

# Daily Bond Market Update

May 7, 2026

## Market Review

### Government bond prices closed mixed in trading on Wednesday (06/05).

Indonesia Composite Bond Index decreased by 0.02% to 435.84. Yield of 5-year (FR0109) and 10-year (FR0108) IGB benchmark dropped 9.5 bps and 7.7 bps to 6.69% and 6.72%. Meanwhile, yield of 15-year (FR0106) and 20-year (FR0107) IGB benchmark advanced 1.2 bps and declined 0.3 bps to 6.90% and 6.78%, respectively.

### The US trade deficit jumped 4.3% in March to \$60.3 billion, the second straight monthly jump.

Imports jumped 2.3% to \$381.2 billion, outpacing a rise in exports of 2.0% to 320.9 billion. The goods deficit increased by \$4.1 billion to \$88.7 billion. The US traditionally runs a positive number on the services side of the ledger—that surplus continued and increased by \$1.6 billion to \$28.4 billion. March's rise was the second consecutive increase to begin 2026 and follows a revised February trade deficit of \$57.8 billion and a January tally of \$54.7 billion. That's in large part because imports surged and the trade deficit ballooned over a four-month window from December 2024 to March 2025, with importers stocking up in advance of anticipated new tariffs. For example, the new reading for March 2026 marks a whopping 55% drop in the deficit from March 2025, which marked the largest trade deficit in US history as shippers stocked up. But it's a very slight 0.3% increase when compared with April 2025, when many of those "Liberation Day" tariffs were announced and imports plummeted. The Supreme Court upheld that cornerstone of Trump's second-term tariff regime with a landmark ruling in February that found the president lacks authority to impose tariffs under a 1977 law governing emergency economic powers.

### Indonesia's manufacturing activity has been further eroded and contracted, as a result of geopolitical conflict.

Purchasing Managers' Index (PMI) data released by S&P Global shows Indonesia's PMI stood at 49.1 in April 2026. This figure is the lowest since July 2025 or the previous nine months. This figure also marks the PMI's first contraction since July 2025 after eight months of expansion. The PMI uses a figure of 50 as a benchmark. A value above 50 indicates the business world is in an expansionary phase, while below 50 indicates a contractionary phase. S&P explained that the PMI contracted due to a decline in the condition of Indonesia's manufacturing sector in the early second quarter of 2026 due to several factors. Companies recorded a fairly strong contraction in production volume. This was the sharpest correction in almost a year, despite a slight increase in new orders. This contraction was driven by a continued decline in production volume. The decline occurred for two consecutive months, with the pace of decline accelerating compared to March and becoming the fastest since May of last year. S&P cited rising raw material prices, supply shortages, and weakening consumer purchasing power as the main factors behind the decline. On the more positive side, Indonesian manufacturers reported a slight increase in new orders, although this was largely due to pre-ordering in anticipation of future price increases and supply disruptions. Data showed that this increase came primarily from the domestic market, while new export orders actually experienced a significant decline. Cost pressures intensified during the month, with input cost inflation reaching its highest level in almost four years. Businesses attributed the increase in input costs to rising raw material prices and material shortages. Companies responded to these rising costs by raising selling prices at the start of the second quarter, the largest increase since October 2013.

## Corporate News

### PT Merdeka Battery Materials Tbk (MBMA) plans to issue Shelf Registration Bonds I Phase IV Year 2026 with a principal amount of IDR5 trillion.

The bonds offered consist of three series, namely Series A, B, and C. For Series A, MBMA is offering a principal amount of IDR2.53 trillion with a coupon rate of 7.5% and a tenor of 367 days. Meanwhile, the principal amount offered for series B is IDR1.78 trillion with a coupon rate of 9% and a tenor of 3-year. Furthermore, the principal amount for series C is offered at IDR678 billion with a coupon rate of 9.25% and a tenor of 5-year. In addition to offering bonds, MBMA is also issuing Shelf Registration Sukuk Mudharabah I Phase IV Year 2026 with an issuance target of IDR622 billion. As planned, all funds obtained from the issuance of bonds and sukuk—after deducting issuance costs—will be used by MBMA to support the sustainability of business activities that do not conflict with sharia principles in the capital market.

## IGB Benchmark Bonds

Series	TTM (Year)	Price (bps)	Yield	Price
FR0109	4.86	38	6.69%	96.65
FR0108	10.0	55	6.72%	98.42
FR0106	14.3	-11	6.90%	102.02
FR0107	19.3	3	6.78%	103.66

Source: PHEI

## 10-year Government Bond Yield

Country	Yield (%)	(-1 day)	Chg. (bps)
India	6.91	7.02	-10.5
Turkey	31.1	31.8	-75.5
Singapore	2.08	2.10	-1.70
Thailand	2.22	2.23	-1.30
Malaysia	3.57	3.58	-1.10
Korea	3.93	3.93	0.00
China	1.76	1.75	1.20
Japan	2.50	2.50	0.00
US	4.35	4.43	-7.60

Source: Bloomberg

## Government Bond Ownership

Institution	In Trillion IDR	In Percentage (%)
Bank	1,223.4	18.0%
Bank Indonesia	1,822.0	26.8%
Mutual Fund	257.6	3.79%
Insurance & Pension Fund	1,371.3	20.2%
<b>Foreigners</b>	<b>866.9</b>	<b>12.7%</b>
Individual	550.2	8.09%
Others	710.7	10.4%
<b>Total</b>	<b>6,802.1</b>	<b>100.0%</b>

Source: DJPPR (as of April 30, 2026)

## Currency Movement

FX Rate	6-May	(-1 day)	Chg. (%)
USD/IDR	17389	17425	-0.21%
EUR/USD	1.175	1.169	0.47%
GBP/USD	1.359	1.354	0.38%
USD/JPY	156.4	157.9	-0.94%
USD/SGD	1.268	1.275	-0.56%
USD/MYR	3.923	3.961	-0.97%

Source: Bloomberg

## Money Market

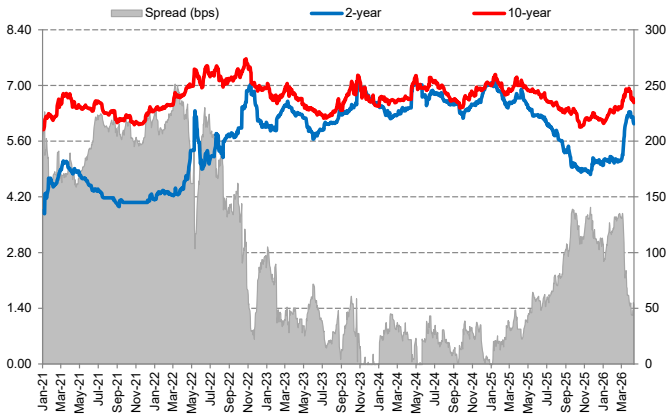
	6-May	(-1 day)	(-1 week)	(-1 month)
<b>JIBOR</b>				
O/N	5.90	5.90	5.90	5.90
1M	5.03	5.03	5.03	5.03
3M	5.46	5.46	5.46	5.46
<b>LIBOR</b>				
1M	4.96	4.96	4.96	4.96
3M	4.85	4.85	4.85	4.85
6M	4.68	4.68	4.68	4.68

## Indonesia Interest Rates

Deposit 1M	3.55	3.60	3.59	3.57
Lending	15.0	14.7	14.5	14.5

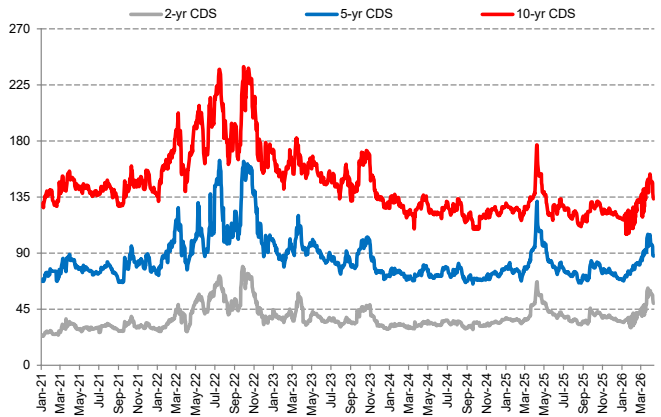
Source: Bloomberg

### Yield Spread Between 2- and 10-year Bond



Source: Bloomberg

### Credit Default Swap



Source: Bloomberg

### US Economic Calendar

Date	Report
May 4, 2026	Factory Orders
May 5, 2026	US Trade Balance; Job Openings
May 6, 2026	ADP Employment
May 7, 2026	Initial Jobless Claims
May 8, 2026	US Employment Report
May 11, 2026	Existing Home Sales
May 12, 2026	Consumer Price Index
May 13, 2026	Producer Price Index
May 14, 2026	Initial Jobless Claims; US Retail Sales
May 15, 2026	Industrial Production

### Indonesia Economic Calendar

Date	Report
May 4, 2026	Inflation Rate
May 5, 2026	Sukuk Auction; GDP Growth Rate
May 6, 2026	S&P Global Manufacturing PMI
May 7, 2026	---
May 8, 2026	Foreign Exchange Reserves
May 11, 2026	Consumer Confidence
May 12, 2026	Retail Sales
May 13, 2026	---
May 14, 2026	---
May 15, 2026	---

### Auction Result: Conventional IGB (in Billion IDR)

Date	Series	TTM	Target Issuance	Incoming Bids	Total Incoming Bids	Nominal Awarded	Total Awarded	Awarded Yield
28-Apr-26	SPN01260530	01-mo	36,000	3,435	74,951	1,000	40,000	4.890%
	SPN12260730	03-mo		3,194		2,400		5.400%
	SPN12270429	12-mo		4,562		4,400		5.550%
	FR0109	05-yr		34,744		15,750		6.635%
	FR0108	10-yr		9,221		3,250		6.810%
	FR0106	14-yr		4,692		2,700		6.818%
	FR0107	19-yr		7,050		5,150		6.750%
	FR0102	29-yr		4,200		3,600		6.865%
	FR0105	39-yr		3,853		1,750		6.880%

Source: DJPPR

### Auction Result: Sukuk (in Billion IDR)

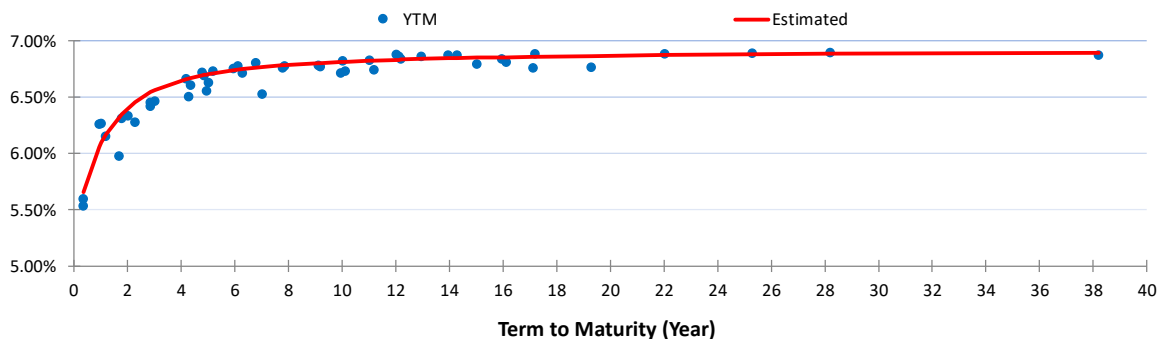
Date	Series	TTM	Target Issuance	Incoming Bids	Total Incoming Bids	Nominal Awarded	Total Awarded	Awarded Yield
5-May-26	SPNS01062026	01-mo	12,000	2,822	21,197	900	12,000	5.500%
	SPNS12102026	06-mo		1,330		-		-
	SPNS03022027	09-mo		4,205		2,250		6.089%
	PBS030	02-yr		2,621		1,200		6.418%
	PBS040	04-yr		1,261		500		6.478%
	PBSG02	07-yr		1,930		1,850		6.722%
	PBS034	13-yr		2,755		2,100		6.754%
	PBS038	23-yr		4,273		3,200		6.810%

Source: DJPPR

**Government Bonds Prices**  
Closing Data: 6-May-2026

Series	Maturity	TTM	Coupon	Price	YTM	Estimated Yield	Fair Price	Spread (bps)	Modified Duration	Recommendation
FR0037	15-Sep-26	0.36	12.00%	102.21	5.530%	5.657%	102.20	-1	0.349	Fair
FR0056	15-Sep-26	0.36	8.375%	100.94	5.590%	5.657%	100.93	-1	0.349	Fair
FR0090	15-Apr-27	0.94	5.125%	98.98	6.255%	6.057%	99.15	17	0.902	Cheap
FR0059	15-May-27	1.02	7.000%	100.72	6.263%	6.095%	100.88	17	0.945	Cheap
FR0042	15-Jul-27	1.19	10.25%	104.61	6.150%	6.163%	104.62	1	1.090	Fair
FR0094	15-Jan-28	1.70	5.600%	99.40	5.974%	6.324%	98.84	-56	1.566	Dear
FR0047	15-Feb-28	1.78	10.00%	106.08	6.309%	6.346%	106.04	-5	1.595	Fair
FR0064	15-May-28	2.03	6.125%	99.61	6.331%	6.404%	99.48	-14	1.823	Dear
FR0095	15-Aug-28	2.28	6.375%	100.20	6.273%	6.453%	99.82	-38	2.065	Dear
FR0071	15-Mar-29	2.86	9.000%	106.54	6.448%	6.542%	106.30	-24	2.485	Dear
FR0101	15-Mar-29	2.86	6.875%	101.21	6.415%	6.542%	100.85	-36	2.540	Dear
FR0078	15-May-29	3.03	8.250%	104.84	6.459%	6.562%	104.56	-28	2.565	Dear
FR0104	15-Jul-30	4.19	6.500%	99.42	6.658%	6.660%	99.41	-1	3.547	Fair
FR0052	15-Aug-30	4.28	10.50%	114.71	6.498%	6.665%	114.05	-65	3.430	Dear
FR0082	15-Sep-30	4.36	7.000%	101.47	6.604%	6.670%	101.22	-25	3.679	Dear
FR0087	15-Feb-31	4.78	6.500%	99.12	6.715%	6.692%	99.21	9	3.990	Fair
<b>FR0109</b>	<b>15-Mar-31</b>	<b>4.86</b>	<b>5.875%</b>	<b>96.68</b>	<b>6.685%</b>	<b>6.696%</b>	<b>96.63</b>	<b>-5</b>	<b>4.113</b>	<b>Fair</b>
FR0085	15-Apr-31	4.95	7.750%	104.98	6.551%	6.700%	104.35	-63	4.070	Dear
FR0073	15-May-31	5.03	8.750%	108.96	6.623%	6.703%	108.61	-35	3.929	Dear
FR0054	15-Jul-31	5.19	9.500%	111.97	6.725%	6.710%	112.05	8	4.038	Fair
FR0091	15-Apr-32	5.95	6.375%	98.17	6.752%	6.737%	98.25	7	4.847	Fair
FR0058	15-Jun-32	6.12	8.250%	107.28	6.773%	6.742%	107.44	16	4.667	Cheap
FR0074	15-Aug-32	6.28	7.500%	103.98	6.710%	6.747%	103.79	-19	4.905	Dear
FR0096	15-Feb-33	6.79	7.000%	101.05	6.802%	6.759%	101.28	23	5.260	Cheap
FR0065	15-May-33	7.03	6.625%	100.57	6.522%	6.765%	99.22	-135	5.384	Dear
FR0100	15-Feb-34	7.79	6.625%	99.22	6.753%	6.780%	99.06	-16	5.908	Dear
FR0068	15-Mar-34	7.86	8.375%	109.63	6.772%	6.782%	109.57	-5	5.755	Fair
FR0080	15-Jun-35	9.12	7.500%	104.84	6.778%	6.801%	104.68	-16	6.422	Dear
FR0103	15-Jul-35	9.20	6.750%	99.88	6.767%	6.802%	99.64	-24	6.631	Dear
<b>FR0108</b>	<b>15-Apr-36</b>	<b>9.95</b>	<b>6.500%</b>	<b>98.49</b>	<b>6.709%</b>	<b>6.811%</b>	<b>97.78</b>	<b>-72</b>	<b>7.186</b>	<b>Dear</b>
FR0072	15-May-36	10.03	8.250%	110.29	6.816%	6.812%	110.32	4	6.696	Fair
FR0088	15-Jun-36	10.12	6.250%	96.54	6.726%	6.813%	95.93	-61	7.167	Dear
FR0045	15-May-37	11.03	9.750%	122.44	6.821%	6.821%	122.43	0	6.900	Fair
FR0093	15-Jul-37	11.20	6.375%	97.16	6.739%	6.823%	96.52	-64	7.701	Dear
FR0075	15-May-38	12.03	7.500%	105.05	6.876%	6.830%	105.43	39	7.697	Cheap
FR0098	15-Jun-38	12.12	7.125%	102.17	6.857%	6.830%	102.39	22	7.866	Cheap
FR0050	15-Jul-38	12.20	10.50%	129.96	6.835%	6.831%	130.01	5	7.349	Fair
FR0079	15-Apr-39	12.95	8.375%	112.85	6.860%	6.836%	113.07	22	8.126	Cheap
FR0083	15-Apr-40	13.95	7.500%	105.58	6.871%	6.842%	105.84	26	8.690	Cheap
<b>FR0106</b>	<b>15-Aug-40</b>	<b>14.29</b>	<b>7.125%</b>	<b>102.31</b>	<b>6.867%</b>	<b>6.844%</b>	<b>102.52</b>	<b>21</b>	<b>8.810</b>	<b>Cheap</b>
FR0057	15-May-41	15.04	9.500%	125.27	6.790%	6.848%	124.64	-63	8.417	Dear
FR0062	15-Apr-42	15.95	6.375%	95.56	6.837%	6.852%	95.41	-15	9.723	Dear
FR0092	15-Jun-42	16.12	7.125%	103.07	6.808%	6.853%	102.62	-45	9.353	Dear
FR0097	15-Jun-43	17.12	7.125%	103.73	6.753%	6.857%	102.67	-106	9.687	Dear
FR0067	15-Jul-43	17.20	8.750%	118.97	6.882%	6.857%	118.93	-5	9.310	Fair
<b>FR0107</b>	<b>15-Aug-45</b>	<b>19.29</b>	<b>7.125%</b>	<b>103.86</b>	<b>6.762%</b>	<b>6.864%</b>	<b>102.75</b>	<b>-111</b>	<b>10.42</b>	<b>Dear</b>
FR0076	15-May-48	22.04	7.375%	105.54	6.882%	6.871%	105.68	13	10.75	Cheap
FR0089	15-Aug-51	25.29	6.875%	99.87	6.885%	6.877%	99.96	9	11.73	Fair
FR0102	15-Jul-54	28.21	6.875%	99.81	6.889%	6.882%	99.90	9	12.12	Fair
FR0105	15-Jul-64	38.22	6.875%	100.08	6.868%	6.892%	99.76	-32	13.18	Dear

Source: Bloomberg, Shinhan Sekuritas Indonesia & NSS Model Calculation





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