

HEADLINES & ANALYSIS

- Major Turkish companies, financial institutions and the government have at least \$16 billion in bonds denominated in foreign currency that are due by the end of next year, data compiled by Bloomberg shows. The amount due by the end of next year is mostly composed of debt issued by Turkish financial institutions, and includes conventional bonds and Islamic sukuk bonds valued at a minimum of \$100 million at the time of issuance. (Bloomberg)
- The dollar-yen carry trade just got more appealing for investors, thanks to the Bank of Japan. The U.S.-Japan policy divergence has gained more prominence with Governor Haruhiko Kuroda's adoption of forward guidance to convey that rates in the Asian nation will stay extremely low for an extended period. (Bloomberg)
- The wave of volatility engulfing emerging markets increases the odds of another interest-rate hike in Indonesia in a policy decision on Wednesday that economists say is a close call. A rate pause this week was looking like a comfortable prediction after three rate hikes totaling 1 percentage point since mid-May helped to stabilize the rupiah and reverse some of the outflows earlier this year. That was all upended when Turkey's lira plunged last week, sparking fears of emerging-market contagion that put the rupiah back in the spotlight and forced Bank Indonesia to step up its currency intervention to stem the fallout. (Bloomberg)

YIELD CURVE (%)

	TTM	14-Aug-18	-1 Day	Change	TTM	14-Aug-18	-1 Day	Change
3 months	5.285	5.174	0.110		15 years	8.331	8.231	0.100
6 months	5.795	5.675	0.120		16 years	8.350	8.261	0.089
1 year	6.465	6.414	0.051		17 years	8.367	8.287	0.079
2 years	6.987	7.013	-0.026		18 years	8.381	8.310	0.071
3 years	7.292	7.271	0.021		19 years	8.394	8.330	0.063
4 years	7.524	7.430	0.094		20 years	8.405	8.348	0.056
5 years	7.707	7.557	0.150		21 years	8.414	8.364	0.050
6 years	7.849	7.667	0.182		22 years	8.423	8.378	0.045
7 years	7.960	7.766	0.194		23 years	8.431	8.390	0.040
8 years	8.046	7.854	0.192		24 years	8.437	8.401	0.036
9 years	8.115	7.932	0.183		25 years	8.443	8.411	0.033
10 years	8.170	8.001	0.170		26 years	8.449	8.420	0.029
11 years	8.215	8.060	0.155		27 years	8.454	8.428	0.026
12 years	8.252	8.112	0.140		28 years	8.458	8.435	0.024
13 years	8.283	8.158	0.125		29 years	8.462	8.441	0.021
14 years	8.309	8.197	0.112		30 years	8.466	8.447	0.019

Source : Danareksa Sekuritas

MOST ACTIVE GOVERNMENT BONDS

Bond	Coupon	Maturity	Last Price	Yield	Volume (IDR bn)
FR0064	6.125	15-May-28	87.46	7.979	3,933.99
FR0065	6.625	15-May-33	85.06	8.348	2,459.43
FR0063	5.625	15-May-23	91.50	7.767	1,687.03
FR0072	8.250	15-May-36	98.80	8.399	1,257.19
SPN12181115	-	15-Nov-18	98.70	-	1,225.00

Sources: Bloomberg; Indonesia Stock Exchange (Volume)

MOST ACTIVE CORPORATE BONDS

Bond	Rating	Coupon	Maturity	Last Price	Yield	Volume
BAFI02B	idAA	7.900	15-May-21	100.11	7.86	236.00
ISAT02ACN2	idAAA	6.150	19-Nov-18	99.87	6.16	100.00
SIEXCL01CCN1	AAA(Idn)	9.520	2-Dec-20	103.50	7.84	87.00
BVICO1BCN2	idA-	10.300	5-Jun-23	100.05	10.29	80.00
FIFA03ACN2	idAAA	6.500	20-Oct-18	99.90	6.51	40.00

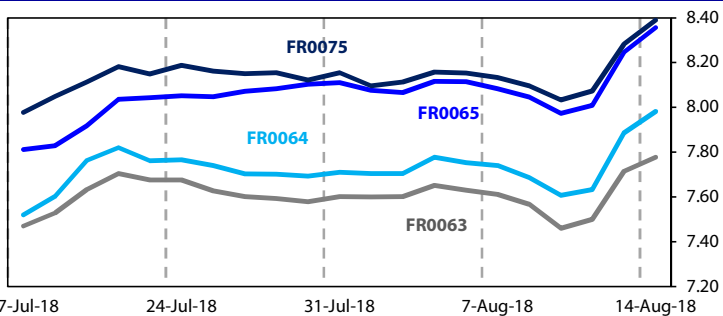
*Current yield; Coupon, Last Price & Yield are in %; Volume is in IDR bn; Rating code: id(Pefindo) & idn (Fitch Indonesia)

SOVEREIGN BOND YIELDS

Country	Tenor	Coupon (%)	14-Aug-18			Spread over UST YC (bps)			Country	Tenor	Coupon (%)	14-Aug-18			Spread over UST YC (bps)		
			14-Aug-18	-1 Mo	-3 Mo	14-Aug-18	-1 Mo	-3 Mo				14-Aug-18	-1 Mo	-3 Mo			
United States USD	2yr		2.63	2.58	2.40				Philippines PHP	2yr	6.00	5.08	4.31	4.22	245	187	197
	5yr		2.77	2.77	2.65					5yr	7.88	5.91	5.46	-	314	269	-
	10yr		2.89	2.92	2.88					10yr	11.38	6.54	6.29	-	365	337	-
German EUR	2yr	0.25	-0.64	-	-	-327	-	-	Thailand THB	2yr	3.13	1.76	1.45	1.45	-87	-99	-80
	5yr	1.00	-0.24	-	-	-301	-	-		5yr	3.45	2.21	1.82	1.84	-56	-95	-81
	10yr	1.75	0.33	-	-	-256	-	-		10yr	3.63	2.73	-	-	-16	-	-
Indonesia USD	2yr	11.63	2.78	2.81	2.54	15	37	29	India INR	2yr	7.59	7.50	7.06	-	487	462	-
	5yr	3.75	3.93	3.74	3.52	116	97	87		5yr	7.28	7.86	7.53	-	509	476	-
	10yr	3.50	4.39	4.14	4.04	150	122	116		10yr	8.83	7.82	7.63	7.67	493	471	479
Brazil BRL	2yr	0.00	8.46	7.20	7.91	583	476	566	Malaysia MYR	3yr	3.17	3.55	3.57	3.50	84	99	110
	5yr	10.00	10.10	8.60	9.10	747	616	685		5yr	3.26	3.76	-	-	99	-	-
	10yr	10.00	11.73	9.76	10.00	910	732	775		10yr	4.18	4.06	4.02	4.10	117	110	122

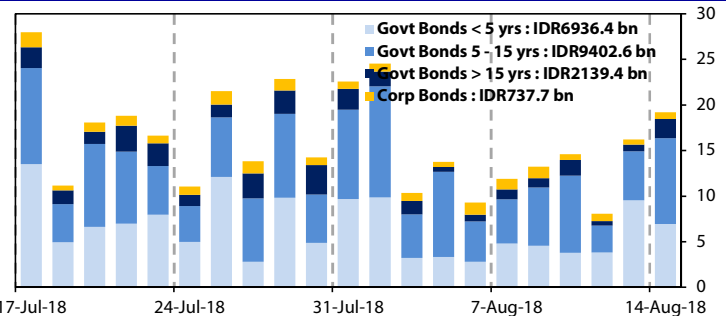
Sources: Bloomberg (Current Yield Curve), US Treasury

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)	5.25	29-Jun-18	50bps ↑	3.18	2.07
US (Fed Fund Rate)	2.00	13-Jun-18	25bps ↑	2.90	-0.90
Euro Region	0.00	16-Mar-18	-5bps ↓	2.00	-2.00
Japan	0.10	19-Dec-08	-20bps ↓	0.70	-0.60
India (Repo Rate)	6.50	0-Jan-00	0bps →	3.93	2.57
Malaysia	3.25	25-Jan-18	25bps ↑	0.80	2.45
Philippines	4.00	9-Aug-18	50bps ↑	5.70	-1.70
Thailand	3.00	25-Jan-12	-25bps ↓	1.46	1.54
Singapore	0.08	31-Dec-13	5bps ↑	0.60	-0.52
Brazil	6.50	21-Mar-18	-25bps ↓	4.48	2.02

Sources: Bloomberg

GLOBAL STOCK MARKETS

Stock Index	14-Aug-18	-1 Day	Return (%)				
			Daily	WoW	MoM	YoY	YTD
Indonesia (JCI)	5,770 ↓	5,861	-1.56	-5.28	-2.93	-0.54	-9.22
Dow Jones (DJIA)	25,300 ↑	25,188	0.45	-1.28	-1.12	15.03	2.35
London (FTSE 100)	7,612 ↓	7,642	-0.40	-1.38	-0.66	3.50	-0.99
Nikkei 225	22,356 ↑	21,857	2.28	-1.35	-1.07	14.43	-1.80
Hang Seng (HIS)	27,753 ↓	27,937	-0.66	-1.76	-2.71	1.84	-7.24
Malaysia (KLCI)	1,784 ↑	1,783	0.02	-0.41	3.59	0.72	-0.73
Philippines (PSEI)	7,528 ↓	7,635	-1.41	-2.56	1.74	-5.46	-12.04
Thailand (SET)	1,695 ↓	1,706	-0.62	-0.70	3.15	8.59	-3.33
Singapore (STI)	3,243 ↓	3,245	-0.08	-2.91	-0.54	-1.99	-4.70
Brazil (BOVESPA)	78,602 ↑	77,496	1.43	-2.17	2.62	15.11	2.88

Sources: Bloomberg & Danareksa

CURRENCY & COMMODITY

Price	14-Aug-18	-1 Day	-1 Week	-1 Month	EoP 2017
USD/IDR	14,584 ↓	14,608	14,442	14,378	13,555
Brent	71.37 ↓	71.92	73.49	74.25	66.82
WTI Crude Oil	67.04 ↓	67.2	69.17	71.01	60.42

Sources: Bloomberg

PERFORMANCE OF IDR GOVERNMENT BONDS

As of	Average YTM (%)	Change (bps)	Return (%)				
			Daily	WoW	MoM	YoY	YTD
14-Aug-18	7.35		-0.43	-0.65	-1.36	1.54	-4.34
-1 Day	7.30	↑ 5.8	-0.83	-0.05	-0.83	2.06	-3.93
-1 Week	7.26	↑ 9.7	0.17	0.19	0.54	2.48	-3.72
-1 Month	7.11	↑ 24.2	0.11	1.26	-1.82	4.64	-3.03
-1 Year	6.75	↑ 60.2	0.08	0.27	1.65	6.65	10.53

Sources: Danareksa

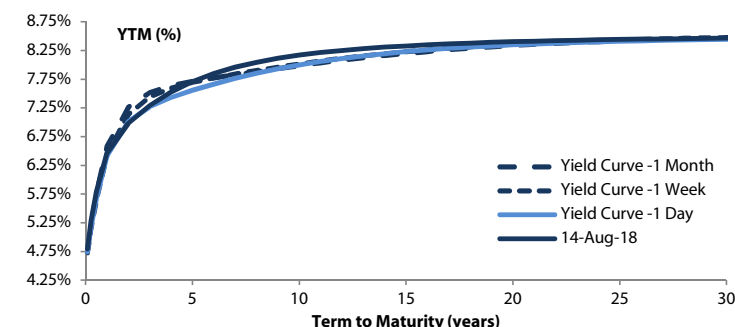
VALUATIONS OF GOVERNMENT BONDS

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
FR0069	29-Aug-13	15-Apr-19	7.88	0.7	0.63	6.53 ↑ 2.3bps	100.85	6.370 6.480	100.89 100.96	14-Aug-18	100.75	404.16	18
FR0036	20-Apr-06	15-Sep-19	11.50	1.1	0.98	6.52 → 0.0bps	105.12	6.476 6.586	105.06 105.18	30-Jul-18	104.75	33.00	1
FR0031	16-Jun-05	15-Nov-20	11.00	2.3	1.95	7.08 ↑ 4.7bps	107.98	6.904 7.014	108.15 108.39	14-Aug-18	107.90	6.98	2
FR0034	26-Jan-06	15-Jun-21	12.80	2.8	2.37	7.20 ↑ 4.3bps	114.08	7.101 7.211	114.08 114.39	14-Aug-18	113.00	2.44	2
FR0053	8-Jul-10	15-Jul-21	8.25	2.9	2.55	7.26 ↓ -1.1bps	102.55	7.109 7.219	102.66 102.95	14-Aug-18	102.75	474.42	14
FR0061	6-Oct-11	15-May-22	7.00	3.8	3.19	7.47 ↑ 6.8bps	98.46	7.399 7.509	98.35 98.70	14-Aug-18	98.90	315.37	16
FR0035	16-Feb-06	15-Jun-22	12.90	3.8	3.04	7.36 → 0.0bps	118.22	7.312 7.422	117.97 118.38	9-Aug-18	118.00	19.00	1
FR0043	22-Feb-07	15-Jul-22	10.25	3.9	3.21	7.54 → 0.0bps	109.02	7.516 7.626	108.73 109.12	8-Aug-18	108.50	1.99	1
FR0063	13-Aug-12	15-May-23	5.63	4.8	3.99	7.77 ↑ 3.3bps	91.62			14-Aug-18	91.50	1,687.03	88
FR0046	19-Jul-07	15-Jul-23	9.50	4.9	3.89	7.80 ↑ 16.2bps	106.80	7.621 7.731	107.11 107.58	14-Aug-18	106.50	208.00	3
FR0039	24-Aug-06	15-Aug-23	11.75	5.0	3.67	7.81 ↑ 1.3bps	116.06	7.751 7.861	115.83 116.33	1-Aug-18	117.75	0.20	1
FR0070	29-Aug-13	15-Mar-24	8.38	5.6	4.27	7.88 ↑ 1.3bps	102.19	7.782 7.892	102.14 102.64	14-Aug-18	102.15	378.83	9
FR0044	19-Apr-07	15-Sep-24	10.00	6.1	4.43	7.90 ↑ 23.7bps	110.00	7.855 7.965	109.65 110.21	2-Aug-18	110.10	6.00	3
FR0040	21-Sep-06	15-Sep-25	11.00	7.1	4.87	7.94 ↑ 8.4bps	116.35	7.965 8.075	115.54 116.18	14-Aug-18	115.54	99.09	4
FR0037	18-May-06	15-Sep-26	12.00	8.1	5.28	7.97 → 0.0bps	124.96	7.945 8.056	123.09 123.84	1-Aug-18	124.25	16.00	4
FR0056	23-Sep-10	15-Sep-26	8.38	8.1	5.64	7.98 ↑ 5.6bps	102.30	7.982 8.092	101.64 102.30	14-Aug-18	101.60	328.42	22
FR0059	15-Sep-11	15-May-27	7.00	8.8	6.24	8.05 ↑ 7.1bps	93.50	7.990 8.101	93.18 93.83	14-Aug-18	93.10	788.88	43
FR0042	25-Jan-07	15-Jul-27	10.25	8.9	5.96	8.08 ↑ 13.8bps	113.58	8.050 8.160	113.05 113.80	6-Aug-18	114.15	10.00	2
FR0047	30-Aug-07	15-Feb-28	10.00	9.5	6.01	8.14 ↑ 33.8bps	112.13	8.080 8.190	111.79 112.57	9-Aug-18	116.50	0.59	1
FR0064	13-Aug-12	15-May-28	6.13	9.8	6.91	7.98 ↑ 8.0bps	87.59	7.857 7.968	87.65 88.33	14-Aug-18	87.46	3,933.99	200
FR0071	12-Sep-13	15-Mar-29	9.00	10.6	6.66	8.03 ↑ 8.3bps	106.80	8.102 8.212	105.49 106.29	14-Aug-18	108.40	16.46	6
FR0052	20-Aug-09	15-Aug-30	10.50	12.0	6.91	8.07 ↓ -0.4bps	118.44	8.228 8.338	116.20 117.12	14-Aug-18	119.65	9.68	1
FR0073	6-Aug-15	15-May-31	8.75	12.8	7.57	8.18 ↑ 13.4bps	104.41	8.228 8.338	103.18 104.06	14-Aug-18	100.25	487.14	17
FR0074	10-Nov-16	15-Aug-32	7.50	14.0	8.02	8.37 ↑ 12.0bps	92.92	8.247 8.358	93.00 93.86	14-Aug-18	93.15	97.81	12
FR0054	22-Jul-10	15-Jul-31	9.50	12.9	7.57	8.31 ↑ 6.9bps	109.27	8.242 8.352	108.96 109.88	14-Aug-18	109.00	38.14	3
FR0058	21-Jul-11	15-Jun-32	8.25	13.8	8.04	8.31 ↑ 10.2bps	99.48	8.234 8.344	99.22 100.12	14-Aug-18	100.50	30.23	8
FR0065	30-Aug-12	15-May-33	6.63	14.8	8.65	8.35 ↑ 9.7bps	85.52	8.138 8.249	86.27 87.12	14-Aug-18	85.06	2,459.43	93
FR0068	1-Aug-13	15-Mar-34	8.38	15.6	8.32	8.39 ↑ 12.4bps	99.83	8.294 8.404	99.74 100.69	14-Aug-18	101.80	127.12	22
FR0072	9-Jul-15	15-May-36	8.25	17.8	8.99	8.40 ↑ 5.9bps	98.62	8.284 8.394	98.66 99.66	14-Aug-18	98.80	1,257.19	162
FR0045	24-May-07	15-May-37	9.75	18.8	8.87	8.48 ↑ 18.4bps	111.75	8.332 8.442	112.18 113.32	13-Aug-18	113.50	0.90	1
FR0075	10-Aug-17	15-May-38	7.50	19.8	9.59	8.39 ↑ 9.3bps	91.45	8.167 8.277	92.48 93.49	14-Aug-18	91.51	609.31	178
FR0050	24-Jan-08	15-Jul-38	10.50	19.9	9.08	8.54 ↑ 16.0bps	118.62	8.373 8.484	119.21 120.42	13-Aug-18	119.50	0.70	2
FR0057	21-Apr-11	15-May-41	9.50	22.8	9.62	8.47 → 0.0bps	110.27	8.442 8.552	109.41 110.60	10-Aug-18	113.00	0.40	1
FR0062	9-Feb-12	15-Apr-42	6.38	23.7	10.45	8.43 ↓ -0.5bps	79.05	8.429 8.539	78.14 79.07	14-Aug-18	83.85	0.76	2
FR0067	18-Jul-13	15-Feb-44	8.75	25.5	9.93	8.45 ↑ 0.9bps	103.17	8.426 8.536	102.21 103.38	9-Aug-18	102.98	36.00	2
FR0076	22-Sep-17	15-May-48	7.38	29.8	10.81	8.47 ↑ 3.0bps	88.12	8.378 8.489	87.97 89.05	14-Aug-18	89.75	1.96	4
ORI012	21-Oct-15	15-Oct-18	9.00	0.2	-	4.98 ↑ 6.8bps	100.66	5.236 5.347	100.61 100.63	14-Aug-18	100.20	61.53	19
ORI013	26-Oct-16	15-Oct-19	6.60	1.2	-	6.68 ↑ 6.2bps	99.92	6.608 6.719	99.87 99.99	14-Aug-18	99.20	78.51	25
ORI014	25-Oct-17	15-Oct-20	5.85	2.2	-	7.02 ↑ 7.1bps	97.65	6.842 6.953	97.79 98.00	14-Aug-18	97.00	6.70	15
IFR0008	15-Apr-10	15-Mar-20	8.80	1.6	1.42	6.89 ↓ -9.8bps	102.81	6.600 6.711	103.09 103.25	5-May-14	103.65	5.00	3
IFR0007	21-Jan-10	15-Jan-25	10.25	6.4	4.72	8.03 ↑ 1.9bps	110.97	7.889 7.999	111.12 111.70	22-Jun-18	120.96	30.00	2
IFR0006	1-Apr-10	15-Mar-30	10.25	11.6	6.77	8.45 ↑ 2.4bps	113.14	8.256 8.367	113.79 114.68	5-Jul-18	114.83	43.00	4
IFR0010	3-Mar-11	15-Feb-36	10.00	17.5	8.21	8.92 ↑ 4.0bps	109.48	8.398 8.508	113.45 114.56	23-Aug-17	120.00	1.01	1
PBS002	2-Feb-12	15-Jan-22	5.45	3.4	3.03	7.57 ↑ 0.1bps	93.73	7.283 7.393	94.22 94.53	13-Aug-18	93.95	15.00	3
PBS003	2-Feb-12	15-Jan-27	6.00	8.4	6.29	8.17 → 0.0bps	86.98	8.391 8.502	85.16 85.76	7-Jun-18	95.39	152.00	4
PBS004	16-Feb-12	15-Feb-37	6.10	18.5	9.49	8.60 ↑ 0.5bps	77.07	8.618 8.728	76.08 76.91	31-Jul-18	97.05	288.00	4
PBS005	2-May-13	15-Apr-43	6.75	24.7	10.09	8.96 → 0.0bps	78.15	8.331 8.441	82.55 83.54	14-Aug-18	82.20	140.00	7
PBS006	19-Sep-13	15-Sep-20	8.25	2.1	1.84	6.52 ↓ -62.9bps	103.31	6.830 6.941	102.49 102.71	1-Aug-18	102.50	5.60	1
PBS011	14-Jan-16	15-Aug-23	8.75	5.0	3.93	6.19 ↓ -0.1bps	110.84	6.389 6.499	109.48 109.97	3-Aug-18	103.82	1.86	1
PBS012	28-Jan-16	15-Nov-31	8.88	13.3	7.64	8.48 ↓ -1.0bps	103.11	8.307 8.418	103.59 104.49	14-Aug-18	102.79	30.00	2
PBS013	6-Oct-16	15-May-19	6.25	0.8	0.71	6.44 ↓ -3.3bps	99.85	6.470 6.581	99.75 99.83	14-Aug-18	99.65	231.00	5
PBS014	6-Oct-16	15-May-21	6.50	2.8	2.43	7.41 ↓ -8.6bps	97.77	7.018 7.128	98.44 98.71	8-Aug-18	97.35	4.00	1
PBS015	21-Jul-17	15-Jul-47	8.00	28.9	10.28	9.08 → 0.0bps	89.00	8.419 8.529	94.34 95.48	8-Aug-18	91.53	293.00	7
PBS016	6-Sep-17	15-Mar-20	6.25	1.6	1.44	7.27 ↑ 27.7bps	98.49	6.632 6.743	99.26 99.43	14-Aug-18	98.50	45.03	4
PBS017	11-Jan-18	15-Oct-25	6.13	7.2	5.48	7.99 ↓ -0.8bps	89.98	7.929 8.040	89.71 90.26	8-Aug-18	89.10	6.00	2
SR008	10-Mar-16	10-Mar-19	8.30	0.6	-	6.64 ↑ 29.8bps	100.92	6.291 6.401	101.06 101.13	14-Aug-18	99.70	129.47	21
SR009	22-Mar-17	10-Mar-20	6.90	1.6	-	7.04 ↑ 5.5bps	99.79	6.828 6.938	99.94 100.11	14-Aug-18	99.10	19.97	21
SR010	21-Mar-18	10-Mar-21	5.90	2.6	-	7.28 ↑ 3.1bps	96.77	7.05 7.155	97.06 97.31	14-Aug-18	96.00	6.18	18

*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

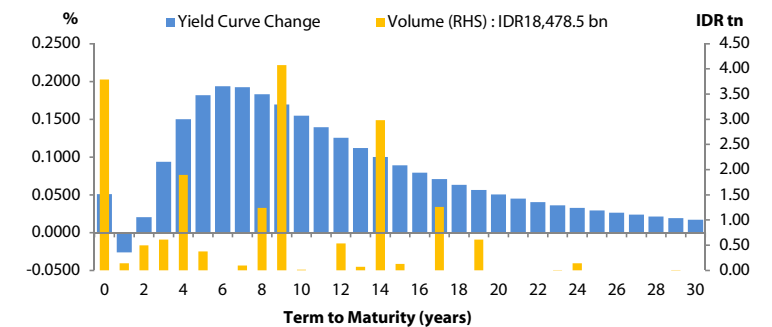


Source: Danareksa Sekuritas

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