

Mandiri Investasi Weekly Recap

18 – 22 May 2026

Market Summary:

Global Equity: mostly gain led by Kospi (+4.73% WoW), Japan (+3.14% WoW), and Euro (+3.29% WoW) driven by better-than-expected AI related company earning result (NVIDIA), Middle East de-escalation hopes, and easing oil prices.

Domestic Equity: JCI down by -8.35% WoW driven by a domestic policy shock and currency stress. Foreign recorded net outflow : IDR 2.03tn WoW in all market.

Domestic Bond Market: SBN 10Y yield stood at 6.74%. Foreign net inflow : IDR 2.7tn WoW (19/5)

Key News of The Week

Oil prices eased as Brent slipped back to US\$103.54/bbl on signs of progress in US–Iran talks, but unresolved issues on uranium enrichment and Hormuz control cap downside.

NVIDIA reported better-than-expected earnings, driven by a +92% YoY surge in data center revenue, reinforcing optimism toward AI-related equities globally.

Bank Indonesia delivered a surprise 50bp rate hike to 5.25% to defend the rupiah amid Middle East energy shocks, while FOMC minutes signaled a hawkish tilt under new Chair Kevin Warsh, lifting global yield pressures.

Indonesia has established **PT DSI, a new state-linked export vehicle**, to implement a **one-gate scheme for strategic commodities** such as CPO, coal, and ferroalloys, to improve pricing transparency, export-value reporting, FX capture, and documentation quality.

Indonesia posted CAD of US\$4.0bn in 1Q26 (-1.1% of GDP) wider than 4Q25 (-0.7% of GDP), driven by seasonal income outflows, weaker commodity exports, and financial account pressures.

Our View:

Market focus will be on US–Iran headlines and US data, with April PCE key for the growth and Fed “higher-for-longer” narrative. Domestically, potential regulatory changes and the 29 May MSCI rebalancing could trigger passive outflows, and although some selling has likely been pre-empted, with only three trading days, flow execution may amplify short-term volatility.

We currently maintain a defensive stance, with portfolios hedged against elevated geopolitical risk. Sector selection remains our key alpha driver, where we prefer to start building positions selectively while avoiding speculative trades. We also manage cash tactically to stay nimble and deploy into dislocated names when attractive bottom-fishing opportunities emerge.

Index Return (%)

Global Equity	Price	1W	QTD	YTD	1Y	3Y
IHSG	6,162.05	-8.35	-12.57	-28.74	-14.02	-8.53
IDX80	93.87	-7.81	-14.43	-29.18	-20.26	-27.78
MSCI World	4,801.11	1.25	12.75	7.69	25.72	70.44
Dow Jones	50,579.70	2.13	9.15	4.57	20.83	53.01
NASDAQ Comp	26,343.97	0.45	22.02	12.49	39.20	109.74
S&P 500	7,473.47	0.88	14.47	8.37	27.93	80.28
Euro Stoxx 50	6,019.45	3.29	8.07	3.85	10.97	38.62
FTSE 100 (UK)	10,466.26	2.66	2.85	5.29	19.76	34.82
Nikkei 225 (Japan)	63,339.07	3.14	24.04	25.82	71.25	104.60
Shanghai Composite	4,112.90	-0.54	5.68	3.73	21.68	26.70
MSCI Asia Pacific	268.96	0.99	18.76	18.06	38.67	65.92
MSCI ASEAN	758.94	-0.44	1.76	-0.78	7.27	17.93
KOSPI (Korea)	7,847.71	4.73	55.32	86.22	202.57	205.65
Nifty (India)	23,719.30	0.32	6.22	-8.56	-3.62	29.27

Last Data

Rates, Currencies, Commodities	05/22/26	05/15/26	12/31/25	03/23/25
BBG Commodity	138.66	140.91	109.69	105.32
Brent Crude Oil (\$/bbl)	103.54	109.26	60.85	72.16
Thermal Coal (\$/mt)	132.05	131.70	107.50	97.00
Gold (\$/troy oz)	4,509.40	4,540.08	4,319.37	3,022.15
Nickel (\$/mt)	18,913.00	18,497.00	16,646.00	16,057.00
CPO (MYR/mt)	4,430.00	4,380.00	3,998.00	4,651.00
DXY	99.24	99.28	98.32	104.09
USDIDR	17,717.00	17,597.00	16,680.00	16,502.00
IndoGB 10Y (%)	6.74	6.69	6.07	7.18
UST 10Y (%)	4.56	4.59	4.17	4.25
VIX	16.70	18.43	14.95	19.28
MOVE	78.43	79.87	63.96	94.54
Indo CDS 5Y	91.87	87.10	68.86	91.59

Economic Calendar

Monday	Tuesday
25 May: (US) Holiday, (HK) Holiday	26 May: (US) Conference Board Consumer Confidence
Wednesday	Thursday
27 May: (ID) Holiday	28 May: (ID) Holiday, (US) GDP second est., PCE Price Index, Personal Income, Durable Goods Order, New Home Sales
Friday	
29 May: (EU) Flash CPI Germany & France	

Chart of the Week

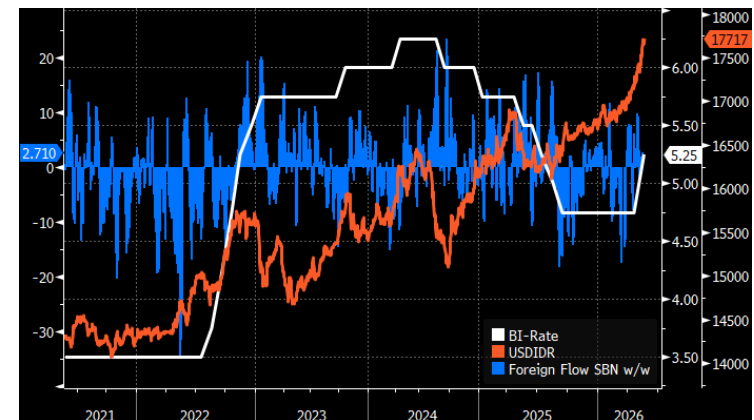


Chart: Bloomberg

Commentary: BI had been in a cutting cycle since September 2024, reducing the BI-Rate by a cumulative 150bps from the 6.25% peak (April 2024) down to 4.75% (September 2025). The May '26 hike marks a sharp policy reversal, unwinding roughly one-third of those cuts in a single meeting. The upsized 50bp step signals BI's willingness to act decisively, but the durability of rupiah stabilization will hinge on broader USD dynamics and geopolitical risk appetite.