

US & Europe Bond Markets

Govt, Equity, FX and Credit Benchmark & Economic Statistics

Benchmarks	Value	Net Change (bps)
UST 5Y	0.36%	(0.16)
UST 10Y	0.84%	0.65
UST 30Y	1.57%	0.46
Bund 5Y	-0.75%	1.70
Bund 10Y	-0.57%	1.70
Bund 30Y	-0.17%	1.60
DOW JONES	29638.64	(0.91)%
NASDAQ	12198.74	(0.06)%
S&P 500	3621.63	(0.46)%
DAX	13291.16	(0.33)%
FTSE 100	6266.19	(1.59)%
CAC 40	5518.55	(1.42)%
EUR/USD	1.19	(0.34)%
USD/JPY	104.36	0.34 %
USD/CNY	6.58	0.05 %
US 5Y CDS	--	--
Germany 5Y CDS	10.79	(0.33)
Italy 5Y CDS	--	--
Spain 5Y CDS	--	--
Portugal 5Y CDS	--	--
France 5Y CDS	16.87	(0.48)
Japan 5Y CDS	15.89	0.12
China 5Y CDS	30.83	0.13
Korea 5Y CDS	21.27	(0.21)

US & European Bond Markets

US & European Government Bond :

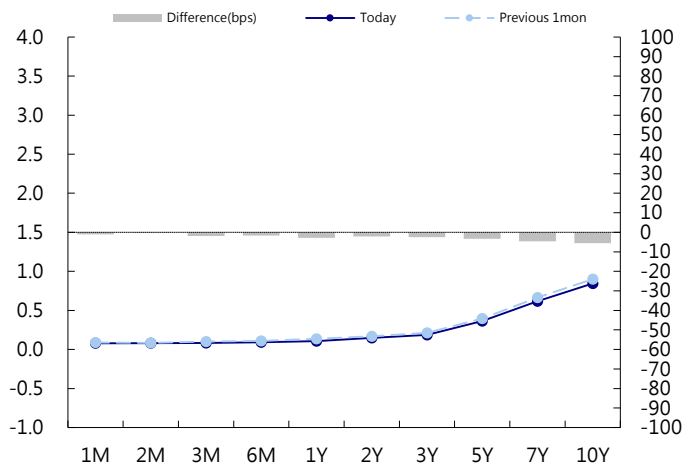
Treasuries ended little changed with the curve steeper as notes out to the five-year were supported by steep gains for Mar22-Sep22 eurodollar futures. Longer maturities ended slightly cheaper despite large month-end index extension, after paring declines. Eurodollar futures volumes soared after announcement that retirement date for 3-month dollar Libor may be extended to mid-2023. Yields declined at the front end while cheapening across 10- to 30-year sectors, steepening 2s10s by 1.2bp, 5s30s by 0.8bp; 10-year ended around 0.84%, near middle of 0.72%-0.975% monthly range.

US & European Corporate Bonds:

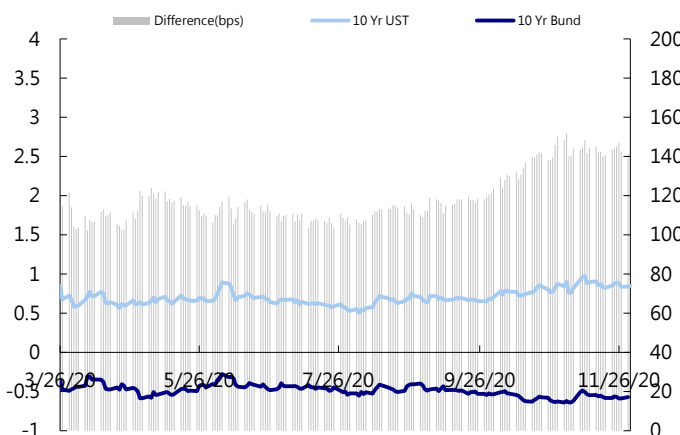
U.S. stocks fell from records as investors assessed the prospects for risk assets and recovery of economy after a blistering month long rally in NOV. Treasuries ended little changed with the curve steeper with front end rallied as Eurodollar futures volumes soared after announcement that retirement date for 3-month dollar Libor may be extended to mid-2023. Credit market were quiet before month end, SINOPE/CNOOC got given 10-20bps wider upon Reuters' news on CNOOC/SMIC to be included in DoD list. While client selling limited in month end and spread widen mostly driven by dealer. I still cautious on CHINA SOE since repricing will

Date	Event	Forecast	Previous
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
12/03	Markit US Services PMI	57.600	57.700
12/03	Markit US Composite PMI	--	57.900
12/03	ISM Services Index	56.000	56.600
12/04	Change in Nonfarm Payrolls	500k	638k

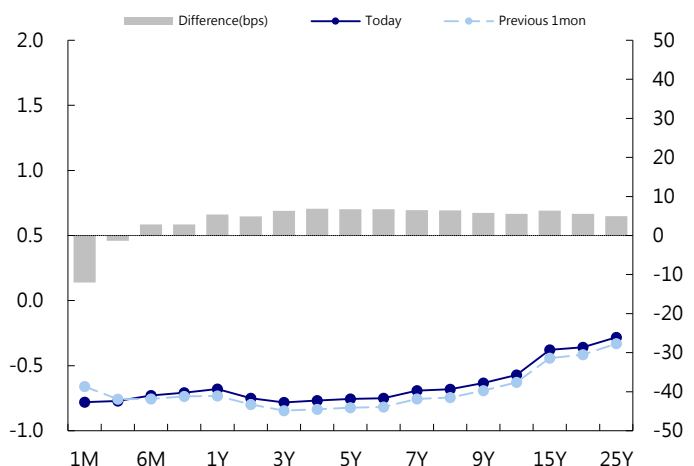
US Treasury Curve



UST V.S. Bund 10Y Yield



Bund Curve



China Bond Market

CNY & CNH Market Data

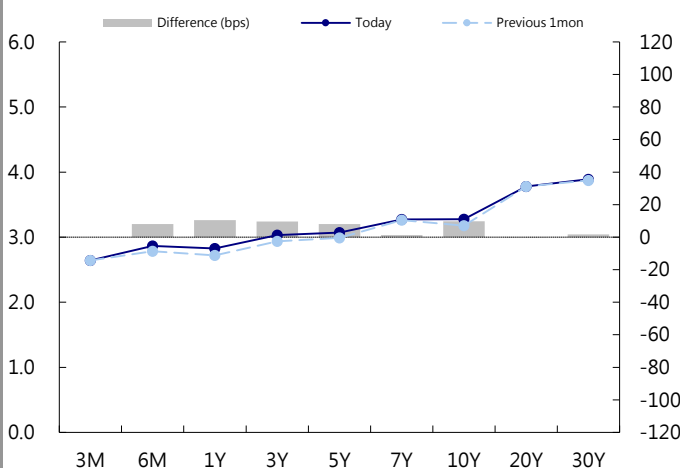
Benchmarks	Value		Net Change (bps)	
	CNY	CNH	CNY	CNH
CGB 5Y	3.07%	2.59%	1.00	--
CGB 10Y	3.28%	2.88%	0.04	1.16
CGB 20Y	3.78%	3.1%	--	(0.01)
Chinese Renminbi Spot	6.58	6.58	-0.05%	0.06 %
USDCNY 1M Forward	6.60	6.60	(0.02)%	0.08 %
USDCNY 3M Forward	6.63	6.63	(0.02)%	0.07 %
USDCNY 6M Forward	6.67	6.67	(0.01)%	0.08 %
	7D Repo	3M Shibor	7D Repo	3M Shibor
CNY IRS 1Y	2.61%	3.12%	(7.00)	(16.50)
CNY IRS 2Y	2.71%	3.26%	(6.50)	(17.50)
CNY IRS 3Y	2.8%	3.38%	(7.50)	(16.00)
CNY IRS 4Y	2.88%	3.48%	(6.50)	(15.00)
CNY IRS 5Y	2.955%	3.57%	(7.00)	(14.00)
Benchmarks	Value		Net Change (bps)	
SDBC 3.03 01/18/22	2.95%		-5.026	
SDBC 3.68 02/26/26	3.36%		2.991	
SDBC 3.48 01/08/29	3.60%		-1.001	
SDBC 3 1/2 11/04/46	4.02%		401.770	
CNH CCS 3M	2.96%		(6.13)	
CNH CCS 6M	2.89%		(5.97)	
CNH CCS 12M	2.76%		(6.20)	
CNH CCS 3Y	2.60%		(4.69)	
CNH CCS 5Y	2.62%		(3.95)	

Date	Event	Forecast	Previous
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

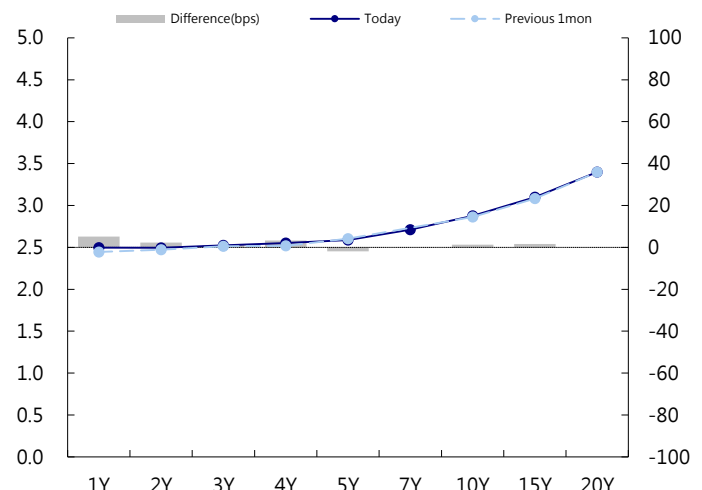
China Bond Market

Regarding bond market, both spot bonds and futures in the Chinese bond market improved significantly on Monday, with yields falling by 6-9 bp as a whole, and treasury bond futures also opened higher. Traders said that while the central bank carried out more than 100 billion yuan of reverse repurchase operations today, it also unexpectedly exceeded expectations by conducting a medium-term loan facility (MLF) operation of 200 billion yuan, which is intended to reduce the pressure on banks' liabilities and maintain liquidity across the year. The bond market sentiment is high; the official manufacturing PMI performed brilliantly in November, but its impact has been overshadowed by the unexpected operation of MLF. In terms of exchange rate, the RMB/USD spot closed down 4 points on Monday to a new low since November 19. The intraday exchange rate once dropped to a new low for more than half a month, and the central parity rate also fell slightly; traders said that the Fed will take more easing measures. Expectations pushed the U.S. dollar index down to a low in more than two years, but there was still a lot of demand for foreign exchange purchases from customer orders at the end of the month. The weak U.S. index did not boost the sentiment of the RMB.

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	0.24%	(1.00)
USD/TWD	28.52	(0.50)%
EUR/TWD	34.08	(0.70)%
HKD/TWD	3.68	(0.38)%
VNY/TWD	4.34	(0.17)%
TWD Overnight Rate	0.079%	(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. 10YR treasury yields moved lower and closed at 0.230%.

Taiwan Bond Primary Market

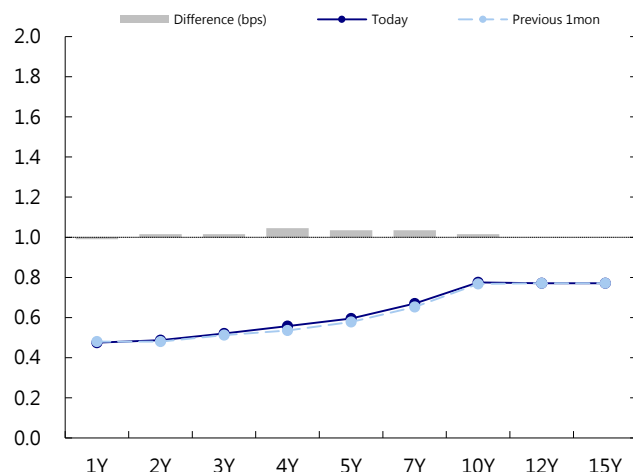
Announcements of Corporate Bonds Issuances approved by the Board of Directors on 30th November : None.
Bonds issued on 1st December : None.

Money Market

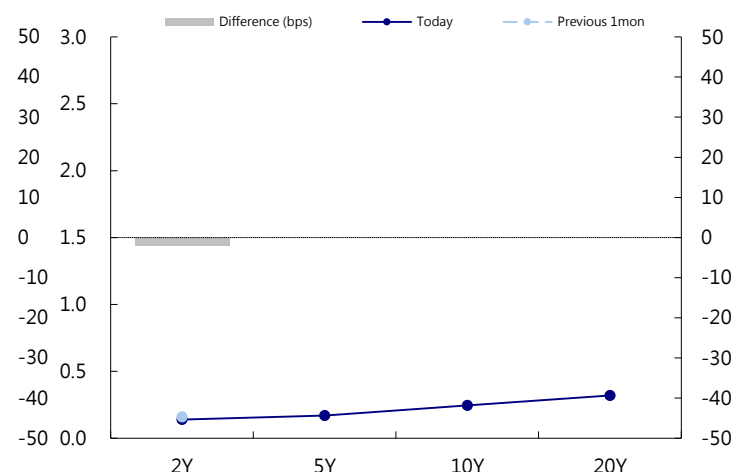
With sufficient fund in the market due to loose monetary policy supported by central bank, we expect repo rates continue to trade within the range, i.e., Govt bond repo rate at 0.18%-0.23%, while corporate bond repo rate at 0.25%-0.30%.

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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