Mandiri Investasi Weekly Recap

13 - 17 July 2026

Market Summary:

Global Equity: Global equities fell on concerns over the heavy pace of AI spending and its investment payoff, as well as escalating US–Iran hostilities

Domestic Equity: JCI posted its strongest weekly gain this year at +4.24% WoW on the S&P rating affirmation, though foreign investors remained net sellers: IDR1.46tn WoW in the regular market.

Domestic Bond Market: IndoGB 10Y yield edged up +2bps WoW to 7.26%, resilient despite foreign outflows of IDR4.7tn WoW (15/7)

Key News of The Week

US June CPI eased to 3.5%YoY from 4.2% with core at 2.6%YoY, both below consensus, on a -5.7% slump in energy prices.

Fed Chair Warsh reaffirmed the 2% inflation target, stating the FOMC has "no tolerance" for persistent inflation and that both rates and the balance sheet remain available policy tools.

US–Iran hostilities escalated as Iranian attacks killed two US service members in Jordan and struck a Kuwaiti oil facility, prompting an eighth straight night of US strikes targeting Iran's grip on the Strait of Hormuz.

China's Q2 GDP grew 4.3%YoY, the slowest since Q4 2022, as fixed asset investment fell -5.7% YTD despite beats in industrial production and retail sales.

S&P affirmed Indonesia's BBB/A-2 rating with a stable outlook, viewing fiscal and external strains as temporary, in contrast to Moody's and Fitch's negative outlooks.

Our View:

Next week, the focus turns to BI's July RDG (21–22 Jul), while the dominant risks still come from the AI capex debate and US–Iran hostilities. The S&P affirmation shifts the domestic narrative from rating risk toward execution as the September APBN 2027 passage and free-float reforms ahead of MSCI's November review are now the key catalysts.

The JCI's rebound validates our view that near-term direction is currency-led, with valuations still depressed, we continue to see alpha from disciplined sector allocation. In fixed income, softer US inflation, a possible July BI pause, and the S&P affirmation ease near-term front-end pressure. With 2-10y INDOGB spread still near-flat and foreign flows concentrated in SRBI and the short end, we see the clearest opportunity in tactical 2–5yr carry and keep duration defensive. We would extend only on confirmed curve normalization and IDR stabilization, the July RDG is a near term catalyst.

		Index Return (%)				
Global Equity	**Price**	**1W**	**QTD**	**YTD**	**1Y**	**3Y**
IHSG	6,175.54	4.24	9.43	-28.58	-15.25	-9.58
IDX80	93.01	5.64	12.35	-29.83	-20.43	-29.75
LQ45	621.91	5.54	12.44	-26.54	-21.05	-35.11
MSCI World	4,807.71	-1.23	-0.37	7.84	18.40	58.02
Dow Jones	52,146.42	-0.93	-0.33	7.81	17.22	49.19
NASDAQ Comp	25,520.24	-2.90	-2.65	8.97	22.19	77.80
S&P 500	7,457.69	-1.55	-0.56	8.14	18.43	63.73
Euro Stoxx 50	6,230.87	-0.62	-1.54	7.50	15.88	42.59
FTSE 100 (UK)	10,600.37	0.98	0.98	6.64	18.14	42.22
Nikkei 225 (Japan)	64,141.12	-6.44	-8.45	27.42	60.75	97.39
Shanghai Composite	3,764.16	-5.81	-8.07	-5.07	7.03	17.71
MSCI Asia Pacific	261.15	-3.77	-4.68	14.63	28.50	55.48
MSCI ASEAN	803.53	0.83	6.20	5.05	10.89	23.14
KOSPI (Korea)	6,820.60	-8.77	-19.53	61.85	113.66	161.56
Nifty (India)	24,334.30	0.53	1.96	-6.19	-3.09	23.22

	Last Data			
Rates, Currencies, Commodities	**07/17/26**	**07/10/26**	**03/31/26**	**12/31/25**
BBG Commodity	131.38	126.84	135.25	109.69
Brent Crude Oil ($/bbl)	88.10	76.01	118.35	60.85
Thermal Coal ($/mt)	130.00	128.60	142.45	107.50
Gold ($/troy oz)	4,017.39	4,119.93	4,668.06	4,319.37
Nickel ($/mt)	16,961.00	16,741.00	17,110.00	16,646.00
CPO (MYR/mt)	4,529.00	4,455.00	4,729.00	3,998.00
DXY	100.77	100.95	99.96	98.32
USDIDR	17,921.00	18,065.00	17,041.00	16,680.00
IndoGB 10Y (%)	7.26	7.24	6.86	6.07
IndoGB 2Y (%)	7.12	7.22	6.31	5.00
SRBI 12M Avg Yield (%)	7.64	7.67	5.50	4.92
UST 10Y (%)	4.55	4.56	4.32	4.17
VIX	18.77	15.03	25.25	14.95
MOVE	70.88	69.55	96.05	63.96
Indo CDS 5Y	91.94	90.89	101.28	68.86

Economic Calendar

Monday	**Tuesday**
20 July: (CN) Loan Prime Rate, (US) Leading Index	21 July: -

Wednesday	**Thursday**
22 July: (ID) BI Rate Decision	23 July: (EU) ECB Policy Decision; (US) Initial Jobless Claims

Friday
24 July: (US/EU/JP) Flash PMIs; (JP) CPI

Chart of the Week

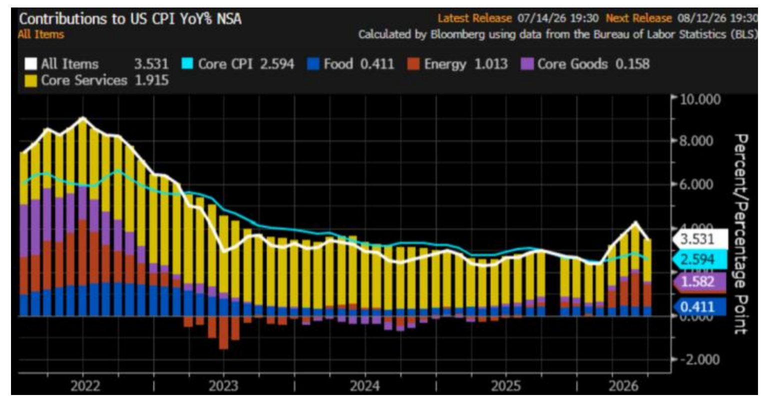

Chart: Bloomberg

Commentary: US June CPI eased to 3.5%YoY from 4.2% in May, as the post-ceasefire drop in oil prices unwound the energy spike that had driven the three-month inflation acceleration. Energy still contributed 1.0ppt to the headline while core services, at 1.9ppt, remains the largest and stickiest component, keeping core CPI at 2.6%YoY. With renewed Strait of Hormuz hostilities lifting oil prices again in July, the energy relief may prove short-lived, supporting Fed Chair Warsh's caution that the print is far from "mission accomplished" ahead of the 28–29 July FOMC, where markets price an 86% probability of a fifth straight hold.