Daily Bond Market Update

July 28, 2026

Market Review

Government bond prices closed mixed in trading on Monday (27/07). Indonesia Composite Bond Index increased by 0.04% to 429.57. Yield of 5-year (FR0109) and 10-year (FR0108) IGB benchmark advanced 0.8 bps and declined 1.7 bps to 7.39% and 7.32%. Meanwhile, yield of 15-year (FR0106) and 20-year (FR0107) IGB benchmark dropped 0.3 bps and 2.4 bps to 7.34% and 7.30%, respectively.

Treasury yields fell Monday after the US and Iran halted hostilities in the Middle East over the weekend, pushing energy prices lower. The yield on the key 10-year Treasury note was 3 basis points lower at 4.649%. Shorter- and longer-term yields also moved lower. The yield on the 2-year Treasury note, which typically tracks short-term Federal Reserve interest rate decisions, dropped about 1 basis point to 4.32%. Monday's slide in borrowing costs comes after the US and Iran held fire for the third consecutive night. Oil prices rapidly reversed course, with US West Texas Intermediate futures sliding 8% to $82.18. Global benchmark Brent crude—which last week had approached the $100 per barrel level—was last seen 9.5% lower at $87.59. The moves come as traders look ahead to the Federal Reserve's latest interest rate decision, due Wednesday. Consensus forecasts indicate the rate-setting Federal Open Market Committee will leave rates unchanged at 3.75%. As markets weigh how the evolving Middle East picture is likely to shape the Fed's rate call, investors are also keeping an eye on a slew of other economic data releases scheduled this week. These include June's core PCE price index, the latest quarterly GDP print, and new orders data for US-made durable goods.

Fitch Ratings assesses that Perry Warjiyo's resignation from the position of Governor of Bank Indonesia (BI) has created uncertainty regarding the future direction of monetary policy. This situation is considered to have the potential to weaken investor confidence and increase external pressure on the Indonesian economy. This assessment was conveyed by George Xu, Director of Asia-Pacific Sovereign Ratings at Fitch Ratings. Investor sentiment is fragile amid uncertainty regarding the future direction of monetary policy and the perception of central bank independence, especially considering Bank Indonesia's more complex policy mandate. Fitch assesses this situation has the potential to depress the stability of the rupiah exchange rate, increase the cost of government debt, and erode Indonesia's foreign exchange reserves. Previously, on March 4, 2026, Fitch revised the outlook for Indonesia's sovereign debt rating to "negative." One consideration was the growing concerns regarding Bank Indonesia's independence, in addition to the key issue of medium-term fiscal risks. Xu emphasized that the concerns previously expressed by Fitch have now become stronger with increasing uncertainty and the potential erosion of the consistency and credibility of the policy mix. Moreover, this issue is occurring amidst the increasing centralization of authority in policymaking. Going forward, Fitch stated that it will continue to monitor the development of the leadership change process of Bank Indonesia, which is currently temporarily led by Acting Governor of BI Destry Damayanti. As reported, Perry Warjiyo suddenly resigned from his position as Governor of Bank Indonesia on Monday (27/07), even though his term was supposed to last until May 2028. To maintain the continuity of monetary policy, the position of the head of Bank Indonesia is temporarily filled by Destry Damayanti, who previously served as Senior Deputy Governor of BI.

Corporate News

PEFINDO has affirmed its idA- ratings to PT Karya Pacific Energy Tbk (IATA). Outlook for the corporate rating is stable. The rating reflects IATA's sizeable mining reserves and resources, low-cost position, and synergy within the Group. The rating is constrained by the Company's moderate financial profile, exposure to regulatory changes risk, as well as exposure to the fluctuating commodity prices and environmental risk. The rating may be raised if the Company successfully enlarges its business scale, as reflected in significantly increased coal production at PT Putra Muba Coal (PMC) and PT Arthaco Prima Energy (APE), which will also further improve IATA's financial profile. A more diversified business may also positively impact IATA's rating. The rating may be lowered if IATA generates revenue or EBITDA significantly below the targets due to lower coal production, or if the Company incurs debt more than projected, which may aggravate its financial profile.

IGB Benchmark Bonds

Series	TTM (Year)	Price (bps)	Yield	Price
FR0109	4.64	-2	7.39%	94.13
FR0108	9.7	12	7.32%	94.34
FR0106	14.1	2	7.34%	98.13
FR0107	19.1	25	7.30%	98.17

Source: PHEI

10-year Government Bond Yield

Country	Yield (%)	(-1 day)	Chg. (bps)
India	6.78	6.82	-4.70
Turkey	32.4	32.6	-23.5
Singapore	2.40	2.44	-4.40
Thailand	2.05	2.08	-3.70
Malaysia	3.70	3.70	0.00
Korea	4.45	4.45	0.00
China	1.73	1.72	0.30
Japan	2.78	2.80	-2.00
US	4.65	4.68	-2.80

Source: Bloomberg

Government Bond Ownership

Institution	In Trillion IDR	In Percentage (%)
Bank	1,142.5	16.5%
Bank Indonesia	1,916.2	27.7%
Mutual Fund	250.8	3.63%
Insurance & Pension Fund	1,427.1	20.7%
Foreigners	**894.6**	**13.0%**
Individual	543.5	7.87%
Others	731.4	10.6%
Total	**6,906.1**	**100.0%**

Source: DJPPR (as of July 23, 2026)

Currency Movement

FX Rate	27-Jul	(-1 day)	Chg. (%)
USD/IDR	18005	17943	0.35%
EUR/USD	1.137	1.137	-0.01%
GBP/USD	1.329	1.333	-0.27%
USD/JPY	163.8	163.8	-0.05%
USD/SGD	1.291	1.291	0.03%
USD/MYR	4.084	4.091	-0.17%

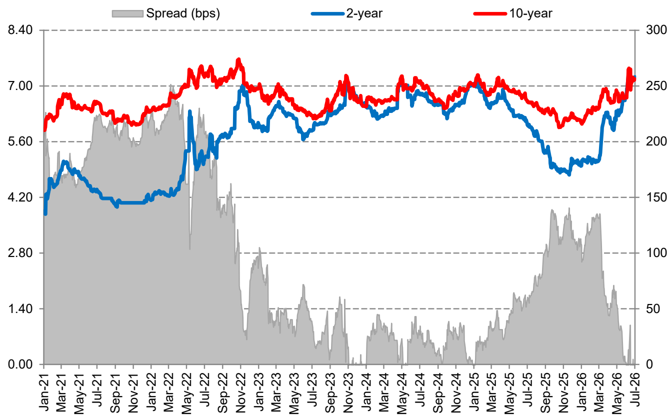
Source: Bloomberg

Money Market

	27-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	4.12	4.09	4.01	4.03
Lending	14.9	14.7	14.9	14.3

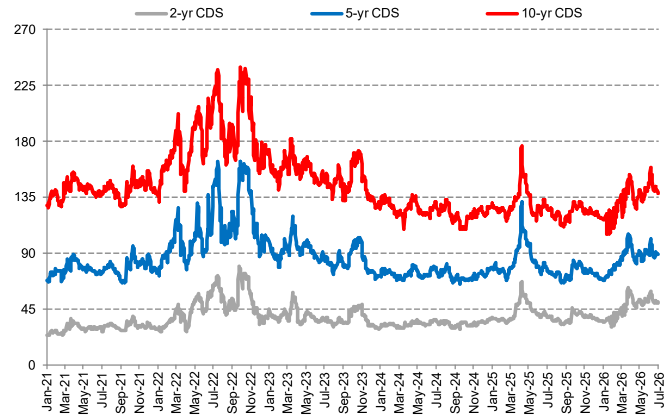
Source: Bloomberg

Yield Spread Between 2- and 10-year Bond



Source: Bloomberg

Credit Default Swap



Source: Bloomberg

US Economic Calendar

Date	Report
July 27, 2026	Durable Goods Orders
July 28, 2026	Advance Economic Indicator Report
July 29, 2026	US Interest Rate Decision
July 30, 2026	Initial Jobless Claims; PCE Price Index
July 31, 2026	Advance Estimate GDP
August 3, 2026	US Manufacturing PMI
August 4, 2026	Job Openings & Labor Turnover Survey
August 5, 2026	ADP National Employment Report
August 6, 2026	Initial Jobless Claims
August 7, 2026	Employment Report; Consumer Credit

Indonesia Economic Calendar

Date	Report
July 27, 2026	---
July 28, 2026	Sukuk Auction
July 29, 2026	---
July 30, 2026	---
July 31, 2026	---
August 3, 2026	Inflation Rate; Trade Balance
August 4, 2026	Conventional Auction; S&P Global Manufacturing PMI
August 5, 2026	GDP Growth Rate
August 6, 2026	---
August 7, 2026	Foreign Exchange Reserves

Auction Result: Conventional IGB (in Billion IDR)

Date	Series	TTM	Target Issuance	Incoming Bids	Total Incoming Bids	Nominal Awarded	Total Awarded	Awarded Yield
21-Jul-26	SPN01260822	01-mo	32,000	670	67,895	-	32,000	-
	SPN03261021	03-mo		3,458		1,000		7.050%
	SPN12270722	12-mo		5,281		4,000		7.150%
	FR0109	05-yr		24,023		8,800		7.259%
	FR0108	10-yr		16,318		9,750		7.290%
	FR0106	14-yr		10,304		4,700		7.299%
	FR0107	19-yr		3,379		1,750		7.330%
	FR0102	29-yr		1,520		350		7.380%
	FR0105	39-yr		2,942		1,650		7.390%

Source: DJPPR

Auction Result: Sukuk (in Billion IDR)

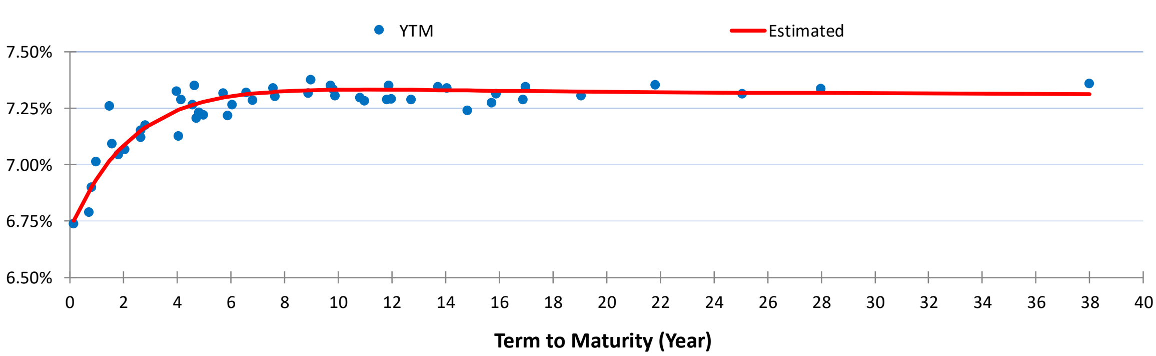
Date	Series	TTM	Target Issuance	Incoming Bids	Total Incoming Bids	Nominal Awarded	Total Awarded	Awarded Yield
14-Jul-26	SPNS08092026	01-mo	10,000	2,538	32,471	500	10,000	6.800%
	SPNS03022027	06-mo		2,277		1,000		7.098%
	SPNS12042027	09-mo		5,047		3,500		7.134%
	PBS030	02-yr		3,106		650		7.134%
	PBS040	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: 27-Jul-2026

Series	Maturity	TTM	Coupon	Price	YTM	Estimated Yield	Fair Price	Spread (bps)	Modified Duration	Recommendation
FR0037	15-Sep-26	0.14	12.00%	100.69	6.420%	6.750%	100.67	-2	0.132	Fair
FR0056	15-Sep-26	0.14	8.375%	100.19	6.736%	6.750%	100.19	1	0.131	Fair
FR0090	15-Apr-27	0.72	5.125%	98.85	6.787%	6.885%	98.78	-8	0.683	Fair
FR0059	15-May-27	0.80	7.000%	100.06	6.898%	6.901%	100.06	0	0.759	Fair
FR0042	15-Jul-27	0.97	10.25%	102.96	7.012%	6.933%	103.05	9	0.911	Fair
FR0094	15-Jan-28	1.47	5.600%	97.73	7.259%	7.016%	98.06	32	1.376	Cheap
FR0047	15-Feb-28	1.56	10.00%	104.18	7.092%	7.028%	104.29	11	1.370	Cheap
FR0064	15-May-28	1.80	6.125%	98.46	7.043%	7.061%	98.43	-3	1.655	Fair
FR0095	15-Aug-28	2.05	6.375%	98.70	7.066%	7.091%	98.65	-5	1.836	Fair
FR0071	15-Mar-29	2.64	9.000%	104.42	7.120%	7.150%	104.36	-6	2.259	Fair
FR0101	15-Mar-29	2.64	6.875%	99.32	7.151%	7.150%	99.34	2	2.314	Fair
FR0078	15-May-29	2.80	8.250%	102.67	7.174%	7.164%	102.70	3	2.437	Fair
FR0104	15-Jul-30	3.97	6.500%	97.21	7.324%	7.238%	97.49	28	3.421	Cheap
FR0052	15-Aug-30	4.05	10.50%	111.68	7.126%	7.243%	111.26	-42	3.192	Dear
FR0082	15-Sep-30	4.14	7.000%	98.98	7.287%	7.246%	99.12	14	3.444	Cheap
FR0087	15-Feb-31	4.56	6.500%	97.08	7.263%	7.263%	97.08	0	3.752	Fair
FR0109	**15-Mar-31**	**4.64**	**5.875%**	**94.29**	**7.349%**	**7.266%**	**94.60**	**31**	**3.875**	**Cheap**
FR0085	15-Apr-31	4.72	7.750%	102.13	7.205%	7.269%	101.88	-25	3.829	Dear
FR0073	15-May-31	4.80	8.750%	106.05	7.230%	7.272%	105.88	-17	3.847	Dear
FR0054	15-Jul-31	4.97	9.500%	109.37	7.220%	7.277%	109.12	-24	3.964	Dear
FR0091	15-Apr-32	5.72	6.375%	95.66	7.315%	7.296%	95.74	8	4.603	Fair
FR0058	15-Jun-32	5.89	8.250%	104.88	7.215%	7.300%	104.47	-41	4.602	Dear
FR0074	15-Aug-32	6.06	7.500%	101.14	7.264%	7.303%	100.94	-19	4.653	Dear
FR0096	15-Feb-33	6.56	7.000%	98.36	7.319%	7.311%	98.40	4	5.007	Fair
FR0065	15-May-33	6.81	6.625%	96.51	7.283%	7.314%	96.35	-16	5.294	Dear
FR0100	15-Feb-34	7.56	6.625%	95.92	7.338%	7.321%	96.01	9	5.639	Fair
FR0068	15-Mar-34	7.64	8.375%	106.18	7.301%	7.322%	106.06	-12	5.493	Dear
FR0080	15-Jun-35	8.89	7.500%	101.18	7.314%	7.328%	101.09	-9	6.371	Fair
FR0103	15-Jul-35	8.97	6.750%	95.95	7.375%	7.329%	96.24	29	6.563	Cheap
FR0108	**15-Apr-36**	**9.73**	**6.500%**	**94.16**	**7.349%**	**7.330%**	**94.28**	**12**	**6.882**	**Cheap**
FR0072	15-May-36	9.81	8.250%	106.31	7.333%	7.331%	106.33	2	6.658	Fair
FR0088	15-Jun-36	9.89	6.250%	92.67	7.304%	7.331%	92.48	-18	7.099	Dear
FR0045	15-May-37	10.81	9.750%	118.10	7.296%	7.331%	117.81	-29	6.878	Dear
FR0093	15-Jul-37	10.98	6.375%	93.23	7.282%	7.331%	92.87	-35	7.639	Dear
FR0075	15-May-38	11.81	7.500%	101.65	7.287%	7.331%	101.30	-35	7.673	Dear
FR0098	15-Jun-38	11.89	7.125%	98.23	7.350%	7.331%	98.37	14	7.821	Cheap
FR0050	15-Jul-38	11.98	10.50%	125.33	7.290%	7.331%	124.96	-37	7.331	Dear
FR0079	15-Apr-39	12.73	8.375%	108.90	7.287%	7.331%	108.53	-38	7.811	Dear
FR0083	15-Apr-40	13.73	7.500%	101.33	7.343%	7.330%	101.44	11	8.348	Cheap
FR0106	**15-Aug-40**	**14.06**	**7.125%**	**98.15**	**7.338%**	**7.329%**	**98.22**	**7**	**8.457**	**Fair**
FR0057	15-May-41	14.81	9.500%	120.31	7.239%	7.328%	119.40	-90	8.385	Dear
FR0062	15-Apr-42	15.73	6.375%	91.67	7.272%	7.327%	91.18	-49	9.355	Dear
FR0092	15-Jun-42	15.90	7.125%	98.24	7.312%	7.327%	98.11	-13	9.281	Dear
FR0097	15-Jun-43	16.90	7.125%	98.43	7.287%	7.326%	98.06	-37	9.593	Dear
FR0067	15-Jul-43	16.98	8.750%	113.75	7.343%	7.326%	113.70	-5	9.255	Fair
FR0107	**15-Aug-45**	**19.07**	**7.125%**	**98.18**	**7.303%**	**7.323%**	**97.97**	**-21**	**9.93**	**Dear**
FR0076	15-May-48	21.82	7.375%	100.22	7.353%	7.321%	100.57	35	10.63	Cheap
FR0089	15-Aug-51	25.07	6.875%	94.99	7.313%	7.318%	94.94	-6	11.18	Fair
FR0102	15-Jul-54	27.99	6.875%	94.55	7.336%	7.316%	94.77	22	11.92	Cheap
FR0105	15-Jul-64	37.99	6.875%	93.87	7.357%	7.312%	94.41	54	12.80	Cheap

Source: Bloomberg, Shinhan Sekuritas Indonesia & NSS Model Calculation



SHINHAN
SEKURITAS INDONESIA

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

PT. Shinhan Sekuritas Indonesia
Member of Indonesia Stock Exchange

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