

# Morning Brief

Daily | Oct. 13, 2021

## Today's Outlook:

### Government Bonds

**Public Purchasing Power Improves, SUN Market Mixed.** Market participants responded positively to the August retail sales data, which improved from last July. The increase in the Retail Sales Index (IPR) indicates that people's purchasing power is starting to strengthen. In more detail, Bank Indonesia (BI) reported that IPR grew by 2.1% MoM in August 2021. This retail sales accelerated, compared to the previous month, which contracted by 5% MoM. As for the results of the auction of Government Securities (SUN) yesterday, the government managed to absorb funds worth IDR 8 trillion, from the incoming bids worth a total of IDR 50.1 trillion.

### Corporate Bonds

**FIFGroup Issues IDR 1.75 Trillion Bonds.** Federal International Finance will issue Shelf-Registered Bonds Phase II 2021 with a principal amount of IDR 1.75 trillion in two series. Series A bonds worth IDR 975.33 billion with 3.60% interest and 370-day tenor. Meanwhile, Series B Bonds worth IDR 774.67 billion with 5.30% interest and 36-month tenor. The Company has scheduled the bond public offering period on October 21-22 2021. The next date for listing the bonds on the IDX is October 28, 2021. (Kontan)

### Domestic Issue

**Tobacco Production Increases 6.2%.** The Directorate General of Customs and Excise reports that the production of tobacco or cigarette products in 2021 will increase by 6.2%. Where in the last three months grew positive, after the previous months grew negative. Meanwhile, the increase in cigarette production occurred in groups one, two, and three. On the other hand, regarding the new cigarette excise tariff for 2022, the policy is still being reviewed by the government. (Kontan)

**Energy Crisis Negative Sentiment.** Market participants have the opportunity to return to interest in Government Securities (SBN), amid negative sentiments concerning the energy crisis that has penetrated the United States (US). This can be seen from the limited gas supply for the US winter. On the other hand, bond investors will continue to pay close attention to the development of China's Evergrande bond coupon payments. In the short term, market participants can keep a close eye on FR0087, FR0088, and FR0083.

## 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)	146.90	144.80	Current Acc (USD bn)	(2.20)	(1.00)
Trd Balance (USD bn)	4.74	2.59	Govt. Spending Yoy	8.06%	2.96%
Exports Yoy	64.10%	29.32%	FDI (USD bn)	6.61	4.92
Imports Yoy	55.26%	44.44%	Business Confidence	104.82	105.33
Inflation Yoy	1.60%	1.59%	Cons. Confidence*	95.50	80.20

## PRICE OF BENCHMARK SERIES

FR0086 (5yr): +0.5 Bps to 101.26 (5.18%)  
FR0087 (10yr): -2.0 Bps to 101.07 (6.34%)  
FR0088 (15yr): -0.9 Bps to 99.19 (6.33%)  
FR0083 (20yr): -0.8 Bps to 102.58 (7.24%)

FR0090 (5.8yr): -1.6 Bps to 100.20 (5.08%)  
FR0091 (10.8yr): -1.2 Bps to 101.19 (6.21%)  
FR0092 (21yr): -1.2 Bps to 101.15 (7.01%)

## CDS of Indonesia Bonds

CDS 2yr: -3.45% to 37.89  
CDS 5yr: -2.90% to 93.02  
CDS 10yr: -2.73% to 155.55

## Government Bond Yields & FX

	Last	Chg.
Tenor: 10 year	6.23%	-0.01%
USDIDR	14,218	0.07%
KRWIDR	11.86	-0.27%

## Global Indices

Index	Last	Chg.	%
Dow Jones	34,378.34	(117.72)	-0.34%
S&P 500	4,350.65	(10.54)	-0.24%
FTSE 100	7,130.23	(16.62)	-0.23%
DAX	15,146.87	(52.27)	-0.34%
Nikkei	28,230.61	(267.59)	-0.94%
Hang Seng	24,962.59	(362.50)	-1.43%
Shanghai	3,546.94	(44.77)	-1.25%
KOSPI	2,916.38	(39.92)	-1.35%
EIDO	23.68	0.16	0.68%

## Commodities

Commodity	Last	Chg.	%
Gold (\$/troy oz.)	1,760.2	6.0	0.34%
Crude Oil (\$/bbl)	80.64	0.12	0.15%
Coal (\$/ton)	239.65	8.15	3.52%
Nickel LME (\$/MT)	19,119	(102.0)	-0.53%
Tin LME (\$/MT)	36,382	226.0	0.63%
CPO (MYR/Ton)	4,855	(100.0)	-2.02%

## Global & Domestic Economic Calendar

Date	Country	Hour Jakarta	Event	Period	Actual	Consensus	Previous
<b>Friday</b>	CH	08:45	Caixin China PMI Composite	Sept.	51.4	—	47.2
8 - Oct.	CH	08:45	Caixin China PMI Services	Sept.	53.4	49.2	46.7
<b>Monday</b>	—	—	—	—	—	—	—
11 - Oct.	—	—	—	—	—	—	—
<b>Tuesday</b>	UK	13:00	Claimant Count Rate	Sept.	5.2%	—	5.4%
12 - Oct.	UK	13:00	Jobless Claims Change	Sept.	-51.1k	—	-58.6k
	GE	16:00	ZEW Survey Expectations	Oct.	22.3	23.5	26.5
	GE	16:00	ZEW Survey Current Situations	Oct.	21.6	28.0	31.9
<b>Wednesday</b>	CH	—	Trade Balance	Sept.		\$45.00Bn	\$58.34Bn
13 - Oct.	GE	13:00	CPI MoM	Sept.		0.0%	0.0%
	US	18:00	MBA Mortgage Applications	Oct. 8		—	-6.9%
	US	19:30	CPI MoM	Sept.		0.3%	0.3%
<b>Thursday</b>	CH	08:30	CPI YoY	Sept.		0.9%	0.8%
14 - Oct.	CH	08:30	PPI YoY	Sept.		10.6%	9.5%
	US	19:30	Initial Jobless Claims	Oct. 9		—	326k
	US	19:30	PPI Final Demand MoM	Sept.		0.6%	0.7%
<b>Friday</b>	ID	09:00	Trade Balance	Sept.		—	\$4,740Mn
15 - Oct.	US	19:30	Empire Manufacturing	Oct.		23.8	34.3
	US	19:30	Retail Sales Advance MoM	Sept.		-0.2%	0.7%
	US	21:00	U. of Mich. Sentiment	Oct.		73.8	72.8

Source: Bloomberg

## Research Division

### Head of Research

**Anggaraksa Arismunandar**

Equity Strategy

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, Banking

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)

### Analyst

**Glenn Samuael Tanuwidjaja**

Telco, Mining

T +62 21 5088 ext 9128

E [glenn.samuael@nhsec.co.id](mailto:glenn.samuael@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

### 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

Fax : +62 21 50889101

### Branch Office BSD:

ITC BSD Blok R No.48

Jl. Pahlawan Seribu Serpong

Tangerang Selatan 15322

Indonesia

Telp : +62 21 5316 2049

### 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

Telp : +62 761 801 133

### Branch Office Surabaya:

Spazio Tower Lt. 10, Unit S05

Jl. Mayjen Yono Suwoyo

Surabaya 60226

Indonesia

Telp : +62 31 9914 1344

### 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

Telp : +62 22 8606 1012

### 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