

Market Update

Rupiah asset class was mixed on Monday ahead of independence day. The JCI dropped by -0.84% to 6,087.91 with foreign reported net buy of +Rp429.03bn. Regional stock markets closed lower on Tuesday with the HSI -1.66%, NKY -0.36%, and Kospi -0.89%.

INDOGB 10-yr yield declined to 6.32%. President Joko Widodo on Monday proposed a Rp2,708.7tn budget for 2022 with a narrowing fiscal deficit target at -4.85% of GDP (Vs. -5.82% of GDP in 2021) and higher growth target in a range of 5% to 5.5% (Vs. 3.7% to 4.5% in 2021). To fund the 2022 deficit, the government has proposed Rp991.3tn of bond issuance or dropped by -0.2% from 2021 bond issuance outlook. UST 10-yr yield was relatively flat at 1.27% after July's retail sales fell by -1.1% (est. -0.3%; prev. +0.7%).

Bond auctions are due to be held today targeting to raise Rp33tn (max. Rp49.5tn) of funds. Here are the series that will be auctioned.

SPN3Mo: 2.87% - 3.05%
 SPN12Mo: 3.07% - 3.17%
 FR0090 (6Y): 5.25% - 5.30%
 FR0091 (11Y): 6.30% - 6.36%
 FR0088 (15Y): 6.29% - 6.33%
 FR0092 (21Y): 6.93% - 7.00%
 FR0089 (30Y): 6.85 - 6.90%
 USD/IDR appreciated by +0.36% to 14,418.

Government Bond Ownership As of Aug 09, 2021 (in Trillion)

Holders	2020	30-Jul-21	12-Aug-21
Banks	1,375.57	1,368.45	1,495.14
(of percentage %)	35.54	31.92	34.66
Bank Indonesia	454.36	689.52	576.54
(of percentage %)	11.74	16.08	13.36
Mutual Fund	161.33	136.21	137.18
(of percentage %)	4.17	3.18	3.18
Insurance & Pension Fund	542.82	625.30	628.16
(of percentage %)	14.02	14.59	14.56
Foreign Investor	973.91	965.78	975.15
(of percentage %)	25.16	22.53	22.60
Individual Investors	131.24	198.88	198.51
(of percentage %)	3.39	4.64	4.60
Others	231.54	303.01	303.32
(of percentage %)	5.98	7.07	7.03
Total	3,870.76	4,287.16	4,314.01

Source: DJPPR

10-Year Government Bond Yields

Country	S&P Rating	17-Aug	(-1 day)	Chg. (bps)
US	AA+	1.27	1.28	-1
UK	AA	0.57	0.57	0
Germany	AAA	-0.47	-0.47	0
France	AA	-0.12	-0.13	1
Brazil	BB-	10.56	10.38	17
India	BBB-	6.24	6.23	1
China	A+	2.88	2.89	-1
South Korea	AA	1.89	1.95	-5
Thailand	BBB+	1.52	1.51	1
Malaysia	A-	3.21	3.22	-1
Singapore	AAA	1.35	1.38	-2
Indonesia*	BBB	6.32	6.32	0

Source: Bloomberg

*The market was closed for holiday

Spot Forex

	17-Aug	(-1 day)	(-1 week)
USD/IDR	14,418	14,366	14,393
EUR/IDR	16,830	16,830	16,872
GBP/IDR	19,746	19,746	19,920
SGD/IDR	10,551	10,551	10,579
CNY/IDR	2,223	2,223	2,219

Source: Bloomberg

Global Stock Markets

Index	Last Price	Chg. (%)	% MTD	% YTD
S&P 500	4,448.08	-0.71%	1.39%	20.20%
DJIA	35,343.28	-0.79%	1.45%	16.94%
NASDAQ	14,656.18	-0.93%	-0.17%	15.42%
DAX	15,921.95	-0.02%	2.27%	15.99%
FTSE	7,181.11	0.38%	1.40%	9.27%
CAC 40	6,819.84	-0.28%	2.16%	22.02%
Nikkei	27,424.47	-0.36%	-1.28%	0.61%
Hang Seng	25,745.87	-1.66%	-1.87%	-6.29%
Kospi	3,143.09	-0.89%	-2.48%	6.75%
JCI*	6,087.91	-0.84%	-0.14%	-0.28%

Source: Bloomberg

*The market was closed for holiday

Macroeconomic Data

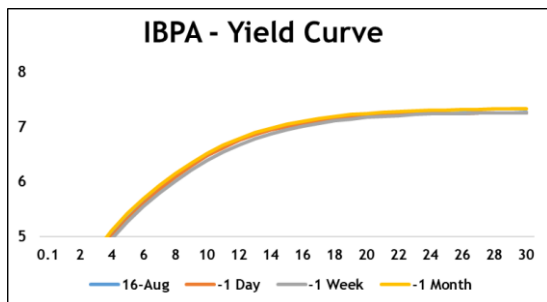
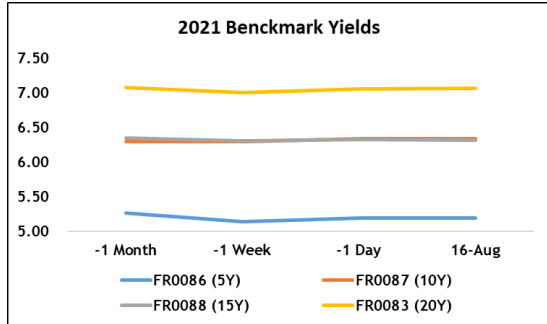
	Jul-21	Jun-21	May-21
Consumer Price Index (MoM)	0.08	-0.16	0.32
Consumer Price Index (YoY)	1.52	1.33	1.68
Core Inflation (YoY)	1.40	1.49	1.37
BI 7-Day RR Rate (%)	3.50	3.50	3.50
Foreign Reserve (US\$ Bn)	137.3	137.1	136.40

Source: Bloomberg

2021 Benchmark

Series	16-Aug	(-1 day)	Chg. (bps)	Yield (%)
FR0086 (5Y)	101.30	101.30	0	5.180
FR0087 (10Y)	101.25	101.15	10	6.323
FR0088 (15Y)	99.45	99.35	10	6.306
FR0083 (20Y)	104.40	104.20	20	7.070

Source: PLTE



Indonesia Government Bond Yields

Maturities (Year)	IDR			USD		
	16-Aug	(-1 day)	Chg. (in bps)	Yield (%)	(-1 day)	Chg. (in bps)
01	3.08	3.04	4	0.55	0.56	-1
02	3.97	3.97	0	0.61	0.60	1
03	4.40	4.40	0	0.74	0.73	1
04	4.94	4.96	-1	1.06	1.08	-2
05	5.19	5.17	2	1.38	1.38	0
06	5.52	5.53	-1	1.78	1.81	-2
07	6.05	6.06	-1	1.92	1.95	-3
08	6.13	6.15	-2	2.14	2.17	-4
09	6.37	6.38	-1	1.90	1.91	-1
10	6.32	6.32	0	2.20	2.22	-2
15	6.32	6.34	-2	N/A	N/A	N/A
20	7.07	7.06	1	3.49	3.53	-4
30	6.86	6.87	-1	3.28	3.32	-4

Source: Bloomberg

Indonesia Government International Bond Yields

INDON	17-Aug	(-1 day)	Chg. (bps)
INDON-26	1.32	1.32	0
INDON-31	2.15	2.15	0
INDON-46	3.49	3.49	0
INDON-51	3.08	3.08	1

Source: Bloomberg

Most Active Government Bonds

Series	TTM	Price	Yield (%)	Volume (IDR bn)
FR0092	20.84	101.85	6.954	147.42
FR0088	14.84	99.45	6.306	154.01
FR0089	30.01	100.35	6.847	84.37
FR0065	11.75	100.30	6.586	202.90
FR0091	10.67	100.40	6.321	1066.93

Source: PLTE

Most Active Corporate Bonds

Series	TTM	Rating	Price	Yield (%)	Volume (IDR bn)
BFIN05ACN2	1	A+(idn)	100.00	5.247	129.40
BBTN03BCN1	0.9	idAA+	104.20	3.730	132.00
BMTR01ACN1	0.89	idA+	101.55	9.64388	47.41
BVIC01BCN2	1.8	idA-	103.08	8.430	64.80
WSBP01CN1	0.88	BBB+(idn)	100.60	9.222	25.00

Source: PLTE

Government Bond Prices

Closing Price: 13-Aug-2021

Series	Maturity	TTM	Coupon	Price	YTM	Est. Yield	Fair Price	Spread (bps)
FR0061	15-May-22	0.74	7.000%	102.84	3.077%	3.183%	102.78	-6
FR0035	15-Jun-22	0.83	12.900%	107.92	3.094%	3.258%	107.80	-12
FR0043	15-Jul-22	0.91	10.250%	106.42	3.065%	3.328%	106.16	-26
FR0063	15-May-23	1.74	5.625%	102.75	3.969%	3.962%	102.77	2
FR0046	15-Jul-23	1.91	9.500%	109.75	4.142%	4.073%	109.88	13
FR0039	15-Aug-23	1.99	11.750%	114.52	4.273%	4.128%	114.45	-7
FR0070	15-Mar-24	2.58	8.375%	109.58	4.396%	4.473%	109.40	-18
FR0077	15-May-24	2.75	8.125%	109.52	4.396%	4.563%	109.08	-43
FR0044	15-Sep-24	3.08	10.000%	114.94	4.724%	4.733%	114.91	-2
FR0081	15-Jun-25	3.83	6.500%	105.36	4.941%	5.065%	104.93	-43
FR0040	15-Sep-25	4.08	11.000%	121.85	5.006%	5.164%	121.20	-64
FR0084	15-Feb-26	4.50	7.250%	108.09	5.206%	5.317%	107.64	-45
FR0086	15-Apr-26	4.66	5.500%	101.25	5.193%	5.372%	100.51	-73
FR0037	15-Sep-26	5.08	12.000%	129.08	5.376%	5.506%	128.42	-66
FR0056	15-Sep-26	5.08	8.375%	113.37	5.333%	5.506%	112.55	-81
FR0090	15-Apr-27	5.66	5.125%	99.20	5.289%	5.672%	97.37	-183
FR0059	15-May-27	5.75	7.000%	107.17	5.523%	5.694%	106.31	-86
FR0042	15-Jul-27	5.91	10.250%	122.72	5.671%	5.738%	122.34	-38
FR0047	15-Feb-28	6.50	10.000%	121.25	6.006%	5.879%	121.98	73
FR0064	15-May-28	6.75	6.125%	101.26	5.894%	5.934%	101.04	-22
FR0071	15-Mar-29	7.58	9.000%	117.18	6.130%	6.099%	117.39	21
FR0078	15-May-29	7.75	8.250%	112.98	6.117%	6.129%	112.91	-7
FR0052	15-Aug-30	9.00	10.500%	127.92	6.372%	6.327%	128.29	37
FR0082	15-Sep-30	9.08	7.000%	104.93	6.278%	6.339%	104.50	-43
FR0087	15-Feb-31	9.50	6.500%	101.12	6.341%	6.395%	100.74	-38
FR0085	15-Apr-31	9.67	7.750%	109.55	6.406%	6.416%	109.49	-7
FR0073	15-May-31	9.75	8.750%	117.17	6.357%	6.426%	116.62	-55
FR0054	15-Jul-31	9.92	9.500%	121.92	6.920%	6.446%	122.10	18
FR0091	15-Apr-32	10.67	6.375%	100.37	6.920%	6.532%	98.80	-157
FR0058	15-Jun-32	10.84	8.250%	112.36	6.629%	6.549%	113.03	66
FR0074	15-Aug-32	11.00	7.500%	106.85	6.614%	6.567%	107.23	38
FR0065	15-May-33	11.75	6.625%	99.96	6.629%	6.638%	99.88	-8
FR0068	15-Mar-34	12.58	8.375%	112.55	6.867%	6.709%	114.00	144
FR0080	15-Jun-35	13.84	7.500%	104.38	6.999%	6.801%	106.19	181
FR0072	15-May-36	14.75	8.250%	111.02	7.035%	6.859%	112.76	174
FR0088	15-Jun-36	14.84	6.250%	99.30	6.322%	6.864%	94.33	-497
FR0045	15-May-37	15.75	9.750%	124.27	7.157%	6.915%	126.92	265
FR0075	15-May-38	16.75	7.500%	104.11	7.076%	6.965%	105.23	112
FR0050	15-Jul-38	16.92	10.500%	131.40	7.248%	6.972%	134.71	331
FR0079	15-Apr-39	17.67	8.375%	112.97	7.076%	7.005%	113.74	77
FR0083	15-Apr-40	18.67	7.500%	104.39	7.072%	7.046%	104.66	28
FR0057	15-May-41	19.76	9.500%	122.75	7.307%	7.085%	125.45	270
FR0062	15-Apr-42	20.67	6.375%	97.30	6.616%	7.114%	92.05	-525
FR0092	15-Jun-42	20.84	7.125%	101.88	6.952%	7.120%	100.04	-183
FR0067	15-Feb-44	22.51	8.750%	114.00	7.457%	7.167%	117.55	355
FR0076	15-May-48	26.76	7.38%	103.03	7.119%	7.261%	101.32	-171
FR0089	15-Aug-51	30.01	6.88%	100.09	6.868%	7.315%	94.68	-541

Source: IBPA, PLTE, Bloomberg, & MCS Estimates

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