

US & Europe Bond Markets

Govt, Equity, FX and Credit Benchmark & Economic Statistics

Benchmarks	Value	Net Change (bps)
UST 5Y	0.26%	0.00
UST 10Y	0.66%	0.49
UST 30Y	1.43%	1.49
Bund 5Y	-0.73%	(1.00)
Bund 10Y	-0.55%	(1.70)
Bund 30Y	-0.12%	(2.60)
DOW JONES	27452.66	(0.48)%
NASDAQ	11085.25	(0.29)%
S&P 500	3335.47	(0.48)%
DAX	12825.82	(0.35)%
FTSE 100	5897.50	(0.51)%
CAC 40	4832.07	(0.23)%
EUR/USD	1.18	0.45 %
USD/JPY	105.70	0.09 %
USD/CNY	6.81	(0.07)%
US 5Y CDS	--	--
Germany 5Y CDS	11.97	0.63
Italy 5Y CDS	135.76	--
Spain 5Y CDS	--	--
Portugal 5Y CDS	--	--
France 5Y CDS	17.68	(0.72)
Japan 5Y CDS	17.71	(0.01)
China 5Y CDS	49.61	(0.71)
Korea 5Y CDS	26.67	(0.21)

US & European Bond Markets

US & European Government Bond :

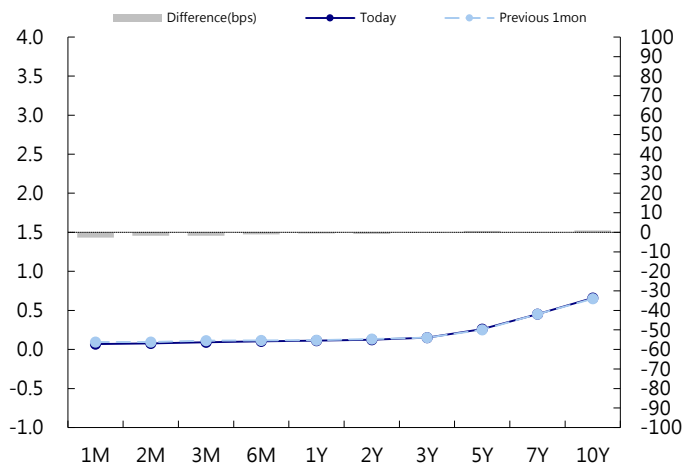
Intermediate Treasuries outperformed as yields across the curve ended within a basis point of Monday's closing levels. Yields edged lower during U.S. morning despite stronger-than-expected September consumer confidence and real-money cash selling. In eurodollar options, demand continued to emerge for downside mid-curve structures ahead of the first presidential debate at 9pm ET. Yields ended lower by ~1bp in 7- to 10-year sector, richening the 2s7s30s fly by 1.1bp as intermediates outperformed; 10-year yields ended around 0.645%, lagging bunds and gilts by ~1bp.

US & European Corporate Bonds:

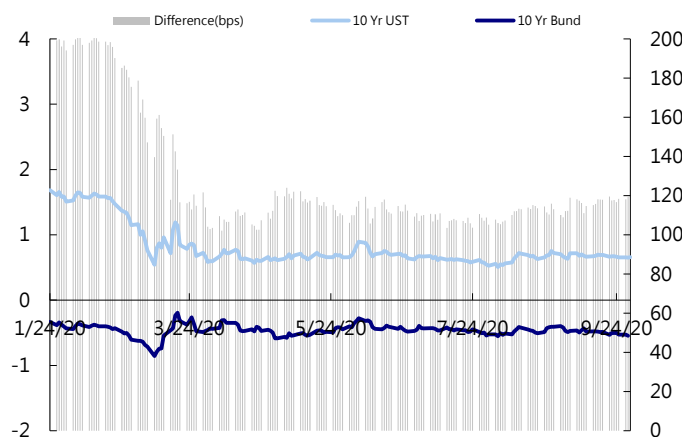
10yr paper caught a bid on the back macro rally and recent underperformance: 5-10bp tighter on average with Hrinth 30N up 282 last (-10). 1-3 tighter in rest of the curve. Rally again led by street mostly, while client flow has been 2 way with buying skewed towards short dated paper. Overall activity light ahead of long weekend.

Date	Event	Forecast	Previous
09/30	MBA Mortgage Applications	--	0.068
09/30	ADP Employment Change	630k	428k
09/30	GDP Annualized QoQ	(0.317)	(0.317)
09/30	Personal Consumption	(0.341)	(0.341)
09/30	GDP Price Index	(0.020)	(0.020)
09/30	Core PCE QoQ	(0.010)	(0.010)
09/30	MNI Chicago PMI	52.000	51.200
09/30	Pending Home Sales MoM	0.030	0.059
09/30	Pending Home Sales NSA YoY	--	0.154
10/01	Challenger Job Cuts YoY	--	1.165
10/01	Initial Jobless Claims	850k	870k
10/01	Continuing Claims	12250k	12580k
10/01	Personal Income	(0.025)	0.004
10/01	Personal Spending	0.008	0.019
10/01	Real Personal Spending	0.005	0.016
10/01	PCE Deflator MoM	0.003	0.003
10/01	PCE Deflator YoY	0.012	0.010
10/01	PCE Core Deflator MoM	0.003	0.003

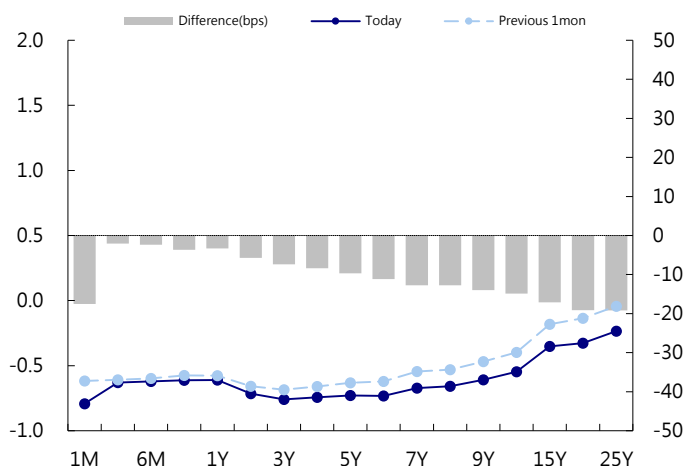
US Treasury Curve



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	2.97%	2.71%	(0.50)	0.79
CGB 10Y	3.12%	2.89%	2.02	0.00
CGB 20Y	3.64%	3.09%	--	(0.01)
Chinese Renminbi Spot	6.81	6.81	0.07%	0.05 %
USDCNY 1M Forward	6.82	6.83	0.13 %	0.05 %
USDCNY 3M Forward	6.85	6.86	0.14 %	0.07 %
USDCNY 6M Forward	6.89	6.90	0.13 %	0.06 %
	7D Repo	3M Shibor	7D Repo	3M Shibor
CNY IRS 1Y	2.47%	2.94%	3.00	2.50
CNY IRS 2Y	2.575%	3.11%	3.00	3.00
CNY IRS 3Y	2.68%	3.255%	2.50	3.00
CNY IRS 4Y	2.765%	3.37%	3.00	4.00
CNY IRS 5Y	2.84%	3.47%	3.00	3.50

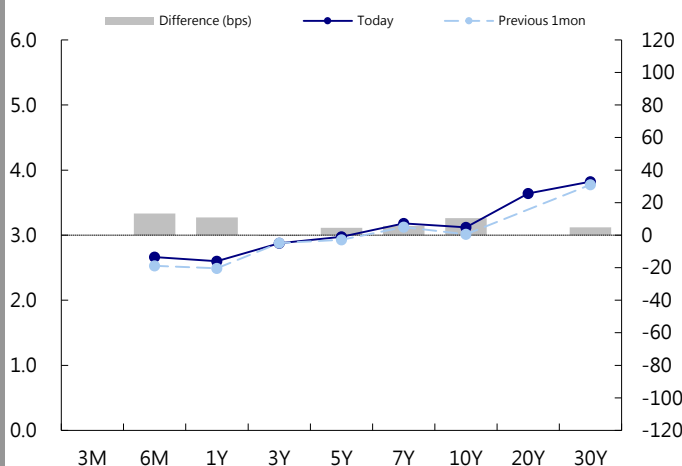
Benchmarks	Value	Net Change (bps)
SDBC 3.03 01/18/22	2.95%	2.002
SDBC 3.68 02/26/26	3.51%	4.430
SDBC 3.48 01/08/29	3.74%	0.010
SDBC 3 1/2 11/04/46	4.16%	0.050
CNH CCS 3M	2.73%	(18.50)
CNH CCS 6M	2.67%	(9.98)
CNH CCS 12M	2.59%	(3.97)
CNH CCS 3Y	2.61%	0.98
CNH CCS 5Y	2.55%	(1.65)

Date	Event	Forecast	Previous
09/30	Composite PMI	--	54.500
09/30	Manufacturing PMI	51.300	51.000
09/30	Non-manufacturing PMI	54.700	55.200
09/30	Caixin China PMI Mfg	53.100	53.100

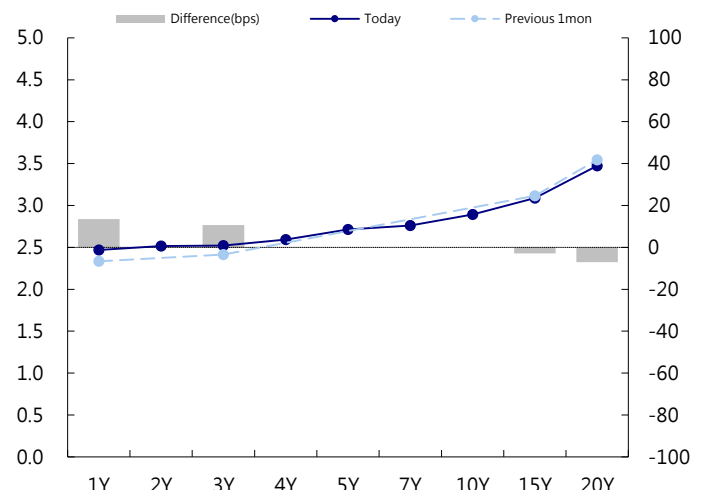
China Bond Market

Regarding bond market, The People's Bank of China injected 100b yuan into the banking system using 14-day reverse repurchase agreements on Tuesday. The weighted average interest rate for the overnight repurchase of banks has rebounded by about 30 basis points from the low point yesterday, and the 7-day rates rose to nearly 2.4%, which is a new high since the first quarter of this year. The bond market was weak. The yield of active 10-year Treasury bonds rose by more than 2 basis points, and futures also decreased. After the CNY weakened in the morning, it continued to fluctuate within a narrow range around 6.82 yuan.

Onshore CNY Government Bond Curve



Offshore CNH Government Bond Curve



Taiwan Bond Market

Taiwan Market data

Benchmarks	Value	Net Change (bps)
TWGB 5Y	0.29%	0.00
TWGB 10Y	0.4%	(1.10)
USD/TWD	28.97	(0.36)%
EUR/TWD	34.05	0.25 %
HKD/TWD	3.74	(0.44)%
VNY/TWD	4.25	(0.20)%
TWD Overnight Rate	0.081%	(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 bonds market. 10YR treasury yields moved lower and closed at 0.3964%.

Taiwan Bond Primary Market

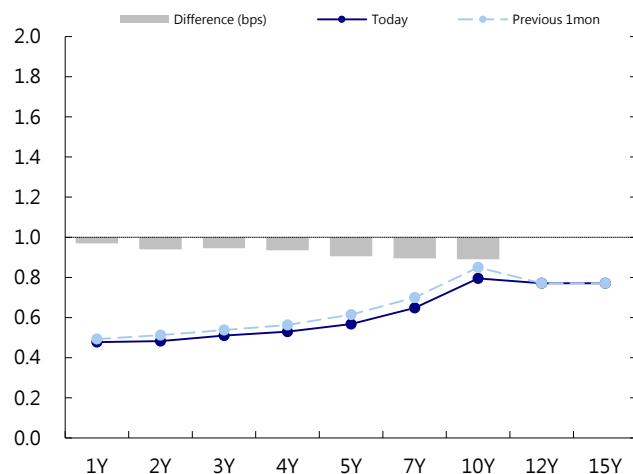
Announcements of Corporate Bonds Issuances approved by the Board of Directors on 29th September : None.
Bonds issued on 30th September : Hwatai Bank issued NTD 1BN of 7-year subordinated bank debentures at a coupon rate of 1.25%.

Date	Event	Forecast	Previous
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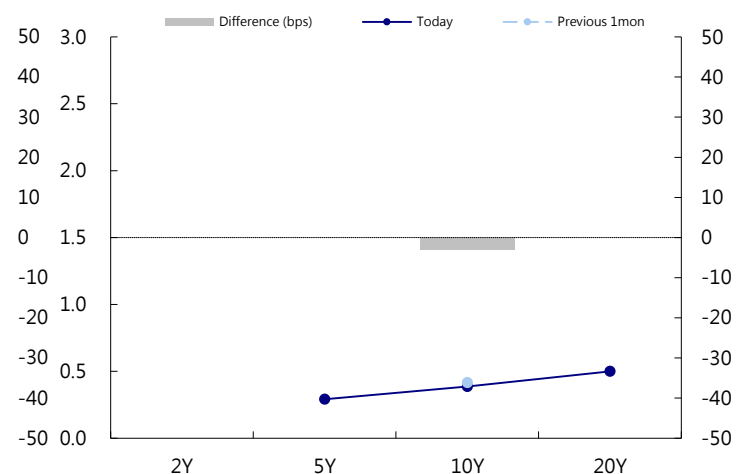
Money Market

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 0.21%-0.28%, while corporate bond repo rate at 0.33%-0.36%.

TWD IRS Curve



Taiwan Government Bond Yield curve



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