

Daily Bond Market Update

May 13, 2026

Market Review

Government bond prices closed lower in trading on Tuesday (12/05).

Indonesia Composite Bond Index decreased by 0.40% to 437.40. Yield of 5-year (FR0109) and 10-year (FR0108) IGB benchmark advanced 17 bps and 14 bps to 6.68% and 6.72%. Meanwhile, yield of 15-year (FR0106) and 20-year (FR0107) IGB benchmark increased 7.5 bps and 12 bps to 6.84% and 6.83%, respectively.

US Consumer Price Index (CPI) rose 0.6% in April, putting the one-year pace at 3.8%, according to the Bureau of Labor Statistics on Tuesday.

The monthly rate was as forecast, but the annual rate was 0.1 percentage point above the Dow Jones consensus. Excluding volatile food and energy prices, the core CPI increased 0.4% and 2.8%, respectively, keeping inflation well above the Federal Reserve's 2% goal as the monthly rate was the highest since January 2025. Fed officials consider core a better indicator of longer-term inflation trends. The annual headline inflation rate was the highest since May 2023 and was up half a percentage point from March. Core inflation rose 0.2 percentage point annually. Energy prices, which jumped 3.8%, accounted for more than 40% of the headline gain, while food prices also climbed 0.5%. For energy, that put the 12-month gain at 17.9%, while food was up 3.2%. The gasoline index increased 28.4% annually. Food at home prices increased 0.7%, the biggest monthly gain since August 2022. Though energy and in particular gasoline has been much of the headline story, inflation pressures also came from a variety of other areas. Shelter costs rose 0.6% after easing in prior months, indicating that inflation is a problem beyond the Iran war impacts. The tariff-sensitive apparel category increased 0.6% and airline fares accelerated 2.8%, putting the 12-month gain at 20.7%. Tariffs also seemed to hit other areas, with household furnishings and operations up 0.7%. New vehicle prices fell 0.2% while the index for used cars and trucks was flat. Medical care costs decreased 0.1% and hospital services were down 0.3%. Health insurance also declined 0.4%, while motor vehicle insurance increased 0.1%. Stock market futures were negative following the report while Treasury yields were higher. Market also raised the odds for a Fed rate hike by the end of the year to about 30%, according to CME Group data.

Bank Indonesia (BI), through the results of the Retail Sales Survey (RSS), estimates that retail sales performance will be maintained in April 2026, with the Real Sales Index (RSI) recorded at 231.0.

The index forecast decreases by -10.0% (mtm) from the RSI realization in March 2026 and decreases by -1.9% (yoy) from the RSI realization in April 2025. The April 2026 RSI is driven by continued annual sales growth in the spare parts and accessories group, other household equipment, and the clothing subgroup. In detail, the spare parts and accessories group in April 2026 is estimated to grow 18.8% (yoy); other household equipment grows 1.4% (yoy), and the clothing subgroup grows 4.4% (yoy). Sales of other groups are estimated to be in the contraction zone, especially in the cultural and recreational goods group; food, beverages, and tobacco; and motor vehicle fuel, each at -1.1% (yoy); -2.1% (yoy); and -2.8% (yoy). On a monthly basis, the estimated decline in retail sales performance in April 2026 was influenced by the normalization of public demand after the National Religious Holidays (HBKN) of Ramadan and Eid al-Fitr 1447 H. In terms of prices, inflationary pressures are expected to increase in the next three and six months, namely June and September 2026. This is reflected in the General Price Expectation Index (PEI) for June and September 2026, which were recorded at 175.6 and 163.2, respectively, higher than the PEI for May and August 2026, which were recorded at 157.4 and 157.2, respectively, driven by rising raw material prices.

Corporate News

PEFINDO has affirmed its idAAA ratings for PT Indosat Tbk (ISAT).

Outlook for the corporate rating is stable. The rating reflects ISAT's strong support likelihood from its majority shareholders, very strong market position, and strong profit margin. However, the rating is offset by its moderate capital structure and the intense competition within the telecommunications industry. The rating could be lowered if ISAT aggressively funds business expansion with substantially larger debt than projected without being compensated by improvement in revenue and profit margins in the near to medium term. The rating may also be lowered if PEFINDO views a significant reduction in linkage with or support from the shareholders.

IGB Benchmark Bonds

Series	TTM (Year)	Price (bps)	Yield	Price
FR0109	4.84	-67	6.68%	96.71
FR0108	9.9	-103	6.72%	98.39
FR0106	14.3	-69	6.84%	102.56
FR0107	19.3	-131	6.83%	103.12

Source: PHEI

10-year Government Bond Yield

Country	Yield (%)	(-1 day)	Chg. (bps)
India	7.04	7.03	0.50
Turkey	31.8	31.4	39.0
Singapore	2.06	2.05	0.90
Thailand	2.15	2.15	-0.20
Malaysia	3.58	3.56	2.10
Korea	4.05	3.95	10.0
China	1.75	1.76	-0.30
Japan	2.55	2.51	3.60
US	4.46	4.41	4.90

Source: Bloomberg

Government Bond Ownership

Institution	In Trillion IDR	In Percentage (%)
Bank	1,239.5	18.2%
Bank Indonesia	1,799.2	26.4%
Mutual Fund	261.7	3.85%
Insurance & Pension Fund	1,375.5	20.2%
Foreigners	864.6	12.7%
Individual	551.7	8.11%
Others	713.5	10.5%
Total	6,805.6	100.0%

Source: DJPPR (as of May 08, 2026)

Currency Movement

FX Rate	12-May	(-1 day)	Chg. (%)
USD/IDR	17500	17412	0.51%
EUR/USD	1.174	1.178	-0.37%
GBP/USD	1.354	1.361	-0.51%
USD/JPY	157.6	157.2	0.28%
USD/SGD	1.272	1.268	0.28%
USD/MYR	3.935	3.925	0.27%

Source: Bloomberg

Money Market

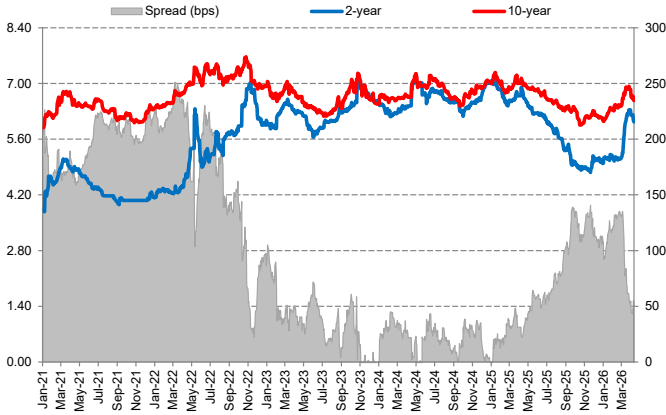
	12-May	(-1 day)	(-1 week)	(-1 month)
JIBOR				
O/N	5.90	5.90	5.90	5.90
1M	5.03	5.03	5.03	5.03
3M	5.46	5.46	5.46	5.46
LIBOR				
1M	4.96	4.96	4.96	4.96
3M	4.85	4.85	4.85	4.85
6M	4.68	4.68	4.68	4.68

Indonesia Interest Rates

Deposit 1M	3.64	3.66	3.60	3.54
Lending	14.5	14.2	14.7	14.3

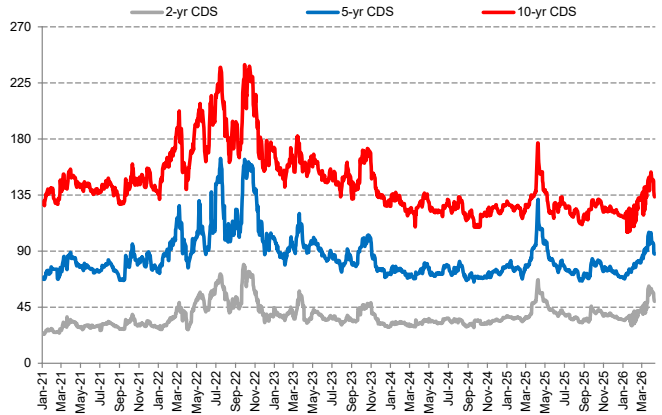
Source: Bloomberg

Yield Spread Between 2- and 10-year Bond



Source: Bloomberg

Credit Default Swap



Source: Bloomberg

US Economic Calendar

Date	Report
May 4, 2026	Factory Orders
May 5, 2026	US Trade Balance; Job Openings
May 6, 2026	ADP Employment
May 7, 2026	Initial Jobless Claims
May 8, 2026	US Employment Report
May 11, 2026	Existing Home Sales
May 12, 2026	Consumer Price Index
May 13, 2026	Producer Price Index
May 14, 2026	Initial Jobless Claims; US Retail Sales
May 15, 2026	Industrial Production

Indonesia Economic Calendar

Date	Report
May 4, 2026	Inflation Rate
May 5, 2026	Sukuk Auction; GDP Growth Rate
May 6, 2026	S&P Global Manufacturing PMI
May 7, 2026	---
May 8, 2026	Foreign Exchange Reserves
May 11, 2026	Consumer Confidence
May 12, 2026	Retail Sales
May 13, 2026	---
May 14, 2026	---
May 15, 2026	---

Auction Result: Conventional IGB (in Billion IDR)

Date	Series	TTM	Target Issuance	Incoming Bids	Total Incoming Bids	Nominal Awarded	Total Awarded	Awarded Yield
12-May-26	SPN01260617	01-mo	36,000	4,195	51,399	3,850	30,300	5.250%
	SPN12260813	03-mo		1,651		1,650		5.900%
	SPN12270517	12-mo		4,260		1,000		6.150%
	FR0109	05-yr		14,982		3,350		6.679%
	FR0108	10-yr		7,482		4,200		6.730%
	FR0106	14-yr		4,891		4,450		6.840%
	FR0107	19-yr		5,175		4,400		6.830%
	FR0102	29-yr		4,717		4,300		6.919%
	FR0105	39-yr		4,046		3,100		6.930%

Source: DJPPR

Auction Result: Sukuk (in Billion IDR)

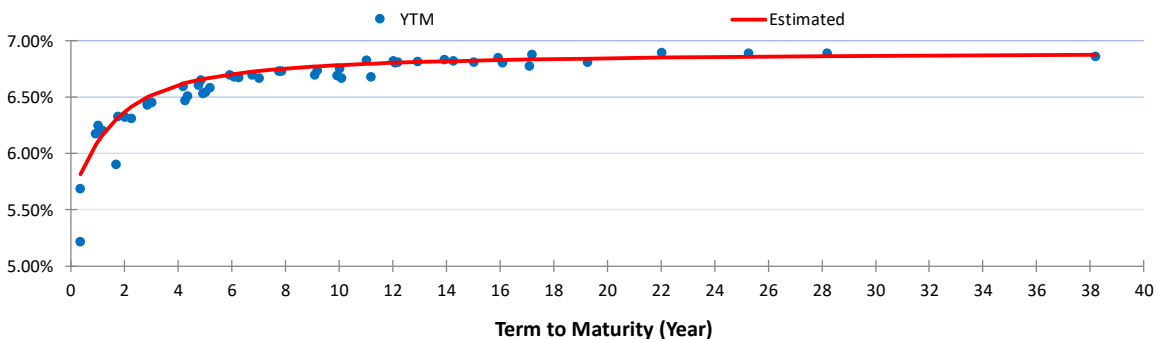
Date	Series	TTM	Target Issuance	Incoming Bids	Total Incoming Bids	Nominal Awarded	Total Awarded	Awarded Yield
5-May-26	SPNS01062026	01-mo	12,000	2,822	21,197	900	12,000	5.500%
	SPNS12102026	06-mo		1,330		-		-
	SPNS03022027	09-mo		4,205		2,250		6.089%
	PBS030	02-yr		2,621		1,200		6.418%
	PBS040	04-yr		1,261		500		6.478%
	PBSG02	07-yr		1,930		1,850		6.722%
	PBS034	13-yr		2,755		2,100		6.754%
	PBS038	23-yr		4,273		3,200		6.810%

Source: DJPPR

Government Bonds Prices
Closing Data: 12-May-2026

Series	Maturity	TTM	Coupon	Price	YTM	Estimated Yield	Fair Price	Spread (bps)	Modified Duration	Recommendation
FR0037	15-Sep-26	0.35	12.00%	102.14	5.214%	5.812%	102.04	-10	0.334	Dear
FR0056	15-Sep-26	0.35	8.375%	100.84	5.684%	5.812%	100.83	0	0.333	Fair
FR0090	15-Apr-27	0.93	5.125%	99.08	6.171%	6.076%	99.15	7	0.886	Fair
FR0059	15-May-27	1.01	7.000%	100.72	6.242%	6.106%	100.86	14	0.929	Cheap
FR0042	15-Jul-27	1.18	10.25%	104.45	6.201%	6.162%	104.56	11	1.074	Cheap
FR0094	15-Jan-28	1.68	5.600%	99.53	5.897%	6.299%	98.89	-63	1.551	Dear
FR0047	15-Feb-28	1.76	10.00%	105.97	6.324%	6.318%	106.03	6	1.579	Fair
FR0064	15-May-28	2.01	6.125%	99.65	6.316%	6.369%	99.55	-10	1.807	Dear
FR0095	15-Aug-28	2.26	6.375%	100.12	6.310%	6.414%	99.91	-22	2.048	Dear
FR0071	15-Mar-29	2.84	9.000%	106.50	6.442%	6.497%	106.39	-11	2.469	Dear
FR0101	15-Mar-29	2.84	6.875%	101.16	6.429%	6.497%	100.96	-20	2.524	Dear
FR0078	15-May-29	3.01	8.250%	104.83	6.448%	6.516%	104.67	-17	2.549	Dear
FR0104	15-Jul-30	4.18	6.500%	99.66	6.591%	6.616%	99.57	-9	3.532	Fair
FR0052	15-Aug-30	4.26	10.50%	114.75	6.465%	6.622%	114.18	-57	3.415	Dear
FR0082	15-Sep-30	4.35	7.000%	101.82	6.507%	6.627%	101.37	-45	3.666	Dear
FR0087	15-Feb-31	4.77	6.500%	99.57	6.603%	6.651%	99.38	-19	3.977	Dear
FR0109	15-Mar-31	4.84	5.875%	96.85	6.646%	6.655%	96.81	-4	4.099	Fair
FR0085	15-Apr-31	4.93	7.750%	105.04	6.531%	6.659%	104.51	-53	4.055	Dear
FR0073	15-May-31	5.01	8.750%	109.28	6.541%	6.663%	108.77	-52	3.916	Dear
FR0054	15-Jul-31	5.18	9.500%	112.60	6.578%	6.670%	112.20	-40	4.028	Dear
FR0091	15-Apr-32	5.93	6.375%	98.47	6.692%	6.700%	98.43	-4	4.835	Fair
FR0058	15-Jun-32	6.10	8.250%	107.74	6.677%	6.705%	107.61	-13	4.656	Dear
FR0074	15-Aug-32	6.27	7.500%	104.17	6.670%	6.710%	103.97	-20	4.891	Dear
FR0096	15-Feb-33	6.77	7.000%	101.64	6.692%	6.725%	101.46	-17	5.251	Dear
FR0065	15-May-33	7.01	6.625%	99.79	6.663%	6.731%	99.42	-37	5.357	Dear
FR0100	15-Feb-34	7.77	6.625%	99.38	6.727%	6.748%	99.25	-13	5.894	Dear
FR0068	15-Mar-34	7.85	8.375%	109.91	6.724%	6.749%	109.76	-15	5.744	Dear
FR0080	15-Jun-35	9.10	7.500%	105.40	6.695%	6.770%	104.88	-51	6.416	Dear
FR0103	15-Jul-35	9.18	6.750%	100.09	6.735%	6.772%	99.84	-25	6.619	Dear
FR0108	15-Apr-36	9.93	6.500%	98.66	6.685%	6.782%	97.98	-68	7.173	Dear
FR0072	15-May-36	10.02	8.250%	110.79	6.748%	6.783%	110.54	-25	6.690	Dear
FR0088	15-Jun-36	10.10	6.250%	97.01	6.662%	6.784%	96.14	-87	7.160	Dear
FR0045	15-May-37	11.02	9.750%	122.35	6.826%	6.794%	122.66	30	6.883	Cheap
FR0093	15-Jul-37	11.18	6.375%	97.67	6.673%	6.795%	96.73	-94	7.697	Dear
FR0075	15-May-38	12.02	7.500%	105.52	6.819%	6.803%	105.66	14	7.693	Cheap
FR0098	15-Jun-38	12.10	7.125%	102.65	6.799%	6.804%	102.61	-4	7.862	Fair
FR0050	15-Jul-38	12.18	10.50%	130.22	6.805%	6.804%	130.25	3	7.340	Fair
FR0079	15-Apr-39	12.93	8.375%	113.30	6.809%	6.810%	113.30	0	8.122	Fair
FR0083	15-Apr-40	13.94	7.500%	105.97	6.828%	6.817%	106.07	11	8.686	Cheap
FR0106	15-Aug-40	14.27	7.125%	102.79	6.815%	6.819%	102.75	-4	8.809	Fair
FR0057	15-May-41	15.02	9.500%	125.08	6.805%	6.823%	124.90	-18	8.396	Dear
FR0062	15-Apr-42	15.94	6.375%	95.47	6.846%	6.828%	95.64	17	9.704	Cheap
FR0092	15-Jun-42	16.10	7.125%	103.14	6.800%	6.829%	102.86	-28	9.340	Dear
FR0097	15-Jun-43	17.10	7.125%	103.55	6.770%	6.833%	102.91	-64	9.664	Dear
FR0067	15-Jul-43	17.19	8.750%	119.04	6.875%	6.833%	119.19	15	9.297	Cheap
FR0107	15-Aug-45	19.27	7.125%	103.38	6.806%	6.841%	103.00	-38	10.38	Dear
FR0076	15-May-48	22.02	7.375%	105.47	6.889%	6.849%	105.94	47	10.73	Cheap
FR0089	15-Aug-51	25.28	6.875%	99.83	6.888%	6.856%	100.21	39	11.71	Cheap
FR0102	15-Jul-54	28.19	6.875%	99.87	6.884%	6.861%	100.16	29	12.11	Cheap
FR0105	15-Jul-64	38.20	6.875%	100.19	6.860%	6.872%	100.03	-17	13.17	Dear

Source: Bloomberg, Shinhan Sekuritas Indonesia & NSS Model Calculation





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