

HEADLINES & ANALYSIS

- Indian sovereign bonds slipped while the rupee climbed after the central bank raised its benchmark interest rate for the first time since 2014, but retained its neutral policy stance. Only 14 of 44 economists surveyed by Bloomberg News had predicted the Reserve Bank of India's decision to increase the repurchase rate by 25bps to 6.25%. Thirty expected no change. (Bloomberg)
- A global stocks rally extended its run in Asia Thursday on confidence the global economic expansion remains in tact and on hopes a full-blown trade war will be averted. Treasuries fell, sending 10-year yields back up towards 3 percent. Equities in Japan, South Korea and Australia gained after the S&P 500 Index rose for a fourth consecutive day. (Bloomberg)
- Monetary policy looks set to return to being a catalyst for the shared currency after European Central Bank officials, including Peter Praet and Jens Weidmann, dropped the biggest hint yet that next week's meeting could be a pivotal one. In the past week, money markets brought forward the pricing of the first 10-basis-point increase in the ECB's deposit rate by one month to September 2019. (Bloomberg)

YIELD CURVE (%)

TTM	6-Jun-18	-1 Day	Change	TTM	6-Jun-18	-1 Day	Change
3 months	4.911	4.906	0.005	15 years	7.717	7.661	0.056
6 months	5.509	5.506	0.003	16 years	7.752	7.702	0.049
1 year	6.243	6.245	-0.002	17 years	7.782	7.739	0.043
2 years	6.677	6.664	0.013	18 years	7.809	7.771	0.037
3 years	6.813	6.770	0.043	19 years	7.832	7.800	0.032
4 years	6.909	6.837	0.072	20 years	7.853	7.825	0.028
5 years	7.005	6.913	0.092	21 years	7.871	7.848	0.023
6 years	7.105	7.001	0.104	22 years	7.888	7.868	0.020
7 years	7.202	7.094	0.108	23 years	7.902	7.886	0.016
8 years	7.294	7.187	0.108	24 years	7.915	7.902	0.014
9 years	7.379	7.275	0.103	25 years	7.927	7.916	0.011
10 years	7.454	7.358	0.097	26 years	7.937	7.929	0.009
11 years	7.521	7.433	0.089	27 years	7.947	7.940	0.006
12 years	7.580	7.500	0.080	28 years	7.955	7.951	0.005
13 years	7.632	7.560	0.072	29 years	7.963	7.960	0.003
14 years	7.677	7.613	0.064	30 years	7.970	7.968	0.001

Source : Danareksa Sekuritas

MOST ACTIVE GOVERNMENT BONDS

Bond	Coupon	Maturity	Last Price	Yield	Volume (IDR bn)
FR0064	6.125	15-May-28	92.68	7.151	1,412.43
SPNS10072018	-	10-Jul-18	99.50	-	900.00
FR0065	6.625	15-May-33	91.85	7.572	838.84
FR0063	5.625	15-May-23	95.05	6.825	692.99
FR0059	7.000	15-May-27	99.00	7.192	650.00

Sources: Bloomberg; Indonesia Stock Exchange (Volume)

MOST ACTIVE CORPORATE BONDS

Bond	Rating	Coupon	Maturity	Last Price	Yield	Volume
ASDF04ACN1	AAA(idn)	6.100	5-Jun-19	100.09	6.09	315.00
SMASDF01ACN1	AAA(idn)	6.100	5-Jun-19	100.02	6.10	179.00
BEXI04ACN1	idAAA	7.500	6-Jun-21	100.00	7.50	150.00
SMII01BCN2	idAAA	7.400	15-Nov-20	100.00	7.40	100.00
PPGD03BCN2	idAAA	6.900	16-Mar-21	100.00	6.90	78.00

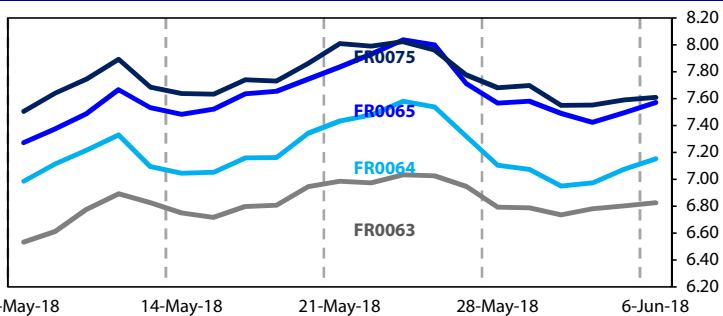
*Current yield; Coupon, Last Price & Yield are in %; Volume is in IDR bn; Rating code: id(Pefindo) & idn (Fitch Indonesia)

SOVEREIGN BOND YIELDS

Country	Tenor	Coupon (%)	6-Jun-18	-1 Mo	-3 Mo	Spread over UST YC (bps)			Country	Tenor	Coupon (%)	6-Jun-18	-1 Mo	-3 Mo	Spread over UST YC (bps)		
						6-Jun-18	-1 Mo	-3 Mo							6-Jun-18	-1 Mo	-3 Mo
United States USD	2yr		2.490	2.580	2.400				Philippines PHP	2yr	6.000	4.428	4.314	4.221	194	187	197
	5yr		2.760	2.770	2.650					5yr	7.875	5.474	5.461	-	271	269	-
	10yr		2.920	2.920	2.880					10yr	11.375	6.075	6.289	-	316	337	-
German EUR	2yr	0.250	-0.600	-	-	-309	-	-	Thailand THB	2yr	3.125	1.698	1.453	1.449	-79	-99	-80
	5yr	1.000	-0.163	-0.015	0.084	-292	-279	-257		5yr	3.450	2.004	1.821	1.838	-76	-95	-81
	10yr	1.750	0.465	0.600	0.735	-246	-232	-215		10yr	3.625	2.545	2.402	2.436	-38	-52	-44
Indonesia USD	2yr	11.625	2.938	2.813	2.544	45	37	29	India INR	2yr	7.590	7.679	7.074	6.916	519	463	467
	5yr	3.750	4.096	3.735	3.515	134	97	87		5yr	7.280	8.021	7.586	7.543	526	482	489
	10yr	3.500	4.460	4.137	4.040	154	122	116		10yr	8.830	7.917	7.631	7.671	500	471	479
Brazil BRL	2yr	0.000	8.512	7.20	7.91	602	476	566	Malaysia MYR	3yr	3.172	3.737	3.566	3.496	112	99	110
	5yr	10.000	10.487	8.60	9.10	800	616	685		5yr	3.260	3.847	-	-	109	-	-
	10yr	10.000	12.444	9.76	10.00	995	732	775		10yr	4.181	4.203	4.024	4.098	128	110	122

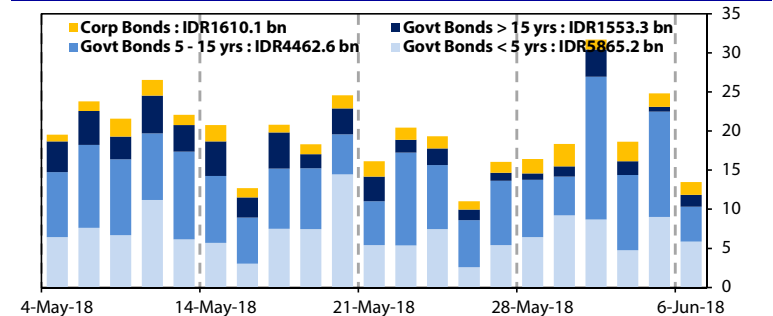
Sources: Bloomberg (Current Yield Curve), US Treasury

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	30-May-18	25bps ↑	3.23	1.52
US (Fed Fund Rate)	1.75	21-Mar-18	25bps ↑	2.50	-0.75
Euro Region	0.00	16-Mar-16	-5bps ↓	1.40	-1.40
Japan	0.10	19-Dec-08	-20bps ↓	0.60	-0.50
India (Repo Rate)	6.25	6-Jun-18	25bps ↑	3.97	2.28
Malaysia	3.25	25-Jan-18	25bps ↑	1.40	1.85
Philippines	3.25	10-May-18	25bps ↑	4.60	-1.35
Thailand	3.00	25-Jan-12	-25bps ↓	1.49	1.51
Singapore	0.08	31-Dec-13	5bps ↑	0.10	-0.02
Brazil	6.50	21-Mar-18	-25bps ↓	2.76	3.74

Sources: Bloomberg

GLOBAL STOCK MARKETS

Stock Index	6-Jun-18	-1 Day	Return (%)				
			Daily	WoW	MoM	YoY	YTD
Indonesia (JCI)	6,070 ↓	6,089	-0.31	0.98	3.14	6.34	-4.50
Dow Jones (DJIA)	25,146 ↑	24,800	1.40	1.94	3.24	18.97	1.73
London (FTSE 100)	7,712 ↑	7,687	0.33	0.30	1.92	2.49	0.32
Nikkei 225	22,626 ↑	22,540	0.38	2.76	0.71	13.24	-0.61
Hang Seng (HIS)	31,259 ↑	31,093	0.53	4.00	4.22	20.24	4.48
Malaysia (KLCI)	1,777 ↑	1,755	1.25	3.36	-2.79	-0.77	-1.10
Philippines (PSEI)	7,689 ↑	7,686	0.04	2.93	2.07	-3.32	-10.16
Thailand (SET)	1,739 ↑	1,733	0.35	0.79	-2.31	10.82	-0.86
Singapore (STI)	3,468 ↓	3,483	-0.44	0.69	-1.84	7.17	1.91
Brazil (BOVESPA)	76,117 ↓	76,642	-0.68	-0.83	-7.98	20.91	-0.37

Sources: Bloomberg & Danareksa

CURRENCY & COMMODITY

Price	6-Jun-18	-1 Day	-1 Week	-1 Month	EoP 2017
USD/IDR	13,853 ↓	13,880	13,993	14,001	13,555
Brent	75.02 ↑	74.35	77.12	75.47	66.82
WTI Crude Oil	64.73 ↓	65.52	68.21	70.73	60.42

Sources: Bloomberg

PERFORMANCE OF IDR GOVERNMENT BONDS

As of	Average YTM (%)	Change (bps)	Return (%)				
			Daily	WoW	MoM	YoY	YTD
6-Jun-18	6.79		-0.25	0.75	-1.05	5.99	-1.74
-1 Day	6.74	4.7 ↓	-0.23	2.03	-1.01	6.29	-1.49
-1 Week	6.82	-3.5 ↓	0.28	1.88	-0.98	5.73	-2.20
-1 Month	6.62	17.2 ↑	-0.55	-0.42	-2.11	8.04	-1.22
-1 Year	6.95	-16.4 ↓	0.03	0.24	1.21	11.83	8.78

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		
FR0032	1-Sep-05	15-Jul-18	15.00	0.1	0.11	2.98	↓ -12.2bps	101.21	2.933	3.044	101.26	101.28	15-May-18	101.58	25.00	2
FR0038	24-Aug-06	15-Aug-18	11.60	0.2	0.19	3.76	↓ -91.3bps	101.44	3.675	3.786	101.47	101.50	14-May-18	101.50	21.70	2
FR0048	27-Sep-07	15-Sep-18	9.00	0.3	0.27	5.05	↑ 30.2bps	101.02	4.584	4.695	101.14	101.17	28-May-18	101.00	0.63	1
FR0069	29-Aug-13	15-Apr-19	7.88	0.9	0.81	6.28	↑ 0.5bps	101.30	6.113	6.224	101.35	101.44	6-Jun-18	101.20	339.03	5
FR0036	20-Apr-06	15-Sep-19	11.50	1.3	1.16	6.40	↑ 2.7bps	106.10	6.349	6.459	106.05	106.19	31-May-18	106.04	62.10	3
FR0031	16-Jun-05	15-Nov-20	11.00	2.4	2.13	6.67	↑ 0.7bps	109.58	6.647	6.758	109.39	109.65	5-Jun-18	109.59	98.68	3
FR0034	26-Jan-06	15-Jun-21	12.80	3.0	2.42	6.82	↑ 0.5bps	116.06	6.729	6.840	116.04	116.36	6-Jun-18	116.10	21.88	2
FR0053	8-Jul-10	15-Jul-21	8.25	3.1	2.64	6.82	↑ 4.6bps	103.93	6.731	6.842	103.87	104.18	6-Jun-18	103.65	377.00	7
FR0061	6-Oct-11	15-May-22	7.00	3.9	3.38	6.86	↑ 3.3bps	100.47	6.758	6.868	100.44	100.82	6-Jun-18	100.20	547.20	14
FR0035	16-Feb-06	15-Jun-22	12.90	4.0	3.07	6.97	→ 0.0bps	120.48	6.934	7.045	120.21	120.64	6-Jun-18	121.40	30.00	2
FR0043	22-Feb-07	15-Jul-22	10.25	4.1	3.26	6.85	↑ 4.4bps	111.96	6.877	6.988	111.46	111.88	31-May-18	111.50	12.50	1
FR0063	13-Aug-12	15-May-23	5.63	4.9	4.21	6.83	↑ 2.4bps	95.04	6.727	6.838	94.98	95.43	6-Jun-18	95.05	692.99	17
FR0046	19-Jul-07	15-Jul-23	9.50	5.1	3.94	7.05	↑ 24.5bps	110.32	6.958	7.069	110.26	110.76	4-Jun-18	111.75	7.40	1
FR0039	24-Aug-06	15-Aug-23	11.75	5.2	3.89	7.09	↑ 15.7bps	119.92	7.002	7.113	119.82	120.35	4-Jun-18	121.45	6.90	1
FR0070	29-Aug-13	15-Mar-24	8.38	5.8	4.49	7.10	↑ 11.1bps	105.92	7.060	7.170	105.60	106.13	6-Jun-18	105.60	213.00	14
FR0044	19-Apr-07	15-Sep-24	10.00	6.3	4.66	7.13	↑ 7.4bps	114.30	7.112	7.223	113.79	114.39	4-Jun-18	114.55	8.58	1
FR0040	21-Sep-06	15-Sep-25	11.00	7.3	5.11	7.21	↑ 4.3bps	121.13	7.176	7.286	120.66	121.36	5-Jun-18	121.44	6.66	2
FR0037	18-May-06	15-Sep-26	12.00	8.3	5.51	7.23	↑ 0.5bps	129.30	7.266	7.376	128.23	129.03	25-May-18	126.00	14.00	1
FR0056	23-Sep-10	15-Sep-26	8.38	8.3	5.90	7.21	↑ 6.2bps	107.14	7.225	7.335	106.35	107.05	6-Jun-18	107.15	296.50	7
FR0059	15-Sep-11	15-May-27	7.00	8.9	6.52	7.19	↑ 9.0bps	98.74	7.212	7.322	97.90	98.62	6-Jun-18	99.00	650.00	32
FR0042	25-Jan-07	15-Jul-27	10.25	9.1	5.99	7.20	↓ -2.0bps	120.10	7.286	7.396	118.66	119.47	5-Jun-18	120.00	100.00	1
FR0047	30-Aug-07	15-Feb-28	10.00	9.7	6.29	7.49	↑ 6.0bps	117.06	7.340	7.450	117.36	118.20	5-Jun-18	118.45	39.00	2
FR0064	13-Aug-12	15-May-28	6.13	9.9	7.20	7.15	↑ 7.5bps	92.78	7.087	7.197	92.47	93.22	6-Jun-18	92.68	1,412.43	47
FR0071	12-Sep-13	15-Mar-29	9.00	10.8	6.94	7.44	↑ 4.5bps	111.39	7.364	7.475	111.13	112.00	6-Jun-18	110.75	87.23	6
FR0052	20-Aug-09	15-Aug-30	10.50	12.2	7.17	7.68	↑ 23.2bps	122.06	7.576	7.687	121.99	122.98	6-Jun-18	121.00	40.99	3
FR0073	6-Aug-15	15-May-31	8.75	12.9	7.87	7.65	↓ -2.2bps	108.91	7.625	7.736	108.19	109.14	6-Jun-18	109.00	4.00	1
FR0074	10-Nov-16	15-Aug-32	7.50	14.2	8.40	7.67	↑ 11.4bps	98.50	7.669	7.780	97.60	98.54	6-Jun-18	98.35	371.75	24
FR0054	22-Jul-10	15-Jul-31	9.50	13.1	7.57	7.75	↑ 11.2bps	114.27	7.690	7.801	113.78	114.77	6-Jun-18	114.75	130.88	4
FR0058	21-Jul-11	15-Jun-32	8.25	14.0	8.05	7.75	↑ 3.2bps	104.24	7.716	7.827	103.56	104.52	6-Jun-18	104.49	183.56	5
FR0065	30-Aug-12	15-May-33	6.63	14.9	9.07	7.57	↑ 7.7bps	91.61	7.552	7.663	90.85	91.77	6-Jun-18	91.85	838.84	59
FR0068	1-Aug-13	15-Mar-34	8.38	15.8	8.72	7.77	↓ -0.6bps	105.47	7.772	7.883	104.38	105.41	6-Jun-18	107.10	267.74	17
FR0072	9-Jul-15	15-May-36	8.25	17.9	9.42	7.80	↑ 4.4bps	104.32	7.839	7.950	102.84	103.91	6-Jun-18	103.00	391.10	20
FR0045	24-May-07	15-May-37	9.75	18.9	9.43	7.63	↑ 3.1bps	121.01	7.392	7.502	122.52	123.83	4-Jun-18	119.50	7.20	1
FR0075	10-Aug-17	15-May-38	7.50	19.9	10.16	7.61	↑ 2.0bps	98.88	7.682	7.792	97.06	98.15	6-Jun-18	99.20	348.38	83
FR0050	24-Jan-08	15-Jul-38	10.50	20.1	9.20	7.86	↓ -1.3bps	126.48	7.828	7.939	125.50	126.83	4-Jun-18	126.60	13.00	1
FR0057	21-Apr-11	15-May-41	9.50	22.9	10.09	7.96	↓ -0.3bps	116.07	7.880	7.991	115.75	117.06	5-Jun-18	116.00	20.00	1
FR0062	9-Feb-12	15-Apr-42	6.38	23.9	10.96	7.96	↑ 20.4bps	83.20	7.708	7.818	84.49	85.54	6-Jun-18	88.50	4.85	4
FR0067	18-Jul-13	15-Feb-44	8.75	25.7	10.51	7.87	↓ -33.2bps	109.67	7.848	7.959	108.58	109.88	6-Jun-18	109.50	40.00	2
FR0076	22-Sep-17	15-May-48	7.38	29.9	11.41	7.98	→ 0.0bps	93.17	7.860	7.971	93.24	94.44	6-Jun-18	95.50	50.27	47
ORI012	21-Oct-15	15-Oct-18	9.00	0.4	-	5.49	↓ 4.2bps	101.22	5.200	5.311	101.30	101.34	6-Jun-18	100.15	6.77	15
ORI013	26-Oct-16	15-Oct-19	6.60	1.4	-	6.34	↓ -4.9bps	100.34	6.191	6.302	100.39	100.53	6-Jun-18	101.00	371.89	12
ORI014	25-Oct-17	15-Oct-20	5.85	2.4	-	6.54	↑ 31.7bps	98.50	6.062	6.173	99.29	99.54	6-Jun-18	98.65	64.72	14
IFR0008	15-Apr-10	15-Mar-20	8.80	1.8	1.61	6.19	↓ -1.1bps	104.30	6.084	6.194	104.30	104.49	5-May-14	103.65	5.00	3
IFR0007	21-Jan-10	15-Jan-25	10.25	6.6	4.76	7.02	↑ 2.3bps	116.81	6.761	6.871	117.69	118.34	10-Oct-17	120.36	10.00	2
IFR0006	1-Apr-10	15-Mar-30	10.25	11.8	7.17	7.35	↓ -0.1bps	122.55	7.269	7.380	122.30	123.30	3-May-18	122.20	2.00	2
IFR0010	3-Mar-11	15-Feb-36	10.00	17.7	8.61	8.38	↑ 1.7bps	114.75	8.026	8.137	117.29	118.46	23-Aug-17	120.00	1.01	1
PBS002	2-Feb-12	15-Jan-22	5.45	3.6	3.14	6.86	↑ 28.6bps	95.56	6.500	6.611	96.32	96.66	6-Jun-18	95.30	312.00	4
PBS003	2-Feb-12	15-Jan-27	6.00	8.6	6.38	7.13	↓ -0.8bps	92.83	6.974	7.084	93.09	93.77	6-Jun-18	95.62	93.55	2
PBS004	16-Feb-12	15-Feb-37	6.10	18.7	10.13	7.63	→ 0.0bps	84.90	7.588	7.699	84.28	85.25	6-Jun-18	95.77	449.93	12
PBS005	2-May-13	15-Apr-43	6.75	24.9	11.01	7.90	↑ 2.3bps	87.54	7.787	7.897	87.58	88.67	16-May-18	93.03	176.00	2
PBS006	19-Sep-13	15-Sep-20	8.25	2.3	2.02	6.44	↑ 3.4bps	103.76	6.026	6.137	104.41	104.65	6-Jun-18	102.84	10.00	2
PBS011	14-Jan-16	15-Aug-23	8.75	5.2	4.10	6.33	↓ -5.7bps	110.52	6.260	6.371	110.37	110.88	6-Jun-18	110.00	24.00	2
PBS012	28-Jan-16	15-Nov-31	8.88	13.4	7.98	7.81	↓ -16.7bps	108.78	7.746	7.856	108.35	109.32	6-Jun-18	108.51	95.88	2
PBS013	6-Oct-16	15-May-19	6.25	0.9	0.90	6.47	↓ -1.6bps	99.80	6.333	6.443	99.82	99.92	6-Jun-18	99.55	314.39	11
PBS014	6-Oct-16	15-May-21	6.50	2.9	2.62	6.92	↑ 0.1bps	98.89	6.538	6.649	99.60	99.89	6-Jun-18	98.80	0.08	1
PBS015	21-Jul-17	15-Jul-47	8.00	29.1	10.87	8.02	↓ -0.3bps	99.80	7.912	8.023	99.73	100.98	18-Apr-18	104.30	314.00	2
PBS016	6-Sep-17	15-Mar-20	6.25	1.8	1.63	6.58	→ 0.0bps	99.45	6.37	6.479	99.61	99.79	6-Jun-18	99.15	107.64	4
PBS017	11-Jan-18	15-Oct-25	6.13	7.4	5.73	7.05	↑ 0.4bps	94.77	6.733	6.843	95.89	96.51	16-May-18	93.35	15.00	5
SR008	10-Mar-16	10-Mar-19	8.30	0.8	-	6.48	↑ 8.8bps	101.34	6.306	6.416	101.39	101.48	6-Jun-18	101.50	19.58	21
SR009	22-Mar-17	10-Mar-20	6.90	1.8	-	6.51	↑ 1.5bps	100.64	6.329	6.439	100.76	100.95	6-Jun-18	100.50	34.18	16

*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)

<