Daily Bond Market Update

July 29, 2026

Market Review

Government bond prices closed mixed in trading on Tuesday (28/07). Indonesia Composite Bond Index decreased by 0.07% to 429.27. Yield of 5-year (FR0109) and 10-year (FR0108) IGB benchmark declined 2.0 bps and advanced 1.1 bps to 7.37% and 7.33%. Meanwhile, yield of 15-year (FR0106) and 20-year (FR0107) IGB benchmark dropped 0.6 bps and 1.8 bps to 7.33% and 7.29%, respectively.

Treasury yields continued to retreat on Tuesday as traders await this week's Federal Reserve interest rate decision. Meanwhile the ongoing pause in US-Iran hostilities sent oil prices lower, raising hopes of a more sustainable ceasefire arrangement. The 10-year Treasury note yield was down by more than 3 basis points at 4.606%. The yield on the 2-year Treasury note, which tends to react in line with short-term Federal Reserve interest rate decisions, was about 4 basis points lower at 4.281%. Investors will be closely watching the Fed's interest rate decision, due Wednesday. The rate-setting Federal Open Market Committee is expected to leave rates unchanged at the range of 3.5% to 3.75%, with markets instead pricing in a 76% chance of a September hike, according to the CME Group's FedWatch tool. Market participants are also monitoring events in the Middle East, after President Donald Trump said the US had held good talks with Iran on Monday. On the other hand, US Commerce Department reported that June durable goods orders rose 0.3% (mtm), turning positive. Core capital goods orders, a leading indicator for business investment, increased 0.9%, beating market expectations, while shipments surged 1.9%, marking the strongest growth since December 2021. May figures were also revised upward, underscoring the resilience of the US economy in the second quarter.

The Indonesian government has eased the requirements governing Natural Resource Export Proceeds for four of the country's major trading partners: the United States, China, Canada, and Australia. The policy is viewed as an effort to align the regulatory framework with evolving global trade dynamics. However, it may also reduce the amount of foreign currency liquidity retained within the domestic financial system. The government considers the relaxation necessary in light of Indonesia's substantial bilateral trade volumes with these four countries. Coordinating Minister for Economic Affairs Airlangga Hartarto stated that the preferential treatment was granted to countries with strategic trade relationships with Indonesia. From a regulatory standpoint, the amendment is stipulated under Government Regulation No. 21 of 2026, which revises Article 18A concerning Natural Resource Export Proceeds. Under the new provisions, mining-sector exporters conducting transactions pursuant to bilateral agreements or other specified arrangements are required to retain only a minimum of 30% of their Export Proceeds for at least three months in a designated Export Proceeds Special Account. In addition, these funds are no longer required to be placed exclusively with state-owned banks under the Himbara network and may also be deposited with non-SOE commercial banks. The policy does not necessarily imply an automatic reduction in government revenue. Nevertheless, the relaxation will reduce the amount of foreign exchange that exporters are required to retain domestically. The obligation to repatriate 100% of Export Proceeds remains unchanged. However, the retention requirement has been significantly reduced, from the previous obligation to retain the entire amount for 12 months to a minimum of 30% for only three months.

Corporate News

PT Medco Energi Internasional Tbk (MEDC) has prepared IDR600 billion to pay off the principal of its Shelf Registration Bond IV Medco Energi Internasional Phase I Year 2021 Series B. The Director of MEDC stated that the Company has provided funds to pay off all bond obligations and will mature on September 9, 2026. The principal and coupon payment funds have been placed in separate accounts so that the repayment process runs according to plan. The funds to pay off the bond principal come from the proceeds of the issuance of Shelf Registration Bond VI Medco Energi Internasional Phase I Year 2025 issued in June 2025 worth Rp1 trillion. PT Medco Energi Internasional Tbk (MEDC) recorded a surge in performance in the first quarter of 2026. The company's net profit shot up more than threefold to US$72.15 million, from US$20.53 million in the same period last year. This increase is in line with revenue growth which rose by around 19% to US$668.3 million, from US$560.4 million.

IGB Benchmark Bonds

Series	TTM (Year)	Price (bps)	Yield	Price
FR0109	4.63	8	7.37%	94.21
FR0108	9.7	-7	7.33%	94.27
FR0106	14.1	6	7.33%	98.19
FR0107	19.1	18	7.29%	98.35

Source: PHEI

10-year Government Bond Yield

Country	Yield (%)	(-1 day)	Chg. (bps)
India	6.77	6.78	-0.60
Turkey	32.3	32.4	-7.00
Singapore	2.39	2.40	-1.10
Thailand	2.05	2.05	0.00
Malaysia	3.70	3.70	0.10
Korea	4.34	4.34	0.00
China	1.73	1.73	0.10
Japan	2.77	2.78	-0.80
US	4.61	4.65	-4.30

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	28-Jul	(-1 day)	Chg. (%)
USD/IDR	18067	18005	0.34%
EUR/USD	1.139	1.137	0.16%
GBP/USD	1.329	1.329	0.00%
USD/JPY	163.9	163.8	0.06%
USD/SGD	1.292	1.291	0.07%
USD/MYR	4.092	4.084	0.20%

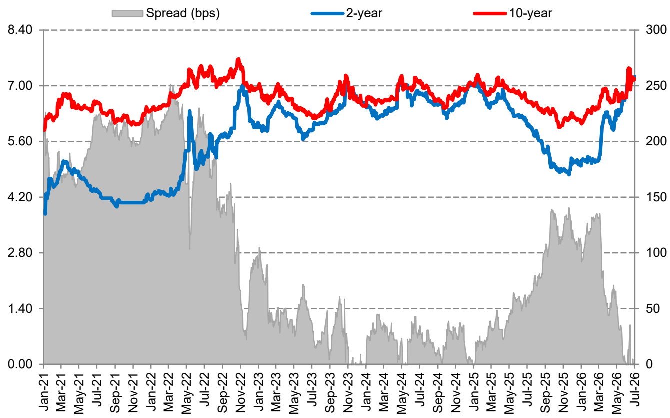
Source: Bloomberg

Money Market

	28-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	4.01	4.12	3.97	4.00
Lending	14.8	14.9	14.9	14.3

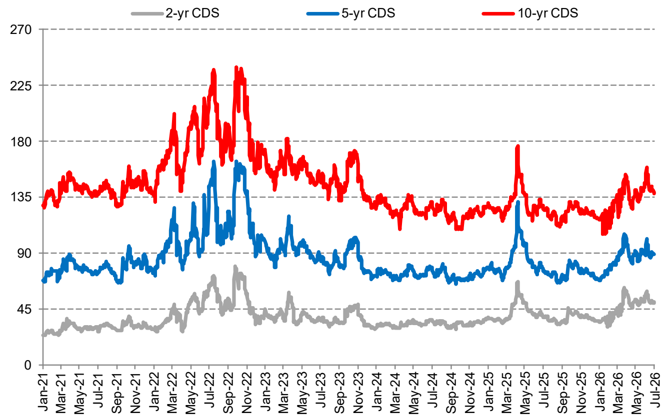
Source: Bloomberg

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)

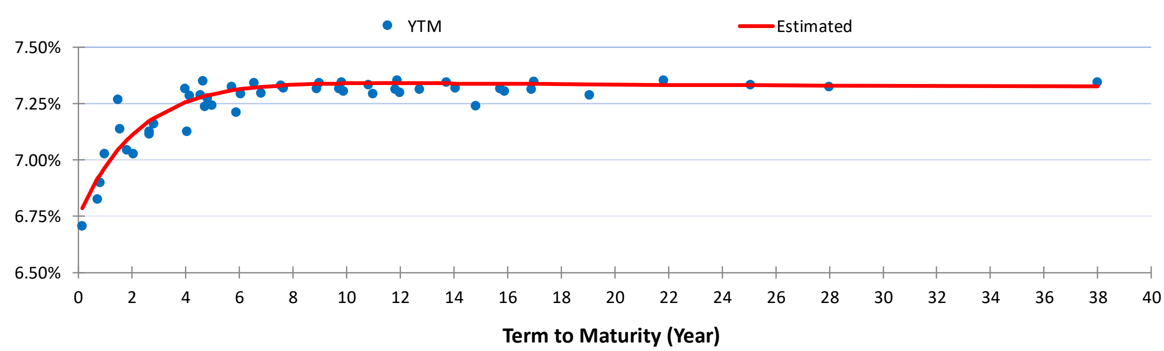
Date	Series	TTM	Target Issuance	Incoming Bids	Total Incoming Bids	Nominal Awarded	Total Awarded	Awarded Yield
28-Jul-26	SPNS08092026	01-mo	10,000	1,310	24,881	1,200	10,000	6.800%
	SPNS03022027	06-mo		3,185		2,000		7.000%
	SPNS12042027	09-mo		6,407		4,000		7.122%
	PBS030	02-yr		4,747		1,700		7.199%
	PBS040	04-yr		4,193		600		7.300%
	PBS034	13-yr		3,483		200		7.308%
	PBS005	17-yr		676		100		7.336%
	PBS038	23-yr		880		200		7.316%

Source: DJPPR

Government Bonds Prices
Closing Data: 28-Jul-2026

Series	Maturity	TTM	Coupon	Price	YTM	Estimated Yield	Fair Price	Spread (bps)	Modified Duration	Recommendation
FR0037	15-Sep-26	0.13	12.00%	100.70	6.214%	6.785%	100.65	-5	0.129	Fair
FR0056	15-Sep-26	0.13	8.375%	100.19	6.705%	6.785%	100.18	0	0.129	Fair
FR0090	15-Apr-27	0.72	5.125%	98.83	6.824%	6.917%	98.76	-7	0.680	Fair
FR0059	15-May-27	0.80	7.000%	100.06	6.899%	6.933%	100.04	-3	0.756	Fair
FR0042	15-Jul-27	0.96	10.25%	102.94	7.025%	6.964%	103.01	7	0.909	Fair
FR0094	15-Jan-28	1.47	5.600%	97.73	7.268%	7.044%	98.02	30	1.374	Cheap
FR0047	15-Feb-28	1.55	10.00%	104.11	7.138%	7.056%	104.24	14	1.366	Cheap
FR0064	15-May-28	1.80	6.125%	98.46	7.044%	7.088%	98.39	-8	1.652	Fair
FR0095	15-Aug-28	2.05	6.375%	98.78	7.026%	7.117%	98.60	-17	1.834	Dear
FR0071	15-Mar-29	2.63	9.000%	104.44	7.113%	7.172%	104.30	-14	2.256	Dear
FR0101	15-Mar-29	2.63	6.875%	99.38	7.124%	7.172%	99.29	-9	2.311	Fair
FR0078	15-May-29	2.80	8.250%	102.70	7.158%	7.185%	102.64	-6	2.435	Fair
FR0104	15-Jul-30	3.97	6.500%	97.24	7.316%	7.255%	97.44	20	3.419	Cheap
FR0052	15-Aug-30	4.05	10.50%	111.68	7.124%	7.258%	111.19	-48	3.189	Dear
FR0082	15-Sep-30	4.14	7.000%	98.99	7.284%	7.262%	99.07	8	3.441	Fair
FR0087	15-Feb-31	4.56	6.500%	97.00	7.286%	7.278%	97.03	3	3.748	Fair
FR0109	**15-Mar-31**	**4.63**	**5.875%**	**94.29**	**7.349%**	**7.280%**	**94.55**	**25**	**3.872**	**Cheap**
FR0085	15-Apr-31	4.72	7.750%	102.00	7.237%	7.283%	101.82	-18	3.826	Dear
FR0073	15-May-31	4.80	8.750%	105.87	7.272%	7.285%	105.82	-5	3.843	Fair
FR0054	15-Jul-31	4.97	9.500%	109.26	7.242%	7.290%	109.06	-20	3.961	Dear
FR0091	15-Apr-32	5.72	6.375%	95.62	7.325%	7.308%	95.69	8	4.600	Fair
FR0058	15-Jun-32	5.89	8.250%	104.90	7.209%	7.311%	104.41	-49	4.600	Dear
FR0074	15-Aug-32	6.05	7.500%	101.00	7.292%	7.313%	100.89	-10	4.649	Dear
FR0096	15-Feb-33	6.56	7.000%	98.25	7.341%	7.321%	98.35	10	5.003	Cheap
FR0065	15-May-33	6.80	6.625%	96.45	7.295%	7.323%	96.30	-15	5.290	Dear
FR0100	15-Feb-34	7.56	6.625%	95.96	7.330%	7.330%	95.96	0	5.637	Fair
FR0068	15-Mar-34	7.64	8.375%	106.08	7.319%	7.331%	106.01	-7	5.488	Fair
FR0080	15-Jun-35	8.89	7.500%	101.19	7.314%	7.337%	101.04	-15	6.368	Dear
FR0103	15-Jul-35	8.97	6.750%	96.17	7.340%	7.337%	96.19	2	6.564	Fair
FR0108	**15-Apr-36**	**9.72**	**6.500%**	**94.40**	**7.314%**	**7.339%**	**94.23**	**-17**	**6.884**	**Dear**
FR0072	15-May-36	9.81	8.250%	106.24	7.343%	7.339%	106.27	3	6.654	Fair
FR0088	15-Jun-36	9.89	6.250%	92.66	7.305%	7.339%	92.43	-23	7.097	Dear
FR0045	15-May-37	10.81	9.750%	117.80	7.331%	7.340%	117.74	-6	6.870	Fair
FR0093	15-Jul-37	10.97	6.375%	93.16	7.292%	7.340%	92.82	-34	7.635	Dear
FR0075	15-May-38	11.81	7.500%	101.46	7.312%	7.340%	101.23	-22	7.666	Dear
FR0098	15-Jun-38	11.89	7.125%	98.20	7.353%	7.340%	98.31	11	7.818	Cheap
FR0050	15-Jul-38	11.97	10.50%	125.24	7.299%	7.340%	124.88	-36	7.327	Dear
FR0079	15-Apr-39	12.72	8.375%	108.68	7.313%	7.339%	108.45	-23	7.802	Dear
FR0083	15-Apr-40	13.73	7.500%	101.32	7.344%	7.339%	101.36	5	8.345	Fair
FR0106	**15-Aug-40**	**14.06**	**7.125%**	**98.33**	**7.317%**	**7.338%**	**98.14**	**-19**	**8.460**	**Dear**
FR0057	15-May-41	14.81	9.500%	120.30	7.240%	7.338%	119.30	-100	8.382	Dear
FR0062	15-Apr-42	15.73	6.375%	91.29	7.315%	7.337%	91.10	-19	9.338	Dear
FR0092	15-Jun-42	15.89	7.125%	98.31	7.305%	7.337%	98.02	-29	9.281	Dear
FR0097	15-Jun-43	16.89	7.125%	98.20	7.311%	7.336%	97.96	-24	9.581	Dear
FR0067	15-Jul-43	16.98	8.750%	113.72	7.346%	7.336%	113.59	-13	9.251	Dear
FR0107	**15-Aug-45**	**19.06**	**7.125%**	**98.35**	**7.286%**	**7.334%**	**97.86**	**-48**	**9.94**	**Dear**
FR0076	15-May-48	21.81	7.375%	100.23	7.352%	7.333%	100.44	21	10.62	Cheap
FR0089	15-Aug-51	25.07	6.875%	94.80	7.331%	7.331%	94.80	0	11.17	Fair
FR0102	15-Jul-54	27.98	6.875%	94.67	7.325%	7.330%	94.62	-5	11.93	Fair
FR0105	15-Jul-64	37.99	6.875%	94.03	7.344%	7.327%	94.23	20	12.81	Cheap

Source: Bloomberg, Shinhan Sekuritas Indonesia & NSS Model Calculation



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