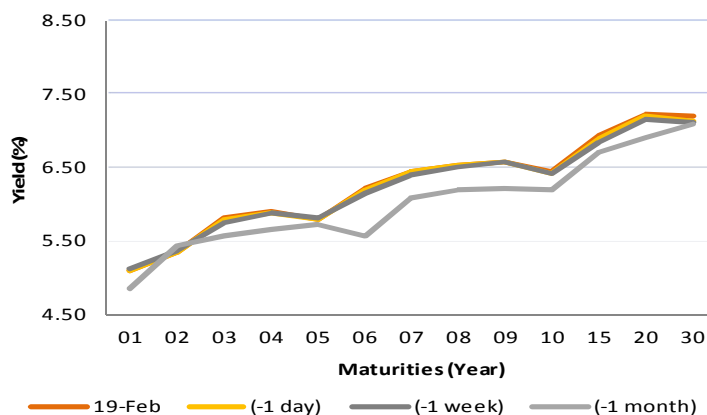


Indonesia Government Bonds Yield				
Maturities (Year)	19-Feb	(-1 day)	(-1 week)	(-1 month)
01	5.09	5.10	5.12	4.86
02	5.36	5.35	5.36	5.43
03	5.82	5.80	5.74	5.58
04	5.91	5.89	5.89	5.66
05	5.79	5.78	5.81	5.72
06	6.22	6.20	6.16	5.58
07	6.44	6.45	6.40	6.09
08	6.54	6.53	6.51	6.20
09	6.57	6.57	6.58	6.22
10	6.45	6.43	6.41	6.20
15	6.93	6.88	6.85	6.72
20	7.23	7.21	7.15	6.90
30	7.20	7.13	7.12	7.10

Source: Bloomberg



Global Market Update

- Amid closing market due to commemorate George Washington's birthday, sentiment on domestic market from global relatively limited. 10 year US treasury yield stood at high level at 2.88% though declined compared with previous day. Meanwhile, several global yield in last trading relatively increased in which UK Gilt and German Bund rose to 1.60% and 0.732%, respectively.
- Seiring liburinya aktivitas bursa di Amerika Serikat (AS) guna memperingati hari lahir Presiden pertama AS, George Washington, sentimen dari global terhadap pasar obligasi domestik cenderung minim. Tingkat yield US treasury tenor 10 tahun masih bertahan di level yang cukup tinggi yaitu 2,88% meski sedikit menurun dibandingkan hari sebelumnya. Sementara itu, beberapa yield acuan global pada perdagangan terakhir cenderung meningkat di mana yield benchmark 10 tahun UK Gilt dan German Bund meningkat masing-masing ke level 1,60% dan 0,732%.

Domestic Market Update

- Indonesia composite bond index in the last trading was 0.15% lower to 244.43 compared with previous day due to lack of positive sentiment either from global or domestic and amid rupiah depreciation. Meanwhile, the transaction volume of government bonds dropped significantly to only IDR11.83 trillion in which FR0074 became the most active government bonds on the secondary market while corporate bonds transaction declined to only IDR229 billion.
- Indonesia Composite Bond Index pada perdagangan terakhir turun sebesar 0,15% ke level 244,43 dibandingkan dengan hari sebelumnya seiring minimnya sentimen positif dari dalam negeri maupun global dan di tengah cenderung terdepresiasi nilai tukar rupiah. Sementara itu, volume transaksi SBN dibandingkan hari sebelumnya turun signifikan menjadi sebesar Rp11,83 triliun di mana seri FR0074 menjadi seri yang paling banyak diperdagangkan di pasar sekunder sedangkan transaksi obligasi korporasi turun menjadi hanya sebesar Rp229 miliar.
- Today, the government will issue sukuk with an indicative target reaches IDR8 trillion. There 6 auctioned series with the estimation of awarded yield is described as follows SPN-S 07082018 (4.34375% - 4.40650%), PBS016 (5.84375% - 5.875%), PBS002 (6.09375% - 6.15625%), PBS017 (6.5625% - 6.59375%), PBS012 (7.15625% - 7.1875%), and PBS004 (7.5625% - 7.62500%). Meanwhile, the incoming bids in the sukuk auction is expected to be IDR15 - 20 trillion.
- Hari ini, pemerintah akan melelang Sukuk dengan target penyerapan sebesar Rp8 triliun. Terdapat 6 seri Sukuk yang dilelang pada hari ini dengan indikasi yield yang akan dimenangkan adalah sebagai berikut SPN-S 07082018 (4,34375% - 4,40650%), PBS016 (5,84375% - 5,875%), PBS002 (6,09375% - 6,15625%), PBS017 (6,5625% - 6,59375%), PBS012 (7,15625% - 7,1875%), dan PBS004 (7,5625% - 7,62500%). Sementara itu, jumlah penawaran yang masuk (*incoming bids*) diperkirakan akan mencapai Rp15 – 20 triliun.
- Government bonds prices on the secondary market are likely to weaken due to several factors namely rising global yield and ahead of sukuk auction. In addition to that, rupiah against US dollar is likely to be fluctuated at IDR13.555 - IDR13.580 while 10 year benchmark yield is expected to be ranging at 6.40% - 6.43%.
- Pergerakan harga SBN di pasar sekunder hari ini diperkirakan cenderung melemah seiring dengan meningkatnya beberapa yield global serta menjelang lelang Sukuk pada hari ini. Selain itu, nilai tukar rupiah terhadap dolar AS juga diperkirakan fluktuatif dengan kecenderungan melemah pada kisaran Rp13.555 – Rp13.580 sedangkan yield benchmark 10 tahun (FR0064) diperkirakan akan bergerak pada rentang 6,40% - 6,43%.

Most Active Government Bonds	Last Price	Last Yield	Volume (IDR bn)
FR0074	103.45	7.11	2122
FR0072	110.15	7.24	1084
FR0040	125.80	6.61	1048
FR0059	103.00	6.56	996
FR0075	103.05	7.21	704
FR0064	97.65	6.44	674
FR0070	110.90	6.19	566
FR0056	111.50	6.59	513
FR0061	104.00	5.91	510
SPN12180607	98.68	4.56	500

Global Stock Markets	Last Price	Chg (bps)	% Chg	% YTD
Indonesia (JCI)	6689	97.70	1.48%	26.29%
Malaysia (KLCI)	1838	19.04	1.04%	13.13%
Thailand (SET)	1810	3.78	0.21%	17.29%
Singapore (STI)	3488	44.37	1.29%	21.1%
Hang Seng	31115	0.00	0.00%	41.4%
Nikkei 225	22149	428.96	1.97%	15.88%
Shanghai	3199	0.00	0.00%	3.08%
Dow Jones (DJIA)	25219	0.00	0.00%	27.61%
London (FTSE 100)	7248	-47.04	-0.64%	1.47%
DAX	12386	-66.36	-0.53%	7.9%

FX Rate	19-Feb		
	19-Feb	(-1 day)	(-1 week)
USD/IDR	13,548	13,548	13,614
GBP/USD	1.400	1.404	1.384
USD/JPY	106.6	106.2	108.7
USD/SGD	1.314	1.311	1.323
USD/THB	31.40	31.30	31.64
USD/MYR	3.895	3.894	3.945

Macroeconomic Data	Jan-18	Dec-17	Nov-17
Consumer Price Index (MoM)	0.62	0.71	0.20
Consumer Price Index (YoY)	3.25	3.61	3.3
Core Inflation (YoY)	2.69	2.95	3.05
BI 7-Day RR Rate (%)	4.25	4.25	4.25
Foreign Reserve (US\$ Bn)	131.98	130.2	125.9

Indonesia Sovereign CDS	2-year	5-year	10-year
As of			
19-Feb	33.79	84.66	150.58
(-1 Day)	33.45	85.54	151.37
(-1 Week)	33.45	85.54	151.37
(-1 Month)	30.16	80.68	145.36
(-1 Year)	51.43	135.31	204.55

Most Active Corporate Bonds	Last Price	Last Yield	Volume (IDR bn)	
BBRI02BCN2	idAAA	102.73	6.72	100
MEDCO1CN2	idA+	100.02	8.43	20
BSDE01CN2	idAA-	100.70	5.91	18
MDLN01ACN1	idA	102.10	6.36	12
ASDF03ACN4	AAA(idn)	100.30	5.82	10
BEXI03BCN1	idAAA	102.55	6.14	10
IMFI03ACN2	idA	99.93	6.87	10
PJAA01ACN1	idAA-	100.85	7.53	10
PPLN12B	idAAA	113.90	6.71	5
TINS01ACN1	idA+	100.70	8.20	5

Global Bonds	19-Feb			
	19-Feb	(-1 day)	(-1 week)	(-1 month)
Fed Fund Rate & US T-Bonds Yield				
Fed Fund Rate	1.50	1.50	1.50	1.50
2-Year	2.217	2.192	2.08	2.06
5-Year	2.656	2.630	2.56	2.45
10-Year	2.896	2.88	2.86	2.65
30-Year	3.14	3.13	3.14	2.91
10-Year Government Bond Yield				
UK	1.600	1.581	1.60	1.36
Germany	0.732	0.704	0.75	0.57
France	0.99	0.95	0.99	0.84
China	3.87	3.87	3.88	3.95
Japan	0.057	0.054	0.06	0.07
Korea	2.81	2.76	2.81	2.65
Thailand	2.41	2.40	2.41	2.35
Malaysia	4.02	4.01	3.97	3.95
Singapore	2.29	2.28	2.25	2.16
Indonesia USD Bond Yield				
INDO-22	3.41	3.42	3.37	2.94
INDO-27	4.07	4.11	4.10	3.56
INDO-47	4.85	4.89	4.93	4.48

Money Market	19-Feb			
	19-Feb	(-1 day)	(-1 week)	(-1 month)
JIBOR				
O/N	3.91	3.92	3.91	3.91
1M	4.93	4.93	4.92	4.94
3M	5.30	5.30	5.30	5.31
LIBOR				
1M	1.59	1.59	1.59	1.56
3M	1.88	1.88	1.83	1.74
6M	2.11	2.11	2.05	1.93
Indonesia Interest Rates				
Deposit 1M	5.58	5.61	5.55	5.64
Lending	14.0	14.1	13.9	14.1

Government Bond Ownership As of February 15, 2017 (in Trillion)

Holders	2013	2014	2015	2016	12-Feb-18	13-Feb-18	14-Feb-18	15-Feb-18
Banks	335.43	375.55	350.07	399.46	572.74	575.81	562.78	567.27
Bank Indonesia	44.44	41.63	148.91	134.25	39.50	39.50	52.43	53.75
Mutual Fund	42.50	45.79	61.60	85.66	103.37	103.19	103.12	103.47
Insurance	129.55	150.60	171.62	238.24	157.28	157.69	157.73	159.54
Foreign Investor	323.83	461.35	558.52	665.81	855.53	851.41	851.08	855.13
Pension Fund	39.47	43.30	49.83	87.28	203.17	203.25	203.53	204.57
Individual Investors	32.48	30.41	42.53	57.75	56.70	56.71	56.72	56.71
Others	47.56	61.32	78.76	104.84	118.13	118.85	119.03	118.41
Total	995.25	1,209.96	1,461.85	1,773.28	2,106.42	2,106.42	2,106.42	2,118.84

Source: Bloomberg, IDX & DJPPR

February 20, 2018

Government Bonds Prices

Closing Price Data : 19-Feb-2018



Series	Maturity	TTM	Coupon	Price	YTM	Price (-1)	Price Spread (bps)
FR0066	15-May-18	0.23	5.25%	100.36	3.62%	100.35	0.5
FR0032	15-Jul-18	0.40	15.00%	104.95	2.41%	104.61	34.0
FR0038	15-Aug-18	0.48	11.60%	104.12	3.26%	104.12	0.0
FR0048	15-Sep-18	0.57	9.00%	102.60	4.28%	102.60	0.0
FR0069	15-Apr-19	1.15	7.88%	103.27	4.90%	103.24	2.7
FR0036	15-Sep-19	1.57	11.50%	109.22	5.27%	109.34	-12.9
FR0031	15-Nov-20	2.74	11.00%	113.51	5.59%	113.59	-8.3
FR0034	15-Jun-21	3.32	12.80%	121.21	5.68%	121.33	-12.5
FR0053	15-Jul-21	3.40	8.25%	107.62	5.75%	107.74	-11.6
FR0061	15-May-22	4.24	7.00%	104.17	5.87%	104.32	-14.7
FR0035	15-Jun-22	4.32	12.90%	126.29	5.90%	126.37	-8.3
FR0043	15-Jul-22	4.40	10.25%	116.69	5.88%	116.66	3.6
FR0063	15-May-23	5.24	5.625%	99.45	5.75%	99.55	-9.8
FR0046	15-Jul-23	5.40	9.50%	115.79	6.03%	115.79	0.0
FR0039	15-Aug-23	5.49	11.75%	125.91	6.12%	125.86	4.5
FR0070	15-Mar-24	6.07	8.38%	110.96	6.18%	111.24	-28.3
FR0044	15-Sep-24	6.58	10.00%	119.27	6.36%	119.27	0.0
FR0040	15-Sep-25	7.58	11.00%	126.56	6.50%	126.71	-15.1
FR0037	15-Sep-26	8.58	12.00%	135.18	6.56%	135.36	-18.0
FR0056	15-Sep-26	8.58	8.38%	111.67	6.57%	111.76	-8.7
FR0059	15-May-27	9.24	7.00%	102.99	6.56%	103.21	-22.4
FR0042	15-Jul-27	9.41	10.25%	124.79	6.66%	124.98	-19.6
FR0047	15-Feb-28	9.99	10.00%	124.25	6.64%	124.25	0.0
FR0064	15-May-28	10.24	6.125%	97.84	6.41%	98.05	-20.7
FR0071	15-Mar-29	11.07	9.00%	116.60	6.84%	117.15	-54.9
FR0052	15-Aug-30	12.49	10.50%	129.61	6.92%	129.67	-5.2
FR0073	15-May-31	13.24	8.75%	114.30	7.07%	114.78	-47.5
FR0054	15-Jul-31	13.41	9.50%	121.14	7.04%	121.14	0.0
FR0058	15-Jun-32	14.33	8.25%	110.31	7.09%	110.31	0.0
FR0074	15-Aug-32	14.50	7.50%	103.32	7.13%	103.61	-28.8
FR0065	15-May-33	15.24	6.625%	97.32	6.91%	98.00	-67.4
FR0068	15-Mar-34	16.08	8.38%	111.14	7.19%	111.43	-28.9
FR0072	15-May-36	18.25	8.25%	109.87	7.26%	110.60	-73.2
FR0045	15-May-37	19.25	9.75%	124.58	7.34%	124.576	0.0
FR0075	15-May-38	138.47	7.500%	103.12	7.20%	103.61	-48.7
FR0050	15-Jul-38	20.41	10.50%	133.78	7.29%	133.39	39.7
FR0057	15-May-41	23.25	9.50%	125.34	7.23%	125.34	0.0
FR0062	15-Apr-42	24.17	6.38%	90.15	7.24%	90.15	0.0
FR0067	15-Jul-43	25.42	8.75%	116.78	7.30%	116.78	0.3
FR0076	15-May-48	30.25	7.38%	102.83	7.20%	103.31	-48.7

Source: Bloomberg, IBPA, MCS Estimates

Macroeconomic Indicator Calendar (19 Februari - 23 Februari 2018)
INDONESIA

Tgl	Indikator	Series Data	Aktual	Sebelumnya	Proyeksi
19	Penjualan Mobil (YoY)	Jan-2018	11,2%	-2%	-
20	Pertumbuhan Kredit (YoY)	Jan-2018	-	8.35%	-

GLOBAL

Tgl	Indikator	Negara	Series Data	Aktual	Sebelumnya	Proyeksi
19	Neraca Perdagangan	Jepang	Jan-2018	¥-943 miliar	¥359 miliar	¥-1.002 miliar
19	Ekspor	Jepang	Jan-2018	12,2%	9,3%	10,3%
19	Impor	Jepang	Jan-2018	7,9%	14,9%	8,3%
19	<i>Current Account</i>	Euro Area	Dec-2017	€45,8 miliar	€37,8 miliar	€40,9 miliar
20	<i>Consumer Confidence</i>	Euro Area	Feb-2018	-	1,3	1
21	PMI Manufaktur (<i>Flash</i>)	AS	Feb-2018	-	55,5	54,9
21	Penjualan Rumah Bekas (YoY)	AS	Jan-2018	-	-3,6%	1,5%
21	PMI Manufaktur	Jepang	Feb-2018	-	54,8	54,4
21	PMI Manufaktur	Euro Area	Feb-2018	-	59,6	58,9
22	<i>FOMC Minutes</i>	AS	Jan-2018	-	-	-
22	<i>Continuing Jobless Claims</i>	AS	<i>Week Ended Feb -10,2018</i>	-	1,94 juta	1,94 juta
22	<i>Initial Jobless Claims</i>	AS	<i>Week Ended Feb -17,2018</i>	-	230 ribu	231 ribu
22	EIA Stok Minyak Mentah	AS	<i>Week Ended Feb-16,2018</i>	-	1,84 juta	0,43 juta
23	<i>Monetary Policy Forum</i>	AS	Feb-2018	-	-	-
23	Inflasi (YoY)	Euro Area	Jan-2018	-	1,4%	1,3%
23	Inflasi (MoM)	Euro Area	Jan-2018	-	0,4%	-1%
23	Inflasi Inti (YoY)	Euro Area	Jan-2018	-	0,9%	-

Source: Tradingeconomics & MCS Estimates

February 20, 2018

PT. MEGA CAPITAL SEKURITAS
Head Office
Menara Bank Mega Lt. 2
Jl. Kapten P. Tendean Kav 12-14A
Jakarta 12790

Dealing Room

Phone No : +62 21 7995795

Fax No : +62 21 79175965

Eva Sarah Hutabarat	eva@megasekuritas.id	Head of Debt Capital Market
Cicah Sukaesih	cicah@megasekuritas.id	Debt Sales
Emilda Mardiyanti	emilda.mardiyanti@megasekuritas.id	Debt Sales
Ajeng Palupi P.	palupi@megasekuritas.id	Debt Sales
Dhian Karyantono	dhian@megasekuritas.id	Economist & Fixed Income Analyst
Siti Maulina M.	siti.maulina@megasekuritas.id	Administrative Assistant

DISCLAIMER

This Document is for information only and for the use of the recipient. It is not to be reproduced or copied or made available to others. Under no circumstances is it to be considered as an offer to sell or solicitation to buy any security. Any recommendation contained in this report may not be suitable for all investors and strictly a personal view and should not be used as a sole judgment for investment. Moreover, although the information contained herein has been obtained from sources believed to be reliable, its accuracy, completeness and reliability cannot be guaranteed. All rights reserved by PT Mega Capital Sekuritas.