

July 31, 2018

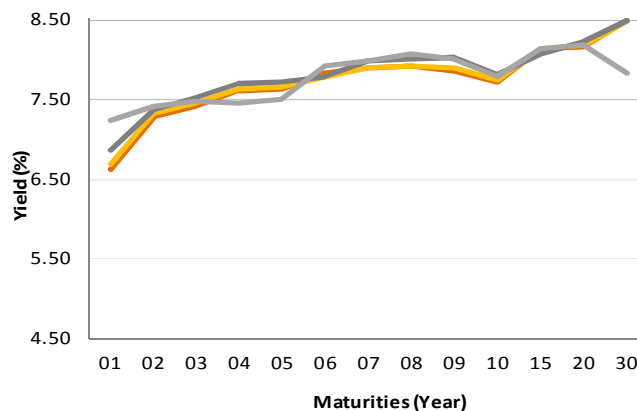
Fixed Income Daily Notes



Indonesia Government Bonds Yield

Maturities (Year)	30-Jul	(-1 day)	(-1 week)	(-1 month)
01	6.63	6.69	6.87	7.23
02	7.28	7.31	7.37	7.42
03	7.42	7.46	7.51	7.49
04	7.62	7.64	7.70	7.46
05	7.63	7.66	7.73	7.51
06	7.83	7.79	7.79	7.92
07	7.89	7.89	7.99	7.98
08	7.91	7.92	8.00	8.07
09	7.85	7.90	8.02	8.00
10	7.73	7.75	7.81	7.79
15	8.13	8.13	8.08	8.12
20	8.15	8.17	8.23	8.17
30	8.48	8.48	8.48	7.82

Source: Bloomberg



Global Market Update

- Yesterday, July 30, US 10-year treasury yield was rose to 2.97% after investors waited to see various central bank meeting result this week, such as The Fed, BoJ, and BoE. Meanwhile, majority of global benchmark bond yield was also move upward, which was indicated by 10-years UK gilt and German Bund that rose to 1.34% and 0.44%.
- Yield 10-years US Treasury note pada hari Senin, 30 Juli 2018 ditutup naik ke level 2,97% akibat investor yang menunggu hasil rapat dari berbagai bank sentral dunia, mulai dari The Fed, BoJ, hingga BoE. Dari pasar obligasi global, yield acuan global sebagian besar ditutup naik, terlihat dari yield 10 tahun UK Gilt dan German Bund yang ditutup naik ke level 1,34% dan 0,44%.

Domestic Market Update

- Today, July 31 2018, Government will issue IDR 10—20 trillion of government securities. There are 5 auctioned government securities with following predicted yield; SPN03181101 (5.32% - 5.42%), SPN12190801 (6.80% - 6.90%), FR0063 (7.58% - 7.62%), FR0064 (7.69% - 7.72%), dan FR0065 (8.10% - 8.13%). Meanwhile, predicted incoming bids for today auction is IDR 20-40 trillion.
- Pada hari ini, Selasa, 31 Juli 2018, pemerintah akan mengadakan lelang Surat Utang Negara (SUN) dengan target Rp 10-20 triliun. Adapun seri SUN yang akan dilelang, dengan yield indikatif ialah SPN03181101 (5,32% - 5,42%), SPN12190801 (6,80% - 6,90%), FR0063 (7,58% - 7,62%), FR0064 (7,69% - 7,72%), dan FR0065 (8,10% - 8,13%). Sementara itu, perkiraan dari penawaran yang masuk adalah Rp 20 - 40 triliun.
- Today, Government bond prices on the secondary market are likely to strengthen weaken because of higher US 10-years treasury yield. Rupiah will be ranging from IDR 14,390—14,438 and yield of 10 year benchmark bond (FR0064) will be ranging from 7.69% - 7.72%.
- Hari ini, pergerakan harga SBN secara umum di pasar sekunder diprediksi cenderung melemah akibat kenaikan yield AS pada hari Senin kemarin. Nilai tukar rupiah terhadap dolar AS diprediksi bergerak pada kisaran Rp14.390 – Rp14.438 sedangkan yield benchmark 10 tahun (FR0064) pada perdagangan hari ini diperkirakan bergerak di rentang 7,69% - 7,72%.

Most Active Government Bonds	Last Price	Last Yield	Volume (IDR bn)
FR0073	104.25	8.20	1462
FR0063	92.50	5.00	1218
FR0059	94.99	7.79	1101
FR0072	102.30	8.00	863
FR0070	102.80	7.75	809
FR0075	93.25	8.19	491
SR008	100.50	7.57	470
PBS004	76.60	8.66	410
FR0068	101.25	8.23	372
FR0069	101.09	6.25	339

Most Active Corporate Bonds	Last Price	Last Yield	Volume (IDR bn)	
BFIN04BCN1	AA-(idn)	100.00	6.42	300
SMADMFO3ACN2	idAAA(sy)	99.23	7.36	60
APLN01CN4	idA-	107.00	7.94	52
BAFI02B	idAA	100.11	6.85	50
BEXI03ACN5	idAAA	99.65	7.79	50
BMLK02B	A(idn)	100.70	6.92	40
BEXI02BCN7	idAAA	101.33	7.41	30
FIFA02BCN3	idAAA	102.31	7.29	29
TELE01BCN3	idA	100.00	7.89	26
MDLN01BCN1	idA	105.55	9.14	25

Global Stock Markets	Last Price	Chg (bps)	% Chg	% YTD
Indonesia (JCI)	6028	38.80	0.65%	-5.16%
Malaysia (KLCI)	1770	1.12	0.06%	-1.48%
Thailand (SET)	1702	0.00	0.00%	-2.96%
Singapore (STI)	3307	-17.83	-0.54%	-2.8%
Hang Seng	28733	-71.15	-0.25%	-4.0%
Nikkei 225	22545	-167.91	-0.74%	-0.97%
Shanghai	2869	-4.54	-0.16%	-13.25%
Dow Jones (DJIA)	25307	-144.23	-0.57%	2.38%
London (FTSE 100)	7701	-0.46	-0.01%	0.17%
DAX	12798	-62.20	-0.48%	-0.9%

FX Rate	30-Jul	(-1 day)	(-1 week)
USD/IDR	14,390	14,369	14,488
GBP/USD	1.313	1.310	1.310
USD/JPY	111.1	111.0	111.3
USD/SGD	1.361	1.362	1.365
USD/THB	33.28	33.36	33.43
USD/MYR	4.058	4.061	4.066

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 30-Jul	41.51	110.32	188.70
(-1 Day)	41.38	107.71	184.92
(-1 Week)	42.88	115.65	193.78
(-1 Month)	55.49	141.59	226.73
(-1 Year)	44.79	111.78	183.03

Global Bonds	30-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	2.53	2.51	2.49
5-Year	2.73	2.72	2.72	2.76
10-Year	2.97	2.96	2.96	2.87
30-Year	2.95	2.96	2.97	3.07
10-Year Government Bond Yield				
UK	1.34	1.28	1.27	1.25
Germany	0.44	0.40	0.41	0.30
France	0.74	0.70	0.71	0.65
China	3.52	3.52	3.52	3.46
Japan	0.10	0.10	0.08	0.02
Korea	2.73	2.73	2.73	2.73
Thailand	2.71	2.71	2.73	2.57
Malaysia	4.08	4.08	4.07	4.20
Singapore	2.44	2.44	2.43	2.48
Indonesia USD Bond Yield				
INDO-22	3.74	3.76	3.75	3.95
INDO-27	4.31	4.29	4.28	4.53
INDO-47	4.95	4.92	4.92	5.25

Money Market	30-Jul	(-1 day)	(-1 week)	(-1 month)
JIBOR				
O/N	5.00	5.00	5.00	4.78
1M	6.45	6.46	6.67	7.09
3M	7.10	7.11	7.16	7.26
LIBOR				
1M	2.08	2.08	2.06	2.10
3M	2.34	2.34	2.34	2.34
6M	2.53	2.53	2.52	2.51
Indonesia Interest Rates				
Deposit 1M	5.73	5.67	5.68	5.65
Lending	13.6	13.7	13.7	13.7

Benchmark	30-Jul	(-1 day)	Change	Yield
FR0061	98.17	98.10	7	7.56%
FR0059	94.89	94.58	31	7.81%
FR0074	94.44	94.34	10	8.17%
FR0072	100.03	99.57	46	8.24%

Government Bond Ownership As of July 27, 2018 (in Trillion)

Holders	2013	2014	2015	2016	2017	24-Jul-18	25-Jul-18	26-Jul-18	27-Jul-18
Banks	335.43	375.55	350.07	399.46	491.61	560.81	572.04	565.38	575.42
Bank Indonesia	44.44	41.63	148.91	134.25	141.83	123.03	108.63	119.08	108.25
Mutual Fund	42.50	45.79	61.60	85.66	104.00	113.3	112.7	112.6	112.7
Insurance	129.55	150.60	171.62	238.24	150.80	188.8	188.9	189.4	189.5
Foreign Investor	323.83	461.35	558.52	665.81	836.15	837.11	835.19	834.67	835.87
Pension Fund	39.47	43.30	49.83	87.28	198.06	207.85	208.19	208.88	208.87
Individual Investors	32.48	30.41	42.53	57.75	59.84	62.79	62.81	62.94	63.09
Others	47.56	61.32	78.76	104.84	117.48	131.37	131.42	131.76	132.33
Total	995.25	1,209.96	1,461.85	1,773.28	2,099.77	2,225.05	2,219.90	2,224.71	2,226.06

Source: Bloomberg, IDX & DJPPR

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Government Bonds Prices

Closing Price Data : 30-Jul-2018

Series	Maturity	TTM	Coupon	Price	YTM	Price (-1)	Price Spread (bps)
FR0038	15-Aug-18	0.04	11.600%	100.64	-4.57%	100.55	8.3
FR0048	15-Sep-18	0.13	9.000%	100.54	4.45%	100.49	4.2
FR0069	15-Apr-19	0.71	7.875%	101.00	6.38%	100.93	7.1
FR0036	15-Sep-19	1.13	11.500%	105.16	6.63%	105.06	10.2
FR0031	15-Nov-20	2.30	11.000%	107.99	7.14%	107.90	8.5
FR0034	15-Jun-21	2.88	12.800%	113.58	7.45%	113.85	-26.4
FR0053	15-Jul-21	2.96	8.250%	102.37	7.34%	102.29	7.7
FR0061	15-May-22	3.79	7.000%	98.17	7.56%	98.10	7.3
FR0035	15-Jun-22	3.88	12.900%	117.24	7.67%	117.24	0.0
FR0043	15-Jul-22	3.96	10.250%	108.54	7.70%	108.70	-16.0
FR0063	15-May-23	4.79	5.625%	92.26	7.58%	92.20	5.9
FR0046	15-Jul-23	4.96	9.500%	107.23	7.72%	107.23	0.0
FR0039	15-Aug-23	5.05	11.750%	116.28	7.78%	116.28	0.0
FR0070	15-Mar-24	5.63	8.375%	102.61	7.79%	102.75	-13.2
FR0044	15-Sep-24	6.13	10.000%	110.42	7.82%	110.35	6.5
FR0040	15-Sep-25	7.13	11.000%	116.98	7.84%	116.98	0.0
FR0037	15-Sep-26	8.13	12.000%	124.40	7.87%	124.37	3.4
FR0056	15-Sep-26	8.13	8.375%	102.94	7.88%	103.06	-11.9
FR0059	15-May-27	8.80	7.000%	94.89	7.81%	94.58	31.0
FR0042	15-Jul-27	8.96	10.250%	114.69	7.93%	114.64	4.9
FR0047	15-Feb-28	9.55	10.000%	113.29	7.98%	113.26	3.1
FR0064	15-May-28	9.80	6.125%	89.34	7.69%	89.28	6.1
FR0071	15-Mar-29	10.63	9.000%	106.62	8.06%	106.71	-9.6
FR0052	15-Aug-30	12.05	10.500%	117.10	8.23%	117.10	0.0
FR0073	15-May-31	12.80	8.750%	104.32	8.20%	104.25	7.0
FR0054	15-Jul-31	12.97	9.500%	110.14	8.21%	110.40	-26.8
FR0058	15-Jun-32	13.89	8.250%	98.00	8.50%	98.00	0.0
FR0074	15-Aug-32	14.05	7.500%	94.44	8.17%	94.34	9.8
FR0065	15-May-33	14.80	6.625%	87.38	8.10%	87.53	-14.8
FR0068	15-Mar-34	15.64	8.375%	101.14	8.24%	100.82	32.4
FR0072	15-May-36	17.81	8.250%	100.03	8.24%	99.57	45.7
FR0045	15-May-37	18.81	9.750%	113.45	8.32%	113.45	0.0
FR0075	15-May-38	138.47	7.500%	93.91	8.12%	93.60	30.5
FR0050	15-Jul-38	19.97	10.500%	121.25	8.30%	121.25	0.0
FR0057	15-May-41	22.81	9.500%	110.76	8.43%	110.76	0.0
FR0062	15-Apr-42	23.73	6.375%	78.89	8.45%	78.85	4.4
FR0067	15-Jul-43	24.98	8.750%	103.20	8.44%	103.16	4.4
FR0076	15-May-48	29.81	7.375%	88.59	8.48%	88.55	4.1

Source: Bloomberg, IBPA & MCS Estimates

July 31, 2018

Macroeconomic Indicator Calendar (July 30 - August 03 2018)

INDONESIA

Date	Indicator	Series Data	Actual	Previous	Projection
31	M2 Money Supply (YoY)	Jun-18	-	6.1%	-
01	Inflation Rate (YoY)	Jul-18	-	3.12%	3.03%
01	Core Inflation Rate (YoY)	Jul-18	-	2.72%	2.69%

GLOBAL

Date	Indicator	Country	Series Data	Actual	Previous	Projection
30	Inflation Rate Prel. (YoY)	Germany	Jul-18	2.0%	2.1%	2.0%
31	BoJ Interest Rate	Japan	-	-	-0.1%	-0.1%
31	NBS Manufacturing PMI	China	Jul-18	-	51.5	51.2
31	Economic Growth Rate Flash. (YoY)	Euro Area	Quarter-II	-	2.5%	2.5%
31	Unemployment Rate	Euro Area	Jun-18	-	8.4%	8.5%
01	ADP Employment Change	US	Jul-18	-	177 thousand	174 thousand
01	Crude Oil Inventory	US	Week Ended, July 20 - 2018	-	-6.15 million barrel	-0.09 million barrel
02	Fed Interest Rate	US	-	-	2.00%	2.00%
02	BoE Interest Rate	United Kingdom	-	-	0.50%	0.75%
02	Initial Jobless Claims	US	Week Ended, July 28-2018	-	217 thousand	219 thousand
02	Continuing Jobless Claims	US	Week Ended, July 21-2018	-	1745 thousand	1754 thousand
03	Balance of Trade	US	Jun-18	-	-43.1 billion USD	-41.0 billion USD
03	Non-Farm Payrolls	US	Jul-18	-	213 thousand	191 thousand
03	Unemployment Rate	US	Jul-18	-	4.0%	4.0%

Source: Tradingeconomics, Bloomberg, and MCS Estimates (2018)

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