

April 13, 2018

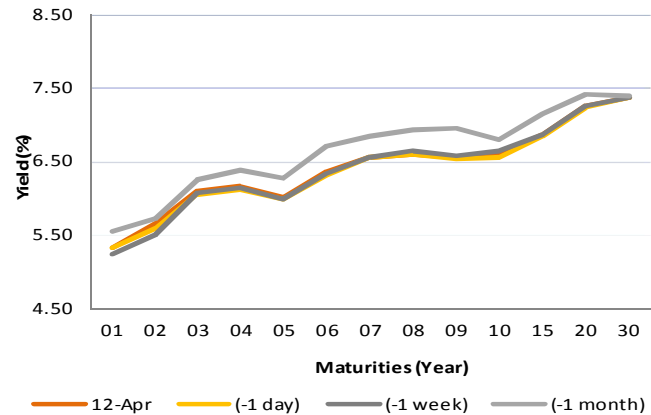
Fixed Income Daily Notes



Indonesia Government Bonds Yield

Maturities (Year)	12-Apr	(-1 day)	(-1 week)	(-1 month)
01	5.33	5.33	5.24	5.54
02	5.65	5.58	5.51	5.73
03	6.09	6.06	6.08	6.26
04	6.16	6.12	6.15	6.38
05	6.01	5.99	5.99	6.27
06	6.36	6.32	6.34	6.70
07	6.55	6.55	6.55	6.85
08	6.61	6.61	6.65	6.92
09	6.56	6.53	6.58	6.95
10	6.59	6.56	6.64	6.81
15	6.86	6.83	6.86	7.14
20	7.26	7.24	7.26	7.42
30	7.36	7.36	7.37	7.39

Source: Bloomberg



Global Market Update

- At Thursday, April 12, US Treasury yield were increased to 2.84% after higher tension of geopolitical situation pushed investors to find less risky assets. Yield increasing was also caused by investors prediction about hawkish The Fed. This prediction comes from Minutes of FOMC that indicated The Fed's fear of overinflation. Yield of several global indicator bonds tended to increase, Yield of UK Gilt increased to 1.45%, while yield of German Bund increased to 0.51%
- Yield US Treasury pada hari Kamis, 12 April ditutup naik tipis ke level 2,84% setelah adanya kenaikan tensi geopolitik global membuat investor cenderung mencari instrumen yang lebih rendah resikonya. Kenaikan yield ini juga disebabkan oleh investor yang memprediksi bahwa perilaku The Fed akan cenderung hawkish yang didorong oleh ketakutan akan inflasi yang tinggi. Dari pasar obligasi global, yield acuan global mayoritas juga ikut naik, yang terlihat dari yield 10 tahun UK Gilt ditutup naik ke level 1,45% dan yield 10 tahun German Bund ditutup naik ke level 0,51%.

Domestic Market Update

- At Wednesday, April 11 2018, Indonesia Composite Bond Index went down 0.10% to 245.81.
- Moody's increased government of Indonesia rating from Baa3 to Baa2. This increasing was caused by credible and effective policy of Government of Indonesia in keeping macroeconomic stability. Moody's also predicted that Government of Indonesia's ability to keep macroeconomic stability would remain for the next years
- Today, Government bond prices on the secondary market, are likely to strengthen as Moody's rating upgrading. This upgrading will also appreciate Rupiah, which will push yield further down. Rupiah will be ranging from IDR 13,740- 13,775. while yield of 10 year benchmark bond (FR0064) will be ranging from 6.51%-6.56%.
- Indonesia Composite Bond Index pada hari Kamis, 12 April 2018, ditutup turun 0.1% pada level 245.81. \
- Lembaga rating dunia, Moody's, menaikkan rating pemerintah Indonesia menjadi Baa2 dari sebelumnya pada level Baa3. Kenaikan rating ini disebabkan oleh kemampuan pemerintah Indonesia dalam menjaga stabilitas makro, baik melalui kebijakan fiskal maupun moneter, dianggap kredibel dan juga efektif. Moody's juga memprediksi kemampuan Indonesia dalam menjaga stabilitas makro ini tidak akan hilang dalam tahun-tahun mendatang.
- Hari ini, pergerakan harga SBN secara umum di pasar sekunder diprediksi cenderung menguat yang disebabkan oleh Moody's, yang menaikkan rating pemerintah Indonesia menjadi Baa2. Kenaikan peringkat tersebut juga akan membuat Rupiah cenderung terapresiasi pada hari ini sehingga harga SBN juga akan meningkat. Nilai tukar rupiah terhadap dolar AS diprediksi bergerak pada kisaran Rp13.740 – Rp13.775 sedangkan yield benchmark 10 tahun (FR0064) pada perdagangan hari ini diperkirakan bergerak di rentang 6,51% - 6,56%.

Most Active Government Bonds	Last Price	Last Yield	Volume (IDR bn)
FR0064	96.70	6.58	3041
FR0059	103.42	6.49	2225
FR0065	99.50	6.68	2096
FR0061	103.00	6.16	1354
SPN03180430	99.80	4.20	800
FR0056	112.20	6.47	658
FR0072	109.54	7.29	614
SPN12190131	96.36	4.75	554
FR0066	100.00	5.14	552
ORI012	102.00	4.90	451

Most Active Corporate Bonds	Last Price	Last Yield	Volume (IDR bn)	
AMRT02CN2	AA-(idn)	100.00	7.50	481
BBRI02BCN4	idAAA	100.00	6.90	140
PPLN02ACN1	idAAA	103.35	6.78	98
WSKT03BCN2	A-(idn)	102.00	7.75	93
BVIC01CN1	idA-	104.50	9.01	80
WSKT03ACN2	A-(idn)	101.70	7.08	77
BEXI03BCN6	idAAA	100.00	6.70	60
BFIN03CCN4	AA-(idn)	100.00	7.60	40
ASDF03BCN1	AAA(idn)	102.4	6.14	33
BBKP01SBCN1	idA	102.29	6.57	29

Global Stock Marketss	Last Price	Chg (bps)	% Chg	% YTD
Indonesia (JCI)	6311	-50.13	-0.79%	19.15%
Malaysia (KLCI)	1874	3.73	0.20%	14.13%
Thailand (SET)	1767	3.95	0.22%	14.54%
Singapore (STI)	3469	-11.15	-0.32%	20.4%
Hang Seng	30831	-66.43	-0.21%	40.1%
Nikkei 225	21660	-26.82	-0.12%	13.32%
Shanghai	3180	-27.92	-0.87%	2.47%
Dow Jones (DJIA)	24483	293.60	1.21%	23.88%
London (FTSE 100)	7258	1.20	0.02%	1.62%
DAX	12415	121.04	0.98%	8.1%

Global Bonds	12-Apr	(-1 day)	(-1 week)	(-1 month)
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Fed Fund Rate & US T-Bonds Yield	12-Apr	(-1 day)	(-1 week)	(-1 month)
Fed Fund Rate	1.75	1.75	1.75	1.50
2-Year	2.279	2.248	2.27	2.25
5-Year	2.597	2.548	2.57	2.65
10-Year	2.837	2.78	2.83	2.83
30-Year	3.01	2.96	3.03	3.15

10-Year Government Bond Yield	12-Apr	(-1 day)	(-1 week)	(-1 month)
UK	1.452	1.388	1.42	1.44
Germany	0.513	0.497	0.52	0.57
France	0.75	0.74	0.75	0.82
China	3.71	3.72	3.73	3.84
Japan	0.032	0.027	0.04	0.04
Korea	2.59	2.59	2.61	2.71
Thailand	2.38	2.39	2.39	2.38
Malaysia	4.00	3.96	3.95	3.93
Singapore	2.36	2.37	2.34	2.35
Indonesia USD Bond Yield				
INDO-22	3.50	3.50	3.59	3.64
INDO-27	4.07	4.07	4.12	4.23
INDO-47	4.81	4.82	4.84	4.96

FX Rate	12-Apr	(-1 day)	(-1 week)
USD/IDR	13,770	13,759	13,767
GBP/USD	1.423	1.418	1.400
USD/JPY	107.3	106.8	107.4
USD/SGD	1.313	1.309	1.316
USD/THB	31.23	31.13	31.26
USD/MYR	3.877	3.874	3.866

Money Market	12-Apr	(-1 day)	(-1 week)	(-1 month)
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JIBOR				
O/N	4.01	3.97	4.02	3.95
1M	5.04	5.03	5.03	4.97
3M	5.37	5.37	5.37	5.31
LIBOR				
1M	1.90	1.90	1.90	1.81
3M	2.34	2.34	2.33	2.18
6M	2.47	2.47	2.47	2.34

Indonesia Interest Rates	12-Apr	(-1 day)	(-1 week)	(-1 month)
Deposit 1M	5.51	5.52	5.59	5.55
Lending	13.7	13.6	13.5	13.9

Macroeconomic Data	Mar-18	Feb-18	Jan-18
Consumer Price Index (MoM)	0.20	0.17	0.62
Consumer Price Index (YoY)	3.40	3.18	3.25
Core Inflation (YoY)	2.67	2.58	2.69
BI 7-Day RR Rate (%)		4.25	4.25
Foreign Reserve (US\$ Bn)	126	128	131.98

Benchmark	12-Apr	(-1 day)	Change	Yield
FR0061	103.21	103.30	-9	6.10%
FR0059	103.26	103.37	-11	6.52%
FR0074	103.83	103.89	-6	7.07%
FR0072	109.61	109.64	-3	7.28%

Indonesia Sovereign CDS	2-year	5-year	10-year
As of			
12-Apr	40.32	100.71	172.47
(-1 Day)	39.67	101.32	170.17
(-1 Week)	43.31	99.58	164.32
(-1 Month)	33.11	90.65	159.19
(-1 Year)	52.84	137.59	208.06

Government Bond Ownership As of April 10, 2018 (in Trillion)

Holders	2013	2014	2015	2016	2017	5-Apr-18	6-Apr-18	9-Apr-18	10-Apr-18
Banks	335.43	375.55	350.07	399.46	491.61	564.49	579.21	572.00	571.73
Bank Indonesia	44.44	41.63	148.91	134.25	141.83	82.79	67.19	74.53	74.53
Mutual Fund	42.50	45.79	61.60	85.66	104.00	103.1	103.0	103.0	103.1
Insurance	129.55	150.60	171.62	238.24	150.80	167.8	167.8	167.8	167.8
Foreign Investor	323.83	461.35	558.52	665.81	836.15	870.75	871.43	871.60	871.64
Pension Fund	39.47	43.30	49.83	87.28	198.06	209.38	209.46	209.27	209.35
Individual Investors	32.48	30.41	42.53	57.75	59.84	63.14	63.15	63.17	63.17
Others	47.56	61.32	78.76	104.84	117.48	124.94	125.05	125.04	125.07
Total	995.25	1,209.96	1,461.85	1,773.28	2,099.77	2,184.59	2,179.59	2,186.38	2,186.38

Source: Bloomberg, IDX & DJPPR

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Government Bonds Prices

Closing Price Data : 12-Apr-2018



Series	Maturity	TTM	Coupon	Price	YTM	Price (-1)	Price Spread (bps)
FR0066	15-May-18	0.09	5.250%	100.17	3.12%	100.16	0.8
FR0032	15-Jul-18	0.26	15.000%	102.71	3.87%	102.74	-3.0
FR0038	15-Aug-18	0.34	11.600%	102.67	3.46%	102.67	-0.2
FR0048	15-Sep-18	0.43	9.000%	101.75	4.64%	101.78	-2.7
FR0069	15-Apr-19	1.01	7.875%	102.48	5.29%	102.49	-1.2
FR0036	15-Sep-19	1.43	11.500%	108.09	5.46%	108.17	-7.4
FR0031	15-Nov-20	2.60	11.000%	112.41	5.75%	112.40	0.3
FR0034	15-Jun-21	3.18	12.800%	119.39	5.98%	119.42	-2.5
FR0053	15-Jul-21	3.26	8.250%	106.48	6.02%	106.57	-8.9
FR0061	15-May-22	4.09	7.000%	103.21	6.10%	103.30	-8.8
FR0035	15-Jun-22	4.18	12.900%	124.33	6.18%	124.37	-4.2
FR0043	15-Jul-22	4.26	10.250%	114.96	6.19%	115.01	-4.4
FR0063	15-May-23	5.09	5.625%	98.58	5.95%	98.65	-7.0
FR0046	15-Jul-23	5.26	9.500%	114.21	6.28%	114.43	-21.3
FR0039	15-Aug-23	5.35	11.750%	124.25	6.32%	124.67	-42.1
FR0070	15-Mar-24	5.93	8.375%	110.15	6.29%	110.25	-9.8
FR0044	15-Sep-24	6.43	10.000%	118.85	6.37%	118.29	55.5
FR0040	15-Sep-25	7.43	11.000%	125.87	6.54%	125.93	-6.1
FR0037	15-Sep-26	8.43	12.000%	134.78	6.56%	134.14	64.0
FR0056	15-Sep-26	8.43	8.375%	112.35	6.45%	112.41	-5.8
FR0059	15-May-27	9.10	7.000%	103.26	6.52%	103.37	-10.6
FR0042	15-Jul-27	9.26	10.250%	124.23	6.69%	124.29	-5.5
FR0047	15-Feb-28	9.85	10.000%	123.38	6.72%	123.38	0.0
FR0064	15-May-28	10.10	6.125%	96.85	6.56%	96.96	-11.6
FR0071	15-Mar-29	10.93	9.000%	116.55	6.82%	116.52	3.5
FR0052	15-Aug-30	12.35	10.500%	128.55	7.00%	128.59	-4.4
FR0073	15-May-31	13.10	8.750%	114.54	7.03%	114.60	-6.3
FR0054	15-Jul-31	13.27	9.500%	120.66	7.07%	120.67	-0.9
FR0058	15-Jun-32	14.19	8.250%	110.37	7.08%	110.36	1.5
FR0074	15-Aug-32	14.35	7.500%	103.83	7.07%	103.89	-5.6
FR0065	15-May-33	15.10	6.625%	98.10	6.83%	98.31	-20.3
FR0068	15-Mar-34	15.93	8.375%	110.44	7.26%	110.54	-9.4
FR0072	15-May-36	18.10	8.250%	109.61	7.28%	109.64	-2.8
FR0045	15-May-37	19.10	9.750%	123.75	7.46%	123.1	65.0
FR0075	15-May-38	138.47	7.500%	102.85	7.23%	102.96	-11.6
FR0050	15-Jul-38	20.27	10.500%	132.02	7.42%	132.05	-2.2
FR0057	15-May-41	23.11	9.500%	122.66	7.43%	122.82	-16.0
FR0062	15-Apr-42	24.02	6.375%	88.36	7.42%	88.32	4.0
FR0067	15-Jul-43	25.27	8.750%	114.37	7.48%	114.70	-33.4
FR0076	15-May-48	30.11	7.375%	100.36	7.36%	100.29	6.8

Source: Bloomberg, IBPA & MCS Estimates

April 13, 2018

Macroeconomic Indicator Calendar (April, 09-13 2018)

INDONESIA

Date	Indicator	Series Data	Actual	Previous	Projection
09	Retail Sales (YoY)	Mar-2018	1.5%	-1.8%	0.9%
13	Motorbike Sales (YoY)	Mar-2018	-	-3.1%	-

GLOBAL

Date	Indicator	Country	Series Data	Actual	Previous	Projection
09	Consumer Confidence	Japan	Mar-2018	44.3	44.3	44.9
11	Inflation Rate (YoY)	China	Mar-2018	2.1%	2.9%	2.6%
11	Balance of Trade	Great Britain	Feb-2018	-0.97 billion GBP	-3.1 billion GBP	-3.4 billion GBP
11	Balance of Trade	Germany	Feb-2018	18.4 billion EUR	17.4 billion EUR	19.5 billion EUR
11	Inflation Rate (YoY)	US	Mar-2018	2.4%	2.2%	2.3%
11	Core Inflation Rate (YoY)	US	Mar-2018	2.1%	1.8%	2%
11	Crude Oil Inventory	US	<i>Week Ended, April 7 - 2018</i>	3.3 million barrel	-4.6 million barrel	0.7 million barrel
12	Continuing Jobless Claims	US	<i>Week Ended, March 31- 2018</i>	1871 thousand	1808 thousand	1834 thousand
12	Initial Jobless Claims	US	<i>Week Ended, April 7 -2018</i>	233 thousand	242 thousand	226 thousand
13	Michigan Consumer Sentiment Preliminary	US	Apr-2018	-	101.4	100

Source: Tradingeconomics and Bloomberg (2018)

April 13, 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
Cicik Sukaesih	cicik@megasekuritas.id	Debt Sales
Emilda Mardiyanti	emilda.mardiyanti@megasekuritas.id	Debt Sales
Ajeng Palupi P.	palupi@megasekuritas.id	Debt Sales
Qolbie Ardie	qolbie@megasekuritas.id	Economist & Fixed Income Analyst
Siti Maulina M.	siti.maulina@megasekuritas.id	Administrative Assistant

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