Mandiri Investasi Weekly Recap

31 Aug – 4 Sep 2026

Market Summary:

Global Equity: Global equities ended the week mixed, with MSCI ASEAN (+0.93%) leading gains while the Nikkei (-2.09%) was the worst performer.

Domestic Equity: The JCI gained 1.82% for the week, returning to the 6,600 level, supported by a stronger rupiah and Rp2.3tn of foreign inflows.

Domestic Bond Market: The 10Y and 2Y IndoGB yields rose 12bps WoW to 7.12% and 6.74%, respectively, tracking a roughly 6bps increase in the 10Y UST yield.

Key News of The Week

UST yields moved higher intra-week, with the 10Y touching 4.81% (a near three-year high) on renewed geopolitical tension and higher oil prices, before easing after Fed Governor Christopher Waller said he would support keeping rates unchanged at the September FOMC if incoming data continue to show disinflation. Yields then rose again on Friday as August nonfarm payrolls surged by 162K, well above the 53K consensus, with the unemployment rate steady at 4.1% and participation up to 61.6%.

Oil prices rose 7% WoW as US-Iran military strikes resumed for the first time in several weeks.

The Nikkei fell, led by richly valued stocks, as rising JGB yields and growing expectations of near-term BoJ tightening weighed on sentiment.

Indonesia posted a US$121mn trade surplus in July after two consecutive months of deficit, bringing the YTD surplus to US$3.7bn. The surplus reflected moderating imports amid normalizing oil prices, slower capital goods imports, and easing supply chain disruptions, though import growth remained elevated at +27.0% YoY. Export growth, however, slowed from June, driven by declines in palm oil, downstream nickel, and coal exports.

Indonesia's August CPI rose +0.21% MoM and +3.19% YoY (July: +2.88%), driven by food (broiler chicken, rice), while transport posted deflation on lower airfares and fuel prices. Core inflation rose to +2.92% YoY from +2.76% in July. Meanwhile, the global FAO Food Price Index rose +1.9% MoM in August to its highest level since late 2022, with inflation concerns mounting amid ongoing Black Sea supply disruptions, Eurozone heatwaves, and a prolonged El Niño.

Our View:

With labor data coming in firmer than expected, attention now turns to this week's US CPI print as the final key input ahead of the 16 September FOMC meeting. We expect August CPI to have climbed, consistent with last week's PCE data. Rate futures currently assign roughly a 65% probability to a hike.

Indonesian bonds and equities have been comparatively stable. For IndoGBs, the setup is constructive: improved rupiah stability and lower FX hedging costs ease foreign re-entry, while reduced SRBI supply redirects domestic bank and institutional liquidity into govies, both pointing to downward pressure on yields. Indonesian equities offer a mean-reversion opportunity, with the JCI trading at depressed valuations and foreign positioning still light. Any improvement in the domestic macro picture therefore carries asymmetric upside for both flows and index performance.

Index Return (%)

Global Equity	Price	1W	QTD	YTD	1Y	3Y
IHSG	6,636.48	1.82	17.60	-23.25	-15.65	-5.08
IDX80	98.71	2.15	19.23	-25.54	-18.56	-26.31
LQ45	657.59	2.46	18.89	-22.32	-17.78	-32.11
ISSI	230.51	0.76	17.25	-25.31	-14.32	7.24
MSCI World	4,986.93	0.02	3.35	11.86	19.05	67.72
Dow Jones	53,414.25	-0.27	2.09	10.44	17.08	54.19
NASDAQ Comp	26,506.99	0.40	1.12	13.19	22.11	89.05
S&P 500	7,718.60	0.09	2.92	11.92	18.71	71.65
Euro Stoxx 50	6,392.93	-1.43	1.02	10.29	19.57	49.75
FTSE 100 (UK)	10,831.09	0.06	3.18	8.96	17.51	45.62
Nikkei 225 (Japan)	65,020.94	-2.09	-7.20	29.16	52.70	96.81
Shanghai Composite	3,930.12	-0.56	-4.01	-0.88	4.36	24.59
MSCI Asia Pacific	279.26	0.42	1.93	22.58	32.65	71.49
MSCI ASEAN	835.54	0.93	10.43	9.24	11.99	33.38
KOSPI (Korea)	6,687.21	-1.50	-21.11	58.68	108.92	158.98
Nifty (India)	23,897.70	-1.15	0.13	-7.87	-3.38	22.08

Last Data

Rates, Currencies, Commodities	09/04/26	08/28/26	06/30/26	03/31/26	12/31/25
BBG Commodity	142.87	140.19	123.18	135.25	109.69
Brent Crude Oil ($/bbl)	96.28	89.31	72.92	118.35	60.85
Thermal Coal ($/mt)	148.65	131.20	129.65	142.45	107.50
Gold ($/troy oz)	4,429.98	4,455.11	4,008.02	4,668.06	4,319.37
Nickel ($/mt)	16,846.00	16,861.00	16,287.00	17,110.00	16,646.00
CPO (MYR/mt)	4,608.00	4,628.00	4,474.00	4,729.00	3,998.00
DXY	99.18	99.70	101.19	99.96	98.32
USDIDR	17,642.00	17,693.00	17,907.00	17,041.00	16,680.00
IndoGB 10Y (%)	7.12	7.00	7.16	6.86	6.07
IndoGB 2Y (%)	6.74	6.69	7.21	6.31	5.00
SRBI 12M Avg Yield (%)	7.00	7.00	7.70	5.50	4.92
UST 10Y (%)	4.78	4.72	4.47	4.32	4.17
UST 2Y (%)	4.37	4.34	4.17	3.79	3.47
VIX	14.53	14.43	16.45	25.25	14.95
MOVE	73.10	70.97	71.96	96.05	63.96
Indo CDS 5Y	83.64	84.34	89.45	101.28	68.86

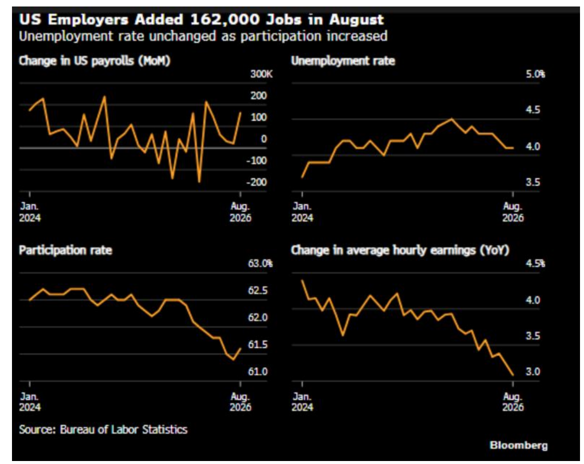
Economic Calendar

Monday	Tuesday
7 Sep: (EU) GDP	8 Sep: (JP) GDP

Wednesday	Thursday
9 Sep: (CN) CPI	10 Sep: (US) Initial Jobless Claims

Friday
11 Sep: (US) CPI, University of Michigan Sentiment

Chart of the Week



Source: Bloomberg

Commentary: The US August employment report supports the soft-landing narrative. July's upward revision (+21K vs. -23K initially) removes the contraction tail risk, and gains were broad-based across most major industries, including leisure and hospitality and government. Unemployment held at 4.1% while participation rose, a constructive mix of expanding labour supply being absorbed by hiring. The slight cooling in wage growth is the only caveat, though it eases inflation concerns and gives the Fed room to weigh growth.