

Morning Brief

Daily | Mar. 22, 2022

Today's Outlook:

Government Bonds

Investors Return to Safe Haven. Yields of all benchmark series Government Securities (SUN) recorded a decline earlier in the week. 10-year benchmark FR0091, leads yield decline by 2.5 bps to 6.68% level. The lack of new sentiment from within the country makes investors more inclined to pay close attention to global catalysts. The tug-of-war development of the situation in Ukraine will still be the main focus; where investors have the potential to rotate to defensive sectors and safe haven assets, one of which is Government Securities (SBN).

Corporate Bonds

JSMR: Net Profit Soared by 222%. PT Jasa Marga Tbk (JSMR) recorded a net profit growth of 222.35% (yoy) to IDR 1.61 trillion. Revenue also grew by 10.65% yoy to IDR 15.16 trillion, supported by toll revenues of IDR 10.78 trillion (+23.05% yoy). This was followed by other operating revenues of IDR 990.06 billion (+20.04% yoy). (Kontan)

Domestic Issue

BI Optimistic that the Economy will Grow up to 5.5%. Bank Indonesia (BI) is optimistic that Indonesia's economic growth this year can reach 5.5%, higher than last year's 3.69%. This optimism is supported by several factors, ranging from high commodity exports, increasing household consumption, to investment to support development in the country. Meanwhile, the economic stimulus provided by the government and the central bank also has an important role in promoting national economic recovery and growth. (CNN Indonesia)

Recommendation

Oil Prices and Yield UST. The increase in world oil prices and UST yields became the negative sentiment in today's trading. Yield UST10Y was up 14bps to 2.30% in early trading. Market participants are again looking at the risks from the Ukraine conflict, and the Fed's aggressive actions to anticipate rising inflation. Investors also responded negatively to Ukraine, which firmly rejected Russia's ultimatum, to hand over the city of Mariupol, which is currently under siege by Russia.

PRICE OF BENCHMARK SERIES

FR0090 : -0.7 Bps to 98.12 (5.55%)
FR0091 : -2.5 Bps to 97.73 (6.68%)
FR0093 : -1.3 Bps to 97.25 (6.66%)
FR0092 : -0.7 Bps to 99.81 (7.14%)

FR0086 : -2.1 Bps to 100.26 (5.42%)
FR0087 : -1.7 Bps to 98.62 (6.70%)
FR0083 : -2.5 Bps to 102.31 (7.26%)
FR0088 : -1.0 Bps to 96.89 (6.58%)

CDS of Indonesia Bonds

CDS 2yr: +23.41% to 42.11
CDS 5yr: +10.18% to 96.92
CDS 10yr: +5.28% to 161.19

Government Bond Yields & FX

	Last	Chg.
Tenor: 10 year	6.71%	-0.02%
USDIDR	14,340	-0.01%
KRWIDR	11.79	-0.76%

Global Indices

Index	Last	Chg.	%
Dow Jones	34,552.99	(201.94)	-0.58%
S&P 500	4,461.18	(1.94)	-0.04%
FTSE 100	7,442.39	37.66	0.51%
DAX	14,326.97	(86.12)	-0.60%
Nikkei	26,827.43	174.54	0.65%
Hang Seng	21,221.34	(191.06)	-0.89%
Shanghai	3,253.69	2.61	0.08%
KOSPI	2,686.05	(20.97)	-0.77%
EIDO	24.45	0.01	0.04%

Commodities

Commodity	Last	Chg.	%
Gold (\$/troy oz.)	1,935.9	14.3	0.74%
Crude Oil (\$/bbl)	112.12	7.42	7.09%
Coal (\$/ton)	329.40	(6.60)	-1.96%
Nickel LME (\$/MT)	31,379	(5535.0)	-14.99%
Tin LME (\$/MT)	42,305	600.0	1.44%
CPO (MYR/Ton)	5,774	145.0	2.58%

Indonesia Macroeconomic Data

Monthly Indicators	Last	Prev.	Quarterly Indicators	Last	Prev.
BI 7 Day Rev Repo Rate	3.50%	3.50%	Real GDP	5.02%	3.51%
FX Reserve (USD bn)	141.40	141.30	Current Acc (USD bn)	1.40	4.97
Trd Balance (USD bn)	3.82	0.93	Govt. Spending Yoy	5.25%	0.62%
Exports Yoy	34.14%	25.31%	FDI (USD bn)	3.59	4.70
Imports Yoy	25.43%	36.77%	Business Confidence	104.82	105.33
Inflation Yoy	2.06%	2.18%	Cons. Confidence*	113.10	119.60

Global & Domestic Economic Calendar

Date	Country	Hour Jakarta	Event	Period	Actual	Consensus	Previous
Friday	US	21:00	Existing Home Sales	Feb.	6.02Mn	6.10Mn	6.49Mn
18 - Mar.	US	21:00	Existing Home Sales MoM	Feb.	-7.2%	-6.2%	6.6%
Monday	—	—	—	—	—	—	—
21 - Mar.	—	—	—	—	—	—	—
Tuesday	—	—	—	—	—	—	—
22 - Mar.	—	—	—	—	—	—	—
Wednesday	US	18:00	MBA Mortgage Applications	Mar.		--	-1.2%
23 - Mar.	US	21:00	New Home Sales	Feb.		815k	801k
	US	21:00	New Home Sales MoM	Feb.		1.8%	-4.5%
Thursday	GE	15:30	Markit Germany Manufacturing	Mar.		54.0	58.4
24 - Mar.	US	19:30	Current Account Balance	4Q21		-\$217.8Bn	-\$214.8Bn
	US	19:30	Initial Jobless Claims	Mar.		--	214k
	US	19:30	Durable Goods Orders	Feb.		-0.6%	1.6%
Friday	GE	16:00	IFO Business Climate	Mar.		93.9	98.9
25 - Mar.	GE	16:00	IFO Expectations	Mar.		--	99.2
	US	21:00	Pending Home Sales	Feb.		0.1%	-5.7%
	US	21:00	U. Of Mich. Sentiment	Mar.		59.7	59.7

Source: Bloomberg

Research Division

Head of Research

Anggaraksa Arismunandar

Equity Strategy

T +62 21 5088 ext. 9134

E anggaraksa@nhsec.co.id

Senior Technical Analyst

Dimas Wahyu Putra Pratama

Technical

T +62 21 5088 ext 9131

E dimas.wahyu@nhsec.co.id

Economist

Arief Machrus

Macroeconomics, Banking

T +62 21 5088 ext 9127

E arief.machrus@nhsec.co.id

Analyst

Cindy Alicia

Consumer, Healthcare

T +62 21 5088 ext 9129

E cindy.alicia@nhsec.co.id

Research Support

Jasmine Kusumawardani

T +62 21 5088 ext 9132

E 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 51st 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

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

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