

July 25, 2018

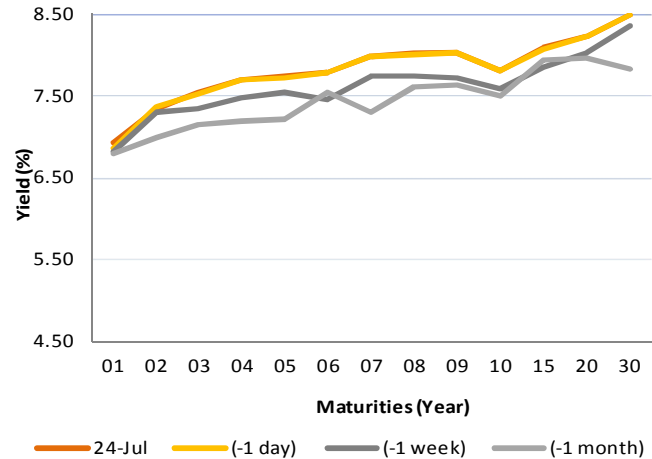
## Fixed Income Daily Notes



### Indonesia Government Bonds Yield

Maturities (Year)	24-Jul	(-1 day)	(-1 week)	(-1 month)
01	6.92	6.87	6.81	6.81
02	7.35	7.37	7.30	7.00
03	7.54	7.51	7.35	7.16
04	7.71	7.70	7.48	7.19
05	7.74	7.73	7.55	7.21
06	7.79	7.79	7.45	7.54
07	7.99	7.99	7.74	7.31
08	8.02	8.00	7.74	7.61
09	8.03	8.02	7.72	7.62
10	7.81	7.81	7.58	7.49
15	8.10	8.08	7.86	7.94
20	8.22	8.23	8.03	7.96
30	8.48	8.48	8.35	7.82

Source: Bloomberg



## Global Market Update

- At Tuesday, July 24, US 10-year treasury yield fell slightly to 2.95%. Meanwhile, global benchmark bond yield varied, which was indicated by 10-years UK gilt that flat at 1.27% and German Bund that moved downward to 0.40%.
- Yield 10-year US Treasury note pada hari Selasa, 24 Juli 2018 ditutup turun ke level 2,95%. Dari pasar obligasi global, yield acuan global ditutup bervariasi, terlihat dari yield 10 tahun UK Gilt yang ditutup datar di level 1,27% dan German Bund yang ditutup turun 0,40%.

## Domestic Market Update

- Yesterday, July 24 2018, The government absorbed IDR 4.81 trillion in the last Islamic government securities (SBSN) or Sukuk auction from total incoming bids IDR 9.89 trillion. The absorbed amount was below government's indicative target, IDR 6 trillion. Meanwhile, incoming bids posted lower level than last auction, IDR 12.54 trillion. SPNS11012019 became the most interesting series in the auction with an incoming bids IDR 3.69 trillion.
- Kemarin, Selasa, 24 Juli 2018, pemerintah berhasil menyerap Rp 4,81 triliun dana dari investor dalam lelang Surat Berharga Syariah Negara (SBSN) kemarin dengan tingkat penawaran yang masuk (incoming bids) mencapai Rp 9,89 triliun. Jumlah dana yang diserap berada di bawah target indikatif pemerintah sebesar Rp 6 triliun, dan jumlah incoming bids pada lelang kemarin lebih rendah dibandingkan dengan lelang SBSN sebelumnya yang mencapai Rp 12,54 triliun. Sementara itu, seri SPNS11012019 kembali menjadi seri yang paling banyak diminati oleh investor dengan tingkat penawaran yang masuk mencapai Rp 3,69 triliun.
- Today, Government bond prices on the secondary market are likely to flat because of lower US yield and Rupiah depreciation tendency. Rupiah will be ranging from IDR 14,478—14,497 and yield of 10 year benchmark bond (FR0064) will be ranging from 7.73% - 7.81%.
- Hari ini, pergerakan harga SBN secara umum di pasar sekunder diprediksi cenderung datar akibat naik tipisnya yield AS dan perkiraan pelemahan Rupiah. Nilai tukar rupiah terhadap dolar AS diprediksi bergerak pada kisaran Rp14.478 – Rp14.497 sedangkan yield benchmark 10 tahun (FR0064) pada perdagangan hari ini diperkirakan bergerak di rentang 7,73% - 7,81%.

Most Active Government Bonds	Last Price	Last Yield	Volume (IDR bn)
FR0059	94.50	7.87	1436
FR0064	88.60	7.81	958
FR0056	102.90	5.23	912
FR0075	94.50	8.06	852
FR0063	91.85	7.68	604
FR0065	86.25	8.25	495
FR0072	100.75	8.17	448
FR0069	101.30	6.00	320
FR0058	100.40	8.20	269
FR0074	96.75	7.89	263

Most Active Corporate Bonds	Last Price	Last Yield	Volume (IDR bn)	
APAI01C	idAAA	100.20	7.03	130
WSKT02CN1	idA-	100.95	7.08	86
SMBNII01CN2	idAAA(sy)	101.95		71
BACA02SB	idBBB-	100.05	10.25	48
WOMF02ACN3	AA-(idn)	98.97	5.70	46
BACA01SB	idBBB-	101.61	9.91	40
SMGR01CN1	idAA+	100.40	6.87	40
IMFI03BCN1	idA	98.93	7.40	35
ISAT01BCN1	idAAA	103.16	7.85	32
SMFP04BCN3	idAAA	96.85	8.22	32

Global Stock Markets	Last Price	Chg (bps)	% Chg	% YTD
Indonesia (JCI)	5932	16.05	0.27%	-6.67%
Malaysia (KLCI)	1763	4.97	0.28%	-1.89%
Thailand (SET)	1674	-1.53	-0.09%	-4.53%
Singapore (STI)	3293	-1.06	-0.03%	-3.2%
Hang Seng	28663	406.45	1.44%	-4.2%
Nikkei 225	22510	113.49	0.51%	-1.12%
Shanghai	2906	46.02	1.61%	-12.14%
Dow Jones (DJIA)	25242	197.65	0.79%	2.11%
London (FTSE 100)	7709	53.26	0.70%	0.28%
DAX	12689	140.82	1.12%	-1.8%

Global Bonds	24-Jul			
	24-Jul	(-1 day)	(-1 week)	(-1 month)
<b>Fed Fund Rate &amp; UST-Bonds Yield</b>				
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	2.95	2.96	2.86	2.88
30-Year	2.95	2.96	2.97	3.07
<b>10-Year Government Bond Yield</b>				
UK	1.27	1.27	1.26	1.30
Germany	0.40	0.41	0.34	0.34
France	0.70	0.71	0.63	0.74
China	3.56	3.52	3.48	3.58
Japan	0.08	0.08	0.04	0.03
Korea	2.73	2.73	2.73	2.73
Thailand	2.75	2.73	2.74	2.58
Malaysia	4.09	4.07	4.11	4.21
Singapore	2.45	2.43	2.41	2.56
<b>Indonesia USD Bond Yield</b>				
INDO-22	3.78	3.75	3.77	3.98
INDO-27	4.30	4.28	4.27	4.47
INDO-47	4.95	4.92	4.92	5.20

FX Rate	24-Jul		
	24-Jul	(-1 day)	(-1 week)
USD/IDR	14,478	14,488	14,384
GBP/USD	1.314	1.310	1.312
USD/JPY	111.2	111.3	112.9
USD/SGD	1.364	1.365	1.365
USD/THB	33.38	33.43	33.31
USD/MYR	4.059	4.066	4.046

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			
24-Jul	42.02	113.28	190.50
(-1 Day)	42.88	115.65	193.78
(-1 Week)	43.04	116.33	194.86
(-1 Month)	50.36	134.50	212.67
(-1 Year)	43.41	115.95	184.30

Money Market	24-Jul			
	24-Jul	(-1 day)	(-1 week)	(-1 month)
<b>JIBOR</b>				
O/N	5.00	5.00	5.00	4.42
1M	6.57	6.67	6.98	6.89
3M	7.16	7.16	7.24	7.10
<b>LIBOR</b>				
1M	2.06	2.06	2.08	2.10
3M	2.34	2.34	2.34	2.34
6M	2.52	2.52	2.52	2.50
<b>Indonesia Interest Rates</b>				
Deposit 1M	5.72	5.68	5.67	5.65
Lending	13.6	13.7	13.7	13.6

Benchmark	24-Jul	(-1 day)	Change	Yield
FR0061	97.91	98.04	-13	7.64%
FR0059	93.87	94.03	-16	7.98%
FR0074	93.87	93.93	-5	8.24%
FR0072	99.37	99.59	-23	8.32%

**Government Bond Ownership As of July 23, 2018 (in Trillion)**

Holders	2013	2014	2015	2016	2017	18-Jul-18	19-Jul-18	20-Jul-18	23-Jul-18
Banks	335.43	375.55	350.07	399.46	491.61	548.63	567.78	559.02	554.06
Bank Indonesia	44.44	41.63	148.91	134.25	141.83	119.68	113.13	121.52	128.08
Mutual Fund	42.50	45.79	61.60	85.66	104.00	112.9	113.3	113.3	113.3
Insurance	129.55	150.60	171.62	238.24	150.80	188.2	188.5	188.6	188.7
<b>Foreign Investor</b>	<b>323.83</b>	<b>461.35</b>	<b>558.52</b>	<b>665.81</b>	<b>836.15</b>	<b>836.22</b>	<b>842.08</b>	<b>841.80</b>	<b>839.54</b>
Pension Fund	39.47	43.30	49.83	87.28	198.06	205.69	206.35	206.86	207.35
Individual Investors	32.48	30.41	42.53	57.75	59.84	62.57	62.62	62.67	62.70
Others	47.56	61.32	78.76	104.84	117.48	131.17	131.29	131.30	131.33
<b>Total</b>	<b>995.25</b>	<b>1,209.96</b>	<b>1,461.85</b>	<b>1,773.28</b>	<b>2,099.77</b>	<b>2,205.05</b>	<b>2,225.05</b>	<b>2,225.05</b>	<b>2,225.05</b>

Source: Bloomberg, IDX & DJPPR

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**Government Bonds Prices**

**Closing Price Data : 24-Jul-2018**

Series	Maturity	TTM	Coupon	Price	YTM	Price (-1)	Price Spread (bps)
FR0038	15-Aug-18	0.06	11.600%	100.58	1.09%	100.62	-4.7
FR0048	15-Sep-18	0.15	9.000%	100.50	5.22%	100.53	-3.2
FR0069	15-Apr-19	0.73	7.875%	100.83	6.65%	100.87	-4.1
FR0036	15-Sep-19	1.15	11.500%	105.12	6.73%	105.13	-0.3
FR0031	15-Nov-20	2.32	11.000%	107.79	7.26%	107.75	3.6
FR0034	15-Jun-21	2.90	12.800%	113.64	7.46%	113.75	-11.0
FR0053	15-Jul-21	2.98	8.250%	102.13	7.44%	102.25	-11.8
FR0061	15-May-22	3.81	7.000%	97.91	7.64%	98.04	-12.8
FR0035	15-Jun-22	3.90	12.900%	116.88	7.78%	119.38	-250.0
FR0043	15-Jul-22	3.98	10.250%	108.68	7.67%	108.83	-15.2
<b>FR0063</b>	<b>15-May-23</b>	<b>4.81</b>	<b>5.625%</b>	<b>91.87</b>	<b>7.68%</b>	<b>91.87</b>	<b>0.4</b>
FR0046	15-Jul-23	4.98	9.500%	108.60	7.41%	108.60	0.0
FR0039	15-Aug-23	5.06	11.750%	116.04	7.84%	115.97	6.7
FR0070	15-Mar-24	5.65	8.375%	102.64	7.78%	102.64	0.0
FR0044	15-Sep-24	6.15	10.000%	110.07	7.90%	110.70	-63.2
FR0040	15-Sep-25	7.15	11.000%	116.42	7.94%	116.74	-31.5
FR0037	15-Sep-26	8.15	12.000%	125.34	7.75%	125.34	0.0
FR0056	15-Sep-26	8.15	8.375%	102.43	7.96%	102.44	-0.7
FR0059	15-May-27	8.81	7.000%	93.87	7.98%	94.03	-16.3
FR0042	15-Jul-27	8.98	10.250%	114.28	7.99%	114.53	-25.1
FR0047	15-Feb-28	9.57	10.000%	112.88	8.04%	112.88	0.9
<b>FR0064</b>	<b>15-May-28</b>	<b>9.82</b>	<b>6.125%</b>	<b>88.86</b>	<b>7.77%</b>	<b>88.89</b>	<b>-2.8</b>
FR0071	15-Mar-29	10.65	9.000%	106.76	8.04%	106.85	-8.6
FR0052	15-Aug-30	12.07	10.500%	117.00	8.25%	117.00	0.0
FR0073	15-May-31	12.82	8.750%	104.09	8.22%	104.38	-28.4
FR0054	15-Jul-31	12.98	9.500%	110.19	8.21%	110.82	-63.0
FR0058	15-Jun-32	13.90	8.250%	100.40	8.20%	99.75	65.0
FR0074	15-Aug-32	14.07	7.500%	93.87	8.24%	93.93	-5.3
<b>FR0065</b>	<b>15-May-33</b>	<b>14.82</b>	<b>6.625%</b>	<b>87.77</b>	<b>8.05%</b>	<b>87.83</b>	<b>-6.7</b>
FR0068	15-Mar-34	15.65	8.375%	100.80	8.28%	101.10	-29.8
FR0072	15-May-36	17.82	8.250%	99.37	8.32%	99.59	-22.5
FR0045	15-May-37	18.82	9.750%	113.45	8.32%	113.452	-0.2
<b>FR0075</b>	<b>15-May-38</b>	<b>138.47</b>	<b>7.500%</b>	<b>93.30</b>	<b>8.19%</b>	<b>93.65</b>	<b>-35.5</b>
FR0050	15-Jul-38	19.99	10.500%	122.75	8.17%	118.25	450.0
FR0057	15-May-41	22.82	9.500%	110.76	8.43%	110.76	0.0
FR0062	15-Apr-42	23.74	6.375%	78.92	8.44%	78.93	-1.0
FR0067	15-Jul-43	24.99	8.750%	103.18	8.44%	103.17	1.8
FR0076	15-May-48	29.83	7.375%	88.55	8.48%	88.33	22.1

Source: Bloomberg, IBPA & MCS Estimates

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## Macroeconomic Indicator Calendar (July, 23 - 27 2018)

### INDONESIA

Date	Indicator	Series Data	Actual	Previous	Projection
25	Foreign Direct Investment (YoY)	Quarter-II	-	12.4%	-

### GLOBAL

Date	Indicator	Country	Series Data	Actual	Previous	Projection
23	Consumer Confidence Flash	Euro Area	Jul-18	-0.6	-0.6	-1.3
24	Nikkei Manufacturing PMI Flash	Japan	Jul-18	51.6	53.0	53.1
24	Markit Manufacturing PMI Flash	Germany	Jul-18	57.3	55.9	56.5
24	Markit Composite PMI Flash	US	Jul-18	55.9	56.2	54.3
25	Ifo Business Climate	Germany	Jul-18	-	101.8	100.9
25	New Home Sales	US	Jun-18	-	0.69 million	0.59 million
25	Crude Oil Inventory	US	Week Ended, July 20 - 2018	-	5.84 million barrel	-2.7 million barrel
26	ECB Interest Rate	Euro Area	-	-	0.0%	0.0%
26	Durable Goods Order (MoM)	US	Jun-18	-	-0.6%	1.7%
26	Initial Jobless Claims	US	Week Ended, July 21-2018	-	207 thousand	221 thousand
26	Continuing Jobless Claims	US	Week Ended, July 14-2018	-	1751 thousand	1734 thousand
27	Economic Growth Adv. (QoQ)	US	Quarter-II	-	2%	3%

Source: Tradingeconomics and Bloomberg (2018)

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