

Morning Brief

Daily | Oct. 19, 2022

Today's Outlook:

SUN market is mixed, amid the Sukuk auction and ahead of the BI RDG. The yield on SUN Benchmark FR91 was relatively flat at 7.41%. Meanwhile, the pressure on the price of FR90, made the yield on the 5-year SUN Benchmark to touch the level of 7%.

Corporate Bonds

BSD Offers Bonds with Coupon up to 8.5%. PT Bumi Serpong Damai Tbk (BSDE) plans to issue debt securities with a total target of IDR 1 trillion. The issuance is divided into two, bonds amounting to Rp750 billion, and sukuk Ijarah amounting to Rp250 billion. This issue is a continuation of the series, Bumi Serpong Damai Sustainable Bonds III Phase II Year 2022. The bonds offered are series A with a 3-year tenor with a coupon of 7-7.50% per year, and a 5-year series B with a coupon offer of 7.75 -8.50% per year. The tenor and coupon for the Ijarah sukuk offered are series I Bumi Serpong Damai Phase II 2022. The tenor and yield offered are the same as bonds. (CNBC Indonesia)

Domestic Issue

The Government Carry IDR 1.8 Trillion from Sukuk Auction. The government auctioned 6 series of State Sharia Securities or state sukuk on Tuesday. From the auction, the government carried IDR 1.8 trillion. This amount is smaller than the indicative target of the state sukuk auction set by the government, IDR 5 trillion. Furthermore, the total incoming bids for the six sukuk series reached IDR 6.4 trillion. The highest offer came from the PBS029 sukuk series, which reached IDR 2.3 trillion. (Kompas)

Recommendation

Investor are wait and see, ahead of the results of the BI RDG on Thursday tomorrow. Market consensus projects that the BI 7DRR for the October period will rise between 25Bps-50Bps, and speculation has even suggested it could rise to 75Bps, as the rupiah exchange rate approached the level of IDR15,500/USD earlier this week.

PRICE OF BENCHMARK SERIES

FR0090 : +1.4 Bps to 92.84 (7.01%)
FR0091 : +0.6 Bps to 93.03 (7.41%)
FR0093 : +2.0 Bps to 90.73 (7.41%)
FR0092 : +4.6 Bps to 96.59 (7.45%)

FR0086 : -0.6 Bps to 95.83 (6.86%)
FR0087 : -0.2 Bps to 94.09 (7.46%)
FR0083 : +0.2 Bps to 100.02 (7.50%)
FR0088 : +0.0 Bps to 88.50 (7.61%)

CDS of Indonesia Bonds

CDS 2yr: -3.85% to 69.01
CDS 5yr: -2.79% to 154.71
CDS 10yr: -3.09% to 233.21

Government Bond Yields & FX

	Last	Chg.
Tenor: 10 year	7.44%	0.00%
USDIDR	15,468	-0.13%
KRWIDR	10.87	0.73%

Global Indices

Index	Last	Chg.	%
Dow Jones	30,523.80	337.98	1.12%
S&P 500	3,719.98	42.03	1.14%
FTSE 100	6,936.74	16.50	0.24%
DAX	12,765.61	116.58	0.92%
Nikkei	27,156.14	380.35	1.42%
Hang Seng	16,914.58	301.68	1.82%
Shanghai	3,080.96	(3.98)	-0.13%
KOSPI	2,249.95	30.24	1.36%
EIDO	22.64	(0.19)	-0.83%

Commodities

Commodity	Last	Chg.	%
Gold (\$/troy oz.)	1,652.2	2.1	0.13%
Crude Oil (\$/bbl)	82.82	(2.64)	-3.09%
Coal (\$/ton)	387.85	(4.30)	-1.10%
Nickel LME (\$/MT)	21,876	335.0	1.56%
Tin LME (\$/MT)	19,450	(195.0)	-0.99%
CPO (MYR/Ton)	4,011	124.0	3.19%

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)	130.80	132.20	Current Acc (USD bn)	0.41	4.97
Trd Balance (USD bn)	4.99	5.76	Govt. Spending Yoy	-5.24%	-7.74%
Exports Yoy	20.28%	30.15%	FDI (USD bn)	4.28	4.70
Imports Yoy	22.02%	32.81%	Business Confidence	104.82	105.33
Inflation Yoy	5.95%	4.69%	Cons. Confidence*	117.20	124.70

Global & Domestic Economic Calendar

Date	Country	Hour Jakarta	Event	Period	Actual	Consensus	Previous
Monday	ID	11:00	Trade Balance	Sept.	%4.9Bn	\$4.8Bn	\$5.7Bn
<i>17 - Oct.</i>	ID	11:00	Exports YoY	Sept.	20.28%	28.60%	30.03%
	ID	11:00	Imports YoY	Sept.	22.02%	33.40%	32.81%
	US	19:30	Empire Manufacturing	Oct.	-9.1	-4.3	-1.5
Tuesday	US	20:15	Industrial Production MoM	Sept.	0.4%	0.1%	-0.1%
<i>18 - Oct.</i>	—	—	—	—	—	—	—
Wednesday	EC	16:00	CPI YoY	Sept. F		10.0%	9.1%
<i>19 - Oct.</i>	US	18:00	MBA Mortgage Applications	Oct. 14		--	-2.0%
	US	19:30	Building Permits	Sept.		1,550K	1,542K
	US	19:30	Housing Starts	Sept.		1,488K	1,575K
Thursday	ID	14:20	Bank Indonesia 7D Reverse Repo	Oct. 20		4.63%	4.25%
<i>20 - Oct.</i>	US	19:30	Initial Jobless Claims	Oct. 15		--	228K
	US	21:00	Existing Home Sales	Sept.			
	US	21:00	Leading Index	Sept.		-0.3%	-0.3%
Friday	—	—	—	—	—	—	—
<i>21 - Oct.</i>	—	—	—	—	—	—	—

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

Research Support

Amalia Huda Nurfalah

Editor & Translator

T +62 21 5088 ext 9132

E amalia.huda@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 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