

Daily Bond Market Update

June 26, 2026

Market Review

Government bond prices rebounded in trading on Thursday (25/06).

Indonesia Composite Bond Index increased by 0.03% to 428.83. Yield of 5-year (FR0109) and 10-year (FR0108) IGB benchmark dropped 8.9 bps and 4.5 bps to 7.12% and 7.13%. Meanwhile, yield of 15-year (FR0106) and 20-year (FR0107) IGB benchmark declined 1.7 bps and 3.8 bps to 7.23% and 7.21%, respectively.

US Personal Consumption Expenditures (PCE) Price Index indicated that inflationary pressures intensified in May 2026, presenting a complex outlook for monetary policy.

Headline PCE inflation increased by 0.4% from the previous month and by 4.1% (yoy), accelerating from 3.8% in April and recording its highest annual rate since April 2023. Core PCE inflation, which excludes the more volatile food and energy components and is generally regarded as the Federal Reserve's preferred measure of underlying inflation, rose by 0.3% (mom) and 3.4% (yoy), compared with 3.3% in April. Much of the acceleration in headline inflation was associated with higher energy prices, while persistent increases in service-sector prices suggested that inflation was not entirely attributable to temporary commodity-related factors. At the same time, personal consumption expenditures increased by 0.7% in nominal terms, while inflation-adjusted, or real, consumer spending expanded by 0.3%, indicating that household demand remained relatively resilient despite elevated prices and restrictive interest rates. The combination of above-target inflation and continued consumer-spending growth may encourage the Federal Reserve to maintain a restrictive monetary-policy stance or consider further tightening because strong demand can make it more difficult for inflation to return sustainably to the 2% objective. Nevertheless, the monthly headline PCE increase was slightly softer than some market forecasts, and the core reading was broadly consistent with expectations, preventing the report from producing an immediate and substantial increase in Treasury yields.

Indonesia's current account deficit in the second quarter of 2026 is projected to remain at a manageable level.

However, the deficit is at risk of widening compared to the previous period due to increasing external pressures, particularly rising global oil prices, slowing global demand, and persistent uncertainty in international financial markets. Entering the second quarter, the goods trade surplus is expected to remain the main driver of the current account, supported by commodity and manufactured exports. However, these benefits could be offset by rising imports of oil and gas, raw materials and capital goods, transportation payments, and the repatriation of foreign investment income. Taking these developments into account, the current account deficit in the second quarter of 2026 is expected to remain around 1% to 1.5% of GDP, although the actual figure will depend heavily on energy price movements, export performance, the rupiah exchange rate, and the strength of domestic demand. This projection is also consistent with Bank Indonesia's estimate that the current account deficit throughout 2026 will be in the range of 0.5% to 1.3% of GDP. In terms of Indonesia's Balance of Payments, the outlook is expected to be more challenging as the capital and financial account faces the risk of portfolio investment outflows due to persistently high global interest rates, the strengthening of the US dollar, geopolitical tensions, and increasing risk perceptions towards developing countries. In the first quarter of 2026, the BOP recorded a deficit of US\$9.1 billion after the capital and financial account experienced a deficit of US\$4.9 billion.

Corporate News

PEFINDO has assigned idAA rating to PT Bank Pan Indonesia Tbk (Panin Bank).

Outlook for the corporate rating is stable. The rating reflects Panin Bank's very strong capitalization, very strong business position, and its strategic role to Australia and New Zealand Banking Grp. Ltd (ANZ) as one of the controlling shareholders. The rating is constrained by its modest asset quality profile. Panin Bank's rating may be raised if the Bank significantly strengthens its business position, combined with sustainable improvement in its financial indicators, particularly its asset quality and profitability. Conversely, the rating may come under pressure if the Bank's business position continues to worsen significantly, as reflected by the declining trend of its market presence on consistent basis. The rating may also come under pressure if ANZ substantially reduces its ownership of Panin Bank, and the new shareholder is deemed to have limited capability in providing extraordinary support to the Bank.

IGB Benchmark Bonds

Series	TTM (Year)	Price (bps)	Yield	Price
FR0109	4.72	34	7.12%	95.07
FR0108	9.8	31	7.13%	95.59
FR0106	14.2	15	7.23%	99.04
FR0107	19.2	39	7.21%	99.08

Source: PHEI

10-year Government Bond Yield

Country	Yield (%)	(-1 day)	Chg. (bps)
India	6.78	6.81	-3.30
Turkey	30.7	31.0	-23.0
Singapore	2.02	2.05	-3.00
Thailand	2.03	2.07	-4.00
Malaysia	3.61	3.62	-1.00
Korea	4.17	4.17	0.00
China	1.73	1.74	-0.70
Japan	2.62	2.66	-3.80
US	4.39	4.39	0.10

Source: Bloomberg

Government Bond Ownership

Institution	In Trillion IDR	In Percentage (%)
Bank	1,048.3	15.2%
Bank Indonesia	2,029.6	29.4%
Mutual Fund	258.9	3.74%
Insurance & Pension Fund	1,418.6	20.5%
Foreigners	875.2	12.7%
Individual	556.3	8.05%
Others	727.4	10.5%
Total	6,914.3	100.0%

Source: DJPPR (as of June 24, 2026)

Currency Movement

FX Rate	25-Jun	(-1 day)	Chg. (%)
USD/IDR	17925	17943	-0.10%
EUR/USD	1.137	1.136	0.11%
GBP/USD	1.319	1.317	0.18%
USD/JPY	161.8	161.8	0.01%
USD/SGD	1.296	1.297	-0.08%
USD/MYR	4.119	4.136	-0.42%

Source: Bloomberg

Money Market

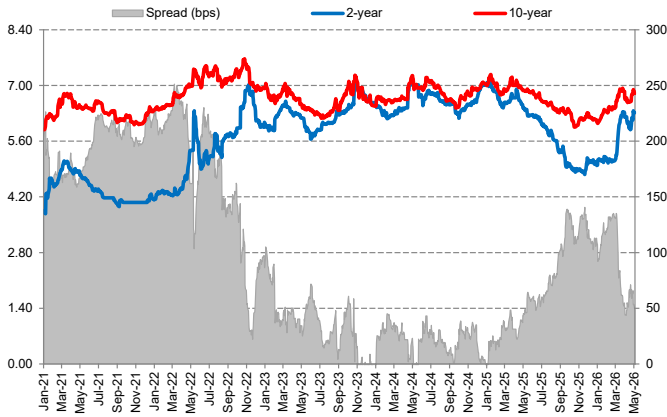
	25-Jun	(-1 day)	(-1 week)	(-1 month)
JIBOR				
O/N	5.90	5.90	5.90	5.90
1M	5.03	5.03	5.03	5.03
3M	5.46	5.46	5.46	5.46
LIBOR				
1M	4.96	4.96	4.96	4.96
3M	4.85	4.85	4.85	4.85
6M	4.68	4.68	4.68	4.68

Indonesia Interest Rates

Deposit 1M	3.86	3.93	3.82	3.69
Lending	14.9	14.6	14.8	14.7

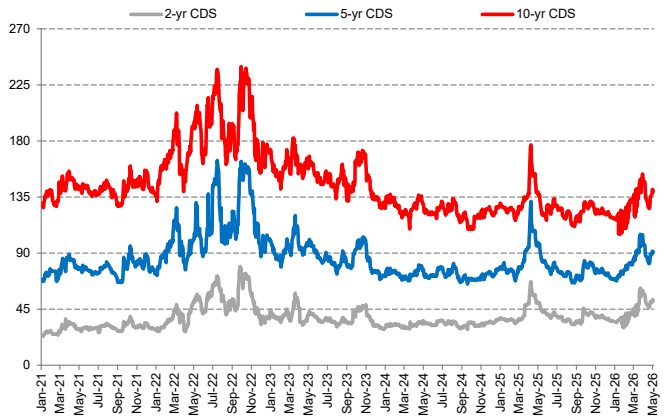
Source: Bloomberg

Yield Spread Between 2- and 10-year Bond



Source: Bloomberg

Credit Default Swap



Source: Bloomberg

US Economic Calendar

Date	Report
June 15, 2026	Industrial Production
June 16, 2026	Housing Starts
June 17, 2026	US Retail Sales; FOMC Interest Rate Decision
June 18, 2026	Initial Jobless Claims
June 19, 2026	---
June 22, 2026	---
June 23, 2026	S&P Global Composite PMI Flash
June 24, 2026	Money Supply
June 25, 2026	Initial Jobless Claims; PCE Price Index
June 26, 2026	GDP Growth Rate; Durable Goods

Indonesia Economic Calendar

Date	Report
June 15, 2026	External Debt Position
June 16, 2026	Sukuk Auction
June 17, 2026	---
June 18, 2026	Interest Rate Decision
June 19, 2026	Loan Growth
June 22, 2026	---
June 23, 2026	Conventional Auction
June 24, 2026	M2 Money Supply
June 25, 2026	---
June 26, 2026	---

Auction Result: Conventional IGB (in Billion IDR)

Date	Series	TTM	Target Issuance	Incoming Bids	Total Incoming Bids	Nominal Awarded	Total Awarded	Awarded Yield
23-Jun-26	SPN01260725	01-mo	36,000	648	46,579	500	30,000	6.900%
	SPN03260923	03-mo		1,595		1,000		7.100%
	SPN12270610	12-mo		5,025		-		-
	FR0109	05-yr		15,045		9,250		7.206%
	FR0108	10-yr		10,649		8,250		7.190%
	FR0106	14-yr		5,137		4,550		7.250%
	FR0107	19-yr		3,923		3,450		7.259%
	FR0102	29-yr		2,351		2,150		7.348%
	FR0105	39-yr		2,206		850		7.349%

Source: DJPPR

Auction Result: Sukuk (in Billion IDR)

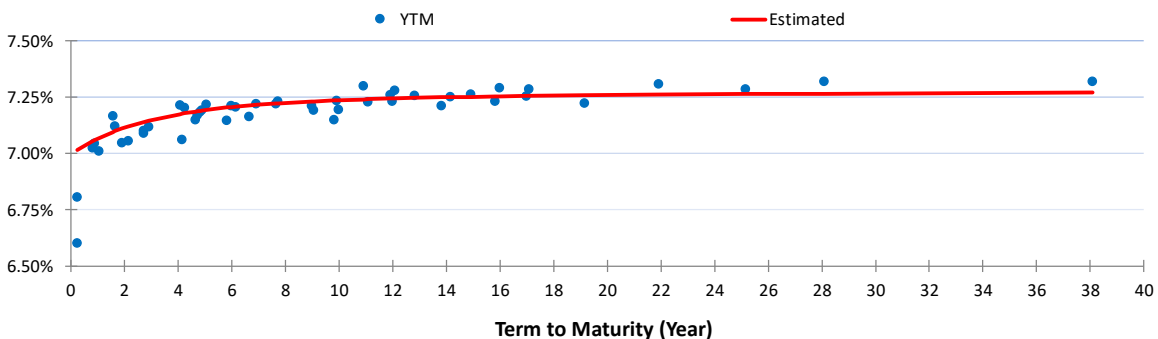
Date	Series	TTM	Target Issuance	Incoming Bids	Total Incoming Bids	Nominal Awarded	Total Awarded	Awarded Yield
17-Jun-26	SPNS10082026	01-mo	12,000	1,590	19,142	1,000	9,450	6.750%
	SPNS16122026	06-mo		2,970		1,000		6.900%
	SPNS01032027	09-mo		5,420		-		-
	PBS030	02-yr		4,714		3,350		7.077%
	PBS040	04-yr		961		800		7.057%
	PBSG02	07-yr		1,273		1,250		7.108%
	PBS034	13-yr		1,742		1,650		7.133%
	PBS038	23-yr		472		400		7.213%

Source: DJPPR

Government Bonds Prices
Closing Data: 25-Jun-2026

Series	Maturity	TTM	Coupon	Price	YTM	Estimated Yield	Fair Price	Spread (bps)	Modified Duration	Recommendation
FR0037	15-Sep-26	0.22	12.00%	101.08	6.600%	7.015%	101.04	-4	0.216	Fair
FR0056	15-Sep-26	0.22	8.375%	100.29	6.804%	7.015%	100.26	-3	0.215	Fair
FR0090	15-Apr-27	0.81	5.125%	98.55	7.024%	7.054%	98.50	-4	0.766	Fair
FR0059	15-May-27	0.89	7.000%	99.95	7.043%	7.059%	99.94	-1	0.842	Fair
FR0042	15-Jul-27	1.05	10.25%	103.20	7.009%	7.069%	103.17	-3	0.952	Fair
FR0094	15-Jan-28	1.56	5.600%	97.73	7.166%	7.095%	97.83	10	1.423	Fair
FR0047	15-Feb-28	1.64	10.00%	104.34	7.120%	7.098%	104.40	6	1.455	Fair
FR0064	15-May-28	1.89	6.125%	98.40	7.045%	7.109%	98.28	-12	1.739	Dear
FR0095	15-Aug-28	2.14	6.375%	98.67	7.053%	7.119%	98.53	-14	1.922	Dear
FR0071	15-Mar-29	2.72	9.000%	104.62	7.089%	7.140%	104.51	-11	2.343	Dear
FR0101	15-Mar-29	2.72	6.875%	99.43	7.100%	7.140%	99.34	-8	2.398	Fair
FR0078	15-May-29	2.89	8.250%	102.89	7.116%	7.145%	102.83	-6	2.522	Fair
FR0104	15-Jul-30	4.06	6.500%	97.54	7.212%	7.174%	97.66	12	3.397	Cheap
FR0052	15-Aug-30	4.14	10.50%	112.13	7.059%	7.176%	111.71	-42	3.279	Dear
FR0082	15-Sep-30	4.23	7.000%	99.26	7.203%	7.178%	99.35	9	3.530	Fair
FR0087	15-Feb-31	4.65	6.500%	97.47	7.148%	7.185%	97.32	-15	3.841	Dear
FR0109	15-Mar-31	4.72	5.875%	94.89	7.169%	7.187%	94.81	-8	3.965	Fair
FR0085	15-Apr-31	4.81	7.750%	102.25	7.183%	7.188%	102.23	-2	3.915	Fair
FR0073	15-May-31	4.89	8.750%	106.31	7.190%	7.190%	106.32	2	3.932	Fair
FR0054	15-Jul-31	5.06	9.500%	109.51	7.215%	7.192%	109.63	12	3.883	Cheap
FR0091	15-Apr-32	5.81	6.375%	96.39	7.144%	7.203%	96.11	-27	4.696	Dear
FR0058	15-Jun-32	5.98	8.250%	104.96	7.210%	7.205%	105.00	3	4.687	Fair
FR0074	15-Aug-32	6.15	7.500%	101.43	7.206%	7.207%	101.42	0	4.742	Fair
FR0096	15-Feb-33	6.65	7.000%	99.14	7.163%	7.212%	98.88	-26	5.102	Dear
FR0065	15-May-33	6.89	6.625%	96.82	7.218%	7.215%	96.83	1	5.382	Fair
FR0100	15-Feb-34	7.65	6.625%	96.56	7.218%	7.221%	96.53	-2	5.735	Fair
FR0068	15-Mar-34	7.73	8.375%	106.66	7.231%	7.222%	106.72	6	5.583	Fair
FR0080	15-Jun-35	8.98	7.500%	101.88	7.211%	7.230%	101.76	-12	6.466	Dear
FR0103	15-Jul-35	9.06	6.750%	97.11	7.190%	7.230%	96.84	-27	6.446	Dear
FR0108	15-Apr-36	9.81	6.500%	95.48	7.148%	7.234%	94.89	-59	6.994	Dear
FR0072	15-May-36	9.90	8.250%	107.07	7.234%	7.235%	107.07	0	6.755	Fair
FR0088	15-Jun-36	9.98	6.250%	93.37	7.194%	7.235%	93.08	-28	7.199	Dear
FR0045	15-May-37	10.90	9.750%	118.17	7.299%	7.239%	118.68	51	6.961	Cheap
FR0093	15-Jul-37	11.06	6.375%	93.58	7.228%	7.240%	93.49	-9	7.480	Fair
FR0075	15-May-38	11.90	7.500%	101.89	7.259%	7.243%	102.02	13	7.763	Cheap
FR0098	15-Jun-38	11.98	7.125%	99.18	7.229%	7.243%	99.06	-11	7.930	Dear
FR0050	15-Jul-38	12.06	10.50%	125.56	7.277%	7.243%	125.88	33	7.123	Cheap
FR0079	15-Apr-39	12.81	8.375%	109.21	7.256%	7.245%	109.31	10	7.903	Fair
FR0083	15-Apr-40	13.82	7.500%	102.51	7.209%	7.248%	102.16	-35	8.468	Dear
FR0106	15-Aug-40	14.15	7.125%	98.89	7.251%	7.249%	98.90	2	8.567	Fair
FR0057	15-May-41	14.90	9.500%	120.15	7.261%	7.250%	120.27	12	8.463	Cheap
FR0062	15-Apr-42	15.82	6.375%	92.01	7.230%	7.252%	91.81	-20	9.454	Dear
FR0092	15-Jun-42	15.98	7.125%	98.46	7.290%	7.253%	98.80	35	9.373	Cheap
FR0097	15-Jun-43	16.98	7.125%	98.75	7.253%	7.254%	98.75	-1	9.690	Fair
FR0067	15-Jul-43	17.07	8.750%	114.40	7.285%	7.254%	114.49	10	9.018	Fair
FR0107	15-Aug-45	19.15	7.125%	98.98	7.223%	7.257%	98.63	-35	10.06	Dear
FR0076	15-May-48	21.90	7.375%	100.74	7.306%	7.260%	101.24	50	10.74	Cheap
FR0089	15-Aug-51	25.16	6.875%	95.29	7.285%	7.263%	95.54	25	11.29	Cheap
FR0102	15-Jul-54	28.07	6.875%	94.74	7.319%	7.265%	95.36	62	11.60	Cheap
FR0105	15-Jul-64	38.08	6.875%	94.33	7.319%	7.269%	94.93	61	12.47	Cheap

Source: Bloomberg, Shinhan Sekuritas Indonesia & NSS Model Calculation





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