Daily Bond Market Update

July 23, 2026

Market Review

Government bond prices closed mixed in trading on Wednesday (22/07). Indonesia Composite Bond Index decreased by 0.02% to 430.14. Yield of 5-year (FR0109) and 10-year (FR0108) IGB benchmark advanced 3.5 bps and 1.7 bps to 7.20% and 7.27%. Meanwhile, yield of 15-year (FR0106) and 20-year (FR0107) IGB benchmark increased 0.7 bps and 1.1 bps to 7.30% and 7.28%, respectively.

US Treasury yields moved higher on Wednesday as investors mapped escalating tensions across the Middle East and mulled prospects for Federal Reserve monetary policy in the months ahead. The yield on the 10-year US Treasury note was up more than 3 basis points at 4.659%. The 2-year Treasury note yield, which more closely tracks short-term Federal Reserve interest rate policy, rose more than 4 basis points to 4.304%. US Central Command carried out its 11th consecutive round of strikes against Iran overnight. Early on Wednesday, Secretary of State Marco Rubio told ASEAN Foreign Ministers' meeting in the Philippines that Tehran is not serious about peace talks. The latest escalation helped extend the rally in oil prices, which settled up around 3% Wednesday, while investors continue to gauge prospects for more hawkish Federal Reserve policy measures. Markets participants are now pricing in a 34% chance of a rate hike from the Fed this month, as well as a 78% chance of at least a quarter-point hike in September, per CME's FedWatch tool. Investors will also be monitoring the latest S&P Global Flash US PMI report due Friday, which measures the economic health of American manufacturing and services sectors.

The Bank Indonesia Board of Governors Meeting (RDG) on July 21-22, 2026, decided to maintain the BI-Rate at 5.75%. The central bank also maintained the Deposit Facility interest rate at 4.75% and the Lending Facility interest rate at 6.50%. Bank Indonesia expanded incentive policies and a number of other policies to increase foreign portfolio investment inflows and strengthen the stability of the Rupiah exchange rate, accelerate the deepening of the money and foreign exchange markets (PUVA), and increase liquidity and reduce liquidity segmentation in the money and banking markets. The BI-Rate decision and other policies are an integrated part of Bank Indonesia's policy mix, which remains consistent in strengthening the stability of the Rupiah exchange rate amidst persistently high global uncertainty, and in maintaining inflation in 2026 and 2027 within the target range of 2.5%±1% set by the Government ("pro-stability"). Meanwhile, macroprudential policies and payment system policies remain directed at contributing to growth ("pro-growth"). Loose macroprudential policies continue to be strengthened to encourage economic growth by increasing credit/financing to the real sector while maintaining financial system stability. Payment system policies remain directed at supporting economic activity through expanding digital payment acceptance, strengthening the structure of the payment system industry, and increasing the reliability and resilience of payment system infrastructure. Furthermore, Bank Indonesia continues to strengthen policy coordination with the Government, including close synergy between monetary and fiscal policies to mitigate the impact of global uncertainty on the domestic economy, thereby maintaining economic stability and growth. Policy synergy with the Financial System Stability Committee (KSSK) is also being strengthened to help maintain financial system stability and encourage financing for the Government's Asta Cita program. Synergy with the Government and other stakeholders in encouraging bank credit/financing is carried out through the Indonesian Intermediation Acceleration Program (PINISI).

Corporate News

PEFINDO has assigned its idAAA rating with a stable outlook to PT Bank Danamon Indonesia Tbk (Bank Danamon). The rating is mainly driven by the very strong likelihood of support from MUFG Bank Ltd as its majority shareholder. The Bank's standalone credit profile reflects its very strong capitalization and very strong market position but is constrained by tight competition in the industry. The rating may be lowered if PEFINDO views MUFG Bank's support for Bank Danamon as declining significantly, which may be indicated by a substantial reduction of its share ownership and control. The rating may also be under pressure if the Bank's business profile or financial performance deteriorates significantly without any indication of support from MUFG Bank. Bank Danamon is a commercial bank catering to the mass-market segment, small and medium-sized enterprises, consumers, as well as commercial and corporate (Enterprise Banking).

IGB Benchmark Bonds

Series	TTM (Year)	Price (bps)	Yield	Price
FR0109	4.65	13	7.20%	94.82
FR0108	9.7	12	7.27%	94.70
FR0106	14.1	6	7.30%	98.46
FR0107	19.1	10	7.28%	98.43

Source: PHEI

10-year Government Bond Yield

Country	Yield (%)	(-1 day)	Chg. (bps)
India	6.81	6.79	2.60
Turkey	32.3	32.2	6.50
Singapore	2.28	2.22	6.10
Thailand	2.03	2.02	1.80
Malaysia	3.67	3.65	1.20
Korea	4.33	4.33	0.00
China	1.73	1.74	-1.00
Japan	2.75	2.72	2.80
US	4.66	4.63	2.70

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	22-Jul	(-1 day)	Chg. (%)
USD/IDR	17880	17883	-0.02%
EUR/USD	1.141	1.140	0.12%
GBP/USD	1.338	1.338	-0.01%
USD/JPY	163.2	163.2	-0.01%
USD/SGD	1.291	1.291	-0.01%
USD/MYR	4.087	4.088	-0.03%

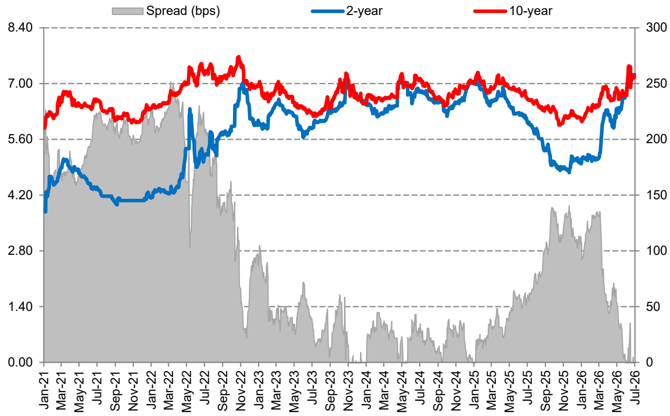
Source: Bloomberg

Money Market

	22-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	4.05	3.97	4.04	3.93
Lending	14.8	14.9	14.8	14.6

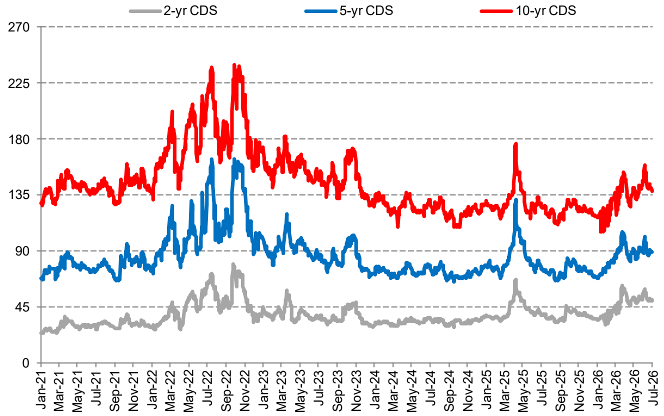
Source: Bloomberg

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
	SPN01260822	01-mo		670		-		-
	SPN03261021	03-mo		3,458		1,000		7.050%
	SPN12270722	12-mo		5,281		4,000		7.150%
	FR0109	05-yr		24,023		8,800		7.259%
21-Jul-26	FR0108	10-yr	**32,000**	16,318	**67,895**	9,750	**32,000**	7.290%
	FR0106	14-yr		10,304		4,700		7.299%
	FR0107	19-yr		3,379		1,750		7.330%
	FR0102	29-yr		1,520		350		7.380%
	FR0105	39-yr		2,942		1,650		7.390%

Source: DJPPR

Auction Result: Sukuk (in Billion IDR)

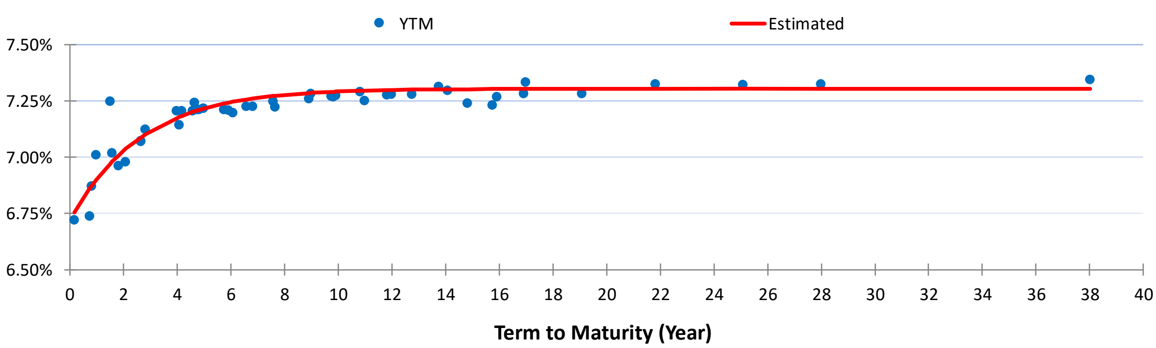
Date	Series	TTM	Target Issuance	Incoming Bids	Total Incoming Bids	Nominal Awarded	Total Awarded	Awarded Yield
	SPNS08092026	01-mo		2,538		500		6.800%
	SPNS03022027	06-mo		2,277		1,000		7.098%
	SPNS12042027	09-mo		5,047		3,500		7.134%
14-Jul-26	PBS030	02-yr	**10,000**	3,106	**32,471**	650	**10,000**	7.134%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

Series	Maturity	TTM	Coupon	Price	YTM	Estimated Yield	Fair Price	Spread (bps)	Modified Duration	Recommendation
FR0037	15-Sep-26	0.15	12.00%	100.76	6.398%	6.755%	100.73	-3	0.145	Fair
FR0056	15-Sep-26	0.15	8.375%	100.21	6.721%	6.755%	100.21	0	0.145	Fair
FR0090	15-Apr-27	0.73	5.125%	98.86	6.738%	6.861%	98.77	-9	0.696	Fair
FR0059	15-May-27	0.81	7.000%	100.09	6.869%	6.874%	100.08	0	0.772	Fair
FR0042	15-Jul-27	0.98	10.25%	103.00	7.010%	6.900%	103.12	12	0.925	Cheap
FR0094	15-Jan-28	1.48	5.600%	97.73	7.246%	6.970%	98.10	37	1.390	Cheap
FR0047	15-Feb-28	1.57	10.00%	104.33	7.017%	6.980%	104.40	7	1.383	Fair
FR0064	15-May-28	1.82	6.125%	98.59	6.960%	7.009%	98.51	-8	1.669	Fair
FR0095	15-Aug-28	2.07	6.375%	98.85	6.979%	7.035%	98.74	-11	1.851	Dear
FR0071	15-Mar-29	2.65	9.000%	104.57	7.069%	7.088%	104.53	-4	2.273	Fair
FR0101	15-Mar-29	2.65	6.875%	99.51	7.071%	7.088%	99.48	-3	2.328	Fair
FR0078	15-May-29	2.82	8.250%	102.81	7.123%	7.101%	102.87	6	2.451	Fair
FR0104	15-Jul-30	3.98	6.500%	97.59	7.206%	7.174%	97.70	11	3.437	Cheap
FR0052	15-Aug-30	4.07	10.50%	111.65	7.143%	7.178%	111.53	-12	3.204	Dear
FR0082	15-Sep-30	4.15	7.000%	99.26	7.206%	7.182%	99.34	8	3.459	Fair
FR0087	15-Feb-31	4.57	6.500%	97.29	7.206%	7.200%	97.31	2	3.767	Fair
FR0109	**15-Mar-31**	**4.65**	**5.875%**	**94.68**	**7.242%**	**7.203%**	**94.82**	**14**	**3.892**	**Cheap**
FR0085	15-Apr-31	4.73	7.750%	102.12	7.209%	7.206%	102.13	1	3.843	Fair
FR0073	15-May-31	4.82	8.750%	106.14	7.211%	7.210%	106.16	1	3.861	Fair
FR0054	15-Jul-31	4.98	9.500%	109.40	7.217%	7.215%	109.42	2	3.977	Fair
FR0091	15-Apr-32	5.74	6.375%	96.13	7.209%	7.238%	96.00	-13	4.622	Dear
FR0058	15-Jun-32	5.90	8.250%	104.93	7.207%	7.242%	104.76	-17	4.616	Dear
FR0074	15-Aug-32	6.07	7.500%	101.47	7.195%	7.246%	101.22	-25	4.671	Dear
FR0096	15-Feb-33	6.58	7.000%	98.84	7.224%	7.256%	98.67	-17	5.026	Dear
FR0065	15-May-33	6.82	6.625%	96.81	7.225%	7.260%	96.62	-19	5.311	Dear
FR0100	15-Feb-34	7.58	6.625%	96.43	7.246%	7.271%	96.28	-14	5.660	Dear
FR0068	15-Mar-34	7.65	8.375%	106.67	7.221%	7.272%	106.37	-31	5.513	Dear
FR0080	15-Jun-35	8.90	7.500%	101.55	7.258%	7.284%	101.38	-17	6.390	Dear
FR0103	15-Jul-35	8.99	6.750%	96.54	7.282%	7.285%	96.52	-2	6.586	Fair
FR0108	**15-Apr-36**	**9.74**	**6.500%**	**94.68**	**7.270%**	**7.290%**	**94.55**	**-13**	**6.906**	**Dear**
FR0072	15-May-36	9.82	8.250%	106.79	7.267%	7.290%	106.63	-16	6.680	Dear
FR0088	15-Jun-36	9.91	6.250%	92.85	7.274%	7.291%	92.74	-11	7.117	Dear
FR0045	15-May-37	10.82	9.750%	118.16	7.291%	7.295%	118.13	-3	6.892	Fair
FR0093	15-Jul-37	10.99	6.375%	93.44	7.251%	7.295%	93.13	-31	7.657	Dear
FR0075	15-May-38	11.82	7.500%	101.75	7.275%	7.297%	101.57	-18	7.689	Dear
FR0098	15-Jun-38	11.91	7.125%	98.76	7.281%	7.298%	98.63	-13	7.848	Dear
FR0050	15-Jul-38	11.99	10.50%	125.45	7.279%	7.298%	125.28	-17	7.346	Dear
FR0079	15-Apr-39	12.74	8.375%	108.99	7.278%	7.299%	108.80	-19	7.826	Dear
FR0083	15-Apr-40	13.74	7.500%	101.60	7.312%	7.301%	101.69	10	8.369	Fair
FR0106	**15-Aug-40**	**14.08**	**7.125%**	**98.51**	**7.295%**	**7.301%**	**98.46**	**-5**	**8.482**	**Fair**
FR0057	15-May-41	14.82	9.500%	120.31	7.240%	7.302%	119.68	-62	8.398	Dear
FR0062	15-Apr-42	15.74	6.375%	92.02	7.231%	7.302%	91.40	-62	9.383	Dear
FR0092	15-Jun-42	15.91	7.125%	98.65	7.268%	7.302%	98.34	-31	9.310	Dear
FR0097	15-Jun-43	16.91	7.125%	98.49	7.281%	7.302%	98.28	-20	9.608	Dear
FR0067	15-Jul-43	16.99	8.750%	113.88	7.332%	7.302%	113.96	8	9.272	Fair
FR0107	**15-Aug-45**	**19.08**	**7.125%**	**98.41**	**7.280%**	**7.303%**	**98.18**	**-23**	**9.96**	**Dear**
FR0076	15-May-48	21.83	7.375%	100.53	7.325%	7.303%	100.76	24	10.65	Cheap
FR0089	15-Aug-51	25.08	6.875%	94.91	7.321%	7.303%	95.10	19	11.19	Cheap
FR0102	15-Jul-54	28.00	6.875%	94.68	7.325%	7.303%	94.92	25	11.94	Cheap
FR0105	15-Jul-64	38.01	6.875%	94.04	7.343%	7.303%	94.52	49	12.83	Cheap

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