Daily Bond Market Update

July 15, 2026

Market Review

Government bond prices closed higher in trading on Tuesday (14/07). Indonesia Composite Bond Index increased by 0.07% to 429.55. Yield of 5-year (FR0109) and 10-year (FR0108) IGB benchmark dropped 5.2 bps and 1.6 bps to 7.20% and 7.24%. Meanwhile, yield of 15-year (FR0106) and 20-year (FR0107) IGB benchmark advanced 1.6 bps and declined 4.9 bps to 7.27% and 7.25%, respectively.

Consumer prices posted the biggest decline in more than six years during June as a sharp swoon in energy prices. The consumer price index, a broad measure of costs for goods and services across the US economy, was lower than expected across the board. The CPI fell 0.4% for the month, bringing the annual inflation rate down to 3.5%. Economists surveyed by Dow Jones had been looking for a drop of 0.2% and an inflation rate of 3.8%, following the 4.2% reading in May. The monthly decline in headline inflation was the biggest since April 2020. Core inflation, which excludes food and energy, was flat on the month, putting the 12-month rate at 2.6%. The consensus forecast was for respective increases of 0.2% and 2.9%, following a 2.9% May level. The energy index slumped 5.7% in June, its biggest monthly drop since April 2020, though it still surged 15.7% on an annual basis, pushed by a 26.7% gain for gasoline. However, gasoline and fuel oil both saw decreases of more than 9% in June. In addition, services costs, which are closely watched by Federal Reserve policymakers for longer-run inflation trends, moderated significantly. Services excluding energy costs were flat, with shelter rising just 0.1% and transportation services posting a 0.3% decline. Food prices rose 0.2%, while new vehicles were flat and used cars and trucks saw a 0.2% decline. Apparel prices, which are sensitive to both energy and tariff inputs, fell 0.6%. Stock market futures were mostly positive following the report while Treasury yields were sharply lower. Traders continued to expect the Fed to hike in September, though they lowered the odds to 63% from better than 75% a day ago, according to the CME's FedWatch measure of futures prices.

The International Monetary Fund (IMF) maintained its projection for Indonesia's economic growth at 5.0% in 2026 and 5.1% in 2027, amidst a slowdown experienced by several countries in the Asian region. In its July 2026 World Economic Outlook (WEO) update, the IMF left Indonesia's projection unchanged compared to the forecast released in April 2026. Indonesia is one of the few countries whose projections remain unchanged, while several other countries experience a growth slowdown. In line with the IMF, Indonesia is one of the Southeast Asian countries that has managed to maintain its economic growth projection amidst a wave of downward revisions made by the Asian Development Bank (ADB) to several countries in the region. In its July 2026 edition of the Asian Development Outlook (ADO), the ADB continues to project Indonesia's economy to grow by 5.2% in 2026, unchanged from its April forecast. Economic growth in developing countries in Asia and the Pacific remains resilient, but prolonged disruptions due to conflict require a careful policy balance between supporting growth and containing inflation. Tightening global financial conditions bring additional risks, including rising government bond yields and borrowing costs, as well as projected widening fiscal deficits in several economies. Higher tariffs and trade policy uncertainty could also depress economic activity, while rising fertilizer prices continue to threaten agricultural production and food security. In Southeast Asia, Malaysia is projected to grow 4.7% in 2026, slowing from the 5.2% realized in 2025. Meanwhile, the Philippines is projected to grow only 3.9%, a sharp decline from 4.4% in 2025.

Corporate News

PEFINDO has assigned the rating of PT Rukun Raharja Tbk (RAJA) at idA+ with stable outlook. The rating reflects RAJA's strong market position, secured contract schemes, and strong financial profile. The rating is constrained by exposure to commodity price fluctuations, project development risk, and a concentrated business profile. The rating may be raised if RAJA manages to upscale overall interstream business, particularly in midstream and downstream businesses, benefiting cost leadership resulting in more stable profitability. This condition shall be accompanied by the Company's ability to maintain a strong financial profile. PEFINDO may lower the rating if RAJA incurs substantially larger debt than projected, thus significantly weakening its capital structure and cash flow protection.

IGB Benchmark Bonds

Series	TTM (Year)	Price (bps)	Yield	Price
FR0109	4.67	20	7.20%	94.81
FR0108	9.8	11	7.24%	94.85
FR0106	14.1	-13	7.27%	98.69
FR0107	19.1	49	7.25%	98.73

Source: PHEI

10-year Government Bond Yield

Country	Yield (%)	(-1 day)	Chg. (bps)
India	6.81	6.72	8.90
Turkey	31.8	31.4	40.5
Singapore	2.21	2.14	6.80
Thailand	2.03	1.98	4.80
Malaysia	3.63	3.63	0.00
Korea	4.26	4.26	0.00
China	1.73	1.74	-0.40
Japan	2.71	2.78	-6.80
US	4.59	4.63	-3.40

Source: Bloomberg

Government Bond Ownership

Institution	In Trillion IDR	In Percentage (%)
Bank	1,187.7	17.0%
Bank Indonesia	1,913.4	27.4%
Mutual Fund	258.3	3.70%
Insurance & Pension Fund	1,432.2	20.5%
Foreigners	**896.8**	**12.8%**
Individual	560.9	8.04%
Others	731.8	10.5%
Total	**6,981.1**	**100.0%**

Source: DJPPR (as of July 10, 2026)

Currency Movement

FX Rate	14-Jul	(-1 day)	Chg. (%)
USD/IDR	18092	18105	-0.07%
EUR/USD	1.142	1.138	0.34%
GBP/USD	1.339	1.335	0.31%
USD/JPY	162.3	162.4	-0.11%
USD/SGD	1.291	1.295	-0.25%
USD/MYR	4.078	4.070	0.19%

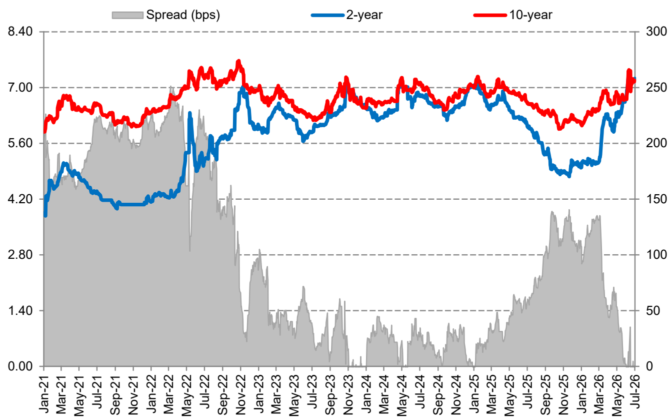
Source: Bloomberg

Money Market

	14-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	4.03	4.01	3.82
Lending	14.9	14.7	14.9	14.9

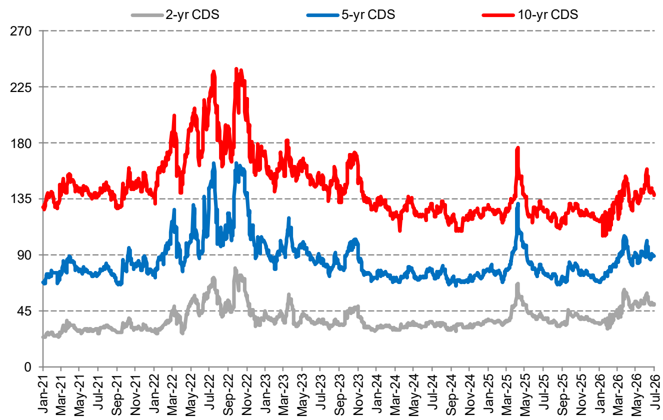
Source: Bloomberg

Yield Spread Between 2- and 10-year Bond



Source: Bloomberg

Credit Default Swap



Source: Bloomberg

US Economic Calendar

Date	Report
July 13, 2026	**---**
July 14, 2026	**Consumer Price Index**
July 15, 2026	**Producer Price Index**
July 16, 2026	**Initial Jobless Claims; Retail Sales**
July 17, 2026	**Industrial Production**
July 20, 2026	**CB Leading Index**
July 21, 2026	**ADP Employment Change Weekly**
July 22, 2026	**---**
July 23, 2026	**Initial Jobless Claims; FOMC Minutes**
July 24, 2026	**S&P Global Composite PMI Flash**

Indonesia Economic Calendar

Date	Report
July 13, 2026	**---**
July 14, 2026	**Sukuk Auction**
July 15, 2026	**External Debt Position**
July 16, 2026	**---**
July 17, 2026	**Business Survey Report**
July 20, 2026	**Prompt Manufacturing Index (PMI) 2Q26**
July 21, 2026	**Conventional Auction**
July 22, 2026	**Interest Rate Decision**
July 23, 2026	**M2 Money Supply**
July 24, 2026	**Loan Growth**

Auction Result: Conventional IGB (in Billion IDR)

Date	Series	TTM	Target Issuance	Incoming Bids	Total Incoming Bids	Nominal Awarded	Total Awarded	Awarded Yield
7-Jul-26	SPN01260808	01-mo	**32,000**	1,455	**55,086**	1,200	**32,000**	6.900%
	SPN12261008	03-mo		1,767		1,750		7.050%
	SPN12270708	12-mo		4,546		-		-
	FR0109	05-yr		19,395		11,500		7.104%
	FR0108	10-yr		13,729		9,000		7.170%
	FR0106	14-yr		5,105		2,950		7.220%
	FR0107	19-yr		3,582		1,550		7.230%
	FR0102	29-yr		3,188		2,300		7.340%
	FR0105	39-yr		2,319		1,750		7.358%

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%

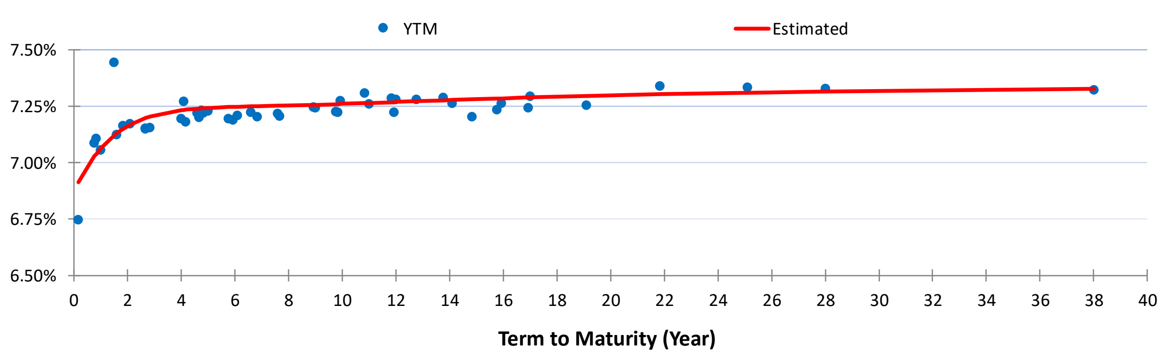
Source: DJPPR

Government Bonds Prices

Closing Data: 14-Jul-2026

Series	Maturity	TTM	Coupon	Price	YTM	Estimated Yield	Fair Price	Spread (bps)	Modified Duration	Recommendation
FR0037	15-Sep-26	0.17	12.00%	100.90	6.288%	6.913%	100.81	-8	0.166	Fair
FR0056	15-Sep-26	0.17	8.375%	100.24	6.746%	6.913%	100.22	-2	0.166	Fair
FR0090	15-Apr-27	0.75	5.125%	98.58	7.085%	7.027%	98.62	3	0.716	Fair
FR0059	15-May-27	0.84	7.000%	99.90	7.106%	7.040%	99.95	5	0.792	Fair
FR0042	15-Jul-27	1.00	10.25%	103.03	7.053%	7.064%	103.03	1	0.901	Fair
FR0094	15-Jan-28	1.51	5.600%	97.43	7.443%	7.122%	97.87	43	1.370	Cheap
FR0047	15-Feb-28	1.59	10.00%	104.23	7.122%	7.130%	104.23	0	1.404	Fair
FR0064	15-May-28	1.84	6.125%	98.24	7.161%	7.150%	98.25	1	1.688	Fair
FR0095	15-Aug-28	2.09	6.375%	98.48	7.172%	7.168%	98.48	0	1.870	Fair
FR0071	15-Mar-29	2.67	9.000%	104.41	7.147%	7.197%	104.29	-12	2.293	Dear
FR0101	15-Mar-29	2.67	6.875%	99.31	7.152%	7.197%	99.22	-9	2.348	Fair
FR0078	15-May-29	2.84	8.250%	102.75	7.153%	7.204%	102.63	-13	2.471	Dear
FR0104	15-Jul-30	4.01	6.500%	97.63	7.193%	7.232%	97.50	-13	3.347	Dear
FR0052	15-Aug-30	4.09	10.50%	111.22	7.270%	7.233%	111.37	15	3.222	Cheap
FR0082	15-Sep-30	4.18	7.000%	99.35	7.178%	7.234%	99.16	-20	3.481	Dear
FR0087	15-Feb-31	4.59	6.500%	97.23	7.218%	7.239%	97.15	-8	3.788	Fair
FR0109	**15-Mar-31**	**4.67**	**5.875%**	**94.82**	**7.200%**	**7.239%**	**94.66**	**-15**	**3.914**	**Dear**
FR0085	15-Apr-31	4.76	7.750%	102.05	7.229%	7.240%	102.00	-4	3.863	Fair
FR0073	15-May-31	4.84	8.750%	106.14	7.218%	7.241%	106.05	-9	3.882	Fair
FR0054	15-Jul-31	5.01	9.500%	109.39	7.228%	7.242%	109.34	-5	3.832	Fair
FR0091	15-Apr-32	5.76	6.375%	96.19	7.193%	7.246%	95.95	-24	4.643	Dear
FR0058	15-Jun-32	5.93	8.250%	105.04	7.188%	7.246%	104.75	-28	4.638	Dear
FR0074	15-Aug-32	6.09	7.500%	101.41	7.208%	7.247%	101.22	-19	4.691	Dear
FR0096	15-Feb-33	6.60	7.000%	98.84	7.222%	7.249%	98.71	-14	5.048	Dear
FR0065	15-May-33	6.84	6.625%	96.92	7.201%	7.249%	96.67	-25	5.333	Dear
FR0100	15-Feb-34	7.60	6.625%	96.59	7.216%	7.252%	96.38	-21	5.684	Dear
FR0068	15-Mar-34	7.67	8.375%	106.79	7.204%	7.252%	106.50	-29	5.535	Dear
FR0080	15-Jun-35	8.93	7.500%	101.64	7.245%	7.256%	101.57	-7	6.413	Fair
FR0103	15-Jul-35	9.01	6.750%	96.79	7.242%	7.256%	96.70	-9	6.389	Fair
FR0108	**15-Apr-36**	**9.76**	**6.500%**	**94.98**	**7.224%**	**7.259%**	**94.75**	**-23**	**6.933**	**Dear**
FR0072	15-May-36	9.84	8.250%	107.13	7.222%	7.259%	106.86	-27	6.707	Dear
FR0088	15-Jun-36	9.93	6.250%	92.85	7.274%	7.260%	92.94	9	7.138	Fair
FR0045	15-May-37	10.84	9.750%	118.05	7.307%	7.263%	118.42	37	6.910	Cheap
FR0093	15-Jul-37	11.01	6.375%	93.39	7.258%	7.264%	93.34	-4	7.424	Fair
FR0075	15-May-38	11.84	7.500%	101.68	7.284%	7.267%	101.81	14	7.708	Cheap
FR0098	15-Jun-38	11.93	7.125%	99.23	7.221%	7.268%	98.87	-36	7.881	Dear
FR0050	15-Jul-38	12.01	10.50%	125.50	7.277%	7.268%	125.59	9	7.072	Fair
FR0079	15-Apr-39	12.76	8.375%	109.00	7.277%	7.271%	109.06	5	7.848	Fair
FR0083	15-Apr-40	13.76	7.500%	101.82	7.287%	7.275%	101.91	10	8.397	Fair
FR0106	**15-Aug-40**	**14.10**	**7.125%**	**98.79**	**7.262%**	**7.277%**	**98.67**	**-13**	**8.513**	**Dear**
FR0057	15-May-41	14.85	9.500%	120.70	7.203%	7.280%	119.92	-78	8.430	Dear
FR0062	15-Apr-42	15.76	6.375%	92.01	7.232%	7.283%	91.55	-45	9.403	Dear
FR0092	15-Jun-42	15.93	7.125%	98.72	7.261%	7.284%	98.51	-21	9.333	Dear
FR0097	15-Jun-43	16.93	7.125%	98.86	7.242%	7.288%	98.42	-44	9.644	Dear
FR0067	15-Jul-43	17.01	8.750%	114.31	7.292%	7.288%	114.12	-19	8.964	Dear
FR0107	**15-Aug-45**	**19.10**	**7.125%**	**98.67**	**7.254%**	**7.295%**	**98.26**	**-42**	**9.99**	**Dear**
FR0076	15-May-48	21.85	7.375%	100.38	7.339%	7.302%	100.77	40	10.67	Cheap
FR0089	15-Aug-51	25.10	6.875%	94.77	7.333%	7.309%	95.03	26	11.20	Cheap
FR0102	15-Jul-54	28.02	6.875%	94.67	7.326%	7.314%	94.80	13	11.54	Cheap
FR0105	15-Jul-64	38.03	6.875%	94.31	7.321%	7.326%	94.25	-6	12.42	Fair

Source: Bloomberg, Shinhan Sekuritas Indonesia & NSS Model Calculation



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