

US & Europe Bond Markets

Govt, Equity, FX and Credit Benchmark & Economic Statistics

| Benchmarks | Value | Net Change (bps) |
|-----------------|----------|------------------|
| UST 5Y | 0.39% | 2.09 |
| UST 10Y | 0.87% | 4.25 |
| UST 30Y | 1.57% | 5.42 |
| Bund 5Y | -0.76% | (0.10) |
| Bund 10Y | -0.58% | 0.20 |
| Bund 30Y | -0.17% | 1.10 |
| | | |
| DOW JONES | 29591.27 | 1.12 % |
| NASDAQ | 11880.63 | 0.22 % |
| S&P 500 | 3577.59 | 0.56 % |
| DAX | 13126.97 | (0.08)% |
| FTSE 100 | 6333.84 | (0.28)% |
| CAC 40 | 5492.15 | (0.07)% |
| | | |
| EUR/USD | 1.18 | (0.44)% |
| USD/JPY | 104.55 | 0.82 % |
| USD/CNY | 6.58 | (0.08)% |
| | | |
| US 5Y CDS | -- | -- |
| Germany 5Y CDS | 11.38 | 0.47 |
| Italy 5Y CDS | -- | -- |
| Spain 5Y CDS | -- | -- |
| Portugal 5Y CDS | -- | -- |
| France 5Y CDS | 17.81 | 0.20 |
| Japan 5Y CDS | 16.23 | (0.51) |
| China 5Y CDS | 31.89 | (0.85) |
| Korea 5Y CDS | 21.75 | (0.08) |

US & European Bond Markets

US & European Government Bond :

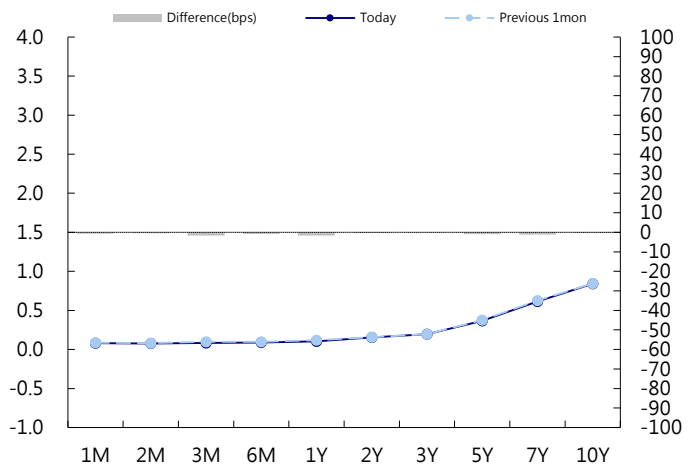
Treasuries advanced Friday, ending a shortened U.S. session near the day' s highs, ahead of Monday' s large month-end duration extension. Yields opened lower when trading resumed after Thursday' s U.S. holiday and declined further on low volume into Sifma-recommended 2pm ET close for cash Treasuries. Yields shed 0.5bp-5bp across the curve, flattening 2s10s by nearly 4bp, 5s30s by 2.5bp; 10-year yields ended 4.4bp lower at ~0.84%, still more than 1bp higher on the week.

US & European Corporate Bonds:

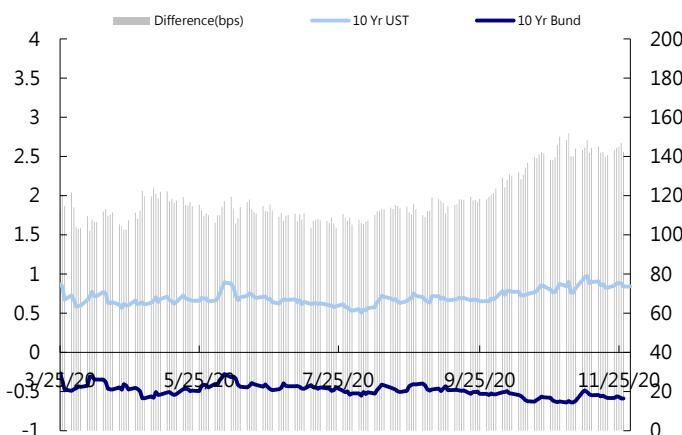
U.S. stocks rose in to a record in thin post-holiday volume as investors assessed valuations with pandemic still raging in parts of Europe and the U.S. US stock rise for 10% more in NOV after uncertainty around US president election end and vaccine came out .Treasuries advanced Friday, ending a shortened U.S. session near the day' s highs, ahead of Monday' s large month-end duration extension , 10-year yields ended 4.4bp lower at 0.84%.Month-end flows may continue to underpin long end of the curve through Monday ' s close for Bloomberg Barclays Treasury Index rebalancing has been estimated to result in 0.16yr duration extension, which was biggest since 2009.To sum up , Investors were all

| Date | Event | Forecast | Previous |
|-------|---------------------------------------|----------|----------|
| 11/30 | MNI Chicago PMI | 59.000 | 61.100 |
| 11/30 | Pending Home Sales MoM | 0.010 | (0.022) |
| 11/30 | Pending Home Sales NSA YoY | -- | 0.219 |
| 11/30 | Dallas Fed Manf. Activity | 15.800 | 19.800 |
| 12/01 | Markit US Manufacturing PMI | 56.700 | 56.700 |
| 12/01 | ISM Manufacturing | 58.000 | 59.300 |
| 12/01 | ISM New Orders | -- | 67.900 |
| 12/01 | ISM Prices Paid | -- | 65.500 |
| 12/01 | ISM Employment | -- | 53.200 |
| 12/01 | Construction Spending MoM | 0.008 | 0.003 |
| 12/01 | Wards Total Vehicle Sales | 16.10m | 16.21m |
| 12/02 | MBA Mortgage Applications | -- | 0.039 |
| 12/02 | ADP Employment Change | 420k | 365k |
| 12/03 | U.S. Federal Reserve Releases Beige B | -- | -- |
| 12/03 | Challenger Job Cuts YoY | -- | 0.604 |
| 12/03 | Initial Jobless Claims | 765k | 778k |
| 12/03 | Continuing Claims | 5811k | 6071k |
| 12/03 | Bloomberg Consumer Comfort | -- | 49.600 |

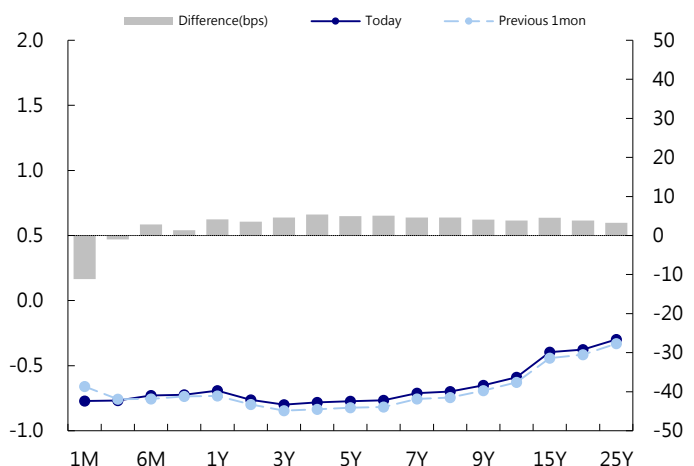
US Treasury Curve



UST V.S. Bund 10Y Yield



Bund Curve



China Bond Market

CNY & CNH Market Data

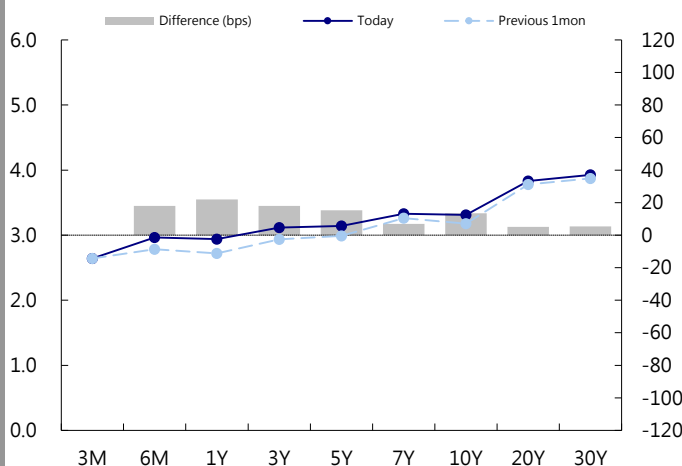
| Benchmarks | Value | | Net Change (bps) | |
|-----------------------|---------|-----------|------------------|-----------|
| | CNY | CNH | CNY | CNH |
| CGB 5Y | 3.14% | 2.59% | (0.74) | (0.04) |
| CGB 10Y | 3.31% | 2.88% | (0.13) | (0.02) |
| CGB 20Y | 3.83% | 3.09% | -- | (0.01) |
| Chinese Renminbi Spot | 6.58 | 6.58 | 0.08% | 0.08% |
| USDCNY 1M Forward | 6.60 | 6.59 | (0.12)% | 0.10% |
| USDCNY 3M Forward | 6.64 | 6.62 | (0.10)% | 0.09% |
| USDCNY 6M Forward | 6.68 | 6.67 | (0.12)% | 0.09% |
| | 7D Repo | 3M Shibor | 7D Repo | 3M Shibor |
| CNY IRS 1Y | 2.655% | 3.27% | (4.00) | (2.50) |
| CNY IRS 2Y | 2.76% | 3.415% | (4.00) | (3.50) |
| CNY IRS 3Y | 2.865% | 3.54% | (3.50) | (4.00) |
| CNY IRS 4Y | 2.94% | 3.625% | (4.00) | (5.00) |
| CNY IRS 5Y | 3.02% | 3.705% | (3.50) | (4.50) |
| Benchmarks | Value | | Net Change (bps) | |
| SDBC 3.03 01/18/22 | 3.09% | | 4.003 | |
| SDBC 3.68 02/26/26 | 3.44% | | 3.501 | |
| SDBC 3.48 01/08/29 | 3.68% | | 2.279 | |
| SDBC 3 1/2 11/04/46 | 4.08% | | 407.570 | |
| CNH CCS 3M | 3.01% | | 4.73 | |
| CNH CCS 6M | 2.92% | | 1.53 | |
| CNH CCS 12M | 2.79% | | 0.11 | |
| CNH CCS 3Y | 2.66% | | (1.32) | |
| CNH CCS 5Y | 2.67% | | 2.88 | |

China Bond Market

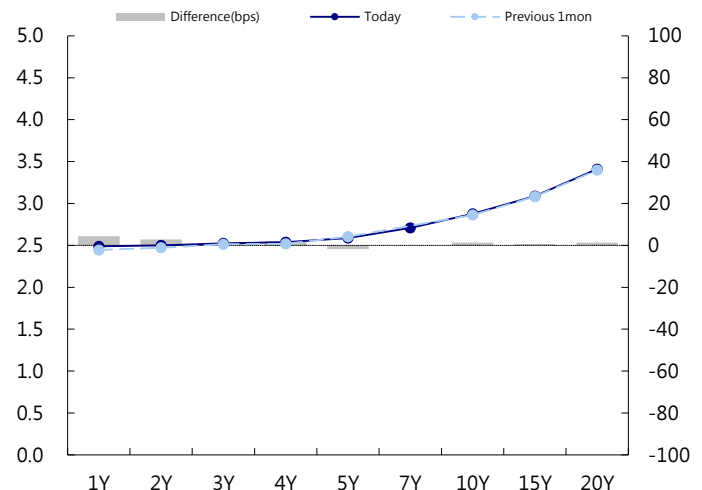
Regarding bond market, China's bond market continued to show a structural divergence trend on Friday. The central bank's open market continued to make net investment. The already loose funds were more abundant. The inter-bank market short bond yields continued to decline slightly. However, risky assets such as stock markets and commodities continued to strengthen. Suppress long-term debt. Compared with spot bonds, China International Financial Exchange's government bond futures were more affected by the stock market in the afternoon, and their performance was weak. In terms of exchange rate, the RMB/USD spot closed on Friday and fell to a new low in more than a week, while the central parity rose slightly. Traders said that the market continues to digest vaccine progress and the US government will smoothly transfer power. The US dollar index is hovering at 92, but the demand for foreign exchange purchases at the end of the month will slightly pressure the yuan; the short-term market lacks focus, and the yuan is expected to continue to fluctuate situation.

| Date | Event | Forecast | Previous |
|-------|-------------------------------------|----------|----------|
| 11/30 | Composite PMI | -- | 55.300 |
| 11/30 | Manufacturing PMI | 51.500 | 51.400 |
| 11/30 | Non-manufacturing PMI | 56.000 | 56.200 |
| 11/30 | 1-Yr Medium-Term Lending Facility R | -- | 0.030 |
| 12/01 | Caixin China PMI Mfg | 53.500 | 53.600 |
| 12/03 | Caixin China PMI Composite | -- | 55.700 |
| 12/03 | Caixin China PMI Services | 56.400 | 56.800 |

Onshore CNY Government Bond Curve



Offshore CNH Government Bond Curve



Taiwan Bond Market

Taiwan Market data

| Benchmarks | Value | Net Change (bps) |
|----------------------|---------|------------------|
| TWGB 5Y | 0.19% | 0.00 |
| TWGB 10Y | 0.27% | (1.89) |
| USD/TWD | 28.52 | (0.49)% |
| EUR/TWD | 33.79 | (0.65)% |
| HKD/TWD | 3.68 | 0.06% |
| VNY/TWD | 4.34 | (0.17)% |
| TWD Overnight Rate | 0.079% | (0.30) |
| 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 0.236%.

Taiwan Bond Primary Market

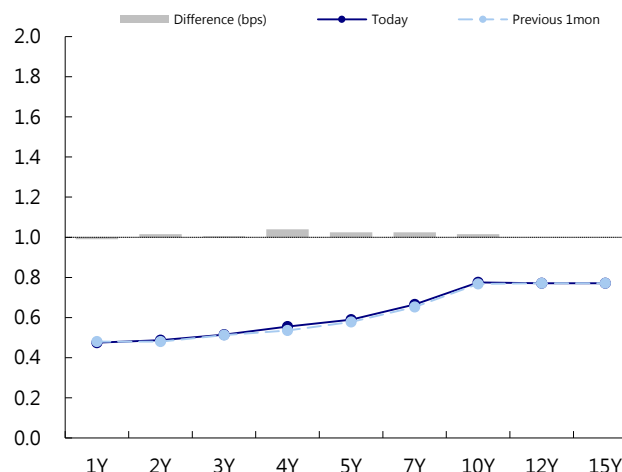
Announcements of Corporate Bonds Issuances approved by the Board of Directors on 27th November : None.
Bonds issued on 30th November : China Development Holding Corporation issued NTD 6BN subordinated corporate bonds in 2 tranches: NTD 1.5BN of 10-year bond at a coupon rate of 1.25%, NTD 4.5BN of 15-year bond at a coupon rate of 1.50%.

Money Market

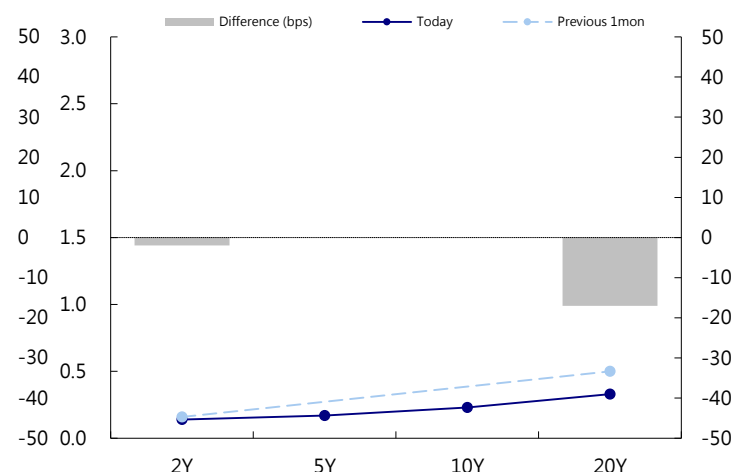
With sufficient fund in the market due to loose monetary policy supported by central bank, we expect repo rates continue to trade within the range, i.e., Govt bond repo rate at 0.18%-0.23%, while corporate bond repo rate at 0.25%-0.30%.

| Date | Event | Forecast | Previous |
|-------|-----------------------|----------|-----------|
| 12/01 | Markit Taiwan PMI Mfg | -- | 5510.0% |
| 12/04 | Foreign Reserves | -- | \$501.24b |

TWD IRS Curve



Taiwan Government Bond Yield curve



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