

HEADLINE NEWS

Market Summary

- o Hari ini, bursa Asia Pasifik dibuka kembali dibuka bervariasi (Topix 0,00%, Kospi +0,80%, ASX Australia -0,50%, S&P 500 Futures +0,10%, Hang Seng -0,01%) setelah The Fed mengindikasikan akan menahan bunga kebijakan pada waktu yang lama seiring dengan perkembangan makro yang lebih baik dari perkiraan sebelumnya.
- o Sebelumnya, dalam voting anonim pertama sejak Mei, The Fed mempertahankan The Fed rate bernjungi akan mengubah levelnya hanya jika ada perubahan yang berarti terhadap prospek perkonomian AS. Lebih jauh The Fed akan terus memonitor perkembangan ekonomi global dan tekanan inflasi yang rendah serta akan mengevaluasi implikasinya terhadap outlook ekonomi AS.
- o Setelah ada guidance yang lebih jelas dari The Fed, pelaku pasar kembali mengalihkan perhatiannya pada isu prospek kesepakatan dagang antara China-AS, dimana penerapan tarif impor baru sebesar 15% sudah mendekati deadline di hari Minggu nanti.
- o Yield UST Tenor 10Y turun sedikit ke 1,79% di tengah ketidakpastian kesepakatan dagang.
- o Yen rebound menguat ke level 108,50/US\$, dengan Euro kembali melanjutkan penguatan ke level \$1.1133.
- o Harga minyak mentah WTI belum banyak bergerak di level US\$58,91/bbl.
- o Rupiah kembali dibuka menguat sedikit ke arah 14,039/US\$ pagi ini.
- o Imbal hasil dari FR0078, acuan SUN 10Y pagi ini dibuka relatif stabil di 7,143% dibanding sesi sore kemarin.

Econ News

- o Endy Dwi Tjahjono, Direktur Eksekutif Departemen Ekonomi dan Kebijakan Moneter Bank Indonesia, menyatakan bahwa arah kebijakan moneter BI masih akan tetap akomodatif di tahun depan dan stance kebijakan masih longgar. Artinya, bank sentral belum menutup kemungkinan untuk kembali menurunkan bunga acuan untuk mendorong pertumbuhan ekonomi.

Comment: Dalam jangka pendek, kami berpandangan bahwa ketidakpastian eksternal yang berasal dari konflik dagang China-AS, proses Brexit yang berturut-lurut, serta potensi AS untuk memperluas perang dagang dengan negara-negara lain, akan menjadi pertimbangan utama bagi bank sentral negara tersebut untuk memproyeksi kondisi makro ke depan dan mempersiapkan kebijakan moneter yang akomodatif terhadap isu-isu tersebut. Oleh karena itu, kami setuju dengan arahan BI bahwa stance masih akan longgar pada tahun depan. Namun jika resolusi perang dagang China-AS akan menemui titik terang melalui kesepakatan, maka potensi perlambatan global dapat diminimalisir sehingga The Fed tidak perlu terlampau agresif menurunkan bunga acuan dan bahkan dapat menahan terus dalam periode tertentu. Dengan skema tersebut, maka untuk menjaga stabilitas makro domestik, sepatutnya BI akan merespons dengan mempertahankan suku bunga kebijakan di level sekarang.

ECONOMIC INDICATORS

	2016A	2017A	2018A	2019F
Real GDP (annual-%chg)	5.03	5.07	5.17	5.00
CPI (annual YoY%)	3.02	3.61	3.13	3.60
Current Account (% of GDP)	(1.82)	(1.59)	(2.92)	(2.70)
Fiscal Balance (% of GDP)	(4.25)	(3.44)	(2.50)	(2.50)
Rev Repo rate (year-end %)	4.75	4.25	6.00	5.50
IDR/USD (year-end)	13,473	13,568	14,390	14,593

Source: Bloomberg

MONEY MARKET

	Last	-1 Day	MoM (%)	YTD (%)
DEPOSIT FACILITY RATE	4.25	4.25	-	(1.00)
JIBOR O/N	5.90	5.90	-	0.02
JIBOR 1M IDR	5.35	5.33	0.03	(2.19)
LIBOR 1M USD	1.74	1.72	(0.03)	(0.78)
IDR/USD	14,045	14,014	(0.16)	(3.59)
JPY/USD	108.56	108.56	(0.45)	(1.55)

Source: Bloomberg

GOVT'S BENCHMARKS (%)

	-1 Day yield	Last yield	Last price	Valuation
FR0031	5.25	5.09	105.26	104.45
FR0061	6.08	6.07	102.07	101.64
FR0077	6.50	6.53	106.05	105.85
FR0056	6.84	6.87	108.01	107.89
FR0078	7.11	7.14	107.50	107.24
FR0068	7.54	7.61	106.55	107.18
FR0075	7.64	7.62	98.83	97.76
FR0076	7.70	7.73	95.89	94.46

Source: Bloomberg

5-YEAR INDONESIA CREDIT DEFAULT SWAP



Source: Bloomberg

USD INDON BONDS

	Last	-1 Day	MoM (%)	YTD (%)
Indon 21	2.03	2.06	(0.27)	(1.80)
Indon 26	2.73	2.79	(0.14)	(1.76)
Indon 35	3.69	3.73	(0.10)	(1.65)

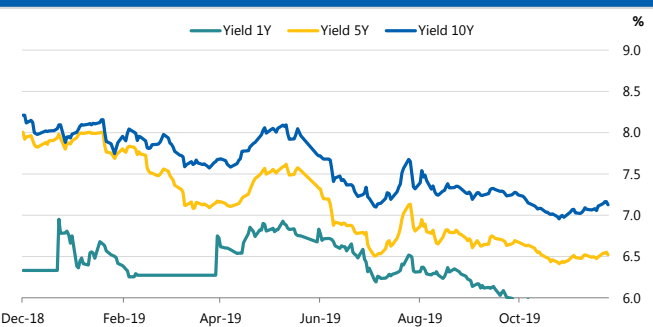
Source: Bloomberg

OVERSEAS YIELDS

	Last	-1 Day	MoM (%)	YTD (%)
United States 10-y	1.79	1.84	(0.15)	(0.93)
Euro Zone 10-y	(0.32)	(0.30)	(0.08)	(0.56)
Japan 10-y	(0.01)	(0.03)	0.06	-
China 10-y	3.19	3.20	(0.03)	(0.12)
India 10-y	6.76	6.71	0.20	(0.62)
Malaysia 10-y	3.44	3.41	0.06	(0.64)

Source: Bloomberg

INDONESIAN GOVERNMENT BOND YIELD - GENERIC



Source: Bloomberg

INDICES & COMMODITIES

	Last	-1 Day	MoM (%)	YTD (%)
Indonesia (IDX)	6,199.55	6,193.79	0.83	0.08
Malaysia (KLCI)	1,563.19	1,561.79	(2.80)	(7.62)
Philippines (PCOMP)	7,786.41	7,736.18	(2.78)	4.29
Singapore (STI)	3,172.90	3,162.89	(2.09)	3.91
China (SHCOMP)	2,924.42	2,917.32	0.50	17.26
Hongkong (Hang Seng)	26,645.43	26,436.62	(1.04)	4.47
Japan (Nikkei)	23,391.86	23,410.19	0.26	16.87
USA (Dow Jones)	27,911.30	27,881.72	0.79	21.03
Brent Crude oil (USD/b)	58.76	59.24	3.34	29.63
Gold (USD/toz)	1,464.27	1,464.37	0.57	14.30
Nickel (USD/mt)	13,850.00	13,405.00	(11.02)	29.08
Palm oil (MYR/mt)	2,878.00	2,902.00	9.55	35.69
Sugar (USD/lb)	13.46	13.46	7.08	0.22
Tin (USD/mt)	17,290.00	17,390.00	4.31	(11.27)
Wheat (USD/bsh)	519.25	523.75	1.71	(7.36)

Source: Bloomberg

Series	Outstanding amount (IDRbn)	Maturity date	Coupon rate	Last Price	YTM	Valuation price	Yield curve	Trading ideas
FR31	17,717	11/15/20	11.000%	105.252	5.110%	104.445	5.981%	Rich
FR34	15,940	6/15/21	12.800%	110.097	5.716%	109.526	6.092%	Rich
FR53	98,588	7/15/21	8.250%	103.531	5.889%	103.195	6.108%	Rich
FR61	103,029	5/15/22	7.000%	102.018	6.090%	101.641	6.257%	Rich
FR35	10,753	6/15/22	12.900%	114.874	6.387%	115.163	6.272%	Cheap
FR43	14,122	7/15/22	10.250%	109.411	6.256%	109.336	6.286%	Rich
FR63	93,418	5/15/23	5.625%	97.958	6.295%	97.571	6.424%	Rich
FR46	24,181	7/15/23	9.500%	109.354	6.533%	109.628	6.451%	Cheap
FR39	4,061	8/15/23	11.750%	116.635	6.576%	117.032	6.464%	Cheap
FR70	135,439	3/15/24	8.375%	106.894	6.491%	106.655	6.554%	Rich
FR77	89,495	5/15/24	8.125%	106.041	6.529%	105.846	6.579%	Rich
FR44	18,014	9/15/24	10.000%	112.997	6.755%	113.551	6.628%	Cheap
FR40	26,002	9/15/25	11.000%	120.664	6.621%	119.897	6.766%	Rich
FR37	2,450	9/15/26	12.000%	127.209	6.891%	127.205	6.892%	Rich
FR56	121,414	9/15/26	8.375%	108.010	6.870%	107.888	6.892%	Rich
FR59	117,080	5/15/27	7.000%	100.142	6.974%	100.164	6.970%	Cheap
FR42	14,774	7/15/27	10.250%	118.261	7.095%	118.950	6.989%	Cheap
FR47	20,385	2/15/28	10.000%	117.730	7.101%	118.055	7.053%	Cheap
FR64	106,295	5/15/28	6.125%	93.419	7.178%	94.014	7.079%	Cheap
FR71	93,391	3/15/29	9.000%	111.543	7.263%	112.260	7.163%	Cheap
FR78	108,775	5/15/29	8.250%	107.482	7.144%	107.237	7.179%	Rich
FR52	23,500	8/15/30	10.500%	122.362	7.427%	123.504	7.291%	Cheap
FR73	66,217	5/15/31	8.750%	110.322	7.395%	110.678	7.351%	Cheap
FR54	27,096	7/15/31	9.500%	116.287	7.383%	116.448	7.364%	Cheap
FR58	42,798	6/15/32	8.250%	107.477	7.327%	106.591	7.431%	Rich
FR74	47,331	8/15/32	7.500%	99.218	7.595%	100.447	7.443%	Cheap
FR65	85,343	5/15/33	6.625%	91.973	7.588%	92.730	7.492%	Cheap
FR68	137,758	3/15/34	8.375%	106.500	7.617%	107.179	7.542%	Cheap
FR72	90,910	5/15/36	8.250%	105.836	7.620%	105.528	7.652%	Rich
FR45	9,624	5/15/37	9.750%	119.148	7.730%	119.547	7.693%	Cheap
FR75	68,421	5/15/38	7.500%	98.828	7.618%	97.757	7.729%	Rich
FR50	15,661	7/15/38	10.500%	126.258	7.800%	127.015	7.735%	Cheap
FR79	47,980	5/4/39	8.375%	106.553	7.716%	106.111	7.758%	Rich
FR57	17,237	5/15/41	9.500%	116.282	7.909%	117.450	7.809%	Cheap
FR62	13,692	4/15/42	6.375%	83.429	7.974%	84.787	7.825%	Cheap
FR67	28,188	2/15/44	8.750%	108.160	7.981%	109.669	7.850%	Cheap
FR76	15,665	5/15/48	7.375%	95.911	7.732%	94.456	7.865%	Rich

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