

# Daily Bond Market Update

June 2, 2026

## Market Review

### Government bond prices closed mixed in trading on Friday (29/05).

Indonesia Composite Bond Index decreased by 0.13% to 437.26. Yield of 5-year (FR0109) and 10-year (FR0108) IGB benchmark increased 2.8 bps and 3.4 bps to 6.71% and 6.69%. Meanwhile, yield of 15-year (FR0106) and 20-year (FR0107) IGB benchmark dropped 1.5 bps and 3.4 bps to 6.8% and 6.87%, respectively.

**US manufacturing expanded for a fifth straight month in May.** Stronger new orders and production pushed the Institute for Supply Management's (ISM) manufacturing purchasing managers index above market expectations. Still, the Iran war, tariffs and price volatility remained a burden for companies. The ISM said on June 1 that its US manufacturing PMI came in at 54.0 in May. That topped the market forecast of 53.3 and was up 1.3 points from 52.7 a month earlier. According to the ISM, the May reading was the highest since 55.9 in May 2022. US manufacturing has now remained in expansion for five straight months after a 10-month contraction. A PMI reading above 50 generally signals expansion, while a reading below 50 points to contraction. The underlying gauges also improved. The new orders index rose 2.7 points from a month earlier to 56.8. The production index climbed 0.9 point to 54.3. The backlog of orders index advanced to 52.2, while the new export orders index returned to expansion territory at 50.6. Employment and inventories, however, remained in contraction. The employment index improved to 48.6 from 46.4, but stayed below 50. The inventories index rose 0.9 point from the prior month to 49.9, but still fell short of the expansion threshold. Price pressures remained elevated. The prices index slipped 2.5 points to 82.1 from 84.6 a month earlier, but raw-material price gains extended to a 20th straight month. The ISM said higher steel and aluminum prices, tariffs on imported goods and rising petroleum-based product costs tied to conflict in the Middle East were lifting the prices gauge. Susan Spence, chair of the ISM Manufacturing Business Survey Committee, said US manufacturing activity remained in expansion in May and grew at a faster pace than in the previous month.

**The government will release several domestic economic data today, including inflation data for May and the April 2026 trade balance.** Several economists predict that inflation in May 2026 will increase compared to the previous month. This increase is driven by rising prices of various food commodities, the increase in the price of non-subsidized fuel oil (BBM), and imported inflation pressures due to the weakening of the rupiah against foreign currencies. Monthly inflation in May 2026 is estimated to reach 0.36% (mtm), higher than the 0.13% (mtm) inflation in April 2026. Meanwhile, annual inflation is estimated to increase to 3.17% (yoy) from 2.42% (yoy) in the previous month. Furthermore, core inflation in May 2026 is also estimated to increase to 2.53% (yoy), compared to the 2.44% (yoy) realization in April 2026. Nearly all food commodities experienced price increases after previously experiencing declines in the post-Eid al-Fitr period. Several commodities experiencing price increases include shallots, rice, and cooking oil. In addition to food factors, the high price of non-subsidized fuel also contributed to inflationary pressure in May 2026. On the other hand, Indonesia's trade balance surplus in April 2026 is expected to narrow compared to the previous month as imports increase faster than exports. The April 2026 trade balance surplus is likely to be around US\$1.43 billion, lower than the March 2026 surplus of US\$3.32 billion. The main factors are the return to normal imports after the Eid al-Fitr holiday and rising oil import costs amidst still-high global energy prices. Export performance has begun to improve on an annual basis, although not yet significantly on a monthly basis.

## Corporate News

### PEFINDO has assigned its idAA+ financial strength rating with stable outlook to PT Asuransi Umum BCA (BCA Insurance).

The rating reflects very strong likelihood of support from PT Bank Central Asia Tbk (BCA or the Parent, rated idAAA/stable), very strong capitalization, and strong liquidity. However, the rating is constrained by intense competition in the general insurance industry. The rating may be raised if PEFINDO sees a higher degree of support from the Parent. Conversely, the rating could come under downward pressure should there be clear evidence of reduced parental support, which may arise from a material dilution in ownership or a decline in BCA Insurance's strategic importance to the Parent, as reflected in weakening market position or operating performance.

## IGB Benchmark Bonds

| Series | TTM (Year) | Price (bps) | Yield | Price  |
|--------|------------|-------------|-------|--------|
| FR0109 | 4.80       | -10         | 6.71% | 96.61  |
| FR0108 | 9.9        | -24         | 6.69% | 98.64  |
| FR0106 | 14.2       | 13          | 6.85% | 102.44 |
| FR0107 | 19.2       | 37          | 6.84% | 103.05 |

Source: PHEI

## 10-year Government Bond Yield

| Country   | Yield (%) | (-1 day) | Chg. (bps) |
|-----------|-----------|----------|------------|
| India     | 7.02      | 7.01     | 1.40       |
| Turkey    | 32.6      | 32.9     | -34.0      |
| Singapore | 2.02      | 2.02     | 0.00       |
| Thailand  | 2.31      | 2.31     | 0.00       |
| Malaysia  | 3.56      | 3.56     | 0.00       |
| Korea     | 4.17      | 4.08     | 9.80       |
| China     | 1.70      | 1.71     | -0.90      |
| Japan     | 2.68      | 2.66     | 1.60       |
| US        | 4.45      | 4.44     | 1.70       |

Source: Bloomberg

## Government Bond Ownership

| Institution              | In Trillion IDR | In Percentage (%) |
|--------------------------|-----------------|-------------------|
| Bank                     | 1,188.4         | 17.4%             |
| Bank Indonesia           | 1,881.8         | 27.5%             |
| Mutual Fund              | 259.4           | 3.79%             |
| Insurance & Pension Fund | 1,389.5         | 20.3%             |
| <b>Foreigners</b>        | <b>865.2</b>    | <b>12.6%</b>      |
| Individual               | 552.7           | 8.07%             |
| Others                   | 710.1           | 10.4%             |
| <b>Total</b>             | <b>6,847.0</b>  | <b>100.0%</b>     |

Source: DJPPR (as of May 22, 2026)

## Currency Movement

| FX Rate | 29-May | (-1 day) | Chg. (%) |
|---------|--------|----------|----------|
| USD/IDR | 17874  | 17874    | 0.00%    |
| EUR/USD | 1.163  | 1.166    | -0.24%   |
| GBP/USD | 1.345  | 1.346    | -0.01%   |
| USD/JPY | 159.7  | 159.3    | 0.24%    |
| USD/SGD | 1.279  | 1.277    | 0.17%    |
| USD/MYR | 3.965  | 3.965    | 0.00%    |

Source: Bloomberg

## Money Market

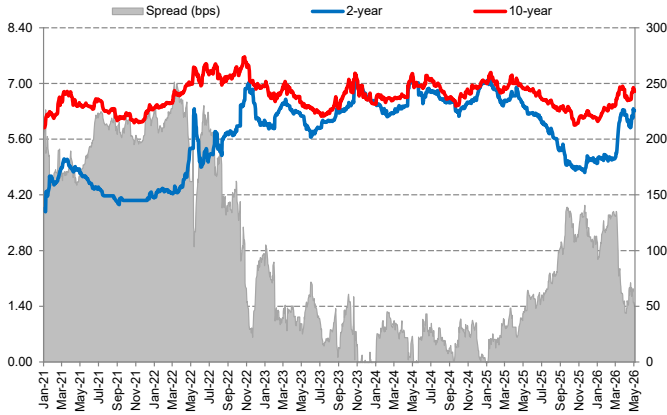
|              | 29-May | (-1 day) | (-1 week) | (-1 month) |
|--------------|--------|----------|-----------|------------|
| <b>JIBOR</b> |        |          |           |            |
| O/N          | 5.90   | 5.90     | 5.90      | 5.90       |
| 1M           | 5.03   | 5.03     | 5.03      | 5.03       |
| 3M           | 5.46   | 5.46     | 5.46      | 5.46       |
| <b>LIBOR</b> |        |          |           |            |
| 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 | 3.74 | 3.74 | 3.74 | 3.62 |
| Lending    | 14.7 | 14.7 | 15.0 | 14.4 |

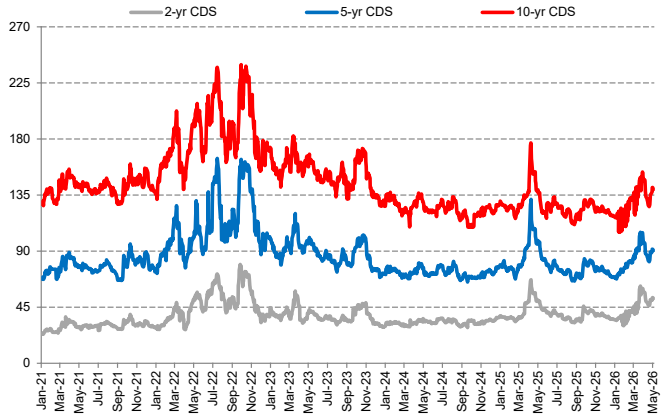
Source: Bloomberg

### Yield Spread Between 2- and 10-year Bond



Source: Bloomberg

### Credit Default Swap



Source: Bloomberg

### US Economic Calendar

| Date          | Report   |
|---------------|--|
| June 1, 2026  | S&P Global Manufacturing PMI                       |
| June 2, 2026  | JOLTs Job Openings                                 |
| June 3, 2026  | ADP Employment; Factory Orders                     |
| June 4, 2026  | Initial Jobless Claims                             |
| June 5, 2026  | US Employment Report (Non-Farm Payrolls)           |
| June 8, 2026  | Consumer Inflation Expectations                    |
| June 9, 2026  | Balance of Trade                                   |
| June 10, 2026 | Consumer Price Index (CPI)                         |
| June 11, 2026 | Initial Jobless Claims; Producer Price Index (PPI) |
| June 12, 2026 | Michigan Consumer Sentiment                        |

### Indonesia Economic Calendar

| Date          | Report  |
|---------------|---|
| June 1, 2026  | ---   |
| June 2, 2026  | Sukuk Auction; Inflation Rate                 |
| June 3, 2026  | Trade Balance                                 |
| June 4, 2026  | S&P Global Manufacturing PMI                  |
| June 5, 2026  | ---   |
| June 8, 2026  | Foreign Exchange Reserves                     |
| June 9, 2026  | Conventional Auction                          |
| June 10, 2026 | Consumer Confidence                           |
| June 11, 2026 | Retail Sales                                  |
| June 12, 2026 | Indonesia's International Investment Position |

### Auction Result: Conventional IGB (in Billion IDR)

| Date      | Series      | TTM   | Target Issuance | Incoming Bids | Total Incoming Bids | Nominal Awarded | Total Awarded | Awarded Yield |
|-----------|-------------|-------|-----------------|---------------|---------------------|-----------------|---------------|---------------|
| 26-May-26 | SPN12260702 | 01-mo | 36,000          | 1,305         | 57,305              | -               | 36,850        | -             |
|           | SPN03260831 | 03-mo |                 | 1,721         |                     | 1,000           |               | 5.900%        |
|           | SPN12270517 | 12-mo |                 | 4,667         |                     | 3,700           |               | 6.500%        |
|           | FR0109      | 05-yr |                 | 20,197        |                     | 14,450          |               | 6.670%        |
|           | FR0108      | 10-yr |                 | 8,488         |                     | 3,150           |               | 6.700%        |
|           | FR0106      | 14-yr |                 | 6,142         |                     | 5,000           |               | 6.860%        |
|           | FR0107      | 19-yr |                 | 5,942         |                     | 3,500           |               | 6.869%        |
|           | FR0102      | 29-yr |                 | 4,668         |                     | 4,050           |               | 6.970%        |
|           | FR0105      | 39-yr |                 | 4,175         |                     | 2,000           |               | 6.980%        |

Source: DJPPR

### Auction Result: Sukuk (in Billion IDR)

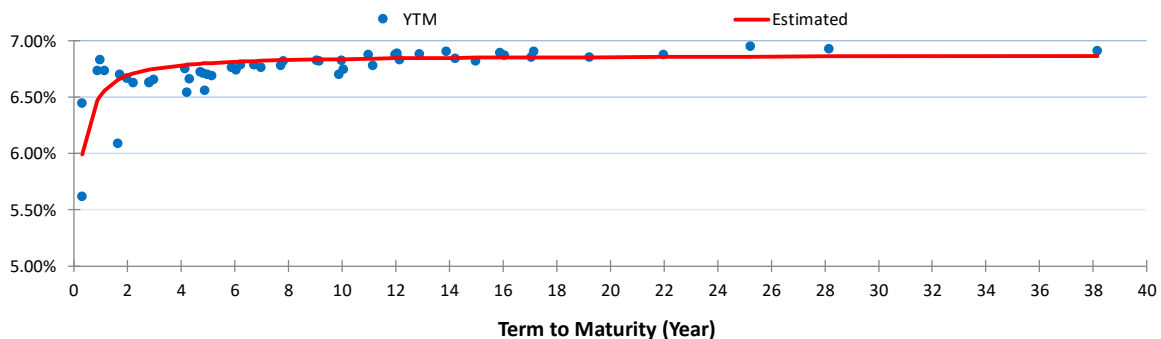
| Date      | Series       | TTM   | Target Issuance | Incoming Bids | Total Incoming Bids | Nominal Awarded | Total Awarded | Awarded Yield |
|-----------|--------------|-------|-----------------|---------------|---------------------|-----------------|---------------|---------------|
| 19-May-26 | SPNS13072026 | 01-mo | 12,000          | 930           | 18,795              | 500             | 12,000        | 5.750%        |
|           | SPNS23112026 | 06-mo |                 | 1,589         |                     | 1,500           |               | 5.850%        |
|           | SPNS03022027 | 09-mo |                 | 4,499         |                     | 2,450           |               | 6.100%        |
|           | PBS030       | 02-yr |                 | 3,664         |                     | 1,250           |               | 6.540%        |
|           | PBS040       | 04-yr |                 | 1,184         |                     | 500             |               | 6.597%        |
|           | PBSG02       | 07-yr |                 | 1,590         |                     | 750             |               | 6.749%        |
|           | PBS034       | 13-yr |                 | 640           |                     | 600             |               | 6.810%        |
|           | PBS038       | 23-yr |                 | 4,699         |                     | 4,450           |               | 6.870%        |

Source: DJPPR

**Government Bonds Prices**  
**Closing Data: 29-May-2026**

| Series        | Maturity         | TTM          | Coupon        | Price         | YTM           | Estimated Yield | Fair Price    | Spread (bps) | Modified Duration | Recommendation |
|---------------|------------------|--------------|---------------|---------------|---------------|-----------------|---------------|--------------|-------------------|----------------|
| FR0037        | 15-Sep-26        | 0.30         | 12.00%        | 101.74        | 5.617%        | 5.990%          | 101.71        | -3           | 0.288             | Fair           |
| FR0056        | 15-Sep-26        | 0.30         | 8.375%        | 100.50        | 6.442%        | 5.990%          | 100.66        | 16           | 0.287             | Cheap          |
| FR0090        | 15-Apr-27        | 0.88         | 5.125%        | 98.66         | 6.735%        | 6.472%          | 98.86         | 20           | 0.839             | Cheap          |
| FR0059        | 15-May-27        | 0.96         | 7.000%        | 100.15        | 6.829%        | 6.504%          | 100.45        | 30           | 0.914             | Cheap          |
| FR0042        | 15-Jul-27        | 1.13         | 10.25%        | 103.71        | 6.732%        | 6.556%          | 103.94        | 24           | 1.025             | Cheap          |
| FR0094        | 15-Jan-28        | 1.63         | 5.600%        | 99.25         | 6.087%        | 6.652%          | 98.39         | -86          | 1.503             | Dear           |
| FR0047        | 15-Feb-28        | 1.72         | 10.00%        | 105.20        | 6.701%        | 6.663%          | 105.31        | 10           | 1.530             | Cheap          |
| FR0064        | 15-May-28        | 1.96         | 6.125%        | 99.02         | 6.667%        | 6.689%          | 98.98         | -5           | 1.814             | Fair           |
| FR0095        | 15-Aug-28        | 2.22         | 6.375%        | 99.48         | 6.627%        | 6.710%          | 99.31         | -17          | 1.999             | Dear           |
| FR0071        | 15-Mar-29        | 2.80         | 9.000%        | 105.91        | 6.632%        | 6.743%          | 105.65        | -26          | 2.422             | Dear           |
| FR0101        | 15-Mar-29        | 2.80         | 6.875%        | 100.64        | 6.622%        | 6.743%          | 100.32        | -32          | 2.477             | Dear           |
| FR0078        | 15-May-29        | 2.96         | 8.250%        | 104.21        | 6.651%        | 6.751%          | 103.96        | -25          | 2.600             | Dear           |
| FR0104        | 15-Jul-30        | 4.13         | 6.500%        | 99.11         | 6.749%        | 6.785%          | 98.98         | -13          | 3.482             | Dear           |
| FR0052        | 15-Aug-30        | 4.22         | 10.50%        | 114.32        | 6.540%        | 6.787%          | 113.40        | -93          | 3.367             | Dear           |
| FR0082        | 15-Sep-30        | 4.30         | 7.000%        | 101.25        | 6.657%        | 6.788%          | 100.76        | -48          | 3.617             | Dear           |
| FR0087        | 15-Feb-31        | 4.72         | 6.500%        | 99.10         | 6.723%        | 6.796%          | 98.81         | -29          | 3.928             | Dear           |
| <b>FR0109</b> | <b>15-Mar-31</b> | <b>4.80</b>  | <b>5.875%</b> | <b>96.61</b>  | <b>6.712%</b> | <b>6.797%</b>   | <b>96.27</b>  | <b>-34</b>   | <b>4.052</b>      | <b>Dear</b>    |
| FR0085        | 15-Apr-31        | 4.88         | 7.750%        | 104.89        | 6.566%        | 6.798%          | 103.89        | -101         | 4.009             | Dear           |
| FR0073        | 15-May-31        | 4.96         | 8.750%        | 108.51        | 6.699%        | 6.799%          | 108.09        | -42          | 4.022             | Dear           |
| FR0054        | 15-Jul-31        | 5.13         | 9.500%        | 112.01        | 6.687%        | 6.802%          | 111.51        | -50          | 3.978             | Dear           |
| FR0091        | 15-Apr-32        | 5.88         | 6.375%        | 98.16         | 6.759%        | 6.811%          | 97.91         | -25          | 4.786             | Dear           |
| FR0058        | 15-Jun-32        | 6.05         | 8.250%        | 107.40        | 6.737%        | 6.812%          | 107.02        | -38          | 4.608             | Dear           |
| FR0074        | 15-Aug-32        | 6.22         | 7.500%        | 103.57        | 6.782%        | 6.814%          | 103.41        | -16          | 4.839             | Dear           |
| FR0096        | 15-Feb-33        | 6.72         | 7.000%        | 101.14        | 6.783%        | 6.818%          | 100.95        | -19          | 5.200             | Dear           |
| FR0065        | 15-May-33        | 6.97         | 6.625%        | 99.25         | 6.761%        | 6.820%          | 98.93         | -32          | 5.484             | Dear           |
| FR0100        | 15-Feb-34        | 7.72         | 6.625%        | 99.07         | 6.779%        | 6.825%          | 98.80         | -27          | 5.844             | Dear           |
| FR0068        | 15-Mar-34        | 7.80         | 8.375%        | 109.29        | 6.815%        | 6.826%          | 109.23        | -6           | 5.691             | Fair           |
| FR0080        | 15-Jun-35        | 9.05         | 7.500%        | 104.49        | 6.826%        | 6.832%          | 104.45        | -4           | 6.355             | Fair           |
| FR0103        | 15-Jul-35        | 9.13         | 6.750%        | 99.53         | 6.819%        | 6.832%          | 99.44         | -9           | 6.563             | Fair           |
| <b>FR0108</b> | <b>15-Apr-36</b> | <b>9.89</b>  | <b>6.500%</b> | <b>98.56</b>  | <b>6.701%</b> | <b>6.835%</b>   | <b>97.61</b>  | <b>-95</b>   | <b>7.126</b>      | <b>Dear</b>    |
| FR0072        | 15-May-36        | 9.97         | 8.250%        | 110.17        | 6.825%        | 6.836%          | 110.09        | -7           | 6.883             | Fair           |
| FR0088        | 15-Jun-36        | 10.05        | 6.250%        | 96.45         | 6.742%        | 6.836%          | 95.79         | -66          | 7.103             | Dear           |
| FR0045        | 15-May-37        | 10.97        | 9.750%        | 121.84        | 6.877%        | 6.839%          | 122.19        | 35           | 7.103             | Cheap          |
| FR0093        | 15-Jul-37        | 11.14        | 6.375%        | 96.88         | 6.778%        | 6.840%          | 96.41         | -47          | 7.633             | Dear           |
| FR0075        | 15-May-38        | 11.97        | 7.500%        | 105.02        | 6.877%        | 6.842%          | 105.31        | 30           | 7.910             | Cheap          |
| FR0098        | 15-Jun-38        | 12.05        | 7.125%        | 101.96        | 6.883%        | 6.842%          | 102.29        | 34           | 7.799             | Cheap          |
| FR0050        | 15-Jul-38        | 12.14        | 10.50%        | 129.90        | 6.831%        | 6.842%          | 129.80        | -9           | 7.289             | Fair           |
| FR0079        | 15-Apr-39        | 12.89        | 8.375%        | 112.60        | 6.882%        | 6.844%          | 112.96        | 36           | 8.060             | Cheap          |
| FR0083        | 15-Apr-40        | 13.89        | 7.500%        | 105.27        | 6.902%        | 6.846%          | 105.79        | 52           | 8.621             | Cheap          |
| <b>FR0106</b> | <b>15-Aug-40</b> | <b>14.22</b> | <b>7.125%</b> | <b>102.54</b> | <b>6.841%</b> | <b>6.846%</b>   | <b>102.49</b> | <b>-5</b>    | <b>8.756</b>      | <b>Fair</b>    |
| FR0057        | 15-May-41        | 14.97        | 9.500%        | 124.92        | 6.815%        | 6.848%          | 124.58        | -34          | 8.667             | Dear           |
| FR0062        | 15-Apr-42        | 15.89        | 6.375%        | 95.05         | 6.892%        | 6.849%          | 95.44         | 40           | 9.643             | Cheap          |
| FR0092        | 15-Jun-42        | 16.06        | 7.125%        | 102.48        | 6.867%        | 6.849%          | 102.65        | 18           | 9.270             | Cheap          |
| FR0097        | 15-Jun-43        | 17.06        | 7.125%        | 102.72        | 6.852%        | 6.851%          | 102.73        | 1            | 9.586             | Fair           |
| FR0067        | 15-Jul-43        | 17.14        | 8.750%        | 118.70        | 6.902%        | 6.851%          | 118.96        | 27           | 9.240             | Cheap          |
| <b>FR0107</b> | <b>15-Aug-45</b> | <b>19.23</b> | <b>7.125%</b> | <b>102.85</b> | <b>6.854%</b> | <b>6.853%</b>   | <b>102.87</b> | <b>2</b>     | <b>10.31</b>      | <b>Fair</b>    |
| FR0076        | 15-May-48        | 21.98        | 7.375%        | 105.62        | 6.875%        | 6.855%          | 105.85        | 23           | 11.07             | Cheap          |
| FR0089        | 15-Aug-51        | 25.23        | 6.875%        | 99.10         | 6.950%        | 6.858%          | 100.19        | 109          | 11.62             | Cheap          |
| FR0102        | 15-Jul-54        | 28.15        | 6.875%        | 99.36         | 6.926%        | 6.859%          | 100.19        | 83           | 12.02             | Cheap          |
| FR0105        | 15-Jul-64        | 38.16        | 6.875%        | 99.52         | 6.910%        | 6.862%          | 100.16        | 64           | 13.06             | Cheap          |

Source: Bloomberg, Shinhan Sekuritas Indonesia & NSS Model Calculation





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