

Survival Mode: Indonesia's Financial Market Under Dual Global and Domestic Pressures

29 January 2026

Economist / Fikri C Permana

EXECUTIVE SUMMARY

- Escalating US–Iran tensions have intensified global geopolitical risk, reinforcing risk-off sentiment and driving portfolio rotation into safe-haven assets. Gold and silver prices surged to record highs amid rising demand for geopolitical hedging, while concerns persist over potential regional spillovers involving Israel and Saudi Arabia.
- In line with expectations, the Fed held rates at 3.50–3.75%, with markets now pricing the first rate cut toward late 2Q26.
- The recent USD weakness reflects shifting policy expectations after Treasury Secretary Bessent reaffirmed the strong-dollar stance and denied FX intervention, alongside renewed tariff risks and government shutdown concerns that fueled the “*sell America*” narrative.
- Meanwhile, elevated UST yields are likely to be moderated by the Fed through ongoing balance sheet normalization and its Treasury bill reinvestment strategy.
- Domestically, the JKSE plunged -7.56% in 28 Jan '26, marking one of its steepest daily declines, following MSCI's freeze on Indonesian securities over investability and free-float concerns. This raises risks of index weight reductions and potential EM-to-FM reclassification. Foreign outflows reached IDR6.2 tn, led by BBCA, BMRI, and BBRI.
- Combined with persistent rupiah volatility, we expect continued downside pressure, heightened volatility, and fragile conditions across Indonesia's equity and fixed income markets in the near term.



Source : Morningstar (2025), link: <https://www.morningstar.com/personal-finance/down-market-survival-guide-retirees>

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US ECONOMIC DATA

US ECONOMIC INDICATORS	Unit	Latest Period	Data	
			Latest	Previous
Fed Rate	%	Dec '25	3.75	4.00
Economic Growth	%, yoy	3Q25	2.3	2.1
Inflation Rate	%, yoy	Dec '25	2.7	2.7
Unemployment Rate	%	Dec '25	4.4	4.5

Sources : various sources, KBVS Research (2026)

The data releases that influenced yield movements in the week of 22-28 Jan '26 are as follows:

- US Initial Jobless Claims marginally increased to 200K (Cons: 209K, Prev: 199K).
- US GDP in 3Q25 increased to 4.40% QoQ (Cons: 4.30% QoQ, Prev: 3.80% QoQ).
- US Core PCE Price Index in Nov '25 stable at 0.20% MoM (Cons: 0.20% MoM, Prev: 0.20% MoM).
- US Crude Oil Inventories increased to 3.602M (Cons: -1.000M, Prev: 3.391M).
- US S&P Global Services PMI in Jan '26 stable at 52.50 (Cons: 52.90, Prev: 52.50).
- US S&P Global Manufacturing PMI in Jan '26 increased to 51.90 (Cons: 51.90, Prev: 51.80).
- US Durable Goods Orders in Nov '25 increased to 5.30% MoM (Cons: 3.10% MoM, Prev: -2.10% MoM).
- US CB Consumer Confidence decreased to 84.50 (Cons: 90.60, Prev: 94.20).

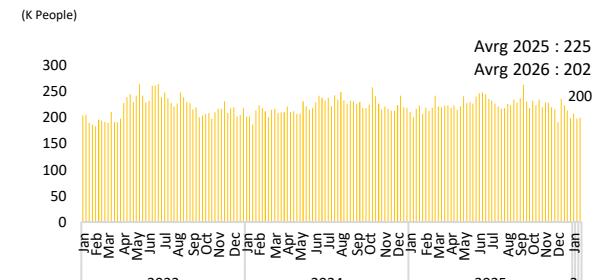
ECONOMIC CALENDAR

(22-28 JAN '26)

Event	Thursday, 22 Jan '26	Actual	Forecast	Previous
US 20-Year Bond Auction		4.85%		4.80%
US API Weekly Crude Oil Stock		3.040M		5.270M
US Initial Jobless Claims		200K	209K	199K
US Continuing Jobless Claims		1,849K		1,875K
US Core PCE Price Index (MoM) (Nov)		0.20%	0.20%	0.20%
US Core PCE Price Index (YoY) (Nov)		2.80%	2.80%	2.70%
US Core PCE Prices (Q3)		2.90%	2.90%	2.60%
US GDP (QoQ) (Q3)		4.40%	4.30%	3.80%
US GDP Price Index (QoQ) (Q3)		3.70%	3.70%	2.10%
US PCE Price Index (MoM) (Nov)		0.20%	0.20%	0.20%
US PCE Price Index (YoY) (Nov)		2.80%	2.80%	2.70%
US Personal Spending (MoM) (Nov)		0.50%	0.50%	0.50%
Friday, 23 Jan '26				
US Crude Oil Inventories		3.602M	-1.000M	3.391M
US Cushing Crude Oil Inventories		1.478M		0.745M
US 10-Years TIPS Auction		1.94%		1.84%
US Fed's Balance Sheet		6,585M		6,582B
US S&P Global Manufacturing PMI (Jan)		51.90	51.90	51.80
US S&P Global Services PMI (Jan)		52.50	52.90	52.50
US S&P Global Composite PMI (Jan)		52.80		52.70
US Michigan 1-Year Inflation Expectations (Jan)		4.00%	4.20%	4.20%
US Michigan 5-Year Inflation Expectations (Jan)		3.30%	3.40%	3.20%
US Michigan Consumer Expectations (Jan)		57.00	55.00	54.60
US Michigan Consumer Sentiment (Jan)		56.40	54.00	52.90
US Leading Index (MoM) (Nov)		-0.30%	-0.20%	-0.10%
Monday, 26 Jan '26				
US Durable Goods Orders (MoM) (Nov)		5.30%	3.10%	-2.10%
US Core Durable Goods Orders (MoM) (Nov)		0.50%	0.30%	0.20%
Tuesday, 27 Jan '26				
US 2-Year Note Auction		3.58%		3.50%
US ADP Employment Change Weekly		7.75K		8.00K
US S&P/CS HPI Composite - 20 n.s.a. (YoY) (Nov)		1.40%	1.20%	1.30%
US S&P/CS HPI Composite - 20 n.s.a. (MoM) (Nov)		0.00%		-0.30%
US CB Consumer Confidence (Jan)		84.50	90.60	94.20
Wednesday, 28 Jan '26				
US 5-Year Note Auction		3.82%		3.75%
US President Trump Speaks		-0.250M	1.450M	3.040M
US API Weekly Crude Oil Stock				3.602M
US Crude Oil Inventories				1.478M

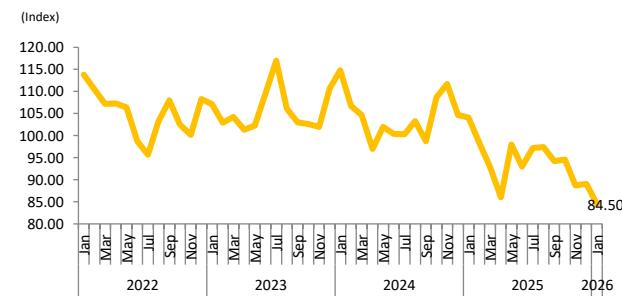
Sources : investing, KBVS Research (2026)

WEEKLY INITIAL JOBLESS CLAIMS



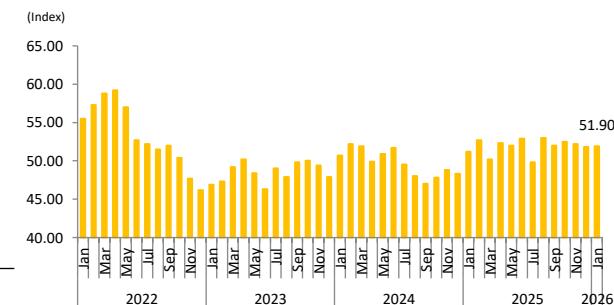
Sources : US DoL, KBVS Research (2026)

CB CONSUMER CONFIDENCE



Sources : US Conference Board, KBVS Research (2026)

S&P GLOBAL MANUFACTURING PMI



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

RISING US-IRAN TENSIONS HAVE EMERGED

Trump warns Iran 'time is running out' for nuclear deal as US military builds up in Gulf

6 hours ago

Jaroslav Lukiv and Kathryn Armstrong

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The fleet is headed by aircraft carrier USS Abraham Lincoln (file image)

Sources : BBC (2026), link: <https://www.bbc.com/news/articles/cly5pd459gko>

U.S. Aircraft Carrier USS Abraham Lincoln Enters Middle East Amid Iran Tension

Reporter
Adriana Jaramillo

January 28, 2026 | 08:27 pm

Share



Sources : Tempo (2026), link: <https://en.tempo.co/read/2083583/u-s-aircraft-carrier-uss-abraham-lincoln-enters-middle-east-amid-iran-tension>

Iran threatens to hit 'heart of Tel Aviv' in response to any US attack

As tensions soar, top adviser to Khamenei vows 'unprecedented' response, including against 'all who support the aggressor,' while foreign minister warns of 'fingers on the trigger'

By TOI STAFF and AGENCIES

28 January 2026, 11:18 pm

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Secretary of Iran's Supreme National Security Council Ali Shamkhani in an interview, October 2025 (YouTube screenshot)

Sources : The Times of Israel (2026), link: <https://www.timesofisrael.com/iran-threatens-to-hit-heart-of-tel-aviv-in-response-to-any-us-attack/>

- Rising US–Iran tensions have emerged as a major global risk factor, particularly as the US aircraft carrier strike group moves closer to Iranian waters, heightening concerns over a potential military confrontation and a broader regional escalation.
- This development has significantly reinforced global risk-off sentiment, leading investors to rebalance portfolios away from high-risk assets toward safe-haven instruments, especially gold and silver. As a result, both metal prices have surged to new all-time highs, reflecting increased demand for geopolitical risk protection.
- At the same time, there are growing concerns that the conflict could widen regionally, potentially drawing in other key Middle Eastern actors, notably Israel and Saudi Arabia, which would further heighten geopolitical risks and volatility in global financial markets.

FOMC MINUTES OF MEETING

FEDERAL RESERVE press release



For release at 2:00 p.m. EST

January 28, 2026

Available indicators suggest that economic activity has been expanding at a solid pace. Job gains have remained low, and the unemployment rate has shown some signs of stabilization. Inflation remains somewhat elevated.

The Committee seeks to achieve maximum employment and inflation at the rate of 2 percent over the longer run. Uncertainty about the economic outlook remains elevated. The Committee is attentive to the risks to both sides of its dual mandate.

In support of its goals, the Committee decided to maintain the target range for the federal funds rate at 3-1/2 to 3-3/4 percent. In considering the extent and timing of additional adjustments to the target range for the federal funds rate, the Committee will carefully assess incoming data, the evolving outlook, and the balance of risks. The Committee is strongly committed to supporting maximum employment and returning inflation to its 2 percent objective.

In assessing the appropriate stance of monetary policy, the Committee will continue to monitor the implications of incoming information for the economic outlook. The Committee would be prepared to adjust the stance of monetary policy as appropriate if risks emerge that could impede the attainment of the Committee's goals. The Committee's assessments will take into account a wide range of information, including readings on labor market conditions, inflation pressures and inflation expectations, and financial and international developments.

Voting for the monetary policy action were Jerome H. Powell, Chair; John C. Williams, Vice Chair; Michael S. Barr; Michelle W. Bowman; Lisa D. Cook; Beth M. Hammack; Philip N. Jefferson; Neel Kashkari; Lorie K. Logan; and Anna Paulson. Voting against this action were Stephen I. Miran and Christopher J. Waller, who preferred to lower the target range for the federal funds rate by 1/4 percentage point at this meeting.

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Attachment

For media inquiries, please email media@frb.gov or call 202-452-2955.

Sources : Fed Reserve (2026)

For release at 2:00 p.m. EST

January 28, 2026

Decisions Regarding Monetary Policy Implementation

The Federal Reserve has made the following decisions to implement the monetary policy stance announced by the Federal Open Market Committee in its [statement](#) on January 28, 2026:

- The Board of Governors of the Federal Reserve System voted unanimously to maintain the interest rate paid on reserve balances at 3.65 percent, effective January 29, 2026.
- As part of its policy decision, the Federal Open Market Committee voted to direct the Open Market Desk at the Federal Reserve Bank of New York, until instructed otherwise, to execute transactions in the System Open Market Account in accordance with the following domestic policy directive:

**Effective January 29, 2026, the Federal Open Market Committee directs the Desk to:*

- Undertake open market operations as necessary to maintain the federal funds rate in a target range of 3-1/2 to 3-3/4 percent.
- Conduct standing overnight repurchase agreement operations at a rate of 3.75 percent.
- Conduct standing overnight reverse repurchase agreement operations at an offering rate of 3.5 percent and with a per-counterparty limit of \$160 billion per day.
- Increase the System Open Market Account holdings of securities through purchases of Treasury bills and, if needed, other Treasury securities with remaining maturities of 3 years or less to maintain an ample level of reserves.
- Roll over at auction all principal payments from the Federal Reserve's holdings of Treasury securities. Reinvest all principal payments from the Federal Reserve's holdings of agency securities into Treasury bills."

- In a related action, the Board of Governors of the Federal Reserve System voted unanimously to approve the establishment of the primary credit rate at the existing level of 3.75 percent.

This information will be updated as appropriate to reflect decisions of the Federal Open Market Committee or the Board of Governors regarding details of the Federal Reserve's operational tools and approach used to implement monetary policy.

More information regarding open market operations and reinvestments may be found on the Federal Reserve Bank of New York's [website](#).

FED PROBABILITIES

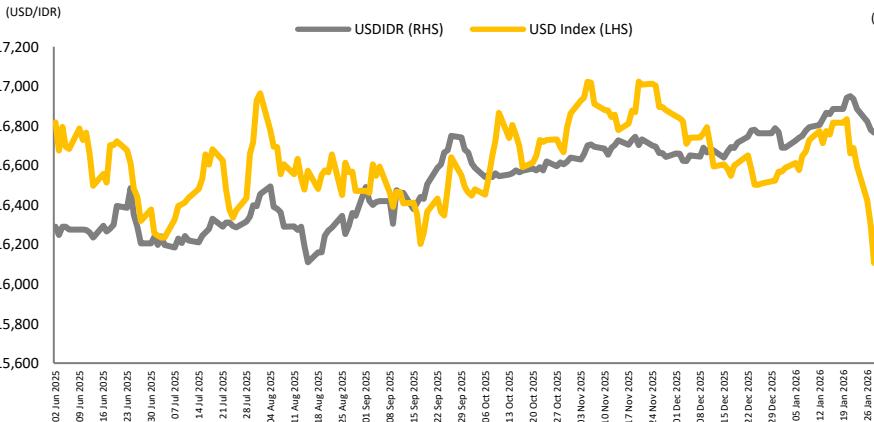
FED PROBABILITIES, as of 28 Jan '26

MEETING DATE	FED RATE EXPECTATION						
	220-225	225-250	250-275	275-300	300-325	325-350	350-375
28-Jan-26	0.0%	0.0%	0.0%	0.0%	0.0%	2.8%	97.2%
18-Mar-26	0.0%	0.0%	0.0%	0.0%	0.4%	15.5%	84.2%
29-Apr-26	0.0%	0.0%	0.0%	0.1%	2.9%	26.8%	70.2%
17-Jun-26	0.0%	0.0%	0.0%	1.5%	14.9%	48.5%	35.1%
29-Jul-26	0.0%	0.0%	0.5%	5.6%	25.3%	44.4%	24.2%
16-Sep-26	0.0%	0.2%	2.6%	13.7%	33.1%	36.1%	14.3%
28-Oct-26	0.0%	0.7%	4.8%	17.6%	33.7%	31.8%	11.4%
9-Dec-26	0.2%	1.5%	7.4%	20.8%	33.3%	27.7%	9.1%

Sources : CME Group, and KBVS Research (2026)

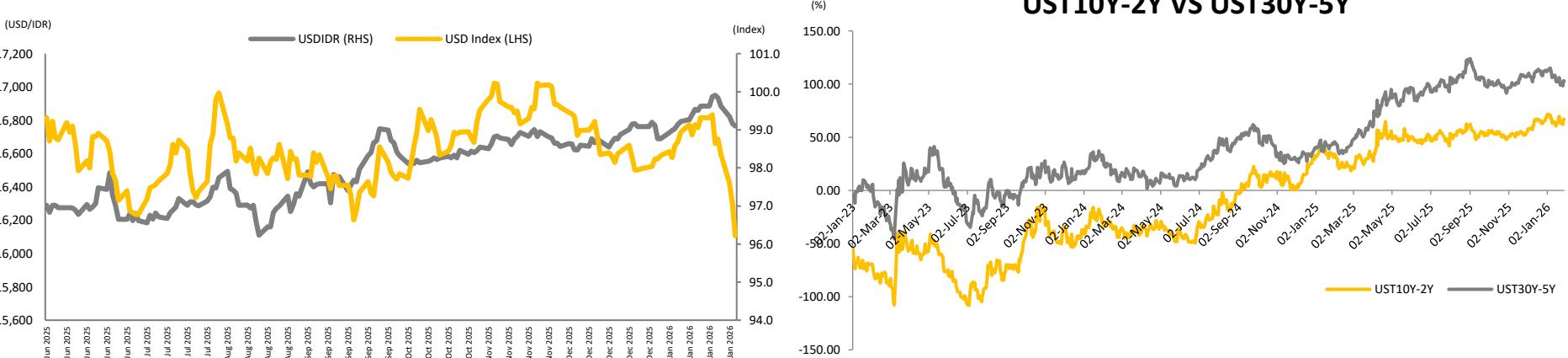
- In line with market expectations, the Fed kept the policy rate unchanged at 3.50–3.75%. Markets currently price in the first rate cut only toward the end of 2Q26.
- Meanwhile, the recent decline in the DXY has been driven more by shifting market expectations following remarks from Treasury Secretary Bessent, who scaled back speculation of US FX intervention. He reiterated the long-standing strong-dollar policy stance and firmly denied any intervention in Japan's currency markets. Earlier, the greenback had slid to 2022 lows amid such speculation and after President Trump downplayed concerns over the dollar's weakness. Additional downside pressure stemmed from renewed tariff threats and rising government shutdown risks, reinforcing the so-called "sell America" trade.
- Despite these dynamics, US Treasury yields remain elevated. This is consistent with the FOMC's guidance that the Fed will continue purchasing short-dated Treasury bills (tenors below three years) and reinvesting principal repayments from its agency securities holdings into Treasury bills, thereby maintaining liquidity management and balance sheet normalization operations.

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

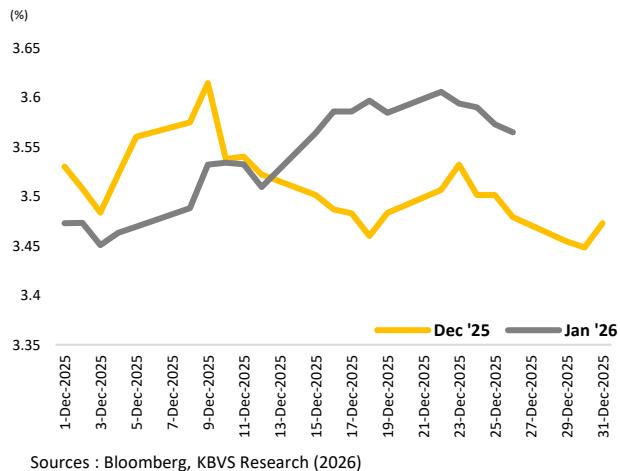
US FISCAL INDICATORS	Unit	Latest Period	Data	
			Latest	Previous
Govt Debt	USD Tn	Nov' 24	36.08	35.95
Govt Debt to GDP	%	4Q24	124.35	122.3
Govt Budget	USD Bn	Nov '24	-367.30	-257.00
S&P Credit Rating	Rating	27-Mar-24	AA+	AA+

Sources : US Treasury, KBVS Research (2026)

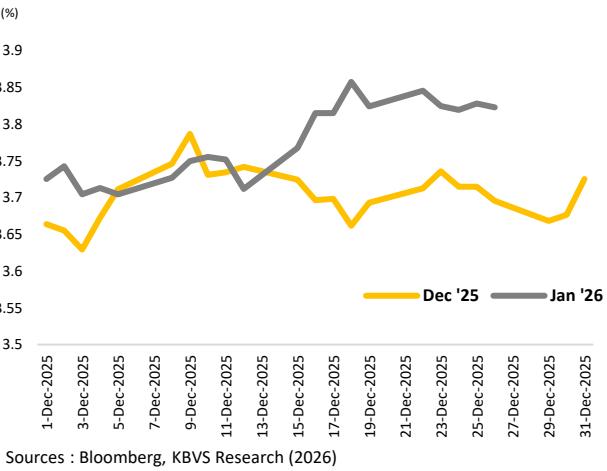
Over the past week, UST yields moved tends to decrease:

- Yield UST6M
 - -1.58 bps (WoW)
 - +1.61 bps (YtD, as of Jan 28, '26)
- Yield UST1Y
 - -3.91 bps (WoW)
 - +1.36 bps (YtD, as of Jan 28, '26)
- Yield UST2Y
 - -1.33 bps (WoW)
 - +9.82 bps (YtD, as of Jan 28, '26)
- Yield UST5Y
 - +0.55 bps (WoW)
 - +10.45 bps (YtD, as of Jan 28, '26)
- Yield UST10Y
 - +0.04 bps (WoW)
 - +7.62 bps (YtD, as of Jan 28, '26)
- Yield UST30Y
 - -0.10 bps (WoW)
 - +1.75 bps (YtD, as of Jan 28, '26)

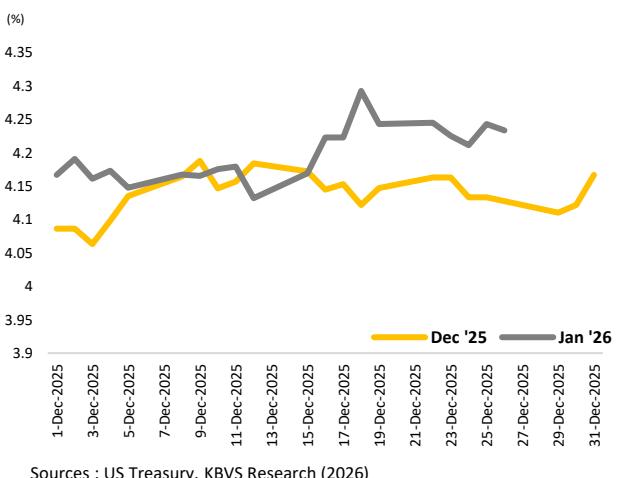
YIELD UST2Y



YIELD UST5Y



YIELD UST10Y



YIELD UST30Y

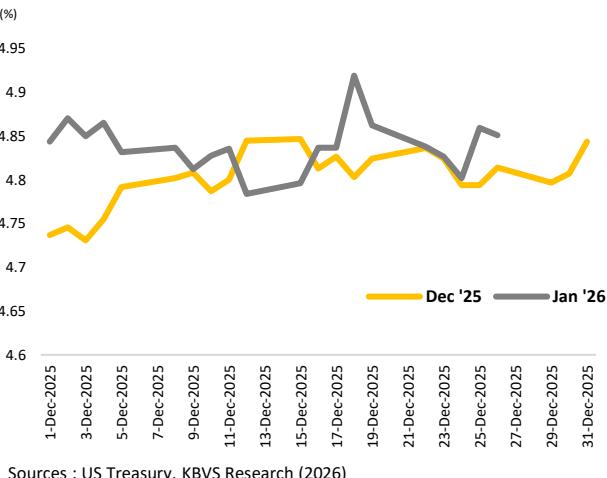




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INDONESIA ECONOMIC DATA

INDICATORS OVERVIEW

Economic Indicators	Unit	Latest Period	Data	
			Latest	Previous
Policy Interest Rate	%	21 Jan '26	4.75	4.75
Economic Growth	%, yoy	3Q25	5.04	5.12
Inflation Rate	%, yoy	Dec '25	2.92	2.72
Unemployment Rate	%	Sep '25	4.85	4.76
S&P Credit Rating	Rating	17 July '24	BBB	BBB

Sources : various sources, KBVS Research (2026)

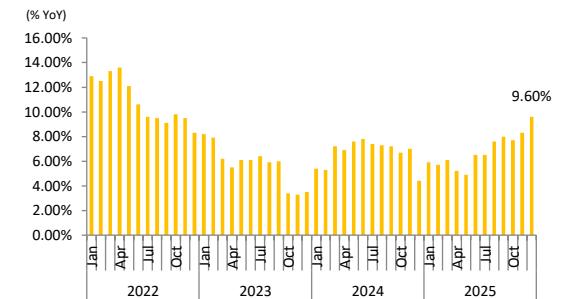
ECONOMIC CALENDAR

(22-28 JAN '26)

Event	Actual	Forecast	Previous
Thursday, 22 Jan '26			
Friday, 23 Jan '26			
ID M2 Money Supply (YoY) (Dec)	9.60%		8.30%
Monday, 26 Jan '26			
Tuesday, 27 Jan '26			
Wednesday, 28 Jan '26			

Sources : Investing, KBVS Research (2025)

M2 MONEY SUPPLY



Sources : BI, KBVS Research (2026)

The data releases that influenced yield movements in the week of 22-28 Jan '26 are as follows:

- ID M2 Money Supply increased to 84.50 (Cons: 9.60% YoY, Prev: 8.30% YoY).

MSCI INDUCED TRADING HALT

STANDARD ANNOUNCEMENTS - January 27, 2026 at 09:24 PM GMT

Announcement for January 27, 2026 at 09:24 PM GMT

THIS IS AN ANNOUNCEMENT FOR THE MSCI GLOBAL STANDARD INDEXES

MSCI has concluded its consultation on free float assessment of Indonesian securities. While some global participants supported using PT Kustodian Sentral Efek Indonesia (KSEI) Monthly Holding Composition Report as additional reference, there have been minor enhancements to PT Bursa Efek Indonesia's (IDX) float data feed, investors highlighted that fundamental investability issues persist due to ongoing opacity in shareholding structures and concerns about px

While there have been minor enhancements to PT Bursa Efek Indonesia's (IDX) float data feed, investors highlighted that fundamental investability issues persist due to ongoing opacity in shareholding structures and concerns about px

Interim Treatment for Indonesian Securities - Effective Immediately

In light of the foregoing concerns, MSCI will apply an interim freeze on certain index related changes for Indonesian securities resulting from Index Reviews (including the February 2026 Index Review) or corporate events, as follows:

- MSCI will freeze all increases to Foreign Inclusion Factors (FIF) and Number of Shares (NOS);
- MSCI will not implement index additions to MSCI Investable Market Indexes (IMI);
- MSCI will not implement any upward migration across size-segment indexes, including from Small Cap to Standard.

This treatment is intended to mitigate index turnover and investability risks while allowing time for the relevant market authorities to deliver meaningful transparency improvements.

Market Accessibility and Classification

If insufficient progress is made towards achieving necessary transparency enhancements by May 2026, MSCI will reassess Indonesia's market accessibility status. Subject to market consultation, this could result in:

- A weighting reduction in MSCI Emerging Markets Indexes for all Indonesian securities
- A potential reclassification of Indonesia from Emerging Market to Frontier Market status

MSCI will continue to monitor developments in the Indonesian market and engage with market participants and authorities, including the Otoritas Jasa Keuangan (OJK) and IDX. MSCI will communicate further actions as warranted.

THIS IS AN ANNOUNCEMENT FOR THE MSCI GLOBAL STANDARD INDEXES

End of announcement.

Further announcements may occur as needed.

- The JKSE recorded its 11th-largest daily decline on record, closing down -7.56%, following MSCI's announcement to freeze Indonesian securities over investability concerns, particularly related to shareholding structure transparency and free-float issues.
- This development may trigger a reduction in Indonesia's weighting within the MSCI Emerging Markets Index and raises the risk of a reclassification from Emerging Market to Frontier Market status.
- As a result, yesterday (28 Jan '26) foreign net selling surged to IDR6.2 tn, led by PT Bank Central Asia Tbk (BBCA) at IDR4.15 tn, Bank Mandiri Tbk (BMRI) IDR1.28 tn, Bank Rakyat Indonesia Tbk (BBRI) IDR1.14 tn, PT Telkom Indonesia Tbk (TLKM) IDR564.51 bn, and PT Aneka Tambang Tbk (ANTM) IDR314.32 bn.
- Accordingly, we expect continued downside pressure and elevated market volatility in the IHSG over the near term.

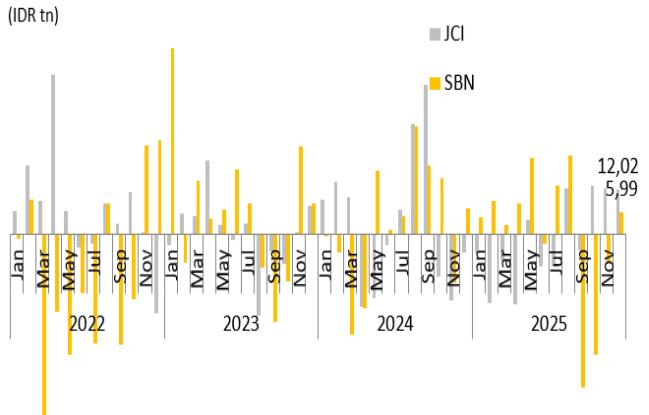
JKSE Chart 28 JAN '26



Source: KBVS, Various sources (2026)

DEVELOPMENT OF TRADABLE SBN

CAPITAL FLOW IN SBN&JCI



Sources : Bloomberg, KBVS Research (2026)

Between 22-28 January '26, non-residents conducted:

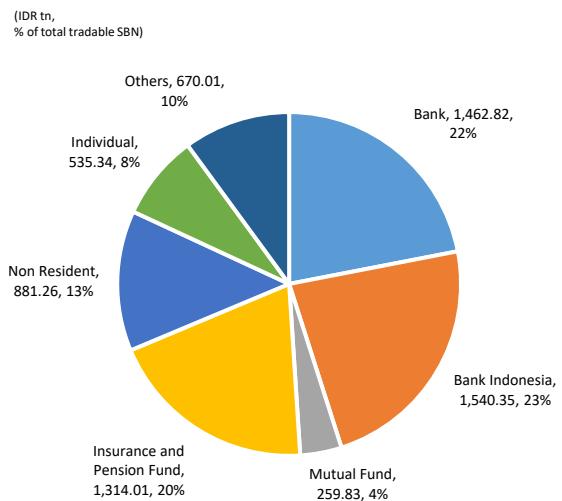
- A net sell of tradeable SBN, amounting IDR0.01 tn.
- A net sell of JCI, amounting IDR3.77 tn.

SUN LATEST AUCTION

20 Jan '26										
Instruments	SPN01260221	SPN12260423	SPN12270107	FR0109	FR0108	FR0106	FR0107	FR0102	FR0105	Total
Incoming Bids (IDR tn)	6.18	10.96	14.48	15.40	14.63	6.00	5.84	4.95	4.47	82.90
Bid to Cover Ratio	3.09	3.65	2.90	2.00	2.25	2.93	1.41	1.90	1.49	2.30
Weighted Average Yields Awarded	4.300%	4.350%	4.650%	5.718%	6.320%	6.490%	6.590%	6.730%	6.790%	
6 Jan '26										
Instruments	SPN01260207	SPN03260408	SPN12270107	FR0109	FR0108	FR0106	FR0107	FR0102	FR0105	Total
Incoming Bids (IDR tn)	6.80	8.95	17.04	10.78	14.95	16.35	7.67	4.56	3.86	90.96
Bid to Cover Ratio	2.83	5.11	3.41	1.65	2.05	3.03	1.48	1.49	1.15	2.27
Weighted Average Yields Awarded	4.630%	4.700%	4.820%	5.435%	6.080%	6.360%	6.489%	6.700%	6.748%	

Sources : DJPPR, KBVS Research (2026)

OWNERSHIP of IDR TRADABLE SBN



Sources : DJPPR, and KBVS Research (2026)

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

- Bank Indonesia : IDR1,540.35 tn (- IDR31.08 tn, WoW),
- Banks : IDR1,462.82 tn (+IDR47.85 tn, WoW), and
- Insurance & Pension Funds: IDR1,314.01 tn (+IDR12.92 tn, WoW)

SBSN LATEST AUCTION

27 Jan '26										
Instruments	SPNS09032026	SPNS10082026	SPNS12102026	PBS030	PBS040	PBS034	PBS005	PBS038	Total	
Incoming Bids (IDR tn)	4.64	3.15	6.29	10.80	3.00	2.01	2.57	6.15	38.59	
Bid to Cover Ratio	4.64	3.15	3.15	3.93	1.50	1.38	3.43	5.85	3.22	
Weighted Average Yields Awarded	4.250%	4.400%	4.750%	5.237%	5.599%	6.419%	6.620%	6.720%		
13 Jan '26										
Instruments	SPNS12012026	SPNS13072026	SPNS12102026	PBS030	PBS040	PBSG002	PBS034	PBS038	Total	
Incoming Bids (IDR tn)	6.35	10.40	10.08	8.64	5.93	4.55	3.90	5.41	55.26	
Bid to Cover Ratio	6.35	10.40	3.36	2.08	5.39	7.58	9.76	7.21	4.61	
Weighted Average Yields Awarded	4.300%	4.450%	4.500%	5.159%	5.508%	6.018%	6.345%	6.679%		

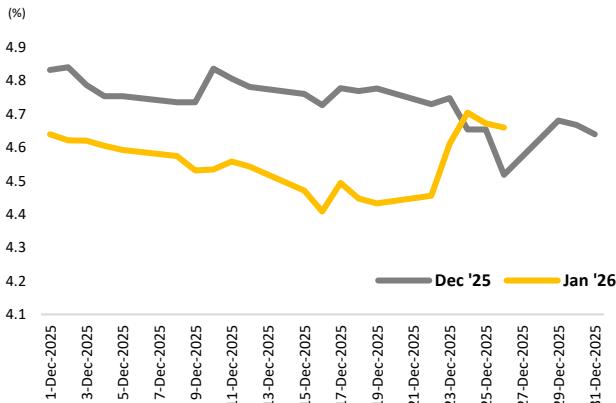
Sources : DJPPR, KBVS Research (2026)

THE MOVEMENT OF SUN YIELDS

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

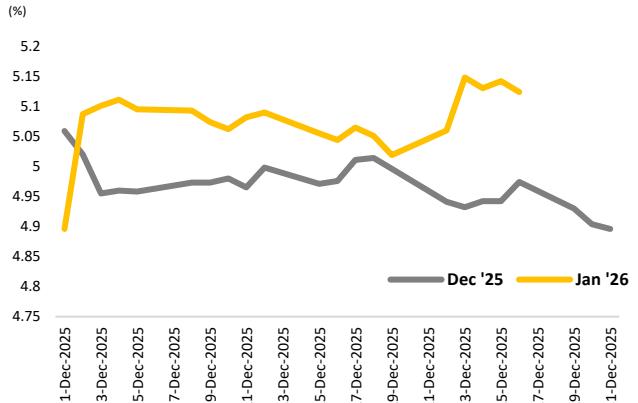
- Yield SUN1Y
 - +22.80 bps (WoW)
 - +2.10 bps (YtD, as of Jan 28,'26)
- Yield SUN2Y
 - +10.10 bps (WoW)
 - +22.40 bps (YtD, as of Jan 28,'26)
- Yield SUN5Y
 - +0.20 bps (WoW)
 - +20.00 bps (YtD, as of Jan 28,'26)
- Yield SUN10Y
 - +2.80 bps (WoW)
 - +29.60 bps (YtD, as of Jan 28,'26)
- Yield SUN30Y
 - +0.50 bps (WoW)
 - +3.70 bps (YtD, as of Jan 28,'26)

YIELD SUN1Y



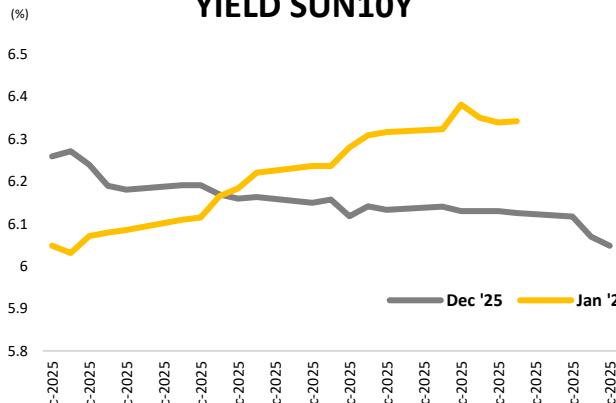
Sources : Bloomberg, KBVS Research (2026)

YIELD SUN2Y



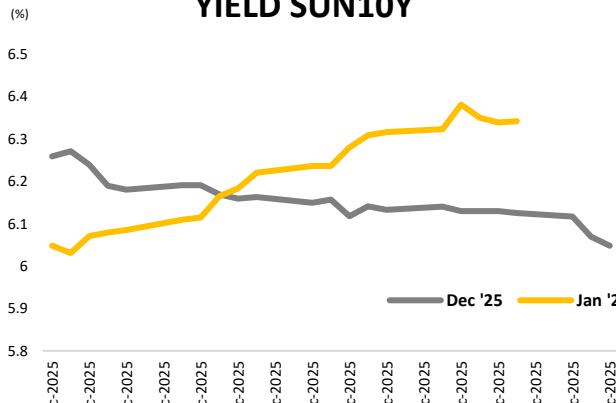
Sources : Bloomberg, KBVS Research (2026)

YIELD SUN5Y



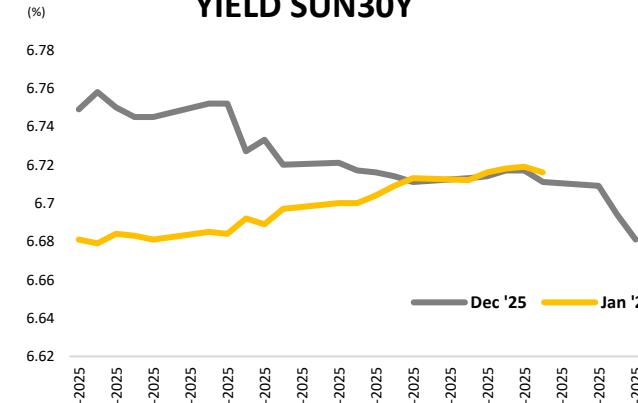
Sources : Bloomberg, KBVS Research (2026)

YIELD SUN10Y



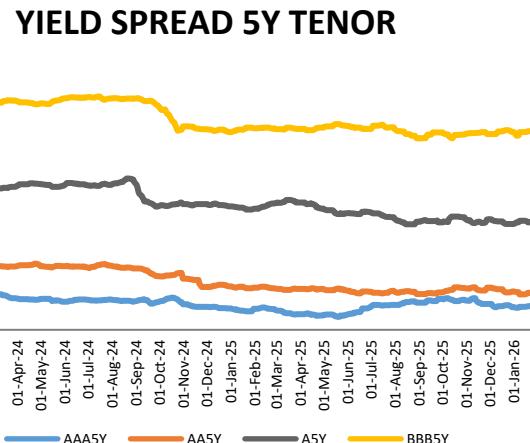
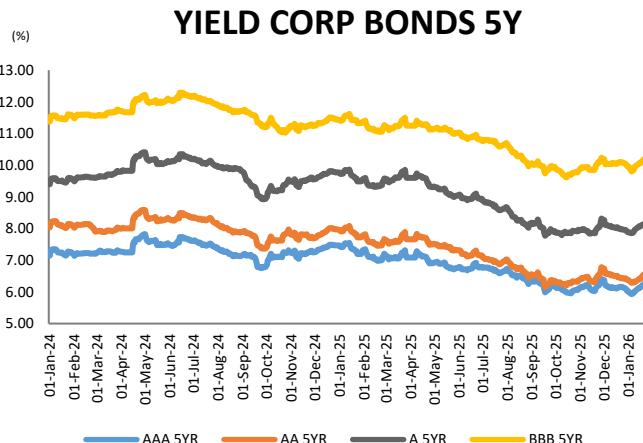
Sources : Bloomberg, KBVS Research (2026)

YIELD SUN30Y



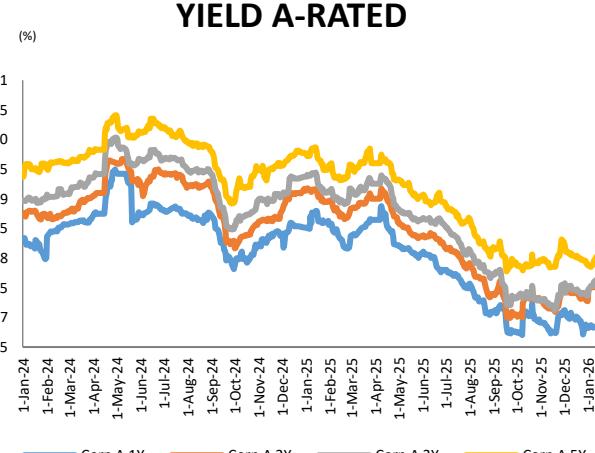
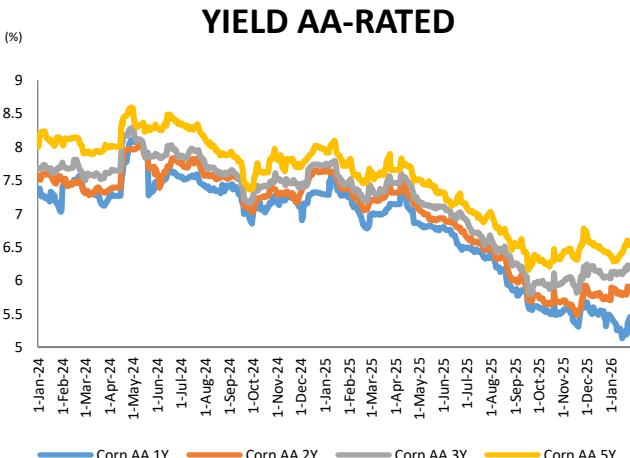
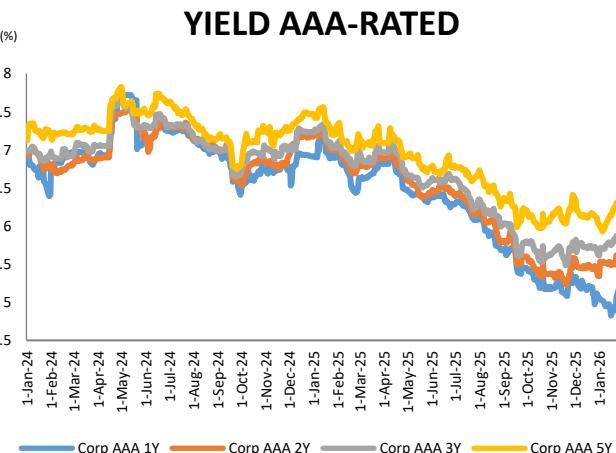
Sources : Bloomberg, KBVS Research (2026)

THE MOVEMENT OF CORPORATE BOND YIELD



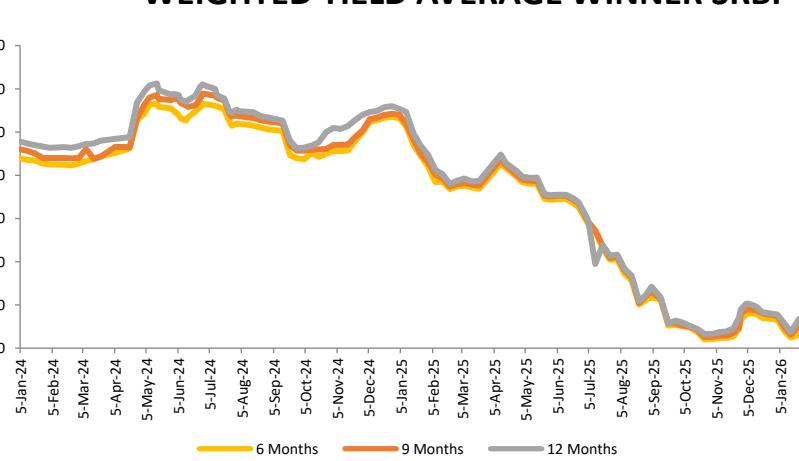
Corporate bond yields showed a decline movement on most of the tenors last week, as follows:

- AAA-rated
 - Tenor 1Y : +24.57 bps (WoW)
 - Tenor 2Y : +12.06 bps (WoW)
 - Tenor 5Y : +0.68 bps (WoW)
- AA-rated
 - Tenor 1Y : +22.52 bps (WoW)
 - Tenor 2Y : +8.74 bps (WoW)
 - Tenor 5Y : -2.19 bps (WoW)
- A-rated
 - Tenor 1Y : +32.20 bps (WoW)
 - Tenor 2Y : +15.70 bps (WoW), and
 - Tenor 5Y : +5.80 bps (WoW)



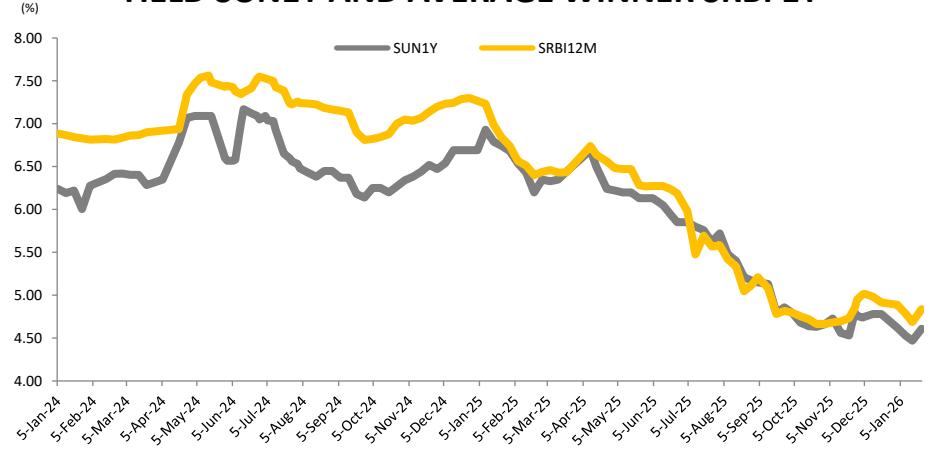
BI'S MONETARY OPERATION

WEIGHTED YIELD AVERAGE WINNER SRBI



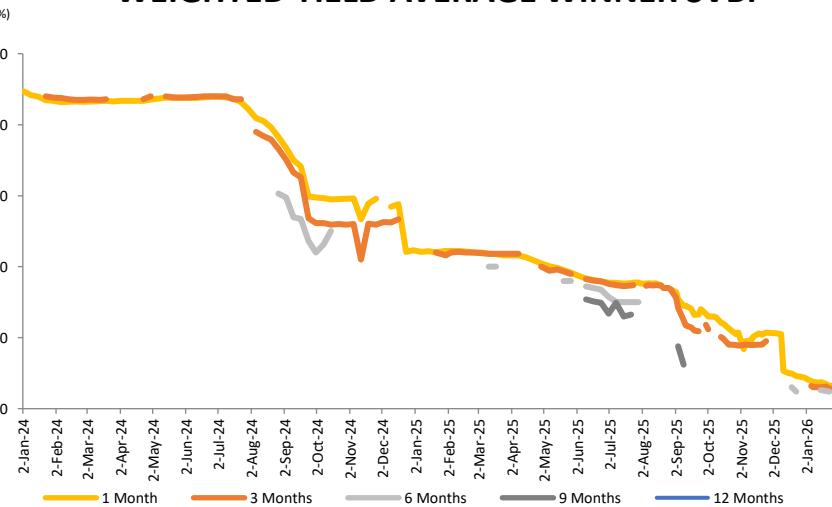
Sources : BI, KBVS Research (2026)

YIELD SUN1Y AND AVERAGE WINNER SRBI 1Y



Sources : BI, KBVS Research (2026)

WEIGHTED YIELD AVERAGE WINNER SVBI



Sources : BI, KBVS Research (2026)

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

Yield (%)	23 Jan 2026	28 Jan 2026
6 Month	4.65545%	4.90173%
9 Month	4.75652%	4.97556%
12 Month	4.83777%	5.01116%

- Meanwhile, the latest SUVBI auction saw the profit sharing rate was at:
 - 1 month: 3.664%
 - 3 month: 3.639%
 - 6 month: 3.614%
 - 9 month: 3.557%
 - 12 month: 3.500%

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NEXT WEEK ECONOMIC CALENDAR

ECONOMIC CALENDAR

(29 JAN – 4 FEB 2026)

Country	Event	Forecast	Previous	Country	Event	Forecast	Previous				
Thursday, Jan 29, 2026											
US Initial Jobless Claims		202K	200K	ID S&P Global Manufacturing PMI (Jan)			51.20				
US Continuing Jobless Claims			1,849K	CN Caixin Manufacturing PMI (MoM) (Jan)			50.10				
US Nonfarm Productivity (QoQ) (Q3)		4.90%	4.90%	ID Inflation (YoY) (Jan)			2.92%				
US Unit Labor Costs (QoQ) (Q3)		-1.90%	1.00%	ID Inflation (MoM) (Jan)			0.64%				
US Trade Balance (Nov)		-44.50B	-29.40B	ID Core Inflation (YoY) (Jan)			2.38%				
US Exports (Nov)			302.00B	ID Export Growth (YoY) (Dec)			-6.60%				
US Imports (Nov)			331.40B	ID Import Growth (YoY) (Dec)			0.46%				
US Factory Orders (MoM) (Nov)		0.50%	-1.30%	ID Trade Balance (Dec)			2.66B				
Friday, Jan 30, 2026											
US 7-Year Note Auction			3.93%	GE Retail Sales (MoM) (Dec)			-0.60%				
US Fed's Balance Sheet			6,585B	GB Nationwide HPI (MoM) (Jan)			-0.40%				
JP Tokyo Core CPI (YoY) (Jan)		2.20%	2.30%	GB Nationwide HPI (YoY) (Jan)			0.60%				
JP Industrial Production (MoM) (Dec)		-0.40%	-2.70%	GB S&P Global Manufacturing PMI (Jan)			51.60				
GE Unemployment Rate (Jan)		6.30%	6.30%	GE HCOB Manufacturing PMI (Jan)			48.70				
GE Unemployment Change (Jan)		5K	3K	EU HCOB Manufacturing PMI (Jan)			49.40				
GE GDP (QoQ) (Q4)		0.20%	0.00%	US S&P Global Manufacturing PMI (Jan)			51.90				
GE GDP (YoY) (Q4)		0.30%	0.30%	US ISM Manufacturing Prices (Jan)			58.50				
EU GDP (YoY) (Q4)		1.20%	1.40%	US ISM Manufacturing PMI (Jan)			47.90				
EU GDP (QoQ) (Q4)		0.20%	0.30%	US ISM Manufacturing Employment (Jan)			44.90				
EU Unemployment Rate (Dec)		6.30%	6.30%	Tuesday, Feb 3, 2026							
GE CPI (MoM) (Jan)			0.00%	US JOLTs Job Openings (Dec)			7.146M				
GE CPI (YoY) (Jan)		2.20%	1.80%	Wednesday, Feb 4, 2026							
US PPI (MoM) (Dec)		0.20%	0.20%	JP Au Jibun Bank Services PMI (Jan)			53.40				
US Core PPI (MoM) (Dec)		0.30%	0.00%	CN Caixin Services PMI (Jan)			52.00				
US Chicago PMI (Jan)		43.30	42.70	GE HCOB Services PMI (Jan)			53.30				
				EU HCOB Services PMI (Jan)			51.90				
				EU HCOB Composite PMI (Jan)			51.50				
				GB S&P Global Composite PMI (Jan)			53.90				
				GB S&P Global Services PMI (Jan)			54.30				
				EU CPI (YoY) (Jan)			1.90%				
				US ADP Nonfarm Employment Change (Jan)			41K				
				US S&P Global Services PMI (Jan)			52.50				
				US S&P Global Composite PMI (Jan)			52.80				
				US ISM Non-Manufacturing Prices (Jan)			64.30				
				US ISM Non-Manufacturing PMI (Jan)			54.40				
				US ISM Non-Manufacturing Employment (Jan)			52.00				



Thank
you!