

WEEKLY ECONOMIC UPDATE

Period of July 1 – 5, 2024

Presented by:

Economic Research Division, PT Peningkat Efek Indonesia (PEFINDO)

EXECUTIVE SUMMARY

- In the first week of July 2024, FOMC minutes of the meeting show that Fed officials stated that they were waiting for more evidence of declining inflation and differed on how long they would keep interest rates high. Meanwhile, the release of employment data in the US showed that the US economy added 206 thousand jobs in Jun'24, down from the position in May'24 (218 thousand), higher than expectations and showing the labor market is still tight despite continuing to cool. From the Eurozone, there was the release of June'24 inflation data which decreased to 2.5% and the unemployment rate remained at 6.4%. From the United Kingdom, there will be a change of power as the Labor Party wins the election. Meanwhile, in France, the victory of the National Rally (RN) Party in the first round of elections was not welcomed by the market because it indicated instability in economic policy. In Asia, there was the release of inflation data from South Korea which decreased to 2.4%. Meanwhile, from China, it was reported that the Caixin Composite PMI decreased to 52.8 as expansion in the manufacturing sector compensated for the decline in the services sector.
- Domestically, there were several data releases, including the S&P Global Purchasing Manager's Index (PMI) for Indonesian Manufacturing in Jul'24 which was reported to have decreased to the level of 50.7. Meanwhile, inflation was also reported to have slowed to 2.51%. The poverty rate in Mar'24 was recorded to have decreased to 9.03%. Visits by foreign tourists to Indonesia in May'24 were reported to have grown 20.11% YoY to 1.14 million. From a policy perspective, the Government and DPR RI meeting agreed on the results of the Working Committee on Basic Assumptions, Fiscal Policy, Revenue, Deficit, and Financing for the 2025 RAPBN.
- Crude oil, gold, coal, nickel, and CPO commodities strengthened on a weekly basis, although they fell slightly towards the weekend. The increase in commodity prices is in line with expectations of interest rate cuts and strong demand.
- The majority of stock markets strengthened on a weekly basis, even though they closed differently at the weekend. The strengthening of shares was driven by a weakening labor market. JCI strengthened quite significantly by 2.69% WoW as investor funds returned as well as catalysts from controlled domestic economic data.
- The US dollar weakened last week after the latest report on Wednesday showed America's services sector contracted at the fastest pace in four years, while the labor market showed signs of further weakness. Meanwhile, the Euro and pound sterling depreciated more than 1% last week. The ECB expressed concern about stalling disinflation due to price pressures in the services sector, prompting the ECB to be more cautious about taking further steps to cut interest rates.
- A weaker dollar catalyzes most currencies in Asia. The exceptions are the Chinese yuan, Indian rupee, and South Korean won, which have actually depreciated. Meanwhile, the Thai Baht and Singapore dollar appreciated the most.
- The Rupiah strengthened amid a weaker US dollar and foreign capital inflows. The latest data on foreign exchange reserves also support the rupiah's performance.
- The market viewed the results of the first round of the French election-which was won by the National Rally (RN)-negatively, reflected in the sell-off of French bonds. S&P also cut France's rating to AA- (vs. AA), the first since 2013.
- The US bond market saw a decline in yields, both short and long tenors. A weaker economy raises expectations for a softer Fed stance at future meetings, which, in turn, pushes yields down. Like US markets, UK 2-year and 10-year yields fell. In contrast, the percentage rose in the Eurozone.
- Falling yields in US markets did little to support falling 10-year yields in Asia. The percentage in South Korea fell slightly. Conversely, the Chinese and Japanese markets saw slight increases. Positive sentiment from the US market and foreign capital inflows were unable to bring down Indonesia's 2-year and 10-year yields, each of which was stable last week.
- In the period July 1-5, 2024, there were issuances of bonds that reached IDR3.35 trillion. Meanwhile, throughout July 2024, PEFINDO recorded debt securities that matured at IDR20.09 trillion. Then in August 2024, September 2024, and October 2024, each was valued at IDR12.75 trillion, IDR8.83 trillion, and IDR11.79 trillion.
- Throughout this week, we highlighted news from 15 (fifteen) industrial sectors. Among the fifteen industries, we made news from the food and beverages industry with the title "Imported Food Prices Rise" and from the mining industry entitled "The Great Potential of Natural Hydrogen" as the main highlight of our selected news.

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A. MACROECONOMIC DEVELOPMENT

1) Global Economic Development

- Fed officials at the last FOMC Meeting said they were waiting for more evidence of declining inflation and differed on how long they would keep interest rates high. Some advocated patience and others stressed the need for a weaker labor market to manage unemployment. Lowering the Fed Funds Rate is inappropriate without clear evidence of achieving the 2% inflation target. Some officials are open to raising interest rates if inflation continues, but there is caution and uncertainty about the economic outlook.
- The US economy added 206K jobs in Jun'24, down from May'24 (218K) and above estimates (190K). Figures in June continued to show a strong, albeit weakening, labor market. The average monthly growth in the number of workers for this year is 222 thousand (2023: 251 thousand and 2022: 377 thousand). Average hourly earnings for all employees on US private nonfarm payrolls increased by 10 cents, or 0.3%, to \$35.00 in Jun'24 (May'24: +0.4%). Meanwhile, the US unemployment rate in Jun'24 increased to 4.1%, the highest since Nov'21 (May'24: 4%). These various data reflect the US labor market's complexity, making policymakers wait for further data developments.
- The minutes of the European Central Bank's (ECB) monetary policy meeting in Jun'24 stated that ECB policymakers were skeptical about whether the Euro Area recovery would occur as expected, as this depended on an increase in private consumption that had not shown convincing evidence in the data until At the moment. Additionally, some members felt that the available data did not increase their confidence that inflation would reach the 2% target in 2025, but instead indicated greater uncertainty over the inflation outlook. However, the ECB emphasized that it will maintain a data-dependent approach and there should be no pre-commitment to a particular interest rate path.
- Eurozone inflation rate in Jun'24 decreased to 2.5% (May'24: 2.6%) driven by slowing food, alcohol, and tobacco prices (2.5% vs 2.6%) and energy (0.2% vs. 0.3%). Meanwhile, inflation for non-energy industrial goods remained at 0.7% and services remained at 4.1%. Core inflation remained at 2.9%. Meanwhile, in terms of the labor market, the Eurozone unemployment rate in May'24 was still at 6.4%, unchanged from the position in April'24 but decreasing from last year's condition which was at 6.5%.
- The British election which was completed on July 4 resulted in the incumbent Prime Minister, Rishi Sunak suffering a crushing defeat and being replaced by the Chairman of the Labor Party, Keir Starmer. In this election, the Labor Party managed to secure 326 of the 660 seats in parliament in the vote. This victory for the Labor Party occurred again after Gordon Brown was ousted by David Cameron in 2010.
- The results of the first round of the French election which were won by the National Rally (RN) were viewed negatively by the market, which was reflected in the sell-off of French bonds and had an impact on the risk premium with German Bund yields increasing to the highest level since 2017. This was caused by policy uncertainty politics and RN has a different approach to the incumbent. However, there is still a second round on July 7 which could still cause political dynamics.
- South Korea's inflation rate slowed again in Jun'24 to 2.4% (May'24: 2.7%) and became the lowest point since Jul'24. Prices rose at softer rates on housing, electricity, gas, & water components; food & non-alcoholic beverages; transportation; health; as well as recreation & culture. On the other hand, prices accelerated in restaurants & hotels; clothing & footwear; as well as education.
- China's Caixin Composite PMI slipped to 52.8 in Jun'24 from a one-year high in May (54.1). However, this still shows that private sector activity grew for eight consecutive months, with output growth increasing in the manufacturing sector, but slowing in the services sector. The policy support provided by the government requires further consolidation, and the lack of market confidence and effective demand remains a major challenge in the Chinese economy.

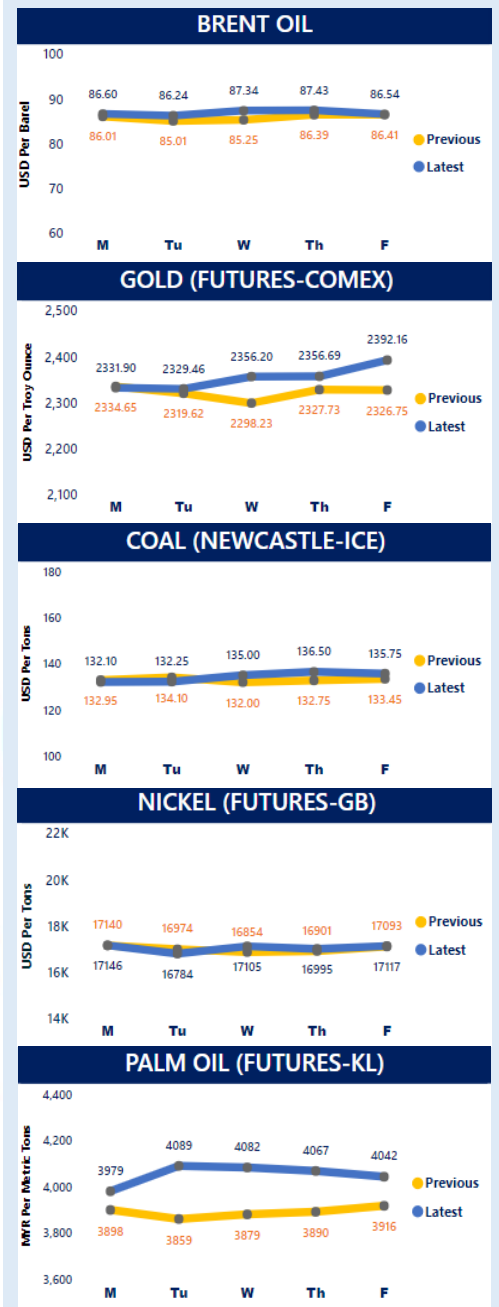
2) Domestic Economic Development

- S&P Global Purchasing Manager's Index (PMI) Indonesian Manufacturing in Jul'24 was at 50.7 (May'24: 52.1) and was the lowest level in the last year along with the lowest output growth in the last 13 months. Despite this, Indonesia's Manufacturing PMI is still in the expansionary zone for 34 consecutive months. Economics Director of S&P Global Market Intelligence, Trevor Balchin, stated that Indonesia's manufacturing sector lost major momentum in June 2024, with new demand growth almost stopping as exports fell for four consecutive months.
- Consumer price inflation in Jun'24 slowed to 2.51% YoY (May'24: 2.84%) as food prices experienced the lowest increase in the last nine months (4.95% vs 6.18% in May'24). This inflation rate is the lowest since Sep'23 and remains within Bank Indonesia's target range (1.5-3.5%). Meanwhile, core inflation eased slightly to 1.90% YoY from an eight-month high in May'24 (1.93%) and below estimates of 1.96%.
- The poverty rate in Indonesia in Mar'24 decreased by 0.68 million people to 25.22 million people (9.03%). This percentage is the lowest in the last decade. By region, the percentage of urban poor people was recorded at 7.09% (Mar'23: 7.29%), while the percentage of rural poor people was 11.79% (Mar'23: 12.22%).
- Foreign tourist visits to Indonesia rose 20.11% YoY to 1.14 million in May'24, in line with the continued recovery of the tourism sector. Most arrivals came from Malaysia (+18.26%), Australia (20.50%), Singapore (+10.22%), and China (53.98%). In Jan-May'24, foreign tourist arrivals increased by 23.78% to 5.24 million, which was the highest figure in the last four years of that period. The government estimates tourist visits will reach 9.5-14.3 million.
- The meeting of the Government and DPR RI agreed on the results of the Working Committee on Basic Assumptions, Fiscal Policy, Revenue, Deficit, and Financing for the 2025 State Budget Plan. The basic macroeconomic assumptions agreed upon were economic growth of 5.1-5.5% and an inflation rate of 1.5-3.5%. Next, the rupiah exchange rate is IDR15,300-15,900/USD and the 10-year SBN interest rate is 6.9-7.2%. In addition, it was agreed that the Indonesian crude oil price would be USD75-85/barrel, oil lifting 580-605 thousand barrels/day, and natural gas lifting 1,003-1,047 thousand barrels of oil equivalent/day.

B. COMMODITY MARKET DEVELOPMENT

- Crude oil prices fell 1.02% in weekend trading as the possibility of a ceasefire in Gaza increased. This news beats the sentiment of strong summer fuel demand and potential supply disruptions due to hurricanes in the Gulf of Mexico. The price of Brent crude oil closed at USD86.54 per barrel. However, on a weekly basis, the price of Brent crude oil recorded a slight increase of 0.15%. The US EIA reported a significant decline in US crude oil stocks of 12.2 million barrels last week, far exceeding the estimated stockpile decline of 680 thousand barrels.
- Gold prices extended their gains in the past week, following a slowdown in US employment that helped 'amplify' faster interest rate cuts. Gold prices closed at USD2,392.16, up 2.81% WoW. On the other hand, at the close of trading last week, silver also rose quite significantly by 3.20% to USD31.37 per ounce.
- Coal prices recorded another weekly strengthening, namely 1.72% WoW in the last week of trading. The strengthening of coal coincided with underground fires at an Australian coal mine, as well as further supply chain disruptions, including due to the rainy season in Indonesia and train theft in South Africa. Meanwhile, India, the world's second-largest coal consumer, is experiencing record-high electricity demand in its northern region due to the ongoing heat wave. On the other hand, expectations of a cut in interest rates also pushed up gold prices in line with stronger demand for energy, including coal.
- Nickel prices recorded a slight weekly gain of 0.14% WoW. The increase in nickel prices is still being pressured by increasing supply. Global nickel production is expected to increase in 2024 despite several mine closures. Analysts expect ongoing challenges from market oversupply, estimating total primary nickel stocks will reach a four-year high in 2024, limiting any significant price recovery for the rest of the year.
- Malaysian CPO futures were at MYR4,042 per ton, up 3.22% Worldwide. Although they decreased slightly at the weekend, in line with the decline in rival oil prices in Dalian., the weekly strengthening of CPO was driven by reports of Indian palm oil imports rising around 3.00% to reaching the highest level in the last month due to strong future demand. Meanwhile, purchases of palm oil in July could increase to 850,000 tons.

Chart 1. Several Commodity Price Development on a Weekly Basis (W-to-W)

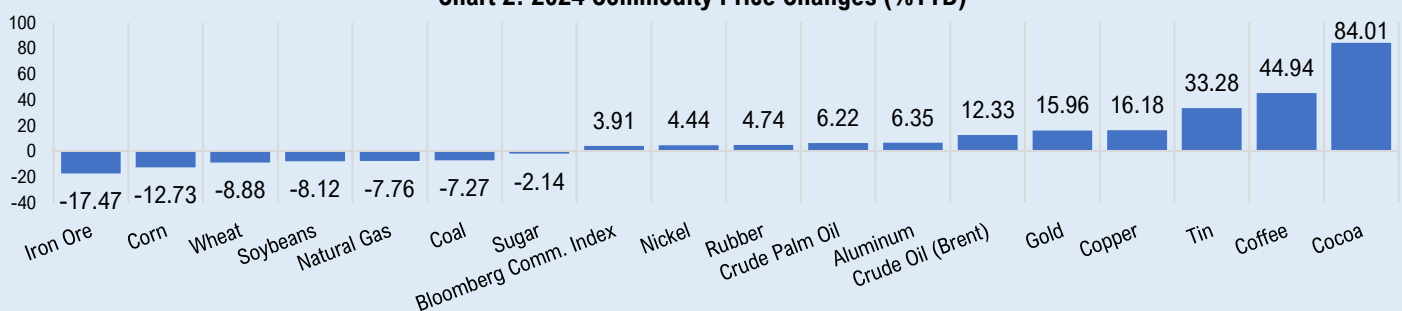


Previous : 06/24/24 – 06/28/24

Latest : 07/01/24 – 07/05/24

Source: Bloomberg & Investing (2024).

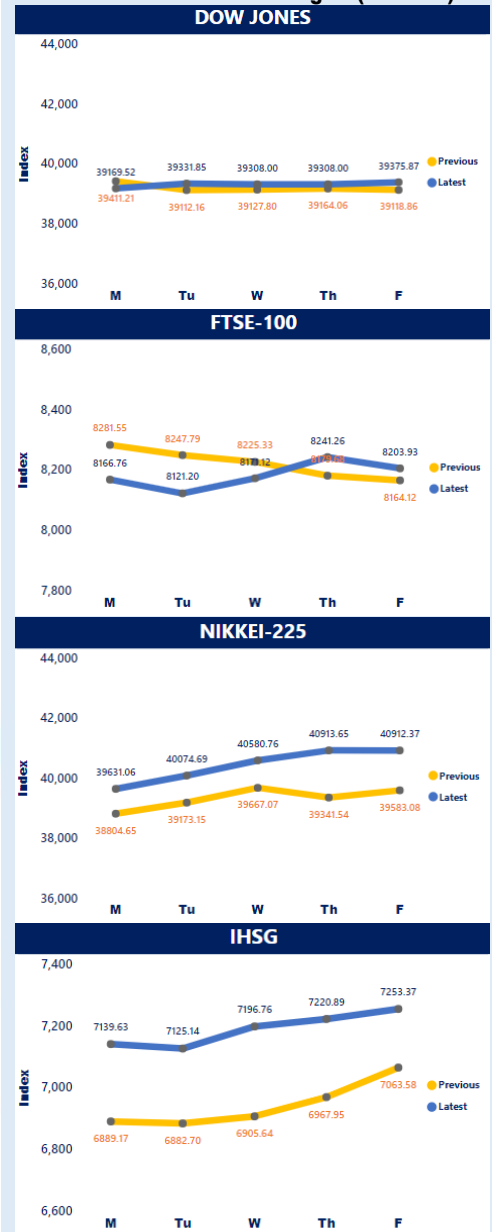
Chart 2. 2024 Commodity Price Changes (%YTD)



C. STOCK MARKET DEVELOPMENT

- The Wall Street stock exchange in the US strengthened in trading this weekend. The Nasdaq and S&P 500 indexes touched record highs, driven by new data on the weakening US labor market. The weak employment data increases expectations of the Fed cutting interest rates in early September. Within a week, the Dow Jones Industrial Average (DJIA) rose 0.66% to 39,375.87. The S&P 500 index rose 1.95% to 5,567.19 and the Nasdaq Composite rose 3.50% to 18,352.76.
- European stock markets advanced in the red zone on weekend trading. They were weighed down by weakness in the banking and energy sectors as investors became more cautious ahead of the second round of voting in the French parliamentary election. However, on a weekly basis, most of Europe's major stock markets recorded gains. The CAC index in France rose 2.62% to 7,675.62. The FTSE index on the London Stock Exchange rose 0.49% to 8,203.93, and the German DAX Index rose 1.32% to 18,475.45.
- Most Asian shares strengthened last week. An increase also occurred in Japan's main reference index, Nikkei 225, which managed to break its highest record. Within a week, the Nikkei 225 Index rose 3.36% to 40,912.37. Hong Kong's Hang Seng Index rose 0.46% to 17,799.61, while the Shanghai Composite Index fell 0.59% to 2,949.93.
- JCI closed 0.45% to 7,253.37 at the end of trading Friday (7/5). In the week, namely from July 1 - July 5, the JCI accumulated a gain of 189.79 points or rose 2.69%. Almost all indices strengthened this week. Sectorally, only two indices weakened, namely infrastructure which fell slightly -0.01%, and health, which fell -0.57%. Meanwhile, the sector with the highest increase was led by the industrial sector (+6.17%). Funds from foreign investors have flowed again, accumulating net buys worth IDR2.63 trillion this week. Domestic economic data in June also brought an important catalyst, with controlled inflation and increasing foreign exchange reserves.

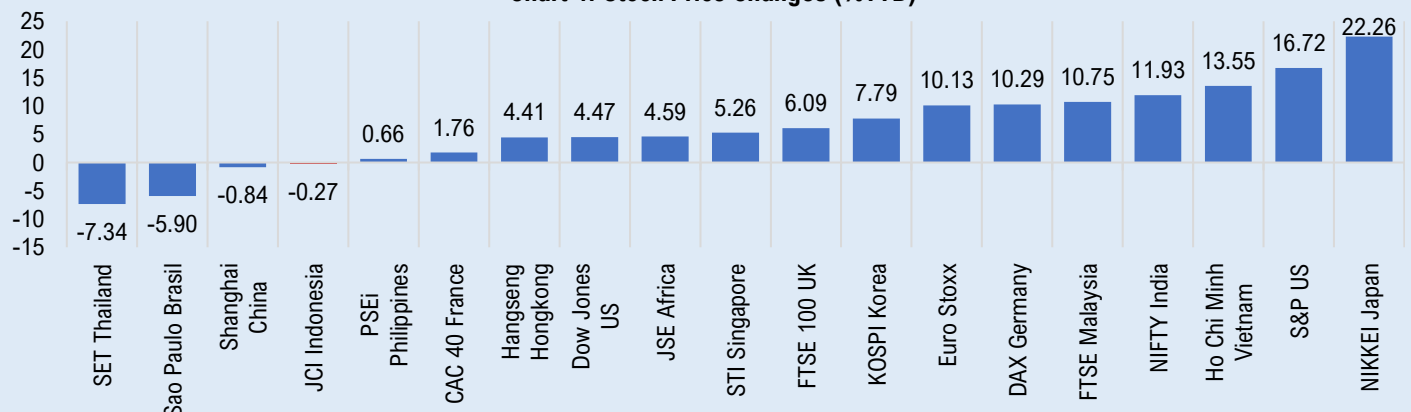
Chart 3. Weekly Stock Price Movements in Several Stock Exchanges (W-to-W)



Previous : 06/24/24 – 06/28/24
Latest : 07/01/24 – 07/05/24

Source: Bloomberg & Investing (2024).

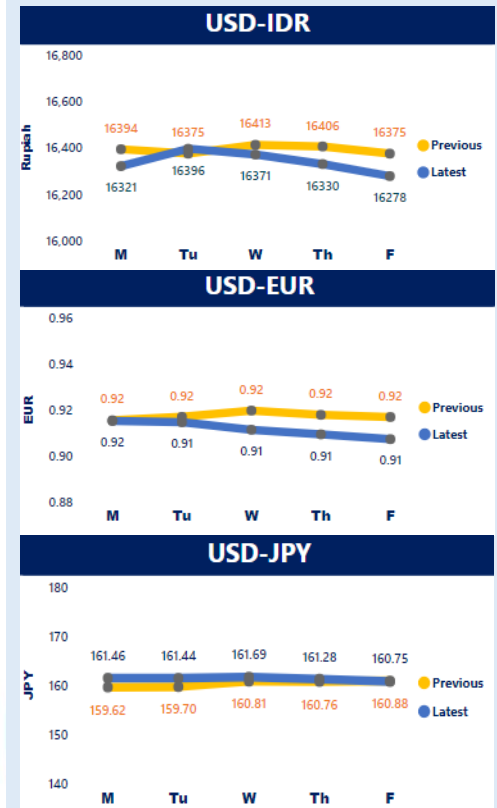
Chart 4. Stock Price Changes (%YTD)



D. EXCHANGE RATE DEVELOPMENT

- The US dollar weakened last week. The US dollar index closed down at 104.88 (-0.94%) on Friday, July 5, 2024. The dollar's weakness came after the latest report on Wednesday showed America's services sector contracted at the fastest pace in four years, while the labor market showed signs of a sign of further weakening. The decline in hiring comes amid a moderation in wage growth. The market will be waiting for the latest data on inflation, which will slow down slightly in May 2024.
- The euro and pound sterling depreciated more than 1% last week. As of Friday, July 5, 2024, the euro depreciated to EUR1,084 (+1.2%) while the pound sterling became GBP1,282 (+1.3%). In the Eurozone, the European Central Bank (ECB) needs additional assurances that inflation returns to its 2% target before lowering interest rates further, stressed ECB President Christine Lagarde. Despite continued disinflation in the Eurozone, ECB officials remained vigilant, and a particular focus was on growth in service prices, driven by rising wages.
- A weaker dollar catalyzes most currencies in Asia. The exceptions were the Chinese yuan, Indian rupee, and South Korean won, which actually depreciated to CNY7,268 (+0.0%), INR83.49 (+0.13%), and KRW1,380 (+0.29%), respectively.
- The Thai Baht and Singapore dollar appreciated the most. The baht closed at THB36.47 (-0.79%), while the Singapore dollar closed at SGD1.349 (-0.55%). Meanwhile, other currencies appreciated at a lower rate.
- The Rupiah strengthened to IDR16,278 (-0.59%) on Friday, July 5, 2024. Apart from the weaker US dollar, support for the rupiah's performance came from foreign capital inflows, reaching IDR4.01 trillion, most of which went to the stock market (IDR2.64 trillion). The latest data on foreign exchange reserves also supports the rupiah's performance.
- The DPR and the government decided to set the rupiah exchange rate in the range of IDR15,300-IDR15,900 per US dollar in macro assumptions in the 2025 budget draft. This range is stronger than the government's proposal stated in the *Kerangka Ekonomi Makro dan Pokok-Pokok Kebijakan Fiskal (KEM-PPKF) 2025*, which was originally set at IDR15,300-IDR16,000 per US dollar.

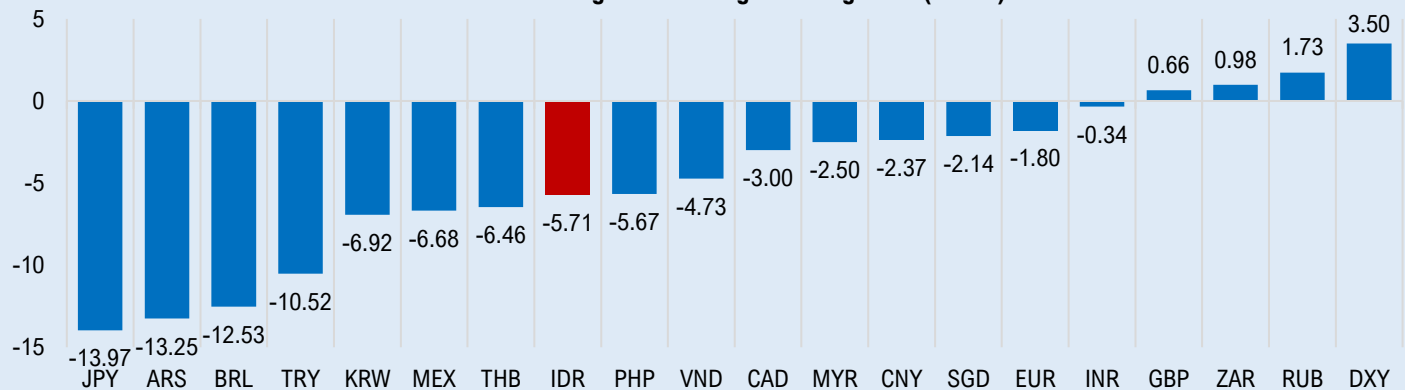
Chart 5. Movement of Weekly Exchange Rates in Several Countries (W-to-W)



Previous : 06/24/24 – 06/28/24
Latest : 07/01/24 – 07/05/24

Source: Bloomberg & Investing (2024).

Chart 6. Exchange Rate Changes During 2024 (%YTD)



E. DEBT SECURITIES MARKET DEVELOPMENT

1) Yield

- The results of the first round of the French election - which was won by the National Rally (RN) - were viewed negatively by the market, reflected in the sell-off of French bonds. France faces the challenge of having to maintain the government's current plan to reduce the deficit to 3% of GDP by 2027 amidst an unexpected increase in the deficit to minus 5.5 percent of GDP in 2024 and debt to GDP of around 109 percent by S&P. This condition was also the reason for France's rating downgrade to AA- (vs. AA), the first since 2013.
- Bloomberg data shows that the amount of dollar loans in Asia-excluding bilateral facilities-fell 44% to around USD45.5 billion in the first half of this year, the lowest since 2010. This figure also stands in stark contrast to global sales of US dollar-denominated loans, which surged 37% to nearly USD2 trillion in the first half of 2024, the highest in three years.
- The US bond market saw a decline in yields, both short and long tenors. On Friday, July 5, 2024, the 2-year yield fell to 4.604% (-15 bps), while the 10-year yield fell to 4.278% (-12 bps). A weaker economy raises expectations for a softer Fed stance at its next meetings, which in turn drives yields down.
- Like the US market, UK 2-year and 10-year yields fell to 4.116% (-8 bps) and 4.124% (-5 bps), respectively. In contrast, the Eurozone 2-year yield rose to 2.564% (+17 bps) while the 10-year yield rose to 2.553% (+6 bps). In the Eurozone, although inflation slowed slightly last month, many are concerned about rapid wage growth and geopolitical pressures, expressing concerns about stalling disinflation and prompting the ECB to be more cautious about taking further interest rate cuts.
- Falling yields in US markets did little to provide support for falling 10-year yields in Asia. The percentage in South Korea fell slightly to 3.230% (-4 bps). Meanwhile, the percentages in India, Malaysia, and Thailand were stable at 6.995% (-1 bps), 3.857% (-1 bps), and 2.666% (-1 bps). Likewise, the percentage in Singapore was also stable at 3.208% (+1 bps). In contrast, Chinese and Japanese markets saw slight increases, to 2,273% (+6 bps) and 1,070% (+2 bps), respectively.
- Positive sentiment from the US market and foreign capital inflows were unable to bring down Indonesia's 2-year and 10-year yields, which were stable at 6.785% (0 bps) and 7.066% (-1 bps), respectively. Last week, foreigners posted a net purchase of IDR1.38 trillion. The risk premium also fell quite significantly, reflected in the decline in Indonesia's 5-year CDS to 73.86 (-5.74%).
- Last week, Bank Indonesia held an auction of Bank Indonesia Rupiah Certificates (SRBI), where the total incoming bids were IDR25.9 trillion, slightly lower than IDR27.24 trillion in the previous week. Investors favored SRBI-12 months, where the percentage at the auction was 7.251%, slightly smaller than the previous auction of 7.260%.

2) Index

- The Indonesia Composite Bond Index (ICBI) was relatively stable last week. ICBI closed slightly higher at 380.69 (+0.07%). Even though corporate bonds performed quite well, with the index rising to 436.66 (+0.22%), the performance of the government bond market was relatively weak, with the index only rising to 372.17 (+0.06%).
- The 3-year corporate bond yield rose due to an increase in the benchmark yield to 6.750% (+4 bps). AAA and A-rated yields rose at the same rate, to 7.383% (+3 bps) and 9.745% (+3 bps), respectively. Meanwhile, the AA rating was stable at 7.906% (+0 bps). Then, the percentage of BBB ratings rose even higher, namely to 11.251% (+6 bps).

Chart 7. Indonesian Government Bond Yield Curve

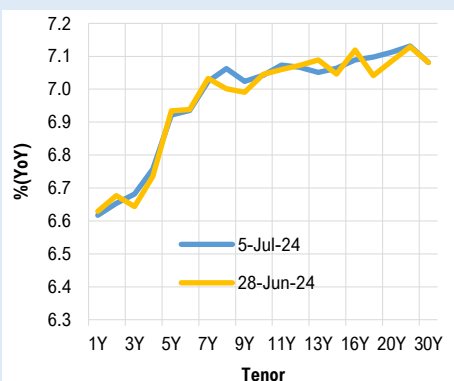


Chart 8. Bond Index

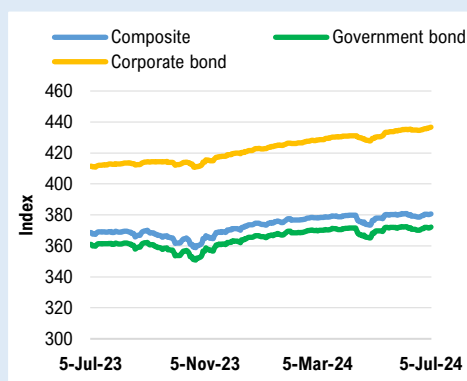
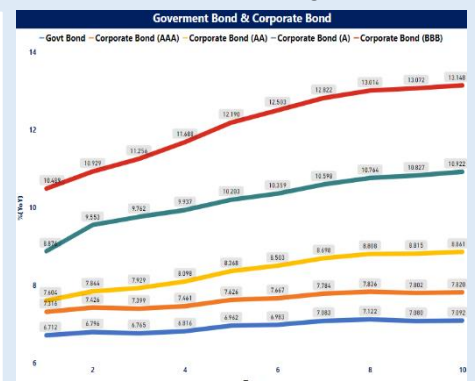


Chart 9. Corporate Bond Yields for Various Ratings



Note: data as of Friday, July 5, 2024.

Source: Bloomberg (2024), PHEI, processed by PEFINDO.

F. GOVERNMENT AND CORPORATE BONDS TRADING

Table 1. The Most Active Government Bonds Transactions During the Week by Volume

Series	Coupon (%)	Maturity Date (mm/dd/yy)	Size (IDR Million)	Price	Yield (%)	Volume (Million Units)
FR0100	6.63	02/15/34	500	97.75	6.95	18,948,405
FR0101	6.88	04/15/29	58,220	99.84	6.91	11,001,127
PBS032	4.88	07/15/26	20,000	96.05	7.01	6,567,115
FR81	6.50	06/15/25	3,000	99.91	6.59	3,237,591
FR95	6.38	08/15/28	250	100.20	6.32	3,062,111
FR97	7.13	06/15/43	3,350	101.75	6.96	2,872,691
PBS038	6.88	12/15/49	400	99.00	6.96	2,732,499
FR96	7.00	02/15/33	1,000	99.00	7.16	2,074,460
FR56	8.38	09/15/26	10,000	103.45	6.65	1,920,158
FR98	7.13	06/15/38	15,000	100.55	7.06	1,411,053

Source: Bloomberg (2024).

Table 2. The Most Active Corporate Bonds Transactions During the Week by Volume

Instrument	Rating	Coupon (%)	Maturity Date (mm/dd/yy)	Size (IDR Million)	Price	Yield (%)	Volume (Million Units)
Shelf Registration Bond V Indomobil Finance Phase III Year 2024	idAA-	10.75	06/05/27	6,600	100.00	10.75	6,622,600
Shelf Registration Bond IV Indah Kiat Pulp & Paper Phase V Year 2024 Series B	idA+	6.85	07/01/25	83,900	100.00	6.85	1,952,000
Shelf Registration Bond III Merdeka Copper Gold Phase I Year 2022 Series B	idA	7.80	03/08/25	60,800	100.39	7.20	562,600
Shelf Registration Bond III Bussan Auto Finance Phase I Year 2024 Series A	idAAA	6.75	07/15/25	50,000	100.00	--	520,000
Shelf Registration Bond IV Global Mediacom Phase II Year 2024 Series A	idA+	10.50	05/21/27	230,000	100.00	10.50	430,000
Shelf Registration Sukuk Ijarah I Bali Towerindo Sentra Phase II Year 2023	A-(idn)(sy)	7.65	10/21/24	54,000	101.11	3.73	368,000
Bond I Integrasi Jaringan Ekosistem Year 2024 Series B	idA-	12.30	07/04/27	25,000	100.03	--	339,500
Bond III OKI Pulp & Paper Mills Year 2022 Series B	idA+	10.50	11/04/25	19,000	106.31	5.52	337,300
Shelf Registration Bond IV MNC Kapital Indonesia Phase II Year 2024 Series B	idBBB+	11.75	07/02/27	500	100.00	--	289,600
Shelf Registration Sukuk Mudharabah III Indah Kiat Pulp & Paper Phase V Year 2024 Series A	idA+	5.30	12/17/24	68,000	99.32	6.82	272,000

Source: Bloomberg (2024).

G. ISSUANCE AND MATURITY CORPORATE DEBT SECURITIES

1) Corporate Debt Securities Issuance

Table 3. Corporate Debt Securities Issuance

No.	Company	Instruments	Issuance Date	Amount [IDR Billion]	Coupon [%]	Tenor [Years]	Rating
1	PT Trimegah Sekuritas Indonesia Tbk	Shelf Registration Bond I Phase II Year 2024	Jul-1-2024	388.00	7.70	1	idA
2	PT Pembangunan Perumahan (Persero) Tbk	Shelf Registration Bond IV Phase I Year 2024	Jul-1-2024	434.62	10.25	3	idA
3	PT Wahana Ottomitra Multiartha Tbk	Shelf Registration Bond V Phase I Year 2024 Series A	Jul-3-2024	880.45	6.75	1	idAA+
4	PT Wahana Ottomitra Multiartha Tbk	Shelf Registration Bond V Phase I Year 2024 Series B	Jul-3-2024	119.56	6.95	3	idAA+
5	PT MNC Kapital Indonesia Tbk	Shelf Registration Bond IV Phase II Year 2024 Series A	Jul-3-2024	289.25	10.25	1	idBBB+
6	PT MNC Kapital Indonesia Tbk	Shelf Registration Bond IV Phase II Year 2024 Series B	Jul-3-2024	98.14	11.75	3	idBBB+
7	PT MNC Kapital Indonesia Tbk	Shelf Registration Bond IV Phase II Year 2024 Series C	Jul-3-2024	2.62	12.50	5	idBBB+
8	PT Lautan Luas Tbk	Shelf Registration Bond IV Phase I Year 2024	Jul-5-2024	285.50	8.75	3	idA
9	PT Dayamitra Telekomunikasi Tbk	Shelf Registration Bond I Phase I Year 2024	Jul-5-2024	240.23	6.50	1	idAAA
10	PT Dayamitra Telekomunikasi Tbk	Shelf Registration Sukuk Ijarah I Phase I Year 2024	Jul-5-2024	10.02	6.50	1	idAAA _(sy)
11	PT Integrasi Jaringan Ekosistem	Bond I Year 2024 Series A	Jul-5-2024	150.50	11.00	1	idA-
12	PT Integrasi Jaringan Ekosistem	Bond I Year 2024 Series B	Jul-5-2024	299.00	12.30	3	idA-
13	PT Integrasi Jaringan Ekosistem	Bond I Year 2024 Series C	Jul-5-2024	150.50	12.80	5	idA-
Total				3,348.36			

Source: KSEI, IDX, PEFINDO database.

2) Corporate Debt Securities Maturity

Table 4. Corporate Debt Securities Maturity

No.	Company	Instruments	Maturity Date	Amount [IDR Billion]	Coupon [%]	Tenor [Years]	Rating
JULY 2024							
1	PT Pembangunan Perumahan (Persero) Tbk	Shelf Registration Bond III Phase I Year 2021 Series A	2-Jul-24	850.00	8.50	3	idA
2	PT Pembangunan Perumahan (Persero) Tbk	Shelf Registration Sukuk Mudharabah I Phase I Year 2021 Series A	2-Jul-24	400.00	8.50	3	idA _(sy)
3	PT Bank Maybank Indonesia Tbk	Shelf Registration Bond III Phase I Year 2019 Series C	3-Jul-24	68.00	8.70	5	idAAA
4	PT Sarana Multigriya Finansial (Persero)	Shelf Registration Bond V Phase I Year 2019 Series C	4-Jul-24	932.00	8.75	5	idAAA
5	PT Samator Indo Gas Tbk	Shelf Registration Bond II Phase III Year 2021 Series B	6-Jul-24	145.00	9.35	3	A(idn)
6	PT Samator Indo Gas Tbk	Shelf Registration Sukuk Ijarah II Phase III Year 2021 Series B	6-Jul-24	105.00	9.35	3	A(idn) _(sy)
7	PT KB Finansia Multi Finance	Bond II Year 2023 Series A	7-Jul-24	500.00	6.20	1	AAA(idn)
8	PT AKR Corporindo Tbk	Shelf Registration Bond I Phase I Year 2017 Series C	7-Jul-24	37.00	9.00	7	idAA
9	PT Global Mediacom Tbk	Shelf Registration Bond I Phase I Year 2017 Series C	7-Jul-24	38.90	12.00	7	idA+
10	PT Global Mediacom Tbk	Shelf Registration Sukuk Ijarah I Phase I Year 2017 Series C	7-Jul-24	22.95	12.00	7	idA _(sy)
11	PT MNC Kapital Indonesia Tbk	Shelf Registration Bond III Phase II Year 2023 Series A	7-Jul-24	216.45	10.75	1	idBBB+
12	PT Barito Pacific Tbk	Shelf Registration Bond II Phase I Year 2021 Series A	8-Jul-24	561.10	8.80	3	idA+
13	PT Oki Pulp and Paper Mills	Bond I Year 2021 Series B	8-Jul-24	1,348.35	9.50	3	idA+

14	PT Oki Pulp and Paper Mills	Sukuk Mudharabah I Year 2021 Series B	8-Jul-24	234.61	9.50	3	idA+(sy)
15	PT Permodalan Nasional Madani	Shelf Registration Sukuk Mudharabah I Phase I Year 2021 Series B	8-Jul-24	515.00	Floating	3	idAA+(sy)
16	PT Sarana Multigriya Finansial (Persero)	Shelf Registration Bond VI Phase I Year 2021 Series A	8-Jul-24	200.00	5.60	3	idAAA
17	Lembaga Pembiayaan Ekspor Indonesia	Shelf Registration Bond IV Phase V Year 2019 Series C	9-Jul-24	330.00	8.70	5	idAAA
18	PT Mora Telematika Indonesia Tbk	Shelf Registration Sukuk Ijarah I Phase I Year 2019 Series B	9-Jul-24	653.00	10.50	5	idA+(sy)
19	PT Bank Capital Indonesia Tbk	Subordinated Bond III Year 2017	11-Jul-24	250.00	11.50	7	idBBB-
20	PT Bank Maybank Indonesia Tbk	Shelf Registration Bond II Phase I Year 2017 Series B	11-Jul-24	300.00	8.50	7	idAAA
21	PT Bank Victoria International Tbk	Shelf Registration Subordinated Bond I Phase I Year 2017	11-Jul-24	50.00	11.00	7	idBBB
22	PT Perusahaan Listrik Negara (Persero)	Shelf Registration Bond II Phase I Year 2017 Series B	11-Jul-24	169.00	8.10	7	idAAA
23	PT Anabatic Technologies Tbk	Convertible Bond Year 2018	11-Jul-24	559.99	5.00	6	-
24	PT Pupuk Indonesia (Persero)	Shelf Registration Bond I Phase I Year 2017 Series B	12-Jul-24	2,085.00	8.60	7	idAAA
25	PT Bank Tabungan Negara (Persero) Tbk	Shelf Registration Bond III Phase I Year 2017 Series C	13-Jul-24	853.00	8.70	7	AA+(idn)
26	PT Global Mediacom Tbk	Shelf Registration Bond IV Phase I Year 2023 Series A	16-Jul-24	597.41	9.25	1	idA+
27	PT Global Mediacom Tbk	Shelf Registration Sukuk Ijarah IV Phase I Year 2023 Series A	16-Jul-24	392.29	9.25	1	idA+(sy)
28	PT Trimegah Sekuritas Indonesia Tbk	Shelf Registration Bond I Phase I Year 2023 Series A	16-Jul-24	100.00	6.75	1	idA
29	PT Astra Sedaya Finance	Shelf Registration Bond VI Phase I Year 2023 Series A	16-Jul-24	527.02	5.50	1	AAA(idn)
30	PT Adira Dinamika Multi Finance Tbk	Shelf Registration Bond VI Phase I Year 2023 Series A	17-Jul-24	405.00	5.50	1	idAAA
31	PT Adira Dinamika Multi Finance Tbk	Shelf Registration Sukuk Mudharabah V Phase I Year 2023 Series A	17-Jul-24	64.00	5.50	1	idAAA(sy)
32	PT Jasamarga Pandaan Tol	Sukuk Ijarah Year 2019 Series B	17-Jul-24	685.00	9.00	5	idAA-(sy)
33	PT BRI Multifinance Indonesia	Bond II Year 2023 Series A	21-Jul-24	197.00	5.85	1	idAA
34	PT Federal International Finance	Shelf Registration Bond VI Phase I Year 2023 Series A	21-Jul-24	566.15	5.50	1	idAAA
35	PT Indah Kiat Pulp and Paper Tbk	Shelf Registration Bond IV Phase I Year 2023 Series A	21-Jul-24	333.56	6.50	1	idA+
36	PT Hino Finance Indonesia	Bond II Year 2023 Series A	21-Jul-24	366.00	5.85	1	AAA(idn)
37	PT Tower Bersama Infrastructure Tbk	Shelf Registration Bond VI Phase I Year 2023 Series A	21-Jul-24	1,000.00	5.90	1	AA+(idn)
38	PT Toyota Astra Financial Services	Shelf Registration Bond VI Phase I Year 2023 Series A	21-Jul-24	380.84	5.50	1	AAA(idn)
39	PT Permodalan Nasional Madani	Sukuk Mudharabah <i>Jangka Menengah V</i> Year 2022 Series A	22-Jul-24	216.00	Floating	2	idAA+(sy)
40	PT Sarana Multigriya Finansial (Persero)	Shelf Registration Bond VII Phase I Year 2023 Series A	22-Jul-24	398.00	5.50	1	idAAA
41	PT Adira Dinamika Multi Finance Tbk	Shelf Registration Bond V Phase II Year 2021 Series B	23-Jul-24	741.00	5.50	3	idAAA
42	PT Adira Dinamika Multi Finance Tbk	Shelf Registration Sukuk Mudharabah IV Phase II Year 2021 Series B	23-Jul-24	66.00	5.50	3	idAAA(sy)
43	PT Indosat Tbk	Shelf Registration Bond III Phase II Year 2019 Series C	23-Jul-24	67.00	9.25	5	idAAA
44	PT Indosat Tbk	Shelf Registration Sukuk Ijarah III Phase II Year 2019 Series C	23-Jul-24	404.00	9.25	5	idAAA(sy)
45	PT Mandiri Tunas Finance	Shelf Registration Bond IV Phase II Year 2019 Series B	26-Jul-24	658.00	9.50	5	idAAA
46	PT Oki Pulp & Paper Mills	Sukuk Mudharabah <i>Jangka Menengah I</i> Year 2022	27-Jul-24	200.00	Floating	2	-
47	PT Wahana Ottomitra Multiartha Tbk	Shelf Registration Bond IV Phase I Year 2021 Series B	28-Jul-24	198.00	7.00	3	AA(idn)
48	Perum Perumnas	MTN VI Year 2019 Series A	30-Jul-24	105.00	11.75	5	idBBB-
Total				20,091.62			
AUGUST 2024							
1	PT Perusahaan Listrik Negara (Persero)	Shelf Registration Bond III Phase IV Year 2019 Series A	1-Aug-24	637.00	8.00	5	idAAA
2	PT Perusahaan Listrik Negara (Persero)	Shelf Registration Sukuk Ijarah III Phase IV Year 2019 Series A	1-Aug-24	274.00	8.00	5	idAAA(sy)

3	PT BFI Finance Indonesia Tbk	Shelf Registration Bond V Phase II Year 2021 Series C	4-Aug-24	530.00	7.25	3	AA-(Idn)
4	PT Mandala Multifinance Tbk	Shelf Registration Bond IV Phase III Year 2021 Series B	6-Aug-24	150.00	9.50	3	idAAA
5	PT Corpus Prima Mandiri	MTN I Year 2019 Series E	8-Aug-24	30.05	12.00	5	-
6	PT Merdeka Copper Gold Tbk	Shelf Registration Bond IV Phase III Year 2023 Series A	11-Aug-24	1,084.49	6.75	1	idA+
7	PT Samudera Indonesia Tbk	Shelf Registration Sukuk Ijarah I Phase I Year 2023 Series A	12-Aug-24	210.83	6.95	1	idA+(sy)
8	PT Steel Pipe Industry of Indonesia Tbk	Shelf Registration Bond II Phase II Year 2023	15-Aug-24	110.35	7.00	1	idA
9	PT Steel Pipe Industry of Indonesia Tbk	Shelf Registration Sukuk Ijarah II Phase II Year 2023	15-Aug-24	59.65	7.00	1	idA(sy)
10	PT Timah Tbk	Shelf Registration Bond I Phase II Year 2019 Series B	15-Aug-24	493.00	8.75	5	idA
11	PT Timah Tbk	Shelf Registration Sukuk Ijarah I Phase II Year 2019	15-Aug-24	313.00	8.75	5	idA(sy)
12	Lembaga Pembiayaan Ekspor Indonesia	Shelf Registration Bond III Phase V Year 2017 Series C	15-Aug-24	1,786.00	8.25	7	idAAA
13	PT Wahana Inti Selaras	Bond II Year 2023 Series A	18-Aug-24	997.58	6.75	1	idA
14	PT Bank CIMB Niaga Tbk	Shelf Registration Sukuk Mudharabah I Phase II Year 2019 Series C	21-Aug-24	429.00	8.25	5	idAAA(sy)
15	PT JACCS Mitra Pinasthika Mustika Finance Indonesia	Shelf Registration Bond I Phase II Year 2023 Series A	21-Aug-24	170.00	6.25	1	AA(idn)
16	PT Tibi Modern Sentosa	MTN I Year 2019 Series A	23-Aug-24	30.00	11.00	5	-
17	PT Bank Rakyat Indonesia (Persero) Tbk	Shelf Registration Bond II Phase III Year 2017 Series C	24-Aug-24	2,517.00	8.25	7	idAAA
18	PT Sinar Mas Multiartha Tbk	Shelf Registration Bond II Phase II Year 2022 Series B	26-Aug-24	13.10	8.00	2	irAA
19	PT Adhi Karya (Persero) Tbk	Shelf Registration Bond III Phase II Year 2021 Series B	24-Aug-24	473.50	9.55	3	idA-
20	PT Wika Realty	MTN IX Year 2019	28-Aug-24	545.00	12.00	5	idBB+
21	PT Sarana Multi Infrastruktur (Persero)	Shelf Registration Bond II Phase II Year 2019 Series C	28-Aug-24	1,033.00	8.10	5	idAAA
22	PT Sarana Multi Infrastruktur (Persero)	Shelf Registration Sukuk Mudharabah I Phase III Year 2019 Series C	28-Aug-24	84.00	8.10	5	idAAA(sy)
23	PT Sarana Multigriya Finansial (Persero)	Shelf Registration Bond V Phase II Year 2019 Series B	28-Aug-24	780.00	8.10	5	idAAA
Total				12,750.54			

SEPTEMBER 2024

1	PT Armidian Karyatama Tbk	MTN Syariah Mudharabah I Year 2019 Series A	2-Sep-24	100.00	Floating	5	-
2	PT Bank UOB Indonesia	Shelf Registration Bond III Phase I Year 2021	2-Sep-24	100.00	5.65	3	AAA(idn)
3	PT PP Properti Tbk	Shelf Registration Bond II Phase III Year 2021 Series B	2-Sep-24	164.00	11.00	3	idBB-
4	Lembaga Pembiayaan Ekspor Indonesia	Shelf Registration Bond IV Phase VI Year 2019 Series C	3-Sep-24	6.00	8.10	5	idAAA
5	PT Perkebunan Nusantara IV	Sukuk Ijarah II Year 2019 Series F	3-Sep-24	105.00	11.60	5	idA-(sy)
6	PT Pegadaian	Shelf Registration Bond V Phase IV Year 2023 Series A	4-Sep-24	2,205.14	5.90	1	idAAA
7	PT Indah Kiat Pulp and Paper Tbk	Shelf Registration Bond IV Phase II Year 2023 Series A	5-Sep-24	207.05	6.50	1	idA+
8	PT Indah Kiat Pulp and Paper Tbk	Shelf Registration Sukuk Mudharabah III Phase II Year 2023 Series A	5-Sep-24	192.95	6.50	1	idA+(sy)
9	PT Utama Karya (Persero)	Shelf Registration Bond II Phase I Year 2021 Series A	7-Sep-24	33.50	8.25	3	idAA-
10	PT Utama Karya (Persero)	Shelf Registration Sukuk Mudharabah I Phase I Year 2021 Series A	7-Sep-24	16.50	8.25	3	idAA-(sy)
11	PT Sinar Mas Multiartha Tbk	Shelf Registration Bond II Phase I Year 2021 Series C	7-Sep-24	119.00	8.75	3	irAA
12	PT Angkasa Pura I	Shelf Registration Bond I Phase I Year 2021 Series A	8-Sep-24	272.50	6.70	3	idAAA
13	PT Angkasa Pura I	Shelf Registration Sukuk Ijarah I Phase I Year 2021 Series A	8-Sep-24	215.00	6.70	3	idAAA(sy)
14	PT Polytama Propindo	Bond II Year 2021 Series A	8-Sep-24	70.00	6.50	3	idAAA(cg)
15	PT Wijaya Karya (Persero) Tbk	Shelf Registration Bond II Phase I Year 2021 Series A	8-Sep-24	571.00	8.25	3	idBBB-

16	PT Wijaya Karya (Persero) Tbk	Shelf Registration Sukuk Mudharabah II Phase I Year 2021 Series A	8-Sep-24	325.50	8.25	3	idBBB-(sy)
17	PT Bank KB Bukopin Tbk	Shelf Registration Bond I Phase I Year 2021	9-Sep-24	1,000.00	6.25	3	AAA(idn)
18	PT Jatim Watkoraya	MTN I Year 2018 Series C	9-Sep-24	25.00	11	5	-
19	PT Medco Energi Internasional Tbk	Shelf Registration Bond IV Phase I Year 2021 Series A	9-Sep-24	400.00	7.75	3	idAA-
Total				8,834.29			
OCTOBER 2024							
1	PT Perusahaan Listrik Negara (Persero)	Shelf Registration Bond III Phase V Year 2019 Series A	Oct-1-2024	795.70	7.90	5	idAAA
2	PT Perusahaan Listrik Negara (Persero)	Shelf Registration Sukuk Ijarah III Phase V Year 2019 Series A	Oct-1-2024	6.50	7.90	5	idAAA(sy)
3	PT Bank Mayapada Internasional Tbk	Shelf Registration Subordinated Bond I Phase I Year 2017	Oct-3-2024	1,000.00	10.75	7	idBBB-
4	PT Adira Dinamika Multi Finance Tbk	Shelf Registration Bond IV Phase VI Year 2019 Series C	Oct-4-2024	190.00	8.10	5	idAAA
5	PT Dayamitra Telekomunikasi Tbk	MTN Year 2023	Oct-6-2024	550.00	6.20	1	idAAA
6	PT Sawitmas Parenggean	MTN I Year 2019 Series B	Oct-8-2024	37.00	12.00	5	-
7	PT Toyota Astra Financial Services	Shelf Registration Bond IV Phase II Year 2023 Series A	Oct-13-2024	401.44	6.00	1	AAA(idn)
8	PT Summarecon Agung Tbk	Shelf Registration Bond III Phase II Year 2019 Series B	Oct-15-2024	200.00	9.50	5	idA+
9	PT Lontar Papyrus Pulp & Paper Industry	Shelf Registration Bond II Phase II Year 2023 Series A	Oct-16-2024	85.74	6.50	1	idA
10	PT MNC Energy Investments Tbk	Shelf Registration Bond I Phase I Year 2023 Series A	Oct-16-2024	250.00	10.75	1	idA-
11	PT MNC Energy Investments Tbk	Shelf Registration Sukuk Wakalah I Phase I Year 2023 Series A	Oct-16-2024	100.00	10.75	1	idA-(sy)
12	PT Bank UOB Indonesia	Shelf Registration Subordinated Bond I Phase II Year 2017	Oct-17-2024	500.00	9.25	7	AA(idn)
13	PT Bank Pembangunan Daerah Jawa Barat dan Banten Tbk	Shelf Registration Bond I Phase III Year 2019 Series B	Oct-18-2024	108.00	8.50	5	idAA
14	PT Sawitmas Parenggean	MTN I Year 2019 Series C	Oct-18-2024	36.00	12.00	5	-
15	PT Sinar Mas Agro Resources and Technology Tbk	Shelf Registration Bond III Phase II Year 2021 Series B	Oct-19-2024	1,065.00	8.50	3	idAA-
16	PT Bali Towerindo Sentra Tbk	Shelf Registration Sukuk Ijarah I Phase II Year 2023	Oct-21-2024	425.00	7.65	1	A-(idn)(sy)
17	PT Astra Sedaya Finance	Shelf Registration Bond V Phase III Year 2021 Series B	Oct-22-2024	1,459.06	5.30	3	idAAA
18	PT Oki Pulp & Paper Mills	Shelf Registration Bond I Phase I Year 2023 Series A	Oct-22-2024	300.00	6.50	1	idA+
19	PT Oki Pulp & Paper Mills	Shelf Registration Green Bond I Phase I Year 2023 Series A	Oct-22-2024	200.00	6.50	1	idA+
20	PT Astra Sedaya Finance	Shelf Registration Bond IV Phase III Year 2019 Series C	Oct-23-2024	236.16	7.95	5	idAAA
21	PT Bank Rakyat Indonesia (Persero) Tbk	Shelf Registration Green Bond I Phase II Year 2023 Series A	Oct-27-2024	1,345.65	6.10	1	idAAA
22	PT Federal International Finance	Shelf Registration Bond V Phase II Year 2021 Series B	Oct-27-2024	774.67	5.30	3	idAAA
23	Lembaga Pembiayaan Ekspor Indonesia	Shelf Registration Bond IV Phase VII Year 2019 Series C	Oct-29-2024	25.50	8.10	5	idAAA
24	PT Sarana Multi Infrastruktur (Persero)	Shelf Registration Bond II Phase III Year 2019 Series C	Oct-30-2024	481.00	7.95	5	idAAA
25	PT Sarana Multigriya Finansial (Persero)	Shelf Registration Bond VII Phase II Year 2023 Series A	Oct-30-2024	1,212.80	6.19	1	idAAA
Total				11,785.22			

Notes: *) Amount in USD excluded.

Source: KSEI, IDX, PEFINDO database.

H. NEWS ANALYSIS

Table 5. News Highlight Over The Past Week

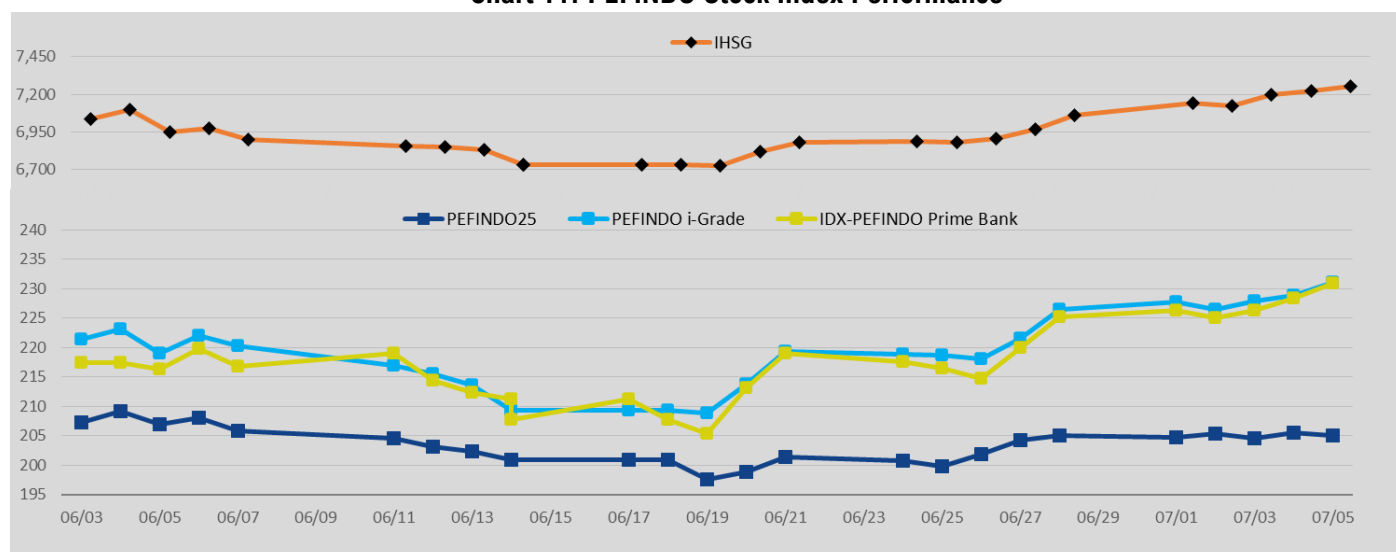
Industries	News Headlines and Analysis
Automotive	Electric Car Prices Could Drop (Harian Kontan-04/07/2024). This happened after the operation of an integrated electric car battery production facility in the country. It is Hyundai Motor Group together with LG Energy Solution which has officially operated a battery cell factory through a joint venture, namely Hyundai LG Indonesia (HLI) Green Power. On the other hand, the presence of this battery cell factory will support the government's steps to target the production of 600,000 electric car units by 2030.
Banking	Banks Increase Data Security Fees (Harian Kontan-02/07/2024). This was done after the recent collapse of the National Data Center (PDN). This incident is an alarm or warning sign for banks to further strengthen their information technology (IT) security systems. The reason is, that with the majority of banking transactions being carried out digitally nowadays, it is unimaginable how large the impact of losses will be if the IT system breaks down.
Construction	State-Owned Enterprise (BUMN) Karya Issuer is Still Not Successful (Harian Kontan-03/07/2024). The poor performance of BUMN Karya is due to the burden of project assignments from the government which are not based on careful planning. Besides that, the era of high interest rate trends has made the burden on construction issuers even higher.
Food and Beverages	Imported Food Prices Rise (Harian Kontan-02/07/2024). This was triggered by the weakening of the rupiah exchange rate against the US dollar. Thus, the weakening of the rupiah has an impact on several food commodities originating from imports. On the other hand, the strengthening of the US dollar will also have the effect of increasing distribution costs for government programs.
Hotel and Tourism	Foreign Tourist Visits Almost Matched Pre-Covid-19 Pandemic (Bisnis Indonesia-02/07/2024). The increase in the number of foreign tourists to Indonesia last month was generally driven by the depreciation of the rupiah exchange rate against the United States (US) dollar. This is because the weakening of the exchange rate against the US dollar can attract foreign tourists visiting from countries with stronger exchange rates. This refers to a study published in 2022.
Insurance and Guarantee	Credit Insurance Claims Soar (Bisnis Indonesia-01/07/2024). This happens because the credit insurance business line is greatly influenced by macroeconomic conditions and banking credit conditions. Because, when macroeconomic conditions experience turmoil, especially regional economic conditions, it has a direct impact on the quality of banking credit, which is reflected in LAR (loan at risk) and NPL (non-performing loan).
Metal and Gold	Industrial Metals Wait for Improvement in Global Economic Data (Harian Kontan-03/07/2024). Because, amidst global economic uncertainty, especially from China and the Fed's interest rate prospects, investors tend to be careful and only make purchases when prices are cheap. On the other hand, last week China's manufacturing data tended to improve. Although the Chinese government's official manufacturing data still shows a contraction, it is still in line with estimates.
Mining	The Great Potential of Natural Hydrogen (Bisnis Indonesia-02/07/2024). This is because hydrogen has recently become a global concern because of its potential to provide a clean energy source without producing greenhouse gas emissions. However, conventional hydrogen production is often expensive and requires large energy consumption. Apart from the manufacturing process, it turns out that hydrogen can also be formed naturally by geological processes. Because, so far, it has been thought that natural hydrogen cannot accumulate in nature, but the discovery of natural hydrogen accumulation in Bourekebogou, Mali, breaks this assumption.
Multifinance	Multifinance Keeps Guard in Anticipation of Cyber Attacks (Harian Kontan-03/07/2024). This is done because recent cyber attacks are still threatening, including the multifinance industry. Because, along with the increasing use and innovation in the field of information technology, the risk of the threat of cyber attacks is also increasing. Therefore, finance companies must prepare extra funds to anticipate this threat.
Plantation	Resolving the Issue of Deforestation and Palm Oil Plantations in Papua (Bisnis Indonesia-02/07/2024). For information, Papua's land area is recorded at 41.3 million ha, of which 36 million ha is forest or covers 87% of the total area of the region. The Ministry of Agriculture revealed data that 29 oil palm concessions are operating in Papua, with a total area of 225,000 ha or the equivalent of 0.5% of Papua's land area. An insignificant portion compared to the national plantation area is 16 million ha. However, this data contradicts the claims of anti-palm oil groups who accuse the development of oil palm plantations in Papua as a frightening threat and threatening the preservation of Papua's forests. Ironically, anti-palm oil activists do not offer concrete solutions to help poor people in Papua improve their standard of living.
Power and Energy	The Government Determines There Are No Restrictions on the Development of Rooftop Solar Power Plants (Pembangkit Listrik Tenaga Surya/ PLTS) Anymore (Tabloid Kontan-17/06/2024). Determining the rooftop PLTS quota is a form of government effort to respond to the dynamics occurring in society because

Industries	News Headlines and Analysis
	<p>there is a limit on the installation of rooftop PLTS by the State Electricity Company (<i>Perusahaan Listrik Negara/ PLN</i>) to a maximum of 15% of PLN's connected power to mitigate the impact of rooftop PLTS intermittency on the system. By determining the rooftop PLTS quota which takes into account the safety and reliability of the electricity system, there is no limit to the capacity of rooftop PLTS that can be installed by customers, as long as there is still a quota available in the system.</p>
Property	<p>Apartment Sales are Getting Heavier (Bisnis Indonesia-04/07/2024). This happened following the end of the 100% Government Borne Value Added Tax incentive period. On the other hand, vertical residential sales did not accelerate significantly amidst the implementation of the 100% VAT incentive. This is caused by the mindset of Indonesian people who tend to buy apartments as an investment instrument. Apart from that, the concept of living in an apartment is also considered unfamiliar among lower-middle-class people. The reason is there are several policies such as the imposition of apartment management fees or service charges which are much more expensive than service charges for housing.</p>
Seaport	<p>Corruption Eradication Commission (Komisi Pemberantasan Korupsi/ KPK) Investigates Port Project (Bisnis Indonesia-28/06/2024). This was done in connection with the shipping channel dredging project at several ports in Indonesia. The reason is, that there are four ports whose work packages are suspected to be related to dredging shipping lanes which have been involved in corruption crimes.</p>
Trading and Distribution	<p>Entrepreneurs Continue to Protest Import Relaxation Regulations (Harian Kontan-04/07/2024). This was done because the import relaxation policy through Minister of Trade Regulation (Permendag) No. 8 of 2024 will bring disaster to the national manufacturing industry. The reason is, the new regulations make it increasingly difficult to stem the flood of imported products. Even without Minister of Trade Regulation 8/2024, imports such as ready-made clothing, especially illegal ones, are already rampant in the country. Apart from textile products, the petrochemical industry, including plastics, is quite overwhelmed by the onslaught of imports of raw materials and finished goods, especially from China. Because China is experiencing a condition of excess supply, so they are diverting their products to Indonesia.</p>
Vehicle Rental and Transportation	<p>Weakening Rupiah Makes It Difficult for Planes to Air (Harian Kontan-02/07/2024). This is because almost all operational costs, such as aircraft rental, maintenance, spare parts, and insurance, are paid in US dollars. Not to mention that the weakening of the rupiah also increases the cost of aviation fuel. Thus, flight operational costs are affected by the weakening of the rupiah.</p>

Source: Harian Kontan and Bisnis Indonesia (2024).

PEFINDO Stock Index Development

Chart 11. PEFINDO Stock Index Performance



Source: IDX, Bloomberg (2024).

Table 6. PEFINDO Stock Index Weekly Changes

Periode	Unit	IHSG	PEFINDO25	PEFINDO i-Grade	Prime Bank
6/7/2024	% (WoW)	-1.04%	0.43%	1.43%	2.21%
6/14/2024	% (WoW)	-3.38%	-1.94%	-3.62%	-2.03%
6/21/2024	% (WoW)	2.16%	0.23%	4.80%	5.44%
6/28/2024	% (WoW)	2.67%	1.79%	3.25%	2.76%
7/5/2024	% (WoW)	2.69%	-0.01%	2.01%	2.58%

Source: IDX, Bloomberg (2024).

PEFINDO PUBLICATION

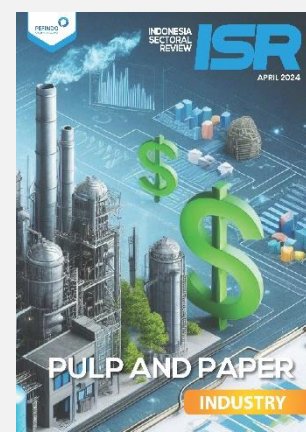
Indonesia Rating Highlight (IRH)



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