

Morning Brief

Daily | Sept. 29, 2022

Today's Outlook:

SUN Benchmarks are mixed, amid the lack of sentiment this week. FR91 recorded a 4bps yield increase to the level of 7.30%, amid a wait-and-see attitude for the release of Indonesia's inflation data for the September period, on Monday next week. From a global perspective, investors are looking at the effectiveness of Hawkish's discourse of further FFR increases of more than +50 bps in November and December. In the midst of efforts to reduce inflation, continued tight monetary policy has the opportunity to bring the US economy to the threat of a recession in 2023.

Corporate Bonds

MPMX: Ready to Issue MTN. An affiliated company of PT Mitra Pinasthika Mustika Tbk (MPMX), namely PT JACCS Mitra Pinasthika Mustika Finance Indonesia, plans to issue Medium Term Notes (MTN) III Phase I-2022 of IDR150 billion, with an interest rate of 6.52%. It is planned that the electronic distribution of MTN (Emission Date) will be carried out on September 28, 2022, so that the first interest payment will be made on December 28, 2022. (Emiten News)

Domestic Issue

BI and Bank Negara Malaysia Renew Bilateral Swap Agreement. Bank Indonesia (BI) and Bank Negara Malaysia bilateral currency swap arrangement (LCBSA) of up to 8 billion Malaysian ringgit or IDR 28 trillion on 23 September 2022. This agreement is effective for three years and is on an agreement first agreed in 2019. (Investor Daily)

Recommendation

Investor Eyed on Rupiah depreciation, approaching the level of USD15,300/USD. The UST market strengthened, as the yield of UK30Y Gilts fell by more than 100Bps, or after the previous day the UK30Y Gilts approached the psychological level of yield of 2%. The UK bond market strengthened amid the discourse of the BoE's QE worth GBP65B, or the BoE intervened to buy UK30Y Gilts worth GBP5Bn per day until 14 October.

PRICE OF BENCHMARK SERIES

FR0090 : -5.9 Bps to 93.57 (6.79%)
FR0091 : +4.2 Bps to 93.13 (7.39%)
FR0093 : +4.6 Bps to 91.99 (7.26%)
FR0092 : +13.8 Bps to 96.43 (7.47%)

FR0086 : +1.5 Bps to 96.14 (6.74%)
FR0087 : +5.8 Bps to 94.62 (7.37%)
FR0083 : +2.2 Bps to 100.80 (7.41%)
FR0088 : +6.3 Bps to 90.25 (7.32%)

CDS of Indonesia Bonds

CDS 2yr: -0.06% to 73.69
CDS 5yr: +5.95% to 160.76
CDS 10yr: +0.10% to 228.33

Government Bond Yields & FX

	Last	Chg.
Tenor: 10 year	7.42%	0.04%
USDIDR	15,263	0.93%
KRWIDR	10.60	-0.32%

Global Indices

Index	Last	Chg.	%
Dow Jones	29,683.74	548.75	1.88%
S&P 500	3,719.04	71.75	1.97%
FTSE 100	7,005.39	20.80	0.30%
DAX	12,183.28	43.60	0.36%
Nikkei	26,173.98	(397.89)	-1.50%
Hang Seng	17,250.88	(609.43)	-3.41%
Shanghai	3,045.07	(48.80)	-1.58%
KOSPI	2,169.29	(54.57)	-2.45%
EIDO	23.87	0.28	1.19%

Commodities

Commodity	Last	Chg.	%
Gold (\$/troy oz.)	1,660.0	31.1	1.91%
Crude Oil (\$/bbl)	82.15	3.65	4.65%
Coal (\$/ton)	436.00	(1.65)	-0.38%
Nickel LME (\$/MT)	21,805	(53.0)	-0.24%
Tin LME (\$/MT)	20,728	48.0	0.23%
CPO (MYR/Ton)	3,226	(297.0)	-8.43%

Indonesia Macroeconomic Data

Monthly Indicators	Last	Prev.	Quarterly Indicators	Last	Prev.
BI 7 Day Rev Repo Rate	4.25%	3.75%	Real GDP	5.44%	5.01%
FX Reserve (USD bn)	132.20	132.20	Current Acc (USD bn)	0.41	4.97
Trd Balance (USD bn)	5.76	4.22	Govt. Spending Yoy	-5.24%	-7.74%
Exports Yoy	30.15%	32.03%	FDI (USD bn)	4.28	4.70
Imports Yoy	32.81%	39.86%	Business Confidence	104.82	105.33
Inflation Yoy	4.69%	4.94%	Cons. Confidence*	124.70	123.20

Global & Domestic Economic Calendar

Date	Country	Hour Jakarta	Event	Period	Actual	Consensus	Previous
Friday	US	20:45	S&P Global US Manufacturing PMI	Sept. P	51.8	51.0	51.5
23 - Sept.	US	20:45	S&P Global US Services PMI	Sept. P	49.2	45.5	43.7
	US	20:45	S&P Global US Composite PMI	Sept. P	49.3	46.1	44.6
Monday	GE	15:00	IFO Business Climate	Sept.	84.3	87.0	88.6
26 - Sept.	GE	15:00	IFO Current Assessment	Sept.	94.5	96.0	97.5
	GE	15:00	IFO Expectations	Sept.	75.2	79.0	80.5
	US	21:30	Dallas Fed Manf. Activity	Sept.	-17.2	-9.0	-12.9
Tuesday	US	19:30	Durable Goods Orders	Aug. P	-0.2%	-0.3%	-0.1%
27 - Sept.	US	21:00	Conf. Board Consumer Confidence	Sept.	108.0	104.6	103.6
	US	21:00	New Home Sales	Aug.	685K	500K	532K
	US	21:00	New Home Sales MoM	Aug.	28.8%	-2.2%	-8.6%
Wednesday	US	18:00	MBA Mortgage Applications	Sept. 23	-3.7%	--	3.8%
28 - Sept.	US	19:30	Wholesale Inventories MoM	Aug. P	1.3%	0.4%	0.6%
	US	21:00	Pending Home Sales MoM	Aug.	-2.0%	-0.5%	-0.6%
	US	21:00	Pending Home Sales NSA YoY	Aug.	-22.5%	-24.5%	-22.2%
Thursday	US	19:30	GDP Annualized QoQ	2Q T		-0.6%	-0.6%
29 - Sept.	US	19:30	Personal Consumption	2Q T		1.5%	1.5%
	US	19:30	GDP Price Index	2Q T		8.9%	8.9%
	US	19:30	Core PCE QoQ	2Q T		4.4%	4.4%
Friday	US	19:30	Personal Income	Aug.		0.3%	0.2%
30 - Sept.	US	19:30	Personal Spending	Aug.		0.2%	0.1%
	US	20:45	MNI Chicago PMI	Sept.		51.8	52.2
	US	21:00	U. Of Mich. Sentiment	Sept. F		59.5	59.5

Source: Bloomberg

Research Division

Head of Research

Liza Camelia Suryanata

Equity Strategy, Technical

T +62 21 5088 ext 9134

E liza.camelia@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

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