

Market Update

Rupiah asset class opened the week higher. The JCI continued higher +1.31% to 6,109.83 with foreign reported net buy of +Rp156.94bn. While, regional stock markets also higher with the HSI +1.05%, NKY +1.78%, and Kospi +0.97%.

INDOGB 10-yr yield fell slightly to 6.34%. According to CNBC Indonesia reported on Monday, citing a government document, Bank Indonesia and Finance Ministry have signed an agreement to allow Bank Indonesia to directly buy sovereign bonds worth up to Rp439tn (Rp215tn in 2021 and Rp224tn in 2022). The proceeds will be used to fund the government's vaccination campaign and other Covid-19 relief measures. Bank Indonesia will relinquish interest payments for bonds worth Rp58tn in 2021 and Rp40tn in 2022, but the rest of the notes will carry a floating interest rate equal to the central bank's three-month reverse repo rate.

UST 10-yr yield fell slightly to 1.25% with investors focusing on the Federal Reserve's annual central banking event, will be held on Thursday and Friday. Sukuk auctions are due to held on today. Here are the series that will be auctioned.

SPN56Mo: 2.90 - 2.97%
 PBS031 (3Y): 4.35 - 4.45%
 PBS032 (5Y): 5.08 - 5.15%
 PBS030 (7Y): 5.85 - 5.92%
 PBS029 (13Y): 6.50 - 6.60%
 PBS028 (25Y): 7.10 - 7.20%
 USD/IDR depreciated by -0.08% to 14,392.

Government Bond Ownership As of Aug 19, 2021 (in Trillion)

Holders	2020	30-Jul-21	19-Aug-21
Banks	1,375.57	1,368.45	1,507.33
(of percentage %)	35.54	31.92	34.85
Bank Indonesia	454.36	689.52	569.65
(of percentage %)	11.74	16.08	13.17
Mutual Fund	161.33	136.21	137.26
(of percentage %)	4.17	3.18	3.17
Insurance & Pension Fund	542.82	625.30	631.29
(of percentage %)	14.02	14.59	14.59
Foreign Investor	973.91	965.78	975.29
(of percentage %)	25.16	22.53	22.55
Individual Investors	131.24	198.88	198.98
(of percentage %)	3.39	4.64	4.60
Others	231.54	303.01	305.70
(of percentage %)	5.98	7.07	7.07
Total	3,870.76	4,287.16	4,325.51

Source: DJPPR

10-Year Government Bond Yields

Country	S&P Rating	23-Aug	(-1 day)	Chg. (bps)
US	AA+	1.25	1.26	-1
UK	AA	0.52	0.54	-2
Germany	AAA	-0.50	-0.49	-1
France	AA	-0.15	-0.15	-1
Brazil	BB-	10.61	10.77	-16
India	BBB-	6.24	6.23	1
China	A+	2.87	2.85	2
South Korea	AA	1.88	1.90	-2
Thailand	BBB+	1.56	1.52	4
Malaysia	A-	3.22	3.22	0
Singapore	AAA	1.38	1.36	1
Indonesia	BBB	6.34	6.35	-1

Source: Bloomberg

Spot Forex

	23-Aug	(-1 day)	(-1 week)
USD/IDR	14,392	14,403	14,366
EUR/IDR	16,929	16,929	16,918
GBP/IDR	19,776	19,776	19,885
SGD/IDR	10,626	10,626	10,597
CNY/IDR	2,220	2,220	2,219

Source: Bloomberg

Global Stock Markets

Index	Last Price	Chg. (%)	% MTD	% YTD
S&P 500	4,479.53	0.85%	2.11%	21.05%
DJIA	35,335.71	0.61%	1.43%	16.91%
NASDAQ	14,942.65	1.55%	1.78%	17.67%
DAX	15,852.79	0.28%	1.82%	15.49%
FTSE	7,109.02	0.30%	0.39%	8.17%
CAC 40	6,683.10	0.86%	0.11%	19.58%
Nikkei	27,494.24	1.78%	-1.03%	0.87%
Hang Seng	25,109.59	1.05%	-4.29%	-8.60%
Kospi	3,090.21	0.97%	-4.12%	4.95%
JCI	6,109.83	1.31%	0.22%	0.08%

Source: Bloomberg

Macroeconomic Data

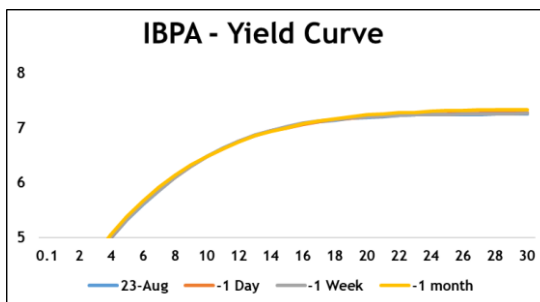
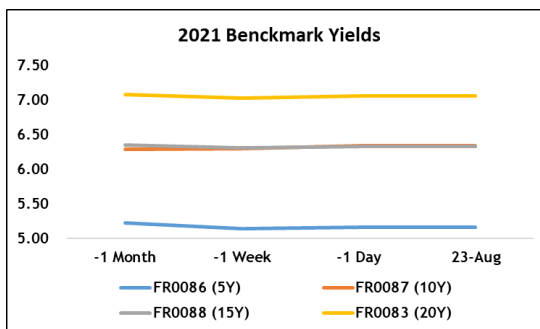
	Jul-21	Jun-21	May-21
Consumer Price Index (MoM)	0.08	-0.16	0.32
Consumer Price Index (YoY)	1.52	1.33	1.68
Core Inflation (YoY)	1.40	1.49	1.37
BI 7-Day RR Rate (%)	3.50	3.50	3.50
Foreign Reserve (US\$ Bn)	137.3	137.1	136.40

Source: Bloomberg

2021 Benchmark

Series	23-Aug	(-1 day)	Chg. (bps)	Yield (%)
FR0086 (5Y)	101.40	101.40	0	5.160
FR0087 (10Y)	101.10	101.05	5	6.343
FR0088 (15Y)	99.35	99.40	-5	6.317
FR0083 (20Y)	104.55	104.70	-15	7.056

Source: PLTE


Indonesia Government Bond Yields

Maturities (Year)	IDR			USD		
	23-Aug	(-1 day)	Chg. (in bps)	Yield (%)	(-1 day)	Chg. (in bps)
01	3.04	3.07	-2	0.52	0.50	1
02	3.94	3.94	0	0.59	0.55	4
03	4.36	4.38	-2	0.75	0.76	-1
04	4.90	4.90	0	1.05	1.04	2
05	5.16	5.16	0	1.37	1.35	2
06	5.54	5.55	-1	1.76	1.76	0
07	6.05	6.06	-1	1.92	1.90	1
08	6.14	6.15	-1	2.12	2.11	1
09	6.35	6.35	0	1.90	1.91	-1
10	6.34	6.35	-1	2.19	2.17	2
15	6.33	6.33	0	N/A	N/A	N/A
20	7.06	7.06	0	3.49	3.47	2
30	6.87	6.87	0	3.28	3.26	2

Source: Bloomberg

Indonesia Government International Bond Yields

INDON	23-Aug	(-1 day)	Chg. (bps)
INDON-26	1.30	1.30	-1
INDON-31	2.16	2.16	0
INDON-46	3.50	3.50	0
INDON-51	3.11	3.11	0

Source: Bloomberg

Most Active Government Bonds

Series	TTM	Price	Yield (%)	Volume (IDR bn)
FR0089	29.99	100.05	6.871	122.98
FR0092	20.82	101.95	6.945	289.97
FR0088	14.82	99.35	6.317	56.58
FR0091	10.65	100.25	6.341	981.27
FR0065	11.73	100.10	6.611	87.85

Source: PLTE

Most Active Corporate Bonds

Series	TTM	Rating	Price	Yield (%)	Volume (IDR bn)
BSSB01CN2	0.19	idA+	100.65	5.493	40.00
INKP01BCN3	2.3	idA+	100.05	9.973	9.00
MFIN03BCN2	0.86	idA	102.00	8.064	10.00
FIFAO4ACN2	0.15	idAAA	100.49	2.450	274.00
PPLN04CCN1	9.04	idAAA	106.50	6.926	2.60

Source: PLTE

Government Bond Prices

Closing Price: 23-Aug-2021

Series	Maturity	TTM	Coupon	Price	YTM	Est. Yield	Fair Price	Spread (bps)
FR0061	15-May-22	0.73	7.000%	102.80	3.041%	2.968%	102.88	7
FR0035	15-Jun-22	0.81	12.900%	107.79	3.028%	3.048%	107.82	3
FR0043	15-Jul-22	0.89	10.250%	106.21	3.107%	3.125%	106.23	2
FR0063	15-May-23	1.73	5.625%	102.77	3.943%	3.807%	103.01	24
FR0046	15-Jul-23	1.89	9.500%	109.60	4.206%	3.926%	110.07	47
FR0039	15-Aug-23	1.98	11.750%	114.47	4.055%	3.985%	114.63	16
FR0070	15-Mar-24	2.56	8.375%	109.60	4.364%	4.354%	109.64	4
FR0077	15-May-24	2.73	8.125%	109.59	4.348%	4.449%	109.33	-26
FR0044	15-Sep-24	3.07	10.000%	114.95	4.720%	4.631%	115.16	21
FR0081	15-Jun-25	3.81	6.500%	105.48	4.903%	4.982%	105.20	-28
FR0040	15-Sep-25	4.07	11.000%	121.72	5.017%	5.087%	121.44	-28
FR0084	15-Feb-26	4.48	7.250%	108.13	5.189%	5.248%	107.90	-24
FR0086	15-Apr-26	4.65	5.500%	101.39	5.158%	5.306%	100.78	-61
FR0037	15-Sep-26	5.07	12.000%	129.27	5.321%	5.447%	128.64	-63
FR0056	15-Sep-26	5.07	8.375%	113.67	5.260%	5.447%	112.80	-87
FR0090	15-Apr-27	5.65	5.125%	99.18	5.295%	5.621%	97.62	-155
FR0059	15-May-27	5.73	7.000%	107.09	5.535%	5.644%	106.55	-54
FR0042	15-Jul-27	5.90	10.250%	122.44	5.708%	5.689%	122.56	12
FR0047	15-Feb-28	6.48	10.000%	121.25	6.006%	5.837%	122.19	94
FR0064	15-May-28	6.73	6.125%	101.34	5.878%	5.894%	101.26	-8
FR0071	15-Mar-29	7.56	9.000%	117.06	6.142%	6.065%	117.58	52
FR0078	15-May-29	7.73	8.250%	112.78	6.144%	6.097%	113.10	32
FR0052	15-Aug-30	8.98	10.500%	128.09	6.347%	6.302%	128.45	36
FR0082	15-Sep-30	9.07	7.000%	104.43	6.349%	6.314%	104.67	25
FR0087	15-Feb-31	9.49	6.500%	101.13	6.339%	6.372%	100.90	-23
FR0085	15-Apr-31	9.65	7.750%	109.53	6.407%	6.393%	109.64	11
FR0073	15-May-31	9.73	8.750%	116.85	6.394%	6.404%	116.77	-8
FR0054	15-Jul-31	9.90	9.500%	122.23	6.920%	6.425%	122.25	1
FR0091	15-Apr-32	10.65	6.375%	100.23	6.920%	6.513%	98.94	-129
FR0058	15-Jun-32	10.82	8.250%	112.39	6.625%	6.531%	113.16	78
FR0074	15-Aug-32	10.99	7.500%	106.67	6.635%	6.549%	107.36	69
FR0065	15-May-33	11.73	6.625%	100.06	6.616%	6.623%	100.01	-5
FR0068	15-Mar-34	12.57	8.375%	112.62	6.858%	6.695%	114.11	149
FR0080	15-Jun-35	13.82	7.500%	104.60	6.975%	6.790%	106.29	169
FR0072	15-May-36	14.74	8.250%	111.23	7.013%	6.849%	112.85	162
FR0088	15-Jun-36	14.82	6.250%	99.25	6.327%	6.854%	94.42	-483
FR0045	15-May-37	15.74	9.750%	124.27	7.157%	6.907%	127.00	273
FR0075	15-May-38	16.74	7.500%	104.17	7.070%	6.958%	105.30	113
FR0050	15-Jul-38	16.90	10.500%	131.92	7.202%	6.966%	134.77	285
FR0079	15-Apr-39	17.65	8.375%	112.90	7.082%	7.000%	113.80	90
FR0083	15-Apr-40	18.66	7.500%	104.55	7.056%	7.041%	104.71	17
FR0057	15-May-41	19.74	9.500%	124.19	7.186%	7.081%	125.49	130
FR0062	15-Apr-42	20.66	6.375%	96.00	6.736%	7.111%	92.08	-392
FR0092	15-Jun-42	20.82	7.125%	101.93	6.947%	7.116%	100.08	-185
FR0067	15-Feb-44	22.50	8.750%	116.00	7.291%	7.165%	117.57	157
FR0076	15-May-48	26.75	7.38%	103.00	7.121%	7.261%	101.32	-168
FR0089	15-Aug-51	30.00	6.88%	100.12	6.865%	7.317%	94.66	-546

Source: IBPA, PLTE, Bloomberg, & MCS Estimates

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