

Morning Brief

Daily | Apr. 12, 2022

Today's Outlook:

SUN Market Pressed Ahead of US Inflation Data. Yesterday, yield inversion still occurred on 10-year and 15-year Government Securities (SUN). Yield FR0091 rose 5.5 bps to 6.84%. In yesterday's trading, market participants were waiting for the release of data on the Consumer Price Index (CPI) of the United States (US) for the annual period of March, which is projected to be 50 bps higher than the previous month. If this happened, it would be the highest US inflation since 1981.

Corporate Bonds

Mandala Finance Stops PUB Shelf-Registered Bonds IV. PT Mandala Multifinance Tbk discontinued the Shelf-Registered Public Offering (PUB) of Shelf-Registered Bonds IV. Meanwhile, the bonds have been offered since June 29, 2020. After offering the bonds in four stages, the company managed to raise funds of Rp 1.41 trillion. In fact, the company targets to raise funds of a maximum of Rp 1.5 trillion. The company decided to discontinue it due to cost efficiency. (Kontan)

Domestic Issue

Foreign Capital Inflow Reaches IDR 1.95 Trillion. There was a capital inflow in the domestic financial market in the first week of April 2022. Based on transaction data from Bank Indonesia (BI) for the period 4 April 2022 to 7 April 2022, non-residents in the domestic financial market net bought IDR 1.95 trillion. Consisting of net selling on the Government Securities (SBN) market of IDR 0.83 trillion and net buying on the stock market of IDR 2.78 trillion. (Kontan)

Recommendation

FFR Increases 150 Bps. The domestic bond market will respond negatively to speculations of a 50 bps increase in the Fed Funds Rate (FFR) at the Fed's May, June, and July meetings, respectively. Based on a Reuters survey, the US CPI for March was 8.4% YoY (vs. Feb. 7.9% YoY). Reuters also projects a US recession next year by 40%.

PRICE OF BENCHMARK SERIES

FR0090 : +7.7 Bps to 97.32 (5.74%)
FR0091 : +5.5 Bps to 96.64 (6.84%)
FR0093 : +4.1 Bps to 96.47 (6.74%)
FR0092 : +2.9 Bps to 99.43 (7.17%)

FR0086 : +1.3 Bps to 99.95 (5.51%)
FR0087 : +6.2 Bps to 98.11 (6.78%)
FR0083 : +0.9 Bps to 102.37 (7.26%)
FR0088 : +2.3 Bps to 96.32 (6.65%)

CDS of Indonesia Bonds

CDS 2yr: +5.42% to 31.68
CDS 5yr: +3.49% to 85.48
CDS 10yr: +4.09% to 165.37

Government Bond Yields & FX

	Last	Chg.
Tenor: 10 year	6.86%	0.06%
USDIDR	14,366	0.03%
KRWIDR	11.65	-0.65%

Global Indices

Index	Last	Chg.	%
Dow Jones	34,308.08	(413.04)	-1.19%
S&P 500	4,412.53	(75.75)	-1.69%
FTSE 100	7,618.31	(51.25)	-0.67%
DAX	14,192.78	(90.89)	-0.64%
Nikkei	26,821.52	(164.28)	-0.61%
Hang Seng	21,208.30	(663.71)	-3.03%
Shanghai	3,167.13	(84.72)	-2.61%
KOSPI	2,693.10	(7.29)	-0.27%
EIDO	24.44	(0.35)	-1.41%

Commodities

Commodity	Last	Chg.	%
Gold (\$/troy oz.)	1,953.5	6.0	0.31%
Crude Oil (\$/bbl)	94.29	(3.97)	-4.04%
Coal (\$/ton)	290.65	(0.95)	-0.33%
Nickel LME (\$/MT)	32,483	(1372.0)	-4.05%
Tin LME (\$/MT)	43,379	(331.0)	-0.76%
CPO (MYR/Ton)	6,005	84.0	1.42%

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)	139.10	141.40	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	2.64%	2.06%	Cons. Confidence*	111.00	113.10

Global & Domestic Economic Calendar

Date	Country	Hour Jakarta	Event	Period	Actual	Consensus	Previous
Friday <i>8 - Apr.</i>	ID	10:17	Consumer Confidence Index	Mar.	111.0	--	113.1
Monday <i>11 - Apr.</i>	CH	08:30	PPI YoY	Mar.	8.3%	8.1%	8.8%
	CH	08:30	CPI YoY	Mar.	1.5%	1.4%	0.9%
Tuesday <i>12 - Apr.</i>	GE	13:00	CPI MoM	Mar.		2.5%	2.5%
	GE	13:00	CPI YoY	Mar.		7.3%	7.3%
	US	19:30	CPI MoM	Mar.		1.2%	0.8%
	US	19:30	CPI YoY	Mar.		8.4%	7.9%
Wednesday <i>13 - Apr.</i>	CH	--	Trade Balance	Mar.		\$21.20Bn	\$94.38Bn
	CH	--	Exports YoY	Mar.		12.8%	20.9%
	US	18:00	MBA Mortgage Applications	Apr.		--	-6.3%
	US	19:30	PPI Final Demand MoM	Mar.		1.2%	0.8%
Thursday <i>14 - Apr.</i>	US	19:30	Retail Sales Advance MoM	Mar.		0.5%	0.3%
	US	19:30	Initial Jobless Claims	Apr.		--	166k
	US	21:00	U. Of Mich. Sentiment	Apr.		58.8	59.4
Friday <i>15 - Apr.</i>	US	19:30	Empire Manufacturing	Apr.		2.0	-11.8
	US	20:15	Industrial Production MoM	Mar.		0.4%	0.5%

Source: Bloomberg

Research Division

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

Editor & Translator

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

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

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