

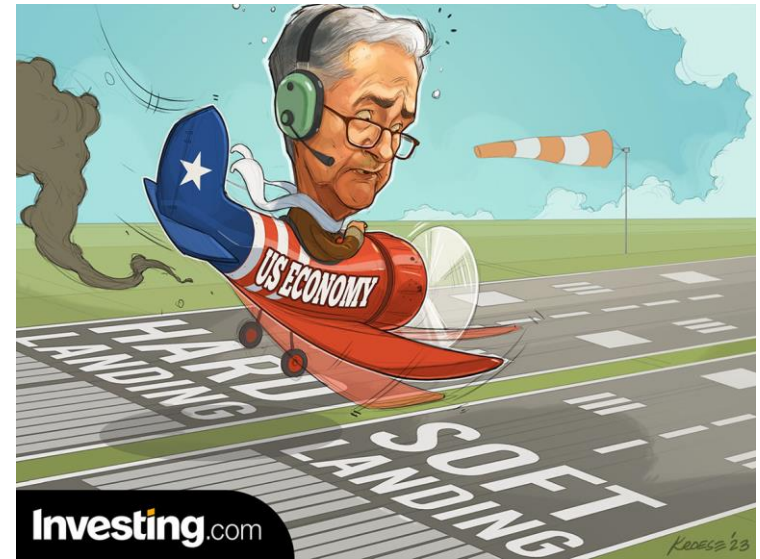
Between Hard and Soft Landing: Navigating Economic Outcomes

5 September 2024

Economist / Fikri C Permana

Executive Summary

- Various data released in the U.S. over the past two weeks have shown mixed results.
 - On one hand, labor market data has raised concerns about the possibility of a hard landing in the US economy.
 - However, on the other hand, consumer optimism data, particularly the PCE (Personal Consumption Expenditures), has shown positive figures, indicating that demand in the US remains stable.
-
- Meanwhile, Indonesia experienced a deflation of 0.03% MoM in August 2024.
 - The commodities contributing to this month-to-month deflation include rice, chili peppers, cucumbers, ground coffee, machine-made clove cigarettes, gasoline, elementary school fees, middle school fees, higher education tuition fees, and jewelry.



Source: investing, Jul 3, '24, 2024, link: <https://id.investing.com/analysis/comics/is-the-us-economy-headed-towards-a-soft-landing-or-a-hard-landing-650>

Indonesia Reports 0.03 Pct Deflation in August 2024

Whisnu Bagus Prasetyo
September 2, 2024 | 5:58 pm

SHARE



A man shops for rice at a traditional market in Jakarta on July 3, 2024. (Antara Photo/Bayu Pratama S)

Source: Jakarta Globe, Sep 1st, 2024, link: <https://jakartaglobe.id/business/indonesia-reports-003-pct-deflation-in-august-2024>



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US Economic Data

US ECONOMIC INDICATORS	Unit	Latest Period	Data	
			Latest	Previous
Fed Rate	%	Aug '24	5.5	5.5
Economic Growth	%, yoy	2Q24	3.1	2.9
Inflation Rate	%, yoy	Jul'24	2.9	3.0
Unemployment Rate	%	Jul'24	4.3	4.1

Sources : various sources, KBVS Research (2024)

The data releases that influenced yield movements in the week of 29 Aug – 4 Sep '24 are as follows:

- The number of people claiming unemployment benefits on the period ending Aug 24th in the US fell by 2K to 231K(Cons: 232K, Prev: 233K)..
- The average contract interest rate for 30Y fixed-rate mortgages with conforming loan balances (USD766,550 or less) in the week ended Aug 23, '24 decreased to 6.44%, the lowest since Apr '23.
- The US core PCE price index, the Federal Reserve's preferred gauge to measure underlying inflation, in Jul rose by 0.2% MoM (Cons: 2.7% MoM, Prev: 2.6% MoM).
- The US PCE price index increased by 0.2% MoM (Cons: 0.2% MoM, Prev: 0.1% MoM).
- The S&P Global US Manufacturing PMI was revised slightly down in Aug '24 to 47.9 (Cons: 48.1, Prev: 49.6). Production decreased for the first time in seven months as sales continued to fall amid increasing reports of demand weakness.

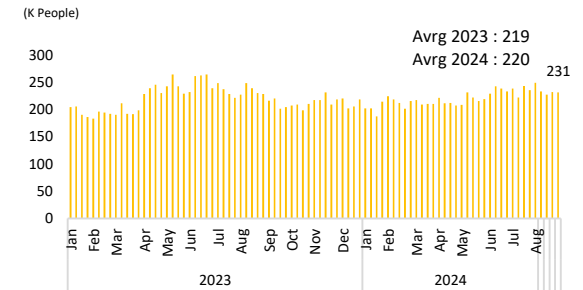
ECONOMIC CALENDAR

(29 AUG - 4 SEP '24)

Event	Actual	Forecast	Previous
Thursday, 29 Aug '24			
US 5-Year Note Auction	3.65%		4.12%
US FOMC Member Bostic Speaks			
US Continuing Jobless Claims	1,868K	1,870K	1,855K
US Initial Jobless Claims	231K	232K	233K
US Core PCE Prices (Q2)	2.80%	2.90%	3.70%
US GDP (QoQ) (Q2)	3.00%	2.80%	1.40%
US GDP Price Index (QoQ) (Q2)	2.50%	2.30%	3.10%
US Goods Trade Balance (Jul)	-102.66B	-97.70B	-96.56B
US Retail Inventories Ex Auto (Jul)	0.50%		0.30%
US Pending Home Sales (MoM) (Jul)	-5.50%	0.20%	4.80%
Friday, 30 Aug '24			
US 7-Year Note Auction	3.77%		4.16%
US FOMC Member Bostic Speaks			
US Fed's Balance Sheet	7,123B		7,194B
US Core PCE Price Index (MoM) (Jul)	0.20%	0.20%	0.20%
US Core PCE Price Index (YoY) (Jul)	2.60%	2.70%	2.60%
US PCE Price Index (MoM) (Jul)	0.20%	0.20%	0.10%
US PCE Price Index (YoY) (Jul)	2.50%	2.60%	2.50%
US Personal Spending (MoM) (Jul)	0.50%	0.50%	0.30%
US Chicago PMI (Aug)	46.10	45.00	45.30
US Michigan 1-Year Inflation Expectations (Aug)	2.80%	2.90%	2.90%
US Michigan 5-Year Inflation Expectations (Aug)	3.00%	3.00%	3.00%
US Michigan Consumer Expectations (Aug)	72.10	72.10	68.80
US Michigan Consumer Sentiment (Aug)	67.90	67.80	66.40
Monday, 2 Sep '24			
Tuesday, 3 Sep '24			
US S&P Global Manufacturing PMI (Aug)	47.90	48.10	49.60
US Construction Spending (MoM) (Jul)	-0.30%	0.10%	-0.30%
US ISM Manufacturing Employment (Aug)	46.00		43.40
US ISM Manufacturing PMI (Aug)	47.20	47.50	46.80
US ISM Manufacturing Prices (Aug)	54.00	52.10	52.90
US Atlanta Fed GDP Now (Q3)	2.00%	2.50%	2.50%
Wednesday, 4 Sep '24			
US Exports (Jul)			265.90B
US Imports (Jul)			339.00B
US Trade Balance (Jul)		-78.80B	-73.10B
US Factory Orders (MoM) (Jul)		4.60%	-3.30%
US JOLTs Job Openings (Jul)		8.090M	8.184M

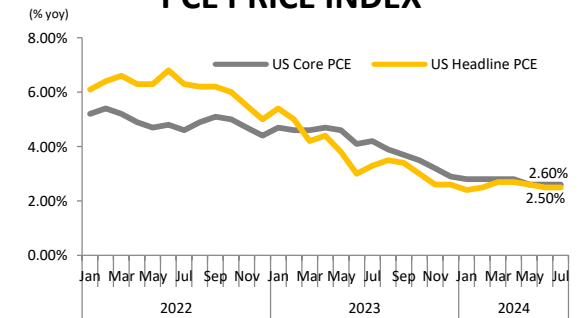
Sources : investing, KBVS Research (2024)

WEEKLY INITIAL JOBLESS CLAIMS



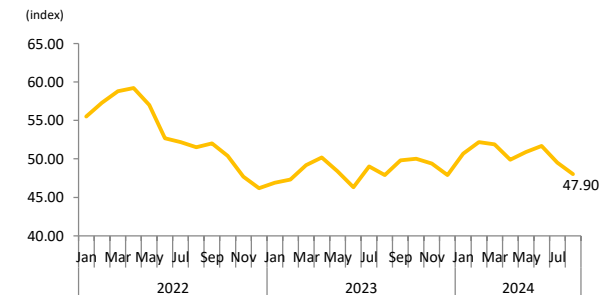
Sources : US DoL, KBVS Research (2024)

PCE PRICE INDEX



Sources : US Department of Commerce, KBVS Research (2024)

S&P US MANUFACTURING PMI



Sources : US Markit, KBVS Research (2024)

Fed Probabilities and Their Impact

FED PROBABILITIES, as of 4 SEP '24

MEETING DATE	FED PROBABILITIES											
	225-250	250-275	275-300	300-325	325-350	350-375	375-400	400-425	425-450	450-475	475-500	500-525
18-Sep-24	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	42.0%	58.0%
7-Nov-24	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	13.7%	47.2%	39.0%	0.0%
18-Dec-24	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	5.4%	26.8%	44.0%	23.8%	0.0%	0.0%
29-Jan-25	0.0%	0.0%	0.0%	0.0%	0.7%	8.2%	29.1%	41.3%	20.6%	0.0%	0.0%	0.0%
19-Mar-25	0.0%	0.0%	0.1%	1.5%	10.3%	30.3%	39.3%	18.6%	0.0%	0.0%	0.0%	0.0%
30-Apr-25	0.0%	0.1%	1.1%	8.0%	25.2%	37.0%	23.9%	4.8%	0.0%	0.0%	0.0%	0.0%
18-Jun-24	0.0%	0.7%	5.6%	19.0%	32.8%	28.6%	11.6%	1.7%	0.0%	0.0%	0.0%	0.0%
30-Jul-24	0.3%	2.9%	11.5%	25.1%	30.9%	21.0%	7.2%	0.9%	0.0%	0.0%	0.0%	0.0%

Sources : CME Group, and KBVS Research (2024)

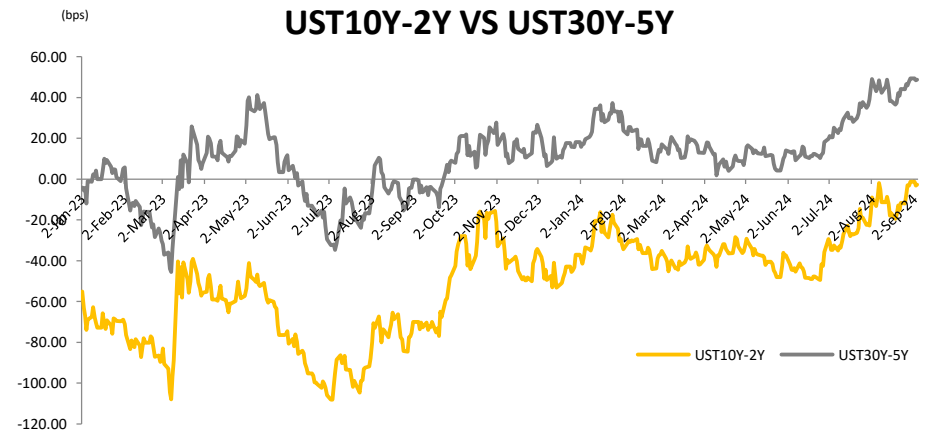
- The previous data bolstered hopes for Fed rate cuts later this year, as the economy showed resilience while keeping the door open for potential easing.
- The DXY increased 0.62% WoW last week, to the highest level in about two weeks, as the following peer currencies appreciated to USD, which is:
 - JPY 0.53%
 - GBP 0.54%
 - CAD 0.57%
 - EUR 0.62%
 - CHF 0.79%
 - SEK 1.29%
- At the same time, the inverted yield curve between US2Y and US10Y narrowed to -3.2 bps (Prev: -8.7 bps).

DXY



Sources : Bloomberg, and KBVS Research (2024)

YIELD SPREAD UST10Y-2Y VS UST30Y-5Y



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
 - -3.19 bps (WoW)
 - -44.20 bps (YtD, as of Sep 4, '24)
- UST52W (1Y)
 - -8.64 bps (WoW)
 - -45.52 bps (YtD, as of Sep 4, '24)
- UST2Y
 - -2.66 bps (WoW)
 - -41.15 bps (YtD, as of Sep 4, '24)
- UST5Y
 - -5.08 bps (WoW)
 - -23.26 bps (YtD, as of Sep 4, '24)
- UST10Y
 - -2.48 bps (WoW)
 - -6.90 bps (YtD, as of Sep 4, '24)
- UST30Y
 - -1.71 bps (WoW)
 - +7.95 bps (YtD, as of Sep 4, '24)

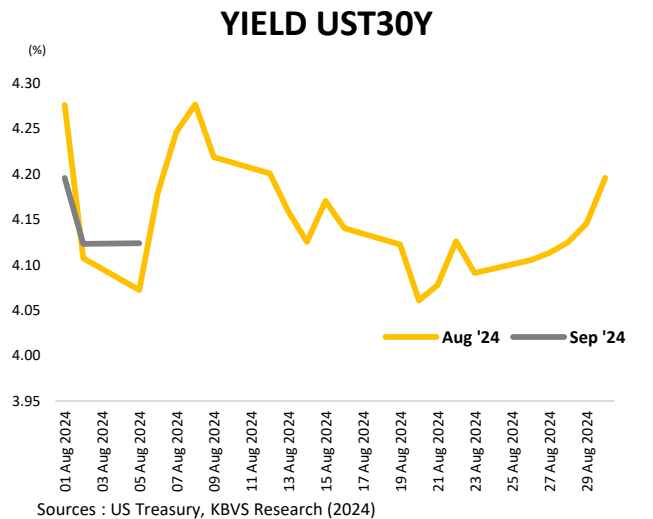
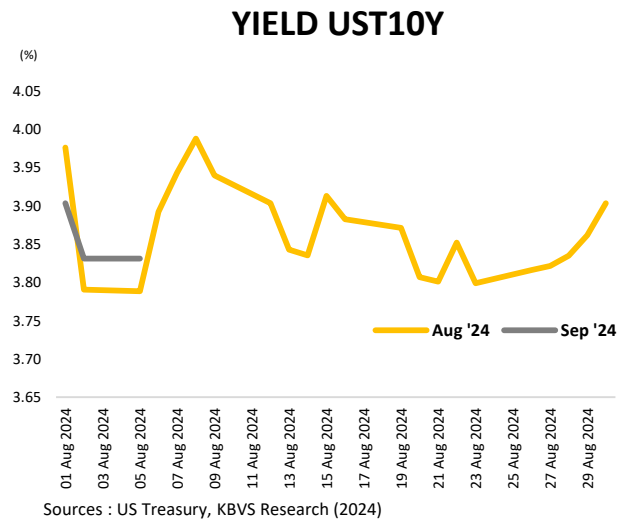
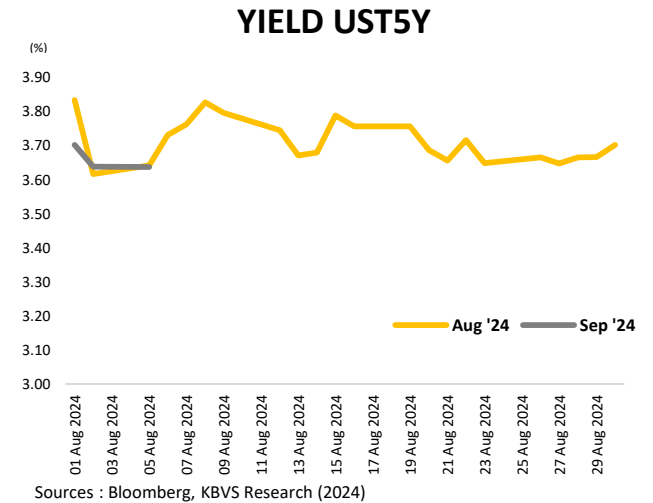
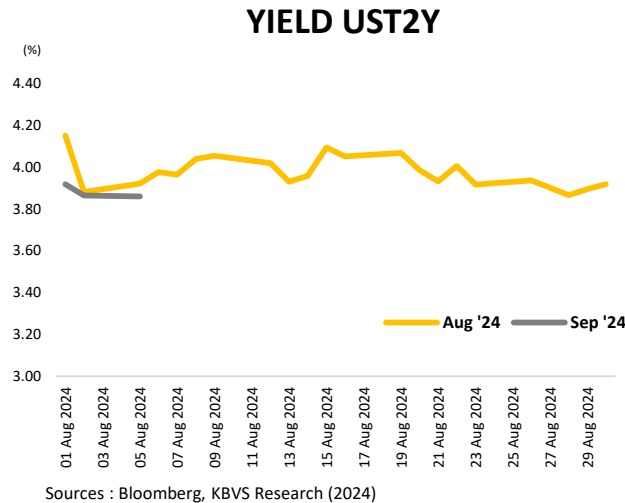


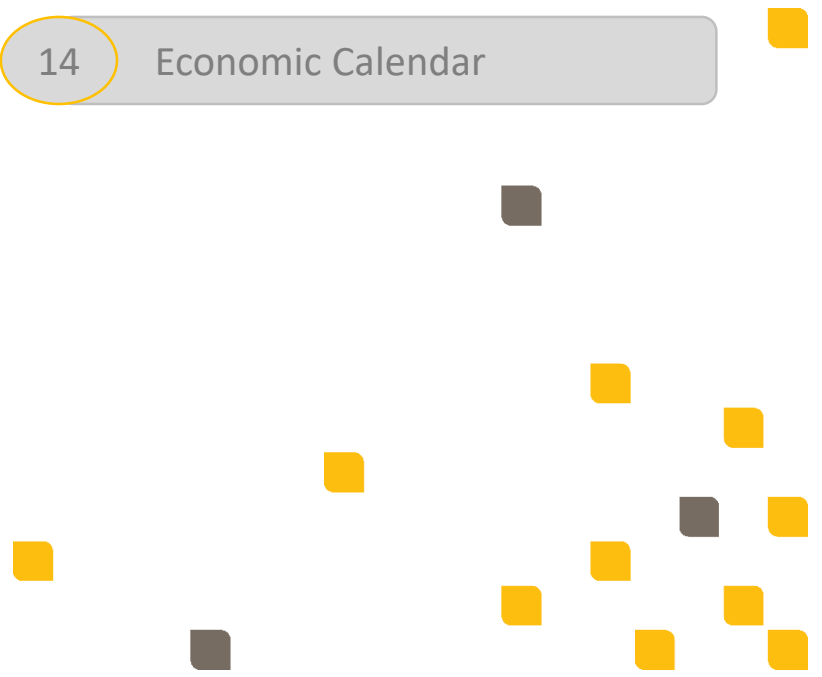


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Indonesia Economic Data

INDICATORS OVERVIEW

Economic Indicators	Unit	Latest Period	Data	
			Latest	Previous
Policy Interest Rate	%	21 Aug '24	6.25	6.25
Economic Growth	%, yoy	2Q24	5.05	5.11
Inflation Rate	%, yoy	Aug '24	2.12	2.13
Unemployment Rate	%	Feb '24	4.82	5.32
S&P Credit Rating	Rating	17 July '24	BBB	BBB

Sources : various sources, KBVS Research (2024)

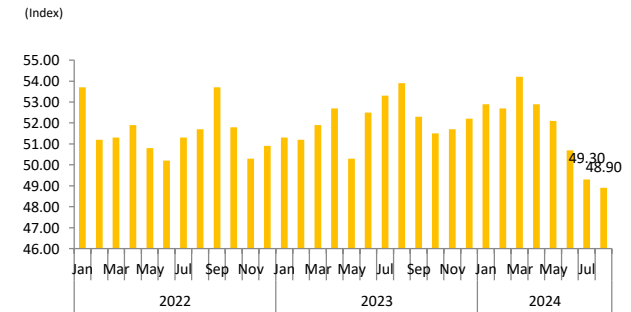
ECONOMIC CALENDAR

(29 AUG - 4 SEP '24)

Event	Actual	Forecast	Previous
Thursday, 29 Aug '24			
Friday, 30 Aug '24			
Monday, 2 Sep '24			
ID Nikkei Manufacturing PMI (Aug)	49.80		49.30
ID Core Inflation (YoY) (Aug)	2.02%	1.98%	1.95%
ID Infation (YoY) (Aug)	2.12%	2.12%	2.13%
ID Inflation (MoM) (Aug)	-0.03%	0.00%	-0.18%
Tuesday, 3 Sep '24			
Wednesday, 4 Sep '24			

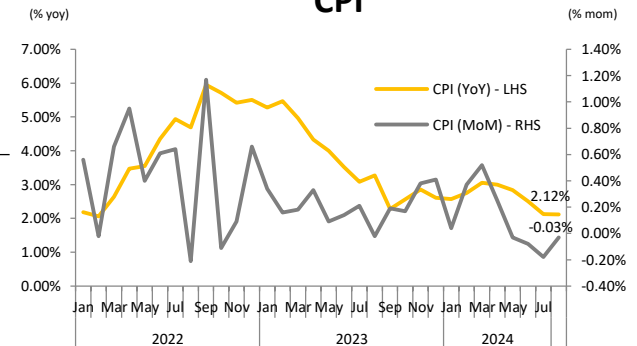
Sources : investing, KBVS Research (2024)

MANUFACTURING PMI



Sources : Markit, KBVS Research (2024)

CPI



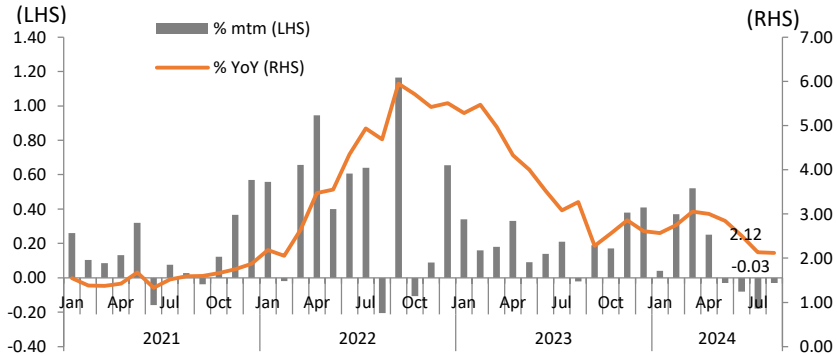
Sources : BI, KBVS Research (2024)

The data releases that influenced yield movements in the week of 29 Aug – 4 Sep '24 are as follows:

- Monthly deflation occurred for the fourth consecutive time in Aug '24, with the monthly CPI inflation rate at -0.03% MoM or 2.12% YoY (Cons: 0.00% MoM or 2.10% YoY, KBVS: -0.03% MoM or 2.21% YoY, Prev: -0.18% MoM or 2.13% YoY). Among the components contributing to inflation, the Volatile Foods group was the primary driver of deflation at -0.20% MoM during the same month, mainly due to the significant price decreases in cayenne pepper (-18.9% MoM) and red chili pepper (-7.9% MoM).
- The core inflation at the same month hit a 12-month high of 2.02% YoY (Cons: 1.98% YoY, Prev: 1.95% YoY).
- The S&P Global Indonesia Manufacturing PMI in Aug '24 fell to 48.9 (Prev: 49.3), pointing to the second straight month of contraction in factory activity.
- Foreign tourist arrivals in Indonesia for Jul '24 expanded by 16.91% YoY to 1.31 mn, supported by further recovery in the tourism sector.

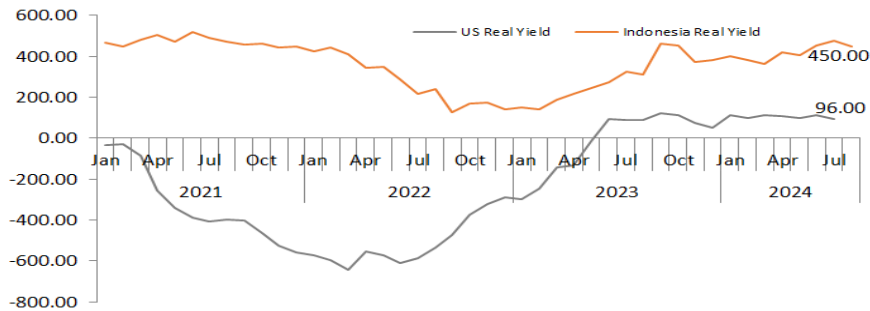
CPI

CPI INFLATION



Sources : BPS, KBVS Research (2024)

US & INDO REAL YIELD



Sources : KBVS Research (2024)

Indicators	Index		Inflation	
	Latest	M-1	MtM	YoY
Consumer Price Index (CPI)	106.06	106.09	-0.03%	2.12%
Food, Beverages, and Tobacco	108.66	109.23	-0.52%	3.39%
Clothing and Footwear	103.16	103.07	0.09%	1.19%
Housing, Water, Electricity, and Household Fuels	102.43	102.40	0.03%	0.57%
Equipment, Tools, and Routine Household Maintenance	103.63	103.59	0.04%	1.05%
Health	103.92	103.85	0.07%	1.72%
Transport	110.08	109.84	0.22%	1.42%
Info, Comm. and Financial Services	99.54	99.56	-0.02%	-0.16%
Recreation, Sport and Culture	104.02	103.98	0.04%	1.52%
Education Services	104.53	103.86	0.65%	1.83%
Food and Beverages Services/Restaurants	105.88	105.76	0.11%	2.24%
Personal Care and Other Services	110.73	110.18	0.50%	6.04%

Core inflation	104.59	104.38	0.20%	2.02%
Administered Price	108.95	108.70	0.23%	1.68%
Volatile Food	108.61	109.97	-1.24%	3.04%
Wholesale Price Index (WPI)	119.39	119.39	0.00%	2.98%
Agriculture	114.78	114.78	0.00%	5.09%
Mining and Quarrying	126.52	126.52	0.00%	1.46%
Manufacturing	120.44	120.44	0.00%	2.53%
Farmer Exchange Rate	119.85	119.61	0.20%	7.15%
Farmers Price Received Index	144.73	144.61	0.08%	10.49%
Farmers Price Paid Index	120.76	120.91	-0.12%	3.12%

Sources : BPS, KBVS Research - treated (2023)

- The Volatile Foods group was the primary driver of deflation at -0.20% MoM. The Administered Price group experienced inflation of 0.04% MoM, along with the Core Inflation group, which saw inflation of 0.13% MoM.
- However, concerns over deflation accompanied by a decline in purchasing power remain a topic of debate. On one hand, the farmer's exchange rate, an indicator of rural purchasing power, recorded a 0.20% MoM or 7.38% YoY increase in Aug '24. On the other hand, car sales in Jul '24 continued to contract by -7.88% YoY, despite motorcycle sales increasing by 2.50% YoY. Additionally, total third party funds (or DPK) as of Jul '24 rose by 7.72% YoY, although the growth in savings below IDR100 mn (the lowest tiering) only increased by 4.9% YoY.
- Looking ahead, ongoing harvests in several regions—particularly for commodities like chili, onion, and rice—coupled with the potential appreciation of the Rupiah in line with a possible Fed Rate cut in mid-Sep '24, are expected to further drive deflation throughout Sep '24. However, concerns about the potential impact of La Niña, which is expected to last until Oct '24, along with the dynamics surrounding the upcoming Regional Elections on Nov 27, '24, could spur inflation. As a result, we anticipate a narrow fluctuation between inflation and deflation in Sep '24.

Development of Tradable SBN

CAPITAL FLOW IN SBN&JCI



Sources : Bloomberg, KBVS Research (2024)

Between 29 Aug and 3 Sep '24, non-residents conducted:

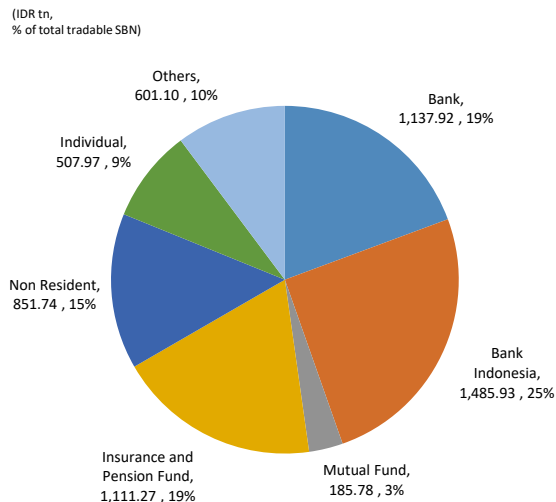
- a net buy of tradable SBN amounting to IDR0.56 tn, and
- A net buy of JCI, amounting IDR14.04 tn.

SUN LATEST AUCTION

3 Sep '24								
Instruments	SPN03241204	SPN12250904	FR0104	FR0103	FR0098	FR0097	FR0102	Total
Incoming Bids (IDR tn)	2.04	3.53	15.16	14.31	3.19	4.22	3.04	45.49
Bid to Cover Ratio	-	-	1.74	1.55	4.56	3.30	2.10	2.07
Weighted Average Yields Awarded	-	-	6.465%	6.640%	6.740%	6.830%	6.847%	
20 Aug '24								
Instruments	SPN03241120	SPN12250807	FR0104	FR0103	FR0098	FR0097	FR0102	Total
Incoming Bids (IDR tn)	2.03	5.66	50.59	30.62	4.98	6.21	3.99	104.07
Bid to Cover Ratio	-	4.72	4.60	2.62	8.30	2.70	19.96	3.85
Weighted Average Yields Awarded	-	6.430%	6.501%	6.660%	6.740%	6.860%	6.888%	

Sources : DJPPR, KBVS Research (2024)

OWNERSHIP of IDR TRADABLE SBN



Sources : DJPPR, and KBVS Research (2024)

As of 2 Sep '24, the largest ownership of tradable SBN is as follows:

- Bank Indonesia : IDR1,485.93 tn (-IDR11.95 tn, WoW),
- Banks : IDR1,137.92 tn (+IDR12.50 tn, WoW), and
- Insurance & Pension Funds: IDR1,111.27 tn (+IDR4.27 tn, WoW)

SBSN LATEST AUCTION

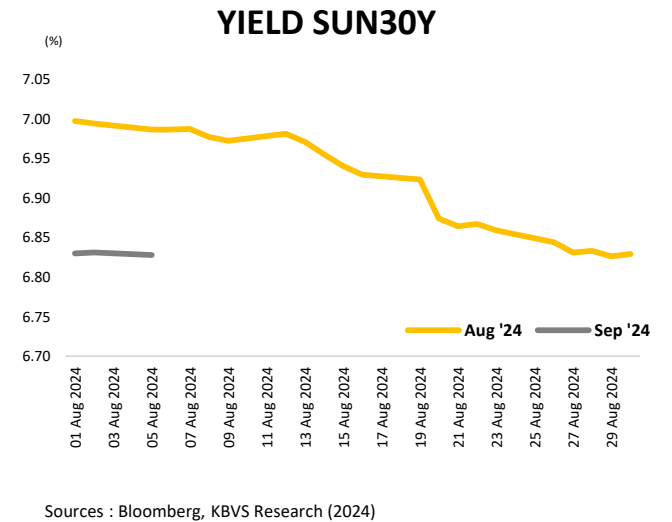
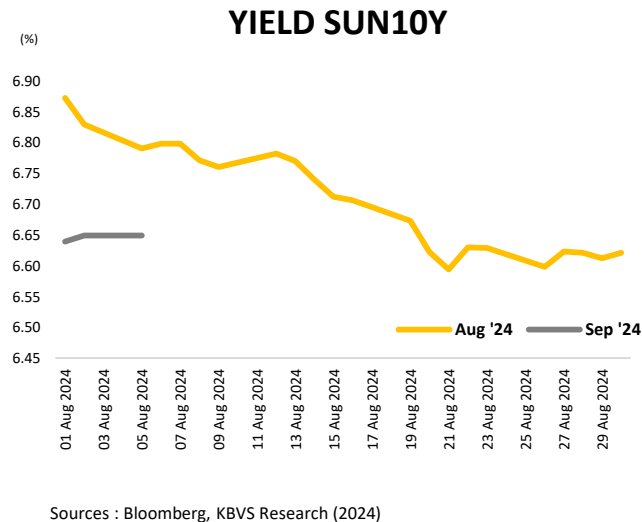
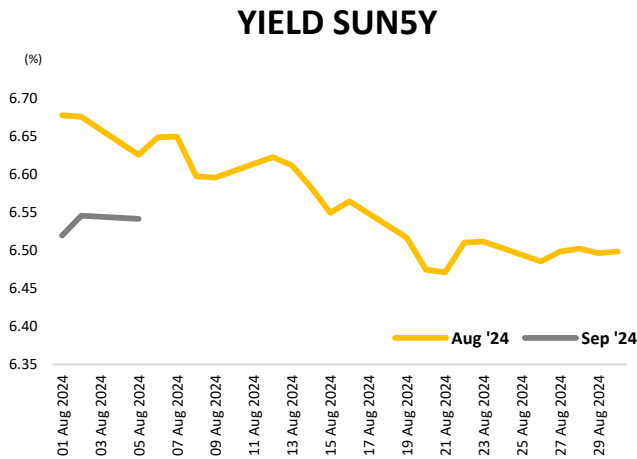
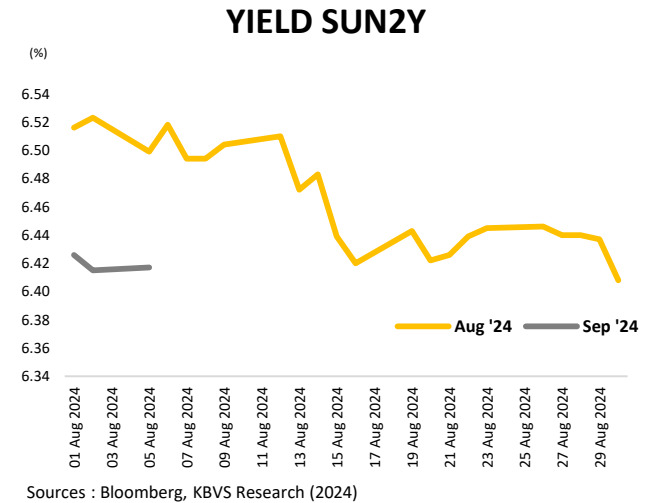
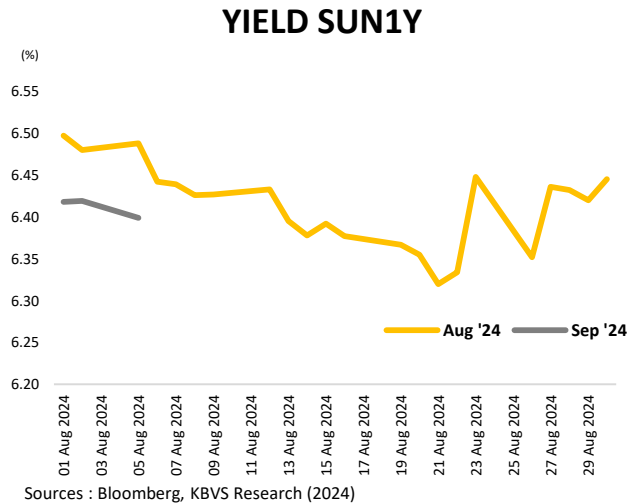
27 Aug '24								
Instruments	SPNS03032025	SPNS29052025	PBS032	PBS030	PBSG001	PBS004	PBS038	Total
Incoming Bids (IDR tn)	2.03	3.25	5.84	4.69	2.94	0.91	4.22	23.89
Bid to Cover Ratio	20.30	32.48	3.44	1.29	3.46	9.13	2.81	2.99
Weighted Average Yields Awarded	6.320%	6.450%	6.563%	6.544%	6.522%	6.785%	6.977%	
13 Aug '24								
Instruments	SPNS02022025	SPNS29052025	PBS032	PBS030	PBS004	PBS039	PBS038	Total
Incoming Bids (IDR tn)	2.26	3.46	5.01	2.85	1.11	0.16	3.11	17.97
Bid to Cover Ratio	2.82	6.29	5.01	1.08	1.24	1.07	1.60	2.25
Weighted Average Yields Awarded	6.450%	6.560%	6.670%	6.668%	6.866%	6.917%	7.040%	

Sources : DJPPR, KBVS Research (2024)

The Movement of SUN Yields

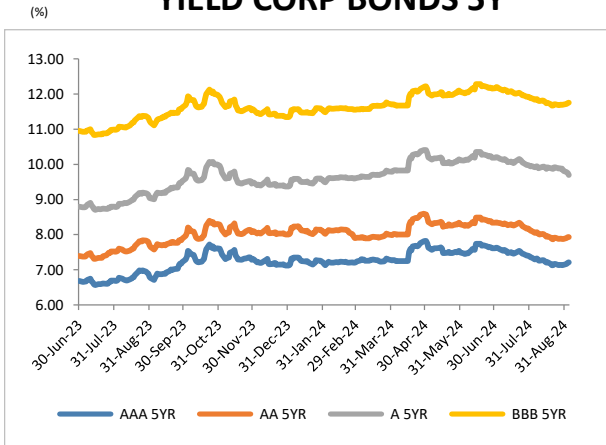
Over the past week, SUN yields moved tends to increased:

- Yield SUN1Y
 - -2.90 bps (WoW)
 - +3.80 bps (YtD, as of Sep 4, '24)
- Yield SUN2Y
 - -1.40 bps (WoW)
 - +4.30 bps (YtD, as of Sep 4, '24)
- Yield SUN5Y
 - +2.90 bps (WoW)
 - +13.00 bps (YtD, as of Sep 4, '24)
- Yield SUN10Y
 - +1.70 bps (WoW)
 - +18.40 bps (YtD, as of Sep 4, '24)
- Yield SUN30Y
 - -0.60 bps (WoW)
 - -2.70 bps (YtD, as of Sep 4, '24)



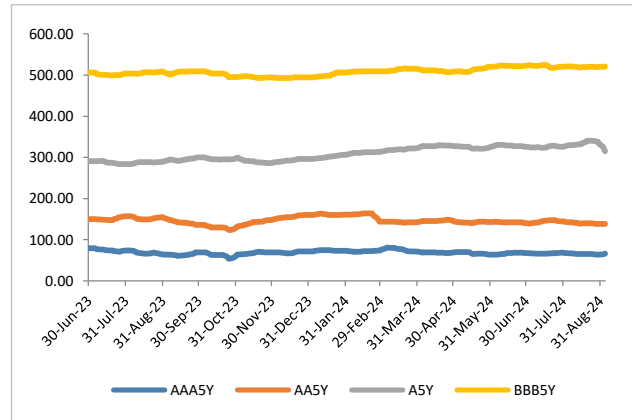
The Movement of Corporate Bond Yields

YIELD CORP BONDS 5Y



Sources : Bloomberg, KBVS Research (2024)

YIELD SPREAD 5Y TENOR

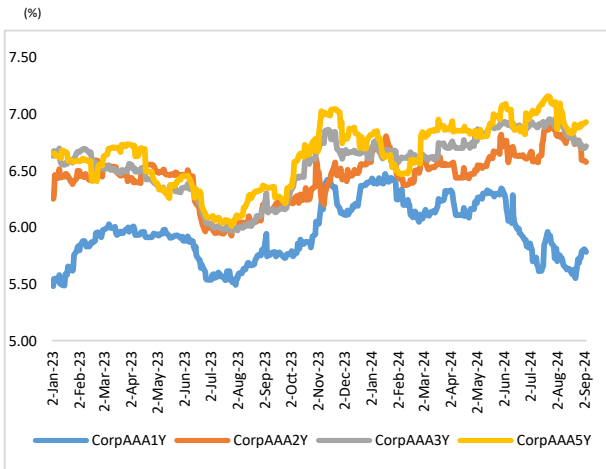


Sources : Bloomberg, KBVS Research (2024)

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

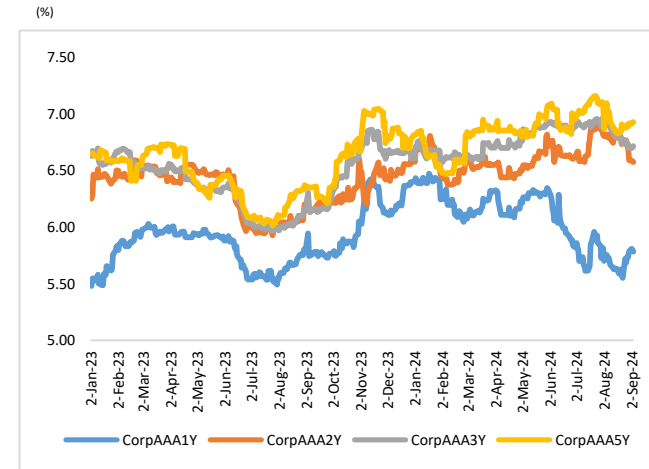
- AAA-rated
 - Tenor 1Y : +3.86 bps (WoW)
 - Tenor 2Y : -13.14 bps (WoW)
 - Tenor 5Y : +4.95 bps (WoW)
- AA-rated
 - Tenor 1Y : +1.38 bps (WoW)
 - Tenor 2Y : -15.16 bps (WoW)
 - Tenor 5Y : +5.86 bps (WoW)
- A-rated
 - Tenor 1Y : -9.38 bps (WoW)
 - Tenor 2Y : -0.33 bps (WoW), and
 - Tenor 5Y : +10.77 bps (WoW)

YIELD AAA-RATED



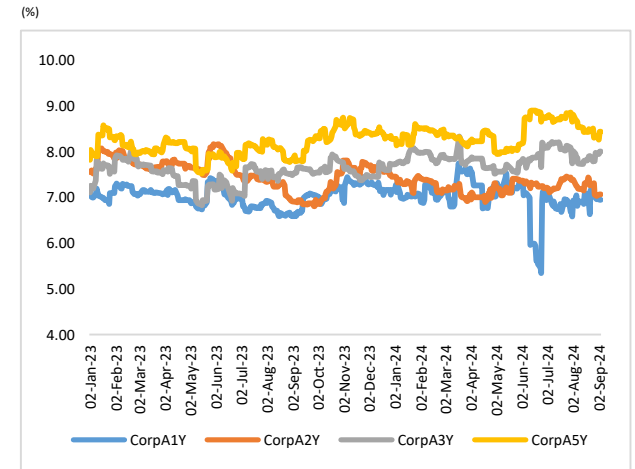
Sources : Bloomberg, KBVS Research (2024)

YIELD AA-RATED



Sources : Bloomberg, KBVS Research (2024)

YIELD A-RATED



Sources : Bloomberg, KBVS Research (2024)

BI's Monetary Operation

SRBI's DEVELOPMENT

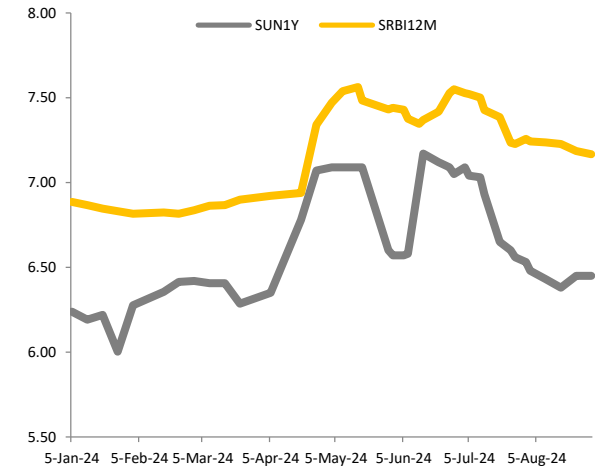
SRBI	Weighted Yield Average Winner (%)			Bidding Amount (IDR bn)	Total Nominal Awarded (IDR bn)	Bid to Cover Ratio
	6 Months	9 Months	12 Months			
5-Jan-24	6.70	6.80	6.89	31,667.00	22,050.00	1.44
12-Jan-24	6.68	6.78	6.87	33,833.00	19,520.00	1.73
19-Jan-24	6.67	6.75	6.85	39,987.00	25,000.00	1.60
26-Jan-24	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
19-Jul-24	7.26	7.36	7.39	67,741.10	25,000.00	2.71
24-Jul-24	7.12	7.21	7.24	52,687.10	22,000.00	2.39
26-Jul-24	7.07	7.18	7.23	41,454.70	34,000.00	1.22
31-Jul-24	7.10	7.19	7.26	25,086.00	13,041.00	1.92
2-Aug-24	7.09	7.18	7.24	29,918.00	22,061.00	1.36
9-Aug-24	7.09	7.17	7.24	19,656.40	15,000.00	1.31
16-Aug-24	7.07	7.16	7.23	15,650.00	15,650.00	1.00
23-Aug-24	7.05	7.14	7.18	24,505.10	15,000.00	1.63
30-Aug-24	7.03	7.12	7.17	16,602.40	12,000.00	1.38

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	6 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
23-Jul-24	5.66	5.68	-	687.00	267.00	2.57
30-Jul-24	5.61	-	-	299.00	150.00	1.99
6-Aug-24	5.55	5.45	-	864.00	190.00	4.55
13-Aug-24	5.53	5.42	-	977.00	587.00	1.66
20-Aug-24	5.48	5.40	-	1,079.00	612.00	1.76
27-Aug-24	5.41	5.33	5.02	935.50	306.00	3.06
3-Sep-24	5.34	5.25	4.99	1,019.00	884.00	1.15

Sources : BI, KBVS Research (2024)



USD Libor Rates in 3 Sep '24:

- 1 month : 5.28843% (Prev: 5.39049%)
- 3 months : 5.27314% (Prev: 5.34225%)
- 6 months : 5.13644% (Prev: 5.20196%)

Euribor Rates in 3 Sep '24:

- 1 month : 3.561% (Prev: 3.583%)
- 3 months : 3.458% (Prev: 3.523%)
- 6 months : 3.381% (Prev: 3.401%)

Sources : Global Rates, KBVS Research (2024)

The yield on SRBI has continued to decline.

The most recent auction results on Aug 30, '24, recorded a weighted average yield for the 12-month SRBI tenor at 7.17% (prev: 7.18%), the lowest level since Apr 19, '24.

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Next Week's Economic Calendar

ECONOMIC CALENDAR

(5-11 SEP 2024)

Country	Event	Forecast	Previous
Thursday, Sep 5, 2024			
US	Beige Book		
US	API Weekly Crude Oil Stock		-3.400M
GE	Factory Orders (MoM) (Jul)	-1.60%	3.90%
GB	S&P Global/CIPS Construction PMI (Aug)	54.60	55.30
EU	ECB Supervisory Board Member Tuominen Speaks		
US	ADP Nonfarm Employment Change (Aug)	136K	122K
US	Continuing Jobless Claims		1,868K
US	Initial Jobless Claims		231K
US	Nonfarm Productivity (QoQ) (Q2)	2.30%	0.20%
US	Unit Labor Costs (QoQ) (Q2)	0.90%	4.00%
US	S&P Global Composite PMI (Aug)	54.10	54.30
US	S&P Global Services PMI (Aug)	55.20	55.00
US	ISM Non-Manufacturing Employment (Aug)		51.10
US	ISM Non-Manufacturing PMI (Aug)	50.90	51.40
US	ISM Non-Manufacturing Prices (Aug)		57.00
US	Crude Oil Inventories		-0.846M
US	Cushing Crude Oil Inventories		-0.668M
Friday, Sep 6, 2024			
US	Fed's Balance Sheet		7.123B
JP	Household Spending (YoY) (Jul)	1.20%	-1.40%
JP	Household Spending (MoM) (Jul)	-0.20%	0.10%
ID	FX Reserves (USD) (Aug)		145.40B
GB	Halifax House Price Index (MoM) (Aug)	0.20%	0.80%
GB	Halifax House Price Index (YoY) (Aug)		2.30%
GE	Industrial Production (MoM) (Jul)	-0.40%	1.40%
GE	Trade Balance (Jul)	21.00B	20.40B
EU	ECB's Elderson Speaks		
GB	Mortgage Rate (GBP) (Aug)		7.98%
EU	GDP (YoY) (Q2)	0.60%	0.40%
EU	GDP (QoQ) (Q2)	0.30%	0.30%
US	Average Hourly Earnings (YoY) (Aug)		3.60%
US	Average Hourly Earnings (MoM) (Aug)	0.30%	0.20%
US	Nonfarm Payrolls (Aug)	164K	114K
US	Participation Rate (Aug)		62.70%
US	Private Nonfarm Payrolls (Aug)	136K	97K
US	U6 Unemployment Rate (Aug)		7.80%
US	Unemployment Rate (Aug)	4.20%	4.30%
US	FOMC Member Williams Speaks		
US	Fed Waller Speaks		

Country	Event	Forecast	Previous
Monday, Sep 9, 2024			
JP	Adjusted Current Account (Jul)		1.78T
JP	Current Account n.s.a. (Jul)		1.534T
JP	GDP (YoY) (Q2)	3.10%	-1.80%
JP	GDP (QoQ) (Q2)	0.80%	-0.50%
JP	GDP Price Index (YoY) (Q2)	3.00%	3.40%
CN	CPI (MoM) (Aug)		0.50%
CN	CPI (YoY) (Aug)		0.50%
CN	PPI (YoY) (Aug)		-0.80%
ID	Consumer Confidence (Aug)		123.40
Tuesday, Sep 10, 2024			
US	Consumer Credit (Jul)		8.93B
ID	Retail Sales (YoY) (Jul)		2.70%
GB	Average Earnings Index + Bonus (Jul)		4.50%
GB	Claimant Count Change (Aug)		135.0K
GB	Employment Change 3M/3M (MoM) (Jul)		97K
GB	Unemployment Rate (Jul)		4.20%
GE	CPI (YoY) (Aug)		1.90%
GE	CPI (MoM) (Aug)		-0.10%
US	OPEC Monthly Report		
CN	Exports (YoY) (Aug)		7.00%
CN	Imports (YoY) (Aug)		7.20%
CN	Trade Balance (USD) (Aug)		84.65B
Wednesday, Sep 11, 2024			
GB	GDP (MoM) (Jul)		
GB	Industrial Production (MoM) (Jul)		0.80%
GB	Manufacturing Production (MoM) (Jul)		1.10%
GB	Monthly GDP 3M/3M Change (Jul)		0.60%
GB	Trade Balance (Jul)		-18.89B
GB	Trade Balance Non-EU (Jul)		-7.46B
US	Core CPI (MoM) (Aug)		0.20%
US	Core CPI (YoY) (Aug)		3.20%
US	CPI (YoY) (Aug)		2.90%
US	CPI (MoM) (Aug)		0.20%

