

### HEADLINES & ANALYSIS

- China is moving toward cutting its trade-war tariffs on imported U.S.-made cars. A proposal to reduce levies to 15% from the current 40% has been submitted to China's Cabinet to be reviewed in the coming days. (Bloomberg)
- U.S. stocks ended pretty much where they started, wiping out gains after Trump escalated his government shutdown threats over border wall funding. The S&P was flat following an early advance of as much as 1.4%. The pound was the worst-performing G-10 currency amid the Brexit chaos, while the Aussie outperformed. Oil rose, while Treasuries and gold declined. Asian equity futures are higher. (Bloomberg)
- Indonesian retailers and consumer goods stocks may move after the central bank's survey showed retail sales are expected to rise 3.4% in November. Clothing and fuel for vehicle seen growing 29% and 18%, respectively, on annual basis, according to Bank Indonesia survey. (Bloomberg)

### YIELD CURVE (%)

TTM	11-Dec-18	-1 Day	Change	TTM	11-Dec-18	-1 Day	Change
3 months	5.648	5.631	0.017	15 years	8.457	8.399	0.057
6 months	6.001	5.969	0.032	16 years	8.487	8.437	0.049
1 year	6.677	6.621	0.056	17 years	8.518	8.477	0.042
2 years	7.449	7.364	0.085	18 years	8.551	8.516	0.035
3 years	7.877	7.776	0.101	19 years	8.584	8.556	0.028
4 years	8.108	7.999	0.109	20 years	8.616	8.595	0.022
5 years	8.228	8.116	0.113	21 years	8.648	8.632	0.016
6 years	8.288	8.175	0.113	22 years	8.679	8.668	0.011
7 years	8.317	8.205	0.112	23 years	8.709	8.702	0.006
8 years	8.332	8.224	0.108	24 years	8.737	8.734	0.002
9 years	8.342	8.239	0.103	25 years	8.763	8.765	-0.001
10 years	8.352	8.255	0.097	26 years	8.788	8.793	-0.004
11 years	8.366	8.276	0.090	27 years	8.811	8.818	-0.007
12 years	8.383	8.301	0.082	28 years	8.833	8.842	-0.009
13 years	8.404	8.330	0.074	29 years	8.853	8.864	-0.011
14 years	8.429	8.363	0.066	30 years	8.871	8.884	-0.013

Source: Danareksa Sekuritas

### MOST ACTIVE GOVERNMENT BONDS

Bond	Coupon	Maturity	Last Price	Yield	Volume (IDR bn)
FR0075	7.500	15-May-38	90.00	8.502	1,065.66
FR0063	5.625	15-May-23	91.01	8.077	1,063.77
FR0064	6.125	15-May-28	86.13	8.240	887.62
FR0077	8.125	15-May-24	100.50	662.85	
FR0070	8.375	15-Mar-24	100.60	8.224	465.04

Sources: Bloomberg; Indonesia Stock Exchange (Volume)

### MOST ACTIVE CORPORATE BONDS

Bond	Rating	Coupon	Maturity	Last Price	Yield	Volume
BAFI02A	idAA	6.200	20-May-19	99.17	6.25	100.00
BEXI04ACN1	idAAA	7.500	6-Jun-21	97.75	8.51	80.00
ISAT02ACN3	idAAA	6.050	13-May-19	99.21	6.10	80.00
SMGR01CN1	idAA+	8.600	20-Jun-22	99.82	8.66	66.00
BMTPO1A	AA(idn)	8.500	11-Jul-20	100.20	8.36	60.00

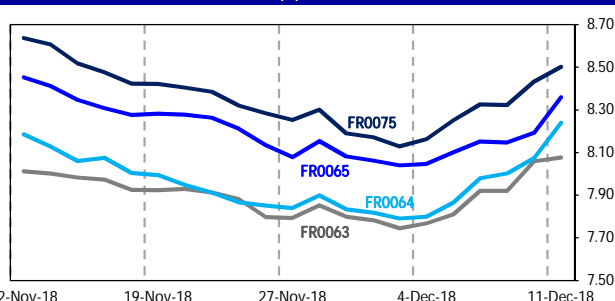
Coupon, Last Price & Yield are in %; Volume is in IDR bn; Rating code: id(Pefindo) & idn (Fitch Indonesia)

### SOVEREIGN BOND YIELDS

Country	Tenor	Coupon (%)	11-Dec-18			Spread over UST YC (bps)			Country	Tenor	Coupon (%)	11-Dec-18			Spread over UST YC (bps)		
			11-Dec-18	-1 Mo	-3 Mo	11-Dec-18	-1 Mo	-3 Mo				11-Dec-18	-1 Mo	-3 Mo			
United States	2yr		2.72	2.58	2.40				Philippines	2yr	6.00	6.83	4.31	4.22	411	187	197
USD	5yr		2.70	2.77	2.65				PHP	5yr	7.88	7.00	5.46	-	430	269	-
	10yr		2.85	2.92	2.88					10yr	11.38	7.30	6.29	-	445	337	-
German	2yr	0.25	-0.60	-	-	-332	-	-	Thailand	2yr	3.13	1.76	1.45	1.45	-96	-99	-80
EUR	5yr	1.00	-0.30	-	-	-300	-	-	THB	5yr	3.45	2.27	-	-	-43	-	-
	10yr	1.75	0.23	-	-	-262	-	-		10yr	3.63	2.65	-	-	-20	-	-
Indonesia	2yr	11.63	2.61	2.81	2.54	-11	37	29	India	2yr	7.59	7.15	7.06	-	443	462	-
USD	5yr	3.75	4.23	3.74	3.52	153	97	87	INR	5yr	7.28	7.48	7.53	-	478	476	-
	10yr	3.50	4.74	4.14	4.04	189	122	116		10yr	8.83	7.53	7.63	7.67	468	471	479
Brazil	2yr	0.00	8.30	8.26	8.86	558	582	661	Malaysia	3yr	3.17	3.67	3.57	3.50	95	99	110
BRL	5yr	10.00	9.13	8.87	9.28	641	643	703	MYR	5yr	3.26	3.84	-	-	114	-	-
	10yr	10.00	10.16	9.76	10.00	744	732	775		10yr	4.18	4.10	4.02	4.10	125	110	122

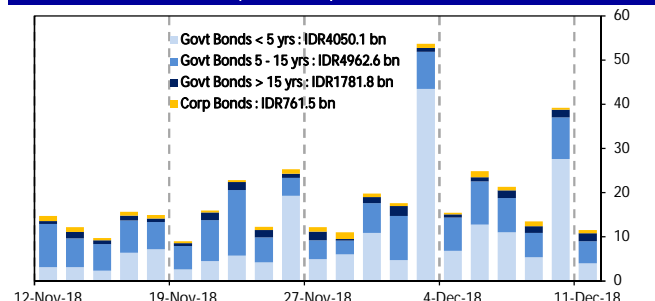
Sources: Bloomberg (Current Yield Curve), US Treasury

### 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)	6.00	15-Nov-18	25bps ↑	3.23	2.77
US (Fed Fund Rate)	2.25	26-Sep-18	25bps ↑	2.50	-0.25
Euro Region	0.00	16-Mar-16	-5bps ↓	2.20	-2.20
Japan	0.10	19-Dec-08	-20bps ↓	1.40	-1.30
India (Repo Rate)	6.50	1-Aug-18	25bps ↑	5.23	1.27
Malaysia	3.25	25-Jan-18	25bps ↑	0.60	2.65
Philippines	4.75	15-Nov-18	25bps ↑	6.00	-1.25
Thailand	3.00	25-Jan-12	-25bps ↓	0.94	2.06
Singapore	0.08	31-Dec-13	5bps ↑	0.70	-0.62
Brazil	6.50	21-Mar-18	-25bps ↓	4.05	2.45

Sources: Bloomberg

### GLOBAL STOCK MARKETS

Stock Index	11-Dec-18	-1Day	Return (%)				
			Daily	WoW	MoM	YoY	YTD
Indonesia (JCI)	6,077 ↓	6,111	-0.57	-1.24	3.45	0.83	-4.39
Dow Jones (DJIA)	24,370 ↓	24,423	-0.22	-2.62	-6.23	-0.06	-1.41
London (FTSE 100)	6,807 ↑	6,722	1.27	-3.07	-4.20	-8.67	-11.46
Nikkei 225	21,148 ↓	21,220	-0.34	-4.03	-4.95	-7.81	-7.10
Hang Seng (HIS)	25,772 ↑	25,752	0.07	-5.46	0.66	-11.03	-13.86
Malaysia (KLCI)	1,653 ↓	1,663	-0.64	-2.50	-3.25	-3.89	-8.02
Philippines (PSEI)	7,451 ↑	7,348	1.40	-3.28	6.92	-10.86	-12.94
Thailand (SET)	1,634 ↓	1,650	-0.99	-2.31	-2.09	-4.27	-6.85
Singapore (STI)	3,059 ↓	3,072	-0.43	-3.43	-0.61	-11.59	-10.10
Brazil (BOVESPA)	86,420 ↑	85,915	0.59	-2.49	0.91	18.71	13.11

Sources: Bloomberg & Danareksa

### CURRENCY & COMMODITY

Price	11-Dec-18	-1 Day	-1 Week	-1 Month	EoP 2017
USD/IDR	14,608 ↑	14,553	14,292	14,678	13,555
Brent	59.54 ↑	58.78	60.38	68.73	66.82
WTI Crude Oil	51.65 ↑	51	53.25	60.19	60.42

Sources: Bloomberg

### PERFORMANCE OF IDR GOVERNMENT BONDS

As of	Average YTM (%)	Change (bps)	Return (%)				
			Daily	WoW	MoM	YoY	YTD
11-Dec-18	8.26		-0.36	-1.52	0.30	-1.80	-2.98
-1 Day	8.21	↑ 5.6	-0.57	-1.24	1.10	-1.34	-2.63
-1 Week	7.99	↑ 27.2	-0.07	0.48	4.35	-0.03	-1.48
-1 Month	8.19	↑ 7.4	-0.14	1.71	2.49	-0.85	-3.41
-1 Year	6.59	↑ 167.3	0.11	0.25	1.54	15.08	16.01

Sources: Danareksa

