

Daily Bond Market Update

June 23, 2026

Market Review

Government bond prices extended to weaken in trading on Monday (22/06). Indonesia Composite Bond Index decreased by 0.09% to 430.64. Yield of 5-year (FR0109) and 10-year (FR0108) IGB benchmark increased 4.7 bps and 2.5 bps to 7.14% and 7.08%. Meanwhile, yield of 15-year (FR0106) and 20-year (FR0107) IGB benchmark advanced 4.0 bps and declined 3.1 bps to 7.19% and 7.14%, respectively.

US Treasury yields climbed on Monday, pushing the 2-year yield to its highest since early last year, as investors looked ahead to key inflation data due to be released Thursday. The 2-year Treasury note yield, which closely tracks short-term Federal Reserve interest rate policy, was more than 5 basis points higher at 4.232%. It hit its highest level since Feb. 21, 2025 when it yielded as high as 4.275%. The yield on the 10-year US Treasury note—the key benchmark used to price mortgages, auto loans and credit card debt—rose more than 5 basis points to 4.509%. The longer-dated 30-year Treasury bond yield advanced more than 4 basis points to 4.946%. Weaker bond prices came after the US and Iran agreed on a roadmap to reach a deal within 60 days that would end the war. But President Trump also threatened further military action against Iran, which said it had once again closed the Strait of Hormuz. A key test for the fixed income market comes later this week, when May's reading on the personal consumption expenditures price index, the Fed's preferred inflation gauge, is released Thursday. Excluding volatile food and energy prices, core PCE is expected to increase from April, according to economists polled by FactSet. Last week's Fed meeting, which proved more hawkish than many market watchers had expected, saw expectations for interest rate hikes pulled forward, possibly to as soon as September.

Indonesia's fiscal space is expected to remain under considerable pressure over the next several years. The budget deficit is projected to stay close to the statutory ceiling, reflecting persistently high expenditure requirements for subsidies and various government priority programs. In its June 2026 edition of the Indonesia Economic Prospects report, the World Bank projected that Indonesia's fiscal deficit would reach 2.8% of gross domestic product (GDP) in 2026. The deficit is expected to remain at the same level in 2027 before edging down slightly to 2.7% in 2028. According to the World Bank, the persistently elevated deficit reflects the combined pressures of rising subsidy expenditure and the substantial financing required for the government's various priority programs, many of which demand significant budgetary allocations. Nevertheless, the institution expects government revenue to gradually improve over the coming years. This recovery is anticipated to be supported by a reduction in the backlog of tax refunds, together with the emerging benefits of the government's ongoing tax administration reforms. In the near term, government revenue will also continue to benefit from elevated prices for several of Indonesia's key export commodities. Prices of coal, liquefied natural gas (LNG), nickel, gold, and palm oil are expected to provide additional support to state revenue, with an estimated net fiscal impact equivalent to approximately 0.4% of GDP. However, the World Bank cautioned that fiscal pressures do not arise solely from the expenditure side. The burden of interest payments on government debt is also projected to increase steadily over the next several years. The ratio of interest payments to government revenue is expected to rise from 18.7% in 2025 to 19.2% in 2028. This implies that an increasingly large proportion of government revenue will need to be allocated to servicing interest obligations.

Corporate News

PT Bank Pan Indonesia Tbk, or Bank Panin, plans to issue bonds with a total value of IDR550 billion. This confirmation is stated in an announcement by the Indonesian Central Securities Depository (KSEI) on Monday (22/06). The bonds are divided into two types. The first is the Shelf Registration Bond V Phase I worth IDR500 billion. The bond offers a coupon rate of 7.25% and will be released on June 26, 2026, with a 5-year tenor, or will mature on June 26, 2031. This instrument will be listed on the Indonesia Stock Exchange (IDX) on June 29, 2026. In addition, Bank Panin will also issue Shelf Registration Subordinated Bond V Phase I amounting to IDR50 billion. This bond will also be offered on June 26, 2026, and listed in the IDX on June 29, 2026. The difference is that this bond offers a coupon of 7.5% and will mature on June 26, 2033, or has a 7-year tenor.

IGB Benchmark Bonds

Series	TTM (Year)	Price (bps)	Yield	Price
FR0109	4.73	-17	7.14%	94.99
FR0108	9.8	-17	7.08%	95.90
FR0106	14.2	-34	7.19%	99.44
FR0107	19.2	31	7.14%	99.85

Source: PHEI

10-year Government Bond Yield

Country	Yield (%)	(-1 day)	Chg. (bps)
India	6.87	6.88	-1.00
Turkey	30.9	30.9	-0.50
Singapore	2.10	2.04	5.40
Thailand	2.11	2.08	2.50
Malaysia	3.61	3.60	1.70
Korea	4.17	4.17	0.00
China	1.73	1.73	0.60
Japan	2.67	2.65	2.20
US	4.51	4.46	5.50

Source: Bloomberg

Government Bond Ownership

Institution	In Trillion IDR	In Percentage (%)
Bank	1,002.8	14.5%
Bank Indonesia	2,080.5	30.1%
Mutual Fund	259.3	3.75%
Insurance & Pension Fund	1,417.9	20.5%
Foreigners	871.8	12.6%
Individual	555.1	8.03%
Others	726.9	10.5%
Total	6,914.2	100.0%

Source: DJPPR (as of June 19, 2026)

Currency Movement

FX Rate	22-Jun	(-1 day)	Chg. (%)
USD/IDR	17832	17790	0.24%
EUR/USD	1.143	1.147	-0.37%
GBP/USD	1.325	1.323	0.14%
USD/JPY	161.6	161.3	0.17%
USD/SGD	1.293	1.291	0.16%
USD/MYR	4.148	4.136	0.28%

Source: Bloomberg

Money Market

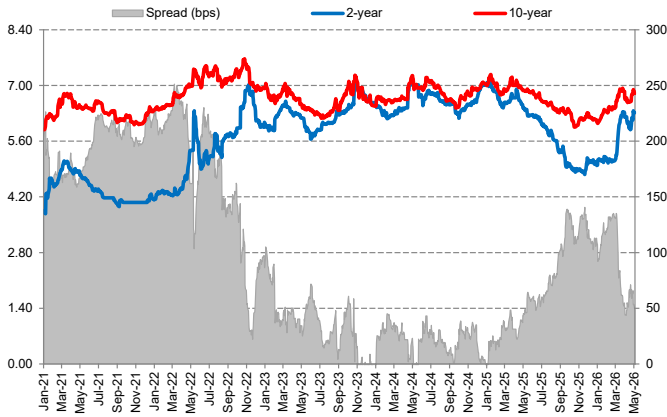
	22-Jun	(-1 day)	(-1 week)	(-1 month)
JIBOR				
O/N	5.90	5.90	5.90	5.90
1M	5.03	5.03	5.03	5.03
3M	5.46	5.46	5.46	5.46
LIBOR				
1M	4.96	4.96	4.96	4.96
3M	4.85	4.85	4.85	4.85
6M	4.68	4.68	4.68	4.68

Indonesia Interest Rates

Deposit 1M	3.84	3.78	3.82	3.74
Lending	14.6	14.6	14.9	15.0

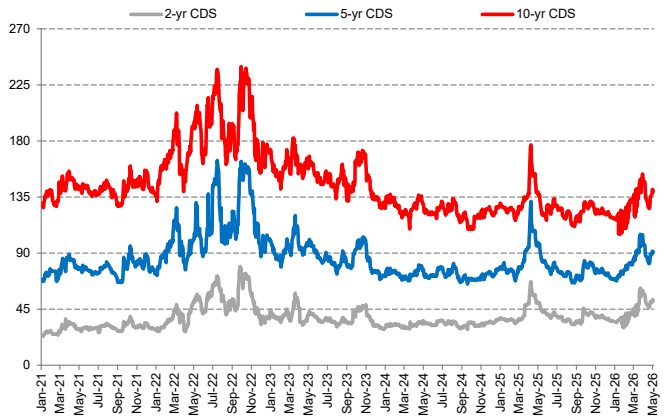
Source: Bloomberg

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)

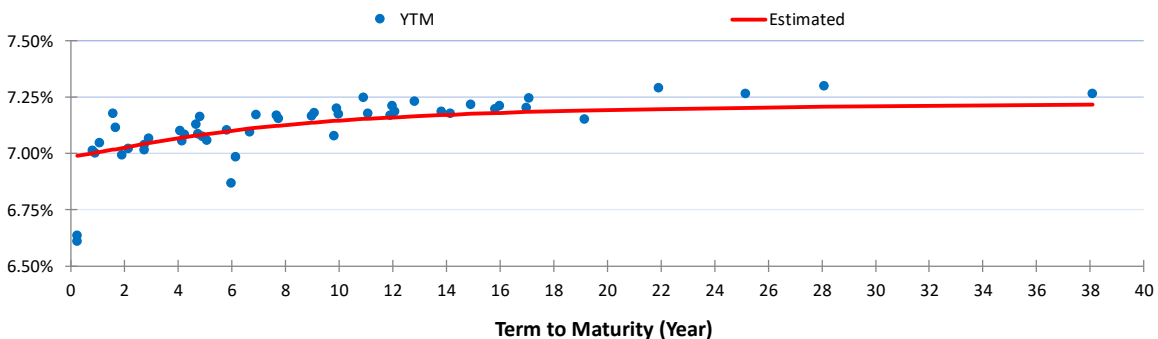
Date	Series	TTM	Target Issuance	Incoming Bids	Total Incoming Bids	Nominal Awarded	Total Awarded	Awarded Yield
17-Jun-26	SPNS10082026	01-mo	12,000	1,590	19,142	1,000	9,450	6.750%
	SPNS16122026	06-mo		2,970		1,000		6.900%
	SPNS01032027	09-mo		5,420		-		-
	PBS030	02-yr		4,714		3,350		7.077%
	PBS040	04-yr		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: 22-Jun-2026

Series	Maturity	TTM	Coupon	Price	YTM	Estimated Yield	Fair Price	Spread (bps)	Modified Duration	Recommendation
FR0037	15-Sep-26	0.23	12.00%	101.15	6.610%	6.989%	101.09	-6	0.224	Fair
FR0056	15-Sep-26	0.23	8.375%	100.35	6.636%	6.989%	100.28	-7	0.224	Fair
FR0090	15-Apr-27	0.81	5.125%	98.53	7.013%	7.000%	98.53	0	0.774	Fair
FR0059	15-May-27	0.90	7.000%	99.99	7.000%	7.002%	99.99	0	0.850	Fair
FR0042	15-Jul-27	1.06	10.25%	103.21	7.045%	7.005%	103.26	6	0.959	Fair
FR0094	15-Jan-28	1.57	5.600%	97.71	7.175%	7.016%	97.93	22	1.431	Cheap
FR0047	15-Feb-28	1.65	10.00%	104.39	7.115%	7.018%	104.55	16	1.463	Cheap
FR0064	15-May-28	1.90	6.125%	98.48	6.991%	7.023%	98.42	-6	1.747	Fair
FR0095	15-Aug-28	2.15	6.375%	98.73	7.020%	7.029%	98.70	-2	1.930	Fair
FR0071	15-Mar-29	2.73	9.000%	104.83	7.014%	7.041%	104.77	-6	2.352	Fair
FR0101	15-Mar-29	2.73	6.875%	99.58	7.037%	7.041%	99.58	0	2.407	Fair
FR0078	15-May-29	2.90	8.250%	103.04	7.066%	7.045%	103.10	6	2.530	Fair
FR0104	15-Jul-30	4.07	6.500%	97.91	7.100%	7.068%	98.02	11	3.408	Cheap
FR0052	15-Aug-30	4.15	10.50%	112.19	7.053%	7.069%	112.13	-6	3.287	Fair
FR0082	15-Sep-30	4.24	7.000%	99.69	7.082%	7.071%	99.73	4	3.542	Fair
FR0087	15-Feb-31	4.65	6.500%	97.55	7.127%	7.079%	97.73	18	3.850	Cheap
FR0109	15-Mar-31	4.73	5.875%	95.20	7.086%	7.080%	95.21	2	3.976	Fair
FR0085	15-Apr-31	4.82	7.750%	102.35	7.161%	7.081%	102.67	33	3.923	Cheap
FR0073	15-May-31	4.90	8.750%	106.81	7.075%	7.083%	106.79	-3	3.945	Fair
FR0054	15-Jul-31	5.07	9.500%	110.24	7.056%	7.086%	110.12	-12	3.898	Dear
FR0091	15-Apr-32	5.82	6.375%	96.58	7.102%	7.097%	96.59	2	4.706	Fair
FR0058	15-Jun-32	5.99	8.250%	106.69	6.866%	7.100%	105.52	-117	4.713	Dear
FR0074	15-Aug-32	6.15	7.500%	102.53	6.984%	7.102%	101.94	-59	4.763	Dear
FR0096	15-Feb-33	6.66	7.000%	99.49	7.095%	7.109%	99.42	-8	5.115	Fair
FR0065	15-May-33	6.90	6.625%	97.06	7.171%	7.113%	97.37	31	5.393	Cheap
FR0100	15-Feb-34	7.66	6.625%	96.83	7.169%	7.122%	97.10	27	5.747	Cheap
FR0068	15-Mar-34	7.73	8.375%	107.13	7.155%	7.123%	107.33	20	5.597	Cheap
FR0080	15-Jun-35	8.99	7.500%	102.18	7.166%	7.136%	102.38	20	6.479	Cheap
FR0103	15-Jul-35	9.07	6.750%	97.17	7.179%	7.137%	97.44	27	6.455	Cheap
FR0108	15-Apr-36	9.82	6.500%	95.95	7.078%	7.144%	95.50	-44	7.011	Dear
FR0072	15-May-36	9.90	8.250%	107.33	7.199%	7.144%	107.74	41	6.768	Cheap
FR0088	15-Jun-36	9.99	6.250%	93.50	7.174%	7.145%	93.69	19	7.209	Cheap
FR0045	15-May-37	10.90	9.750%	118.62	7.247%	7.152%	119.42	80	6.978	Cheap
FR0093	15-Jul-37	11.07	6.375%	93.94	7.177%	7.153%	94.11	17	7.497	Cheap
FR0075	15-May-38	11.90	7.500%	102.62	7.168%	7.159%	102.69	8	7.789	Fair
FR0098	15-Jun-38	11.99	7.125%	99.33	7.209%	7.159%	99.72	39	7.942	Cheap
FR0050	15-Jul-38	12.07	10.50%	126.44	7.185%	7.160%	126.67	24	7.150	Cheap
FR0079	15-Apr-39	12.82	8.375%	109.44	7.230%	7.164%	110.02	58	7.916	Cheap
FR0083	15-Apr-40	13.82	7.500%	102.70	7.186%	7.170%	102.85	15	8.482	Cheap
FR0106	15-Aug-40	14.16	7.125%	99.54	7.176%	7.171%	99.58	4	8.596	Fair
FR0057	15-May-41	14.91	9.500%	120.62	7.216%	7.175%	121.06	44	8.484	Cheap
FR0062	15-Apr-42	15.82	6.375%	92.32	7.195%	7.178%	92.46	14	9.474	Cheap
FR0092	15-Jun-42	15.99	7.125%	99.20	7.210%	7.179%	99.49	28	9.409	Cheap
FR0097	15-Jun-43	16.99	7.125%	99.24	7.203%	7.183%	99.44	20	9.717	Cheap
FR0067	15-Jul-43	17.07	8.750%	114.86	7.243%	7.183%	115.26	41	9.042	Cheap
FR0107	15-Aug-45	19.16	7.125%	99.71	7.152%	7.189%	99.32	-38	10.10	Dear
FR0076	15-May-48	21.91	7.375%	100.91	7.290%	7.196%	101.95	104	10.75	Cheap
FR0089	15-Aug-51	25.16	6.875%	95.52	7.264%	7.202%	96.22	69	11.32	Cheap
FR0102	15-Jul-54	28.08	6.875%	94.96	7.299%	7.206%	96.03	107	11.63	Cheap
FR0105	15-Jul-64	38.09	6.875%	95.00	7.263%	7.215%	95.60	59	12.55	Cheap

Source: Bloomberg, Shinhan Sekuritas Indonesia & NSS Model Calculation





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