

HEADLINES & ANALYSIS

- US Treasuries fell, with 30-yr bond yields rising from a record low, after the Bank of Canada unexpectedly cut its overnight benchmark rate and the ECB moved closer to increased monetary stimulus. The 30-yr bond yield gained 8bps to 2.46%. The 3% securities maturing in November 2044 dropped 1 29/32 to 111 10/32. The yield fell to a record 2.35% earlier. (Bloomberg)
- Italian and Spanish bonds pared declines as the ECB Executive Board was said to propose expanding its stimulus to include buying 50 billion euros (\$58 billion) a month in sovereign debt through the end of 2016. Italy's 10-yr yield rose 3bps to 1.70% after earlier climbing as much as 8bps. The 2.5% bond due in December 2024 fell 0.235 to 107.33. Spain's 10-yr rate climbed 1bp to 1.53% and the yield on similar-maturity German bunds added 8bps to 0.53%. The average yield on euro-area government debt dropped to 0.7017% on Jan. 19, the least since at least 1995, according to Bank of America Merrill Lynch indexes. (Bloomberg)
- Ukraine's bonds tumbled after Finance Minister Natalie Jaresko said the government intends to hold talks with creditors once it reaches an agreement with the International Monetary Fund for further assistance. Ukraine's benchmark notes maturing July 2017 slumped 3.9 cents to a record low 52.95 cents on the dollar at 7:18 p.m. in Kiev. The bonds fell earlier as President Petro Poroshenko said there is "grave danger" the pro-Russian insurgency in the country's east may intensify, and that the nation needs more financial help to stay afloat. (Bloomberg)

YIELD CURVE (%)

TTM	21-Jan-15	-1 Day	Change	TTM	21-Jan-15	-1 Day	Change
3 months	6.010	5.995	0.016	15 years	7.570	7.668	-0.098
6 months	6.219	6.197	0.022	16 years	7.609	7.710	-0.101
1 year	6.617	6.597	0.020	17 years	7.646	7.750	-0.104
2 years	6.916	6.929	-0.013	18 years	7.679	7.786	-0.107
3 years	7.030	7.074	-0.044	19 years	7.709	7.820	-0.110
4 years	7.081	7.146	-0.065	20 years	7.737	7.850	-0.113
5 years	7.115	7.191	-0.076	21 years	7.762	7.878	-0.116
6 years	7.150	7.232	-0.082	22 years	7.785	7.903	-0.118
7 years	7.190	7.274	-0.084	23 years	7.806	7.926	-0.120
8 years	7.235	7.320	-0.085	24 years	7.824	7.947	-0.123
9 years	7.284	7.369	-0.086	25 years	7.841	7.966	-0.125
10 years	7.334	7.421	-0.087	26 years	7.857	7.983	-0.126
11 years	7.385	7.473	-0.088	27 years	7.870	7.999	-0.128
12 years	7.435	7.525	-0.090	28 years	7.883	8.013	-0.130
13 years	7.482	7.575	-0.092	29 years	7.894	8.025	-0.131
14 years	7.528	7.623	-0.095	30 years	7.904	8.037	-0.132

Source : Danareksa Sekuritas

MOST ACTIVE GOVERNMENT BONDS

Bond	Coupon	Maturity	Last Price	Yield	Volume (IDR bn)
FR0068	8.375	15-May-34	103.00	8.064	13,933.30
FR0070	8.375	15-Mar-24	107.90	7.180	13,593.74
SPN12160107	#N/A	7-Jan-16	94.27	0.051	4,551.50
FR0071	9.000	15-Mar-29	115.00	7.282	1,674.65
ORI010	8.500	15-Oct-16	101.40	7.111	1,133.13

Sources: Bloomberg; Indonesia Stock Exchange (Volume)

MOST ACTIVE CORPORATE BONDS

Bond	Rating	Coupon	Maturity	Last Price	Yield	Volume
WOMF01BCN2	AA(idn)	11.250	5-Dec-17	101.00	10.84	71.93
JSMR01CN2T	idAA	9.850	19-Sep-19	99.16	10.08	45.00
MEDC01CN2	idAA-	8.500	15-Mar-18	94.93	10.41	40.06
MFIN01ACN2	idA	11.000	13-Jun-15	100.13	10.99	40.00
SMRA01CN1	idA+	10.850	11-Dec-18	101.40	10.40	40.00

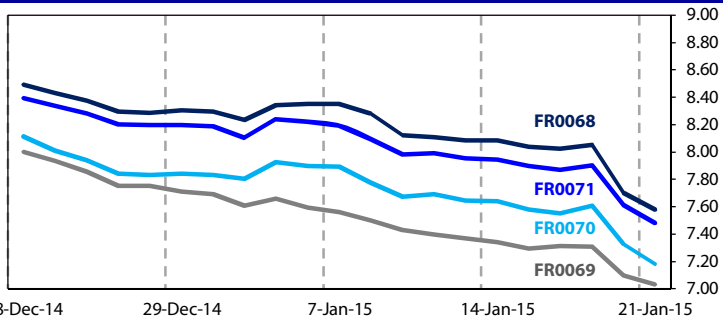
Coupon, Last Price & Yield are in %; Volume is in IDR bn; Rating code: id(Pefindo) & idn (Fitch Indonesia)

SOVEREIGN BOND YIELDS

Country	Tenor	Coupon (%)	21-Jan-15			Spread over UST YC (bps)			Country	Tenor	Coupon (%)	21-Jan-15			Spread over UST YC (bps)			
			-1 Mo	-3 Mo	-3 Mo	21-Jan-15	-1 Mo	-3 Mo				-1 Mo	-3 Mo	-3 Mo				
United States USD	2yr		0.530	1.130	0.830				Philippines PHP	2yr	6.000	2.759	2.659	2.590	223	195	218	
	5yr		1.350	1.670	1.520					5yr	7.875	3.089	3.440	3.511	174	177	199	
	10yr		1.870	2.170	2.290					10yr	11.375	3.443	3.895	4.052	157	173	176	
German EUR	2yr	0.250	-0.166	-0.093	-	-70	-80	-	Thailand THB	2yr	3.125	2.173	2.195	2.357	164	149	195	
	5yr	1.000	-	-	-	-	-	-		5yr	3.450	2.369	2.522	2.776	102	85	126	
	10yr	1.750	0.524	-	-	-135	-	-		10yr	3.625	2.663	2.854	3.224	79	68	93	
Indonesia USD	2yr	7.250	1.056	1.192	1.198	53	48	79	India INR	2yr	7.590	-	8.132	-	-	-	742	-
	5yr	11.625	2.944	3.292	3.174	159	162	165		5yr	7.280	7.682	8.02	8.38	633	635	686	
	10yr	8.875	3.889	4.180	4.046	202	201	176		10yr	8.830	7.691	7.956	8.357	582	579	607	
Brazil BRL	2yr	0.000	12.330	12.96	12.42	1,180	1,225	1,201	Malaysia MYR	3yr	3.172	3.615	3.644	3.493	275	251	266	
	5yr	10.000	11.930	12.74	12.46	1,140	1,203	1,205		5yr	3.260	3.817	3.852	3.626	247	218	211	
	10yr	10.000	11.679	12.45	12.32	1,115	1,174	1,191		10yr	4.181	3.972	4.18	3.8	210	201	151	

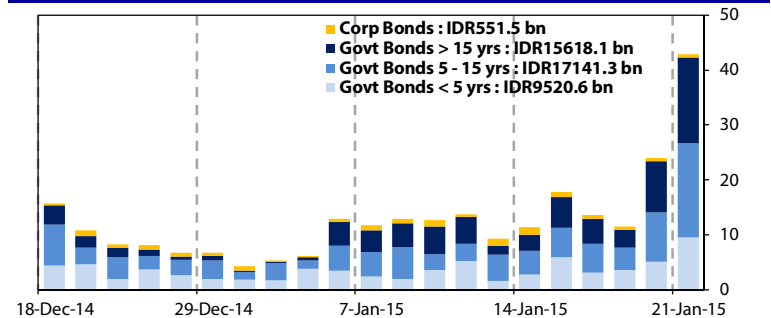
Sources: Bloomberg (Current Yield Curve), US Treasury

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 ↑	2.70	0.55
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	21-Jan-15	-1Day	Return (%)				
			Daily	WoW	MoM	YoY	YTD
Indonesia (JCI)	5215 ↑	5166	0.95	1.08	1.75	17.13	22.02
Dow Jones (DJIA)	17554 ↑	17515	0.22	0.73	-2.26	6.94	5.90
London (FTSE 100)	6728 ↑	6620	1.63	5.32	2.30	-1.55	-0.31
Nikkei 225	17280 ↓	17366	-0.49	2.88	-2.01	9.40	6.07
Hang Seng (HIS)	24353 ↑	23951	1.68	1.00	4.03	5.73	4.49
Malaysia (KLCI)	1770 ↑	1750	1.14	1.61	1.49	-2.49	-5.19
Philippines (PSEi)	7474 ↑	7453	0.29	-0.22	4.69	24.17	26.90
Thailand (SET)	1537 ↑	1535	0.15	0.93	0.03	18.89	18.38
Singapore (STI)	3354 ↑	3334	0.61	0.85	0.71	7.04	5.90
Brazil (BOVESPA)	49224 ↑	47877	2.81	3.31	-1.79	1.40	-4.43

Sources: Bloomberg & Danareksa

CURRENCY & COMMODITY

Price	21-Jan-15	-1 Day	-1 Week	-1 Month	EoP 2013
USD/IDR	12481 ↓	12576	12614	12441	12171
Brent	46.2 ↑	45.47	47.63	59.05	110.82
WTI Crude Oil	47.28 ↑	46.39	48.48	54.96	98.42

Sources: Bloomberg

PERFORMANCE OF IDR GOVERNMENT BONDS

As of	Average YTM (%)	Change (bps)	Return (%)				
			Daily	WoW	MoM	YoY	YTD
21-Jan-15	7.32		0.88	3.29	9.08	18.55	5.34
-1 Day	7.44	↓ -12.1	1.92	2.44	7.85	17.37	4.42
-1 Week	7.75	↓ -43.8	0.04	1.82	2.34	16.50	1.98
-1 Month	8.11	↓ -79.1	0.47	2.49	-0.28	12.48	12.36
-1 Year	8.55	↓ -123.6	-0.13	1.50	1.58	-11.23	0.61

Sources: Danareksa

