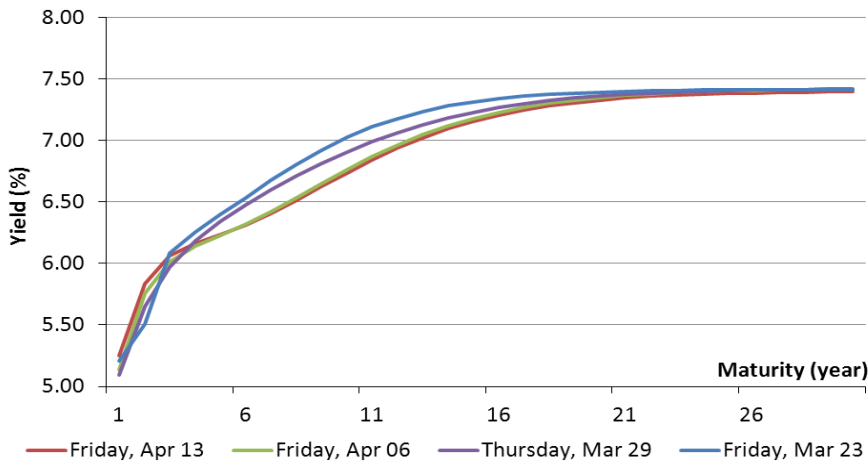


Weekly Fixed Income

Indonesia Government Bond

Benchmark Weekly Yield Curve | Last 4 Weeks Performance



Source: IBPA

Government Bond Highlights

At the government bonds auction (Surat Utang Negara, "SUN") dated April 10, 2018, the Indonesian government absorbed the fund of IDR21.85 trillion from the total incoming bid of IDR37.72 trillion. The amount absorbed was lower than the indicative target of IDR17 trillion. FR64, the SUN with the 10-year tenor and the amount of IDR11.3 trillion obtained the biggest bid. Indonesia Composite Bond Index (ICBI) nudged up by 0.05% into 245.93.

President Xi Jinping's speech subdued global market conditions and boosted investors' confidence. The more conducive global markets amid the expectancy of China's stable GDP growth allowed investors to focus on the recovery in the domestic consumption.

In the domestic outlook, the positive sentiment derived from the rebound in retail sales and upgraded rating of Indonesia's government bonds from Baa3 into Baa2. The upgraded rating subdued investors' concerns about the looming headwind of Indonesia's unstable fiscal and macroeconomics conditions triggered by authority leaving the tariff of subsidized fuel unchanged.

Exchange Rate

IDR rallied by 0.17% into IDR13,755 per USD last week. In the global outlook, the tension arising from the trade war between the U.S. and China eased. President Xi Jinping stated that China will implement a more-open market system. Meanwhile, in the domestic outlook, Bank Indonesia (BI) released the February 2018's retail sales survey pointing the upswing of 1.5% after January's contraction of 1.8% y-y. BI also estimated that March's retail sales grew by 1.7% underpinned by the consumers' preparation ahead of the fasting month of Ramadhan.

Benchmark Information

FR0063	
TTM (Years)	5.09
Yield (%)	5.9467
Price	98.5993
Coupon (%)	5.6250

FR0064	
TTM (Years)	10.10
Yield (%)	6.5316
Price	97.0224
Coupon (%)	6.1250

FR0065	
TTM (Years)	15.10
Yield (%)	6.8248
Price	98.1278
Coupon (%)	6.6250

FR0075	
TTM (Years)	20.10
Yield (%)	7.2134
Price	103.0069
Coupon (%)	7.5000

Most Active

Securities	Maturity	YTM (%)	Volume (IDR tn)
FR64	05/15/2028	6.552	13.85
FR63	05/15/2023	6.013	10.55
FR69	04/15/2019	5.467	6.41
FR59	05/15/2027	6.504	6.27
FR65	05/15/2033	6.805	5.59

Exchange Rate

Currency	Last	Chg.
USDIDR	13,755	-0.17%
GBPIDR	19,647	1.82%
EURIDR	16,968	0.66%
JPYIDR	127.8	-0.37%
CNYIDR	2,192	0.33%
KRWIDR	12.9	-0.23%
AUDIDR	10,720	1.26%
HKDIDR	1,752	-0.18%

Indonesia Government Bond Auction

Auction Date: Apr 03, 2018 **Total incoming bid (IDR tn): 37.72** **Total nominal (IDR tn): 21.85**

Series	Status	Coupon/ Discount	Maturity	Lowest Ask Yield	Highest Ask Yield	Nominal Won (IDR bn)	Incoming Bid (IDR bn)
SPN12180712	Reopening	Discount	7/12/2018	4.15%	5.00%	4,200	6,230
SPN12190411	New Issuance	Discount	4/11/2019	5.02%	5.50%	4,450	7,650
FR0063	Reopening	5.625%	5/15/2023	5.90%	6.05%	6,500	8,230
FR0064	Reopening	6.125%	5/15/2028	6.55%	6.75%	3,850	11,132
FR0065	Reopening	6.625%	5/15/2033	6.78%	6.92%	2,850	4,478

Next Government Bond Auction Schedule

Date	Apr 17 2018	End	Apr 17 2018	12.00 AM
Indicative Target	IDR 8 tn	Result		Apr 17 2018
Begin	10.00 AM	Settlement		Apr 19 2018

Series	Status	Coupon/ Discount	Maturity	Non-Competitive Buy Allocation	Underlying Assets
SPN-S 04102018	Reopening	Discount	10/4/2018	50% from winning amount	
PBS016	Reopening	6.250%	3/15/2020		
PBS002	Reopening	5.450%	1/15/2022		
PBS017	Reopening	6.125%	10/15/2025		
PBS012	Reopening	8.875%	11/15/2031	30% from winning amount	2018 State Budget Project / Activities
PBS004	Reopening	6.100%	2/15/2037		
PBS015	Reopening	8.000%	7/15/2047		

Source: DJPPR Ministry of Finance

Economic Calendar

Date	Country	Hour Jakarta	Event	Period	Actual	Consensus	Previous
Monday	USA	19:30	Empire Manufacturing	Apr	19.6		22.5
<i>16 - Apr</i>	USA	19:30	Retail Sales Advance MoM	Mar	0.40%		-0.10%
	IDN	11:00	Imports YoY	Mar	11.70%		25.18%
	IDN	11:00	Exports YoY	Mar	1.95%		11.76%
	IDN	11:00	Trade Balance	Mar	\$224m		-\$116m
Tuesday	CHN	09:00	GDP YoY	1Q	6.80%		6.80%
<i>17 - Apr</i>	CHN	09:00	Retail Sales YoY	Mar	9.70%		9.40%
	CHN	09:00	Industrial Production YoY	Mar	6.40%		6.20%
	JPN	11:30	Industrial Production MoM	Feb F	--		4.10%
	UK	15:30	Claimant Count Rate	Mar	--		2.40%
	UK	15:30	Jobless Claims Change	Mar	--		9.2k
	UK	15:30	ILO Unemployment Rate 3Mths	Feb	4.30%		4.30%
	GER	16:00	ZEW Survey Current Situation	Apr	86		90.7
	GER	16:00	ZEW Survey Expectations	Apr	-1.5		5.1
	USA	19:30	Housing Starts	Mar	1269k		1236k
	USA	20:15	Industrial Production MoM	Mar	0.30%		1.10%
Wednesday	UK	15:30	CPI YoY	Mar	2.70%		2.70%
<i>18 - Apr</i>	EU	16:00	CPI YoY	Mar F	1.40%		1.40%
Thursday	USA	01:00	U.S. Federal Reserve Releases Beige Book				
<i>19 - Apr</i>							
Friday	JPN	06:30	Natl CPI YoY	Mar	1.10%		1.50%
<i>20 - Apr</i>	EU	21:00	Consumer Confidence	Apr A	-0.1		0.1
	IDN	Tentative	Bank Indonesia 7D Reverse Repo	19-Apr	4.25%		4.25%

Source: Bloomberg

Major Emerging Market IRS

1-Year	Last	Weekly Chg	Monthly Chg.	YTD Chg.	3-Years	Last	Weekly Chg	Montly Chg.	YTD Chg.
Indonesia	5.68	0.00%	-1.30%	-1.30%	Indonesia	6.25	3.31%	1.63%	0.00%
South Korea	1.83	1.66%	-1.21%	0.27%	South Korea	2.06	0.98%	-5.28%	0.00%
China	3.30	0.40%	-6.33%	-12.00%	China	3.53	0.86%	-6.34%	-8.93%
Malaysia	3.75	0.00%	0.00%	2.88%	Malaysia	3.82	0.33%	0.26%	1.87%
Thailand	1.30	1.17%	9.24%	3.17%	Thailand	1.63	0.31%	2.84%	-0.91%

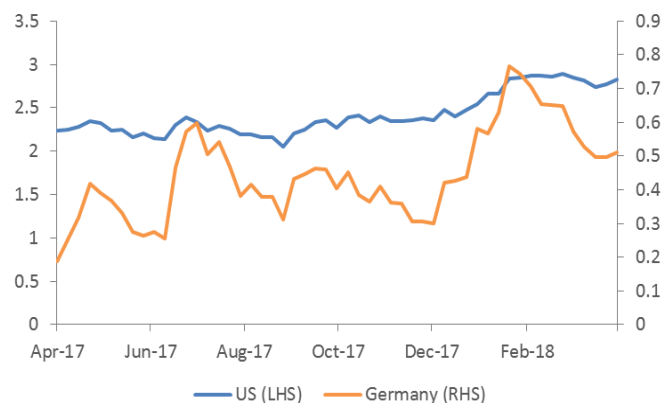
Source: Bloomberg

Foreign Exchange Fluctuation

Currency	Last	Weekly Chg	Monthly Chg.	YTD Chg.	Currency	Last	Weekly Chg	Montly Chg.	YTD Chg.
Dollar	89.80	-0.34%	0.15%	-2.52%	USDKRW	1,070	0.01%	0.21%	-0.08%
USDJPY	107.35	0.39%	0.72%	-4.74%	USDCNY	6.28	-0.45%	-0.74%	-3.56%
GBPUSD	1.42	1.04%	1.98%	5.37%	USDMYR	3.88	0.21%	-0.45%	-4.12%
EURUSD	1.23	0.41%	-0.48%	2.72%	USDTHB	31.18	-0.32%	-0.16%	-4.28%
USDCAD	1.26	-1.36%	-2.76%	0.29%	USDIDR	13,755	-0.17%	0.02%	1.48%
USDCHF	0.96	0.32%	1.92%	-1.24%	AUDUSD	0.78	1.04%	-1.22%	-0.58%

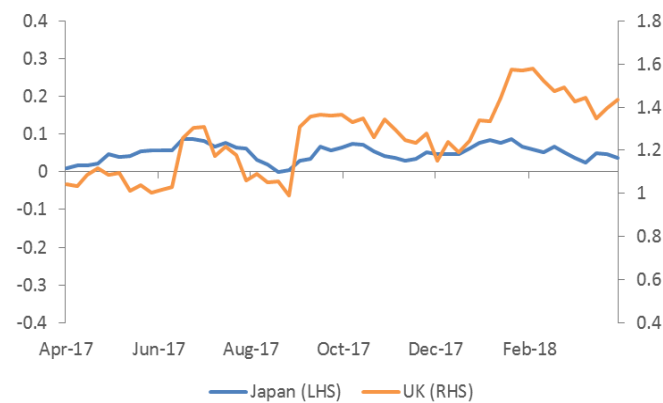
Source: Bloomberg

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



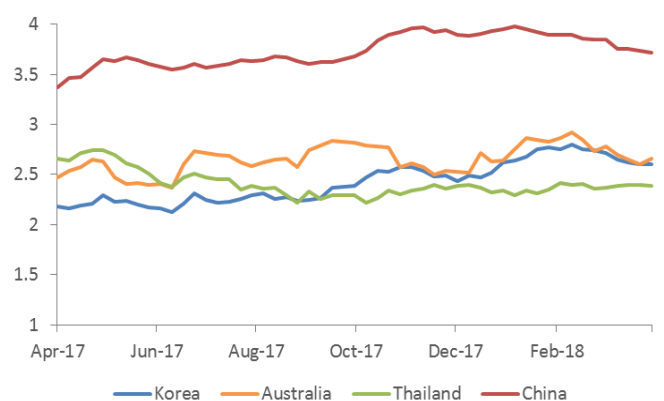
Source: Bloomberg

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



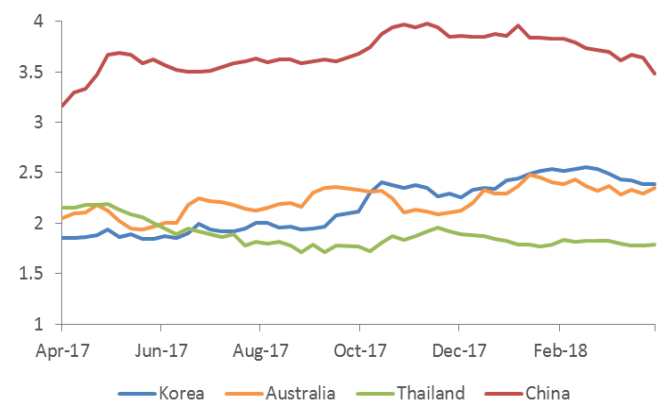
Source: Bloomberg

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



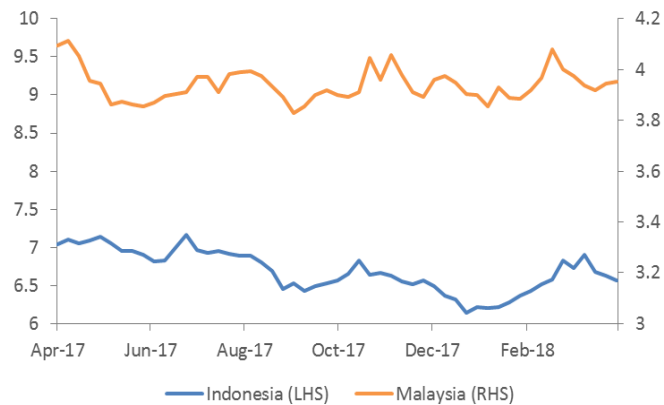
Source: Bloomberg

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



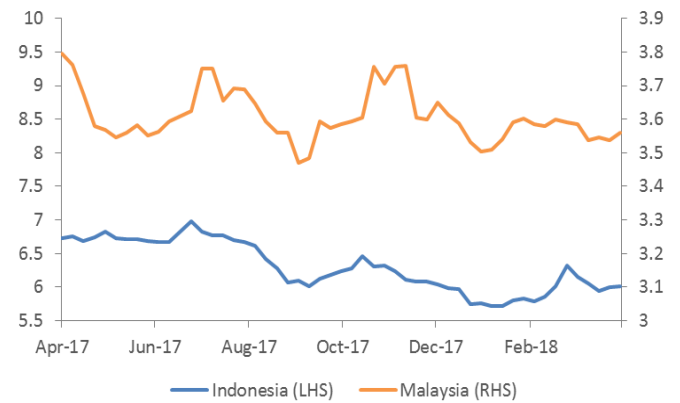
Source: Bloomberg

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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