

Daily Bond Market Update

October 10, 2025

Market Review

Government bond prices strengthened further in trading on Thursday (09/10). Indonesia Composite Bond Index increased by 0.26% to 433.87. Yield of 5-year (FR0104) and 10-year (FR0103) IGB benchmark dropped 4.4 bps and 8.6 bps to 5.34% and 6.07%. Meanwhile, yield of 15-year (FR0106) and 20-year (FR0107) IGB benchmark declined 7.3 bps and 6.5 bps to 6.56% and 6.69%, respectively.

The number of Americans filing new applications for unemployment benefits increased marginally during the last week of September. The labor market has stagnated with businesses not firing employees on a large scale, but also reluctant to hire more workers. Economists have blamed the labor market paralysis on President Donald Trump's trade and immigration policies as well as the growing popularity of artificial intelligence, which have combined to reduce demand and labor supply. A US government shutdown, now in its sixth day, has resulted in the suspension of official data collection and publication, complicating decision-making for policymakers at the Federal Reserve, investors and households. Initial claims for state unemployment benefits increased to 224,269 for the week ended September 27 from 218,589 in the prior week. Despite the shutdown following a lapse in government funding, states have continued to collect unemployment claims data and submit them to the Labor Department's database, which remains accessible. September's employment report scheduled for last Friday was delayed. CPI, PPI inflation and retail sales reports due next week are also unlikely to be published. Government data last week showed there were 0.98 job openings for every unemployed person in August, compared with 1.0 in July. With hiring sluggish, more people are experiencing long spells of unemployment and remaining on benefits for longer. Economists expect the lackluster labor market will spur the US central bank to reduce borrowing costs further at its October 28-29 policy meeting. The Fed resumed easing policy in September, cutting its benchmark overnight interest rate by 25 bps to the 4.00%-4.25% range, to aid the labor market.

Bank Indonesia (BI), through its Retail Sales Survey (SPE), estimates that retail sales performance in September 2025 will increase annually. This was reflected in the Real Sales Index (IPR), which is projected to grow by 5.8% (yoy). The September 2025 Real Sales Index (IPR) is estimated to grow by 5.8% (yoy), higher than the previous month's growth of 3.5% (yoy). The increase in retail sales is primarily driven by growth in sales of the food, beverage, and tobacco group (7.3%), other household goods (4.0%), and cultural and recreational goods (4.0%). On a monthly basis, retail sales in September 2025 are estimated to contract slightly by 0.3% (mtm), primarily influenced by a decline in the clothing subgroup (-5.7%). Meanwhile, in August 2025, the IPR will grow annually by 3.5% (yoy). This growth is primarily supported by an increase in sales of the clothing subgroup (8.3%). On a monthly basis, retail sales in August 2025 grew by 0.6% (mtm), up from a contraction of 4.1% (mtm) in July 2025 in line with maintained demand during the 2025 Republic of Indonesia Anniversary commemoration period. From the price side, inflationary pressures in the next three and six months, namely November 2025 and February 2026 are predicted to be stable. This is reflected in the General Price Expectation Index (IEH) for November 2025 and February 2026 of 134.6 and 169.2, respectively, relatively stable compared to the previous period of 134.8 and 169.3.

Corporate News

PT Wijaya Karya Tbk (WIKA) will again conduct a General Meeting of Bondholders (RUPO) and a General Meeting of Sukuk Mudharabah Holders (RUPSU) on October 21-22, 2025. This is held to follow up on the discussion of the company's debt securities. Based on the latest information disclosure, WIKA will hold a RUPO and RUPSU for each of the two debt securities. The main agenda of this meeting is to request approval to waive the fulfillment of financial ratios—including the current ratio, gearing ratio, and interest service coverage ratio—based on the 2023 and 2024 financial statements. WIKA's Corporate Secretary revealed that the previous meeting held on August 28 and 29, 2025, failed to reach a quorum and therefore did not produce a decision regarding financial ratios. With the upcoming RUPO and RUPSU schedule, WIKA hopes to obtain the necessary quorum and obtain approval for the continuation of the company's debt securities management.

IGB Benchmark Bonds

Series	TTM (Year)	Price (bps)	Yield	Price
FR0104	4.77	19	5.34%	104.82
FR0103	9.77	64	6.07%	104.94
FR0106	14.9	68	6.56%	105.28
FR0107	19.9	73	6.69%	104.78

Source: PHEI

10-year Government Bond Yield

Country	Yield (%)	(-1 day)	Chg. (bps)
India	6.53	6.51	2.20
Turkey	29.2	29.3	-11.0
Singapore	1.83	1.84	-0.90
Thailand	1.48	1.43	5.20
Malaysia	3.50	3.50	-0.20
Korea	2.96	2.96	0.00
China	1.84	1.86	-1.50
Japan	1.69	1.69	0.60
US	4.14	4.12	2.00

Source: Bloomberg

Government Bond Ownership

Institution	In Trillion IDR	In Percentage (%)
Bank	1,364.1	21.1%
Bank Indonesia	1,562.1	24.2%
Mutual Fund	206.5	3.20%
Insurance & Pension Fund	1,217.7	18.9%
Foreigners	901.6	14.0%
Individual	559.3	8.66%
Others	648.1	10.03%
Total	6,459.4	100.0%

Source: DJPPR (as of October 03, 2025)

Currency Movement

FX Rate	9-Oct	(-1 day)	Chg. (%)
USD/IDR	16545	16560	-0.09%
EUR/USD	1.156	1.163	-0.55%
GBP/USD	1.330	1.340	-0.75%
USD/JPY	153.1	152.7	0.25%
USD/SGD	1.300	1.296	0.31%
USD/MYR	4.217	4.216	0.04%

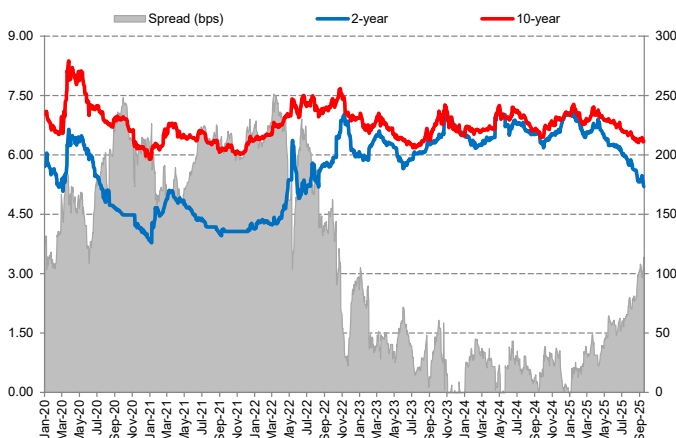
Source: Bloomberg

Money Market

	9-Oct	(-1 day)	(-1 week)	(-1 month)
JIBOR				
O/N	5.90	5.90	5.90	5.90
1M	5.16	5.16	5.16	5.52
3M	5.55	5.55	5.55	5.90
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	3.81	3.77	3.79	3.93
Lending	13.7	13.9	13.8	14.0

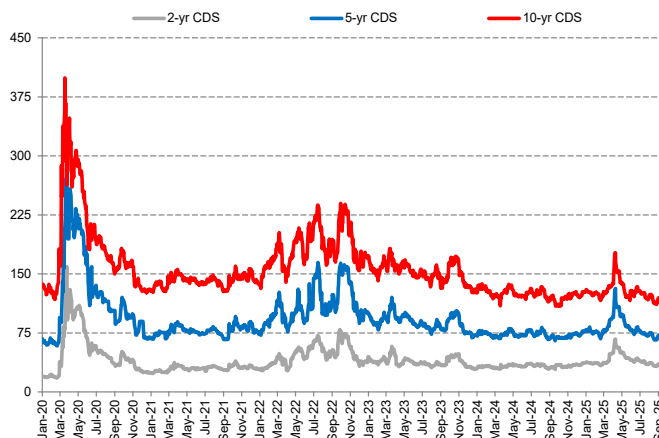
Source: Bloomberg

Yield Spread Between 2- and 10-year Bond



Source: Bloomberg

Credit Default Swap



Source: Bloomberg

US Economic Calendar

Date	Report
October 6, 2025	---
October 7, 2025	Trade Balance; Consumer Inflation Expectations
October 8, 2025	---
October 9, 2025	Initial Jobless Claims; FOMC Minutes
October 10, 2025	Michigan Consumer Sentiment
October 13, 2025	---
October 14, 2025	NFIB Business Optimism Index
October 15, 2025	Consumer Price Index (CPI)
October 16, 2025	Initial Jobless Claims; Producer Price Index (PPI)
October 17, 2025	Industrial Production

Indonesia Economic Calendar

Date	Report
October 6, 2025	---
October 7, 2025	Foreign Exchange Reserves; Primary Money (M0)
October 8, 2025	Consumer Confidence
October 9, 2025	Retail Sales
October 10, 2025	---
October 13, 2025	---
October 14, 2025	Sukuk Auction
October 15, 2025	External Debt Position
October 16, 2025	---
October 17, 2025	Business Survey; Prompt Manufacturing Index (PMI)

Auction Result: Conventional IGB (in Billion IDR)

Date	Series	TTM	Target Issuance	Incoming Bids	Total Incoming Bids	Nominal Awarded	Total Awarded	Awarded Yield
7-Oct-25	SPN12260108	03-mo	23,000	1,010	126,158	-	28,000	-
	SPN12261008	12-mo		4,855		3,000		4.730%
	FR0109	06-yr		19,047		4,500		5.350%
	FR0108	11-yr		47,008		6,350		6.206%
	FR0106	15-yr		28,219		4,050		6.670%
	FR0107	20-yr		9,988		3,300		6.780%
	FR0102	30-yr		8,292		3,750		6.846%
	FR0105	40-yr		7,739		3,050		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
30-Sep-25	SPNS09032026	06-mo	9,000	500	38,009	-	7,000	-
	SPNS01062026	09-mo		4,900		1,000		4.750%
	PBS003	02-yr		9,197		450		4.900%
	PBS030	03-yr		3,545		500		5.061%
	PBSG01	04-yr		4,200		1,300		5.285%
	PBS034	14-yr		7,778		2,250		6.550%
	PBS038	24-yr		7,889		1,500		6.845%

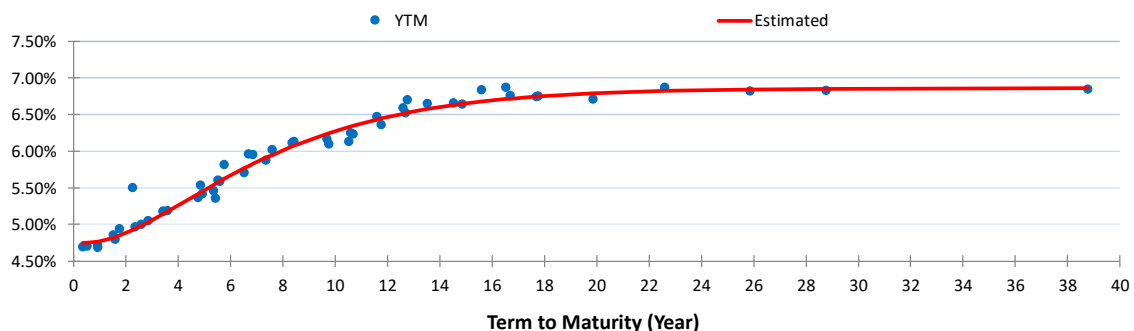
Source: DJPPR

Government Bonds Prices

Closing Data: 9-Oct-2025

Series	Maturity	TTM	Coupon	Price	YTM	Estimated Yield	Fair Price	Spread (bps)	Modified Duration	Recommendation
FR0084	15-Feb-26	0.35	7.250%	100.84	4.689%	4.751%	100.84	1	0.343	Fair
FR0086	15-Apr-26	0.52	5.500%	100.39	4.703%	4.750%	100.38	-2	0.492	Fair
FR0037	15-Sep-26	0.93	12.00%	106.50	4.713%	4.764%	106.52	3	0.885	Fair
FR0056	15-Sep-26	0.93	8.375%	103.29	4.687%	4.764%	103.25	-3	0.893	Fair
FR0090	15-Apr-27	1.52	5.125%	100.39	4.854%	4.818%	100.44	6	1.409	Fair
FR0059	15-May-27	1.60	7.000%	103.33	4.798%	4.828%	103.30	-3	1.468	Fair
FR0042	15-Jul-27	1.76	10.25%	108.81	4.942%	4.850%	109.02	22	1.593	Cheap
FR0094	15-Jan-28	2.27	5.600%	100.20	5.498%	4.927%	101.42	121	2.077	Cheap
FR0047	15-Feb-28	2.35	10.00%	110.98	4.965%	4.942%	111.08	10	2.086	Cheap
FR0064	15-May-28	2.60	6.125%	102.70	4.997%	4.986%	102.74	4	2.332	Fair
FR0095	15-Aug-28	2.85	6.375%	103.47	5.046%	5.033%	103.52	5	2.568	Fair
FR0071	15-Mar-29	3.43	9.000%	111.84	5.180%	5.147%	111.98	14	2.963	Cheap
FR0101	15-Mar-29	3.43	6.875%	105.38	5.176%	5.147%	105.37	-1	3.035	Fair
FR0078	15-May-29	3.60	8.250%	109.91	5.186%	5.181%	109.95	4	3.039	Fair
FR0104	15-Jul-30	4.77	6.500%	104.70	5.364%	5.423%	104.46	-24	4.025	Dear
FR0052	15-Aug-30	4.85	10.50%	120.82	5.533%	5.440%	121.30	48	3.862	Cheap
FR0082	15-Sep-30	4.94	7.000%	106.76	5.415%	5.458%	106.59	-18	4.152	Dear
FR0087	15-Feb-31	5.36	6.500%	104.75	5.461%	5.543%	104.37	-38	4.462	Dear
FR0109	15-Mar-31	5.43	5.875%	102.41	5.357%	5.558%	101.46	-94	4.600	Dear
FR0085	15-Apr-31	5.52	7.750%	110.06	5.601%	5.575%	110.21	15	4.368	Cheap
FR0073	15-May-31	5.60	8.750%	115.02	5.583%	5.591%	115.00	-2	4.371	Fair
FR0054	15-Jul-31	5.77	9.500%	117.81	5.811%	5.624%	118.85	104	4.464	Cheap
FR0091	15-Apr-32	6.52	6.375%	103.62	5.701%	5.766%	103.27	-35	5.151	Dear
FR0058	15-Jun-32	6.69	8.250%	112.46	5.959%	5.796%	113.43	97	5.091	Cheap
FR0074	15-Aug-32	6.85	7.500%	108.58	5.953%	5.825%	109.34	76	5.331	Cheap
FR0096	15-Feb-33	7.36	7.000%	106.62	5.875%	5.911%	106.41	-21	5.701	Dear
FR0065	15-May-33	7.60	6.625%	103.67	6.015%	5.951%	104.07	40	5.799	Cheap
FR0100	15-Feb-34	8.36	6.625%	103.32	6.110%	6.066%	103.61	29	6.326	Cheap
FR0068	15-Mar-34	8.44	8.375%	114.61	6.127%	6.077%	114.98	37	6.160	Cheap
FR0080	15-Jun-35	9.69	7.500%	109.63	6.162%	6.241%	109.04	-59	6.826	Dear
FR0103	15-Jul-35	9.77	6.750%	104.73	6.098%	6.250%	103.60	-113	7.050	Dear
FR0108	15-Apr-36	10.52	6.500%	102.87	6.126%	6.333%	101.26	-160	7.365	Dear
FR0072	15-May-36	10.61	8.250%	115.31	6.251%	6.342%	114.56	-75	7.089	Dear
FR0088	15-Jun-36	10.69	6.250%	100.11	6.235%	6.350%	99.22	-89	7.565	Dear
FR0045	15-May-37	11.61	9.750%	126.43	6.472%	6.435%	126.79	36	7.245	Cheap
FR0093	15-Jul-37	11.77	6.375%	100.13	6.358%	6.449%	99.38	-75	8.076	Dear
FR0075	15-May-38	12.61	7.500%	107.70	6.589%	6.514%	108.38	68	8.039	Cheap
FR0098	15-Jun-38	12.69	7.125%	105.15	6.521%	6.520%	105.16	1	8.220	Fair
FR0050	15-Jul-38	12.77	10.50%	132.19	6.703%	6.525%	134.05	187	7.638	Cheap
FR0079	15-Apr-39	13.52	8.375%	115.27	6.645%	6.574%	115.97	70	8.146	Cheap
FR0083	15-Apr-40	14.53	7.500%	107.74	6.660%	6.629%	108.04	30	8.703	Cheap
FR0106	15-Aug-40	14.86	7.125%	104.53	6.639%	6.645%	104.48	-5	9.129	Fair
FR0057	15-May-41	15.61	9.500%	125.33	6.833%	6.677%	127.09	176	8.636	Cheap
FR0062	15-Apr-42	16.53	6.375%	95.15	6.870%	6.710%	96.68	153	9.628	Cheap
FR0092	15-Jun-42	16.69	7.125%	103.59	6.761%	6.716%	104.06	46	9.600	Cheap
FR0097	15-Jun-43	17.69	7.125%	103.92	6.741%	6.745%	103.88	-4	9.913	Fair
FR0067	15-Jul-43	17.78	8.750%	120.86	6.749%	6.747%	120.54	-32	9.578	Dear
FR0107	15-Aug-45	19.86	7.125%	104.57	6.704%	6.790%	103.61	-96	10.65	Dear
FR0076	15-May-48	22.61	7.375%	105.80	6.865%	6.824%	106.30	49	10.94	Cheap
FR0089	15-Aug-51	25.87	6.875%	100.63	6.822%	6.844%	100.36	-27	11.93	Dear
FR0102	15-Jul-54	28.78	6.875%	100.59	6.827%	6.853%	100.26	-33	12.32	Dear
FR0105	15-Jul-64	38.79	6.875%	100.38	6.846%	6.861%	100.17	-21	13.32	Dear

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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