

Risk-Off Sentiment Has Decreased, But A Wait-and-see Approach Persists

11 July 2024

Economist / Fikri C Permana

US Economic Data

| US ECONOMIC INDICATORS | Unit | Latest Period | Data | |
|------------------------|--------|---------------|--------|----------|
| | | | Latest | Previous |
| Fed Rate | % | Jun '24 | 5.5 | 5.5 |
| Economic Growth | %, yoy | 1Q24 | 1.6 | 3.4 |
| Inflation Rate | %, yoy | May'24 | 3.3 | 3.4 |
| Unemployment Rate | % | Jun '24 | 4.1 | 4.0 |

Sources : various sources, KBVS Research (2024)

The data releases that influenced yield movements in the week of Jul 4th-Jul 10th, '24 are as follows:

- Weekly initial jobless claims in the last week of Jun '24 rose by 4K to 238K (Cons: 235K, Prev: 234K).
- Average hourly earnings for all employees on US private nonfarm payrolls increased by 10 cents, or 0.3% MoM (Cons: 0.4% MoM, Prev: 0.4% MoM).
- The US economy in Jun '24 added 206K jobs (Cons: 190K, Prev: 218 K).
- US consumer inflation expectations for the year ahead in Jun '24 declined for a second consecutive month to 3.0% (Prev: 3.2%), led by a broad-based decline in price prospects.
- Total consumer credit in May '24 rose by USD11.35 bn (Cons: USD10.0 bn, Prev: USD6.4 bn).
- The Manheim Used Vehicle Value Index for Jun '24 went down -0.6% MoM (Prev: -0.6% MoM), marking a ninth consecutive month of no growth.
- The NFIB Small Business Optimism Index in Jun '24 rose to 91.5 (Cons: 89.5, Prev: 90.5), the highest since the start of the year.

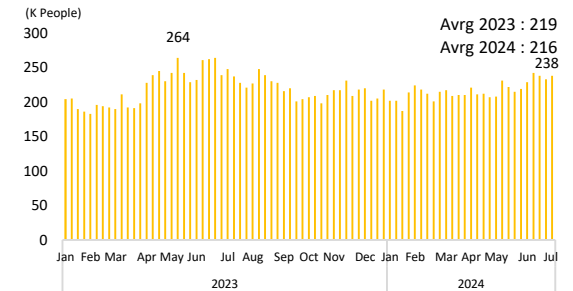
ECONOMIC CALENDAR

(4 JUL - 10 JUL '24)

| Event | Actual | Forecast | Previous |
|---|---------|----------|----------|
| Thursday, July 4, 2024 | | | |
| United States - Independence Day | | | |
| FOMC Meeting Minutes | | | |
| Friday, July 5, 2024 | | | |
| FOMC Member Williams Speaks | | | |
| Average Hourly Earnings (YoY) (YoY) (Jun) | 3.90% | 3.90% | 4.10% |
| Average Hourly Earnings (MoM) (Jun) | 0.30% | 0.30% | 0.40% |
| Average Weekly Hours (Jun) | 34.3 | 34.3 | 34.3 |
| Government Payrolls (Jun) | 70.0K | | 25.0K |
| Manufacturing Payrolls (Jun) | -8K | 6K | 8K |
| Nonfarm Payrolls (Jun) | 206K | 191K | 218K |
| Participation Rate (Jun) | 62.60% | 62.60% | 62.50% |
| Private Nonfarm Payrolls (Jun) | 136K | 160K | 193K |
| U6 Unemployment Rate (Jun) | 7.40% | | 7.40% |
| Unemployment Rate (Jun) | 4.10% | 4.00% | 4.00% |
| Fed Monetary Policy Report | | | |
| Saturday, July 6, 2024 | | | |
| U.S. Baker Hughes Oil Rig Count | 479 | | 479 |
| U.S. Baker Hughes Total Rig Count | 585 | | 581 |
| Fed's Balance Sheet | 7,222B | | 7,231B |
| Reserve Balances with Federal Reserve Banks | 3.322T | | 3.269T |
| Monday, July 8, 2024 | | | |
| CB Employment Trends Index (Jun) | 110.27 | | 111.04 |
| NY Fed 1-Year Consumer Inflation Expectations | 3.00% | | 3.20% |
| 3-Month Bill Auction | 5.23% | | 5.24% |
| 6-Month Bill Auction | 5.08% | | 5.12% |
| Tuesday, July 9, 2024 | | | |
| Consumer Credit (May) | 11.35B | 10.70B | 6.49B |
| NFIB Small Business Optimism (Jun) | 91.5 | 90.3 | 90.5 |
| Redbook (YoY) | 6.30% | | 5.80% |
| Fed Vice Chair for Supervision Barr Speaks | | | |
| Fed Chair Powell Testifies | | | |
| Treasury Secretary Yellen Speaks | | | |
| 52-Week Bill Auction | 4.78% | | 4.92% |
| EIA Short-Term Energy Outlook | | | |
| Wednesday, July 10, 2024 | | | |
| 3-Year Note Auction | 4.40% | | 4.66% |
| FOMC Member Bowman Speaks | | | |
| API Weekly Crude Oil Stock | -1.923M | -0.250M | -9.163M |
| MBA 30-Year Mortgage Rate | | | 7.03% |

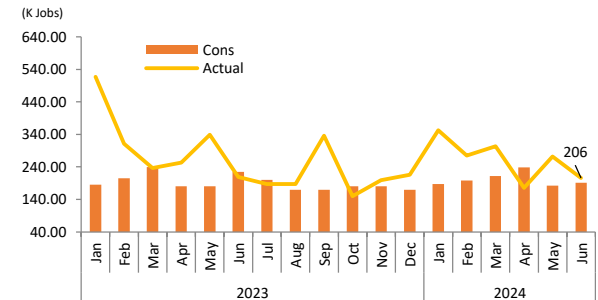
Sources : investing, KBVS Research (2024)

WEEKLY INITIAL JOBLESS CLAIMS



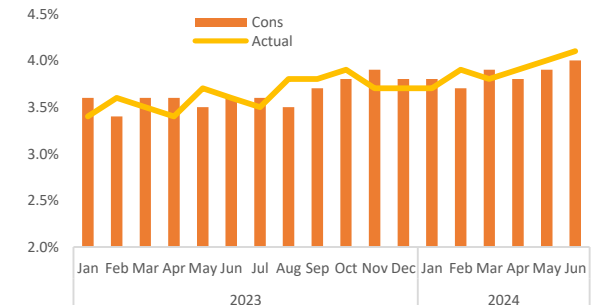
Sources : US DoL, KBVS Research (2024)

US NON FARM PAYROLLS



Sources : US Bureau of Labor Statistics, KBVS Research (2024)

US UNEMPLOYMENT RATE



Sources : US Bureau of Economic Analysis, KBVS Research (2024)

The US Economy Is On The Right Track, But...

ECONOMY

Fed Chair Powell says holding rates high for too long could jeopardize economic growth

PUBLISHED TUE, JUL 9 2024-10:00 AM EDT | UPDATED TUE, JUL 9 2024-1:42 PM EDT

Jeff Cox
@JEFFCOX1528
@JEFFCOXNBCOM

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KEY POINTS

- Federal Reserve Chair Jerome Powell on Tuesday expressed concern that holding interest rates too high for too long could jeopardize economic growth.
- "Reducing policy restraint too late or too little could unduly weaken economic activity and employment," Powell said in remarks for appearances this week on Capitol Hill.



Source : CNBC 9 Jul '24, link: <https://www.cnbc.com/2024/07/09/fed-chief-powell-says-holding-rates-high-for-too-long-could-jeopardize-economic-growth.html>

US economy no longer overheated, Fed's Powell tells Congress

By Howard Schneider and Ann Saphir

July 10, 2024 4:51 AM GMT+7 · Updated 7 hours ago

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Source : Reuters, 9 Jul '24, link: <https://www.reuters.com/markets/us/feds-powell-before-congress-could-show-developing-case-rate-cut-2024-07-09/>

Powell Welcomes Cooling Inflation but Wants 'More Good Data' Before Rate Cut

Jerome H. Powell, the chair of the Federal Reserve, delivered optimistic remarks to Senators as inflation and the job market slow gently.

Source : nytimes, 9 Jul '24, link: <https://www.nytimes.com/2024/07/09/business/economy/powell-inflation-rate-cut.html>

Yellen says Treasury's proposal restricting investments in China is 'narrowly targeted'

By COURTNEY DEGEN



Source : pionline, 9 Jul '24, link: <https://www.pionline.com/washington/yellen-says-treasurys-proposal-restricting-investments-china-narrowly-targeted/>

Yellen Echoes Powell Saying Labor Market Now Less Inflationary



Janet Yellen speaks during a House Financial Services Committee hearing in Washington, DC on July 9. Photographer: Tierney L. Cross/Bloomberg

Source : bloomberg, 9 Jul '24, link: <https://www.bloomberg.com/news/articles/2024-07-09/yellen-echoes-powell-saying-labor-market-now-less-inflationary>

Cutting interest rates 'too late or too little' could hit jobs, Fed chair warns

Jerome Powell tells senators in congressional hearing 'elevated inflation is not the only risk we face'



Jerome Powell also struck a note of optimism on price growth. Photograph: Evelyn Hockstein/Reuters

Source : the Guardian 9 Jul '24, link: <https://www.theguardian.com/business/article/2024/jul/09/jerome-powell-us-federal-interest-rate>

The Movement of UST Yields

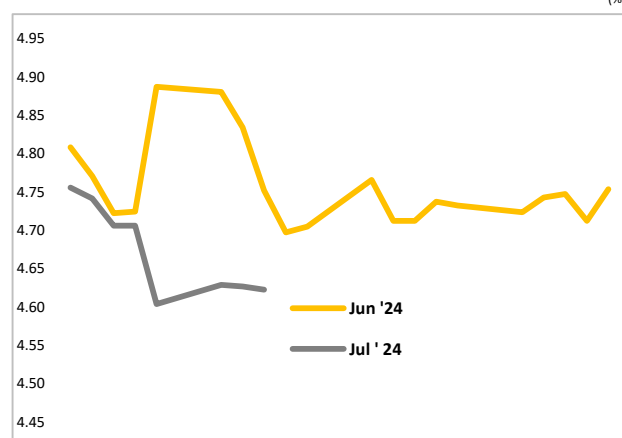
| US FISCAL INDICATORS | Unit | Latest Period | Data | |
|----------------------|--------|---------------|--------|----------|
| | | | Latest | Previous |
| Govt Debt | USD Tn | Mar'24 | 34.67 | 34.47 |
| Govt Debt to GDP | % | 4Q23 | 124.3 | 122.9 |
| Govt Budget | USD Bn | Feb '24 | 296.28 | 21.93 |
| S&P Credit Rating | Rating | 16-Mar-23 | AA+ | AA+ |

Sources : US Treasury, KBVS Research (2024)

Over the past week, there has been a tendency for UST yields to decrease, where:

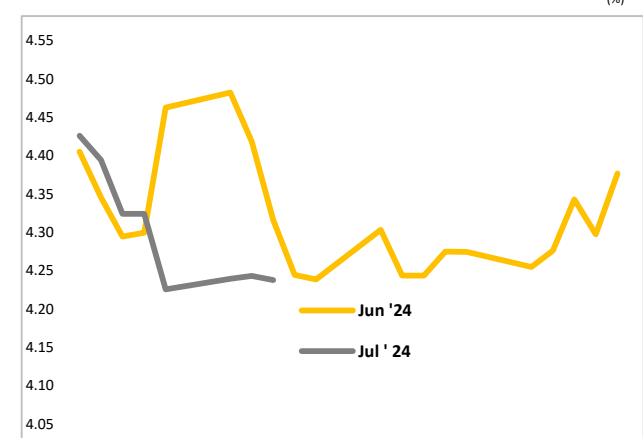
- UST6M
 - -2.06 bps (WoW)
 - +3.21 bps (YtD, as of Jul 10 , '24)
- UST52W (1Y)
 - -3.78 bps (WoW)
 - +24.27 bps (YtD, as of Jul 10 , '24)
- UST2Y
 - -8.38 bps (WoW)
 - +37.22 bps (YtD, as of Jul 10 , '24)
- UST5Y
 - -8.63 bps (WoW)
 - +39.03 bps (YtD, as of Jul 10 , '24)
- UST10Y
 - -7.46 bps (WoW)
 - +40.50 bps (YtD, as of Jul 10 , '24)
- UST30Y
 - -5.19 bps (WoW)
 - +44.77 bps (YtD, as of Jul 10 , '24)

YIELD UST2Y



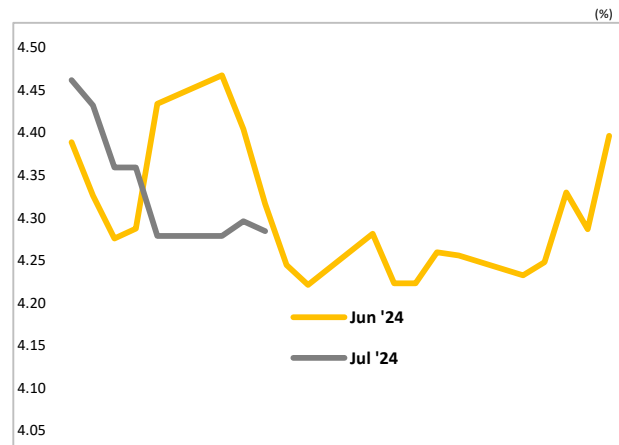
Sources : Bloomberg, KBVS Research (2024)

YIELD UST5Y



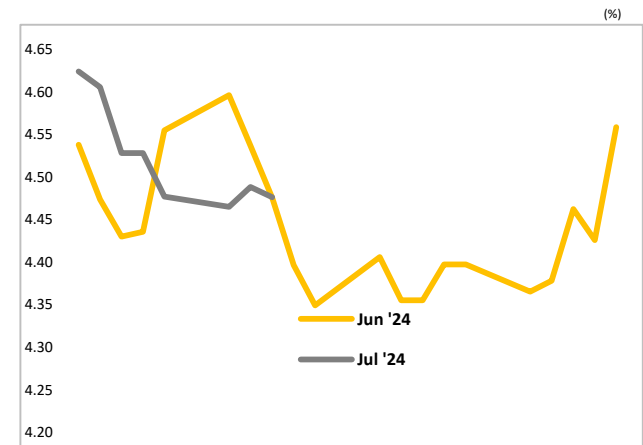
Sources : Bloomberg, KBVS Research (2024)

YIELD UST10Y



Sources : US Treasury, KBVS Research (2024)

YIELD UST30Y



Sources : US Treasury, KBVS Research (2024)

Fed Probabilities and Their Impact

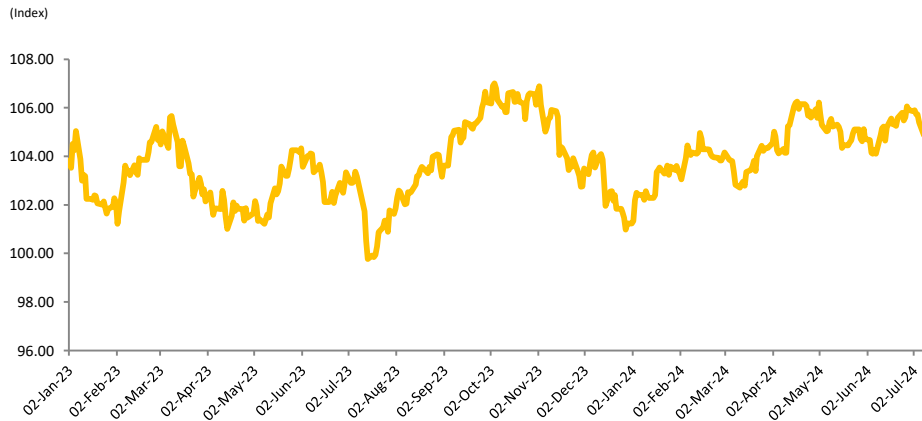
FED PROBABILITIES, as of 10 JUL '24

| MEETING DATE | FED PROBABILITIES | | | | | | | | |
|--------------|-------------------|---------|---------|---------|---------|---------|---------|---------|---------|
| | 325-350 | 350-375 | 375-400 | 400-425 | 425-450 | 450-475 | 475-500 | 500-525 | 525-550 |
| 31-Jul-24 | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 4.7% | 95.3% |
| 18-Sep-24 | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 3.3% | 70.0% | 26.7% |
| 7-Nov-24 | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 1.4% | 31.3% | 51.8% | 15.5% |
| 18-Dec-24 | 0.0% | 0.0% | 0.0% | 0.0% | 1.1% | 25.3% | 47.7% | 22.8% | 3.1% |
| 29-Jan-25 | 0.0% | 0.0% | 0.0% | 0.7% | 16.6% | 39.7% | 31.7% | 10.2% | 1.1% |
| 19-Mar-25 | 0.0% | 0.0% | 0.5% | 12.2% | 33.3% | 33.9% | 16.1% | 3.6% | 0.3% |
| 30-Apr-25 | 0.0% | 0.2% | 6.1% | 22.3% | 33.6% | 25.4% | 10.2% | 2.0% | 0.2% |
| 18-Jun-25 | 0.2% | 4.1% | 16.8% | 29.8% | 28.2% | 15.3% | 4.8% | 0.8% | 0.1% |
| 30-Jul-25 | 1.8% | 9.4% | 22.2% | 29.1% | 22.8% | 10.9% | 3.1% | 0.5% | 0.0% |

Sources : CME Group, and KBVS Research (2024)

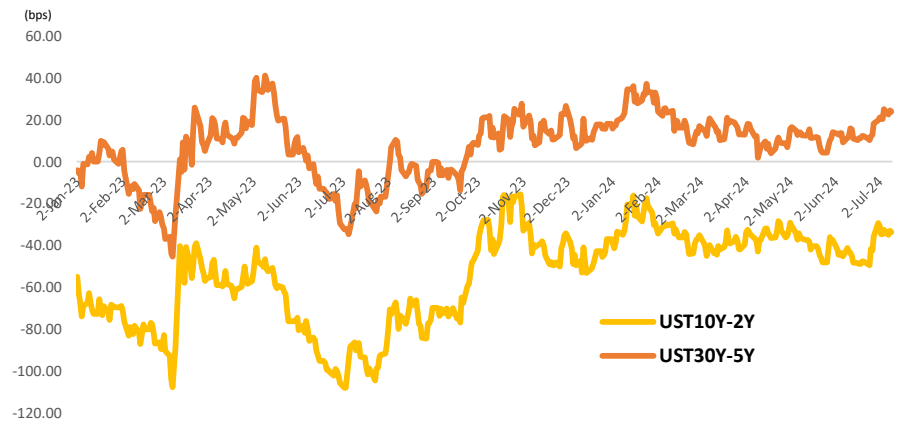
- The increased odds ratio of a Fed Rate cut in Sep '24 to 73% has driven the DXY down over the past week.
- At the same time, it continues to reduce the inverted yield curve, particularly between the UST10Y and UST2Y.
- Furthermore, the DXY decreased by -0.56% during the past week,
 - Appreciation against the USD was observed in:
 - CAD by 0.01%,
 - JPY by 0.02%,
 - EUR by 0.27%,
 - CHF by 0.34%, and
 - GBP by 0.49%.
 - Conversely, depreciation against the USD was seen in SEK by 0.58%.

DXY



Sources : Bloomberg, and KBVS Research (2024)

YIELD SPREAD UST10Y-2Y VS UST30Y-5Y



Sources : Bloomberg, and KBVS Research (2024)

Indonesia Economic Data

INDICATORS OVERVIEW

| Economic Indicators | Unit | Latest Period | Data | |
|----------------------|--------|---------------|----------|----------|
| | | | Latest | Previous |
| Policy Interest Rate | % | 20 June '24 | 6.25 | 6.25 |
| Economic Growth | %, yoy | 1Q24 | 5.11 | 5.04 |
| Inflation Rate | %, yoy | Jun '24 | 2.51 | 2.84 |
| Unemployment Rate | % | Feb '24 | 4.82 | 5.32 |
| S&P Credit Rating | Rating | Rating | 4-Jul-23 | BBB |

Sources : various sources, KBVS Research (2024)

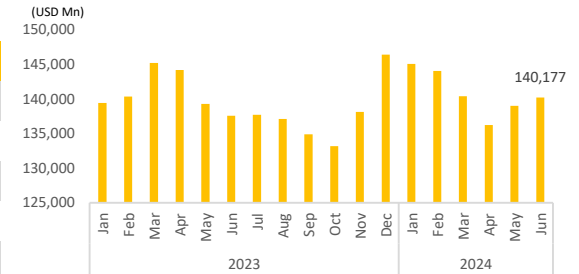
ECONOMIC CALENDAR

(27 JUN - 3 JUL '24)

| Event | Actual | Forecast | Previous |
|---------------------------------|---------|----------|----------|
| Friday, July 5, 2024 | | | |
| FX Reserves (USD) (Jun) | 140.20B | | 139.00B |
| Monday, July 8, 2024 | | | |
| Consumer Confidence (Jun) | 123.3 | | 125.2 |
| Tuesday, July 9, 2024 | | | |
| Retail Sales (YoY) (May) | 2.10% | | -2.70% |
| Car Sales (YoY) (Jun) | -11.80% | | -13.30% |
| Wednesday, July 10, 2024 | | | |
| Motorbike Sales (YoY) (Jun) | 3.50% | | -4.60% |

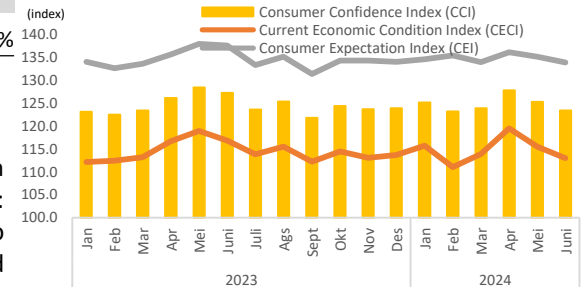
Sources : investing, KBVS Research (2024)

FX RESERVES



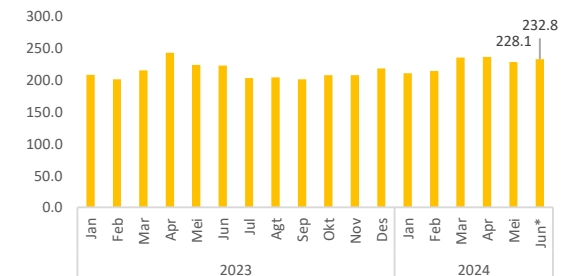
Sources : Bank Indonesia, KBVS Research (2024)

CONSUMER CONFIDENCE INDEX



Sources : Bank Indonesia, KBVS Research (2024)

RETAIL SALES



Sources : Bank Indonesia, KBVS Research (2024)

- Following the issuance of Samurai Bonds last month, the issuance of Global Sukuk Bonds amounting to USD2.35 bn on Jun 25th, '24, contributed to an increase in FX reserves by USD1.2 bn, bringing the total to USD140.2 bn (Prev: USD 139.0 bn). On one hand, this reflects a weakening trade surplus for the same month. However, it is also expected to help maintain the stability of the Rupiah in anticipation of a potential decline in the DXY amid expectations of a Fed Rate cut in Sep '24. Moreover, the distribution of Indonesia's Global Sukuk was predominantly absorbed by investors from the Middle East and Malaysia, particularly for the 5-year and 10-year tenors.
- Indonesia's consumer confidence in Jun '24 declined to 123.3 (Prev: 125.2), marking the lowest reading since Feb '24 with almost all six sub-indices deteriorated.
- Retail sales in May '24 grew by 2.1% YoY (Prev: -2.7% YoY). For Jun '24, retail sales are expected to grow by 4.4% YoY.
- Car sales in Jun '24 fell -11.8% YoY (Prev: -13.3% YoY). It was the 12th straight month of decline in car sales, but the smallest drop since November 2023, amid weak demand further.
- Motorbike sales in Jun '24 grew 3.5% YoY (Prev: -4.6% YoY), to a three-month high of 511.1K units.

In RAPBN 2025, Fiscal Deficit Will Be Maintained Below 3% of GDP

| Indicators | APBN 2023 | | APBN 2024 | | RAPBN 2025 |
|------------------------------------|-----------|-------------|-----------|--------------------------------|---------------|
| | APBN | Realization | APBN 2024 | Realization (as of 30 Jun '24) | |
| Economic Growth (% , yoy) | 5.3 | 5.1 | 5.2 | 5.1 | 5.3 - 5.6 |
| Inflation (% , yoy) | 3.6 | 2.6 | 2.8 | 2.5 | 1.5 - 3.5 |
| Rupiah Exchange Rate (IDR/USD) | 14,800.0 | 15,225.0 | 15,000.0 | 15,909.6 | 15300 - 15900 |
| Yield SBN 10 Year (%) | 7.9 | 6.7 | 6.7 | 6.8 | 6.9 - 7.2 |
| ICP Oil Price (USD/barel) | 90.0 | 78.4 | 82.0 | na | 75 - 85 |
| Lifting Minyak (avrg bpd) | 660.0 | 605.5 | 635.0 | 561.0 | 580 - 605 |
| Lifting Gas (≈ avrg bpd) | 1,100.0 | 960.4 | 1,033.0 | 918.0 | 1003 - 1047 |
| State Revenue (IDR Tn) | 2,463.0 | 2,774.3 | 2,802.3 | 1,320.7 | 2,900 - 3,000 |
| State Expenditure (IDR Tn) | 3,061.2 | 3,121.9 | 3,325.1 | 1,398.1 | 3430 - 3680 |
| Fiscal Deficit (% to GDP) | 2.8 | 1.7 | 2.3 | 0.3 | 2.29 - 2.82 |
| Net Issuance of Govt Bond (IDR Tn) | 362.9 | 308.7 | 666.4 | 281.4 | na |

Sources : MoF RI, Banggar DPR, KBVS Research (2024)

Banggar DPR ingatkan utang jatuh tempo 2025 pengaruhi defisit APBN

Selasa, 9 Juli 2024 17:08 WIB



Sources : AntaraNews 9 Jul '24, link:

<https://www.antaraneews.com/berita/4189299/banggar-dpr-ingatkan-utang-jatuh-tempo-2025-pengaruhi-defisit-apbn>

Sri Mulyani Proyeksi APBN 2024 Ditutup Defisit Rp609,7 T

CNN Indonesia

Selasa, 09 Jul 2024 06:29 WIB

Bagikan:  



Menteri Keuangan (Mentri) Sri Mulyani memproyeksi defisit APBN 2024 mencapai Rp609,7 triliun pada akhir tahun ini

Sources : CNN Indonesia 9 Jul '24, link:

<https://www.cnnindonesia.com/ekonomi/20240708211811-532-1118995/sri-mulyani-proyeksi-apbn-2024-ditutup-defisit-rp6097-t>

Defisit APBN 2024 Diprediksi akan Melebar Jadi 2,70% dari PDB

Selasa, 09 Juli 2024 / 04:30 WIB



Sources : Kontan 9 Jul '24, link:

<https://nasional.kontan.co.id/news/defisit-apbn-2024-diprediksi-akan-melebar-jadi-270-dari-pdb>

Development of Tradable SBN

CAPITAL FLOW IN SBN&JCI



Sources : Bloomberg, KBVS Research (2024)

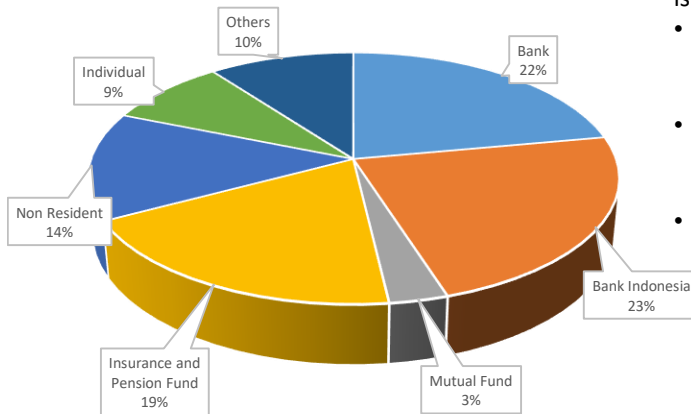
Between 3 Jul and 10 Jul '24, non-residents conducted:
 - a net sell of tradable SBN amounting to IDR0.93 tn, and
 - A net buy of JCI, amounting IDR1.85 tn.

SUN LATEST AUCTION

| 9 Jul '24 | | | | | | | | |
|---------------------------------|-------------|-------------|--------|--------|--------|--------|--------|-------|
| Instruments | SPN03241009 | SPN12250710 | FR0101 | FR0100 | FR0098 | FR0097 | FR0102 | Total |
| Incoming Bids (IDR tn) | 2.20 | 3.55 | 14.31 | 16.75 | 3.67 | 4.64 | 3.24 | 48.35 |
| Bid to Cover Ratio | - | 17,75 | 1,83 | 1,94 | 1,53 | 1,31 | 2,31 | 2.01 |
| Weighted Average Yields Awarded | - | 6.82% | 6.91% | 7.04% | 7.09% | 7.12% | 7.13% | |
| 11 Jun '24 | | | | | | | | |
| Instruments | SPN03240925 | SPN12250612 | FR0101 | FR0100 | FR0098 | FR0097 | FR0102 | Total |
| Incoming Bids (IDR tn) | 2.19 | 3.16 | 15.51 | 22.63 | 6.19 | 5.36 | 1.35 | 56.39 |
| Bid to Cover Ratio | 6.25 | - | 2.31 | 2.31 | 2.43 | 1.53 | 13.50 | 2.45 |
| Weighted Average Yields Awarded | 6.586% | - | 7.000% | 7.091% | 7.150% | 7.160% | 7.169% | |

Sources : DJPPR, KBVS Research (2024)

OWNERSHIP of IDR TRADABLE SBN



As of 8 Jul '24, the largest ownership of tradable SBN is as follows:

- Bank Indonesia : IDR1333.13 tn (IDR+10.15 tn, WoW),
- Banks : IDR1,283.42 tn (IDR-9.31 tn, WoW), and
- Insurance&Pension Funds: IDR1,107.53 tn (IDR+4.01 tn, WoW)

Sources : DJPPR, and KBVS Research (2024)

SBSN LATEST AUCTION

| 2 Jul '24 | | | | | | | | |
|---------------------------------|--------------|--------------|--------|--------|---------|--------|--------|-------|
| Instruments | SPNS20012025 | SPNS01042025 | PBS032 | PBS030 | PBSG001 | PBS004 | PBS038 | Total |
| Incoming Bids (IDR tn) | 2.20 | 3.50 | 4.17 | 1.15 | 1.30 | 0.36 | 5.32 | 17.99 |
| Bid to Cover Ratio | 7.32 | 2.95 | 3.21 | - | 13.00 | 2.39 | 1.28 | 2.50 |
| Weighted Average Yields Awarded | 6.843% | 6.925% | 7.000% | - | 6.833% | 6.991% | 7.190% | |
| 19 Jun '24 | | | | | | | | |
| Instruments | SPNS02122024 | SPNS03032025 | PBS032 | PBS030 | PBS004 | PBS039 | PBS038 | Total |
| Incoming Bids (IDR tn) | 2.17 | 3.37 | 5.50 | 1.30 | 0.42 | 1.13 | 2.44 | 16.34 |
| Bid to Cover Ratio | 10.85 | 3.37 | 1.57 | 1.63 | 4.23 | 1.08 | 1.75 | 2.03 |
| Weighted Average Yields Awarded | 6.793% | 6.874% | 6.942% | 7.000% | 6.993% | 7.025% | 7.180% | |

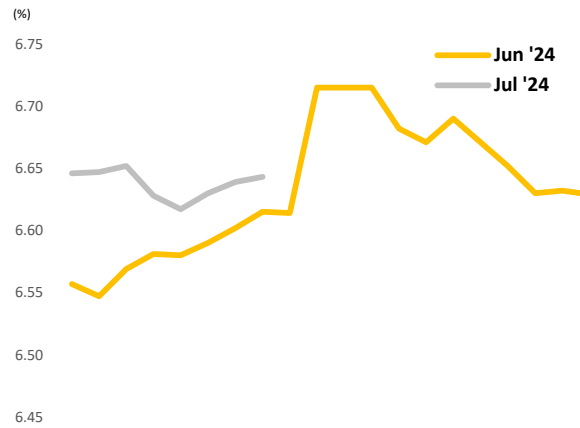
Sources : DJPPR, KBVS Research (2024)

The Movement of SUN Yields

Over the past week, SUN yields moved decreased:

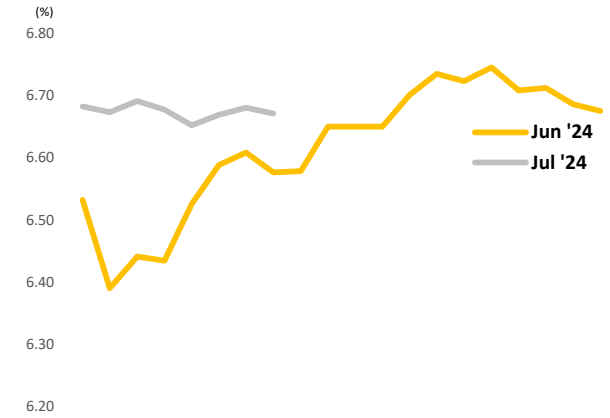
- Yield SUN1Y
 - -1.80 bps (WoW)
 - +27.80 bps (YtD, as of Jul 10 , '24)
- Yield SUN2Y
 - -2.00 bps (WoW)
 - +28.80 bps (YtD, as of Jul 10 , '24)
- Yield SUN5Y
 - -5.90 bps (WoW)
 - +57.90 bps (YtD, as of Jul 10 , '24)
- Yield SUN10Y
 - -5.90 bps (WoW)
 - +57.90 bps (YtD, as of Jul 10 , '24)
- Yield SUN30Y
 - -0.10 bps (WoW)
 - +25.40 bps (as of Jul 10 , '24)

YIELD SUN1Y



Sources : Bloomberg, KBVS Research (2024)

YIELD SUN2Y



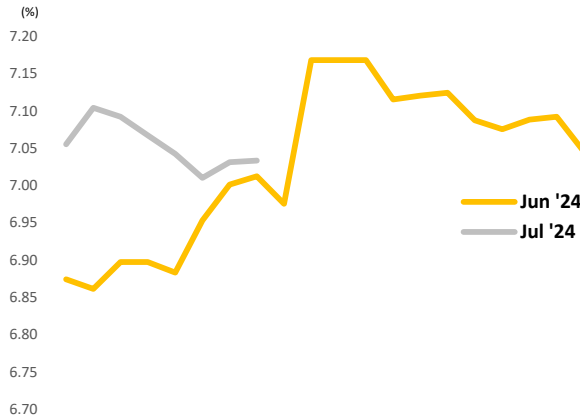
Sources : Bloomberg, KBVS Research (2024)

YIELD SUN5Y



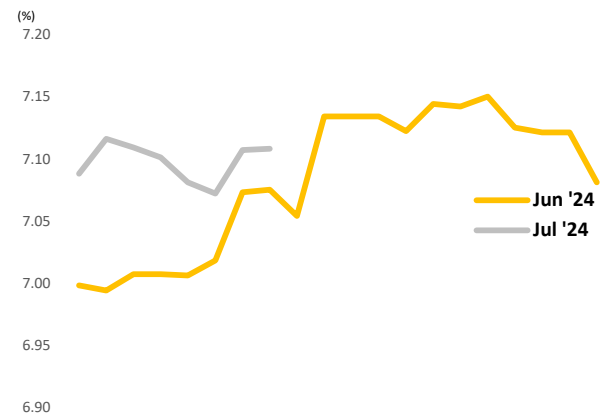
Sources : Bloomberg, KBVS Research (2024)

YIELD SUN10Y



Sources : Bloomberg, KBVS Research (2024)

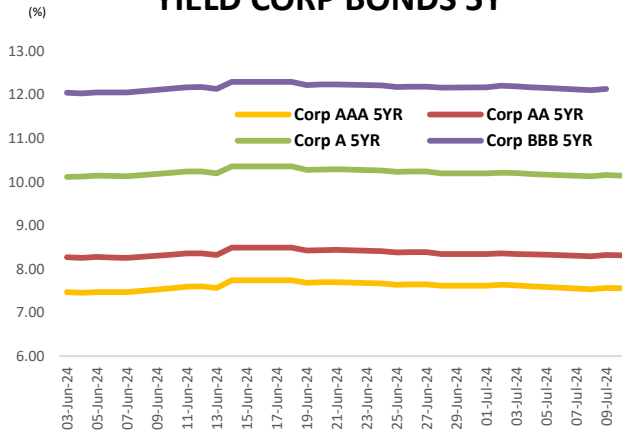
YIELD SUN30Y



Sources : Bloomberg, KBVS Research (2024)

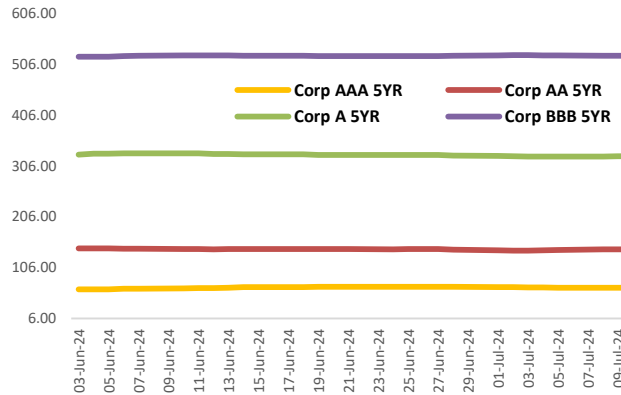
The Movement of Corporate Bond Yields

YIELD CORP BONDS 5Y



Sources : Bloomberg, KBVS Research (2024)

YIELD SPREAD 5Y TENOR

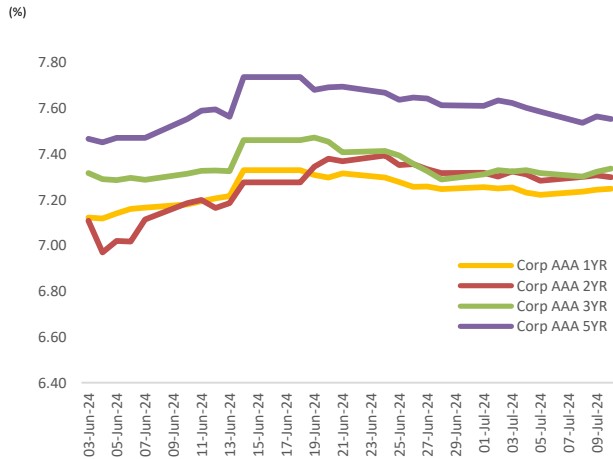


Sources : Bloomberg, KBVS Research (2024)

Corporate bonds showed a trend of declining yields last week, as follows:

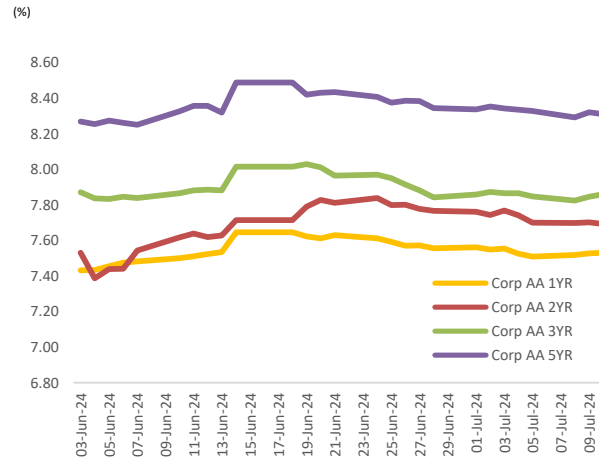
- AAA-rated
 - Tenor 1Y : -0.55 bps (WoW)
 - Tenor 2Y : -2.59 bps (WoW)
 - Tenor 5Y : -7.00 bps (WoW)
- AA-rated
 - Tenor 1Y : -7.00 bps (WoW)
 - Tenor 2Y : -2.22 bps (WoW)
 - Tenor 5Y : -7.44 bps (WoW)
- A-rated
 - Tenor 1Y : +2.70 bps (WoW)
 - Tenor 2Y : -2.61 bps (WoW), and
 - Tenor 5Y : -5.28 bps (WoW)

YIELD AAA-RATED



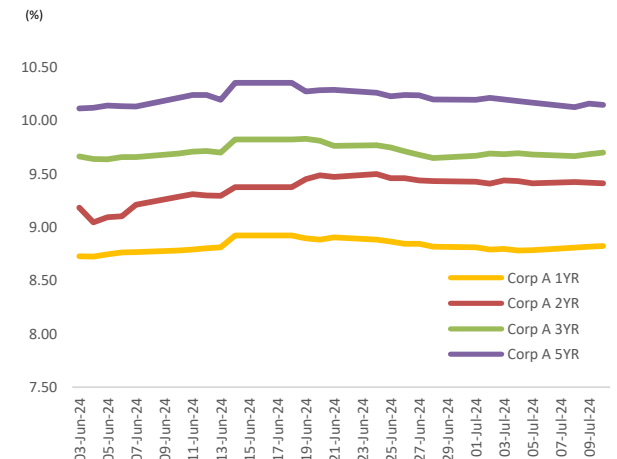
Sources : Bloomberg, KBVS Research (2024)

YIELD AA-RATED



Sources : Bloomberg, KBVS Research (2024)

YIELD A-RATED



Sources : Bloomberg, KBVS Research (2024)

BI's Monetary Operation

SRBI's DEVELOPMENT

| SRBI | Weighted Yield Average Winner (%) | | | Bidding Amount (IDR bn) | Total Nominal Awarded (IDR bn) | Bid to Cover Ratio |
|-----------|-----------------------------------|----------|-----------|-------------------------|--------------------------------|--------------------|
| | 6 Months | 9 Months | 12 Months | | | |
| 5-Jan-24 | 6.70 | 6.80 | 6.89 | 31,667.00 | 22,050.00 | 1.44 |
| 12-Jan-24 | 6.68 | 6.78 | 6.87 | 33,833.00 | 19,520.00 | 1.73 |
| 19-Jan-24 | 6.67 | 6.75 | 6.85 | 39,987.00 | 25,000.00 | 1.60 |
| 26-Jan-24 | 6.64 | 6.70 | 6.83 | 37,435.00 | 29,000.00 | 1.29 |
| 2-Feb-24 | 6.62 | 6.70 | 6.82 | 40,047.00 | 29,000.00 | 1.38 |
| 16-Feb-24 | 6.62 | 6.70 | 6.82 | 13,791.00 | 12,791.00 | 1.08 |
| 23-Feb-24 | 6.61 | 6.70 | 6.82 | 8,073.00 | 7,583.00 | 1.06 |
| 1-Mar-24 | 6.64 | 6.70 | 6.84 | 4,996.00 | 3,966.00 | 1.26 |
| 8-Mar-24 | 6.66 | 6.80 | 6.86 | 4,075.00 | 3,665.00 | 1.11 |
| 15-Mar-24 | 6.68 | 6.69 | 6.87 | 9,720.00 | 9,130.00 | 1.06 |
| 22-Mar-24 | 6.72 | 6.71 | 6.90 | 9,538.00 | 8,808.00 | 1.08 |
| 5-Apr-24 | 6.76 | 6.83 | 6.92 | 14,906.00 | 13,199.00 | 1.13 |
| 19-Apr-24 | 6.81 | 6.82 | 6.94 | 7,225.00 | 3,484.00 | 2.07 |
| 26-Apr-24 | 7.14 | 7.16 | 7.34 | 21,168.00 | 20,708.00 | 1.02 |
| 3-May-24 | 7.22 | 7.32 | 7.47 | 37,497.00 | 36,262.00 | 1.03 |
| 8-May-24 | 7.32 | 7.40 | 7.54 | 32,276.00 | 22,483.00 | 1.44 |
| 15-May-24 | 7.33 | 7.43 | 7.56 | 39,675.00 | 25,790.00 | 1.54 |
| 17-May-24 | 7.29 | 7.38 | 7.48 | 54,530.00 | 27,610.00 | 1.98 |
| 29-May-24 | 7.27 | 7.37 | 7.43 | 49,103.50 | 30,000.00 | 1.64 |
| 31-May-24 | 7.25 | 7.39 | 7.44 | 38,761.00 | 24,453.00 | 1.59 |
| 5-Jun-24 | 7.20 | 7.38 | 7.43 | 60,699.70 | 23,000.00 | 2.64 |
| 7-Jun-24 | 7.16 | 7.33 | 7.38 | 65,254.80 | 21,902.00 | 2.98 |
| 12-Jun-24 | 7.13 | 7.31 | 7.35 | 46,327.00 | 46,327.00 | 1.00 |
| 14-Jun-24 | 7.17 | 7.29 | 7.37 | 35,370.00 | 28,500.00 | 1.24 |
| 21-Jun-24 | 7.23 | 7.30 | 7.42 | 32,617.00 | 31,895.00 | 1.02 |
| 26-Jun-24 | 7.29 | 7.39 | 7.53 | 26,796.00 | 20,798.00 | 1.29 |
| 28-Jun-24 | 7.32 | 7.44 | 7.55 | 23,814.00 | 18,611.70 | 1.28 |
| 3-Jul-24 | 7.32 | 7.43 | 7.53 | 27,244.20 | 18,852.00 | 1.44 |
| 5-Jul-24 | 7.32 | 7.43 | 7.52 | 25,986.60 | 18,647.00 | 1.39 |
| 10-Jul-24 | 7.30 | 7.42 | 7.49 | 32,163.90 | 14,010.00 | 2.29 |

Sources : BI, KBVS Research (2024)

SVBI's DEVELOPMENT

| SVBI | Weighted Yield Average Winner (%) | | Bidding Amount (USD mn) | Total Nominal Awarded (USD Mn) | Bid to Cover Ratio |
|-----------|-----------------------------------|----------|-------------------------|--------------------------------|--------------------|
| | 1 Month | 3 Months | | | |
| 2-Jan-24 | 5.74 | | 66.00 | 31.00 | 2.13 |
| 9-Jan-24 | 5.71 | | 268.00 | 147.00 | 1.82 |
| 16-Jan-24 | 5.70 | | 382.00 | 284.00 | 1.35 |
| 23-Jan-24 | 5.67 | 5.70 | 397.00 | 251.00 | 1.58 |
| 30-Jan-24 | 5.67 | 5.69 | 512.00 | 472.00 | 1.08 |
| 6-Feb-24 | 5.66 | 5.69 | 472.00 | 442.00 | 1.07 |
| 13-Feb-24 | 5.66 | 5.68 | 808.00 | 607.00 | 1.33 |
| 20-Feb-24 | 5.66 | 5.67 | 662.00 | 652.00 | 1.02 |
| 27-Feb-24 | 5.66 | 5.67 | 518.00 | 488.00 | 1.06 |
| 5-Mar-24 | 5.66 | 5.68 | 312.00 | 272.00 | 1.15 |
| 14-Mar-24 | 5.67 | 5.68 | 577.00 | 532.00 | 1.08 |
| 19-Mar-24 | 5.67 | 5.68 | 367.00 | 357.00 | 1.03 |
| 26-Mar-24 | 5.66 | | 375.00 | 358.00 | 1.05 |
| 2-Apr-24 | 5.67 | 5.68 | 264.50 | 264.50 | 1.00 |
| 16-Apr-24 | 5.67 | | 210.00 | 160.00 | 1.31 |
| 23-Apr-24 | 5.67 | 5.68 | 514.00 | 489.00 | 1.05 |
| 30-Apr-24 | 5.68 | 5.70 | 305.00 | 303.00 | 1.01 |
| 7-May-24 | 5.68 | | 253.00 | 228.00 | 1.11 |
| 14-May-24 | 5.69 | 5.70 | 431.00 | 366.00 | 1.18 |
| 21-May-24 | 5.69 | 5.69 | 375.00 | 350.00 | 1.07 |
| 28-May-24 | 5.69 | 5.69 | 209.00 | 204.00 | 1.02 |
| 4-Jun-24 | 5.69 | 5.69 | 606.00 | 591.00 | 1.03 |
| 11-Jun-24 | 5.69 | 5.70 | 430.50 | 420.50 | 1.02 |
| 19-Jun-24 | 5.69 | 5.70 | 152.00 | 137.00 | 1.11 |
| 25-Jun-24 | 5.70 | 5.70 | 282.00 | 242.00 | 1.17 |
| 2-Jul-24 | 5.70 | 5.70 | 342.00 | 340.00 | 1.01 |
| 9-Jul-24 | 5.69 | 5.69 | 554.00 | 90.00 | 1.01 |

Sources : BI, KBVS Research (2024)

SUVBI's DEVELOPMENT

| SUVBI | Weighted Yield Average Winner (%) | | Bidding Amount (USD mn) | Total Nominal Awarded (USD Mn) | Bid to Cover Ratio |
|-----------|-----------------------------------|----------|-------------------------|--------------------------------|--------------------|
| | 1 Month | 3 Months | | | |
| 29-Nov-23 | 5.62 | 5.63 | 64.00 | 64.00 | 1.00 |
| 13-Dec-23 | 5.71 | 5.77 | 65.00 | 65.00 | 1.00 |
| 28-Dec-23 | 5.74 | 5.75 | 25.00 | 25.00 | 1.00 |
| 10-Jan-24 | 5.71 | 5.70 | 90.00 | 90.00 | 1.00 |
| 24-Jan-24 | 5.67 | 5.70 | 65.00 | 65.00 | 1.00 |
| 7-Feb-24 | 5.66 | 5.69 | 110.00 | 110.00 | 1.00 |
| 21-Feb-24 | 5.66 | 5.67 | 85.00 | 85.00 | 1.00 |
| 6-Mar-24 | 5.66 | 5.68 | 187.00 | 187.00 | 1.00 |
| 20-Mar-24 | 5.67 | 5.68 | 124.00 | 124.00 | 1.00 |
| 3-Apr-24 | 5.67 | 5.68 | 300.00 | 300.00 | 1.00 |
| 17-Apr-24 | 5.67 | 5.72 | 193.00 | 193.00 | 1.00 |
| 2-May-24 | 5.68 | 5.70 | 52.00 | 52.00 | 1.00 |
| 15-May-24 | 5.69 | 5.70 | 70.00 | 70.00 | 1.00 |
| 29-May-24 | 5.69 | 5.69 | 80.00 | 80.00 | 1.00 |
| 12-Jun-24 | 5.69 | 5.70 | 130.00 | 130.00 | 1.00 |
| 26-Jun-24 | 5.70 | 5.70 | 45.00 | 45.00 | 1.00 |
| 10-Jul-24 | 5.69 | 5.70 | 55.00 | 55.00 | 1.00 |

Sources : BI, KBVS Research (2024)

This Week's Economic Calendar (1)

ECONOMIC CALENDAR

(11-17 JUL 2024)

| Country | Event | Forecast | Previous | Country | Event | Forecast | Previous | Country | Event | Forecast | Previous |
|--------------------------------|--|----------|----------|------------------------------|--|----------|----------|------------------------------|---|----------|-----------|
| Thursday, July 11, 2024 | | | | Friday, July 12, 2024 | | | | Monday, July 15, 2024 | | | |
| JPN | Core Machinery Orders (YoY) (May) | 7.20% | 0.70% | USA | 30-Year Bond Auction | | 4.40% | | Japan - Marine Day | | |
| JPN | Foreign Bonds Buying | | -254.2B | USA | Federal Budget Balance (Jun) | -71.2B | -347.0B | CN | House Prices (YoY) (Jun) | | -3.90% |
| JPN | Foreign Investments in Japanese Stocks | | 185.0B | USA | Fed's Balance Sheet | | 7,222B | CN | GDP (YoY) (Q2) | | 5.30% |
| UK | Construction Output (MoM) (May) | 0.50% | -1.40% | USA | Reserve Balances with Federal Reserve Banks | | 3.322T | CN | Chinese GDP YTD (YoY) (Q2) | | 5.30% |
| UK | GDP (YoY) (May) | 1.20% | 0.60% | JPN | Thomson Reuters IPSOS PCSI (Jul) | | 37.69 | CN | Industrial Production (YoY) (Jun) | | 5.60% |
| UK | Industrial Production (YoY) (May) | 0.60% | -0.40% | CN | Exports (Jun) | | 11.20M | CN | Retail Sales (YoY) (Jun) | | 3.70% |
| UK | Manufacturing Production (YoY) (May) | 1.20% | 0.40% | CN | Imports (Jun) | | 5.20M | CN | Chinese Retail Sales YTD (YoY) (Jun) | | 4.05% |
| UK | Trade Balance (May) | -15.60B | -19.61B | CN | China Thomson Reuters IPSOS PCSI (Jul) | | 76.56 | CN | Chinese Unemployment Rate (Jun) | | 5.00% |
| EUR | German CPI (YoY) (Jun) | 2.20% | 2.40% | CN | Trade Balance (Jun) | | 586.39B | CN | NBS Press Conference | | |
| EUR | German HICP (YoY) (Jun) | 2.50% | 2.80% | CN | Exports (YoY) (Jun) | 8.00% | 7.60% | INA | Export Growth (YoY) (Jun) | | 2.86% |
| CN | M2 Money Stock (YoY) | 6.90% | 7.00% | CN | Imports (YoY) (Jun) | 2.90% | 1.80% | INA | Import Growth (YoY) (Jun) | | -8.83% |
| CN | New Loans | 2,200.0B | 950.0B | CN | Trade Balance (USD) (Jun) | 85.20B | 82.62B | INA | Trade Balance (Jun) | | 2.93B |
| CN | Outstanding Loan Growth (YoY) | | 9.30% | JPN | Capacity Utilization (MoM) (May) | | 0.30% | EUR | German Retail Sales (YoY) (May) | | -0.60% |
| CN | Chinese Total Social Financing | | 2,070.0B | JPN | Industrial Production (MoM) (May) | 2.80% | -0.90% | EUR | German Retail Sales (MoM) (May) | | -1.20% |
| UK | BOE Credit Conditions Survey | | | EUR | German WPI (YoY) (Jun) | | -0.70% | IND | WPI Inflation (YoY) (Jun) | | 2.61% |
| UK | 7-Year Treasury Gilt Auction | | 4.22% | EUR | German WPI (MoM) (Jun) | 0.20% | 0.10% | IND | WPI Manufacturing Inflation (YoY) (Jun) | | 0.78% |
| USA | IEA Monthly Report | | | EUR | Eurogroup Meetings | | | EUR | Industrial Production (MoM) (May) | | -0.10% |
| EUR | ECOFIN Meetings | | | EUR | German Current Account Balance n.s.a (May) | | 25.9B | EUR | Industrial Production (YoY) (May) | | -3.00% |
| EUR | Eurogroup Meetings | | | IND | FX Reserves, USD | | 652.00B | EUR | German 12-Month Bubill Auction | | 3.19% |
| UK | NIESR Monthly GDP Tracker | | 0.70% | IND | CPI (YoY) (Jun) | | 4.75% | IND | Exports (USD) | | 38.13B |
| USA | Continuing Jobless Claims | 1,860K | 1,858K | IND | Industrial Production (YoY) (May) | | 5.00% | IND | Imports (USD) | | 61.91B |
| USA | Core CPI (MoM) (Jun) | 0.20% | 0.20% | IND | Manufacturing Output (MoM) (May) | | 3.90% | IND | Trade Balance | | -23.78B |
| USA | Core CPI (YoY) (Jun) | 3.40% | 3.40% | USA | PPI ex. Food/Energy/Transport (MoM) (Jun) | | 0.00% | EUR | Eurogroup Meetings | | |
| USA | Core CPI Index (Jun) | | 318.14 | USA | PPI ex. Food/Energy/Transport (YoY) (Jun) | | 3.20% | EUR | Reserve Assets Total (Jun) | | 1,253.08B |
| USA | CPI (MoM) (Jun) | 0.10% | 0.00% | USA | Core PPI (YoY) (Jun) | 2.50% | 2.30% | CAD | Manufacturing Sales (MoM) (May) | | 1.10% |
| USA | CPI (YoY) (Jun) | 3.10% | 3.30% | USA | PPI (YoY) (Jun) | 2.20% | 2.20% | CAD | Wholesale Sales (MoM) (May) | | 2.40% |
| USA | Initial Jobless Claims | 236K | 238K | CAD | Building Permits (MoM) (May) | -5.00% | 20.50% | CAD | BoC Business Outlook Survey | | |
| USA | Jobless Claims 4-Week Avg. | | 238.50K | USA | Michigan 1-Year Inflation Expectations (Jul) | | 3.00% | USA | 3-Month Bill Auction | | 5.23% |
| USA | Real Earnings (MoM) (Jun) | | 0.40% | USA | Michigan 5-Year Inflation Expectations (Jul) | | 3.00% | USA | 6-Month Bill Auction | | 5.08% |
| USA | Natural Gas Storage | 56B | 32B | USA | Michigan Consumer Expectations (Jul) | | 69.6 | | | | |
| USA | 4-Week Bill Auction | | 5.28% | USA | Michigan Consumer Sentiment (Jul) | 67 | 68.2 | | | | |
| USA | 8-Week Bill Auction | | 5.28% | USA | Michigan Current Conditions (Jul) | | 65.9 | | | | |
| USA | FOMC Member Bostic Speaks | | | USA | WASDE Report | | | | | | |

This Week's Economic Calendar (2)

ECONOMIC CALENDAR

(11-17 JUL 2024)

| Country | Event | Forecast | Previous |
|-------------------------------|---|----------|----------|
| Tuesday, July 16, 2024 | | | |
| UK | Rightmove House Price Index (YoY) (Jul) | | 0.60% |
| JPN | Tertiary Industry Activity Index (May) | | -9.5 |
| JPN | Tertiary Industry Activity Index (MoM) | | 1.90% |
| EUR | German WPI (YoY) (Jun) | | -0.70% |
| EUR | German WPI (MoM) (Jun) | | 0.10% |
| EUR | ECB Bank Lending Survey | | |
| UK | 20-Year Treasury Gilt Auction | | 4.58% |
| EUR | German ZEW Current Conditions (Jul) | | -73.8 |
| EUR | German ZEW Economic Sentiment (Jul) | | 47.5 |
| EUR | Trade Balance (May) | | 15.0B |
| EUR | ZEW Economic Sentiment (Jul) | | 51.3 |
| EUR | German 5-Year Bobl Auction | | 2.45% |
| CAD | Housing Starts (Jun) | | 264.5K |
| USA | Core Retail Sales (MoM) (Jun) | | -0.10% |
| USA | Export Price Index (YoY) | | 0.60% |
| USA | Export Price Index (MoM) (Jun) | | -0.60% |
| USA | Import Price Index (MoM) (Jun) | | -0.40% |
| USA | Import Price Index (YoY) | | 1.10% |
| USA | Retail Control (MoM) (Jun) | | 0.40% |
| USA | Retail Sales (YoY) (Jun) | | 2.27% |
| USA | Retail Sales (MoM) (Jun) | | 0.10% |
| USA | Retail Sales Ex Gas/Autos (MoM) (Jun) | | 0.10% |
| CAD | Common CPI (YoY) (Jun) | | 2.40% |
| CAD | Core CPI (MoM) (Jun) | | 0.60% |
| CAD | Core CPI (YoY) (Jun) | | 1.80% |
| CAD | CPI (MoM) (Jun) | | 0.60% |
| CAD | CPI (YoY) (Jun) | | 2.90% |
| CAD | Median CPI (YoY) (Jun) | | 2.80% |
| CAD | Trimmed CPI (YoY) (Jun) | | 2.90% |
| USA | Redbook (YoY) | | 6.30% |
| USA | Business Inventories (MoM) (May) | | 0.30% |
| USA | NAHB Housing Market Index (Jul) | | 43 |
| USA | Retail Inventories Ex Auto (May) | | 0.30% |
| USA | Atlanta Fed GDPNow (Q2) | 2.00% | 2.00% |

| Country | Event | Forecast | Previous |
|---------------------------------|---|----------|----------|
| Wednesday, July 17, 2024 | | | |
| | India - Moharram | | |
| USA | API Weekly Crude Oil Stock | | -1.923M |
| JPN | Reuters Tankan Index (Jul) | | 6 |
| UK | Core CPI (YoY) (Jun) | | 3.50% |
| UK | Core CPI (MoM) (Jun) | | 0.50% |
| UK | Core PPI Output (YoY) (Jun) | | 1.00% |
| UK | Core PPI Output (MoM) (Jun) | | 0.20% |
| UK | CPI (MoM) (Jun) | | 0.30% |
| UK | CPI (YoY) (Jun) | | 2.00% |
| UK | CPI, n.s.a (Jun) | | 133.9 |
| INA | Loans (YoY) (Jun) | | 12.15% |
| INA | Interest Rate Decision | | 6.25% |
| INA | Deposit Facility Rate (Jul) | | 5.50% |
| INA | Lending Facility Rate (Jul) | | 7.00% |
| UK | 5-Year Treasury Gilt Auction | | 4.08% |
| EUR | Core CPI (MoM) (Jun) | | 0.30% |
| EUR | Core CPI (YoY) (Jun) | | 2.90% |
| EUR | CPI (YoY) (Jun) | | 2.50% |
| EUR | CPI (MoM) (Jun) | | 0.20% |
| EUR | CPI ex Tobacco (MoM) (Jun) | | 0.20% |
| EUR | CPI ex Tobacco (YoY) (Jun) | | 2.50% |
| EUR | HICP ex Energy & Food (YoY) (Jun) | | 2.80% |
| EUR | HICP ex Energy and Food (MoM) (Jun) | | 0.40% |
| EUR | German 30-Year Bund Auction | | 2.74% |
| USA | MBA 30-Year Mortgage Rate | | 7.00% |
| USA | MBA Mortgage Applications (WoW) | | -0.20% |
| USA | MBA Purchase Index | | 144.3 |
| USA | Mortgage Market Index | | 206.1 |
| USA | Mortgage Refinance Index | | 532.3 |
| USA | Building Permits (MoM) (Jun) | | -2.80% |
| USA | Building Permits (Jun) | | 1.399M |
| USA | Housing Starts (Jun) | | 1.277M |
| USA | Housing Starts (MoM) (Jun) | | -5.50% |
| CAD | Foreign Securities Purchases (May) | | 41.16B |
| CAD | Foreign Securities Purchases by Canadians (May) | | 0.020B |
| CAD | New Motor Vehicle Sales (MoM) | | 175.1K |
| USA | Capacity Utilization Rate (Jun) | | 78.20% |
| USA | Industrial Production (YoY) (Jun) | | 0.13% |
| USA | Industrial Production (MoM) (Jun) | | 0.70% |
| USA | Manufacturing Production (MoM) (Jun) | | 0.60% |
| USA | Atlanta Fed GDPNow (Q2) | | |

