

DAILY UPDATE October 13, 2026

MACROECONOMIC NEWS

Oil Price - Brent crude rose 0.7% to USD 100.93/barrel on Wednesday in volatile trading, as increased attacks on shipping in the Strait of Hormuz and escalating fighting in Yemen renewed supply concerns. Gains were capped after the International Energy Agency agreed to accelerate stock releases and prioritize diesel to ease price pressures, while France announced plans to release 10 million barrels of diesel from emergency reserves. The market remains caught between persistent disruption risks along key shipping routes and coordinated efforts to improve near-term supply.

U.S. Economy - Treasury yields resumed their climb on Wednesday but pared gains after strong demand at a USD 39 billion 10-year note auction, which cleared at its highest yield since November 2000. The 10-year yield rose 1.8 basis points to 5.286%, versus an earlier increase of 9.5 basis points, while the 30-year advanced 2.5 basis points to 5.666%. Energy-driven inflation risks, heavy AI-related borrowing, and fiscal concerns continued to pressure global bonds. September FOMC minutes confirmed unanimous support for the 25-basis-point hike, with most participants favoring another increase by year-end, although subsequent inflation and employment data have reduced expectations for an October move. Equities have remained resilient on AI enthusiasm and expectations for strong 3Q earnings, but elevated long-term yields threaten valuations, raise corporate financing costs, and increase bonds' relative appeal ahead of major bank results next week.

U.S. Market - U.S. equities ended a four-session winning streak on Wednesday but recovered from intraday lows as oil pared gains and a strong 10-year Treasury auction eased bond-market selling pressure. The S&P 500 fell 0.3%, the NASDAQ slipped 0.2%, and the DJIA declined 0.7%. September FOMC minutes showed most policymakers anticipated one further rate hike this year, keeping monetary tightening in focus. Attention now shifts to earnings season, with major banks reporting next week and early corporate results offering a read on demand and margins. Constellation Brands gained 2.4% after fiscal second-quarter revenue and profit exceeded expectations despite a cautious full-year outlook, while Levi Strauss was scheduled to report after the close.

Equity Markets

	Closing	% Change
Dow Jones	51,851	0.38
NASDAQ	27,246	-0.44
S&P 500	7,807	-0.06
MSCI excl. Jap	1,117	-0.79
Nikkei	67,376	-2.40
Shanghai Comp	3,797	-0.43
Hang Seng	24,271	0.25
STI	5,431	0.29
JCI	5,936	-2.59
Indo ETF (IDX)	10	-2.57
Indo ETF (EIDO)	12	-1.85

Currency

	Closing	Last Trade
US\$ - IDR	17,913	17,913
US\$ - Yen	158.61	158.43
Euro - US\$	1.1155	1.1168
US\$ - SG\$	1.281	1.281

Commodities

	Last	Price Chg	%Chg
Oil NYMEX	92.8	2.2	2.4
Oil Brent	105.6	2.16	2.1
Coal Newcastle	149.4	0.5	0.3
Nickel	15619	-3	0.0
Tin	53209	203	0.4
Gold	4161	-47.0	-1.1
CPO Rott	1295		
CPO Malay	4629	37	0.8

Indo Gov. Bond Yields

	Last	Yield Chg	%Chg
1 year	6.720	0.00	-0.05
3 year	6.917	-0.02	-0.22
5 year	7.041	0.00	0.01
10 year	7.190	-0.02	-0.26
15 year	7.230	0.02	0.28
30 year	7.292	0.02	0.32

CORPORATE NEWS

PGEO - PT Pertamina Geothermal Energy Tbk has drilled five exploration and make-up wells across three operating areas during 2026. The Gunung Tiga exploration well was completed on 9 June, while Lumut Balai well LMB-19.3 was completed on 3 September and LMB-19.4 commenced drilling on 17 September toward a 2,500-metre target supporting the planned 55 MW Lumut Balai Unit 3. Drilling also commenced at Ulubelu on 17 September. The program supports new capacity development and steam-supply reliability, although PGEO disclosed no drilling capex, test-flow results or quantified incremental production.

MEDC - PT Medco Energi Internasional Tbk agreed to acquire 10% non-operating interests from Eni in the Muara Bakau, Ganai, West Ganai and East Ganai PSCs in the Kutei Basin. The portfolio includes the producing Jangkrik field, the Maha, Gendalo and Gandang gas developments, and the recently announced Geliga discovery, providing a combination of current production and longer-term resource upside within an established LNG value chain. Completion remains subject to customary government and regulatory approvals; consideration, financing and the effective completion date were not disclosed, leaving transaction economics and incremental capital commitments unquantified.

CSRA - PT Cisadane Sawit Raya Tbk declared an FY26 interim dividend of IDR 15/share, totaling IDR 30 billion, with payment scheduled for 13 November. The distribution represents approximately 23% of attributable 1H26 net profit of IDR 131 billion and is supported by unrestricted retained earnings of IDR 1.7 trillion and equity of IDR 1.6 trillion. The relatively moderate payout provides a defined near-term shareholder return while preserving substantial internal capital for plantation operations and investment requirements. **BBKP** - PT Bank KB Indonesia Tbk is offering IDR 500 billion of subordinated bonds on 12–13 October, comprising IDR 425 billion at an 8.95% coupon for five years and IDR 75 billion at 9.30% for seven years. Both series use bullet repayment and carry an AA(idn) rating from Fitch Ratings Indonesia, with IDX listing scheduled for 19 October. The issuance adds longer-duration subordinated funding, but its relatively high fixed coupons increase funding costs and the bullet structures retain refinancing exposure at maturity. The report did not specify the planned deployment of proceeds.

INCO - PT Vale Indonesia spent USD 2 million on exploration in 3Q26 across Sorowako, Bahodopi and Pomalaa, comprising USD 730,000 in July, USD 720,000 in August and USD 570,000 in September. The program used 50–100 metre HQ-3 core drilling and electrical-resistivity surveys to raise resource confidence at Triple A Sorowako East, Bahodopi Blocks 3H/3F and Pomalaa Block 4; Sorowako results are being incorporated into resource and reserve calculations. Further drilling and geophysics are planned across Larona, Tanamalia, Bahodopi and Pomalaa. The work supports longer-term reserve conversion, but no new resource estimate, grades, production effect or development timetable was disclosed.

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