

HEADLINES & ANALYSIS

- The world's biggest bond market probably needs a little push from central banks to prop up yields at the highest in more than three years. The BoJ and the ECB both have policy decisions this week, before an announcement from the Fed on Jan. 31. Any dovish hints from officials could pull the benchmark 10-year Treasury yield back from the brink: It touched 2.66% on Friday, the highest since July 2014. (Bloomberg)
- Mexico and Turkey are showing themselves to be the most attractive emerging markets in 2018 based on a range of metrics including growth, yields, current-account position and asset valuations analyzed by Bloomberg. By contrast, Asian economies were among the five least attractive. Mexico and Turkey scored higher as their real effective exchange rates are competitive compared with the average of the past 10 years. (Bloomberg)
- Spain's credit rating was raised one level at Fitch Ratings, which said the country's "buoyant" economic growth has helped reduce the government's general deficit. The decision puts Spain in 'A' grade territory for the first time since 2012, when it was mired in a recession and a housing slump. It also marks the first upgrade for the country from a major credit-rating company in more than two years. (Bloomberg)

YIELD CURVE (%)

TTM	19-Jan-18	-1 Day	Change	TTM	19-Jan-18	-1 Day	Change
3 months	3.957	3.955	0.001	15 years	6.808	6.804	0.004
6 months	4.311	4.309	0.001	16 years	6.862	6.859	0.004
1 year	4.844	4.844	0.000	17 years	6.911	6.907	0.003
2 years	5.320	5.324	-0.004	18 years	6.953	6.950	0.003
3 years	5.536	5.542	-0.005	19 years	6.991	6.989	0.002
4 years	5.682	5.687	-0.004	20 years	7.025	7.023	0.002
5 years	5.814	5.816	-0.002	21 years	7.055	7.053	0.002
6 years	5.944	5.943	0.000	22 years	7.081	7.080	0.001
7 years	6.071	6.069	0.002	23 years	7.105	7.104	0.001
8 years	6.194	6.190	0.004	24 years	7.126	7.126	0.001
9 years	6.310	6.305	0.005	25 years	7.146	7.145	0.000
10 years	6.416	6.411	0.005	26 years	7.163	7.163	0.000
11 years	6.513	6.507	0.005	27 years	7.178	7.178	0.000
12 years	6.600	6.594	0.005	28 years	7.192	7.193	0.000
13 years	6.678	6.673	0.005	29 years	7.205	7.205	0.000
14 years	6.747	6.742	0.005	30 years	7.216	7.217	-0.001

Source : Danareksa Sekuritas

MOST ACTIVE GOVERNMENT BONDS

Bond	Coupon	Maturity	Last Price	Yield	Volume (IDR bn)
PBS014	6.500	15-May-21	101.60	5.888	1,110.00
PBS009	7.750	25-Jan-18	100.02	7.748	1,070.72
SPN03180417	-	17-Apr-18	99.13	-	1,061.27
SPN12190104	-	4-Jan-19	95.60	-	970.00
FR0075	7.500	15-May-38	107.75	6.884	917.27

Sources: Bloomberg; Indonesia Stock Exchange (Volume)

MOST ACTIVE CORPORATE BONDS

Bond	Rating	Coupon	Maturity	Last Price	Yield	Volume
PTHK01ACN3	idAAA(gg)	7.800	26-Sep-22	101.80	7.34	180.00
PNBN02SBCN2	idA+	10.250	17-Mar-24	104.65	9.25	65.00
PANR01CN2	idA-	11.000	12-May-18	101.05	10.89	60.00
SMRA01CN3	idA+	10.500	22-Apr-18	100.85	10.41	40.00
TLKM01ACN1	idAAA	9.925	23-Jun-22	109.72	7.33	40.00

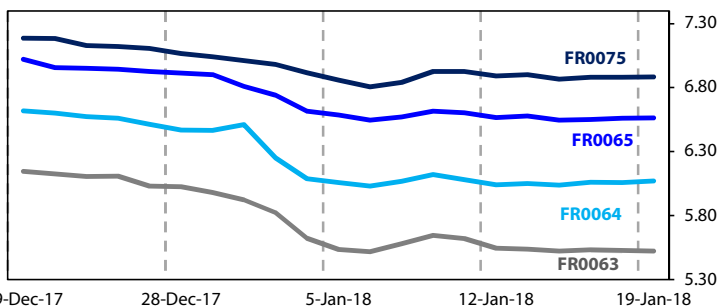
*Current yield; Coupon, Last Price & Yield are in %; Volume is in IDR bn; Rating code: id(Finfindo) & idn (Fitch Indonesia)

SOVEREIGN BOND YIELDS

Country	Tenor	Coupon (%)	19-Jan-18	-1 Mo	-3 Mo	Spread over UST YC (bps)			Country	Tenor	Coupon (%)	19-Jan-18	-1 Mo	-3 Mo	Spread over UST YC (bps)		
						19-Jan-18	-1 Mo	-3 Mo							19-Jan-18	-1 Mo	-3 Mo
United States USD	2yr		2.060	1.980	1.720				Philippines PHP	2yr	6.000	3.950	4.130	3.650	189	226	205
	5yr		2.450	2.240	2.030					5yr	7.875	4.815	4.850	4.332	237	261	230
	10yr		2.640	2.490	2.390					10yr	11.375	5.129	5.157	4.733	249	267	234
German EUR	2yr	0.250	-0.603	-0.672	-	-266	-254	-	Thailand THB	2yr	3.125	1.394	1.52	1.503	-67	-35	-10
	5yr	1.000	-0.140	-0.249	-0.272	-259	-249	-230		5yr	3.450	1.799	1.889	1.821	-65	-35	-21
	10yr	1.750	0.568	-	-	-207	-	-		10yr	3.625	2.349	2.406	2.282	-29	-8	-11
Indonesia USD	2yr	11.625	2.599	2.287	1.927	54	42	33	India INR	2yr	7.590	6.861	6.685	6.424	480	482	482
	5yr	3.750	3.104	3.032	2.826	65	79	80		5yr	7.280	7.313	7.108	6.776	486	487	475
	10yr	3.500	3.623	3.586	-	98	110	-		10yr	8.830	7.294	-	-	465	-	-
Brazil BRL	2yr	0.000	7.761	7.86	8.00	570	599	640	Malaysia MYR	3yr	3.172	3.37	3.361	3.428	117	138	171
	5yr	10.000	9.135	9.59	9.14	708	772	754		5yr	3.260	3.576	3.636	3.617	113	140	159
	10yr	10.000	9.899	10.50	9.65	784	863	805		10yr	4.181	3.958	3.966	3.927	132	148	154

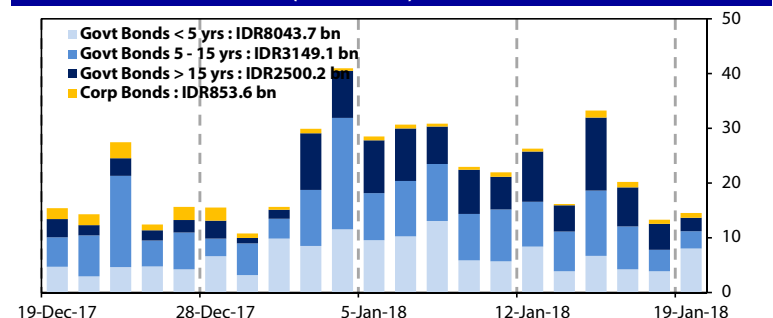
Sources: Bloomberg (Current Yield Curve), US Treasury

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)	4.25	22-Sep-17	-25bps ↓	3.61	0.64
US (Fed Fund Rate)	1.50	13-Dec-17	25bps ↑	2.10	-0.60
Euro Region	0.00	16-Mar-16	-5bps ↓	1.70	-1.70
Japan	0.10	19-Dec-08	-20bps ↓	0.60	-0.50
India (Repo Rate)	6.00	2-Aug-17	-25bps ↓	3.97	2.03
Malaysia	3.00	13-Jul-16	-25bps ↓	3.40	-0.40
Philippines	3.00	16-May-16	-100bps ↓	3.30	-0.30
Thailand	3.00	25-Jan-12	-25bps ↓	0.78	2.22
Singapore	0.08	31-Dec-13	5bps ↑	0.60	-0.52
Brazil	7.00	6-Dec-17	-50bps ↓	2.95	4.05

Sources: Bloomberg

GLOBAL STOCK MARKETS

Stock Index	19-Jan-18	-1 Day	Return (%)				
			Daily	WoW	MoM	YoY	YTD
Indonesia (JCI)	6,491 ↑	6,473	0.28	1.90	6.24	22.49	2.13
Dow Jones (DJIA)	26,072 ↑	26,018	0.21	1.04	5.44	32.13	5.47
London (FTSE 100)	7,731 ↑	7,701	0.39	-0.62	2.73	7.25	0.56
Nikkei 225	23,808 ↑	23,763	0.19	0.65	4.00	24.83	4.58
Hang Seng (HIS)	32,255 ↑	32,122	0.41	2.68	10.33	39.93	7.81
Malaysia (KLCI)	1,829 ↑	1,822	0.40	0.34	4.71	9.74	1.78
Philippines (PSEi)	8,916 ↑	8,821	1.08	1.15	6.62	23.04	4.18
Thailand (SET)	1,821 ↑	1,819	1.01	0.62	4.79	17.14	3.86
Singapore (STI)	3,550 ↑	3,521	0.82	0.85	4.58	18.02	4.33
Brazil (BOVESPA)	81,220 ↑	80,963	0.32	2.36	10.70	27.00	6.31

Sources: Bloomberg & Danareksa

CURRENCY & COMMODITY

Price	19-Jan-18	-1 Day	-1 Week	-1 Month	EoP 2016
USD/IDR	13,316 ↓	13,347	13,353	13,579	13,555
Brent	68.68 ↓	69.13	70.03	64.33	66.82
WTI Crude Oil	63.37 ↓	63.95	64.3	58.02	60.42

Sources: Bloomberg

PERFORMANCE OF IDR GOVERNMENT BONDS

As of	Average YTM (%)	Change (bps)	Return (%)				
			Daily	WoW	MoM	YoY	YTD
19-Jan-18	5.96		0.01	0.44	3.08	17.40	2.03
-1 Day	5.96	0.1 ↑	-0.01	0.68	3.14	17.30	2.02
-1 Week	6.01	-4.7 ↓	0.25	0.27	2.91	17.45	1.58
-1 Month	6.32	-35.4 ↓	0.05	0.33	1.61	16.37	16.39
-1 Year	7.60	-163.3 ↓	-0.08	0.49	2.60	14.71	1.98

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		
FR0066	25-Oct-12	15-May-18	5.25	0.3	0.31	4.20	↓ -0.3bps	100.31	4.032	4.543	100.21	100.37	18-Jan-18	100.36	7.15	1
FR0032	1-Sep-05	15-Jul-18	15.00	0.5	0.48	3.80	↓ -7.8bps	105.25	3.829	4.400	105.07	105.36	8-Jan-18	105.25	1.00	1
FR0038	24-Aug-06	15-Aug-18	11.60	0.6	0.54	4.16	↓ -5.9bps	104.09	3.896	4.371	104.04	104.32	22-Dec-17	104.35	280.00	3
FR0048	27-Sep-07	15-Sep-18	9.00	0.7	0.62	4.43	↓ -2.5bps	102.85	4.423	4.814	102.64	102.90	16-Jan-18	102.95	95.00	1
FR0069	29-Aug-13	15-Apr-19	7.88	1.2	1.15	4.99	↓ -0.3bps	103.37	4.865	5.046	103.34	103.56	19-Jan-18	103.35	610.00	6
FR0036	20-Apr-06	15-Sep-19	11.50	1.7	1.47	5.30	↓ -0.5bps	109.60	5.077	5.338	109.61	110.04	18-Jan-18	109.90	40.00	2
FR0031	16-Jun-05	15-Nov-20	11.00	2.8	2.42	5.48	↓ -0.8bps	114.17	5.431	5.516	114.13	114.37	18-Jan-18	114.30	149.00	5
FR0034	26-Jan-06	15-Jun-21	12.80	3.4	2.82	5.57	↓ -0.8bps	122.06	5.554	5.606	122.00	122.18	19-Jan-18	122.30	2.70	1
FR0053	8-Jul-10	15-Jul-21	8.25	3.5	3.03	5.65	↑ 3.0bps	108.11	5.563	5.653	108.12	108.42	19-Jan-18	108.20	11.20	2
FR0061	6-Oct-11	15-May-22	7.00	4.3	3.67	5.67	↓ -0.2bps	105.01	5.614	5.674	105.01	105.24	19-Jan-18	105.00	778.58	14
FR0035	16-Feb-06	15-Jun-22	12.90	4.4	3.48	5.67	↓ -1.0bps	127.75	5.647	5.736	127.52	127.92	15-Jan-18	127.11	120.00	2
FR0043	22-Feb-07	15-Jul-22	10.25	4.5	3.67	5.72	↓ -1.2bps	117.69	5.705	5.756	117.55	117.78	12-Jan-18	116.80	120.00	4
FR0063	13-Aug-12	15-May-23	5.63	5.3	4.50	5.52	↓ -0.7bps	100.46	5.347	5.845	99.00	101.26	19-Jan-18	100.36	253.26	12
FR0046	19-Jul-07	15-Jul-23	9.50	5.5	4.36	5.88	↑ 5.0bps	116.76	5.736	5.977	116.28	117.51	18-Jan-18	118.25	5.70	1
FR0039	24-Aug-06	15-Aug-23	11.75	5.6	4.13	5.87	↓ -0.8bps	127.54	5.828	5.969	127.06	127.83	11-Jan-18	127.75	20.00	1
FR0070	29-Aug-13	15-Mar-24	8.38	6.2	4.76	5.74	→ 0.0bps	113.48	5.671	5.969	112.23	113.87	19-Jan-18	113.35	559.10	10
FR0044	19-Apr-07	15-Sep-24	10.00	6.7	4.89	6.04	↑ 0.1bps	121.42	5.991	6.133	120.85	121.72	18-Jan-18	121.00	27.57	3
FR0040	21-Sep-06	15-Sep-25	11.00	7.7	5.34	6.15	→ 0.0bps	129.17	6.107	6.171	129.09	129.54	16-Jan-18	129.10	100.00	1
FR0037	18-May-06	15-Sep-26	12.00	8.7	5.74	6.23	↑ 0.6bps	138.07	6.159	6.253	137.94	138.70	15-Jan-18	138.50	10.00	1
FR0056	23-Sep-10	15-Sep-26	8.38	8.7	6.15	6.19	↓ -2.1bps	114.45	6.081	6.228	114.18	115.24	19-Jan-18	114.70	306.00	10
FR0059	15-Sep-11	15-May-27	7.00	9.3	6.78	6.17	↑ 1.1bps	105.78	5.973	6.204	105.56	107.25	19-Jan-18	105.85	303.66	14
FR0042	25-Jan-07	15-Jul-27	10.25	9.5	6.47	6.35	↓ -0.3bps	127.44	6.277	6.419	126.91	128.08	16-Jan-18	127.75	2.00	1
FR0047	30-Aug-07	15-Feb-28	10.00	10.1	6.55	6.38	↓ -0.2bps	126.54	6.280	6.654	124.27	127.45	18-Jan-18	126.50	29.00	3
FR0064	13-Aug-12	15-May-28	6.13	10.3	7.50	6.07	↑ 1.2bps	100.40	5.867	6.331	98.44	101.97	19-Jan-18	100.40	769.81	46
FR0071	12-Sep-13	15-Mar-29	9.00	11.2	7.21	6.39	↑ 0.4bps	120.56	6.376	6.488	119.71	120.70	19-Jan-18	120.50	20.00	1
FR0052	20-Aug-09	15-Aug-30	10.50	12.6	7.47	6.64	↑ 0.3bps	132.57	6.561	6.761	131.32	133.36	18-Jan-18	129.50	0.29	1
FR0073	6-Aug-15	15-May-31	8.75	13.3	8.18	6.65	↓ -0.4bps	118.39	6.585	6.718	117.69	118.99	19-Jan-18	118.00	268.05	5
FR0074	10-Nov-16	15-Aug-32	7.50	14.6	8.75	6.70	↑ 0.3bps	107.37	6.638	6.738	107.00	107.97	19-Jan-18	107.33	650.02	34
FR0054	22-Jul-10	15-Jul-31	9.50	13.5	8.20	6.69	↑ 1.4bps	124.70	6.645	6.916	122.42	125.18	17-Jan-18	123.25	0.47	2
FR0058	21-Jul-11	15-Jun-32	8.25	14.4	8.70	6.74	↓ -0.4bps	113.78	6.652	6.905	112.14	114.66	19-Jan-18	111.75	1.25	3
FR0065	30-Aug-12	15-May-33	6.63	15.3	9.44	6.56	↑ 0.1bps	100.58	6.458	6.711	99.17	101.60	19-Jan-18	100.51	522.62	89
FR0068	1-Aug-13	15-Mar-34	8.38	16.2	9.05	6.89	→ 0.0bps	114.35	6.846	6.965	113.53	114.79	19-Jan-18	114.20	130.69	17
FR0072	9-Jul-15	15-May-36	8.25	18.3	9.82	6.90	→ 0.0bps	113.85	6.837	6.952	113.32	114.62	19-Jan-18	112.50	746.44	40
FR0045	24-May-07	15-May-37	9.75	19.3	9.62	7.21	→ 0.0bps	126.25	6.939	7.373	124.26	129.65	18-Jan-18	126.25	0.40	1
FR0075	15-Aug-17	15-May-38	7.50	20.3	10.54	6.88	↑ 0.4bps	106.67	6.775	6.932	106.13	107.92	19-Jan-18	107.75	917.27	121
FR0050	24-Jan-08	15-Jul-38	10.50	20.5	9.93	7.12	↓ -3.5bps	136.17	7.030	7.231	134.66	137.37	18-Jan-18	134.00	0.10	1
FR0057	21-Apr-11	15-May-41	9.50	23.3	10.57	7.14	↓ -0.1bps	126.63	7.077	7.291	124.58	127.45	18-Jan-18	124.75	0.88	1
FR0062	9-Feb-12	15-Apr-42	6.38	24.2	11.56	7.06	→ 0.0bps	92.14	7.005	7.210	90.49	92.69	19-Jan-18	94.40	148.06	14
FR0067	18-Jan-13	15-Feb-44	8.75	26.1	10.98	7.18	↓ -0.2bps	118.41	7.052	7.510	114.09	120.12	18-Jan-18	116.50	4.88	10
FR0076	22-Sep-17	15-May-48	7.38	30.3	12.19	7.07	↓ -0.9bps	103.82					19-Jan-18	102.75	11.11	28
ORIO12	21-Oct-15	15-Oct-18	9.00	0.7	-	4.64	↑ 3.0bps	103.12	4.394	4.831	103.02	103.34	19-Jan-18	100.50	3.86	11
ORIO13	26-Oct-16	15-Oct-19	6.60	1.7	-	5.50	↓ -0.1bps	101.81	5.366	5.539	101.76	102.04	19-Jan-18	100.75	207.62	24
IFR0002	26-Aug-08	15-Aug-18	11.95	0.6	-	-1.49	↓ -6.1bps	107.63	-1.179	-0.608	-	-	4-Dec-17	104.45	24.00	4
IFR0008	15-Apr-10	15-Mar-20	8.80	2.2	1.89	7.07	↓ -0.2bps	103.38	6.714	7.137	103.25	104.10	5-May-14	103.65	5.00	3
IFR0007	1-Apr-10	15-Jan-25	10.25	7.0	5.09	7.56	↓ -0.1bps	114.38	7.186	7.665	113.79	116.61	10-Oct-17	120.36	10.00	2
IFR0006	21-Jan-10	15-Mar-30	10.25	12.2	7.09	8.06	→ 0.0bps	116.75	7.695	8.171	115.81	119.91	3-Jan-18	151.47	38.00	10
IFR0010	3-Mar-11	15-Feb-36	10.00	18.1	8.59	8.40	→ 0.0bps	114.75	8.059	8.515	113.56	118.29	23-Aug-17	120.00	1.01	1
PBS001	16-Feb-12	15-Feb-18	4.50	0.1	0.07	18.25	↑ 57.5bps	99.13	13.110	13.682	99.31	99.36	19-Sep-17	99.20	0.26	1
PBS002	2-Feb-12	15-Jan-22	5.45	4.0	3.53	5.87	↑ 0.1bps	98.54	6.798	7.369	93.47	95.36	16-Jan-18	98.35	20.00	2
PBS003	2-Feb-12	15-Jan-27	6.00	9.0	6.84	6.28	→ 0.0bps	98.10	6.211	6.782	94.80	98.56	9-Jan-18	98.10	70.10	4
PBS004	16-Feb-12	15-Feb-37	6.10	19.1	10.33	7.22	↑ 19.3bps	88.46	6.990	7.562	85.35	90.69	19-Jan-18	88.46	24.00	2
PBS005	2-May-13	15-Apr-43	6.75	25.2	11.32	7.42	↑ 1.9bps	92.43	7.267	7.839	88.09	94.04	3-Jan-18	95.69	10.00	2
PBS006	19-Sep-13	15-Sep-20	8.25	2.7	2.32	5.61	↓ -1.2bps	106.39	5.491	5.744	106.07	106.71	19-Jan-18	106.00	4.37	1
PBS009	30-Jul-15	25-Jan-18	7.75	0.0	-	-16.97	↓ -861.0bp	100.14	0.295	0.867	100.11	100.12	19-Jan-18	100.02	1,070.72	5
PBS011	14-Jan-16	15-Aug-23	8.75	5.6	4.31	6.21	↓ -4.2bps	111.80	5.979	6.372	111.00	112.97	19-Jan-18	112.25	3.00	3
PBS012	28-Jan-16	15-Nov-31	8.88	13.8	8.25	6.98	↓ -1.8bps	116.60	6.896	7.123	115.23	117.44	18-Jan-18	116.65	83.14	18
PBS013	6-Oct-16	15-May-19	6.25	1.3	1.24	5.25	↓ -2.9bps	101.25	4.971	5.483	100.95	101.61	19-Jan-18	101.30	360.00	2
PBS014	6-Oct-16	15-May-21	6.50	3.3	2.92	5.89	↓ -1.6bps	101.81	5.659	6.214	100.83	102.50	19-Jan-18	101.60	1,110.00	6
SR007	11-Mar-15	11-Mar-18	8.25	0.1	-	3.09	↓ -18.8bps	100.69	3.402	3.974	100.62	100.70	19-Jan-18	100.65	259.13	4
SR008	10-Mar-16	10-Mar-19	8.30	1.1	-	5.08	↓ -1.0bps	103.53	4.849	5.135	103.50	103.83	19-Jan-18	102.50	5.53	14
SR009	22-Mar-17	10-Mar-20	6.90	2.1	1.85	5.61	↓ -0.2bps	102.59	5.379	5.648</						