

Daily Bond Market Update

May 25, 2026

Market Review

Government bond prices moved sideways in trading on Friday (22/05).

Indonesia Composite Bond Index increased by 0.09% to 436.69. Yield of 5-year (FR0109) and 10-year (FR0108) IGB benchmark dropped 0.1 bps and 5.6 bps to 6.65% and 6.69%. Meanwhile, yield of 15-year (FR0106) and 20-year (FR0107) IGB benchmark advanced 0.5 bps and 0.8 bps to 6.82% and 6.82%, respectively.

Consumer sentiment has tumbled to a fresh record low in May as fears of higher prices grow due to the US-Iran war and elevated oil prices.

The index of consumer sentiment fell to 44.8 from a preliminary reading of 48.2. It's also well below the 49.8 level seen at the end of April. Consumer sentiment fell for the third straight month as supply disruptions in the Strait of Hormuz continue to boost gasoline prices. Sentiment is now just below the previous historical trough seen in June 2022. Critically, consumers appear worried that inflation will increase and proliferate beyond fuel prices, even in the long run. Indeed, inflation expectations over the year ahead rose to 4.8% from 4.7% last month. That's well above the 3.4% reading seen in February, before the war began. Longer-term inflation is expected to rise 3.9%, up from a 3.5% reading in April. Markets around the world have been volatile of late, as investors weigh how soon the war could end, along with the ramifications of elevated oil prices for a long time. The 30-year Treasury bond yield this week hit its highest level since before the financial crisis. The benchmark 10-year Treasury note yield also touched levels not seen in over a year. The Federal Reserve has also signaled it's less willing to lower rates amid the inflationary pressures. While measures of longer-term inflation expectations are still relatively low and appear well anchored, some expectations from one to five years ahead have moved up since the beginning of 2026.

Indonesia's Balance of Payments (BOP) performance in the first quarter of 2026 remained stable.

The current account deficit remained low amidst the global economic slowdown. Meanwhile, the capital and financial account recorded a manageable deficit amidst increasing uncertainty in global financial markets. With these developments, the BOP in the first quarter of 2026 recorded a deficit of US\$9.1 billion. The current account recorded a low deficit. In the first quarter of 2026, the current account recorded a deficit of US\$4.0 billion (1.1% of GDP), after recording a deficit of US\$2.5 billion (0.7% of GDP) in the fourth quarter of 2025. The non-oil and gas trade balance continued to record a surplus, although lower than the surplus in the previous quarter, in line with the slowdown in global economic growth and disruptions to international trade supply chains. The oil and gas trade balance deficit also decreased amidst maintained domestic economic activity. The primary income account deficit widened due to higher coupon/interest payments. Meanwhile, the services account improved in line with a decline in freight service imports. The capital and financial account remained stable amid growing global financial market uncertainty. Direct investment maintained a surplus, reflecting positive investor perceptions of the economic outlook and a stable domestic investment climate. Portfolio investment also maintained a surplus, albeit lower than in the fourth quarter of 2025 in line with heightened global uncertainty. Meanwhile, other investments recorded a deficit due to maturing foreign loan repayments and the placement of cash, deposits, and other assets abroad. With these developments, the capital and financial account recorded a deficit of US\$4.9 billion in the first quarter of 2026, following a surplus of US\$9.0 billion in the previous quarter.

Corporate News

PEFINDO has affirmed its idAA+ rating with stable outlook to PT Elnusa Tbk.

The rating reflects Elnusa's strong synergy with the Pertamina Group, solid presence in the oil and gas services sector, and very strong financial profile. However, the rating remains constrained by its exposure to global crude oil price dynamics and risks associated with the ongoing energy transition. The rating may be raised if Elnusa significantly strengthens its business position, supported by significant growth in revenue and EBITDA, while maintaining a prudent capital structure and solid cash flow protection measures on a sustained basis. However, the rating may be lowered if Elnusa finances its expansion with significantly higher-than-projected debt without being compensated for by stronger business performance or if we view a significant service fee reduction, resulting in lower EBITDA and cash flow generation.

IGB Benchmark Bonds

Series	TTM (Year)	Price (bps)	Yield	Price
FR0109	4.82	1	6.65%	96.83
FR0108	9.9	40	6.69%	98.62
FR0106	14.2	-5	6.82%	102.70
FR0107	19.2	-9	6.82%	103.25

Source: PHEI

10-year Government Bond Yield

Country	Yield (%)	(-1 day)	Chg. (bps)
India	7.09	7.11	-2.00
Turkey	33.3	33.1	21.5
Singapore	2.11	2.17	-5.80
Thailand	2.37	2.38	-0.50
Malaysia	3.60	3.61	-0.50
Korea	4.14	4.16	-2.90
China	1.75	1.75	-0.10
Japan	2.75	2.76	-1.00
US	4.56	4.57	-1.30

Source: Bloomberg

Government Bond Ownership

Institution	In Trillion IDR	In Percentage (%)
Bank	1,175.3	17.2%
Bank Indonesia	1,876.2	27.5%
Mutual Fund	261.5	3.83%
Insurance & Pension Fund	1,387.6	20.3%
Foreigners	867.0	12.7%
Individual	552.6	8.09%
Others	714.8	10.5%
Total	6,835.0	100.0%

Source: DJPPR (as of May 18, 2026)

Currency Movement

FX Rate	22-May	(-1 day)	Chg. (%)
USD/IDR	17709	17654	0.31%
EUR/USD	1.160	1.162	-0.14%
GBP/USD	1.343	1.343	0.01%
USD/JPY	159.2	159.0	0.13%
USD/SGD	1.280	1.278	0.15%
USD/MYR	3.969	3.960	0.23%

Source: Bloomberg

Money Market

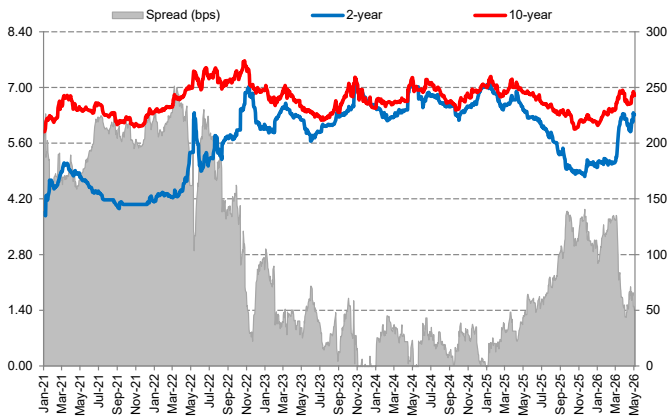
	22-May	(-1 day)	(-1 week)	(-1 month)
JIBOR				
O/N	5.90	5.90	5.90	5.90
1M	5.03	5.03	5.03	5.03
3M	5.46	5.46	5.46	5.46
LIBOR				
1M	4.96	4.96	4.96	4.96
3M	4.85	4.85	4.85	4.85
6M	4.68	4.68	4.68	4.68

Indonesia Interest Rates

Deposit 1M	3.68	3.65	3.65	3.58
Lending	15.0	15.0	14.4	14.4

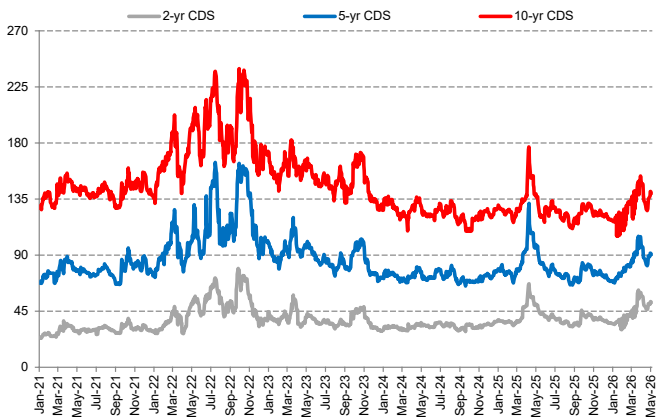
Source: Bloomberg

Yield Spread Between 2- and 10-year Bond



Source: Bloomberg

Credit Default Swap



Source: Bloomberg

US Economic Calendar

Date	Report
May 18, 2026	---
May 19, 2026	Pending Home Sales
May 20, 2026	Minutes of Fed's May FOMC Meeting
May 21, 2026	Initial Jobless Claims
May 22, 2026	Consumer Sentiment
May 25, 2026	---
May 26, 2026	CB Consumer Confidence
May 27, 2026	Money Supply
May 28, 2026	Initial Jobless Claims; PCE Price Index
May 29, 2026	Durable Goods Orders

Indonesia Economic Calendar

Date	Report
May 18, 2026	External Debt Position
May 19, 2026	Sukuk Auction
May 20, 2026	Interest Rate Decision
May 21, 2026	---
May 22, 2026	Balance of Payments; M2 Money Supply
May 25, 2026	---
May 26, 2026	Conventional Auction
May 27, 2026	---
May 28, 2026	---
May 29, 2026	---

Auction Result: Conventional IGB (in Billion IDR)

Date	Series	TTM	Target Issuance	Incoming Bids	Total Incoming Bids	Nominal Awarded	Total Awarded	Awarded Yield
12-May-26	SPN01260617	01-mo	36,000	4,195	51,399	3,850	30,300	5.250%
	SPN12260813	03-mo		1,651		1,650		5.900%
	SPN12270517	12-mo		4,260		1,000		6.150%
	FR0109	05-yr		14,982		3,350		6.679%
	FR0108	10-yr		7,482		4,200		6.730%
	FR0106	14-yr		4,891		4,450		6.840%
	FR0107	19-yr		5,175		4,400		6.830%
	FR0102	29-yr		4,717		4,300		6.919%
	FR0105	39-yr		4,046		3,100		6.930%

Source: DJPPR

Auction Result: Sukuk (in Billion IDR)

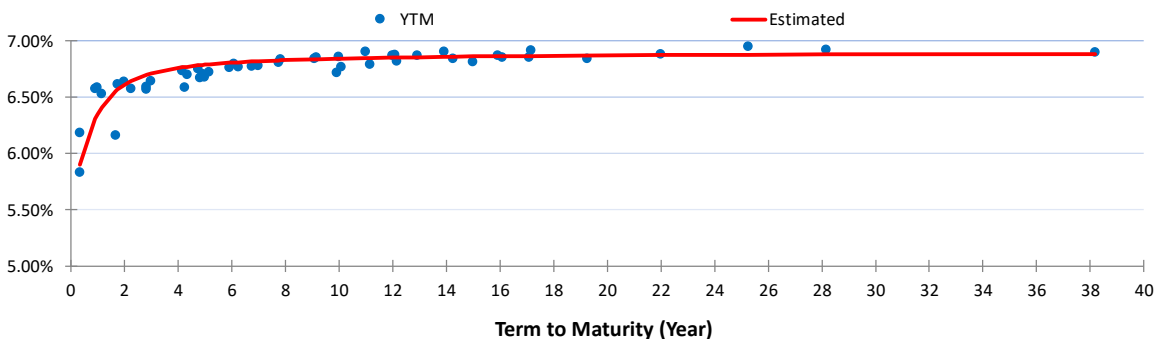
Date	Series	TTM	Target Issuance	Incoming Bids	Total Incoming Bids	Nominal Awarded	Total Awarded	Awarded Yield
19-May-26	SPNS13072026	01-mo	12,000	930	18,795	500	12,000	5.750%
	SPNS23112026	06-mo		1,589		1,500		5.850%
	SPNS03022027	09-mo		4,499		2,450		6.100%
	PBS030	02-yr		3,664		1,250		6.540%
	PBS040	04-yr		1,184		500		6.597%
	PBSG02	07-yr		1,590		750		6.749%
	PBS034	13-yr		640		600		6.810%
	PBS038	23-yr		4,699		4,450		6.870%

Source: DJPPR

Government Bonds Prices
Closing Data: 22-May-2026

Series	Maturity	TTM	Coupon	Price	YTM	Estimated Yield	Fair Price	Spread (bps)	Modified Duration	Recommendation
FR0037	15-Sep-26	0.32	12.00%	101.80	5.830%	5.896%	101.85	4	0.306	Fair
FR0056	15-Sep-26	0.32	8.375%	100.62	6.185%	5.896%	100.74	11	0.306	Cheap
FR0090	15-Apr-27	0.90	5.125%	98.76	6.572%	6.307%	98.98	21	0.858	Cheap
FR0059	15-May-27	0.98	7.000%	100.38	6.586%	6.344%	100.61	23	0.933	Cheap
FR0042	15-Jul-27	1.15	10.25%	104.00	6.530%	6.411%	104.17	17	1.045	Cheap
FR0094	15-Jan-28	1.65	5.600%	99.14	6.158%	6.550%	98.53	-61	1.522	Dear
FR0047	15-Feb-28	1.74	10.00%	105.41	6.613%	6.567%	105.52	11	1.550	Cheap
FR0064	15-May-28	1.98	6.125%	99.06	6.638%	6.608%	99.11	5	1.832	Fair
FR0095	15-Aug-28	2.24	6.375%	99.59	6.572%	6.642%	99.44	-14	2.018	Dear
FR0071	15-Mar-29	2.82	9.000%	106.06	6.591%	6.697%	105.80	-26	2.441	Dear
FR0101	15-Mar-29	2.82	6.875%	100.79	6.567%	6.697%	100.44	-35	2.496	Dear
FR0078	15-May-29	2.98	8.250%	104.27	6.642%	6.708%	104.10	-17	2.619	Dear
FR0104	15-Jul-30	4.15	6.500%	99.16	6.734%	6.763%	99.05	-10	3.502	Dear
FR0052	15-Aug-30	4.24	10.50%	114.21	6.586%	6.765%	113.53	-68	3.384	Dear
FR0082	15-Sep-30	4.32	7.000%	101.11	6.697%	6.768%	100.84	-26	3.634	Dear
FR0087	15-Feb-31	4.74	6.500%	99.00	6.747%	6.779%	98.87	-13	3.946	Dear
FR0109	15-Mar-31	4.82	5.875%	96.76	6.672%	6.781%	96.32	-44	4.072	Dear
FR0085	15-Apr-31	4.90	7.750%	104.28	6.706%	6.783%	103.96	-32	4.022	Dear
FR0073	15-May-31	4.98	8.750%	108.66	6.674%	6.785%	108.19	-47	4.041	Dear
FR0054	15-Jul-31	5.15	9.500%	111.88	6.723%	6.789%	111.60	-28	3.995	Dear
FR0091	15-Apr-32	5.90	6.375%	98.14	6.761%	6.802%	97.94	-20	4.805	Dear
FR0058	15-Jun-32	6.07	8.250%	107.13	6.793%	6.805%	107.08	-5	4.623	Fair
FR0074	15-Aug-32	6.24	7.500%	103.66	6.767%	6.807%	103.46	-20	4.859	Dear
FR0096	15-Feb-33	6.74	7.000%	101.20	6.773%	6.814%	100.98	-22	5.219	Dear
FR0065	15-May-33	6.99	6.625%	99.15	6.780%	6.817%	98.95	-20	5.501	Dear
FR0100	15-Feb-34	7.74	6.625%	98.90	6.807%	6.825%	98.80	-10	5.861	Dear
FR0068	15-Mar-34	7.82	8.375%	109.19	6.833%	6.825%	109.25	6	5.708	Fair
FR0080	15-Jun-35	9.07	7.500%	104.39	6.841%	6.835%	104.43	5	6.372	Fair
FR0103	15-Jul-35	9.15	6.750%	99.31	6.851%	6.836%	99.41	10	6.578	Cheap
FR0108	15-Apr-36	9.91	6.500%	98.45	6.716%	6.840%	97.57	-87	7.142	Dear
FR0072	15-May-36	9.99	8.250%	109.96	6.855%	6.841%	110.07	12	6.897	Cheap
FR0088	15-Jun-36	10.07	6.250%	96.28	6.765%	6.841%	95.74	-54	7.118	Dear
FR0045	15-May-37	10.99	9.750%	121.63	6.905%	6.846%	122.16	53	7.117	Cheap
FR0093	15-Jul-37	11.16	6.375%	96.78	6.791%	6.846%	96.35	-42	7.649	Dear
FR0075	15-May-38	11.99	7.500%	105.11	6.867%	6.850%	105.25	15	7.930	Cheap
FR0098	15-Jun-38	12.07	7.125%	102.03	6.874%	6.850%	102.23	20	7.820	Cheap
FR0050	15-Jul-38	12.16	10.50%	130.05	6.819%	6.850%	129.75	-29	7.310	Dear
FR0079	15-Apr-39	12.91	8.375%	112.71	6.871%	6.853%	112.88	17	8.081	Cheap
FR0083	15-Apr-40	13.91	7.500%	105.27	6.902%	6.856%	105.70	43	8.640	Cheap
FR0106	15-Aug-40	14.24	7.125%	102.53	6.842%	6.857%	102.40	-13	8.774	Dear
FR0057	15-May-41	14.99	9.500%	124.99	6.811%	6.859%	124.48	-51	8.686	Dear
FR0062	15-Apr-42	15.91	6.375%	95.26	6.869%	6.861%	95.33	7	9.669	Fair
FR0092	15-Jun-42	16.08	7.125%	102.64	6.851%	6.861%	102.53	-10	9.295	Dear
FR0097	15-Jun-43	17.08	7.125%	102.73	6.851%	6.863%	102.60	-13	9.605	Dear
FR0067	15-Jul-43	17.16	8.750%	118.58	6.913%	6.864%	118.83	25	9.255	Cheap
FR0107	15-Aug-45	19.25	7.125%	103.03	6.838%	6.867%	102.72	-31	10.34	Dear
FR0076	15-May-48	22.00	7.375%	105.59	6.878%	6.871%	105.68	9	11.08	Fair
FR0089	15-Aug-51	25.25	6.875%	99.12	6.948%	6.874%	100.00	88	11.64	Cheap
FR0102	15-Jul-54	28.17	6.875%	99.41	6.922%	6.876%	99.97	57	12.05	Cheap
FR0105	15-Jul-64	38.18	6.875%	99.67	6.899%	6.881%	99.90	24	13.10	Cheap

Source: Bloomberg, Shinhan Sekuritas Indonesia & NSS Model Calculation





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