

Friday, April 21, 2017

### HEADLINES & ANALYSIS

- The Bank of Japan will continue with very accommodative monetary policy and maintain the current pace of asset purchases for some time, Governor Haruhiko Kuroda said in an interview. While Japan's economy is doing better than thought a few months ago, the inflation rate is still quite sluggish, Kuroda said. (Bloomberg)
- Weeks after Indonesia reported netting more than \$10 billion from a tax amnesty, the Philippine government said it's mulling a similar move. The Philippines is considering a more targeted approach -- focused on those avoiding paying taxes on property, estates and income -- and only plan to adopt it once authorities beef up tax compliance. (Bloomberg)
- Treasuries fell Thursday amid steeper declines for most European government bond markets ahead of the French election on Sunday and gains for U.S. stocks and the dollar after U.S. Treasury Secretary Steven Mnuchin said a major tax reform plan will emerge soon. (Bloomberg)

### YIELD CURVE (%)

TTM	20-Apr-17	-1 Day	Change	TTM	20-Apr-17	-1 Day	Change
3 months	4.619	4.675	-0.056	15 years	7.622	7.621	0.001
6 months	5.093	5.176	-0.083	16 years	7.672	7.671	0.000
1 year	5.801	5.892	-0.091	17 years	7.716	7.716	0.000
2 years	6.394	6.439	-0.045	18 years	7.756	7.756	0.000
3 years	6.622	6.627	-0.005	19 years	7.792	7.792	0.000
4 years	6.741	6.726	0.015	20 years	7.824	7.824	0.000
5 years	6.834	6.811	0.023	21 years	7.852	7.852	0.000
6 years	6.924	6.900	0.024	22 years	7.877	7.877	0.000
7 years	7.016	6.994	0.022	23 years	7.900	7.900	0.000
8 years	7.107	7.089	0.018	24 years	7.920	7.920	0.000
9 years	7.197	7.183	0.014	25 years	7.938	7.938	0.000
10 years	7.282	7.272	0.010	26 years	7.954	7.954	0.001
11 years	7.363	7.355	0.007	27 years	7.969	7.968	0.001
12 years	7.437	7.432	0.005	28 years	7.982	7.981	0.001
13 years	7.505	7.502	0.003	29 years	7.994	7.993	0.001
14 years	7.566	7.565	0.002	30 years	8.004	8.003	0.001

Source: Danareksa Sekuritas

### MOST ACTIVE GOVERNMENT BONDS

Bond	Coupon	Maturity	Last Price	Yield	Volume (IDR bn)
FR0059	7.000	15-May-27	100.75	7.069	4,735.52
FR0072	8.250	15-May-36	105.18	7.724	1,009.92
FR0073	8.750	15-May-31	110.73	7.541	922.96
FR0056	8.375	15-Sep-26	108.52	7.513	877.81
FR0071	9.000	15-Mar-29	113.05	7.484	767.30

Sources: Bloomberg; Indonesia Stock Exchange (Volume)

### MOST ACTIVE CORPORATE BONDS

Bond	Rating	Coupon	Maturity	Last Price	Yield	Volume
ASDF03BCN3	AAA(idn)	9.500	14-Dec-21	100.03	9.49	180.00
WSKT02ACN3	idA-	8.500	21-Feb-20	100.03	8.49	149.00
BSDE01CN2	idAAA	7.400	3-Mar-18	100.10	7.39	50.00
MAYA03SB	idBBB+	11.000	5-Jul-20	98.05	11.74	35.00
BEXI03CCN2	idAAA	8.350	25-Aug-21	100.70	8.16	23.00

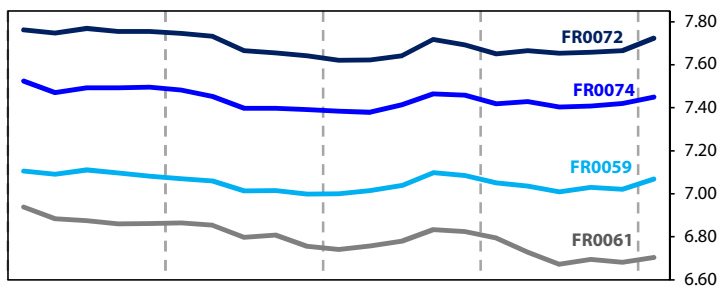
\*Current yield; Coupon, Last Price & Yield are in %; Volume is in IDR bn; Rating code: id(Pefindo) & idn (Fitch Indonesia)

### SOVEREIGN BOND YIELDS

Country	Tenor	Coupon (%)	20-Apr-17			Spread over UST YC (bps)			Country	Tenor	Coupon (%)	20-Apr-17			Spread over UST YC (bps)		
			20-Apr-17	-1 Mo	-3 Mo	20-Apr-17	-1 Mo	-3 Mo				20-Apr-17	-1 Mo	-3 Mo			
United States USD	2yr		1.210	1.540	1.500				Philippines PHP	2yr	6.000	3.168	3.176	2.967	196	191	177
	5yr		1.780	1.960	1.950					5yr	7.875	4.325	4.182	-	255	222	-
	10yr		2.240	2.430	2.480					10yr	11.375	4.639	4.522	4.319	240	209	184
German EUR	2yr	0.250	-0.790	-0.743	-	-200	-201	-	Thailand THB	2yr	3.125	1.518	1.556	1.559	31	29	36
	5yr	1.000	-0.444	-0.295	-	-222	-226	-		5yr	3.450	2.152	2.24	2.271	37	28	32
	10yr	1.750	0.244	0.459	0.421	-200	-197	-206		10yr	3.625	2.646	2.783	2.696	41	35	22
Indonesia USD	2yr	6.875	17.792	17.792	2.334	1,658	1,652	113	India INR	2yr	7.590	6.522	6.505	6.331	531	524	513
	5yr	5.875	2.490	2.655	2.653	71	70	70		5yr	7.280	6.835	6.85	6.495	506	489	455
	10yr	4.125	3.683	3.792	4.048	144	136	157		10yr	8.830	6.877	6.886	6.464	464	446	398
Brazil BRL	2yr	0.000	9.510	9.57	10.45	830	830	925	Malaysia MYR	3yr	3.172	3.383	3.469	3.309	197	193	181
	5yr	10.000	9.908	9.90	10.61	870	863	941		5yr	3.260	3.789	3.814	-	201	185	-
	10yr	10.000	10.177	10.20	10.95	897	893	975		10yr	4.181	4.128	4.079	4.231	189	165	175

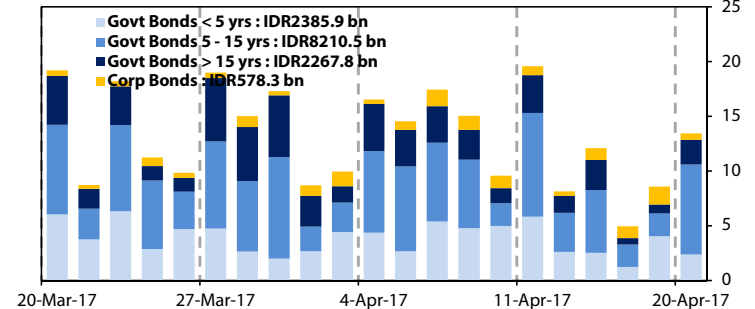
Sources: Bloomberg (Current Yield Curve), US Treasury

### 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 (SDRR)	4.75	20-Oct-16	-25bps ↓	3.61	1.14
US (Fed Fund Rate)	1.00	15-Mar-17	25bps ↑	2.40	-1.40
Euro Region	0.00	10-Mar-17	-5bps ↓	1.60	-1.60
Japan	0.10	19-Dec-08	-20bps ↓	0.30	-0.20
India (Repo Rate)	6.25	4-Oct-16	-25bps ↓	2.62	3.63
Malaysia	3.00	13-Jul-16	-25bps ↓	5.10	-2.10
Philippines	3.00	16-May-16	-100bps ↓	3.40	-0.40
Thailand	3.00	25-Jan-12	-25bps ↓	0.76	2.24
Singapore	0.08	31-Dec-13	5bps ↑	0.70	-0.62
Brazil	11.25	12-Apr-17	-100bps ↓	4.57	6.68

Sources: Bloomberg

### GLOBAL STOCK MARKETS

Stock Index	20-Apr-17	-1 Day	Return (%)				
			Daily	WoW	MoM	YoY	YTD
Indonesia (JCI)	5,595 ↓	5,607	-0.20	-0.38	0.94	14.74	5.64
Dow Jones (DJIA)	20,579 ↑	20,523	0.27	0.61	-0.43	13.72	4.13
London (FTSE 100)	7,119 ↓	7,148	-0.41	-2.85	-3.52	11.05	-0.34
Nikkei 225	18,430 ↑	18,419	0.06	0.02	-5.27	9.01	-3.58
Hang Seng (HIS)	24,057 ↑	23,925	0.55	-0.84	-2.18	13.28	9.35
Malaysia (KLCI)	1,742 ↑	1,741	0.06	0.20	-0.74	1.91	6.08
Philippines (PSEI)	7,563 ↓	7,589	-0.34	-0.87	3.28	5.03	10.57
Thailand (SET)	1,566 ↓	1,574	-0.52	-1.46	-0.16	10.69	1.51
Singapore (STI)	3,138 ↑	3,138	0.01	-0.99	-0.66	6.37	8.93
Brazil (BOVESPA)	63,761 ↓	64,159	-0.62	1.49	1.24	18.89	5.87

Sources: Bloomberg & Danareksa

### CURRENCY & COMMODITY

Price	20-Apr-17	-1 Day	-1 Week	-1 Month	EoP 2015
USD/IDR	13,323 ↑	13,298	13,256	13,319	13,473
Brent	51.96 ↓	54.09	54.7	50.32	55.41
WTI Crude Oil	50.27 ↓	52.41	53.18	47.34	53.72

Sources: Bloomberg

### PERFORMANCE OF IDR GOVERNMENT BONDS

As of	Average YTM (%)	Change (bps)	Return (%)				
			Daily	WoW	MoM	YoY	YTD
20-Apr-17	7.08		-0.15	0.23	2.24	9.01	6.96
-1 Day	7.05	↑ 2.6	0.06	0.55	2.80	9.33	7.12
-1 Week	7.05	↑ 2.6	0.17	0.20	3.16	9.45	7.00
-1 Month	7.17	↓ -9.4	0.30	1.73	2.89	11.56	5.67
-1 Year	7.45	↓ -37.0	0.15	0.36	3.48	9.18	11.92

Sources: Danareksa

