

Flattening of the yield curve will continue to occur

18 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	Jun'24	3.0	3.3
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 11-Jul 17, '24 are as follows:

- The number of people claiming unemployment benefits in the US fell by 17K from the prior week to 222K (Cons: 236K, Prev: 238K) on the period ending Jul 6th, reaching a new 5-week low, but remained firmly above the averages in 2024.
- The annual consumer inflation (CPI) rate in the US fell for a third straight month in Jun '24 to 3.0% (Cons: 3.1% YoY, Prev: 3.3% YoY), the lowest since Jun '23, and the Core CPI decreased to 3.3% YoY (Cons: 3.4% YoY, Prev: 3.4% YoY) – the lowest since Apr '21.
- US producer price (PPI) increased to 0.2% MoM or 2.6% YoY (Cons: 2.3% YoY, Prev: 2.4% YoY), meanwhile Core PPI increased to 3.0% YoY (Cons: 2.5% YoY, Prev: 2.6% YoY).
- Retail sales in the US stalled in Jun from May '24 or at 0.0% MoM (Cons: -0.3% MoM, Prev: 0.3% MoM), meanwhile core retail sales at 0.4% MoM (Cons: 0.1% MoM, Prev: 0.1% MoM).

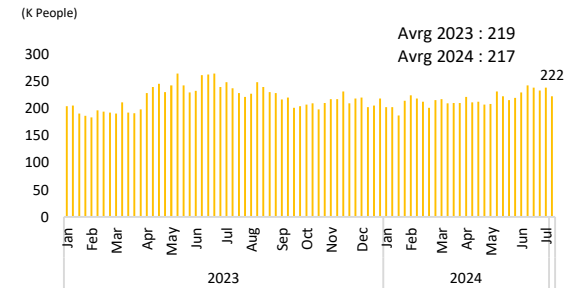
ECONOMIC CALENDAR

(11 - 17 JUL '24)

Event	Actual	Forecast	Previous
Thursday, 11 Jul '24			
US 10-Year Note Auction	4.28%		4.44%
US FOMC Member Bowman Speaks			
US IEA Monthly Report			
US Continuing Jobless Claims	1,852K	1,860K	1,856K
US Core CPI (MoM) (Jun)	0.10%	0.20%	0.20%
US Core CPI (YoY) (Jun)	3.30%	3.40%	3.40%
US CPI (YoY) (Jun)	3.00%	3.10%	3.30%
US CPI (MoM) (Jun)	-0.10%	0.10%	0.00%
US Initial Jobless Claims	222K	236K	239K
US FOMC Member Bostic Speaks			
Friday, 12 Jul '24			
US 30-Year Bond Auction	4.41%		4.40%
US Federal Budget Balance (Jun)	-66.0B	-71.2B	-347.0B
US Fed's Balance Sheet	7,224B		7,222B
US Core PPI (MoM) (Jun)	0.40%	0.20%	0.30%
US PPI (MoM) (Jun)	0.20%	0.10%	0.00%
US Michigan 1-Year Inflation Expectations (Jul)	2.90%	2.90%	3.00%
US Michigan 5-Year Inflation Expectations (Jul)	2.90%	3.00%	3.00%
US Michigan Consumer Expectations (Jul)	67.20	69.80	69.60
US Michigan Consumer Sentiment (Jul)	66.00	68.50	68.20
US WASDE Report			
Monday, 15 Jul '24			
US NY Empire State Manufacturing Index (Jul)	-6.60	-5.50	-6.00
US Fed Chair Powell Speaks			
Tuesday, 16 Jul '24			
US FOMC Member Daly Speaks			
US Core Retail Sales (MoM) (Jun)	0.40%	0.10%	-0.10%
US Export Price Index (MoM) (Jun)	-0.50%	-0.10%	-0.70%
US Import Price Index (MoM) (Jun)	0.00%	0.20%	-0.20%
US Retail Control (MoM) (Jun)	0.90%	0.20%	0.40%
US Retail Sales (MoM) (Jun)	0.00%	-0.30%	0.30%
US Business Inventories (MoM) (May)	0.50%	0.40%	0.30%
US Retail Inventories Ex Auto (May)	0.00%	0.00%	0.30%
US Atlanta Fed GDP Now (Q2)	2.50%	2.00%	2.00%
Wednesday, 17 Jul '24			
US API Weekly Crude Oil Stock	4.440M		-1.923M
US Building Permits (Jun)		1.400M	1.399M
US Housing Starts (MoM) (Jun)			-5.50%
US Housing Starts (Jun)		1.300M	1.277M
US Industrial Production (MoM) (Jun)		0.30%	0.90%
US Industrial Production (YoY) (Jun)			0.13%
US Fed Waller Speaks			
US Cushing Crude Oil Inventories			-0.702M

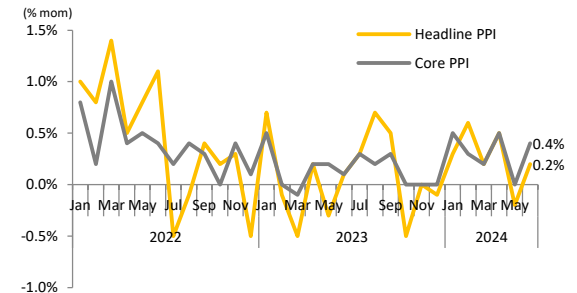
Sources : investing, KBVS Research (2024)

WEEKLY INITIAL JOBLESS CLAIMS



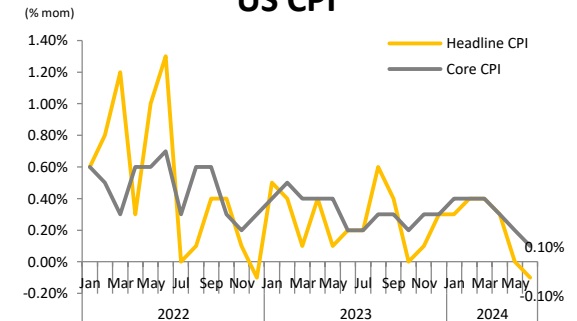
Sources : US DoL, KBVS Research (2024)

US PPI



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

US CPI



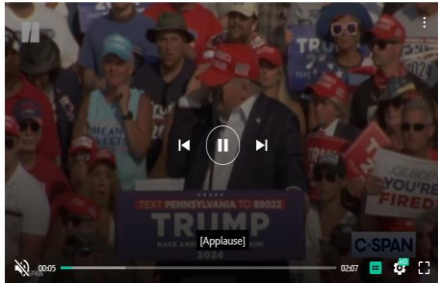
Sources : US Bureau of Labor Statistics, KBVS Research (2024)

US's News

Trump Wounded In Shooting At Campaign Rally

The shooter wounded Trump, killed an audience member and seriously wounded two other rallygoers, before Secret Service agents killed him.

By Sara Boboltz and Sebastian Murdock
14/07/2024 07:59am BST



Source : huffingtonpost (2024), link:
https://www.huffingtonpost.co.uk/entry/trump-wounded-in-shooting-at-campaign-rally_uk_6693770ee4b094ee6b85b7ef

'He just won the election': Hill Republicans predict Trump rally shooting will ease path to White House

The shooting is sending shockwaves into an already tumultuous election.



"President Trump survives this attack — he just won the election," Rep. Derrick Van Orden (R-Wis.) told POLITICO in a brief interview shortly after the shooting. | Francis Chung/POLITICO

Source : politico.com (2024), link:
<https://www.politico.com/news/2024/07/13/hill-republicans-trump-rally-shooting-00167995>

Trump picks Sen. JD Vance of Ohio, a once-fierce critic turned loyal ally, as his GOP running mate



Source : apnews (2024), link: <https://apnews.com/article/trump-vice-president-vance-rubio-burgum-rnc-6cc438a8370a21b2631f5a53b06b71d0>

- Trump was shot while campaigning in Pennsylvania over the past weekend.
- At the same time, this incident is believed to have contributed to the increase in Trump's electability.
- On July 16, presidential candidate Donald Trump picked crypto-friendly Senator JD Vance to be his running mate.
- Speaking at the Economic Club of Washington on Monday, Jul 15, '24, Powell indicated the possibility of a Fed rate cut in the near future.
- At the same time, he affirmed his intention to remain as Fed Chair regardless of the outcome of the US election.

Fed's Powell Welcomes Cooler Inflation but Steers Clear of Rate Cut Timing

Jerome H. Powell, the chair of the Federal Reserve, avoided signaling when the Fed would cut rates at a time when some economists are wondering why officials would wait.

Source : NY Times (2024), link:
<https://www.nytimes.com/2024/07/15/business/economy/federal-reserve-jerome-powell-interest-rate-cut-timing.html>

Powell says he will stay at Fed through end of term as chair

By Howard Schneider

July 16, 2024 4:06 AM GMT+7 · Updated a day ago



U.S. Federal Reserve Chair Jerome Powell testifies before a Senate Banking, Housing and Urban Affairs Committee hearing on "The Semiannual Monetary Policy Report to the Congress," on Capitol Hill in Washington, U.S., July 9, 2024. REUTERS/Kevin Mahatt [Purchase Licensing Rights](#)

Source : Reuters (2024), link:
<https://www.reuters.com/markets/us/powell-says-he-will-stay-fed-through-end-term-chair-2024-07-15/>

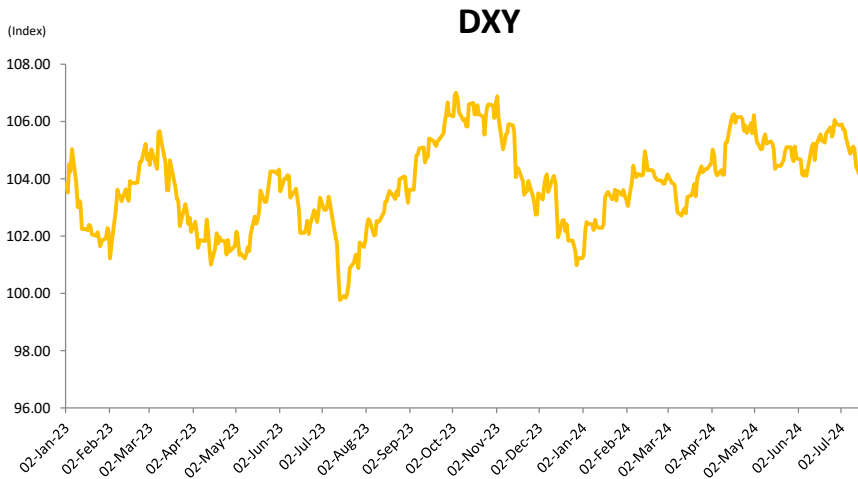
Fed Probabilities and Their Impact

FED PROBABILITIES, as of 17 JUL '24

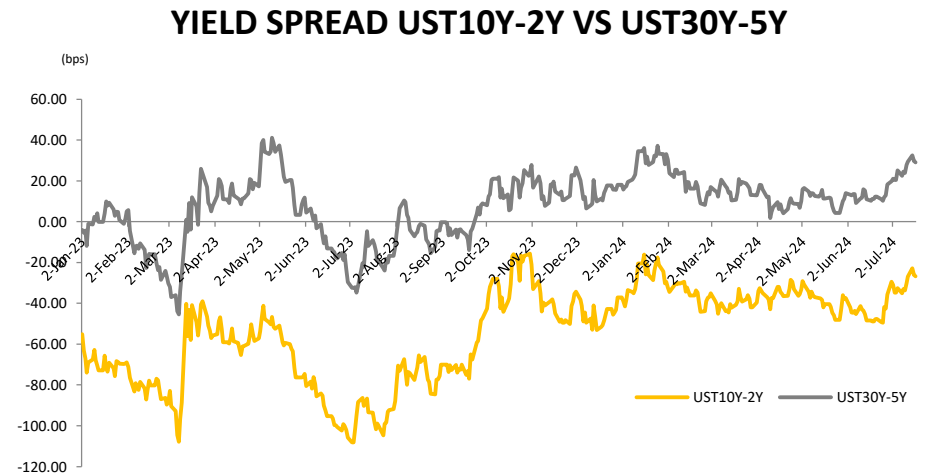
MEETING DATE	FED PROBABILITIES								
	325-350	350-375	375-400	400-425	425-450	450-475	475-500	500-525	525-550
31-Jul-24	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	6.7%	93.3%
18-Sep-24	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	6.7%	93.3%	0.0%
7-Nov-24	0.0%	0.0%	0.0%	0.0%	0.0%	4.3%	62.2%	33.5%	0.0%
18-Dec-24	0.0%	0.0%	0.0%	0.0%	3.8%	55.5%	36.8%	3.9%	0.0%
29-Jan-25	0.0%	0.0%	0.0%	2.9%	43.9%	41.0%	11.3%	0.9%	0.0%
19-Mar-25	0.0%	0.0%	2.4%	35.7%	41.6%	17.2%	3.0%	0.2%	0.0%
30-Apr-25	0.0%	1.4%	22.0%	39.2%	27.2%	8.8%	1.3%	0.1%	0.0%
18-Jun-24	1.0%	15.7%	33.9%	30.9%	14.5%	3.6%	0.5%	0.0%	0.0%

Sources : CME Group, and KBVS Research (2024)

- With Powell's statement indicating the possibility of a Fed rate cut, the odds ratio for a rate reduction at the upcoming FOMC meeting on Sep 18 has reached 100%.
- At the same time, it continues to reduce the inverted yield curve, particularly between the UST10Y and UST2Y.
- Furthermore, the DXY decreased by -0.78% during the past week,
 - Appreciation against the USD was observed in:
 - CAD by 0.46%,
 - JPY by 2.47%,
 - EUR by 0.64%,
 - CHF by 0.68%, and
 - GBP by 1.06%.
 - Conversely, depreciation against the USD was seen in SEK by 0.62%.



Sources : Bloomberg, and KBVS Research (2024)



Sources : Bloomberg, and KBVS Research (2024)

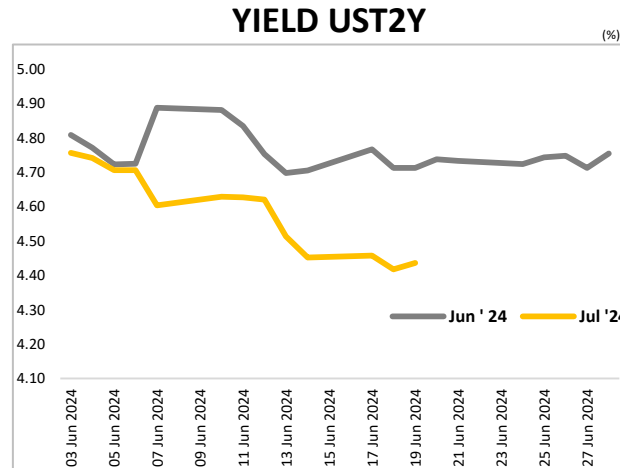
The Movement of UST Yields

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+

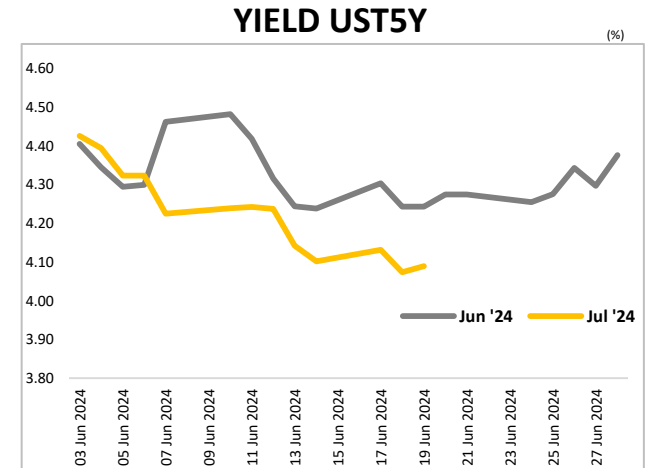
Sources : US Treasury, KBVS Research (2024)

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

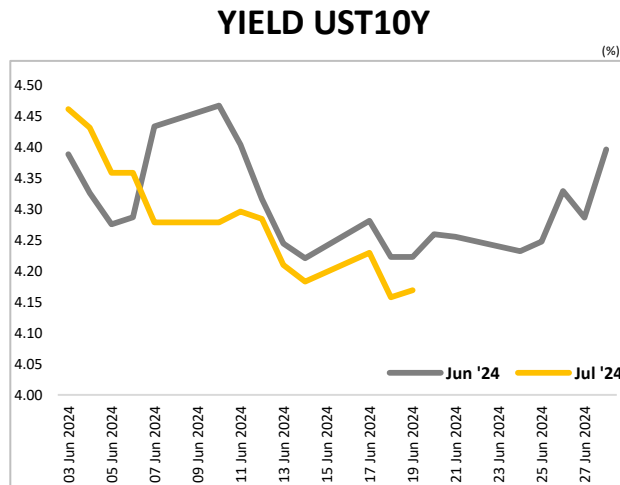
- UST6M
 - -10.68 bps (WoW)
 - -6.93 bps (YtD, as of Jul 17 , '24)
- UST52W (1Y)
 - -15.33 bps (WoW)
 - +8.39 bps (YtD, as of Jul 17 , '24)
- UST2Y
 - -16.10 bps (WoW)
 - +20.91 bps (YtD, as of Jul 17 , '24)
- UST5Y
 - -13.56 bps (WoW)
 - +25.47 bps (YtD, as of Jul 17 , '24)
- UST10Y
 - -11.11 bps (WoW)
 - +29.39 bps (YtD, as of Jul 17 , '24)
- UST30Y
 - -10.11 bps (WoW)
 - +34.75 bps (YtD, as of Jul 17 , '24)



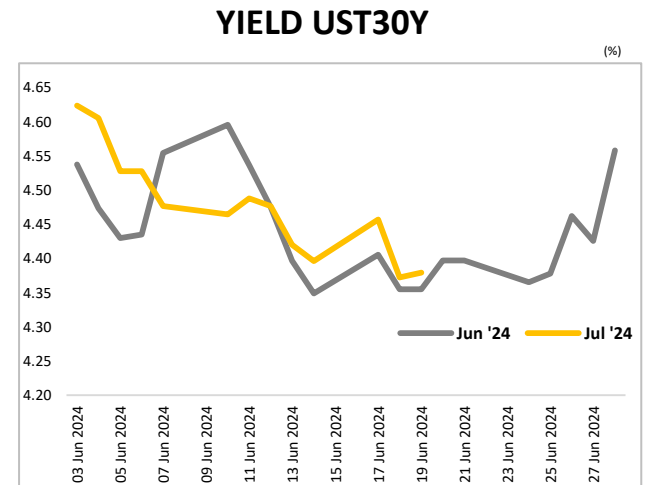
Sources : Bloomberg, KBVS Research (2024)



Sources : Bloomberg, KBVS Research (2024)



Sources : US Treasury, KBVS Research (2024)



Sources : US Treasury, KBVS Research (2024)

Indonesia Economic Data

INDICATORS OVERVIEW

Economic Indicators	Unit	Latest Period	Data	
			Latest	Previous
Policy Interest Rate	%	17 July '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

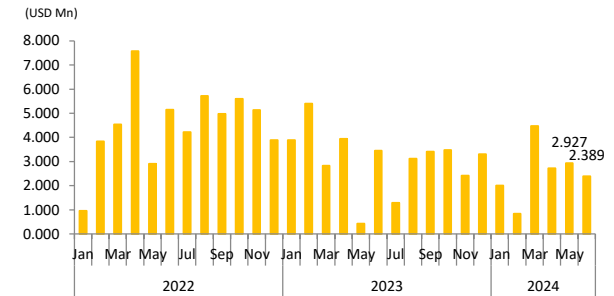
(11 - 17 Jul '24)

Event	Actual	Forecast	Previous
Thursday, 11 Jul '24			
Friday, 12 Jul '24			
Monday, 15 Jul '24			
ID Export Growth (YoY) (Jun)	1.17%	5.13%	2.86%
ID Import Growth (YoY) (Jun)	7.58%	5.50%	-8.83%
ID Trade Balance (Jun)	2.39B	2.98B	2.93B
Tuesday, 16 Jul '24			
Wednesday, 17 Jul '24			
ID Loans (YoY) (Jun)	12.36%		12.15%
ID Interest Rate Decision	6.25%	6.25%	6.25%
ID Deposit Facility Rate (Jul)	5.50%		5.50%
ID Lending Facility Rate (Jul)	7.00%		7.00%

Sources : investing, KBVS Research (2024)

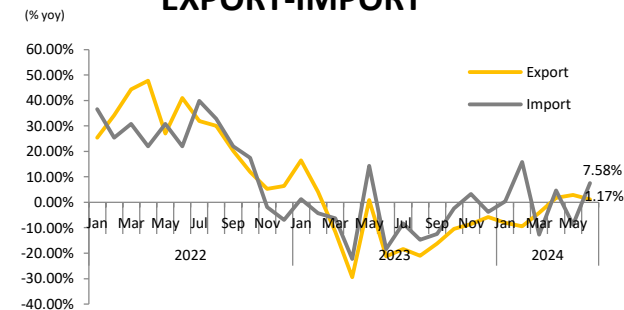
- Simultaneously, the continuing trade surplus trend will provide cushion to the stability of the Rupiah amidst improving Manufacturing PMI from key trading partners - especially India and China – and an increase in risk-on behavior following the rising odds ratio of a Fed Rate pivot.
- We anticipate the most significant positive impact from India's Manufacturing PMI, which stands at 58.3—the second-highest in the world in Jun '24. India has consistently shown economic growth above 7.5% YoY since 1Q23 and is Indonesia's largest trade surplus partner, with a surplus of USD1.47 bn throughout Jun '24. Meanwhile, with China's Manufacturing PMI increasing to 51.8 (Prev: 51.7)—the highest since May '21, expectations for an export increase are plausible. This is especially relevant as China is Indonesia's largest non-oil and gas export destination, with a share of 23.1% in Jun '24
- Bank Indonesia (BI) has maintained the BI Rate at 6.25% (Cons: 6.25%, KBVS's: 6.25%, Prev: 6.25%) for the past three months, with the Deposit Facility rate remaining at 5.50%, and the Lending Facility rate held steady at 7.00%.
- Governor Perry emphasized the coordination to provide short-term liquidity through BI securities (SRBI, SVBI, and SUVBI), while the government issues Government Securities (SBN) in the secondary market with BI's continued presence.
- We anticipate a potential earlier reduction in the Fed Rate as early as Sep '24, allowing BI to likewise decrease its BI Rate in the same month.

TRADE BALANCE



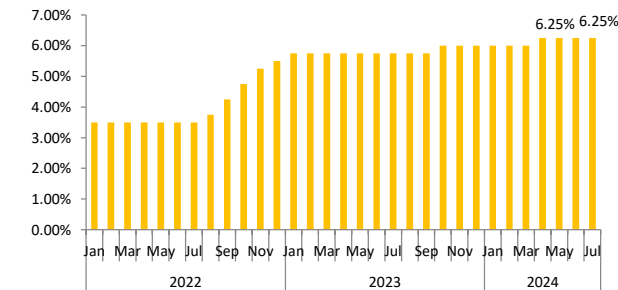
Sources : BPS, KBVS Research (2024)

EXPORT-IMPORT



Sources : BPS, KBVS Research (2024)

BI7DRR



Sources : Bank Indonesia, KBVS Research (2024)

Development of Tradable SBN

CAPITAL FLOW IN SBN&JCI



Sources : Bloomberg, KBVS Research (2024)

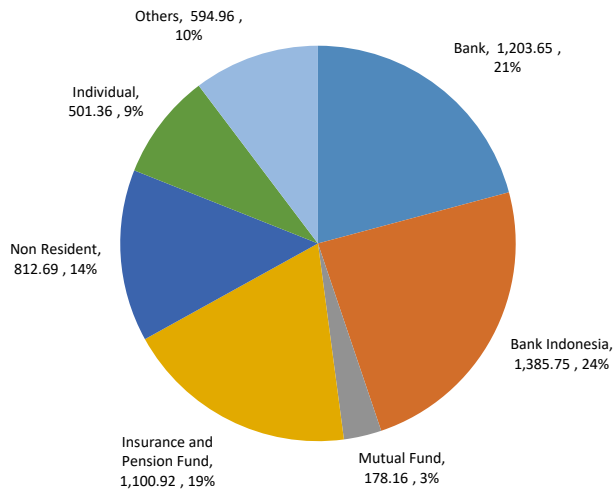
Between 10 Jul and 17 Jul '24, non-residents conducted:
 - a net sell of tradable SBN amounting to IDR3.25 tn, and
 - A net buy of JCI, amounting IDR0.73 tn.

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	-	6.820%	6.910%	7.036%	7.090%	7.120%	7.129%	
25 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



Sources : DJPPR, and KBVS Research (2024)

As of 15 Jul '24, the largest ownership of tradable SBN is as follows:

- Bank Indonesia : IDR1,385.75 tn (IDR+52.62 tn, WoW),
- Banks : IDR1,203.65 tn (IDR-79.77 tn, WoW), and
- Insurance&Pension Funds: IDR1,100.92 tn (IDR-6.62 tn, WoW)

SBSN LATEST AUCTION

16 Jul '24								
Instruments	SPNS20012025	SPNS01042025	PBS032	PBS030	PBS004	PBS039	PBS038	Total
Incoming Bids (IDR tn)	2.19	3.33	9.93	6.97	0.39	0.20	4.70	27.71
Bid to Cover Ratio	3.65	6.05	9.03	1.27	1.29	2.02	2.54	2.77
Weighted Average Yields Awarded	6.818%	6.899%	6.820%	6.802%	76.959%	7.027%	7.155%	
2 July '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%	

Sources : DJPPR, KBVS Research (2024)

Indonesia's News

Kode Pamitan Sri Mulyani: I'm Gone

tim | CNN Indonesia

Senin, 15 Jul 2024 09:50 WIB

Bagikan:  



Menteri Keuangan Sri Mulyani Indrawati memberi kode berpamitan dari posisinya sebagai menteri keuangan dengan mengatakan,

Source : CNN (2024), link:

<https://www.cnnindonesia.com/ekonomi/20240715093416-532-1121269/kode-pamitan-sri-mulyani-im-gone>

Jokowi Tegaskan Bangun IKN Perlu Waktu 15-20 Tahun!

Herdil Alif Al Hikam - detikFinance

Selasa, 16 Jul 2024 14:44 WIB



Foto: Presiden Jokowi di pangkalan TNI AU Halim Perdanakusuma (Isal Mawardi/detikcom)

Source : detik.com(2024), link:

<https://finance.detik.com/infrastruktur/d-7441450/jokowi-tegaskan-bangun-ikn-perlu-waktu-15-20-tahun>

NASIONAL / POLITIK

Diam-Diam Prabowo Subianto Disebut Sudah Kantongi Nama Calon Menteri Keuangan

Selasa, 16 Jul 2024 / 19:59 WIB



ILUSTRASI: Presiden Joko Widodo (kiri) ditempa Menteri Pertahanan Prabowo Subianto (kanan) sedang kabinet paripurna di Istana Negara, Jakarta, Senin (24/6/2024). Saat kabinet paripurna tersebut membahas perekonomian Indonesia ke depan. ANTARA FOTO/Isal Mawardi A

Source : Kontan (2024), link:

<https://nasional.kontan.co.id/news/diam-diam-prabowo-subianto-disebut-sudah-kantongi-nama-calon-menteri-keuangan>

- Sri Mulyani is expected not to continue as Finance Minister in the upcoming Prabowo administration.
- Concurrently, speculation about her successor is increasing in the market.
- On the other hand, concerns about a higher fiscal deficit due to the continuation of the IKN (new capital city) project have started to diminish following President Jokowi's statement that the IKN will proceed over the next 20 years, as well as the potential reduction in the cost of free meal/milk programs.
- Additionally, President Jokowi has confirmed that there will be no restriction on subsidized fuel starting from Aug 17, '24.

Hashim Bocorkan Rencana Utang Era Prabowo-Gibran

Hadjah Alaydrus, CNBC Indonesia

11 July 2024 10:13



Foto: Hashim Djojohadikusumo (Muhammad Ridho/detikcom)

Source : CNBC (2024), link:

<https://www.cnbcindonesia.com/news/20240711094552-4-553617/hashim-bocorkan-rencana-utang-era-prabowo-gibran>

Prabowo Kaji Dana Makan Bergizi Gratis Rp 9.000 atau Rp 7.500 per Anak

Oleh Rahayu Subekti
17 Juli 2024, 08:34



Pj Bupati Aceh Besar Muhammad Iswanto menaruh lauk pauk kepada siswa SMPN 1 Darul Imarah di sela-sela meluncurkan simulasi makan siang gratis bergizi di Darul Imarah, Selasa (6/3/2024).

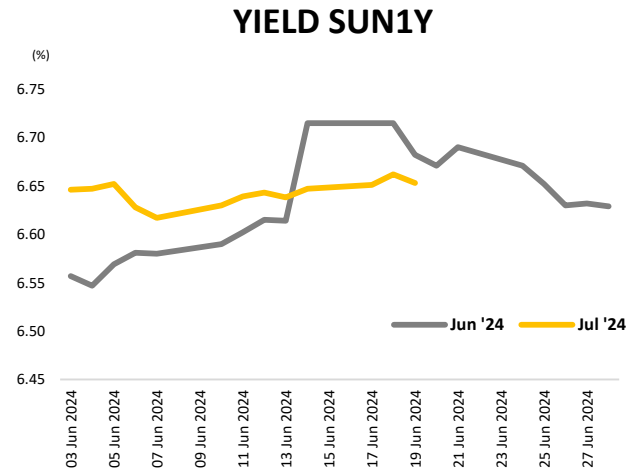
Source : Katadata (2024), link:

<https://katadata.co.id/finansial/makro/669748f6da36e/prabowo-kaji-dana-makan-bergizi-gratis-rp-9000-atau-rp-7500-per-anak>

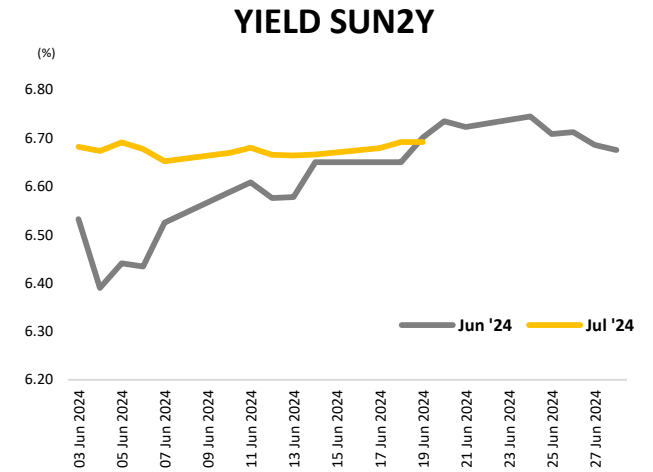
The Movement of SUN Yields

Over the past week, SUN yields moved increased:

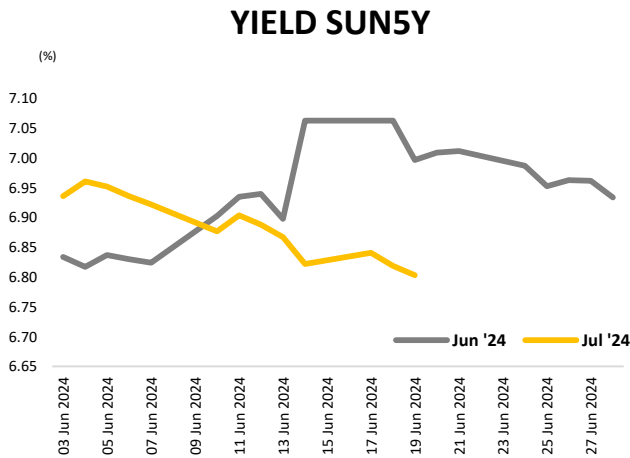
- Yield SUN1Y
 - +1.20 bps (WoW)
 - +29.00 bps (YtD, as of Jul 17, '24)
- Yield SUN2Y
 - +3.10 bps (WoW)
 - +31.30 bps (YtD, as of Jul 17, '24)
- Yield SUN5Y
 - -9.30 bps (WoW)
 - +39.40 bps (YtD, as of Jul 17, '24)
- Yield SUN10Y
 - -11.80 bps (WoW)
 - +45.70 bps (YtD, as of Jul 17, '24)
- Yield SUN30Y
 - -4.60 bps (WoW)
 - +20.70 bps (YtD, as of Jul 17, '24)



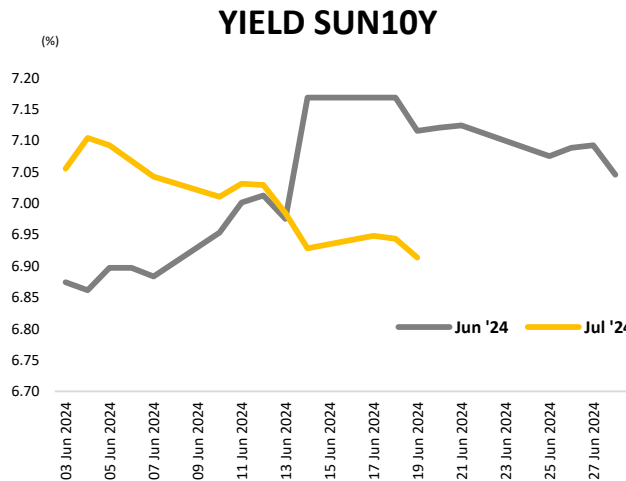
Sources : Bloomberg, KBVS Research (2024)



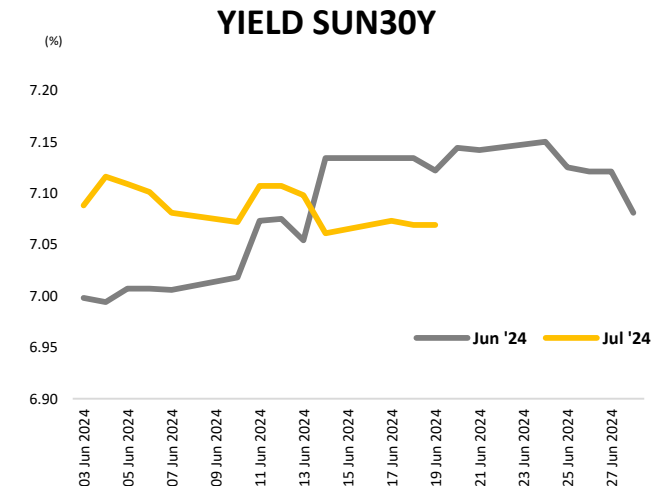
Sources : Bloomberg, KBVS Research (2024)



Sources : Bloomberg, KBVS Research (2024)



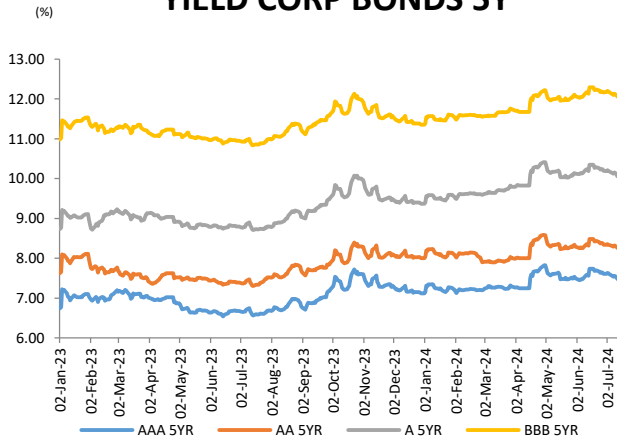
Sources : Bloomberg, KBVS Research (2024)



Sources : Bloomberg, KBVS Research (2024)

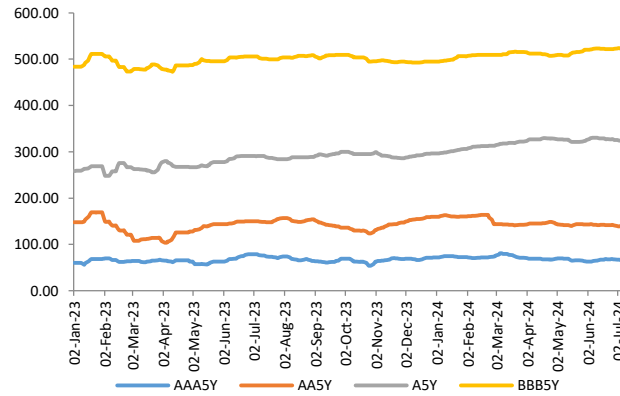
The Movement of Corporate Bond Yields

YIELD CORP BONDS 5Y



Sources : Bloomberg, KBVS Research (2024)

YIELD SPREAD 5Y TENOR

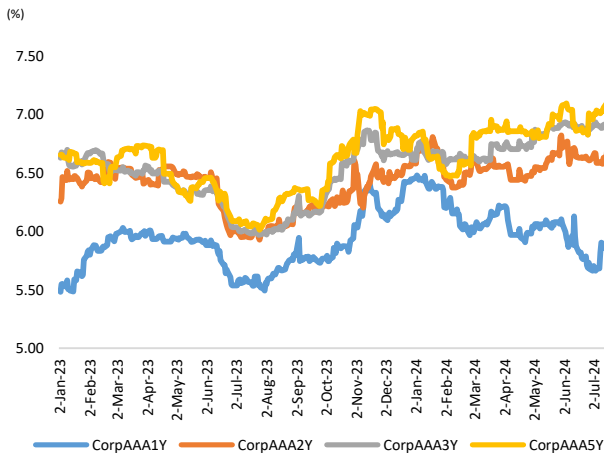


Sources : Bloomberg, KBVS Research (2024)

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

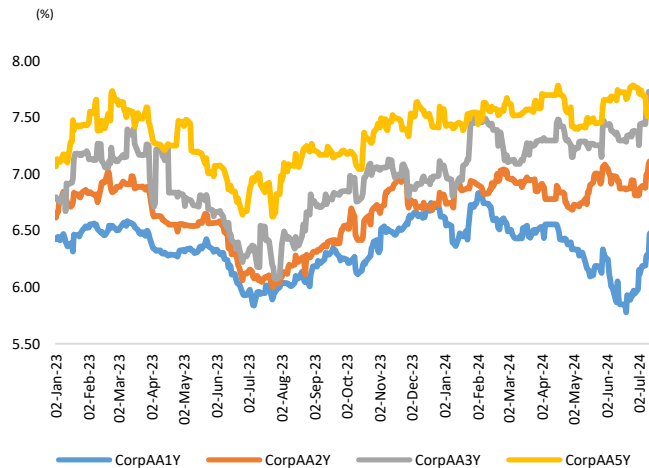
- AAA-rated
 - Tenor 1Y : +15.55 bps (WoW)
 - Tenor 2Y : +25.97 bps (WoW)
 - Tenor 5Y : +3.94 bps (WoW)
- AA-rated
 - Tenor 1Y : +37.71 bps (WoW)
 - Tenor 2Y : +7.85 bps (WoW)
 - Tenor 5Y : +3.93 bps (WoW)
- A-rated
 - Tenor 1Y : -14.15 bps (WoW)
 - Tenor 2Y : +4.13 bps (WoW), and
 - Tenor 5Y : -4.50 bps (WoW)

YIELD AAA-RATED



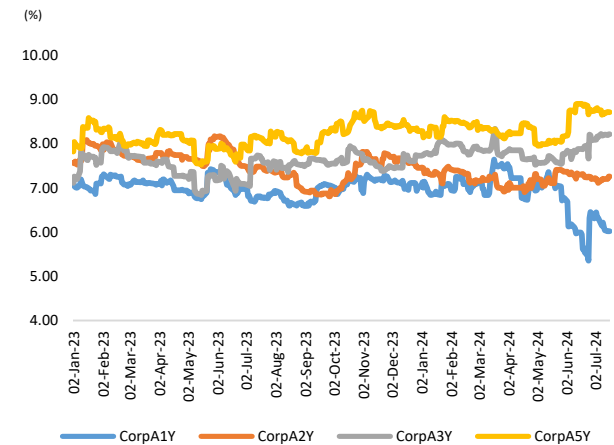
Sources : Bloomberg, KBVS Research (2024)

YIELD AA-RATED



Sources : Bloomberg, KBVS Research (2024)

YIELD A-RATED



Sources : Bloomberg, KBVS Research (2024)

BI's Monetary Operation

SRBI's DEVELOPMENT

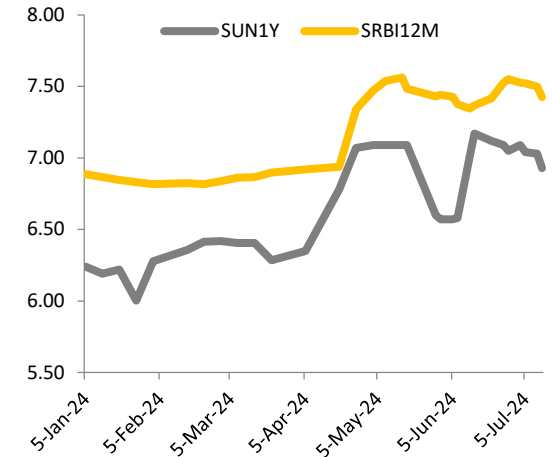
SRBI	Weighted Yield Average Winner (%)			Bidding Amount (IDR bn)	Total Nominal Awarded (IDR bn)	Bid to Cover Ratio
	6 Months	9 Months	12 Months			
5-Jan-24	6.70	6.80	6.89	31,667.00	22,050.00	1.44
12-Jan-24	6.68	6.78	6.87	33,833.00	19,520.00	1.73
19-Jan-24	6.67	6.75	6.85	39,987.00	25,000.00	1.60
26-Jan-24	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	27,224.20	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	7.50	32,163.90	17,981.00	1.79
12-Jul-24	7.30	7.39	7.43	39,348.60	17,971.00	2.19

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	5.70	644.00	639.00	1.01
16-Jul-24	5.68	5.68	552.00	264.00	2.09

Sources : BI, KBVS Research (2024)



USD Libor Rates in 9 Jul '24:

- 1 month : 5.44085%
- 3 months : 5.56565%

USD Libor Rates in 15 Jul '24:

- 1 month : 5.44907%
- 3 months : 5.54738%

Sources : Global Rates, KBVS Research (2024)

This Week's Economic Calendar

ECONOMIC CALENDAR

(18-24 JUL 2024)

Country	Event	Forecast	Previous
Thursday, Jul 18, 2024			
US	20-Year Bond Auction		4.45%
US	Beige Book		
JP	Exports (YoY) (Jun)	6.40%	13.50%
JP	Imports (YoY) (Jun)	9.30%	9.50%
JP	Trade Balance (Jun)	-240.0B	-1,220.1B
JP	Adjusted Trade Balance	-0.82T	-0.62T
GB	Average Earnings Index + Bonus (May)	5.70%	5.90%
GB	Claimant Count Change (Jun)	23.4K	50.4K
GB	Employment Change 3M/3M (MoM) (May)		-140K
GB	Unemployment Rate (May)	4.40%	4.40%
EU	Eurogroup Meetings		
EU	Deposit Facility Rate (Jul)	3.75%	3.75%
EU	ECB Marginal Lending Facility		4.50%
EU	ECB Monetary Policy Statement		
EU	ECB Interest Rate Decision (Jul)	4.25%	4.25%
US	Continuing Jobless Claims		1,852K
US	Initial Jobless Claims	229K	222K
US	Philadelphia Fed Manufacturing Index (Jul)	2.70	1.30
US	Philadelphia Fed Employment (Jul)		-2.50
EU	ECB Press Conference		
US	Leading Index (MoM) (Jun)	-0.30%	-0.50%
EU	ECB President Lagarde Speaks		

Country	Event	Forecast	Previous
Friday, Jul 19, 2024			
US	10-Year TIPS Auction		2.18%
US	TIC Net Long-Term Transactions (May)	98.40B	123.10B
US	Fed's Balance Sheet		7,224B
US	FOMC Member Daly Speaks		
JP	National Core CPI (YoY) (Jun)	2.70%	2.50%
JP	National CPI (MoM)		0.20%
US	FOMC Member Bowman Speaks		
GB	Core Retail Sales (MoM) (Jun)		2.90%
GB	Core Retail Sales (YoY) (Jun)		1.20%
GB	Retail Sales (YoY) (Jun)		1.30%
GB	Retail Sales (MoM) (Jun)	-0.60%	2.90%
GE	PPI (MoM) (Jun)	0.10%	0.00%
US	FOMC Member Williams Speaks		
US	FOMC Member Bostic Speaks		

Country	Event	Forecast	Previous
Monday, Jul 22, 2024			
CN	Loan Prime Rate 5Y (Jul)		3.95%
ID	M2 Money Supply (YoY) (Jun)		7.60%
GE	Retail Sales (MoM) (May)	0.00%	-1.20%
Tuesday, Jul 23, 2024			
US	Existing Home Sales (Jun)		4.11M
US	Existing Home Sales (MoM) (Jul)		-0.70%
Wednesday, Jul 24, 2024			
GE	Gfk Consumer Climate (Aug)		-21.80
GE	HCOB Manufacturing PMI (Jul)		43.50
GE	HCOB Services PMI (Jul)		53.10
EU	HCOB Manufacturing PMI (Jul)		45.80
EU	HCOB Composite PMI (Jul)		50.90
EU	HCOB Services PMI (Jul)		52.80
US	Goods Trade Balance (Jun)		-99.37B
US	Retail Inventories Ex-Auto (Jun)		0.20%
US	S&P Global Manufacturing PMI (Jul)		51.60
US	S&P Global Composite PMI (Jul)		54.80
US	S&P Global Services PMI (Jul)		55.30
US	New Home Sales (MoM) (Jun)		-11.30%
US	New Home Sales (Jun)		619K

