Daily Bond Market Update

July 24, 2026

Market Review

Government bond prices closed lower in trading on Thursday (23/07). Indonesia Composite Bond Index decreased by 0.06% to 429.87. Yield of 5-year (FR0109) and 10-year (FR0108) IGB benchmark advanced 10.3 bps and 3.6 bps to 7.31% and 7.30%. Meanwhile, yield of 15-year (FR0106) and 20-year (FR0107) IGB benchmark increased 0.9 bps and 0.5 bps to 7.31% and 7.28%, respectively.

Initial jobless claims fell by 22,000 to 187,000 in the week ending July 18, significantly below market expectations. Continuing claims also declined to approximately 1.796 million, suggesting that layoffs remained limited and that workers who had previously lost their jobs were finding employment more quickly than anticipated. The report reinforced the view that the US labor market remained resilient despite signs of moderation in hiring and broader economic activity. Nevertheless, the unusually sharp decline in claims should be interpreted cautiously because seasonal adjustment issues, particularly those associated with the timing of annual automobile-manufacturing shutdowns, may have exaggerated the improvement. For the US Treasury market, the stronger-than-expected data contributed to downward pressure on bond prices and an increase in yields because investors reduced their expectations for near-term Federal Reserve interest-rate cuts. A labor market that remains firm gives the Fed greater flexibility to keep monetary policy restrictive while focusing on persistent inflationary pressures. As a result, yields rose across several maturities, with the 10-year Treasury yield approaching 4.70%, reflecting expectations that policy rates could remain higher for longer. The bearish reaction was also supported by rising oil prices and renewed inflation concerns, which increased the inflation premium demanded by bond investors. Overall, the jobless-claims report strengthened the case for a cautious Federal Reserve stance and contributed to a less favorable environment for US Treasuries, particularly for longer-dated securities that are more sensitive to changes in inflation expectations and the projected path of interest rates.

Bank Indonesia (BI) reported that economic liquidity, or broad money supply (M2), grew positively in June 2026, growing by 8.7% (yoy), reaching IDR10,432.8 trillion. This M2 growth continued the 10.8% (yoy) growth in May 2026. This development was driven by growth in narrow money supply (M1) of 9.8% (yoy) and quasi-money of 6.9% (yoy). Furthermore, M2 growth in June 2026 was primarily influenced by credit disbursement and net receivables to the Central Government. Credit disbursement grew by 12.1% (yoy), an increase compared to the 10.8% (yoy) growth in May 2026. In this case, credit provided only took the form of loans and did not include financial instruments equated with loans, such as debt securities, banker's acceptances, and repo receivables. Credit disbursed also excludes credit provided by commercial bank offices domiciled abroad, and credit disbursed to the central government and non-residents. Meanwhile, net receivables to the central government grew by 10.1% (yoy), continuing the 37.4% (yoy) growth in May 2026. BI also reported the development of adjusted base money (M0), which in June 2026 grew by 13.8% (yoy), continuing the growth in May 2026 of 14.2% (yoy), to reach IDR2,228.0 trillion. This development was influenced by the growth of currency in circulation of 14.0% (yoy) and commercial bank demand deposits at Bank Indonesia of 12.7% (yoy). Based on the influencing factors, adjusted M0 growth has taken into account the impact of liquidity incentives (adjusted monetary control).

Corporate News

PEFINDO has assigned its idA rating with stable outlook to PT Bank Pembangunan Daerah Daerah Istimewa Yogyakarta (BPD DIY). The rating reflects BPD DIY's captive market in the region, very strong capitalization indicators, and strong liquidity profile. However, the rating is constrained by its moderate asset-quality profile and tight competition in the productive-loan segment. The rating may be raised if BPD DIY significantly strengthens its business position, makes notable and sustainable improvements to its asset quality profile, and sustains its profitability. Conversely, the rating may be lowered if its business and financial performances weaken substantially. BPD DIY was established in 1961 as a regional development bank (BPD) with a business focus in Daerah Istimewa Yogyakarta (DIY) province.

IGB Benchmark Bonds

Series	TTM (Year)	Price (bps)	Yield	Price
FR0109	4.65	-39	7.31%	94.43
FR0108	9.7	-24	7.30%	94.46
FR0106	14.1	-8	7.31%	98.38
FR0107	19.1	-4	7.28%	98.39

Source: PHEI

10-year Government Bond Yield

Country	Yield (%)	(-1 day)	Chg. (bps)
India	6.82	6.81	1.00
Turkey	32.6	32.3	33.5
Singapore	2.40	2.28	11.8
Thailand	2.06	2.03	2.80
Malaysia	3.67	3.67	0.70
Korea	4.40	4.40	0.00
China	1.72	1.73	-0.10
Japan	2.77	2.75	2.30
US	4.69	4.66	3.80

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	23-Jul	(-1 day)	Chg. (%)
USD/IDR	17915	17880	0.20%
EUR/USD	1.138	1.141	-0.31%
GBP/USD	1.332	1.338	-0.45%
USD/JPY	163.9	163.2	0.44%
USD/SGD	1.292	1.291	0.07%
USD/MYR	4.089	4.087	0.05%

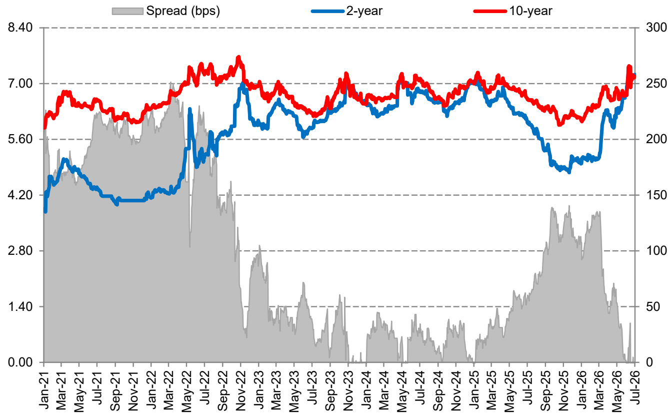
Source: Bloomberg

Money Market

	23-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	4.08	4.05	4.03	3.86
Lending	14.7	14.8	15.0	14.9

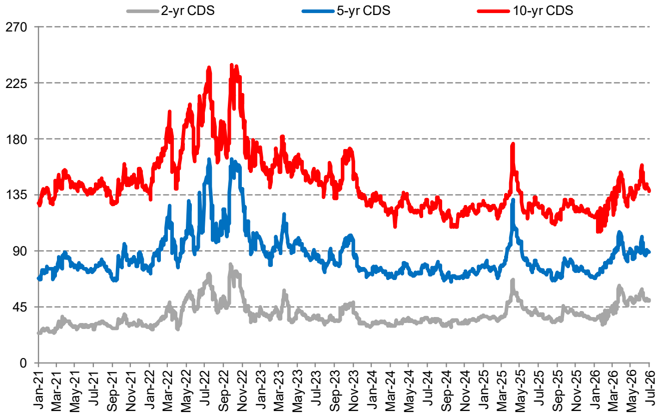
Source: Bloomberg

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
21-Jul-26	SPN01260822	01-mo	32,000	670	67,895	-	32,000	-
	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%
	FR0108	10-yr		16,318		9,750		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
14-Jul-26	SPNS08092026	01-mo	10,000	2,538	32,471	500	10,000	6.800%
	SPNS03022027	06-mo		2,277		1,000		7.098%
	SPNS12042027	09-mo		5,047		3,500		7.134%
	PBS030	02-yr		3,106		650		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%

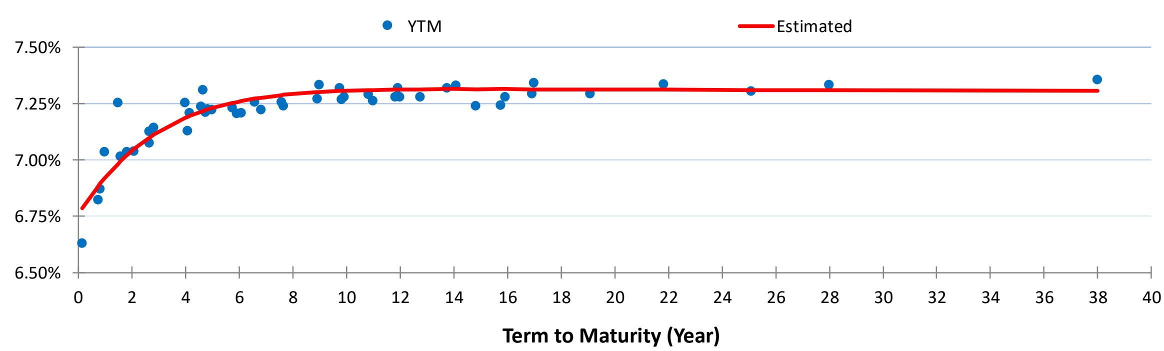
Source: DJPPR

Government Bonds Prices

Closing Data: 23-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	6.090%	6.785%	100.72	-5	0.142	Fair
FR0056	15-Sep-26	0.15	8.375%	100.21	6.628%	6.785%	100.20	-1	0.142	Fair
FR0090	15-Apr-27	0.73	5.125%	98.82	6.823%	6.882%	98.76	-6	0.693	Fair
FR0059	15-May-27	0.81	7.000%	100.09	6.869%	6.894%	100.07	-2	0.769	Fair
FR0042	15-Jul-27	0.98	10.25%	102.95	7.035%	6.919%	103.10	15	0.922	Cheap
FR0094	15-Jan-28	1.48	5.600%	97.73	7.254%	6.984%	98.09	35	1.387	Cheap
FR0047	15-Feb-28	1.57	10.00%	104.31	7.016%	6.994%	104.37	6	1.381	Fair
FR0064	15-May-28	1.81	6.125%	98.48	7.034%	7.022%	98.49	1	1.666	Fair
FR0095	15-Aug-28	2.07	6.375%	98.75	7.037%	7.048%	98.72	-3	1.847	Fair
FR0071	15-Mar-29	2.65	9.000%	104.54	7.074%	7.100%	104.50	-5	2.270	Fair
FR0101	15-Mar-29	2.65	6.875%	99.38	7.124%	7.100%	99.45	7	2.325	Fair
FR0078	15-May-29	2.81	8.250%	102.75	7.142%	7.113%	102.84	8	2.448	Fair
FR0104	15-Jul-30	3.98	6.500%	97.44	7.254%	7.186%	97.66	22	3.433	Cheap
FR0052	15-Aug-30	4.07	10.50%	111.68	7.129%	7.191%	111.47	-21	3.202	Dear
FR0082	15-Sep-30	4.15	7.000%	99.26	7.207%	7.195%	99.30	4	3.457	Fair
FR0087	15-Feb-31	4.57	6.500%	97.18	7.236%	7.213%	97.26	8	3.763	Fair
FR0109	**15-Mar-31**	**4.65**	**5.875%**	**94.43**	**7.310%**	**7.216%**	**94.77**	**34**	**3.887**	**Cheap**
FR0085	15-Apr-31	4.73	7.750%	102.11	7.210%	7.220%	102.08	-4	3.840	Fair
FR0073	15-May-31	4.81	8.750%	106.08	7.225%	7.223%	106.10	2	3.858	Fair
FR0054	15-Jul-31	4.98	9.500%	109.37	7.222%	7.229%	109.35	-1	3.975	Fair
FR0091	15-Apr-32	5.73	6.375%	96.04	7.230%	7.252%	95.93	-10	4.618	Dear
FR0058	15-Jun-32	5.90	8.250%	104.93	7.205%	7.256%	104.69	-24	4.613	Dear
FR0074	15-Aug-32	6.07	7.500%	101.41	7.207%	7.260%	101.15	-26	4.667	Dear
FR0096	15-Feb-33	6.57	7.000%	98.68	7.256%	7.271%	98.60	-8	5.022	Fair
FR0065	15-May-33	6.82	6.625%	96.82	7.223%	7.275%	96.54	-28	5.308	Dear
FR0100	15-Feb-34	7.57	6.625%	96.37	7.257%	7.287%	96.20	-17	5.657	Dear
FR0068	15-Mar-34	7.65	8.375%	106.56	7.239%	7.288%	106.27	-29	5.509	Dear
FR0080	15-Jun-35	8.90	7.500%	101.48	7.269%	7.300%	101.28	-20	6.386	Dear
FR0103	15-Jul-35	8.98	6.750%	96.22	7.332%	7.300%	96.42	20	6.578	Cheap
FR0108	**15-Apr-36**	**9.74**	**6.500%**	**94.37**	**7.317%**	**7.305%**	**94.45**	**8**	**6.897**	**Fair**
FR0072	15-May-36	9.82	8.250%	106.79	7.267%	7.305%	106.52	-27	6.677	Dear
FR0088	15-Jun-36	9.90	6.250%	92.84	7.277%	7.306%	92.64	-20	7.114	Dear
FR0045	15-May-37	10.82	9.750%	118.16	7.289%	7.309%	118.01	-15	6.890	Dear
FR0093	15-Jul-37	10.99	6.375%	93.37	7.262%	7.310%	93.03	-34	7.653	Dear
FR0075	15-May-38	11.82	7.500%	101.72	7.278%	7.311%	101.46	-26	7.686	Dear
FR0098	15-Jun-38	11.90	7.125%	98.46	7.319%	7.312%	98.52	6	7.838	Fair
FR0050	15-Jul-38	11.99	10.50%	125.45	7.277%	7.312%	125.15	-30	7.344	Dear
FR0079	15-Apr-39	12.74	8.375%	108.98	7.279%	7.313%	108.69	-29	7.823	Dear
FR0083	15-Apr-40	13.74	7.500%	101.55	7.317%	7.313%	101.58	3	8.365	Fair
FR0106	**15-Aug-40**	**14.07**	**7.125%**	**98.24**	**7.328%**	**7.313%**	**98.36**	**12**	**8.470**	**Cheap**
FR0057	15-May-41	14.82	9.500%	120.31	7.239%	7.313%	119.56	-75	8.396	Dear
FR0062	15-Apr-42	15.74	6.375%	91.92	7.242%	7.313%	91.30	-62	9.376	Dear
FR0092	15-Jun-42	15.91	7.125%	98.57	7.277%	7.313%	98.24	-33	9.304	Dear
FR0097	15-Jun-43	16.91	7.125%	98.37	7.293%	7.313%	98.18	-19	9.601	Dear
FR0067	15-Jul-43	16.99	8.750%	113.76	7.342%	7.313%	113.84	8	9.265	Fair
FR0107	**15-Aug-45**	**19.08**	**7.125%**	**98.27**	**7.293%**	**7.312%**	**98.08**	**-19**	**9.95**	**Dear**
FR0076	15-May-48	21.83	7.375%	100.41	7.336%	7.311%	100.68	27	10.65	Cheap
FR0089	15-Aug-51	25.08	6.875%	95.09	7.304%	7.310%	95.03	-6	11.20	Fair
FR0102	15-Jul-54	28.00	6.875%	94.59	7.333%	7.309%	94.86	27	11.93	Cheap
FR0105	15-Jul-64	38.01	6.875%	93.89	7.355%	7.307%	94.48	59	12.81	Cheap

Source: Bloomberg, Shinhan Sekuritas Indonesia & NSS Model Calculation



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