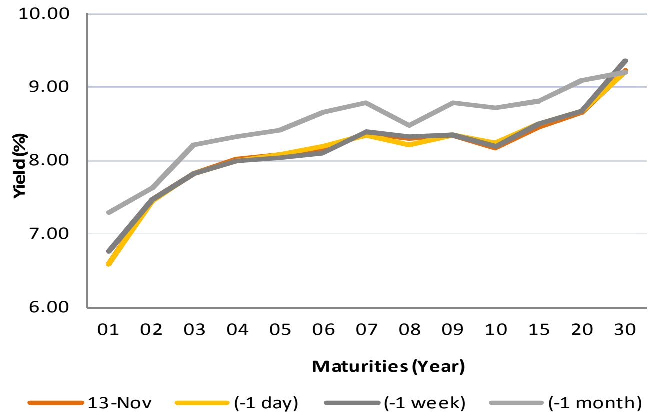
November 14, 2018

Fixed Income Daily Notes

Indonesia Government Bonds Yield				
Maturities (Year)	13-Nov	(-1 day)	(-1 week)	(-1 month)
01	6.58	6.59	6.76	7.28
02	7.46	7.45	7.46	7.62
03	7.82	7.81	7.80	8.22
04	8.01	7.99	7.98	8.32
05	8.08	8.08	8.02	8.40
06	8.14	8.19	8.10	8.64
07	8.36	8.35	8.39	8.79
08	8.29	8.21	8.33	8.46
09	8.34	8.35	8.35	8.77
10	8.18	8.23	8.18	8.71
15	8.45	8.50	8.49	8.80
20	8.65	8.67	8.68	9.09
30	9.23	9.20	9.34	9.19

Source: Bloomberg



Global Market Update

- Yesterday, November 13 2018, yield of 10-years US treasury fell to 3.14% because investors worried about Brexit process in UK and Italy budget problem. On the other hand, majority of global benchmark bond yield moved upward, indicated by yield 10-years UK gilt and German Bunds, which rose to 1.52% and 0.41%, respectively.

- Yield 10-years US Treasury note kemarin, 13 November 2018, ditutup turun ke level 3,14% setelah adanya kekhawatiran investor terkait situasi Inggris, yang kesulitan dalam usaha keluar dari Uni Eropa, serta Italia, yang berkeras untuk tidak merevisi anggarannya. Di sisi lain, mayoritas yield obligasi benchmark global ditutup naik, yang mana terlihat dari yield 10 tahun UK Gilt dan German Bunds yang naik ke level 1,52% dan 0,41%.

Domestic Market Update

- The government absorbed IDR 4.12 trillion in the last Islamic government securities (SBSN) or Sukuk auction from total incoming bids IDR 11.03 trillion, yesterday, November 13 2018. The absorbed amount was above government indicative target, IDR 4 trillion. However, yesterday incoming bids posted lower than last auction, IDR 11.38 trillion, while SPNS01052019 became the most interesting series in the auction with an incoming bids IDR 4.42 trillion.

- Kemarin, 13 November 2018, pemerintah berhasil menyerap Rp 4,12 triliun dana dari investor dalam lelang Surat Berharga Syariah Negara (SBSN) kemarin dengan tingkat penawaran yang masuk (incoming bids) mencapai Rp 11,03 triliun. Jumlah dana yang diserap pada lelang kemarin berada di atas target indikatif pemerintah sebesar Rp 4 triliun. Namun, jumlah incoming bids pada lelang tersebut lebih rendah dibandingkan dengan lelang SBSN sebelumnya yang mencapai Rp 11,38 triliun. Sementara itu, seri SPNS01052019 menjadi seri yang paling banyak diminati oleh investor dengan tingkat penawaran yang masuk mencapai Rp 4,42 triliun.

- Today, Government bond prices on the secondary market are likely to strengthen moderately because investors will expect that BI would not hike 7-DRR in RDG tomorrow. Rupiah will be ranging from IDR 14,710 - 14,900 and yield of 10-years benchmark bond (FR0064) will be ranging from 8.06% - 8.16%.

- Hari ini, pergerakan harga SBN secara umum di pasar sekunder diprediksi cenderung menguat terbatas akibat ekspektasi investor bahwa BI tidak akan menaikan tingkat suku bunganya dalam RDG esok hari. Nilai tukar rupiah terhadap dolar AS diprediksi bergerak pada kisaran Rp 14.710 – Rp 14.900, sedangkan yield benchmark 10 tahun (FR0064) pada perdagangan hari ini diperkirakan bergerak di rentang 8,06% - 8,16%.

November 14, 2018

MEGACAPITAL Sekuritas

Most Active Government Bonds	Last Price	Last Yield	Volume (IDR bn)
FR0078	100.70	8.15	1929
FR0064	86.90	8.13	1366
FR0077	100.23	8.07	874
FR0075	91.40	8.40	831
FR0065	85.94	4.88	679
FR0059	92.04	8.33	462
FR0063	91.06	8.03	280
FR0074	91.50	8.56	219
FR0072	96.95	8.59	211
PBS016	98.45	7.48	205

Most Active Corporate Bonds		Last Price	Last Yield	Volume (IDR bn)
MEDC03ACN2	idA+	101.18	7.50	286
PIKI01B	idAA	98.75	7.21	63
BBRI01CCN2	idAAA	101.70	8.41	56
SMBNII01CN2	idAAA(sy)	100.80	8.15	49
IMFI02CCN2	idA	100.92	9.68	43
BIIF02ACN1	AA+(idn)	96.79	9.31	42
IMFI03ACN2	idA	99.37	3.81	37
IMFI02CCN3	idA	101.40	7.87	34
ISAT08A	idAAA	99.32	6.74	34
FIFA02BCN3	idAAA	101.46	6.77	32

Global Stock Marketss	Last Price	Chg (bps)	% Chg	% YTD
Indonesia (JCI)	5835	58.15	1.01%	-8.19%
Malaysia (KLCI)	1688	-8.57	-0.51%	-6.08%
Thailand (SET)	1660	4.93	0.30%	-5.36%
Singapore (STI)	3054	-14.55	-0.47%	-10.3%
Hang Seng	25793	159.69	0.62%	-13.8%
Nikkei 225	21811	-459.36	-2.06%	-4.19%
Shanghai	2655	24.36	0.93%	-19.72%
Dow Jones (DJIA)	25286	-100.69	-0.40%	2.29%
London (FTSE 100)	7054	0.68	0.01%	-8.25%
DAX	11472	146.78	1.30%	-11.2%

FX Rate			13-Nov
	13-Nov	(-1 day)	(-1 week)
USD/IDR	14,805	14,847	14,781
GBP/USD	1.297	1.285	1.310
USD/JPY	113.8	113.9	113.4
USD/SGD	1.380	1.384	1.373
USD/THB	32.97	33.15	32.93
USD/MYR	4.194	4.184	4.166

Macroeconomic Data			
	Oct-18	Sep-18	Aug-18
Consumer Price Index (MoM)	0.28	-0.20	-0.05
Consumer Price Index (YoY)	3.16	2.88	3.20
Core Inflation (YoY)	2.94	2.82	2.90
BI 7-Day RR Rate (%)	5.75	5.75	5.50
Foreign Reserve (US$ Bn)	115.20	114.80	117.90

Indonesia Sovereign CDS			
As of	2-year	5-year	10-year
13-Nov	70.69	146.83	221.64
(-1 Day)	69.68	144.82	219.18
(-1 Week)	70.04	145.81	220.46
(-1 Month)	68.99	145.15	219.94
(-1 Year)	41.00	101.43	170.58

Global Bonds				13-Nov
	13-Nov	(-1 day)	(-1 week)	(-1 month)
Fed Fund Rate & US T-Bonds Yield				
Fed Fund Rate	2.25	2.25	2.25	2.25
2-Year	2.89	2.93	2.93	2.87
5-Year	2.99	3.04	3.06	3.02
10-Year	3.14	3.18	3.23	3.16
30-Year	3.36	3.39	3.44	3.33
10-Year Government Bond Yield				
UK	1.52	1.45	1.54	1.61
Germany	0.41	0.40	0.43	0.49
France	0.78	0.78	0.80	0.84
China	3.47	3.48	3.51	3.58
Japan	0.11	0.11	0.13	0.14
Korea	2.73	2.73	2.73	2.73
Thailand	2.82	2.82	2.80	2.81
Malaysia	4.12	4.10	4.11	4.13
Singapore	2.48	2.48	2.50	2.57
Indonesia USD Bond Yield				
INDO-22	4.19	4.18	4.18	4.03
INDO-27	4.83	4.81	4.82	4.70
INDO-47	5.53	5.52	5.51	5.33

Money Market				13-Nov
	13-Nov	(-1 day)	(-1 week)	(-1 month)
JIBOR				
O/N	5.75	5.73	5.71	5.78
1M	7.08	7.07	7.07	7.14
3M	7.52	7.52	7.52	7.49
LIBOR				
1M	2.31	2.31	2.32	2.29
3M	2.61	2.61	2.59	2.44
6M	2.86	2.86	2.84	2.66
Indonesia Interest Rates				
Deposit 1M	6.10	6.13	6.14	5.96
Lending	13.8	13.6	13.7	13.7

Benchmark	13-Nov	(-1 day)	Change	Yield
FR0061	97.22	97.28	**-6**	7.93%
FR0059	92.31	92.22	**8**	8.28%
FR0074	91.88	91.62	**26**	8.51%
FR0072	96.91	96.67	**24**	8.60%

Government Bond Ownership As of November 12, 2018 (in Trillion)

Holders	2013	2014	2015	2016	2017	7-Nov-18	8-Nov-18	9-Nov-18	12-Nov-18
Banks	335.43	375.55	350.07	399.46	491.61	656.62	661.46	661.82	663.70
Bank Indonesia	44.44	41.63	148.91	134.25	141.83	80.06	87.30	84.63	83.17
Mutual Fund	42.50	45.79	61.60	85.66	104.00	115.33	115.36	114.91	114.68
Insurance	129.55	150.60	171.62	238.24	150.80	201.26	201.28	201.23	201.22
Foreign Investor	**323.83**	**461.35**	**558.52**	**665.81**	**836.15**	**871.16**	**878.70**	**881.89**	**881.85**
Pension Fund	39.47	43.30	49.83	87.28	198.06	212.00	211.93	211.71	211.68
Individual Investors	32.48	30.41	42.53	57.75	59.84	77.26	77.24	77.17	77.09
Others	47.56	61.32	78.76	104.84	117.48	135.44	135.86	135.77	135.75
Total	**995.25**	**1,209.96**	**1,461.85**	**1,773.28**	**2,099.77**	**2,349.14**	**2,369.14**	**2,369.14**	**2,369.14**

Source: Bloomberg, IDX & DJPPR

November 14, 2018

Government Bonds Prices

Closing Price Data : 13-Nov-2018

MEGACAPITAL Sekuritas

Series	Maturity	TTM	Coupon	Price	YTM	Price (-1)	Price Spread (bps)
FR0069	15-Apr-19	0.42	7.875%	100.65	6.23%	100.65	-0.5
FR0036	15-Sep-19	0.84	11.500%	104.02	6.44%	104.02	-0.2
FR0031	15-Nov-20	2.01	11.000%	106.69	7.34%	106.71	-1.7
FR0034	15-Jun-21	2.59	12.800%	111.88	7.64%	111.90	-2.2
FR0053	15-Jul-21	2.67	8.250%	101.21	7.73%	101.26	-4.6
FR0061	15-May-22	3.50	7.000%	97.22	7.93%	97.28	-6.3
FR0035	15-Jun-22	3.59	12.900%	114.72	8.08%	115.19	-46.4
FR0043	15-Jul-22	3.67	10.250%	107.20	7.94%	107.34	-14.3
FR0063	**15-May-23**	**4.50**	**5.625%**	**91.16**	**8.00%**	**91.12**	4.3
FR0046	15-Jul-23	4.67	9.500%	105.79	7.98%	105.79	0.0
FR0039	15-Aug-23	4.76	11.750%	113.85	8.17%	113.94	-9.1
FR0070	15-Mar-24	5.34	8.375%	100.93	8.15%	100.85	8.0
FR0077	15-May-24	5.51	8.125%	100.14	8.09%	99.93	20.5
FR0044	15-Sep-24	5.84	10.000%	108.59	8.12%	108.59	0.0
FR0040	15-Sep-25	6.84	11.000%	113.85	8.30%	114.00	-15.6
FR0037	15-Sep-26	7.84	12.000%	120.55	8.37%	120.85	-30.4
FR0056	15-Sep-26	7.84	8.375%	100.76	8.24%	101.20	-44.6
FR0059	15-May-27	8.51	7.000%	92.31	8.28%	92.22	8.4
FR0042	15-Jul-27	8.67	10.250%	111.59	8.34%	111.62	-2.2
FR0047	15-Feb-28	9.26	10.000%	110.61	8.33%	110.65	-3.5
FR0064	**15-May-28**	**9.51**	**6.125%**	**86.91**	**8.13%**	**86.58**	33.4
FR0071	15-Mar-29	10.34	9.000%	104.44	8.35%	104.27	16.5
FR0078	15-May-29	10.51	8.500%	100.47	8.18%	100.19	28.4
FR0052	15-Aug-30	11.76	10.500%	115.75	8.37%	115.75	0.0
FR0073	15-May-31	12.51	8.750%	102.09	8.48%	102.90	-80.2
FR0054	15-Jul-31	12.68	9.500%	107.97	8.46%	107.62	35.4
FR0058	15-Jun-32	13.60	8.250%	97.84	8.52%	97.31	53.6
FR0074	15-Aug-32	13.76	7.500%	91.88	8.51%	91.62	26.1
FR0065	**15-May-33**	**14.51**	**6.625%**	**85.19**	**8.41%**	**84.89**	30.4
FR0068	15-Mar-34	15.35	8.375%	98.31	8.57%	98.31	0.0
FR0072	15-May-36	17.52	8.250%	96.91	8.60%	96.67	24.2
FR0045	15-May-37	18.52	9.750%	110.86	8.56%	110.943	-8.0
FR0075	**15-May-38**	**19.52**	**7.500%**	**89.63**	**8.61%**	**89.36**	26.3
FR0050	15-Jul-38	19.68	10.500%	113.90	8.98%	113.90	0.0
FR0057	15-May-41	22.52	9.500%	102.50	9.23%	102.50	0.0
FR0062	15-Apr-42	23.44	6.375%	75.71	8.85%	76.33	-62.2
FR0067	15-Jul-43	24.68	8.750%	98.30	8.92%	99.24	-94.4
FR0076	15-May-48	29.52	7.375%	82.25	9.23%	82.86	-61.7

Source: Bloomberg, IBPA & MCS Estimates

November 14, 2018

Macroeconomic Indicator Calendar (November 12 - November 16 2018)

INDONESIA

Date	Indicator	Series Data	Actual	Previous	Projection
15	Balance of Trade	Oct-18	-	USD 0.23 billion	USD -1.70 billion
15	Exports Growth (YoY)	Oct-18	-	1.70%	-
15	Imports Growth (YoY)	Oct-18	-	14.18%	-
15	7-Days Repo Rate	-	-	5.75%	6.00%

GLOBAL

Date	Indicator	Country	Series Data	Actual	Previous	Projection
13	Unemployment Rate	United Kingdom	Oct-18	4.1%	4.0%	4.1%
14	Economic Growth Rate Annualized. Prel.	Japan	3rd Quarter	-	3.0%	-1.0%
14	Economic Growth Flash. (YoY)	Germany	3rd Quarter	-	2.0%	1.3%
14	Economic Growth 2nd est. (YoY)	Euro Area	3rd Quarter	-	2.2%	1.7%
14	Inflation Rate (YoY)	United Kingdom	Oct-18	-	2.4%	2.4%
14	Inflation Rate (YoY)	US	Oct-18	-	2.3%	2.3%
15	Crude Oil Inventory	US	Week Ended, Nov 09 - 2018	-	5.78 million barrel	1.90 million barrel
15	Initial Jobless Claims	US	Week Ended, Nov 10 - 2018	-	214 thousand	-
15	Continuing Jobless Claims	US	Week Ended, Nov 03 - 2018	-	1623 thousand	1618 thousand
16	Inflation Rate (YoY)	Euro Area	Oct-18	-	2.1%	2.2%

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

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