

Anticipating The Release of US Labor Market Data

7 March 2024

Economist / Fikri C Permana

Last Week's Economic Update

ECONOMIC CALENDAR

(29 FEB TO 6 MAR 2024)

Thursday, Feb 29, 2024			
US FOMC Member Bostic Speaks			
US FOMC Member Williams Speaks			
JP Industrial Production (MoM) (Jan)	-7.50%	-6.70%	1.40%
JP BoJ Core CPI (YoY)	2.60%	2.30%	2.60%
GE Retail Sales (MoM) (Jan)	0.40%	0.50%	-1.60%
GE Unemployment Change (Feb)	11K	6K	-2K
GE Unemployment Rate (Feb)	5.90%	5.80%	5.80%
GE Buba President Nagel Speaks			
GE CPI (YoY) (Feb)	2.50%	2.60%	2.90%
GE CPI (MoM) (Feb)	0.40%	0.50%	0.20%
US Continuing Jobless Claims	1,905K	1,874K	1,860K
US Initial Jobless Claims	215K	209K	202K
US Core PCE Price Index (MoM) (Jan)	0.40%	0.40%	0.10%
US Core PCE Price Index (YoY) (Jan)	2.80%	2.80%	2.90%
US PCE Price Index (YoY) (Jan)	2.40%	2.40%	2.60%
US PCE Price Index (MoM) (Jan)	0.30%	0.30%	0.10%
US Personal Spending (MoM) (Jan)	0.20%	0.20%	0.70%
US Chicago PMI (Feb)	44.00	48.10	46.00
US Pending Home Sales (MoM) (Jan)	-4.90%	1.40%	5.70%
US FOMC Member Bostic Speaks			
US Atlanta Fed GDP Now (Q1)	3.00%	3.20%	3.20%

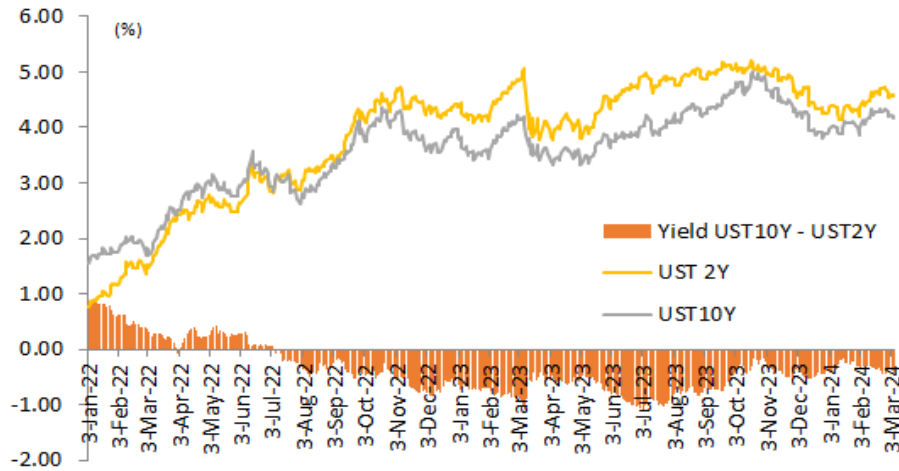
Friday, Mar 1, 2024			
US FOMC Member Mester Speaks			
US Fed's Balance Sheet	7,586B		7,582B
ID Nikkei Manufacturing PMI (Feb)	52.70		52.90
US FOMC Member Williams Speaks			
CN Composite PMI (Feb)	50.90		50.90
CN Manufacturing PMI (Feb)	49.10	49.10	49.20
CN Non-Manufacturing PMI (Feb)	51.40	50.90	50.70
CN Caixin Manufacturing PMI (Feb)	50.90	50.70	50.80
ID Core Inflation (YoY) (Feb)	1.68%	1.71%	1.68%
ID Inflation (YoY) (Feb)	2.75%	2.60%	2.57%
ID Inflation (MoM) (Feb)	0.37%	0.23%	0.04%
GB Nationwide HPI (MoM)	0.70%	0.20%	0.70%
GB Nationwide HPI (YoY)	1.20%	0.70%	-0.20%
GE HCOB Manufacturing PMI (Feb)	42.50	42.30	45.50
EU HCOB Manufacturing PMI (Feb)	46.50	46.10	46.60
GB S&P Global/CIPS Manufacturing PMI (Feb)	47.50	47.10	47.00
EU Core CPI (YoY)	3.10%	2.90%	3.30%
EU CPI (YoY) (Feb)	2.60%	2.50%	2.80%
EU CPI (MoM) (Feb)	0.60%		-0.40%
EU Unemployment Rate (Jan)	6.40%	6.40%	6.50%
GB BoE MPC Member Pill Speaks			
US S&P Global Manufacturing PMI (Feb)	52.20	51.50	50.70
US Construction Spending (MoM) (Jan)	-0.20%	0.20%	1.10%
US ISM Manufacturing Employment (Feb)	45.90		47.10
US ISM Manufacturing PMI (Feb)	47.80	49.50	49.10
US ISM Manufacturing Prices (Feb)	52.50	53.50	52.90
US Michigan 1-Year Inflation Expectations (Feb)	3.00%	3.00%	2.90%
US Michigan 5-Year Inflation Expectations (Feb)	2.90%	2.90%	2.90%
US Michigan Consumer Expectations (Feb)	75.20	78.40	77.10
US Michigan Consumer Sentiment (Feb)	76.90	79.60	79.00
US Fed Waller Speaks			

Event	Actual	Forecast	Previous
Monday, Mar 4, 2024			
JP Capital Spending (YoY) (Q4)	16.40%	2.90%	3.40%
US FOMC Member Harker Speaks			
Tuesday, Mar 5, 2024			
JP Tokyo Core CPI (YoY) (Feb)	2.50%	2.50%	1.80%
GB BRC Retail Sales Monitor (YoY) (Feb)	1.00%	1.60%	1.40%
JP Au Jibun Bank Japan Services PMI (Feb)	52.90	52.50	53.10
CN Caixin Services PMI (Feb)	52.50	52.90	52.70
JP 10-Year JGB Auction	0.72%		0.74%
GE HCOB Services PMI (Feb)	48.30	48.20	47.70
EU HCOB Composite PMI (Feb)	49.20	48.90	47.90
EU HCOB Services PMI (Feb)	50.20	50.00	48.40
GB S&P Global/CIPS Composite PMI (Feb)	53.00	53.30	52.90
GB S&P Global/CIPS Services PMI (Feb)	53.80	54.30	54.30
US S&P Global Composite PMI (Feb)	52.50	51.40	52.00
US S&P Global Services PMI (Feb)	52.30	51.30	52.50
US Factory orders (MoM) (Jan)	-3.60%	-3.10%	-0.30%
US ISM Non-Manufacturing Employment (Feb)	48.00	51.40	50.50
US ISM Non-Manufacturing PMI (Feb)	52.60	53.00	53.40
US ISM Non-Manufacturing Prices (Feb)	58.60	62.00	64.00
Wednesday, Mar 6, 2024			
Spring Forecast Statement			
US ADP Nonfarm Employment Change (Feb)	140K	149K	111K
BoC Interest Rate Decision	5.00%	5.00%	5.00%
Fed Chair Powell Testifies			
US JOLTs Job Openings (Jan)	8.863M	8.800M	8.889M
US Crude Oil Inventories	1.367M	2.400M	4.199M

Sources : Investing and KBVS Research-treated (2024)

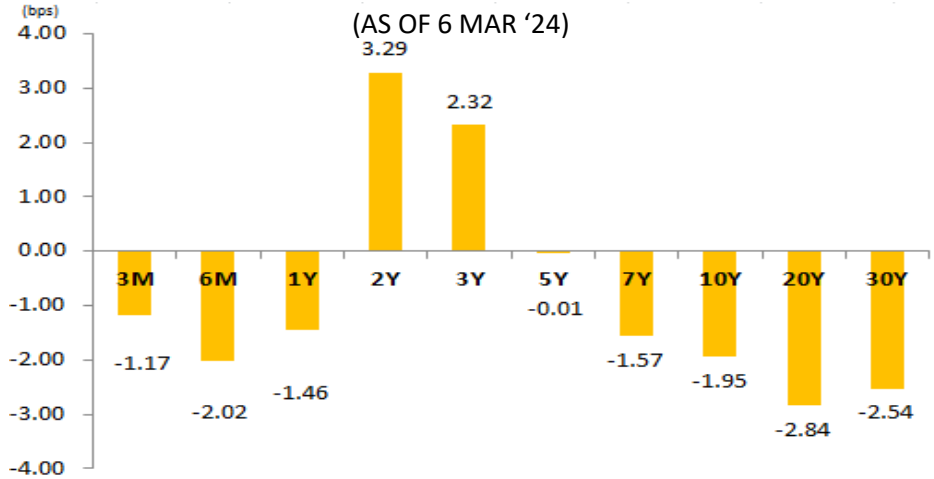
The Movement of UST Yields

YIELD UST2Y VS UST10Y



Sources : Bloomberg and KBVS Research-treated (2024)

DEVELOPMENT OF YIELD UST SINCE 1 MAR



Sources : Bloomberg and KBVS Research-treated (2024)

FED PROBABILITIES

(AS OF 6 MAR '24)

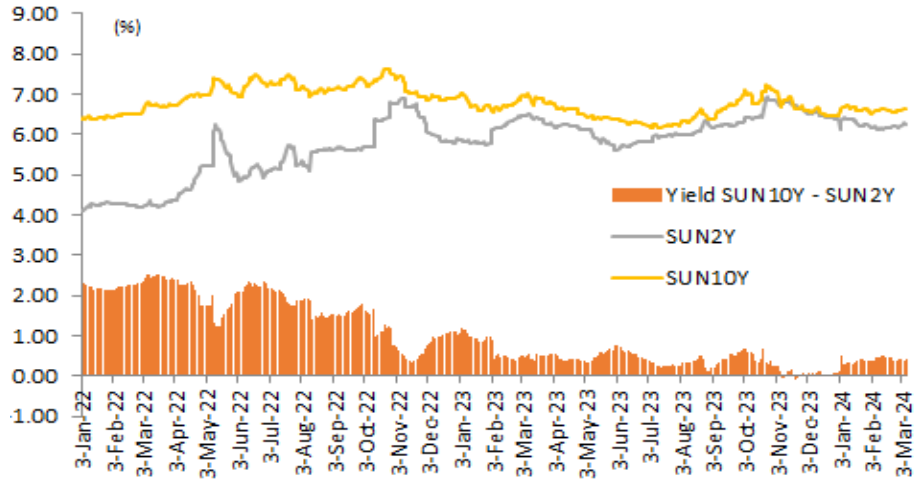
MEETING DATE	MEETING PROBABILITIES							
	350-375	375-400	400-425	425-450	450-475	475-500	500-525	525-550
20-Mar-24	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	4.0%	96.0%
1-May-24	0.0%	0.0%	0.0%	0.0%	0.0%	0.9%	23.9%	75.2%
12-Jun-24	0.0%	0.0%	0.0%	0.0%	0.5%	14.1%	53.3%	32.1%
31-Jul-24	0.0%	0.0%	0.0%	0.3%	8.8%	38.0%	40.4%	12.5%
18-Sep-24	0.0%	0.0%	0.2%	6.7%	30.7%	39.8%	19.5%	3.1%
7-Nov-24	0.0%	0.1%	3.8%	20.1%	35.8%	28.5%	10.4%	1.4%
18-Dec-24	0.1%	2.8%	15.4%	31.3%	30.5%	15.5%	3.9%	0.4%

Source : CME Group (2024)

- UST2Y yield experienced an increase of +16.07 bps on MoM and +31.43 bps ytd (as of 6 Mar), but decreased by -11.87 bps on a weekly basis and -32.19 bps YoY.
- UST10Y yield increased +6.03 bps MoM, +28.12 bps ytd (as of 6 Mar) and +20.26 bps YoY, but decreased by -13.11 bps on a weekly basis.
- As a consequences, UST10Y-UST2Y yield spreads also increased by +52.44 bps YoY, but decreased by -1.24 bps on a weekly basis, -10.04 bps MoM and -3.31 bps ytd (as of 6 Mar).

The Movement SUN Yields

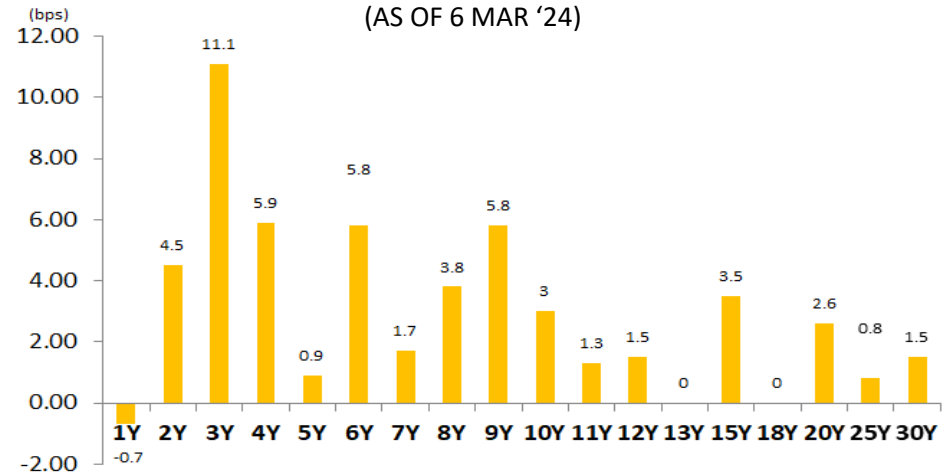
YIELD SUN2Y VS SUN10Y



Sources : Bloomberg and KBVS Research-treated (2024)

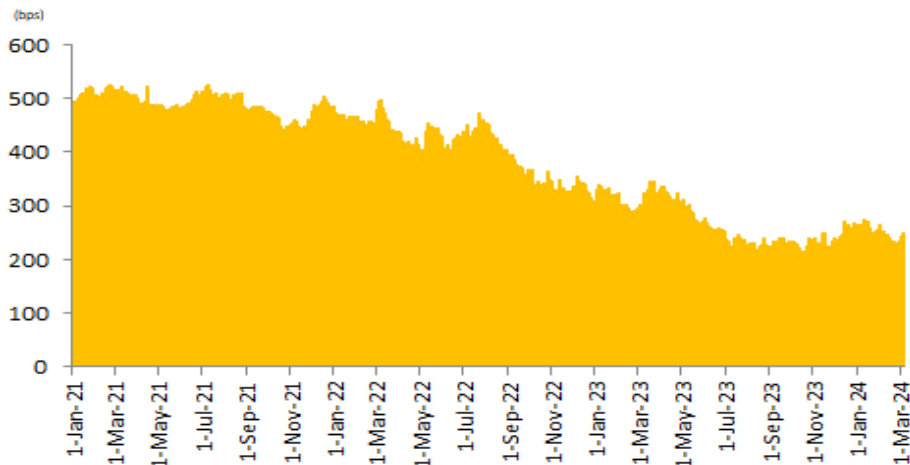
DEVELOPMENT OF YIELD SUN SINCE 1 MAR

(AS OF 6 MAR '24)



Sources : Bloomberg and KBVS Research-treated (2024)

YIELD SPREAD SUN10Y-UST10Y

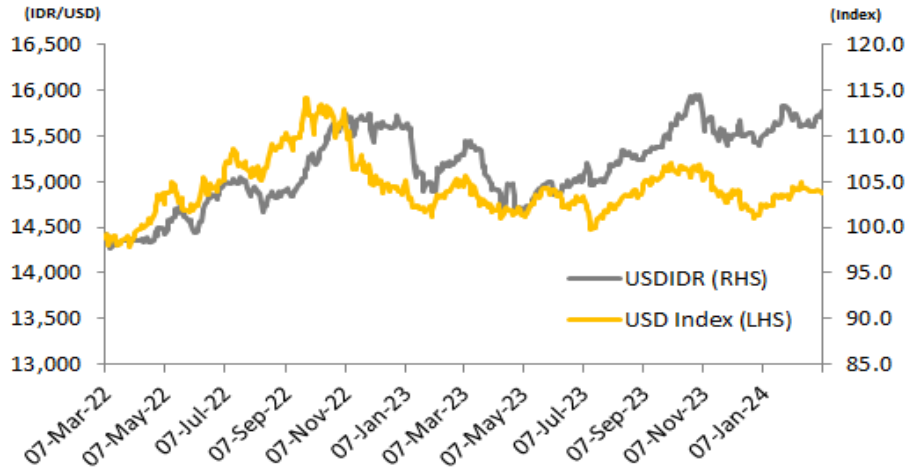


Source : Bloomberg and KBVS Research-treated (2024)

- SUN2Y yield increased +5.90 bps on a weekly basis and +7.00 bps MoM, but decreased by -14.30 bps ytd (as of 6 Mar) and -20.10 bps YoY.
- SUN10Y yield increased +6.00 bps on a weekly basis, +3.20 bps MoM and +18.50 bps ytd (as of 6 Mar), but decreased -27.50 bps YoY.
- SUN10Y-SUN2Y Yield spreads increased +0.10 bps on a weekly basis and +32.80 bps ytd (as of 6 Mar), but decreased -3.80 bps MoM and -7.40 bps YoY.

Capital Flow in Indonesia's Portfolio

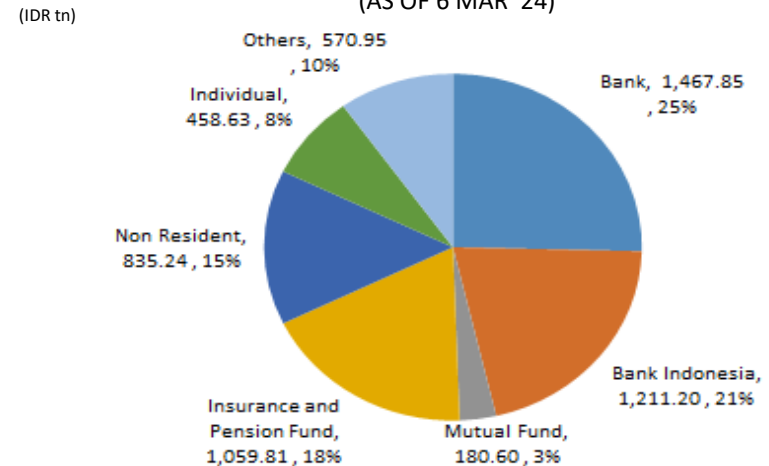
DEVELOPMENT OF DXY and USDIDR



Sources : Bloomberg and KBVS Research-treated (2024)

OWNERSHIP OF TRADABLE SBN

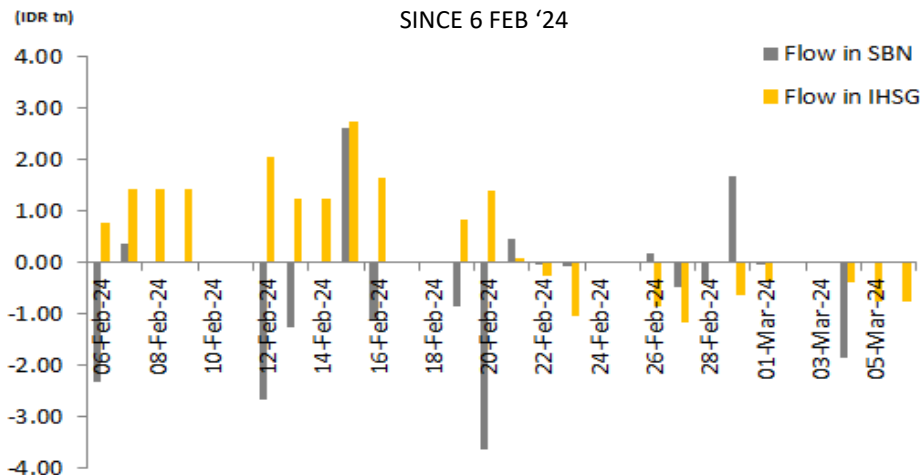
(AS OF 6 MAR '24)



Sources : DJPPR and KBVS Research-treated (2024)

CAPITAL FLOW IN SBN and JCI

SINCE 6 FEB '24

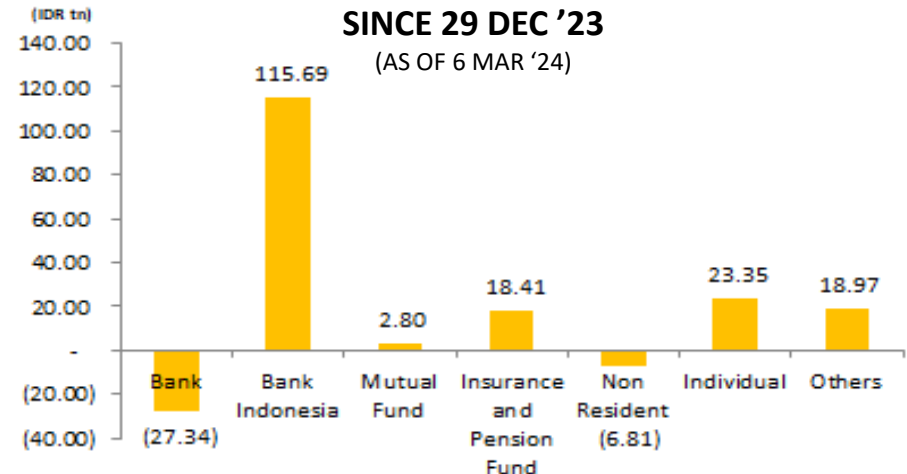


Sources : Bloomberg and KBVS Research-treated (2024)

CHANGE IN OWNERSHIP of TRADABLE SBN

SINCE 29 DEC '23

(AS OF 6 MAR '24)



Sources : DJPPR and KBVS Research-treated (2024)

The Results of The Latest SBSN & SUN Auction, on 5 Mar '24.

SUN Auction Result On 27 Feb '24

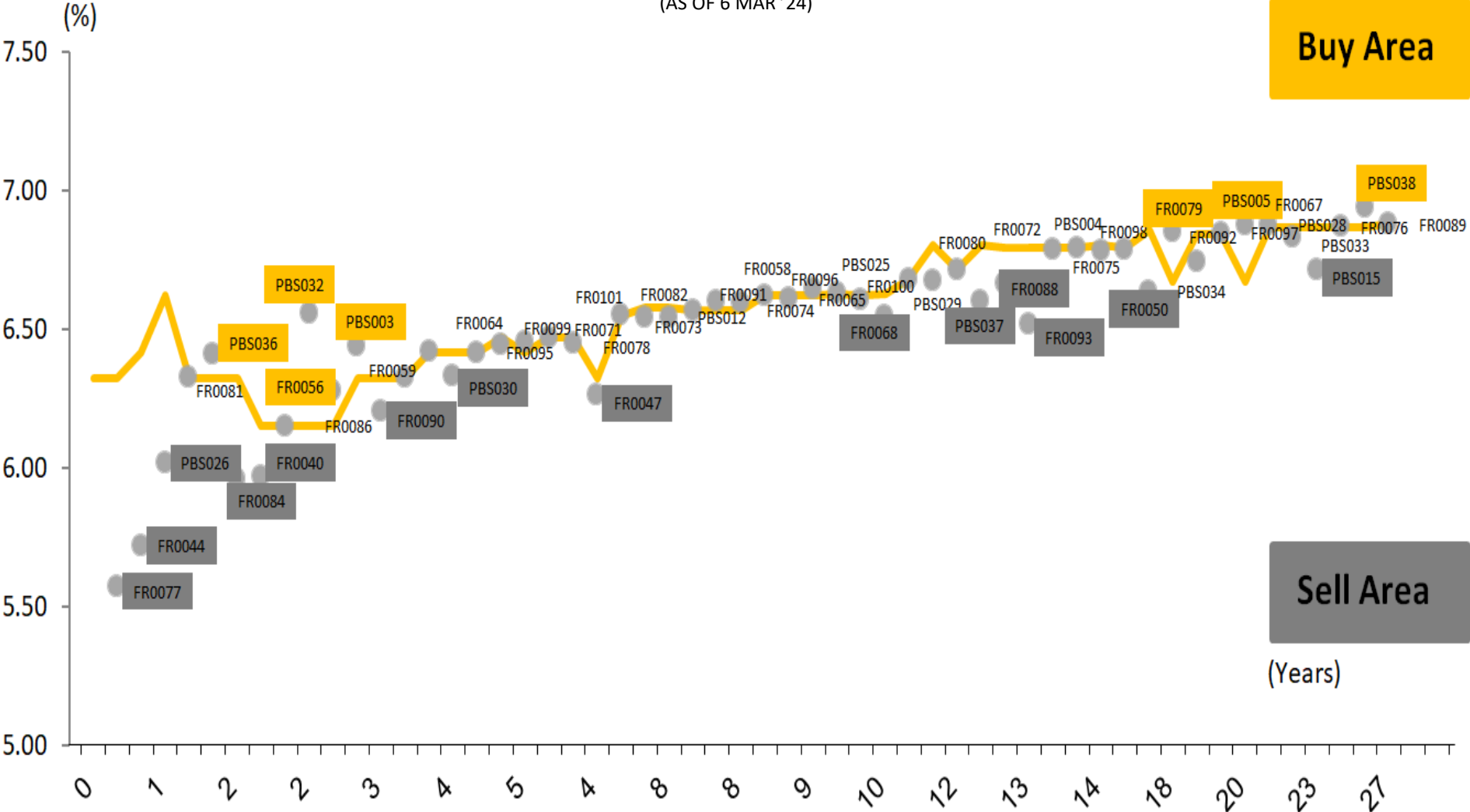
Date	Total Incoming Bids (IDR bn)	Total Awarded (IDR bn)	SPN12240529	FR0098	FR0097	FR0100	FR0101	FR0102	SPN12250213
12- Feb - 24	61,040	24,000	6.40%	6.77%	6.85%	6.60%	6.51%	6.93%	6.47%

SBSN Auction Result On 5 Mar '24

Date	Total Incoming Bids (IDR bn)	Total Awarded (IDR bn)	PBS030	PBS038	PBS032	PBS004	PBS039	SPNS03092024	SPNS02122024
5 - Mar - 24	17,051	7,380	6.51%	6.98%	6.60%	6.70%	6.84%	6.35%	6.44%

Yield Curve SUN

YIELD CURVE
(AS OF 6 MAR '24)



Sources : Bloomberg and KBVS Research-treated (2023)

Govt Bonds Data, as of 6 Mar '24

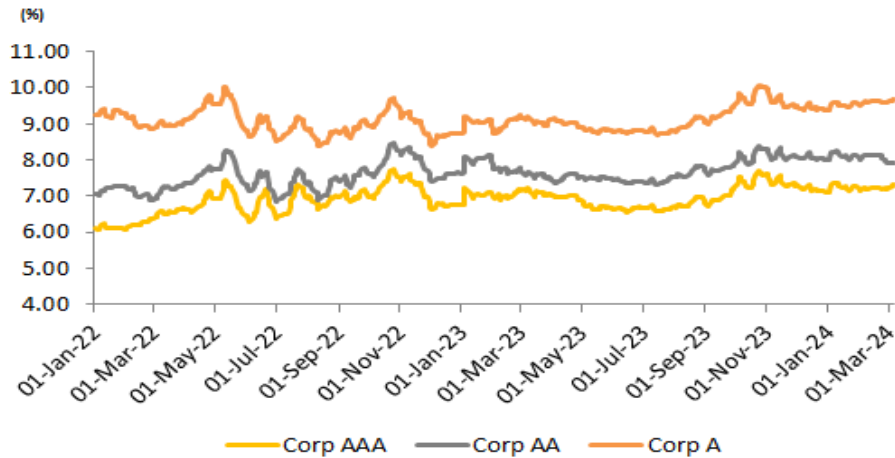
BOND DATA								
TTM	Series	Coupon	Price	Benchmark Price	Yield	Benchmark Yield	Maturity	Notes
0	FR0070	8,38	100,08	98,58	2,89	6,33	15 Mar 2024	Premium
0	FR0077	8,13	100,35	98,58	5,57	6,33	15 May 2024	Premium
1	FR0044	10,00	102,16	97,13	5,72	6,42	15 Sep 2024	Premium
1	PBS026	6,63	100,33	95,63	6,02	6,62	15 Oct 2024	Premium
1	FR0081	6,50	100,11	100,20	6,32	6,32	15 Jun 2025	Fair
1	PBS036	5,38	98,49	100,20	6,41	6,32	15 Aug 2025	Discounted
2	FR0040	11,00	107,15	100,20	5,96	6,32	15 Sep 2025	Premium
2	FR0084	7,25	102,01	98,73	5,97	6,15	15 Feb 2026	Premium
2	FR0086	5,50	98,52	98,73	6,15	6,15	15 Apr 2026	Fair
2	PBS032	4,88	96,29	98,73	6,56	6,15	15 Jul 2026	Discounted
3	FR0056	8,38	104,64	98,73	6,28	6,15	15 Sep 2026	Fair
3	PBS003	6,00	98,76	101,91	6,44	6,33	15 Jan 2027	Discounted
3	FR0090	5,13	96,79	101,91	6,20	6,33	15 Apr 2027	Fair
3	FR0059	7,00	101,72	101,91	6,33	6,33	15 May 2027	Fair
4	FR0064	6,13	98,77	99,84	6,42	6,42	15 May 2028	Discounted
4	PBS030	5,88	97,88	99,84	6,33	6,42	15 Jul 2028	Fair
4	FR0095	6,38	99,67	99,84	6,42	6,42	15 Aug 2028	Fair
5	FR0099	6,40	99,58	101,73	6,44	6,47	15 Jan 2029	Fair
5	FR0071	9,00	110,56	99,84	6,46	6,42	15 Mar 2029	Fair
5	FR0101	6,88	101,62	101,73	6,47	6,47	15 Apr 2029	Fair
5	FR0078	8,25	107,63	101,73	6,45	6,47	15 May 2029	Premium
4	FR0047	10,00	112,48	101,91	6,26	6,33	15 Feb 2028	Premium
7	FR0082	7,00	102,17	102,35	6,55	6,55	15 Sep 2030	Fair
7	FR0073	8,75	112,29	99,57	6,54	6,58	15 May 2031	Premium
8	PBS012	8,88	113,74	99,57	6,54	6,58	15 Nov 2031	Premium
8	FR0091	6,38	98,63	98,79	6,57	6,57	15 Apr 2032	Fair
8	FR0058	8,25	110,06	98,79	6,60	6,57	15 Jun 2032	Fair
8	FR0074	7,50	105,54	98,79	6,60	6,57	15 Aug 2032	Fair

BOND DATA								
TTM	Series	Coupon	Price	Benchmark Price	Yield	Benchmark Yield	Maturity	Notes
9	FR0096	7,00	102,35	102,53	6,62	6,62	15 Feb 2033	Fair
9	FR0065	6,63	99,94	102,53	6,61	6,62	15 May 2033	Fair
9	PBS025	8,38	111,50	102,53	6,65	6,62	15 May 2033	Fair
10	FR0100	6,63	99,89	99,97	6,63	6,63	15 Feb 2034	Fair
10	FR0068	8,38	112,59	102,53	6,61	6,62	15 Mar 2034	Premium
10	PBS029	6,38	98,41	99,97	6,55	6,63	15 Mar 2034	Fair
11	FR0080	7,50	106,17	106,42	6,68	6,68	15 Jun 2035	Fair
12	PBS037	6,88	101,34	125,35	6,68	6,81	15 Mar 2036	Fair
12	FR0072	8,25	112,41	112,63	6,71	6,71	15 May 2036	Fair
12	FR0088	6,25	96,57	125,35	6,60	6,81	15 Jun 2036	Fair
13	PBS004	6,10	94,91	102,98	6,66	6,79	15 Feb 2037	Fair
13	FR0093	6,38	98,00	102,98	6,52	6,79	15 Jul 2037	Fair
14	FR0075	7,50	106,20	102,98	6,79	6,79	15 May 2038	Premium
14	FR0098	7,13	102,82	102,98	6,79	6,79	15 Jun 2038	Fair
14	FR0050	10,50	133,46	125,35	6,78	6,81	15 Jul 2038	Premium
15	FR0079	8,38	114,47	102,98	6,79	6,79	15 Apr 2039	Premium
15	PBS034	6,50	98,38	106,21	6,64	6,86	15 Jun 2039	Fair
18	FR0092	7,13	102,56	96,90	6,85	6,67	15 Jun 2042	Fair
19	PBS005	6,75	99,48	102,96	6,74	6,85	15 Apr 2043	Fair
19	FR0097	7,13	102,78	102,96	6,85	6,85	15 Jun 2043	Fair
20	FR0067	8,75	119,86	96,90	6,88	6,67	15 Feb 2044	Fair
23	PBS028	7,75	109,71	105,93	6,88	6,87	15 Oct 2046	Fair
23	PBS033	6,75	98,84	105,93	6,83	6,87	15 Jun 2047	Fair
23	PBS015	8,00	114,39	105,93	6,72	6,87	15 Jul 2047	Premium
24	FR0076	7,38	105,58	105,93	6,87	6,87	15 May 2048	Fair
26	PBS038	6,88	98,98	105,93	6,94	6,87	15 Dec 2049	Discounted
27	FR0089	6,88	99,68	99,89	6,88	6,88	15 Aug 2051	Fair

GLOBAL BONDS DATA								
TTM	Series	Coupon	Price	Benchmark Price	Yield	Benchmark Yield	Maturity	Notes
4	INDON 2028	3,50	95,064	99,35	4,85	4,36	11 Jan 2028	Discounted
9	INDON 2033	4,85	98,599	100,34	5,01	4,19	11 Jan 2033	Discounted
29	INDON 2053	5,65	103,726	100,72	5,37	4,45	11 Jan 2053	Fair

Corporate Bonds

YIELD CORPORATE BONDS TENOR 5Y



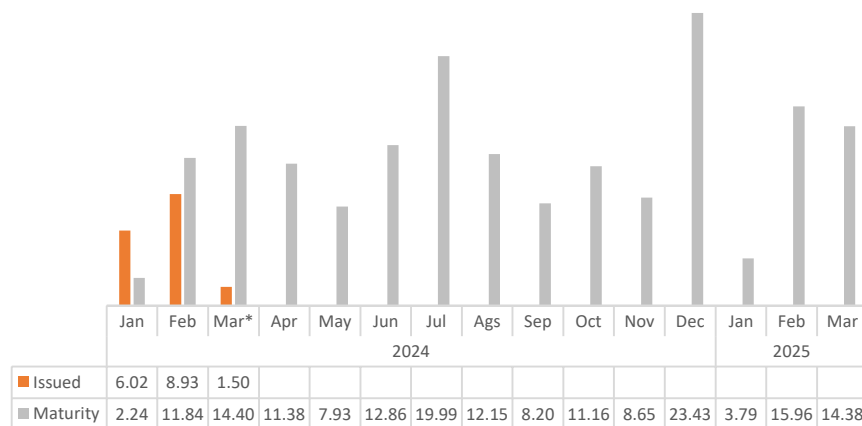
Sources : Bloomberg and KBVS Research-treated (2024)

ISSUANCE CORPORATE BONDS LAST 1-WEEK

Code	Isin Code	Issuer	Listing Date	Maturity Date	Interest	Originated Amt (IDR)
MDKA04ACN5	IDA0001402A9	MERDEKA COPPER GOLD Tbk, PT	26-Feb-24	2-Mar-25	7.25	750,000,000,000
MDKA04BCN5	IDA0001402B7	MERDEKA COPPER GOLD Tbk, PT	26-Feb-24	23-Feb-27	9.00	750,000,000,000
PYFA01CN3	IDA000140008	PYRIDAM FARMA Tbk, PT	28-Feb-24	27-Feb-26	9.50	400,000,000,000
TPIA04ACN4	IDA0001403A7	CHANDRA ASRI PACIFIC Tbk, PT.	4-Mar-24	1-Mar-27	7.95	542,375,000,000
TPIA04BCN4	IDA0001403B5	CHANDRA ASRI PACIFIC Tbk, PT.	4-Mar-24	1-Mar-29	8.25	416,800,000,000
TPIA04CCN4	IDA0001403C3	CHANDRA ASRI PACIFIC Tbk, PT.	4-Mar-24	1-Mar-31	8.75	540,825,000,000

Sources : KSEI and KBVS Research-treated (2024)

CORPORATE BONDS ISSUED VS MATURITY



Sources : KSEI and KBVS Research-treated (2023)

- During March (as of 5 Mar '24), there has been an increase in the yields of 5-year AAA-rated corporate bonds by +9.66 bps, AA by +2.66 bps, and A by +6.26 bps.
- At the same time, corporate bonds issuance amounted to IDR1.50 tn, originating from 3 instruments by Chandra Asri with a GO rating of AA-.
- In Mar '24, corporate bonds maturing amount to IDR11.38 tn, IDR12.86 tn in Apr '24, and IDR7.93 tn in May '24.

This Week's Economic Calendar

ECONOMIC CALENDAR

(7 - 13 MAR 2024)

Thursday, March 7, 2024			
FOMC Member Daly Speaks			
Atlanta Fed GDPNow (Q1)	2.50%	2.10%	2.10%
JP Foreign Bonds Buying	484.6B		-250.1B
Foreign Investments in Japanese Stocks	283.9B		-206.3B
JP Foreign Reserves (USD) (Feb)	1,281.5B		1,291.8B
BoJ Board Member Nakagawa Speaks			
CN Exports (Feb)			3.80M
CN Imports (Feb)			1.60M
CN Trade Balance (Feb)	620.00B	540.90B	
CN Trade Balance (USD) (Feb)	110.30B	75.34B	
ID FX Reserves (USD) (Feb)			145.10B
EU Deposit Facility Rate (Mar)	4.00%	4.00%	
ECB Marginal Lending Facility			4.75%
ECB Monetary Policy Statement			
ECB Interest Rate Decision (Mar)	4.50%	4.50%	
Continuing Jobless Claims	1,889K	1,905K	
US Exports			258.20B
US Imports			320.40B
US Initial Jobless Claims	217K	215K	
US Nonfarm Productivity (QoQ) (Q4)	3.10%	3.20%	
US Trade Balance (Jan)	-63.40B	-62.20B	
ECB Press Conference			
Fed Chair Powell Testifies			
German Buba Balz Speaks			
ECB President Lagarde Speaks			
Natural Gas Storage	-42B	-96B	
4-Week Bill Auction			5.29%
8-Week Bill Auction			5.29%
Atlanta Fed GDPNow (Q1)	2.50%	2.50%	
FOMC Member Mester Speaks			

Friday, Mar 8, 2024			
US Consumer Credit (Jan)	10.00B	1.56B	
US Fed's Balance Sheet			7,568B
JP Household Spending (YoY) (Jan)	-4.10%	-2.50%	
JP Household Spending (MoM) (Jan)	0.40%	-0.90%	
JP Adjusted Current Account (Jan)	2.07T	1.81T	
JP Current Account n.s.a. (Jan)	-0.330T	0.744T	
ID Consumer Confidence			125.00
GE Industrial Production (MoM) (Jan)	0.50%	-1.60%	
GE PPI (MoM) (Jan)	0.10%	-1.20%	
EU GDP (QoQ) (Q4)	0.00%	-0.10%	
EU GDP (YoY) (Q4)	0.10%	0.00%	
US FOMC Member Williams Speaks			
US Average Hourly Earnings (YoY) (Feb)	4.40%	4.50%	
US Average Hourly Earnings (MoM) (Feb)	0.20%	0.60%	
US Nonfarm Payrolls (Feb)	190K	353K	
US Participation Rate (Feb)		62.50%	
US Private Nonfarm Payrolls (Feb)	150K	317K	
US U6 Unemployment Rate (Feb)		7.20%	
US Unemployment Rate (Feb)	3.70%	3.70%	

Event	Actual	Forecast	Previous
Monday, Mar 11, 2024			
JP GDP (YoY) (Q4)		-0.40%	-0.40%
JP GDP (QoQ) (Q4)		-0.10%	-0.10%
JP GDP Price Index (YoY) (Q4)		3.80%	3.80%
Tuesday, Mar 12, 2024			
JP BSI Large Manufacturing Conditions (Q1)			5.70
GB Average Earnings Index + Bonus (Jan)			5.80%
GB Claimant Count Change (Feb)			14.10K
GB Employment Change 3M/3M (MoM) (Jan)			72K
GB Unemployment Rate (Jan)			3.80%
GE CPI (YoY) (Feb)			2.50%
GE CPI (MoM) (Feb)			0.40%
US OPEC Monthly Report			
US Core CPI (MoM) (Feb)			0.40%
US Core CPI (YoY) (Feb)			3.90%
US CPI (MoM) (Feb)			0.30%
US CPI (YoY) (Feb)			3.10%
Wednesday, Mar 13, 2024			
US Federal Budget balance (Feb)			-22.00B
GB GDP (MoM) (Jan)			-0.10%
GB Industrial Production (MoM) (Jan)			0.60%
GB Manufacturing Production (MoM) (Jan)			0.80%
GB Monthly GDP 3M/3M Change (Jan)			-0.30%
GB Trade Balance (Jan)			-13.99B
GB Trade Balance Non-EU (Jan)			-3.32B
EU Industrial Production (MoM) (Jan)			2.60%

Sources : Investing and KBVS Research-treated (2024)



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