

July 10, 2018

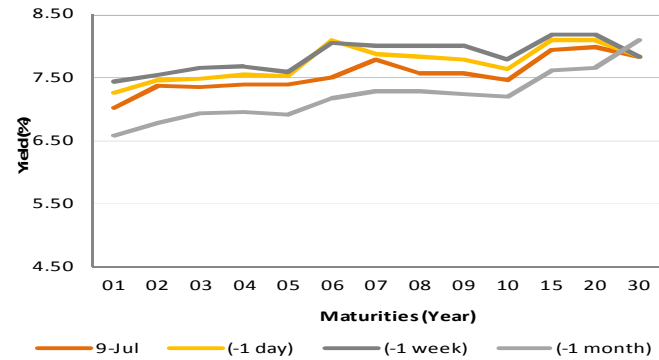
Fixed Income Daily Notes



Indonesia Government Bonds Yield

Maturities (Year)	9-Jul	(-1 day)	(-1 week)	(-1 month)
01	7.01	7.25	7.42	6.58
02	7.36	7.45	7.54	6.77
03	7.34	7.47	7.64	6.94
04	7.40	7.55	7.66	6.95
05	7.40	7.53	7.59	6.90
06	7.50	8.08	8.04	7.16
07	7.77	7.88	8.00	7.27
08	7.56	7.83	8.00	7.27
09	7.57	7.78	8.00	7.24
10	7.45	7.63	7.79	7.20
15	7.94	8.09	8.19	7.62
20	7.98	8.09	8.19	7.65
30	7.82	7.82	7.82	8.10

Source: Bloomberg



Global Market Update

- At Monday, July 09, US treasury yield rose to 2.86% because investors prepared for incoming government bond auction. On the other hand, global benchmark bond yield move varied, 10-years UK gilt yield fell to 1.25%, while 10-years German Bund yield move upward to 0.30%.
- Yield US Treasury pada hari Senin, 09 Juli 2018 ditutup naik ke level 2,86% akibat persiapan investor untuk lelang obligasi. Di sisi lain, dari pasar obligasi global, yield acuan global ditutup bervariasi, terlihat dari yield 10 tahun UK Gilt yang ditutup turun ke level 1,25%, sementara yield 10 tahun German Bund ditutup naik ke level 0,30%.

Domestic Market Update

- Today, July 10 2018, Government will issue IDR 4 trillion of Islamic Government Securities (SBSN) or Sukuk. There are 6 auctioned Sukuk, with predicted yield; SPN-S 11012019 (6.40% - 6.50%), SPN-S 11042019 (6.45% - 6.55%), PBS016 (7.22% - 7.27%), PBS002 (7.57%-7.62%), PBS012(8.23% - 8.28%), and PBS015 (7.97% - 8.02%). Predicted incoming bids for today auction is IDR 5—15 trillion.
- Pada hari ini, Selasa, 10 Juli 2018, pemerintah akan mengadakan lelang Surat Berharga Syariah Negara (SBSN) atau Sukuk dengan target indikatif Rp 4 triliun. Seri SBSN yang akan dilelang dengan perkiraan yieldnya ialah SPN-S 11012019 (6,40% - 6,50%), SPN-S 11042019 (6,45% - 6,55%), PBS016 (7,22% - 7,27%), PBS002 (7,57%-7,62%), PBS012(8,23% - 8,28%), dan PBS015 (7,97% - 8,02%). Adapun perkiraan penawaran yang masuk (incoming bids) adalah Rp 5 – 15 triliun.
- Today, Government bond prices on the secondary market are likely to weaken moderately because of higher US yield, which would be restrained by Rupiah appreciation tendency. Rupiah will be ranging from IDR 14,280—14,296 and yield of 10 year benchmark bond (FR0064) will be ranging from 7.41% - 7.48%.
- Hari ini, pergerakan harga SBN secara umum di pasar sekunder diprediksi cenderung melemah terbatas, akibat naiknya yield AS yang dibatasi oleh kecenderungan apresiasi Rupiah. Nilai tukar rupiah terhadap dolar AS diprediksi bergerak pada kisaran Rp14.280 – Rp14.296 sedangkan yield benchmark 10 tahun (FR0064) pada perdagangan hari ini diperkirakan bergerak di rentang 7,41% - 7,48%.

Most Active Government Bonds	Last Price	Last Yield	Volume (IDR bn)
FR0053	102.89	7.17	2760
FR0069	100.75	6.82	1505
FR0064	91.49	7.35	1051
FR0075	96.00	7.90	920
FR0061	98.85	7.35	839
FR0065	88.00	8.02	785
FR0059	96.50	7.55	717
FR0070	104.25	7.44	586
ORIO12	100.80	5.90	571
PBS016	98.60	7.14	348

Most Active Corporate Bonds	Last Price	Last Yield	Volume (IDR bn)	
SMBNII01CN2	idAAA(sy)	101.77	8.15	122
TPIA01CCN2	idAA-	97.30	9.55	96
BNII02BCN1	idAAA	97.60	9.03	80
PPRO01ACN1	BBB+(idn)	100.05	8.98	54
BFIN04ACN1	AA-(idn)	100.00	6.71	50
FIFA03ACN2	idAAA	99.93	6.62	50
INDF08	idAA+	100.50	8.55	40
ISAT02ACN3	idAAA	99.15	7.10	40
SMII01ACN2	idAAA	99.84	6.61	40
SMFP04ACN3	idAAA	99.51	6.82	39

Global Stock Marketss	Last Price	Chg (bps)	% Chg	% YTD
Indonesia (JCI)	5807	112.46	1.97%	-8.63%
Malaysia (KLCI)	1673	8.77	0.53%	-6.91%
Thailand (SET)	1623	8.20	0.51%	-7.46%
Singapore (STI)	3229	37.00	1.16%	-5.1%
Hang Seng	28689	372.88	1.32%	-4.1%
Nikkei 225	22052	264.04	1.21%	-3.13%
Shanghai	2815	67.88	2.47%	-14.88%
Dow Jones (DJIA)	24777	320.11	1.31%	0.23%
London (FTSE 100)	7688	70.29	0.92%	0.00%
DAX	12544	47.72	0.38%	-2.9%

Global Bonds	9-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	2.552	2.526	2.51	2.49
5-Year	2.729	2.722	2.72	2.76
10-Year	2.857	2.82	2.87	2.95
30-Year	2.95	2.96	2.97	3.07

FX Rate	9-Jul	(-1 day)	(-1 week)
USD/IDR	14,296	14,342	14,342
GBP/USD	1.326	1.328	1.314
USD/JPY	110.9	110.4	110.9
USD/SGD	1.357	1.355	1.369
USD/THB	33.07	33.14	33.17
USD/MYR	4.030	4.040	4.040

10-Year Government Bond Yield	9-Jul	(-1 day)	(-1 week)	(-1 month)
UK	1.251	1.266	1.25	1.40
Germany	0.298	0.290	0.30	0.49
France	0.64	0.64	0.65	0.90
China	3.54	3.52	3.46	3.65
Japan	0.033	0.026	0.02	0.04
Korea	2.73	2.73	2.73	2.73
Thailand	2.58	2.57	2.57	2.52
Malaysia	4.10	4.15	4.20	4.23
Singapore	2.43	2.40	2.48	2.61
Indonesia USD Bond Yield				
INDO-22	3.85	3.90	3.94	3.97
INDO-27	4.38	4.47	4.51	4.47
INDO-47	5.09	5.17	5.21	5.21

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)	119.8	122.9	124.9

Money Market	9-Jul	(-1 day)	(-1 week)	(-1 month)
JIBOR				
O/N	4.91	4.92	4.78	6.06
1M	7.18	7.16	7.09	7.03
3M	7.35	7.33	7.26	7.16
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	5.71	5.69	5.65	5.63
Lending	14.3	14.2	13.7	13.7

Indonesia Sovereign CDS	2-year	5-year	10-year
As of			
9-Jul	48.29	125.81	210.28
(-1 Day)	54.38	133.67	222.02
(-1 Week)	55.49	141.59	226.73
(-1 Month)	51.91	127.57	210.23
(-1 Year)	47.51	120.19	188.69

Benchmark	9-Jul	(-1 day)	Change	Yield
FR0061	98.88	98.25	63	7.34%
FR0059	96.59	95.14	145	7.53%
FR0074	95.83	94.14	169	8.00%
FR0072	101.90	99.86	204	8.05%

Government Bond Ownership As of July 06, 2018 (in Trillion)

Holders	2013	2014	2015	2016	2017	3-Jul-18	4-Jul-18	5-Jul-18	6-Jul-18
Banks	335.43	375.55	350.07	399.46	491.61	490.47	522.90	525.32	524.25
Bank Indonesia	44.44	41.63	148.91	134.25	141.83	180.27	147.44	155.95	154.04
Mutual Fund	42.50	45.79	61.60	85.66	104.00	111.6	111.5	111.5	111.5
Insurance	129.55	150.60	171.62	238.24	150.80	173.0	173.0	172.6	173.6
Foreign Investor	323.83	461.35	558.52	665.81	836.15	828.99	829.22	829.78	831.71
Pension Fund	39.47	43.30	49.83	87.28	198.06	220.27	220.30	220.40	220.49
Individual Investors	32.48	30.41	42.53	57.75	59.84	62.14	62.20	62.28	62.38
Others	47.56	61.32	78.76	104.84	117.48	131.15	131.39	131.39	131.27
Total	995.25	1,209.96	1,461.85	1,773.28	2,099.77	2,197.92	2,197.92	2,209.24	2,209.24

Source: Bloomberg, IDX & DJPPR

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Government Bonds Prices

Closing Price Data : 9-Jul-2018

Series	Maturity	TTM	Coupon	Price	YTM	Price (-1)	Price Spread (bps)
FR0032	15-Jul-18	0.02	15.000%	100.30	-6.31%	100.30	0.0
FR0038	15-Aug-18	0.10	11.600%	101.03	2.99%	101.03	0.0
FR0048	15-Sep-18	0.19	9.000%	100.50	6.08%	100.50	0.0
FR0069	15-Apr-19	0.77	7.875%	100.79	6.77%	100.63	16.5
FR0036	15-Sep-19	1.19	11.500%	105.14	6.87%	104.78	36.1
FR0031	15-Nov-20	2.36	11.000%	107.79	7.31%	107.58	21.3
FR0034	15-Jun-21	2.94	12.800%	114.28	7.29%	113.77	50.8
FR0053	15-Jul-21	3.02	8.250%	102.69	7.24%	102.16	53.4
FR0061	15-May-22	3.85	7.000%	98.88	7.34%	98.25	62.9
FR0035	15-Jun-22	3.94	12.900%	117.60	7.63%	117.60	0.0
FR0043	15-Jul-22	4.02	10.250%	109.53	7.46%	109.03	50.0
FR0063	15-May-23	4.85	5.625%	93.11	7.34%	92.51	60.1
FR0046	15-Jul-23	5.02	9.500%	108.50	7.44%	108.50	0.0
FR0039	15-Aug-23	5.10	11.750%	117.55	7.54%	116.79	76.1
FR0070	15-Mar-24	5.69	8.375%	104.19	7.45%	101.71	247.3
FR0044	15-Sep-24	6.19	10.000%	111.54	7.62%	110.50	103.8
FR0040	15-Sep-25	7.19	11.000%	117.47	7.77%	116.94	52.8
FR0037	15-Sep-26	8.19	12.000%	124.47	7.88%	124.47	0.0
FR0056	15-Sep-26	8.19	8.375%	105.23	7.51%	103.57	166.0
FR0059	15-May-27	8.85	7.000%	96.59	7.53%	95.14	144.6
FR0042	15-Jul-27	9.02	10.250%	115.60	7.81%	115.12	48.3
FR0047	15-Feb-28	9.61	10.000%	114.03	7.89%	114.03	0.0
FR0064	15-May-28	9.86	6.125%	91.15	7.41%	89.84	130.9
FR0071	15-Mar-29	10.69	9.000%	108.25	7.84%	107.31	94.1
FR0052	15-Aug-30	12.11	10.500%	118.24	8.10%	118.24	0.0
FR0073	15-May-31	12.86	8.750%	104.66	8.16%	104.66	0.0
FR0054	15-Jul-31	13.02	9.500%	109.83	8.25%	109.83	0.0
FR0058	15-Jun-32	13.95	8.250%	99.97	8.25%	99.97	0.0
FR0074	15-Aug-32	14.11	7.500%	95.83	8.00%	94.14	168.8
FR0065	15-May-33	14.86	6.625%	89.04	7.89%	87.61	143.0
FR0068	15-Mar-34	15.69	8.375%	102.39	8.10%	100.78	160.6
FR0072	15-May-36	17.86	8.250%	101.90	8.05%	99.86	204.4
FR0045	15-May-37	18.86	9.750%	114.35	8.34%	113.231	111.7
FR0075	15-May-38	138.47	7.500%	95.45	7.96%	94.49	96.3
FR0050	15-Jul-38	20.03	10.500%	119.19	8.49%	119.19	0.0
FR0057	15-May-41	22.87	9.500%	110.81	8.42%	110.81	0.0
FR0062	15-Apr-42	23.78	6.375%	78.85	8.45%	78.87	-2.0
FR0067	15-Jul-43	25.03	8.750%	103.09	8.45%	103.09	0.0
FR0076	15-May-48	29.87	7.375%	96.85	7.61%	97.25	-40.0

Source: Bloomberg, IBPA & MCS Estimates

July 10, 2018

Macroeconomic Indicator Calendar (July, 09 - 13 2018)

INDONESIA

Date	Indicator	Series Data	Actual	Previous	Projection
09	Consumer Confidence	Jun-18	128.1	125.1	125.5
11	Retail Sales (YoY)	May-18	-	4.1%	4.4%

GLOBAL

Date	Indicator	Country	Series Data	Actual	Previous	Projection
09	Balance of Trade	Germany	May-18	19.7 billion EUR	20.1 billion EUR	21.2 billion EUR
10	Inflation Rate (YoY)	China	Jun-18	-	1.8%	2.0%
10	Balance of Trade	United Kingdom	May-18	-	-5.28 billion GBP	-1.20 billion GBP
10	ZEW Economic Sentiment Index	Germany	Jul-18	-	-16.1	-10.2
11	Crude Oil Inventory	US	Week Ended, July 06 - 2018	-	1.25 million barrel	-1.7 million barrel
12	Inflation Rate Final (YoY)	Germany	Jun-18	-	2.2%	2.1%
12	Inflation Rate (YoY)	US	Jun-18	-	2.8%	2.9%
12	Initial Jobless Claims	US	Week Ended, July 07-2018	-	231 thousand	227 thousand
12	Continuing Jobless Claims	US	Week Ended, June 30-2018	-	1739 thousand	1717 thousand
13	Balance of Trade	China	Jun-18	-	24.92 billion USD	29.00 billion USD

Source: Tradingeconomics and Bloomberg (2018)

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