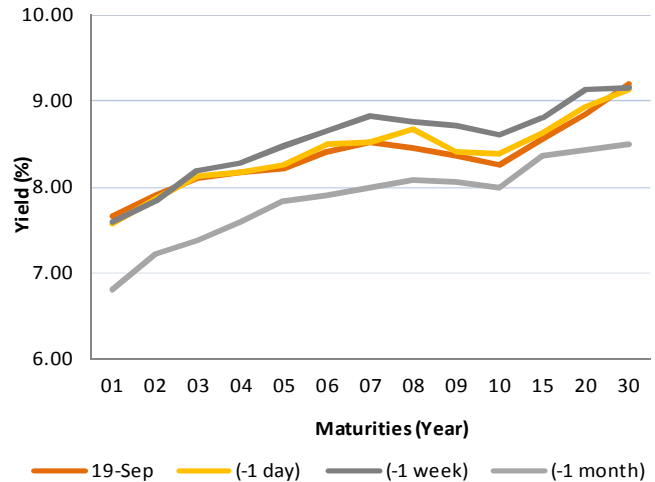


# Fixed Income Daily Notes



Indonesia Government Bonds Yield				
Maturities (Year)	19-Sep	(-1 day)	(-1 week)	(-1 month)
01	7.66	7.56	7.60	6.80
02	7.89	7.86	7.83	7.22
03	8.09	8.11	8.19	7.37
04	8.17	8.17	8.28	7.59
05	8.22	8.25	8.47	7.83
06	8.40	8.51	8.65	7.90
07	8.52	8.52	8.83	8.00
08	8.45	8.68	8.75	8.07
09	8.36	8.40	8.72	8.06
10	8.26	8.39	8.61	7.98
15	8.56	8.63	8.80	8.35
20	8.84	8.94	9.13	8.43
30	9.20	9.13	9.14	8.50

Source: Bloomberg



## Global Market Update

- Amidst higher tension of trade wars, China Premier, Li Keqiang stated that China would not intentionally devalue Yuan. Furthermore, he also stated that Yuan devaluation would only hurt China economic.
- Yesterday, September 19 2018, yield of US 10-years flat at 3.06%. Global benchmark bond yield also moved upward, indicated by 10-years UK gilt and German Bunds, that moved upward to 1.61% and 0.49%. Increasing of 10-years UK gilt was caused by higher-than-expected of UK inflation in August.
- Di tengah konflik dagang Tiongkok dengan AS, Perdana Menteri Tiongkok, Li Keqiang, menegaskan bahwa Tiongkok tidak akan dengan sengaja melemahkan nilai tukar Yuan demi memperoleh keuntungan dagang. Ia juga menyatakan bahwa tuduhan itu tidak berdasar karena pelemahan Yuan dengan sengaja akan berdampak negatif terhadap perekonomian Tiongkok.
- Yield 10-years US Treasury note pada kemarin, 19 September ditutup datar di level 3,06%. 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 1,61% dan 0,49%. Kenaikan yield 10 Tahun UK Gilt sendiri didorong oleh inflasi Inggris Raya pada bulan Agustus yang naik melebihi ekspektasi.

## Domestic Market Update

- Today, Government bond prices on the secondary market are likely to strengthen because Rupiah are predicted to strengthen today. Rupiah will be ranging from IDR 14,791 - 14,850 and yield of 10-years benchmark bond (FR0064) will be ranging from 8.09% - 8.21%.
- Hari ini, pergerakan harga SBN secara umum di pasar sekunder diprediksi cenderung menguat akibat masih adanya sentimen positif Rupiah. Nilai tukar rupiah terhadap dolar AS diprediksi bergerak pada kisaran Rp14.791 – Rp14.850. Yield benchmark 10 tahun (FR0064) pada perdagangan hari ini diperkirakan bergerak di rentang 8,09% - 8,21%.

Most Active Government Bonds	Last Price	Last Yield	Volume (IDR bn)
FR0064	86.40	8.19	2132
FR0072	99.60	8.29	1677
FR0063	90.35	8.16	1603
FR0069	100.37	7.18	1106
FR0059	92.22	8.27	882
FR0073	101.00	8.62	853
FR0070	102.50	7.81	782
FR0053	100.50	8.04	700
FR0075	90.60	8.49	622
FR0074	90.49	5.97	430

Most Active Corporate Bonds	Last Price	Last Yield	Volume (IDR bn)	
TLKM02B	idAAA	103.53	8.03	160
TBIG03CN1	AA-(idn)	100.00	7.32	100
PPRO01ACN1	BBB+(idn)	98.25	7.68	85
BSMT01SBCN1	idBBB+	100.12	8.45	70
WOMF02ACN3	AA-(idn)	99.96	7.22	60
SMFP04ACN3	idAAA	99.32	7.46	55
WSKT03BCN1	A(idn)	96.67	7.47	52
FIFA03BCN3	idAAA	98.09	8.29	50
FIFA03ACN2	idAAA	100.10	5.14	46
BBA01SBCN2	AA(idn)	98.00	7.44	35

Global Stock Markets	Last Price	Chg (bps)	% Chg	% YTD
Indonesia (JCI)	5874	61.81	1.06%	-7.58%
Malaysia (KLCI)	1801	7.77	0.43%	0.22%
Thailand (SET)	1750	5.38	0.31%	-0.22%
Singapore (STI)	3177	37.23	1.19%	-6.7%
Hang Seng	27407	322.71	1.19%	-8.4%
Nikkei 225	23673	251.98	1.08%	3.99%
Shanghai	2731	30.90	1.14%	-17.43%
Dow Jones (DJIA)	26406	158.80	0.61%	6.82%
London (FTSE 100)	7331	30.89	0.42%	-4.64%
DAX	12219	61.35	0.50%	-5.4%

FX Rate	19-Sep		
	19-Sep	(-1 day)	(-1 week)
USD/IDR	14,824	14,869	14,794
GBP/USD	1.314	1.315	1.305
USD/JPY	112.3	112.4	111.3
USD/SGD	1.369	1.371	1.372
USD/THB	32.41	32.57	32.72
USD/MYR	4.136	4.138	4.140

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 19-Sep	66.00	133.16	215.41
(-1 Day)	66.45	134.17	216.84
(-1 Week)	69.72	141.07	225.72
(-1 Month)	45.23	119.87	201.92
(-1 Year)	37.99	99.87	167.17

Global Bonds	19-Sep			
	19-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	3.06	3.06	2.96	2.82
30-Year	2.95	2.96	2.97	3.07
<b>10-Year Government Bond Yield</b>				
UK	1.61	1.57	1.48	1.27
Germany	0.49	0.48	0.41	0.34
France	0.80	0.79	0.72	0.68
China	3.67	3.65	3.67	3.62
Japan	0.12	0.11	0.11	0.09
Korea	2.73	2.73	2.73	2.73
Thailand	2.87	2.85	2.84	2.75
Malaysia	4.10	4.12	4.16	4.02
Singapore	2.51	2.47	2.43	2.39
<b>Indonesia USD Bond Yield</b>				
INDO-22	3.95	3.93	3.95	3.80
INDO-27	4.58	4.56	4.61	4.41
INDO-47	5.23	5.19	5.22	4.97

Money Market	19-Sep			
	19-Sep	(-1 day)	(-1 week)	(-1 month)
<b>JIBOR</b>				
O/N	5.45	5.42	5.42	5.36
1M	6.70	6.70	6.70	6.69
3M	7.13	7.12	7.12	7.15
<b>LIBOR</b>				
1M	2.17	2.17	2.13	2.07
3M	2.34	2.34	2.33	2.31
6M	2.57	2.57	2.56	2.51
<b>Indonesia Interest Rates</b>				
Deposit 1M	5.94	5.88	5.85	5.75
Lending	13.7	13.7	13.8	13.6

Benchmark	19-Sep	(-1 day)	Change	Yield
FR0061	96.65	96.54	11	8.08%
FR0059	92.21	91.38	83	8.28%
FR0074	90.78	90.19	59	8.65%
FR0072	95.46	94.41	105	8.76%

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

Holders	2013	2014	2015	2016	2017	13-Sep-18	14-Sep-18	17-Sep-18	18-Sep-18
Banks	335.43	375.55	350.07	399.46	491.61	605.61	611.89	607.84	614.48
Bank Indonesia	44.44	41.63	148.91	134.25	141.83	109.68	115.89	117.40	109.98
Mutual Fund	42.50	45.79	61.60	85.66	104.00	118.2	118.4	118.2	118.1
Insurance	129.55	150.60	171.62	238.24	150.80	191.0	191.0	190.8	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>833.40</b>	<b>835.55</b>	<b>834.68</b>	<b>835.57</b>
Pension Fund	39.47	43.30	49.83	87.28	198.06	213.11	214.31	213.83	213.97
Individual Investors	32.48	30.41	42.53	57.75	59.84	64.11	64.15	64.22	64.25
Others	47.56	61.32	78.76	104.84	117.48	133.74	133.79	133.23	133.14
<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>2,285.00</b>	<b>2,280.24</b>	<b>2,280.24</b>

Source: Bloomberg, IDX & DJPPR

September 20, 2018

**Government Bonds Prices**

**Closing Price Data : 19-Sep-2018**



Series	Maturity	TTM	Coupon	Price	YTM	Price (-1)	Price Spread (bps)
FR0069	15-Apr-19	0.57	7.875%	100.40	7.12%	100.40	0.8
FR0036	15-Sep-19	0.99	11.500%	103.84	7.38%	103.84	0.1
FR0031	15-Nov-20	2.16	11.000%	106.35	7.73%	106.20	15.4
FR0034	15-Jun-21	2.74	12.800%	111.51	8.01%	111.50	1.7
FR0053	15-Jul-21	2.82	8.250%	100.61	8.00%	100.54	7.1
FR0061	15-May-22	3.65	7.000%	96.65	8.08%	96.54	10.5
FR0035	15-Jun-22	3.74	12.900%	115.00	8.15%	114.85	15.9
FR0043	15-Jul-22	3.82	10.250%	106.73	8.16%	106.01	71.4
<b>FR0063</b>	<b>15-May-23</b>	<b>4.65</b>	<b>5.625%</b>	<b>90.38</b>	<b>8.15%</b>	<b>90.10</b>	<b>28.4</b>
FR0046	15-Jul-23	4.82	9.500%	104.99	8.22%	104.74	24.3
FR0039	15-Aug-23	4.91	11.750%	113.94	8.23%	113.58	35.8
FR0070	15-Mar-24	5.49	8.375%	100.28	8.31%	99.91	36.4
FR0044	15-Sep-24	5.99	10.000%	107.78	8.32%	107.54	24.4
FR0040	15-Sep-25	6.99	11.000%	113.15	8.47%	113.15	0.0
FR0037	15-Sep-26	7.99	12.000%	119.81	8.53%	119.81	0.0
FR0056	15-Sep-26	7.99	8.375%	100.39	8.31%	99.29	110.5
FR0059	15-May-27	8.66	7.000%	92.21	8.28%	91.38	82.6
FR0042	15-Jul-27	8.82	10.250%	110.39	8.54%	110.08	30.9
FR0047	15-Feb-28	9.41	10.000%	108.79	8.62%	108.79	0.0
<b>FR0064</b>	<b>15-May-28</b>	<b>9.66</b>	<b>6.125%</b>	<b>86.27</b>	<b>8.21%</b>	<b>85.45</b>	<b>82.1</b>
FR0071	15-Mar-29	10.49	9.000%	103.25	8.53%	102.85	39.3
FR0052	15-Aug-30	11.91	10.500%	112.94	8.73%	112.94	0.0
FR0073	15-May-31	12.66	8.750%	101.00	8.62%	100.80	20.0
FR0054	15-Jul-31	12.83	9.500%	106.43	8.66%	105.70	72.2
FR0058	15-Jun-32	13.75	8.250%	95.70	8.79%	95.25	45.0
FR0074	15-Aug-32	13.92	7.500%	90.78	8.65%	90.19	59.2
<b>FR0065</b>	<b>15-May-33</b>	<b>14.66</b>	<b>6.625%</b>	<b>84.36</b>	<b>8.51%</b>	<b>83.75</b>	<b>60.7</b>
FR0068	15-Mar-34	15.50	8.375%	97.35	8.69%	96.63	72.2
FR0072	15-May-36	17.67	8.250%	95.46	8.76%	94.41	105.1
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>87.93</b>	<b>8.80%</b>	<b>87.17</b>	<b>76.0</b>
FR0050	15-Jul-38	19.83	10.500%	112.25	9.15%	112.25	0.0
FR0057	15-May-41	22.67	9.500%	105.10	8.97%	104.47	63.0
FR0062	15-Apr-42	23.59	6.375%	73.91	9.07%	73.91	0.0
FR0067	15-Jul-43	24.84	8.750%	95.25	9.24%	96.53	-128.0
FR0076	15-May-48	29.67	7.375%	83.07	9.13%	82.93	13.1

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%	-0.1%
19	Inflation Rate (YoY)	United Kingdom	Aug-18	2.7%	2.5%	2.7%
19	Crude Oil Inventory	US	Week Ended, Sep 14 - 2018	-2.06 million barrel	-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 20, 2018

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