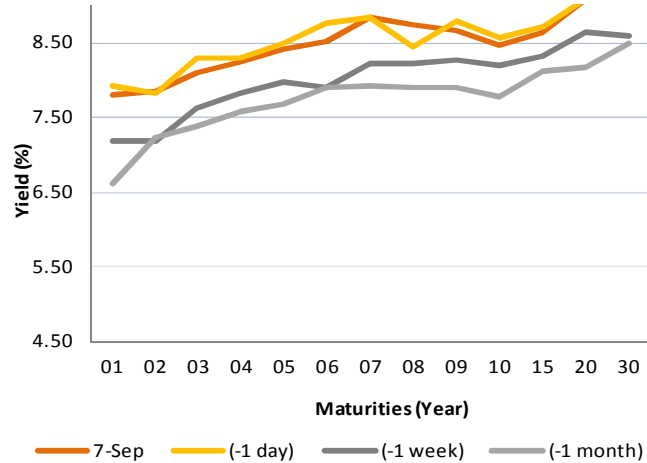


# Fixed Income Daily Notes



Indonesia Government Bonds Yield				
Maturities (Year)	7-Sep	(-1 day)	(-1 week)	(-1 month)
01	7.79	7.93	7.18	6.62
02	7.85	7.82	7.19	7.23
03	8.10	8.29	7.63	7.39
04	8.23	8.30	7.82	7.57
05	8.41	8.50	7.98	7.67
06	8.51	8.76	7.89	7.90
07	8.85	8.85	8.22	7.92
08	8.75	8.43	8.21	7.90
09	8.65	8.78	8.27	7.89
10	8.46	8.56	8.20	7.77
15	8.64	8.72	8.32	8.12
20	9.09	9.09	8.65	8.17
30	9.13	9.13	8.58	8.49

Source: Bloomberg



## Global Market Update

- At Friday, September 07 2018, yield of 10-years treasury note rose sharply to 2,94% because investors expect higher inflation after the release of US employment data. Majority of global benchmark bond yield also moved upward, indicated by 10-years UK gilt and German Bunds, which rose to 1.46% and 0.39%.
- Yield 10-years US Treasury note pada hari Jum'at, 07 September ditutup naik ke level 2,94% akibat data ketenagakerjaan AS yang rilis pada Jum'at menunjukkan adanya indikasi kenaikan tingkat gaji AS, yang mana mendorong kenaikan inflasi AS. Pada pasar obligasi global, yield acuan global juga ditutup mengalami kenaikan, terlihat dari yield 10 tahun UK Gilt dan German Bunds yang ditutup naik ke level 1,46% dan 0,39%.

## Domestic Market Update

- At Wednesday, September 12 2018, Government will issue IDR 10—20 trillion of government securities. There are 7 auctioned government securities; SPN03181213 (New Issuance), SPN12190913 (New Issuance), FR0063 (Reopening), FR0064 (Reopening), FR0065 (Reopening), FR0075 (Reopening), and FR0076 (Reopening).
- Pada hari Rabu, 12 September 2018, pemerintah akan mengadakan lelang Surat Utang Negara (SUN) dengan target Rp 10 - 20 triliun. Adapun seri SUN yang akan dilelang ialah SPN03181213 (New Issuance), SPN12190913 (New Issuance), FR0063 (Reopening), FR0064 (Reopening), FR0065 (Reopening), FR0075 (Reopening), dan FR0076 (Reopening).
- Today, Government bond prices on the secondary market are likely to weaken because of higher US yield, which was pushed by expectation inflation increasing. Rupiah will be ranging from IDR 14,909 - 15,055 and yield of 10 year benchmark bond (FR0064) will be ranging from 8.47% - 8.74%.
- Hari ini, pergerakan harga SBN secara umum di pasar sekunder diprediksi cenderung melemah yang didorong oleh kenaikan yield AS akibat ekspektasi inflasi AS yang meningkat. Nilai tukar rupiah terhadap dolar AS diprediksi bergerak pada kisaran Rp14.909 – Rp15.055 sedangkan yield benchmark 10 tahun (FR0064) pada perdagangan hari ini diperkirakan bergerak di rentang 8,47% - 8,74%.

Most Active Government Bonds	Last Price	Last Yield	Volume (IDR bn)
FR0075	90.13	8.54	1653
FR0059	90.50	8.57	1617
FR0065	83.75	8.59	1226
FR0053	100.50	8.04	1203
FR0063	89.50	8.38	984
FR0071	102.20	8.68	828
FR0072	98.00	8.47	810
FR0056	99.00	8.55	731
FR0064	85.10	8.40	575
FR0070	99.75	8.43	428

Most Active Corporate Bonds	Last Price	Last Yield	Volume (IDR bn)	
TBIG03CN1	AA-(idn)	100.02	6.92	100
JSMR01CN2T	idAA	101.30	8.50	75
FIFA02BCN3	idAAA	100.50	7.20	60
SWMEDP01A	idA(sy)	100.15	9.69	50
BBR101BCN2	idAAA	101.49	6.86	45
BEX102CCN3	idAAA	101.55	7.36	40
JMPD14JM10	idAA	100.49	7.25	36
BIIF01ACN3	AA+(idn)	100.44	7.89	31
BJBR01BCN1	idAA-	92.92	8.40	30
BTPN03BCN2	AAA(idn)	97.72	6.28	30

Global Stock Markets	Last Price	Chg (bps)	% Chg	% YTD
Indonesia (JCI)	5851	75.37	1.30%	-7.93%
Malaysia (KLCI)	1799	0.60	0.03%	0.13%
Thailand (SET)	1689	-4.45	-0.26%	-3.66%
Singapore (STI)	3134	-13.30	-0.42%	-7.9%
Hang Seng	26973	-1.35	-0.01%	-9.8%
Nikkei 225	22307	-180.88	-0.80%	-2.01%
Shanghai	2702	10.71	0.40%	-18.29%
Dow Jones (DJIA)	25917	-79.33	-0.31%	4.84%
London (FTSE 100)	7278	-41.26	-0.56%	-5.33%
DAX	11960	4.38	0.04%	-7.4%

FX Rate	7-Sep	(-1 day)	(-1 week)
USD/IDR	14,982	14,913	14,812
GBP/USD	1.292	1.293	1.296
USD/JPY	111.0	110.8	111.0
USD/SGD	1.379	1.375	1.372
USD/THB	32.85	32.79	32.80
USD/MYR	4.152	4.140	4.117

Macroeconomic Data	Aug-18	Jul-18	Jun-18
Consumer Price Index (MoM)	-0.05	0.28	0.59
Consumer Price Index (YoY)	3.20	3.18	3.12
Core Inflation (YoY)	2.90	2.87	2.72
BI 7-Day RR Rate (%)	5.50	5.25	5.25
Foreign Reserve (US\$ Bn)	117.9	118.3	119.8

Indonesia Sovereign CDS	2-year	5-year	10-year
As of			
7-Sep	64.71	141.32	221.26
(-1 Day)	65.63	141.75	225.93
(-1 Week)	46.76	127.33	208.83
(-1 Month)	42.57	120.02	203.34
(-1 Year)	37.15	100.60	170.90

Global Bonds	7-Sep	(-1 day)	(-1 week)	(-1 month)
<b>Fed Fund Rate &amp; US T-Bonds Yield</b>				
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	2.94	2.87	2.86	2.87
30-Year	2.95	2.96	2.97	3.07
<b>10-Year Government Bond Yield</b>				
UK	1.46	1.42	1.43	1.24
Germany	0.39	0.35	0.33	0.32
France	0.72	0.69	0.68	0.67
China	3.63	3.62	3.58	3.55
Japan	0.11	0.11	0.10	0.10
Korea	2.73	2.73	2.73	2.73
Thailand	2.75	2.76	2.74	2.71
Malaysia	4.14	4.17	4.04	4.04
Singapore	2.39	2.39	2.37	2.41
<b>Indonesia USD Bond Yield</b>				
INDO-22	3.90	3.91	3.77	3.75
INDO-27	4.57	4.61	4.39	4.35
INDO-47	5.17	5.20	4.94	4.93

Money Market	7-Sep	(-1 day)	(-1 week)	(-1 month)
<b>JIBOR</b>				
O/N	5.40	5.40	5.40	5.05
1M	6.70	6.70	6.70	6.41
3M	7.12	7.13	7.12	7.00
<b>LIBOR</b>				
1M	2.13	2.13	2.11	2.07
3M	2.33	2.33	2.32	2.32
6M	2.54	2.54	2.54	2.51
<b>Indonesia Interest Rates</b>				
Deposit 1M	5.89	5.85	5.83	5.77
Lending	13.6	13.6	13.6	13.8

Benchmark	7-Sep	(-1 day)	Change	Yield
FR0061	96.37	96.16	21	8.16%
FR0059	90.14	89.62	53	8.64%
FR0074	89.75	89.67	8	8.79%
FR0072	93.87	93.79	8	8.95%

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

Holders	2013	2014	2015	2016	2017	3-Sep-18	4-Sep-18	5-Sep-18	6-Sep-18
Banks	335.43	375.55	350.07	399.46	491.61	603.59	603.17	609.33	604.93
Bank Indonesia	44.44	41.63	148.91	134.25	141.83	103.19	107.31	103.97	108.66
Mutual Fund	42.50	45.79	61.60	85.66	104.00	115.6	116.0	115.9	117.5
Insurance	129.55	150.60	171.62	238.24	150.80	190.5	190.6	190.6	191.3
<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>853.77</b>	<b>848.95</b>	<b>845.94</b>	<b>841.57</b>
Pension Fund	39.47	43.30	49.83	87.28	198.06	210.29	210.68	210.82	211.40
Individual Investors	32.48	30.41	42.53	57.75	59.84	63.86	63.94	63.96	63.92
Others	47.56	61.32	78.76	104.84	117.48	132.91	133.07	133.14	133.17
<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>2,273.71</b>	<b>2,273.71</b>	<b>2,273.71</b>	<b>2,272.52</b>

Source: Bloomberg, IDX & DJPPR

September 10, 2018

**Government Bonds Prices**

**Closing Price Data : 7-Sep-2018**



Series	Maturity	TTM	Coupon	Price	YTM	Price (-1)	Price Spread (bps)
FR0048	15-Sep-18	0.02	9.000%	100.06	1.10%	100.08	-1.3
FR0069	15-Apr-19	0.60	7.875%	100.32	7.30%	100.21	10.3
FR0036	15-Sep-19	1.02	11.500%	103.75	7.57%	103.66	8.6
FR0031	15-Nov-20	2.19	11.000%	106.48	7.69%	106.54	-5.7
FR0034	15-Jun-21	2.77	12.800%	111.40	8.09%	111.60	-20.8
FR0053	15-Jul-21	2.85	8.250%	100.43	8.07%	100.37	6.0
FR0061	15-May-22	3.69	7.000%	96.37	8.16%	96.16	20.8
FR0035	15-Jun-22	3.77	12.900%	117.01	7.63%	117.01	0.0
FR0043	15-Jul-22	3.85	10.250%	105.89	8.42%	107.11	-121.9
<b>FR0063</b>	<b>15-May-23</b>	<b>4.69</b>	<b>5.625%</b>	<b>89.57</b>	<b>8.37%</b>	<b>89.25</b>	<b>31.7</b>
FR0046	15-Jul-23	4.85	9.500%	104.30	8.40%	103.34	95.9
FR0039	15-Aug-23	4.94	11.750%	113.06	8.45%	112.05	101.0
FR0070	15-Mar-24	5.52	8.375%	98.72	8.67%	98.72	0.0
FR0044	15-Sep-24	6.03	10.000%	107.00	8.49%	106.15	84.6
FR0040	15-Sep-25	7.03	11.000%	111.37	8.79%	111.37	0.0
FR0037	15-Sep-26	8.03	12.000%	123.88	7.92%	123.88	0.0
FR0056	15-Sep-26	8.03	8.375%	100.02	8.37%	100.02	0.0
FR0059	15-May-27	8.69	7.000%	90.14	8.64%	89.62	52.8
FR0042	15-Jul-27	8.86	10.250%	109.99	8.61%	109.34	65.6
FR0047	15-Feb-28	9.45	10.000%	108.71	8.63%	110.29	-157.5
<b>FR0064</b>	<b>15-May-28</b>	<b>9.69</b>	<b>6.125%</b>	<b>84.71</b>	<b>8.47%</b>	<b>84.32</b>	<b>38.6</b>
FR0071	15-Mar-29	10.53	9.000%	102.27	8.67%	102.12	15.7
FR0052	15-Aug-30	11.95	10.500%	112.75	8.76%	112.75	0.0
FR0073	15-May-31	12.69	8.750%	101.13	8.60%	101.13	0.0
FR0054	15-Jul-31	12.86	9.500%	105.43	8.78%	106.56	-113.1
FR0058	15-Jun-32	13.78	8.250%	95.90	8.77%	95.56	34.1
FR0074	15-Aug-32	13.95	7.500%	89.75	8.79%	89.67	8.0
<b>FR0065</b>	<b>15-May-33</b>	<b>14.70</b>	<b>6.625%</b>	<b>83.67</b>	<b>8.60%</b>	<b>83.33</b>	<b>34.4</b>
FR0068	15-Mar-34	15.53	8.375%	96.22	8.83%	96.22	0.0
FR0072	15-May-36	17.70	8.250%	93.87	8.95%	93.79	7.7
FR0045	15-May-37	18.70	9.750%	106.37	8.39%	112.754	-638.0
<b>FR0075</b>	<b>15-May-38</b>	<b>138.47</b>	<b>7.500%</b>	<b>86.23</b>	<b>9.00%</b>	<b>86.23</b>	<b>0.0</b>
FR0050	15-Jul-38	19.87	10.500%	119.39	8.46%	119.39	0.0
FR0057	15-May-41	22.70	9.500%	108.72	8.62%	108.72	0.0
FR0062	15-Apr-42	23.62	6.375%	76.75	8.71%	76.75	-0.1
FR0067	15-Jul-43	24.87	8.750%	102.17	8.54%	102.17	0.0
FR0076	15-May-48	29.71	7.375%	82.64	9.14%	83.98	-133.7

Source: Bloomberg, IBPA & MCS Estimates

## Macroeconomic Indicator Calendar (September 10 - September 14 2018)

### INDONESIA

Date	Indicator	Series Data	Actual	Previous	Projection
10	Retail Sales (YoY)	Jul-18	-	2.3%	3.4%

### GLOBAL

Date	Indicator	Country	Series Data	Actual	Previous	Projection
10	Economic Growth Annual. Final	Japan	Quarter-II	-	-0.9%	1.9%
10	Inflation Rate (YoY)	China	Aug-18	-	2.1%	2.2%
11	Unemployment Rate	United Kingdom	Jul-18	-	4.0%	4.1%
11	Zew Economic Sentiment Index	Germany	Sep-18	-	-13.7	-10.4
11	Wholesale Inventories (MoM)	US	Jul-18	-	0.1%	0.3%
12	Crude Oil Inventory	US	Week Ended, Sep 07 - 2018	-	-4.3 million barrel	-0.23 million barrel
13	BoE Interest Rate	United Kingdom	-	-	0.75%	0.75%
13	ECB Interest Rate	Euro Area	-	-	0.00%	0.00%
13	Inflation Rate Final (YoY)	Germany	Aug-18	-	2.0%	2.0%
13	Inflation Rate (YoY)	US	Aug-18	-	2.9%	3.0%
13	Initial Jobless Claims	US	Week Ended, Sep 08-2018	-	203 thousand	206 thousand
13	Continuing Jobless Claims	US	Week Ended, Sep 01-2018	-	1707 thousand	-
14	Balance of Trade	Euro Area	Jul-18	-	EUR 22.5 billion	EUR 25.5 billion
14	Retail Sales (MoM)	US	Aug-18	-	0.50%	0.35%

September 10, 2018

**PT. MEGA CAPITAL SEKURITAS**  
**Head Office**  
**Menara Bank Mega Lt. 2**  
**Jl. Kapten P. Tendean Kav 12-14A**  
**Jakarta 12790**

**Dealing Room**

Phone No : +62 21 7995795

Fax No : +62 21 79175965

Eva Sarah Hutabarat	eva@megasekuritas.id	Head of Debt Capital Market
Cicah Sukaesih	cicah@megasekuritas.id	Debt Sales
Emilda Mardiyanti	emilda.mardiyanti@megasekuritas.id	Debt Sales
Ajeng Palupi P.	palupi@megasekuritas.id	Debt Sales
Qolbie Ardie	qolbie@megasekuritas.id	Economist & Fixed Income Analyst
Siti Maulina M.	siti.maulina@megasekuritas.id	Administrative Assistant

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