Daily Bond Market Update

July 16, 2026

Market Review

Government bond prices closed higher in trading on Wednesday (15/07). Indonesia Composite Bond Index increased by 0.19% to 430.35. Yield of 5-year (FR0109) and 10-year (FR0108) IGB benchmark dropped 2.7 bps and 3.6 bps to 7.17% and 7.21%. Meanwhile, yield of 15-year (FR0106) and 20-year (FR0107) IGB benchmark declined 7.8 bps and 3.7 bps to 7.20% and 7.21%, respectively.

The latest US Producer Price Index report delivered a broadly favorable inflation signal for the Treasury market. The headline PPI for final demand declined by 0.3% (mom) in June 2026, contrary to economists' expectations for an unchanged reading and marking the largest monthly decrease since April 2025. The May increase was also revised substantially lower to 0.6%, from the initially reported 1.1%. On an annual basis, however, headline producer inflation remained elevated at 5.5%, moderating from 6.0% in May. The decline was concentrated in final-demand goods prices, which fell 1.4%, as energy prices dropped 6.4%, gasoline prices plunged 12.0%, and food prices decreased 0.6%; in contrast, services prices increased by 0.2%. More importantly, the Federal Reserve-relevant underlying measure—final demand excluding food, energy, and trade services—rose only 0.1% during the month, sharply slower than its 0.8% increase in May, although it remained relatively high at 5.1% (yoy). Meanwhile, the more conventional core PPI measure excluding food and energy was also restrained, with core goods prices rising just 0.2%. The softer-than-expected headline and core readings encouraged investors to buy US government bonds because they reduced concerns that the Federal Reserve would need to tighten monetary policy immediately.

Indonesia's external debt position in May 2026 remained manageable. Indonesia's external debt position in May 2026 was recorded at US$444.4 billion, or an annual growth of 2.1% (yoy), slightly higher than the growth in April 2026 of 2.0% (yoy). This development was influenced by the growth of public external debt, both government and central bank, amidst a lower contraction in private external debt growth. The government's external debt position in May 2026 was US$217.3 billion, or an annual growth of 3.7% (yoy), relatively stable compared to growth in April 2026. The development of government external debt was primarily influenced by inflows of international Government Securities (SBN), reflecting investor confidence in Indonesia's maintained economic prospects, amidst net payments of maturing government foreign loans. The government remains committed to maintaining credibility by fulfilling its debt principal and interest payments on time, and managing external debt in a prudent, measured, and flexible manner to achieve efficient and optimal financing. As a component of the State Budget (APBN) financing instrument, the utilization of external debt continues to be directed towards supporting financing for productive sectors while still considering the sustainability aspect of external debt management. Furthermore, the position of private external debt in May 2026 was recorded at US$195.9 billion, or contracted by 0.1% on an annual basis. Indonesia's external debt structure remains healthy, supported by the application of prudential principles in its management. This is reflected in the ratio of Indonesia's external debt to Gross Domestic Product (GDP), which was recorded at 29.9% in May 2026, dominated by long-term debt, with a share reaching 83.9% of total external debt. To maintain a healthy external debt structure, Bank Indonesia and the Government continue to strengthen coordination in monitoring external debt.

Corporate News

PEFINDO has affirmed its idA+ ratings to PT Bukit Makmur Mandiri Utama (BOLD). Outlook for the corporate rating is revised to negative from stable following the Company's weakening financial profile particularly caused by BOLD's worsened operating performance in one of its major projects with substantial contribution to the Company's revenue. PEFINDO views that BOLD's ability to execute its strategies to improve its business operation, combined with the weather conditions in the second half of 2026, is a key factor that can drive the Company's overall credit profile. The rating reflects BOLD's strong business position, strong operating management, and strong financial flexibility. The rating is constrained by the Company's moderate capital structure as well as its exposure to the fluctuating commodity prices and environmental risk. The rating may be lowered if there is no significant improvement in BOLD's operating management in the near to medium term.

IGB Benchmark Bonds

Series	TTM (Year)	Price (bps)	Yield	Price
FR0109	4.67	10	7.17%	94.91
FR0108	9.8	24	7.21%	95.09
FR0106	14.1	66	7.20%	99.35
FR0107	19.1	38	7.21%	99.11

Source: PHEI

10-year Government Bond Yield

Country	Yield (%)	(-1 day)	Chg. (bps)
India	6.77	6.81	-3.70
Turkey	31.8	31.8	0.00
Singapore	2.20	2.21	-0.60
Thailand	2.01	2.03	-1.90
Malaysia	3.63	3.63	-0.20
Korea	4.33	4.33	0.00
China	1.73	1.73	0.10
Japan	2.69	2.71	-2.30
US	4.55	4.59	-4.20

Source: Bloomberg

Government Bond Ownership

Institution	In Trillion IDR	In Percentage (%)
Bank	1,196.1	17.1%
Bank Indonesia	1,899.4	27.2%
Mutual Fund	258.5	3.71%
Insurance & Pension Fund	1,432.3	20.5%
Foreigners	**895.0**	**12.8%**
Individual	561.5	8.05%
Others	732.8	10.5%
Total	**6,975.6**	**100.0%**

Source: DJPPR (as of July 14, 2026)

Currency Movement

FX Rate	15-Jul	(-1 day)	Chg. (%)
USD/IDR	18067	18092	-0.14%
EUR/USD	1.146	1.142	0.38%
GBP/USD	1.354	1.339	1.12%
USD/JPY	162.2	162.3	-0.04%
USD/SGD	1.289	1.291	-0.17%
USD/MYR	4.080	4.078	0.04%

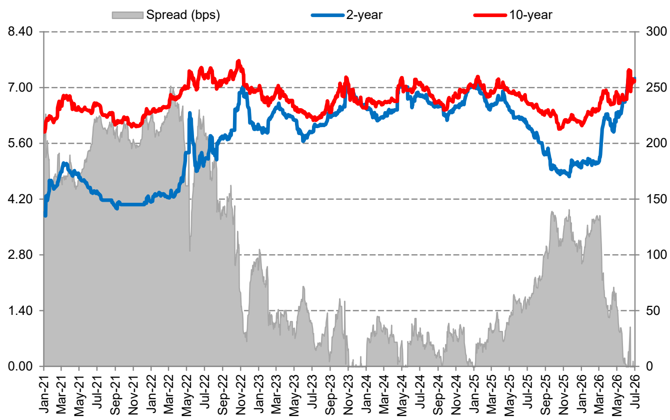
Source: Bloomberg

Money Market

	15-Jul	(-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	4.04	4.01	4.04	3.79
Lending	14.8	14.9	14.9	14.9

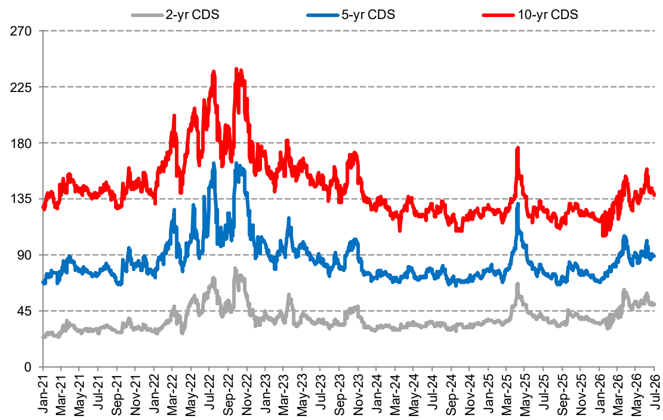
Source: Bloomberg

Yield Spread Between 2- and 10-year Bond



Source: Bloomberg

Credit Default Swap



Source: Bloomberg

US Economic Calendar

Date	Report
July 13, 2026	---
July 14, 2026	Consumer Price Index
July 15, 2026	Producer Price Index
July 16, 2026	Initial Jobless Claims; Retail Sales
July 17, 2026	Industrial Production
July 20, 2026	CB Leading Index
July 21, 2026	ADP Employment Change Weekly
July 22, 2026	---
July 23, 2026	Initial Jobless Claims; FOMC Minutes
July 24, 2026	S&P Global Composite PMI Flash

Indonesia Economic Calendar

Date	Report
July 13, 2026	---
July 14, 2026	Sukuk Auction
July 15, 2026	External Debt Position
July 16, 2026	---
July 17, 2026	Business Survey Report
July 20, 2026	Prompt Manufacturing Index (PMI) 2Q26
July 21, 2026	Conventional Auction
July 22, 2026	Interest Rate Decision
July 23, 2026	M2 Money Supply
July 24, 2026	Loan Growth

Auction Result: Conventional IGB (in Billion IDR)

Date	Series	TTM	Target Issuance	Incoming Bids	Total Incoming Bids	Nominal Awarded	Total Awarded	Awarded Yield
7-Jul-26	SPN01260808	01-mo	32,000	1,455	55,086	1,200	32,000	6.900%
	SPN12261008	03-mo		1,767		1,750		7.050%
	SPN12270708	12-mo		4,546		-		-
	FR0109	05-yr		19,395		11,500		7.104%
	FR0108	10-yr		13,729		9,000		7.170%
	FR0106	14-yr		5,105		2,950		7.220%
	FR0107	19-yr		3,582		1,550		7.230%
	FR0102	29-yr		3,188		2,300		7.340%
	FR0105	39-yr		2,319		1,750		7.358%

Source: DJPPR

Auction Result: Sukuk (in Billion IDR)

Date	Series	TTM	Target Issuance	Incoming Bids	Total Incoming Bids	Nominal Awarded	Total Awarded	Awarded Yield
14-Jul-26	SPNS08092026	01-mo	10,000	2,538	32,471	500	10,000	6.800%
	SPNS03022027	06-mo		2,277		1,000		7.098%
	SPNS12042027	09-mo		5,047		3,500		7.134%
	PBS030	02-yr		3,106		650		7.134%
	PBS040	04-yr		5,633		650		7.249%
	PBSG02	07-yr		2,978		550		7.260%
	PBS034	13-yr		3,602		500		7.308%
	PBS038	23-yr		7,290		2,650		7.310%

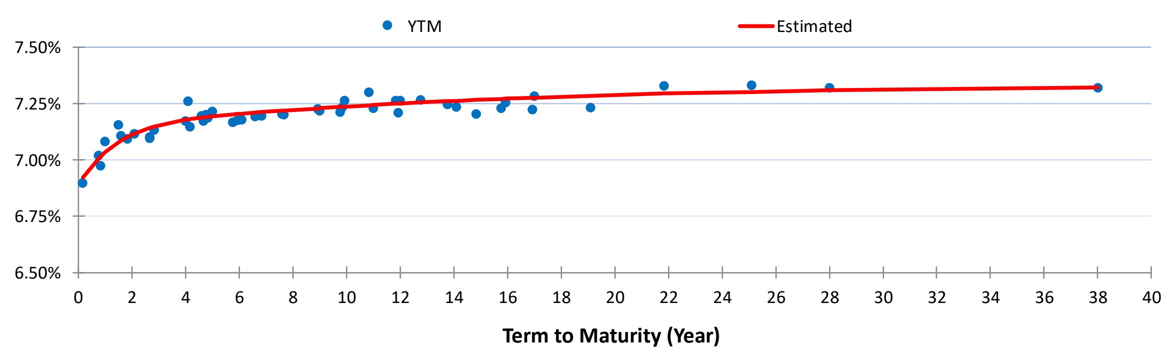
Source: DJPPR

Government Bonds Prices

Closing Data: 15-Jul-2026

Series	Maturity	TTM	Coupon	Price	YTM	Estimated Yield	Fair Price	Spread (bps)	Modified Duration	Recommendation
FR0037	15-Sep-26	0.17	12.00%	100.90	6.197%	6.922%	100.80	-10	0.163	Fair
FR0056	15-Sep-26	0.17	8.375%	100.21	6.896%	6.922%	100.21	0	0.163	Fair
FR0090	15-Apr-27	0.75	5.125%	98.64	7.017%	7.006%	98.64	0	0.714	Fair
FR0059	15-May-27	0.83	7.000%	100.01	6.973%	7.015%	99.97	-3	0.790	Fair
FR0042	15-Jul-27	1.00	10.25%	102.99	7.079%	7.033%	103.05	6	0.943	Fair
FR0094	15-Jan-28	1.50	5.600%	97.83	7.155%	7.078%	97.93	10	1.409	Fair
FR0047	15-Feb-28	1.59	10.00%	104.25	7.104%	7.084%	104.29	4	1.401	Fair
FR0064	15-May-28	1.84	6.125%	98.36	7.092%	7.101%	98.34	-2	1.686	Fair
FR0095	15-Aug-28	2.09	6.375%	98.59	7.113%	7.115%	98.58	-1	1.868	Fair
FR0071	15-Mar-29	2.67	9.000%	104.52	7.101%	7.141%	104.43	-9	2.291	Fair
FR0101	15-Mar-29	2.67	6.875%	99.44	7.095%	7.141%	99.35	-9	2.346	Fair
FR0078	15-May-29	2.84	8.250%	102.80	7.132%	7.147%	102.77	-3	2.469	Fair
FR0104	15-Jul-30	4.00	6.500%	97.71	7.171%	7.177%	97.68	-2	3.456	Fair
FR0052	15-Aug-30	4.09	10.50%	111.26	7.258%	7.179%	111.57	31	3.219	Cheap
FR0082	15-Sep-30	4.17	7.000%	99.48	7.144%	7.180%	99.35	-13	3.479	Dear
FR0087	15-Feb-31	4.59	6.500%	97.33	7.193%	7.187%	97.35	2	3.786	Fair
FR0109	**15-Mar-31**	**4.67**	**5.875%**	**94.93**	**7.171%**	**7.188%**	**94.86**	**-7**	**3.913**	**Fair**
FR0085	15-Apr-31	4.75	7.750%	102.16	7.200%	7.189%	102.21	4	3.861	Fair
FR0073	15-May-31	4.84	8.750%	106.28	7.184%	7.190%	106.26	-2	3.880	Fair
FR0054	15-Jul-31	5.00	9.500%	109.45	7.212%	7.192%	109.55	10	3.996	Fair
FR0091	15-Apr-32	5.76	6.375%	96.31	7.166%	7.201%	96.15	-16	4.642	Dear
FR0058	15-Jun-32	5.92	8.250%	105.10	7.174%	7.203%	104.96	-13	4.636	Dear
FR0074	15-Aug-32	6.09	7.500%	101.56	7.177%	7.204%	101.43	-13	4.691	Dear
FR0096	15-Feb-33	6.59	7.000%	99.01	7.190%	7.209%	98.91	-10	5.047	Fair
FR0065	15-May-33	6.84	6.625%	96.97	7.193%	7.211%	96.87	-10	5.331	Fair
FR0100	15-Feb-34	7.59	6.625%	96.67	7.202%	7.217%	96.58	-9	5.683	Fair
FR0068	15-Mar-34	7.67	8.375%	106.82	7.199%	7.218%	106.71	-11	5.533	Dear
FR0080	15-Jun-35	8.92	7.500%	101.78	7.224%	7.228%	101.76	-3	6.412	Fair
FR0103	15-Jul-35	9.01	6.750%	96.95	7.217%	7.228%	96.88	-8	6.612	Fair
FR0108	**15-Apr-36**	**9.76**	**6.500%**	**95.07**	**7.211%**	**7.234%**	**94.91**	**-16**	**6.932**	**Dear**
FR0072	15-May-36	9.84	8.250%	107.07	7.230%	7.234%	107.04	-3	6.703	Fair
FR0088	15-Jun-36	9.93	6.250%	92.94	7.260%	7.235%	93.11	16	7.137	Cheap
FR0045	15-May-37	10.84	9.750%	118.11	7.299%	7.241%	118.59	49	6.909	Cheap
FR0093	15-Jul-37	11.01	6.375%	93.61	7.228%	7.243%	93.50	-11	7.680	Dear
FR0075	15-May-38	11.84	7.500%	101.86	7.261%	7.248%	101.96	10	7.710	Cheap
FR0098	15-Jun-38	11.93	7.125%	99.34	7.207%	7.249%	99.02	-32	7.881	Dear
FR0050	15-Jul-38	12.01	10.50%	125.64	7.262%	7.249%	125.76	13	7.368	Cheap
FR0079	15-Apr-39	12.76	8.375%	109.13	7.263%	7.254%	109.21	8	7.848	Fair
FR0083	15-Apr-40	13.76	7.500%	102.19	7.243%	7.260%	102.05	-14	8.406	Dear
FR0106	**15-Aug-40**	**14.10**	**7.125%**	**99.04**	**7.234%**	**7.262%**	**98.80**	**-24**	**8.518**	**Dear**
FR0057	15-May-41	14.84	9.500%	120.72	7.202%	7.266%	120.07	-65	8.428	Dear
FR0062	15-Apr-42	15.76	6.375%	92.05	7.228%	7.270%	91.67	-38	9.402	Dear
FR0092	15-Jun-42	15.93	7.125%	98.80	7.252%	7.271%	98.63	-18	9.334	Dear
FR0097	15-Jun-43	16.93	7.125%	99.05	7.222%	7.276%	98.54	-51	9.650	Dear
FR0067	15-Jul-43	17.01	8.750%	114.44	7.280%	7.276%	114.25	-19	9.310	Dear
FR0107	**15-Aug-45**	**19.10**	**7.125%**	**98.92**	**7.230%**	**7.284%**	**98.36**	**-55**	**10.00**	**Dear**
FR0076	15-May-48	21.85	7.375%	100.51	7.327%	7.293%	100.87	36	10.67	Cheap
FR0089	15-Aug-51	25.10	6.875%	94.83	7.328%	7.302%	95.12	29	11.21	Cheap
FR0102	15-Jul-54	28.02	6.875%	94.74	7.319%	7.307%	94.88	14	11.97	Cheap
FR0105	15-Jul-64	38.03	6.875%	94.35	7.317%	7.321%	94.31	-4	12.88	Fair

Source: Bloomberg, Shinhan Sekuritas Indonesia & NSS Model Calculation



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