Mandiri Investasi Weekly Recap

10 – 14 Aug 2026

Market Summary:

Global Equity: Global equities ended the week mostly higher, led by the Kosp (+11.5%) and Nikkei (+4.74%), as investors rotated back into AI- and semiconductor-linked shares following July's sell-off.

Domestic Equity: JCI ended the week slightly lower -0.12% as investors remained cautious amid the MSCI August review, President Prabowo Subianto's annual speech, and the presentation of the 2027 state budget.

Domestic Bond Market: The 10Y IndoGB yield declined 10bps to 7.18%, supported by domestic demand. Bank holdings increased by IDR98tn WoW, lifting their ownership share to 16.8% of outstanding IndoGBs. Foreign investors recorded IDR1.8tn in net outflows WoW as of 13 August.

Key News of The Week

US inflation moderated further in July, with headline CPI rising 3.4% YoY and core CPI increasing 2.5% YoY, both 10 bps lower than in June. July retail sales reportedly declined 0.6% MoM, signaling softer consumer momentum.

The US govt auctioned USD25Bn in UST 30Y at yield 5.216%, marking the highest rate for this tenor since 2001 amid growing concern over widen deficit.

Negotiation over the Strait of Hormuz stalled, while tanker attack persisted, pushing Brent crude price back toward US$88/bbl.

China's CPI eased to 0.5%YoY, while PPI remained at 3.5%YoY, underscoring subdued domestic demand.

President Prabowo Subianto nominated Destry Damayanti as the sole candidate for BI Governor. This is viewed as supportive of monetary policy continuity, although the appointment process remains a key policy risk.

MSCI August review removed two stocks (GOTO, CPIN) from Global Standard Index and nine stocks from the small caps.

President Prabowo proposed a 2027 budget with IDR4,097.2Tn spending and IDR3,426Tn revenue, implying a fiscal deficit of 2.4% of GDP. The budget targets 6% economic growth and 2.5% inflation.

Our View:

Geopolitical risk will likely remain a key market driver in 2H26. Our base case is for oil prices to remain elevated but below their 1H peaks. This should limit inflationary pressures and gradually improve global risk appetite. Next week's key macro agenda includes global manufacturing PMIs, BI rate decision, and Indonesia's balance of payments data.

With JCI valuations still compressed, we continue to see alpha from disciplined sector allocation and view 2Q26 earnings quality as the key differentiator into 2H26. In fixed income, we retain tactical 2–5yr carry and keep duration defensive, extending only on confirmed IDR stabilization and further oil de-escalation.

Key domestic risks including policy uncertainty, BI leadership transition, and MSCI-related concerns over market accessibility, liquidity, foreign ownership, and index eligibility, which could weigh on foreign flows.

Index Return (%)

Global Equity	Price	1W	QTD	YTD	1Y	3Y
IHSG	6,401.89	-0.12	13.44	-25.96	-19.28	-7.42
IDX80	94.80	-1.74	14.51	-28.48	-23.54	-29.01
LQ45	632.28	-1.25	14.32	-25.31	-23.54	-34.56
ISSI	222.50	0.24	13.18	-27.90	-16.53	5.60
MSCI World	5,029.48	0.43	4.23	12.81	20.49	70.59
Dow Jones	53,732.41	-0.56	2.70	11.09	19.64	53.76
NASDAQ Comp	26,729.16	0.14	1.97	14.13	23.12	96.09
S&P 500	7,785.76	0.36	3.82	12.90	20.36	75.44
Euro Stoxx 50	6,539.59	0.24	3.34	12.83	20.33	52.49
FTSE 100 (UK)	10,750.11	-1.38	2.41	8.14	17.14	45.48
Nikkei 225 (Japan)	68,713.80	4.74	-1.92	36.50	61.11	113.14
Shanghai Composite	3,927.18	-0.33	-4.08	-0.96	7.11	23.64
MSCI Asia Pacific	278.06	2.62	1.49	22.05	31.05	72.23
MSCI ASEAN	830.71	0.57	9.80	8.61	10.68	32.10
KOSPI (Korea)	6,977.94	11.49	-17.68	65.58	116.33	171.42
Nifty (India)	24,366.00	-0.83	2.10	-6.06	-1.08	25.37

Last Data

Rates, Currencies, Commodities	08/14/26	08/07/26	06/30/26	03/31/26	12/31/25
BBG Commodity	135.39	131.73	123.18	135.25	109.69
Brent Crude Oil ($/bbl)	88.52	83.55	72.92	118.35	60.85
Thermal Coal ($/mt)	129.25	127.85	129.65	142.45	107.50
Gold ($/troy oz)	4,376.40	4,341.56	4,008.02	4,668.06	4,319.37
Nickel ($/mt)	16,815.00	17,004.00	16,287.00	17,110.00	16,646.00
CPO (MYR/mt)	4,528.00	4,527.00	4,474.00	4,729.00	3,998.00
DXY	99.67	99.54	101.19	99.96	98.32
USDIDR	17,827.00	17,897.00	17,907.00	17,041.00	16,680.00
IndoGB 10Y (%)	7.18	7.28	7.16	6.86	6.07
IndoGB 2Y (%)	6.83	7.01	7.21	6.31	5.00
SRBI 12M Avg Yield (%)	7.37	7.59	7.70	5.50	4.92
UST 10Y (%)	4.69	4.65	4.47	4.32	4.17
UST 2Y (%)	4.17	4.20	4.17	3.79	3.47
VIX	14.25	14.90	16.45	25.25	14.95
MOVE	69.58	72.03	71.96	96.05	63.96
Indo CDS 5Y	84.28	90.38	89.45	101.28	68.86

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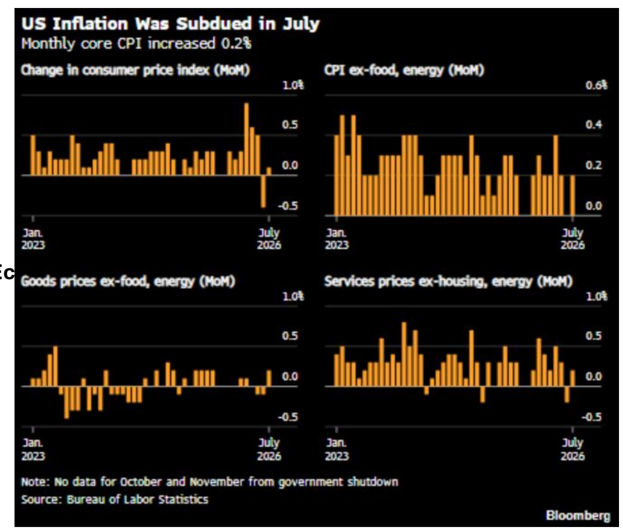
Monday	Tuesday
17 August: (CN) Retail Sales, Industrial Production, Retail Sales YoY	18 August: (US) Industrial Production, Housing Starts, (ID) External Debt
Wednesday	**Thursday**
19 August: (ID) BI Rate, (EU) CPI	20 August: (US) Initial Jobless Claims, (ID) BoP Current Account Balance
Friday	
21 August: (US) S&P Global Manufacturing PMI, (EU) S&P Global Manufacturing PMI	

Chart of the Week



Commentary: July US core CPI rose 0.2% MoM and 2.5% YoY, matching its slowest annual pace since March 2021. Headline CPI increased 0.1% MoM and 3.4% YoY, indicating that the energy-price shock's effect on inflation continued to fade. This reduced the near-term urgency for the Fed to raise rates, particularly alongside weaker hiring trends.