

EXECUTIVE SUMMARY

- In the period 5 June - 9 June 2023, there was a release of the latest global economic projections from the World Bank and OECD which showed improvement. Labor conditions in the US are starting to ease, while those in the Eurozone are still tight. The Eurozone has also entered a minor recession as growth contracted. There are several Central Banks that have raised their benchmark interest rates, namely in Canada and Australia. Meanwhile, the Central Bank of India did not change, and the Philippines lowered its cash reserve ratio. This week, China also reported slightly increasing inflation.
- From within the country, developments in manufacturing PMI, inflation, and foreign tourist arrivals are still showing good progress. Meanwhile, foreign exchange reserves and outstanding performance of P2P fintech financing declined slightly. There is also news that the government and the DPR have agreed on the basic macroeconomic assumptions for 2024. And finally, the World Bank is revising Indonesia's economic growth projections in line with sound fundamentals and resilience.
- On the commodity exchanges, the prices of gold and coal increased in the past week. However, the contrast occurred in crude oil, nickel, and CPO commodities which recorded weekly declines. The correction was triggered by the imminent US-Iran nuclear agreement which resulted in oversupply (Brent crude oil), surveyor mode action on nickel valuation, and China's sluggish economic data (CPO).
- Developments in the majority stock market have moved up in the last week, both on Wall Street and Asia Pacific stocks, including the JCI. However, European stock markets continued a downward trend, due to investor concerns over the Fed's hawkish stance and the ECB's tightening monetary policy. The US dollar closed slightly lower last week as safe haven dollar buying faded after the Joe Biden administration reached a debt ceiling agreement and Federal Reserve officials commented on the possibility of a pause in interest rate hikes at this month's meeting.
- The US dollar and major European currencies weakened last week as markets await a meeting of central bankers in the second week of 2023. A weaker dollar pushed several Asian currencies to appreciate, including the Japanese Yen, South Korean won, Thai baht, and Singapore dollar. In contrast, other Asian currencies weakened, such as the Chinese yuan and Indian rupee. The Malaysian ringgit and the Philippine peso also depreciated.
- The rupiah strengthened last week amid a weaker dollar and foreign capital inflows. Foreigners booked net buys on the bond and stock markets in the first week of June 2023.
- US yields rose with a higher increase in the 2-year yield than the 10-year yield. Markets are looking forward to the Fed's decision and believe that Fed Chair Powell will maintain the status quo but will still emphasize the need for tightening action, given the spike in US weekly jobless claims.
- Like the US market, yields in the Eurozone and UK also increased. However, unlike the Fed, the market sees monetary policy by the European Central Bank still leaning towards the hawkish side.
- 10-year yields in Asia have generally increased, except for Indonesia and China. South Korea reported the highest increase, followed by Singapore.
- Meanwhile, Indonesia's 10-year yield fell as foreign investment returned. In contrast, the 2-year yield rose, which was the first weekly correction after continuing to report declines since mid-March 2023. Foreigners seem to be hunting for longer tenors as they are more attractive for generating higher returns. Meanwhile, the risk premium, indicated by Indonesia's 5-year CDS, also reported a decline last week.
- The government auctioned 6 series of Sukuk on Tuesday, June 6, 2023, and reported being oversubscribed. Investor interest in tenors is relatively even, with both posting a bid-to-cover ratio of more than 3 times.
- 3-year corporate bond yields increased for all rating categories. The increase was caused by the rise in premiums and yield benchmarks. Meanwhile, the Indonesia Composite Bond Index (ICBI) rose after the government and corporate bond markets posted positive performance.
- In the period 5 June-9 June 2023, there were issuances of bonds that reached IDR2.14 trillion. Meanwhile, throughout June 2023, PEFINDO recorded debt securities that matured in the amount of IDR6.34 trillion. Then in July, August, and September 2023, each was valued at IDR14.91 trillion, IDR13.47 trillion, and IDR19.28 trillion.
- Sectoral news sentiment over the past week showed that the sector that had the most positive sentiment included the banking sector with news highlights related to "Momentum to Increases in Corporate Credit Portions" and followed by the insurance and guarantee sector with news highlights "Property Insurance Still Dominates". Meanwhile, the sectors with the most negative news sentiment included the mining sector with the news highlighting "Clouds Overcast Black Gold Gasification" as well as metals and gold with the headline "Industrial Metal Prices are Depressed".

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A. MACROECONOMIC DEVELOPMENT

1) Global Economic Development

- The World Bank and OECD project that the world economy will grow better in 2023 with estimates of 2.1% and 2.7% respectively (up from previous estimates: 1.7% and 2.6%) along with greater resilience better than expected in major economies. The US, Eurozone & China economies are expected to grow better. In 2024, the World Bank estimates that the global economy will grow by 2.4% (from 2.7%) and the OECD will remain at 2.9% because of monetary tightening and the risk of uncertainty that is still looming.
- Employment conditions in the US are starting to look easing as the number of people applying for unemployment benefits increased to 261k in the week ending 3 June 2023 (highest since Oct'21) and continuing its 3rd straight week of increase.
- The Bank of Canada increased its overnight rate by 25 bps to 4.75% after not changing it in the previous 2 meetings and is expected to remain unchanged. The current level of borrowing costs is the highest in the last 22 years as the authorities see that the current monetary tightening is not enough to provide balance and reduce inflation sustainably to the 2% target.
- Eurozone economic growth surprisingly contracted -0.1% in Q1-2023 and technically entered a mild recession after Q4-2022 growth was also revised to -0.1%. Household spending, government spending, and export-import declined amid inflationary pressures and high borrowing costs, only fixed capital investment was still growing.
- The number of people working in the Eurozone increased 0.6% from the previous quarter to 166.4 million people in Q1-2023. This growth is the highest and indicates the Eurozone labor market is still tight.
- China's annualized inflation increased to 0.2% in May'23 (Apr'23: 0.1%) as food inflation picked up and non-food inflation flattened. Core inflation weakened to 0.6% YoY (Apr'23: 0.7% YoY).
- The Reserve Bank of India kept its repo policy rate at 6.5% to ensure inflation remains within the 2-6% target range without hurting economic growth. RBI also maintains a standing deposit facility (SDF) and marginal standing facility (MSF) at 6.25% and 6.75%.
- The Reserve Bank of Australia surprisingly raised its cash rate by 25 bps to 4.1% and remains open to further tightening if inflation remains high while wage growth picks up.
- The Central Bank of the Philippines reduced the cash reserve ratio by 250 bps to 9.5% for commercial banks, 6% for digital banks, 2% for thrift banks, and 1% for regional banks and cooperatives. The cut, which will take effect on June 30, is intended to maintain domestic liquidity and credit stability.

2) Domestic Economic Development

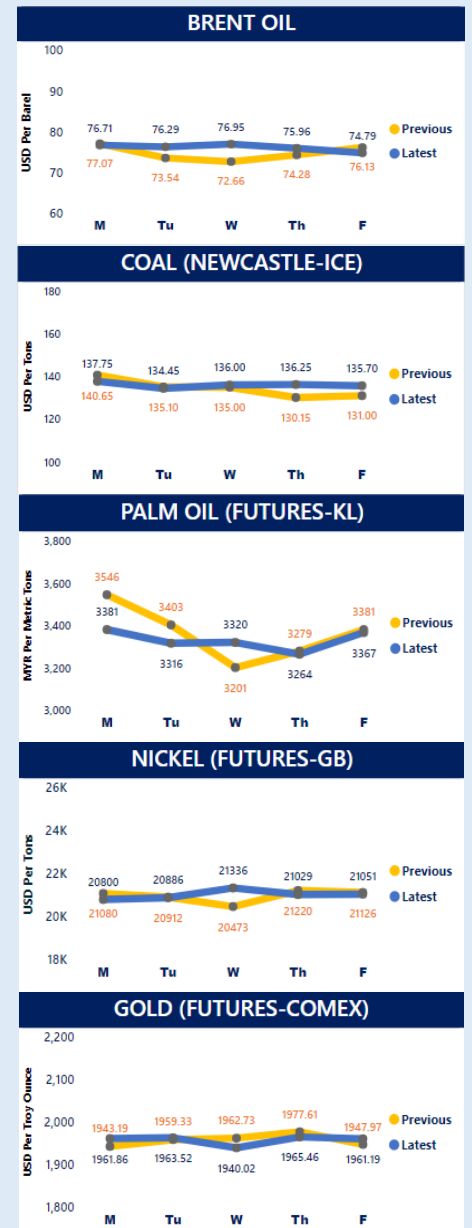
- Indonesia Manufacturing PMI in May'23 continued to expand for 21 consecutive months, but its value declined to 50.3 (Apr'23: 52.7). The slowdown in expansion was due to weaker output growth amid a contraction in new orders, slowing purchasing activity, and limited job vacancies.
- Indonesia's inflation in May'23 decreased to 4% (Apr'23: 4.33%) as food prices only increased slightly. Inflation has been within the central bank's target range after 11 months of being above target. Core inflation eased to 2.66% (Apr'23: 2.83%).
- Arrivals of foreign tourists (tourists) to Indonesia in Apr'23 grew 276.31% (YoY) to 865.81 thousand people amidst the recovery of the tourism sector as the economy was fully opened after the pandemic restrictions. The arrivals of foreign tourists were dominated by Malaysia (+133.43%), Singapore (+543.98%), and Australia (+602.47%). Cumulatively in the first 4 months of 2023, foreign tourist arrivals grew 393.83% (YoY).
- Indonesia's foreign exchange reserves at the end of May'23 decreased to USD139.3 billion (Apr'23: USD144.2 billion) due to the need to pay off the government's foreign debt and the anticipated need for banking foreign currency liquidity in line with increasing economic activity. The position of foreign exchange reserves is equivalent to financing 6.0 months of imports and servicing the government's foreign debt (above the international adequacy standard of 3 months of imports).
- The government and the DPR agree on the Basic Macroeconomic Assumptions in Preliminary Discussions on the 2024 State Budget (RAPBN). The agreed assumptions include economic growth of 5.1 - 5.7% (YoY), inflation of 1.5 - 3, 5% (YoY), the rupiah exchange rate is IDR14,700 - IDR15,200 per USD, and the 10-year SBN interest rate is 6.49 - 6.91%. In addition, it was also agreed to increase the tax ratio of tax revenues in the range of 9.92 - 10.2%.
- The Financial Services Authority (OJK) recorded the outstanding performance of fintech peer-to-peer (P2P) lending in Apr'23 of IDR50.53 trillion (+30.63% YoY), but slower compared to Mar'23 which reached IDR51.02 trillion. OJK said that one of the main influencing factors was related to the Indonesian economy which was also experiencing a slowdown. Even so, OJK is still optimistic that the target for outstanding financing will be greater than last year.
- The World Bank revised upward its 2023 economic growth projection for Indonesia to 4.9% (up from Jan'23 projection: 4.8%). The upward revision is supported by Indonesia's increasingly stronger economic fundamentals and resilience which continues to improve. However, the World Bank still maintains Indonesia's economic growth projection in 2024 at 4.9%.



B. COMMODITY MARKET DEVELOPMENT

- Crude oil prices fell by more than a dollar per barrel during the weekend (06/09), marking the second consecutive weekly fall. Brent crude futures fell USD1.17 per barrel, or 1.50%, to USD74.79 per barrel. Brent crude oil prices were found to have been adjusted by 1.76% on a weekly basis. The deterioration was precipitated by media reports indicating that a US-Iran nuclear deal was approaching and would result in increased supplies. Prices recovered when both countries denied the reports. Crude oil prices momentarily increased at the start of the week, aided by Saudi Arabia's commitment over the weekend to reduce even more production on top of the previously agreed-upon cuts with OPEC+.
- The price of gold recorded a slight decline at the end of trading this week. The weakness in gold prices was triggered by profit-taking after gold prices rose from fourth-quarter lows amid the US dollar's revival from lows two weeks ago. Nevertheless, gold still managed to maintain a moderate gain of 0.68% on a weekly basis and was at USD1,961.19 per ounce.
- Coal prices accelerated on an upward trend in the last week. The price of coal rose by 3.59% in just one week. Rising natural gas costs and Bangladesh's energy problems both contributed to the spike in coal prices. EU Dutch TTF (EUR) prices for European natural gas increased to about 26.00 euros per megawatt hour. The closure of numerous power plants owing to fuel shortages and the decline in foreign exchange reserves to about USD29.8 billion (the lowest record in seven years) as a result of declining exports were the main contributors to Bangladesh's energy crisis.
- Nickel prices have dropped 0.36% during the last week. The decline in nickel prices was consistent with surveyors' methods for estimating Indonesia's nickel levels. Due to this, the price of nickel that miners and dealers were selling to smelter businesses was penalized, causing it to fall.
- The price of crude palm oil (CPO) on the Malaysian Exchange was observed to have slightly weakened by 0.41% in the past week. The weakening of CPO prices was triggered by China's sluggish economy. China is one of the countries with the largest consumption of CPO in the world. However, heading into the weekend, CPO prices registered a 3.11% increase as the prospect of increased inventories outweighed support from the weaker ringgit. On the other hand, it is known that the European Union issued the EU deforestation law because it does not want to consume products produced due to deforestation. As a result, coffee, cocoa, cattle, timber, rubber, soybeans, chocolate, and downstream consumption of palm oil derivatives are threatened. Where exporters are required to include the origin of the product during due diligence before entering the European Union. Thus, the Indonesian government needs to cooperate well with Malaysia to fight discrimination against Indonesian palm oil products.

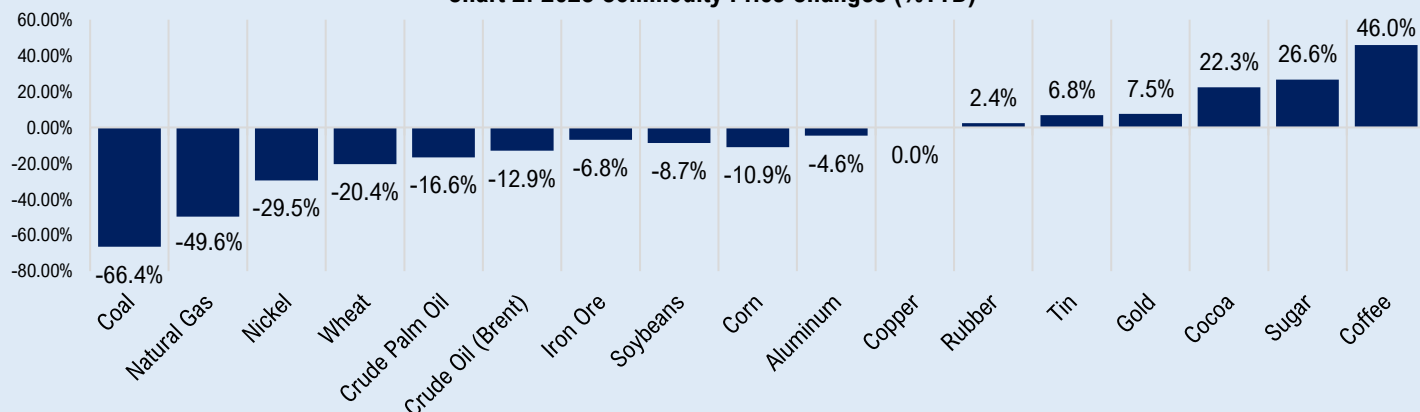
Chart 1. Several Commodity Price Development on Weekly Basis (W-to-W)



Previous : 05/29/23 – 06/02/23
Latest : 06/05/23 – 06/09/23

Source: Bloomberg & Investing (2023).

Chart 2. 2023 Commodity Price Changes (%YTD)

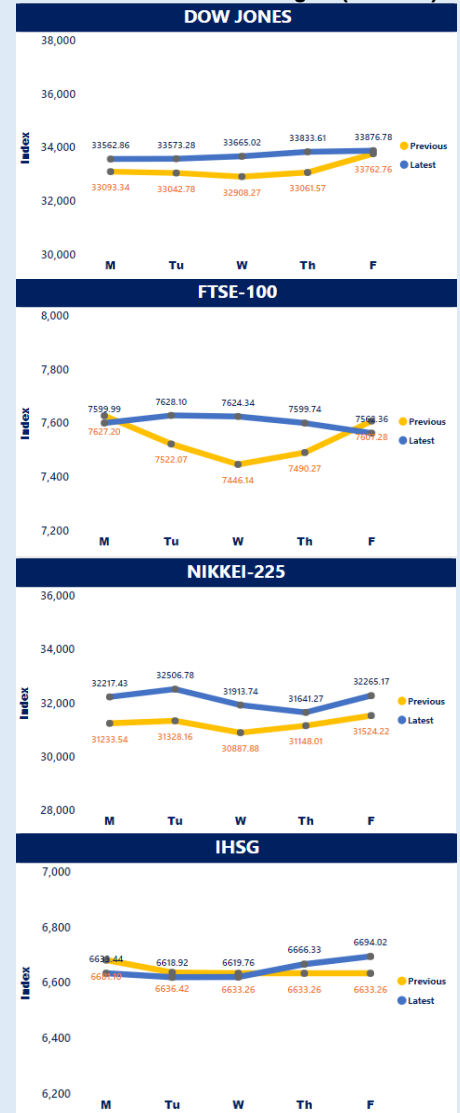




C. STOCK MARKET DEVELOPMENT

- Wall Street stock indexes closed higher this weekend. The S&P 500 index was up 4.93 points, or 0.11%, at 4,298. This position brought this week's increase to 0.38% and extended its winning streak to four weeks, the longest since the July-August 2022 period. The Nasdaq Composite Index posted seven consecutive weeks of gains. The Nasdaq added 20.62 points, or 0.16%, to 13,259 today and 0.13% this week. Meanwhile, the Dow Jones Industrial Average rose 43.17 points, or 0.13%, to 33,876. DJIA posted a weekly gain of 0.33%.
- European stock markets have been on a downward trend in the last trading week. Investors stayed away ahead of key US central bank and ECB meetings. Investors are concerned the Fed may take a hawkish stance at its meeting next week. Meanwhile, the ECB is expected to continue to tighten monetary policy. The Pan European Index, the STOXX 600, closed down 0.2% and ended the week 0.5% lower. On the week, Germany's DAX 30 Index fell 0.63%, France's CAC 40 Index fell 0.79%, and Britain's FTSE 100 Index fell 0.59%.
- Asia-Pacific stock markets mostly ran on an uptrend as the S&P 500 and DJIA indexes strengthened, as well as the Nasdaq Composite Index. In the past week, the Nikkei 225 Index jumped 2.35%, Hong Kong's Hang Seng Index jumped 2.32%, and the Shanghai Stock Composite Index edged up 0.04%.
- In the first week of June, JCI increased slightly by 0.92% to a level of 6,694.02 from last week's position of 6,633 points. However, if we look at it since the beginning of this year, the JCI yields have still corrected 2.29%, in line with the performance of the majority of stock exchanges in the Southeast Asian region, which have also weakened. At the close of trading on Friday (06/09), based on the sectoral index, eight sectors increased, where the property sector was the highest, namely, 1.25%, followed by the technology sector and the non-primary consumer goods sector, which each decreased by 1.22%, and 1.14%, respectively. Meanwhile, two sectors were corrected, namely the raw goods sector, which fell the most by 0.74%, followed by the transportation and logistics sector, which fell 0.74%.

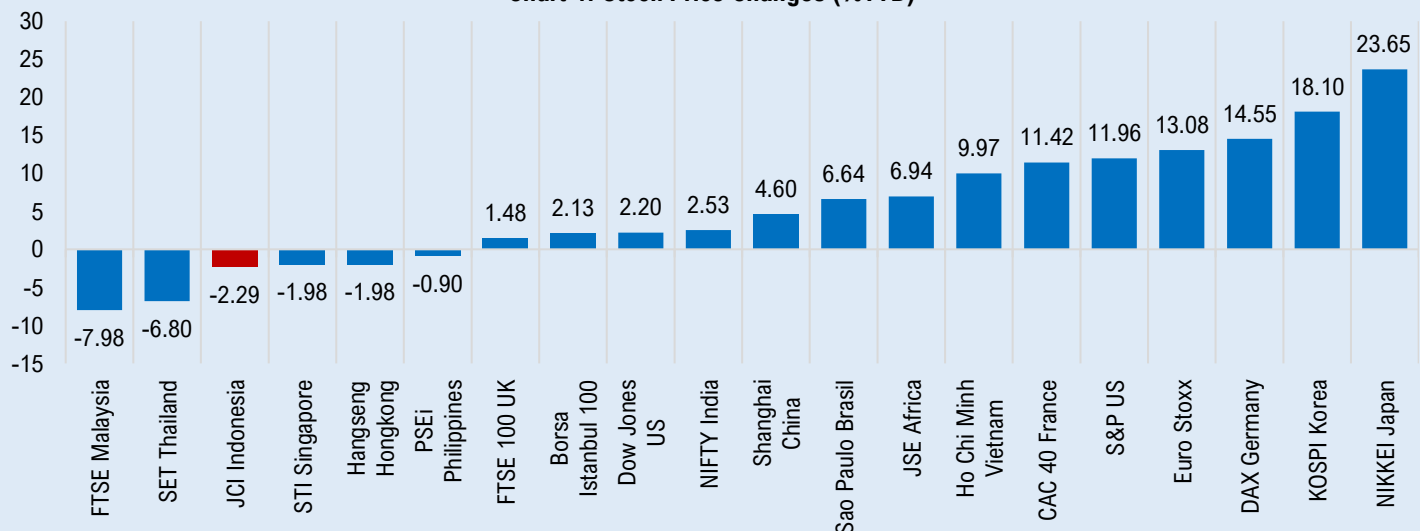
Chart 3. Weekly Stock Price Movements in Several Stock Exchanges (W-to-W)



Previous : 05/29/23 – 06/02/23
Latest : 06/05/23 – 06/09/23

Source: Bloomberg & Investing (2023).

Chart 4. Stock Price Changes (%YTD)

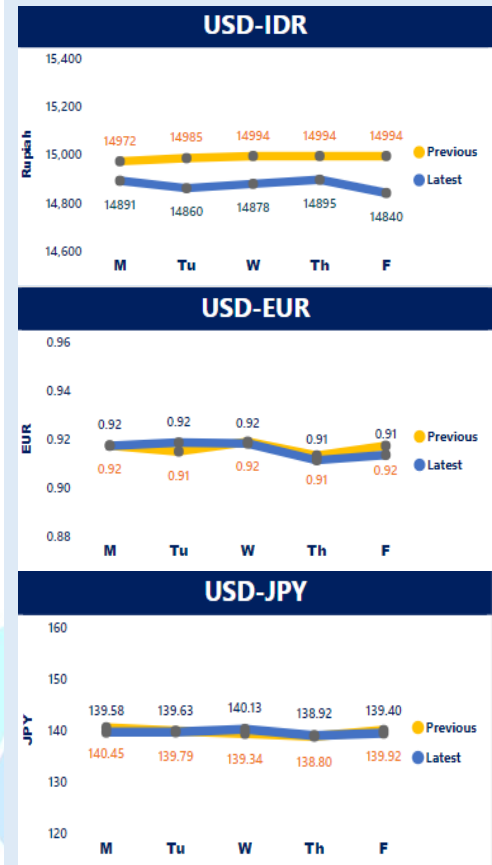




D. EXCHANGE RATE DEVELOPMENT

- The US dollar closed lower on Friday, June 9, 2023, compared to the Friday of the previous week. The US dollar index, which measures the US dollar exchange rate against major currencies, fell 0.44% to 103.56. The US dollar rebounded from two-week lows as markets await the release of the US consumer price index (CPI) and the Federal Reserve's interest rate decision in the second week of June.
- Currencies in Europe weakened following the trend of the US dollar. The euro depreciated 0.38% compared to Friday the previous week to EUR1.075 per US dollar on Friday, June 9, 2023. Meanwhile, the pound sterling depreciated 0.96% to GBP1.257 per US dollar.
- In contrast, a weaker dollar supported the appreciation of the Japanese Yen, around 0.37% to JPY139.40 per US dollar on Friday, June 9, 2023. A weaker US dollar also catalyzed other Asian currencies to appreciate, such as the South Korean won by 1.03% (to KRW1,292), the Thai baht was 0.59% (to THB34.60), and the Singapore dollar was 0.51% (to SGD1.34).
- Meanwhile, the Chinese yuan and Indian rupee reported depreciation by around 0.45% and 0.19% to CNY7.13 and INR82.46 per US dollar on Friday, June 9, 2023. Likewise, the Malaysian ringgit and the Philippine peso depreciated by 0.81% and 0.23% to MYR4.614 and PHP56.05 per US dollar, respectively.
- The rupiah strengthened last week amid a weaker dollar. It closed at IDR14,840 per US dollar on Friday, June 9, 2023. Foreign capital inflows supported the rupiah to appreciate. Its value reached IDR4.15 trillion, consisting of IDR2.98 trillion on the government bond market and IDR1.17 trillion on the stock market.

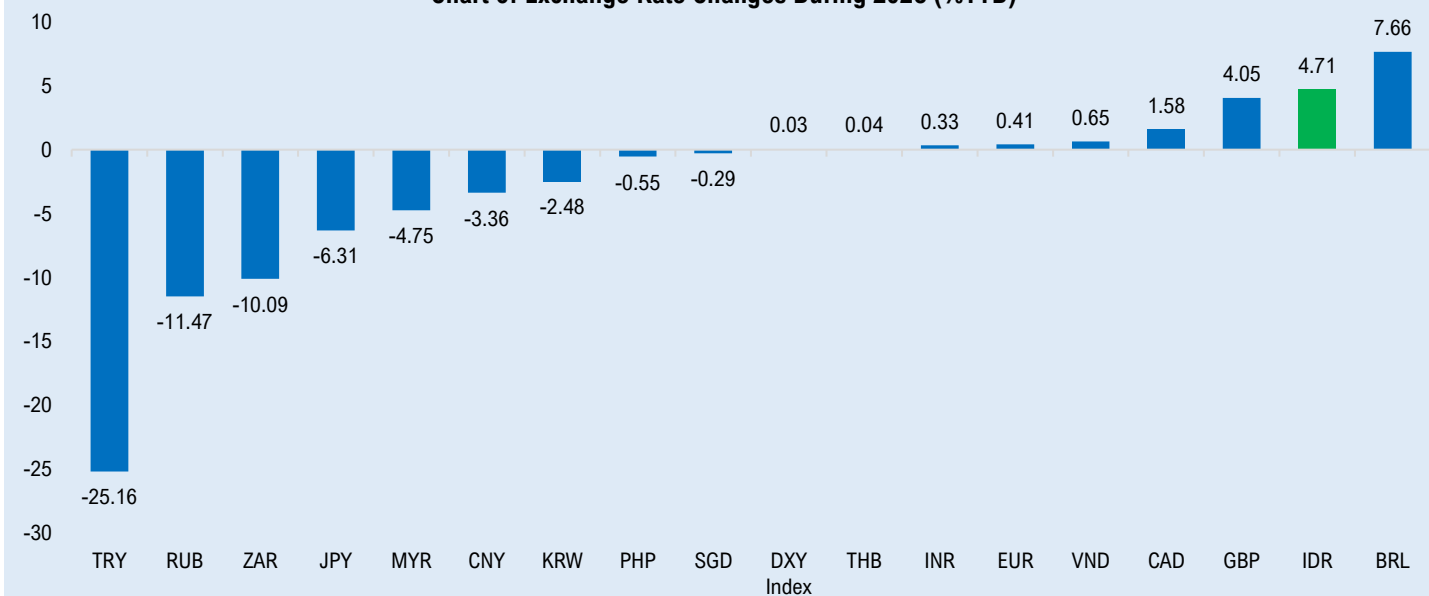
Chart 5. Movement of Weekly Exchange Rates in Several Countries (W-to-W)



Previous : 05/29/23 – 06/02/23
Latest : 06/05/23 – 06/09/23

Source: Bloomberg & Investing (2023).

Chart 6. Exchange Rate Changes During 2023 (%YTD)



E. DEBT SECURITIES MARKET DEVELOPMENT

1) Yield

- a. The US 10-year yield rose 5 basis points (bps) to 3.739% on Friday, June 9, 2023. Meanwhile, the 2-year yield rose 10 bps to 4.596%. The higher gains in the short tenors inverted the yield curve further, increasing expectations of a recession - the chances of a US recession are around 70%, according to the Federal Reserve Bank of New York. Then, on June 2, the market awaits the Fed's decision. Markets believe that Fed Chair Powell seems inclined to maintain the status quo next week but will still emphasize the need for tightening action, given the spike in US weekly jobless claims, prompting them to expect a lull in the Fed's tightening policy cycle.
- b. 10-year yields in the Eurozone and UK rose 6 bps and 8 bps to 2.375% and 4.235%. Meanwhile, similar to the US market, the 2-year yield edged higher by 11 bps in the Euro Zone (to 2.907%) and 18 bps in the UK (to 4.527%). Yields in the Euro Zone tend to increase because the market sees monetary policy leaning toward the hawkish side and preparing to wait for the results of the European Central Bank meeting in the second week of June.
- c. 10-year yields in Asia have generally increased, except for Indonesia and China. The percentage fell 3 bps in China to 2.691% on Friday, June 9, 2023. On the other hand, in India, the percentage rose 5 bps to 7.036%. Japan and South Korea reported 1 bps and 35 bps increases to 0.421% and 3.630%. In Southeast Asia, Singapore reported the highest increase, by 9 bps to 2.969%. Meanwhile, in Malaysia and Thailand, the percentages rose 3 bps and 7 bps to 3.725% and 2.568%.
- d. Indonesia's 10-year yield fell 3 bps to 6.340% on Friday, June 9, 2023. On the other hand, the 2-year yield rose 14 bps to 5.790%, the first weekly correction after continuing to report declines since mid-March 2023. Foreigners seem to be hunting more for long-term tenors due to the potential to generate higher returns when the central bank changes its stance, as the latest inflation rate data shows the percentage within Bank Indonesia's target range. Meanwhile, the risk premium, indicated by Indonesia's 5-year CDS, also reported a decrease of around 3.12% to 84.30.
- e. The government auctioned 6 series of Sukuk on Tuesday, June 6, 2023. The auction oversubscribed, with total incoming bids reaching IDR60.04 trillion or nearly nine times the amount won (IDR7.00 trillion). Investor interest in tenors is not much different, with short and long tenors posting bid-to-cover ratios above 3 times.
- f. Foreign investors continue to increase their holdings in government bonds. In the secondary market, they currently hold IDR832.34 trillion or around 15.3% of the total outstanding. After posting a net purchase of IDR4.16 trillion in April 2023, they again increased their holdings by booking a net purchase of IDR6.67 in May 2023. In the first week of June, they again bought up government debt securities (IDR2.98 trillion).

2) Index

- a. 3-year corporate bond yields increased for all rating categories. The increase was caused by an increase in premiums and yield benchmarks. The percentages rose 5 bps and 3 bps for the AAA and AA ratings to 6.292% and 6.889% on Friday, June 9, 2023. Meanwhile, the yields for the A and BBB ratings rose 8 bps and 7 bps to 8.131% and 10.187%. AAA rating premium increased by 5 bps to 65 bps. Meanwhile, premium ratings for AA and A rose 3 bps and 7 bps to 124 bps and 248 bps. Finally, the BBB rating premium climbed 6 bps to 454 bps.
- b. The Indonesia Composite Bond Index (ICBI) rose 0.33% to 364.81 on Friday, June 9, 2023. This increase was supported by positive performance in the government and corporate debt securities markets, where the indices in both markets rose 0.34% and 0.20% to 357.19 and 408.82.

Chart 7. Indonesian Government Bond Yield Curve

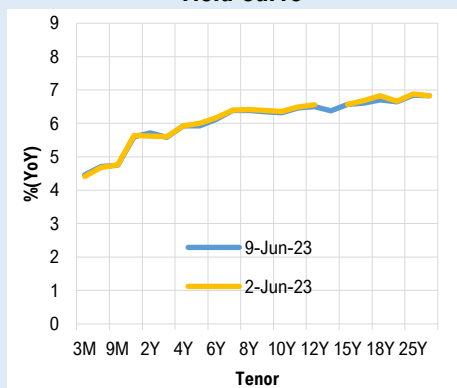


Chart 8. Bond Index

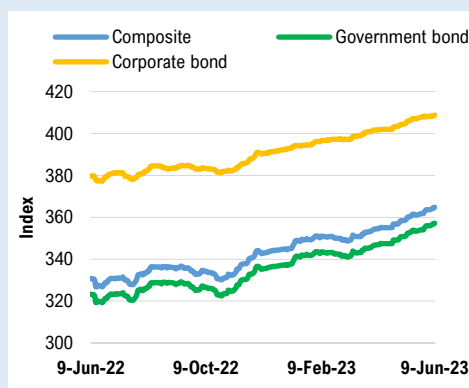
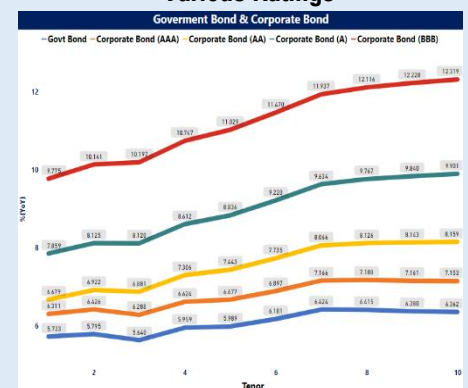


Chart 9. Corporate Bond Yields for Various Ratings



Note: data as of Friday, June 9, 2023.

Source: Bloomberg (2023), 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 Unit)
FR96	7.00	02/15/33	3,000	104.75	6.33	13,957,182
FR59	7.00	05/15/27	50,000	103.74	5.92	7,782,916
FR82	7.00	09/15/30	1,000	102.50	6.56	6,672,204
FR87	6.50	02/15/31	150	101.85	--	6,480,560
FR56	8.38	09/15/26	51,000	107.40	5.84	6,299,530
FR70	8.38	03/15/24	6	102.02	5.59	6,054,044
FR91	6.38	04/15/32	500	99.20	6.49	5,404,550
FR95	6.38	08/15/28	300	101.10	6.12	5,043,778
FR75	7.50	05/15/38	5,000	108.50	6.60	3,477,374
FR64	6.13	05/15/28	100	101.60	5.75	2,257,188

Source: Bloomberg (2023).

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

Series	Rating	Coupon (%)	Maturity Date (mm/dd/yy)	Size (IDR Million)	Price	Yield (%)	Volume (Million Unit)
Obligasi Berkelanjutan I Bussan Auto Finance Tahap V Tahun 2022	AAA(idn)	5.90	03/17/25	45,000	100.54	5.58	455,000
Obligasi Berkelanjutan I Provident Investasi Bersama Tahap I Tahun 2023 Seri B	idA	8.50	03/28/26	20,000	100.19	8.42	260,000
Obligasi Berkelanjutan III Waskita Karya Tahap IV Tahun 2019 Seri B	idCCC	9.75	05/16/24	100,000	95.50	14.94	200,000
Obligasi Berkelanjutan III Sarana Multi Infrastruktur Tahap II Tahun 2022	idAAA	6.98	11/08/25	45,000	100.54	6.73	190,000
Obligasi Berkelanjutan II Merdeka Copper Gold Tahap I Tahun 2021 Seri B	idA+	9.85	03/26/24	25,000	102.05	7.14	150,000
Obligasi Berkelanjutan III Protelindo Tahap II Tahun 2023 Seri A	AAA(idn)	6.35	03/31/24	65,000	100.02	6.33	130,000
Obligasi Berkelanjutan IV Chandra Asri Petrochemical Tahap I Tahun 2022 Seri A	idAA-	8.00	08/09/27	1,000	102.82	7.21	102,000
Obligasi Berkelanjutan II Indah Kiat Pulp & Paper Tahap III Tahun 2022 Seri B	idA+	8.75	02/24/25	50	103.10	6.81	82,950
Obligasi Berkelanjutan V BFI Finance Indonesia Tahap III Tahun 2023 Seri A	A+(idn)	6.25	02/07/24	3,000	100.04	6.19	76,000
Obligasi Berkelanjutan III Chandra Asri Petrochemical Tahap III Tahun 2021 Seri B	idAA-	8.50	04/15/26	2,000	104.43	6.77	64,000

Source: Bloomberg (2023).

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 Provident Investasi Bersama Tbk	Shelf Registration Bond I Phase II Year 2023 Series A	Jun-8-2023	321.00	6.75	1	idA
2	PT Provident Investasi Bersama Tbk	Shelf Registration Bond I Phase II Year 2023 Series B	Jun-8-2023	429.00	8.50	3	idA
3	EBAS-SP SMF-BRIS01	EBAS-SP SMF-BRIS01 Class A	Jun-8-2023	297.70	7.00	18	idAAA(sf)(sy)
4	PT Profesional Telekomunikasi Indonesia	Shelf Registration Bond III Phase III Year 2023 Series A	Jun-9-2023	797.50	6.15	1	AAA(idn)
5	PT Profesional Telekomunikasi Indonesia	Shelf Registration Bond III Phase III Year 2023 Series B	Jun-9-2023	296.00	6.50	3	AAA(idn)
Total				2,141.20			

2) Corporate Debt Securities Maturity

Table 4. Corporate Debt Securities Maturity

No.	Company	Instruments	Maturity Date	Amount [IDR Billion]	Coupon [%]	Tenor [Years]	Rating
JUNE 2023							
1	PT Bank Victoria International Tbk	Shelf Registration Bond I Phase II Year 2018 Series B	Jun-5-2023	200.00	10.30	5	idA-
2	PT Hartadinata Abadi Tbk	Shelf Registration Bond I Phase II Year 2020	Jun-5-2023	400.00	10.50	3	idA-
3	PT Indah Kiat Pulp & Paper Tbk	Shelf Registration Bond I Phase I Year 2020 Series B	Jun-5-2023	883.48	10.25	3	idA+
4	PT J Resources Asia Pasifik Tbk	Shelf Registration Bond I Phase I Year 2019	Jun-5-2023	256.00	10.65	4	idBBB+
5	Lembaga Pembiayaan Ekspor Indonesia	Shelf Registration Bond IV Phase I Year 2018 Series B	Jun-6-2023	35.00	7.70	5	idAAA
6	PT Bank Maybank Indonesia Tbk	Shelf Registration Subordinated Bond II Phase II Year 2016	Jun-10-2023	800.00	9.63	7	idAA
7	PT Equity Finance Indonesia	MTN VII Phase X Year 2020	Jun-10-2023	13.00	13.00	3	-
8	PT Bumi Serpong Damai Tbk	Shelf Registration Bond II Phase I Year 2016 Series B	Jun-16-2023	25.00	9.25	7	idAA-
9	PT Waskita Karya (Persero) Tbk	Shelf Registration Bond III Thap II Year 2018 Series B	Jun-16-2023	2,276.50	8.25	5	idCCC
10	PT Surya Artha Nusantara Finance	Shelf Registration Bond IV Phase I Year 2022 Series A	Jun-20-2023	150.00	4.50	1	idAA
11	PT Pelabuhan Indonesia (Persero)	Bond I Year 2016 Series C	Jun-21-2023	400.00	9.25	7	idAAA
12	PT Bank Rakyat Indonesia (Persero) Tbk	Subordinated Bond III Year 2018	Jun-26-2023	500.00	7.70	5	idAA
13	PT Bank Pan Indonesia Tbk	Shelf Registration Subordinated Bond II Phase I Year 2016	Jun-28-2023	100.00	9.60	7	idA+
14	PT Permodalan Nasional Madani	Sukuk Mudharabah IV Year 2020 Series C	Jun-29-2023	200.00	Floating	2	idAA(sy)
15	PT Angkasa Pura II	Bond I Year 2016 Series B	Jun-30-2023	100.00	8.80	7	idAA+
Total				6,338.98			
JULY 2023							
1	PT Bank Pan Indonesia Tbk	Shelf Registration Bond III Phase I Year 2018	Jul-3-2023	100.00	8.00	5	idAA
2	PT MNC Kapital Indonesia Tbk	Shelf Registration Bond II Phase I Year 2018	Jul-3-2023	300.00	12.50	5	idBBB+
3	PT Medco Power Indonesia	Bond I Year 2018 Series B	Jul-4-2023	63.00	10.25	5	idA

4	PT Medco Power Indonesia	Sukuk Wakalah I Year 2018 Series B	Jul-4-2023	404.00	10.25	5	idA _(sy)
5	PT Pelabuhan Indonesia (Persero)	Bond I Year 2018 Series A	Jul-4-2023	380.00	8.00	5	idAAA
6	PT Perusahaan Listrik Negara (Persero)	Shelf Registration Bond I Phase I Year 2013 Series B	Jul-5-2023	697.00	8.25	10	idAAA
7	PT Pembangunan Perumahan (Persero) Tbk	Shelf Registration Bond II Phase I Year 2018 Series B	Jul-6-2023	460.00	8.50	5	idA
8	PT PP Properti Tbk	Shelf Registration Bond I Phase I Year 2018 Series B	Jul-6-2023	142.50	9.25	5	idBBB-
9	PT Sarana Multi Infrastruktur (Persero)	Shelf Registration Green Bond I Phase I Year 2018 Series B	Jul-6-2023	248.50	7.80	5	idAAA
10	PT Sarana Multi Infrastruktur (Persero)	Shelf Registration Sukuk Mudharabah I Phase I Year 2018 Series B	Jul-6-2023	320.00	7.80	5	idAAA _(sy)
11	PT Adira Dinamika Multi Finance Tbk	Shelf Registration Bond V Phase I Year 2020 Series B	Jul-7-2023	816.05	7.90	3	idAAA
12	PT Global Mediacom Tbk	Shelf Registration Bond I Phase I Year 2017 Series B	Jul-7-2023	6.30	11.75	6	idA+
13	PT Global Mediacom Tbk	Shelf Registration Sukuk Ijarah I Phase I Year 2017 Series B	Jul-7-2023	14.00	11.75	6	idA _(sy)
14	Lembaga Pembiayaan Ekspor Indonesia	Shelf Registration Bond V Phase I Year 2020	Jul-8-2023	48.00	7.60	3	idAAA
15	PT Pegadaian	Shelf Registration Bond IV Phase II Year 2020 Series B	Jul-8-2023	303.00	7.60	3	idAAA
16	PT Pegadaian	Shelf Registration Sukuk Mudharabah I Phase II Year 2020 Series B	Jul-8-2023	103.00	7.60	3	idAAA _(sy)
17	PT Sarana Multigriya Finansial (Persero)	Shelf Registration Sukuk Mudharabah II Phase I Year 2021	Jul-8-2023	100.00	Floating	2	idAAA _(sy)
18	PT Oki Pulp & Paper Mills	MTN XII Year 2020	Jul-9-2023	300.00	11.00	3	-
19	PT Perusahaan Listrik Negara (Persero)	Shelf Registration Bond III Phase I Year 2018 Series A	Jul-10-2023	78.50	7.80	5	idAAA
20	PT Perusahaan Listrik Negara (Persero)	Shelf Registration Sukuk Ijarah III Phase I Year 2018 Series A	Jul-10-2023	127.00	7.80	5	idAAA _(sy)
21	PT Anabatic Technologies Tbk	Convertible Bond Year 2018	Jul-11-2023	559.99	5.00	5	-
22	PT Sinar Mas Multifinance	Shelf Registration Bond I Phase I Year 2018 Series C	Jul-11-2023	220.00	10.25	5	BBB+(idn)
23	PT Mandala Multifinance Tbk	Shelf Registration Sukuk Mudharabah I Phase II Year 2022 Series A	Jul-13-2023	453.50	8.00	1	idA _(sy)
24	PT Bussan Auto Finance	Shelf Registration Bond II Phase I Year 2022 Series A	Jul-15-2023	88.50	4.10	1	AAA(idn)
25	PT Global Mediacom Tbk	Shelf Registration Bond III Phase I Year 2022 Series A	Jul-15-2023	312.67	8.50	1	idA+
26	PT Global Mediacom Tbk	Shelf Registration Sukuk Ijarah III Phase I Year 2022 Series A	Jul-15-2023	220.16	8.50	1	idA _(sy)
27	PT Sinar Mas Agro Resources and Technology Tbk	Shelf Registration Bond IV Phase I Year 2022 Series A	Jul-16-2023	560.00	4.75	1	idAA-
28	PT Bank Maybank Indonesia Tbk	Shelf Registration Bond IV Phase I Year 2022 Series A	Jul-18-2023	400.00	3.80	1	idAAA
29	PT Indomobil Finance Indonesia	Shelf Registration Bond V Phase I Year 2022 Series A	Jul-18-2023	500.00	4.60	1	idA+
30	PT Indonesia Infrastructure Finance	Bond I Year 2016 Series C	Jul-19-2023	425.00	9.00	7	idAAA
31	PT Lautan Luas Tbk	Shelf Registration Bond III Phase I Year 2020 Series A	Jul-21-2023	181.55	10.25	3	idA
32	PT Sarana Multi Infrastruktur (Persero)	Shelf Registration Bond II Phase IV Year 2020 Series B	Jul-21-2023	256.30	7.60	3	idAAA
33	PT Pindo Deli Pulp & Paper Mills	Bond II Year 2022 Series A	Jul-24-2023	484.36	6.75	1	idA
34	PT Pindo Deli Pulp & Paper Mills	Sukuk Mudharabah I Year 2022 Series A	Jul-24-2023	413.57	6.75	1	idA _(sy)
35	PT Wika Realty	MTN VIII Year 2019	Jul-26-2023	300.00	11.70	4	-
36	PT Adi Sarana Armada Tbk	Convertible Bond I Year 2021	Jul-27-2023	517.31	-	2	idA-
37	PT Bank Rakyat Indonesia (Persero) Tbk	Shelf Registration Green Bond I Phase I Year 2022 Series A	Jul-30-2023	2,500.00	3.70	1	idAAA

38	PT Dharma Satya Nusantara Tbk	Shelf Registration Bond I Phase I Year 2020 Series A	Jul-30-2023	275.00	9.60	3	idA
39	PT Merdeka Copper Gold Tbk	Shelf Registration Bond I Phase I Year 2020 Series B	Jul-30-2023	726.35	10.50	3	idA+
40	PT Bank Mandiri (Persero) Tbk	Subordinated MTN I Year 2018	Jul-31-2023	500.00	8.50	5	idAA
Total				14.905,12			
AUGUST 2023							
1	PT KB Finansia Multi Finance	Bond I Year 2022 Series A	Aug-2-2023	686.39	4.70	1	AAA(idn)
2	PT Steel Pipe Industry of Indonesia Tbk	Shelf Registration Bond I Phase II Year 2022 Series A	Aug-3-2023	15.00	7.50	1	idA-
3	PT Steel Pipe Industry of Indonesia Tbk	Shelf Registration Sukuk Ijarah I Phase II Year 2022 Series A	Aug-3-2023	100.00	7.50	1	idA-(sy)
4	PT Bussan Auto Finance	Shelf Registration Bond I Phase I Year 2020	Aug-4-2023	100.00	8.25	3	AAA(idn)
5	PT Bussan Auto Finance	Shelf Registration Sukuk Mudharabah I Phase I Year 2020	Aug-4-2023	15.00	8.25	3	AAA(idn)
6	PT Indomobil Finance Indonesia	Shelf Registration Bond IV Phase I Year 2020 Series B	Aug-4-2023	17.00	9.55	3	idA+
7	PT BFI Finance Indonesia Tbk	Shelf Registration Bond V Phase II Year 2021 Series B	Aug-6-2023	260.00	6.25	2	A+(idn)
8	PT Waskita Karya (Persero) Tbk	Shelf Registration Bond IV Phase I Year 2020	Aug-6-2023	135.50	10.75	3	idD
9	PT Bank Negara Indonesia (Persero) Tbk	Subordinated MTN I Year 2018	Aug-10-2023	100.00	8.00	5	idAA
10	PT Mora Telematika Indonesia	Shelf Registration Sukuk Ijarah I Phase II Year 2020 Series A	Aug-11-2023	191.00	10.50	3	idA+(sy)
11	PT Angkasa Pura II	Shelf Registration Bond I II Phase II Year 2020 Series A	Aug-13-2023	32.00	7.80	3	idAA+
12	PT Mandiri Tunas Finance	Shelf Registration Bond V Phase I Year 2020 Series A	Aug-13-2023	472.00	8.00	3	idAAA
13	PT Aneka Gas Industri Tbk	Shelf Registration Bond II Phase I Year 2020 Series A	Aug-14-2023	9.00	9.80	3	A(idn)
14	PT Indah Kiat Pulp & Paper Tbk	Shelf Registration Bond III Phase I Year 2022 Series A	Aug-15-2023	120.00	6.25	1	idA+
15	PT Indah Kiat Pulp & Paper Tbk	Shelf Registration Sukuk Mudharabah II Phase I Year 2022 Series A	Aug-15-2023	375.86	6.25	1	idA+(sy)
16	PT Sarana Multi Infrastruktur (Persero)	Shelf Registration Bond III Phase I Year 2022 Series A	Aug-15-2023	673.50	3.80	1	idAAA
17	PT Sarana Multi Infrastruktur (Persero)	Shelf Registration Sukuk Mudharabah II Phase I Year 2022 Series A	Aug-15-2023	230.00	3.80	1	idAAA(sy)
18	PT Wahana Inti Selaras	Bond I Year 2022 Series A	Aug-15-2023	1,329.00	5.80	1	idA
19	PT Adira Dinamika Multi Finance Tbk	Shelf Registration Bond IV Phase III Year 2018 Series E	Aug-16-2023	460.75	9.25	5	idAAA
20	PT Bank Tabungan Negara (Persero) Tbk	Shelf Registration Bond IV Phase I Year 2020 Series B	Aug-19-2023	727.00	7.80	3	-
21	PT Hino Finance Indonesia	Bond I Year 2022 Series A	Aug-19-2023	175.00	4.50	1	AAA(idn)
22	PT Profesional Telekomunikasi Indonesia	Shelf Registration Bond III Phase I Year 2022 Series A	Aug-19-2023	931.00	4.50	1	AAA(idn)
23	PT JACCS Mitra Pinasthika Mustika Finance Indonesia	Shelf Registration Bond I Phase I Year 2022 Series A	Aug-20-2023	100.00	4.75	1	AA(idn)
24	PT Permodalan Nasional Madani	Shelf Registration Bond V Phase I Year 2022 Series A	Aug-21-2023	884.00	4.10	1	idAA+
25	PT Tower Bersama Infrastructure Tbk	Shelf Registration Bond V Phase IV Year 2022 Series A	Aug-21-2023	1,478.61	4.10	1	AA+(idn)
26	PT Waskita Fim Perkasa Realti	MTN II Year 2022	Aug-25-2023	165.00	13.06	1	-
27	PT Chandra Asri Petrochemical Tbk	Shelf Registration Bond III Phase I Year 2020 Series A	Aug-26-2023	528.80	8.20	3	idAA-
28	PT Mahkota Sentosa Utama	MTN I Year 2018 Series A	Aug-26-2023	4.80	11.30	5	-
29	PT Mahkota Sentosa Utama	MTN I Year 2018 Series B	Aug-26-2023	3.23	11.30	5	-
30	PT Mahkota Sentosa Utama	MTN I Year 2018 Series C	Aug-26-2023	122.30	11.30	4	-

31	PT Mahkota Sentosa Utama	MTN I Year 2018 Series D	Aug-26-2023	100.00	11.30	4	-
32	PT Mahkota Sentosa Utama	MTN I Year 2018 Series E	Aug-26-2023	5.00	11.30	4	-
33	PT Mahkota Sentosa Utama	MTN I Year 2018 Series F	Aug-26-2023	80.00	11.30	4	-
34	PT Mahkota Sentosa Utama	MTN I Year 2018 Series G	Aug-26-2023	50.00	11.30	4	-
35	PT Mahkota Sentosa Utama	MTN I Year 2018 Series H	Aug-26-2023	50.50	11.30	4	-
36	PT Mahkota Sentosa Utama	MTN I Year 2018 Series I	Aug-26-2023	4.25	11.30	4	-
37	PT Mahkota Sentosa Utama	MTN I Year 2018 Series J	Aug-26-2023	177.70	11.30	4	-
38	PT Pegadaian	Shelf Registration Bond V Phase II Year 2022 Series A	Aug-26-2023	1,601.00	3.95	1	idAAA
39	PT Pegadaian	Shelf Registration Sukuk Mudharabah II Phase II Year 2022 Series A	Aug-26-2023	878.00	3.95	1	idAAA(sy)
40	PT Waskita Karya Realty	MTN IV Year 2022	Aug-28-2023	85.00	11.41	1	-
Total				13.473,19			

SEPTEMBER 2023

1	PT Perusahaan Pengelola Aset	Bond I Year 2020 Series A	Sep-1-2023	100.00	9.95	3	idAA
2	PT Astra Sedaya Finance	Shelf Registration Bond V Phase I Year 2020 Series B	Sep-2-2023	473.00	7.60	3	idAAA
3	PT Indosat Tbk	Shelf Registration Bond I Phase IV Year 2016 Series D	Sep-2-2023	115.00	9.00	7	idAAA
4	PT Bank Commonwealth	Bond I Year 2020	Sep-3-2023	1,000.00	7.50	3	AAA(idn)
5	PT Profesional Telekomunikasi Indonesia	Shelf Registration Bond II Phase I Year 2020 Series A	Sep-3-2023	84.00	7.00	3	AAA(idn)
6	PT Pupuk Indonesia (Persero)	Shelf Registration Bond II Phase I Year 2020 Series A	Sep-3-2023	1,146.83	7.00	3	AAA(idn)
7	PT AB Sinar Mas Multifinance	Bond I Year 2020 Series C	Sep-4-2023	35.00	11.00	3	irA-
8	Lembaga Pembiayaan Ekspor Indonesia	Shelf Registration Bond IV Phase II Year 2018 Series C	Sep-5-2023	275.70	8.40	5	idAAA
9	PT Astra Sedaya Finance	Shelf Registration Bond V Phase V Year 2022 Series A	Sep-6-2023	520.00	4.00	1	AAA(idn)
10	PT Sinar Mas Multiartha Tbk	Shelf Registration Bond II Phase II Year 2022 Series A	Sep-6-2023	429.35	6.75	1	irAA
11	PT Sinar Mas Multiartha Tbk	Shelf Registration Bond II Phase I Year 2021 Series B	Sep-7-2023	79.70	8.00	2	irAA
12	PT BFI Finance Indonesia Tbk	Shelf Registration Bond IV Phase III Year 2020 Series B	Sep-8-2023	395.00	9.50	3	A+(idn)
13	PT Jasa Marga (Persero) Tbk	Shelf Registration Bond II Phase I Year 2020 Series A	Sep-8-2023	1,100.35	7.90	3	idAA
14	PT Medikaloka Hermina Tbk	Shelf Registration Bond I Phase I Year 2020 Series A	Sep-8-2023	425.50	8.00	3	idAA
15	PT Merdeka Copper Gold Tbk	Shelf Registration Bond III Phase III Year 2022 Series A	Sep-8-2023	1,472.97	5.50	1	idA+
16	PT Oki Pulp & Paper Mills	MTN X Year 2020	Sep-8-2023	300.00	11.00	3	-
17	PT Sinar Mas Multiartha Tbk	Shelf Registration Bond I Phase I Year 2020 Series C	Sep-8-2023	15.00	9.00	3	irAA
18	PT Tower Bersama Infrastructure Tbk	Shelf Registration Bond IV Phase I Year 2020 Series B	Sep-8-2023	469.00	8.00	3	AA-(idn)
19	PT Mayora Indah Tbk	Shelf Registration Bond II Phase I Year 2020 Series B	Sep-9-2023	8.00	7.00	3	idAA
20	PT Merdeka Copper Gold Tbk	Shelf Registration Bond I Phase II Year 2020 Series B	Sep-9-2023	151.00	10.25	3	idA+
21	PT Polytama Propindo	Bond I Year 2020 Series B	Sep-9-2023	22.60	11.00	3	idA-
22	PT Polytama Propindo	Sukuk Ijarah I Year 2020 Series B	Sep-9-2023	5.55	11.00	3	idA-(sy)
23	PT Wahana Ottomitra Multiartha Tbk	Shelf Registration Bond III Phase IV Year 2020 Series B	Sep-10-2023	172.00	9.15	3	AA-(idn)
24	PT Global Mediacom Tbk	Shelf Registration Bond II Phase I Year 2020 Series B	Sep-11-2023	367.50	11.25	3	idA+

25	PT Global Mediacom Tbk	Shelf Registration Sukuk Ijarah II Phase I Year 2020 Series B	Sep-11-2023	1.60	11.25	3	idA+(sy)
26	PT Lontar Papyrus Pulp and Paper Industry	Shelf Registration Bond I Phase III Year 2022 Series A	Sep-11-2023	281.89	6.50	1	idA
27	PT Indah Kiat Pulp and Paper Tbk	Shelf Registration Bond I Phase II Year 2020 Series B	Sep-16-2023	597.85	10.50	3	idA+
28	PT Bank CIMB Niaga Tbk	Shelf Registration Bond II Phase IV Year 2018 Series C	Sep-20-2023	118.00	8.80	5	idAAA
29	PT Jakarta Lingkar Baratsatu	Bond I Year 2018 Series B	Sep-20-2023	425.00	10.65	5	idAA-
30	PT Bank Mandiri (Persero) Tbk	Shelf Registration Bond I Phase III Year 2018	Sep-21-2023	3,000.00	8.50	5	idAAA
31	PT Pegadaian	Shelf Registration Bond IV Phase III Year 2020 Series B	Sep-22-2023	1,125.00	6.45	3	idAAA
32	PT Pegadaian	Shelf Registration Sukuk Mudharabah I Phase III Year 2020 Series B	Sep-22-2023	131.00	6.45	3	idAAA(sy)
33	PT JACCS Mitra Pinasthika Mustika Finance Indonesia	Bond I Year 2019 Series B	Sep-24-2023	30.00	9.50	4	AA(idn)
34	PT Permodalan Nasional Madani	Sukuk Mudharabah <i>Jangka Menengah V</i> Year 2022 Series B	Sep-25-2023	276.50	Floating	1	idAA+(sy)
35	PT Global Mediacom Tbk	Shelf Registration Bond III Phase II Year 2022 Series A	Sep-26-2023	424.15	8.25	1	idA+
36	PT Global Mediacom Tbk	Shelf Registration Sukuk Ijarah III Phase II Year 2022 Series A	Sep-26-2023	301.15	8.25	1	idA+(sy)
37	PT Bank Pembangunan Daerah Jawa Barat dan Banten Tbk	Shelf Registration Bond I Phase II Year 2018 Series B	Sep-28-2023	916.50	9.50	5	idAA
38	PT Medco Energi Internasional Tbk	Shelf Registration Bond III Phase II Year 2018 Series B	Sep-28-2023	47.50	10.75	5	idAA-
39	PT Waskita Karya (Persero) Tbk	Shelf Registration Bond III Phase III Year 2018 Series B	Sep-28-2023	941.75	9.75	5	idCCC
40	PT Bank Mandiri (Persero) Tbk	Shelf Registration Bond I Phase I Year 2016 Series B	Sep-30-2023	1,500.00	8.50	7	idAAA
Total				19,280.92			

Notes: *) Amount in USD excluded.

Source: KSEI, IDX, PEFINDO database.

PEFINDO
 CREDIT RATING AGENCY

H. News Analysis

Chart 10. News Sentiment Various Industries



Source: Newspaper, PEFINDO database.

Description:

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

Table 5. News Highlight Over the Past Week

Industries	News	
	Positive	Negative
Automotive	The Ministry of Energy and Mineral Resources (ESDM) accelerates the conversion of electric motorbikes (Investor Daily Online-07/06/2023). Vehicle conversion was carried out because the means of transportation in Indonesia emit a lot of emissions. At the same time, Indonesia is an importer of crude oil and fuel oil (BBM). So, one thing that must be done is the conversion from fossil fuels, namely fuel to electricity.	The Stretching of Electric Vehicles Has Not Made Automotive Issuers Jump (Harian Kontan-07/06/2023). The reason is, in terms of the selling price, electric vehicles are still more premium than conventional engine cars. Moreover, public perception is still not attached to electric vehicles.
Banking	Momentum to Increases in Corporate Credit Portions (Bisnis Indonesia-03/06/2023). This is in line with maintained economic growth and the central bank's benchmark interest rate policy. Although the ratio of corporate financing is smaller than the retail sector, it has the opportunity to increase in the future.	Sluggish Performance of Regional Banks (Bisnis Indonesia-06/06/2023). The decrease in net profit was driven by a decrease in net interest income (net interest income/NII) by 1.85% on an annual basis. The decline in regional bank net profits at the beginning of this year was recorded from the performance of three giant Regional Development Banks (BPD), namely PT Bank Pembangunan Daerah Jawa Barat dan Banten Tbk, PT Bank Pembangunan Daerah Jawa Timur Tbk, and PT Bank Pembangunan Daerah Jawa Tengah.
Construction	Private Contractors are Still Successful (Harian Kontan-08/06/2023). This is because private construction companies are more able to consider margins and risks. In addition, the construction of the Nusantara National Capital which is already underway can be a positive sentiment for private contractors. This is because this can encourage the acquisition of contracts for private contractors,	Investigate the Alleged Financial Engineering of the Karya State-Owned Enterprise (BUMN Karya) (Harian Kontan-07/06/2023). This occurred following the issue of poor financial governance of the two Construction State-Owned Enterprises (BUMN Karya). This is because the financial statements of the two issuers are suspected of not matching the reality on the ground. That is, what is



Industries	News	
	Positive	Negative
	although not as big as the contractors of State-Owned Enterprises.	reported seems to have been profitable for years even though cash flow has never been positive.
Food and Beverage	Sugar Import Volume Ready to Shrink (Bisnis Indonesia-06/06/2023). This is driven by the simultaneous milling period in the middle of this year so that the domestic sugar supply will increase significantly. This condition can maintain the stability of the national sugar supply and prices.	
Hotel and Tourism	Hotel Business Will Be Vibrant (Bisnis Indonesia-07/06/2023). This follows the entry of the period of the political year in 2024. The reason is that a lot of election preparations are usually carried out in hotels ahead of voting day. With this increase in activity, the need for rooms will also increase, so many managers returned to continue their hotel projects.	
Insurance and Guarantee	Property Insurance Still Dominates (Harian Kontan-05/06/2023). Next in line is motor vehicle insurance. While in third position is credit insurance and in fourth position is the health insurance business line. This was driven by the improvement in the national economy and community mobilization, which affected financing in the four segments.	
Metal and Gold	The luster of Gold Issuers Has Not Faded (Harian Kontan-06/06/2023). This was driven by the weakening global economy and fluctuating global financial stability that supported gold prices. On the other hand, the International Monetary Fund (IMF) projects that global economic growth this year will only grow 2.7%, down from last year's estimate of 3.2%. Financial turmoil at various major global banks has also prompted market players to seek safe havens such as gold.	Industrial Metal Prices are Depressed (Harian Kontan-08/06/2023). Supply and demand factors were the main causes of the decline in commodity prices. On the other hand, China, as an absorber of industrial metal commodities, is facing a manufacturing contraction, followed by an increase in industrial metal supplies, such as from Indonesia and the Philippines.
Mining	The Masela Problem Begins to Unravel (Bisnis Indonesia-06/06/2023). This happened after the government had threatened to take back ownership of the Dutch company, namely Shell Upstream Overseas Ltd. in the block which is a national strategic project. This is because Shell's intention to divest 35% of its ownership has been announced since 2019.	Clouds Overcast Black Gold Gasification (Bisnis Indonesia-08/06/2023). This happened after the departure of Air Products & Chemicals Inc. from the plan to convert coal into dimethyl ether or DME and methanol domestically, so far, the progress of removing black gold has not shown clarity. On the other hand, coal downstream, especially those with output as Dimethyl Ether/DME is very important for national energy security, because it is projected as a substitute for liquefied petroleum gas (LPG). Because currently 70%-80% of National LPG needs are still obtained from imports.
Multifinance	Financing Companies Improve Against Cyber Attacks (Bisnis Indonesia-06/06/2023). This is because technology brings many conveniences to modern society and digitalization. However, the potential risk of a cyberattack through connections and public networks is also becoming more open, as was the case in one of the Sharia banking and financing companies in Indonesia recently.	Fulfillment of Financing Company Equity Experiencing Obstacles (Bisnis Indonesia-08/06/2023). It is suspected that the Covid-19 pandemic has made it difficult for finance companies to meet the minimum threshold for equity determined by the Financial Services Authority. However, more than that, every player in the financing business has their own obstacles and challenges.



Industries	News	
	Positive	Negative
Plantation	<p>Indonesia's Maneuvers in Facing European Union Restrictions (Bisnis Indonesia-08/06/2023). This happened because the European Union implemented new rules. A regulation called the European Union Deforestation Free Regulation (EUDR) requires that commodities such as palm oil, beef, wood, coffee, cocoa, and rubber do not come from land resulting from deforestation. Therefore, the government immediately prepare a counter policy against European Union products following the EUDR regulation which hinders the marketing of Indonesian palm oil. The reason is, the EUDR policy builds a negative image of palm oil though the European market is only number three as an export destination in Indonesia. In addition, Indonesia needs to improve the domestic absorption of palm oil through the realization of B35 to run full.</p>	<p>Thousands of Hectares of Agricultural Land are Threatened by Drought (Bisnis Indonesia-07/06/2023). Thousands of hectares of agricultural land are spread in almost all areas. Meanwhile, the total amount of land per farm is more than 5,000 hectares. According to the Meteorology, Climatology, and Geophysics Agency (BMKG), the El Nino phenomenon can trigger a dry season that lasts longer and drier. For information, El Nino is a phenomenon of warming sea surface temperatures above normal conditions in the Pacific Ocean's middle part. This condition increases potency cloud growth over the central Pacific Ocean as well as reduced rainfall and triggers the occurrence of drought in Indonesia.</p>
Power and Energy	<p>2030, Renewable Energy Power Generation Capacity is Targeted to Reach 20.9 Giga Watt (Investor Daily-07/06/2023). This target is contained in the 2021-2030 PLN Electricity Supply General Plan (<i>Rencana Umum Penyediaan Tenaga Listrik/RUPTL</i>). Judging from the type of generator, Hydro/Micro/Micro-hydro Power Plants will be the largest source of EBT with a capacity of 10.39 GW. Followed by Solar Power Plant (PLTS) 4.68 GW, Geothermal or Geothermal Power Plant (PLTP) 3.35 GW, PLT EBT Baseload 1.01 GW, and Wind or Wind Power Plant 0.59 GW. Furthermore, there is PLT Bioenergy 0.59 GW, and Battery Energy Storage System (BESS) 0.3 GW.</p>	
Property	<p>Get Ready, Subsidized House Prices Will Rise (Harian Kontan-06/06/2023). Considerations for the increase in subsidized house prices include a balance between the ability of developers to produce and the purchasing power of the people to absorb the production of these subsidized houses. On the other hand, this news is a breath of fresh air for developers. Moreover, recently the process of building subsidized houses has slowed down due to an increase in production costs, both the cost of building materials and workers' wages.</p>	<p>Green Property Needs Sweeteners (Bisnis Indonesia-07/06/2023). Because to build a product sustainable and environmentally friendly housing requires an initial investment that is not small and will trigger high costs for potential buyers. However, if the financial sector issues specific parameters for the development of green buildings in the residential sector, it is not impossible to reduce selling prices.</p>
Subnational Entity	<p>Local Governments Work to Prevent El Nino (Bisnis Indonesia-06/06/2023). This aims to secure the production of national food commodities. Therefore, securing the food supply is very important in controlling inflation, especially when the El Nino phenomenon occurs. The reason is that the food group continues to rank first in the inflation basket.</p>	
Toll Road	<p>Contactless Toll Road Project Continues (Harian Kontan-07/06/2023). This is because technology is a complex system where all the 'legs' must be properly prepared. The first leg is the system itself, the second is the legislative background, and the third is stakeholder cooperation, especially the police and toll road operators. In addition, with the</p>	<p>The Chaotic Implementation of The Touchless Toll Road Test Heats Up (Harian Kontan-05/06/2023). The chaos arose after the leadership of Roatex Indonesia differed from Roatex Hungary as the parent of Roatex Indonesia. This is because this technology can only read about 80% of traffic flow on toll roads, meaning that there is a potential for the</p>



Industries	News	
	Positive	Negative
	presence of this technology, apart from reducing vehicle queues and possibly even eliminating queues, it is also for operational cost efficiency and minimizes vehicle fuel.	remaining 20% not to be detected by this technology. Therefore, the government will not disburse funds of USD80 million (1.2 trillion) because, in the agreement, the money will be paid after the system is completed. However, in reality, the system can only read 80%. In addition, the government wanted that after 9 years of the contract, there would be a transfer of technology, but the Hungarians disagreed with that.
Vehicle Rental and Transportation	A Total of 17 Transportation Projects Accelerated (Harian Kontan-07/06/2023). This is because the rolling effect of the project is quite large for the community, such as the Makassar-Pare-Pare railway which will increase people's mobility. However, what is important in transportation infrastructure projects is the integration of new modes of transportation with other modes of transportation.	

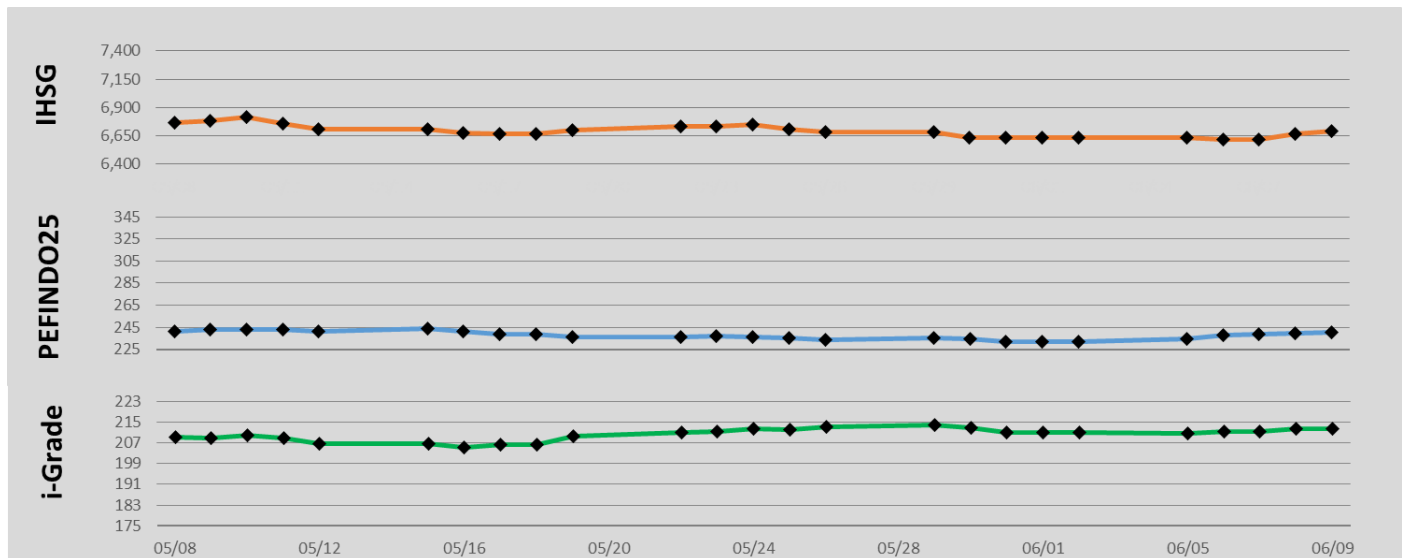
Source: Harian Kontan, Bisnis Indonesia, and Investor Daily (2023).



PEFINDO
CREDIT RATING AGENCY

PEFINDO Stock Index Development

Chart 11. PEFINDO Stock Index Performance



Source: IDX, Bloomberg (2023).

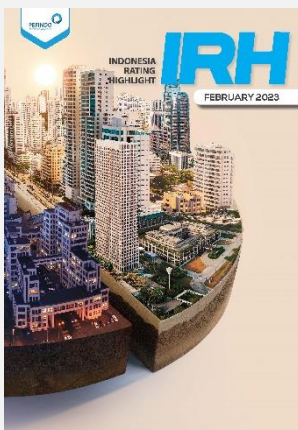
Table 6. PEFINDO Stock Index Weekly Changes

Periode	Unit	IHSG	PEFINDO25	PEFINDO i-Grade
5/12/2023	% (WoW)	-1.18%	0.55%	-2.51%
5/19/2023	% (WoW)	-0.11%	-2.14%	1.41%
5/26/2023	% (WoW)	-0.20%	-1.08%	1.74%
5/31/2023	% (WoW)	-0.80%	-0.84%	-1.09%
6/9/2023	% (WoW)	0.92%	3.81%	0.73%

Source: IDX, Bloomberg (2023).

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