

# The Trump Dance : Reigniting Market Volatility

13 March 2025

Economist / Fikri C Permana

# EXECUTIVE SUMMARY

---

- Recent In an interview that aired Sunday (Mar 9, '25), on Fox News' "Sunday Morning Futures With Maria Bartiromo" if he was expecting a recession this year, Trump said: *"I hate to predict things like that. There is a period of transition because what we're doing is very big."*
- On Tuesday, (Mar 11, '25), Donald Trump retracted his initial threat to double U.S. tariffs on Canadian steel and metal imports to 50%, just hours after announcing the measure.
- Consequently, the U.S. Dollar Index (DXY), the U.S. stock market, U.S. Treasury yields, and expectations for the Federal Reserve's interest rate decision have experienced volatility this week..
  
- On March 11, '25, Fitch Ratings reaffirmed Indonesia's Sovereign Credit Rating at BBB with a stable outlook. This decision reflects Indonesia's solid medium-term economic growth prospects and low government debt-to-GDP ratio.
- Although government debt increased by 1.22% MoM in Jan '25, reaching IDR8,909.14 tn, it remains at a manageable 38.6% of GDP.
- The scheduled release of APBN Kita on Thursday, Mar 13, '25, is anticipated to reveal a -28.2% YoY decline in state revenue for Jan '25, alongside a -1.8% YoY decrease in government spending. As a result, the fiscal deficit is projected to reach IDR23.5 tn, or 0.10% of GDP. This development may trigger negative sentiment in the government bond (SUN) market for the remainder of the week.
- However, the decline in consumer confidence and the modest growth in domestic retail sales warrant attention, especially as these trends emerge ahead of the Ramadan and Eid spending cycle.



Source: France24 (2025), link: <https://www.france24.com/en/live-news/20241119-do-the-donald-trump-dance-takes-us-sport-by-storm>

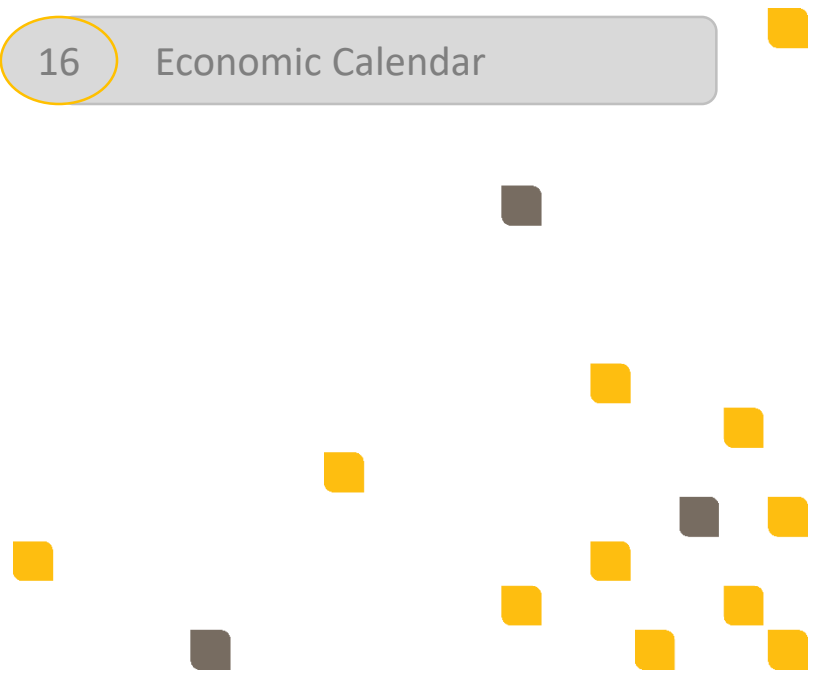


## TABLE OF CONTENTS :

**3** **Global Economy**

9 Domestic Economy

16 Economic Calendar



# US ECONOMIC DATA

US ECONOMIC INDICATORS	Unit	Latest Period	Data	
			Latest	Previous
Fed Rate	%	Feb '25	4.50	4.50
Economic Growth	%, yoy	4Q24	2.5	2.7
Inflation Rate	%, yoy	Jan'25	3.0	2.9
Unemployment Rate	%	Feb'25	4.1	4.0

Sources : various sources, KBVS Research (2025)

The data releases that influenced yield movements in the week of 6-12 Mar '25 are as follows:

- The number of people claiming unemployment benefits on the period ending Feb 28<sup>th</sup>, '25 in the US decreased by 21K to 221K (Cons: 234K, Prev: 242K).
- Average Hourly Earnings in Feb '25 increased to 0.30% MoM (Cons: 0.30% MoM, Prev: 0.40% MoM).
- Nonfarm Payrolls in Feb '25 increased to 151K (Cons: 159K, Prev: 125K).
- Unemployment Rate in Feb '25 increased to 4.10% (Cons: 4.00%, Prev: 4.00%).
- JOLTs Job Openings in Jan '25 increased to 7.740M (Cons : 7.650M, Prev: 7.508M).

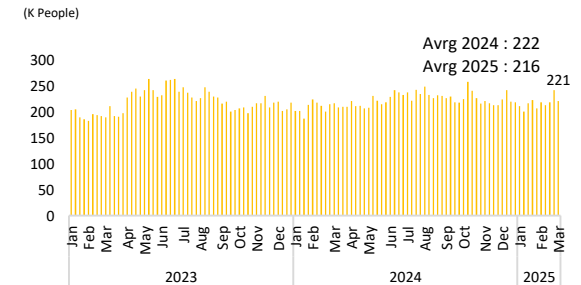
## ECONOMIC CALENDAR

(6-12 MAR '25)

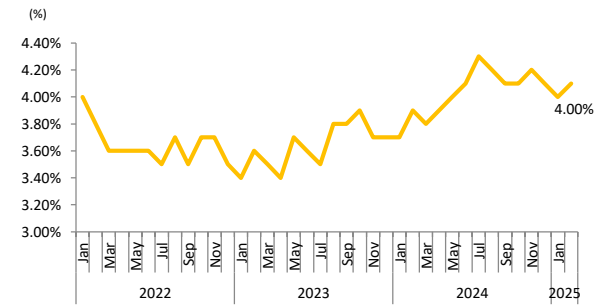
Event	Actual	Forecast	Previous
<b>Thursday, 6 Mar '25</b>			
US Beige Book			
US Continuing Jobless Claims	1,897K	1,880K	1,855K
US Initial Jobless Claims	221K	234K	242K
US Exports (Jan)	269.80B		266.50B
US Imports (Jan)	401.20B		364.90B
US Nonfarm Production (QoQ) (Q4)	1.50%	1.20%	2.20%
US Trade Balance (Jan)	-131.40B	-128.30B	-98.10B
US Unit Labor Cost (QoQ) (Q4)	2.20%	3.00%	0.80%
US FOMC Member Harker Speaks			
<b>Friday, 7 Mar '25</b>			
US Fed Waller Speaks			
US Fed's Balance Sheet	6,757B		6,766B
US FOMC Member Bostic Speaks			
US Average Hourly Earnings (MoM) (Feb)	0.30%	0.30%	0.40%
US Average Hourly Earnings (YoY) (Feb)	4.00%	4.10%	3.90%
US Nonfarm Payrolls (Feb)	151K	159K	125K
US Participation Rate (Feb)	62.40%		62.60%
US Private Nonfarm Payrolls (Feb)	140K	142K	81K
US U6 Unemployment Rate (Feb)	8.00%		7.50%
US Unemployment Rate (Feb)	4.10%	4.00%	4.00%
US FOMC Member Bowman Speaks			
US FOMC Member Williams Speaks			
US Fed Monetary Policy Report			
<b>Monday, 10 Mar '25</b>			
US NY Fed 1 -Year Consumer Inflation Expectations	3.10%		3.00%
<b>Tuesday, 11 Mar '25</b>			
US JOLTs Job Openings (Jan)	7.740M	7.650M	7.508M
US EIA Short-Term Energy Outlook			
US WASDE Report			
<b>Wednesday, 12 Mar '25</b>			
US 3-Year Note Auction	3.91%		4.30%
US API Weekly Crude Oil Stock	4.247M	2.100M	-1.455M
US OPEC Monthly Report			
US Core CPI (MoM) (Feb)		0.30%	0.40%
US Core CPI (YoY) (Feb)		3.20%	3.30%
US CPI (YoY) (Feb)		2.90%	3.00%
US CPI (MoM) (Feb)		0.30%	0.50%
US Crude Oil Inventories			3.614M
US Cushing Crude Oil Inventories			1.124M

Sources : investing, KBVS Research (2025)

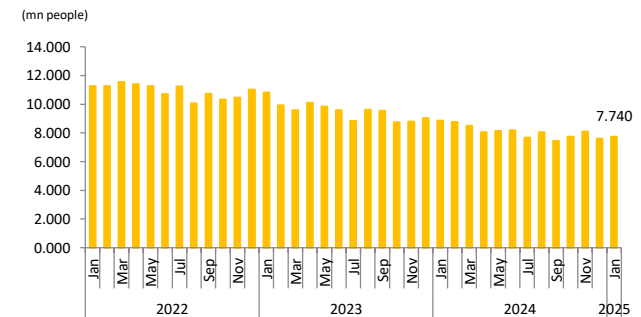
## WEEKLY INITIAL JOBLESS CLAIMS



## UNEMPLOYMENT RATE



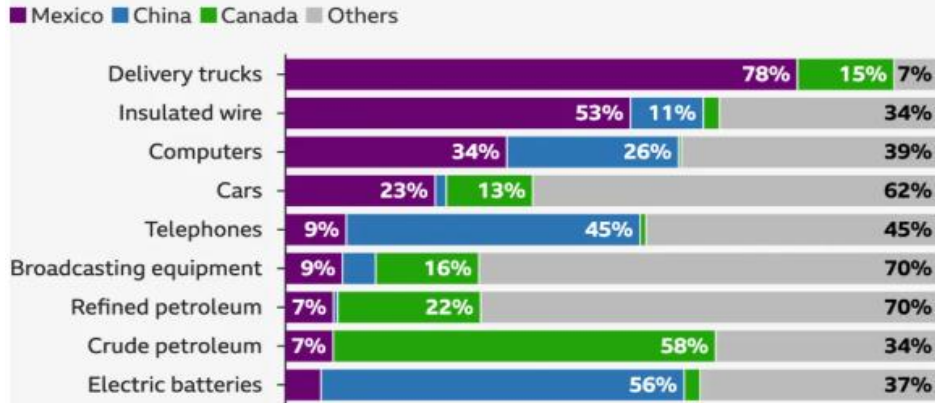
## JOLTS JOB OPENINGS



# TRUMP TARIFF CONTROVERSY

## Trump's tariffs: Which products will be affected?

Key items imported to the US from Mexico, China and Canada in 2024



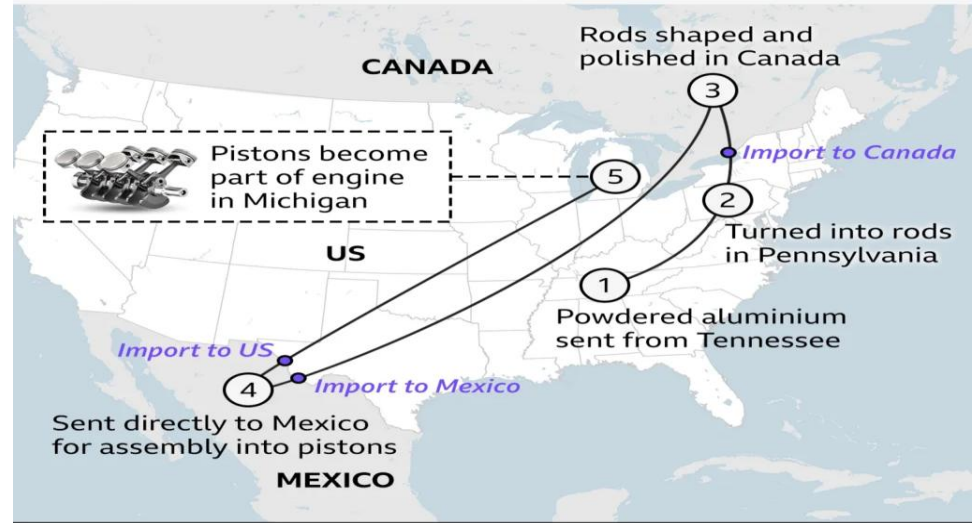
Source: US Census Bureau • BBC calculations based on item's customs value in US\$ 2024 data through November



Source: BBC (2025), link: <https://www.bbc.com/news/articles/cn93e12ryvgo>

- Donald Trump has reversed a plan to double U.S. tariffs on Canadian steel and metal imports to 50%, just hours after initially threatening the increase. However, the previously announced 25% tariffs will still take effect on Mar 12.
- The president's decision followed Ontario's move to suspend newly imposed 25% charges on electricity exports to northern U.S. states, including Michigan, New York, and Minnesota—just hours after Trump's threat to escalate tariffs against Canada.
- This latest trade dispute underscores the ongoing tensions between the two North American neighbors, with economic repercussions at stake.
- Meanwhile, incoming Canadian Prime Minister Mark Carney has strongly condemned Trump's "unjustified tariffs" and vowed that "in trade, as in hockey, Canada will win."
- Mexico, too, has postponed its retaliatory tariffs on U.S. goods during the initial one-month pause. President Claudia Sheinbaum has urged Mexicans to "remain calm" in response to Trump's actions, expressing confidence that "cooler heads will prevail."

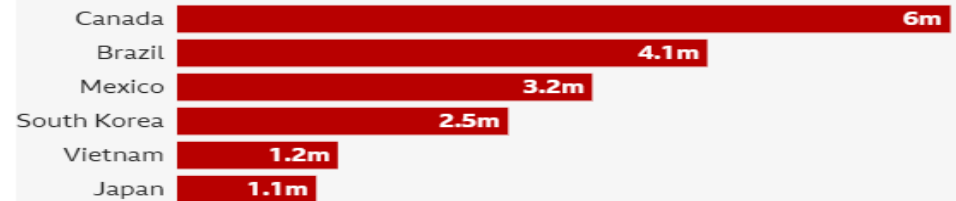
## Many car industry supply chains cross borders



Source: BBC (2025), link: <https://www.bbc.com/news/articles/cn93e12ryvgo>

## US steel imports

Top six countries US imported steel from in 2024, tonnes



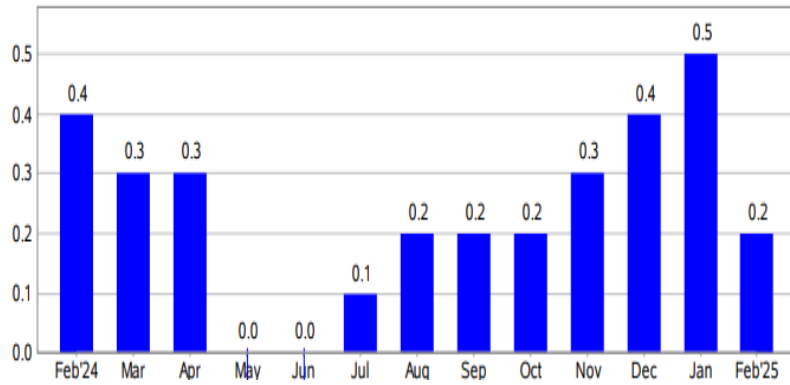
Source: US Department of Commerce





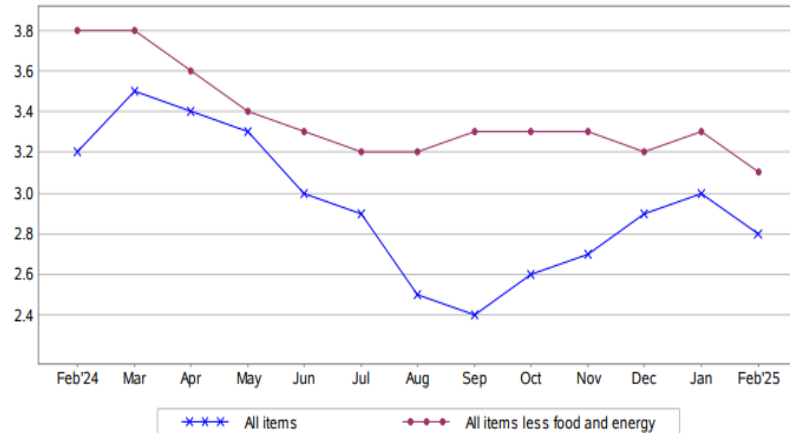
# US CPI

Chart 1. One-month percent change in CPI for All Urban Consumers (CPI-U), seasonally adjusted, Feb. 2024 - Feb. 2025  
Percent change



Source: US-BLS (2025).

Chart 2. 12-month percent change in CPI for All Urban Consumers (CPI-U), not seasonally adjusted, Feb. 2024 - Feb. 2025  
Percent change



Source: US-BLS (2025).

In Feb '25, the CPI for All Urban Consumers (CPI-U) increased 0.2% MoM (Cons: 0.3% MoM, Prev: 0.5% MoM) or 2.8% YoY (Cons: 2.9% YoY, Prev: 3.0% YoY), with Core Inflation at 3.1% YoY (Cons: 3.2% YoY, Prev: 3.3% YoY).

Table 1. Consumer Price Index for All Urban Consumers (CPI-U): U.S. city average, by expenditure category, February 2025

[1982-84=100, unless otherwise noted]

Expenditure category	Relative importance Jan. 2025	Unadjusted indexes			Unadjusted percent change		Seasonally adjusted percent change		
		Feb. 2024	Jan. 2025	Feb. 2025	Feb. 2024-Feb. 2025	Jan. 2025-Feb. 2025	Nov. 2024-Dec. 2024	Dec. 2024-Jan. 2025	Jan. 2025-Feb. 2025
All items.....	100.000	310.326	317.671	319.082	2.8	0.4	0.4	0.5	0.2
Food.....	13.681	327.731	335.517	336.274	2.6	0.2	0.3	0.4	0.2
Food at home.....	8.057	305.469	310.936	311.284	1.9	0.1	0.3	0.5	0.0
Cereals and bakery products.....	1.101	356.633	355.964	357.627	0.3	0.5	1.0	-0.4	0.4
Meats, poultry, fish, and eggs.....	1.637	320.096	339.169	344.781	7.7	1.7	0.4	1.9	1.6
Dairy and related products <sup>1</sup> .....	0.738	267.334	272.038	269.432	0.8	-1.0	0.2	0.3	-1.0
Fruits and vegetables.....	1.336	353.965	355.837	353.197	-0.2	-0.7	0.1	-0.5	-0.5
Nonalcoholic beverages and beverage materials.....	0.910	220.956	225.510	225.510	2.1	0.0	-0.3	0.9	-0.5
Other food at home.....	2.335	272.768	273.796	273.067	0.1	-0.3	0.3	0.3	-0.5
Food away from home <sup>1</sup> .....	5.625	363.596	375.532	376.991	3.7	0.4	0.3	0.2	0.4
Energy.....	6.292	276.331	273.045	275.867	-0.2	1.0	2.4	1.1	0.2
Energy commodities.....	3.163	296.368	283.278	286.942	-3.2	1.3	3.9	1.9	-0.9
Fuel oil.....	0.080	396.859	370.297	376.776	-5.1	1.7	2.1	6.2	0.8
Motor fuel.....	3.017	289.546	276.532	280.143	-3.2	1.3	4.0	1.8	-0.9
Gasoline (all types).....	2.935	287.943	275.527	279.059	-3.1	1.3	4.0	1.8	-1.0
Energy services.....	3.129	267.662	274.264	276.377	3.3	0.8	0.8	0.3	1.4
Electricity.....	2.372	276.384	281.888	283.194	2.5	0.5	0.2	0.0	1.0
Utility (piped) gas service.....	0.757	236.218	246.117	250.380	6.0	1.7	2.8	1.8	2.5
All items less food and energy.....	80.027	315.419	323.842	325.252	3.1	0.4	0.2	0.4	0.2
Commodities less food and energy.....	19.372	165.752	164.645	165.559	-0.1	0.6	0.0	0.3	0.2
Apparel.....	2.485	131.985	128.464	132.774	0.6	3.4	0.1	-1.4	0.6
New vehicles.....	4.376	178.592	178.008	178.038	-0.3	0.0	0.4	0.0	-0.1
Used cars and trucks.....	2.388	180.006	181.265	181.361	0.8	0.1	0.8	2.2	0.9
Medical care commodities <sup>1</sup> .....	1.535	408.246	417.214	417.702	2.3	0.1	0.0	1.2	0.1
Alcoholic beverages <sup>1</sup> .....	0.832	289.220	292.771	294.211	1.7	0.5	-0.3	0.3	0.5
Tobacco and smoking products <sup>1</sup> .....	0.481	1,502.976	1,592.421	1,601.921	6.6	0.6	0.0	0.4	0.6
Services less energy services.....	60.654	410.432	425.619	427.309	4.1	0.4	0.3	0.5	0.3
Shelter.....	35.417	393.906	409.153	410.635	4.2	0.4	0.3	0.4	0.3
Rent of primary residence.....	7.473	413.695	429.506	430.603	4.1	0.3	0.3	0.3	0.3
Owners' equivalent rent of residences <sup>2</sup> .....	26.198	404.656	421.485	422.567	4.4	0.3	0.3	0.3	0.3
Medical care services.....	6.724	605.162	621.661	623.392	3.0	0.3	0.2	0.0	0.3
Physicians' services <sup>1</sup> .....	1.813	414.702	424.125	425.684	2.6	0.4	0.1	0.1	0.4
Hospital services <sup>1, 3</sup> .....	1.938	408.345	422.429	423.005	3.6	0.1	0.2	0.9	0.1
Transportation services.....	6.355	420.850	445.853	445.910	6.0	0.0	0.5	1.8	-0.8
Motor vehicle maintenance and repair <sup>1</sup> .....	1.018	397.541	419.417	420.480	5.8	0.3	0.2	0.5	0.3
Motor vehicle insurance.....	2.839	806.444	887.651	895.970	11.1	0.9	0.5	2.0	0.3
Airline fares.....	0.922	263.952	265.273	262.136	-0.7	-1.2	3.0	1.2	-4.0

<sup>1</sup> Not seasonally adjusted.

<sup>2</sup> Indexes on a December 1982=100 base.

<sup>3</sup> Indexes on a December 1996=100 base.

Source: US-BLS (2025).

# FED PROBABILITIES

## FED PROBABILITIES, as of 12 Mar '25

MEETING DATE	FED PROBABILITIES (in bps)							
	250-275	275-300	300-325	325-350	350-375	375-400	400-425	425-450
19-Mar-25	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	4.0%	96.0%
30-Apr-25	0.0%	0.0%	0.0%	0.0%	0.0%	1.5%	37.4%	61.1%
18-Jun-25	0.0%	0.0%	0.0%	0.0%	1.1%	28.1%	55.0%	15.8%
30-Jul-25	0.0%	0.0%	0.0%	0.5%	13.9%	40.9%	36.4%	8.3%
17-Sep-25	0.0%	0.0%	0.3%	9.3%	31.6%	37.9%	17.9%	2.9%
29-Oct-25	0.0%	0.1%	3.6%	17.4%	33.9%	30.7%	12.5%	1.8%
10-Dec-25	0.0%	1.5%	9.2%	24.1%	32.6%	23.2%	8.1%	1.1%
28-Jan-26	0.2%	2.6%	11.2%	25.3%	31.3%	21.2%	7.2%	0.9%

- Federal Reserve Chairman Jerome Powell said on 07/03 that the Fed could wait to see how President Donald Trump's aggressive policy actions play out before making another move on interest rates.
- Noting that "uncertainty surrounding changes and their potential impact remains high," Powell said the Fed is "focused on distinguishing signals from noise as the outlook evolves." These comments at least seem somewhat at odds with the market's growing expectations for a rate cut this year.
- The likelihood of a Fed rate cut in March 2025 is very low. However, the market expects the Fed to cut interest rates two or three times in 2025. This expectation aligns with weakening labor market data: 1) Initial jobless claims decreased by 21K to 221K, and 2) The unemployment rate increased to 4.10%.

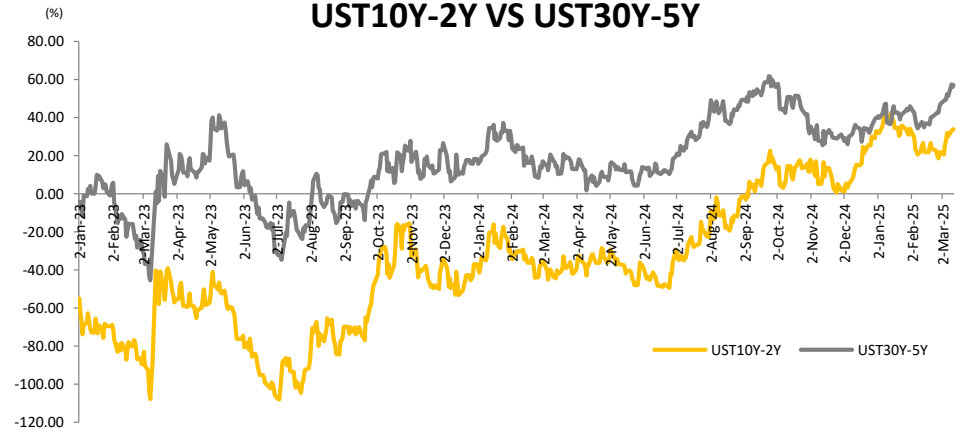
Sources : CME Group, and KBVS Research (2025)

## DXY



Sources : Bloomberg, and KBVS Research (2025)

## YIELD SPREAD UST10Y-2Y VS UST30Y-5Y



Sources : Bloomberg, and KBVS Research (2025)

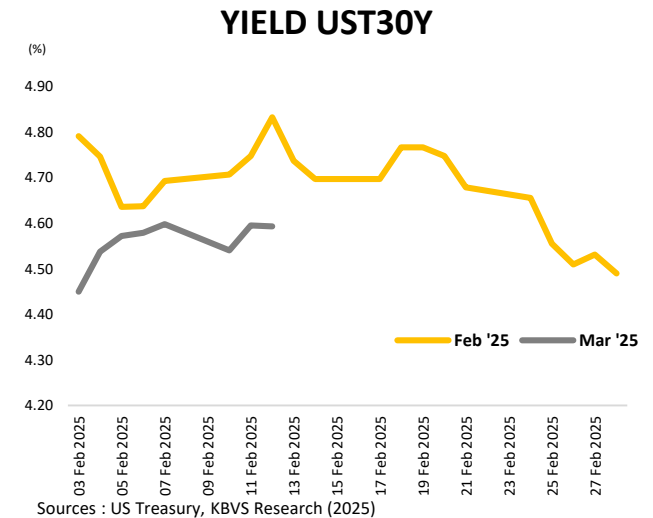
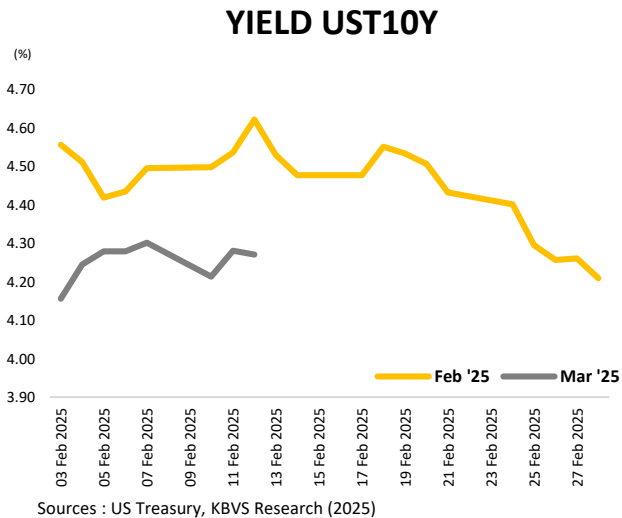
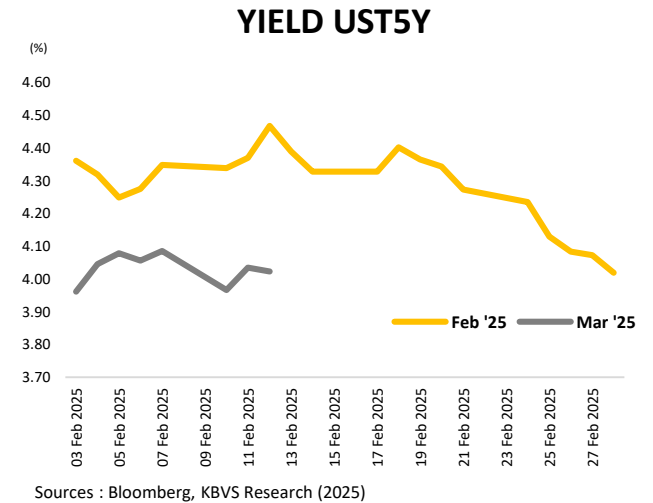
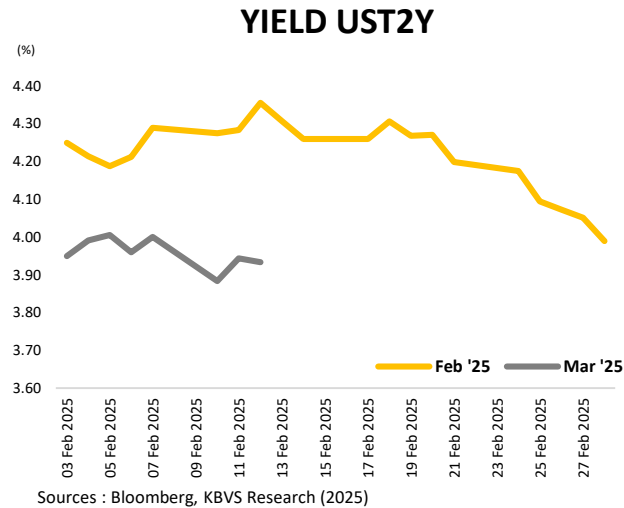
# THE MOVEMENT OF UST YIELDS

US FISCAL INDICATORS	Unit	Latest Period	Data	
			Latest	Previous
Govt Debt	USD Tn	Nov' 24	36.08	35.95
Govt Debt to GDP	%	4Q24	124.35	122.3
Govt Budget	USD Bn	Nov '24	-367.30	-257.00
S&P Credit Rating	Rating	27-Mar-24	AA+	AA+

Sources : US Treasury, KBVS Research (2025)

Over the past week, UST yields moved tends to decrease:

- Yield UST6M
  - -3.97 bps (WoW)
  - -5.82 bps (YtD, as of Mar 12,'25)
- Yield UST1Y
  - -7.20 bps (WoW)
  - -15.00 bps (YtD, as of Mar 12,'25)
- Yield UST2Y
  - -7.43 bps (WoW)
  - -31.12 bps (YtD, as of Mar 12,'25)
- Yield UST5Y
  - -5.60 bps (WoW)
  - -35.95 bps (YtD, as of Mar 12,'25)
- Yield SUN10Y
  - -0.64 bps (WoW)
  - -29.69 bps (YtD, as of Mar 12,'25)
- Yield SUN10Y
  - +2.20 bps (WoW)
  - -18.73 bps (YtD, as of Mar 12,'25)







## TABLE OF CONTENTS :

3 Global Economy

**9 Domestic Economy**

16 Economic Calendar

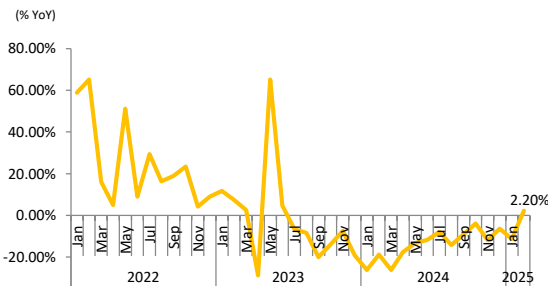
# INDONESIA ECONOMIC DATA

## INDICATORS OVERVIEW

Economic Indicators	Unit	Latest Period	Data	
			Latest	Previous
Policy Interest Rate	%	18 Feb '25	5.75	5.75
Economic Growth	%, yoy	4Q24	5.02	4.95
Inflation Rate	%, yoy	Feb '25	-0.09	0.76
Unemployment Rate	%	Sep '24	4.91	4.82
S&P Credit Rating	Rating	17 July '24	BBB	BBB

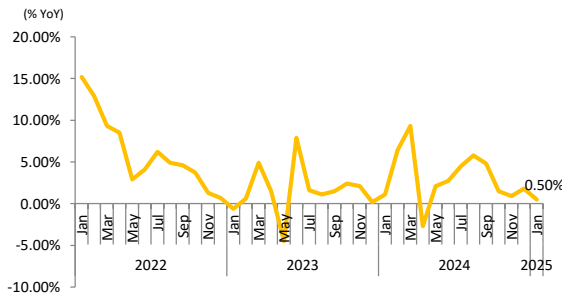
Sources : various sources, KBVS Research (2025)

## CAR SALES



Sources : Gaikindo, KBVS Research (2025)

## RETAIL SALES



Sources : BI, KBVS Research (2025)

## ECONOMIC CALENDAR

(6-12 MAR '25)

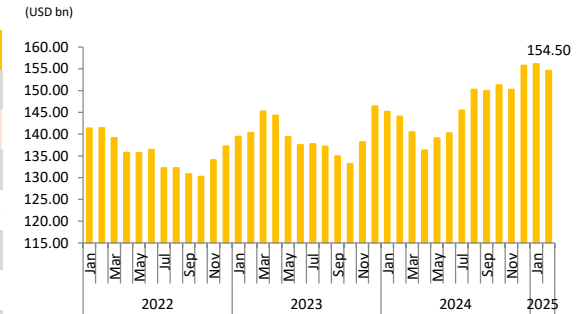
Event	Actual	Forecast	Previous
<b>Thursday, 6 Mar '25</b>			
ID Fx Reserves (USD) (Feb)	154.50B		156.10B
<b>Friday, 7 Mar '25</b>			
ID Motorbike Sales (YoY) (Feb)	4.00%		-5.50%
<b>Monday, 10 Mar '25</b>			
ID Consumer Confidence (Feb)	126.40		127.20
ID Car Sales (YoY) (Feb)	2.20%		-11.30%
<b>Tuesday, 11 Mar '25</b>			
ID Retail Sales (YoY) (Jan)	0.50%		1.80%
<b>Wednesday, 12 Mar '25</b>			

Sources : Investing, KBVS Research (2025)

The data releases in the week of 6-12 Mar '25 are as follows:

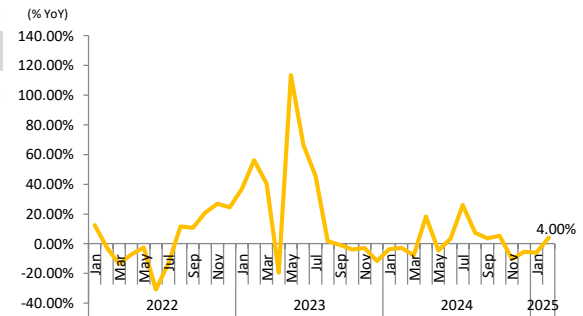
- FX Reserves in Feb '25 decreased to 154.50B (Prev: 156.10B).
- Motorbike Sales in Feb '25 increased to 4.00% YoY (Prev: -5.50% YoY).
- Consumer Confidence in Feb '25 decreased to 126.40 (Prev: 127.20).
- Car Sales in Feb '25 increased to 2.20% YoY (Prev: -11.30% YoY).
- Retail Sales in Jan '25 decreased to 0.50% YoY (Prev: 1.80% YoY).

## FX RESERVES



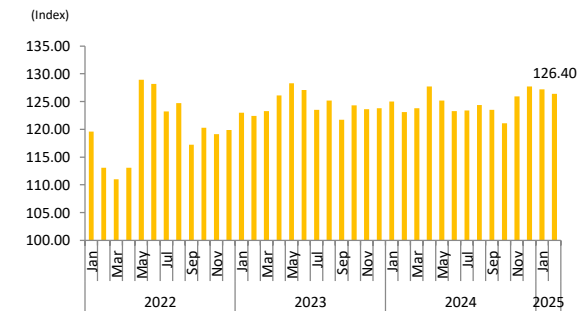
Sources : BI, KBVS Research (2025)

## MOTORBIKE SALES



Sources : Gaikindo, KBVS Research (2025)

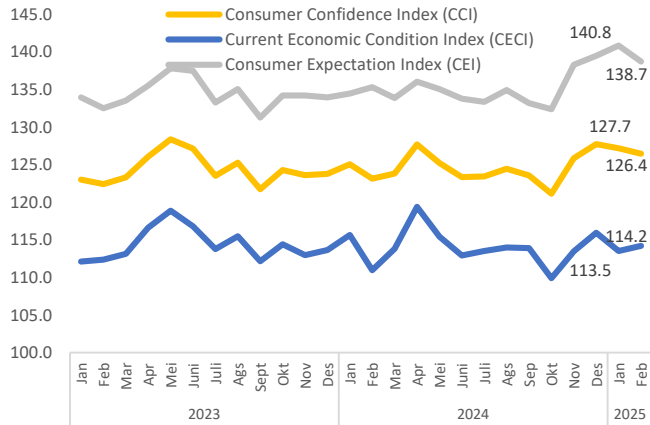
## CONSUMER CONFIDENCE



Sources : BI, KBVS Research (2025)

# CONSUMER CONFIDENCE INDEX VS RETAIL SALES INDEX

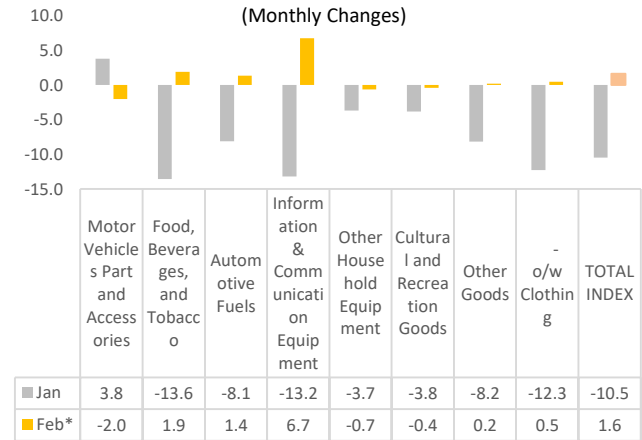
## CONSUMER CONFIDENCE INDEX



Sources : BPS, KBVS Research (2025)

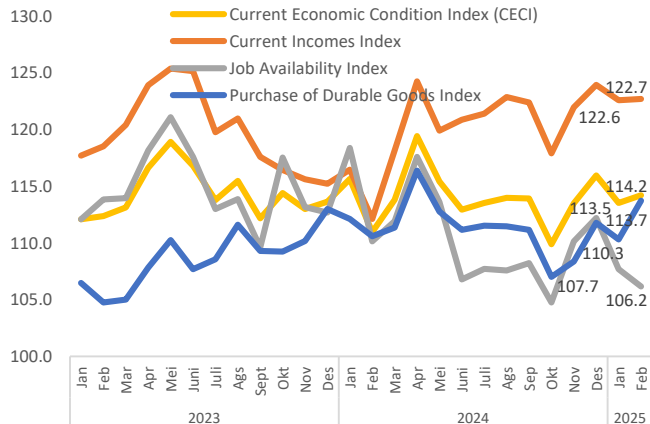
- There was a decline in the Consumer Confidence Index (CCI) in Feb '25.
- The largest contributor to this decline was the drop in the Job Availability Index, which fell from 137.0 in Jan '25 to 134.2 in Feb '25.
- Meanwhile, the slight improvement in consumer sentiment was mainly supported by an increase in the Durable Goods Purchase Index.
- On the supply side, the Real Retail Sales Index showed an improvement, rising from 211.5 in Jan '25 to 213.2 in Feb '25.
- However, this increase was overshadowed by weaker real sales performance in five cities—Jakarta, Medan, Banjarmasin, Makassar, and Manado—where the Real Sales Index was lower in Feb '25 compared to Jan '25.

## REAL RETAIL SALES



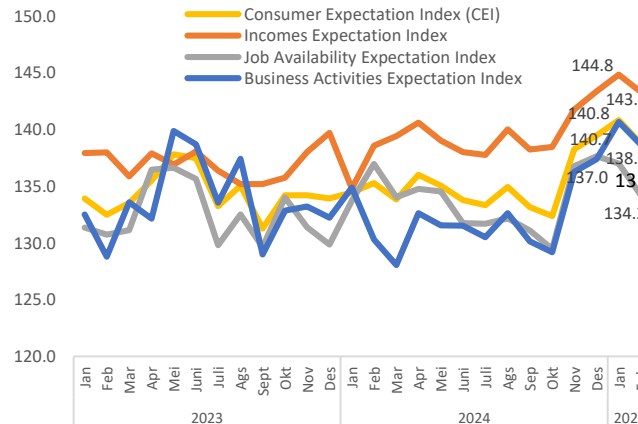
Sources : BPS, KBVS Research (2025)

## CURRENT ECONOMIC CONDITION



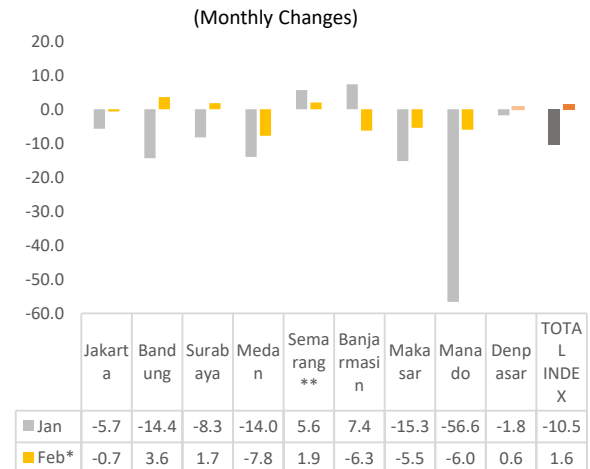
Sources : BPS, KBVS Research (2025)

## CONSUMER EXPECTATION



Sources : BPS, KBVS Research (2025)

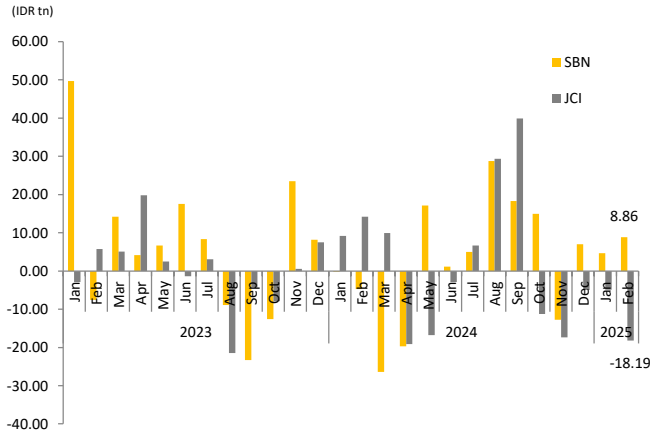
## REAL SALES BY CITY



Sources : BPS, KBVS Research (2025)

# DEVELOPMENT OF TRADABLE SBN

## CAPITAL FLOW IN SBN&JCI



Sources : Bloomberg, KBVS Research (2025)

Between 6-12 Mar '25, non-residents conducted:

- A net buy of tradeable SBN, amounting IDR12.45 tn.
- A net sell of JCI, amounting IDR1.53 tn.

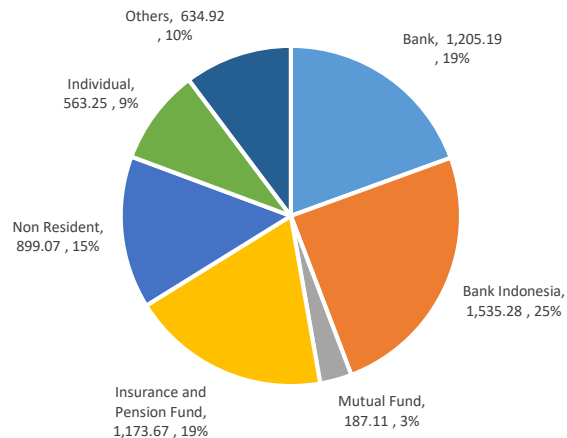
## SUN LATEST AUCTION

4 Mar '25									
Instruments	SPN03250604	SPN12260305	FR0104	FR0103	FR0106	FR0107	FR0102	FR0105	Total
Incoming Bids (IDR tn)	1.00	4.96	42.01	17.39	4.33	2.59	0.92	2.58	75.78
Bid to Cover Ratio	-	2.48	4.26	1.55	1.40	1.15	3.67	1.99	2.53
Weighted Average Yields Awarded	-	6.250%	6.660%	6.870%	7.010%	7.017%	7.019%	7.130%	
18 Feb '25									
Instruments	SPN03250521	SPN12260205	FR0104	FR0103	FR0106	FR0107	FR0102	FR0105	Total
Incoming Bids (IDR tn)	1.57	5.02	37.33	21.33	8.36	5.80	1.62	2.98	84.00
Bid to Cover Ratio	-	2.51	4.32	2.25	2.20	2.15	2.49	1.10	2.80
Weighted Average Yields Awarded	-	6.250%	6.550%	6.784%	6.990%	7.030%	7.039%	7.120%	

Sources : DJPPR, KBVS Research (2025)

## OWNERSHIP of IDR TRADABLE SBN

(IDR tn, % of total tradable SBN)



Sources : DJPPR, and KBVS Research (2025)

As of 10 Mar '25, the largest ownership of tradable SBN is as follows:

- Bank Indonesia : IDR1,535.28 tn (-IDR17.55 tn, WoW),
- Banks : IDR1,205.19 tn (-IDR4.05 tn, WoW), and
- Insurance & Pension Funds: IDR1,173.67 tn (+IDR2.05 tn, WoW)

## SBSN LATEST AUCTION

11 Mar '25								
Instruments	SPNS01092025	SPNS08122025	PBS003	PBS030	PBS034	PBS039	PBS038	Total
Incoming Bids (IDR tn)	2.06	4.72	7.25	2.46	0.35	0.11	4.75	21.69
Bid to Cover Ratio	1.03	2.62	1.45	1.41	-	-	3.28	1.81
Weighted Average Yields Awarded	5.980%	6.090%	6.610%	6.615%	-	-	7.077%	
25 Feb '25								
Instruments	SPNS04082025	SPNS10112025	PBS003	PBS030	PBSG001	PBS034	PBS038	Total
Incoming Bids (IDR tn)	1.04	5.93	4.52	2.33	2.63	0.52	2.95	30.26
Bid to Cover Ratio	1.30	2.37	1.96	1.29	1.60	1.73	1.11	3.03
Weighted Average Yields Awarded	6.050%	6.150%	6.389%	6.449%	6.519%	6.798%	7.070%	

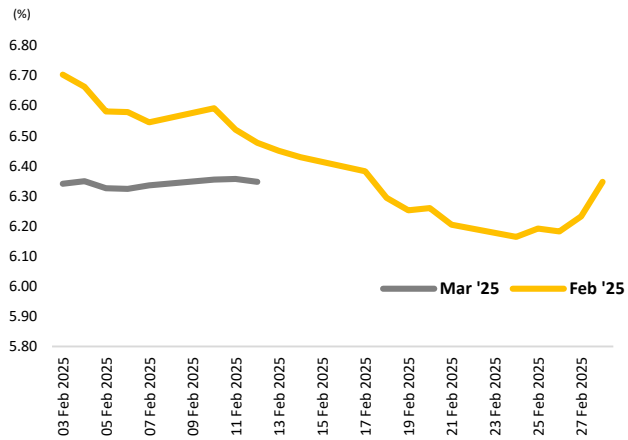
Sources : DJPPR, KBVS Research (2025)

# THE MOVEMENT OF SUN YIELDS

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

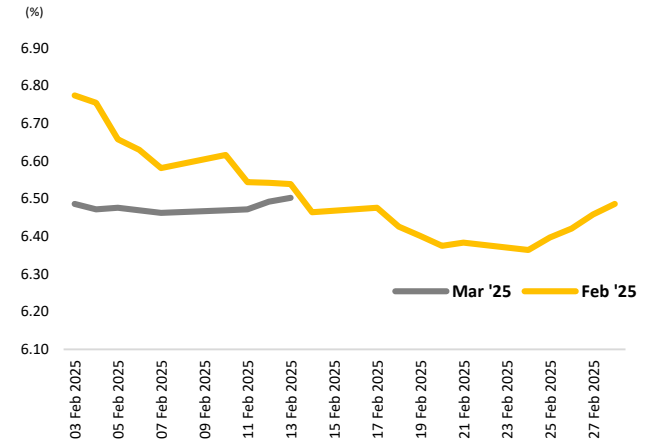
- Yield SUN1Y
  - +3.10 bps (WoW)
  - -33.10 bps (YtD, as of Mar 12,'25)
- Yield SUN2Y
  - +2.90 bps (WoW)
  - -40.60 bps (YtD, as of Mar 12,'25)
- Yield SUN5Y
  - +11.00 bps (WoW)
  - -28.10 bps (YtD, as of Mar 12,'25)
- Yield SUN10Y
  - +5.90 bps (WoW)
  - -6.20 bps (YtD, as of Mar 12,'25)
- Yield SUN30Y
  - +2.50 bps (WoW)
  - -5.50 bps (YtD, as of Mar 12,'25)

### YIELD SUN1Y



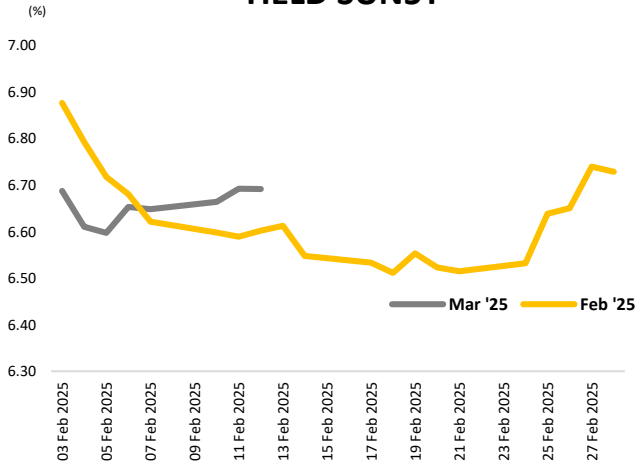
Sources : Bloomberg, KBVS Research (2025)

### YIELD SUN2Y



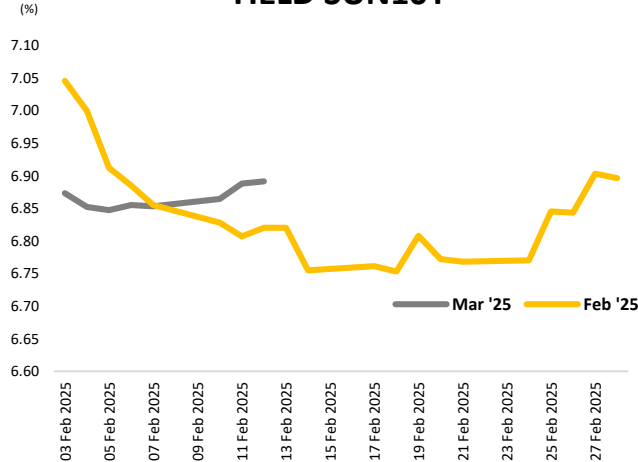
Sources : Bloomberg, KBVS Research (2025)

### YIELD SUN5Y



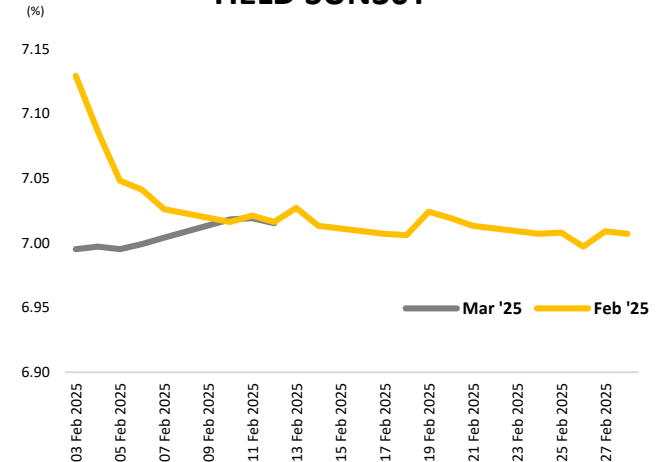
Sources : Bloomberg, KBVS Research (2025)

### YIELD SUN10Y



Sources : Bloomberg, KBVS Research (2025)

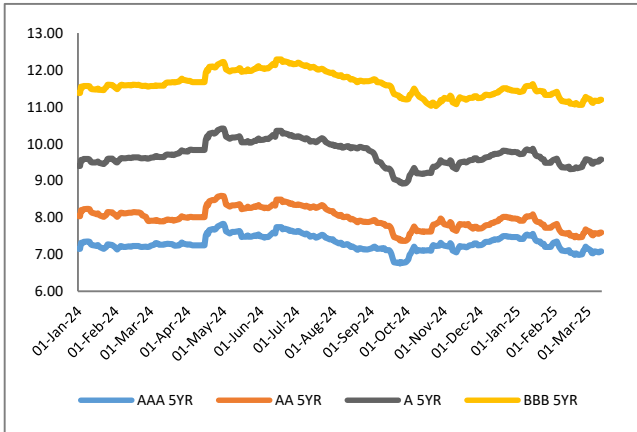
### YIELD SUN30Y



Sources : Bloomberg, KBVS Research (2025)

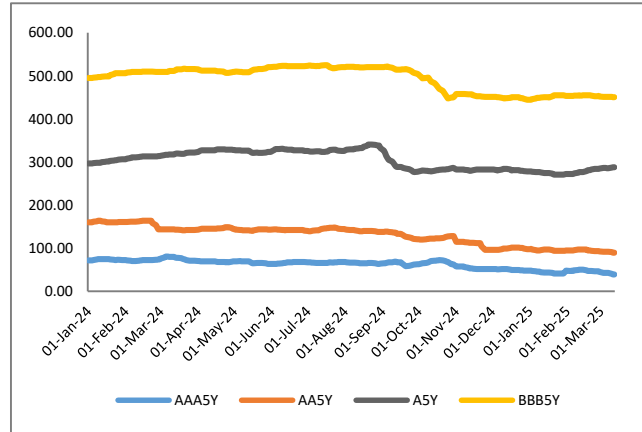
# THE MOVEMENT OF CORPORATE BOND YIELD

## YIELD CORP BONDS 5Y



Sources : Bloomberg, KBVS Research (2025)

## YIELD SPREAD 5Y TENOR

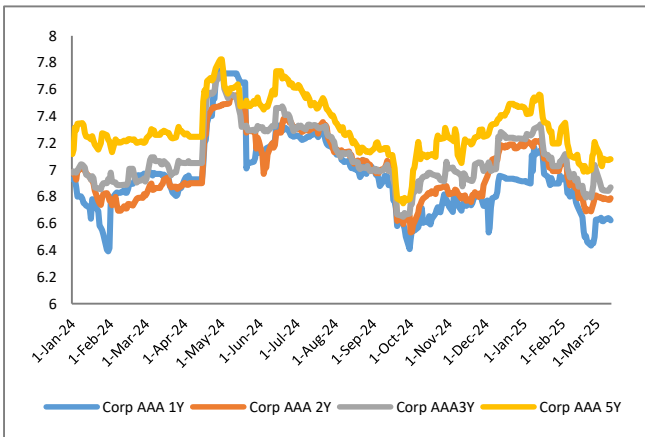


Sources : Bloomberg, KBVS Research (2025)

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

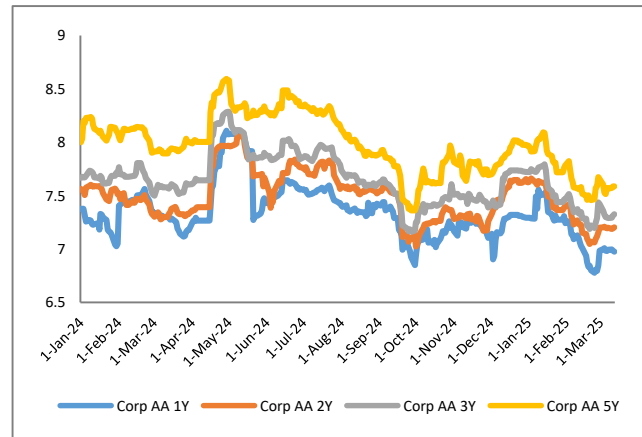
- AAA-rated
  - Tenor 1Y : +1.47 bps (WoW)
  - Tenor 2Y : -0.42 bps (WoW)
  - Tenor 5Y : +6.87 bps (WoW)
- AA-rated
  - Tenor 1Y : +0.15 bps (WoW)
  - Tenor 2Y : -0.18 bps (WoW)
  - Tenor 5Y : +8.74 bps (WoW)
- A-rated
  - Tenor 1Y : +7.04 bps (WoW)
  - Tenor 2Y : +7.51 bps (WoW), and
  - Tenor 5Y : +13.04 bps (WoW)

## YIELD AAA-RATED



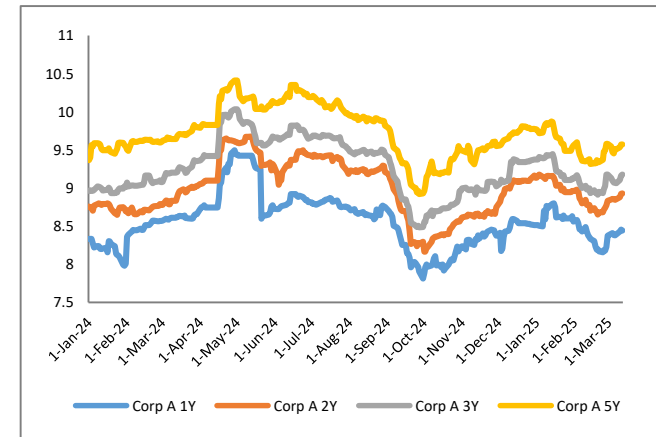
Sources : Bloomberg, KBVS Research (2025)

## YIELD AA-RATED



Sources : Bloomberg, KBVS Research (2025)

## YIELD A-RATED

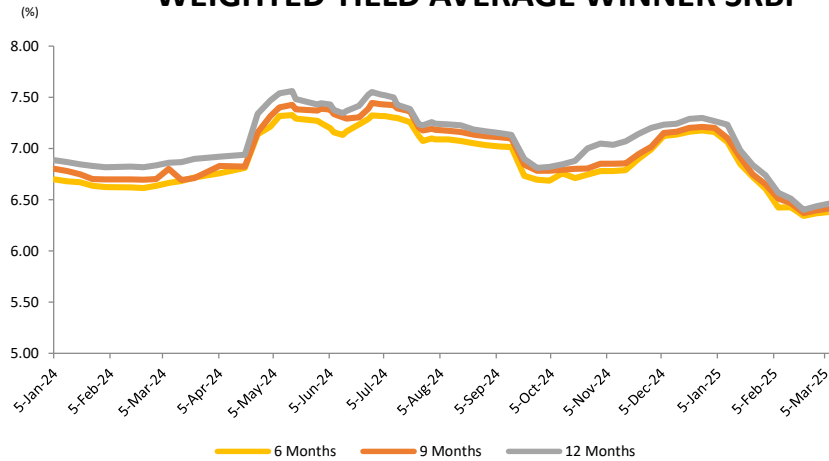


Sources : Bloomberg, KBVS Research (2025)



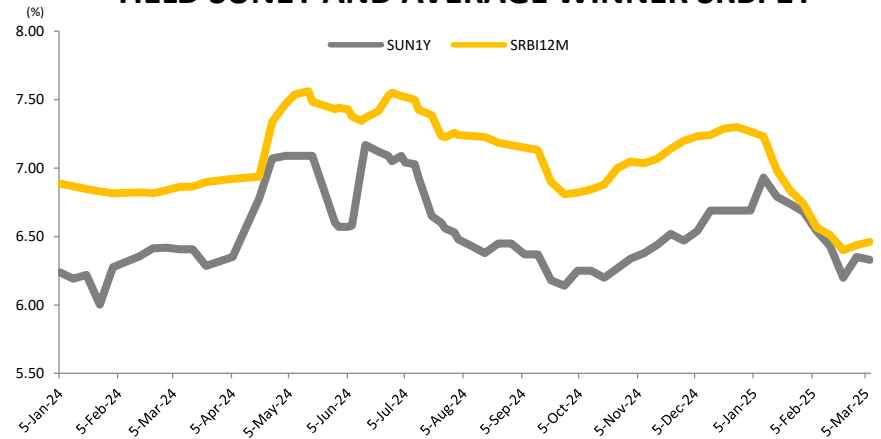
# BI'S MONETARY OPERATION

## WEIGHTED YIELD AVERAGE WINNER SRBI



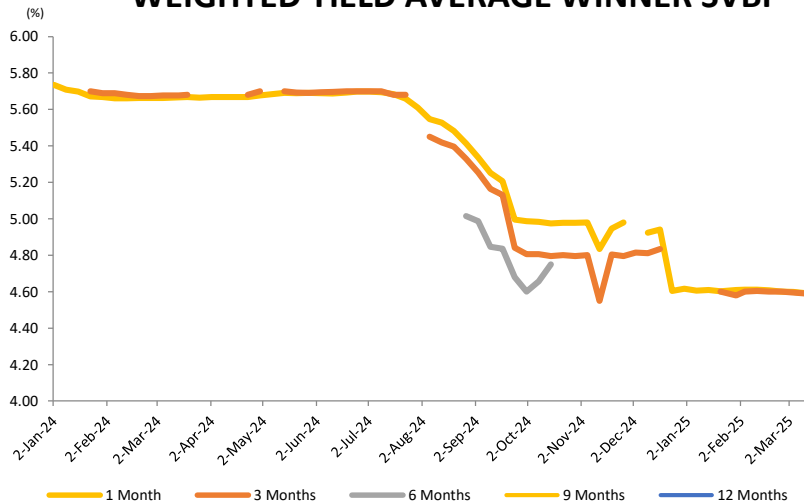
Sources : BI, KBVS Research (2025)

## YIELD SUN1Y AND AVERAGE WINNER SRBI 1Y



Sources : BI, KBVS Research (2025)

## WEIGHTED YIELD AVERAGE WINNER SVBI



Sources : BI, KBVS Research (2025)

- The tendency for rising government bond (SUN) yields does not seem to apply to the latest SRBI auction results, which showed a decline in the weighted average winning yield compared to the previous auction. The 6-month yield dropped to 6.34790% (Prev: 6.36860%), the 9-month yield fell to 6.39578% (Prev: 6.37550%), and the 12-month yield decreased to 6.43754% (Prev: 6.41570%).

## TABLE OF CONTENTS :

3 Global Economy

9 Domestic Economy

**16 Economic Calendar**



# NEXT WEEK ECONOMIC CALENDAR

## ECONOMIC CALENDAR

(13-19 MAR 2025)

Country	Event	Forecast	Previous
<b>Thursday, Mar 13, 2025</b>			
US	10-Year Note Auction		4.63%
US	Fed Budget Balance (Feb)	-314.00B	-129.00B
US	IEA Monthly Report		
EU	ECB's De Guindos Speaks		
EU	Industrial Production (MoM) (Jan)	0.60%	-1.10%
US	Continuing Jobless Claims		1,897K
US	Initial Jobless Claims	226K	221K
US	Core PPI (MoM) (Feb)	0.30%	0.30%
US	PPI (MoM) (Feb)	0.30%	0.40%
<b>Friday, Mar 14, 2025</b>			
US	30-Year Bond Auction		4.75%
GE	Buba Balz Speaks		
GE	Buba President Nagel Speaks		
US	Fed's Balance Sheet		6,757B
GB	GDP (MoM) (Jan)	0.10%	0.40%
GB	Industrial Production (MoM) (Jan)	-0.10%	0.50%
GB	Manufacturing Production (MoM) (Jan)	0.00%	0.70%
GB	Monthly GDP 3M/3M Change (Jan)		0.10%
GB	Trade Balance (Jan)	-17.00B	-17.45B
GB	Trade Balance Non-EU (Jan)		-6.10B
GE	CPI (MoM) (Feb)	0.40%	-0.20%
GE	CPI (YoY) (Feb)	2.30%	2.30%
CN	New Loans (Feb)	1,275B	5,130B
GB	NIESR Monthly GDP Tracker (Feb)		0.30%
US	Michigan 1-Year Inflation Expectations (Mar)		4.30%
US	Michigan 5-Year Inflation Expectations (Mar)		3.50%
US	Michigan Consumer Expectations (Mar)		64.00
US	Michigan Consumer Sentiment (Mar)	63.80	64.70

Country	Event	Forecast	Previous
<b>Monday, Mar 17, 2025</b>			
CN	Fixed Asset Investment (YoY) (Feb)		3.20%
CN	Industrial Production (YoY) (Feb)		6.20%
CN	Industrial Production Ytd (YoY) (Feb)		5.80%
CN	Unemployment Rate (Feb)		5.10%
ID	Export Growth (YoY) (Feb)		4.68%
ID	Import Growth (YoY) (Feb)		-2.67%
ID	Trade Balance (Feb)		3.45B
US	Core Retail Sales (MoM) (Feb)		-0.40%
US	NY Empire State Manufacturing Index (Mar)		5.70
US	Retail Control (MoM) (Feb)		-0.80%
US	Retail Sales (MoM) (Feb)		-0.90%
US	Business Inventories (MoM) (Jan)		-0.20%
US	Retail Inventories Ex Auto (Jan)		0.40%
<b>Tuesday, Mar 18, 2025</b>			
GE	ZEW Current Conditions (Mar)		-88.50
GE	ZEW Economic Sentiment (Mar)		26.00
EU	Trade Balance (Jan)		15.50B
EU	ZEW Economic Sentiment (Mar)		24.20
US	Building Permits (Feb)		1.473M
US	Export Price Index (MoM) (Feb)		1.30%
US	Housing Starts (MoM) (Feb)		-9.80%
US	Housing Starts (Feb)		1.366M
US	Import Price Index (MoM) (Feb)		0.30%
US	Industrial Production (YoY) (Feb)		2.00%
US	Industrial Production (MoM) (Feb)		0.50%

Country	Event	Forecast	Previous
<b>Wednesday, Mar 19, 2025</b>			
JP	Exports (YoY) (Feb)		7.30%
JP	Imports (YoY) (Feb)		16.50%
JP	Trade Balance (Feb)		-2,736.6B
JP	BoJ Interest Rate Decision		0.50%
JP	Industrial Production (MoM) (Jan)		-1.10%
ID	Deposit Facility Rate (Mar)		5.00%
ID	Lending Facility Rate (Mar)		6.50%
EU	Core CPI (YoY) (Feb)		2.60%
EU	CPI (YoY) (Feb)		2.40%
EU	CPI (MoM) (Feb)		-0.30%
EU	Wages in Euro Zone (YoY) (Q4)		4.40%

