

Daily Bond Market Update

June 18, 2026

Market Review

Government bond prices extended to strengthen in trading on Wednesday (17/06). Indonesia Composite Bond Index increased by 0.53% to 432.96. Yield of 5-year (FR0109) and 10-year (FR0108) IGB benchmark dropped 6.2 bps and 14 bps to 6.81% and 6.84%. Meanwhile, yield of 15-year (FR0106) and 20-year (FR0107) IGB benchmark declined 10 bps and 13 bps to 7.02% and 7.03%, respectively.

At its June 2026 meeting, the Federal Reserve decided to maintain the federal funds target range at 3.50%–3.75%. The decision reflected the Fed's assessment that the US economy continues to demonstrate resilience, supported by steady economic expansion, solid business investment, and a labor market that remains relatively healthy with unemployment holding around historically moderate levels. However, inflation remains persistently above the Federal Reserve's long-term 2% target, with policymakers highlighting continued supply-side pressures—particularly elevated energy costs and broader geopolitical uncertainty—as major contributors to ongoing price increases. In his first meeting as Federal Reserve Chair, Kevin Warsh adopted a notably firm anti-inflation stance and emphasized that the Committee is unambiguously and unanimously committed to restoring price stability, while avoiding explicit forward guidance regarding future rate movements. Importantly, the Fed's updated communication suggested a meaningful shift away from the earlier easing narrative and opened the possibility of additional monetary tightening should inflation fail to moderate over the coming months. Financial markets interpreted the meeting as relatively hawkish, causing Treasury yields—especially short-term maturities—to rise as investors adjusted expectations toward a “higher-for-longer” interest rate environment. Equity markets responded more cautiously, reflecting concerns that prolonged restrictive monetary conditions could weigh on corporate financing and future earnings growth.

Bank Indonesia (BI) is expected to maintain its benchmark interest rate (BI-Rate) at 5.5% in the Board of Governors Meeting (RDG) to be held on June 17-18, 2026. The improving stability of the rupiah exchange rate is considered to reduce the urgency for the central bank to raise interest rates again in the near future. BI will likely choose to hold interest rates while awaiting the impact of previous rate hikes on exchange rate stability, capital flows, and inflation. BI has taken aggressive steps by raising its benchmark interest rate by a total of 75 bps in recent times to curb rupiah depreciation, attract foreign capital inflows, and maintain inflation expectations within the target of 2.5%±1%. On Wednesday's trading, the rupiah closed 39 points lower at Rp17,764 per US dollar, compared to the previous close of Rp17,725 per US dollar. BI is scheduled to announce the results of the June 2026 RDG, including the decision on the benchmark interest rate, in a press conference on Thursday (June 18). Previously, in the May 2026 RDG, BI raised the BI-Rate by 50 bps to 5.25%. Subsequently, in the Bank Indonesia Weekly RDG on June 9, 2026, the central bank raised the benchmark interest rate again by 25 bps to 5.5%. However, the possibility of a 25 bps interest rate increase remains open if pressure on the rupiah increases again. This scenario could occur if the rupiah exchange rate approaches Rp18,000 per US dollar, global oil prices rise again, US Treasury yields rise, and the market responds to a more hawkish statement from the US central bank, the Federal Reserve.

Corporate News

PEFINDO has affirmed its idAAA ratings to PT Wahana Ottomitra Multiartha Tbk (WOM Finance) and its outstanding bond. Outlook for the corporate rating is stable. The rating is mainly driven by its highly strategic importance to Maybank Bha. The Company's standalone credit profile reflects its strong market position and strong capitalization, but it is constrained by below-average profitability indicators and a moderate asset quality profile. The rating may be lowered if the Group's support weakens, which could be indicated by WOM Finance ceasing to be part of the Maybank Group's financial business strategic plan or if any of the Company's business or financial profiles weaken substantially without any clear indication of support from the Group. WOM Finance is a financial solution provider, focusing on new motorcycle financing and refinancing. The Company's business activities were supported by 188 branches and 7 non-branch offices as of December 31, 2025 (FY2025).

IGB Benchmark Bonds

Series	TTM (Year)	Price (bps)	Yield	Price
FR0109	4.75	24	6.81%	96.27
FR0108	9.8	99	6.84%	97.55
FR0106	14.2	86	7.02%	100.94
FR0107	19.2	138	7.03%	100.96

Source: PHEI

10-year Government Bond Yield

Country	Yield (%)	(-1 day)	Chg. (bps)
India	6.88	6.88	0.60
Turkey	30.9	30.9	2.50
Singapore	1.98	1.99	-0.30
Thailand	2.06	2.09	-3.00
Malaysia	3.58	3.58	0.00
Korea	4.11	4.11	0.00
China	1.73	1.73	-0.50
Japan	2.59	2.63	-4.10
US	4.49	4.44	4.90

Source: Bloomberg

Government Bond Ownership

Institution	In Trillion IDR	In Percentage (%)
Bank	1,070.9	15.5%
Bank Indonesia	2,011.9	29.1%
Mutual Fund	260.1	3.77%
Insurance & Pension Fund	1,417.6	20.5%
Foreigners	869.8	12.6%
Individual	553.3	8.01%
Others	725.0	10.5%
Total	6,908.7	100.0%

Source: DJPPR (as of June 15, 2026)

Currency Movement

FX Rate	17-Jun	(-1 day)	Chg. (%)
USD/IDR	17738	17703	0.20%
EUR/USD	1.150	1.161	-0.92%
GBP/USD	1.329	1.343	-0.99%
USD/JPY	160.7	160.4	0.14%
USD/SGD	1.288	1.282	0.47%
USD/MYR	4.070	4.070	0.00%

Source: Bloomberg

Money Market

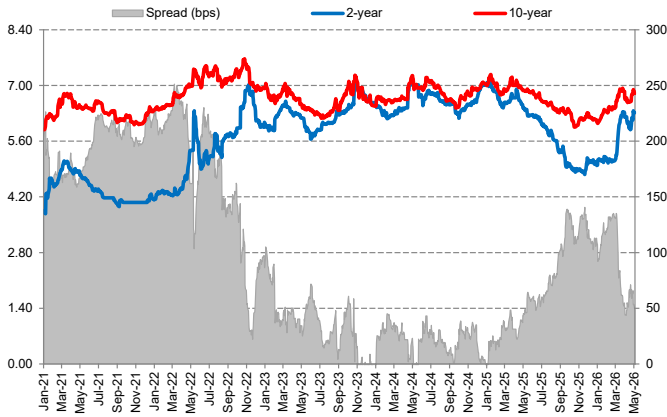
	17-Jun	(-1 day)	(-1 week)	(-1 month)
JIBOR				
O/N	5.90	5.90	5.90	5.90
1M	5.03	5.03	5.03	5.03
3M	5.46	5.46	5.46	5.46
LIBOR				
1M	4.96	4.96	4.96	4.96
3M	4.85	4.85	4.85	4.85
6M	4.68	4.68	4.68	4.68

Indonesia Interest Rates

Deposit 1M	3.79	3.82	3.73	3.63
Lending	14.9	14.9	15.0	15.0

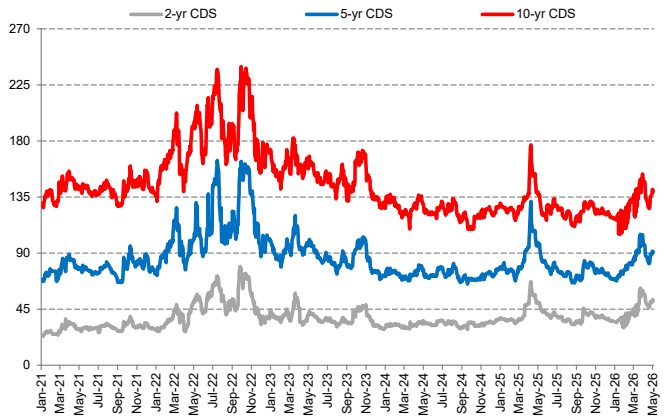
Source: Bloomberg

Yield Spread Between 2- and 10-year Bond



Source: Bloomberg

Credit Default Swap



Source: Bloomberg

US Economic Calendar

Date	Report
June 15, 2026	Industrial Production
June 16, 2026	Housing Starts
June 17, 2026	US Retail Sales; FOMC Interest Rate Decision
June 18, 2026	Initial Jobless Claims
June 19, 2026	---
June 22, 2026	---
June 23, 2026	S&P Global Composite PMI Flash
June 24, 2026	Money Supply
June 25, 2026	Initial Jobless Claims; PCE Price Index
June 26, 2026	GDP Growth Rate; Durable Goods

Indonesia Economic Calendar

Date	Report
June 15, 2026	External Debt Position
June 16, 2026	Sukuk Auction
June 17, 2026	---
June 18, 2026	Interest Rate Decision
June 19, 2026	Loan Growth
June 22, 2026	---
June 23, 2026	Conventional Auction
June 24, 2026	M2 Money Supply
June 25, 2026	---
June 26, 2026	---

Auction Result: Conventional IGB (in Billion IDR)

Date	Series	TTM	Target Issuance	Incoming Bids	Total Incoming Bids	Nominal Awarded	Total Awarded	Awarded Yield
9-Jun-26	SPN01260711	01-mo	36,000	1,153	46,700	1,000	26,350	6.650%
	SPN12260910	03-mo		3,031		2,500		6.880%
	SPN12270610	12-mo		6,356		5,000		7.300%
	FR0109	05-yr		15,287		6,950		7.500%
	FR0108	10-yr		8,448		1,800		7.420%
	FR0106	14-yr		2,362		1,500		7.420%
	FR0107	19-yr		3,920		3,000		7.400%
	FR0102	29-yr		3,771		3,000		7.390%
	FR0105	39-yr		2,372		1,600		7.400%

Source: DJPPR

Auction Result: Sukuk (in Billion IDR)

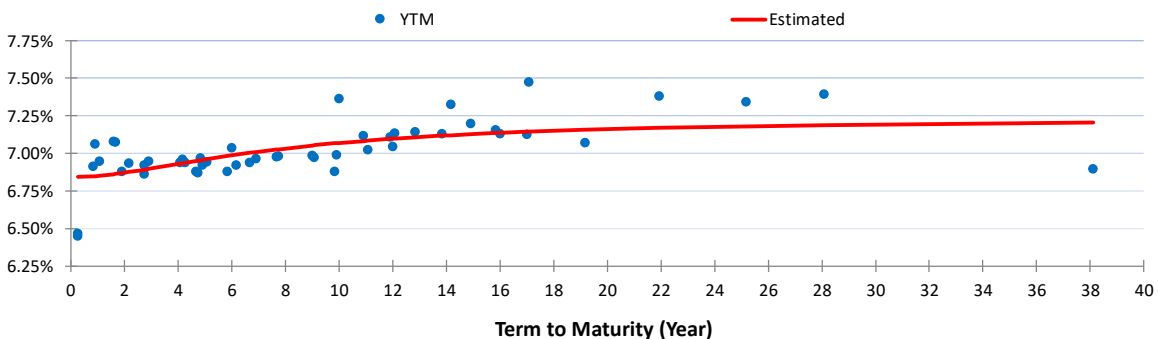
Date	Series	TTM	Target Issuance	Incoming Bids	Total Incoming Bids	Nominal Awarded	Total Awarded	Awarded Yield
17-Jun-26	SPNS10082026	01-mo	12,000	1,590	19,142	1,000	9,450	6.750%
	SPNS16122026	06-mo		2,970		1,000		6.900%
	SPNS01032027	09-mo		5,420		-		-
	PBS030	02-yr		4,714		3,350		7.077%
	PBS040	04-yr		961		800		7.057%
	PBSG02	07-yr		1,273		1,250		7.108%
	PBS034	13-yr		1,742		1,650		7.133%
	PBS038	23-yr		472		400		7.213%

Source: DJPPR

Government Bonds Prices
Closing Data: 17-Jun-2026

Series	Maturity	TTM	Coupon	Price	YTM	Estimated Yield	Fair Price	Spread (bps)	Modified Duration	Recommendation
FR0037	15-Sep-26	0.25	12.00%	101.26	6.447%	6.842%	101.19	-7	0.237	Fair
FR0056	15-Sep-26	0.25	8.375%	100.42	6.467%	6.842%	100.33	-8	0.237	Fair
FR0090	15-Apr-27	0.83	5.125%	98.58	6.913%	6.846%	98.63	4	0.788	Fair
FR0059	15-May-27	0.91	7.000%	99.94	7.061%	6.847%	100.12	19	0.863	Cheap
FR0042	15-Jul-27	1.08	10.25%	103.35	6.946%	6.850%	103.46	12	0.973	Cheap
FR0094	15-Jan-28	1.58	5.600%	97.83	7.078%	6.860%	98.14	31	1.445	Cheap
FR0047	15-Feb-28	1.67	10.00%	104.49	7.072%	6.862%	104.84	35	1.476	Cheap
FR0064	15-May-28	1.91	6.125%	98.67	6.878%	6.868%	98.68	1	1.762	Fair
FR0095	15-Aug-28	2.16	6.375%	98.89	6.934%	6.874%	99.00	11	1.945	Cheap
FR0071	15-Mar-29	2.75	9.000%	105.25	6.859%	6.891%	105.17	-7	2.368	Fair
FR0101	15-Mar-29	2.75	6.875%	99.87	6.921%	6.891%	99.95	8	2.422	Fair
FR0078	15-May-29	2.91	8.250%	103.36	6.947%	6.896%	103.51	14	2.546	Cheap
FR0104	15-Jul-30	4.08	6.500%	98.46	6.938%	6.931%	98.48	2	3.426	Fair
FR0052	15-Aug-30	4.16	10.50%	112.58	6.958%	6.934%	112.69	11	3.303	Cheap
FR0082	15-Sep-30	4.25	7.000%	100.22	6.936%	6.936%	100.22	0	3.559	Fair
FR0087	15-Feb-31	4.67	6.500%	98.51	6.876%	6.949%	98.23	-29	3.872	Dear
FR0109	15-Mar-31	4.75	5.875%	96.03	6.867%	6.951%	95.70	-33	3.996	Dear
FR0085	15-Apr-31	4.83	7.750%	103.15	6.966%	6.953%	103.21	6	3.944	Fair
FR0073	15-May-31	4.91	8.750%	107.48	6.922%	6.956%	107.35	-14	3.963	Dear
FR0054	15-Jul-31	5.08	9.500%	110.77	6.942%	6.960%	110.70	-7	3.916	Fair
FR0091	15-Apr-32	5.83	6.375%	97.61	6.877%	6.981%	97.13	-49	4.730	Dear
FR0058	15-Jun-32	6.00	8.250%	105.85	7.036%	6.986%	106.11	26	4.717	Cheap
FR0074	15-Aug-32	6.17	7.500%	102.85	6.921%	6.990%	102.51	-35	4.780	Dear
FR0096	15-Feb-33	6.67	7.000%	100.32	6.936%	7.002%	99.97	-35	5.139	Dear
FR0065	15-May-33	6.92	6.625%	98.16	6.964%	7.008%	97.92	-24	5.420	Dear
FR0100	15-Feb-34	7.67	6.625%	97.93	6.977%	7.025%	97.65	-28	5.777	Dear
FR0068	15-Mar-34	7.75	8.375%	108.22	6.980%	7.027%	107.93	-29	5.626	Dear
FR0080	15-Jun-35	9.00	7.500%	103.40	6.984%	7.052%	102.95	-46	6.513	Dear
FR0103	15-Jul-35	9.08	6.750%	98.54	6.969%	7.053%	97.98	-55	6.494	Dear
FR0108	15-Apr-36	9.84	6.500%	97.32	6.878%	7.066%	96.02	-130	7.052	Dear
FR0072	15-May-36	9.92	8.250%	108.89	6.990%	7.068%	108.31	-57	6.810	Dear
FR0088	15-Jun-36	10.00	6.250%	92.22	7.364%	7.069%	94.20	199	7.197	Cheap
FR0045	15-May-37	10.92	9.750%	119.73	7.117%	7.083%	120.02	30	7.013	Cheap
FR0093	15-Jul-37	11.08	6.375%	95.05	7.024%	7.085%	94.61	-45	7.538	Dear
FR0075	15-May-38	11.92	7.500%	103.10	7.108%	7.096%	103.20	10	7.814	Cheap
FR0098	15-Jun-38	12.00	7.125%	100.66	7.043%	7.097%	100.22	-43	7.988	Dear
FR0050	15-Jul-38	12.08	10.50%	126.95	7.132%	7.098%	127.28	33	7.175	Cheap
FR0079	15-Apr-39	12.84	8.375%	110.24	7.141%	7.107%	110.54	31	7.950	Cheap
FR0083	15-Apr-40	13.84	7.500%	103.22	7.128%	7.117%	103.32	10	8.510	Cheap
FR0106	15-Aug-40	14.17	7.125%	98.26	7.323%	7.120%	100.03	177	8.568	Cheap
FR0057	15-May-41	14.92	9.500%	120.85	7.195%	7.127%	121.57	71	8.503	Cheap
FR0062	15-Apr-42	15.84	6.375%	92.69	7.153%	7.134%	92.85	16	9.502	Cheap
FR0092	15-Jun-42	16.01	7.125%	99.95	7.130%	7.135%	99.90	-5	9.449	Fair
FR0097	15-Jun-43	17.01	7.125%	100.01	7.124%	7.143%	99.83	-18	9.761	Dear
FR0067	15-Jul-43	17.09	8.750%	112.38	7.474%	7.143%	115.70	332	8.965	Cheap
FR0107	15-Aug-45	19.18	7.125%	100.56	7.070%	7.156%	99.67	-89	10.15	Dear
FR0076	15-May-48	21.93	7.375%	99.94	7.379%	7.168%	102.26	231	10.71	Cheap
FR0089	15-Aug-51	25.18	6.875%	94.66	7.342%	7.180%	96.46	180	11.27	Cheap
FR0102	15-Jul-54	28.10	6.875%	93.89	7.393%	7.188%	96.23	234	11.56	Cheap
FR0105	15-Jul-64	38.10	6.875%	99.73	6.895%	7.207%	95.70	-403	13.03	Dear

Source: Bloomberg, Shinhan Sekuritas Indonesia & NSS Model Calculation





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