

Navigating Endless Global Volatility and Domestic Climate Pressures

4 June 2026

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EXECUTIVE SUMMARY

- **Globally**, the collapse of post-summit peace talks has triggered a severe dual-front macro shock. The IRGC's synchronized blockade of the Strait of Hormuz and Bab El-Mandeb has paralyzed 25% of global energy supply, driving Brent crude toward USD 97.99/bbl. Compounding this, Trump's weaponization of USTR Section 301 introduces a 10%–12.5% manufacturing tariff across 60 nations. This protectionist wave has pushed the US 30Y Treasury yield to 5.20% and solidified a 98.4% market consensus for a Fed rate hold at 350–375 bps this June, completely erasing rate cut hopes for 2026.
- **Domestically**, these external pressures are hitting Indonesia's inflation and trade balance hard. An El Niño-driven supply shock combined with fuel price pass-throughs has accelerated headline inflation to 3.08% YoY. Simultaneously, the global energy crunch exploded the oil import bill by 82.52% YoY, shrinking the trade surplus to a near-record low of USD 0.09 billion. This narrowing surplus, alongside heavy safe-haven dollar demand, triggered a massive IDR 21.43 trillion foreign equity sell-off—dragging the Rupiah to Rp17,838/USD and forcing Bank Indonesia into a defensive 50 bps rate hike to 5.25%.



Sources : Nurphoto (2026); link: <https://www.gettyimages.com/detail/news-photo/basij-paramilitary-force-speed-boats-are-sailing-along-the-news-photo/2150291375?adppopup=true>

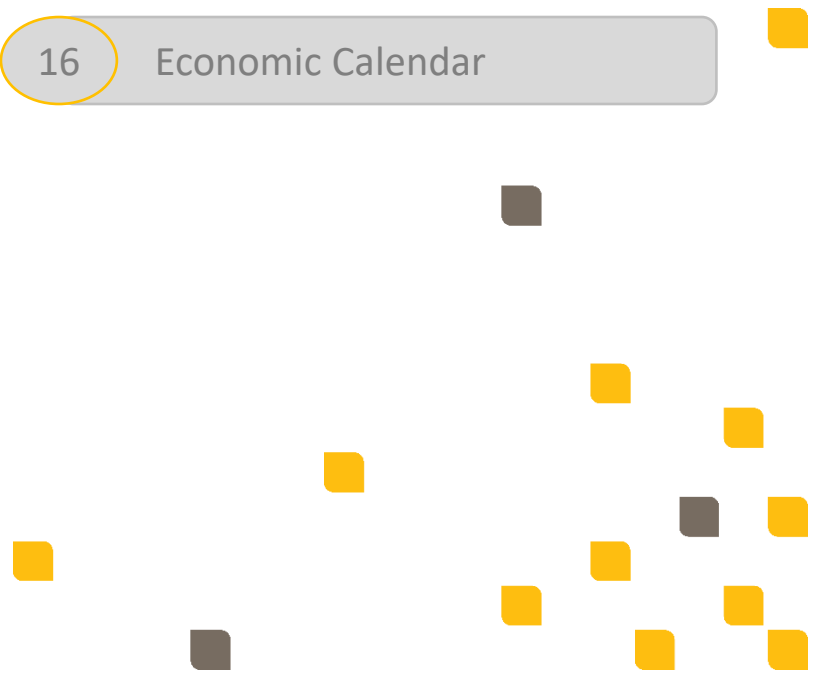


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US ECONOMIC DATA

US ECONOMIC INDICATORS	Unit	Latest Period	Data	
			Latest	Previous
Fed Rate	%	Apr '26	3,75	3,75
Economic Growth	%, yoy	1Q26	2,7	2
Inflation Rate	%, yoy	Apr '26	3,8	3,3
Unemployment Rate	%	Apr '26	4,3	4,3

Sources : various sources, KBVS Research (2026)

The data releases that influenced yield movements in the week of 28 May – 3 Jun '26 are as follows:

- US Initial Jobless Claims increased to 215K (Cons: 211K, Prev: 210K).
- US Core PCE Price Index in Apr '26 decreased to 0.20% MoM (Cons: 0.30% MoM, Prev: 0.30% MoM).
- US GDP 1Q26 increased to 1.60% QoQ (Cons: 2.00% QoQ, Prev: 0.50% QoQ).
- US Durable Goods Orders in Apr '26 increased to 7.90% MoM (Cons: 4.00% MoM, Prev: 1.30% MoM).
- US New Home Sales in Apr '26 decreased to 622K (Cons: 661K, Prev: 663K).
- US Crude Oil Inventories increased to -3.327M (Cons: -3.800M, Prev: -7.863M).
- US Chicago in May '26 increased to 62.70 (Cons: 50.60, Prev: 49.20).
- US S&P Global Manufacturing PMI in May '26 increased to 55.10 (Cons: 55.30, Prev: 54.50).
- US ISM Manufacturing PMI in May '26 increased to 54.00 (Cons: 53.30, Prev: 52.70).
- US ISM Manufacturing Prices in May '26 decreased to 82.10 (Cons: 85.30, Prev: 84.60).
- US JOLTS Job Openings in Apr '26 increased to 7.618M (Cons: 6.860M, Prev: 6.887M).

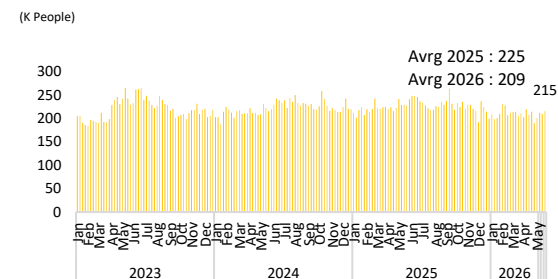
ECONOMIC CALENDAR

(28 MAY – 3 JUN '26)

Event	Actual	Forecast	Previous
Thursday, 28 May '26			
US 5-Year Note Auction	4,18%		3,96%
US API Weekly Crude Oil Stock	-2.800M		-9.100M
US Core PCE Price Index (MoM) (Apr)	0,20%	0,30%	0,30%
US Core PCE Price Index (YoY) (Mar)	3,30%	3,30%	3,20%
US GDP (QoQ) (Q1)	1,60%	2,00%	0,50%
US Durable Goods Orders (MoM) (Apr)	7,90%	4,00%	1,30%
US PCE Price Index (YoY) (Apr)	3,80%	3,80%	3,50%
US PCE Price Index (MoM) (Apr)	0,40%	0,50%	0,70%
US Personal Spending (MoM) (Apr)	0,50%	0,50%	1,00%
US Core PCE Prices (Q1)	4,40%	4,30%	2,70%
US GDP Price Index (QoQ) (Q1)	3,50%	3,60%	3,60%
US Core Durable Goods Orders (MoM) (Apr)	1,10%	0,50%	1,10%
US Initial Jobless Claims	215K	211K	210K
US Continuing Jobless Claims	1,786K	1,780K	1,771K
US FOMC Member Williams Speaks			
US New Home Sales (Apr)	622K	661K	663K
US New Home Sales (MoM) (Apr)	-6,20%		3,40%
US Crude Oil Inventories	-3.327M	-3.800M	-7.863M
US Cushing Crude Oil Inventories	-2.794M		-1.604M
Friday, 29 May '26			
US 7-Year Note Auction	4,29%		4,18%
US Fed's Balance Sheet	6,704B		6,714B
US FOMC Member Kashkari Speaks			
US Retail Inventories Ex Auto (Apr)	0,60%		0,60%
US Goods Trade Balance (Apr)	-82.40B	-86.70B	-85.30B
US FOMC Member Bowman Speaks			
US Chicago PMI (May)	62,70	50,60	49,20
US FOMC Member Daly Speaks			
Monday, 1 Jun '26			
US Fed Chair Powell Speaks			
US Fed Waller Speaks			
US S&P Global Manufacturing PMI (May)	55,10	55,30	54,50
US ISM Manufacturing PMI (May)	54,00	53,30	52,70
US ISM Manufacturing Prices (May)	82,10	85,30	84,60
US Construction Spending (MoM) (Apr)	0,40%	0,30%	0,20%
US ISM Manufacturing Employment (May)	48,60		46,40
Tuesday, 2 Jun '26			
US FOMC Member Kashkari Speaks			
US JOLTS Job Openings (Apr)	7.618M	6.860M	6.887M
Wednesday, 3 Jun '26			
US API Weekly Crude Oil Stock	-6.750M	-3.600M	-2.800M
US ADP Nonfarm Employment Change (May)		116K	109K
US Fed Vice Chair for Supervision Barr Speaks			
US S&P Global Services PMI (May)		50,90	51,00
US S&P Global Composite PMI (May)		51,70	51,70
US ISM Non-Manufacturing Prices (May)			70,70
US ISM Non-Manufacturing PMI (May)		53,70	53,60
US ISM Non-Manufacturing Employment (May)			48,00
US Factory Orders (MoM) (Apr)		4,60%	
US Crude Oil Inventories			-3,327M
US Cushing Crude Oil Inventories			-2,794M

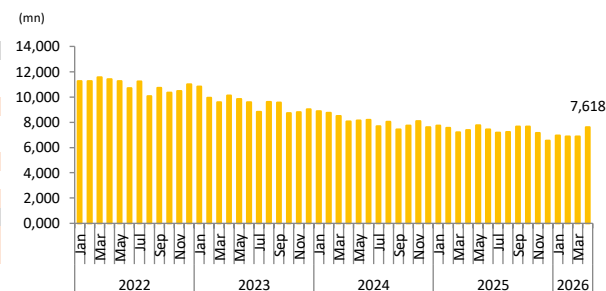
Sources : investing, KBVS Research (2026)

WEEKLY INITIAL JOBLESS CLAIMS



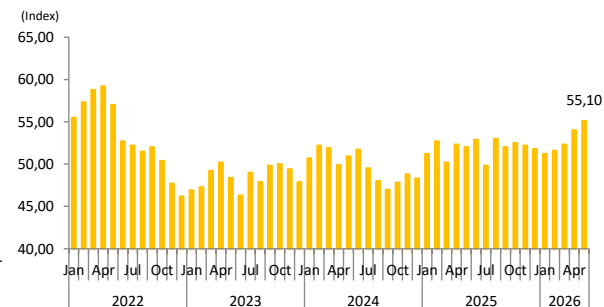
Sources : US DoL, KBVS Research (2026)

JOLTS JOB OPENINGS



Sources : US Bureau of Labor Statistics, KBVS Research (2026)

S&P GLOBAL MANUFACTURING PMI



Sources : S&P Global, KBVS Research (2026)

THE DUAL-FRONT MACRO SHOCK: MARITIME BLOCKADES & TRUMP'S TARIFF OFFENSIVE

Post-Beijing Summit Reality: From Diplomacy to Deadlock

Talks Collapse (June 2)

The brief diplomatic optimism from the mid-May Trump-Xi Beijing Summit has evaporated. Iran has suspended all peace talks following regional friction.

IRGC Strategic Shift

Moving past single-theater posturing, the IRGC has signaled plans to fully block the Strait of Hormuz and simultaneously activate the Bab El-Mandeb front.

The Dual-Chokepoint Threat Mechanics

Strait of Hormuz (Effectively Closed)

Shipping traffic has plummeted by ~95%, leaving 1,550 vessels stranded. This chokepoint controls 20% of world oil and 19% of global LNG. QatarEnergy has already declared force majeure on all LNG shipments following the Ras Laffan attack.

Bab El-Mandeb (Escalating Front):

Accounting for 12% of seaborne oil, the strait's security is being leveraged via Houthi forces. Rerouting global shipping via the Cape of Good Hope adds 10–14 days per voyage.

The Unprecedented Double Shock

A synchronized dual closure blocks ~25% of global energy supply and completely severs the Gulf-Europe corridor end-to-end. DHL estimates a 4–6 month normalization period even after any future reopening.

Global Financial & Commodity Impact

Metric/ Indicator	Pre-War Base	Peak/Current Status	Strategic Outlook
Brent Crude Oil	USD72/bbl	USD97.99/bbl (1 Jun '26)	Poised to re-test USD100-110/bbl range.
US 10Y Treasury Yield	3.96%	4.49%	Heading back toward 4.70%+ on stagflation risks.
US 30Y Treasury Yield	-	5.20%	Highest since 2007; signals "higher for longer" policy.
War-Risk Insurance	0.15%	3%-8% of vessel value	Adding USD3-8 mn extra per VLCC transit.

Trump's New Tariff Offensive

The Tactic

Pivoting from the Supreme Court's February block on IEEPA, the Trump administration is weaponizing **USTR Section 301** to slap tariffs on 60 nations over forced labor allegations.

Indonesia's Exposure

Indonesia is hit with a **10% additional tariff** on manufacturing and supply chain exports (public hearings scheduled for July 7).

The Insulation

Critical commodities—including **Energy, Metals, Rare Earths, and Coffee**—are strictly **exempted** to protect US domestic inflation.

Implications & Strategic Outlook

GLOBAL MACRO OUTLOOK

- **Stagflation Shockwave & Tariff Compounding:** The dual maritime blockade creates a severe supply-side energy and logistics shock, which is now compounded by Trump's sweeping Section 301 tariff offensive (10%–12.5% on 60 nations). This toxic combination locks global central banks into a strict "higher-for-longer" interest rate regime.
- **Long-Term Structural Damage:** Even if diplomatic breakthroughs occur, the combined impact of maritime infrastructure backlogs and incoming US protectionist trade barriers (with public hearings on July 7) ensures global trade corridors cannot normalize for at least half a year.

INDONESIA-SPECIFIC:

- **Twin Trade Deficit Pressures:** As a net oil importer, Indonesia faces an inflated oil import bill due to the blockades. Simultaneously, Trump's 10% manufacturing tariff directly chokes downstream export revenues, creating severe structural pressure on the Current Account Deficit (CAD).
- **Severe Rupiah Volatility:** The pincer movement of a widening CAD and high safe-haven US dollar demand has triggered aggressive capital flight, driving the Rupiah (IDR) down into the Rp 17,930 – Rp 17,972/USD range.
- **SBN Compression & Equity Sell-Off:** Multi-decade high US yields (30Y Treasury at 5.20%) compress foreign appetite for Indonesian Government Bonds (SBN). Concurrently, the tariff shock has sparked an immediate domestic equity repricing, plunging the IDX Composite by -4.94%.

FED PROBABILITIES

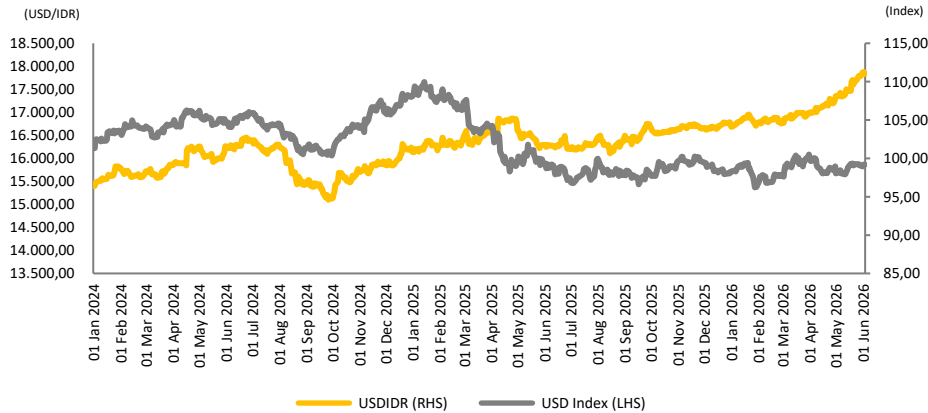
FED PROBABILITIES, as of 3 Jun '26

MEETING DATE	325-350	350-375	375-400	400-425	425-450	450-475	475-500
17-Jun-26	1,6%	98,4%	0,0%	0,0%	0,0%	0,0%	0,0%
29-Jul-26	1,4%	90,2%	8,4%	0,0%	0,0%	0,0%	0,0%
16-Sep-26	1,1%	72,2%	25,0%	1,7%	0,0%	0,0%	0,0%
28-Oct-26	0,9%	59,6%	33,4%	5,8%	0,3%	0,0%	0,0%
09-Dec-26	0,6%	41,5%	41,4%	14,3%	2,0%	0,1%	0,0%
27-Jan-27	0,5%	34,5%	41,4%	19,0%	4,1%	0,4%	0,0%
17-Mar-27	0,4%	25,6%	39,6%	24,8%	8,0%	1,4%	0,1%
28-Apr-27	0,3%	22,4%	37,8%	26,7%	10,2%	2,2%	0,3%

Sources : CME Group, and KBVS Research (2026)

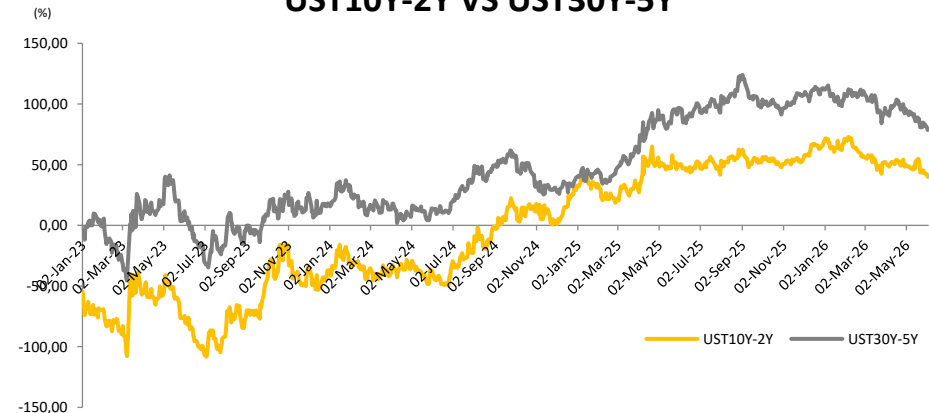
- Fed Probabilities as of 3 Jun '26, the market has completely priced in a hawkish "Hold" stance, with the probability of the Fed keeping rates at **350–375 bps** rising to **98.4%** for the upcoming June FOMC meeting. Rate expectations remain flat with the 350-375 bps target expected to dominate through the entirety of 2026.
- Although the **DXY Index** pulled back slightly to **99.22**, the **USD/IDR** broke through new psychological resistance, depreciating further to **Rp17,838**. This highlights that despite minor cooling in broad dollar strength, local currency pressures persist due to the prolonged duration of high global interest rates.
- The U.S. Treasury yield spreads have compressed relative to late May, with the **10Y-2Y spread softening to 40.17 bps** and the **30Y-5Y spread at 79.12 bps**. The shorter-end yields remain highly anchored by the Fed's rigid policy, flattening the curve setup as long-term growth and inflation premiums stabilize.

DXY INDEX - USDIDR



Sources : Bloomberg, and KBVS Research (2026)

YIELD SPREAD UST10Y-2Y VS UST30Y-5Y



Sources : Bloomberg, and KBVS Research (2026)

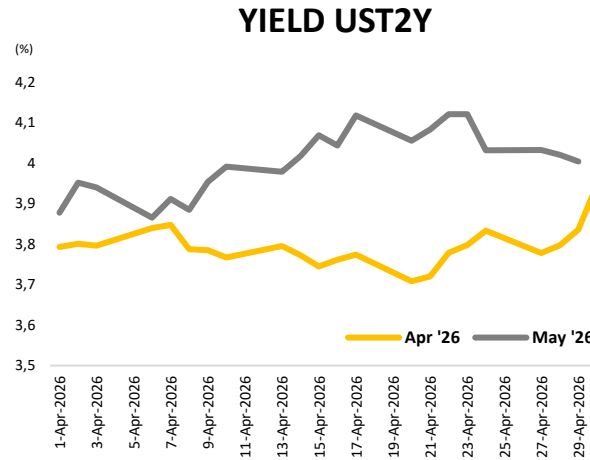
THE MOVEMENT OF UST YIELDS

US FISCAL INDICATORS	Unit	Latest Period	Data	
			Latest	Previous
Govt Debt	USD Tn	Nov' 24	36.08	35.95
Govt Debt to GDP	%	4Q24	124.35	122.3
Govt Budget	USD Bn	Nov '24	-367.30	-257.00
S&P Credit Rating	Rating	27-Mar-24	AA+	AA+

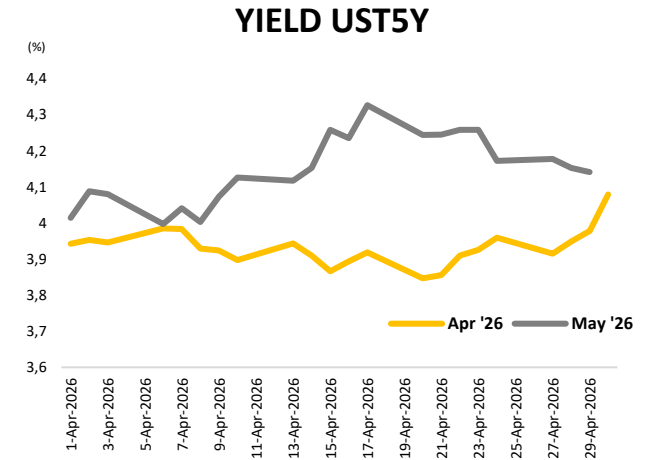
Sources : US Treasury, KBVS Research (2026)

Over the past week, UST yields moved tends to increase:

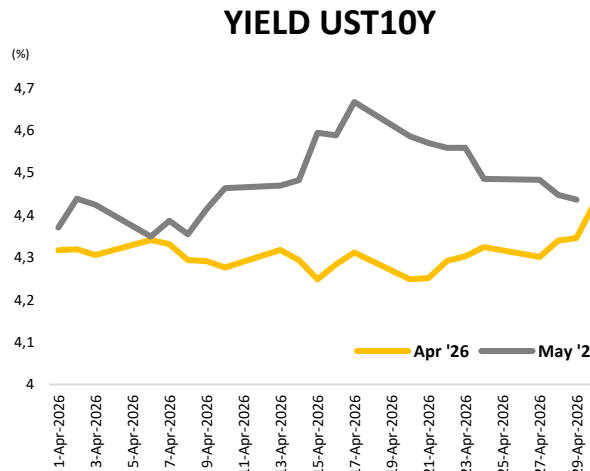
- Yield UST6M
 - -0.06 bps (WoW)
 - +14.83 bps (YtD, as of Jun 3,'26)
- Yield UST1Y
 - +0.71 bps (WoW)
 - +32.12 bps (YtD, as of Jun 3,'26)
- Yield UST2Y
 - +4.34 bps (WoW)
 - +60.32 bps (YtD, as of Jun 3,'26)
- Yield UST5Y
 - +2.99 bps (WoW)
 - +48.21 bps (YtD, as of Jun 3,'26)
- Yield UST10Y
 - +0.01 bps (WoW)
 - +31.58 bps (YtD, as of Jun 3,'26)
- Yield UST30Y
 - -2.13 bps (WoW)
 - +14.61 bps (YtD, as of Jun 3,'26)



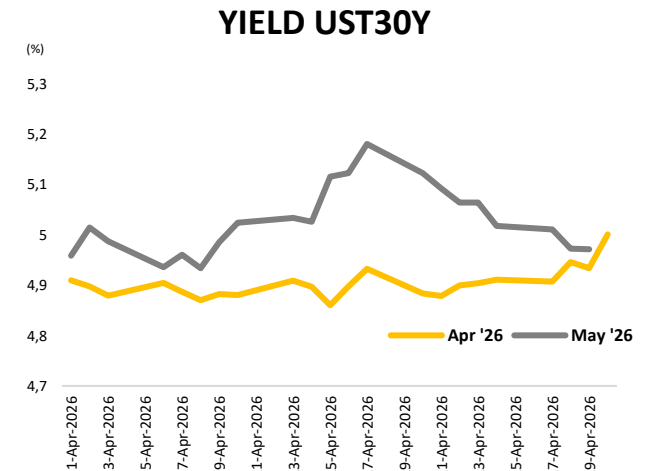
Sources : Bloomberg, KBVS Research (2026)



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Sources : US Treasury, KBVS Research (2026)



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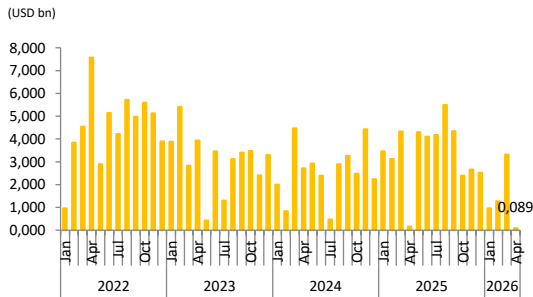
INDONESIA ECONOMIC DATA

INDICATORS OVERVIEW

Economic Indicators	Unit	Latest Period	Data	
			Latest	Previous
Policy Interest Rate	%	20 May '26	5.25	4.75
Economic Growth	%, yoy	1Q26	5,61	5,39
Inflation Rate	%, yoy	May '26	3,08	2,42
Unemployment Rate	%	Mar '26	4,68	4,85
S&P Credit Rating	Rating	17 July '24	BBB	BBB

Sources : various sources, KBVS Research (2026)

TRADE BALANCE



Sources : BPS, KBVS Research (2026)

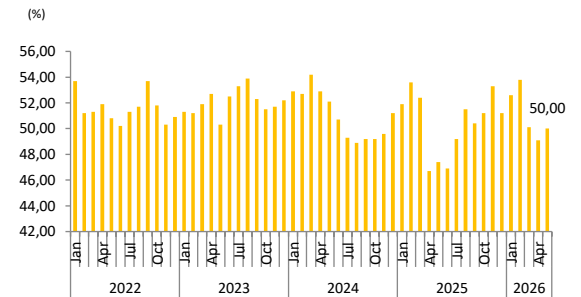
ECONOMIC CALENDAR

(28 MAY – 3 JUN '26)

Event	Actual	Forecast	Previous
Thursday, 28 May '26			
ID S&P Global Manufacturing PMI (May)	50,00		49,10
ID Export Growth (YoY) (Apr)	21,98%	8,80%	-3,10%
ID Import Growth (YoY) (Apr)	22,49%	3,25%	1,51%
ID Trade Balance (Apr)	0.09B	1.50B	3.32B
ID Core Inflation (YoY) (May)	2,59%	2,52%	2,44%
ID Inflation (YoY) (May)	3,08%	2,97%	2,42%
ID Inflation (MoM) (May)	0,28%	0,14%	0,13%
Friday, 29 May '26			
Monday, 1 Jun '26			
Tuesday, 2 Jun '26			
Wednesday, 3 Jun '26			

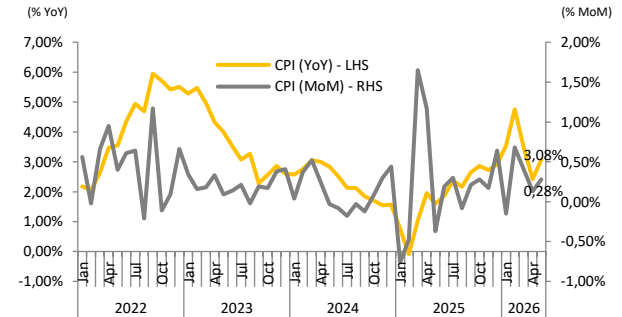
Sources : Investing, KBVS Research (2026)

S&P GLOBAL MANUFACTURING PMI



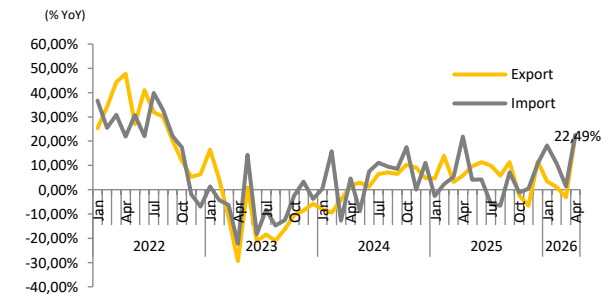
Sources : S&P Global, KBVS Research (2026)

INFLATION



Sources : BPS, KBVS Research (2026)

EXPORT-IMPORT

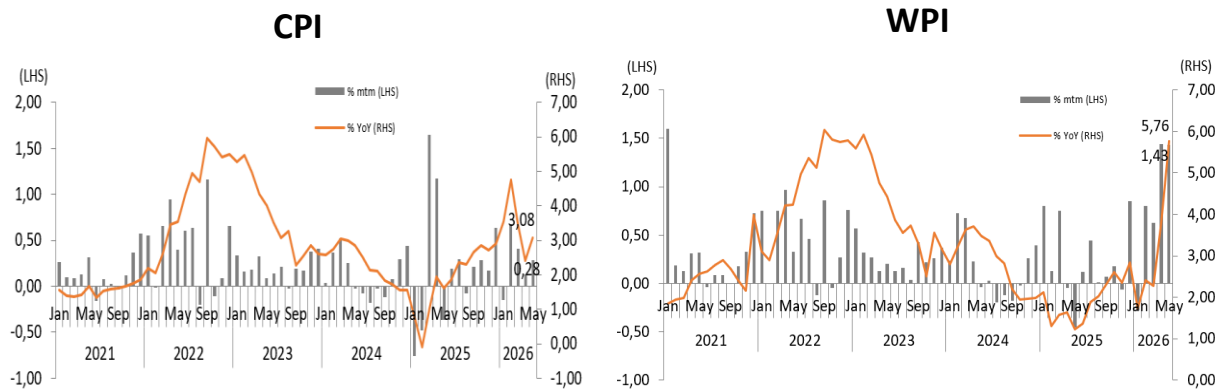


Sources : BPS, KBVS Research (2026)

The data releases that influenced yield movements in the week of 28 May – 3 Jun '26 are as follows:

- ID S&P Global Manufacturing PMI in May '26 increased to 50.00 (Prev: 49.10).
- **Headline inflation in May '26 accelerated to 0.28% MoM (Cons: 0.14% MoM, Prev: 0.13% MoM), lifting annual inflation to 3.08% YoY (Cons: 2.40% YoY, Prev: 2.42% YoY), mainly driven by higher volatile food prices, particularly red chili (+47.41% MoM) and cayenne pepper (+29.52% MoM).**
- **Indonesia's trade surplus narrowed sharply to only USD0.09 bn in Apr '26 (Cons: USD1.35 bn, Prev: USD3.32 bn), despite exports rebounding strongly by 21.98% YoY (Cons: 9.00% YoY, Prev: -3.10% YoY), as imports surged even higher at 22.49% YoY (Cons: 2.64% YoY, Prev: 1.51% YoY).**

INFLATION



- Indonesia's headline inflation accelerated to 0.28% MoM or 3.08% YoY in May '26, approaching the upper bound of BI's 1.5–3.5% target range on a combination of volatile food supply shock and rupiah pass-through. The acceleration was driven by three concurrent forces: a late-month volatile food supply shock, pre-Idul Adha seasonal demand pickup, and ongoing pass-through from non-subsidized fuel and avtur price increases.

Indicators	Index		Inflation	
	Latest	M-1	MoM	YoY
Consumer Price Index (CPI)	111,40	111,09	0,28%	3,08%
Food, Beverages, and Tobacco	117,51	117,05	0,39%	4,94%
Clothing and Footwear	104,82	104,74	0,08%	0,84%
Housing, Water, Electricity, and Household Fuels	104,93	104,64	0,28%	1,00%
Equipment, Tools, and Routine Household Maintenance	105,09	104,73	0,34%	0,98%
Health	107,38	107,15	0,21%	1,70%
Transport	112,42	111,74	0,61%	2,30%
Info, Comm. and Financial Services	100,26	99,81	0,45%	0,97%
Recreation, Sport and Culture	106,23	106,03	0,19%	1,30%
Education Services	106,29	106,28	0,01%	1,15%
Food and Beverages Services/Restaurants	109,98	109,54	0,40%	2,24%
Personal Care and Other Services	132,00	132,98	-0,74%	10,35%
Core inflation	109,35	109,11	0,22%	2,59%
Administered Price	112,21	111,63	0,52%	2,07%
Volatile Food	118,88	118,62	0,22%	6,24%
Wholesale Price Index (WPI)	110,63	109,07	1,43%	5,76%
Agriculture	114,28	113,31	0,86%	7,73%
Mining and Quarrying	110,29	103,34	6,73%	8,92%
Manufacturing	110,78	110,06	0,65%	3,72%
Farmer Exchange Rate	127,73	125,24	1,99%	5,51%
Farmers Price Received Index	163,16	159,14	2,53%	8,64%
Farmers Price Paid Index	127,74	127,07	0,53%	2,96%

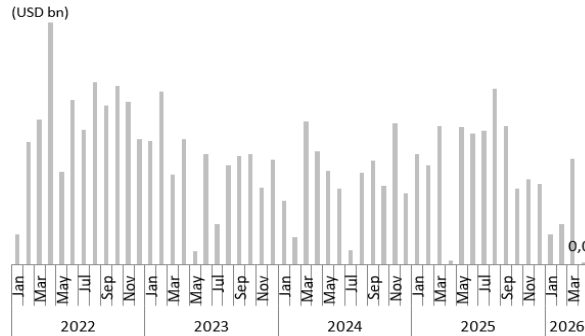
Sources : BPS, KBVS Research (2026)

- A notable development in May '26 was the sharp increase in chili prices, particularly during the second half of the month. The combination of accelerated dry season onset, harvest transition in major producing belts, localized crop failure across key rice and horticultural, alongside rising agricultural input costs, created a supply gap that the distribution network was unable to absorb, transmitting directly into consumer prices at month-end.

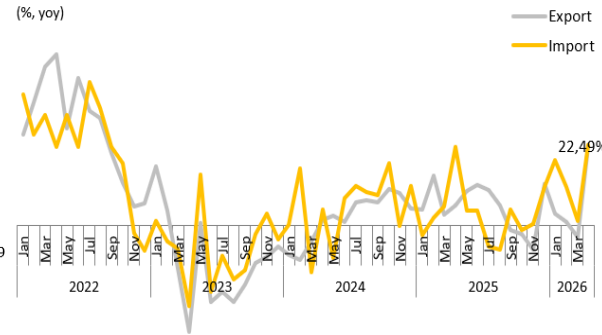
- Looking ahead, the key risk to the inflation trajectory is whether the El Niño-driven dry season extends into Jun–Jul '26 as BMKG's seasonal outlook currently suggests, which would sustain volatile food pressure at elevated levels, particularly ahead of Idul Adha on approximately 7 Jun '26 which may add another demand-side impulse to horticultural prices in the June print.

TRADE BALANCE

TRADE BALANCE



EXPORT - IMPORT



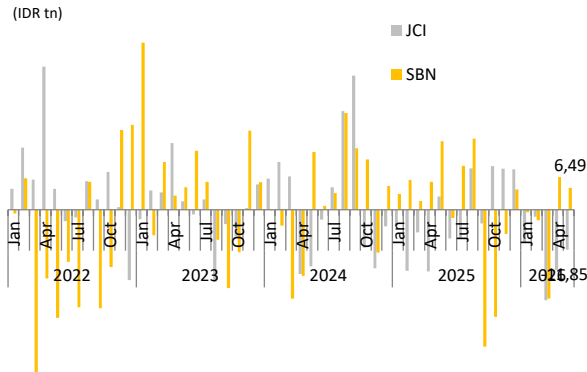
Indicators	Value		Growth	
	(USD bn)		(%)	
	Latest	M-1	MoM	YoY
Total Export (FOB)	25,30	22,53	12,32	21,98
Oil and Gas	1,16	1,28	-9,81	-1,20
- Crude Oil	0,07	0,13	-50,11	-34,54
- Processed Oil	0,56	0,48	14,92	22,66
- Gas	0,53	0,66	-19,73	-13,28
Non-Oil and Gas	24,15	21,25	13,66	23,36
- Agriculture, Forestry, and Fisheries	0,45	0,32	41,16	-5,53
- Manufacturing	20,59	17,92	14,85	29,07
- Mining & Others	3,11	3,00	3,61	-1,17
Total Import (CIF)	25,21	19,21	31,28	22,49
Oil and Gas	4,60	3,17	45,09	82,52
- Crude Oil	1,09	0,85	28,45	67,49
- Processing Oil	3,51	2,32	51,18	87,76
- Gas	0,00	0,00	0,00	0,00
Non-Oil and Gas	20,62	16,04	28,55	14,11
Import Based on the Goods Usage Classification				
Consumption Goods	2,43	1,55	56,67	42,90
Raw/Auxiliary Materials	18,65	13,77	35,46	24,56
Capital Goods	4,13	3,89	6,33	5,64
Trade Balance	0,09	3,32	-97,32%	-44,31%
Oil and Gas Trade Balance	-3,44	-1,89	82,32%	155,06%
Non-Oil and Gas Trade Balance	3,53	5,21	-32,19%	133,93%

Sources : BPS, KBVS Research (2026)

- Indonesia's trade surplus narrowed sharply to USD0.09 bn in Apr '26, extending the surplus streak to 72 consecutive months since May '20, but only by the slimmest margin on record in recent years. On the export side, the Apr '26 rebound was broad-based and driven by downstream manufacturing. The primary surprise came from the import side, where a broad-based surge across all categories overwhelmed the export beat.
- The Apr '26 result serves as a clear warning signal for Indonesia's external balance, with oil and gas now the dominant risk factor for the trade surplus trajectory. On the export side, the structural outlook remains constructive. However, the oil and gas import surge introduces a new layer of vulnerability. The broad-based acceleration in non-oil and gas imports, particularly raw and auxiliary materials (+24.56% YoY) and consumption goods (+42.90% YoY), may reflect healthy underlying demand.
- Key risks to watch include: (1) further escalation in global oil prices; (2) US tariff uncertainty weighing on global trade volumes and demand from key partners; and (3) continued capital outflows pressuring FX reserves and IDR, warranting close monitoring of BI's response.

DEVELOPMENT OF TRADABLE SBN

CAPITAL FLOW IN SBN&JCI



Sources : Bloomberg, KBVS Research (2026)

Between 28 May – 3 Jun '26, non-residents conducted:

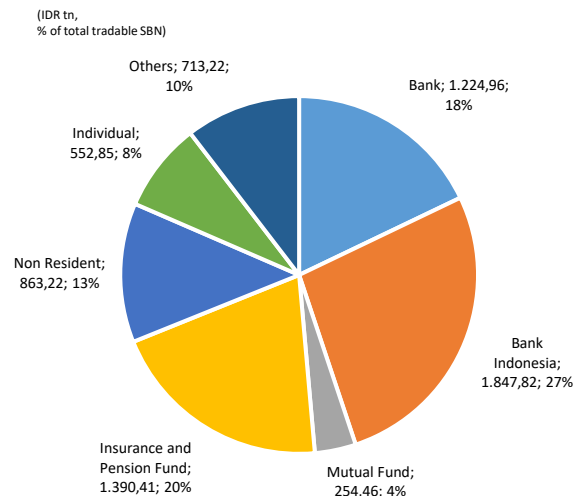
- A net sell of tradeable SBN, amounting IDR0.79 tn.
- A net sell of JCI, amounting IDR21.43 tn.

SUN LATEST AUCTION

26 May '26										
Instruments	SPN12260702	SPN03260831	SPN12270517	FR0109	FR0108	FR0106	FR0107	FR0102	FR0105	Total
Incoming Bids (IDR tn)	1,31	1,72	4,67	20,20	8,49	6,14	5,94	4,67	4,18	57,30
Bid to Cover Ratio	-	1,72	1,26	1,40	2,69	1,23	1,70	1,15	2,09	1,56
Weighted Average Yields Awarded	-	5,900%	6,500%	6,670%	6,700%	6,860%	6,869%	6,970%	6,980%	
12 May '26										
Instruments	SPN01260617	SPN12260813	SPN12270517	FR0109	FR0108	FR0106	FR0107	FR0102	FR0105	Total
Incoming Bids (IDR tn)	4,20	1,65	4,26	14,98	7,48	4,89	5,18	4,72	4,05	51,40
Bid to Cover Ratio	1,09	1,00	4,26	4,47	1,78	1,10	1,18	1,10	1,31	1,70
Weighted Average Yields Awarded	5,250%	5,900%	6,15%	6,679%	6,730%	6,840%	6,830%	6,919%	6,930%	

Sources : DJPPR, KBVS Research (2026)

OWNERSHIP of IDR TRADABLE SBN



As of 29 May '26, the largest ownership of tradable SBN is as follows:

- Bank Indonesia : IDR1,847.82 tn (- IDR33.94 tn, WoW),
- Banks : IDR1,224.96 tn (+IDR36.58 tn, WoW), and
- Insurance & Pension Funds: IDR1,390.41 tn (+IDR0.92 tn, WoW)

Sources : DJPPR, and KBVS Research (2026)

SBSN LATEST AUCTION

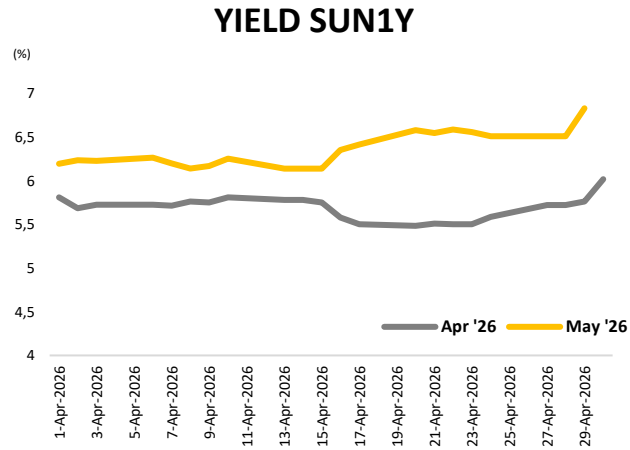
2 Jun '26									
Instruments	SPNS13072026	SPNS23112026	SPNS01032027	PBS030	PBS040	PBS034	PBS005	PBS038	Total
Incoming Bids (IDR tn)	2,10	2,71	5,34	5,15	2,29	2,57	2,48	3,41	26,05
Bid to Cover Ratio	2,10	1,06	1,33	17,18	11,46	5,14	24,77	17,04	2,94
Weighted Average Yields Awarded	6,200%	6,400%	6,680%	6,886%	6,697%	6,849%	6,795%	6,908%	
19 May '26									
Instruments	SPNS13072026	SPNS23112026	SPNS03022027	PBS030	PBS040	PBSG002	PBS034	PBS038	Total
Incoming Bids (IDR tn)	0,93	1,59	4,50	3,66	1,18	1,59	0,64	4,70	18,80
Bid to Cover Ratio	1,86	1,06	1,84	2,93	2,37	2,12	1,07	1,06	1,57
Weighted Average Yields Awarded	5,750%	5,850%	6,100%	6,540%	2,370%	6,749%	6,810%	6,870%	

Sources : DJPPR, KBVS Research (2026)

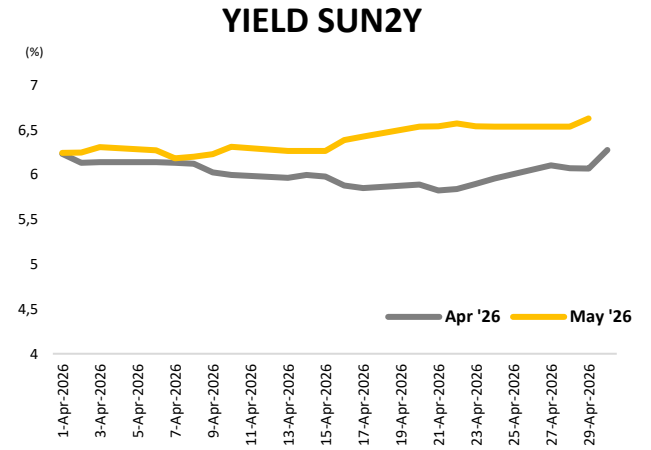
THE MOVEMENT OF SUN YIELDS

Over the past week, SUN yields moved tends to increase:

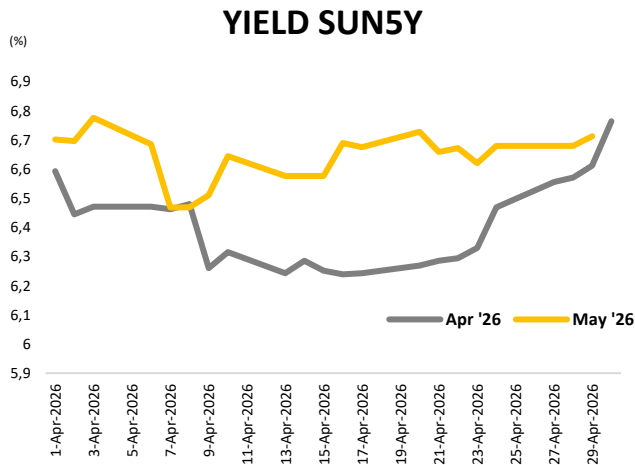
- Yield SUN1Y
 - +41.20 bps (WoW)
 - +228.30 bps (YtD, as of Jun 3, '26)
- Yield SUN2Y
 - +15.20 bps (WoW)
 - +179.00 bps (YtD, as of Jun 3, '26)
- Yield SUN5Y
 - +0.90 bps (WoW)
 - +117.30 bps (YtD, as of Jun 3, '26)
- Yield SUN10Y
 - -1.50 bps (WoW)
 - +62.50 bps (YtD, as of Jun 3, '26)
- Yield SUN30Y
 - +1.20 bps (WoW)
 - +25.70 bps (YtD, as of Jun 3, '26)



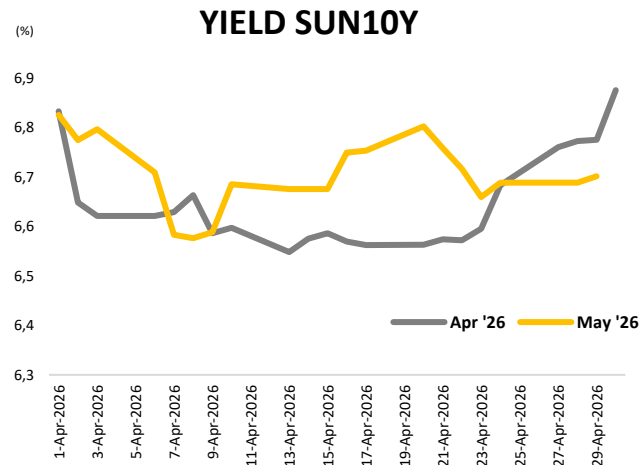
Sources : Bloomberg, KBVS Research (2026)



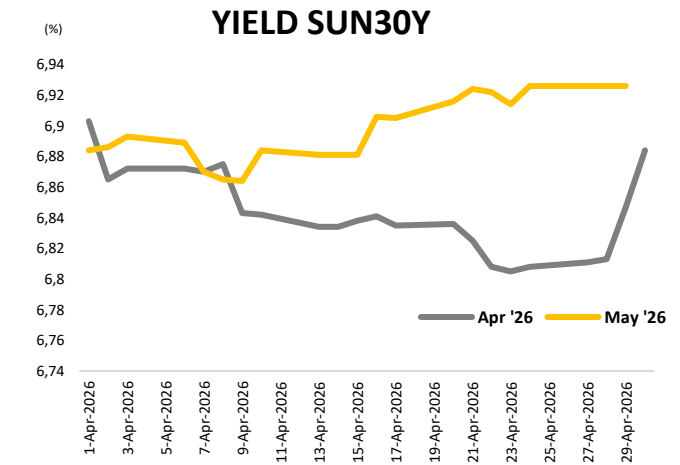
Sources : Bloomberg, KBVS Research (2026)



Sources : Bloomberg, KBVS Research (2026)



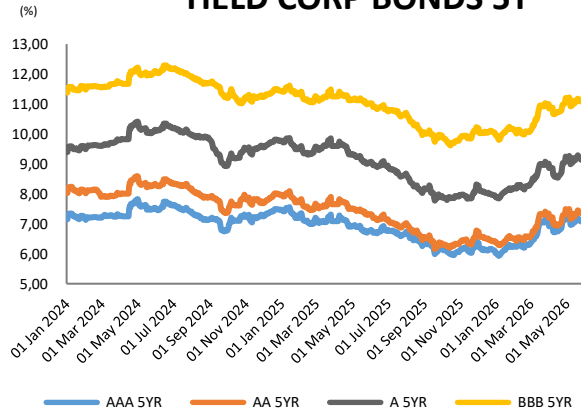
Sources : Bloomberg, KBVS Research (2026)



Sources : Bloomberg, KBVS Research (2026)

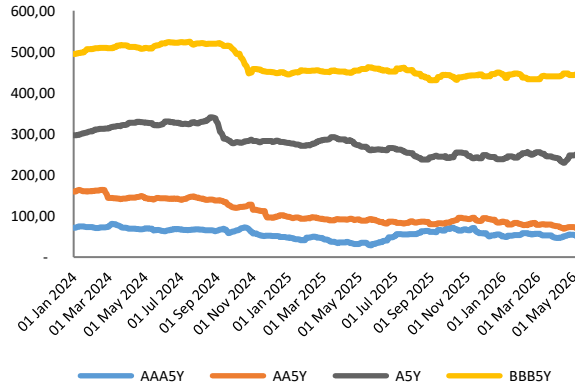
THE MOVEMENT OF CORPORATE BOND YIELD

YIELD CORP BONDS 5Y



Sources : Bloomberg, KBVS Research (2026)

YIELD SPREAD 5Y TENOR

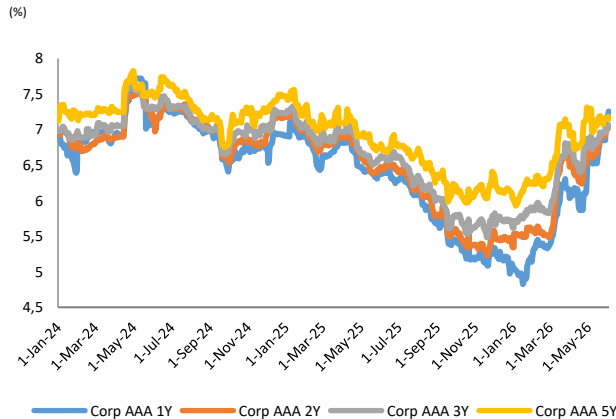


Sources : Bloomberg, KBVS Research (2026)

Corporate bond yields showed an incline movement on most of the tenors last week, as follows:

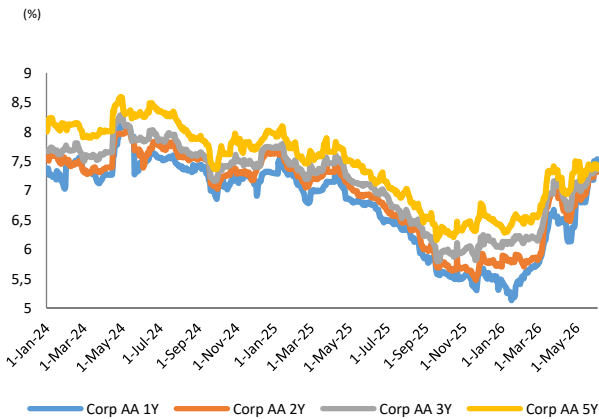
- AAA-rated
 - Tenor 1Y : +43.19 bps (WoW)
 - Tenor 2Y : +17.43 bps (WoW)
 - Tenor 5Y : +4.20 bps (WoW)
- AA-rated
 - Tenor 1Y : +38.43 bps (WoW)
 - Tenor 2Y : +12.78 bps (WoW)
 - Tenor 5Y : -1.56 bps (WoW)
- A-rated
 - Tenor 1Y : +41.46 bps (WoW)
 - Tenor 2Y : +13.64 bps (WoW), and
 - Tenor 5Y : -0.65 bps (WoW)

YIELD AAA-RATED



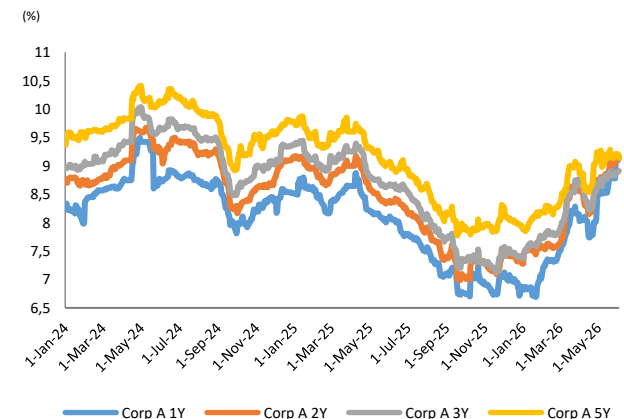
Sources : Bloomberg, KBVS Research (2026)

YIELD AA-RATED



Sources : Bloomberg, KBVS Research (2026)

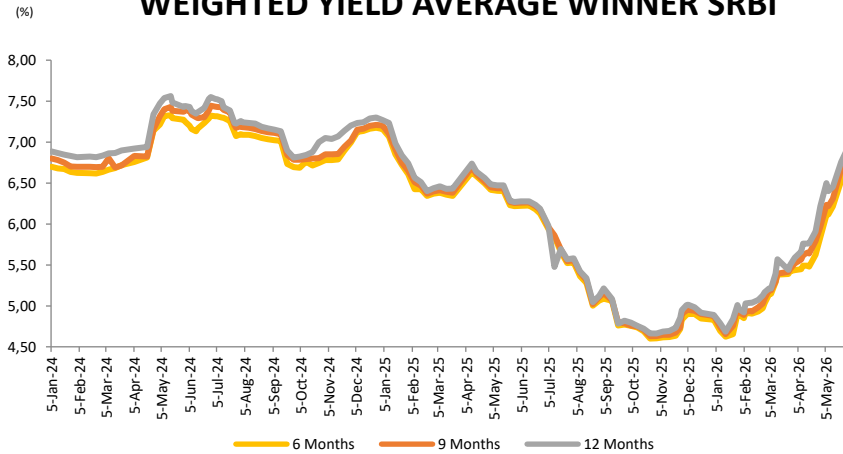
YIELD A-RATED



Sources : Bloomberg, KBVS Research (2026)

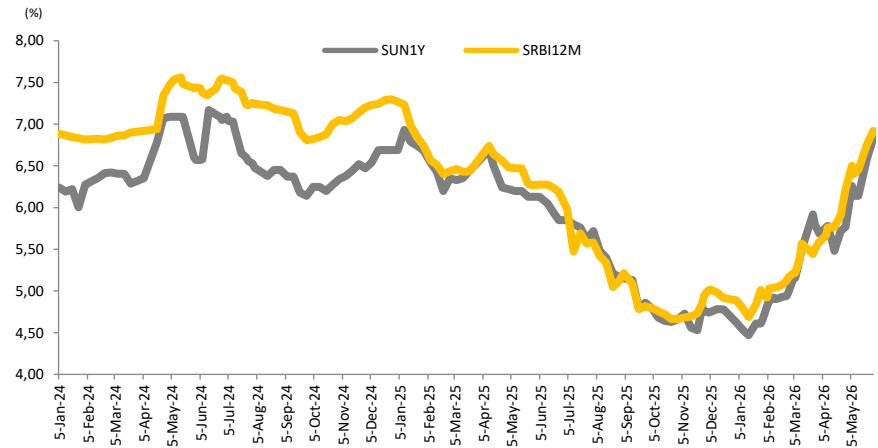
BI'S MONETARY OPERATION

WEIGHTED YIELD AVERAGE WINNER SRBI



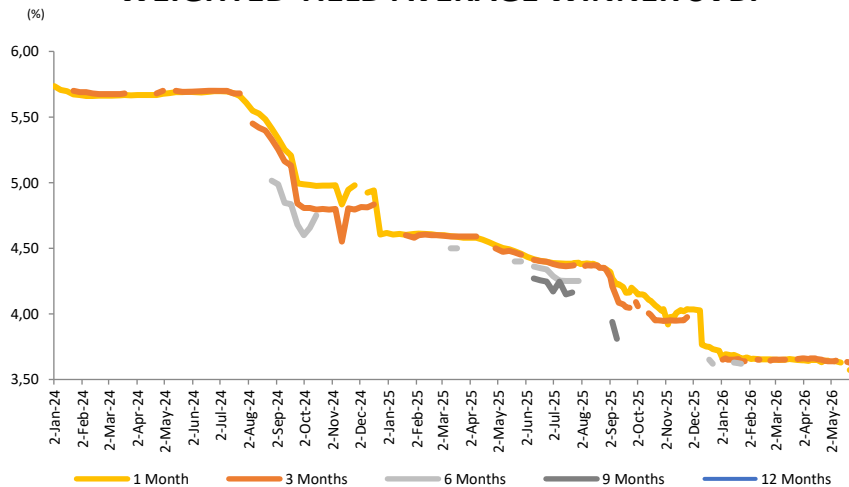
Sources : BI, KBVS Research (2026)

YIELD SUN1Y AND AVERAGE WINNER SRBI 1Y



Sources : BI, KBVS Research (2026)

WEIGHTED YIELD AVERAGE WINNER SVBI



Sources : BI, KBVS Research (2026)

- The SRBI Weighted Average Yield of Winning Bids can be seen in the table below.

Yield (%)	22 May '26	29 May '26
6 Month	6.52753%	6.72173%
9 Month	6.67262%	6.76345%
12 Month	6.75850%	6.91946%

- Meanwhile, the latest SUVBI auction saw the profit sharing rate was at:
 - 1 month: 3,579%
 - 3 month: 3,637%
 - 6 month: 3,684%
 - 9 month: 3,747%
 - 12 month: 3,809%



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NEXT WEEK ECONOMIC CALENDAR

ECONOMIC CALENDAR

(4-10 JUN 2026)

Country	Event	Forecast	Previous
Thursday, Jun 4, 2026			
US	Beige Book		
EU	ECB President Lagarde Speaks		
GB	S&P Global Construction PMI (May)	40,10	39,70
US	Initial Jobless Claims	211K	215K
US	Continuing Jobless Claims		1,786K
US	Nonfarm Productivity (QoQ) (Q1)	0,80%	0,80%
US	Unit Labor Costs (QoQ) (Q1)	2,30%	2,30%
GB	BoE Gov Bailey Speaks		
Friday, Jun 5, 2026			
US	FOMC Member Daly Speaks		
JP	Household Spending (MoM) (Apr)		-1,30%
JP	Household Spending (YoY) (Apr)	-1,40%	-2,90%
GB	Halifax House Price Index (YoY) (May)		0,40%
GB	Halifax House Price Index (MoM) (May)	0,20%	-0,10%
EU	ECB Supervisory Board Member Tuominen Speaks		
EU	GDP (QoQ) (Q1)	0,10%	0,10%
EU	GDP (YoY) (Q1)	0,80%	1,20%
GB	Mortgage Rate (GBP) (May)		6,60%
US	Average Hourly Earnings (MoM) (May)	0,30%	0,20%
US	Nonfarm Payrolls (May)	95K	115K
US	Unemployment Rate (May)	4,30%	4,30%
US	Private Nonfarm Payrolls (May)	85K	123K
US	Average Hourly Earnings (YoY) (May)	3,50%	3,60%
US	Participation Rate (May)		61,80%
US	U6 Unemployment Rate (May)		8,20%

Country	Event	Forecast	Previous
Monday, Jun 8, 2026			
JP	GDP (QoQ) (Q1)	0,50%	0,50%
JP	GDP Price Index (YoY) (Q1)	3,40%	3,40%
JP	Adjusted Current Account (Apr)		390.06T
JP	GDP Annualized (QoQ) (Q1)	2,10%	2,10%
JP	Current Account n.s.a. (Apr)		4.682T
ID	Fx Reserves (USD) (May)		146.20B
GE	Factory Orders (MoM) (Apr)		5,00%
US	NY Fed 1-Year Consumer Inflation Expectations (May)		3,60%
Tuesday, Jun 9, 2026			
GB	BRC Retail Sales Monitor (YoY) (May)		-3,40%
GE	Trade Balance (Apr)		14.30B
GE	Industrial Production (MoM) (Apr)		-0,70%
US	ADP Employment Change Weekly		35.75K
US	Trade Balance (Apr)		-60.30B
US	Exports (Apr)		320.90B
US	Imports (Apr)		381.20B
US	Existing Home Sales (May)		4.02M
US	Existing Home Sales (MoM) (May)		0,20%
CN	Imports (YoY) (May)		25,30%
CN	Exports (YoY) (May)		14,10%
CN	Trade Balance (USD) (May)		84.80B
Wednesday, Jun 10, 2026			
US	3-Year Note Auction		3,97%
ID	Motorbike Sales (YoY) (May)		28,10%
CN	CPI (MoM) (May)		0,30%
CN	CPI (YoY) (May)		1,20%
CN	PPI (YoY) (May)		2,80%
ID	Consumer Confidence (May)		123,00
GE	10-Year Bund Auction		3,16%
US	CPI (MoM) (May)		0,60%
US	CPI (YoY) (May)		3,80%
US	Core CPI (MoM) (May)		0,40%
US	Core CPI (YoY) (May)		2,80%

