PEFINDO
CREDIT RATING AGENCY

WEEKLY ECONOMIC UPDATE

PERIOD OF 31 OCTOBER - 4 NOVEMBER 2022

Presented by
Economic Research Division of PEFINDO

Contents

Macroeconomic Update 01

- Global Update
- Domestic Update
- Commodities Update
- Foreign Exchange Update
- Stocks Update

Bond Market Update 05

- Yield
- Index
- Government Bond

Bond Issuance & Maturity 08

- Bond Issuance
- Bond Maturity

News Analytics 16

- Industrial Sentiments
- Industrial News

PEFINDO
CREDIT RATING AGENCY

PEFINDO
CREDIT RATING AGENCY

GLOBAL

- The US economy in the third quarter grew 2,6% (yoy), beating forecasts for 2,4% gain and rebound from contraction in the first half of the years
- The Federal Reserve announced an increase interest rate by 75 basis points to 3.75%-4% on November 3, 2022. The increase was in line with market expectations, but there is little signal that future interest rate hikes are unlikely to be aggressive.
- The Bank of England raised its interest rate by 75 basis points from 2.25% to 3%. This increase was the largest since 1989. This was triggered by the increase in the Fed's interest rates so that the exchange rate was not too weak against the US dollar.
- The Bank of England expects inflation to hit a 40-year high of around 11% in the fourth quarter of 2022. The bank also said the UK has entered a recession that could potentially last for two years, longer than during the 2008-2009 financial crisis.
- The UK unemployment rate is predicted to continue to rise to 6.4% by the end of 2025, an estimate almost twofold the current figure of 3.5%. Meanwhile, number of new claims for US unemployment last weekend, unexpectedly fell to 217,000 with 3.6% unemployment rate, while non-farm productivity increased 0.3% (yoy) in the third quarter, after slumping 4.1% in April-June.
- Eurostat data showed inflation in the 19-country eurozone increased to 10.7% in October from 9.9% a month earlier, beating expectations in a Reuters poll of 10.2% and much higher than the 2% inflation target. European Central Bank. Due to inflation surged to more than 10%, the European Central Bank will prioritize price stability and continue to increase interest rates
- Mexico's economy, Latin America's second largest, grew 4.3% (yoy) in the third quarter and was more than the expected 1.0 percent from the second quarter. During the July-September 2022 period, economic growth was represented by 60% of the service sector, which grew 4.3% (yoy). Analysts and the Central Bank of Mexico forecast 2.0 percent economic growth for 2022, but the government is targeting 2.4%. The recession in the US is in line with tight fiscal and monetary policies, so Mexico's economic growth will struggle even more in the fourth quarter.
- Turkish inflation surged past 85 percent in October, its highest level since 1997. As Central Banks worldwide are raising borrowing costs in efforts to tame soaring consumer prices, but Turkey has bucked the global trend, and said higher interest rates high as his "biggest enemy". In September 2022, Turkey's Central Bank cut its policy rate for the third time in a row, bringing it down to 10.5% from 12%.

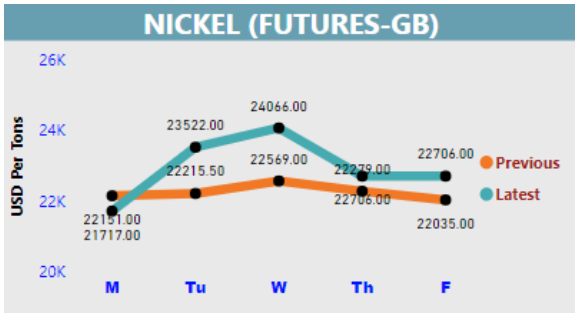
DOMESTIC

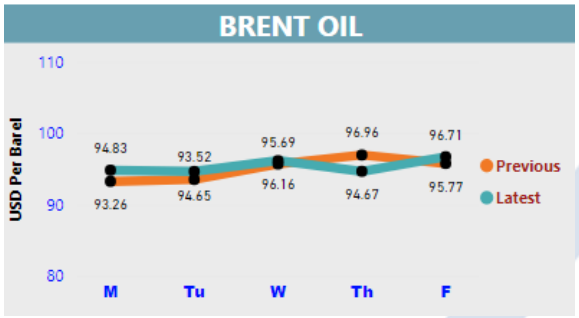
- Indonesia's inflation in October 2022 stood at 5.71% (yoy) or experienced a deflation of 0.11% (mtom). Year-on-year inflation in October 2022 was lower than the previous month, reaching 5.95% (yoy). By calendar year, from 2022 to October the inflation rate has reached 4.73%. The weakening of inflationary pressures in October was due to the decline of volatile food prices in the middle of the harvest season. Nevertheless, the increase in gasoline prices, in-city transportation fares, and air transportation fares are still the factors driving the increase in inflation. Core inflation rose from 3.21% (yoy) to 3.31% (yoy) as producers extended their output price adjustments.
- Indonesia's Manufacturing Purchasing Managers Index (PMI) for October 2022 was still at an expansive level, namely 51.8, continuing an expansionary trend for 14 consecutive months. Nevertheless, the Manufacturing PMI level in October declined when compared to the previous month which reached 53.7. The still expansive condition in Indonesia's manufacturing sector is due to continued demand growth and has pushed up manufacturing production. With increased production, labor capacity is also still being increased despite slowing growth. The slowdown in the Manufacturing PMI that occurred compared to the previous period was due to a decline in foreign demand for Indonesian-made goods due to weakening foreign economic conditions.
- The government announced an increase in tobacco excise rates for 2023 and 2024 by an average of 10%. For machine-made kretek (SKM) cigarettes, the increase in excise duty is on average 11.5% to s.d. 11.75%, machine white cigarettes (SPM) I and II rose about 11%, and hand kretek cigarettes (SKT) increased by an average of 5%. Meanwhile, the e-cigarette excise tax was increased by an average of 15% and other tobacco products (HPTL) increased by an average of 6%. The increase for the other 2 segments will take effect every year until 2027. The policy to increase excise on tobacco products has taken into account efforts to reduce the prevalence of child smokers as well as aspects of the cigarette industry, farmers, and their workforce.
- OJK released the results of the 2022 National Financial Literacy and Inclusion Survey (SNLIK), where the financial literacy index of the Indonesian people reached 49.68% (up from 2019: 38.03%) and financial inclusion was 85.1% (up from 2019: 76.19%). The survey was conducted from July to September 2022 in 34 provinces including 76 cities/districts with 14,634 respondents.

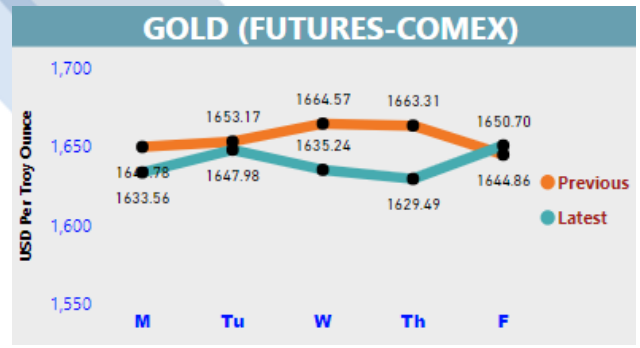
COMMODITIES

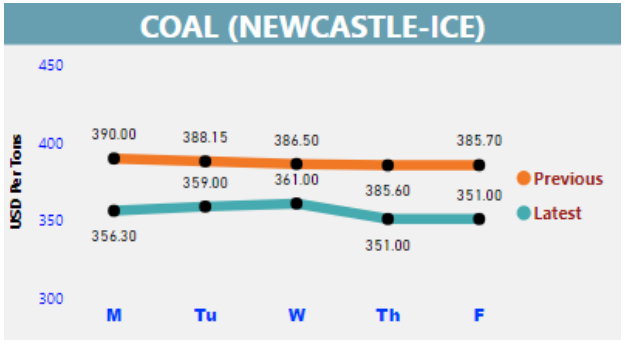
- Brent oil prices moved sideways in the last week. China's Covid lockdown and rising interest rates weigh on the commodity demand outlook. On the other hand, the market is now anticipating OPEC+ crude production cuts.
- Coal prices continued to decline for the second week in a row amid weak demand due to recession fears. Prices were still around USD400 per metric ton in early October 2022. But now, it has slumped to around USD351 per metric ton in early November 2022.
- Gold prices move sideways. The increase in interest rates by the Fed has become a negative sentiment, pushing down gold prices because it is less attractive to hold. However, on the other hand, increasing fears of a recession have made some investors choose gold to secure their assets.
- Tin prices fell and traded below USD18,000 per metric ton, lower than the previous month. The Covid lockdown in China - a major consuming nation - fueled concerns over weaker demand.
- Palm oil prices rose in the last week. The gains were triggered by Russia's decision to withdraw from a grain export deal in the Black Sea, raising concerns over global supplies of vegetable oil.

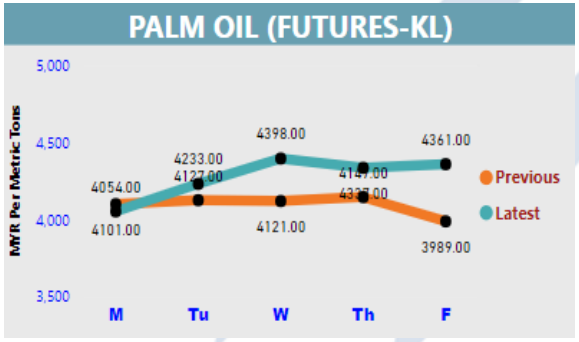
Chart 1. Commodity Prices











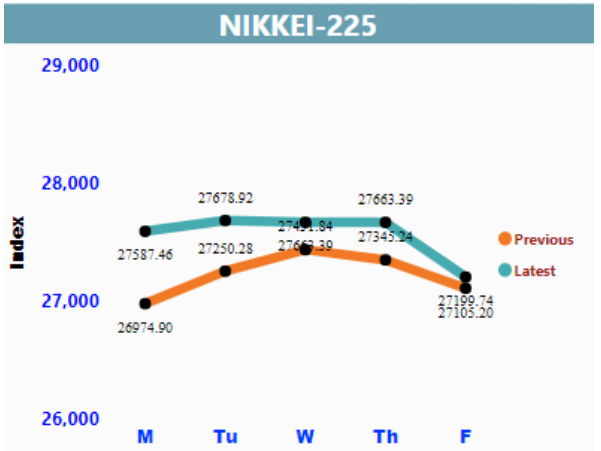
Previous : 10/24/22 – 10/28/22
Latest : 10/31/22 – 11/4/22

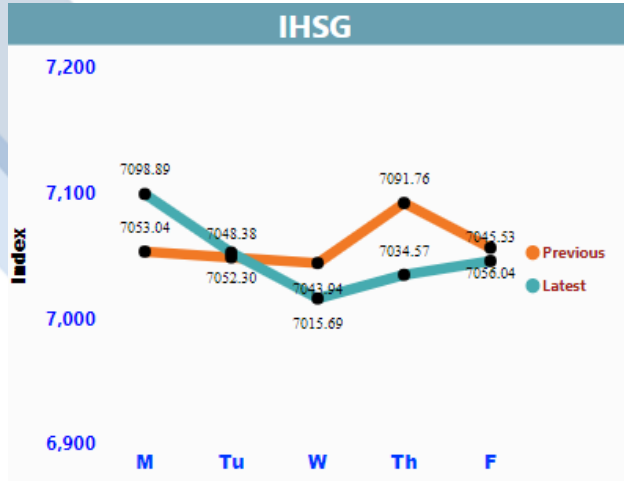
Source: Bloomberg & Investing (2022).

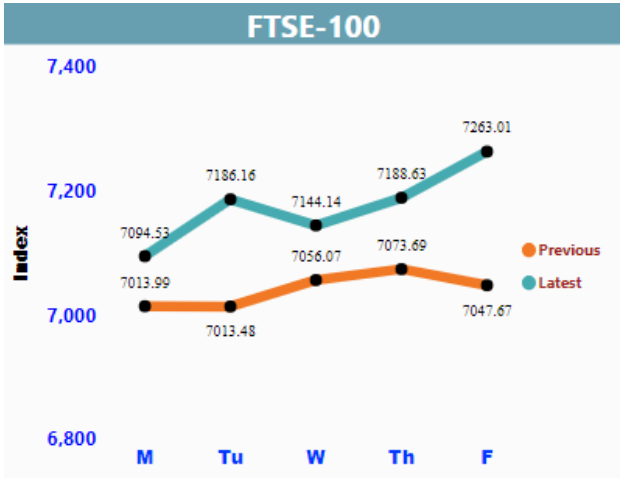
STOCKS

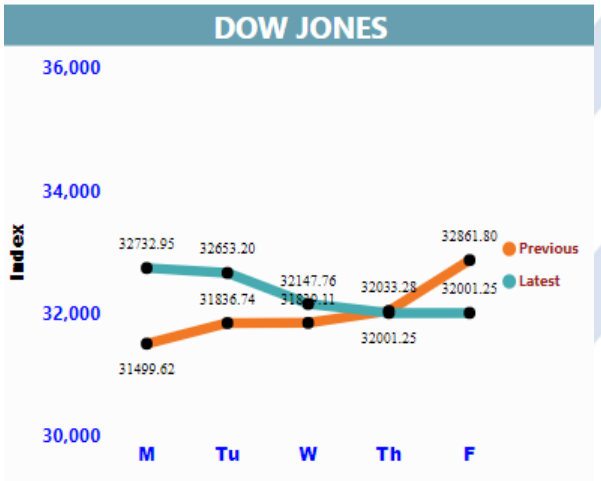
- The US stock market corrected. The four major benchmark indexes compactly fell in response to continued increases in aggressive interest rate hikes, hampering real sector growth, and therefore, their share prices.
- The Eurozone stock index, the EURO STOXX 50 Index, is back down after rising earlier this week. Markets are haunted by inflation and dismal economic growth.
- The Hang Seng Index and the KOSPI index continued to advance in the last week after being depressed during October 2022. Likewise, the Shanghai Composite Index gained amid rumors circulating on social media that China is considering a full reopening as soon as March 2023.
- JCI weakened towards the end of the week after showing strengthening on Monday. Stock indexes are gaining momentum after the domestic inflation rate slowed slightly. However, the 75-bps increase in the Fed's interest rate suppressed the index's positive pace. Foreigners posted net purchases of IDR1.56 trillion on Monday-Tuesday, but afterwards posted net sales of IDR0.73 trillion on Wednesday-Thursday, November 2-3, 2022.

Chart 2. Stock Index









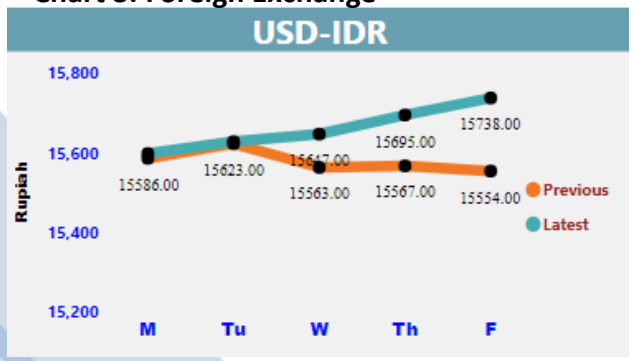
Previous : 10/24/22 – 10/28/22
Latest : 10/31/22 – 11/4/22

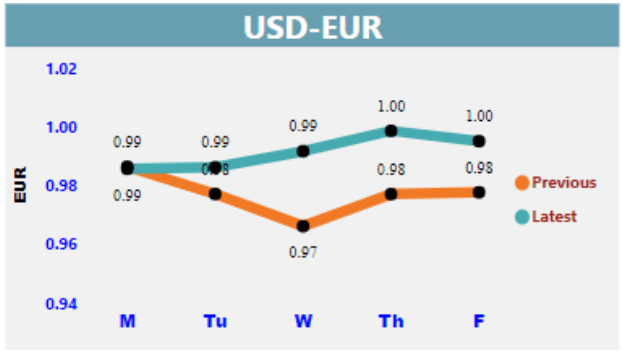
Source: Bloomberg & Investing (2022).

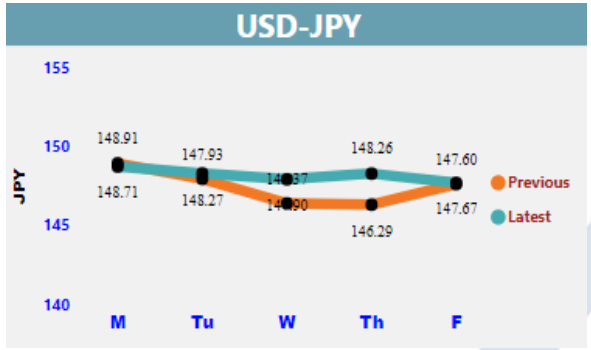
FOREIGN EXCHANGE

- The US dollar continues to rise after the Fed's rate hike. The dollar index has surged more than 15% this year as central banks have raised interest rates aggressively, pushing down other currencies and piling pressure on the global economy.
- The euro appreciated again after previously touching EUR1 per US dollar. The Fed's recent rate hikes have dampened the strength of the euro, which was underpinned by aggressive rate hikes by the ECB in the previous week.
- The rupiah has depreciated again and has even touched IDR15,700 per US dollar. The aggressive rise in US interest rates has narrowed the spread with domestic interest rates, which has left the domestic market vulnerable to capital outflows.
- After briefly easing below 140, Indonesia's 5-year CDS slowly rose again to above 140 towards the end of the week. The increase was caused by selling pressure by foreign investors in the stock and government bond markets, which reached IDR0.2 trillion during Monday-Thursday.

Chart 3. Foreign Exchange







Source: Bloomberg & Investing (2022).

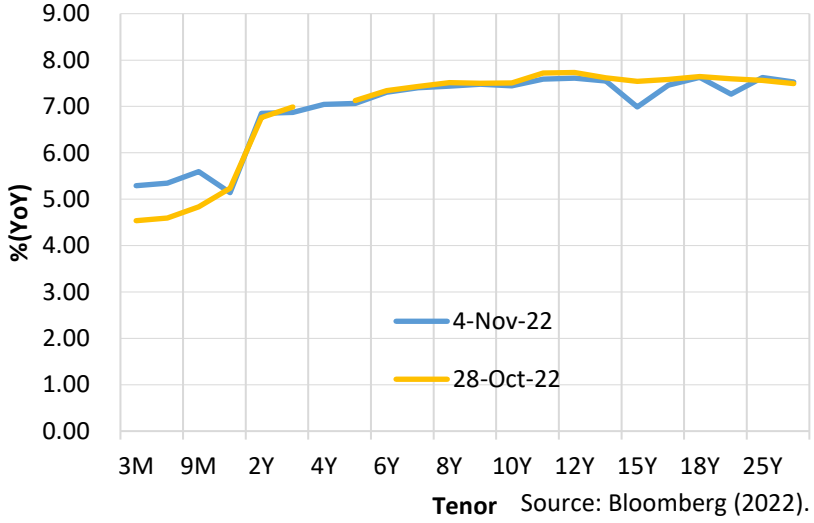
Previous : 10/24/22 – 10/28/22
Latest : 10/31/22 – 11/4/22

YIELD

- The Fed's rate hike has prompted more aggressive increases in US short-term treasury yields, where the 2-year tenor has hovered above 4.6% while the 10-year tenor hovers around 4.1%. This inverted yield has raised concerns about the next recession, leaving the US economy to see a W-shaped recovery.

- Indonesia's 10-year yield fell slightly after last weekend touching the highest level, 7.6%. This week, yields move around 7.4%. Foreigners posted IDR1.02 trillion net selling in the secondary market for government bonds, continuing selling pressure of IDR1.23 trillion in the previous week.

Chart 4. Government Bond Yield Curve



Source: Bloomberg (2022).

INDEX

- Corporate bond yields fell across most tenors. The highest decline occurred mainly in the 5-year tenor, which ranged from 13-35 bps for the BBB-AAA rating. Meanwhile, for the 3-year tenor, the decline was around 6-20 bps. The decline was helped by easing pressure on government bond yields, which showed a downward movement this week compared to the previous week.

- The INDOBeX Composite Total Return posted an increase, supported by the performance of the government bond market after negative sentiment tended to fade last week. Meanwhile, the performance of corporate bonds was relatively restrained and only posted more moderate weekly gains.

Chart 5. Bond Index

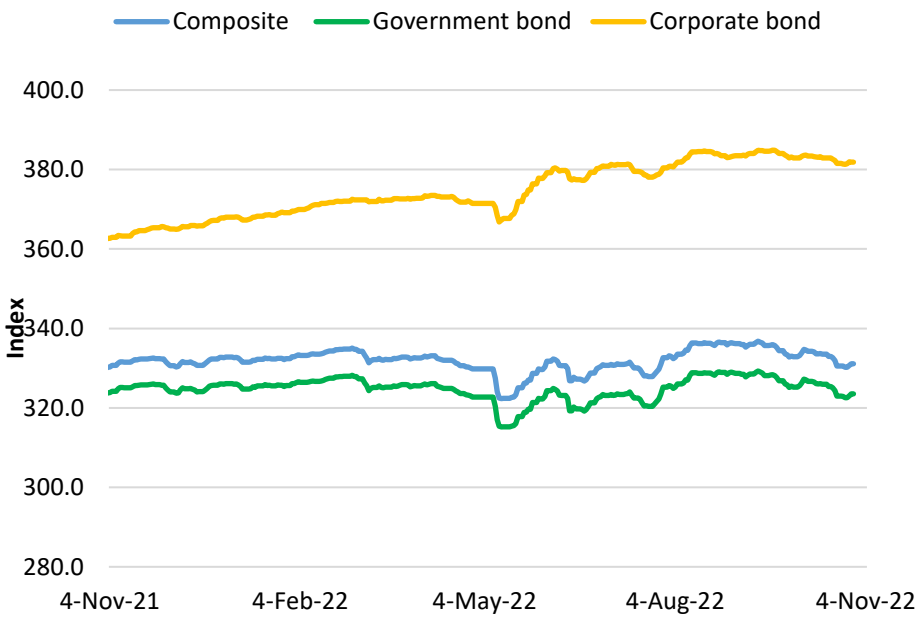
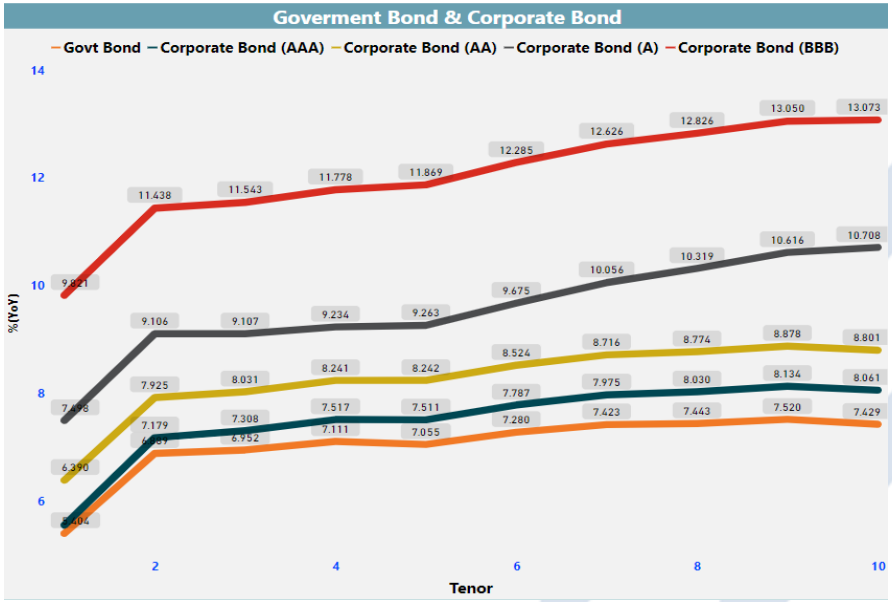


Chart 6. Corporate Bond Yield of Various Ratings



Note: average of a specific day with the same day of the previous week.

Source: Bloomberg (2022), PHEI, processed by PEFINDO.

GOVERNMENT BOND

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

Series	Coupon (%)	Maturity Date (dd/mm/yy)	Size (IDR Million)	Price	Yield (%)	Volume (Million Unit)
FR63	5.625	05/15/23	50,000	100.02	5.583	4,902,697
FR91	6.375	04/15/32	315	92.40	7.513	4,577,787
FR96	7.000	02/15/33	200	98.85	7.158	3,777,331
FR90	5.125	04/15/27	500	94.75	6.506	3,326,816
FR70	8.375	03/15/24	20,000	102.10	6.712	2,291,361
FR81	6.500	06/15/25	1,209	99.12	6.87	1,756,092
FR68	8.375	03/15/34	3,761	105.76	7.606	1,617,929
FR92	7.125	06/15/42	10,000	97.50	7.367	1,468,707
FR93	6.375	07/15/37	100	91.00	7.388	1,368,283
FR59	7.000	05/15/27	20,000	99.07	7.244	1,335,981

Source: Bloomberg (2022).

ISSUANCE

Table 2. Corporate Bond Issuance

No.	Company	Instruments	Issued Date	Amount [IDR Billion]	Coupon [%]	Tenor [Years]	Rating
1	PT Federal International Finance	Shelf Registration Bond V Phase IV Year 2022 Series A	Oct-31-2022	500.76	5.00	1	idAAA/AAA(idn)
2	PT Federal International Finance	Shelf Registration Bond V Phase IV Year 2022 Series B	Oct-31-2022	676.24	6.80	3	idAAA/AAA(idn)
3	PT Bahana Pembinaan Usaha Indonesia (Persero)	MTN I Year 2022	Nov-1-2022	2,000.00	9.00	5	idAAA
4	PT Voksel Electric Tbk	Shelf Registration Bond I Phase I Year 2022	Nov-2-2022	250.00	9.90	1	irA-
5	PT Wijaya Karya (Persero) Tbk	Shelf Registration Bond III Phase I Year 2022 Series A	Nov-4-2022	479.80	9.90	3	idA
6	PT Wijaya Karya (Persero) Tbk	Shelf Registration Bond III Phase I Year 2022 Series B	Nov-4-2022	275.23	10.50	3	idA
7	PT Wijaya Karya (Persero) Tbk	Shelf Registration Bond III Phase I Year 2022 Series C	Nov-4-2022	449.85	10.90	5	idA
8	PT Wijaya Karya (Persero) Tbk	Shelf Registration Sukuk Mudharabah III Phase I Year 2022 Series A	Nov-4-2022	109.33	9.90	3	idA(sy)
9	PT Wijaya Karya (Persero) Tbk	Shelf Registration Sukuk Mudharabah III Phase I Year 2022 Series B	Nov-4-2022	140.49	10.50	3	idA(sy)
10	PT Wijaya Karya (Persero) Tbk	Shelf Registration Sukuk Mudharabah III Phase I Year 2022 Series C	Nov-4-2022	32.00	10.90	5	idA(sy)
			Total	**4.913,70**			

Source: KSEI, IDX, PEFINDO database.

MATURITY

Table 3. Corporate Debt Maturity – November 2022

No.	Company	Instruments	Maturity Date	Amount [IDR Billion]	Coupon [%]	Tenor [Years]	Rating
NOVEMBER							
1	PT Astra Sedaya Finance	Shelf Registration Bond III Phase IV Year 2017 Series C	Nov-2-2022	200.00	7.65	5	AAA(idn)
2	PT Astra Sedaya Finance	Shelf Registration Bond V Phase III Year 2021 Series A	Nov-2-2022	540.94	3.75	1	idAAA
3	PT Bank CIMB Niaga Tbk	Shelf Registration Bond II Phase III Year 2017 Series C	Nov-2-2022	843.00	7.75	5	idAAA
4	PT Perusahaan Listrik Negara (Persero)	Shelf Registration Bond II Phase II Year 2017 Series A	Nov-3-2022	451.50	7.20	5	idAAA
5	PT Perusahaan Listrik Negara (Persero)	Shelf Registration Sukuk Ijarah II Phase II Year 2017 Series A	Nov-3-2022	83.50	7.2	5	idAAA(sy)
6	PT BCA Finance	Shelf Registration Bond III Phase I Year 2019 Series C	Nov-5-2022	498.00	7.80	3	idAAA
7	PT J Resources Asia Pasifik Tbk	Shelf Registration Bond I Phase VII Year 2021	Nov-6-2022	257.26	9.25	1	idBBB+
8	PT Bank Rakyat Indonesia (Persero) Tbk	Shelf Registration Bond III Phase I Year 2019 Series B	Nov-7-2022	2,089.35	7.60	3	idAAA
9	PT Federal International Finance	Shelf Registration Bond V Phase II Year 2021 Series A	Nov-7-2022	975.33	3.60	1	idAAA
10	PT J Resources Asia Pasifik Tbk	Shelf Registration Bond I Phase VI Year 2020 Series A	Nov-7-2022	252.17	9.25	1	idBBB+
11	PT Bussan Auto Finance	Bond III Year 2019 Series B	Nov-8-2022	1,200.00	8.20	3	idAAA
12	PT Hotel Indonesia Natour (Persero)	MTN V Year 2019	Nov-8-2022	45.00	11.50	3	-
13	PT Marga Lingkar Jakarta	Bond I Year 2017 Series B	Nov-8-2022	217.00	7.75	5	idAAA(sf)
14	PT Perusahaan Pengelola Aset (Persero)	MTN I Year 2019 Series B	Nov-8-2022	450.00	10.30	3	idAA
15	PT Indosat Tbk	Shelf Registration Bond II Phase II Year 2017 Series C	Nov-9-2022	498.00	7.65	5	idAAA
16	PT Indosat Tbk	Shelf Registration Sukuk Ijarah II Phase II Year 2017 Series C	Nov-9-2022	14.00	7.65	5	idAAA(sy)
17	PT Pupuk Indonesia (Persero)	Shelf Registration Bond I Phase II Year 2017 Series B	Nov-9-2022	1,774.00	7.90	5	AAA(idn)

No.	Company	Instruments	Maturity Date	Amount [IDR Billion]	Coupon [%]	Tenor [Years]	Rating
18	PT Maybank Indonesia Finance	Shelf Registration Bond I Phase IV Year 2017 Series B	Nov-15-2022	50.00	7.90	5	AA+(idn)
19	PT Sarana Multi Infrastruktur (Persero)	Shelf Registration Bond I Phase II Year 2017 Series C	Nov-15-2022	1,345.00	7.60	5	idAAA
20	PT Ultrajaya Milk Industry &Trading Company Tbk	MTN Year 2020 Series B	Nov-17-2022	900.00	8.00	2	idAA-
21	PT HK Realtindo	MTN I Year 2019 Series C	Nov-20-2022	334.50	10.75	3	-
22	PT Kereta Api Indonesia (Persero)	Bond I Year 2017 Series A	Nov-21-2022	1,000.00	7.75	5	idAA+
23	PT Permodalan Nasional Madani Venture Capital	MTN II Year 2020	Nov-24-2022	250.00	7.00	2	-
24	PT Merdeka Copper Gold Tbk	Shelf Registration Bond II Phase II Year 2021	Nov-25-2022	1,500.00	5.00	1	idA+
25	PT Bank BTPN Tbk	Shelf Registration Bond IV Phase I Year 2019 Series A	Nov-26-2022	799.00	7.55	3	AAA(idn)
26	PT Bank Mandiri Taspen	Shelf Registration Bond I Phase I Year 2019 Series A	Nov-26-2022	700.00	7.90	3	AA(idn)
27	PT Pembangunan Perumahan (Persero) Tbk	Shelf Registration Bond II Phase II Year 2019 Series A	Nov-27-2022	1,000.00	8.25	3	idA
28	PT Indah Karya (Persero)	Sukuk Mudharabah I Year 2018	Nov-28-2022	150.00	Floating	2	-
29	PT Lautan Luas Tbk	Shelf Registration Bond II Phase II Year 2017 Series B	Nov-28-2022	285.50	10.00	5	idA
30	PT Permodalan Nasional Madani	Shelf Registration Bond III Phase II Year 2019 Series A	Nov-28-2022	586.50	8.40	3	idAA
31	PT Indomobil Finance Indonesia	Shelf Registration Bond IV Phase II Year 2021 Series A	Nov-29-2022	1,279.00	4.90	1	idA+
			Total	**20,568.55**			

Notes: *) Amount in USD excluded.
Source: KSEI, IDX, PEFINDO database.

Table 4. Corporate Debt Maturity – December 2022

No.	Company	Instruments	Maturity Date	Amount [IDR Billion]	Coupon [%]	Tenor [Years]	Rating
DECEMBER							
1	PT XL Axiata Tbk	Shelf Registration Sukuk Ijarah I Phase I Year 2015 Series D	Dec-2-2022	425.00	11.00	7	AAA(idn)
2	PT Perikanan Indonesia (Persero)	MTN I Year 2017	Dec-4-2022	200.00	12.50	5	-
3	PT Aneka Gas Industri Tbk	Shelf Registration Bond I Phase II Year 2017 Series B	Dec-5-2022	61.00	9.90	5	A-(idn)
4	PT Aneka Gas Industri Tbk	Shelf Registration Sukuk Ijarah I Phase II Year 2017 Series B	Dec-5-2022	37.00	9.90	5	A-(idn)
5	PT Bank Pembangunan Daerah Jawa Barat dan Banten Tbk	Shelf Registration Bond I Phase I Year 2017 Series B	Dec-6-2022	468.30	8.15	5	idAA
6	PT Bank Pembangunan Daerah Jawa Barat dan Banten Tbk	Shelf Registration Subordinated Bond I Phase I Year 2017 Series A	Dec-6-2022	307.00	9.60	5	idA+
7	Lembaga Pembiayaan Ekspor Indonesia	Shelf Registration Bond IV Phase VIII Year 2019 Series A	Dec-6-2022	88.00	7.50	3	idAAA
8	PT Mora Telematika Indonesia	Bond I Year 2017 Series B	Dec-6-2022	460.00	10.50	5	idA+
9	PT Bank Pembangunan Daerah Maluku dan Maluku Utara	Bond II Year 2017 Series C	Dec-8-2022	300.00	9.25	5	A(idn)
10	PT Indosat Tbk	Shelf Registration Bond I Phase III Year 2015 Series C	Dec-8-2022	130.00	10.60	7	idAAA
11	PT Indosat Tbk	Shelf Registration Sukuk Ijarah I Phase III Year 2015 Series A	Dec-8-2022	65.00	10.60	7	idAAA(sy)
12	PT Steel Pipe Industry of Indonesia Tbk	Shelf Registration Bond I Phase I Year 2021 Series A	Dec-9-2022	101.00	8.18	1	idA-
13	PT Steel Pipe Industry of Indonesia Tbk	Shelf Registration Sukuk Ijarah I Phase I Year 2021 Series A	Dec-9-2022	99.00	8.18	1	idA-(sy)
14	PT Mandala Multifinance Tbk	Shelf Registration Bond IV Phase IV Year 2021 Series A	Dec-10-2022	300.00	8.35	1	idA
15	PT Adira Dinamika Multi Finance Tbk	Shelf Registration Bond IV Phase I Year 2017 Series C	Dec-12-2022	91.00	7.55	5	idAAA
16	PT Adira Dinamika Multi Finance Tbk	Shelf Registration Sukuk Mudharabah III Phase I Year 2017 Series C	Dec-12-2022	55.00	7.55	5	idAAA(sy)
17	PT Chandra Asri Petrochemical Tbk	Shelf Registration Bond I Phase I Year 2017 Series B	Dec-12-2022	120.25	9.10	5	idAA-
18	PT Danareksa (Persero)	MTN II Year 2019	Dec-12-2022	400.00	10.25	3	idAA

No.	Company	Instruments	Maturity Date	Amount [IDR Billion]	Coupon [%]	Tenor [Years]	Rating
19	PT Indah Kiat Pulp & Paper Tbk	MTN I Year 2019	Dec-12-2022	973.50	10.25	3	-
20	PT Voksel Electric Tbk	Bond I Year 2019 Series A	Dec-12-2022	486.55	10.25	3	idBBB
21	PT BRI Multifinance Indonesia	MTN I Year 2019	Dec-13-2022	300.00	9.25	3	idAA
22	PT Bank Pembangunan Daerah Jawa Tengah	Subordinated Bond I Year 2015	Dec-18-2022	500.00	12.25	7	idA-
23	PT Indah Kiat Pulp & Paper Tbk	Shelf Registration Bond II Phase II Year 2021 Series A	Dec-18-2022	796.81	6.00	1	idA+
24	PT Indah Kiat Pulp & Paper Tbk	Shelf Registration Sukuk Mudharabah I Phase II Year 2021 Series A	Dec-18-2022	187.20	6.00	1	idA+(sy)
25	PT Indonesia Infrastructure Finance	Shelf Registration Bond I Phase I Year 2019 Series B	Dec-18-2022	372.00	7.75	3	idAAA
26	PT Bank CIMB Niaga Tbk	Shelf Registration Bond III Phase I Year 2019 Series B	Dec-19-2022	1,066.00	7.55	3	idAAA
27	PT Barito Pacific Tbk	Shelf Registration Bond I Phase I Year 2019 Series A	Dec-19-2022	479.00	9.30	3	idA+
28	PT Mandala Multifinance Tbk	Shelf Registration Bond III Phase IV Year 2019 Series B	Dec-20-2022	10.00	9.75	3	idA
29	PT Permodalan Nasional Madani	Shelf Registration Bond IV Phase I Year 2021 Series A	Dec-20-2022	1,000.00	3.75	1	idAA
30	PT Ricobana Abadi	MTN I Year 2017	Dec-20-2022	400.00	11.25	5	idBB-
31	PT Tower Bersama Infrastructure Tbk	Shelf Registration Bond V Phase II Year 2021	Dec-20-2022	1,455.00	3.60	1	AA+(idn)
32	PT Mayora Indah Tbk	Shelf Registration Bond I Phase II Year 2017	Dec-21-2022	550.00	8.25	5	idAA
33	PT Kedaung Industrial	MTN I Series A	Dec-22-2022	130.00	9.00	5	-
34	PT Profesional Telekomunikasi Indonesia	Shelf Registration Bond II Phase II Year 2021 Series A	Dec-27-2022	1,011.75	3.60	1	AAA(idn)
			Total	**13,425.36**			

Notes: *) Amount in USD excluded.
Source: KSEI, IDX, PEFINDO database.

Table 5. Corporate Debt Maturity – January 2023

No.	Company	Instruments	Maturity Date	Amount [IDR Billion]	Coupon [%]	Tenor [Years]	Rating
JANUARY							
1	PT Bank Capital Indonesia Tbk	Subordinated Bond II Year 2015	Jan-15-2023	250.00	12.00	7	idBBB-
2	PT Pindo Deli Pulp and Paper Mills	MTN II Year 2020	Jan-22-2023	700.00	10.50	3	-
3	PT PP Properti Tbk	Shelf Registration Bond II Phase IV Year 2022 Series A	Jan-24-2023	172.50	9.60	1	idBBB-
4	PT Asietex Sinar Indopratama	MTN III Year 2018 Series B	Jan-31-2023	29.09	11.00	5	-
			Total	**1,151.59**			

Notes: *) Amount in USD excluded.
Source: KSEI, IDX, PEFINDO database.

Table 6. Corporate Debt Maturity – February 2023

No.	Company	Instruments	Maturity Date	Amount [IDR Billion]	Coupon [%]	Tenor [Years]	Rating
FEBRUARY							
1	PT Pindo Deli Pulp and Paper Mills	MTN I Year 2019	Feb-3-2023	USD12.50 mn	6.00	3	-
2	PT Lontar Papyrus Pulp & Paper Industry	Shelf Registration Bond I Phase I Year 2021 Series A	Feb-6-2023	200.00	6.25	1	idA
3	PT Sinar Mas Multifinance	Shelf Registration Bond I Phase IV Year 2020 Series B	Feb-12-2023	250.00	10.50	3	A-(idn)
4	PT J Resources Asia Pasifik Tbk	Shelf Registration Bond I Phase III Year 2020	Feb-14-2023	569.65	10.00	3	idBBB+
5	Lembaga Pembiayaan Ekspor Indonesia	Shelf Registration Bond III Phase VI Year 2018 Series B	Feb-14-2023	1,650.00	6.70	5	idAAA
6	PT Indomobil Finance Indonesia	Shelf Registration Bond III Phase II Year 2018 Series C	Feb-15-2023	157.00	8.15	5	idA+
7	PT Sinar Mas Multifinance	Shelf Registration Bond II Phase III Year 2022 Series A	Feb-18-2023	317.70	7.75	1	irA+
8	PT Usaha Pembiayaan RelianceIndonesia	Bond I Year 2022 Series A	Feb-19-2023	100.00	8.00	1	irBBB
9	PT Equity Finance Indonesia	MTN VII Phase VII Year 2020 Series B	Feb-20-2023	32.00	13.00	3	-
10	PT Medco Energi Internasional Tbk	Shelf Registration Bond III Phase III Year 2020 Series A	Feb-20-2023	1,023.70	8.90	3	idAA-
11	PT Permodalan Nasional Madani	Sukuk Mudharabah III Year 2019 Series C	Feb-20-2023	322.00	Floating	3	idAA(sy)
12	PT Permodalan Nasional Madani	Sukuk Mudharabah III Year 2019 Series F	Feb-20-2023	120.00	Floating	3	idAA(sy)
13	PT Permodalan Nasional Madani	Sukuk Mudharabah III Year 2019 Phase II Series F	Feb-20-2023	208.00	Floating	2	idAA(sy)
14	PT Sarana Multigriya Finansial (Persero)	Shelf Registration Bond IV Phase III Year 2018 Series C	Feb-20-2023	200.00	6.95	5	idAAA
15	PT Bank Rakyat Indonesia (Persero) Tbk	Shelf Registration Bond II Phase IV Year 2018 Series A	Feb-21-2023	1,837.00	6.65	5	idAAA
16	PT Perkebunan Nusantara III (Persero)	Sukuk Ijarah II Year 2019 Series D	Feb-21-2023	40.00	11.20	4	idBBB+(sy)
17	PT Perkebunan Nusantara III (Persero)	Sukuk Ijarah II Year 2019 Series G	Feb-21-2023	465.00	11.20	4	idBBB+(sy)
18	PT Perkebunan Nusantara III (Persero)	Sukuk Ijarah II Year 2019 Series H	Feb-21-2023	100.00	11.20	4	idBBB+(sy)

No.	Company	Instruments	Maturity Date	Amount [IDR Billion]	Coupon [%]	Tenor [Years]	Rating
19	PT Perusahaan Listrik Negara (Persero)	Shelf Registration Bond II Phase III Year 2018 Series A	Feb-22-2023	457.00	6.50	5	idAAA
20	PT Perusahaan Listrik Negara (Persero)	Shelf Registration Sukuk Ijarah II Phase III Year 2018 Series A	Feb-22-2023	104.00	6.50	5	idAAA(sy)
21	PT Waskita Karya (Persero) Tbk	Shelf Registration Bond III Phase II Year 2018 Series B	Feb-23-2023	2,276.50	8.25	5	idBBB
22	PT Industri Kereta Api (Persero)	Sukuk Mudharabah I Year 2020	Feb-24-2023	300.00	Floating	3	idBBB+(sy)
23	PT Sinar Mas Agro Resources and Technology Tbk	Shelf Registration Bond III Phase III Year 2022 Series A	Feb-26-2023	100.00	5.00	1	idAA-
24	PT Bank Pan Indonesia Tbk	Shelf Registration Bond II Phase III Year 2018	Feb-27-2023	3,900.00	7.60	5	idAA
25	PT PP Properti Tbk	Shelf Registration Bond II Phase I Year 2020 Series A	Feb-27-2023	368.57	9.90	3	idBBB-
			Total	**15,098.12**			

Notes: *) Amount in USD excluded.
Source: KSEI, IDX, PEFINDO database.

Chart 7. News Sentiment Various Industries

Source: Newspaper, PEFINDO database.

Description :

AUTO : Automotive
BANK : Banking
CONS : Construction
FINA : Multifinance
FOOD : Food and Beverage
HOTL : Hotel and Tourism
INSR : Insurance and Guarantee
METL : Metal and Gold
MINE : Mining
PLAN : Plantation
POWR : Power and Energy
PROP : Property
RENT : Vehicle Rental & Transportation
SPRT : Seaport
SUBN : Subnational Entity
TLCO : Telecommunication

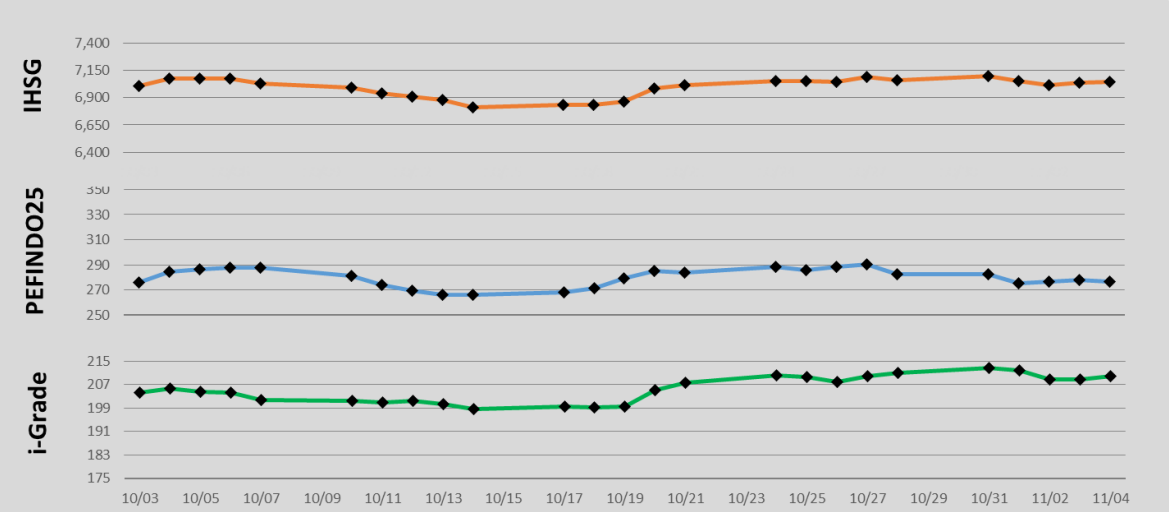
Industries	News	
	Positive	Negative
Automotive	**Automotive Exports Are More Easily Translucent.** This happened in line with the construction of the largest vehicle testing facility in Southeast Asia. This is because automotive product trials can be carried out domestically and can be exported directly without having to be re-tested abroad.	
Banking	**Positive Banking Performance Until the End of 2022.** This is supported by Indonesia's solid economic fundamentals, adequate banking liquidity, high demand for credit, and supported by each bank's business strategy in increasing efficiency and suppressing non-performing loans.	**Bad Credit Impact of Covid-19 Still Overshadowing Banking.** The reason is, not all customers who are given Covid-19 restructuring can leave. There is also a business that has not returned to normal again until the stimulus ends.
Construction	**Finally, There's Good News Escalation Approved.** This is after the Ministry of Public Works and Housing proposed that the work values should consider the increase in fuel prices and the weakening of the rupiah against the US dollar.	
Food and Beverages	**The Food and Beverage Industry Deserves to be a Cushion in Times of Economic Crisis.** This is reflected in the growth of the industry in the second quarter of 2022, where the food and beverage industry grew by 3.68%, up from the level of 2.95% in the same period the previous year. Industry confidence in future developments is quite good, as indicated by the performance of the manufacturing industry in the majority of sub-sectors, including the food and beverage sub-sector.	**Wheat is Prone to Turmoil Again.** This comes after Russia unilaterally withdrew from a deal that allowed Ukraine to freely export grain via the Black Sea. This situation can add to global food inflation which has shot up due to the war between the two neighbouring countries.
Hotel and Tourism	**The Rising Tourism Industry.** This happened in line with the relaxation of travel requirements and the opening of international gateways that spurred public interest in traveling. This is marked by a surge in foreign tourist arrivals reaching 477,000 in July 2022.	
Insurance and Guarantee	**General Insurance Premiums Grow 19.89%.** The increase in industrial production was contributed by the renewal premium of the property insurance line every 1.5 years. In addition to the property, several other lines indicated an increase but with a value that was not too large.	**The Health of the Insurance Industry is Declining.** One of the reasons for the decline in RBC was that OJK reorganized unit-linked sales. This rule makes life insurance change the recording of protection and investment.

Industries	News	
	Positive	Negative
Metal and Gold	**Gold Price Turns Stronger.** The increase in gold prices occurred in the middle of a two-day meeting of the Federal Open Market Committee (FOMC) which made the US dollar index weakened.	**Copper Hit by China Data.** This happened following the release of negative Chinese economic data and the strengthening of the United States dollar. The correction trend continued following the release of China's manufacturing and non-manufacturing index data indicating an economic contraction.
Mining	**Upstream Oil and Gas Permits Accelerated**. Acceleration of upstream oil and gas licensing is needed to ensure the realization of investment in the country goes well. The reason is that so far, business actors, especially cooperation contract contractors (KKKS), have complained a lot about the slow process of licensing in the country.	**Downstream Readiness Becomes a Challenge.** The reason is that the government has not been able to ensure that there will be permanent buyers for every tin chemical produced from downstream initiatives carried out by every domestic tin processing factory.
Multifinance	**Multifinance Profits Increasingly Bloom.** The real sector which is active again and the government which can maintain political and economic stability has made the public consumption atmosphere still growing. This encourages significant growth in performance compared to last year's conditions.	**Chaotic Cases and Problems in the Non-Bank Financial Industry.** This happened after several non-bank financial services industries such as multi-finance and insurance were caught in legal trouble. For example, from 2017 to 2020 there were several finance companies that failed to pay, both bank debt and medium-term notes (MTN) debt.
Plantation	**Indonesia Optimistic to Win Palm Oil Lawsuit at WTO.** This is because of the RED II policy, the EU sets limits and categorizes biofuels made from palm oil as a high risk of ILUC (indirect land use change) causing significant expansion of land with carbon stocks into production areas. The policy is considered discriminatory and unfair to the Indonesian palm oil industry. This is because the RED II policy regarding palm oil is not based on scientific studies and has no scientific evidence.	**Coffee Prices Are Getting Bitter.** This comes following better 2023 production projections in major producing countries and a possible recession next year that could reduce consumption. With this prospect of better production, many people speculated by selling their long-term contracts that coffee prices fell. In addition, the possibility of an economic recession in 2023 which can reduce coffee consumption is also a negative catalyst for coffee prices. Coupled with the trend of rising interest rates around the world.
Power and Energy	**Geothermal Steam Gets Hotter.** This happened after the government planned to optimize its utilization in the country by merging three geothermal companies. The brilliance of geothermal potential and reserves in the country is also reflected in the steps taken by several foreign investors to invest in the sector.	
Property	**Developers Boost Revenue 36.17%.** One thing that makes him optimistic is the extension of the zero percent down payment (DP) policy until 2023. In	**Apartment Business Shaken.** Although the government plans to extend the zero percent down payment policy, it is believed that this policy has not

Industries	News	
	Positive	Negative
	addition, the still high demand for housing has also boosted sales, and now is the right time to buy housing.	been able to boost apartment sales. There are several sentiments that are the cause, including the threat of a global recession, high-interest rates.
Seaport	**Main Ports Will Be Standardized.** This is done to cut port stays and cargo stays. The mechanism meets three criteria, namely operational standardization, information technology, and infrastructure.	
Subnational Entity	**Market Operations Remain the Mainstay.** This is done to control the regional inflation rate until the end of this year following the strategy in the last month which was considered effective to reduce price fluctuations.	
Telecommunication	**The Government Supports the Acceleration of the Development of the Palapa Ring Integration.** This is because its presence which will connect to the existing Palapa Ring is believed to accelerate digital transformation nationally, especially in remote areas.	**The Hot Air Balloon's Steep Path. One of them is timing.** The timing in question is Avealto's plan to deliver a high-altitude platform system (HAPS) to the country and other countries, and its commercialization. If conventional, then the price will be expensive. The next factor to consider is the sustainability of Avealto's HAPS technology. This is because the internet services provided by HAPS will continue to generate demand in the future. HAPS could not provide a larger number of requests, with the same technology as when they first came.
Toll Road	**Ministry of Public Works and Housing Pushes for Accelerated Completion of Trans Java Toll Road.** This is because the presence of toll roads that are connected to productive areas, such as industrial areas, tourism, airports, and ports will be able to reduce logistics costs and increase the competitiveness of domestic products.	
Vehicle Rental and Transportation	**The high-speed train project is moving until Surabaya.** This project is expected to shorten the Jakarta-Surabaya travel time from 12 hours to 4 hours. In addition, the plan for the Jakarta-Surabaya high-speed train via the south line aims to transfer aircraft passengers on the northern route which is already too crowded so they can use the train.	

Source: Newspaper, PEFINDO database.

Chart 8. PEFINDO Stock Index Performance



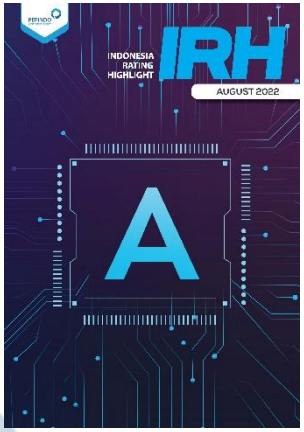
Source: IDX, Bloomberg (2022).

Table 7. PEFINDO Stock Index Weekly Changes

Period	Unit	IHSG	PEFINDO25	PEFINDO i-Grade
10/07/2022	% (WoW)	-0.20%	4.60%	-1.51%
10/14/2022	% (WoW)	-3.02%	-7.39%	-1.61%
10/21/2022	% (WoW)	2.98%	6.56%	4.59%
10/28/2022	% (WoW)	0.55%	-0.58%	1.61%
11/04/2022	% (WoW)	-0.15%	-1.90%	-0.57%

Source: IDX, Bloomberg (2022).

Indonesia Rating Highlight (IRH)



Published 2 (two) times a year. Including a rating report from active companies rated.

Publication

In addition to rating services, PEFINDO also publishes two magazines: Indonesia Rating Highlight (IRH) and Indonesia Sectoral Review (ISR). The publication of these magazines is aimed to cater to investors' needs in obtaining information on micro and macro-economic conditions of Indonesia. Both magazines also offer risk analysis in relation to certain industrial sectors. In addition, get our research such as research on demand services.

To subscribe, contact:

PEFINDO Marketing Team:

(+ 62) 21 50968469

Indonesia Sectoral Review (ISR)

Published 6 (six) times a year. Containing economic and monetary, bond markets, sectoral review, and company review.

Weekly Economic Update

Presented By Economic Research Division of PEFINDO

pef-economic@pefindo.co.id

Macroeconomic Update	: Suhindarto / Yollanda Nalita
Bond Market Update	: Ahmad Nasrudin
Bonds Issuance & Maturity	: Wasis Kurnianto
News Analytics	: Khaerin

Disclaimer:

The rating contained in this report or publication is the opinion of PT Pemeringkat Efek Indonesia (PEFINDO) given based on the rating result on the date the rating was made. The rating is a forward-looking opinion regarding the rated party's capability to meet its financial obligations fully and on time, based on assumptions made at the time of rating. The rating is not a recommendation for investors to make investment decisions (whether the decision is to buy, sell, or hold any debt securities based on or related to the rating or other investment decisions) and/or an opinion on the fairness value of debt securities and/or the value of the entity assigned a rating by PEFINDO.

All the data and information needed in the rating process are obtained from the party requesting the rating, which are considered reliable in conveying the accuracy and correctness of the data and information, as well as from other sources deemed reliable. PEFINDO does not conduct audits, due diligence, or independent verifications of every information and data received and used as basis in the rating process. PEFINDO does not take any responsibility for the truth, completeness, timeliness, and accuracy of the information and data referred to. The accuracy and correctness of the information and data are fully the responsibility of the parties providing them.

PEFINDO and every of its member of the Board of Directors, Commissioners, Shareholders and Employees are not responsible to any party for losses, costs and expenses suffered or that arise as a result of the use of the contents and/or information in this rating report or publication, either directly or indirectly.

PEFINDO generally receives fees for its rating services from parties who request the ratings, and PEFINDO discloses its rating fees prior to the rating assignment. PEFINDO has a commitment in the form of policies and procedures to maintain objectivity, integrity, and independence in the rating process.

PEFINDO also has a "Code of Conduct" to avoid conflicts of interest in the rating process.

Ratings may change in the future due to events that were not anticipated at the time they were first assigned. PEFINDO has the right to withdraw ratings if the data and information received are determined to be inadequate and/or the rated company does not fulfill its obligations to PEFINDO. For ratings that received approval for publication from the rated party, PEFINDO has the right to publish the ratings and analysis in its reports or publication, and publish the results of the review of the published ratings, both periodically and specifically in case there are material facts or important events that could affect the previous ratings.

Reproduction of the contents of this publication, in full or in part, requires written approval from PEFINDO. PEFINDO is not responsible for publications by other parties of contents related to the ratings given by PEFINDO.