5.384% | 5.508% | 128.62 | -63 |
| FR0056 | 15-Sep-26 | 5.13 | 8.375% | 113.52 | 5.322% | 5.508% | 112.64 | -88 |
| FR0090 | 15-Apr-27 | 5.71 | 5.125% | 99.33 | 5.262% | 5.673% | 97.35 | -198 |
| FR0059 | 15-May-27 | 5.79 | 7.000% | 107.35 | 5.496% | 5.695% | 106.35 | -106 |
| FR0042 | 15-Jul-27 | 5.96 | 10.250% | 122.50 | 5.733% | 5.739% | 122.48 | -2 |
| FR0047 | 15-Feb-28 | 6.55 | 10.000% | 121.80 | 5.936% | 5.880% | 122.10 | 30 |
| FR0064 | 15-May-28 | 6.79 | 6.125% | 101.31 | 5.886% | 5.934% | 101.04 | -27 |
| FR0071 | 15-Mar-29 | 7.62 | 9.000% | 117.36 | 6.113% | 6.099% | 117.46 | 10 |
| FR0078 | 15-May-29 | 7.79 | 8.250% | 113.13 | 6.103% | 6.129% | 112.97 | -16 |
| FR0052 | 15-Aug-30 | 9.04 | 10.500% | 127.66 | 6.418% | 6.327% | 128.39 | 73 |
| FR0082 | 15-Sep-30 | 9.13 | 7.000% | 105.10 | 6.256% | 6.339% | 104.52 | -59 |
| FR0087 | 15-Feb-31 | 9.55 | 6.500% | 101.58 | 6.277% | 6.395% | 100.74 | -84 |
| FR0085 | 15-Apr-31 | 9.71 | 7.750% | 109.16 | 6.462% | 6.416% | 109.52 | 35 |
| FR0073 | 15-May-31 | 9.79 | 8.750% | 116.86 | 6.403% | 6.426% | 116.68 | -18 |
| FR0054 | 15-Jul-31 | 9.96 | 9.500% | 121.18 | 6.920% | 6.446% | 122.18 | 100 |
| FR0091 | 15-Apr-32 | 10.71 | 6.375% | 100.48 | 6.920% | 6.532% | 98.79 | -169 |
| FR0058 | 15-Jun-32 | 10.88 | 8.250% | 111.38 | 6.758% | 6.549% | 113.07 | 169 |
| FR0074 | 15-Aug-32 | 11.05 | 7.500% | 106.74 | 6.629% | 6.567% | 107.24 | 51 |
| FR0065 | 15-May-33 | 11.79 | 6.625% | 100.17 | 6.602% | 6.638% | 99.88 | -29 |
| FR0068 | 15-Mar-34 | 12.63 | 8.375% | 112.68 | 6.856% | 6.709% | 114.02 | 134 |
| FR0080 | 15-Jun-35 | 13.88 | 7.500% | 104.99 | 6.933% | 6.801% | 106.20 | 121 |
| FR0072 | 15-May-36 | 14.80 | 8.250% | 111.37 | 7.001% | 6.859% | 112.78 | 141 |
| FR0088 | 15-Jun-36 | 14.88 | 6.250% | 99.63 | 6.287% | 6.864% | 94.32 | -53 |
| FR0045 | 15-May-37 | 15.80 | 9.750% | 123.22 | 7.261% | 6.915% | 126.96 | 374 |
| FR0075 | 15-May-38 | 16.80 | 7.500% | 104.37 | 7.050% | 6.965% | 105.23 | 86 |
| FR0050 | 15-Jul-38 | 16.96 | 10.500% | 132.15 | 7.189% | 6.973% | 134.75 | 260 |
| FR0079 | 15-Apr-39 | 17.72 | 8.375% | 112.58 | 7.112% | 7.006% | 113.75 | 117 |
| FR0083 | 15-Apr-40 | 18.72 | 7.500% | 104.69 | 7.043% | 7.046% | 104.66 | -3 |
| FR0057 | 15-May-41 | 19.80 | 9.500% | 122.50 | 7.327% | 7.085% | 125.47 | 297 |
| FR0062 | 15-Apr-42 | 20.72 | 6.375% | 96.25 | 6.712% | 7.115% | 92.03 | -422 |
| FR0092 | 15-Jun-42 | 20.88 | 7.125% | 102.58 | 6.889% | 7.121% | 100.04 | -254 |
| FR0067 | 15-Feb-44 | 22.56 | 8.75% | 116.10 | 7.285% | 7.168% | 117.55 | 145 |
| FR0076 | 15-May-48 | 26.81 | 7.38% | 103.20 | 7.105% | 7.263% | 101.30 | -190 |
| FR0089 | 15-Aug-51 | 30.06 | 6.88% | 100.19 | 6.860% | 7.317% | 94.65 | -554 |

Source: IBPA, PLTE, Bloomberg, & MCS Estimates

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