

HEADLINES & ANALYSIS

- Donald Trump identified the main obstacle to a China trade accord: himself. "It's me right now that's holding up the deal," the president said, accusing Beijing of backtracking on a potential agreement. "We had a deal with China and unless they go back to that deal I have no interest." He still expects to meet with Xi Jinping at this month's G-20 summit in Japan. China's leader has a few good options after Trump's ultimatum. (Bloomberg)
- A decelerating global economy, weakening commodity prices and high financial market uncertainties seen weighing on Indonesia's growth prospects, according to nation's central bank. Central bank is targeting GDP growth of 5.1-5.5% in 2020 with rupiah forecast to average 13,900-14,300 against USD Rupiah exchange rate is manageable and seen averaging 14,000-14,400 this year. (Bloomberg)
- President Joko Widodo's re-election and a stabilizing currency have brought back to the syndicated loan market some of Indonesia's biggest borrowers, who cheered prospects of continuity in economic policy. Syndicated loan volume in Southeast Asia's largest economy has jumped 23% to \$8.7 billion so far in 2019, according to data compiled by Bloomberg. That's after a decrease of nearly 9% in 2018, as political uncertainties kept companies and lenders sidelined in the lead-up to the April election. (Bloomberg)

YIELD CURVE (%)

TTM	11-Jun-19	-1 Day	Change	TTM	11-Jun-19	-1 Day	Change
3 months	5.607	5.723	-0.116	15 years	8.202	8.275	-0.073
6 months	5.899	6.049	-0.149	16 years	8.236	8.298	-0.062
1 year	6.424	6.539	-0.115	17 years	8.267	8.319	-0.052
2 years	6.920	6.923	-0.002	18 years	8.293	8.337	-0.044
3 years	7.183	7.168	0.016	19 years	8.317	8.352	-0.036
4 years	7.354	7.375	-0.021	20 years	8.338	8.366	-0.029
5 years	7.487	7.553	-0.067	21 years	8.356	8.378	-0.022
6 years	7.600	7.703	-0.103	22 years	8.373	8.389	-0.017
7 years	7.701	7.826	-0.125	23 years	8.387	8.399	-0.011
8 years	7.792	7.927	-0.135	24 years	8.400	8.407	-0.007
9 years	7.874	8.008	-0.135	25 years	8.412	8.415	-0.003
10 years	7.946	8.075	-0.129	26 years	8.422	8.421	0.001
11 years	8.011	8.130	-0.119	27 years	8.431	8.427	0.004
12 years	8.068	8.176	-0.108	28 years	8.440	8.433	0.007
13 years	8.119	8.215	-0.096	29 years	8.447	8.438	0.009
14 years	8.163	8.247	-0.084	30 years	8.454	8.442	0.012

Source: Danareksa Sekuritas

MOST ACTIVE GOVERNMENT BONDS

Bond	Coupon	Maturity	Last Price	Yield	Volume (IDR bn)
SR011	8.050	10-Mar-22	100.50	7.306	3,751.25
FR0078	8.250	15-May-29	103.25	7.700	2,750.13
FR0068	8.375	15-Mar-34	102.75	8.045	1,620.10
FR0077	8.125	15-May-24	103.60	7.284	1,563.98
FR0053	8.250	15-Jul-21	102.51	6.974	1,174.97

Sources: Bloomberg; Indonesia Stock Exchange (Volume)

MOST ACTIVE CORPORATE BONDS

Bond	Rating	Coupon	Maturity	Last Price	Yield	Volume
WOMF03ACN2	idA	8.500	9-Jun-20	100.00	8.50	519.00
SIASIA02	idA(sy)	10.500	19-Jul-21	67.00	32.80	508.00
BBIA01C	AAA(idn)	9.600	1-Apr-20	101.67	9.44	56.00
EXCL01ACN2	AAA(idn)	7.900	18-Feb-20	100.29	7.88	50.00
WSKT02ACN3	idA-	8.500	21-Feb-20	98.52	8.63	50.00

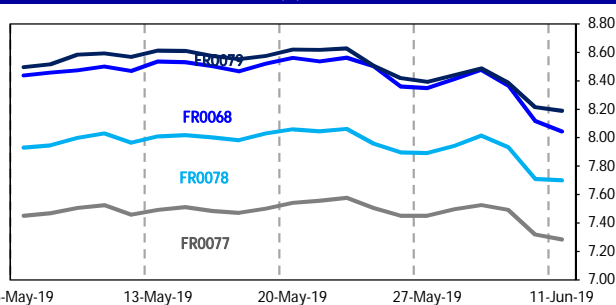
*Current yield: Coupon, Last Price & Yield are in %; Volume is in IDR bn; Rating code: id(Pefindo) & idn (Fitch Indonesia)

SOVEREIGN BOND YIELDS

Country	Tenor	Coupon (%)	11-Jun-19			Spread over UST YC (bps)			Country	Tenor	Coupon (%)	11-Jun-19					
			-1 Mo	-3 Mo	11-Jun-19	-1 Mo	-3 Mo	-1 Mo				-3 Mo					
United States	2yr		1.93	2.58	2.40				Philippines	2yr	6.00	5.22	-	-	329	-	-
USD	5yr		1.92	2.77	2.65				PHP	5yr	7.88	5.15	-	-	323	-	-
	10yr		2.15	2.92	2.88					10yr	11.38	5.27	-	-	312	-	-
German	2yr	0.25	-0.67	-	-	-260	-	-	Thailand	2yr	3.13	1.81	1.65	1.67	-13	-79	-58
EUR	5yr	1.00	-0.59	-	-	-251	-	-	THB	5yr	3.45	1.94	-	-	2	-	-
	10yr	1.75	-0.23	-	-	-238	-	-		10yr	3.63	2.24	-	-	9	-	-
Indonesia	2yr	11.63	4.52	2.81	2.54	259	37	29	India	2yr	7.59	6.30	-	-	437	-	-
USD	5yr	3.75	3.10	3.74	3.52	118	97	87	INR	5yr	7.28	6.84	-	-	492	-	-
	10yr	3.50	3.49	4.14	4.04	134	122	116		10yr	8.83	7.04	-	-	489	-	-
Brazil	2yr	0.00	6.45	8.26	8.86	452	582	661	Malaysia	3yr	3.17	3.37	3.71	3.60	150	113	120
BRL	5yr	10.00	7.01	8.87	9.28	508	643	703	MYR	5yr	3.26	3.48	-	-	156	-	-
	10yr	10.00	8.00	9.76	10.00	607	732	775		10yr	4.18	3.75	-	-	160	-	-

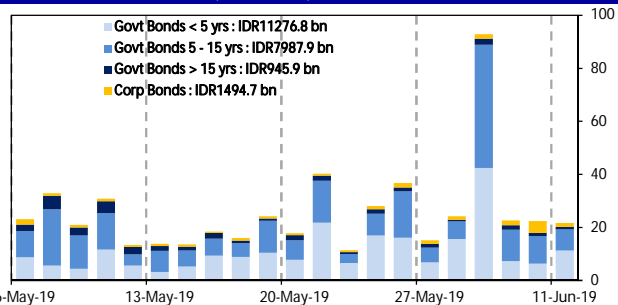
Sources: Bloomberg (Current Yield Curve), US Treasury

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 ↑	3.32	2.68
US (Fed Fund Rate)	2.50	19-Dec-18	25bps ↑	2.00	0.50
Euro Region	0.00	16-Mar-16	-5bps ↓	1.90	-1.90
Japan	0.10	19-Dec-08	-20bps ↓	0.90	-0.80
India (Repo Rate)	5.75	0-Jan-00	0bps →	8.33	-2.58
Malaysia	3.00	7-May-19	-25bps ↓	0.20	2.80
Philippines	4.50	9-May-19	-25bps ↓	3.20	1.30
Thailand	3.00	25-Jan-12	-25bps ↓	1.15	1.85
Singapore	0.08	31-Dec-13	5bps ↑	0.80	-0.72
Brazil	6.50	21-Mar-18	-25bps ↓	4.66	1.84

Sources: Bloomberg

GLOBAL STOCK MARKETS

Stock Index	11-Jun-19	-1Day	Return (%)				
			Daily	WoW	MoM	YoY	YtD
Indonesia (ICI)	6,306 ↑	6,290	0.26	1.56	1.56	5.21	1.80
Dow Jones (DJIA)	26,049 ↓	26,063	-0.05	2.83	0.41	2.87	12.95
London (FTSE 100)	7,398 ↑	7,376	0.31	2.55	2.71	-4.38	9.87
Nikkei 225	21,204 ↑	21,134	0.33	3.90	-0.66	-7.02	5.94
Hang Seng (HIS)	27,789 ↑	27,579	0.76	3.84	-2.67	-10.54	8.96
Malaysia (KLCI)	1,651 ↓	1,655	-0.26	0.43	2.54	-7.02	-2.42
Philippines (PSEI)	8,031 ↓	8,045	-0.18	1.08	3.73	3.34	7.57
Thailand (SET)	1,670 ↑	1,665	0.34	2.00	1.32	-3.06	6.81
Singapore (STI)	3,210 ↑	3,188	0.67	2.14	-1.95	-6.74	5.11
Brazil (BOVESPA)	98,960 ↑	97,467	1.53	1.62	4.99	36.86	12.60

Sources: Bloomberg & Danareksa

CURRENCY & COMMODITY

Price	11-Jun-19	-1 Day	-1 Week	-1 Month	EoP 2018
USD/IDR	14,239 ↓	14,250	14,269	14,327	14,568
Brent	62.87 ↓	63.3	62.31	71.6	51.89
WTI Crude Oil	53.27 ↑	53.26	53.48	61.66	45.33

Sources: Bloomberg

PERFORMANCE OF IDR GOVERNMENT BONDS

As of	Average YTM (%)	Change (bps)	Return (%)				
			Daily	WoW	MoM	YoY	YTD
11-Jun-19	7.74		0.42	1.36	1.20	5.90	5.22
-1 Day	7.80	↓ -5.8	0.97	1.13	0.47	5.46	4.78
-1 Week	7.93	↓ -18.8	0.43	0.43	-0.68	3.70	3.77
-1 Month	7.92	↓ -17.6	0.24	-0.62	-1.60	4.44	3.23
-1 Year	7.34	↑ 40.0	-0.18	-0.71	-1.47	5.63	-2.13

Sources: Danareksa

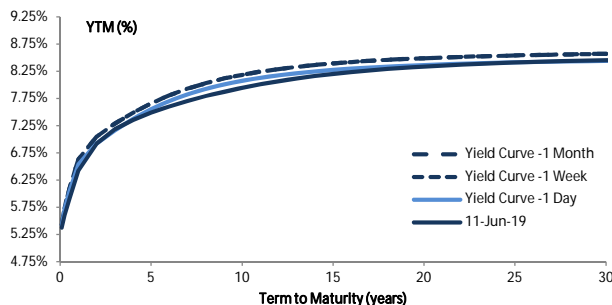
VALUATIONS OF GOVERNMENT BONDS

Table with columns: Bond, Issue Date, Mature Date, Coupon, TTM, Modified Duration, YTM (Change), Prev Closing Price, Fair Yield Range, Fair Price Range, Date, Last Trade Price, Vol (IDR bn), Freq. Rows include bonds like FR0031, FR0034, FR0053, etc.

*Val: Valuation based on ENVS Yield Curve; MDur (Modified Duration) is in year; Coupon, Price, & Yield are in %

Source : Bloomberg, Danareksa Sekuritas, IDX (Last Trade)

YIELD CURVE MOVEMENT

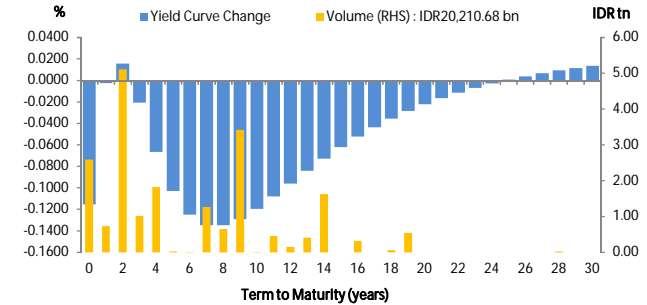


Source : Danareksa Sekuritas

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YIELD CURVE CHANGE & GOVERNMENT BONDS TRADE VOLUME BY MATURITY



Source : Danareksa Sekuritas & IDX