

HEADLINES & ANALYSIS

- Treasuries extended losses over much of the New York afternoon amid heavy futures volumes, with the 10-year yield rising above 3.09% to a level unseen since 2011; there was a small rally into the cash settlement, although the market remains sharply lower on the day. (Bloomberg)
- China's holding of Treasuries rose in March after gaining in the previous month, according to the U.S. Treasury Department. The holdings rose \$11.05 billion to \$1.19 trillion and total 7.9 percent of U.S. government debt. Foreign holding of Treasuries fell to 42.12 percent from 43.5 percent in the same month last year. (Bloomberg)
- Stocks in Asia followed their American counterparts lower as geopolitical developments and rising benchmark U.S. yields spurred a return of risk aversion. Equities in Japan and Korea were lower after U.S. stocks halted a four-day rally with the steepest slide in almost two weeks. (Bloomberg)

YIELD CURVE (%)

TTM	15-May-18	-1 Day	Change	TTM	15-May-18	-1 Day	Change
3 months	4.721	4.791	-0.070	15 years	7.636	7.595	0.041
6 months	5.457	5.554	-0.098	16 years	7.669	7.626	0.042
1 year	6.256	6.368	-0.112	17 years	7.697	7.654	0.043
2 years	6.658	6.760	-0.102	18 years	7.722	7.678	0.044
3 years	6.771	6.855	-0.084	19 years	7.744	7.699	0.045
4 years	6.858	6.921	-0.063	20 years	7.763	7.718	0.046
5 years	6.952	6.993	-0.041	21 years	7.780	7.734	0.046
6 years	7.049	7.071	-0.022	22 years	7.796	7.749	0.046
7 years	7.144	7.151	-0.007	23 years	7.809	7.762	0.047
8 years	7.234	7.228	0.006	24 years	7.821	7.774	0.047
9 years	7.315	7.299	0.016	25 years	7.832	7.785	0.047
10 years	7.388	7.364	0.023	26 years	7.842	7.794	0.048
11 years	7.452	7.423	0.029	27 years	7.851	7.803	0.048
12 years	7.508	7.474	0.033	28 years	7.859	7.811	0.048
13 years	7.557	7.520	0.037	29 years	7.866	7.818	0.048
14 years	7.599	7.560	0.039	30 years	7.872	7.824	0.048

Source : Danareksa Sekuritas

MOST ACTIVE GOVERNMENT BONDS

Bond	Coupon	Maturity	Last Price	Yield	Volume (IDR bn)
FR0056	8.375	15-Sep-26	106.75	7.257	1,934.50
FR0075	7.500	15-May-38	100.50	7.632	1,353.15
FR0064	6.125	15-May-28	93.30	7.052	994.71
FR0074	7.500	15-Aug-32	98.75	7.628	712.20
FR0061	7.000	15-May-22	100.70	6.783	705.33

Sources: Bloomberg; Indonesia Stock Exchange (Volume)

MOST ACTIVE CORPORATE BONDS

Bond	Rating	Coupon	Maturity	Last Price	Yield	Volume
BTPN03BCN2	AAA(Idn)	7.500	17-Oct-20	100.24	7.39	225.00
WSKT03ACN2	A-(idn)	7.750	23-Feb-21	101.40	7.19	74.30
MYOR01CN3	#	#N/A	#N/A	97.94	#N/A	66.00
BBIA01CCN1	AAA(Idn)	8.250	25-Nov-21	102.54	7.42	60.00
PBNB02CN3	idAA	7.500	27-Feb-23	100.50	7.37	60.00

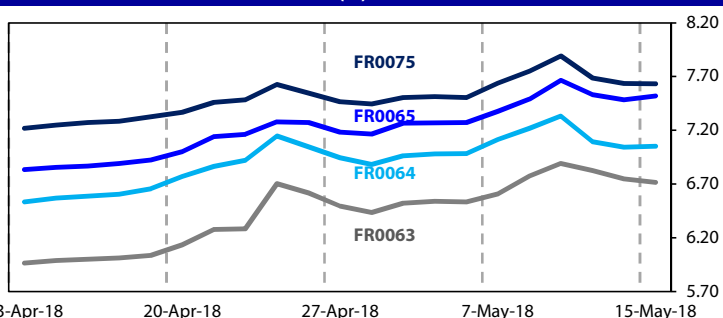
*Current yield; Coupon, Last Price & Yield are in %; Volume is in IDR bn; Rating code: id(Finfindo) & idn (Fitch Indonesia)

SOVEREIGN BOND YIELDS

Country	Tenor	Coupon (%)	15-May-18			Spread over UST YC (bps)			Country	Tenor	Coupon (%)	15-May-18			Spread over UST YC (bps)		
			15-May-18	-1 Mo	-3 Mo	15-May-18	-1 Mo	-3 Mo				15-May-18	-1 Mo	-3 Mo			
United States USD	2yr		2.580	2.510	2.400				Philippines PHP	2yr	6.000	4.537	4.285	4.197	196	192	203
	5yr		2.920	2.670	2.650					5yr	7.875	5.530	5.335	-	261	267	-
	10yr		3.080	2.820	2.910					10yr	11.375	6.137	6.200	-	306	338	-
German EUR	2yr	0.250	-0.549	-0.582	-	-313	-295	-	Thailand THB	2yr	3.125	1.648	1.427	1.439	-93	-94	-73
	5yr	1.000	0.011	-0.087	0.103	-291	-276	-255		5yr	3.450	1.962	1.805	1.826	-96	-87	-82
	10yr	1.750	0.645	0.511	0.757	-244	-231	-215		10yr	3.625	2.595	2.384	2.397	-49	-44	-51
Indonesia USD	2yr	11.625	3.073	2.700	2.559	49	33	39	India INR	2yr	7.590	7.623	7.042	6.956	504	467	479
	5yr	3.750	3.978	3.617	3.501	106	95	85		5yr	7.280	7.971	7.403	7.422	505	473	477
	10yr	3.500	4.454	4.004	4.029	137	118	112		10yr	8.830	7.907	7.433	7.494	483	461	458
Brazil BRL	2yr	0.000	7.620	7.21	8.21	504	484	604	Malaysia MYR	3yr	3.172	3.696	3.525	3.508	95	102	111
	5yr	10.000	9.121	8.72	9.21	654	635	704		5yr	3.260	3.853	-	-	93	-	-
	10yr	10.000	10.189	9.92	10.04	761	755	787		10yr	4.181	4.152	4.005	4.003	107	119	109

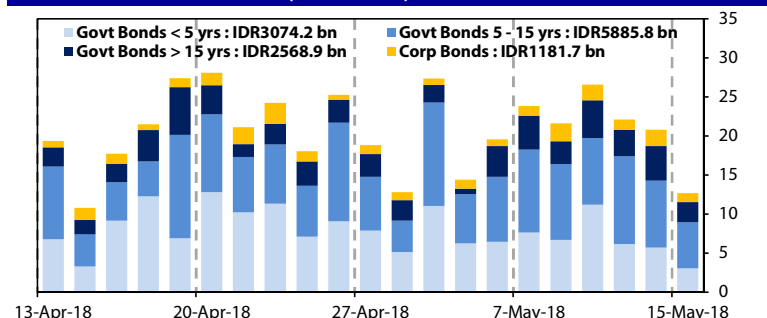
Sources: Bloomberg (Current Yield Curve), US Treasury

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 ↓	3.41	0.84
US (Fed Fund Rate)	1.75	21-Mar-18	25bps ↑	2.50	-0.75
Euro Region	0.00	16-Mar-16	-5bps ↓	1.50	-1.50
Japan	0.10	19-Dec-08	-20bps ↓	1.10	-1.00
India (Repo Rate)	6.00	2-Aug-17	-25bps ↓	4.36	1.64
Malaysia	3.25	25-Jan-18	25bps ↑	1.30	1.95
Philippines	3.25	10-May-18	25bps ↑	4.50	-1.25
Thailand	3.00	25-Jan-12	-25bps ↓	1.07	1.93
Singapore	0.08	31-Dec-13	5bps ↑	0.20	-0.12
Brazil	6.50	21-Mar-18	-25bps ↓	2.76	3.74

Sources: Bloomberg

GLOBAL STOCK MARKETS

Stock Index	15-May-18	-1 Day	Return (%)				
			Daily	WoW	MoM	YoY	YTD
Indonesia (JCI)	5,838 ↓	5,947	-1.83	1.10	-6.89	2.62	-8.14
Dow Jones (DJIA)	24,706 ↓	24,899	-0.78	1.42	1.42	17.75	-0.05
London (FTSE 100)	7,723 ↑	7,711	0.16	2.08	6.31	3.60	0.46
Nikkei 225	22,818 ↓	22,866	-0.21	1.37	4.77	14.84	0.23
Hang Seng (HIS)	31,152 ↓	31,541	-1.23	2.46	1.12	22.78	4.12
Malaysia (KLIC)	1,848 ↓	1,850	-0.12	0.09	-1.08	3.91	2.86
Philippines (PSEi)	7,886 ↑	7,752	1.73	4.07	-0.18	1.45	-7.86
Thailand (SET)	1,767 ↓	1,773	-0.35	0.38	-0.02	14.92	0.75
Singapore (STI)	3,540 ↓	3,562	-0.62	-0.08	1.11	8.46	4.04
Brazil (BOVESPA)	85,130 ↓	85,232	-0.12	2.62	0.94	24.32	11.42

Sources: Bloomberg & Danareksa

CURRENCY & COMMODITY

Price	15-May-18	-1 Day	-1 Week	-1 Month	EoP 2016
USD/IDR	14,037 ↑	13,973	14,052	13,755	13,555
Brent	77.61 ↓	77.77	75.86	72.85	66.82
WTI Crude Oil	71.31 ↑	70.96	69.06	67.39	60.42

Sources: Bloomberg

PERFORMANCE OF IDR GOVERNMENT BONDS

As of	Average YTM (%)	Change (bps)	Return (%)				
			Daily	WoW	MoM	YoY	YTD
15-May-18	6.73		0.00	-0.54	-2.92	7.38	-1.75
-1 Day	6.73	↓ -0.3	0.23	-1.07	-2.74	7.81	-1.74
-1 Week	6.75	↓ -2.0	-0.81	-1.51	-2.92	7.13	-2.00
-1 Month	6.18	↑ 55.1	0.05	0.25	1.76	10.91	1.14
-1 Year	7.07	↓ -34.7	0.39	0.07	0.55	10.70	7.36

Sources: Danareksa

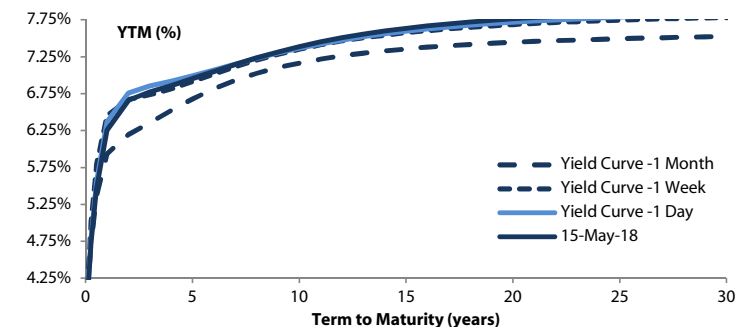
VALUATIONS OF GOVERNMENT BONDS

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	0.0	-	-2.64 → 0.0bps	100.01	#NUM! #NUM! - -	- -	9-May-18	100.00	47.66	3
FR0032	1-Sep-05	15-Jul-18	15.00	0.2	0.17	3.66 ↑ 39.9bps	101.81	3.341 3.459	101.90 101.93	15-May-18	101.58	25.00	2
FR0038	24-Aug-06	15-Aug-18	11.60	0.3	0.25	4.55 ↓ -8.7bps	101.70	3.689 3.806	101.93 101.97	14-May-18	101.50	21.70	2
FR0048	27-Sep-07	15-Sep-18	9.00	0.3	0.33	4.25 → 0.0bps	101.55	4.380 4.497	101.46 101.50	15-May-18	101.00	284.10	4
FR0069	29-Aug-13	15-Apr-19	7.88	0.9	0.87	6.34 ↓ -0.9bps	101.34	6.102 6.220	101.45 101.55	15-May-18	101.38	544.67	11
FR0036	20-Apr-06	15-Sep-19	11.50	1.3	1.22	6.37 ↓ -19.2bps	106.42	6.383 6.500	106.27 106.43	15-May-18	106.45	217.00	7
FR0031	16-Jun-05	15-Nov-20	11.00	2.5	2.19	6.61 ↓ -24.6bps	109.95	6.596 6.713	109.72 110.00	15-May-18	109.75	19.60	3
FR0034	26-Jan-06	15-Jun-21	12.80	3.1	2.48	6.78 ↓ -2.7bps	116.46	6.682 6.799	116.44 116.79	15-May-18	116.50	10.00	1
FR0053	8-Jul-10	15-Jul-21	8.25	3.2	2.70	6.71 ↑ 2.5bps	104.30	6.683 6.801	104.05 104.39	15-May-18	105.00	398.28	12
FR0061	6-Oct-11	15-May-22	7.00	4.0	3.44	6.78 ↑ 2.3bps	100.75	6.794 6.911	100.31 100.71	15-May-18	100.70	705.33	25
FR0035	16-Feb-06	15-Jun-22	12.90	4.1	3.13	6.89 ↓ -1.4bps	121.04	6.869 6.986	120.69 121.15	4-May-18	122.15	385.00	4
FR0043	22-Feb-07	15-Jul-22	10.25	4.2	3.32	6.92 ↓ -0.3bps	111.85	6.836 6.954	111.73 112.18	14-May-18	112.10	55.00	2
FR0063	13-Aug-12	15-May-23	5.63	5.0	4.27	6.72 ↓ -3.4bps	95.44	6.680 6.797	95.10 95.58	15-May-18	95.60	418.44	15
FR0046	19-Jul-07	15-Jul-23	9.50	5.2	4.00	6.93 ↓ -40.0bps	110.99	6.917 7.034	110.51 111.05	15-May-18	110.50	20.00	1
FR0039	24-Aug-06	15-Aug-23	11.75	5.3	3.95	6.96 ↓ -4.6bps	120.75	6.952 7.069	120.22 120.79	24-Apr-18	123.70	20.00	2
FR0070	29-Aug-13	15-Mar-24	8.38	5.8	4.55	7.07 ↓ -2.2bps	106.13	6.968 7.085	106.06 106.63	15-May-18	106.35	545.86	13
FR0044	19-Apr-07	15-Sep-24	10.00	6.3	4.72	7.13 ↓ -4.8bps	114.42	7.045 7.162	114.23 114.87	14-May-18	113.40	225.00	3
FR0040	21-Sep-06	15-Sep-25	11.00	7.3	5.17	7.20 ↑ 2.0bps	121.31	7.067 7.184	121.44 122.19	15-May-18	121.00	72.01	5
FR0037	18-May-06	15-Sep-26	12.00	8.3	5.57	7.28 ↓ -8.6bps	129.07	7.160 7.277	129.11 129.97	8-May-18	131.25	20.00	1
FR0056	23-Sep-10	15-Sep-26	8.38	8.3	5.95	7.26 ↑ 1.4bps	106.88	7.148 7.265	106.83 107.59	15-May-18	106.75	1,934.50	29
FR0059	15-Sep-11	15-May-27	7.00	9.0	6.57	7.22 ↑ 4.2bps	98.58	7.136 7.254	98.34 99.11	15-May-18	98.75	412.05	27
FR0042	25-Jan-07	15-Jul-27	10.25	9.2	6.04	7.26 ↑ 1.1bps	119.72	7.248 7.365	118.97 119.84	26-Apr-18	119.50	50.00	2
FR0047	30-Aug-07	15-Feb-28	10.00	9.8	6.38	7.25 ↑ 1.6bps	118.96	7.218 7.335	118.32 119.22	14-May-18	118.75	5.00	1
FR0064	13-Aug-12	15-May-28	6.13	10.0	7.27	7.05 ↑ 0.8bps	93.43	7.101 7.218	92.31 93.10	15-May-18	93.30	994.71	41
FR0071	12-Sep-13	15-Mar-29	9.00	10.8	7.01	7.36 ↑ 4.5bps	112.09	7.281 7.398	111.78 112.71	15-May-18	112.15	99.21	10
FR0052	20-Aug-09	15-Aug-30	10.50	12.3	7.27	7.49 ↑ 3.5bps	123.85	7.435 7.552	123.27 124.35	14-May-18	124.00	5.00	1
FR0073	6-Aug-15	15-May-31	8.75	13.0	7.95	7.54 ↑ 3.6bps	109.91	7.447 7.565	109.70 110.73	15-May-18	110.30	112.11	12
FR0074	10-Nov-16	15-Aug-32	7.50	14.3	8.48	7.63 ↑ 1.8bps	98.88	7.538 7.655	98.65 99.66	15-May-18	98.75	712.20	18
FR0054	22-Jul-10	15-Jul-31	9.50	13.2	7.67	7.59 ↑ 4.6bps	115.72	7.517 7.634	115.31 116.38	15-May-18	115.10	35.88	3
FR0058	21-Jul-11	15-Jun-32	8.25	14.1	8.14	7.63 ↑ 3.4bps	105.28	7.543 7.660	105.02 106.06	15-May-18	104.60	2.50	6
FR0065	30-Aug-12	15-May-33	6.63	15.0	9.14	7.52 ↑ 3.6bps	92.03	7.389 7.507	92.14 93.14	15-May-18	92.00	459.92	53
FR0068	1-Aug-13	15-Mar-34	8.38	15.8	8.81	7.67 ↓ -0.7bps	106.38	7.608 7.725	105.86 106.98	15-May-18	105.30	43.82	7
FR0072	9-Jul-15	15-May-36	8.25	18.0	9.49	7.76 ↑ 2.7bps	104.69	7.705 7.822	104.10 105.26	15-May-18	104.50	520.50	32
FR0045	24-May-07	15-May-37	9.75	19.0	9.58	7.40 ↓ -0.2bps	123.72	7.585 7.702	120.26 121.61	14-May-18	119.60	5.00	1
FR0075	10-Aug-17	15-May-38	7.50	20.0	10.21	7.63 ↓ -0.5bps	98.66	7.668 7.785	97.13 98.30	15-May-18	100.50	1,353.15	146
FR0050	24-Jan-08	15-Jul-38	10.50	20.2	9.29	7.79 ↑ 0.9bps	127.28	7.774 7.891	126.09 127.51	7-May-18	128.50	0.33	1
FR0057	21-Apr-11	15-May-41	9.50	23.0	10.23	7.83 ↓ -2.7bps	117.63	7.831 7.948	116.27 117.67	15-May-18	118.25	9.92	2
FR0062	9-Feb-12	15-Apr-42	6.38	23.9	11.04	7.91 ↑ 15.0bps	83.60	7.781 7.898	83.73 84.84	15-May-18	86.00	5.35	2
FR0067	18-Jul-13	15-Feb-44	8.75	25.8	10.72	7.66 ↓ -2.8bps	112.14	7.784 7.901	109.27 110.66	14-May-18	111.80	0.30	1
FR0076	22-Sep-17	15-May-48	7.38	30.0	11.55	7.89 ↑ 1.1bps	94.10	7.627 7.745	95.72 97.04	15-May-18	99.50	16.84	3
ORIO12	21-Oct-15	15-Oct-18	9.00	0.4	-	5.55 ↑ 27.9bps	101.40	5.179 5.296	101.52 101.57	15-May-18	100.90	8.05	15
ORIO13	26-Oct-16	15-Oct-19	6.60	1.4	-	6.29 ↑ 10.2bps	100.42	6.341 6.458	100.19 100.35	15-May-18	98.90	110.14	28
ORIO14	25-Oct-17	15-Oct-20	5.85	2.4	-	6.20 ↑ 33.7bps	99.22	6.184 6.301	98.99 99.25	15-May-18	98.50	18.45	14
IFR0008	15-Apr-10	15-Mar-20	8.80	1.8	1.66	6.13 ↓ -1.5bps	104.47	6.178 6.296	104.26 104.47	5-May-14	103.65	5.00	3
IFR0007	21-Jan-10	15-Jan-25	10.25	6.7	4.83	6.82 ↑ 0.3bps	118.09	6.963 7.081	116.60 117.28	10-Oct-17	120.36	10.00	2
IFR0006	1-Apr-10	15-Mar-30	10.25	11.3	7.22	7.36 ↓ -7.3bps	122.55	7.597 7.714	119.43 120.45	3-May-18	122.20	2.00	2
IFR0010	3-Mar-11	15-Feb-36	10.00	17.8	8.91	7.77 ↑ 0.5bps	121.23	7.836 7.953	119.27 120.54	23-Aug-17	120.00	1.01	1
PBS002	2-Feb-12	15-Jan-22	5.45	3.7	3.20	6.64 ↑ 20.1bps	96.19	6.684 6.802	95.67 96.03	15-May-18	95.54	33.00	3
PBS003	2-Feb-12	15-Jan-27	6.00	8.7	6.44	7.08 → 0.0bps	93.10	7.225 7.343	91.49 92.20	9-Jan-18	98.10	70.10	4
PBS004	16-Feb-12	15-Feb-37	6.10	18.8	10.17	7.67 ↑ 0.1bps	84.53	7.764 7.881	82.69 83.69	15-May-18	81.17	4.96	1
PBS005	2-May-13	15-Apr-43	6.75	24.9	11.10	7.86 → 0.0bps	87.95	7.996 8.113	85.51 86.62	15-May-18	85.20	70.00	6
PBS006	19-Sep-13	15-Sep-20	8.25	2.3	2.09	5.96 ↓ -2.1bps	104.89	6.245 6.362	104.02 104.28	14-May-18	104.75	2.92	1
PBS011	14-Jan-16	15-Aug-23	8.75	5.3	4.16	6.37 ↓ -0.2bps	110.46	6.627 6.744	108.73 109.27	15-May-18	106.90	75.00	5
PBS012	28-Jan-16	15-Nov-31	8.88	13.5	8.08	7.66 ↑ 1.2bps	110.13	7.649 7.766	109.17 110.21	15-May-18	109.86	121.50	6
PBS013	6-Oct-16	15-May-19	6.25	1.0	0.95	6.69 ↑ 11.4bps	99.59	6.207 6.324	99.93 100.04	15-May-18	99.80	78.00	4
PBS014	6-Oct-16	15-May-21	6.50	3.0	2.69	6.47 ↑ 2.2bps	100.08	6.653 6.770	99.28 99.59	4-May-18	99.75	40.00	2
PBS015	21-Jul-17	15-Jul-47	8.00	29.2	11.06	7.86 ↓ -3.4bps	101.54	8.162 8.279	96.93 98.19	18-Apr-18	104.30	314.00	2
PBS016	6-Sep-17	15-Mar-20	6.25	1.8	1.69	6.26 ↑ 9.3bps	99.97	6.45 6.572	99.44 99.64	15-May-18	99.62	43.00	4
PBS017	11-Jan-18	15-Oct-25	6.13	7.4	5.82	6.73 ↓ -9.7bps	96.49	6.888 7.005	94.97 95.62	8-May-18	93.84	26.00	2
SR008	10-Mar-16	10-Mar-19	8.30	0.8	-	6.61 ↓ -9.8bps	101.34	5.957 6.074	101.78 101.87	15-May-18	101.42	99.10	33
SR009	22-Mar-17	10-Mar-20	6.90	1.8	-	6.26 ↑ 1.8bps	101.09	6.349 6.467	100.74 100.94	15-May-18	100.00	5.75	19

*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



Source: Danareksa Sekuritas

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