

Daily Bond Market Update

February 18, 2026

Market Review

Government bond prices closed higher in trading on Friday (13/02). Indonesia Composite Bond Index increased by 0.18% to 441.07. Yield of 5-year (FR0109) and 10-year (FR0108) IGB benchmark dropped 4.9 bps and 4.2 bps to 5.67% and 6.38%. Meanwhile, yield of 15-year (FR0106) and 20-year (FR0107) IGB benchmark declined 2.5 bps and 4.0 bps to 6.58% and 6.65%, respectively.

The 10-year Treasury yield was relatively unchanged on Tuesday as investors looked ahead to more delayed economic data releases. The yield on the 10-year Treasury rose less than 1 basis point to 4.058%, while the 30-year Treasury bond yield fell 1 basis point to 4.689%. Investors are anticipating the FOMC minutes on Wednesday, which they will parse for insights on the last interest rate decision and future monetary policy. They are also expecting more delayed economic data this week, including housing data for November and December on Wednesday, as well as December's personal consumption expenditures index on Friday, the Federal Reserve's preferred inflation gauge. Market participants are currently pricing in a 92% chance of the Fed keeping interest rates unchanged in a range between 3.5% and 3.75%, per the CME FedWatch Tool. Last week, Bureau of Labor Statistics reported consumer price index for January accelerated 2.4% from the same time a year ago, down 0.3 percentage point from the prior month. Excluding food and energy prices, the core CPI was up 2.5%, the lowest level since April 2021. Economists surveyed by Dow Jones had been looking for an annual rate of 2.5% for both readings. The report adds to a mixed economic picture. At the macro level, the U.S. shrugged off a slow start in 2025 and has been barreling forward since, with fourth-quarter growth pegged at 3.7%, according to the latest update from the Atlanta Fed's GDPNow, a running tracker of incoming data.

Bank Indonesia (BI) is expected to maintain its benchmark interest rate, or BI-Rate, at the February 2026 Board of Governors Meeting (RDG) this week. BI is maintaining the benchmark interest rate as part of its ongoing efforts to maintain rupiah stability amidst rising financial market risks. Pressure stemming from Morgan Stanley Capital International's (MSCI) warning regarding the free float issue, coupled with Moody's revision of Indonesia's sovereign debt outlook from stable to negative, has the potential to lead to an increase in risk premiums and a tendency for capital flow volatility to increase. Therefore, the room for policy rate cuts remains limited, at least until external pressures subside and market sentiment improves. Previously, BI stated that it remains open to further cuts in the benchmark interest rate, or BI-Rate, in the future. This easing room is supported by persistently low core inflation and the need to boost national economic growth. The BI Governor stated that in formulating monetary policy, the central bank always considers three main indicators: inflation, the exchange rate, and economic growth. Of these, core inflation is a fundamental indicator because it reflects the economy's capacity to meet demand. Core inflation in January 2026 was recorded at 2.45%. This figure is relatively low because it remains below the midpoint of the inflation target of 2.5% plus or minus 1%. Low core inflation indicates that the national economic capacity is still greater than the current economic growth realization. Bank Indonesia estimates that Indonesia's potential economic growth over the next two years will be in the range of 5.8% to 6.2%.

Corporate News

PT Provident Investasi Bersama Tbk (PALM) plans to offer Shelf Registration Bonds III Phase II Year 2026 worth IDR939 billion on February 24-25, 2026. PALM bonds consist of three series, namely series A with a principal amount of IDR50 billion, a fixed coupon rate of 5.70% and a 1-year tenor, series B worth IDR325 billion with a 3-year tenor and a fixed coupon rate of 7%, and finally series C which has a principal amount of IDR564 billion with a 5-year tenor and a fixed coupon rate of 7.85% per year. All funds obtained from the issuance of these bonds, after deducting issuance costs, will be used to pay off all of the company's obligations related to the repayment of the principal of the Shelf Registration Bonds I Phase I Year 2023 (series B) which will mature on March 28, 2026. The remainder will be used to pay part of the principal of the company's debt to United Overseas Bank Limited (UOB Bank) based on the revolving credit facility agreement of US\$75 million dated August 31, 2023, as last amended by the amendment agreement and second restatement of the revolving credit facility agreement of US\$135 million dated August 29, 2025.

IGB Benchmark Bonds

Series	TTM (Year)	Price (bps)	Yield	Price
FR0109	5.07	22	5.67%	100.91
FR0108	10.2	31	6.38%	100.89
FR0106	14.5	24	6.58%	105.01
FR0107	19.5	45	6.65%	105.10

Source: PHEI

10-year Government Bond Yield

Country	Yield (%)	(-1 day)	Chg. (bps)
India	6.66	6.67	-0.90
Turkey	27.8	27.8	2.00
Singapore	1.89	1.89	0.00
Thailand	1.87	1.87	0.00
Malaysia	3.52	3.52	0.00
Korea	3.58	3.58	0.00
China	1.78	1.78	0.00
Japan	2.13	2.20	-7.80
US	4.06	4.05	1.10

Source: Bloomberg

Government Bond Ownership

Institution	In Trillion IDR	In Percentage (%)
Bank	1,468.1	21.9%
Bank Indonesia	1,555.1	23.2%
Mutual Fund	261.8	3.91%
Insurance & Pension Fund	1,325.5	19.8%
Foreigners	882.9	13.2%
Individual	533.8	7.97%
Others	673.5	10.1%
Total	6,700.6	100.0%

Source: DJPPR (as of February 11, 2026)

Currency Movement

FX Rate	17-Feb	(-1 day)	Chg. (%)
USD/IDR	16839	16839	0.00%
EUR/USD	1.186	1.185	0.03%
GBP/USD	1.357	1.363	-0.45%
USD/JPY	153.3	153.5	-0.10%
USD/SGD	1.263	1.263	0.04%
USD/MYR	3.900	3.900	0.00%

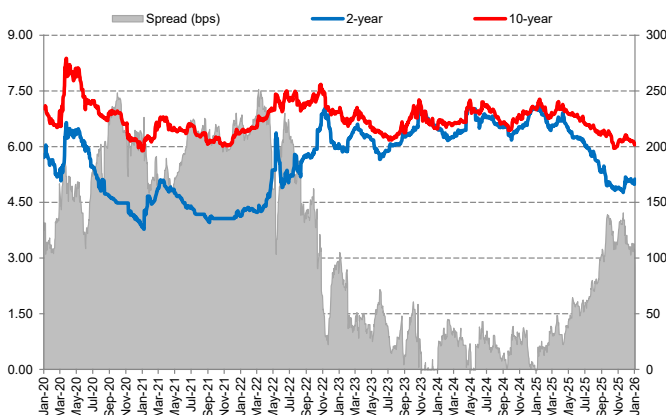
Source: Bloomberg

Money Market

	17-Feb	(-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	3.56	3.56	3.56	3.58
Lending	14.2	14.2	14.3	14.2

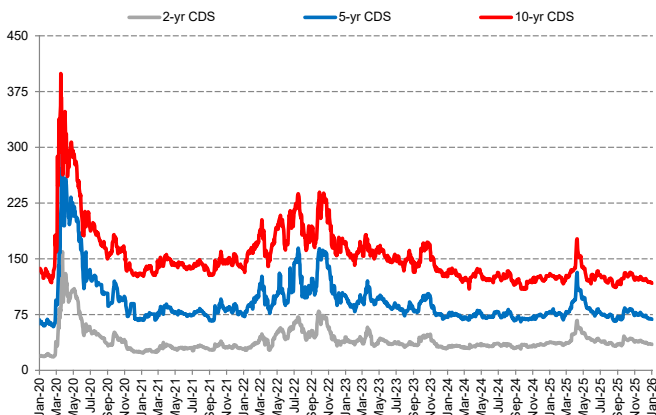
Source: Bloomberg

Yield Spread Between 2- and 10-year Bond



Source: Bloomberg

Credit Default Swap



Source: Bloomberg

US Economic Calendar

Date	Report
February 16, 2026	---
February 17, 2026	Empire State Manufacturing Survey
February 18, 2026	Durable Goods Orders; Minutes of The Fed Meeting
February 19, 2026	Initial Jobless Claims; US Trade Deficit
February 20, 2026	GDP; PCE Price Index
February 23, 2026	Factory Orders; Fed National Activity Index
February 24, 2026	CB Consumer Confidence
February 25, 2026	Money Supply
February 26, 2026	Initial Jobless Claims
February 27, 2026	Producer Price Index (PPI)

Indonesia Economic Calendar

Date	Report
February 16, 2026	---
February 17, 2026	---
February 18, 2026	External Debt Position
February 19, 2026	Interest Rate Decision
February 20, 2026	Balance of Payment
February 23, 2026	M2 Money Supply
February 24, 2026	---
February 25, 2026	---
February 26, 2026	---
February 27, 2026	---

Auction Result: Conventional IGB (in Billion IDR)

Date	Series	TTM	Target Issuance	Incoming Bids	Total Incoming Bids	Nominal Awarded	Total Awarded	Awarded Yield
3-Feb-26	SPN01260307	01-mo	33,000	2,660	76,585	1,550	36,000	4.480%
	SPN12260507	03-mo		2,400		500		4.500%
	SPN12270204	12-mo		6,920		5,000		4.610%
	FR0109	05-yr		25,396		6,150		5.720%
	FR0108	10-yr		20,603		10,500		6.340%
	FR0106	14-yr		6,939		5,600		6.560%
	FR0107	19-yr		4,132		1,050		6.600%
	FR0102	29-yr		3,786		2,800		6.760%
	FR0105	39-yr		3,749		2,850		6.800%

Source: DJPPR

Auction Result: Sukuk (in Billion IDR)

Date	Series	TTM	Target Issuance	Incoming Bids	Total Incoming Bids	Nominal Awarded	Total Awarded	Awarded Yield
10-Feb-26	SPNS09032026	01-mo	11,000	3,395	43,826	1,100	12,000	4.400%
	SPNS12082026	06-mo		2,480		1,600		4.500%
	SPNS12022026	09-mo		7,250		-		-
	PBS030	02-yr		9,683		5,200		5.250%
	PBS040	04-yr		3,188		500		5.640%
	PBSG02	07-yr		7,853		450		6.155%
	PBS034	13-yr		5,229		1,250		6.374%
	PBS038	23-yr		4,748		1,900		6.729%

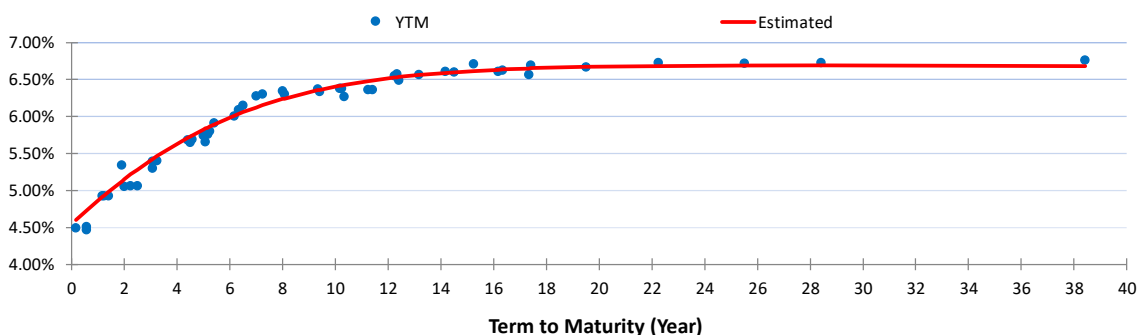
Source: DJPPR

Government Bonds Prices

Closing Data: 13-Feb-2026

Series	Maturity	TTM	Coupon	Price	YTM	Estimated Yield	Fair Price	Spread (bps)	Modified Duration	Recommendation
FR0086	15-Apr-26	0.16	5.500%	100.14	4.488%	4.599%	100.13	-1	0.153	Fair
FR0037	15-Sep-26	0.58	12.00%	104.16	4.464%	4.732%	104.04	-12	0.533	Dear
FR0056	15-Sep-26	0.58	8.375%	102.14	4.505%	4.732%	102.03	-11	0.540	Dear
FR0090	15-Apr-27	1.16	5.125%	100.22	4.921%	4.909%	100.23	1	1.093	Fair
FR0059	15-May-27	1.24	7.000%	102.45	4.922%	4.933%	102.45	0	1.162	Fair
FR0042	15-Jul-27	1.41	10.25%	107.13	4.922%	4.982%	107.07	-6	1.308	Fair
FR0094	15-Jan-28	1.91	5.600%	100.46	5.340%	5.125%	100.85	39	1.781	Cheap
FR0047	15-Feb-28	1.99	10.00%	109.26	5.047%	5.149%	109.08	-18	1.817	Dear
FR0064	15-May-28	2.24	6.125%	102.21	5.061%	5.215%	101.89	-32	2.046	Dear
FR0095	15-Aug-28	2.49	6.375%	103.05	5.056%	5.281%	102.53	-52	2.289	Dear
FR0071	15-Mar-29	3.07	9.000%	110.34	5.299%	5.425%	109.99	-36	2.608	Dear
FR0101	15-Mar-29	3.07	6.875%	104.23	5.395%	5.425%	104.05	-18	2.678	Dear
FR0078	15-May-29	3.24	8.250%	108.35	5.398%	5.464%	108.16	-19	2.794	Dear
FR0104	15-Jul-30	4.41	6.500%	103.16	5.677%	5.713%	103.02	-14	3.784	Dear
FR0052	15-Aug-30	4.49	10.50%	119.02	5.644%	5.730%	118.67	-35	3.667	Dear
FR0082	15-Sep-30	4.58	7.000%	105.20	5.690%	5.746%	104.97	-22	3.790	Dear
FR0087	15-Feb-31	5.00	6.500%	103.28	5.736%	5.823%	102.90	-38	4.234	Dear
FR0109	15-Mar-31	5.07	5.875%	100.97	5.651%	5.836%	100.16	-81	4.235	Dear
FR0085	15-Apr-31	5.16	7.750%	108.76	5.757%	5.851%	108.34	-43	4.164	Dear
FR0073	15-May-31	5.24	8.750%	113.16	5.796%	5.865%	112.84	-32	4.174	Dear
FR0054	15-Jul-31	5.41	9.500%	116.38	5.911%	5.893%	116.49	11	4.283	Cheap
FR0091	15-Apr-32	6.16	6.375%	101.87	6.005%	6.010%	101.85	-2	4.942	Fair
FR0058	15-Jun-32	6.33	8.250%	111.19	6.087%	6.033%	111.50	31	4.915	Cheap
FR0074	15-Aug-32	6.50	7.500%	107.13	6.150%	6.057%	107.66	52	5.147	Cheap
FR0096	15-Feb-33	7.00	7.000%	104.05	6.276%	6.122%	104.93	89	5.504	Cheap
FR0065	15-May-33	7.24	6.625%	101.85	6.301%	6.152%	102.72	87	5.609	Cheap
FR0100	15-Feb-34	8.00	6.625%	101.74	6.344%	6.235%	102.42	69	6.152	Cheap
FR0068	15-Mar-34	8.08	8.375%	112.95	6.301%	6.243%	113.35	40	5.792	Cheap
FR0080	15-Jun-35	9.33	7.500%	107.86	6.367%	6.355%	107.95	9	6.680	Fair
FR0103	15-Jul-35	9.41	6.750%	102.90	6.335%	6.361%	102.71	-19	6.893	Dear
FR0108	15-Apr-36	10.16	6.500%	100.88	6.380%	6.415%	100.61	-26	7.210	Dear
FR0072	15-May-36	10.25	8.250%	113.93	6.375%	6.421%	113.56	-37	6.971	Dear
FR0088	15-Jun-36	10.33	6.250%	99.88	6.265%	6.426%	98.67	-120	7.443	Dear
FR0045	15-May-37	11.25	9.750%	126.91	6.360%	6.479%	125.81	-109	7.192	Dear
FR0093	15-Jul-37	11.41	6.375%	100.12	6.359%	6.488%	99.09	-103	7.978	Dear
FR0075	15-May-38	12.25	7.500%	107.90	6.549%	6.526%	108.11	20	7.975	Cheap
FR0098	15-Jun-38	12.33	7.125%	104.61	6.572%	6.530%	104.97	37	8.134	Cheap
FR0050	15-Jul-38	12.41	10.50%	133.82	6.488%	6.533%	133.36	-46	7.632	Dear
FR0079	15-Apr-39	13.16	8.375%	115.78	6.563%	6.561%	115.81	3	8.114	Fair
FR0083	15-Apr-40	14.17	7.500%	108.09	6.610%	6.592%	108.26	18	8.671	Cheap
FR0106	15-Aug-40	14.50	7.125%	104.85	6.600%	6.600%	104.85	0	9.095	Fair
FR0057	15-May-41	15.25	9.500%	126.40	6.706%	6.618%	127.39	99	8.652	Cheap
FR0062	15-Apr-42	16.17	6.375%	97.69	6.609%	6.635%	97.44	-25	9.698	Dear
FR0092	15-Jun-42	16.33	7.125%	104.98	6.620%	6.637%	104.80	-18	9.629	Dear
FR0097	15-Jun-43	17.33	7.125%	105.71	6.567%	6.652%	104.81	-89	9.970	Dear
FR0067	15-Jul-43	17.42	8.750%	121.31	6.695%	6.653%	121.43	12	9.592	Cheap
FR0107	15-Aug-45	19.50	7.125%	104.93	6.669%	6.672%	104.90	-3	10.67	Fair
FR0076	15-May-48	22.25	7.375%	107.40	6.727%	6.685%	107.92	52	11.05	Cheap
FR0089	15-Aug-51	25.51	6.875%	101.88	6.720%	6.690%	102.25	37	12.06	Cheap
FR0102	15-Jul-54	28.42	6.875%	101.88	6.725%	6.690%	102.33	45	12.47	Cheap
FR0105	15-Jul-64	38.43	6.875%	101.54	6.762%	6.684%	102.62	108	13.53	Cheap

Source: Bloomberg, Shinhan Sekuritas Indonesia & NSS Model Calculation





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