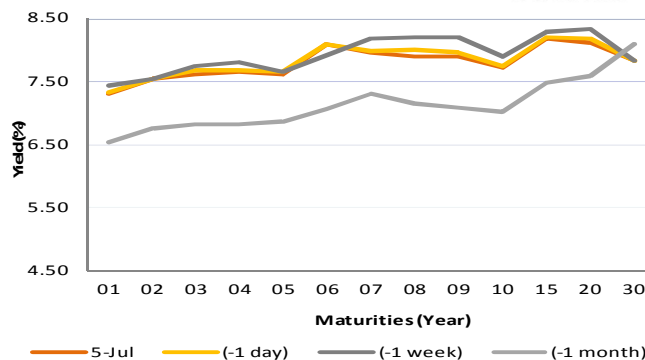


Fixed Income Daily Notes



Indonesia Government Bonds Yield				
Maturities (Year)	5-Jul	(-1 day)	(-1 week)	(-1 month)
01	7.30	7.33	7.43	6.53
02	7.53	7.55	7.55	6.75
03	7.61	7.67	7.73	6.82
04	7.66	7.67	7.80	6.82
05	7.60	7.65	7.66	6.86
06	8.08	8.08	7.92	7.05
07	7.96	7.98	8.18	7.29
08	7.89	8.01	8.21	7.15
09	7.89	7.97	8.21	7.09
10	7.72	7.74	7.90	7.02
15	8.17	8.20	8.29	7.47
20	8.12	8.18	8.32	7.59
30	7.82	7.82	7.82	8.09

Source: Bloomberg



Global Market Update

- Today, US officially implement 25% tariff to various China goods, from farm tools to airplane spare parts. Not only to China goods, US tariff also had been imposed to other US trade partner, such as Canada and European Union. Before this trade wars even began, some of company had gotten its negative impact, for example, Harley Davidson decided to move its factory to outside US in order to avoid EU retaliatory tariff.
- Yesterday, US treasury yield flat at 2.83%. On the other hand, global benchmark bond yield move varied, 10-years UK gilt yield fell to 1.26%, while 10-years German Bund yield stagnated at 0.30%.
- Pada hari ini, Jumat, 6 Juli 2018, AS secara resmi mengimplementasi tarif sebesar 25% kepada beragam barang dari Tiongkok, dari peralatan pertanian hingga suku cadang pesawat. Tidak hanya kepada Tiongkok, kebijakan tarif AS juga mengenai mitra dagang AS lainnya, seperti Kanada dan Uni Eropa, dan mendorong mereka untuk memberikan kebijakan tarif impor balasan kepada AS. Sebelum perang dagang dimulai, beragam perusahaan sudah terkena dampak negatifnya, salah satunya perusahaan otomotif Harley Davidson, yang memutuskan untuk memindahkan pabriknya ke luar AS demi menghindari pengenaan tarif produknya yang dikenakan oleh Uni Eropa.
- Yield US Treasury pada hari Kamis, 5 Juli 2018 ditutup datar di level 2,83%. Dari pasar obligasi global, yield acuan global ditutup bervariasi, terlihat dari yield 10 tahun UK Gilt yang ditutup turun ke level 1,26% dan yield 10 tahun German Bund yang ditutup datar di level 0,30%.

Domestic Market Update

- Today, Government bond prices on the secondary market are likely to weaken moderately because of Rupiah depreciation tendency. Rupiah will be ranging from IDR 14,381—14,425 and yield of 10 year benchmark bond (FR0064) will be ranging from 7.65% - 7.72%.
- Hari ini, pergerakan harga SBN secara umum di pasar sekunder diprediksi cenderung melemah terbatas akibat adanya kecenderungan depresiasi Rupiah. Nilai tukar rupiah terhadap dolar AS diprediksi bergerak pada kisaran Rp 14.381 – Rp14.425 sedangkan yield benchmark 10 tahun (FR0064) pada perdagangan hari ini diperkirakan bergerak di rentang 7,65% - 7,72%.

Most Active Government Bonds	Last Price	Last Yield	Volume (IDR bn)
FR0065	87.00	8.15	23770
SR010	96.75	7.24	7970
FR0075	96.00	7.90	894
FR0064	89.76	7.62	720
FR0063	92.69	7.45	612
FR0072	102.00	8.04	604
FR0070	102.75	7.76	495
FR0056	103.49	7.79	379
FR0044	113.00	7.35	375
SPN12190314	95.65	6.70	350

Most Active Corporate Bonds	Last Price	Last Yield	Volume (IDR bn)	
SMII01BCN2	idAAA	98.69	8.01	312
TBIG03CN1	AA-(idn)	99.85	8.56	300
BJBR01BSBCN1	idA	101.25	9.63	101
MFIN03BCN1	idA	100.00	9.50	100
BVIC01BCN2	idA-	100.00	10.30	90
BSMT01SBCN1	idBBB+	100.00	10.50	86
WSKT03ACN1	A(idn)	92.77	11.90	75
MJAG01	idAAA	97.87	9.02	70
SANF01CN3	idAA-	100.66	4.05	70
SMII01ACN1	idAAA	100.79	7.23	67

Global Stock Markets	Last Price	Chg (bps)	% Chg	% YTD
Indonesia (JCI)	5739	5.69	0.10%	-9.70%
Malaysia (KLCI)	1691	2.20	0.13%	-5.91%
Thailand (SET)	1601	-27.78	-1.71%	-8.68%
Singapore (STI)	3257	11.82	0.36%	-4.3%
Hang Seng	28182	-59.58	-0.21%	-5.8%
Nikkei 225	21547	-170.05	-0.78%	-5.35%
Shanghai	2734	-25.24	-0.91%	-17.33%
Dow Jones (DJIA)	24357	181.92	0.75%	-1.47%
London (FTSE 100)	7603	30.13	0.40%	-1.10%
DAX	12464	146.68	1.19%	-3.5%

Global Bonds	5-Jul	(-1 day)	(-1 week)	(-1 month)
Fed Fund Rate & US T-Bonds Yield				
Fed Fund Rate	2.00	2.00	2.00	1.75
2-Year	2.549	2.567	2.54	2.46
5-Year	2.889	2.937	2.84	2.80
10-Year	2.830	2.83	2.84	2.92
30-Year	3.20	3.25	3.11	3.15
10-Year Government Bond Yield				
UK	1.255	1.275	1.26	1.40
Germany	0.297	0.303	0.32	0.48
France	0.64	0.64	0.70	0.82
China	3.50	3.51	3.53	3.68
Japan	0.032	0.029	0.03	0.05
Korea	2.73	2.73	2.73	2.71
Thailand	2.56	2.55	2.56	2.54
Malaysia	4.15	4.16	4.20	4.19
Singapore	2.45	2.46	2.54	2.59
Indonesia USD Bond Yield				
INDO-22	3.92	3.94	3.95	3.98
INDO-27	4.51	4.52	4.53	4.43
INDO-47	5.22	5.23	5.25	5.19

FX Rate	5-Jul	(-1 day)	(-1 week)
USD/IDR	14,381	14,361	14,328
GBP/USD	1.323	1.323	1.308
USD/JPY	110.6	110.5	110.5
USD/SGD	1.365	1.365	1.368
USD/THB	33.21	33.16	33.15
USD/MYR	4.049	4.058	4.043

Money Market	5-Jul	(-1 day)	(-1 week)	(-1 month)
JIBOR				
O/N	4.92	4.90	4.46	4.30
1M	7.16	7.16	6.95	7.04
3M	7.32	7.31	7.10	7.17
LIBOR				
1M	2.09	2.09	2.09	2.05
3M	2.34	2.34	2.34	2.33
6M	2.51	2.51	2.50	2.49
Indonesia Interest Rates				
Deposit 1M	5.67	5.69	5.64	5.64
Lending	14.0	14.2	13.8	13.7

Macroeconomic Data	Jun-18	May-18	Apr-18
Consumer Price Index (MoM)	0.59	0.21	0.10
Consumer Price Index (YoY)	3.12	3.23	3.41
Core Inflation (YoY)	2.72	2.75	2.69
BI 7-Day RR Rate (%)	5.25	4.75	4.25
Foreign Reserve (US\$ Bn)	122.9	124.9	

Indonesia Sovereign CDS	2-year	5-year	10-year
As of 5-Jul	54.05	132.91	221.05
(-1 Day)	52.45	133.85	216.77
(-1 Week)	50.92	142.60	221.98
(-1 Month)	50.30	125.39	203.17
(-1 Year)	47.97	121.51	190.48

Benchmark	5-Jul	(-1 day)	Change	Yield
FR0061	98.13	97.97	17	7.56%
FR0059	94.66	93.92	74	7.85%
FR0074	93.79	93.22	57	8.25%
FR0072	99.24	98.46	78	8.33%

Government Bond Ownership As of July 04, 2018 (in Trillion)

Holders	2013	2014	2015	2016	2017	29-Jun-18	2-Jul-18	3-Jul-18	4-Jul-18
Banks	335.43	375.55	350.07	399.46	491.61	461.15	486.07	490.47	522.90
Bank Indonesia	44.44	41.63	148.91	134.25	141.83	210.04	187.33	180.27	147.44
Mutual Fund	42.50	45.79	61.60	85.66	104.00	111.4	111.2	111.6	111.5
Insurance	129.55	150.60	171.62	238.24	150.80	172.8	172.8	173.0	173.0
Foreign Investor	323.83	461.35	558.52	665.81	836.15	830.17	827.56	828.99	829.22
Pension Fund	39.47	43.30	49.83	87.28	198.06	219.41	219.58	220.27	220.30
Individual Investors	32.48	30.41	42.53	57.75	59.84	61.94	62.06	62.14	62.20
Others	47.56	61.32	78.76	104.84	117.48	130.02	130.29	131.15	131.39
Total	995.25	1,209.96	1,461.85	1,773.28	2,099.77	2,196.92	2,196.92	2,197.92	2,197.92

Source: Bloomberg, IDX & DJPPR

July 06, 2018



Government Bonds Prices

Closing Price Data : 5-Jul-2018

Series	Maturity	TTM	Coupon	Price	YTM	Price (-1)	Price Spread (bps)
FR0032	15-Jul-18	0.03	15.000%	100.45	-11.39%	100.52	-6.6
FR0038	15-Aug-18	0.11	11.600%	101.03	2.99%	101.03	0.0
FR0048	15-Sep-18	0.20	9.000%	100.48	6.19%	100.56	-7.5
FR0069	15-Apr-19	0.78	7.875%	100.62	7.02%	100.61	0.7
FR0036	15-Sep-19	1.20	11.500%	104.76	7.21%	104.93	-16.7
FR0031	15-Nov-20	2.37	11.000%	107.56	7.43%	107.49	6.8
FR0034	15-Jun-21	2.95	12.800%	113.75	7.49%	113.65	10.2
FR0053	15-Jul-21	3.03	8.250%	102.02	7.49%	101.87	14.9
FR0061	15-May-22	3.86	7.000%	98.13	7.56%	97.97	16.6
FR0035	15-Jun-22	3.95	12.900%	117.25	7.73%	117.64	-39.4
FR0043	15-Jul-22	4.03	10.250%	109.04	7.60%	108.97	7.8
FR0063	15-May-23	4.86	5.625%	92.34	7.54%	92.11	23.1
FR0046	15-Jul-23	5.03	9.500%	108.50	7.44%	108.50	0.0
FR0039	15-Aug-23	5.12	11.750%	116.71	7.72%	115.96	74.3
FR0070	15-Mar-24	5.70	8.375%	101.71	7.99%	101.71	0.0
FR0044	15-Sep-24	6.20	10.000%	110.23	7.87%	110.08	15.5
FR0040	15-Sep-25	7.20	11.000%	116.70	7.90%	116.38	31.6
FR0037	15-Sep-26	8.20	12.000%	123.57	8.01%	123.14	42.9
FR0056	15-Sep-26	8.20	8.375%	102.91	7.88%	102.46	45.1
FR0059	15-May-27	8.87	7.000%	94.66	7.85%	93.92	74.5
FR0042	15-Jul-27	9.03	10.250%	114.69	7.94%	114.12	56.2
FR0047	15-Feb-28	9.62	10.000%	113.31	7.99%	112.78	52.6
FR0064	15-May-28	9.87	6.125%	89.42	7.67%	89.07	35.1
FR0071	15-Mar-29	10.70	9.000%	106.48	8.08%	105.89	59.2
FR0052	15-Aug-30	12.12	10.500%	117.91	8.14%	116.66	125.0
FR0073	15-May-31	12.87	8.750%	104.32	8.20%	103.95	37.0
FR0054	15-Jul-31	13.04	9.500%	109.83	8.25%	109.48	35.1
FR0058	15-Jun-32	13.96	8.250%	99.97	8.25%	99.97	0.0
FR0074	15-Aug-32	14.12	7.500%	93.79	8.25%	93.22	57.1
FR0065	15-May-33	14.87	6.625%	87.14	8.13%	86.69	44.9
FR0068	15-Mar-34	15.70	8.375%	100.26	8.34%	99.46	79.7
FR0072	15-May-36	17.87	8.250%	99.24	8.33%	98.46	78.0
FR0045	15-May-37	18.87	9.750%	113.16	7.41%	123.702	-1053.9
FR0075	15-May-38	138.47	7.500%	94.32	8.08%	93.57	75.8
FR0050	15-Jul-38	20.04	10.500%	119.19	8.49%	119.19	0.0
FR0057	15-May-41	22.88	9.500%	110.78	8.43%	110.60	18.2
FR0062	15-Apr-42	23.79	6.375%	78.86	8.45%	79.57	-71.4
FR0067	15-Jul-43	25.04	8.750%	103.09	8.45%	102.89	20.0
FR0076	15-May-48	29.88	7.375%	95.14	8.30%	92.72	241.3

Source: Bloomberg, IBPA & MCS Estimates

Macroeconomic Indicator Calendar (July, 02 - 06 2018)

INDONESIA

Date	Indicator	Series Data	Actual	Previous	Projection
02	Inflation Rate (MoM)	Jun-18	0.59%	0.21%	0.44%
02	Inflation Rate (YoY)	Jun-18	3.12%	3.23%	3.30%
02	Core Inflation Rate (YoY)	Jun-18	2.72%	2.75%	2.72%
04	M2 Money Supply	May-18	6.1%	7.4%	-

GLOBAL

Date	Indicator	Country	Series Data	Actual	Previous	Projection
02	Unemployment Rate	Euro Area	May-18	8.4%	8.4%	8.5%
02	ISM Manufacturing PMI	US	Jun-18	60.2	58.7	57.0
03	Factory Orders (MoM)	US	May-18	0.4%	-0.4%	-0.2%
04	Markit Composite PMI Final	Euro Area	Jun-18	54.9	54.1	54.8
05	Crude Oil Inventory	US	Week Ended, June 29 - 2018	1.25 million barrel	-9.89 million barrel	-2.0 million barrel
05	ADP Employment Change	US	Jun-18	177 thousand	189 thousand	190 thousand
05	ISM Non-Manufacturing PMI	US	Jun-18	59.1	58.6	56.0
05	Initial Jobless Claims	US	Week Ended, June 30-2018	231 thousand	228 thousand	225 thousand
05	Continuing Jobless Claims	US	Week Ended, June 23- 2018	1739 thousand	1707 thousand	1707 thousand
06	Balance of Trade	US	May-18	-	USD -46.2 billion	USD -45.5 billion
06	Non-Farm Payrolls	US	Jun-18	-	223 thousand	178 thousand
06	Unemployment Rate	US	Jun-18	-	3.8%	3.8%

Source: Tradingeconomics and Bloomberg (2018)

July 06, 2018

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