

DAILY WATCH



Wednesday, September 16, 2020

DEBT RESEARCH

HEADLINES & ANALYSIS

- The results of the SBSN auction on September 15, 2020 showed a decline from the previous SBSN auction. Total incoming bids on September 15 reached IDR 20.9 trillion, with a total amount awarded of IDR 9.5 trillion. Meanwhile, at the previous SBSN auction on September 1, 2020, the total incoming bids were IDR 38.3 trillion, with a total amount awarded of IDR 9.5 trillion. The yield on Government bonds reached the level of 6.9% on September 15, up 5 bps from the previous SBSN auction date (September 1), which was 6.86%.
- The World Trade Organization's ruling that the U.S. violated international regulations by imposing tariffs on more than \$234 billion of Chinese exports failed to dissuade Washington of its 'America First' trade policy and will do little to alter the current trade environment. U.S. Trade Representative Robert Lighthizer said the WTO report released Tuesday "confirmed" President Donald Trump's aggressive foreign policy that has sought to dismantle multilateral organizations like the Geneva-based trade body. (Bloomberg)

YIELD CURVE (%)

TTM	15-Sep-20	-1 Day	Change	TTM	15-Sep-20	-1 Day	Change
3 months	3.410	3.407	0.003	15 years	7.533	7.556	-0.022
6 months	3.570	3.565	0.006	16 years	7.592	7.614	-0.021
1 year	3.921	3.913	0.008	17 years	7.644	7.664	-0.021
2 years	4.519	4.514	0.005	18 years	7.688	7.708	-0.020
3 years	5.048	5.051	-0.004	19 years	7.727	7.746	-0.019
4 years	5.503	5.515	-0.012	20 years	7.761	7.780	-0.019
5 years	5.888	5.906	-0.019	21 years	7.791	7.810	-0.018
6 years	6.211	6.234	-0.023	22 years	7.818	7.836	-0.018
7 years	6.480	6.506	-0.026	23 years	7.841	7.859	-0.017
8 years	6.704	6.731	-0.027	24 years	7.862	7.879	-0.017
9 years	6.892	6.919	-0.027	25 years	7.881	7.897	-0.017
10 years	7.048	7.075	-0.027	26 years	7.897	7.914	-0.016
11 years	7.180	7.206	-0.026	27 years	7.912	7.928	-0.016
12 years	7.290	7.316	-0.025	28 years	7.925	7.941	-0.016
13 years	7.384	7.409	-0.024	29 years	7.937	7.953	-0.016
14 years	7.465	7.488	-0.023	30 years	7.948	7.963	-0.015

Source : Danareksa Sekuritas

MOST ACTIVE GOVERNMENT BONDS

Bond	Coupon	Maturity	Last Price	Yield	Volume (IDR bn)
ORI017	6.800	15-Jul-23	102.50	5.350	3,307.30
FR0082	7.000	15-Sep-30	101.30	6.876	1,677.57
FR0061	7.000	15-May-22	104.25	4.304	1,616.76
FR0086	5.500	15-Apr-26	100.00	5.507	1,065.49
FR0087	6.500	15-Feb-31	99.50	6.808	699.74
FR0081	6.500	15-Jun-25	104.10	5.494	584.58
FR0056	8.375	15-Sep-26	112.25	5.931	548.00
FR0077	8.125	15-May-24	109.35	5.316	536.15
FR0080	7.500	15-Jun-35	100.95	7.396	478.19
SR012	8.050	10-Mar-23	103.60	4.228	332.61

Sources: Bloomberg; Indonesia Stock Exchange (Volume)

MOST ACTIVE CORPORATE BONDS

Bond	Rating	Coupon	Maturity	Last Price	Yield	Volume
ASDF05ACN1	idAAA	6.400	12-Sep-21	100.15	6.39	260.00
WSKT03BCN2	A-(idn)	8.250	23-Feb-23	96.16	10.04	140.00
TPIA03BCN1	idAAA	8.700	26-Aug-25	98.03	9.20	116.00
OPPM05XXMF	idA	11.000	03-Dec-21	100.00	11.00	74.00
BBIA01SB	AA(idn)	11.350	28-May-21	103.65	10.95	73.00
BEXI02CCN7	idAAA	9.600	19-Feb-21	101.36	9.47	60.00
BEXI04ECN7	idAAA	8.750	09-Oct-29	100.41	8.68	60.00
BEXI03ECN4	idAAA	9.400	23-Feb-27	107.02	7.99	36.00
HEAL01ACN1	idAA-	8.000	08-Sep-23	100.02	7.99	30.00
WSKT03ACN4	idAA-	9.000	16-May-22	93.00	13.76	25.00

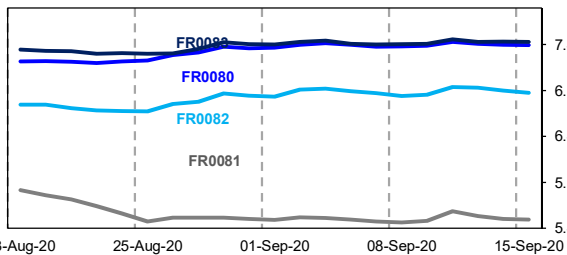
Coupon, Last Price & Yield are in %; Volume is in IDR bn; Rating code: id(Pefindo) & idn (Fitch Indonesia)

SOVEREIGN BOND YIELDS

Country	Tenor	Coupon (%)	15-Sep-20	-1 Mo	-3 Mo	Spread over UST YC (bps)			Country	Tenor	Coupon (%)	15-Sep-20	-1 Mo	-3 Mo	Spread over UST YC (bps)		
						15-Sep-20	-1 Mo	-3 Mo							15-Sep-20	-1 Mo	-3 Mo
United States	2yr		0.14	2.58	2.40				Philippines	2yr	6.00	2.16	-	-	202	-	-
	5yr		0.27	2.77	2.65			INDONESIA		5yr	7.88	2.78	5.95	5.50	251	318	285
	10yr		0.68	2.92	2.88					10yr	11.38	2.85	-	-	217	-	-
German	2yr	0.25	-0.70	-	-	-84	-		-	THAILAND	2yr	3.13	0.54	1.76	1.78	40	-68
	5yr	1.00	-0.69	-	-	-96	-	-	5yr		3.45	0.79	-	-	52	-	-
	10yr	1.75	-0.49	-	-	-117	-	-	10yr		3.63	1.30	-	-	62	-	-
Indonesia	2yr	11.63	4.52	2.81	2.54	438	37	29	INDONESIA	2yr	7.59	4.49	7.55	7.45	435	511	520
	5yr	3.75	1.19	3.74	3.52	92	97	87		5yr	7.28	5.43	-	-	516	-	-
	10yr	3.50	1.98	4.14	4.04	130	122	116		10yr	8.83	6.03	-	-	535	-	-
Brazil	2yr	0.00	4.02	-	-	388	-	-	MALAYSIA	3yr	3.17	1.91	-	-	175	-	-
	5yr	10.00	5.86	9.33	9.66	572	689	741		5yr	3.26	2.15	-	-	188	-	-
	10yr	10.00	7.19	-	-	705	-	-		10yr	4.18	2.62	-	-	194	-	-

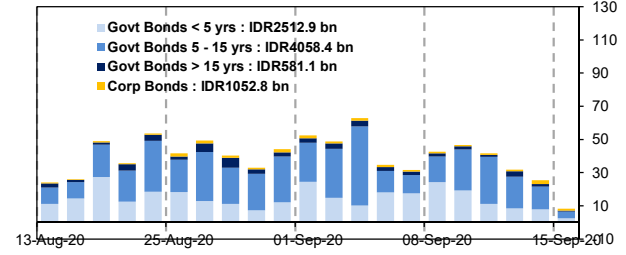
Sources: Bloomberg (Current Yield Curve), US Treasury

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)	4.00	16-Jul-20	-25bps ↓	1.32	2.68
US (Fed Fund Rate)	0.25	16-Mar-20	-100bps ↓	1.30	-1.05
Euro Region	0.00	00-Jan-20	0bps →	0.90	-0.90
Japan	0.10	19-Dec-08	-20bps ↓	0.30	-0.20
India (Repo Rate)	4.00	00-Jan-00	0bps →	5.33	-1.33
Malaysia	1.75	07-Jul-20	-25bps ↓	-1.30	3.05
Philippines	2.25	25-Jun-20	-50bps ↓	2.40	-0.15
Brazil	2.00	05-Aug-20	-25bps ↓	2.44	-0.44

Sources: Bloomberg

GLOBAL STOCK MARKETS

Stock Index	15-Sep-20	-1Day	Return (%)				
			Daily	WoW	MoM	YoY	YTD
Indonesia (JCI)	5,101 ↓	5,162	-1.18	-2.73	-2.80	-17.99	-19.03
Dow Jones (DJIA)	28,152 ↑	27,993	0.57	2.37	0.79	3.97	-1.09
London (FTSE 100)	6,094 ↓	6,026	1.12	2.76	0.06	-16.77	-19.68
Nikkei 225	23,455 ↓	23,559	-0.44	0.78	0.71	6.67	-0.85
Hang Seng (HIS)	24,733 ↑	24,640	0.38	0.44	-1.79	-8.82	-12.66
Malaysia (KLCI)	1,531 ↑	1,511	1.32	0.79	-2.13	-4.37	-5.22
Philippines (PSEI)	6,018 ↑	5,997	0.35	-0.26	-0.97	-24.74	-22.99
Thailand (SET)	1,286 ↑	1,272	1.09	-0.59	-3.08	-22.66	-18.59
Singapore (STI)	2,486 ↑	2,483	0.13	-0.76	-3.70	-22.41	-22.86
Brazil (BOVESPA)	99,933 ↓	100,275	-0.34	-0.12	-1.40	-3.61	-13.59

Sources: Bloomberg & Danareksa

CURRENCY & COMMODITY

Price	15-Sep-20	-1 Day	-1 Week	-1 Month	EoP2019
USD/IDR	14,845 ↓	14,880	14,765	14,795	13,925
Brent	39.09 ↑	38.88	39.12	43.93	67.13
WTI Crude Oil	37.55 ↑	37.26	36.76	42.01	61.68

Sources: Bloomberg

PERFORMANCE OF IDR GOVERNMENT BONDS

As of	Average YTM (%)	Change (bps)	Return (%)				
			Daily	WoW	MoM	YoY	YTD
15-Sep-20	6.29		0.10	-0.11	0.44	11.08	7.92
-1 Day	6.30	↓ -1.1	0.06	-0.13	0.48	10.97	7.81
-1 Week	6.26	↑ 3.3	0.08	0.08	1.16	12.09	8.03
-1 Month	6.26	↑ 2.8	0.15	0.58	3.04	12.86	7.86
-1 Year	7.18	↓ -89.3	-0.17	0.36	1.61	16.77	10.90

Sources: Danareksa

