

Daily Economic & Fixed Income Report

Economic-Currencies-Commodities-Fixed Income-Politics-Policies



Economic & Fixed Income Analysis

2 March 2023

Economic and Fixed Income Indicators

Currencies	3/1/2023	Daily (%)	MTD (%)	YTD (%)
EUR/USD	1.07	0.9	0.9	(0.3)
GBP/USD	1.20	0.1	0.1	(0.4)
AUD/USD	0.68	0.5	0.5	(0.8)
USD/CHF	0.94	(0.3)	(0.3)	1.6
USD/JPY	136.2	0.0	0.0	3.9
Dollar Index	104.5	(0.4)	(0.4)	0.9
Asia Dollar Index	101.0	0.7	0.7	(0.2)
USD/KRW	1,323	0.0	0.0	4.5
USD/SGD	1.34	(0.4)	(0.4)	0.2
USD/CNY	6.87	(0.9)	(0.9)	(0.4)
USD/INR	82.5	(0.2)	(0.2)	(0.3)
USD/IDR	15,235	(0.1)	(0.1)	(2.1)
USD/IDR 1 Month NDF	15,250	(0.0)	(0.0)	(1.8)
USD/MYR	4.47	(0.3)	(0.3)	1.5
USD/THB	34.8	(1.6)	(1.6)	0.5
USD/PHP	55.0	(0.6)	(0.6)	(1.3)
Rates	3/1/2023	Daily (bp)	MTD (bp)	YTD (bp)
US Treasuries 10-Year	3.99	7.3	7.3	11.8
Germany Bund 10-Year	2.71	6.0	6.0	14.0
Japan JGB 10-Year	0.51	0.1	0.1	8.4
LIBOR Overnight	4.55	0.0	0.0	23.5
LIBOR 1-Month	4.67	0.0	0.0	27.8
Indonesia INDOGB 10-Year	6.86	(3.7)	(3.7)	(7.8)
Indonesia INDOGB 5-Year	6.54	(5.8)	(5.8)	33.1
Indonesia INDOGB 2-Year	6.47	(2.8)	(2.8)	39.6
INDOGB-UST (bp)	286.95	(11.0)	(11.0)	(19.6)
Indonesia INDON 10-Year	5.14	2.6	2.6	34.0
Indonesia INDON 5-Year	5.05	0.9	0.9	36.8
Indonesia INDON 2-Year	5.13	(0.5)	(0.5)	34.0
INDON-UST (bp)	114.35	(4.7)	(4.7)	22.2
Indonesia Corporate AAA 10-Year	7.69	(3.6)	(3.6)	(5.4)
Indonesia Corporate AAA 5-Year	7.18	(5.6)	(5.6)	37.3
Indonesia Corporate AAA 2-Year	6.98	(1.4)	(1.4)	49.9
INDONIA	5.59	(3.4)	(3.4)	56.2
JIBOR 1-Month	6.40	(0.2)	(0.2)	19.5
Bond Indexes	3/1/2023	Daily (%)	MTD (%)	YTD (%)
S&P Global Bond Developed Index	176.6	0.0	0.0	0.4
EMBI Global Index	772.0	(0.4)	(0.4)	0.5
iShare USD EMBI Index	84.4	(0.8)	(0.8)	(0.4)
ICBI Index	350.0	0.0	0.0	1.5
IDMA Index	98.1	0.0	0.0	0.7
INDOBeX Government Bond Index	342.3	0.0	0.0	1.5
INDOBeX Corporate Bond Index	397.5	0.0	0.0	1.3
Prices	3/1/2023	Daily (%)	MTD (%)	YTD (%)
ID CDS 5-Year	92.5	(1.4)	(1.4)	(7.1)
JCI	6,845	0.0	0.0	(0.1)
S&P-Goldman Sachs Commodity Index	585.8	0.9	0.9	(4.0)
FR0095	99.36	0.2	0.2	0.2
FR0096	101.12	0.2	0.2	0.6
FR0097	100.18	0.1	0.1	0.0
FR0098	100.16	0.1	0.1	(0.3)

Source: Bloomberg, SSI Research

Lionel Priyadi

Macro Strategist

lionel.priyadi@samuel.co.id

+6221 2854 8854

Arga Samudro

Economist

alkosar.marga@samuel.co.id

+6221 2854 8854

Economic Calendar

Time (Jakarta)	Country	Data and Event	Period	Survey	Prior
03/02/2023 17:00	EC	CPI Estimate YoY	Feb	8.10%	8.60%
03/02/2023 17:00	EC	CPI MoM	Feb P	0.40%	-0.20%
03/02/2023 17:00	EC	CPI Core YoY	Feb P	5.30%	5.30%
03/02/2023 17:00	EC	Unemployment Rate	Jan	6.60%	6.60%

JN = Japan - US = United States - CH = China - EC = Eurozone Aggregate - ID = Indonesia - GE = Germany - FR = France - UK = United Kingdom

MARKET PREVIEW

- US stock market experienced another correction yesterday, triggered by the increasing possibility that the Fed would maintain its hawkish stance throughout the year.
- Investors assessed that inflationary pressures might persist for longer than previously estimated, following the release of raw material price survey results in the US ISM Manufacturing PMI, which jumped to the expansive zone (51.3), while the manufacturing index as a whole remained stuck in the contraction zone despite some improvements in February.
- In addition, Minneapolis Fed President Neel Kashkari's statement that he is open to the proposed 50bps hike in the Fed Funds Rate at the FOMC meeting on 22 March will further fuel speculation that the Fed could move more aggressively than previously thought. It should be noted that Kashkari is an active voter in the 2023 FOMC meeting.
- All of these developments led to a sudden increase in the probability of the Fed raising the FFR by 50bps to almost 30% (last week: < 25%). This hoisted the UST 10Y yield to above 4% during yesterday's session before closing at 3.99% (+7bps).
- With intensifying external pressure ahead of the Fed's FOMC meeting, we estimate the yield on 10Y SUN will reach 6.89%, with rupiah is projected to reach IDR 15,280/USD today.

GLOBAL ECON

China's official manufacturing PMI rose to 52.6 in February (prev: 50.1). The official non-manufacturing PMI also rose to 56.3 (prev: 54.4). *(Investing) Comment:* China's rapid economic recovery after the lifting of the zero-covid policy might encourage foreign investors to reposition their capital from Southeast Asia and South Asia to North East Asia, putting more pressure on currency exchange rates in the region.

The US ISM manufacturing PMI went up slightly to 47.7 in February (prev: 47.4). The ISM PMI data confirms that the manufacturing sector recession in the US isn't over yet. *(Wall Street Journal) Comment:* The data is a positive signal for the market, since a recession in the manufacturing sector might suppress demand for labor in the US. However, these results must be confirmed by the ISM service sector PMI data on 3 March. If the US service sector PMI declines to the contraction zone, we predict that sentiment on the global market could turn positive.

BUY Recommendation: FR0081, FR0047, FR0073, FR0037, FR0040, FR0054.

Daily Economic & Fixed Income Report

Economic-Currencies-Commodities-Fixed Income-Politics-Policies



Economic & Fixed Income Analysis

2 March 2023

No.	Series	Issue Date	Maturity Date	Tenure (Year)	Coupon Rate	Actual Price	Yield to Maturity	Yield Curve	Valuation Price	Difference (bps)	Recommendation	Duration
1	FR63	8/13/2012	5/15/2023	0.21	5.6%	99.92	5.9%	6.2%	99.89	(24.05)	Expensive	0.21
2	FR46	7/19/2007	7/15/2023	0.37	9.5%	101.33	5.7%	6.2%	101.20	(51.16)	Expensive	0.37
3	FR39	8/24/2006	8/15/2023	0.46	11.8%	102.60	5.8%	6.2%	102.47	(44.71)	Expensive	0.45
4	FR70	8/29/2013	3/15/2024	1.04	8.4%	102.12	6.2%	6.2%	102.12	(3.54)	Expensive	0.99
5	FR77	9/27/2018	5/15/2024	1.21	8.1%	102.15	6.2%	6.3%	102.14	(4.08)	Expensive	1.16
6	FR44	4/19/2007	9/15/2024	1.55	10.0%	105.50	6.2%	6.3%	105.40	(11.50)	Expensive	1.42
7	FR81	8/1/2019	6/15/2025	2.29	6.5%	100.17	6.4%	6.3%	100.36	8.54	Cheap	2.12
8	FR40	9/21/2006	9/15/2025	2.55	11.0%	110.93	6.3%	6.3%	110.79	(8.93)	Expensive	2.22
9	FR84	5/4/2020	2/15/2026	2.96	7.3%	102.76	6.2%	6.4%	102.35	(15.86)	Expensive	2.69
10	FR86	8/13/2020	4/15/2026	3.13	5.5%	97.37	6.4%	6.4%	97.54	6.37	Cheap	2.87
11	FR56	9/23/2010	9/15/2026	3.55	8.4%	106.25	6.4%	6.4%	106.16	(3.97)	Expensive	3.07
12	FR37	5/18/2006	9/15/2026	3.55	12.0%	117.88	6.3%	6.4%	117.50	(13.74)	Expensive	2.93
13	FR90	7/8/2021	4/15/2027	4.13	5.1%	95.21	6.5%	6.4%	95.30	2.82	Cheap	3.71
14	FR59	9/15/2011	5/15/2027	4.21	7.0%	101.76	6.5%	6.4%	102.02	6.39	Cheap	3.68
15	FR42	1/25/2007	7/15/2027	4.38	10.3%	115.03	6.3%	6.5%	114.27	(19.83)	Expensive	3.61
16	FR94	3/4/2022	1/15/2028	4.88	5.6%	95.80	6.6%	6.5%	96.35	13.84	Cheap	4.26
17	FR47	8/30/2007	2/15/2028	4.96	10.0%	114.00	6.6%	6.5%	114.70	14.39	Cheap	4.03
18	FR64	8/13/2012	5/15/2028	5.21	6.1%	98.30	6.5%	6.5%	98.35	1.03	Cheap	4.48
19	FR95	8/19/2022	8/15/2028	5.46	6.4%	99.35	6.5%	6.5%	99.36	0.00	Cheap	4.64
20	FR71	9/12/2013	3/15/2029	6.04	9.0%	111.61	6.6%	6.5%	112.08	8.14	Cheap	4.73
21	FR78	9/27/2018	5/15/2029	6.21	8.3%	108.30	6.6%	6.6%	108.52	3.60	Cheap	4.97
22	FR52	8/20/2009	8/15/2030	7.46	10.5%	121.53	6.8%	6.6%	122.55	14.95	Cheap	5.48
23	FR82	8/1/2019	9/15/2030	7.55	7.0%	101.60	6.7%	6.6%	102.19	9.98	Cheap	5.85
24	FRSDG1	10/27/2022	10/15/2030	7.63	7.4%	103.95	6.7%	6.6%	104.41	7.23	Cheap	5.89
25	FR87	8/13/2020	2/15/2031	7.97	6.5%	98.47	6.8%	6.6%	99.11	10.43	Cheap	6.25
26	FR85	5/4/2020	4/15/2031	8.13	7.8%	106.25	6.7%	6.7%	106.80	8.13	Cheap	6.12
27	FR73	8/6/2015	5/15/2031	8.21	8.8%	112.49	6.7%	6.7%	113.07	8.07	Cheap	6.07
28	FR54	7/22/2010	7/15/2031	8.38	9.5%	117.56	6.7%	6.7%	117.97	5.25	Cheap	6.03
29	FR91	7/8/2021	4/15/2032	9.13	6.4%	97.25	6.8%	6.7%	97.80	8.30	Cheap	6.90
30	FR58	7/21/2011	6/15/2032	9.30	8.3%	109.60	6.8%	6.7%	110.54	12.54	Cheap	6.61
31	FR74	11/10/2016	8/15/2032	9.47	7.5%	104.62	6.8%	6.7%	105.43	11.12	Cheap	6.91
32	FR96	8/19/2022	2/15/2033	9.97	7.0%	101.06	6.9%	6.7%	101.88	11.28	Cheap	7.25
33	FR65	8/30/2012	5/15/2033	10.21	6.6%	98.14	6.9%	6.7%	99.10	13.14	Cheap	7.45
34	FR68	8/1/2013	3/15/2034	11.05	8.4%	110.75	7.0%	6.8%	112.23	17.79	Cheap	7.40
35	FR80	7/4/2019	6/15/2035	12.30	7.5%	103.94	7.0%	6.8%	105.49	18.13	Cheap	8.10
36	FR72	7/9/2015	5/15/2036	13.22	8.3%	110.57	7.0%	6.9%	111.89	14.04	Cheap	8.41
37	FR88	1/7/2021	6/15/2036	13.30	6.3%	97.18	6.6%	6.9%	94.65	(29.93)	Expensive	8.94
38	FR45	5/24/2007	5/15/2037	14.22	9.8%	124.00	7.0%	6.9%	125.54	14.34	Cheap	8.48
39	FR93	1/6/2022	7/15/2037	14.38	6.4%	97.00	6.7%	6.9%	95.19	(20.53)	Expensive	9.36
40	FR75	8/10/2017	5/15/2038	15.22	7.5%	104.28	7.0%	6.9%	105.26	10.02	Cheap	9.31
41	FR98	9/15/2022	6/15/2038	15.30	7.1%	100.16	7.1%	6.9%	101.75	16.78	Cheap	9.30
42	FR50	1/24/2008	7/15/2038	15.38	10.5%	130.50	7.2%	6.9%	133.33	24.64	Cheap	8.64
43	FR79	1/7/2019	4/15/2039	16.13	8.4%	112.65	7.0%	7.0%	113.55	8.40	Cheap	9.33
44	FR83	11/7/2019	4/15/2040	17.14	7.5%	103.62	7.1%	7.0%	105.02	13.59	Cheap	9.83
45	FR57	4/21/2011	5/15/2041	18.22	9.5%	124.25	7.1%	7.0%	125.25	8.02	Cheap	9.73
46	FR62	2/9/2012	4/15/2042	19.14	6.4%	93.50	7.0%	7.0%	93.01	(5.03)	Expensive	10.81
47	FR92	7/8/2021	6/15/2042	19.30	7.1%	100.25	7.1%	7.1%	100.78	4.92	Cheap	10.48
48	FR97	8/19/2022	6/15/2043	20.30	7.1%	100.18	7.1%	7.1%	100.54	3.22	Cheap	10.73
49	FR67	7/18/2013	2/15/2044	20.98	8.8%	115.42	7.3%	7.1%	117.99	21.15	Cheap	10.48
50	FR76	9/22/2017	5/15/2048	25.22	7.4%	102.63	7.1%	7.2%	102.39	(2.13)	Expensive	11.75
51	FR89	1/7/2021	8/15/2051	28.48	6.9%	97.93	7.0%	7.2%	95.93	(16.90)	Expensive	12.49

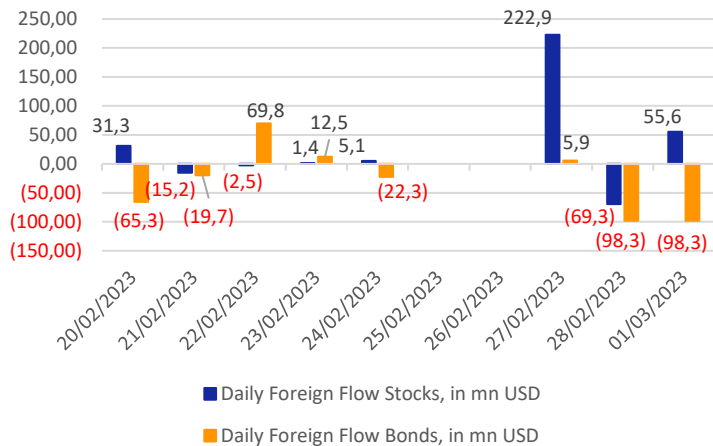
Daily Economic & Fixed Income Report

Economic-Currencies-Commodities-Fixed Income-Politics-Policies

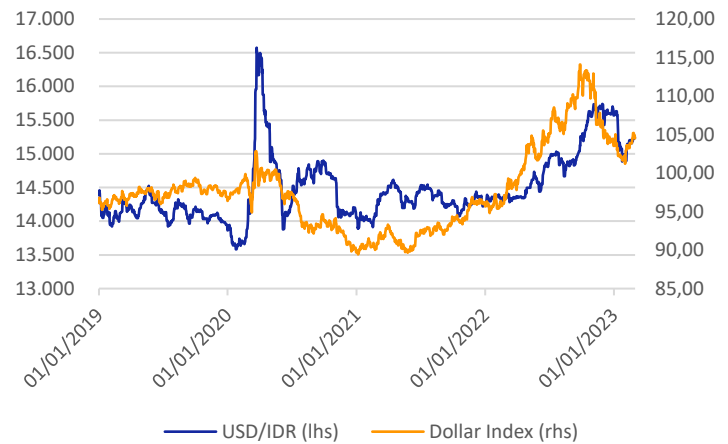


Economic & Fixed Income Analysis

2 March 2023



Source: Bloomberg



Source: Bloomberg

Research Team

Prasetya Gunadi	Head of Equity Research, Strategy, Banking	prasetya.gunadi@samuel.co.id	+6221 2854 8320
Lionel Priyadi	Macro Strategist	lionel.priyadi@samuel.co.id	+6221 2854 8854
Muhamad Alfatih, CSA, CTA, CFTe	Senior Technical Analyst	m.alfatih@samuel.co.id	+6221 2854 8129
William Mamudi, CFTe, CMT	Senior Technical Analyst	william.mamudi@samuel.co.id	+6221 2854 8382
Yosua Zisokhi	Cement, Cigarette, Paper, Plantation, Telco Infra, Chemicals	yosua.zisokhi@samuel.co.id	+6221 2854 8387
Paula Ruth	Telco, Digital Banks	paula.ruth@samuel.co.id	+6221 2854 8332
M. Farras Farhan	Media, Poultry, Oil & Gas, Technology	farras.farhan@samuel.co.id	+6221 2854 8346
Pebe Peresia	Automotive, Consumer Staples, Retail	pebe.peresia@samuel.co.id	+6221 2854 8339
Jonathan Guyadi	Banking, Coal	jonathan.guyadi@samuel.co.id	+6221 2854 8321
Adolf Richardo	Editor	adolf.richardo@samuel.co.id	+6221 2864 8397
Ashalia Fitri Yuliana	Research Associate	ashalia.fitri@samuel.co.id	+6221 2854 8389
Muhammad Gibran	Research Associate	muhammad.gibran@samuel.co.id	+6221 2854 8392
Abraham Timothy	Research Associate	abraham.timothy@samuel.co.id	+6221 2854 8322
Daniel Aditya Widjaja	Research Associate	daniel.aditya@samuel.co.id	+6221 2854 8322

Equity Institutional Team

Benny Bambang Soebagjo	Head of Institutional Equity Sales	benny.soebagjo@samuel.co.id	+6221 2854 8312
Ronny Ardianto	Institutional Equity Sales	ronny.ardianto@samuel.co.id	+6221 2854 8399
Anthony Yunus	Institutional Equity Sales	anthony.yunus@samuel.co.id	+6221 2854 8314
Widya Meidrianto	Institutional Equity Sales	widya.meidrianto@samuel.co.id	+6221 2854 8317
Fachruly Fiater	Institutional Sales Trader	fachruly.fiater@samuel.co.id	+6221 2854 8325
Lucia Irawati	Institutional Sales Trader	lucia.irawati@samuel.co.id	+6221 2854 8173
Alexander Tayus	Institutional Equity Dealer	alexander.tayus@samuel.co.id	+6221 2854 8319
Leonardo Christian	Institutional Equity Dealer	leonardo.christian@samuel.co.id	+6221 2854 8147

Equity Retail Team

Joseph Soegandhi	Head of Equity	joseph.soegandhi@samuel.co.id	+6221 2854 8872
Damargumilang	Head of Equity Retail	damargumilang@samuel.co.id	+6221 2854 8309
Denzel Obaja	Head of Community & Partnership	denzel.obaja@samuel.co.id	+6221 2854 8342
Clarice Wijana	Head of Equity Sales Support	clarice.wijana@samuel.co.id	+6221 2854 8395
Gitta Wahyu Retnani	Equity Sales & Trainer	gitta.wahyu@samuel.co.id	+6221 2854 8365
Vincentius Darren	Equity Sales	darren@samuel.co.id	+6221 2854 8348
Michael Alexander	Equity Sales	michael.alexander@samuel.co.id	+6221 2854 8369
Sylviawati	Equity Sales	sylviawati@samuel.co.id	+6221 2854 8112
Wandha Ahmad	Equity Sales	wandha.ahmad@samuel.co.id	+6221 2854 8316

Daily Economic & Fixed Income Report

Economic-Currencies-Commodities-Fixed Income-Politics-Policies



Economic & Fixed Income Analysis

2 March 2023

Lie Eva	Equity Sales	eva.marcelina@samuel.co.id	+6221 2854 8313
Handa Sandiawan	Equity Sales	handa.sandiawan@samuel.co.id	+6221 2854 8302
Wahyudi Budiyo	Dealer	wahyudi.budiyo@samuel.co.id	+6221 2854 8152

Fixed Income Sales Team

R. Virine Tresna Sundari	Head of Fixed Income	virine.sundari@samuel.co.id	+6221 2854 8170
Rudianto Nugroho	Fixed Income Sales	rudianto.nugroho@samuel.co.id	+6221 2854 8306
Sany Rizal Keliobas	Fixed Income Sales	sany.rizal@samuel.co.id	+6221 2854 8337
Safitri	Fixed Income Sales	safitri@samuel.co.id	+6221 2854 8376
Nadya Attahira	Fixed Income Sales	nadya.attahira@samuel.co.id	+6221 2854 8305

DISCLAIMERS: Analyst Certification: The views expressed in this research accurately reflect the personal views of the analyst(s) about the subject securities or issuers and no part of the compensation of the analyst(s) was, is, or will be directly or indirectly related to the inclusion of specific recommendations or views in this research. The analyst(s) principally responsible for the preparation of this research has taken reasonable care to achieve and maintain independence and objectivity in making any recommendations. This document is for information only and for the use of the recipient. It is not to be reproduced or copied or made available to others. Under no circumstances is it to be considered as an offer to sell or solicitation to buy any security. Any recommendation contained in this report may not be suitable for all investors. Moreover, although the information contained herein has been obtained from sources believed to be reliable, its accuracy, completeness and reliability cannot be guaranteed. All rights reserved by PT Samuel Sekuritas Indonesia.