

US & Europe Bond Markets

Govt, Equity, FX and Credit Benchmark & Economic Statistics

Benchmarks	Value	Net Change (bps)
UST 5Y	0.27%	(1.95)
UST 10Y	0.58%	(3.61)
UST 30Y	1.22%	(4.15)
Bund 5Y	-0.7%	(2.20)
Bund 10Y	-0.51%	(1.70)
Bund 30Y	-0.1%	(1.70)
DOW JONES	26379.28	(0.77)%
NASDAQ	10402.09	(1.27)%
S&P 500	3218.44	(0.65)%
DAX	12835.28	(0.03)%
FTSE 100	6129.26	0.40 %
CAC 40	4928.94	(0.22)%
EUR/USD	1.17	(0.07)%
USD/JPY	105.07	(0.13)%
USD/CNY	7.00	0.03 %
US 5Y CDS	--	--
Germany 5Y CDS	12.30	0.03
Italy 5Y CDS	152.84	0.00
Spain 5Y CDS	--	--
Portugal 5Y CDS	--	--
France 5Y CDS	19.41	(0.42)
Japan 5Y CDS	18.39	(0.01)
China 5Y CDS	44.33	0.29
Korea 5Y CDS	23.89	0.16

US & European Bond Markets

US & European Government Bond :

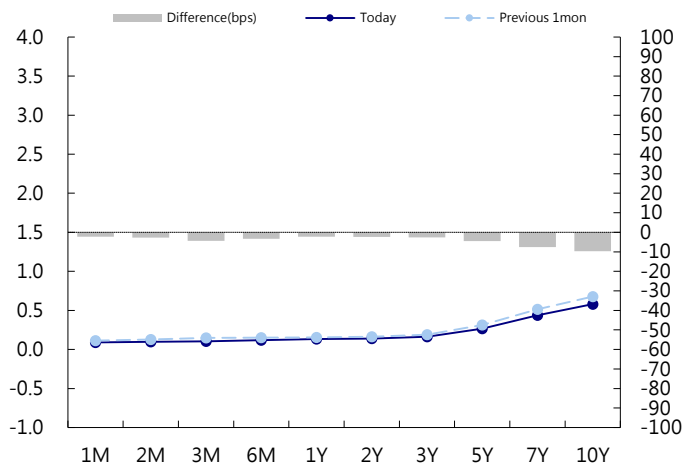
Treasuries pushed higher over U.S. session, leaving yields richer by up to 4bp at long end of the curve, which outperformed after strong reception for 7-year note auction. Gains were maintained despite recovery in U.S. stocks from early losses, although S&P 500 remained marginally lower on the day in late trading. Yields ended lower by 1bp to 4bp led by long end, flattening 2s10s by 2.5bp, 5s30s by 1.7bp; 10-year shed more than 3.5bp to ~0.58%

US & European Corporate Bonds:

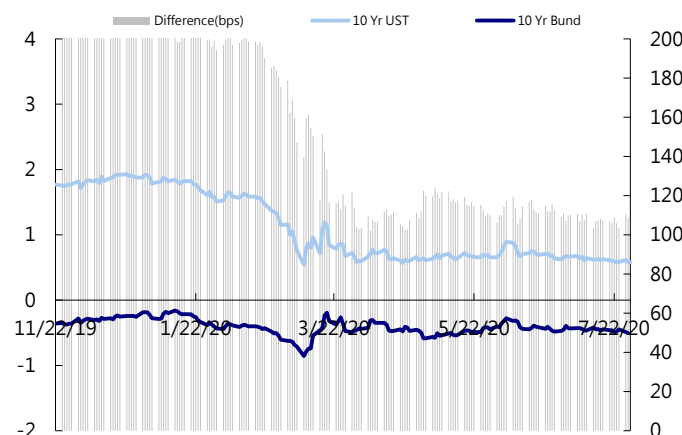
Asia IG outperformed at beginning from strengthened macro tone and overnight session . Overall IG Benchmark name were 4 bps tighter led by front end SOE , such as CNPCCH and POWINV 25's , even high beta name like HRINTH / BOCAVI / HAOHUA were also better buying . However , buyer are retreated after LDN open and waiting for the FOMC tonight . US IG spread were suffered last night for ATT jumbo new deal by \$11 bln and missed estimate earning result reported by MCD/HOG/MMM . Thought the new issue off ATT outperformed modest , others like off-the-run ATT / VZ / WFC / ABBV etc all widen 8-10 bps on spread . Overall , theres's lots events in this week like US/EU Q2 GDP , Q2 earning from

Date	Event	Forecast	Previous
07/29	MBA Mortgage Applications	--	0.041
07/29	Advance Goods Trade Balance	-\$75.1b	-\$74.3b
07/29	Wholesale Inventories MoM	(0.003)	(0.012)
07/29	Retail Inventories MoM	--	(0.061)
07/29	Pending Home Sales MoM	0.145	0.443
07/29	Pending Home Sales NSA YoY	--	(0.104)
07/30	FOMC Rate Decision (Upper Bound)	0.003	0.003
07/30	FOMC Rate Decision (Lower Bound)	--	--
07/30	Interest Rate on Excess Reserves	0.001	0.001
07/30	Revisions: GDP	--	--
07/30	GDP Annualized QoQ	(0.350)	(0.050)
07/30	Personal Consumption	(0.345)	(0.068)
07/30	GDP Price Index	--	0.014
07/30	Core PCE QoQ	(0.009)	0.017
07/30	Initial Jobless Claims	1450k	1416k
07/30	Continuing Claims	16200k	16197k
07/30	Bloomberg Consumer Comfort	--	44.700
07/31	Personal Income	(0.006)	(0.042)

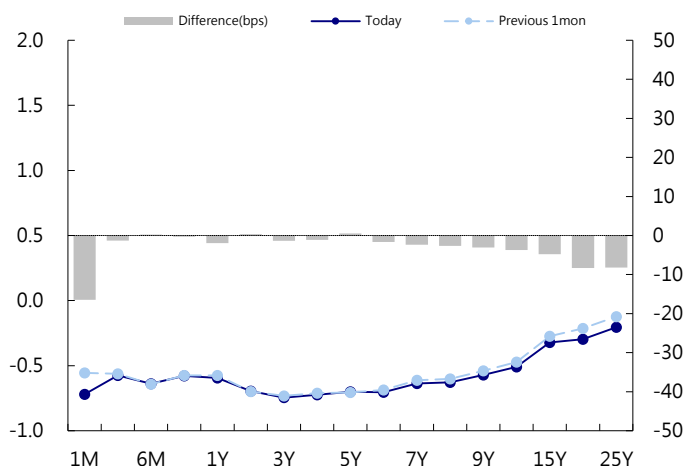
US Treasury Curve



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	2.63%	2.41%	0.34	(0.59)
CGB 10Y	2.93%	2.82%	2.03	(0.07)
CGB 20Y	3.45%	3.03%	--	(0.04)
Chinese Renminbi Spot	7.00	7.00	-0.03%	0.03 %
USDCNY 1M Forward	7.02	7.01	(0.03)%	0.05 %
USDCNY 3M Forward	7.04	7.04	(0.03)%	0.06 %
USDCNY 6M Forward	7.07	7.07	(0.02)%	0.06 %
	7D Repo	3M Shibor	7D Repo	3M Shibor
CNY IRS 1Y	2.35%	2.635%	3.00	2.50
CNY IRS 2Y	2.42%	2.765%	4.00	2.50
CNY IRS 3Y	2.505%	2.915%	4.50	3.50
CNY IRS 4Y	2.59%	3.04%	5.00	3.50
CNY IRS 5Y	2.66%	3.145%	5.00	3.50

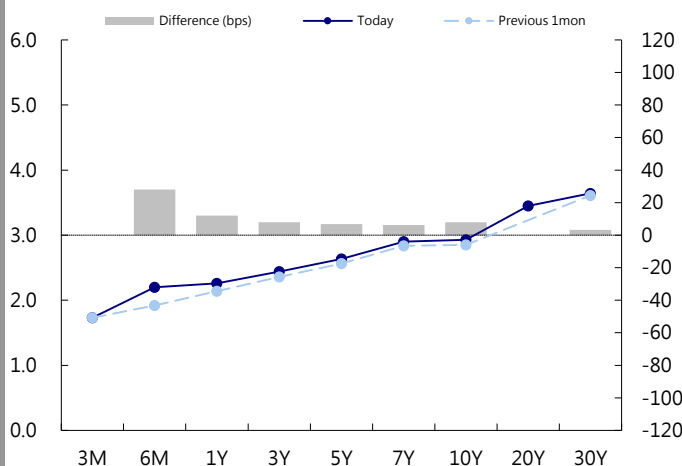
Benchmarks	Value	Net Change (bps)
SDBC 3.03 01/18/22	2.75%	5.000
SDBC 3.68 02/26/26	3.32%	1.999
SDBC 3.48 01/08/29	3.55%	3.500
SDBC 3 1/2 11/04/46	3.76%	3.000
CNH CCS 3M	2.27%	(12.76)
CNH CCS 6M	2.27%	(8.07)
CNH CCS 12M	2.24%	(4.86)
CNH CCS 3Y	2.16%	(4.31)
CNH CCS 5Y	2.11%	(2.37)

Date	Event	Forecast	Previous
07/31	Composite PMI	--	54.200
07/31	Manufacturing PMI	50.700	50.900
07/31	Non-manufacturing PMI	54.500	54.400

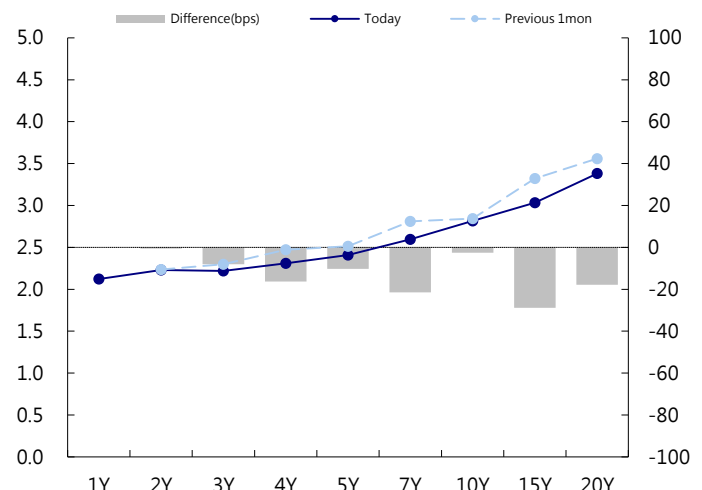
China Bond Market

Regarding bond market, The Chinese bond market continued its weakness in early trading on Tuesday, due to concerns about the supply of local government bonds. In addition, the stock market rebounded for the second consecutive day after adjustment, which also suppressed bond market sentiment. In the inter-bank market, the 10-year government bond yield rose by more than 3 bp, the 10-year government bond yield rose by about 2 bp, and the main 10-year bond futures contract of the China Financial Exchange fell nearly 0.3%. In terms of exchange rate, The RMB against the US dollar hit a new high of nearly a week in early trading on Tuesday and then fell back. Traders said that the virus in the United States is still worsening, and the market expects that the Fed will increase its easing policy. The US dollar index will continue to fall, and non-US currencies will benefit from rising; short-term RMB may fluctuate with the US index.

Onshore CNY Government Bond Curve



Offshore CNH Government Bond Curve



Taiwan Bond Market

Taiwan Market data

Benchmarks	Value	Net Change (bps)
TWGB 5Y	0.31%	(0.60)
TWGB 10Y	0.42%	(0.70)
USD/TWD	29.31	(0.24)%
EUR/TWD	34.38	(0.08)%
HKD/TWD	3.78	(0.39)%
VNY/TWD	4.18	(0.18)%
TWD Overnight Rate	0.08%	(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

Treasury yield continues to trade at the lower bound of range. The strong demand reflected excess liquidity in the market. Strong demand for TWD currency continues to drive its rate against USD higher, provided supports for government bonds market. 10YR treasury yields closed at 0.428%.

Taiwan Bond Primary Market

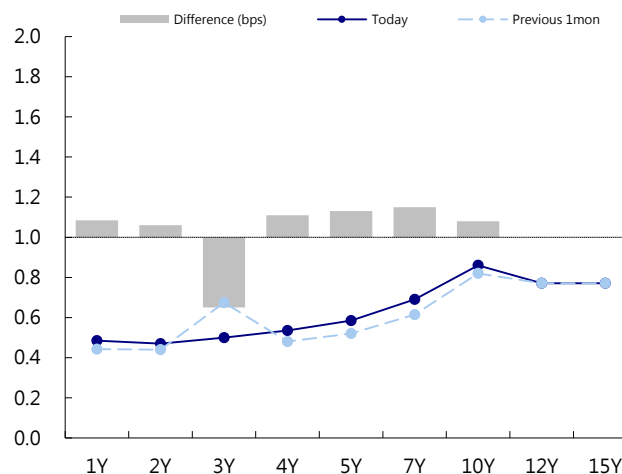
Announcements of Corporate Bonds Issuances approved by the Board of Directors on 27th July : None.
Bonds issued on 28th July : None.

Date	Event	Forecast	Previous
07/31	GDP YoY		1.6%

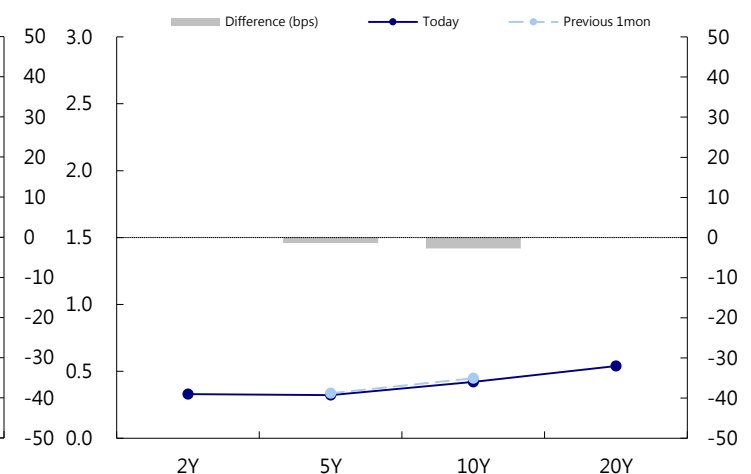
Money Market

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 0.34%-0.37%.

TWD IRS Curve



Taiwan Government Bond Yield curve



Disclaimer

Sinopac Securities Corp ("Sinopac Sec") does and seeks to do business with companies covered in its research reports. As a result, investors should be aware that Sinopac Sec may have a conflict of interest that could affect the objectivity of this report. Sinopac Sec regularly trades, generally deals as principal and generally provides liquidity (as market maker or otherwise) in the debt securities that are the subject of this research report (and related derivatives thereof). Sinopac Sec trading desks may have either a long and / or short position in such securities, other financial instruments and / or derivatives, which may pose a conflict with the interests of investing customers. To the extent that any historical pricing information was obtained from Sinopac Sec trading desks, the firm makes no representation that it is accurate or complete. All levels, prices and spreads are historical and do not necessarily represent current market levels, prices or spreads, some or all of which may have changed since the publication of this document. Sinopac Sec makes no guarantee that any recommendation and information provided is accurate or complete.

Global Locations

Hong Kong

SinoPac Securities (Asia) Ltd.
7th Floor, Lee Garden Three,
1 Sunning Road,
Causeway Bay, Hong Kong
Tel: +852-2586-8362
Toll Free : 0080-185-6674(Taiwan)
Fax: +852-2586-8399

Shanghai

SinoPac Securities (Asia) Limited
Suite 2405, Hua Xia Bank Tower,
256 South Pudong Road, Shanghai
People's Republic of China
Tel: +86-21-6886-5358
Fax: +86-21-6886-5969

London

SinoPac Securities (Europe) Ltd.
6 Lloyd's Avenue,
London EC3N 3AX,
United Kingdom,
Registered in England and Wales No. 3766464
Tel: +44-20-7614-9999
Fax: +44-20-7614-9979

Taipei

SinoPac Securities Corporation
17F · 2 Chung Ching S. Road · Sec 1
Taipei 100 ·
Taiwan
Tel: +886-2-2382-8219/2312-3866
Fax: +886-2-2382-3464

Contact Us

SinoPac Securities Corp
www.taiwanresearch.com
fixedincome@sinopac.com
Bloomberg page: SIAL