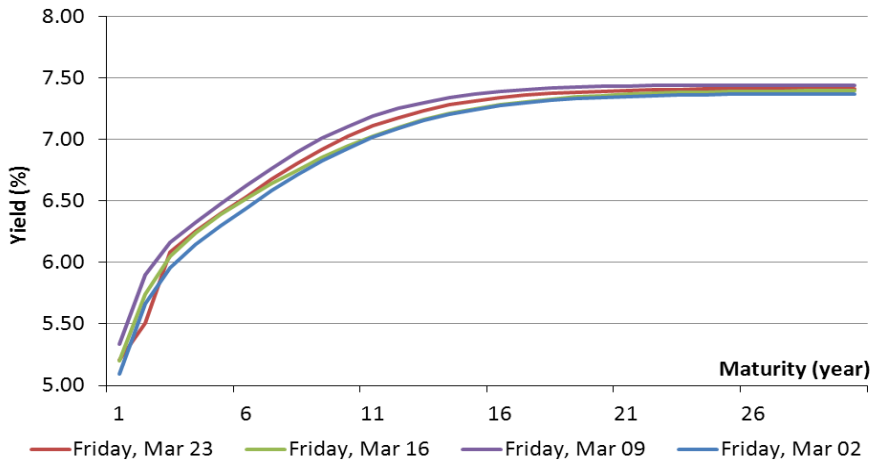


# Weekly Fixed Income

## Indonesia Government Bond

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



Source: IBPA

### Government Bond Highlights

In the government bond (*Surat Utang Negara*, "SUN") auction dated 03/20/2018, the government absorbed IDR8.9 trillion from the total incoming bid of IDR13.06 trillion. The amount absorbed was higher than the indicative target of IDR8.0 trillion. SUN with two-year tenor, namely PBS016 obtained a highest amount of bid worth IDR4.98 trillion. Indonesia Composite Bond Index (ICBI) closed lower by 0.22% into 242.4 in last week.

The global market moved mixed in last week because Trump signed on memorandum imposing tariffs on up to USD60 billion for products imported from China. Indeed, he stated, "This is the first of many trade actions". Trump's decision was responded by China with imposing retaliatory tariffs on 128 products imported from the U.S.

From domestic outlook, Indonesia's Finance Minister Sri Mulyani dismissed concerns on government debt. According to her, government debt is not worrisome as the government is prudent in managing its debt. She added that it should not cause hysteria or excessive worries because the government continuously addresses public concerns regarding to its debt.

### Exchange Rate

In last week, IDR closed lower by 0.25% into IDR13,782 per USD. Bank Indonesia (BI) decided to hold its reference rate steady at 4.25% as markets estimated. Additionally, according to BI, 14-month low inflation will support BI to focus on further recovery in rupiah position.

### Benchmark Information

#### FRO063

TTM (Years)	5.15
Yield (%)	5.9311
Price	98.4533
Coupon (%)	5.6250

#### FRO064

TTM (Years)	10.15
Yield (%)	6.7063
Price	94.6000
Coupon (%)	6.1250

#### FRO065

TTM (Years)	15.16
Yield (%)	6.9683
Price	96.7523
Coupon (%)	6.6250

#### FRO075

TTM (Years)	20.16
Yield (%)	7.3305
Price	100.9500
Coupon (%)	7.5000

### Most Active

Securities	Maturity	YTM (%)	Volume (IDR tn)
FR64	05/15/2028	6.124	9.62
FR70	03/15/2024	6.626	8.11
FR59	05/15/2027	6.953	5.56
FR56	09/15/2026	7.003	4.72
PBS	03/15/2020	5.969	3.80

### Exchange Rate

Currency	Last	Chg.
USDIDR	13,782	0.23%
GBPIDR	19,430	1.15%
EURIDR	16,996	0.33%
JPYIDR	131.4	1.05%
CNYIDR	2,181	0.43%
KRWIDR	12.8	-0.97%
AUDIDR	10,639	-0.72%
HKDIDR	1,755	0.13%

# Indonesia Government Bond Auction

**Auction Date: Mar 20, 2018**    **Total incoming bid (IDR tn): 13.06**    **Total nominal (IDR tn): 8.90**

Series	Status	Coupon/ Discount	Maturity	Lowest Ask Yield	Highest Ask Yield	Nominal Won (IDR bn)	Incoming Bid (IDR bn)
SPN-S 07092018	Reopening	Discount	9/7/2018	4.22%	5.88%	3,000	4,811
PBS016	Reopening	6.250%	3/15/2020	5.97%	6.28%	4,630	4,981
PBS002	Reopening	5.450%	1/15/2022	6.31%	6.41%	502	682
PBS017	Reopening	6.125%	10/15/2025	6.78%	7.00%	620	795
PBS012	Reopening	8.875%	11/15/2031	7.34%	7.66%	-	988
PBS004	Reopening	6.100%	2/15/2037	7.69%	7.81%	150	808

## Next Government Bond Auction Schedule

<b>Date</b>	Mar 27 2018	<b>End</b>	Mar 27 2018	12.00 AM
<b>Indicative Target</b>	IDR 17 tn	<b>Result</b>	Mar 27 2018	
<b>Begin</b>	10.00 AM	<b>Settlement</b>	Mar 29 2018	

Series	Status	Coupon/ Discount	Maturity	Non-Competitive Buy Allocation
SPN03180628	New Issuance	Discount	6/28/2018	
SPN12190314	Reopening	Discount	3/14/2019	50% from winning amount
FR0064	Reopening	6.125%	5/15/2028	
FR0065	Reopening	6.625%	5/15/2033	30% from winning amount
FR0075	Reopening	7.500%	5/15/2038	

Source: DJPPR Ministry of Finance

## Economic Calendar

Date	Country	Hour Jakarta	Event	Period	Actual	Consensus	Previous
<b>Tuesday</b>	EU	16:00	Consumer Confidence	Mar F	0.1	0.1	
27 - Mar	USA	21:00	Conf. Board Consumer Confidence	Mar	131	130.8	
<b>Wednesday</b>	GER	13:00	GfK Consumer Confidence	Apr	10.8	10.8	
28 - Mar	USA	18:00	MBA Mortgage Applications	23-Mar	--	-1.10%	
	USA	19:30	GDP Annualized QoQ	4Q T	2.70%	2.50%	
<b>Thursday</b>	IDN	Tentative	Money Supply M2 YoY	Feb	--	8.40%	
29 - Mar	IDN	Tentative	Money Supply M1 YoY	Feb	--	11.30%	
	GER	14:55	Unemployment Change (000's)	Mar	-15k	-22k	
	UK	15:30	Mortgage Approvals	Feb	66.0k	67.5k	
	UK	15:30	GDP QoQ	4Q F	0.40%	0.40%	
	UK	15:30	GDP YoY	4Q F	1.40%	1.40%	
	GER	19:00	CPI MoM	Mar P	0.60%	0.50%	
	GER	19:00	CPI YoY	Mar P	1.70%	1.40%	
	USA	19:30	Personal Income	Feb	0.40%	0.40%	
	USA	19:30	Personal Spending	Feb	0.20%	0.20%	
<b>Friday</b>	JPN	06:30	Jobless Rate	Feb	2.60%	2.40%	
30 - Mar	JPN	06:50	Industrial Production MoM	Feb P	5.00%	-6.80%	

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	5.95	9.68%	12.80%	3.48%	Indonesia	6.25	1.63%	5.04%	0.00%
South Korea	1.82	-0.82%	-0.27%	-0.41%	South Korea	2.11	-1.95%	-1.86%	2.45%
China	3.40	-2.58%	-3.68%	-9.33%	China	3.60	-3.59%	-5.32%	-7.02%
Malaysia	3.75	0.13%	-0.27%	2.88%	Malaysia	3.79	-0.26%	-0.92%	1.20%
Thailand	1.30	6.58%	4.86%	2.78%	Thailand	1.61	0.94%	-5.85%	-2.13%

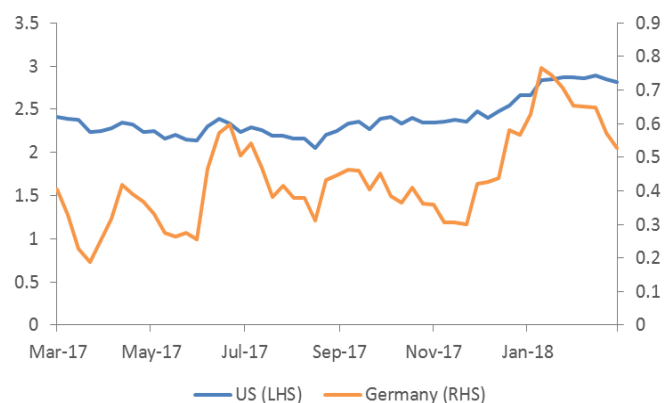
Source: Bloomberg

## Foreign Exchange Fluctuation

Currency	Last	Weekly Chg	Monthly Chg.	YTD Chg.	Currency	Last	Weekly Chg	Montly Chg.	YTD Chg.
Dollar	89.44	-0.88%	-1.11%	-2.92%	USDKRW	1,082	1.49%	-0.91%	1.07%
USDJPY	104.74	-1.20%	-3.73%	-7.05%	USDCNY	6.32	-0.30%	0.20%	-2.93%
GBPUSD	1.41	1.36%	2.21%	4.58%	USDMYR	3.92	0.29%	-0.53%	-3.16%
EURUSD	1.24	0.51%	0.82%	2.90%	USDTHB	31.23	0.14%	-1.60%	-4.14%
USDCAD	1.29	-1.53%	2.50%	2.58%	USDIDR	13,782	0.23%	1.12%	1.58%
USDCHF	0.95	-0.48%	0.94%	-2.76%	AUDUSD	76.99%	-0.18%	-1.46%	-1.41%

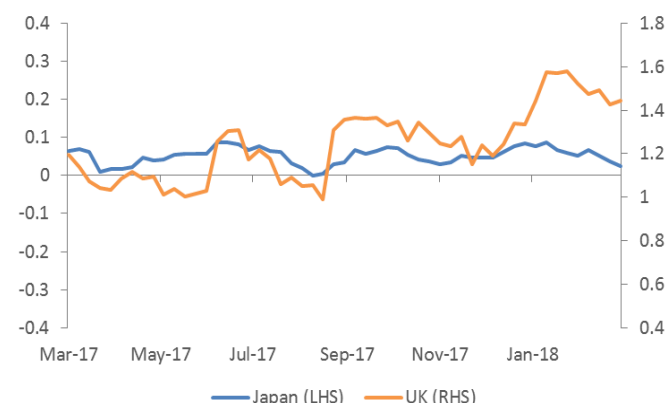
Source: Bloomberg

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



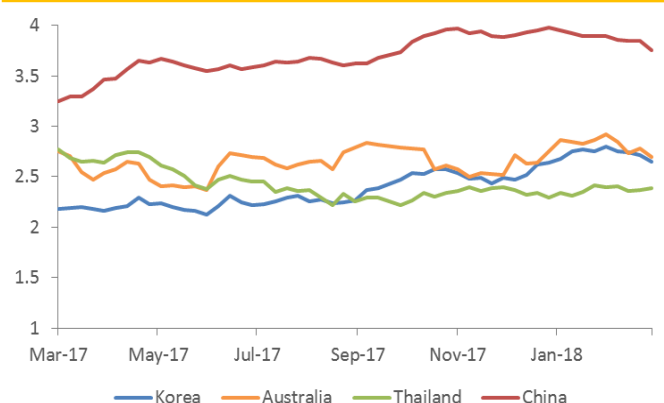
Source: Bloomberg

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



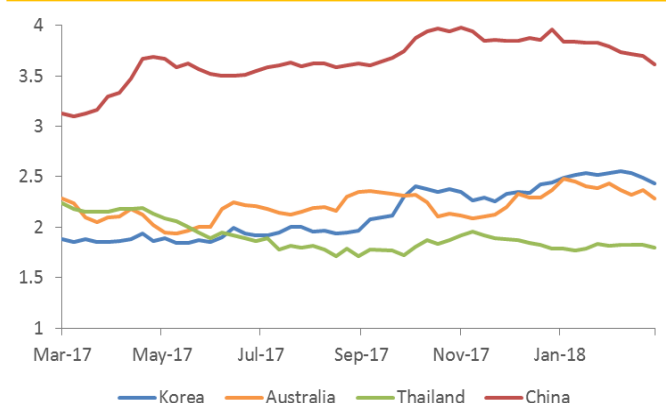
Source: Bloomberg

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



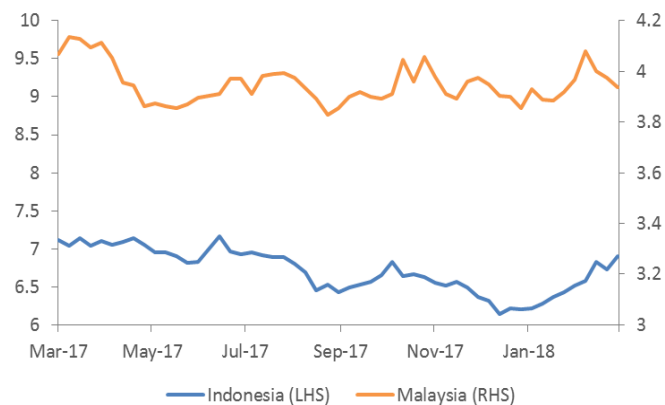
Source: Bloomberg

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



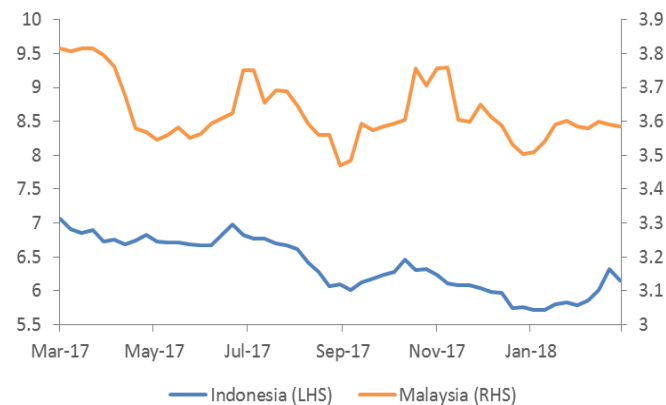
Source: Bloomberg

## 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