

### HEADLINES & ANALYSIS

- House Democrats and the Trump administration did not come to a deal on moving forward with the United States-Mexico-Canada Agreement during a meeting Thursday. Lawmakers and the White House have worked for weeks to resolve Democratic concerns about enforcement tools for labor and environmental standards under the deal, known as the United States-Mexico-Canada Agreement. Leaving a meeting with House Speaker Nancy Pelosi and U.S. Trade Representative Robert Lighthizer, House Ways and Means Committee Chairman Richard Neal said the sides made progress but did not strike a final agreement. (CNBC)
- U.S. government debt prices were lower and yields higher on Thursday amid further uncertainty over U.S.-China trade. The yield on the benchmark 10-year Treasury note, which moves inversely to price, was higher at around 1.7772%, while the yield on the 30-year Treasury bond also rose to around 2.2346%. U.S. and Chinese officials had raised prospects of signing a phase one trade deal in a few weeks' time, but the Wall Street Journal reported Wednesday, citing former Trump administration officials, that ongoing U.S.-China trade talks could hit an impasse. (CNBC)
- Time may have run out on what once looked like the Treasury market's trade of the year: Investors are abandoning positions for a steeper curve amid the longest stretch of flattening in more than a year. The gap between two- and 10-year yields has shrunk about 10 bps since early last week. The move has reversed this month's widening, which had extended a trend in place since late August. (Bloomberg)

### YIELD CURVE (%)

TTM	21-Nov-19	-1 Day	Change	TTM	21-Nov-19	-1 Day	Change
3 months	4.701	4.662	0.039	15 years	7.616	7.573	0.043
6 months	5.049	4.991	0.057	16 years	7.667	7.628	0.040
1 year	5.590	5.528	0.062	17 years	7.712	7.676	0.036
2 years	6.059	6.029	0.030	18 years	7.752	7.718	0.033
3 years	6.283	6.275	0.008	19 years	7.787	7.756	0.031
4 years	6.444	6.439	0.005	20 years	7.818	7.790	0.028
5 years	6.591	6.578	0.013	21 years	7.845	7.819	0.026
6 years	6.735	6.711	0.024	22 years	7.869	7.846	0.023
7 years	6.873	6.839	0.034	23 years	7.891	7.869	0.021
8 years	7.003	6.961	0.043	24 years	7.910	7.890	0.020
9 years	7.123	7.075	0.048	25 years	7.927	7.909	0.018
10 years	7.232	7.181	0.050	26 years	7.942	7.925	0.017
11 years	7.329	7.278	0.051	27 years	7.956	7.940	0.015
12 years	7.415	7.365	0.050	28 years	7.968	7.954	0.014
13 years	7.491	7.442	0.048	29 years	7.979	7.966	0.013
14 years	7.557	7.512	0.046	30 years	7.989	7.977	0.012

Source: Danareksa Sekuritas

### MOST ACTIVE GOVERNMENT BONDS

Bond	Coupon	Maturity	Last Price	Yield	Volume (IDR bn)
FR0082	7.000	15-Sep-30	99.20	7.109	3,403.08
FR0053	8.250	15-Jul-21	102.90	5.913	2,103.35
FR0078	8.250	15-May-29	108.20	7.059	1,579.56
PBS014	6.500	15-May-21	100.65	6.005	1,215.00
FR0079	7.500	15-Apr-40	107.00	7.639	1,063.83

Sources: Bloomberg; Indonesia Stock Exchange (Volume)

### MOST ACTIVE CORPORATE BONDS

Bond	Rating	Coupon	Maturity	Last Price	Yield	Volume
WSBP01CN2	BBB+(idn)	9.750	30-Oct-22	98.52	10.34	60.00
MEDC02CCN5	idA+	11.300	14-Jun-22	104.02	9.51	56.20
WSKT03BCN2	A-(idn)	8.250	23-Feb-23	101.85	7.60	40.00
MYOR01CN2	idAA	8.250	21-Dec-22	100.85	7.93	32.00
PNBN02CN3	idAA	7.500	27-Feb-23	100.13	7.45	32.00

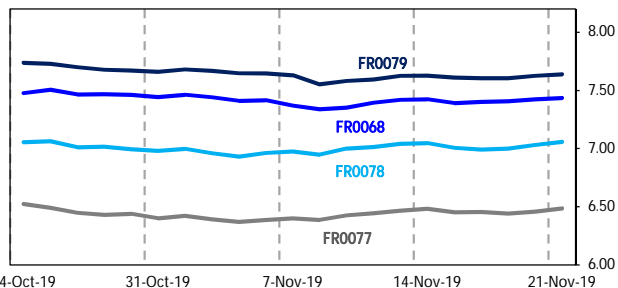
\*Current yield: Coupon, Last Price & Yield are in %; Volume is in IDR bn; Rating code: id(Pefidno) & idn (Fitch Indonesia)

### SOVEREIGN BOND YIELDS

Country	Tenor	Coupon (%)	21-Nov-19			Spread over UST YC (bps)			Country	Tenor	Coupon (%)	21-Nov-19			Spread over UST YC (bps)		
			-1 Mo	-3 Mo	21-Nov-19	-1 Mo	-3 Mo	-1 Mo				-3 Mo	-1 Mo	-3 Mo			
United States	2yr		1.60	2.58	2.40				Philippines	2yr	6.00	3.94	-	-	234	-	-
USD	5yr		1.62	2.77	2.65			PHP	5yr	7.88	4.22	-	-	260	-	-	
	10yr		1.77	2.92	2.88				10yr	11.38	4.65	-	-	288	-	-	
German	2yr	0.25	-0.62	-	-	-222	-	-	Thailand	2yr	3.13	1.31	1.65	1.67	-29	-79	-58
EUR	5yr	1.00	-0.56	-	-	-218	-	-	THB	5yr	3.45	1.44	-	-	-18	-	-
	10yr	1.75	-0.33	-	-	-210	-	-		10yr	3.63	1.67	-	-	-10	-	-
Indonesia	2yr	11.63	4.52	2.81	2.54	292	37	29	India	2yr	7.59	5.45	-	-	385	-	-
USD	5yr	3.75	2.46	3.74	3.52	84	97	87	INR	5yr	7.28	6.21	-	-	459	-	-
	10yr	3.50	2.99	4.14	4.04	122	122	116		10yr	8.83	6.51	-	-	474	-	-
Brazil	2yr	0.00	5.05	8.26	8.86	345	582	661	Malaysia	3yr	3.17	3.06	3.71	3.60	147	113	120
BRL	5yr	10.00	5.87	8.87	9.28	427	643	703	MYR	5yr	3.26	3.22	-	-	160	-	-
	10yr	10.00	6.86	9.76	10.00	526	732	775		10yr	4.18	3.43	-	-	166	-	-

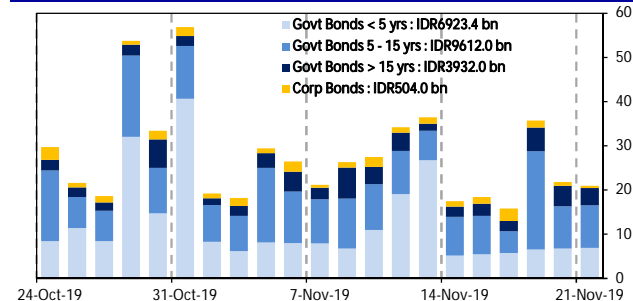
Sources: Bloomberg (Current Yield Curve), US Treasury

### 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)	5.00	24-Oct-19	-25bps ↓	3.13	1.87
US (Fed Fund Rate)	1.75	30-Oct-19	-25bps ↓	1.80	-0.05
Euro Region	0.00	16-Mar-16	-5bps ↓	1.10	-1.10
Japan	0.10	19-Dec-08	-20bps ↓	0.20	-0.10
India (Repo Rate)	5.15	0-Jan-00	0bps →	6.98	-1.83
Malaysia	3.00	7-May-19	-25bps ↓	1.10	1.90
Philippines	4.00	26-Sep-19	-25bps ↓	0.80	3.20
Thailand	3.00	25-Jan-12	-25bps ↓	0.11	2.89
Singapore	0.08	31-Dec-13	5bps ↑	0.50	-0.42
Brazil	5.00	30-Oct-19	-50bps ↓	2.54	2.46

Sources: Bloomberg

### GLOBAL STOCK MARKETS

Stock Index	21-Nov-19	-1Day	Return (%)				
			Daily	WoW	MoM	YoY	YTD
Indonesia (ICI)	6,117 ↓	6,155	-0.61	0.30	-1.74	2.85	-1.25
Dow Jones (DJIA)	27,766 ↓	27,821	-0.20	-0.06	3.65	13.50	20.40
London (FTSE 100)	7,239 ↓	7,262	-0.33	-0.74	0.36	2.67	7.49
Nikkei 225	23,039 ↓	23,149	-0.48	-0.44	2.17	7.12	15.11
Hang Seng (HIS)	26,467 ↓	26,890	-1.57	0.54	-1.19	1.91	3.77
Malaysia (KLCI)	1,592 ↓	1,601	-0.56	-0.09	1.15	-6.09	-5.90
Philippines (PSEI)	7,819 ↓	7,898	-1.00	-1.45	-1.71	7.62	4.73
Thailand (SET)	1,592 ↓	1,597	-0.31	-1.09	-2.43	-1.57	1.79
Singapore (STI)	3,192 ↓	3,230	-1.16	-1.23	1.00	5.05	4.55
Brazil (BOVESPA)	107,497 ↑	105,864	1.54	0.88	0.11	23.18	22.31

Sources: Bloomberg & Danareksa

### CURRENCY & COMMODITY

Price	21-Nov-19	-1 Day	-1 Week	-1 Month	EoP 2018
USD/IDR	14,092 ↓	14,095	14,088	14,041	14,568
Brent	63.07 ↑	62.61	62.99	59.05	51.89
WTI Crude Oil	58.53 ↑	57.11	56.77	54.16	45.33

Sources: Bloomberg

### PERFORMANCE OF IDR GOVERNMENT BONDS

As of	Average YTM (%)	Change (bps)	Return (%)				
			Daily	WoW	MoM	YoY	YTD
21-Nov-19	6.94		-0.10	0.00	0.96	15.23	13.69
-1 Day	6.92	↑ 2.2	-0.07	0.07	1.30	15.57	13.81
-1 Week	6.93	↑ 1.7	-0.04	-0.18	1.62	15.99	13.69
-1 Month	7.02	↓ -8.1	0.24	0.66	1.37	18.65	12.61
-1 Year	8.15	↓ -120.5	0.19	0.94	4.00	-0.65	-2.82

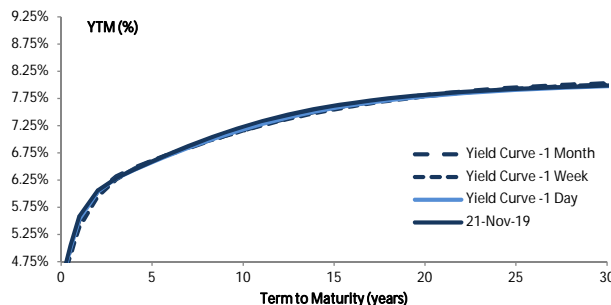
Sources: Danareksa

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. Contains data for various government bonds like 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)

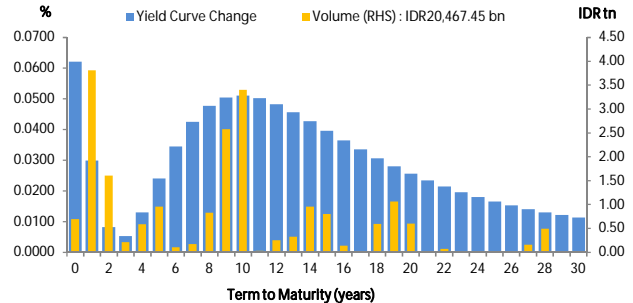
YIELD CURVE MOVEMENT



Source : Danareksa Sekuritas

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YIELD CURVE CHANGE & GOVERNMENT BONDS TRADE VOLUME BY MATURITY



Source : Danareksa Sekuritas & IDX

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