

US & Europe Bond Markets

Govt, Equity, FX and Credit Benchmark & Economic Statistics

Benchmarks	Value	Net Change (bps)
UST 5Y	0.3%	1.28
UST 10Y	0.63%	2.13
UST 30Y	1.33%	1.74
Bund 5Y	-0.67%	(0.90)
Bund 10Y	-0.47%	(0.20)
Bund 30Y	-0.04%	(0.80)
DOW JONES	26075.30	1.44 %
NASDAQ	10617.44	0.66 %
S&P 500	3185.04	1.05 %
DAX	12633.71	1.15 %
FTSE 100	6095.41	0.76 %
CAC 40	4970.48	1.01 %
EUR/USD	1.13	0.17 %
USD/JPY	106.82	(0.10)%
USD/CNY	7.00	0.03 %
US 5Y CDS	--	--
Germany 5Y CDS	14.48	0.12
Italy 5Y CDS	164.45	(2.32)
Spain 5Y CDS	--	--
Portugal 5Y CDS	--	--
France 5Y CDS	22.45	0.43
Japan 5Y CDS	18.41	0.01
China 5Y CDS	45.51	(0.23)
Korea 5Y CDS	26.43	1.00

US & European Bond Markets

US & European Government Bond :

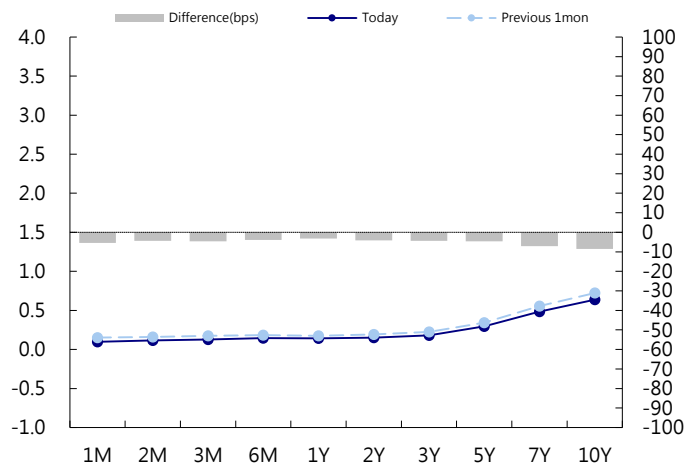
Treasuries traded heavy over U.S. session, leaving yields near cheapest levels of the day into the close. Risk appetite weighed on havens as stocks advanced from the cash open, leaving S&P 500 higher by almost 1% in late trading. Sentiment improved after Gilead Sciences said remdesivir appeared to cut Covid-19 mortality risk. The rise in yields was consistent with easing of short squeeze that appeared to fuel Asia-session gains Thursday and Friday.

US & European Corporate Bonds:

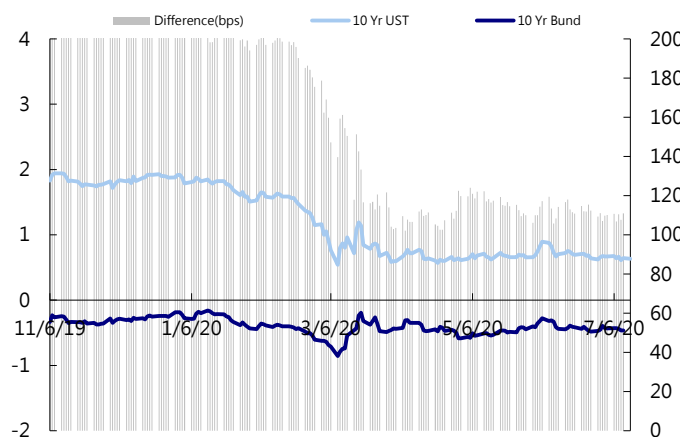
With US stock tumbled last night , Asia IG market finished Friday with spread generally 3~5 bps wider . During the day , market was mostly obliged by risk off sentiment as concern raised for second wave of COVID-19 infection . 5-10 yr Benchmark name such as WB/SHPORT/TENCNT have some seller comes out but flow was light , financials still got well support in the street such as AGRBK/BCLMHK . Otherwise , HY saw a weak day on weak macro markets with liquid name mostly 0.25~0.75 down. Market kicked off this week with weak Q2 earnings , which are expected to decrease 44% compared to a year ago . However , if there is any positive outlook on the guidance or surprise on

Date	Event	Forecast	Previous
07/14	Monthly Budget Statement	-\$863.0b	-\$398.8b
07/14	NFIB Small Business Optimism	98.000	94.400
07/14	Real Avg Weekly Earnings YoY	--	0.074
07/14	Real Avg Hourly Earning YoY	--	0.065
07/14	CPI MoM	0.005	(0.001)
07/14	CPI Ex Food and Energy MoM	0.001	(0.001)
07/14	CPI YoY	0.006	0.001
07/14	CPI Ex Food and Energy YoY	0.011	0.012
07/14	CPI Index NSA	257.727	256.394
07/14	CPI Core Index SA	265.800	265.441
07/15	MBA Mortgage Applications	--	0.022
07/15	Import Price Index MoM	0.010	0.010
07/15	Import Price Index ex Petroleum MoM	(0.001)	0.001
07/15	Import Price Index YoY	(0.035)	(0.060)
07/15	Export Price Index MoM	0.008	0.005
07/15	Empire Manufacturing	8.400	(0.200)
07/15	Export Price Index YoY	--	(0.060)
07/15	Capacity Utilization	0.677	0.648

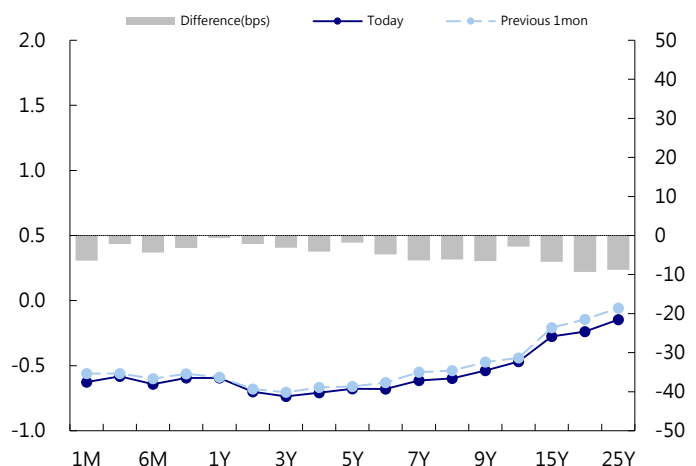
US Treasury Curve



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	2.82%	2.73%	(1.25)	--
CGB 10Y	3.04%	3.28%	(0.38)	(0.02)
CGB 20Y	3.42%	3.28%	--	(0.02)
Chinese Renminbi Spot	7.00	7.00	-0.03%	0.09 %
USDCNY 1M Forward	7.02	7.02	(0.04)%	0.06 %
USDCNY 3M Forward	7.04	7.04	(0.04)%	0.09 %
USDCNY 6M Forward	7.07	7.07	(0.04)%	0.08 %
	7D Repo	3M Shibor	7D Repo	3M Shibor
CNY IRS 1Y	2.44%	2.575%	0.00	(2.00)
CNY IRS 2Y	2.52%	2.805%	(1.00)	(0.50)
CNY IRS 3Y	2.615%	2.965%	(1.50)	(1.50)
CNY IRS 4Y	2.7%	3.08%	(1.50)	(2.50)
CNY IRS 5Y	2.78%	3.19%	(2.50)	(5.00)

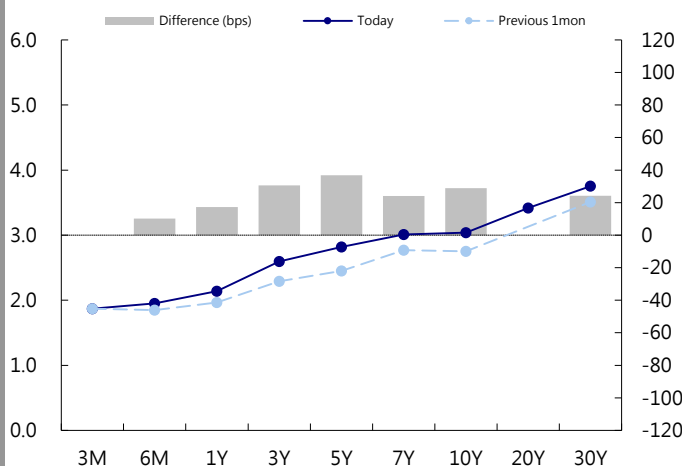
Benchmarks	Value	Net Change (bps)
SDBC 3.03 01/18/22	2.71%	-1.499
SDBC 3.68 02/26/26	3.46%	-5.000
SDBC 3.48 01/08/29	3.64%	-0.470
SDBC 3 1/2 11/04/46	3.86%	-3.750
CNH CCS 3M	2.22%	0.31
CNH CCS 6M	2.21%	(1.98)
CNH CCS 12M	2.21%	(4.14)
CNH CCS 3Y	2.12%	(5.36)
CNH CCS 5Y	2.10%	(1.20)

Date	Event	Forecast	Previous
07/13	Foreign Direct Investment YoY CNY	--	0.075
07/14	Exports YoY CNY	0.035	0.014
07/14	Imports YoY CNY	(0.047)	(0.127)
07/14	Exports YoY	(0.020)	(0.033)
07/14	Imports YoY	(0.090)	(0.167)
07/14	Trade Balance CNY	425.00b	442.75b
07/14	Trade Balance	\$59.10b	\$62.93b
07/16	New Home Prices MoM	--	0.005
07/16	Industrial Production YoY	0.048	0.044
07/16	GDP YoY	0.022	(0.068)
07/16	Industrial Production YTD YoY	(0.015)	(0.028)
07/16	GDP SA QoQ	0.095	(0.098)
07/16	Retail Sales YoY	0.005	(0.028)
07/16	GDP YTD YoY	(0.024)	(0.068)
07/16	Retail Sales YTD YoY	(0.110)	(0.135)
07/16	Property Investment YTD YoY	0.010	(0.003)
07/16	Fixed Assets Ex Rural YTD YoY	(0.033)	(0.063)
07/16	Surveyed Jobless Rate	0.059	0.059

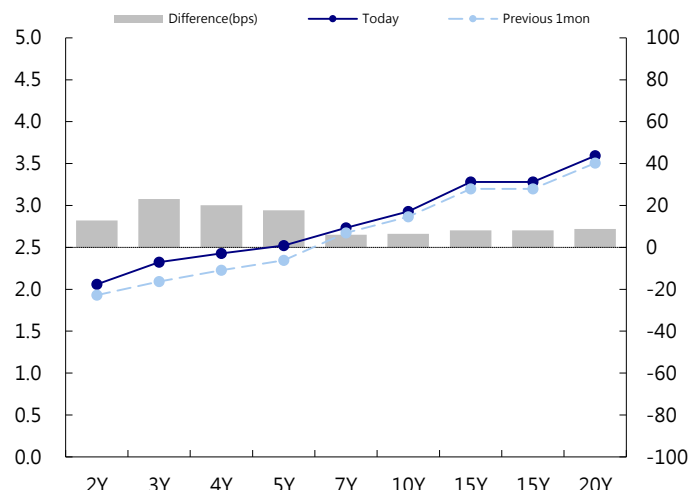
China Bond Market

Regarding bond market, China's stock market's rising momentum for eight consecutive days was ended on Friday. The long-suppressed bond market spot took the opportunity to take a breathe. Except for the 10-year CDB's poor performance due to bond exchange, the yields of other major bond types have declined. Among them, the 10-year Treasury yield returned to around 3.03%, a drop of about 5 bp, and the main contracts of Treasury futures also closed up. In terms of exchange rate, the RMB against the US dollar closed down on Friday and ended four consecutive gains and fell below the 7. The mid price continued to rise by more than 140 points to a four-month high. Traders said that the spread of the virus in the United States is expected to rise again, the market risk aversion has pushed the US index higher, and the Chinese stock market has also ended its continuous upward trend, RMB was also affected.

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%	(0.37)
TWGB 10Y	0.45%	(0.30)
USD/TWD	29.44	(0.27)%
EUR/TWD	33.33	0.09 %
HKD/TWD	3.80	(0.33)%
VNY/TWD	4.20	(0.42)%
TWD Overnight Rate	0.082%	(0.10)
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 0.3413%, 10 year treasury yield closed at 0.452%. Strong demand for TWD currency continues to drive its rate against USD higher, provided supports for government bonds market.

Taiwan Bond Primary Market

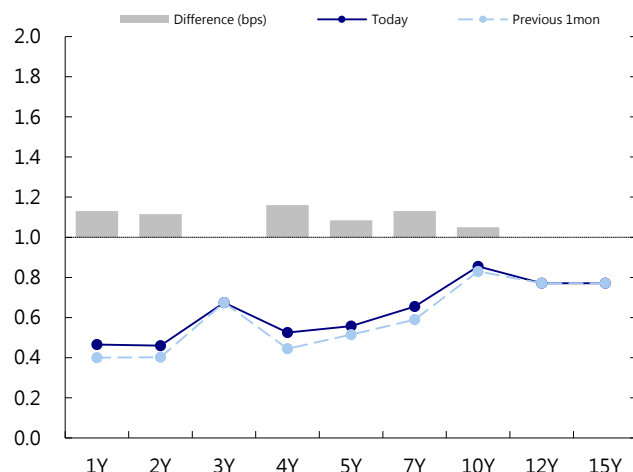
Announcements of Corporate Bonds Issuances approved by the Board of Directors on 10th July : None.
Bonds issued on 13th July : None.

Money Market

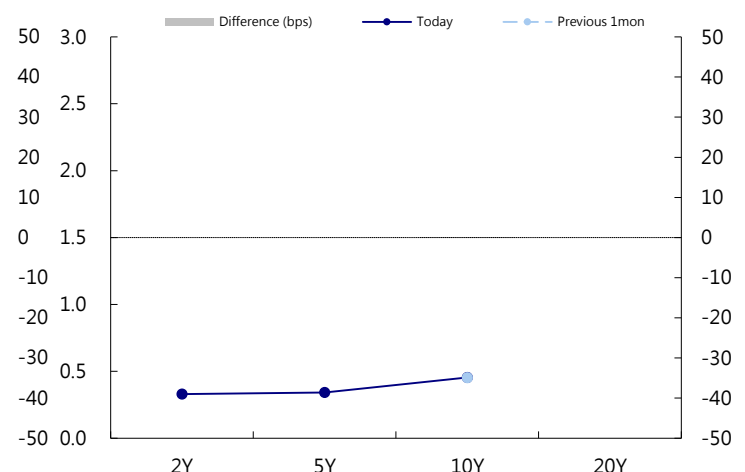
With sufficient fund in the market by the end of the last quarter, short term repo rate remains stable. Last month, central bank kept its monetary policy and base rate. We expect repo rates continue to trade within the range, i.e., Govt bond repo rate at 0.23%-0.30%, while corporate bond repo rate at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

Date	Event	Forecast	Previous
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TWD IRS Curve



Taiwan Government Bond Yield curve



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