

April 18, 2018

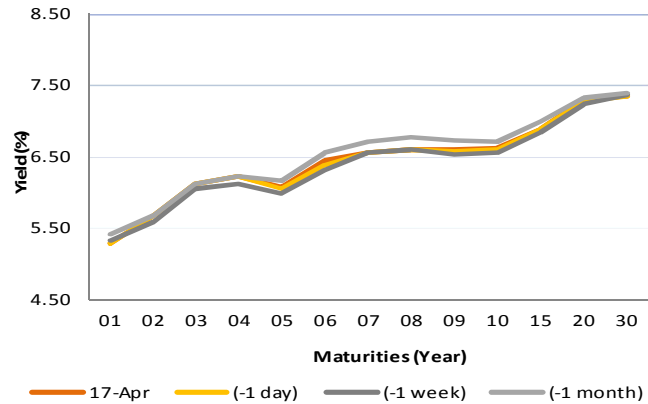
Fixed Income Daily Notes



Indonesia Government Bonds Yield

Maturities (Year)	17-Apr	(-1 day)	(-1 week)	(-1 month)
01	5.29	5.28	5.33	5.42
02	5.68	5.68	5.58	5.68
03	6.11	6.11	6.06	6.12
04	6.23	6.23	6.12	6.22
05	6.07	6.05	5.99	6.17
06	6.44	6.39	6.32	6.56
07	6.55	6.56	6.55	6.72
08	6.61	6.60	6.61	6.78
09	6.60	6.57	6.53	6.74
10	6.62	6.60	6.56	6.71
15	6.89	6.88	6.83	6.99
20	7.30	7.27	7.24	7.32
30	7.35	7.34	7.36	7.39

Source: Bloomberg



Global Market Update

- At Tuesday, April 17, US Treasury yield were flat at 2.83% but 2-year US Treasury climbed up again to 2.39%, flattened US yield curve, signal of investor pessimism about long-term growth of US. This pessimism came from investor expectation about expansive fiscal policy that would only pushed economy in the short term. Several yield of global bonds, UK gilt and German Bund, were closed lower to 1.43% and 0.51%
- Yield US Treasury pada hari Selasa, 17 April, cenderung datar pada 2,83%, namun 2-year US Treasury, mengalami kenaikan yield hingga ke angka 2,39%, membuat yield curve AS cenderung mendatar, yang mana merupakan sinyal pesimisme dari para investor. Pesimisme ini terkait ekspektasi investor terkait kebijakan fiskal ekspansif yang hanya akan mendorong perekonomian di jangka pendek. Dari pasar obligasi global, yield acuan global mayoritas ditutup mengalami penurunan, terlihat dari yield 10 tahun UK Gilt ditutup turun ke level 1,43%, Sementara yield 10 tahun German Bund ditutup turun ke level 0,51%.

Domestic Market Update

- The government absorbed IDR 6.39 trillion in the last Islamic Government Bonds (Sukuk) auction from total incoming bids IDR 10.19 trillion. The amount was lower than government's target at IDR 8 trillion. Moreover, incoming bids posted lower level than last auction. SPNS04102018 became the most interesting series in the auction with an incoming bids IDR 4.32 trillion.
- Pemerintah berhasil menyerap Rp 6,39 triliun dana dari investor dalam lelang Surat Berharga Syariah Negara (SBSN) atau Suku kemarin dengan tingkat penawaran yang masuk (incoming bids) mencapai Rp 10,19 triliun. Jumlah dana yang diserap berada di bawah target pemerintah sebesar Rp 8 triliun, dan juga jumlah incoming bids pada lelang Sukuk kemarin lebih rendah dibandingkan dengan lelang Sukuk sebelumnya. Seri SPNS04102018 menjadi seri yang paling banyak diminati oleh investor dengan tingkat penawaran yang masuk mencapai Rp 4,32 triliun.
- Today, Bank Indonesia (BI) will conduct monthly Governor Council Meeting (RDG) to decide monetary policy direction. At those RDG, BI are predicted to not change 7-days (Reverse) Repo Rate (7-DRR), because of good economic indicator in past month and sovereignty rating upgrading from Moody's.
- Pada hari ini hingga besok, Bank Indonesia (BI) akan mengadakan Rapat Dewan Gubernur (RDG) bulanan untuk menentukan arah kebijakan moneter untuk 1 bulan ke depan. Diprediksi, pada RDG kali ini BI berkemungkinan untuk tidak menaikkan maupun menurunkan tingkat 7-days (Reverse) Repo Rate (7-DRR) yang dikarenakan oleh indikator makroekonomi yang mulai membaik pada 1 bulan belakangan serta adanya kenaikan rating hutang Indonesia oleh Moody's.
- Today, Government bond prices on the secondary market, are likely to flatten as Rupiah tend to flatten and investor tend to wait for the result of RDG tomorrow. . Rupiah will be ranging from IDR 13,760-13,785. while yield of 10 year benchmark bond (FR0064) will be ranging from 6.56%-6.62%.
- Hari ini, pergerakan harga SBN secara umum di pasar sekunder diprediksi cenderung mendatar yang diakibatkan oleh kecenderungan Rupiah yang mendatar, serta investor yang cenderung untuk menunggu hasil dari RDG esok hari. 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 6,56% - 6,62%.

Most Active Government Bonds	Last Price	Last Yield	Volume (IDR bn)
PBS016	100.21	6.13	1380
FR0074	103.35	7.12	1224
FR0064	96.75	6.57	800
PBS013	100.70	5.56	731
SPN12180809	98.54	4.77	500
SPN12190104	96.57	4.97	500
FR0056	111.75	6.53	499
FR0070	109.80	6.36	495
FR0062	88.25	7.43	450
PBS002	96.65	6.47	431

Most Active Corporate Bonds	Last Price	Last Yield	Volume (IDR bn)	
WOMF02ACN4	AA-(idn)	100.00	6.85	260
BTPN03BCN2	AAA(idn)	100.54	7.26	150
PTHK01ACN3	idAAA(gg)	100.55	7.65	90
SMBNII01CN2	idAAA(sy)	100.12	7.68	70
BBRI02ACN3	idAAA	101.63	6.84	58
BIIF01ACN4	AA+(idn)	101.50	7.01	52
BNGA02SB	AA(idn)	107.45	7.74	50
BIIF01ACN2	AA+(idn)	102.77	6.18	42
BBRI02CCN3	idAAA	105.3	7.20	41
BBRI02CCN1	idAAA	103.55	7.08	40

Global Stock Markets	Last Price	Chg (bps)	% Chg	% YTD
Indonesia (ICI)	6286	-0.99	-0.02%	18.67%
Malaysia (KLCI)	1880	1.73	0.09%	14.55%
Thailand (SET)	1756	-11.64	-0.66%	13.78%
Singapore (STI)	3498	1.01	0.03%	21.4%
Hang Seng	30063	-252.84	-0.83%	36.6%
Nikkei 225	21848	12.06	0.06%	14.30%
Shanghai	3067	-43.85	-1.41%	-1.19%
Dow Jones (DJIA)	24787	213.59	0.87%	25.42%
London (FTSE 100)	7226	27.85	0.39%	1.17%
DAX	12586	194.16	1.57%	9.6%

Global Bonds	17-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	2.829	2.83	2.80	2.90
30-Year	3.01	2.96	3.03	3.15
10-Year Government Bond Yield				
UK	1.434	1.462	1.41	1.49
Germany	0.505	0.523	0.51	0.58
France	0.73	0.75	0.75	0.82
China	3.65	3.67	3.71	3.82
Japan	0.037	0.040	0.03	0.04
Korea	2.63	2.63	2.59	2.71
Thailand	2.40	2.38	2.39	2.42
Malaysia	4.00	4.00	3.96	3.96
Singapore	2.37	2.38	2.38	2.42
Indonesia USD Bond Yield				
INDO-22	3.56	3.53	3.50	3.59
INDO-27	4.11	4.10	4.06	4.11
INDO-47	4.84	4.83	4.81	4.83

FX Rate	17-Apr	(-1 day)	(-1 week)
USD/IDR	13,775	13,779	13,751
GBP/USD	1.429	1.434	1.418
USD/JPY	107.0	107.1	107.2
USD/SGD	1.312	1.310	1.309
USD/THB	31.21	31.21	31.20
USD/MYR	3.891	3.886	3.872

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

Indonesia Sovereign CDS	2-year	5-year	10-year
As of 17-Apr	36.94	96.1	165.10
(-1 Day)	37.75	97.07	166.20
(-1 Week)	38.46	98.84	166.80
(-1 Month)	45.28	102.52	169.80
(-1 Year)	53.76	140.30	210.63

Money Market	17-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 Interest Rates				
Deposit 1M	5.52	5.51	5.54	5.54
Lending	13.7	13.7	13.9	13.8

Benchmark	17-Apr	(-1 day)	Change	Yield
FR0061	102.93	102.97	-3	6.17%
FR0059	103.01	103.25	-23	6.55%
FR0074	103.43	103.76	-33	7.11%
FR0072	109.24	109.42	-17	7.32%

Government Bond Ownership As of April 16, 2018 (in Trillion)

Holders	2013	2014	2015	2016	2017	11-Apr-18	12-Apr-18	13-Apr-18	16-Apr-18
Banks	335.43	375.55	350.07	399.46	491.61	569.13	580.94	579.80	575.00
Bank Indonesia	44.44	41.63	148.91	134.25	141.83	75.21	76.64	77.15	81.62
Mutual Fund	42.50	45.79	61.60	85.66	104.00	103.1	103.4	103.4	103.6
Insurance	129.55	150.60	171.62	238.24	150.80	167.8	167.6	167.5	167.5
Foreign Investor	323.83	461.35	558.52	665.81	836.15	870.66	871.65	873.28	873.65
Pension Fund	39.47	43.30	49.83	87.28	198.06	209.36	209.37	209.35	209.43
Individual Investors	32.48	30.41	42.53	57.75	59.84	62.57	62.06	61.10	60.95
Others	47.56	61.32	78.76	104.84	117.48	124.93	124.89	124.99	124.83
Total	995.25	1,209.96	1,461.85	1,773.28	2,099.77	2,184.59	2,179.59	2,196.58	2,196.58

Source: Bloomberg, IDX & DJPPR

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Government Bonds Prices

Closing Price Data : 17-Apr-2018



Series	Maturity	TTM	Coupon	Price	YTM	Price (-1)	Price Spread (bps)
FR0066	15-May-18	0.08	5.250%	100.17	2.88%	100.19	-2.4
FR0032	15-Jul-18	0.24	15.000%	102.70	3.52%	102.81	-10.5
FR0038	15-Aug-18	0.33	11.600%	102.67	3.26%	102.66	0.5
FR0048	15-Sep-18	0.41	9.000%	101.77	4.52%	101.75	1.4
FR0069	15-Apr-19	0.99	7.875%	102.45	5.30%	102.42	3.5
FR0036	15-Sep-19	1.41	11.500%	107.96	5.53%	107.93	2.6
FR0031	15-Nov-20	2.58	11.000%	112.15	5.84%	112.14	0.8
FR0034	15-Jun-21	3.16	12.800%	119.16	6.04%	119.21	-5.3
FR0053	15-Jul-21	3.25	8.250%	106.36	6.05%	106.40	-4.1
FR0061	15-May-22	4.08	7.000%	102.93	6.17%	102.97	-3.1
FR0035	15-Jun-22	4.16	12.900%	124.07	6.23%	124.22	-14.8
FR0043	15-Jul-22	4.25	10.250%	114.65	6.26%	114.70	-5.1
FR0063	15-May-23	5.08	5.625%	98.40	6.00%	98.44	-3.9
FR0046	15-Jul-23	5.25	9.500%	113.89	6.34%	113.94	-4.1
FR0039	15-Aug-23	5.33	11.750%	123.83	6.40%	124.05	-22.6
FR0070	15-Mar-24	5.92	8.375%	109.76	6.36%	110.07	-30.8
FR0044	15-Sep-24	6.42	10.000%	118.18	6.49%	118.21	-3.6
FR0040	15-Sep-25	7.42	11.000%	125.72	6.56%	125.91	-19.1
FR0037	15-Sep-26	8.42	12.000%	134.64	6.57%	134.50	14.8
FR0056	15-Sep-26	8.42	8.375%	111.96	6.50%	112.08	-12.1
FR0059	15-May-27	9.08	7.000%	103.01	6.55%	103.25	-23.2
FR0042	15-Jul-27	9.25	10.250%	123.60	6.77%	123.60	0.0
FR0047	15-Feb-28	9.84	10.000%	122.74	6.79%	122.74	0.0
FR0064	15-May-28	10.08	6.125%	96.63	6.59%	96.79	-15.4
FR0071	15-Mar-29	10.92	9.000%	116.56	6.82%	116.64	-8.0
FR0052	15-Aug-30	12.34	10.500%	128.43	7.01%	128.47	-3.9
FR0073	15-May-31	13.08	8.750%	114.24	7.06%	114.17	6.9
FR0054	15-Jul-31	13.25	9.500%	120.10	7.13%	120.10	0.0
FR0058	15-Jun-32	14.17	8.250%	110.05	7.11%	110.37	-32.4
FR0074	15-Aug-32	14.34	7.500%	103.43	7.11%	103.76	-32.8
FR0065	15-May-33	15.09	6.625%	97.77	6.86%	97.83	-6.6
FR0068	15-Mar-34	15.92	8.375%	110.44	7.26%	110.52	-8.2
FR0072	15-May-36	18.09	8.250%	109.24	7.32%	109.42	-17.4
FR0045	15-May-37	19.09	9.750%	122.97	7.41%	123.75	-78.0
FR0075	15-May-38	138.47	7.500%	102.44	7.27%	102.69	-25.6
FR0050	15-Jul-38	20.26	10.500%	131.92	7.43%	131.96	-3.2
FR0057	15-May-41	23.09	9.500%	122.00	7.48%	122.28	-27.9
FR0062	15-Apr-42	24.01	6.375%	88.27	7.43%	88.27	0.0
FR0067	15-Jul-43	25.26	8.750%	113.45	7.56%	114.13	-67.8
FR0076	15-May-48	30.10	7.375%	100.58	7.34%	100.81	-23.2

Source: Bloomberg, IBPA & MCS Estimates

April 18, 2018

Macroeconomic Indicator Calendar (April, 16-20 2018)

INDONESIA

Date	Indicator	Series Data	Actual	Previous	Projection
16	Balance of Trade	Mar-2018	1.09 billion USD	-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	0.6%	-0.1%	0.3%
17	ZEW Economic Sentiment Index	Germany	Apr-2018	-8.2	5.1	-1.6
17	GDP Growth Rate (QoQ)	China	Quarter I	-6.8%	6.8%	6.8%
17	GDP Growth Rate (YoY)	China	Quarter I	1.4%	1.6%	1.5%
17	Unemployment Rate	Great Britain	Feb-2018	4.2%	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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