Daily Bond Market Update

July 21, 2026

Market Review

Government bond prices closed lower in trading on Monday (20/07). Indonesia Composite Bond Index decreased by 0.07% to 430.28. Yield of 5-year (FR0109) and 10-year (FR0108) IGB benchmark advanced 6.5 bps and 5.1 bps to 7.23% and 7.27%. Meanwhile, yield of 15-year (FR0106) and 20-year (FR0107) IGB benchmark increased 4.9 bps and 2.2 bps to 7.29% and 7.26%, respectively.

US Treasury yields moved higher on Monday amid escalating tensions in the Middle East. The yield on the 10-year US Treasury note rose more than 5 basis points to 4.594%. Meanwhile, the 2-year Treasury note yield, which more closely tracks short-term Federal Reserve interest rate policy, was gained more than 3 basis points to 4.211%. US Central Command completed the ninth consecutive evening of strikes against Iran, at 10 p.m. on Sunday. The three-hour exercise targeted Iranian military command centers, air defense and coastal surveillance sites, maritime capabilities, and missile and drone launch sites. Centcom said the operation was intended to further diminish Tehran's ability to attack commercial vessels and civilian mariners transiting the Strait of Hormuz. US strikes have widened in recent days, with Tehran reporting strikes on civilian infrastructure, including the Bonji desalination plant that cut off water supplies to about 10,000 people. Tehran has retaliated across the Gulf with fresh attacks on targets in neighboring countries, including Bahrain, Saudi Arabia, and Jordan. The Kuwaiti army said Monday that its air defense systems were intercepting "hostile" drone attacks from Iran. Treasury yields eased off last week as investors digested a raft of data releases indicating that the US economy continues to withstand inflationary pressures caused by the Iran war.

PT Danantara Sumberdaya Indonesia (DSI) has reportedly managed more than US$10.5 billion in foreign exchange since its operation on June 1, 2026. However, the one-export policy through DSI is currently in a transitional period and not yet fully operational. Indonesian President Prabowo Subianto targets full implementation of this policy by September 1, 2026. Furthermore, the President stated that DSI has been able to reduce the price gap between domestic and international selling prices. According to him, the price difference reached 30% and approached 40%-45% before DSI. However, this gap has begun to narrow since DSI's introduction. The President is targeting full implementation of the one-stop export system through PT Danantara Sumberdaya Indonesia (DSI) by September 1, 2026. The one-stop export policy is currently in a transitional phase after PT Danantara Sumberdaya Indonesia began operations on June 1, 2026. The President stated that the one-stop export policy was implemented because the government detected fraudulent practices such as document falsification or reporting the value of goods significantly lower than the actual transaction price or market price, known as under-invoicing. For example, palm oil has been widely sold from Indonesia at Rp15,000 per kilogram, despite the international price being Rp27,000 per kilogram. At that time, the President summoned the Ministry of Finance, Bank Indonesia, the Financial Services Authority, the Danantara Investment Management Agency, and several economic advisors to address the under-invoicing practice. Finally, they agreed to establish a one-stop export system. Previously, BPI Danantara confirmed that PT DSI would act as an intermediary between coal, crude palm oil (CPO), and ferroalloy producers and their trading partners. Danantara management explained that after the transition period, which begins on June 1, 2026, is complete, DSI will facilitate and oversee the distribution of strategic natural resource exports.

Corporate News

PEFINDO has assigned its idA- financial strength rating with stable outlook to PT Reasuransi Syariah Indonesia (Relndo Syariah). The rating reflects the Company's strategic importance to PT Reasuransi Indonesia Utama (Persero) (Indonesia Re or the Parent), moderate asset quality, and adequate liquidity. However, the rating is constrained by Relndo Syariah's increasing pressure on its capitalization profile, below-average operating performance, and challenges in expanding its penetration in sharia insurance. The rating may be raised if PEFINDO sees a higher degree of support from Indonesia Re as a result of the Company's significant and consistently increasing contribution to the Parent. This must be accompanied by a steady improvement in its operating performance and capitalization profile. The rating may be lowered if there is evidence of lower support from Indonesia Re.

IGB Benchmark Bonds

Series	TTM (Year)	Price (bps)	Yield	Price
FR0109	4.65	-23	7.23%	94.71
FR0108	9.7	-34	7.27%	94.66
FR0106	14.1	-42	7.29%	98.58
FR0107	19.1	-22	7.26%	98.61

Source: PHEI

10-year Government Bond Yield

Country	Yield (%)	(-1 day)	Chg. (bps)
India	6.81	6.75	5.90
Turkey	32.1	31.9	21.0
Singapore	2.24	2.21	3.30
Thailand	2.02	1.99	3.00
Malaysia	3.64	3.63	1.00
Korea	4.30	4.30	0.00
China	1.74	1.73	0.30
Japan	2.69	2.69	0.00
US	4.59	4.55	4.40

Source: Bloomberg

Government Bond Ownership

Institution	In Trillion IDR	In Percentage (%)
Bank	1,159.3	16.9%
Bank Indonesia	1,888.8	27.5%
Mutual Fund	249.2	3.63%
Insurance & Pension Fund	1,422.2	20.7%
Foreigners	**887.9**	**12.9%**
Individual	540.9	7.87%
Others	725.7	10.6%
Total	**6,874.1**	**100.0%**

Source: DJPPR (as of July 17, 2026)

Currency Movement

FX Rate	20-Jul	(-1 day)	Chg. (%)
USD/IDR	17942	17895	0.26%
EUR/USD	1.141	1.144	-0.22%
GBP/USD	1.343	1.345	-0.16%
USD/JPY	162.5	162.4	0.06%
USD/SGD	1.291	1.292	-0.05%
USD/MYR	4.093	4.097	-0.10%

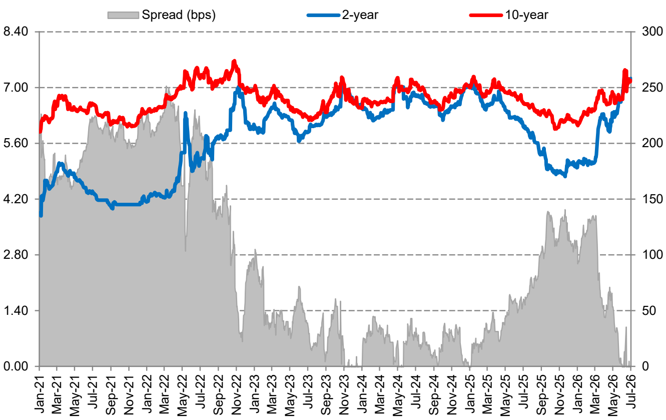
Source: Bloomberg

Money Market

	20-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	4.03	3.84
Lending	14.9	14.8	14.7	14.6

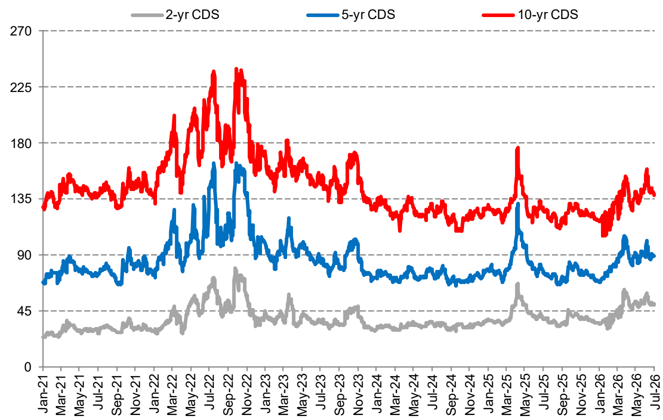
Source: Bloomberg

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
	SPN01260808	01-mo		1,455		1,200		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%
7-Jul-26	FR0108	10-yr	**32,000**	13,729	**55,086**	9,000	**32,000**	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)

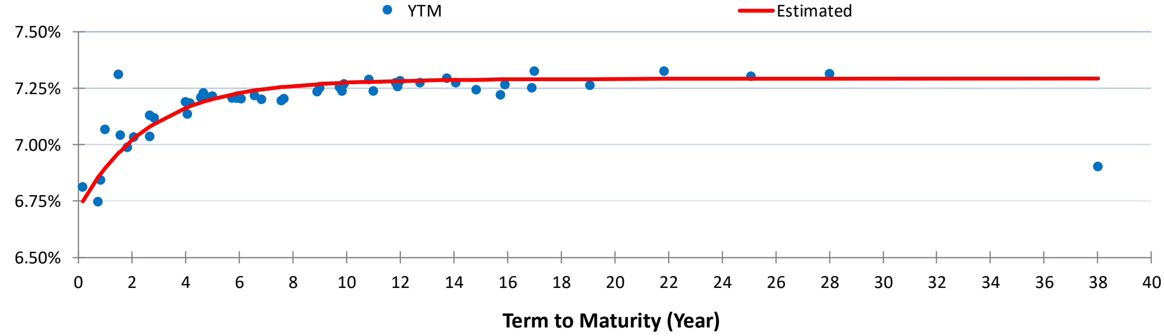
Date	Series	TTM	Target Issuance	Incoming Bids	Total Incoming Bids	Nominal Awarded	Total Awarded	Awarded Yield
	SPNS08092026	01-mo		2,538		500		6.800%
	SPNS03022027	06-mo		2,277		1,000		7.098%
	SPNS12042027	09-mo		5,047		3,500		7.134%
14-Jul-26	PBS030	02-yr	**10,000**	3,106	**32,471**	650	**10,000**	7.134%
	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: 20-Jul-2026

Series	Maturity	TTM	Coupon	Price	YTM	Estimated Yield	Fair Price	Spread (bps)	Modified Duration	Recommendation
FR0037	15-Sep-26	0.16	12.00%	100.79	6.384%	6.748%	100.76	-3	0.150	Fair
FR0056	15-Sep-26	0.16	8.375%	100.20	6.811%	6.748%	100.22	2	0.150	Fair
FR0090	15-Apr-27	0.74	5.125%	98.85	6.746%	6.855%	98.77	-8	0.701	Fair
FR0059	15-May-27	0.82	7.000%	100.11	6.842%	6.868%	100.09	-2	0.777	Fair
FR0042	15-Jul-27	0.99	10.25%	102.96	7.066%	6.894%	103.15	18	0.930	Cheap
FR0094	15-Jan-28	1.49	5.600%	97.64	7.309%	6.962%	98.11	47	1.394	Cheap
FR0047	15-Feb-28	1.58	10.00%	104.31	7.039%	6.973%	104.42	11	1.389	Cheap
FR0064	15-May-28	1.82	6.125%	98.54	6.987%	7.001%	98.51	-3	1.674	Fair
FR0095	15-Aug-28	2.07	6.375%	98.75	7.032%	7.027%	98.76	1	1.856	Fair
FR0071	15-Mar-29	2.65	9.000%	104.66	7.035%	7.078%	104.56	-10	2.279	Fair
FR0101	15-Mar-29	2.65	6.875%	99.37	7.128%	7.078%	99.50	13	2.332	Cheap
FR0078	15-May-29	2.82	8.250%	102.83	7.118%	7.091%	102.90	7	2.456	Fair
FR0104	15-Jul-30	3.99	6.500%	97.65	7.188%	7.161%	97.74	9	3.443	Fair
FR0052	15-Aug-30	4.07	10.50%	111.69	7.135%	7.165%	111.59	-10	3.210	Dear
FR0082	15-Sep-30	4.16	7.000%	99.34	7.182%	7.169%	99.39	5	3.465	Fair
FR0087	15-Feb-31	4.58	6.500%	97.28	7.208%	7.186%	97.36	8	3.772	Fair
FR0109	**15-Mar-31**	**4.65**	**5.875%**	**94.73**	**7.227%**	**7.189%**	**94.87**	**14**	**3.898**	**Cheap**
FR0085	15-Apr-31	4.74	7.750%	102.11	7.213%	7.192%	102.19	8	3.848	Fair
FR0073	15-May-31	4.82	8.750%	106.17	7.207%	7.195%	106.22	5	3.866	Fair
FR0054	15-Jul-31	4.99	9.500%	109.42	7.214%	7.201%	109.49	7	3.983	Fair
FR0091	15-Apr-32	5.74	6.375%	96.15	7.204%	7.222%	96.06	-8	4.627	Fair
FR0058	15-Jun-32	5.91	8.250%	104.94	7.204%	7.226%	104.84	-10	4.621	Dear
FR0074	15-Aug-32	6.08	7.500%	101.43	7.203%	7.230%	101.30	-13	4.676	Dear
FR0096	15-Feb-33	6.58	7.000%	98.88	7.216%	7.240%	98.76	-12	5.032	Dear
FR0065	15-May-33	6.82	6.625%	96.94	7.198%	7.244%	96.70	-24	5.318	Dear
FR0100	15-Feb-34	7.58	6.625%	96.72	7.194%	7.254%	96.37	-34	5.670	Dear
FR0068	15-Mar-34	7.66	8.375%	106.80	7.202%	7.255%	106.47	-32	5.520	Dear
FR0080	15-Jun-35	8.91	7.500%	101.71	7.234%	7.267%	101.49	-22	6.398	Dear
FR0103	15-Jul-35	8.99	6.750%	96.75	7.249%	7.268%	96.62	-12	6.595	Dear
FR0108	**15-Apr-36**	**9.75**	**6.500%**	**94.80**	**7.252%**	**7.273%**	**94.66**	**-14**	**6.914**	**Dear**
FR0072	15-May-36	9.83	8.250%	107.03	7.235%	7.273%	106.75	-28	6.690	Dear
FR0088	15-Jun-36	9.91	6.250%	92.91	7.266%	7.274%	92.85	-6	7.123	Fair
FR0045	15-May-37	10.83	9.750%	118.19	7.288%	7.278%	118.27	9	6.898	Fair
FR0093	15-Jul-37	10.99	6.375%	93.55	7.237%	7.279%	93.24	-30	7.665	Dear
FR0075	15-May-38	11.83	7.500%	101.75	7.274%	7.281%	101.70	-6	7.694	Fair
FR0098	15-Jun-38	11.91	7.125%	98.95	7.256%	7.282%	98.76	-20	7.858	Dear
FR0050	15-Jul-38	11.99	10.50%	125.44	7.281%	7.282%	125.44	0	7.351	Fair
FR0079	15-Apr-39	12.75	8.375%	109.04	7.273%	7.284%	108.94	-9	7.833	Fair
FR0083	15-Apr-40	13.75	7.500%	101.76	7.293%	7.285%	101.83	7	8.379	Fair
FR0106	**15-Aug-40**	**14.08**	**7.125%**	**98.71**	**7.272%**	**7.286%**	**98.59**	**-12**	**8.494**	**Dear**
FR0057	15-May-41	14.83	9.500%	120.31	7.241%	7.287%	119.84	-47	8.403	Dear
FR0062	15-Apr-42	15.75	6.375%	92.11	7.220%	7.288%	91.52	-59	9.392	Dear
FR0092	15-Jun-42	15.92	7.125%	98.69	7.264%	7.288%	98.47	-22	9.316	Dear
FR0097	15-Jun-43	16.92	7.125%	98.78	7.250%	7.289%	98.41	-36	9.626	Dear
FR0067	15-Jul-43	17.00	8.750%	113.95	7.325%	7.289%	114.10	15	9.280	Cheap
FR0107	**15-Aug-45**	**19.08**	**7.125%**	**98.62**	**7.260%**	**7.290%**	**98.31**	**-31**	**9.97**	**Dear**
FR0076	15-May-48	21.84	7.375%	100.54	7.323%	7.291%	100.90	35	10.66	Cheap
FR0089	15-Aug-51	25.09	6.875%	95.14	7.300%	7.292%	95.23	9	11.21	Fair
FR0102	15-Jul-54	28.01	6.875%	94.81	7.313%	7.292%	95.05	24	11.96	Cheap
FR0105	15-Jul-64	38.01	6.875%	99.64	6.902%	7.293%	94.64	-500	13.38	Dear

Source: Bloomberg, Shinhan Sekuritas Indonesia & NSS Model Calculation



SHINHAN SEKURITAS INDONESIA

Research Team		
Helmi Therik, FRM	Head of Research	helmi@shinhan.com
Billy Ibrahim Djaya	Research Analyst	billy.ibrahim@shinhan.com
Muhammad Adra Wijasena	Fixed Income Analyst	adra.wijasena@shinhan.com

Office

PT. Shinhan Sekuritas Indonesia
Member of Indonesia Stock Exchange

Head Office :
Equity Tower Floor. 50
Sudirman Central Business District Lot 9
Jl. Jend. Sudirman Kav. 52-53
Senayan
Jakarta 12920 Indonesia
Telp.: (+62-21) 80869900
Fax : (+62-21) 22057925