

Market Update

Rupiah asset class closed mixed on Monday trading after Statistics Indonesia reported better-than-expected inflation data with July CPI grew 0.08% MoM (est. 0.01%) or 1.52% YoY (est. 1.47%), while core CPI grew 1.40% (1.43%). The JCI was up by +0.44% to 6,096.54 with foreign reported net buy of +Rp73.94tn. Regional stock markets also increased with the HSI +1.06% Kospi +0.65%, and NKY +1.82%.

INDOGB 10-yr yield was a little change to 6.28%. However, UST 10-yr yield dropped below 1.2% to 1.18% amid disappointing data. The US manufacturing sector kept expanding in July, but at a slower pace with July Manufacturing registered 59.5 (prev. 60.6 in June). Moreover, Federal Reserve could begin slowing down its bond purchases as early as October, if the August and September jobs report show growth in the 800,000 range.

The government will hold bond auction on today, targeted to issue Rp33tn, with maximum issuance Rp49.5tn. Here are the series that will be auctioned.

- SPN3Mo: 3.05 - 3.15%
- SPN9Mo: 3.18 - 3.26%
- FR0090 (6Y): 5.17% - 5.27%
- FR0091 (11Y): 6.25% - 6.35%
- FR0088 (15Y): 6.23% - 6.33%
- FR0092 (21Y): 6.85% - 6.95%
- FR0089 (31Y): 6.80% - 6.90%

USD/IDR decreased by -0.55% to 14,371.

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	2-Aug	(-1 day)	Chg. (bps)
US	AA+	1.18	1.23	-5
UK	AA	0.56	0.57	-1
Germany	AAA	-0.46	-0.45	-1
France	AA	-0.11	-0.10	-1
Brazil	BB-	9.54	9.34	20
India	BBB-	6.20	6.20	0
China	A+	2.85	2.85	0
South Korea	AA	1.89	1.92	-3
Thailand	BBB+	1.55	1.55	0
Malaysia	A-	3.17	3.17	0
Singapore	AAA	1.29	1.29	0
Indonesia	BBB	6.27	6.28	-1

Source: Bloomberg

Spot Forex

	2-Aug	(-1 day)	(-1 week)
USD/IDR	14,371	14,450	14,473
EUR/IDR	17,123	17,123	17,094
GBP/IDR	20,026	20,026	20,011
SGD/IDR	10,655	10,655	10,662
CNY/IDR	2,224	2,224	2,233

Source: Bloomberg

Global Stock Markets

Index	Last Price	Chg. (%)	% YTD
S&P 500	4,387.16	-0.18%	18.55%
DJIA	34,838.16	-0.28%	15.27%
NASDAQ	14,681.07	0.06%	15.61%
DAX	15,568.73	0.16%	13.42%
FTSE	7,081.72	0.70%	7.76%
CAC 40	6,675.90	0.95%	19.45%
Nikkei	27,781.02	1.82%	1.92%
Hang Seng	26,235.80	1.06%	-4.50%
Kospi	3,223.04	0.65%	9.46%
JCI	6,096.54	0.44%	-0.14%

Source: Bloomberg

Macroeconomic Data

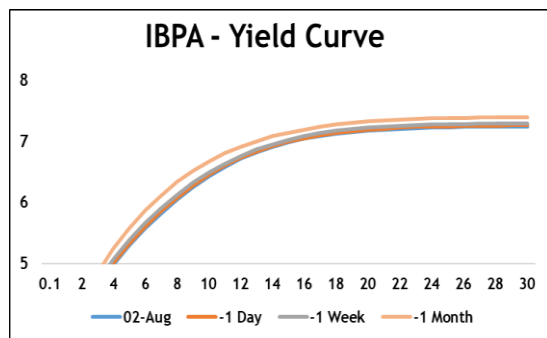
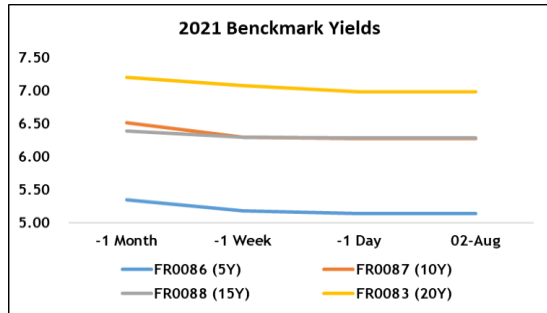
	Jun-21	May-21	Apr-21
Consumer Price Index (MoM)	-0.16	0.32	0.13
Consumer Price Index (YoY)	1.33	1.68	1.42
Core Inflation (YoY)	1.49	1.37	1.18
BI 7-Day RR Rate (%)	3.50	3.50	3.50
Foreign Reserve (US\$ Bn)	137.1	136.40	138.80

Source: Bloomberg

2021 Benchmark

Series	2-Aug	(-1 day)	Chg. (bps)	Yield (%)
FR0086 (5Y)	101.55	101.50	5	5.123
FR0087 (10Y)	101.55	101.60	-5	6.281
FR0088 (15Y)	99.55	99.70	-15	6.296
FR0083 (20Y)	104.00	105.35	-135	7.100

Source: PLTE



Indonesia Government Bond Yields

Maturities (Year)	IDR			USD		
	2-Aug	(-1 day)	Chg. (in bps)	Yield (%)	(-1 day)	Chg. (in bps)
01	2.98	3.04	-6	0.61	0.59	2
02	3.96	3.99	-3	0.61	0.61	0
03	4.34	4.36	-2	0.71	0.74	-3
04	4.87	4.87	0	1.07	1.07	0
05	5.14	5.14	0	1.39	1.39	0
06	5.46	5.50	-4	1.81	1.82	-1
07	6.05	6.06	-1	1.96	1.97	-1
08	6.10	6.11	-1	2.21	2.22	-1
09	6.38	6.42	-4	1.90	1.91	-1
10	6.27	6.28	-1	2.17	2.17	0
15	6.28	6.29	-1	N/A	N/A	N/A
20	6.98	7.01	-3	3.51	3.52	-1
30	6.85	6.85	0	3.31	3.32	-1

Source: Bloomberg

Indonesia Government International Bond Yields

INDON	2-Aug	(-1 day)	Chg. (bps)
INDON-26	1.33	1.34	-1
INDON-31	2.12	2.14	-2
INDON-46	3.53	3.54	-1
INDON-51	3.11	3.13	-2

Source: Bloomberg

Most Active Government Bonds

Series	TTM	Price	Yield (%)	Volume (IDR bn)
FR0092	20.88	102.20	6.923	51.19
FR0087	9.54	101.55	6.281	679.21
FR0065	11.79	99.75	6.654	43.16
FR0089	30.05	100.30	6.851	18.08
FR0083	18.71	104.00	7.100	138.33

Source: PLTE

Most Active Corporate Bonds

Series	TTM	Rating	Price	Yield (%)	Volume (IDR bn)
SIPPLN03ECN5	18.17	idAAA(sy)	109.62	8.831	228.50
WSKT03ACN4	0.78	A-(idn)	100.40	8.463	8.00
BNII03BCN1	0.91	idAAA	104.00	4.018	50.00
SIPPLN02CCN2	11.26	idAAA(sy)	105.73	7.925	39.00
PPLN04CCN1	9.1	idAAA	107.00	6.859	0.90

Source: PLTE

Government Bond Prices

Closing Price: 02-Aug-2021

Series	Maturity	TTM	Coupon	Price	YTM	Est. Yield	Fair Price	Spread (bps)
FR0061	15-May-22	0.78	7.000%	103.07	2.976%	3.193%	102.93	-15
FR0035	15-Jun-22	0.87	12.900%	108.33	3.067%	3.267%	108.18	-15
FR0043	15-Jul-22	0.95	10.250%	106.19	3.529%	3.338%	106.43	23
FR0063	15-May-23	1.78	5.625%	102.82	3.962%	3.969%	102.82	0
FR0046	15-Jul-23	1.95	9.500%	110.12	4.051%	4.079%	110.07	-5
FR0039	15-Aug-23	2.04	11.750%	114.51	4.286%	4.134%	114.72	21
FR0070	15-Mar-24	2.62	8.375%	109.87	4.338%	4.478%	109.52	-34
FR0077	15-May-24	2.79	8.125%	109.85	4.324%	4.567%	109.20	-65
FR0044	15-Sep-24	3.12	10.000%	115.29	4.664%	4.737%	115.09	-21
FR0081	15-Jun-25	3.87	6.500%	105.69	4.866%	5.068%	104.97	-72
FR0040	15-Sep-25	4.12	11.000%	120.91	5.281%	5.167%	121.39	47
FR0084	15-Feb-26	4.54	7.250%	107.70	5.316%	5.319%	107.69	0
FR0086	15-Apr-26	4.70	5.500%	101.49	5.138%	5.374%	100.51	-98
FR0037	15-Sep-26	5.12	12.000%	128.25	5.624%	5.507%	128.61	36
FR0056	15-Sep-26	5.12	8.375%	113.82	5.255%	5.507%	112.63	-119
FR0090	15-Apr-27	5.70	5.125%	99.44	5.238%	5.673%	97.35	-209
FR0059	15-May-27	5.79	7.000%	107.53	5.461%	5.695%	106.34	-119
FR0042	15-Jul-27	5.95	10.250%	122.50	5.731%	5.739%	122.47	-3
FR0047	15-Feb-28	6.54	10.000%	121.80	5.936%	5.880%	122.09	29
FR0064	15-May-28	6.79	6.125%	101.49	5.854%	5.934%	101.04	-44
FR0071	15-Mar-29	7.62	9.000%	117.47	6.095%	6.099%	117.46	-1
FR0078	15-May-29	7.79	8.250%	113.24	6.085%	6.129%	112.96	-28
FR0052	15-Aug-30	9.04	10.500%	127.97	6.377%	6.327%	128.38	41
FR0082	15-Sep-30	9.13	7.000%	105.44	6.208%	6.339%	104.52	-93
FR0087	15-Feb-31	9.55	6.500%	101.62	6.272%	6.395%	100.74	-88
FR0085	15-Apr-31	9.71	7.750%	109.22	6.454%	6.416%	109.51	30
FR0073	15-May-31	9.79	8.750%	117.34	6.342%	6.426%	116.67	-66
FR0054	15-Jul-31	9.96	9.500%	122.05	6.920%	6.446%	122.17	12
FR0091	15-Apr-32	10.71	6.375%	100.55	6.920%	6.532%	98.79	-176
FR0058	15-Jun-32	10.88	8.250%	112.87	6.573%	6.549%	113.06	20
FR0074	15-Aug-32	11.04	7.500%	107.08	6.586%	6.567%	107.24	16
FR0065	15-May-33	11.79	6.625%	100.36	6.579%	6.638%	99.88	-48
FR0068	15-Mar-34	12.62	8.375%	113.17	6.801%	6.709%	114.02	85
FR0080	15-Jun-35	13.88	7.500%	105.59	6.867%	6.801%	106.20	62
FR0072	15-May-36	14.79	8.250%	111.67	6.971%	6.859%	112.78	111
FR0088	15-Jun-36	14.88	6.250%	99.68	6.283%	6.864%	94.32	-535
FR0045	15-May-37	15.79	9.750%	123.22	7.261%	6.915%	126.96	374
FR0075	15-May-38	16.79	7.500%	104.55	7.032%	6.965%	105.23	68
FR0050	15-Jul-38	16.96	10.500%	132.15	7.189%	6.973%	134.75	260
FR0079	15-Apr-39	17.71	8.375%	112.80	7.092%	7.006%	113.75	95
FR0083	15-Apr-40	18.72	7.500%	105.36	6.980%	7.046%	104.66	-70
FR0057	15-May-41	19.80	9.500%	123.00	7.285%	7.085%	125.47	247
FR0062	15-Apr-42	20.72	6.375%	100.00	6.374%	7.115%	92.03	-797
FR0092	15-Jun-42	20.88	7.125%	102.40	6.905%	7.121%	100.04	-236
FR0067	15-Feb-44	22.55	8.75%	116.40	7.260%	7.168%	117.55	115
FR0076	15-May-48	26.80	7.38%	103.25	7.101%	7.263%	101.30	-195
FR0089	15-Aug-51	30.05	6.88%	100.28	6.853%	7.317%	94.65	-563

Source: IBPA, PLTE, Bloomberg, & MCS Estimates

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