

April 16, 2018

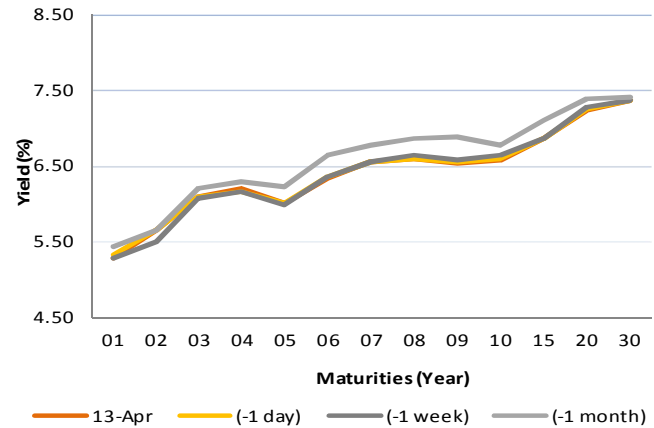
Fixed Income Daily Notes



Indonesia Government Bonds Yield

Maturities (Year)	13-Apr	(-1 day)	(-1 week)	(-1 month)
01	5.28	5.33	5.28	5.43
02	5.65	5.65	5.50	5.66
03	6.10	6.09	6.08	6.21
04	6.20	6.16	6.16	6.29
05	6.02	6.01	5.99	6.22
06	6.33	6.36	6.35	6.64
07	6.55	6.55	6.55	6.78
08	6.59	6.61	6.63	6.86
09	6.54	6.56	6.59	6.88
10	6.57	6.59	6.64	6.77
15	6.86	6.86	6.87	7.10
20	7.24	7.26	7.27	7.38
30	7.36	7.36	7.37	7.40

Source: Bloomberg



Global Market Update

- President of Boston Federal Reserve Bank, Eric Rosengren, predicted that strong job growth, above-average economic growth, and inflation rising will push The Fed to increase Fed Rate at least 3 times more in this year. However, his prediction will be restrained by economic uncertainty, which is caused by US-China trade wars.
- At Friday, April 13, US Treasury yields were flat at 2.83% after investors' expectations about The Fed Rate hiking, which was indicated by hawkish tones of FOMC minutes.
- President of Boston Federal Reserve Bank, Eric Rosengren, predicted that strong job growth, above-average economic growth, and inflation rising will push The Fed to increase Fed Rate at least 3 times more in this year. However, his prediction will be restrained by economic uncertainty, which is caused by US-China trade wars.
- Yield US Treasury pada hari Jumat, 13 April cenderung datar pada 2,83% setelah adanya ekspektasi investor terkait kenaikan Fed Funds Rate yang terindikasi oleh nada hawkish pada rangkuman pertemuan FOMC Maret.

Domestic Market Update

- At Friday, April 13, 2018, Indonesia Composite Bond Index went up 0.05% to 245.93.
- The government will issue IDR 8 trillion of Sukuk tomorrow, April 17, 2018. There are 7 auctioned Sukuk, SPN-S 04102018 (reopening), PBS016 (reopening), PBS002 (reopening), PBS017 (reopening), PBS012 (reopening), PBS004 (reopening) and PBS015 (reopening).
- Today, Government bond prices on the secondary market, are likely to strengthen moderately as appreciated Rupiah, which will be restrained by lower price tendency of bonds before auction. Rupiah will be ranging from IDR 13,760- 13,785. While yield of 10-year benchmark bond (FR0064) will be ranging from 6.51%-6.56%.
- Indonesia Composite Bond Index pada hari Jumat, 13 April 2018, ditutup naik 0,05% pada level 245,93.
- Pemerintah berencana melelang SBSN, dengan target indikatif Rp 8 triliun, pada besok, Selasa, 17 April 2018. Adapun 7 seri SBSN yang akan dilelang yaitu SPN-S 04102018 (reopening), PBS016 (reopening), PBS002 (reopening), PBS017 (reopening), PBS012 (reopening), PBS004 (reopening) dan PBS015 (reopening).
- Hari ini, pergerakan harga SBN secara umum di pasar sekunder diprediksi cenderung menguat terbatas yang diakibatkan oleh kecenderungan apresiasi Rupiah pada hari ini yang dibatasi situasi pasar yang cenderung mendorong pelemahan harga obligasi menjelang lelang pada hari Selasa. Nilai tukar Rupiah terhadap dolar AS diprediksi bergerak pada kisaran Rp13.760 – Rp13.785 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)
FR0063	98.32	6.01	3344
FR0064	96.90	6.55	2588
FR0061	102.80	6.21	1170
FR0075	102.70	7.24	991
FR0059	103.35	6.50	726
FR0074	103.75	7.08	695
FR0069	102.30	5.47	625
FR0065	98.32	6.80	624
FR0070	110.10	6.30	497
FR0056	112.10	6.49	472

Most Active Corporate Bonds	Last Price	Last Yield	Volume (IDR bn)	
WSKT03ACN2	A-(idn)	101.60	7.12	308
PNMPO2ACN2	idA	100.00	8.00	260
PNMPO2BCN2	idA	100.00	8.50	149
IMFI03ACN1	idA	100.40	5.83	100
WOMF02ACN4	AA-(idn)	100.00	6.85	99
BNGA02ACN2	idAAA	100.47	5.94	74
FIFA03BCN3	idAAA	102.00	6.70	64
PIGN01B	idAA	106.03	6.87	45
ADHI02CN1	idA-	103.0	8.39	40
ADMFO2CCN2	idAAA	102.77	5.55	25

Global Stock Markets	Last Price	Chg (bps)	% Chg	% YTD
Indonesia (JCI)	6270	-40.47	-0.64%	18.38%
Malaysia (KLCI)	1868	-5.15	-0.27%	13.81%
Thailand (SET)	1767	0.00	0.00%	14.54%
Singapore (STI)	3501	32.69	0.94%	21.5%
Hang Seng	30808	-22.90	-0.07%	40.0%
Nikkei 225	21779	118.46	0.55%	13.94%
Shanghai	3159	-21.11	-0.66%	1.79%
Dow Jones (DJIA)	24360	-122.91	-0.50%	23.26%
London (FTSE 100)	7265	6.22	0.09%	1.70%
DAX	12442	27.39	0.22%	8.4%

Global Bonds	13-Apr	(-1 day)	(-1 week)	(-1 month)
Fed Fund Rate & US T-Bonds Yield				
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	2.828	2.84	2.77	2.85
30-Year	3.01	2.96	3.03	3.15

FX Rate	13-Apr	(-1 day)	(-1 week)
USD/IDR	13,779	13,770	13,775
GBP/USD	1.424	1.423	1.409
USD/JPY	107.4	107.3	106.9
USD/SGD	1.311	1.313	1.316
USD/THB	31.16	31.23	31.28
USD/MYR	3.880	3.877	3.872

10-Year Government Bond Yield	13-Apr	(-1 day)	(-1 week)	(-1 month)
UK	1.433	1.454	1.39	1.43
Germany	0.509	0.513	0.50	0.57
France	0.74	0.75	0.73	0.81
China	3.70	3.71	3.73	3.84
Japan	0.033	0.032	0.04	0.03
Korea	2.63	2.60	2.61	2.71
Thailand	2.38	2.38	2.39	2.39
Malaysia	3.99	4.00	3.95	3.94
Singapore	2.38	2.36	2.36	2.35

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

Money Market	13-Apr	(-1 day)	(-1 week)	(-1 month)
JIBOR				
O/N	4.02	4.01	3.97	3.94
1M	5.03	5.04	5.03	4.96
3M	5.37	5.37	5.36	5.31
LIBOR				
1M	1.90	1.90	1.90	1.82
3M	2.35	2.35	2.34	2.20
6M	2.49	2.48	2.47	2.36

Indonesia Sovereign CDS	2-year	5-year	10-year
As of			
13-Apr	38.32	97.02	166.65
(-1 Day)	40.32	100.71	172.47
(-1 Week)	42.99	101.14	166.30
(-1 Month)	32.76	89.64	157.81
(-1 Year)	52.80	137.61	208.87

Indonesia Interest Rates	13-Apr	(-1 day)	(-1 week)	(-1 month)
Deposit 1M	5.52	5.51	5.54	5.54
Lending	13.7	13.7	13.9	13.8

Benchmark	13-Apr	(-1 day)	Change	Yield
FR0061	103.04	103.21	-17	6.14%
FR0059	103.36	103.26	10	6.50%
FR0074	103.96	103.83	13	7.06%
FR0072	109.79	109.61	18	7.27%

Government Bond Ownership As of April 12, 2018 (in Trillion)

Holders	2013	2014	2015	2016	2017	9-Apr-18	10-Apr-18	11-Apr-18	12-Apr-18
Banks	335.43	375.55	350.07	399.46	491.61	572.00	571.73	569.13	580.94
Bank Indonesia	44.44	41.63	148.91	134.25	141.83	74.53	74.53	75.21	76.64
Mutual Fund	42.50	45.79	61.60	85.66	104.00	103.0	103.1	103.1	103.4
Insurance	129.55	150.60	171.62	238.24	150.80	167.8	167.8	167.8	167.6
Foreign Investor	323.83	461.35	558.52	665.81	836.15	871.60	871.64	870.66	871.65
Pension Fund	39.47	43.30	49.83	87.28	198.06	209.27	209.35	209.36	209.37
Individual Investors	32.48	30.41	42.53	57.75	59.84	63.17	63.17	62.57	62.06
Others	47.56	61.32	78.76	104.84	117.48	125.04	125.07	124.93	124.89
Total	995.25	1,209.96	1,461.85	1,773.28	2,099.77	2,184.59	2,179.59	2,182.78	2,196.58

Source: Bloomberg, IDX & DJPPR

April 16, 2018



Government Bonds Prices

Closing Price Data : 13-Apr-2018

Series	Maturity	TTM	Coupon	Price	YTM	Price (-1)	Price Spread (bps)
FR0066	15-May-18	0.09	5.250%	100.17	3.04%	100.17	0.0
FR0032	15-Jul-18	0.25	15.000%	102.72	3.69%	102.71	1.5
FR0038	15-Aug-18	0.34	11.600%	102.67	3.39%	102.67	0.2
FR0048	15-Sep-18	0.42	9.000%	101.75	4.61%	101.75	0.1
FR0069	15-Apr-19	1.01	7.875%	102.39	5.38%	102.48	-9.2
FR0036	15-Sep-19	1.42	11.500%	108.03	5.49%	108.09	-5.9
FR0031	15-Nov-20	2.59	11.000%	112.21	5.82%	112.41	-19.2
FR0034	15-Jun-21	3.18	12.800%	119.28	6.01%	119.39	-11.3
FR0053	15-Jul-21	3.26	8.250%	106.45	6.03%	106.48	-3.2
FR0061	15-May-22	4.09	7.000%	103.04	6.14%	103.21	-17.4
FR0035	15-Jun-22	4.18	12.900%	124.07	6.24%	124.33	-25.9
FR0043	15-Jul-22	4.26	10.250%	114.74	6.24%	114.96	-22.6
FR0063	15-May-23	5.09	5.625%	98.54	5.96%	98.58	-4.7
FR0046	15-Jul-23	5.26	9.500%	114.00	6.32%	114.21	-21.7
FR0039	15-Aug-23	5.34	11.750%	123.85	6.40%	124.25	-40.0
FR0070	15-Mar-24	5.93	8.375%	110.12	6.30%	110.15	-2.6
FR0044	15-Sep-24	6.43	10.000%	118.21	6.48%	118.85	-63.3
FR0040	15-Sep-25	7.43	11.000%	125.85	6.54%	125.87	-2.0
FR0037	15-Sep-26	8.43	12.000%	134.50	6.59%	134.78	-27.9
FR0056	15-Sep-26	8.43	8.375%	112.38	6.44%	112.35	3.0
FR0059	15-May-27	9.09	7.000%	103.36	6.50%	103.26	10.0
FR0042	15-Jul-27	9.26	10.250%	123.56	6.78%	124.23	-67.1
FR0047	15-Feb-28	9.85	10.000%	122.74	6.79%	123.38	-63.7
FR0064	15-May-28	10.10	6.125%	96.96	6.54%	96.85	11.4
FR0071	15-Mar-29	10.93	9.000%	116.70	6.81%	116.55	15.1
FR0052	15-Aug-30	12.35	10.500%	128.18	7.04%	128.55	-37.4
FR0073	15-May-31	13.10	8.750%	114.42	7.04%	114.54	-11.6
FR0054	15-Jul-31	13.26	9.500%	120.10	7.13%	120.66	-55.4
FR0058	15-Jun-32	14.18	8.250%	110.02	7.11%	110.37	-35.1
FR0074	15-Aug-32	14.35	7.500%	103.96	7.06%	103.83	12.8
FR0065	15-May-33	15.10	6.625%	98.09	6.83%	98.10	-1.6
FR0068	15-Mar-34	15.93	8.375%	110.56	7.25%	110.44	11.4
FR0072	15-May-36	18.10	8.250%	109.79	7.27%	109.61	18.1
FR0045	15-May-37	19.10	9.750%	123.75	7.41%	123.75	0.0
FR0075	15-May-38	138.47	7.500%	102.95	7.22%	102.85	10.4
FR0050	15-Jul-38	20.27	10.500%	132.05	7.42%	132.02	3.0
FR0057	15-May-41	23.10	9.500%	122.66	7.43%	122.66	-0.8
FR0062	15-Apr-42	24.02	6.375%	88.32	7.43%	88.36	-3.6
FR0067	15-Jul-43	25.27	8.750%	114.05	7.51%	114.37	-31.2
FR0076	15-May-48	30.11	7.375%	100.40	7.36%	100.36	3.6

Source: Bloomberg, IBPA & MCS Estimates

April 16, 2018

Macroeconomic Indicator Calendar (April, 16-20 2018)

INDONESIA

Date	Indicator	Series Data	Actual	Previous	Projection
16	Balance of Trade	Mar-2018	-	-0.12 billion USD	-0.13 billion USD
19	7-day (Reverse) Repo Rate	-	-	4.25%	4.25%
19	Lending Facility Rate	Apr-2018	-	5%	5%
19	Deposit Facility Rate	Apr-2018	-	3.5%	3.5%

GLOBAL

Date	Indicator	Country	Series Data	Actual	Previous	Projection
16	Retail Sales (MoM)	US	Mar-2018	-	-0.1%	0.3%
17	ZEW Economic Sentiment Index	Germany	Apr-2018	-	5.1	-1.6
17	GDP Growth Rate (QoQ)	China	Quarter I	-	6.8%	6.8%
17	GDP Growth Rate (YoY)	China	Quarter I	-	1.6%	1.5%
17	Unemployment Rate	Great Britain	Feb-2018	-	4.3%	4.4%
18	Inflation Rate (YoY)	Euro Area	Mar-2018	-	1.1%	1.4%
18	Balance of Trade	Japan	Mar-2018	-	3 billion JPY	-100 billion JPY
18	Inflation Rate (YoY)	Great Britain	Mar-2018	-	2.7%	2.8%
18	Crude Oil Inventory	US	<i>Week Ended, April 13 - 2018</i>	-	3.3 million barrel	-0.2 million barrel
19	Continuing Jobless Claims	US	<i>Week Ended, April 7- 2018</i>	-	1871 thousand	1834 thousand
19	Initial Jobless Claims	US	<i>Week Ended, April 14 -2018</i>	-	233 thousand	221 thousand
20	Inflation Rate (YoY)	Japan	Mar-2018	-	1.5%	1.5%

Source: Tradingeconomics and Bloomberg (2018)

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