

US & Europe Bond Markets

Govt, Equity, FX and Credit Benchmark & Economic Statistics

Benchmarks	Value	Net Change (bps)
UST 5Y	0.24%	0.63
UST 10Y	0.58%	1.48
UST 30Y	1.26%	2.21
Bund 5Y	-0.71%	(2.30)
Bund 10Y	-0.53%	(1.70)
Bund 30Y	-0.1%	(1.20)
DOW JONES	27791.44	1.30 %
NASDAQ	10968.36	(0.39)%
S&P 500	3360.47	0.27 %
DAX	12687.53	0.10 %
FTSE 100	6050.59	0.31 %
CAC 40	4909.51	0.41 %
EUR/USD	1.17	(0.09)%
USD/JPY	106.04	(0.11)%
USD/CNY	6.95	(0.13)%
US 5Y CDS	--	--
Germany 5Y CDS	12.14	0.52
Italy 5Y CDS	145.52	--
Spain 5Y CDS	--	--
Portugal 5Y CDS	--	--
France 5Y CDS	18.34	(0.07)
Japan 5Y CDS	17.20	0.17
China 5Y CDS	41.17	0.08
Korea 5Y CDS	23.48	--

US & European Bond Markets

US & European Government Bond :

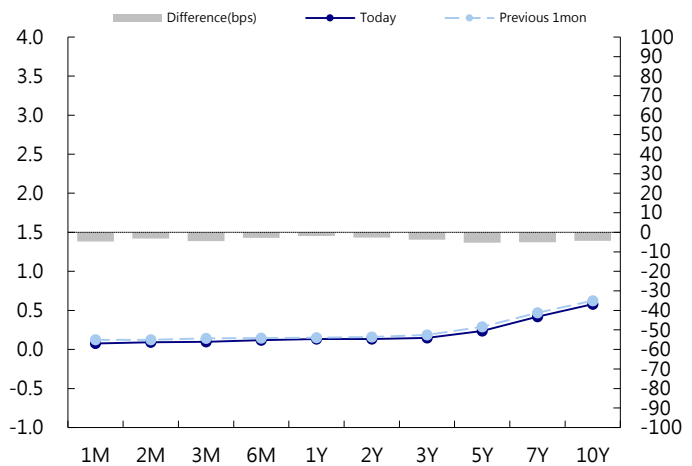
Treasuries ended lower with the curve steeper after surrendering gains during U.S. morning then idling. Bond sectors led the move as corporate bond offerings started to add up, several with long-dated tranches. In total 12 names came to market, raising around \$15 billion. Dollar swap spreads widened slightly into the move, consistent with issuance-related paying flows weighing on back end of the curve. Yields ended little changed at front end, cheaper by up to 1.5bp across 20- to 30-year sectors, steepening 2s10s, 5s30s by ~1bp each; 10-year yields ended around 0.57%, cheaper by ~1bp on the day.

US & European Corporate Bonds:

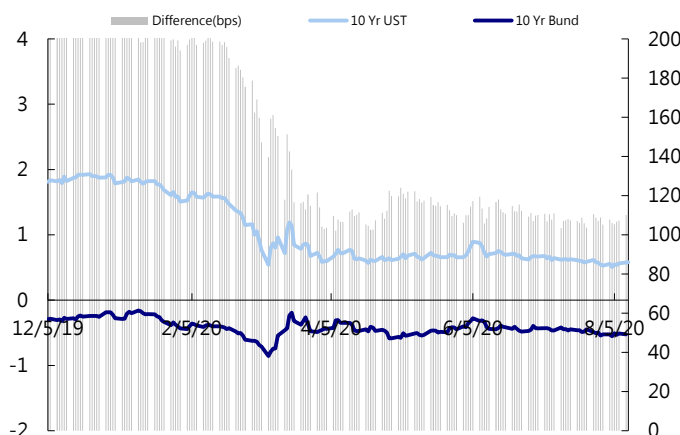
Market extended yesterday loss led by Tech tension as US moves to ban business with Chinese app and tighten regulation for China stock listings. As a result, TMT names led the wave of selling followed by T2/Leasing/SOE. TENCNT 30 dn 7bp, XIAOMI 30s dn +210, WB 30 dn +216. QDHTCO 23n (FPG 3.35%) was trading two-way today. Investors were also trimming risk ahead of NFP and employment data tonight.

Date	Event	Forecast	Previous
08/11	NFIB Small Business Optimism	100.400	100.600
08/11	PPI Final Demand MoM	0.003	(0.002)
08/11	PPI Ex Food and Energy MoM	0.001	(0.003)
08/11	PPI Ex Food, Energy, Trade MoM	0.002	0.003
08/11	PPI Final Demand YoY	(0.007)	(0.008)
08/11	PPI Ex Food and Energy YoY	--	0.001
08/11	PPI Ex Food, Energy, Trade YoY	--	(0.001)
08/12	MBA Mortgage Applications	--	(0.051)
08/12	Real Avg Weekly Earnings YoY	--	0.046
08/12	Real Avg Hourly Earning YoY	--	0.043
08/12	CPI MoM	0.003	0.006
08/12	CPI Ex Food and Energy MoM	0.002	0.002
08/12	CPI YoY	0.007	0.006
08/12	CPI Ex Food and Energy YoY	0.011	0.012
08/12	CPI Index NSA	258.545	257.797
08/12	CPI Core Index SA	266.585	266.065
08/13	Monthly Budget Statement	-\$151.5b	-\$119.7b
08/13	Import Price Index MoM	0.006	0.014

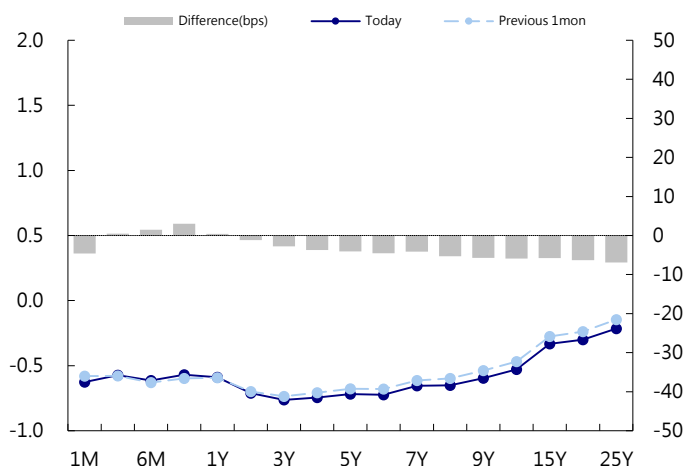
US Treasury Curve



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	2.76%	2.45%	(2.51)	--
CGB 10Y	2.96%	2.85%	(3.51)	--
CGB 20Y	3.51%	3.12%	--	(0.01)
Chinese Renminbi Spot	6.95	6.95	0.13%	0.14%
USDCNY 1M Forward	6.97	6.97	0.13%	0.14%
USDCNY 3M Forward	6.99	7.00	0.13%	0.15%
USDCNY 6M Forward	7.03	7.04	0.13%	0.11%
	7D Repo	3M Shibor	7D Repo	3M Shibor
CNY IRS 1Y	2.39%	2.735%	(3.00)	(5.00)
CNY IRS 2Y	2.455%	2.87%	(4.00)	(5.50)
CNY IRS 3Y	2.545%	3.025%	(4.50)	(6.00)
CNY IRS 4Y	2.62%	3.15%	(4.50)	(5.50)
CNY IRS 5Y	2.685%	3.25%	(5.00)	(5.50)

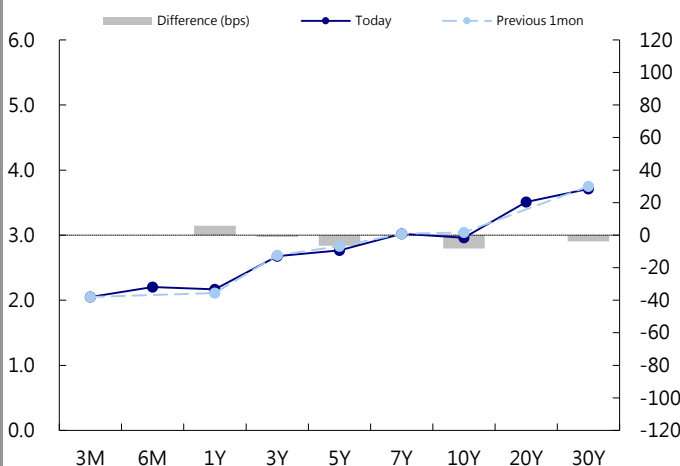
Benchmarks	Value	Net Change (bps)
SDBC 3.03 01/18/22	2.75%	-0.001
SDBC 3.68 02/26/26	3.33%	7.252
SDBC 3.48 01/08/29	3.57%	1.020
SDBC 3 1/2 11/04/46	3.83%	18.240
CNH CCS 3M	2.85%	22.13
CNH CCS 6M	2.74%	16.62
CNH CCS 12M	2.59%	11.43
CNH CCS 3Y	2.35%	6.03
CNH CCS 5Y	2.25%	6.03

Date	Event	Forecast	Previous
08/14	New Home Prices MoM	--	0.006
08/14	Industrial Production YoY	0.052	0.048
08/14	Industrial Production YTD YoY	(0.004)	(0.013)
08/14	Retail Sales YoY	0.001	(0.018)
08/14	Retail Sales YTD YoY	(0.090)	(0.114)
08/14	Fixed Assets Ex Rural YTD YoY	(0.016)	(0.031)
08/14	Property Investment YTD YoY	0.025	0.019
08/14	Surveyed Jobless Rate	0.057	0.057

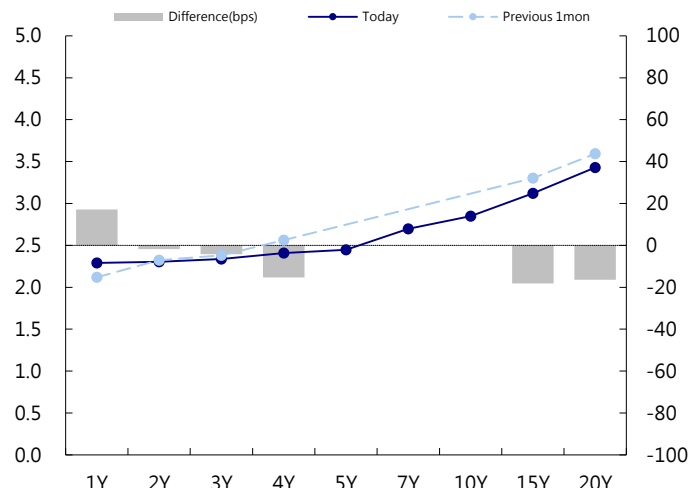
China Bond Market

Regarding bond market, The Chinese bond market was clearly improving on Monday, with 10-year active bond yields falling 3-5 bp, and treasury bond futures also closed sharply higher. Traders said that there were no obvious news stimulus factors throughout the day, but the recent deterioration in China-US relations and the obvious decline in core CPI year-on-year growth in July may trigger short covering, thereby supporting the bond market. In terms of exchange rate, The RMB against the U.S. dollar contracted on Monday and closed down to a low of nearly a week. Traders said that China and the United States continue to engage in antagonism and extend to more areas. Market sentiment is cautious, while U.S. employment data is higher than expected. The U.S. index temporarily stabilizes the RMB under pressure. We still need to pay attention to the progress of China-U.S. relations and the first phase of the weekend.

Onshore CNY Government Bond Curve



Offshore CNH Government Bond Curve



Taiwan Bond Market

Taiwan Market data

Benchmarks	Value	Net Change (bps)
TWGB 5Y	0.3%	0.30
TWGB 10Y	0.38%	(0.90)
USD/TWD	29.38	(0.25)%
EUR/TWD	34.48	(0.49)%
HKD/TWD	3.79	(0.20)%
VNY/TWD	4.23	0.07 %
TWD Overnight Rate	0.079%	(0.40)
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 bond market. 10YR treasury yields closed at 0.3878%.

Taiwan Bond Primary Market

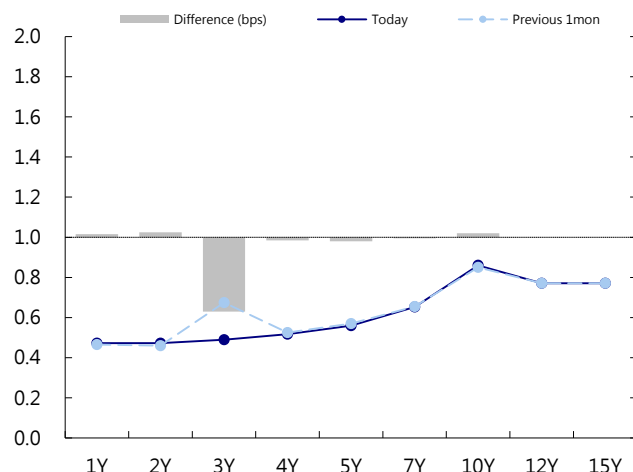
Announcements of Corporate Bonds Issuances approved by the Board of Directors on 10th August : JSL Construction & Development Co., Ltd. plan to issue its NTD 0.3BN 3-year senior secured corporate bonds at a coupon rate of 0.57%. Bonds issued on 11th August : None.

Date	Event	Forecast	Previous
08/14	GDP YoY	--	-0.7%

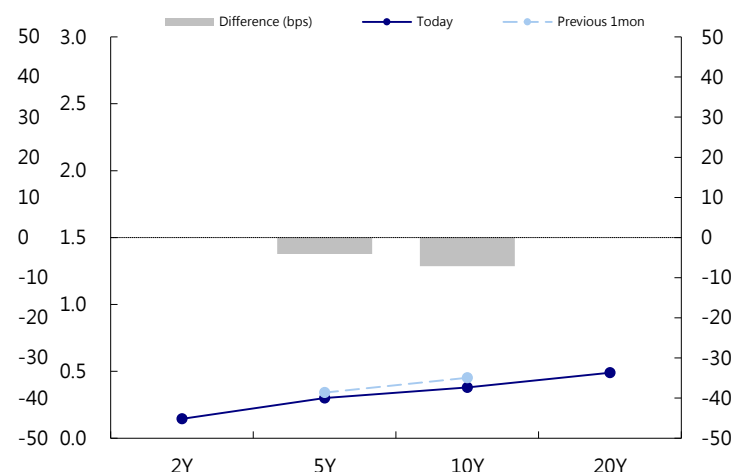
Money Market

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%-0.29%, while corporate bond repo rate at 0.33%-0.36%.

TWD IRS Curve



Taiwan Government Bond Yield curve



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