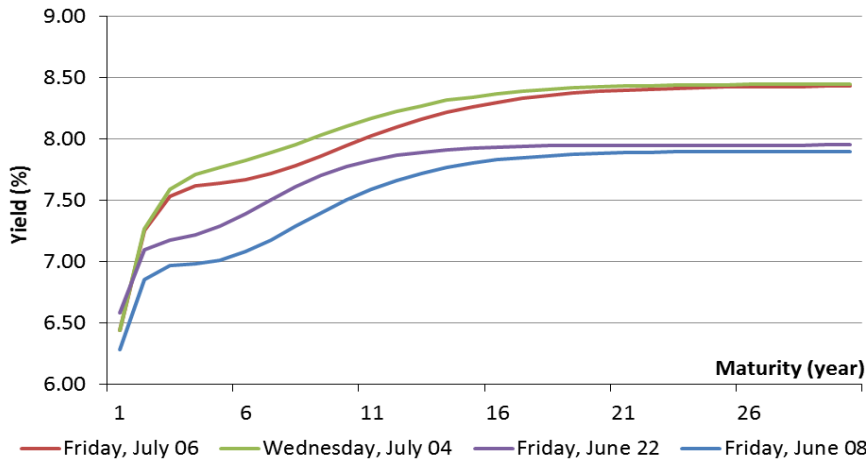


# Weekly Fixed Income

## Indonesia Government Bond

### Benchmark Weekly Yield Curve | Last 4 Weeks Performance



Source: IBPA

### Government Bond Highlights

Pada lelang Surat Utang Negara (SUN) pekan lalu (3/7/2018), pemerintah menyerap dana Rp11,32 triliun dari total permintaan yang masuk sebesar Rp21,46 triliun. Nilai yang diserap lebih tinggi dari target indikatif sebesar Rp10 triliun. Permintaan terbesar didapatkan oleh SUN bertenor 1 tahun, yaitu SPN12190704 sebesar Rp6,12 triliun. Indonesia Composite Bond Index (ICBI) pekan lalu ditutup naik 0,54% menjadi 234,28.

Indonesia mencatatkan inflasi sebesar 0,59% m-m pada Juni, sedikit di atas estimasi sebesar 0,51% m-m. Inflasi secara tahunan tercatat sebesar 3,12% yang lebih rendah dibandingkan dengan 3,23% pada Mei. Secara umum inflasi tahunan yang semakin terkendali membantu Bank Indonesia (BI) fokus mengontrol depresiasi rupiah.

Mempertimbangkan tekanan pada rupiah, pemerintah berencana untuk melakukan kajian kepada aktifitas impor demi menjaga *current account deficit* tidak menyimpang terlampau lebar. Kondisi ini menginsyaratkan bahwa pemerintah saat ini lebih mendahulukan stabilitas pasar keuangan dibandingkan mengejar pertumbuhan ekonomi.

### Exchange Rate

Dalam sepekan kemarin, rupiah ditutup melemah 0,31% menjadi Rp14,375 per USD. Rupiah diperkirakan akan bergerak menguat pada pekan ini setelah rilis data tenaga kerja di Amerika menunjukkan kenaikan tingkat pengangguran. Hal ini akan memicu ekspektasi bahwa the Fed tidak agresif dalam menaikkan tingkat suku bunga acuan untuk mengimbangi inflasi yang terjadi.

Cadangan devisa Indonesia terus tergerus selama 5 bulan berturut-turut mencapai level USD119,8 miliar karena BI melakukan intervensi pasar untuk menjaga nilai tukar rupiah.

### Benchmark Information

#### FR0063

TTM (Years)	4.86
Yield (%)	7.4608
Price	92.6210
Coupon (%)	5.625

#### FR0064

TTM (Years)	9.87
Yield (%)	7.5448
Price	90.2380
Coupon (%)	6.125

#### FR0065

TTM (Years)	14.87
Yield (%)	8.0398
Price	87.8444
Coupon (%)	6.625

#### FR0075

TTM (Years)	19.87
Yield (%)	8.0583
Price	94.5000
Coupon (%)	7.500

### Most Active

Securities	Maturity	YTM (%)	Volume (IDR tn)
FR0061	05/15/2022	7.503	5.50
FR0065	05/15/2033	8.116	4.34
SPN12190104	01/04/2019	6.500	4.10
FR0063	05/15/2023	7.492	3.85
FR0070	03/15/2024	7.775	3.74

### Exchange Rate

Currency	Last	Chg.
USDIDR	14,375	0.31%
GBPIDR	19,047	1.08%
EURIDR	16,843	1.00%
JPYIDR	130.0	0.63%
CNYIDR	2,162	0.32%
KRWIDR	12.9	0.08%
AUDIDR	10,658	0.72%
HKDIDR	1,832	0.30%

# Indonesia Government Bond Auction

**Auction Date: July 03, 2018**    **Total incoming bid (IDR tn): 21.46**    **Total nominal (IDR tn): 11.32**

Series	Status	Coupon	Maturity Date	Lowest Yield	Highest Yield	Nominal Won (IDR bn)	Incoming Bids (IDR)
SPN12181004	Reopening	At Discount	04-Oct-18	5.50%	6.20%	3,000	7,250
SPN12190704	New Issuance	At Discount	04-Jul-19	6.19%	7.30%	3,500	6,125
FR0063	Reopening	5.625%	15-May-23	7.50%	8.35%	2,600	3,510
FR0065	Reopening	6.625%	15-May-33	8.15%	8.64%	1,700	3,788
FR0075	Reopening	7.500%	15-May-38	8.15%	8.70%	520	792

## Next Government Bond Auction Schedule

Date	Jul 10 2018	End	Jul 10 2018	12.00 AM
<b>Indicative Target</b>	IDR 4 tn	<b>Result</b>		Jul 10 2018
<b>Begin</b>	10.00 AM	<b>Settlement</b>		Jul 12 2018

Series	Status	Coupon	Maturity Date	Non-Competitive Allocation	Underlying Asset
SPN-S 11012019	New Issuance	At Discount	11-Jan-19	50% of the awarded	Projects in State Budget 2018 and State Owned Assets
SPN-S 11042019	New Issuance	At Discount	11-Apr-19		
PBS016	Reopening	6.250%	15-May-20	30% of the awarded	
PBS002	Reopening	5.450%	15-Jan-22		
PBS012	Reopening	8.875%	15-Nov-31		
PBS015	Reopening	8.000%	15-Jul-47		

Source: DJPPR Ministry of Finance

## Economic Calendar

Date	Country	Hour Jakarta	Event	Period	Actual	Consensus	Previous
<b>Monday</b> 09 - July	CHN	Tentative	Foreign Reserves	Jun		\$3101.80b	\$3110.62b
	JPN	06:50	BoP Current Account Balance	May		¥1266.0b	¥1845.1b
	GER	13:00	Trade Balance	May		19.8b	20.4b
	IDN	Tentative	Consumer Confidence Index	Jun	125.1	--	125.1
<b>Tuesday</b> 10 - July	CHN	08:30	PPI YoY	Jun		4.50%	4.10%
	CHN	08:30	CPI YoY	Jun		1.90%	1.80%
	UK	15:30	Trade Balance	May		-£3200	-£5280
	UK	15:30	Industrial Production MoM	May		0.50%	-0.80%
	UK	15:30	Manufacturing Production MoM	May		0.70%	-1.40%
<b>Wednesday</b> 11 - July	JPN	06:50	PPI YoY	Jun		2.80%	2.70%
	JPN	06:50	Core Machine Orders MoM	May		-5.00%	10.10%
<b>Thursday</b> 12 - July	GER	13:00	CPI MoM	Jun F		0.10%	0.10%
	GER	13:00	CPI YoY	Jun F		2.10%	2.10%
	USA	19:30	Initial Jobless Claims	7-Jul		--	231k
	USA	19:30	CPI MoM	Jun		0.20%	0.20%
	USA	19:30	CPI YoY	Jun		2.90%	2.80%
<b>Friday</b> 13 - July	CHN	Tentative	Trade Balance	Jun		\$27.22b	\$24.92b
	CHN	Tentative	Exports YoY	Jun		10.40%	12.60%
	CHN	Tentative	Imports YoY	Jun		22.20%	26.00%
	JPN	11:30	Industrial Production MoM	May F		--	-0.20%
	USA	19:30	Import Price Index MoM	Jun		0.10%	0.60%

Source: Bloomberg

## Major Emerging Market IRS

1-Year	Last	Weekly Chg	Monthly Chg.	YTD Chg.	3-Years	Last	Weekly Chg	Monthly Chg.	YTD Chg.
Indonesia	7.15	2.14%	5.93%	24.35%	Indonesia	7.45	2.05%	-3.87%	19.20%
South Korea	1.80	-1.37%	-2.70%	-1.50%	South Korea	2.00	-1.72%	-5.44%	-3.03%
China	2.83	-5.67%	-10.87%	-24.53%	China	3.03	-3.68%	-11.44%	-21.70%
Malaysia	3.71	-0.40%	-0.93%	1.78%	Malaysia	3.77	-0.66%	-1.18%	0.53%
Thailand	1.38	-1.08%	5.77%	9.13%	Thailand	1.82	-1.25%	4.31%	10.33%

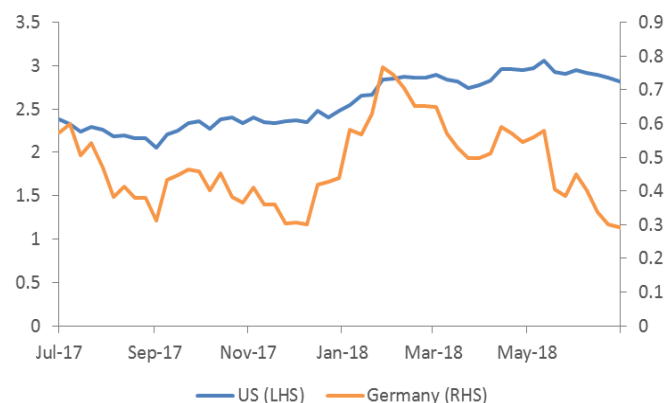
Source: Bloomberg

## Foreign Exchange Fluctuation

Currency	Last	Weekly Chg	Monthly Chg.	YTD Chg.	Currency	Last	Weekly Chg	Monthly Chg.	YTD Chg.
Dollar	93.96	-0.54%	0.37%	2.00%	USDKRW	1,116	0.11%	4.62%	4.22%
USDJPY	110.47	-0.26%	0.26%	-1.97%	USDCNY	6.64	0.33%	3.98%	2.09%
GBPUSD	1.33	0.58%	-0.97%	-1.70%	USDMYR	4.04	0.04%	1.65%	-0.16%
EURUSD	1.17	0.53%	-0.24%	-2.16%	USDTHB	33.14	0.32%	3.85%	1.75%
USDCAD	1.31	-0.37%	1.08%	4.08%	USDIDR	14,375	0.31%	3.77%	6.05%
USDCHF	0.99	-0.13%	0.28%	1.54%	AUDUSD	0.74	0.34%	-3.09%	-4.85%

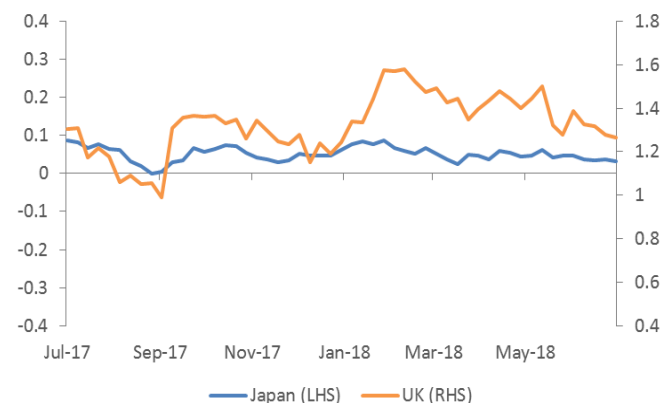
Source: Bloomberg

## 10-years Government Yield (%) | USA & Germany



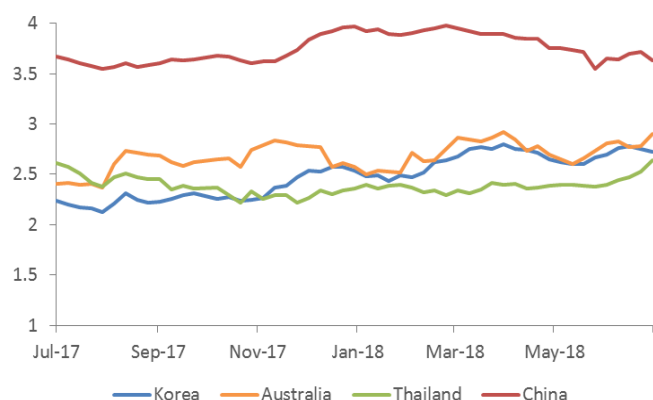
Source: Bloomberg

## 10-years Government Yield (%) | Japan & UK



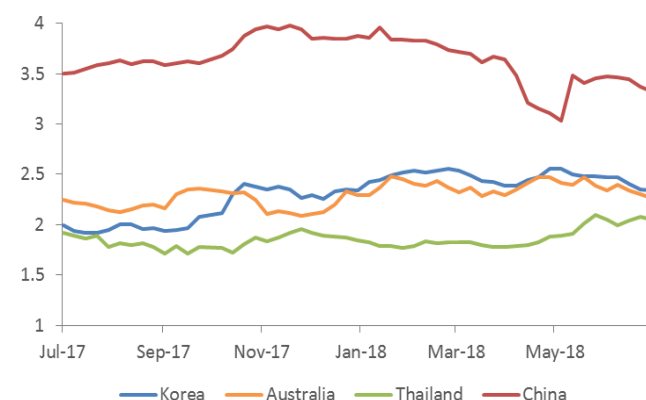
Source: Bloomberg

## 10-years Government Yield (%) | Korea, Australia, Thailand, & China



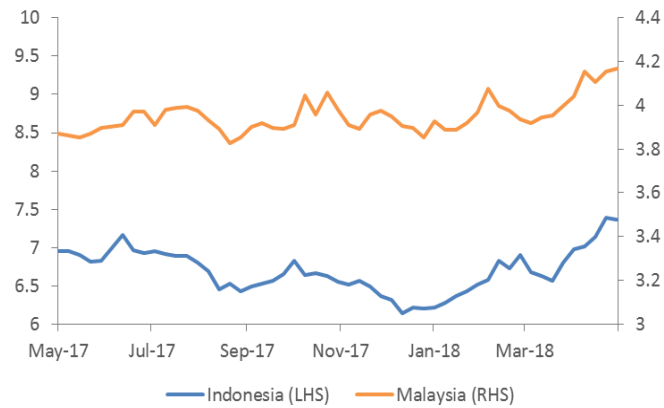
Source: Bloomberg

## 5-years Government Yield (%) | Korea, Australia, Thailand, & China



Source: Bloomberg

## 10-years Government Yield | Indonesia & Malaysia



Source: Bloomberg

## 5-years Government Yield | Indonesia & Malaysia



Source: Bloomberg

## 10-years USD Government Bond Yield | Indonesia



Source: Bloomberg

## 5-years USD Government Bond Yield | Indonesia



Source: Bloomberg

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