

Daily Bond Market Update

May 8, 2026

Market Review

Government bond prices closed higher in trading on Thursday (07/05).

Indonesia Composite Bond Index increased by 0.69% to 438.85. Yield of 5-year (FR0109) and 10-year (FR0108) IGB benchmark dropped 21 bps and 12 bps to 6.48% and 6.60%. Meanwhile, yield of 15-year (FR0106) and 20-year (FR0107) IGB benchmark declined 15 bps and 7.1 bps to 6.75% and 6.71%, respectively.

US initial jobless claims have shown a modest increase, signaling potential shifts in the labor market.

The actual number of initial jobless claims filed was 200,000, according to the latest figures. This number is slightly above the forecasted figure of 205,000, indicating a tighter-than-expected labor market scenario. The initial jobless claims measure the number of individuals who filed for unemployment insurance for the first time during the past week. It serves as an early indicator of the health of the labor market and, by extension, the economy. A higher-than-expected reading is generally perceived as negative for the US dollar, as it suggests potential weaknesses in employment. Conversely, a lower-than-expected reading is seen as bullish, hinting at a robust labor market. When comparing the latest data to the previous week's figure of 190,000, there is a noticeable increase of 10,000 claims. This rise could suggest that more individuals are experiencing job losses or entering unemployment, which may have implications for consumer spending and economic growth. Despite the increase, the jobless claims remain relatively low by historical standards, which might indicate that the labor market is still resilient. However, the slight uptick in claims could be a sign of emerging challenges or a response to fluctuating economic conditions. Market analysts and investors will be closely monitoring these figures, as the data could influence monetary policy decisions, particularly if the trend of increasing claims continues in the coming weeks.

The government is preparing to roll out additional stimulus to maintain the positive trend of economic growth in the second quarter of 2026.

This anticipatory measure was taken after the Indonesian economy recorded 5.61% growth in the first quarter, despite being overshadowed by the risk of global uncertainty and fluctuations in global energy prices. The Minister of Finance stated that the government will continue to monitor macroeconomic factors, from the exchange rate to public purchasing power, to ensure the growth engine does not slow down. The Minister of Finance emphasized that the State Budget remains positioned as a shock absorber to protect domestic demand from global market volatility, particularly due to the escalation of conflict in the Middle East. This strategy is expected to maintain public consumption and business activity until the end of the year. This fiscal support has been distributed through, among other things, the Holiday Allowance (THR) payment for civil servants, the Indonesian National Armed Forces (TNI), the Indonesian National Police (Polri), and retirees, the Free Nutritious Meal program, social assistance, and capital expenditures for infrastructure such as irrigation and roads. In addition, the government is strengthening the investment climate through the P3M-PPE Task Force, which provides 24-hour debottlenecking services to address licensing obstacles. The Minister of Finance emphasized that a similar strategy will continue in the second quarter until the end of the year. The goal is to maintain public consumption, business activity, and investment amid external pressures. Although the 2026 State Budget targets economic growth at 5.4%, the Minister of Finance is optimistic that this figure can be pushed higher through stimulus policies.

Corporate News

PEFINDO has assigned its idAAA rating with stable outlook to PT Pegadaian Galeri Dua Empat (Galeri 24).

The rating is primarily driven by our assessment of Galeri 24's position as a core subsidiary of its parent company, PT Pegadaian (idAAA/stable). Galeri 24's standalone credit profile reflects its strong business position in the gold trading business and strong synergy with the Parent, very strong demand for gold products, as well as very strong financial profile, but it is constrained by its limited margin expansion. Any rating change to Pegadaian may trigger a similar rating action to Galeri 24. PEFINDO may also lower Galeri 24's rating if we believe Pegadaian's commitment to providing support to PGDE has weakened, such as through a significant reduction in ownership or control over the Company. PEFINDO may also lower the rating if Galeri 24 adopts an aggressive financial policy shown by incurring significant debt without being compensated by higher revenue prospects.

IGB Benchmark Bonds

Series	TTM (Year)	Price (bps)	Yield	Price
FR0109	4.86	83	6.48%	97.48
FR0108	9.9	88	6.60%	99.30
FR0106	14.3	138	6.75%	103.40
FR0107	19.3	78	6.71%	104.44

Source: PHEI

10-year Government Bond Yield

Country	Yield (%)	(-1 day)	Chg. (bps)
India	6.93	6.91	1.70
Turkey	30.8	31.1	-22.0
Singapore	2.06	2.08	-1.90
Thailand	2.18	2.22	-3.90
Malaysia	3.56	3.57	-1.00
Korea	3.93	3.93	0.00
China	1.76	1.76	-0.30
Japan	2.47	2.50	-3.50
US	4.39	4.35	3.80

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%
Foreigners	866.9	12.7%
Individual	550.2	8.09%
Others	710.7	10.4%
Total	6,802.1	100.0%

Source: DJPPR (as of April 30, 2026)

Currency Movement

FX Rate	7-May	(-1 day)	Chg. (%)
USD/IDR	17342	17389	-0.27%
EUR/USD	1.173	1.175	-0.19%
GBP/USD	1.356	1.359	-0.28%
USD/JPY	156.9	156.4	0.35%
USD/SGD	1.269	1.268	0.06%
USD/MYR	3.908	3.923	-0.39%

Source: Bloomberg

Money Market

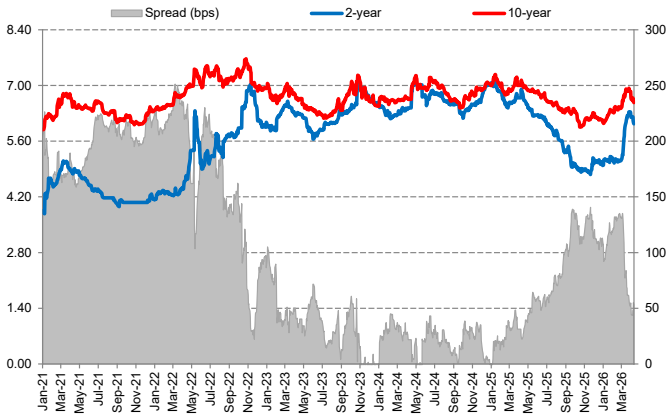
	7-May	(-1 day)	(-1 week)	(-1 month)
JIBOR				
O/N	5.90	5.90	5.90	5.90
1M	5.03	5.03	5.03	5.03
3M	5.46	5.46	5.46	5.46
LIBOR				
1M	4.96	4.96	4.96	4.96
3M	4.85	4.85	4.85	4.85
6M	4.68	4.68	4.68	4.68

Indonesia Interest Rates

Deposit 1M	3.59	3.55	3.64	3.59
Lending	14.5	15.0	14.5	14.2

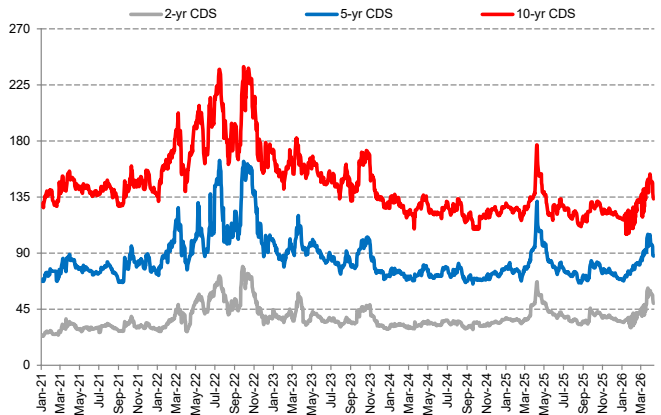
Source: Bloomberg

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%

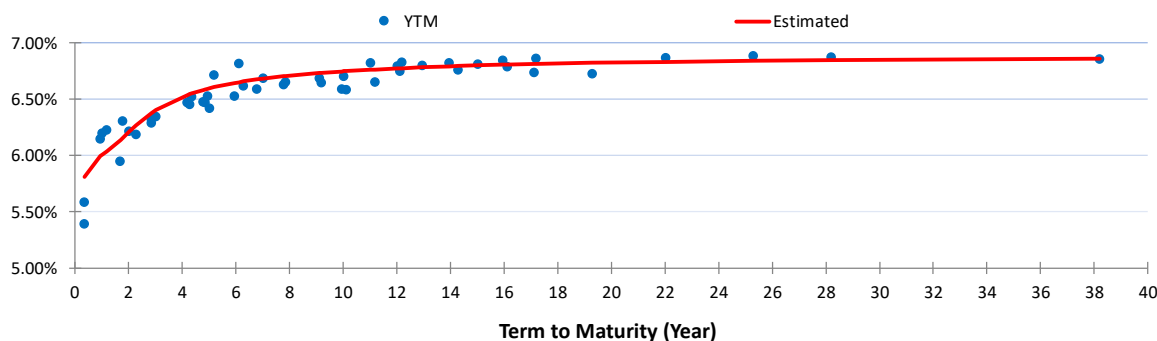
Source: DJPPR

Government Bonds Prices

Closing Data: 7-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	5.389%	5.808%	102.12	-8	0.347	Fair
FR0056	15-Sep-26	0.36	8.375%	100.92	5.582%	5.808%	100.87	-5	0.346	Fair
FR0090	15-Apr-27	0.94	5.125%	99.09	6.142%	5.995%	99.21	12	0.900	Cheap
FR0059	15-May-27	1.02	7.000%	100.78	6.191%	6.007%	100.97	19	0.943	Cheap
FR0042	15-Jul-27	1.19	10.25%	104.50	6.222%	6.033%	104.76	26	1.087	Cheap
FR0094	15-Jan-28	1.69	5.600%	99.44	5.947%	6.135%	99.14	-30	1.564	Dear
FR0047	15-Feb-28	1.78	10.00%	106.07	6.303%	6.155%	106.36	29	1.593	Cheap
FR0064	15-May-28	2.02	6.125%	99.84	6.209%	6.211%	99.84	0	1.821	Fair
FR0095	15-Aug-28	2.28	6.375%	100.39	6.182%	6.265%	100.22	-17	2.063	Dear
FR0071	15-Mar-29	2.86	9.000%	106.87	6.319%	6.374%	106.75	-12	2.485	Dear
FR0101	15-Mar-29	2.86	6.875%	101.55	6.286%	6.374%	101.28	-27	2.540	Dear
FR0078	15-May-29	3.02	8.250%	105.16	6.342%	6.400%	105.01	-15	2.564	Dear
FR0104	15-Jul-30	4.19	6.500%	100.11	6.465%	6.534%	99.86	-25	3.549	Dear
FR0052	15-Aug-30	4.28	10.50%	114.87	6.451%	6.542%	114.54	-33	3.429	Dear
FR0082	15-Sep-30	4.36	7.000%	101.80	6.516%	6.548%	101.68	-12	3.679	Dear
FR0087	15-Feb-31	4.78	6.500%	100.11	6.471%	6.579%	99.67	-44	3.996	Dear
FR0109	15-Mar-31	4.86	5.875%	97.56	6.468%	6.584%	97.08	-47	4.118	Dear
FR0085	15-Apr-31	4.94	7.750%	105.09	6.524%	6.589%	104.82	-27	4.068	Dear
FR0073	15-May-31	5.02	8.750%	109.87	6.416%	6.595%	109.09	-78	3.935	Dear
FR0054	15-Jul-31	5.19	9.500%	112.03	6.708%	6.604%	112.53	50	4.036	Cheap
FR0091	15-Apr-32	5.95	6.375%	99.27	6.525%	6.642%	98.70	-56	4.856	Dear
FR0058	15-Jun-32	6.11	8.250%	107.06	6.812%	6.649%	107.92	86	4.662	Cheap
FR0074	15-Aug-32	6.28	7.500%	104.47	6.615%	6.655%	104.26	-21	4.908	Dear
FR0096	15-Feb-33	6.78	7.000%	102.21	6.587%	6.673%	101.74	-47	5.272	Dear
FR0065	15-May-33	7.03	6.625%	99.69	6.682%	6.681%	99.69	0	5.369	Fair
FR0100	15-Feb-34	7.78	6.625%	99.98	6.626%	6.702%	99.52	-46	5.916	Dear
FR0068	15-Mar-34	7.86	8.375%	110.42	6.646%	6.704%	110.06	-36	5.764	Dear
FR0080	15-Jun-35	9.11	7.500%	105.50	6.682%	6.731%	105.16	-34	6.431	Dear
FR0103	15-Jul-35	9.19	6.750%	100.72	6.642%	6.733%	100.10	-62	6.644	Dear
FR0108	15-Apr-36	9.95	6.500%	99.39	6.583%	6.745%	98.24	-115	7.200	Dear
FR0072	15-May-36	10.03	8.250%	111.17	6.701%	6.746%	110.82	-34	6.710	Dear
FR0088	15-Jun-36	10.12	6.250%	97.60	6.579%	6.748%	96.39	-121	7.186	Dear
FR0045	15-May-37	11.03	9.750%	122.45	6.818%	6.760%	122.97	52	6.897	Cheap
FR0093	15-Jul-37	11.20	6.375%	97.87	6.647%	6.762%	96.98	-89	7.715	Dear
FR0075	15-May-38	12.03	7.500%	105.78	6.788%	6.772%	105.92	14	7.713	Cheap
FR0098	15-Jun-38	12.12	7.125%	103.10	6.744%	6.773%	102.87	-23	7.887	Dear
FR0050	15-Jul-38	12.20	10.50%	130.04	6.826%	6.774%	130.57	53	7.349	Cheap
FR0079	15-Apr-39	12.95	8.375%	113.43	6.797%	6.781%	113.58	16	8.138	Cheap
FR0083	15-Apr-40	13.95	7.500%	106.06	6.819%	6.789%	106.33	28	8.701	Cheap
FR0106	15-Aug-40	14.28	7.125%	103.34	6.755%	6.792%	103.00	-34	8.839	Dear
FR0057	15-May-41	15.03	9.500%	125.07	6.807%	6.797%	125.19	12	8.409	Cheap
FR0062	15-Apr-42	15.95	6.375%	95.50	6.843%	6.803%	95.87	37	9.718	Cheap
FR0092	15-Jun-42	16.12	7.125%	103.28	6.786%	6.804%	103.10	-18	9.358	Dear
FR0097	15-Jun-43	17.12	7.125%	103.95	6.732%	6.810%	103.15	-80	9.693	Dear
FR0067	15-Jul-43	17.20	8.750%	119.26	6.856%	6.810%	119.46	20	9.317	Cheap
FR0107	15-Aug-45	19.29	7.125%	104.30	6.722%	6.820%	103.23	-107	10.43	Dear
FR0076	15-May-48	22.04	7.375%	105.77	6.863%	6.830%	106.16	40	10.76	Cheap
FR0089	15-Aug-51	25.29	6.875%	99.90	6.882%	6.838%	100.42	52	11.73	Cheap
FR0102	15-Jul-54	28.21	6.875%	100.05	6.870%	6.845%	100.36	31	12.13	Cheap
FR0105	15-Jul-64	38.22	6.875%	100.27	6.854%	6.859%	100.20	-7	13.20	Fair

Source: Bloomberg, Shinhan Sekuritas Indonesia & NSS Model Calculation





Research Team		
Helmi Therik, FRM	Head of Research	helmi@shinhan.com
Billy Ibrahim Djaya	Research Analyst	billy.ibrahim@shinhan.com
Muhammad Adra Wijasena	Fixed Income Analyst	adra.wijasena@shinhan.com

Office
<p>PT. Shinhan Sekuritas Indonesia Member of Indonesia Stock Exchange</p>
<p>Head Office : Equity Tower Floor. 50 Sudirman Central Business District Lot 9 Jl. Jend. Sudirman Kav. 52-53 Senayan Jakarta 12920 Indonesia Telp.: (+62-21) 80869900 Fax : (+62-21) 22057925</p>

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