

# Morning Brief

Daily | Dec. 20, 2022

## Today's Outlook:

**Monday's lack of economic data** made investors focus on the Fed's Higher for Longer FFR. Speculation that the Fed again raised the FFR by +25 Bps in February and March 2023, pushing the Upper Bound FFR to the level of 5% while increasing the US economy in 1Q23 to become expensive.

## Corporate Bonds

**WIKA: Entity Executes Affiliated Transaction.** The entity of PT Wijaya Karya (Persero) Tbk (WIKA) completed an affiliate transaction of IDR257 billion by involving Wijaya Karya Industri & Construction (Wikon), Wika Industri Manufaktur (Wima), and Industri Baterai Indonesia (IBC). The transactions took place in two scenarios. First, Wikon sold 34,409 Wima shares to IBC for IDR192 billion. Then, in the second scenario, Wikon's capital injection to Wima was under a debt-to-equity swap scheme of IDR65 billion, with a conversion value of IDR1 million per share. (Emiten News)

## Domestic Issue

**Government Issues Subsidized House Price Adjustment Rules.** The Ministry of Public Works and Public Housing (PUPR) estimated that the subsidized house price adjustment rules will be issued at the beginning of 2023. Previously, the Government had issued a PP number 49 of 2022, and the PP is set as a guarantee in adjusting subsidized house prices. (Kontan)

## Recommendation

NHKS Research projects that the SUN market will continue to strengthen, amid investors who tend to take a wait and see attitude, waiting for the results of BI's RDG on Thursday.

## PRICE OF BENCHMARK SERIES

FR0090 : -0.3 Bps to 96.28 (6.11%)  
FR0091 : -0.7 Bps to 96.70 (6.85%)  
FR0093 : -3.6 Bps to 96.57 (6.74%)  
FR0092 : -0.9 Bps to 100.28 (7.09%)

FR0086 : -6.1 Bps to 98.01 (6.16%)  
FR0087 : -2.5 Bps to 97.88 (6.84%)  
FR0083 : -3.1 Bps to 103.25 (7.16%)  
FR0088 : -0.4 Bps to 94.00 (6.94%)

## CDS of Indonesia Bonds

CDS 2yr: +0.52% to 38.60  
CDS 5yr: +3.26% to 102.01  
CDS 10yr: +0.26% to 175.45

## Government Bond Yields & FX

	Last	Chg.
Tenor: 10 year	6.88%	-0.01%
USDIDR	15,598	0.00%
KRWIDR	11.97	0.37%

## Global Indices

Index	Last	Chg.	%
Dow Jones	32,757.54	(162.92)	-0.49%
S&P 500	3,817.66	(34.70)	-0.90%
FTSE 100	7,361.31	29.19	0.40%
DAX	13,942.87	49.80	0.36%
Nikkei	27,237.64	(289.48)	-1.05%
Hang Seng	19,352.81	(97.86)	-0.50%
Shanghai	3,107.12	(60.74)	-1.92%
KOSPI	2,352.17	(7.85)	-0.33%
EIDO	22.75	(0.02)	-0.09%

## Commodities

Commodity	Last	Chg.	%
Gold (\$/troy oz.)	1,787.6	(5.5)	-0.30%
Crude Oil (\$/bbl)	75.19	0.90	1.21%
Coal (\$/ton)	401.35	(1.65)	-0.41%
Nickel LME (\$/MT)	27,215	(1058.0)	-3.74%
Tin LME (\$/MT)	23,307	(228.0)	-0.97%
CPO (MYR/Ton)	3,929	11.0	0.28%

## Indonesia Macroeconomic Data

Monthly Indicators	Last	Prev.	Quarterly Indicators	Last	Prev.
BI 7 Day Rev Repo Rate	5.25%	4.75%	Real GDP	5.72%	5.44%
FX Reserve (USD bn)	134.00	130.20	Current Acc (USD bn)	4.02	4.97
Trd Balance (USD bn)	4.97	5.67	Govt. Spending Yoy	-2.88%	-7.74%
Exports Yoy	5.58%	12.30%	FDI (USD bn)	5.14	4.70
Imports Yoy	-1.89%	17.44%	Business Confidence	104.82	105.33
Inflation Yoy	5.42%	5.71%	Cons. Confidence*	119.10	120.30

## Global & Domestic Economic Calendar

Date	Country	Hour Jakarta	Event	Period	Actual	Consensus	Previous
<b>Monday</b>	GE	16:00	IFO Business Climate	Dec.	88.6	87.5	86.3
19 - Dec.	GE	16:00	IFO Expectations	Dec.	83.2	82.0	80.0
<b>Tuesday</b>	CH	08:15	1Y Loan Prime Rate	Dec.		3.65%	3.65%
20 - Dec.	CH	08:15	5Y Loan Prime Rate	Dec.		4.30%	4.30%
	US	20:30	Housing Starts	Nov.		1,400K	1,425K
	US	20:30	Building Permits	Nov.		1,480K	1,512K
<b>Wednesday</b>	US	19:00	MBA Mortgage Applications	Dec. 16		--	3.2%
21 - Dec.	US	22:00	Existing Home Sales	Nov.		4.20Mn	4.43Mn
	US	22:00	Conf. Board Consumer Confidence	Dec.		101.0	100.2
<b>Thursday</b>	ID	14:20	BI 7DRR	Dec.		5.50%	5.25%
22 - Dec.	US	20:30	GDP Annualized QoQ	3Q		2.9%	2.9%
	US	20:30	Initial Jobless Claims	Dec. 17		222K	211K
	US	20:30	Continuing Claims	Dec. 10		1,685K	1,671K
<b>Friday</b>	US	20:30	Personal Income	Nov.		0.3%	0.7%
23 - Dec.	US	20:30	Personal Spending	Nov.		0.2%	0.8%
	US	20:30	PCE Deflator MoM	Nov.		0.1%	0.3%
	US	20:30	PCE Deflator YoY	Nov.		5.5%	6.0%

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

### 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

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

Telp : +62 411 361 5255

### 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