

HEADLINES & ANALYSIS

- There's no sign that foreign central banks' appetite for Treasuries is waning. Quite the opposite: The amount of U.S. government bills, notes and bonds they hold in custody at the Federal Reserve Bank of New York rose to a record \$3.095 trillion as of March 7, data released Thursday show. (Bloomberg)
- The European Central Bank's internal staff calculations on the future path of monetary policy assume asset purchases totaling 30 billion euros (\$37 billion) in the fourth quarter. The assumptions are technical and don't constitute a pre-commitment on bond buying past September, when the current program is scheduled to end. At the same time, there's broad agreement among Governing Council members that quantitative easing should probably come to a halt by the end of 2018. (Bloomberg)
- The U.S. and Japanese sovereign curves have converged as Treasury 30-year yields lag the advance in two-year yields. A similar convergence happened when the Federal Reserve started raising interest rates in 2004. "Longer-term yields suggest where the economies are headed," said Daisuke Uno, chief strategist at Sumitomo Mitsui Banking Corp. in Tokyo. (Bloomberg)

YIELD CURVE (%)

TTM	8-Mar-18	-1 Day	Change	TTM	8-Mar-18	-1 Day	Change
3 months	4.175	4.373	-0.199	15 years	7.320	7.306	0.014
6 months	4.644	4.878	-0.234	16 years	7.351	7.339	0.012
1 year	5.266	5.408	-0.142	17 years	7.378	7.368	0.010
2 years	5.770	5.708	0.062	18 years	7.402	7.393	0.008
3 years	6.042	5.913	0.129	19 years	7.422	7.415	0.007
4 years	6.262	6.131	0.130	20 years	7.441	7.435	0.006
5 years	6.454	6.343	0.111	21 years	7.457	7.452	0.005
6 years	6.621	6.532	0.089	22 years	7.471	7.467	0.004
7 years	6.763	6.693	0.070	23 years	7.484	7.481	0.003
8 years	6.883	6.827	0.056	24 years	7.495	7.493	0.002
9 years	6.982	6.938	0.044	25 years	7.506	7.504	0.001
10 years	7.065	7.029	0.036	26 years	7.515	7.514	0.001
11 years	7.134	7.105	0.029	27 years	7.523	7.523	0.000
12 years	7.193	7.168	0.024	28 years	7.531	7.531	0.000
13 years	7.242	7.222	0.020	29 years	7.537	7.538	-0.001
14 years	7.284	7.267	0.017	30 years	7.544	7.545	-0.001

Source : Danareksa Sekuritas

MOST ACTIVE GOVERNMENT BONDS

Bond	Coupon	Maturity	Last Price	Yield	Volume (IDR bn)
FR0064	6.125	15-May-28	95.70	6.724	2,333.71
FR0056	8.375	15-Sep-26	108.40	6.962	2,118.14
FR0063	5.625	15-May-23	97.10	6.252	1,339.07
FR0061	7.000	15-May-22	102.31	6.297	1,213.08
FR0075	7.500	15-May-38	100.80	7.394	1,051.50

Sources: Bloomberg; Indonesia Stock Exchange (Volume)

MOST ACTIVE CORPORATE BONDS

Bond	Rating	Coupon	Maturity	Last Price	Yield	Volume
BBRI01BCN2	idAAA	9.250	4-Feb-19	102.95	8.98	129.12
IMFI03ACN1	idA	7.650	17-Jul-18	100.54	7.61	100.00
SMFP03CN6	idAA+	8.600	27-Sep-21	104.60	7.12	90.00
SMFP04BCN3	idAAA	6.850	20-Feb-21	100.04	6.83	80.00
TUFI03ACN2	idAA+	8.500	6-Jun-20	102.59	7.24	80.00

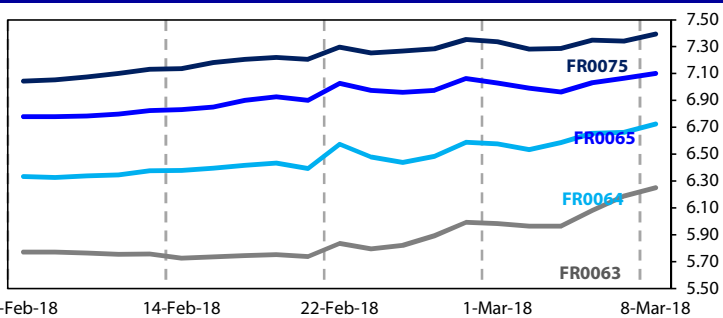
*Current yield; Coupon, Last Price & Yield are in %; Volume is in IDR bn; Rating code: id(Pefindo) & idn (Fitch Indonesia)

SOVEREIGN BOND YIELDS

Country	Tenor	Coupon (%)	8-Mar-18			Spread over UST YC (bps)			Country	Tenor	Coupon (%)	8-Mar-18			Spread over UST YC (bps)		
			8-Mar-18	-1 Mo	-3 Mo	8-Mar-18	-1 Mo	-3 Mo				8-Mar-18	-1 Mo	-3 Mo			
United States USD	2yr		2.250	2.300	1.920				Philippines PHP	2yr	6.000	4.492	4.117	4.191	224	202	239
	5yr		2.630	2.520	2.140					5yr	7.875	5.474	4.875	4.764	284	236	262
	10yr		2.860	2.790	2.380					10yr	11.375	6.104	5.263	5.149	324	247	277
German EUR	2yr	0.250	-0.560	-	-	-281	-	-	Thailand THB	2yr	3.125	1.345	1.403	1.543	-91	-70	-26
	5yr	1.000	0.018	0.057	-	-261	-246	-		5yr	3.450	1.828	1.811	1.906	-80	-71	-23
	10yr	1.750	0.628	0.692	-	-223	-210	-		10yr	3.625	2.372	2.383	2.395	-49	-41	2
Indonesia USD	2yr	11.625	2.664	2.501	2.102	41	40	30	India INR	2yr	7.590	6.983	7.014	6.631	473	491	483
	5yr	3.750	3.712	3.283	3.014	108	76	87		5yr	7.280	7.534	7.529	7.013	490	501	487
	10yr	3.500	4.153	3.767	3.577	129	98	120		10yr	8.830	7.664	7.571	-	480	478	-
Brazil BRL	2yr	0.000	7.048	7.76	8.04	480	566	624	Malaysia MYR	3yr	3.172	3.415	3.403	3.435	100	110	152
	5yr	10.000	8.530	9.11	9.55	628	701	775		5yr	3.260	3.591	3.621	3.659	96	110	152
	10yr	10.000	9.552	9.81	10.21	730	771	841		10yr	4.181	3.995	3.962	3.988	114	117	161

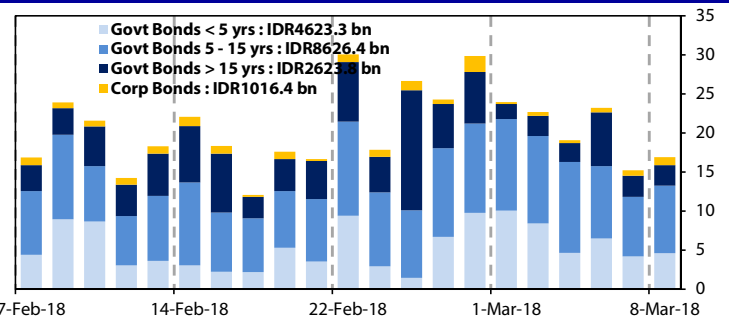
Sources: Bloomberg (Current Yield Curve), US Treasury

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 ↓	3.18	1.07
US (Fed Fund Rate)	1.50	13-Dec-17	25bps ↑	2.10	-0.60
Euro Region	0.00	16-Mar-16	-5bps ↓	1.60	-1.60
Japan	0.10	19-Dec-08	-20bps ↓	1.40	-1.30
India (Repo Rate)	6.00	2-Aug-17	-25bps ↓	5.11	0.89
Malaysia	3.25	25-Jan-18	25bps ↑	2.70	0.55
Philippines	3.00	16-May-16	-100bps ↓	4.50	-1.50
Thailand	3.00	25-Jan-12	-25bps ↓	0.42	2.58
Singapore	0.08	31-Dec-13	5bps ↑	0.00	0.08
Brazil	6.75	7-Feb-18	-25bps ↓	2.86	3.89

Sources: Bloomberg

GLOBAL STOCK MARKETS

Stock Index	8-Mar-18	-1 Day	Return (%)				
			Daily	WoW	MoM	YoY	YTD
Indonesia (JCI)	6,443 ↑	6,368	1.17	-2.47	-0.55	19.45	1.37
Dow Jones (DJIA)	24,895 ↑	24,801	0.38	1.16	-0.07	19.37	0.71
London (FTSE 100)	7,203 ↑	7,158	0.63	0.38	0.87	-1.79	-6.30
Nikkei 225	21,368 ↑	21,253	0.54	-1.64	-1.12	10.98	-6.14
Hang Seng (HIS)	30,655 ↑	30,197	1.52	-1.26	0.19	28.90	2.46
Malaysia (KLCI)	1,840 ↑	1,838	0.09	-1.14	1.50	6.61	2.38
Philippines (PSEi)	8,382 ↓	8,405	-0.27	-0.99	-1.97	14.91	-2.06
Thailand (SET)	1,779 ↓	1,782	-0.15	-2.80	-0.53	14.64	1.44
Singapore (STI)	3,480 ↑	3,451	0.86	-0.95	2.17	10.66	2.28
Brazil (BOVESPA)	84,985 ↓	85,484	-0.58	-0.46	1.30	31.32	11.23

Sources: Bloomberg & Danareksa

CURRENCY & COMMODITY

Price	8-Mar-18	-1 Day	-1 Week	-1 Month	EoP 2016
USD/IDR	13,816 ↑	13,760	13,748	13,540	13,555
Brent	63.59 ↓	64.39	64.02	67.19	66.82
WTI Crude Oil	60.12 ↓	61.15	60.99	63.39	60.42

Sources: Bloomberg

PERFORMANCE OF IDR GOVERNMENT BONDS

As of	Average YTM (%)	Change (bps)	Return (%)				
			Daily	WoW	MoM	YoY	YTD
8-Mar-18	6.47		-0.23	-0.50	-1.88	11.88	-0.86
-1 Day	6.42	4.5 ↑	-0.09	-0.23	-1.96	12.45	-0.63
-1 Week	6.36	11.1 ↑	0.04	-0.36	-1.46	13.39	-0.35
-1 Month	6.10	36.9 ↑	-0.14	0.03	-0.42	16.01	0.90
-1 Year	7.40	93.0 ↓	0.28	0.84	2.04	11.27	3.94

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	0.2	0.18	4.31	↑ 15.9bps	100.15	3.695	4.025	100.22	100.28	8-Mar-18	100.30	500.00	1
FR0032	1-Sep-05	15-Jul-18	15.00	0.4	0.35	4.08	↓ -5.7bps	103.69	3.532	3.862	103.89	104.01	6-Feb-18	104.35	60.00	1
FR0038	24-Aug-06	15-Aug-18	11.60	0.4	0.43	4.40	↓ -20.4bps	103.03	3.633	3.962	103.31	103.46	5-Mar-18	103.10	80.00	1
FR0048	27-Sep-07	15-Sep-18	9.00	0.5	0.49	4.78	↓ -4.5bps	102.09	4.420	4.749	102.15	102.32	7-Mar-18	102.15	20.00	1
FR0069	29-Aug-13	15-Apr-19	7.88	1.1	1.02	5.34	↑ 11.3bps	102.65	5.061	5.391	102.62	102.98	8-Mar-18	102.50	118.85	6
FR0036	20-Apr-06	15-Sep-19	11.50	1.5	1.33	5.59	↑ 0.5bps	108.44	5.512	5.717	108.30	108.61	8-Mar-18	108.00	0.35	1
FR0031	16-Jun-05	15-Nov-20	11.00	2.7	2.28	5.92	↑ 10.4bps	112.39	5.779	6.043	112.11	112.81	8-Mar-18	112.26	440.00	2
FR0034	26-Jan-06	15-Jun-21	12.80	3.3	2.68	6.14	↑ 10.0bps	119.40	5.988	6.134	119.47	119.95	7-Mar-18	119.85	8.00	2
FR0053	8-Jul-10	15-Jul-21	8.25	3.4	2.89	6.17	↑ 8.2bps	106.19	6.020	6.271	105.90	106.67	8-Mar-18	106.00	234.55	10
FR0061	6-Oct-11	15-May-22	7.00	4.2	3.52	6.30	↑ 6.1bps	102.53	6.152	6.315	102.47	103.08	8-Mar-18	102.31	1,213.08	30
FR0035	16-Feb-06	15-Jun-22	12.90	4.3	3.33	6.33	↑ 9.9bps	124.19	6.241	6.375	124.04	124.61	1-Mar-18	126.25	150.00	1
FR0043	22-Feb-07	15-Jul-22	10.25	4.4	3.52	6.32	↑ 6.1bps	114.71	6.232	6.406	114.40	115.11	8-Mar-18	115.35	100.00	4
FR0063	13-Aug-12	15-May-23	5.63	5.2	4.35	6.25	↑ 6.4bps	97.26	6.041	6.253	97.25	98.16	8-Mar-18	97.10	1,339.07	37
FR0046	19-Jul-07	15-Jul-23	9.50	5.4	4.21	6.45	↑ 5.3bps	113.60	6.271	6.557	113.10	114.49	2-Mar-18	114.75	250.00	1
FR0039	24-Aug-06	15-Aug-23	11.75	5.4	4.16	6.52	↑ 3.4bps	123.60	6.413	6.602	123.21	124.19	8-Mar-18	123.85	100.00	5
FR0070	29-Aug-13	15-Mar-24	8.38	6.0	4.58	6.61	↑ 6.0bps	108.62	6.427	6.670	108.34	109.59	8-Mar-18	108.30	898.85	37
FR0044	19-Apr-07	15-Sep-24	10.00	6.5	4.72	6.75	↑ 9.0bps	116.90	6.670	6.760	116.85	117.37	2-Mar-18	118.46	34.61	4
FR0040	21-Sep-06	15-Sep-25	11.00	7.5	5.15	6.79	↑ 4.9bps	124.43	6.749	6.866	123.96	124.74	8-Mar-18	124.25	30.00	1
FR0037	18-May-06	15-Sep-26	12.00	8.5	5.53	6.89	↑ 4.4bps	132.46	6.846	6.913	132.34	132.85	15-Jan-18	138.50	10.00	1
FR0056	23-Sep-10	15-Sep-26	8.38	8.5	5.93	6.96	↑ 8.6bps	108.96	6.816	6.945	109.08	109.95	8-Mar-18	108.40	2,118.14	54
FR0059	15-Sep-11	15-May-27	7.00	9.2	6.57	6.88	↑ 9.5bps	100.83	6.769	6.898	100.67	101.55	8-Mar-18	100.25	691.88	28
FR0042	25-Jan-07	15-Jul-27	10.25	9.4	6.28	6.83	↓ -2.5bps	123.31	6.876	7.023	121.85	122.98	6-Mar-18	122.50	315.00	2
FR0047	30-Aug-07	15-Feb-28	10.00	9.9	6.64	6.68	→ 0.0bps	123.84	6.657	6.879	122.20	124.02	6-Mar-18	122.75	23.92	4
FR0064	13-Aug-12	15-May-28	6.13	10.2	7.27	6.72	↑ 6.2bps	95.63	6.647	6.755	95.40	96.17	8-Mar-18	95.70	2,333.71	49
FR0071	12-Sep-13	15-Mar-29	9.00	11.0	6.95	7.15	↑ 5.0bps	113.96	7.014	7.178	113.71	115.07	8-Mar-18	113.50	515.64	10
FR0052	20-Aug-09	15-Aug-30	10.50	12.4	7.51	7.22	↑ 3.4bps	126.57	7.170	7.259	126.25	127.10	8-Mar-18	126.50	24.24	1
FR0073	6-Aug-15	15-May-31	8.75	13.2	7.90	7.26	↑ 4.6bps	112.46	7.209	7.314	112.00	112.96	8-Mar-18	114.75	68.11	4
FR0074	10-Nov-16	15-Aug-32	7.50	14.4	8.75	7.30	↑ 4.4bps	101.74	7.222	7.385	101.00	102.46	8-Mar-18	101.50	248.48	25
FR0054	22-Jul-10	15-Jul-31	9.50	13.4	7.93	7.28	↑ 5.1bps	118.77	7.228	7.321	118.35	119.24	8-Mar-18	123.03	121.00	5
FR0058	21-Jul-11	15-Jun-32	8.25	14.3	8.41	7.31	↑ 5.5bps	108.23	7.238	7.375	107.62	108.89	8-Mar-18	108.30	114.23	11
FR0065	30-Aug-12	15-May-33	6.63	15.2	9.14	7.10	↑ 3.4bps	95.62	7.014	7.182	94.89	96.39	8-Mar-18	95.70	507.59	100
FR0068	1-Aug-13	15-Mar-34	8.38	16.0	8.72	7.46	↑ 3.4bps	108.50	7.347	7.493	108.15	109.59	8-Mar-18	108.25	440.29	29
FR0072	9-Jul-15	15-May-36	8.25	18.2	9.46	7.44	↑ 3.3bps	108.00	7.360	7.509	107.27	108.83	8-Mar-18	108.00	406.62	43
FR0045	24-May-07	15-May-37	9.75	19.2	9.34	7.54	→ 0.0bps	122.25	7.313	7.642	121.02	124.91	6-Mar-18	122.25	4.00	1
FR0075	10-Aug-17	15-May-38	7.50	20.2	10.14	7.39	↑ 5.2bps	101.09	7.272	7.465	100.35	102.38	8-Mar-18	100.80	1,051.50	165
FR0050	24-Jan-08	15-Jul-38	10.50	20.4	9.63	7.47	↓ -2.5bps	131.47	7.408	7.553	130.37	132.22	7-Mar-18	131.35	15.10	2
FR0057	21-Apr-11	15-May-41	9.50	23.2	10.22	7.49	↑ 0.9bps	121.90	7.395	7.500	121.82	123.16	28-Feb-18	122.00	160.00	6
FR0062	9-Feb-12	15-Apr-42	6.38	24.1	11.08	7.54	↑ 1.1bps	87.14	7.292	7.622	86.33	89.65	8-Mar-18	91.75	0.60	2
FR0067	18-Jul-13	15-Feb-44	8.75	25.9	11.05	7.46	↑ 1.4bps	114.72	7.396	7.520	113.93	115.52	8-Mar-18	113.50	0.17	1
FR0076	22-Sep-17	15-May-48	7.38	30.2	11.76	7.38	↑ 1.8bps	99.92	7.185	7.448	99.11	102.31	8-Mar-18	101.50	113.36	29
ORIO12	21-Oct-15	15-Oct-18	9.00	0.6	-	#N/A	#N/A	#N/A	4.045	4.374	102.75	102.95	8-Mar-18	102.50	52.29	24
ORIO13	26-Oct-16	15-Oct-19	6.60	1.6	-	5.64	↑ 3.2bps	101.45	5.647	5.976	100.95	101.46	8-Mar-18	101.12	88.12	29
ORIO14	25-Oct-17	15-Oct-20	5.85	2.6	-	5.86	↑ 14.0bps	99.99	5.768	6.098	99.40	100.20	8-Mar-18	99.75	71.49	45
IFR0008	15-Apr-10	15-Mar-20	8.80	2.0	1.76	6.97	↓ -0.7bps	103.38	7.084	7.414	102.55	103.17	5-May-14	103.65	5.00	3
IFR0007	21-Jan-10	15-Jan-25	10.25	6.9	4.97	7.52	↓ -0.2bps	114.38	7.623	7.953	111.94	113.81	10-Oct-17	120.36	10.00	2
IFR0006	1-Apr-10	15-Mar-30	10.25	12.0	6.96	8.05	↓ -0.1bps	116.75	8.073	8.403	113.81	116.55	3-Jan-18	151.47	38.00	10
IFR0010	3-Mar-11	15-Feb-36	10.00	17.9	8.84	8.39	↓ -0.1bps	114.75	8.370	8.700	111.69	114.99	23-Aug-17	120.00	1.01	1
PBS002	2-Feb-12	15-Jan-22	5.45	3.9	3.39	6.25	→ 0.0bps	97.29	6.128	6.446	96.64	97.69	7-Mar-18	97.23	25.61	4
PBS003	2-Feb-12	15-Jan-27	6.00	8.9	6.60	7.29	↑ 10.7bps	91.68	7.111	7.441	90.76	92.78	9-Jan-18	98.10	70.10	4
PBS004	16-Feb-12	15-Feb-37	6.10	18.9	10.37	7.63	↓ -5.6bps	84.80	7.404	7.734	83.89	86.82	8-Mar-18	84.80	103.72	15
PBS005	2-May-13	15-Apr-43	6.75	25.1	10.77	7.99	↓ -4.6bps	86.68	8.004	8.334	83.43	86.51	20-Feb-18	90.98	128.00	1
PBS006	19-Sep-13	15-Sep-20	8.25	2.5	2.18	5.89	↓ -4.6bps	105.43	5.876	6.124	104.89	105.48	2-Mar-18	105.90	3.59	2
PBS011	14-Jan-16	15-Aug-23	8.75	5.4	4.35	6.34	↓ -0.3bps	110.90	6.448	6.778	108.84	110.42	8-Mar-18	110.65	23.10	3
PBS012	28-Jan-16	15-Nov-31	8.88	13.7	8.02	7.37	→ 0.0bps	112.78	7.349	7.474	111.86	113.02	7-Mar-18	112.78	263.97	14
PBS013	6-Oct-16	15-May-19	6.25	1.2	1.11	5.36	→ 0.0bps	101.00	5.331	5.660	100.66	101.03	8-Mar-18	100.65	65.00	4
PBS014	6-Oct-16	15-May-21	6.50	3.2	2.80	5.85	→ 0.0bps	101.87	6.000	6.330	100.47	101.42	28-Feb-18	100.95	92.00	7
PBS015	21-Jul-17	15-Jul-47	8.00	29.4	10.96	8.20	↑ 3.2bps	97.83	7.842	8.172	98.08	101.79				
PBS016	6-Sep-17	15-Mar-20	6.25	2.0	1.82	5.75	→ 0.0bps	100.94					7-Mar-18	101.10	177.80	10
SR007	11-Mar-15	11-Mar-18	8.25	0.0	-	-8.32	↑ 533.3bps	100.10	-0.766	-0.437	100.08	100.08	6-Mar-18	100.00	48.04	13
SR008	10-Mar-16	10-Mar-19	8.30	1.0	-	5.35	↑ 5.0bps	102.85	5.110	5.439	102.79	103.12	8-Mar-18	102.76	22.86	19
SR009	22-Mar-17	10-Mar-20	6.90	2.0	-	5.83	↑ 8.0bps	102.01	5.777	6.106	101.49	102.12	8-Mar-18	101.00	198.40	