

## HEADLINES & ANALYSIS

- US Treasuries extended the best start to a year on record after the Swiss National Bank's unexpected decision to end its exchange-rate cap and cut interest rates fueled appetite for higher-yielding U.S. bonds. The 30-yr bond yield reached a record low as oil prices tumbled to the least in 5 1/2 years, sinking inflation expectations. The benchmark 10-year note yield touched the lowest since 2013, buoyed by demand from investors seeking higher yields on speculation the European Central Bank will unveil expanded bond-buying, or quantitative easing, on Jan. 22. U.S. 10-yr note yield fell 11bps this week to 1.84%. The price of the 2.25% note due in November 2024 added 31/32 to 103 3/4. (Bloomberg)
- Pefindo has affirmed its "idBBB+" ratings for PT Panorama Transportasi Tbk (WEHA) and its Bond I/2012. The outlook for the corporate rating however, is revised to "negative" from "stable". The negative outlook was assigned to anticipate weaker-than-projected capital structure and cash flow protection measures as a result of lower-than-projected revenue. This was owed to a 13.5% YoY decline in its bus charter segment during the first nine months of 2014 (9M2014) due to the prolonged rainy season which led to several charter cancellations from customers. The lower-than-projected revenue was also attributable to expansion delay in the taxi segment. In addition, we also view that there is a moderate refinancing risk related to its bond which will mature in May 2015. The ratings reflect the Company's favorable fleet profile, the group's integration which provides added assurance of continuity in operations, and the Company's stable EBITDA margin. (Pefindo)

## YIELD CURVE (%)

TTM	16-Jan-15	-1 Day	Change	TTM	16-Jan-15	-1 Day	Change
3 months	6.067	6.088	-0.020	15 years	7.990	8.004	-0.014
6 months	6.321	6.355	-0.034	16 years	8.036	8.051	-0.014
1 year	6.785	6.834	-0.049	17 years	8.078	8.093	-0.015
2 years	7.145	7.195	-0.050	18 years	8.115	8.131	-0.016
3 years	7.286	7.327	-0.041	19 years	8.150	8.166	-0.017
4 years	7.355	7.386	-0.031	20 years	8.180	8.198	-0.017
5 years	7.406	7.429	-0.024	21 years	8.208	8.226	-0.018
6 years	7.457	7.475	-0.018	22 years	8.233	8.251	-0.019
7 years	7.513	7.528	-0.015	23 years	8.255	8.274	-0.019
8 years	7.575	7.587	-0.012	24 years	8.275	8.295	-0.020
9 years	7.639	7.650	-0.011	25 years	8.293	8.313	-0.020
10 years	7.704	7.715	-0.011	26 years	8.309	8.330	-0.020
11 years	7.768	7.779	-0.011	27 years	8.324	8.345	-0.021
12 years	7.829	7.840	-0.011	28 years	8.337	8.358	-0.021
13 years	7.887	7.899	-0.012	29 years	8.349	8.370	-0.021
14 years	7.941	7.953	-0.013	30 years	8.359	8.381	-0.022

Source : Danareksa Sekuritas

## MOST ACTIVE GOVERNMENT BONDS

Bond	Coupon	Maturity	Last Price	Yield	Volume (IDR bn)
FR0068	8.375	15-May-34	103.27	8.037	3,107.18
FR0070	8.375	15-Mar-24	105.55	7.523	3,069.18
FR0071	9.000	15-Mar-29	108.25	8.013	930.87
SPN12151105	0.000	5-Nov-15	95.61	0.039	708.30
FR0069	7.875	15-Apr-19	102.15	7.273	643.83

Sources: Bloomberg; Indonesia Stock Exchange (Volume)

## MOST ACTIVE CORPORATE BONDS

Bond	Rating	Coupon	Maturity	Last Price	Yield	Volume
SMFP02BCN5	idA	12.500	19-Dec-19	100.18	12.45	178.00
BNGA025B	AA(idn)	10.850	23-Dec-20	98.95	11.09	80.00
BSDE01CN2	idAA-	8.375	5-Jun-18	93.49	10.69	80.00
SANF01CN2	idA	12.500	19-Dec-19	100.40	12.39	60.42
APLN01CN1	idA	9.250	27-Jun-18	94.10	11.34	60.00

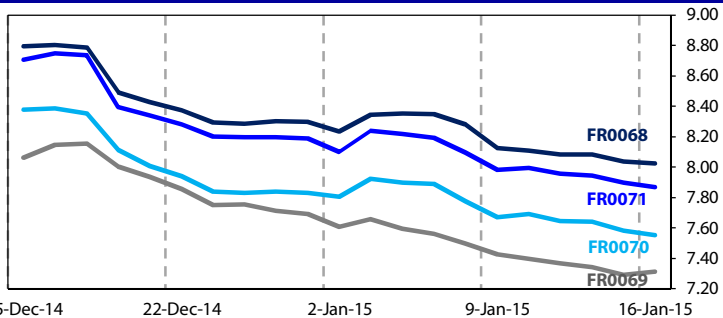
Coupon, Last Price & Yield are in %; Volume is in IDR bn; Rating code: id(Pefindo) & idn (Fitch Indonesia)

## SOVEREIGN BOND YIELDS

Country	Tenor	Coupon (%)	16-Jan-15			Spread over UST YC (bps)			Country	Tenor	Coupon (%)	16-Jan-15			Spread over UST YC (bps)		
			-1 Mo	-3 Mo	16-Jan-15	-1 Mo	-3 Mo	-1 Mo				-3 Mo	-1 Mo	-3 Mo			
United States	2yr		0.490	1.060	0.790				Philippines	2yr	6.000	2.481	2.753	2.557	199	213	217
USD	5yr		1.290	1.610	1.440				PHP	5yr	7.875	3.093	3.455	3.468	180	185	203
	10yr		1.830	2.140	2.220					10yr	11.375	3.591	3.802	4.060	176	166	184
German	2yr	0.250	-0.162	-0.070	-	-65	-69	-	Thailand	2yr	3.125	2.109	2.177	2.394	162	156	200
EUR	5yr	1.000	-0.049	0.065	0.167	-134	-155	-127	THB	5yr	3.450	2.32	2.63	2.82	103	102	138
	10yr	1.750	0.454	-	-	-138	-	-		10yr	3.625	2.469	2.871	3.434	64	73	121
Indonesia	2yr	7.250	1.066	1.525	1.343	58	91	95	India	2yr	7.590	-	-	8.383	-	-	799
USD	5yr	11.625	3.006	3.518	3.300	172	191	186	INR	5yr	7.280	7.72	8.038	8.406	643	643	697
	10yr	5.875	4.024	4.416	4.154	219	228	193		10yr	8.830	7.707	7.971	8.388	588	583	617
Brazil	2yr	0.000	12.350	13.15	12.11	1,186	1,253	1,172	Malaysia	3yr	3.172	3.605	3.744	3.477	281	268	269
BRL	5yr	10.000	12.185	13.07	11.86	1,170	1,245	1,147	MYR	5yr	3.260	3.786	3.912	3.654	250	230	221
	10yr	10.000	12.065	12.92	11.50	1,158	1,230	1,111		10yr	4.181	3.923	4.259	3.791	209	212	157

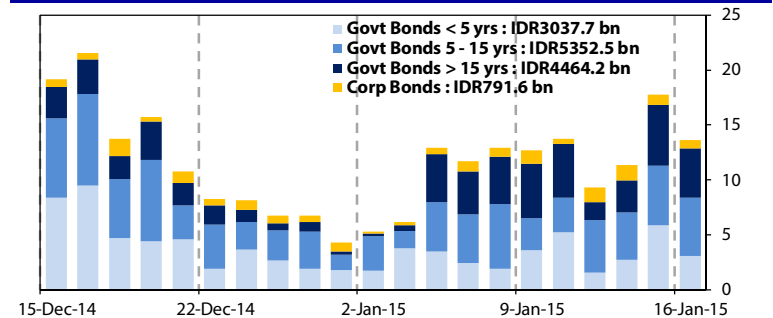
Sources: Bloomberg (Current Yield Curve), US Treasury

## YIELD OF GOVERNMENT BOND BENCHMARK (%)



Sources: Bloomberg

## TRADING VOLUME BY MATURITY (IDR TRILLION)



Sources: Indonesia Stock Exchange

## KEY TARGETED RATE

Country	Rate (%)	Last Change	Change	Inflation Rate (%)	Real Interest Rate (%)
Indonesia (BI Rate)	7.75	18-Nov-14	25bps ↑	8.36	-0.61
US (Fed Fund Rate)	0.25	16-Dec-08	-75bps ↓	0.80	-0.55
Euro Region	0.05	4-Sep-14	-10bps ↓	-0.10	0.15
Japan	0.10	19-Dec-08	-20bps ↓	2.40	-2.30
India (Repo Rate)	7.75	14-Jan-15	-25bps ↓	4.12	3.63
Malaysia	3.25	10-Jul-14	25bps ↑	3.00	0.25
Philippines	4.00	11-Sep-14	25bps ↑	2.70	1.30
Thailand	3.00	25-Jan-12	-25bps ↓	0.60	2.40
Singapore	0.08	31-Dec-13	5bps ↑	-0.30	0.38
Brazil	11.75	3-Dec-14	50bps ↑	6.41	5.34

Sources: Bloomberg

## GLOBAL STOCK MARKETS

Stock Index	16-Jan-15	-1Day	Return (%)				
			Daily	WoW	MoM	YoY	YTD
Indonesia (JCI)	5148 ↓	5189	-0.78	-1.31	2.24	16.68	20.45
Dow Jones (DJIA)	17512 ↑	17321	1.10	-1.27	0.89	6.67	5.64
London (FTSE 100)	6550 ↑	6499	0.79	0.76	3.37	-3.89	-2.95
Nikkei 225	16864 ↓	17109	-1.43	-1.94	0.26	7.09	3.52
Hang Seng (HIS)	24104 ↓	24351	-1.02	0.77	6.72	4.86	3.42
Malaysia (KLCI)	1744 ↓	1745	-0.08	0.64	3.67	-3.83	-6.61
Philippines (PSEi)	7491 →	7491	0.00	1.19	7.53	25.22	27.18
Thailand (SET)	1518 ↓	1523	-0.37	-0.76	2.54	16.62	16.87
Singapore (STI)	3301 ↓	3339	-1.14	-1.13	2.28	5.10	4.21
Brazil (BOVESPA)	49017 ↑	48026	2.06	0.36	0.62	-1.37	-4.84

Sources: Bloomberg & Danareksa

## CURRENCY & COMMODITY

Price	16-Jan-15	-1 Day	-1 Week	-1 Month	EoP 2013
USD/IDR	12590 ↑	12555	12647	12667	12171
Brent	47.69 ↑	46.33	49.37	59.89	110.82
WTI Crude Oil	48.69 ↑	46.25	48.36	56.47	98.42

Sources: Bloomberg

## PERFORMANCE OF IDR GOVERNMENT BONDS

As of	Average YTM (%)	Change (bps)	Return (%)				
			Daily	WoW	MoM	YoY	YTD
16-Jan-15	7.68		0.12	1.05	3.34	15.44	16.05
-1 Day	7.70	↓ -1.7	0.37	1.71	3.03	16.04	15.90
-1 Week	7.82	↓ -13.4	0.77	0.86	1.39	17.54	14.84
-1 Month	8.47	↓ -79.1	0.01	-2.79	-2.19	9.79	9.36
-1 Year	8.55	↓ -86.8	0.64	3.26	2.49	-11.22	0.53

Sources: Danareksa

**VALUATIONS OF GOVERNMENT BONDS**

Bond	Issue Date	Mature Date	Coupon	TTM	Modified Duration	YTM	(Change)	Prev Closing Price	Fair Yield Range		Fair Price Range		Last Trade			
													Date	Price	Vol (IDR bn)	Freq
FR0027	27-Jan-05	15-Jun-15	9.50	0.4	0.40	5.98	↓ -11.1bps	101.36	6.259	6.309	101.26	101.28	16-Jan-15	101.45	42.00	3
FR0030	19-May-05	15-May-16	10.75	1.3	1.21	6.90	↓ -3.8bps	104.75	6.884	6.934	104.74	104.81	16-Jan-15	104.60	2.10	1
FR0055	23-Sep-10	15-Sep-16	7.38	1.7	1.50	7.14	↓ -1.2bps	100.35	7.053	7.103	100.40	100.48	16-Jan-15	100.15	8.70	5
FR0060	6-Oct-11	15-Apr-17	6.25	2.2	2.02	7.18	↑ 0.2bps	98.10	7.124	7.174	98.10	98.20	16-Jan-15	98.00	2.47	4
FR0028	24-Feb-05	15-Jul-17	10.00	2.5	2.20	7.22	↓ -3.6bps	106.21	7.162	7.212	106.27	106.38	16-Jan-15	106.00	235.00	3
FR0066	25-Oct-12	15-May-18	5.25	3.3	2.95	7.27	↓ -1.9bps	94.13	7.251	7.301	94.02	94.16	16-Jan-15	94.00	128.50	4
FR0032	1-Sep-05	15-Jul-18	15.00	3.5	2.81	7.31	↓ -4.5bps	123.30	7.300	7.349	123.22	123.39	10-Dec-14	123.00	10.00	1
FR0038	24-Aug-06	15-Aug-18	11.60	3.6	2.84	7.33	↓ -3.8bps	113.21	7.318	7.368	113.10	113.27	16-Jan-15	113.25	0.30	1
FR0048	27-Sep-07	15-Sep-18	9.00	3.7	3.01	7.36	↓ -2.5bps	105.17	7.337	7.387	105.08	105.24	16-Jan-15	105.25	0.70	1
<b>FR0069</b>	<b>29-Aug-13</b>	<b>15-Apr-19</b>	<b>7.88</b>	<b>4.2</b>	<b>3.50</b>	<b>7.31</b>	<b>↑ 1.8bps</b>	<b>102.00</b>	<b>7.278</b>	<b>7.327</b>	<b>101.95</b>	<b>102.13</b>	<b>16-Jan-15</b>	<b>102.15</b>	<b>643.83</b>	<b>18</b>
FR0036	20-Apr-06	15-Sep-19	11.50	4.7	3.56	7.37	↓ -1.9bps	115.99	7.356	7.406	115.87	116.08	16-Jan-15	116.00	27.08	3
FR0031	16-Jun-05	15-Nov-20	11.00	5.8	4.34	7.44	↓ -1.9bps	116.57	7.419	7.453	116.50	116.68	16-Jan-15	116.50	23.30	2
FR0034	26-Jan-06	15-Jun-21	12.80	6.4	4.58	7.46	↓ -1.9bps	126.78	7.452	7.502	126.57	126.86	16-Jan-15	127.00	33.04	5
FR0053	8-Jul-10	15-Jul-21	8.25	6.5	5.00	7.47	↑ 0.1bps	103.94	7.428	7.478	103.92	104.18	16-Jan-15	104.00	22.73	4
FR0061	6-Oct-11	15-May-22	7.00	7.3	5.55	7.50	↓ -0.9bps	97.19	7.446	7.496	97.23	97.50	16-Jan-15	97.25	165.53	5
FR0035	16-Feb-06	15-Jun-22	12.90	7.4	5.07	7.55	↓ -2.4bps	129.91	7.519	7.569	129.81	130.14	16-Jan-15	130.10	480.00	3
FR0043	22-Feb-07	15-Jul-22	10.25	7.5	5.36	7.56	↓ -3.7bps	115.20	7.533	7.582	115.04	115.35	15-Jan-15	116.40	1.40	1
FR0063	13-Aug-12	15-May-23	5.63	8.3	6.33	7.55	↓ -0.7bps	88.27	7.482	7.532	88.35	88.63	16-Jan-15	88.50	8.10	6
FR0046	19-Jul-07	15-Jul-23	9.50	8.5	5.93	7.62	↓ -3.2bps	111.58	7.588	7.637	111.49	111.82	16-Jan-15	111.75	0.35	1
FR0039	24-Aug-06	15-Aug-23	11.75	8.6	5.54	7.62	↓ -3.1bps	125.61	7.608	7.658	125.38	125.74	16-Jan-15	125.75	0.60	1
<b>FR0070</b>	<b>29-Aug-13</b>	<b>15-Mar-24</b>	<b>8.38</b>	<b>9.2</b>	<b>6.24</b>	<b>7.55</b>	<b>↓ -2.8bps</b>	<b>105.34</b>	<b>7.494</b>	<b>7.543</b>	<b>105.41</b>	<b>105.75</b>	<b>16-Jan-15</b>	<b>105.55</b>	<b>3,069.18</b>	<b>86</b>
FR0044	19-Apr-07	15-Sep-24	10.00	9.7	6.22	7.72	↓ -0.1bps	115.32	7.657	7.707	115.40	115.77	15-Jan-15	114.40	0.88	1
FR0040	21-Sep-06	15-Sep-25	11.00	10.7	6.50	7.75	↓ -0.6bps	123.26	7.710	7.760	123.18	123.59	16-Jan-15	123.45	58.80	6
FR0037	18-May-06	15-Sep-26	12.00	11.7	6.75	7.78	↓ -2.1bps	131.93	7.753	7.803	131.73	132.19	6-Jan-15	100.25	40.00	6
FR0056	23-Sep-10	15-Sep-26	8.38	11.7	7.27	7.80	↓ -1.1bps	104.32	7.777	7.827	104.13	104.51	16-Jan-15	102.40	7.95	7
FR0059	15-Sep-11	15-May-27	7.00	12.3	7.90	7.81	↓ -1.7bps	93.65	7.821	7.871	93.19	93.57	16-Jan-15	93.50	3.49	3
FR0042	25-Jan-07	15-Jul-27	10.25	12.5	7.46	7.85	↓ -3.6bps	118.87	7.857	7.907	118.39	118.83	16-Jan-15	119.20	60.00	4
FR0047	30-Aug-07	15-Feb-28	10.00	13.1	7.43	7.89	↓ -1.9bps	117.05	7.889	7.938	116.58	117.02	16-Jan-15	117.30	88.00	5
FR0064	13-Aug-12	15-May-28	6.13	13.3	8.49	7.87	↓ -2.6bps	85.72	7.864	7.914	85.42	85.79	16-Jan-15	83.80	205.53	24
<b>FR0071</b>	<b>12-Sep-13</b>	<b>15-Mar-29</b>	<b>9.00</b>	<b>14.2</b>	<b>8.00</b>	<b>7.87</b>	<b>↓ -2.7bps</b>	<b>109.52</b>	<b>7.863</b>	<b>7.913</b>	<b>109.14</b>	<b>109.59</b>	<b>16-Jan-15</b>	<b>108.25</b>	<b>930.87</b>	<b>105</b>
FR0052	20-Aug-09	15-Aug-30	10.50	15.6	8.07	7.98	↓ -1.2bps	122.27	7.976	8.026	121.77	122.28	16-Jan-15	122.70	5.70	2
FR0054	22-Jul-10	15-Jul-31	9.50	16.5	8.76	8.02	↓ -0.1bps	113.43	8.005	8.055	113.06	113.55	16-Jan-15	113.55	15.00	1
FR0058	21-Jul-11	15-Jun-32	8.25	17.4	9.17	8.04	↓ -1.4bps	101.91	8.046	8.096	101.41	101.88	16-Jan-15	102.70	501.43	81
FR0065	30-Aug-12	15-May-33	6.63	18.3	9.77	8.04	↓ -1.2bps	86.57	8.054	8.104	85.99	86.41	16-Jan-15	86.00	445.03	54
<b>FR0068</b>	<b>1-Aug-13</b>	<b>15-May-34</b>	<b>8.38</b>	<b>19.3</b>	<b>9.53</b>	<b>8.03</b>	<b>↓ -1.3bps</b>	<b>103.37</b>	<b>8.007</b>	<b>8.057</b>	<b>103.07</b>	<b>103.57</b>	<b>16-Jan-15</b>	<b>103.27</b>	<b>3,107.18</b>	<b>205</b>
FR0045	24-May-07	15-May-37	9.75	22.3	9.68	8.27	↑ 2.2bps	114.90	8.231	8.281	114.82	115.39	16-Jan-15	115.90	1.20	1
FR0050	24-Jan-08	15-Jul-38	10.50	23.5	9.87	8.29	↓ -0.9bps	122.65	8.262	8.312	122.44	123.04	16-Jan-15	123.90	2.40	1
FR0057	21-Apr-11	15-May-41	9.50	26.3	10.26	8.32	↓ -0.3bps	112.52	8.287	8.337	112.31	112.89	16-Jan-15	111.50	1.05	2
FR0062	9-Feb-12	15-Apr-42	6.38	27.2	10.98	8.34	↓ -1.1bps	79.00	8.309	8.359	78.80	79.24	16-Jan-15	77.50	2.27	4
FR0067	18-Jul-13	15-Feb-44	8.75	29.1	10.43	8.36	↓ -1.3bps	104.27	8.342	8.392	103.86	104.42	16-Jan-15	103.75	107.65	21
ORI009	10-Oct-12	15-Oct-15	6.25	0.7	0.70	6.80	↓ -6.8bps	99.61	6.930	6.980	99.40	99.44	16-Jan-15	99.52	12.70	18
ORI010	9-Oct-13	15-Oct-16	8.50	1.7	-	7.27	↓ -0.2bps	102.01	7.195	7.245	102.05	102.14	16-Jan-15	101.00	70.01	21
ORI011	22-Oct-14	15-Oct-17	8.50	2.7	2.34	7.51	↓ -1.6bps	102.44	7.460	7.509	102.32	102.44	16-Jan-15	101.20	394.97	66
IFR0003	29-Oct-09	15-Sep-15	9.25	0.7	0.62	6.79	↑ 24.0bps	101.52	6.077	6.127	101.98	102.01	16-Jan-15	101.55	2.20	1
IFR0005	21-Jan-10	15-Jan-17	9.00	2.0	1.80	7.91	↓ -1.3bps	101.97	7.704	7.754	102.27	102.36	21-Nov-14	102.06	8.00	2
IFR0002	26-Aug-08	15-Aug-18	11.95	3.6	2.82	7.84	↑ 25.7bps	112.58	7.503	7.553	113.56	113.73	21-Nov-14	111.58	2.00	2
IFR0008	15-Apr-10	15-Mar-20	8.80	5.2	4.00	7.91	↓ -0.1bps	103.69	7.707	7.757	104.35	104.56	5-May-14	103.65	5.00	3
IFR0007	1-Apr-10	15-Jan-25	10.25	10.0	6.38	8.68	↑ 47.4bps	110.36	8.345	8.395	112.38	112.74	16-Jan-15	112.40	15.00	3
IFR0006	21-Jan-10	15-Mar-30	10.25	15.2	7.77	8.90	↓ -8.6bps	111.05	8.801	8.850	111.53	111.98	6-Nov-14	106.02	2.00	1
IFR0010	3-Mar-11	15-Feb-36	10.00	21.1	8.91	8.92	↑ 11.6bps	110.20	8.865	8.915	110.22	110.73	16-Jan-15	102.73	20.00	1
PBS001	16-Feb-12	15-Feb-18	4.50	3.1	2.71	9.12	↑ 12.7bps	87.74	8.921	8.971	88.18	88.31	16-Jan-15	87.70	12.28	3
PBS002	2-Feb-12	15-Jan-22	5.45	7.0	5.57	8.33	↑ 27.2bps	84.98	8.353	8.402	84.62	84.85	12-Dec-14	85.75	60.00	4
PBS003	2-Feb-12	15-Jan-27	6.00	12.0	7.85	9.09	↑ 10.5bps	77.72	8.892	8.942	78.62	78.93	19-Dec-14	76.35	21.00	7
PBS004	16-Feb-12	15-Feb-37	6.10	22.1	9.89	9.04	↑ 7.2bps	72.09	8.889	8.939	72.84	73.21	16-Jan-15	75.00	255.24	4
PBS005	2-May-13	15-Apr-43	6.75	28.2	10.27	9.18	↑ 4.8bps	75.63	8.972	9.022	76.88	77.29	14-Jan-15	79.30	5.00	1
PBS006	19-Sep-13	15-Sep-20	8.25	5.7	4.36	7.69	↓ -0.1bps	102.50	7.704	7.754	102.22	102.45	16-Jan-15	102.50	180.00	4
SR004	21-Mar-12	21-Sep-15	6.25	0.7	-	6.99	↑ 8.6bps	99.52	6.800	6.850	99.60	99.64	16-Jan-15	98.25	0.01	1
SR005	27-Feb-13	27-Feb-16	6.00	1.1	-	7.30	↑ 0.6bps	98.63	7.013	7.062	98.87	98.92	16-Jan-15	98.75	3.05	5
SR006	5-Mar-14	5-Mar-17	6.00	2.1	-	7.57	↓ -2.7bps	102.31	7.511	7.561	96.93	97.02	16-Jan-15	102.50	345.66	18

\*Val: Valuation based on ENSS Yield Curve; MDur (Modified Duration) is in year; Coupon, Price, & Yield are in %

Source : Bloomberg, Danareksa Sekuritas, IDX (Last Trade)

**YIELD CURVE MOVEMENT**

