

US & Europe Bond Markets

Govt, Equity, FX and Credit Benchmark & Economic Statistics

Benchmarks	Value	Net Change (bps)
UST 5Y	0.28%	(1.75)
UST 10Y	0.62%	(4.92)
UST 30Y	1.32%	(8.30)
Bund 5Y	-0.66%	(1.90)
Bund 10Y	-0.46%	(2.30)
Bund 30Y	-0.03%	(2.50)
DOW JONES		
DOW JONES	25706.09	(1.39)%
NASDAQ		
NASDAQ	10547.75	0.53 %
S&P 500		
S&P 500	3152.05	(0.56)%
DAX		
DAX	12489.46	(0.04)%
FTSE 100		
FTSE 100	6049.62	(1.73)%
CAC 40		
CAC 40	4921.01	(1.21)%
EUR/USD		
EUR/USD	1.13	(0.43)%
USD/JPY		
USD/JPY	107.07	(0.27)%
USD/CNY		
USD/CNY	7.00	0.11 %
US 5Y CDS		
US 5Y CDS	--	--
Germany 5Y CDS		
Germany 5Y CDS	13.94	(0.15)
Italy 5Y CDS		
Italy 5Y CDS	161.55	0.47
Spain 5Y CDS		
Spain 5Y CDS	--	--
Portugal 5Y CDS		
Portugal 5Y CDS	--	--
France 5Y CDS		
France 5Y CDS	21.71	0.09
Japan 5Y CDS		
Japan 5Y CDS	18.30	0.00
China 5Y CDS		
China 5Y CDS	45.99	1.05
Korea 5Y CDS		
Korea 5Y CDS	26.56	1.87

US & European Bond Markets

US & European Government Bond :

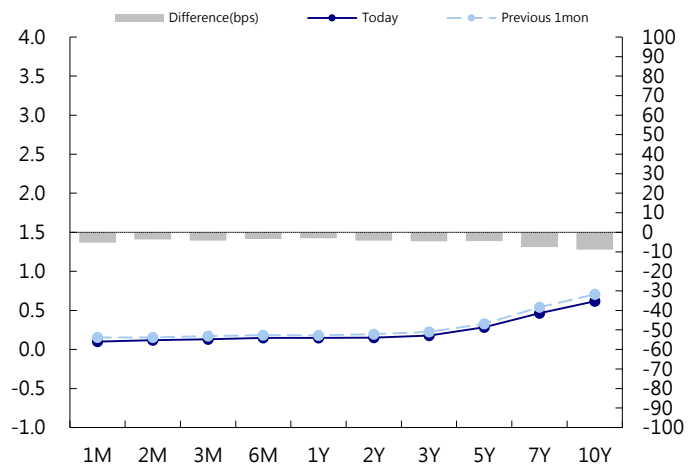
Treasury yields richer by 1bp to 9.5bp across the curve by cash settlement; long-end led gains flattening 2s10s, 5s30s by 4.8bp and 6.4bp; 10-year yields dropped as low as 0.597%, near bottom of 0.54%-0.78% range that's been in place since early March. Bunds bull flatten, underperforming Treasuries 2bps as German stocks erase gains following a report that the U.S. is finalizing a federal contract ban for companies using Huawei.

US & European Corporate Bonds:

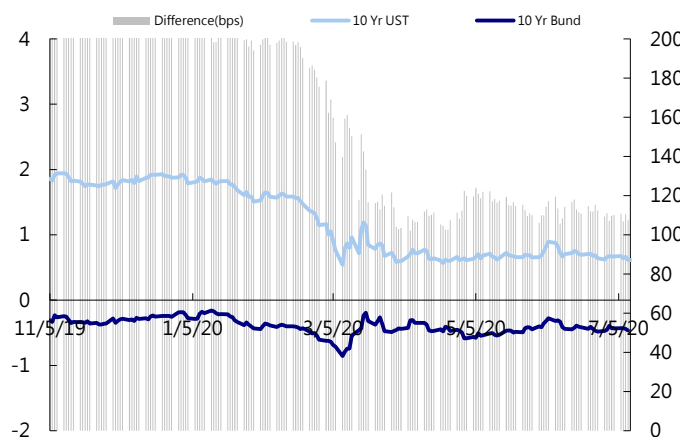
Stable day in China IG. Spread roughly unch to a touch tighter, benchmark names such as TENCNT and SINOPE traded 1-2bps tighter with buying across 28s to 30s. On the new issue front, NEW AGRBK 23s (RO CT2+143.2) opened tight at +142/138 but leaked a few bps to +147/144 close with limited inquiries. OCTOWN 4.5 PERP traded down at 99.5 at break, but recovered gradually afterwards to 99.8/99.9 close.

Date	Event	Forecast	Previous
07/10	PPI Final Demand MoM	0.004	0.004
07/10	PPI Ex Food and Energy MoM	0.001	(0.001)
07/10	PPI Ex Food, Energy, Trade MoM	0.001	0.001
07/10	PPI Final Demand YoY	(0.002)	(0.008)
07/10	PPI Ex Food and Energy YoY	0.005	0.003
07/10	PPI Ex Food, Energy, Trade YoY	--	(0.004)

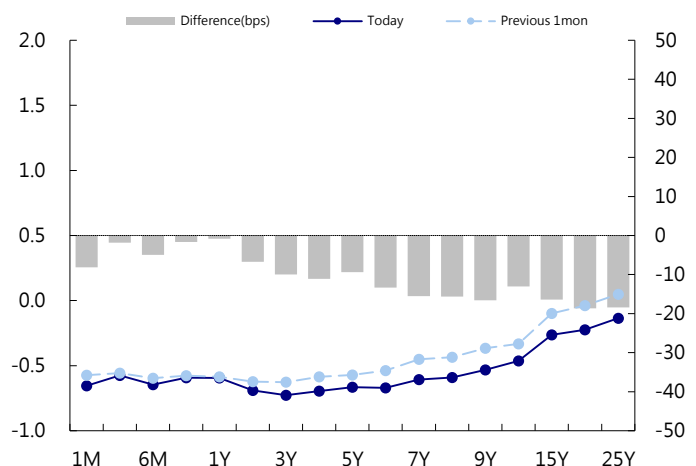
US Treasury Curve



UST V.S. Bund 10Y Yield



Bund Curve



China Bond Market

CNY & CNH Market Data

Benchmarks	Value		Net Change (bps)	
	CNY	CNH	CNY	CNH
CGB 5Y	2.83%	2.73%	(3.25)	(0.04)
CGB 10Y	3.05%	3.28%	(2.88)	(0.02)
CGB 20Y	3.42%	3.28%	--	(0.02)
Chinese Renminbi Spot	7.00	7.00	-0.11%	(0.10)%
USDCNY 1M Forward	7.01	7.02	(0.10)%	(0.10)%
USDCNY 3M Forward	7.04	7.04	(0.09)%	(0.11)%
USDCNY 6M Forward	7.07	7.07	(0.09)%	(0.09)%
	7D Repo	3M Shibor	7D Repo	3M Shibor
CNY IRS 1Y	2.42%	2.585%	2.00	0.00
CNY IRS 2Y	2.51%	2.82%	2.50	3.50
CNY IRS 3Y	2.61%	3.01%	3.00	8.00
CNY IRS 4Y	2.68%	3.105%	2.00	5.50
CNY IRS 5Y	2.755%	3.22%	1.50	3.50

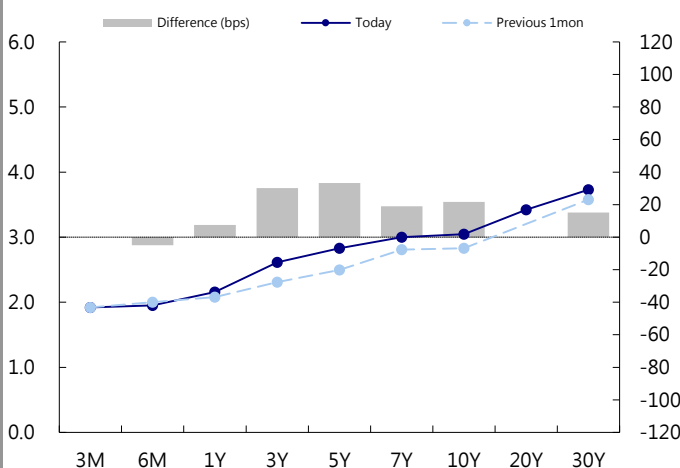
Benchmarks	Value		Net Change (bps)	
	CNY	CNH	CNY	CNH
SDBC 3.03 01/18/22	2.67%		-6.503	
SDBC 3.68 02/26/26	3.47%		-2.999	
SDBC 3.48 01/08/29	3.65%		3.969	
SDBC 3 1/2 11/04/46	3.90%		--	
CNH CCS 3M	2.22%		11.46	
CNH CCS 6M	2.22%		7.85	
CNH CCS 12M	2.22%		5.69	
CNH CCS 3Y	2.17%		8.99	
CNH CCS 5Y	2.10%		10.48	

Date	Event	Forecast	Previous
07/10	Money Supply M0 YoY	0.091	0.095
07/10	Money Supply M1 YoY	0.070	0.068
07/10	Money Supply M2 YoY	0.111	0.111
07/10	New Yuan Loans CNY	1800.0b	1480.0b
07/10	Aggregate Financing CNY	3067.5b	3190.0b
07/10	Foreign Direct Investment YoY CNY	--	0.075

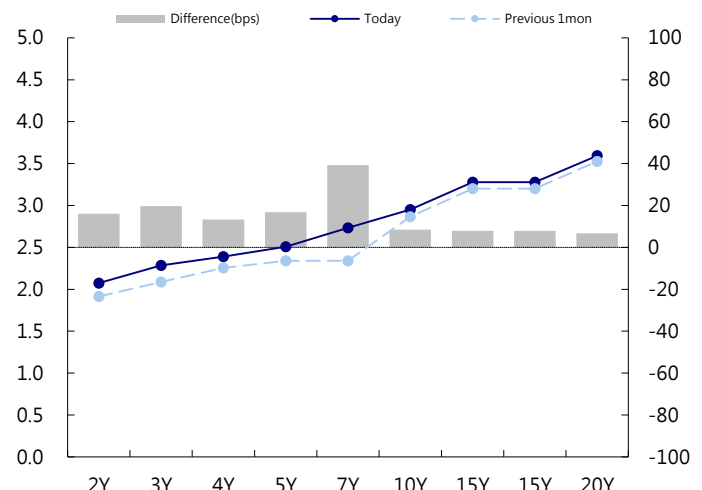
China Bond Market

Regarding bond market, Chinese stock market continued to suppress the bond market spot on Thursday, and the CDB's bid for new bonds was not good in the afternoon, which caused similar bonds to be hit harder, around 12 basis points (bp), the 10-year uptrend is about 5 bps; relatively speaking, the upside of Treasury yields is slightly smaller, and the decline in Treasury futures is also narrower than the previous day. In terms of exchange rate, The RMB against the US dollar closed on Thursday with a sharp rise of more than 310 points. It rose above the 7 for the first time in nearly four months, and the median price also hit a new high of nearly four months. Traders said that the spread of the US epidemic has increased the Fed's overweight easing expectations, the US dollar is expected to remain weak, the Chinese stock market continues to rise, and the value of RMB asset allocation continues to attract capital inflows; however, we should be alert to the possible negative impact of the US sanctions on Hong Kong..

Onshore CNY Government Bond Curve



Offshore CNH Government Bond Curve



Taiwan Bond Market

Taiwan Market data

Benchmarks	Value	Net Change (bps)
TWGB 5Y	0.34%	(0.50)
TWGB 10Y	0.45%	(0.50)
USD/TWD	29.49	(0.07)%
EUR/TWD	33.24	(0.62)%
HKD/TWD	3.80	(0.06)%
VNY/TWD	4.21	(0.17)%
TWD Overnight Rate	0.085%	0.50
TWD Secondary CP 10D	0.7125%	(1.61)
TWD Secondary CP 30D	0.7544%	(1.35)
TWD Secondary CP 90D	0.8081%	(1.97)

Taiwan Bond Secondary Market

Taiwanese Stock market index continued its rally as well as TWD 5yr IRS, notwithstanding the treasury yield, with 5 year treasury yield closed at 0.3450%, 10 year treasury yield closed at 0.455%. Strong demand for TWD currency continues to drive its rate against USD higher, provided supports for government bonds market.

Taiwan Bond Primary Market

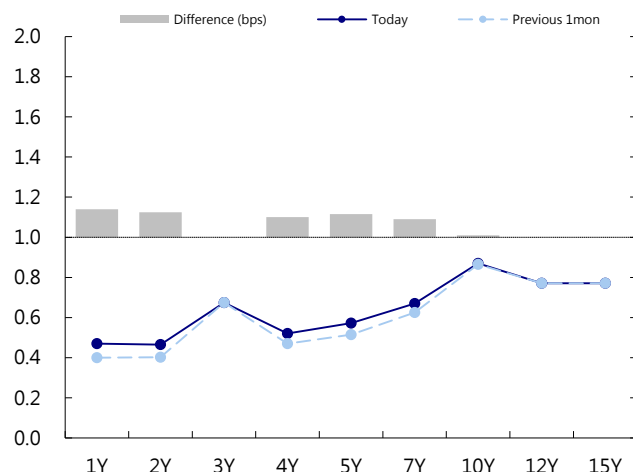
Announcements of Corporate Bonds Issuances approved by the Board of Directors on 9th July : None.
Bonds issued on 10th July : None.

Date	Event	Forecast	Previous
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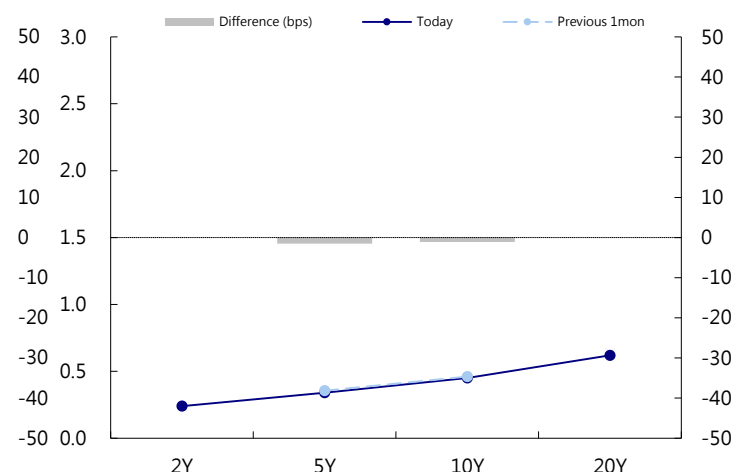
Money Market

With sufficient fund in the market by the end of the last quarter, short term repo rate remains stable. Last month, central bank kept its monetary policy and base rate. We expect repo rates continue to trade within the range, i.e., Govt bond repo rate at 0.23%-0.30%, while corporate bond repo rate at 0.35%-0.37%.

TWD IRS Curve



Taiwan Government Bond Yield curve



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