

July 11, 2018

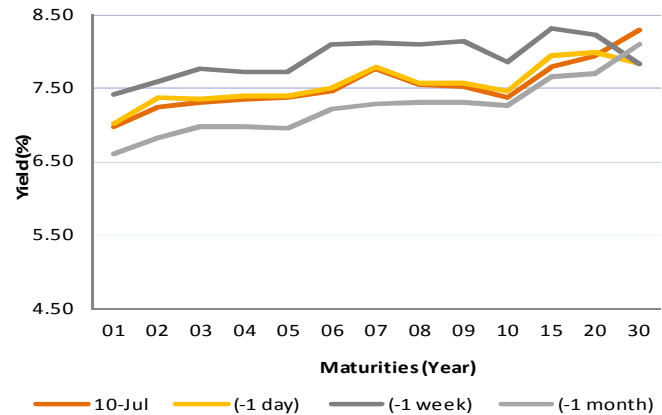
Fixed Income Daily Notes



Indonesia Government Bonds Yield

Maturities (Year)	10-Jul	(-1 day)	(-1 week)	(-1 month)
01	6.96	7.01	7.41	6.59
02	7.24	7.36	7.59	6.82
03	7.30	7.34	7.75	6.97
04	7.34	7.40	7.73	6.98
05	7.36	7.40	7.71	6.95
06	7.45	7.50	8.08	7.21
07	7.77	7.77	8.11	7.27
08	7.55	7.56	8.08	7.30
09	7.51	7.57	8.14	7.31
10	7.37	7.45	7.85	7.26
15	7.78	7.94	8.31	7.66
20	7.94	7.98	8.22	7.69
30	8.29	7.82	7.82	8.10

Source: Bloomberg



Global Market Update

- At Tuesday, July 10, US treasury yield fell to 2.85% because higher trade war tension. On the other hand, global benchmark bond yield move upward, indicated by 10-years UK gilt and 10-years German yield rose to 1.30%, and 0.37%.
- Yield US Treasury pada hari Selasa, 10 Juli 2018 ditutup turun ke level 2,85% akibat tensi perang dagang yang semakin meningkat. Di sisi lain, dari pasar obligasi global, yield acuan global cenderung ditutup naik, terlihat dari yield 10 tahun UK Gilt dan German Bund yang ditutup naik ke level 1,30% dan 0,37%.

Domestic Market Update

- Yesterday, July 10 2018, The government absorbed IDR 8 trillion in the last Islamic government securities (SBSN) or Sukuk auction from total incoming bids IDR 12.54 trillion. The absorbed amount was above government's indicative target, IDR 4 trillion. Moreover, incoming bids posted higher level than last auction, IDR 7.15 trillion. Meanwhile, SPNS11012019 became the most interesting series in the auction with an incoming bids IDR 5.08 trillion.
- Kemarin, 10 Juli 2018, pemerintah berhasil menyerap Rp 8 triliun dana dari investor dalam lelang Surat Berharga Syariah Negara (SBSN) kemarin dengan tingkat penawaran yang masuk (incoming bids) mencapai Rp 12,54 triliun. Jumlah dana yang diserap berada di atas target minimum pemerintah sebesar Rp 4 triliun, dan jumlah incoming bids pada lelang kemarin lebih tinggi dibandingkan dengan lelang SBSN sebelumnya yang mencapai Rp 7,15 triliun. Sementara itu, seri SPNS11012019 menjadi seri yang paling banyak diminati oleh investor dengan tingkat penawaran yang masuk mencapai Rp 5,08 triliun.
- Today, Government bond prices on the secondary market are likely to flattened amidst of lower US 10-year treasury yield and Rupiah depreciation tendency. Rupiah will be ranging from IDR 14,307—14,324 and yield of 10 year benchmark bond (FR0064) will be ranging from 7.22% - 7.40%.
- Hari ini, pergerakan harga SBN secara umum di pasar sekunder diprediksi cenderung datar di tengah turunnya yield AS dan kecenderungan melemahnya Rupiah. Nilai tukar rupiah terhadap dolar AS diprediksi bergerak pada kisaran Rp14.307 – Rp14.324 sedangkan yield benchmark 10 tahun (FR0064) pada perdagangan hari ini diperkirakan bergerak di rentang 7,22% - 7,40%.

Most Active Government Bonds	Last Price	Last Yield	Volume (IDR bn)
FR0061	99.30	7.21	1722
FR0053	102.80	7.20	1685
FR0065	90.25	7.74	1236
FR0070	104.25	7.44	1158
FR0069	100.90	6.62	937
FR0063	93.50	7.24	675
FR0072	104.50	7.78	629
FR0059	100.50	6.92	616
SR010	97.80	6.81	585
FR0064	92.20	7.25	561

Most Active Corporate Bonds	Last Price	Last Yield	Volume (IDR bn)	
FIFA03BCN3	idAAA	100.00	7.45	720
PNMPO2ACN2	idA	100.15	7.94	220
AMRTO2CN2	AA-(idn)	100.10	7.46	100
SANF02BCN1	idAA-	101.67	7.08	94
ISAT02DCN3	idAAA	100.20	8.16	75
ISAT08A	idAAA	101.32	7.18	74
PTHK01CN2	idAAA(gg)	99.55	8.14	60
APLN01CN2	idA-	103.75	7.88	52
ISAT01BCN1	idAAA	103.58	7.61	50
ISAT02ACN3	idAAA	98.88	7.49	40

Global Stock Markets	Last Price	Chg (bps)	% Chg	% YTD
Indonesia (JCI)	5882	74.39	1.28%	-7.46%
Malaysia (KLCI)	1687	14.50	0.87%	-6.10%
Thailand (SET)	1644	20.64	1.27%	-6.28%
Singapore (STI)	3275	46.01	1.42%	-3.8%
Hang Seng	28682	-6.25	-0.02%	-4.1%
Nikkei 225	22197	144.71	0.66%	-2.50%
Shanghai	2828	12.51	0.44%	-14.50%
Dow Jones (DJIA)	24920	143.07	0.58%	0.81%
London (FTSE 100)	7692	4.05	0.05%	0.06%
DAX	12610	65.96	0.53%	-2.4%

FX Rate	10-Jul		
	10-Jul	(-1 day)	(-1 week)
USD/IDR	14,307	14,296	14,360
GBP/USD	1.328	1.326	1.319
USD/JPY	111.0	110.9	110.6
USD/SGD	1.357	1.357	1.365
USD/THB	33.17	33.07	33.15
USD/MYR	4.028	4.030	4.042

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

Indonesia Sovereign CDS	2-year	5-year	10-year
As of			
10-Jul	47.44	123.54	207.2
(-1 Day)	48.29	125.81	210.28
(-1 Week)	53.50	136.45	220.09
(-1 Month)	50.88	126.29	205.12
(-1 Year)	47.39	119.85	188.28

Global Bonds	10-Jul			
	10-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	2.851	2.86	2.83	2.96
30-Year	2.95	2.96	2.97	3.07
10-Year Government Bond Yield				
UK	1.300	1.251	1.24	1.40
Germany	0.371	0.298	0.29	0.49
France	0.65	0.64	0.64	0.88
China	3.54	3.54	3.50	3.68
Japan	0.038	0.033	0.03	0.05
Korea	2.73	2.73	2.73	2.73
Thailand	2.59	2.58	2.56	2.54
Malaysia	4.08	4.10	4.20	4.22
Singapore	2.44	2.43	2.48	2.61
Indonesia USD Bond Yield				
INDO-22	3.82	3.85	3.94	3.96
INDO-27	4.33	4.38	4.52	4.46
INDO-47	5.03	5.09	5.23	5.21

Money Market	10-Jul			
	10-Jul	(-1 day)	(-1 week)	(-1 month)
JIBOR				
O/N	4.94	4.91	4.79	6.06
1M	7.19	7.18	7.14	7.03
3M	7.35	7.35	7.31	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	5.74	5.71	5.64	5.63
Lending	14.1	14.3	14.3	13.7

Benchmark	10-Jul	(-1 day)	Change	Yield
FR0061	99.23	98.88	35	7.23%
FR0059	97.15	96.59	57	7.44%
FR0074	96.27	95.83	44	7.94%
FR0072	102.36	101.90	45	8.00%

Government Bond Ownership As of July 09, 2018 (in Trillion)

Holders	2013	2014	2015	2016	2017	4-Jul-18	5-Jul-18	6-Jul-18	9-Jul-18
Banks	335.43	375.55	350.07	399.46	491.61	522.90	525.32	524.25	542.07
Bank Indonesia	44.44	41.63	148.91	134.25	141.83	147.44	155.95	154.04	136.08
Mutual Fund	42.50	45.79	61.60	85.66	104.00	111.5	111.5	111.5	111.4
Insurance	129.55	150.60	171.62	238.24	150.80	173.0	172.6	173.6	173.6
Foreign Investor	323.83	461.35	558.52	665.81	836.15	829.22	829.78	831.71	831.86
Pension Fund	39.47	43.30	49.83	87.28	198.06	220.30	220.40	220.49	220.47
Individual Investors	32.48	30.41	42.53	57.75	59.84	62.20	62.28	62.38	62.41
Others	47.56	61.32	78.76	104.84	117.48	131.39	131.39	131.27	131.33
Total	995.25	1,209.96	1,461.85	1,773.28	2,099.77	2,197.92	2,209.24	2,209.24	2,209.24

Source: Bloomberg, IDX & DJPPR

July 11, 2018

Government Bonds Prices

Closing Price Data : 10-Jul-2018



Series	Maturity	TTM	Coupon	Price	YTM	Price (-1)	Price Spread (bps)
FR0032	15-Jul-18	0.01	15.000%	100.30	-6.31%	100.30	0.0
FR0038	15-Aug-18	0.10	11.600%	100.64	4.40%	101.03	-39.2
FR0048	15-Sep-18	0.18	9.000%	100.52	5.84%	100.50	2.7
FR0069	15-Apr-19	0.76	7.875%	100.88	6.65%	100.79	8.7
FR0036	15-Sep-19	1.18	11.500%	105.03	6.95%	105.14	-10.6
FR0031	15-Nov-20	2.35	11.000%	108.21	7.12%	107.79	41.8
FR0034	15-Jun-21	2.93	12.800%	114.44	7.23%	114.28	15.4
FR0053	15-Jul-21	3.02	8.250%	102.76	7.21%	102.69	6.6
FR0061	15-May-22	3.85	7.000%	99.23	7.23%	98.88	34.9
FR0035	15-Jun-22	3.93	12.900%	117.60	7.63%	117.60	0.0
FR0043	15-Jul-22	4.02	10.250%	109.56	7.45%	109.53	2.9
FR0063	15-May-23	4.85	5.625%	93.32	7.28%	93.11	21.3
FR0046	15-Jul-23	5.02	9.500%	108.41	7.46%	108.41	0.0
FR0039	15-Aug-23	5.10	11.750%	117.96	7.45%	117.55	40.9
FR0070	15-Mar-24	5.68	8.375%	104.55	7.38%	104.19	36.2
FR0044	15-Sep-24	6.19	10.000%	112.31	7.47%	111.54	76.5
FR0040	15-Sep-25	7.19	11.000%	117.80	7.72%	117.47	32.9
FR0037	15-Sep-26	8.19	12.000%	124.47	7.88%	124.47	0.0
FR0056	15-Sep-26	8.19	8.375%	105.33	7.49%	105.23	10.8
FR0059	15-May-27	8.85	7.000%	97.15	7.44%	96.59	56.6
FR0042	15-Jul-27	9.02	10.250%	116.97	7.61%	115.60	137.1
FR0047	15-Feb-28	9.61	10.000%	116.17	7.59%	114.03	213.9
FR0064	15-May-28	9.85	6.125%	91.76	7.31%	91.15	61.2
FR0071	15-Mar-29	10.69	9.000%	109.80	7.64%	108.25	154.9
FR0052	15-Aug-30	12.11	10.500%	118.24	8.10%	118.24	0.0
FR0073	15-May-31	12.85	8.750%	106.22	7.97%	104.66	156.6
FR0054	15-Jul-31	13.02	9.500%	109.83	8.25%	109.83	0.0
FR0058	15-Jun-32	13.94	8.250%	102.70	7.93%	102.00	70.0
FR0074	15-Aug-32	14.11	7.500%	96.27	7.94%	95.83	44.1
FR0065	15-May-33	14.86	6.625%	90.13	7.76%	89.04	109.2
FR0068	15-Mar-34	15.69	8.375%	103.83	7.94%	102.39	143.8
FR0072	15-May-36	17.86	8.250%	102.36	8.00%	101.90	45.4
FR0045	15-May-37	18.86	9.750%	114.30	8.24%	114.348	-4.5
FR0075	15-May-38	138.47	7.500%	95.99	7.90%	95.45	53.9
FR0050	15-Jul-38	20.03	10.500%	119.19	8.49%	119.19	0.0
FR0057	15-May-41	22.86	9.500%	110.81	8.42%	110.81	0.0
FR0062	15-Apr-42	23.78	6.375%	78.85	8.45%	78.85	0.0
FR0067	15-Jul-43	25.03	8.750%	103.17	8.44%	103.09	8.1
FR0076	15-May-48	29.87	7.375%	90.81	7.82%	95.14	-432.1

Source: Bloomberg, IBPA & MCS Estimates

July 11, 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	1.9%	1.8%	2.0%
10	Balance of Trade	United Kingdom	May-18	-12.36 billion GBP	-12.40 billion GBP	-12.0 billion GBP
10	ZEW Economic Sentiment Index	Germany	Jul-18	-24.7	-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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