

# US & Europe Bond Markets

## Govt, Equity, FX and Credit Benchmark & Economic Statistics

Benchmarks	Value	Net Change (bps)
UST 5Y	0.3%	5.07
UST 10Y	0.72%	8.33
UST 30Y	1.47%	10.98
Bund 5Y	-0.69%	1.50
Bund 10Y	-0.47%	1.60
Bund 30Y	-0.03%	2.30
DOW JONES	28133.31	(0.56)%
NASDAQ	11313.13	(1.27)%
S&P 500	3426.96	(0.81)%
DAX	12842.66	(1.65)%
FTSE 100	5799.08	(0.88)%
CAC 40	4965.07	(0.89)%
EUR/USD	1.18	(0.02)%
USD/JPY	106.36	0.11 %
USD/CNY	6.84	(0.09)%
US 5Y CDS	--	--
Germany 5Y CDS	11.07	(0.12)
Italy 5Y CDS	132.05	0.74
Spain 5Y CDS	--	--
Portugal 5Y CDS	--	--
France 5Y CDS	17.23	(0.35)
Japan 5Y CDS	17.30	(0.43)
China 5Y CDS	35.29	0.72
Korea 5Y CDS	21.55	--

## US & European Bond Markets

### US & European Government Bond :

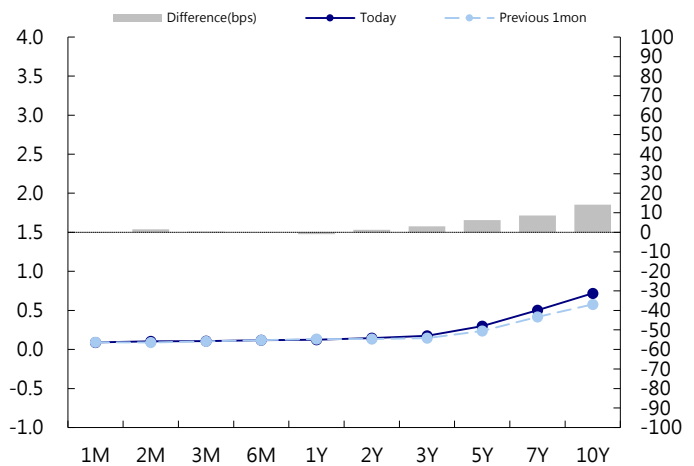
Treasuries aggressively bear-steepened Friday following solid August employment data. Losses were then extended through U.S. afternoon as dealers prepared to underwrite next week's Treasury coupon supply along with an expected surge in new corporate bonds. Yields ended cheaper by 2bp to 10bp across the curve near highest levels of the session with 2s10s steeper by almost 6bp, 5s30s by nearly 5bp; 10-year yields added more than 8bp to ~0.72%, nearly erasing their weekly decline.

### US & European Corporate Bonds:

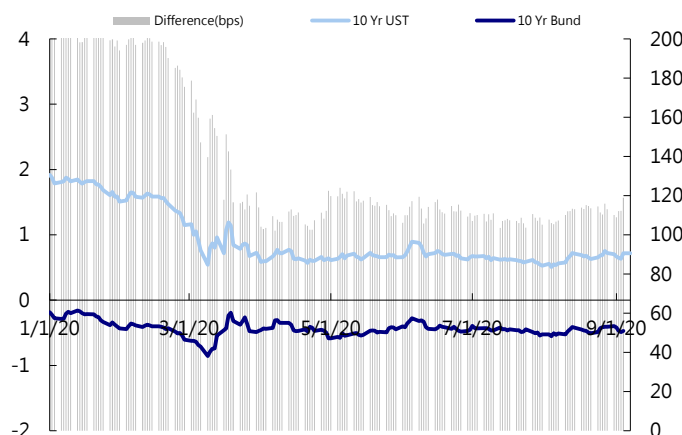
Tone still weak in the credit market as overnight session risk off continued. US equity loss in consecutive 2 days leading by big tech like AAPL/TESLA, which just reach record high few days before. Treasury jumps dramatically by 8~11 bps in long end for upcoming treasuries auction and new issues after labor day. Stock of big techs were skyrocketed amid low volatility in summer vacation, and lots of investor bought in call option on thoes stock for betting the momentum will continue and that increase the volatility. All the expectations were broken after profit taking for the coming of US election and end of holidays. However, those kind of correction are fast and not deep since March, because that the bottom

Date	Event	Forecast	Previous
09/08	NFIB Small Business Optimism	99.000	98.800
09/09	Consumer Credit	\$12.900b	\$8.948b
09/09	MBA Mortgage Applications	--	(0.020)
09/09	JOLTS Job Openings	6000.000	5889.000
09/10	PPI Final Demand MoM	0.002	0.006
09/10	PPI Ex Food and Energy MoM	0.002	0.005
09/10	PPI Ex Food, Energy, Trade MoM	0.002	0.003
09/10	PPI Final Demand YoY	(0.003)	(0.004)
09/10	PPI Ex Food and Energy YoY	0.003	0.003
09/10	PPI Ex Food, Energy, Trade YoY	--	0.001
09/10	Initial Jobless Claims	845k	881k
09/10	Continuing Claims	12904k	13254k
09/10	Bloomberg Consumer Comfort	--	45.100
09/10	Wholesale Inventories MoM	(0.001)	(0.001)
09/10	Wholesale Trade Sales MoM	--	0.088
09/11	Real Avg Weekly Earnings YoY	--	0.043
09/11	CPI MoM	0.003	0.006
09/11	CPI Ex Food and Energy MoM	0.002	0.006

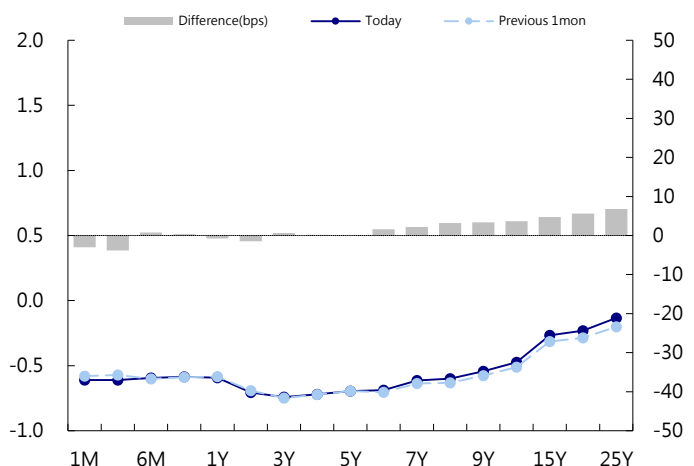
### US Treasury Curve



### 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	3.08%	2.65%	0.73	(0.03)
CGB 10Y	3.12%	2.89%	(0.03)	(0.03)
CGB 20Y	3.61%	3.21%	--	(0.01)
Chinese Renminbi Spot	6.84	6.83	0.06%	0.03 %
USDCNY 1M Forward	6.86	6.85	0.00 %	0.07 %
USDCNY 3M Forward	6.89	6.88	0.00 %	0.02 %
USDCNY 6M Forward	6.92	6.92	0.00 %	0.06 %
	7D Repo	3M Shibor	7D Repo	3M Shibor
CNY IRS 1Y	2.59%	2.99%	3.00	(1.50)
CNY IRS 2Y	2.695%	3.165%	2.50	(0.50)
CNY IRS 3Y	2.8%	3.32%	3.00	(1.50)
CNY IRS 4Y	2.88%	3.455%	3.00	(0.50)
CNY IRS 5Y	2.94%	3.555%	3.50	(0.50)

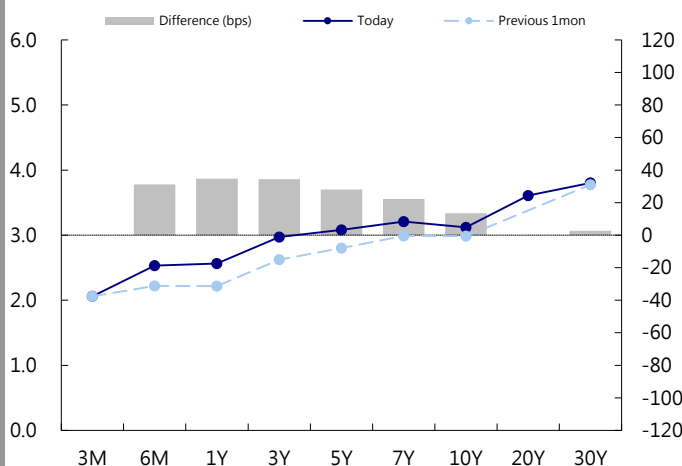
Benchmarks	Value	Net Change (bps)
SDBC 3.03 01/18/22	2.85%	-9.991
SDBC 3.68 02/26/26	3.55%	-5.498
SDBC 3.48 01/08/29	3.67%	-2.500
SDBC 3 1/2 11/04/46	4.17%	0.002
CNH CCS 3M	2.63%	5.35
CNH CCS 6M	2.67%	3.37
CNH CCS 12M	2.65%	3.26
CNH CCS 3Y	2.62%	3.76
CNH CCS 5Y	2.57%	5.36

Date	Event	Forecast	Previous
09/07	Exports YoY CNY	0.124	0.104
09/07	Imports YoY CNY	0.061	0.016
09/07	Exports YoY	0.075	0.072
09/07	Imports YoY	0.002	(0.014)
09/07	Trade Balance CNY	386.00b	442.23b
09/07	Trade Balance	\$49.70b	\$62.33b
09/07	Foreign Reserves	\$3170.50b	\$3154.39b
09/08	Manpower Survey	--	0.030
09/09	PPI YoY	(0.019)	(0.024)
09/09	CPI YoY	0.024	0.027
09/10	Money Supply M0 YoY	--	0.099
09/10	Money Supply M1 YoY	0.070	0.069
09/10	Money Supply M2 YoY	0.107	0.107
09/10	New Yuan Loans CNY	1265.0b	992.7b
09/10	Aggregate Financing CNY	2600.0b	1690.0b
09/10	Foreign Direct Investment YoY CNY	--	0.158

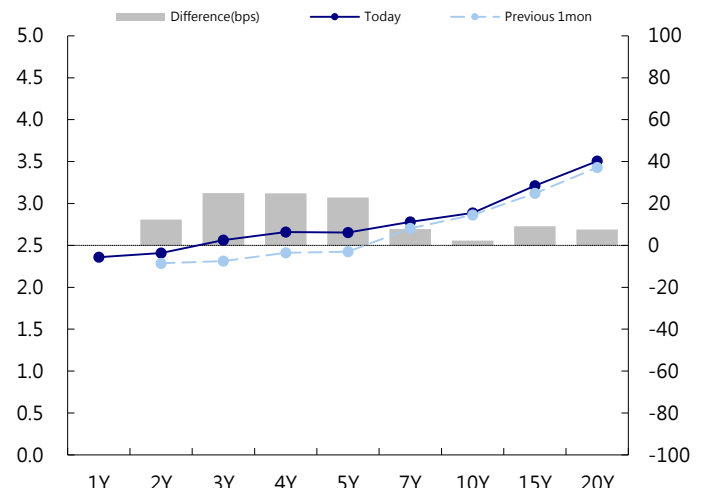
## China Bond Market

Regarding bond market, the Chinese bond market fluctuated and weakened on Friday. Treasury bond futures opened slightly higher and then fell all the way and closed lower. Traders said that due to the overnight U.S. stock market crash and the upturn in U.S. debt, the spot market rose slightly at the beginning of the market. However, due to the lingering supply worries, short positions once again took advantage, futures all the way down, and spot bond yields gradually increased. In terms of exchange rate, The RMB against the U.S. dollar closed down on Friday for three consecutive days, and the trading volume plummeted by nearly 30%. The central parity also turned down and ended the eight-day uptrend. Traders said that the U.S. dollar index rebounded and consolidated gains, and the RMB bulls took more profit, the market's high bullish sentiment gradually calmed down.

### Onshore CNY Government Bond Curve



### Offshore CNH Government Bond Curve



## Taiwan Bond Market

### Taiwan Market data

Benchmarks	Value	Net Change (bps)
TWGB 5Y	0.33%	0.89
TWGB 10Y	0.42%	0.00
USD/TWD	29.44	0.03 %
EUR/TWD	34.79	(0.16)%
HKD/TWD	3.79	(0.21)%
VNY/TWD	4.30	(0.08)%
TWD Overnight Rate	0.083%	0.20
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. However, due to selling pressure from leveraged money in the market, 10YR treasury yields moved higher and closed at 0.42%.

### Taiwan Bond Primary Market

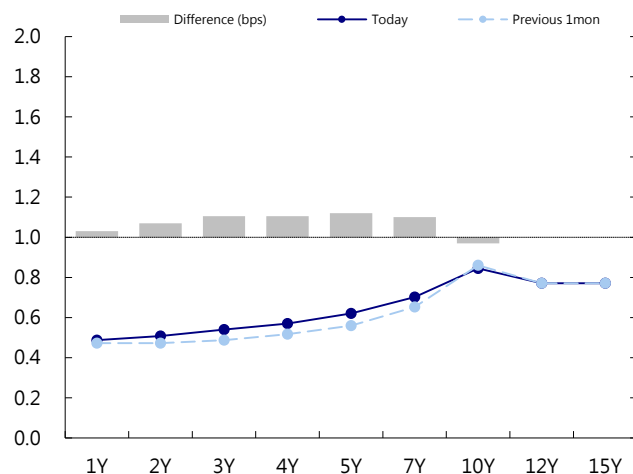
Announcements of Corporate Bonds Issuances approved by the Board of Directors on 4th September : None.  
Bonds issued on 7th September : None.

Date	Event	Forecast	Previous
09/07	Trade Balance	\$6.26b	\$5.37b
09/07	Exports YoY	0.8%	0.4%
09/07	Imports YoY	-0.5%	-6.8%
09/08	Manpower Survey	--	7.0%
09/08	WPI YoY	-8.1%	-9.2%

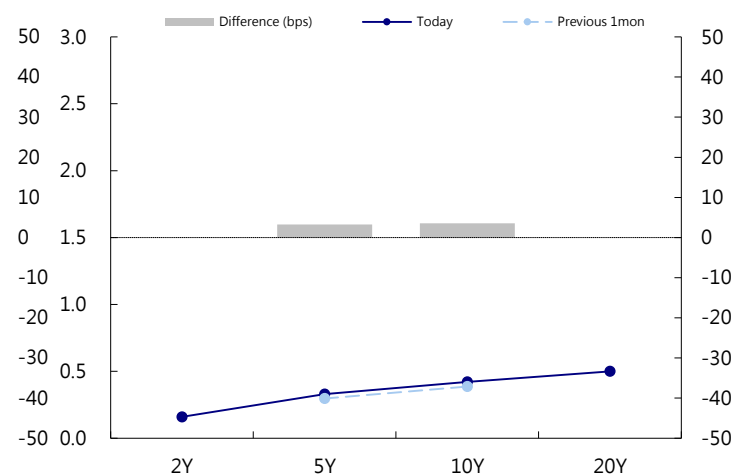
### Money Market

With sufficient fund in the market due to loose monetary policy supported by central bank, we expect repo rates continue to trade within the range, i.e., Govt bond repo rate at 0.22%-0.28%, while corporate bond repo rate at 0.33%-0.36%.

### TWD IRS Curve



### Taiwan Government Bond Yield curve



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