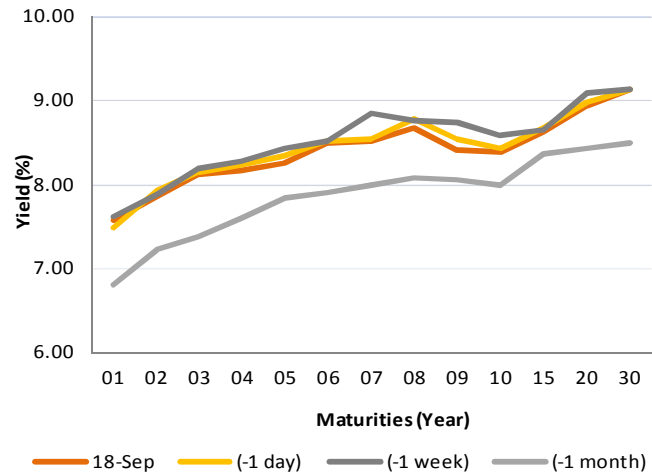


# Fixed Income Daily Notes

## Indonesia Government Bonds Yield

Maturities (Year)	18-Sep	(-1 day)	(-1 week)	(-1 month)
01	7.56	7.50	7.62	6.80
02	7.86	7.92	7.88	7.22
03	8.11	8.15	8.19	7.37
04	8.17	8.23	8.28	7.59
05	8.25	8.35	8.44	7.83
06	8.51	8.52	8.51	7.90
07	8.52	8.54	8.85	8.00
08	8.68	8.77	8.75	8.07
09	8.40	8.53	8.73	8.06
10	8.39	8.42	8.57	7.98
15	8.63	8.67	8.66	8.35
20	8.94	8.98	9.09	8.43
30	9.13	9.13	9.14	8.50

Source: Bloomberg



## Global Market Update

- Yesterday, September 18 2018, yield of US 10-years rose to 3.06% after higher tension of trade wars between China and US. Global benchmark bond yield also moved upward, indicated by 10-years UK gilt and German Bunds, that moved upward to 1.57% and 0.48%.
- Yield 10-years US Treasury note pada kemarin, 18 September ditutup naik hingga ke level 3,06% seiring dengan meningkatnya tensi dagang antara Tiongkok dan AS. Pada pasar obligasi global, mayoritas yield acuan global ditutup mengalami kenaikan, terlihat dari yield 10 tahun UK Gilt dan German Bunds yang ditutup naik ke level 1,57% dan 0,48%.

## Domestic Market Update

- Indonesia Foreign Debt (ULN) only grew 4.8% (YoY) in July, lower than June growth, 5.5% (YoY). This slowing down was pushed by slowing down of government foreign debt, which grew 4.1% (YoY) to USD 177.4 billion. Government foreign debt was slowing down because of multilateral net repayment. On the other hand, private foreign debt grew 5.9% (YoY), higher than previous month, 5.4% (YoY). Generally, Indonesia ULN ratio reached 34% of Indonesia GDP, relatively lower than other emerging countries.
- Utang Luar Negeri (ULN) Indonesia hingga akhir Juli, bertumbuh hanya sebesar 4,8% (YoY) menjadi USD 358 miliar, lebih rendah dibandingkan pertumbuhan di bulan Juni sebesar 5,5% (YoY). Perlambatan ini didorong oleh perlambatan utang Pemerintah, yang hanya bertumbuh 4,1% (YoY) menjadi USD 177,4 miliar. Perlambatan utang pemerintah ini disebabkan oleh adanya net penarikan pinjaman multilateral. Di sisi lain, pertumbuhan utang swasta dan BUMN pada bulan Juli meningkat menjadi 5,9% (YoY) setelah pada bulan sebelumnya bertumbuh 5,4% (YoY). Secara total, ULN Indonesia mencapai 34% dari PDB Indonesia, relatif lebih rendah dibandingkan dengan negara-negara berkembang lainnya.
- Today, Government bond prices on the secondary market are likely to weaken because of higher US yield. Rupiah will be ranging from IDR 14,869 - 14,905 and yield of 10 year benchmark bond (FR0064) will be ranging from 8.35% - 8.44%.
- Hari ini, pergerakan harga SBN secara umum di pasar sekunder diprediksi cenderung melemah akibat meningkatnya yield AS hingga di atas 3%. Nilai tukar rupiah terhadap dolar AS diprediksi bergerak pada kisaran Rp14.869 – Rp14.905. Yield benchmark 10 tahun (FR0064) pada perdagangan hari ini diperkirakan bergerak di rentang 8,35% - 8,44%.

Most Active Government Bonds	Last Price	Last Yield	Volume (IDR bn)
FR0063	90.40	8.14	1503
FR0064	85.70	8.31	1464
FR0073	100.80	8.64	1061
FR0070	99.94	8.39	974
FR0059	92.05	8.30	745
FR0056	100.25	8.33	634
FR0075	88.01	8.79	543
FR0036	104.20	10.03	467
PBS015	87.18	9.25	400
PBS005	99.79	6.77	391

Most Active Corporate Bonds	Last Price	Last Yield	Volume (IDR bn)	
FIFA03BCN3	idAAA	98.07	6.44	125
ISAT01BCN4	idAAA	99.63	7.04	104
BNII02ACN1	idAAA	91.00	10.92	36
MEDC02ACN4	idA+	100.02	9.04	31
IFF01A	idAAA	99.50	6.67	30
PNBN01SBCN1	idAA-	100.41	7.21	22
WSKT02CN1	idA-	99.16	8.45	20
WSKT03ACN1	A(idn)	93.95	11.35	20
STTP01ACN2	idA	100.56	7.93	16
WOMF02ACN5	AA-(idn)	99.69	6.72	14

Global Stock Marketss	Last Price	Chg (bps)	% Chg	% YTD
Indonesia (JCI)	5812	-12.47	-0.21%	-8.56%
Malaysia (KLCI)	1793	-10.82	-0.60%	-0.22%
Thailand (SET)	1744	26.03	1.51%	-0.53%
Singapore (STI)	3139	-2.06	-0.07%	-7.7%
Hang Seng	27085	151.81	0.56%	-9.5%
Nikkei 225	23421	325.87	1.41%	2.88%
Shanghai	2700	48.16	1.82%	-18.36%
Dow Jones (DJIA)	26247	184.84	0.71%	6.18%
London (FTSE 100)	7300	-1.87	-0.03%	-5.04%
DAX	12158	61.26	0.51%	-5.9%

Global Bonds	18-Sep			
	18-Sep	(-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	3.06	2.99	2.93	2.82
30-Year	2.95	2.96	2.97	3.07

10-Year Government Bond Yield				
UK	1.57	1.53	1.50	1.27
Germany	0.48	0.46	0.43	0.33
France	0.79	0.77	0.74	0.67
China	3.65	3.65	3.66	3.64
Japan	0.11	0.11	0.11	0.08
Korea	2.73	2.73	2.73	2.73
Thailand	2.85	2.85	2.79	2.74
Malaysia	4.12	4.10	4.14	4.02
Singapore	2.47	2.47	2.42	2.39
Indonesia USD Bond Yield				
INDO-22	3.93	3.91	3.93	3.80
INDO-27	4.56	4.54	4.61	4.42
INDO-47	5.19	5.18	5.23	4.98

FX Rate	18-Sep		
	18-Sep	(-1 day)	(-1 week)
USD/IDR	14,869	14,926	14,839
GBP/USD	1.315	1.316	1.303
USD/JPY	112.4	111.9	111.6
USD/SGD	1.371	1.372	1.375
USD/THB	32.57	32.59	32.78
USD/MYR	4.138	4.139	4.145

Money Market	18-Sep			
	18-Sep	(-1 day)	(-1 week)	(-1 month)

JIBOR				
O/N	5.42	5.44	5.42	5.36
1M	6.70	6.70	6.70	6.69
3M	7.12	7.12	7.12	7.15
LIBOR				
1M	2.17	2.17	2.15	2.07
3M	2.34	2.34	2.33	2.31
6M	2.57	2.57	2.56	2.51

Indonesia Interest Rates				
Deposit 1M	5.88	5.87	5.91	5.75
Lending	13.7	13.7	13.5	13.6

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

Benchmark	18-Sep	(-1 day)	Change	Yield
FR0061	96.54	96.46	8	8.11%
FR0059	91.38	90.97	41	8.42%
FR0074	90.19	89.77	42	8.73%
FR0072	94.41	94.16	25	8.88%

Indonesia Sovereign CDS	2-year	5-year	10-year
As of			
18-Sep	66.45	134.17	216.84
(-1 Day)	67.54	136.41	219.69
(-1 Week)	69.26	142.83	223.98
(-1 Month)	44.02	119.87	205.29
(-1 Year)	31.17	91.14	159.14

Government Bond Ownership As of September 17, 2018 (in Trillion)

Holders	2013	2014	2015	2016	2017	12-Sep-18	13-Sep-18	14-Sep-18	17-Sep-18
Banks	335.43	375.55	350.07	399.46	491.61	606.20	605.61	611.89	607.84
Bank Indonesia	44.44	41.63	148.91	134.25	141.83	107.78	109.68	115.89	117.40
Mutual Fund	42.50	45.79	61.60	85.66	104.00	118.1	118.2	118.4	118.2
Insurance	129.55	150.60	171.62	238.24	150.80	191.0	191.0	191.0	190.8
<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>835.25</b>	<b>833.40</b>	<b>835.55</b>	<b>834.68</b>
Pension Fund	39.47	43.30	49.83	87.28	198.06	212.63	213.11	214.31	213.83
Individual Investors	32.48	30.41	42.53	57.75	59.84	64.02	64.11	64.15	64.22
Others	47.56	61.32	78.76	104.84	117.48	133.75	133.74	133.79	133.23
<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>2,268.79</b>	<b>2,268.79</b>	<b>2,285.00</b>	<b>2,280.24</b>

Source: Bloomberg, IDX & DJPPR

September 19, 2018

**Government Bonds Prices**

**Closing Price Data : 18-Sep-2018**



Series	Maturity	TTM	Coupon	Price	YTM	Price (-1)	Price Spread (bps)
FR0069	15-Apr-19	0.57	7.875%	100.40	7.14%	100.38	1.9
FR0036	15-Sep-19	0.99	11.500%	103.84	7.39%	103.86	-2.4
FR0031	15-Nov-20	2.16	11.000%	106.20	7.81%	106.24	-4.3
FR0034	15-Jun-21	2.74	12.800%	111.50	8.02%	111.56	-6.3
FR0053	15-Jul-21	2.82	8.250%	100.54	8.03%	100.47	6.8
FR0061	15-May-22	3.66	7.000%	96.54	8.11%	96.46	8.2
FR0035	15-Jun-22	3.74	12.900%	114.85	8.20%	114.72	12.3
FR0043	15-Jul-22	3.82	10.250%	106.01	8.37%	106.01	0.0
<b>FR0063</b>	<b>15-May-23</b>	<b>4.66</b>	<b>5.625%</b>	<b>90.10</b>	<b>8.23%</b>	<b>89.88</b>	<b>21.9</b>
FR0046	15-Jul-23	4.82	9.500%	104.74	8.28%	104.47	26.9
FR0039	15-Aug-23	4.91	11.750%	113.58	8.32%	113.39	18.9
FR0070	15-Mar-24	5.49	8.375%	99.91	8.39%	99.75	16.6
FR0044	15-Sep-24	6.00	10.000%	107.54	8.37%	107.21	32.6
FR0040	15-Sep-25	7.00	11.000%	113.15	8.47%	112.89	26.4
FR0037	15-Sep-26	8.00	12.000%	119.81	8.53%	119.81	0.0
FR0056	15-Sep-26	8.00	8.375%	99.29	8.50%	98.78	51.0
FR0059	15-May-27	8.66	7.000%	91.38	8.42%	90.97	41.4
FR0042	15-Jul-27	8.83	10.250%	110.08	8.59%	109.98	10.9
FR0047	15-Feb-28	9.42	10.000%	108.79	8.62%	108.61	17.6
<b>FR0064</b>	<b>15-May-28</b>	<b>9.66</b>	<b>6.125%</b>	<b>85.45</b>	<b>8.35%</b>	<b>85.24</b>	<b>21.5</b>
FR0071	15-Mar-29	10.50	9.000%	102.85	8.58%	102.81	4.5
FR0052	15-Aug-30	11.92	10.500%	112.94	8.73%	112.44	50.0
FR0073	15-May-31	12.66	8.750%	100.80	8.64%	100.00	80.0
FR0054	15-Jul-31	12.83	9.500%	105.70	8.75%	105.69	0.9
FR0058	15-Jun-32	13.75	8.250%	95.90	8.77%	95.90	0.0
FR0074	15-Aug-32	13.92	7.500%	90.19	8.73%	89.77	42.2
<b>FR0065</b>	<b>15-May-33</b>	<b>14.67</b>	<b>6.625%</b>	<b>83.75</b>	<b>8.59%</b>	<b>83.59</b>	<b>16.6</b>
FR0068	15-Mar-34	15.50	8.375%	96.63	8.78%	96.31	32.0
FR0072	15-May-36	17.67	8.250%	94.41	8.88%	94.16	24.9
FR0045	15-May-37	18.67	9.750%	106.61	9.01%	106.614	0.0
<b>FR0075</b>	<b>15-May-38</b>	<b>138.47</b>	<b>7.500%</b>	<b>87.17</b>	<b>8.89%</b>	<b>86.78</b>	<b>39.1</b>
FR0050	15-Jul-38	19.84	10.500%	112.25	9.15%	112.25	0.0
FR0057	15-May-41	22.67	9.500%	104.47	9.03%	102.06	241.0
FR0062	15-Apr-42	23.59	6.375%	73.91	9.07%	73.91	0.0
FR0067	15-Jul-43	24.84	8.750%	96.53	9.10%	97.00	-47.0
FR0076	15-May-48	29.68	7.375%	82.93	9.14%	82.75	18.2

Source: Bloomberg, IBPA & MCS Estimates

## Macroeconomic Indicator Calendar (September 17 - September 21 2018)

### INDONESIA

Date	Indicator	Series Data	Actual	Previous	Projection
17	Balance of Trade	Aug-18	USD -1.02 billion	USD -2.0 billion	USD -0.7 billion
17	Export Growth (YoY)	Aug-18	4.15%	19.33%	11.35%
17	Import Growth (YoY)	Aug-18	24.65%	31.56%	14.10%

### GLOBAL

Date	Indicator	Country	Series Data	Actual	Previous	Projection
17	Inflation Rate Final (YoY)	Euro Area	Aug-18	2.0%	2.1%	2.0%
18	Balance of Trade	Japan	Aug-18	JPY -445 billion	JPY -231.0 billion	JPY 575.5 billion
19	BoJ Interest Rate	Japan	-	-	-0.1%	-0.1%
19	Inflation Rate (YoY)	United Kingdom	Aug-18	-	2.5%	2.7%
19	Crude Oil Inventory	US	Week Ended, Sep 14 - 2018	-	-5.3 million barrel	-1.2 million barrel
20	Existing Home Sales	US	Aug-18	-	5.34 million	5.36 million
20	Initial Jobless Claims	US	Week Ended, Sep 15-2018	-	204 thousand	208 thousand
20	Continuing Jobless Claims	US	Week Ended, Sep 08-2018	-	1696 thousand	1700 thousand
21	Inflation Rate (YoY)	Japan	Aug-18	-	0.9%	1.0%

September 19, 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

**DISCLAIMER**

This Document is for information only and for the use of the recipient. It is not to be reproduced or copied or made available to others. Under no circumstances is it to be considered as an offer to sell or solicitation to buy any security. Any recommendation contained in this report may not be suitable for all investors and strictly a personal view and should not be used as a sole judgment for investment. Moreover, although the information contained herein has been obtained from sources believed to be reliable, its accuracy, completeness and reliability cannot be guaranteed. All rights