

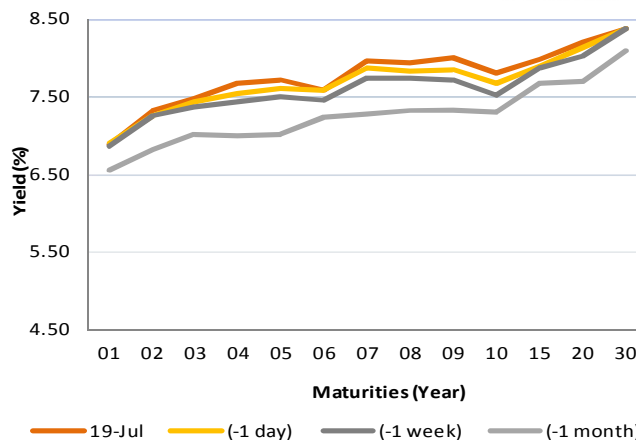
Fixed Income Daily Notes



Indonesia Government Bonds Yield

Maturities (Year)	19-Jul	(-1 day)	(-1 week)	(-1 month)
01	6.88	6.90	6.86	6.56
02	7.33	7.25	7.25	6.82
03	7.48	7.43	7.36	7.02
04	7.68	7.54	7.44	6.99
05	7.72	7.60	7.49	7.02
06	7.59	7.59	7.45	7.23
07	7.96	7.87	7.75	7.28
08	7.94	7.83	7.74	7.32
09	8.00	7.85	7.72	7.33
10	7.81	7.68	7.53	7.30
15	7.99	7.90	7.88	7.68
20	8.19	8.13	8.03	7.70
30	8.38	8.37	8.37	8.10

Source: Bloomberg



Global Market Update

- At Thursday, July 19, US treasury yield fell to 2.84% Trump's statement about his disappointment to The Fed because The Fed policy hindered his fiscal stimulus. On the other side, global benchmark bond yield also moved downward, indicated by 10-years UK gilt that fell to 1.18% and German Bund that moved downward to 0.33%.
- Yield US Treasury pada hari Kamis, 19 Juli 2018 ditutup mengalami penurunan hingga ke level 2,84% akibat pernyataan Donald Trump yang mengaku tidak senang dengan kebijakan kenaikan suku bunga The Fed karena menghapus dampak stimulus fiskal yang ia lakukan. Di pasar obligasi global, yield acuan global juga mayoritas ditutup mengalami penurunan, terlihat dari yield 10 tahun UK Gilt yang mengalami penurunan ke level 1,18% dan German Bund yang ditutup turun ke level 0,33%.

Domestic Market Update

- BI planned to reactivate 9 month and 12 month SBI in the near future. According to BI, in order to pull the investor to Indonesia, those reactivate is needed. However, according to Indef economist, Eko Listiyanto, SBI reactivate could pushed banks to allocate their asset to SBI. Thus, that would led to credit reduction.
- BI Berencana untuk mengaktifkan kembali SBI 9 Bulan dan 12 Bulan dalam waktu dekat. Menurut BI, pengaktifkan kembali SBI 9 Bulan dan 12 Bulan tersebut bertujuan untuk menarik investor agar bisa menanamkan asetnya di Indonesia. Ekonom Indef, Eko Listiyanto, mengungkapkan bahwa dengan pengaktifan kembali SBI ini, dapat menginsentif Bank untuk mengurangi kredit ke publik karena Bank cenderung untuk menaruh dananya di SBI ini.
- Today, Government bond prices on the secondary market are likely to strengthen because of lower US yield. Rupiah will be ranging from IDR 14,451—14,535 and yield of 10 year benchmark bond (FR0064) will be ranging from 7.64% - 7.76%.
- Hari ini, pergerakan harga SBN secara umum di pasar sekunder diprediksi cenderung menguat terbatas akibat turunnya yield AS. Nilai tukar rupiah terhadap dolar AS diprediksi bergerak pada kisaran Rp14.451 – Rp14.535 sedangkan yield benchmark 10 tahun (FR0064) pada perdagangan hari ini diperkirakan bergerak di rentang 7,64% - 7,76%.

Most Active Government Bonds	Last Price	Last Yield	Volume (IDR bn)
FR0064	88.85	7.77	5550
FR0063	94.00	7.12	2311
FR0069	100.76	6.76	1039
FR0070	102.00	7.93	990
FR0053	102.00	7.49	912
FR0061	97.85	7.66	840
FR0075	95.75	7.93	694
FR0059	96.80	7.50	681
FR0058	100.80	8.15	603
FR0072	102.25	8.01	590

Most Active Corporate Bonds	Last Price	Last Yield	Volume (IDR bn)	
WSKT02CN2	idA-	99.25	8.77	91
ISAT02ACN3	idAAA	98.97	7.41	80
SMASDF01ACN1	AAA(idn)sy	100.20	5.86	72
FIFA03ACN3	idAAA	99.70	6.53	65
WSKT03ACN1	A(idn)	96.42	9.82	51
BBRI02BCN2	idAAA	100.15	8.00	50
APAI01C	idAAA	100.10	8.53	40
ASDF04ACN1	AAA(idn)	98.90	7.46	40
SWMEDP01B	idA(sy)	102.60	40	40
SMBEXI01ACN1	idAAA(sy)	99.08	7.28	31

Global Stock Markets	Last Price	Chg (bps)	% Chg	% YTD
Indonesia (JCI)	5871	-19.65	-0.33%	-7.62%
Malaysia (KLCI)	1759	6.17	0.35%	-2.09%
Thailand (SET)	1647	11.04	0.67%	-6.09%
Singapore (STI)	3278	37.08	1.14%	-3.7%
Hang Seng	28011	-106.56	-0.38%	-6.4%
Nikkei 225	22765	-29.51	-0.13%	0.00%
Shanghai	2773	-14.71	-0.53%	-16.17%
Dow Jones (DJIA)	25065	-134.79	-0.53%	1.40%
London (FTSE 100)	7684	7.69	0.10%	-0.05%
DAX	12686	-79.65	-0.62%	-1.8%

Global Bonds	19-Jul	(-1 day)	(-1 week)	(-1 month)
Fed Fund Rate & US T-Bonds Yield				
Fed Fund Rate	2.00	2.00	2.00	2.00
2-Year	2.55	2.526	2.51	2.49
5-Year	2.73	2.722	2.72	2.76
10-Year	2.84	2.87	2.85	2.90
30-Year	2.95	2.96	2.97	3.07
10-Year Government Bond Yield				
UK	1.18	1.23	1.28	1.28
Germany	0.33	0.34	0.36	0.33
France	0.62	0.63	0.64	0.70
China	3.44	3.47	3.51	3.59
Japan	0.04	0.04	0.04	0.03
Korea	2.73	2.73	2.73	2.73
Thailand	2.77	2.75	2.61	2.66
Malaysia	4.09	4.09	4.10	4.22
Singapore	2.43	2.42	2.42	2.56
Indonesia USD Bond Yield				
INDO-22	3.76	3.74	3.82	4.00
INDO-27	4.27	4.26	4.36	4.50
INDO-47	4.92	4.90	4.97	5.22

FX Rate	19-Jul	(-1 day)	(-1 week)
USD/IDR	14,507	14,409	14,329
GBP/USD	1.302	1.307	1.321
USD/JPY	112.5	112.9	112.6
USD/SGD	1.371	1.365	1.363
USD/THB	33.47	33.31	33.21
USD/MYR	4.074	4.060	4.034

Money Market	19-Jul	(-1 day)	(-1 week)	(-1 month)
JIBOR				
O/N	5.02	5.00	4.97	4.34
1M	6.79	6.94	7.17	6.81
3M	7.19	7.23	7.34	7.07
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	5.68	5.66	5.65	5.62
Lending	13.8	13.8	14.2	13.8

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			
19-Jul	44.00	118.77	198.01
(-1 Day)	42.77	115.55	193.78
(-1 Week)	47.09	122.60	205.97
(-1 Month)	51.95	135.97	215.53
(-1 Year)	43.38	115.67	185.37

Benchmark	19-Jul	(-1 day)	Change	Yield
FR0061	98.13	98.54	-41	7.57%
FR0059	94.40	95.26	-87	7.89%
FR0074	94.82	95.65	-83	8.12%
FR0072	100.46	101.43	-97	8.20%

Government Bond Ownership As of July 18, 2018 (in Trillion)

Holders	2013	2014	2015	2016	2017	13-Jul-18	16-Jul-18	17-Jul-18	18-Jul-18
Banks	335.43	375.55	350.07	399.46	491.61	528.83	529.56	536.87	548.63
Bank Indonesia	44.44	41.63	148.91	134.25	141.83	141.89	139.53	130.70	119.68
Mutual Fund	42.50	45.79	61.60	85.66	104.00	112.5	112.9	112.9	112.9
Insurance	129.55	150.60	171.62	238.24	150.80	172.6	188.0	188.2	188.2
Foreign Investor	323.83	461.35	558.52	665.81	836.15	835.43	835.90	837.01	836.22
Pension Fund	39.47	43.30	49.83	87.28	198.06	220.77	205.48	205.65	205.69
Individual Investors	32.48	30.41	42.53	57.75	59.84	62.53	62.54	62.53	62.57
Others	47.56	61.32	78.76	104.84	117.48	131.37	131.15	131.18	131.17
Total	995.25	1,209.96	1,461.85	1,773.28	2,099.77	2,205.94	2,205.05	2,205.05	2,205.05

Source: Bloomberg, IDX & DJPPR

July 20, 2018



Government Bonds Prices

Closing Price Data : 19-Jul-2018

Series	Maturity	TTM	Coupon	Price	YTM	Price (-1)	Price Spread (bps)
FR0038	15-Aug-18	0.07	11.600%	100.58	2.41%	100.58	-0.1
FR0048	15-Sep-18	0.16	9.000%	100.50	5.39%	100.50	0.0
FR0069	15-Apr-19	0.74	7.875%	100.86	6.63%	100.86	0.0
FR0036	15-Sep-19	1.16	11.500%	105.12	6.77%	105.15	-2.6
FR0031	15-Nov-20	2.33	11.000%	108.07	7.14%	108.19	-12.0
FR0034	15-Jun-21	2.91	12.800%	113.91	7.37%	114.29	-38.7
FR0053	15-Jul-21	2.99	8.250%	102.37	7.35%	102.53	-15.8
FR0061	15-May-22	3.82	7.000%	98.13	7.57%	98.54	-41.3
FR0035	15-Jun-22	3.91	12.900%	119.38	7.13%	119.38	0.0
FR0043	15-Jul-22	3.99	10.250%	109.00	7.59%	109.14	-13.3
FR0063	15-May-23	4.82	5.625%	92.03	7.63%	92.41	-38.0
FR0046	15-Jul-23	4.99	9.500%	108.60	7.41%	108.60	0.0
FR0039	15-Aug-23	5.08	11.750%	117.07	7.62%	117.31	-24.4
FR0070	15-Mar-24	5.66	8.375%	103.70	7.56%	103.70	0.0
FR0044	15-Sep-24	6.16	10.000%	110.70	7.77%	111.26	-56.0
FR0040	15-Sep-25	7.16	11.000%	117.13	7.82%	117.66	-53.4
FR0037	15-Sep-26	8.16	12.000%	125.34	7.75%	125.34	0.0
FR0056	15-Sep-26	8.16	8.375%	103.07	7.86%	103.65	-58.0
FR0059	15-May-27	8.83	7.000%	94.40	7.89%	95.26	-86.6
FR0042	15-Jul-27	8.99	10.250%	114.83	7.91%	115.75	-91.9
FR0047	15-Feb-28	9.58	10.000%	113.99	7.89%	114.62	-63.1
FR0064	15-May-28	9.83	6.125%	88.87	7.76%	89.89	-101.8
FR0071	15-Mar-29	10.66	9.000%	108.03	7.87%	108.61	-58.0
FR0052	15-Aug-30	12.08	10.500%	118.75	8.04%	118.75	0.0
FR0073	15-May-31	12.83	8.750%	105.13	8.10%	106.06	-93.5
FR0054	15-Jul-31	13.00	9.500%	111.24	8.09%	111.72	-48.2
FR0058	15-Jun-32	13.92	8.250%	100.80	8.15%	100.53	27.0
FR0074	15-Aug-32	14.08	7.500%	94.82	8.12%	95.65	-83.2
FR0065	15-May-33	14.83	6.625%	88.83	7.92%	89.53	-70.5
FR0068	15-Mar-34	15.67	8.375%	100.97	8.26%	102.51	-154.1
FR0072	15-May-36	17.84	8.250%	100.46	8.20%	101.43	-96.8
FR0045	15-May-37	18.84	9.750%	114.28	8.24%	114.276	0.0
FR0075	15-May-38	138.47	7.500%	93.99	8.11%	94.59	-59.6
FR0050	15-Jul-38	20.00	10.500%	122.00	8.24%	122.00	0.0
FR0057	15-May-41	22.84	9.500%	110.76	8.43%	110.74	1.4
FR0062	15-Apr-42	23.76	6.375%	78.92	8.44%	78.95	-2.8
FR0067	15-Jul-43	25.01	8.750%	103.16	8.45%	103.15	0.2
FR0076	15-May-48	29.84	7.375%	90.63	8.37%	90.60	2.5

Source: Bloomberg, IBPA & MCS Estimates

July 20, 2018

Macroeconomic Indicator Calendar (July, 16 - 20 2018)

INDONESIA

Date	Indicator	Series Data	Actual	Previous	Projection
16	Balance of Trade	Jun-18	1.74 billion USD	-1.52 billion USD	0.73 billion USD
19	7-Days (Reverse) Repo Rate	-	5.25%	5.25%	5.25%
20	Loan Growth (YoY)	Jun-18	-	10.26%	-

GLOBAL

Date	Indicator	Country	Series Data	Actual	Previous	Projection
16	Economic Growth (YoY)	China	Quarter-II	6.7%	6.8%	6.7%
16	Balance of Trade	Euro Area	May-18	16.5 billion EUR	16.7 billion EUR	23.6 billion EUR
16	Retail Sales (MoM)	US	Jun-18	0.5%	1.3%	0.3%
17	Unemployment Rate	Great Britain	May-18	4.2%	4.2%	4.3%
18	Inflation Rate (YoY)	Great Britain	Jun-18	2.4%	2.4%	2.6%
18	Inflation Rate Final (YoY)	Euro Area	Jun-18	2.0%	1.9%	2.0%
18	Crude Oil Inventory	US	Week Ended, July 13 - 2018	5.84 million barrel	-12.6 million barrel	-1.9 million barrel
19	Balance of Trade	Japan	Jun-18	721 billion JPY	-581 billion JPY	315.7 billion JPY
19	Initial Jobless Claims	US	Week Ended, July 14-2018	207 thousand	215 thousand	217 thousand
19	Continuing Jobless Claims	US	Week Ended, July 07-2018	1751 thousand	1743 thousand	1737 thousand
20	Inflation Rate (YoY)	Japan	Jun-18	-	0.7%	0.9%
20	Current Account	Euro Area	May-18	-	26.2 billion EUR	17.4 billion EUR

Source: Tradingeconomics and Bloomberg (2018)

July 20, 2018

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