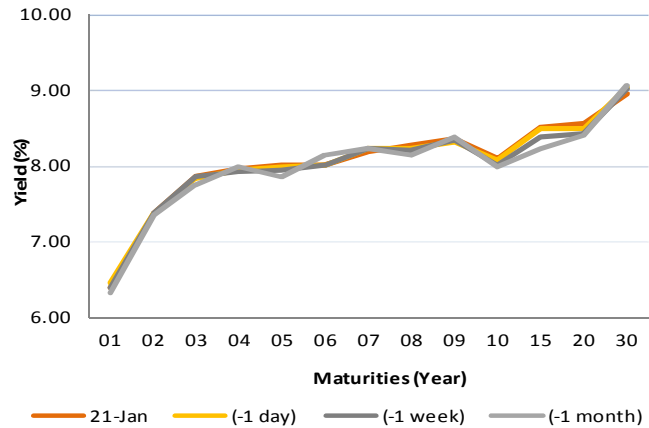


Fixed Income Daily Notes



Indonesia Government Bonds Yield				
Maturities (Year)	21-Jan	(-1 day)	(-1 week)	(-1 month)
01	6.40	6.45	6.38	6.33
02	7.39	7.39	7.38	7.36
03	7.86	7.85	7.86	7.75
04	7.98	7.94	7.92	7.99
05	8.00	7.99	7.94	7.85
06	8.02	8.02	8.02	8.15
07	8.19	8.23	8.23	8.23
08	8.27	8.23	8.21	8.15
09	8.37	8.32	8.34	8.39
10	8.10	8.08	8.01	8.00
15	8.51	8.49	8.38	8.23
20	8.56	8.50	8.43	8.41
30	8.96	9.04	9.02	9.08

Source: Bloomberg



Global Market Update

- IMF revised their global economic growth projection for 2019 from 3.7% to 3.5%. This revision was pushed by economic slowing down in China and no-deal Brexit threat, which was predicted slowing down global economic growth.
- IMF kembali merevisi proyeksi pertumbuhan ekonomi dunia pada tahun 2019. Proyeksi pertumbuhan ekonomi dunia pada 2019 berubah menjadi sebesar 3,5%, di mana sebelumnya berada pada level 3,7%. Revisi ini didorong oleh adanya perlambatan ekonomi negara terbesar kedua di dunia, Tiongkok, serta kemungkinan adanya no-deal Brexit, yang diperkirakan akan menghambat perekonomian dunia.
- Yesterday, January 21 2019, US bond market was closed because of Martin Luther King days. Meanwhile, yield of majority global benchmark bond moved downward, reflected by 10-years UK Gilt and German Bunds, which rose to 1.32% and 0.25%, respectively.
- Pada tanggal 21 Januari 2018, pasar obligasi AS tutup karena adanya libur hari Martin Luther King. Sementara itu, mayoritas yield obligasi benchmark global ditutup turun, tercermin dari yield 10-years UK Gilt dan German Bunds, yang ditutup turun ke level 1,32% dan 0,25%.

Domestic Market Update

- Government will issue IDR 8 trillion of Islamic government securities (SBSN) or Sukuk today, January 22. There are 5 auctioned SBSN, with its predicted yield; SPN-S 23012020 (6.78% - 6.82%), SPN-S 09072019 (6.39% - 6.43%), PBS014 (7.84% - 7.88%), PBS019 (8.17% - 8.21%), dan PBS022 (8.60% - 8.75%).
- Hari ini, 22 Januari 2019, pemerintah akan mengadakan lelang Surat Berharga Syariah Negara (SBSN) atau Sukuk dengan target indikatif Rp 8 triliun. Adapun seri SBSN yang akan dilelang dengan perkiraan yieldnya ialah SPN-S 23012020 (6,78% - 6,82%), SPN-S 09072019 (6,39% - 6,43%), PBS014 (7,84% - 7,88%), PBS019 (8,17% - 8,21%), dan PBS022 (8,60% - 8,75%).
- Today, Government bond prices on the secondary market are likely to strengthen moderately as lower global bond yield. Rupiah will be ranging from IDR 14,191 - IDR 14,255 and yield of 10-years benchmark bond (FR0078) will be ranging from 8.04% - 8.08%.
- Hari ini, pergerakan harga SBN secara umum di pasar sekunder diprediksi cenderung menguat terbatas akibat adanya tren penurunan yield global. Nilai tukar rupiah terhadap dolar AS diprediksi bergerak pada kisaran Rp 14.191 – Rp 14.255, sedangkan yield benchmark 10 tahun (FR0078) pada perdagangan hari ini diperkirakan bergerak di rentang 8,04% - 8,08%.

Most Active Government Bonds	Last Price	Last Yield	Volume (IDR bn)
FR0068	100.20	5.32	2017
FR0077	100.70	7.96	1453
FR0078	101.35	8.05	1141
PBS013	99.79	6.85	535
FR0073	102.70	8.39	467
FR0075	90.50	8.51	348
FR0056	100.70	8.25	340
FR0053	101.45	7.60	332
FR0061	97.80	7.76	331
SR008	100.22	6.78	272

Most Active Corporate Bonds	Last Price	Last Yield	Volume (IDR bn)	
SIBMTR01CN2	idA+(sy)	102.18	9.56	100
PNBNO2SBCN2	idA+	101.00	7.80	46
BMRIO1CN3	idAAA	99.60	8.60	45
TAFS02BCN1	AAA(idn)	100.24	6.30	45
PNMPO2BCN2	idA	95.00	8.17	40
BBRIO2BCN3	idAAA	97.85	6.63	25
MEDCO2ACN1	idA+	101.08	9.52	24
SMFP04ACN3	idAAA	99.80	7.86	10
WOMF02ACN4	AA-(idn)	99.74	7.97	10
BBTNO2DCN1	idAA+	106.80	9.20	9

Global Stock Markets	Last Price	Chg (bps)	% Chg	% YTD
Indonesia (JCI)	6450.83	2.68	0.04%	4.14%
Malaysia (KLCI)	1692.22	0.00	0.00%	0.10%
Thailand (SET)	1588.38	4.61	0.29%	1.57%
Singapore (STI)	3220.56	-3.78	-0.12%	4.95%
Hang Seng	27196.54	105.73	0.39%	5.23%
Nikkei 225	20719.33	53.26	0.26%	3.52%
Shanghai	2610.51	14.50	0.56%	4.68%
Dow Jones (DJIA)	24706.35	0.00	0.00%	5.91%
London (FTSE 100)	6970.59	2.26	0.03%	3.60%
DAX	11136.20	-69.34	-0.62%	5.47%

FX Rate	21-Jan		
	21-Jan	(-1 day)	(-1 week)
USD/IDR	14,223	14,229	14,069
GBP/USD	1.289	1.287	1.286
USD/JPY	109.7	109.8	108.2
USD/SGD	1.359	1.359	1.354
USD/THB	31.81	31.75	31.93
USD/MYR	4.124	4.113	4.098

Macroeconomic Data	Dec-18	Nov-18	Oct-18
Consumer Price Index (MoM)	0.62	0.27	0.28
Consumer Price Index (YoY)	3.13	3.23	3.16
Core Inflation (YoY)	3.07	3.03	2.94
BI 7-Day RR Rate (%)	6.00	6.00	5.75
Foreign Reserve (US\$ Bn)	120.70	117.20	115.20

Indonesia Sovereign CDS	2-year	5-year	10-year
As of			
21-Jan	51.92	122.34	198.17
(-1 Day)	52.05	123.31	199.87
(-1 Week)	54.63	130.38	209.03
(-1 Month)	57.16	142.35	219.59
(-1 Year)	30.70	81.06	146.94

Global Bonds	21-Jan			
	21-Jan	(-1 day)	(-1 week)	(-1 month)
Fed Fund Rate & US T-Bonds Yield				
Fed Fund Rate	2.50	2.50	2.50	2.50
2-Year	2.62	2.62	2.54	2.56
5-Year	2.62	2.62	2.53	2.58
10-Year	2.77	2.79	2.70	2.74
30-Year	3.10	3.10	3.05	3.00
10-Year Government Bond Yield				
UK	1.32	1.35	1.29	1.26
Germany	0.25	0.26	0.23	0.25
France	0.65	0.66	0.64	0.69
China	3.11	3.09	3.13	3.34
Japan	0.00	0.01	0.01	0.04
Korea	2.73	2.73	2.73	2.73
Thailand	2.46	2.47	2.46	2.45
Malaysia	4.06	4.06	4.06	4.09
Singapore	2.21	2.19	2.14	2.10
Indonesia USD Bond Yield				
INDO-22	3.75	3.75	3.82	3.96
INDO-27	4.27	4.27	4.33	4.49
INDO-47	4.97	4.97	5.01	5.20

Money Market	21-Jan			
	21-Jan	(-1 day)	(-1 week)	(-1 month)
JIBOR				
O/N	5.90	5.90	5.90	5.90
1M	7.19	7.19	7.24	7.55
3M	7.41	7.41	7.44	7.71
LIBOR				
1M	2.51	2.50	2.51	2.51
3M	2.76	2.78	2.78	2.81
6M	2.85	2.85	2.85	2.89
Indonesia Interest Rates				
Deposit 1M	6.28	6.22	6.28	6.34
Lending	13.8	13.9	13.9	13.9

2018 Benchmark	21-Jan	(-1 day)	Change	Yield
FR0063	91.80	91.90	-10	7.91%
FR0064	86.65	86.66	-1	8.20%
FR0065	84.44	84.32	12	8.53%
FR0075	90.79	90.66	14	8.48%

Government Bond Ownership As of January 18, 2019 (in Trillion)

Holders	2014	2015	2016	2017	2018	15-Jan-19	16-Jan-19	17-Jan-19	18-Jan-19
Banks	375.55	350.07	399.46	491.61	481.33	627.62	635.41	656.51	657.32
Bank Indonesia	41.63	148.91	134.25	141.83	253.47	121.70	115.06	112.46	111.28
Mutual Fund	45.79	61.60	85.66	104.00	118.63	118.35	117.94	119.84	119.96
Insurance	150.60	171.62	238.24	150.80	201.59	201.44	201.37	201.42	201.43
Foreign Investor	461.35	558.52	665.81	836.15	893.25	899.19	898.54	904.74	904.41
Pension Fund	43.30	49.83	87.28	198.06	212.88	213.01	213.01	213.19	213.62
Individual Investors	30.41	42.53	57.75	59.84	73.07	73.00	72.98	72.94	72.95
Others	61.32	78.76	104.84	117.48	134.22	134.24	134.25	135.21	135.33
Total	1,209.96	1,461.85	1,773.28	2,099.77	2,368.45	2,388.56	2,388.56	2,416.31	2,416.31

Source: Bloomberg, IDX & DJPPR

January 22, 2019



Government Bonds Prices

Closing Price Data : 21-Jan-2019

Series	Maturity	TTM	Coupon	Price	YTM	Price (-1)	Price Spread (bps)
FR0069	15-Apr-19	0.23	7.875%	100.27	6.52%	100.28	-0.9
FR0036	15-Sep-19	0.65	11.500%	103.25	6.22%	103.26	-0.3
FR0031	15-Nov-20	1.82	11.000%	106.28	7.22%	106.32	-4.5
FR0034	15-Jun-21	2.40	12.800%	111.24	7.57%	111.31	-7.1
FR0053	15-Jul-21	2.48	8.250%	101.31	7.66%	101.36	-5.1
FR0061	15-May-22	3.32	7.000%	97.77	7.77%	97.90	-13.8
FR0035	15-Jun-22	3.40	12.900%	115.11	7.74%	114.67	44.5
FR0043	15-Jul-22	3.48	10.250%	107.37	7.79%	107.36	1.1
FR0063	15-May-23	4.32	5.625%	91.80	7.91%	91.90	-10.0
FR0046	15-Jul-23	4.48	9.500%	105.36	8.05%	105.36	0.0
FR0039	15-Aug-23	4.57	11.750%	114.38	7.96%	114.38	0.0
FR0070	15-Mar-24	5.15	8.375%	101.52	8.01%	101.56	-3.9
FR0077	15-May-24	5.32	8.125%	100.71	7.96%	100.75	-4.4
FR0044	15-Sep-24	5.65	10.000%	97.65	10.56%	108.60	-1095.3
FR0040	15-Sep-25	6.65	11.000%	114.46	8.13%	114.49	-2.9
FR0037	15-Sep-26	7.65	12.000%	121.28	8.19%	121.25	3.2
FR0056	15-Sep-26	7.65	8.375%	101.49	8.11%	101.55	-5.7
FR0059	15-May-27	8.32	7.000%	92.80	8.21%	92.68	12.2
FR0042	15-Jul-27	8.48	10.250%	111.94	8.26%	112.08	-14.6
FR0047	15-Feb-28	9.07	10.000%	110.63	8.31%	110.63	0.0
FR0064	15-May-28	9.32	6.125%	86.65	8.20%	86.66	-0.9
FR0071	15-Mar-29	10.15	9.000%	105.28	8.22%	105.40	-12.2
FR0078	15-May-29	10.32	8.250%	101.26	8.07%	101.36	-10.0
FR0052	15-Aug-30	11.57	10.500%	116.75	8.23%	116.75	0.0
FR0073	15-May-31	12.32	8.750%	101.99	8.48%	101.98	1.2
FR0054	15-Jul-31	12.49	9.500%	107.71	8.49%	107.78	-7.1
FR0058	15-Jun-32	13.41	8.250%	97.89	8.52%	97.89	0.1
FR0074	15-Aug-32	13.58	7.500%	91.79	8.53%	91.76	2.8
FR0065	15-May-33	14.32	6.625%	84.44	8.53%	84.32	12.0
FR0068	15-Mar-34	15.16	8.375%	99.03	8.49%	99.08	-4.8
FR0072	15-May-36	17.33	8.250%	98.61	8.40%	98.46	14.5
FR0045	15-May-37	18.33	9.750%	110.00	8.65%	110	0.0
FR0075	15-May-38	19.33	7.500%	90.79	8.48%	90.66	13.7
FR0050	15-Jul-38	19.49	10.500%	117.74	8.61%	117.74	0.0
FR0079	15-Apr-39	20.24	8.375%	98.47	8.53%	98.40	6.7
FR0057	15-May-41	22.33	9.500%	108.11	8.67%	108.11	0.0
FR0062	15-Apr-42	23.25	6.375%	76.80	8.72%	76.79	1.3
FR0067	15-Jul-43	24.50	8.750%	100.16	8.73%	100.19	-3.0
FR0076	15-May-48	29.33	7.375%	84.26	9.04%	83.94	32.8

Source: Bloomberg, IBPA & MCS Estimates

Macroeconomic Indicator Calendar (January 21 2019 - January 25 2019)

INDONESIA

Date	Indicator	Series Data	Actual	Previous	Projection
25	Foreign Direct Investment (YoY)	4th Quarter	-	-20.2%	-

GLOBAL

Date	Indicator	Country	Series Data	Actual	Previous	Projection
21	Economic Growth Rate (YoY)	China	4th Quarter	6.4%	6.5%	6.4%
22	Unemployment Rate	Great Britain	Nov-18	-	4.1%	4.1%
22	ZEW Economic Sentiment Index	Germany	Jan-19	-	-17.5	-17.0
23	Balance of Trade	Japan	Dec-18	-	JPY -737 billion	JPY -29.5 billion
23	BoJ Interest Rate	Japan	-	-	-0.1%	-0.1%
23	Consumer Confidence Flash	Euro Area	Jan-19	-	-6.2	-4.3
23	Crude Oil Inventory	US	Week Ended, Jan 18 - 2019	-	-2.68 million barrel	-
24	Markit Manufacturing PMI Flash	Germany	Jan-19	-	51.5	51.2
24	ECB Interest Rate	Euro Area	-	-	0.0%	0.0%
24	Markit Manufacturing PMI Flash	US	Jan-19	-	53.8	53.4
24	Initial Jobless Claims	US	Week Ended, Jan 19 - 2019	-	213 thousand	-
24	Continuing Jobless Claims	US	Week Ended, Jan 12 - 2019	-	1737 thousand	-
25	Ifo Business Climate	Germany	Jan-19	-	101.0	100.6

January 22, 2019

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
Cicik Sukaesih	cicik@megasekuritas.id	Debt Sales
Ajeng Palupi P.	palupi@megasekuritas.id	Debt Sales
Ratna Nurhasanah	ratna.nurhasanah@megasekuritas.id	Debt Sales
Marlina Sabanita	marlina.sabanita@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 reserved by PT Mega Capital Sekuritas.