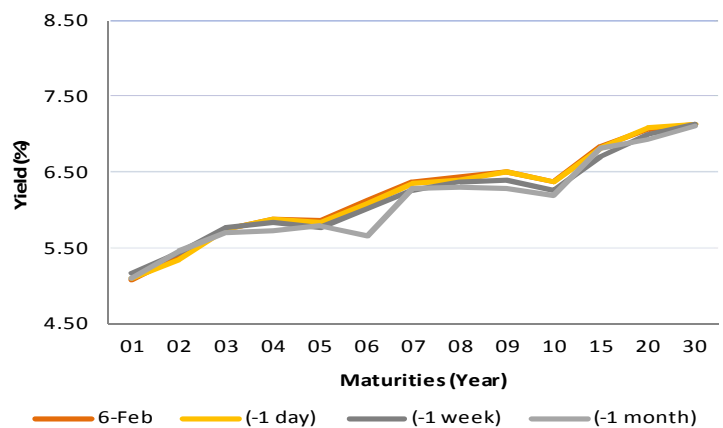


## Indonesia Government Bonds Yield

Maturities (Year)	6-Feb	(-1 day)	(-1 week)	(-1 month)
01	5.09	5.11	5.16	5.10
02	5.38	5.36	5.43	5.45
03	5.75	5.75	5.76	5.70
04	5.89	5.89	5.83	5.73
05	5.86	5.84	5.78	5.78
06	6.13	6.08	6.02	5.67
07	6.39	6.35	6.26	6.29
08	6.44	6.39	6.37	6.30
09	6.50	6.50	6.40	6.28
10	6.38	6.37	6.27	6.19
15	6.84	6.81	6.71	6.81
20	7.08	7.10	7.00	6.94
30	7.14	7.13	7.13	7.12

Source: Bloomberg



## Global Market Update

- The yield of 10 year US treasury in the last trading on the secondary market rose to 2.79% due to switching asset by the investor from bond to stock after US stock market halting its correction. In the last trading, Dow Jones index was up by 567 point (2.33%) to 24.912 while S&P 500 increased by 46.20 point to 2.695. Meanwhile, the deficit of US balance of trade in December 2017 rose to USD53.1 billion compared with November 2017 at USD50.4 billion and surpassing market consensus of USD52 billion. This triggered US dollar depreciation among global currency especially Rupiah. In general, global yield tended to decline in which UK Gilt and German Bund was down to 1.52% and 0.69%, respectively.
- Yield US treasury tenor 10 tahun pada perdagangan terakhir di tutup meningkat menjadi sebesar 2,79% dibandingkan hari sebelumnya akibat sentimen kembalinya investor ke pasar saham AS pasca penurunan drastis beberapa hari yang lalu. Pada perdagangan terakhir Dow Jones menguat sebesar 567 poin (2,33%) ke level 24.912 sedangkan S&P 500 meningkat sebesar 46,20 poin (1,74%) ke level 2.695. Sementara itu, defisit neraca perdagangan AS pada Desember 2017 meningkat menjadi sebesar USD53,1 miliar dibandingkan November 2017 sebesar USD50,4 miliar serta di atas konsensus pasar sebesar USD52 miliar. Hal tersebut mendorong sentimen melemahnya nilai tukar US dolar guna mendorong ekspor. Secara umum, yield global cenderung menurun di mana UK Gilt dan German Bund masing-masing turun menjadi sebesar 1,52% dan 0,69%.

## Domestic Market Update

- Indonesia composite bond index was 0.26% lower to 245.15 in the last trading compared with previous day.
- Indonesia's retail sales, represented by real sales index (IPR) retail sales survey conducted by Bank Indonesia, in December 2017 only grew by 0.7% (YoY) or slowed down if compared with November 2017 at 2.5% (YoY). In addition to that, The survey also predicted that in January 2018 Indonesia's sales survey will grow higher than December 2017 at 1.4% (YoY).
- Yesterday, the government succeeded to issue Rp10.08 (higher than indicative target) trillion Sukuk in the last auction from incoming bids that reached IDR20.15 trillion. In the auction, bid to cover ratio was 2 or lower than previous auction at 3.24 though we think that the incoming bids still represent highly demand on Sukuk. SPNS07082018 became the most popular series in the auction with the incoming bid was IDR9.85 trillion.
- Government bonds prices in today's trading on the secondary market are potentially to rise due to probability of US dollar against rupiah to depreciate after increasing US balance of trade and also triggered by lowering global yield.
- Indonesia Composite Bond Index menurun sebesar 0,26% ke level 245,15 dibandingkan hari sebelumnya pada perdagangan terakhir.
- Penjualan eceran, yang tercermin dari indeks penjualan riil (IPR) survei penjualan eceran Bank Indonesia, pada Desember 2017 hanya tumbuh sebesar 0,7% (YoY) atau melambat dibandingkan dengan pertumbuhan November 2017 sebesar 2,5% (YoY). Selain itu, Bank Indonesia juga memprediksi pada Januari 2018, penjualan eceran diprediksi akan mampu tumbuh lebih tinggi dibandingkan Desember 2017 yaitu sebesar 1,4% (YoY).
- Kemarin, pemerintah berhasil melelang sukuk dengan nominal yang diserap oleh pemerintah adalah sebesar Rp10,08 triliun (lebih tinggi dibandingkan target indikatif) dari total penawaran yang masuk sebesar Rp20,15 triliun. Dalam lelang tersebut, bid to cover ratio sebesar 2 atau menurun dibandingkan lelang sebelumnya meski kami menganggap bahwa penawaran yang masuk masih mencerminkan permintaan yang tinggi terhadap sukuk. SPNS07082018 menjadi seri yang paling diminati dengan penawaran yang masuk mencapai Rp9,85 triliun.
- Hari ini, pergerakan harga SBN di pasar sekunder berpotensi untuk menguat akibat sentimen kemungkinan apresiasi nilai tukar rupiah terhadap dolar AS pasca meningkatnya defisit neraca perdagangan AS serta cenderung menurunnya yield global.

Most Active Government Bonds	Last Price	Last Yield	Volume (IDR bn)
PBS016	101.03	5.72	3061
FR0064	98.40	6.34	2339
FR0059	102.25	6.67	2318
SR007	99.90	9.17	1866
FR0061	104.40	5.82	1564
FR0075	103.50	7.17	1510
FR0070	111.48	6.09	1390
FR0056	112.35	6.48	1236
SPN12190104	95.76	4.90	1000
FR0072	110.25	7.23	885

Global Stock Markets	Last Price	Chg (bps)	% Chg	% YTD
Indonesia (JCI)	6479	-111.13	-1.69%	22.31%
Malaysia (KLCI)	1870	-40.62	-2.19%	10.40%
Thailand (SET)	1788	-21.89	-1.21%	15.91%
Singapore (STI)	3406	-76.55	-2.20%	18.2%
Hang Seng	30595	-1649.80	-5.12%	39.1%
Nikkei 225	21610	-1071.84	-4.73%	13.06%
Shanghai	3371	-116.85	-3.35%	8.60%
Dow Jones (DJIA)	24913	567.02	2.33%	26.06%
London (FTSE 100)	7141	-193.58	-2.64%	-0.02%
DAX	12393	-294.83	-2.32%	7.9%

FX Rate	6-Feb		
	6-Feb	(-1 day)	(-1 week)
USD/IDR	13,531	13,562	13,397
GBP/USD	1.395	1.396	1.415
USD/JPY	109.6	109.1	108.8
USD/SGD	1.319	1.322	1.311
USD/THB	31.51	31.63	31.42
USD/MYR	3.915	3.900	3.901

Macroeconomic Data	Dec-17	Nov-17	Oct-17
Consumer Price Index (MoM)	0.71	0.20	0.01
Consumer Price Index (YoY)	3.61	3.3	3.58
Core Inflation (YoY)	2.95	3.05	3.07
BI 7-Day RR Rate (%)	4.25	4.25	4.25
Foreign Reserve (US\$ Bn)	130.2	125.9	126.5

Indonesia Sovereign CDS	2-year	5-year	10-year
As of			
2-Feb	35.51	86.17	157.50
(-1 Day)	33.29	83.99	147.74
(-1 Week)	33.09	83.58	147.31
(-1 Month)	28.68	79.59	144.93
(-1 Year)	57.59	144.41	217.49

### Government Bond Ownership As of February 1, 2017 (in Trillion)

Holders	2013	2014	2015	2016	29-Jan-18	30-Jan-18	31-Jan-18	1-Feb-18
Banks	335.43	375.55	350.07	399.46	551.26	552.14	544.59	548.13
Bank Indonesia	44.44	41.63	148.91	134.25	49.54	49.54	58.16	56.09
Mutual Fund	42.50	45.79	61.60	85.66	104.44	104.34	104.31	104.64
Insurance	129.55	150.60	171.62	238.24	154.06	154.45	154.89	153.99
<b>Foreign Investor</b>	<b>323.83</b>	<b>461.35</b>	<b>558.52</b>	<b>665.81</b>	<b>873.81</b>	<b>872.11</b>	<b>869.77</b>	<b>864.33</b>
Pension Fund	39.47	43.30	49.83	87.28	202.14	202.30	202.81	203.06
Individual Investors	32.48	30.41	42.53	57.75	56.42	56.43	56.42	56.53
Others	47.56	61.32	78.76	104.84	115.09	115.44	115.79	116.24
<b>Total</b>	<b>995.25</b>	<b>1,209.96</b>	<b>1,461.85</b>	<b>1,773.28</b>	<b>2,106.74</b>	<b>2,106.74</b>	<b>2,106.74</b>	<b>2,103.00</b>

Source: Bloomberg, IDX & DJPPR

Most Active Corporate Bonds	Last Price	Last Yield	Volume (IDR bn)	
ADHI02CN1	idA-	103.75	8.22	180
BBRI01BCN2	idAAA	102.84	6.26	105
ISAT02CCN1	idAAA	103.25	7.67	64
WSKT03BCN1	A(idn)	96.93	9.32	58
BMTPO1B	AA(idn)	101.87	8.24	50
MYOR04	idAA	102.25	6.41	50
BBRI02CCN1	idAAA	104.25	6.92	45
ADHI01BCN1	idA-	103.45	7.18	40
BBKP01SBCN1	idA	102.20	7.08	38
BSDE01CN2	idAA-	100.53	6.72	35

Global Bonds	6-Feb			
	6-Feb	(-1 day)	(-1 week)	(-1 month)
<b>Fed Fund Rate &amp; US T-Bonds Yield</b>				
Fed Fund Rate	1.50	1.50	1.50	1.50
2-Year	2.107	2.026	2.13	1.97
5-Year	2.537	2.438	2.51	2.33
10-Year	2.795	2.80	2.72	2.55
30-Year	3.06	3.01	2.97	2.90
<b>10-Year Government Bond Yield</b>				
UK	1.519	1.557	1.46	1.28
Germany	0.690	0.733	0.68	0.46
France	0.95	0.99	0.96	0.82
China	3.90	3.91	3.93	3.90
Japan	0.073	0.079	0.09	0.07
Korea	2.76	2.81	2.79	2.57
Thailand	2.37	2.40	2.35	2.34
Malaysia	3.95	3.94	3.95	3.88
Singapore	2.25	2.30	2.25	2.07
<b>Indonesia USD Bond Yield</b>				
INDO-22	3.16	3.17	3.06	2.89
INDO-27	3.81	3.86	3.72	3.53
INDO-47	4.63	4.67	4.57	4.42

Money Market	6-Feb			
	6-Feb	(-1 day)	(-1 week)	(-1 month)
<b>JIBOR</b>				
O/N	3.90	3.90	3.91	3.90
1M	4.92	4.91	4.94	4.96
3M	5.31	5.31	5.31	5.30
<b>LIBOR</b>				
1M	1.58	1.58	1.57	1.55
3M	1.79	1.79	1.77	1.70
6M	2.00	2.00	1.97	1.87
<b>Indonesia Interest Rates</b>				
Deposit 1M	5.52	5.56	5.60	5.63
Lending	14.0	13.5	14.0	14.2

February 07, 2018

## Government Bonds Prices

Closing Price Data : 6-Feb-2018



Series	Maturity	TTM	Coupon	Price	YTM	Price (-1)	Price Spread (bps)
FR0066	15-May-18	0.27	5.25%	100.37	3.81%	100.42	-5.3
FR0032	15-Jul-18	0.44	15.00%	104.75	3.83%	104.91	-16.3
FR0038	15-Aug-18	0.53	11.60%	104.12	3.52%	104.12	-0.4
FR0048	15-Sep-18	0.61	9.00%	102.62	4.48%	102.63	-1.1
FR0069	15-Apr-19	1.19	7.88%	103.28	4.97%	103.29	-1.0
FR0036	15-Sep-19	1.61	11.50%	109.42	5.27%	109.47	-5.5
FR0031	15-Nov-20	2.78	11.00%	113.69	5.58%	113.79	-10.1
FR0034	15-Jun-21	3.36	12.80%	121.45	5.67%	121.63	-18.0
FR0053	15-Jul-21	3.44	8.25%	107.87	5.69%	107.95	-8.0
FR0061	15-May-22	4.28	7.00%	104.34	5.83%	104.39	-4.2
FR0035	15-Jun-22	4.36	12.90%	126.65	5.86%	126.79	-14.3
FR0043	15-Jul-22	4.44	10.25%	116.76	5.90%	116.96	-19.5
<b>FR0063</b>	<b>15-May-23</b>	<b>5.28</b>	<b>5.625%</b>	<b>99.20</b>	<b>5.80%</b>	<b>99.23</b>	<b>-2.8</b>
FR0046	15-Jul-23	5.44	9.50%	116.93	5.82%	116.93	0.0
FR0039	15-Aug-23	5.53	11.75%	126.18	6.09%	<b>126.80</b>	-61.3
FR0070	15-Mar-24	6.11	8.38%	111.74	6.04%	111.99	-25.3
FR0044	15-Sep-24	6.62	10.00%	119.68	6.31%	120.25	-56.8
FR0040	15-Sep-25	7.62	11.00%	127.43	6.38%	127.84	-41.0
FR0037	15-Sep-26	8.62	12.00%	136.01	6.47%	136.51	-50.1
FR0056	15-Sep-26	8.62	8.38%	112.40	6.47%	112.61	-21.0
FR0059	15-May-27	9.28	7.00%	103.60	6.48%	103.66	-6.4
FR0042	15-Jul-27	9.45	10.25%	125.53	6.57%	126.19	-65.4
FR0047	15-Feb-28	10.04	10.00%	125.68	6.48%	125.68	0.0
<b>FR0064</b>	<b>15-May-28</b>	<b>10.28</b>	<b>6.125%</b>	<b>98.36</b>	<b>6.34%</b>	<b>98.40</b>	<b>-3.8</b>
FR0071	15-Mar-29	11.12	9.00%	118.27	6.65%	119.23	-96.1
FR0052	15-Aug-30	12.53	10.50%	129.79	6.91%	130.42	-63.0
FR0073	15-May-31	13.28	8.75%	115.28	6.97%	115.98	-70.1
FR0054	15-Jul-31	13.45	9.50%	121.82	6.97%	123.08	-126.2
FR0058	15-Jun-32	14.37	8.25%	110.85	7.04%	112.44	-159.3
FR0074	15-Aug-32	14.54	7.50%	104.86	6.96%	104.72	13.8
<b>FR0065</b>	<b>15-May-33</b>	<b>15.28</b>	<b>6.625%</b>	<b>98.39</b>	<b>6.80%</b>	<b>98.66</b>	<b>-27.4</b>
FR0068	15-Mar-34	16.12	8.38%	112.62	7.05%	112.98	-36.4
FR0072	15-May-36	18.29	8.25%	111.34	7.13%	111.51	-17.1
FR0045	15-May-37	19.29	9.75%	127.96	7.07%	127.958	0.0
<b>FR0075</b>	<b>15-May-38</b>	<b>138.47</b>	<b>7.500%</b>	<b>104.66</b>	<b>7.06%</b>	<b>104.69</b>	<b>-2.9</b>
FR0050	15-Jul-38	20.45	10.50%	134.03	7.28%	<b>134.74</b>	-71.1
FR0057	15-May-41	23.29	9.50%	125.34	7.23%	125.31	2.4
FR0062	15-Apr-42	24.21	6.38%	91.64	7.10%	91.64	0.0
FR0067	15-Jul-43	25.46	8.75%	117.15	7.27%	117.98	-82.9
FR0076	15-May-48	30.30	7.38%	103.18	7.14%	103.51	-32.1

Source: Bloomberg, IBPA, MCS Estimates

February 07, 2018

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