

# Morning Brief

Daily | 7 Sept, 2021

## Today's Outlook:

### Government Bonds

**FR0090 at Par.** In trading at the beginning of the week, the Government Securities (SUN) market was mixed. Market participants will respond to data on non-farm payrolls in the United States (US) in August, which only increased by 235 thousand. This figure is far below market expectations of 733 thousand. The low US non-farm payrolls data will affect the Fed's decision making, or have the potential to hold tapering off for a while. Yesterday, the price of the 5-year benchmark candidate FR0090 touched the par level or yield at 5.12%, based on Bloomberg data.

### Corporate Bonds

**Buana Lintas Lautan Releases IDR 4.27 Trillion Global Bonds.** Buana Lintas Lautan Tbk (BULL) plans to issue Global Bonds with a target of obtaining funds of USD 300 million or around IDR 4.27 trillion (exchange rate of IDR 14,228 per USD) with a 5-year tenor. Global bonds will be guaranteed by Buana Lintas Lautan and or its subsidiaries in the form of asset guarantees and or company guarantees. Since the proceeds from the global bond issuance will be used primarily to pay off the debts of BULL and/or its subsidiaries, the issuance of global bonds will also strengthen the Company's financial position. (Liputan6.com)

### Domestic Issue

**Jokowi Releases PPh Rules for Transfer of Obligations of Oil and Gas Contractors.** Jokowi has issued a new regulation regarding the imposition of income tax (PPh) on the transfer of contractor rights or obligations in upstream oil and gas (oil and gas) business activities. This is stated in Government Regulation (PP) Number 93 of 2021 concerning the Treatment of Income Tax on the Transfer of Interests Participation in Upstream Oil and Gas Business Activities. This rule was enacted and promulgated on August 31, 2021. This rule is to provide legal certainty and create a conducive investment climate. (CNN Indonesia)

### Recommendation

**August Foreign Exchange Reserves.** Today's SUN trading, investors are looking forward to the release of data on foreign exchange reserves (Cadev) in August which is projected to rise to the level of USD 139 billion. The increase in cadev has become a positive sentiment for the ability of Bank Indonesia (BI) to anticipate the volatility of the rupiah exchange rate. Today, the government offers SPNS 08032022 (New Issue), PBS031, PBS032, PBS029, PBS004, and PBS028.

## Indonesia Macroeconomic Data

Monthly Indicators	Last	Prev.	Quarterly Indicators	Last	Prev.
BI 7 Day Rev Repo Rate	3.50%	3.50%	Real GDP	7.07%	-0.74%
FX Reserve (USD bn)	137.34	137.09	Current Acc (USD bn)	(2.20)	(1.00)
Trd Balance (USD bn)	2.58	1.31	Govt. Spending Yoy	8.06%	2.96%
Exports Yoy	29.32%	54.43%	FDI (USD bn)	6.61	4.92
Imports Yoy	44.44%	60.12%	Business Confidence	104.82	105.33
Inflation Yoy	1.60%	1.52%	Cons. Confidence*	80.20	104.40

## PRICE OF BENCHMARK SERIES

FR0086 (5yr): +0.4 Bps to 101.91 (5.02%)  
FR0087 (10yr): -0.1 Bps to 102.94 (6.08%)  
FR0088 (15yr): -0.6 Bps to 99.72 (6.27%)  
FR0083 (20yr): +0.1 Bps to 106.96 (6.83%)

FR0090 (5.8yr): -0.4 Bps to 100.01 (5.12%)  
FR0091 (10.8yr): +0.0 Bps to 103.04 (5.98%)  
FR0092 (21yr): -0.2 Bps to 104.31 (6.73%)

## CDS of Indonesia Bonds

CDS 2yr: -0.19% to 27.56  
CDS 5yr: -0.04% to 66.71  
CDS 10yr: -0.26% to 128.24

## Government Bond Yields & FX

	Last	Chg.
Tenor: 10 year	6.10%	-0.00%
USDIDR	14,223	-0.28%
KRWIDR	12.30	-0.24%

## Global Indices

Index	Last	Chg.	%
Dow Jones	35,369.09	(74.73)	-0.21%
S&P 500	4,535.43	(1.52)	-0.03%
FTSE 100	7,187.18	48.83	0.68%
DAX	15,932.12	150.92	0.96%
Nikkei	29,659.89	531.78	1.83%
Hang Seng	26,163.63	261.64	1.01%
Shanghai	3,621.86	40.13	1.12%
KOSPI	3,203.33	2.27	0.07%
EIDO	21.56	0.34	1.60%

## Commodities

Commodity	Last	Chg.	%
Gold (\$/troy oz.)	1,823.3	(4.4)	-0.24%
Crude Oil (\$/bbl)	69.29	(0.70)	-1.00%
Coal (\$/ton)	162.40	2.00	1.25%
Nickel LME (\$/MT)	19,654	(135.0)	-0.68%
Tin LME (\$/MT)	32,890	(165.0)	-0.50%
CPO (MYR/Ton)	4,331	21.0	0.49%

## Global & Domestic Economic Calendar

Date	Country	Hour Jakarta	Event	Period	Actual	Consensus	Previous
<b>Monday</b> 6 - Sept.	GE	13:00	Factory Orders MoM	Jul	3.4%	-0.7%	4.1%
<b>Tuesday</b> 7 - Sept.	ID	10:00	Foreign Reserves	Aug		—	\$137.34Bn
	CH	—	Trade Balance	Aug		\$50.50Bn	\$56.58Bn
	GE	16:00	GDP SA QoQ	2Q		2.0%	2.0%
	GE	16:00	GDP SA YoY	2Q		13.6%	13.6%
<b>Wednesday</b> 8 - Sept.	US	18:00	MBA Mortgage Applications	Sept		—	-2.4%
<b>Thursday</b> 9 - Sept.	CH	08:30	CPI YoY	Aug		1.0%	1.0%
	CH	08:30	PPI YoY	Aug		8.9%	9.0%
	EC	18:45	ECB Deposit Facility Rate	Sept		-0.5%	-0.5%
	US	19:30	Initial Jobless Claims	Sept		—	340k
<b>Friday</b> 10 - Sept.	GE	13:00	CPI MoM	Aug		0.0%	0.0%
	GE	13:00	CPI YoY	Aug		3.9%	3.9%
	UK	13:00	Manufacturing Production MoM	Jul		—	0.2%
	US	21:00	Wholesale Inventories MoM	Jul		0.6%	0.6%

Source: Bloomberg

## Research Division

### Head of Research

**Anggaraksa Arismunandar**

Market Strategy, Misc. Industry, Banking

T +62 21 5088 ext. 9134

E [anggaraksa@nhsec.co.id](mailto:anggaraksa@nhsec.co.id)

### Senior Technical Analyst

**Dimas Wahyu Putra Pratama**

Technical

T +62 21 5088 ext 9131

E [dimas.wahyu@nhsec.co.id](mailto:dimas.wahyu@nhsec.co.id)

### Economist

**Arief Machrus**

Macroeconomics

T +62 21 5088 ext 9127

E [arief.machrus@nhsec.co.id](mailto:arief.machrus@nhsec.co.id)

### Analyst

**Ajeng Kartika Hapsari**

Property, Construction, Cement

T +62 21 5088 ext 9130

E [ajeng@nhsec.co.id](mailto:ajeng@nhsec.co.id)

### Analyst

**Putu Chantika**

Consumer, Retail

T +62 21 5088 ext 9129

E [putu.chantika@nhsec.co.id](mailto:putu.chantika@nhsec.co.id)

### Research Support

**Jasmine Kusumawardani**

T +62 21 5088 ext 9132

E [jasmine.kusumawardani@nhsec.co.id](mailto:jasmine.kusumawardani@nhsec.co.id)

#### DISCLAIMER

This report and any electronic access hereto are restricted and intended only for the clients and related entities of PT NH Korindo Sekuritas Indonesia. This report is only for information and recipient use. It is not reproduced, copied, or made available for others. Under no circumstances is it considered as a selling offer or solicitation of securities buying. Any recommendation contained herein may not be suitable for all investors. Although the information hereof is obtained from reliable sources, its accuracy and completeness cannot be guaranteed. PT NH Korindo Sekuritas Indonesia, its affiliated companies, employees, and agents are held harmless from any responsibility and liability for claims, proceedings, action, losses, expenses, damages, or costs filed against or suffered by any person as a result of acting pursuant to the contents hereof. Neither is PT NH Korindo Sekuritas Indonesia, its affiliated companies, employees, nor agents are liable for errors, omissions, misstatements, negligence, inaccuracy contained herein.

All rights reserved by PT NH Korindo Sekuritas Indonesia



## PT. NH Korindo Sekuritas Indonesia

Member of Indonesia Stock Exchange

**Head Office :**

District 8 Treasury Tower 51<sup>st</sup> Fl. Unit A, SCBD Lot.28

Jl. Jendral Sudirman Kav. 52-53

Jakarta Selatan 12190

Telp : +62 21 50889100

**Branch Office BSD:**

ITC BSD Blok R No.48

Jl. Pahlawan Seribu Serpong

Tangerang Selatan 15322

Indonesia

Telp : +62 21 5316 2049

Fax : +62 21 5316 1687

**Branch Office Medan :**

Jl. Timor No 147

Medan, Sumatera Utara 20234

Indonesia

Telp : +62 614 156500

Fax : +62 614 568560

**Branch Office Semarang:**

Jl. MH Thamrin No. 152

Semarang 50314

Indonesia

Telp : +62 24 844 6878

Fax : +62 24 844 6879

**Branch Office Jakarta Utara:**

Jl. Bandengan Utara Kav. 81

Blok A No.02, Lt 1

Jakarta Utara 14440

Indonesia

Telp : +62 21 6667 4959

Fax : +62 21 6667 4960

**Branch Office Pekanbaru:**

Sudirman City Square

Jl. Jend. Sudirman Blok A No.7

Pekanbaru

Indonesia

**Branch Office Surabaya:**

Spazio Tower Lt. 10, Unit S05

Jl. Mayjen Yono Suwoyo

Surabaya 60226

Indonesia

**Branch Office Makassar:**

Jl. Gunung Latimojong No.120A

Makassar

Indonesia

Telp : +62 411 361 5255

**Branch Office Bandung:**

Paskal Hypersquare Blok A1

Jl. Pasirkaliki No 25-27

Bandung 40181

Indonesia

**Branch Office Denpasar:**

Ruko Griya Alamanda No.9

Jl. Cok Agung Tresna

Denpasar

Indonesia

**A Member of NH Investment & Securities Global Network**

Seoul | New York | Hong Kong | Singapore | Shanghai | Beijing | Hanoi |  
Jakarta