

Daily Bond Market Update

June 3, 2026

Market Review

Government bond prices closed higher in trading on Tuesday (02/06).

Indonesia Composite Bond Index slightly increased by 0.01% to 437.51. Yield of 5-year (FR0109) and 10-year (FR0108) IGB benchmark dropped 2.4 bps and 3.2 bps to 6.69% and 6.66%. Meanwhile, yield of 15-year (FR0106) and 20-year (FR0107) IGB benchmark declined 0.9 bps and gained 3.7 bps to 6.84% and 6.87%, respectively.

US Job openings hit their highest level in nearly two years during April while hiring fell sharply, according to a government report on Tuesday.

The Bureau of Labor Statistics reported that available employment hit 7.6 million for the month, a surge of 731,000 from the prior month and the highest level since May 2024. Economists surveyed by Dow Jones had been looking for 6.8 million openings from the BLS' Job Openings and Labor Turnover Survey (JOLTS). The jump in openings put the available jobs above the total of unemployed workers. The rate of openings compared with the size of the labor force rose 0.4 percentage point to 4.6%. By industry, nearly all of the openings came from the professional and business services category, which added 668,000 positions, a possible indicator of the impact from artificial intelligence on labor demand. Health care and social assistance, the greatest engine of job creation, added 89,000. Financial activities saw a decline of 134,000. Most other categories reported little change. Federal Reserve officials watch the JOLTS numbers for signs of labor slack. Central bankers spent much of last year worried about weakness in the labor market but have since switched their concerns to the impacts from inflation due to tariffs and soaring energy prices. The Fed meets later this month and is widely expected to stay on hold with interest rates.

Based on data from the Central Statistics Agency (BPS), the Consumer Price Index (CPI) in May 2026 recorded inflation of 0.28% (mtm), or an increase of 3.08% annually (yoy).

Furthermore, core inflation in the same period was recorded at 0.22% (mtm), slightly lower than the realization in the previous month of 0.23% (mtm). The development of core inflation was influenced primarily by the increase in cooking oil prices amidst maintained inflation expectations. On an annual basis, core inflation in May 2026 was recorded at 2.59% (yoy), higher than the previous month's inflation of 2.44% (yoy). Furthermore, the volatile food group in May 2026 experienced inflation of 0.22% (mtm), higher than the realization in the previous month, which recorded deflation of 0.88% (mtm). Volatile food inflation was primarily driven by red chilies, shallots, tomatoes, and rice, driven by supply cuts caused by production disruptions due to extreme weather and the end of the main harvest season, amidst increased demand for the National Religious Holiday (HBKN) of Eid al-Adha. Annually, volatile food inflation reached 6.24% (yoy), higher than the previous month's 3.37% (yoy). Administered prices experienced inflation of 0.52% (mtm) in May 2026, lower than the 0.69% (mtm) achieved in the previous month. This maintained inflation within the target range is the result of consistent monetary policy and strong synergy in controlling inflation between Bank Indonesia and the Government (Central and Regional) within the Central and Regional Inflation Control Teams (TPIP and TPID), as well as strengthening the implementation of the National Food Security Program. Looking ahead, Bank Indonesia believes inflation will remain under control within the target range of 2.5%±1% in 2026 and 2027.

Corporate News

PEFINDO has assigned its idAA+ financial strength rating with stable outlook to PT BRI Asuransi Indonesia (BRINS).

The rating reflects the very strong likelihood of support from PT Bank Rakyat Indonesia (Persero) Tbk (BRI or the Parent), the Company's very strong business position, very strong capitalization, as well as very strong liquidity. The rating is constrained by intense competition in the industry. The rating could be raised if PEFINDO sees a higher degree of support likelihood from the Parent. This could be driven by a sustained strengthening in BRINS' business position while maintaining its financial profile, leading to its greater strategic importance to the group. The rating may be lowered if PEFINDO views a considerable deterioration in the Parent's level of support, which may be reflected by a substantially lower degree of control, or if BRINS suffers from significant deterioration in its business and financial performance without any indication of support from the Parent.

IGB Benchmark Bonds

Series	TTM (Year)	Price (bps)	Yield	Price
FR0109	4.79	10	6.69%	96.71
FR0108	9.9	23	6.66%	98.87
FR0106	14.2	9	6.84%	102.53
FR0107	19.2	-39	6.87%	102.66

Source: PHEI

10-year Government Bond Yield

Country	Yield (%)	(-1 day)	Chg. (bps)
India	7.01	7.02	-1.10
Turkey	32.2	32.6	-39.5
Singapore	2.00	2.02	-1.40
Thailand	2.23	2.31	-8.10
Malaysia	3.56	3.56	0.00
Korea	4.17	4.17	0.00
China	1.70	1.70	-0.10
Japan	2.57	2.68	-10.7
US	4.44	4.45	-1.00

Source: Bloomberg

Government Bond Ownership

Institution	In Trillion IDR	In Percentage (%)
Bank	1,188.4	17.4%
Bank Indonesia	1,881.8	27.5%
Mutual Fund	259.4	3.79%
Insurance & Pension Fund	1,389.5	20.3%
Foreigners	865.2	12.6%
Individual	552.7	8.07%
Others	710.1	10.4%
Total	6,847.0	100.0%

Source: DJPPR (as of May 22, 2026)

Currency Movement

FX Rate	2-Jun	(-1 day)	Chg. (%)
USD/IDR	17838	17874	-0.20%
EUR/USD	1.163	1.163	0.00%
GBP/USD	1.347	1.345	0.09%
USD/JPY	159.9	159.7	0.16%
USD/SGD	1.280	1.279	0.06%
USD/MYR	3.965	3.965	0.00%

Source: Bloomberg

Money Market

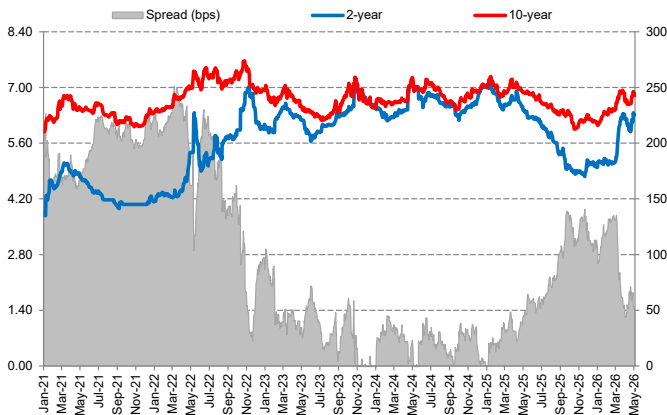
	2-Jun	(-1 day)	(-1 week)	(-1 month)
JIBOR				
O/N	5.90	5.90	5.90	5.90
1M	5.03	5.03	5.03	5.03
3M	5.46	5.46	5.46	5.46
LIBOR				
1M	4.96	4.96	4.96	4.96
3M	4.85	4.85	4.85	4.85
6M	4.68	4.68	4.68	4.68

Indonesia Interest Rates

Deposit 1M	3.72	3.74	3.69	3.60
Lending	14.6	14.7	14.7	14.7

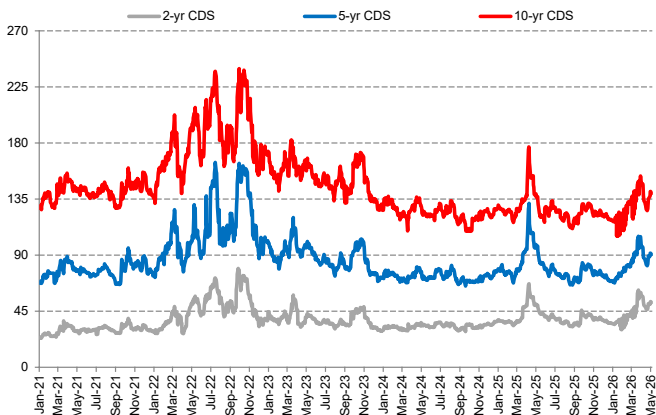
Source: Bloomberg

Yield Spread Between 2- and 10-year Bond



Source: Bloomberg

Credit Default Swap



Source: Bloomberg

US Economic Calendar

Date	Report
June 1, 2026	S&P Global Manufacturing PMI
June 2, 2026	JOLTs Job Openings
June 3, 2026	ADP Employment; Factory Orders
June 4, 2026	Initial Jobless Claims
June 5, 2026	US Employment Report (Non-Farm Payrolls)
June 8, 2026	Consumer Inflation Expectations
June 9, 2026	Balance of Trade
June 10, 2026	Consumer Price Index (CPI)
June 11, 2026	Initial Jobless Claims; Producer Price Index (PPI)
June 12, 2026	Michigan Consumer Sentiment

Indonesia Economic Calendar

Date	Report
June 1, 2026	---
June 2, 2026	Sukuk Auction; Inflation Rate
June 3, 2026	Trade Balance
June 4, 2026	S&P Global Manufacturing PMI
June 5, 2026	---
June 8, 2026	Foreign Exchange Reserves
June 9, 2026	Conventional Auction
June 10, 2026	Consumer Confidence
June 11, 2026	Retail Sales
June 12, 2026	Indonesia's International Investment Position

Auction Result: Conventional IGB (in Billion IDR)

Date	Series	TTM	Target Issuance	Incoming Bids	Total Incoming Bids	Nominal Awarded	Total Awarded	Awarded Yield
26-May-26	SPN12260702	01-mo	36,000	1,305	57,305	-	36,850	-
	SPN03260831	03-mo		1,721		1,000		5.900%
	SPN12270517	12-mo		4,667		3,700		6.500%
	FR0109	05-yr		20,197		14,450		6.670%
	FR0108	10-yr		8,488		3,150		6.700%
	FR0106	14-yr		6,142		5,000		6.860%
	FR0107	19-yr		5,942		3,500		6.869%
	FR0102	29-yr		4,668		4,050		6.970%
	FR0105	39-yr		4,175		2,000		6.980%

Source: DJPPR

Auction Result: Sukuk (in Billion IDR)

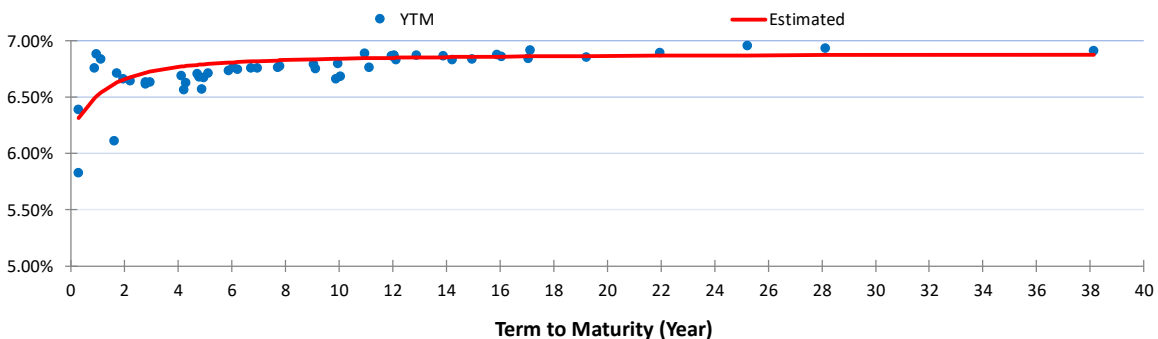
Date	Series	TTM	Target Issuance	Incoming Bids	Total Incoming Bids	Nominal Awarded	Total Awarded	Awarded Yield
2-Jun-26	SPNS13072026	01-mo	12,000	2,100	26,047	1,000	8,850	6.200%
	SPNS23112026	06-mo		2,710		2,550		6.400%
	SPNS01032027	09-mo		5,335		4,000		6.680%
	PBS030	02-yr		5,154		300		6.689%
	PBS040	04-yr		2,292		200		6.697%
	PBS034	13-yr		2,572		500		6.849%
	PBS005	17-yr		2,477		100		6.795%
	PBS038	23-yr		3,407		200		6.908%

Source: DJPPR

Government Bonds Prices
Closing Data: 2-Jun-2026

Series	Maturity	TTM	Coupon	Price	YTM	Estimated Yield	Fair Price	Spread (bps)	Modified Duration	Recommendation
FR0037	15-Sep-26	0.29	12.00%	101.66	5.826%	6.315%	101.55	-11	0.277	Dear
FR0056	15-Sep-26	0.29	8.375%	100.52	6.384%	6.315%	100.55	3	0.277	Fair
FR0090	15-Apr-27	0.87	5.125%	98.65	6.753%	6.488%	98.86	21	0.828	Cheap
FR0059	15-May-27	0.95	7.000%	100.10	6.880%	6.506%	100.44	34	0.903	Cheap
FR0042	15-Jul-27	1.12	10.25%	103.59	6.835%	6.540%	103.93	34	1.014	Cheap
FR0094	15-Jan-28	1.62	5.600%	99.22	6.109%	6.617%	98.45	-77	1.493	Dear
FR0047	15-Feb-28	1.71	10.00%	105.18	6.711%	6.627%	105.33	15	1.520	Cheap
FR0064	15-May-28	1.95	6.125%	99.04	6.657%	6.653%	99.04	0	1.803	Fair
FR0095	15-Aug-28	2.21	6.375%	99.45	6.643%	6.676%	99.38	-7	1.988	Fair
FR0071	15-Mar-29	2.79	9.000%	105.95	6.616%	6.716%	105.70	-25	2.411	Dear
FR0101	15-Mar-29	2.79	6.875%	100.61	6.632%	6.716%	100.38	-23	2.466	Dear
FR0078	15-May-29	2.95	8.250%	104.26	6.632%	6.725%	104.01	-24	2.590	Dear
FR0104	15-Jul-30	4.12	6.500%	99.32	6.688%	6.770%	99.03	-29	3.473	Dear
FR0052	15-Aug-30	4.21	10.50%	114.23	6.562%	6.772%	113.42	-81	3.356	Dear
FR0082	15-Sep-30	4.29	7.000%	101.36	6.627%	6.774%	100.81	-54	3.607	Dear
FR0087	15-Feb-31	4.71	6.500%	99.18	6.703%	6.784%	98.86	-32	3.918	Dear
FR0109	15-Mar-31	4.79	5.875%	96.77	6.673%	6.786%	96.32	-45	4.043	Dear
FR0085	15-Apr-31	4.87	7.750%	104.84	6.569%	6.788%	103.92	-92	3.998	Dear
FR0073	15-May-31	4.95	8.750%	108.64	6.669%	6.789%	108.12	-52	4.012	Dear
FR0054	15-Jul-31	5.12	9.500%	111.90	6.709%	6.793%	111.53	-37	3.966	Dear
FR0091	15-Apr-32	5.87	6.375%	98.29	6.731%	6.805%	97.94	-35	4.777	Dear
FR0058	15-Jun-32	6.04	8.250%	107.29	6.758%	6.807%	107.04	-25	4.596	Dear
FR0074	15-Aug-32	6.21	7.500%	103.76	6.746%	6.809%	103.43	-32	4.830	Dear
FR0096	15-Feb-33	6.71	7.000%	101.30	6.753%	6.815%	100.97	-33	5.191	Dear
FR0065	15-May-33	6.96	6.625%	99.27	6.757%	6.818%	98.94	-33	5.473	Dear
FR0100	15-Feb-34	7.71	6.625%	99.17	6.763%	6.824%	98.81	-36	5.835	Dear
FR0068	15-Mar-34	7.79	8.375%	109.56	6.771%	6.825%	109.22	-34	5.684	Dear
FR0080	15-Jun-35	9.04	7.500%	104.75	6.787%	6.834%	104.43	-32	6.349	Dear
FR0103	15-Jul-35	9.12	6.750%	99.99	6.750%	6.834%	99.42	-56	6.561	Dear
FR0108	15-Apr-36	9.88	6.500%	98.86	6.658%	6.838%	97.59	-127	7.121	Dear
FR0072	15-May-36	9.96	8.250%	110.39	6.794%	6.839%	110.06	-33	6.877	Dear
FR0088	15-Jun-36	10.04	6.250%	96.89	6.680%	6.839%	95.77	-112	7.102	Dear
FR0045	15-May-37	10.96	9.750%	121.76	6.886%	6.843%	122.14	38	7.091	Cheap
FR0093	15-Jul-37	11.13	6.375%	97.00	6.762%	6.844%	96.38	-62	7.625	Dear
FR0075	15-May-38	11.96	7.500%	105.14	6.862%	6.847%	105.27	13	7.902	Cheap
FR0098	15-Jun-38	12.04	7.125%	102.09	6.867%	6.847%	102.25	16	7.792	Cheap
FR0050	15-Jul-38	12.13	10.50%	129.91	6.829%	6.847%	129.74	-17	7.279	Dear
FR0079	15-Apr-39	12.88	8.375%	112.72	6.868%	6.850%	112.89	17	8.053	Cheap
FR0083	15-Apr-40	13.88	7.500%	105.61	6.865%	6.853%	105.72	12	8.620	Cheap
FR0106	15-Aug-40	14.21	7.125%	102.65	6.829%	6.853%	102.43	-22	8.749	Dear
FR0057	15-May-41	14.96	9.500%	124.73	6.832%	6.855%	124.49	-24	8.651	Dear
FR0062	15-Apr-42	15.88	6.375%	95.19	6.877%	6.857%	95.37	19	9.638	Cheap
FR0092	15-Jun-42	16.05	7.125%	102.58	6.857%	6.857%	102.58	0	9.263	Fair
FR0097	15-Jun-43	17.05	7.125%	102.83	6.841%	6.859%	102.64	-19	9.580	Dear
FR0067	15-Jul-43	17.13	8.750%	118.58	6.912%	6.859%	118.86	28	9.226	Cheap
FR0107	15-Aug-45	19.22	7.125%	102.89	6.851%	6.862%	102.77	-13	10.30	Dear
FR0076	15-May-48	21.97	7.375%	105.42	6.892%	6.865%	105.73	31	11.04	Cheap
FR0089	15-Aug-51	25.22	6.875%	99.05	6.954%	6.868%	100.07	102	11.60	Cheap
FR0102	15-Jul-54	28.14	6.875%	99.32	6.929%	6.870%	100.05	73	12.01	Cheap
FR0105	15-Jul-64	38.15	6.875%	99.52	6.910%	6.875%	99.99	47	13.05	Cheap

Source: Bloomberg, Shinhan Sekuritas Indonesia & NSS Model Calculation





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