

# US & Europe Bond Markets

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

Benchmarks	Value	Net Change (bps)
UST 5Y	0.37%	0.79
UST 10Y	0.93%	1.82
UST 30Y	1.67%	1.94
Bund 5Y	-0.74%	4.30
Bund 10Y	-0.57%	4.40
Bund 30Y	-0.16%	3.90
DOW JONES	30154.54	(0.15)%
NASDAQ	12658.19	0.50 %
S&P 500	3701.17	0.18 %
DAX	13565.98	1.52 %
FTSE 100	6570.91	0.88 %
CAC 40	5547.68	0.31 %
EUR/USD	1.22	0.10 %
USD/JPY	103.34	(0.03)%
USD/CNY	6.53	0.03 %
US 5Y CDS	--	--
Germany 5Y CDS	10.65	0.10
Italy 5Y CDS	--	--
Spain 5Y CDS	--	--
Portugal 5Y CDS	--	--
France 5Y CDS	16.15	(0.04)
Japan 5Y CDS	15.26	(0.02)
China 5Y CDS	28.15	0.01
Korea 5Y CDS	21.54	(0.01)

## US & European Bond Markets

### US & European Government Bond :

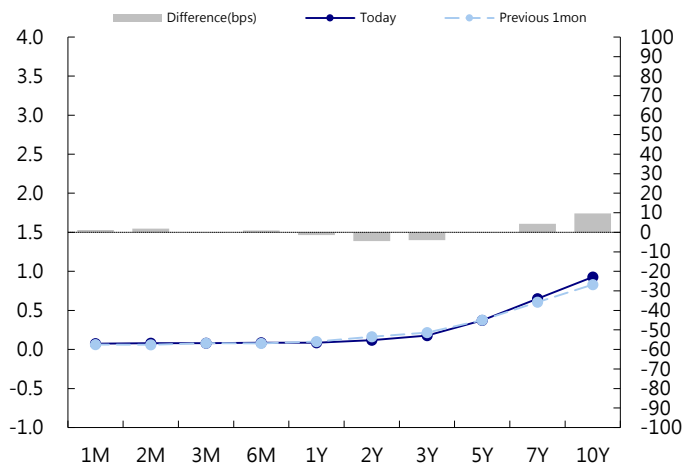
Treasuries held small losses in late U.S. trading Wednesday after unwinding the bear-steepening move sparked by FOMC's decision to leave its asset-purchase program unchanged, rather than increasing its weighted average maturity as some expected. The move was mostly unwound during news conference by Fed Chair Powell, who said policy makers were prepared to increase policy accommodation as needed and remained troubled by disinflation in the economy.

### US & European Corporate Bonds:

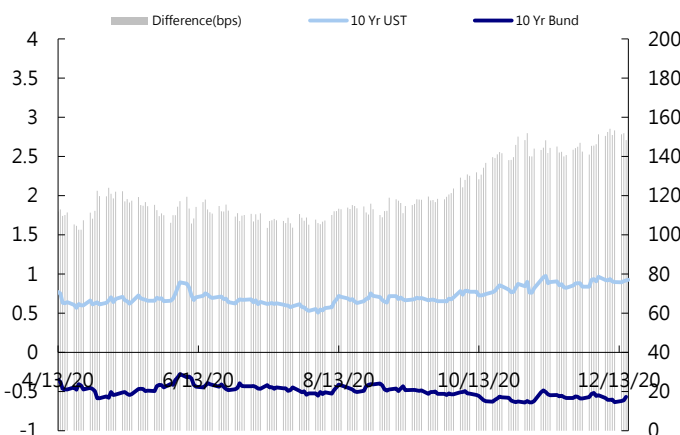
Stocks rose on speculation that lawmakers are getting closer to a stimulus deal aimed at reviving the world's largest economy. Treasuries fell as the Federal Reserve disappointed some traders who expected changes to the composition of bond purchases. Another firm day in credit market with balanced 2 way flow , especially high beta asset outperformed . China AT1 squeezed by buyer to all time low with PNC5 lower than 3.5% and PNC3 lower than 3%. Except for AT1 , PB and AM also chasing on Corporate perp like CKPH / NWDEVL , mark up by 0.25 pts .To sum up , market still feel stable with balanced flow while liquidity will fade out in next few days . Therefore , I wont do block trade to sell or buy in year end's

Date	Event	Forecast	Previous
12/17	FOMC Rate Decision (Upper Bound)	0.003	0.003
12/17	FOMC Rate Decision (Lower Bound)		
12/17	Interest Rate on Excess Reserves	0.001	0.001
12/17	Building Permits	1558k	1545k
12/17	Building Permits MoM	0.009	
12/17	Philadelphia Fed Business Outlook	20.000	26.300
12/17	Housing Starts	1533k	1530k
12/17	Initial Jobless Claims	823k	853k
12/17	Housing Starts MoM	0.002	0.049
12/17	Continuing Claims	5700k	5757k
12/17	Bloomberg Economic Expectations	--	43.000
12/17	Bloomberg Consumer Comfort	--	49.000
12/18	Kansas City Fed Manf. Activity	10.000	11.000
12/18	Current Account Balance	-\$187.4b	-\$170.5b
12/18	Leading Index	0.004	0.007

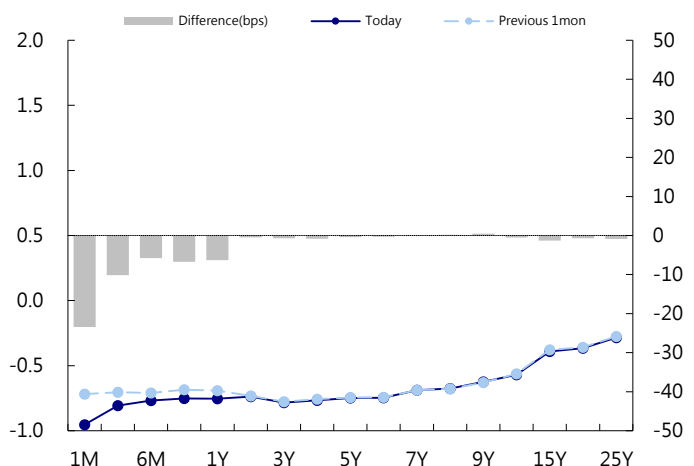
### US Treasury Curve



### 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	3.09%	2.56%	1.50	(0.65)
CGB 10Y	3.29%	3.02%	0.26	(0.04)
CGB 20Y	3.76%	3.11%	--	(0.01)
Chinese Renminbi Spot	6.53	6.51	-0.04%	0.02 %
USDCNY 1M Forward	6.55	6.52	(0.02)%	0.01 %
USDCNY 3M Forward	6.57	6.55	(0.03)%	0.00 %
USDCNY 6M Forward	6.61	6.58	(0.03)%	0.00 %
	7D Repo	3M Shibor	7D Repo	3M Shibor
CNY IRS 1Y	2.57%	2.985%	0.50	0.50
CNY IRS 2Y	2.68%	3.145%	0.50	1.50
CNY IRS 3Y	2.775%	3.27%	1.00	1.50
CNY IRS 4Y	2.86%	3.37%	1.00	1.00
CNY IRS 5Y	2.95%	3.485%	1.00	3.50

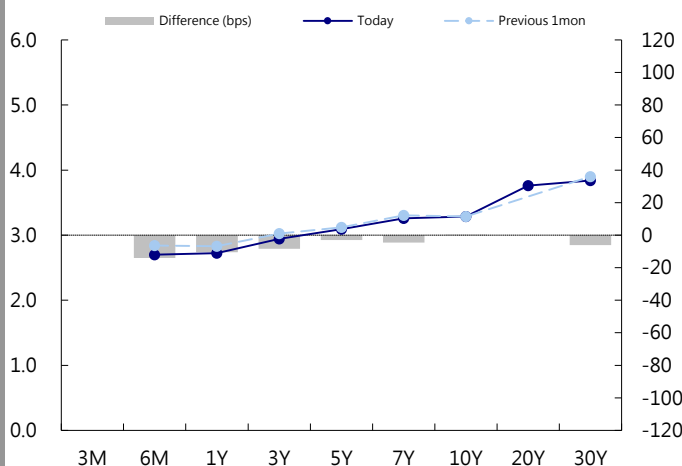
Benchmarks	Value	Net Change (bps)
SDBC 3.03 01/18/22	2.85%	1.249
SDBC 3.68 02/26/26	3.31%	-3.979
SDBC 3.48 01/08/29	3.63%	1.760
SDBC 3 1/2 11/04/46	3.98%	398.300
CNH CCS 3M	2.50%	10.76
CNH CCS 6M	2.45%	8.94
CNH CCS 12M	2.46%	7.69
CNH CCS 3Y	2.47%	10.64
CNH CCS 5Y	2.55%	3.41

Date	Event	Forecast	Previous
12/18	FX Net Settlement - Clients CNY	--	101.5b

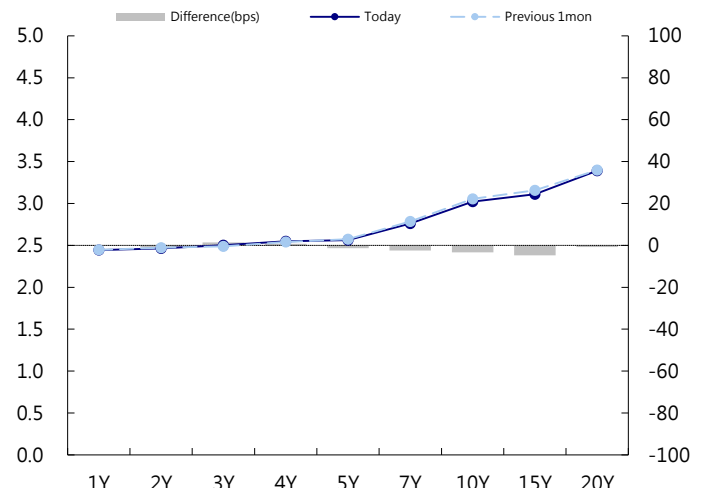
## China Bond Market

Regarding bond market, After the Central Bank of China made a large injection of MLF funds last day, the 1-year AAA-level interbank deposit certificate interest rate on Tuesday experienced the biggest one-day drop since April. The yield of active 10-year Treasury bonds fell slightly for the third consecutive day, and the 1-year yield fell by 4 basis points, a cumulative decline of 10 basis points this week. For the currency market, onshore and offshore CNY market fluctuate for most of the day. CNH met resistance around 6.52, while CNY around 6.54.

### Onshore CNY Government Bond Curve



### Offshore CNH Government Bond Curve



# Taiwan Bond Market

## Taiwan Market data

Benchmarks	Value	Net Change (bps)
TWGB 5Y	0.16%	(0.20)
TWGB 10Y	0.28%	(0.10)
USD/TWD	28.13	(0.59)%
EUR/TWD	34.36	(0.11)%
HKD/TWD	3.63	0.02%
VNY/TWD	4.31	(0.02)%
TWD Overnight Rate	0.079%	(0.10)
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 0.277%.

## Taiwan Bond Primary Market

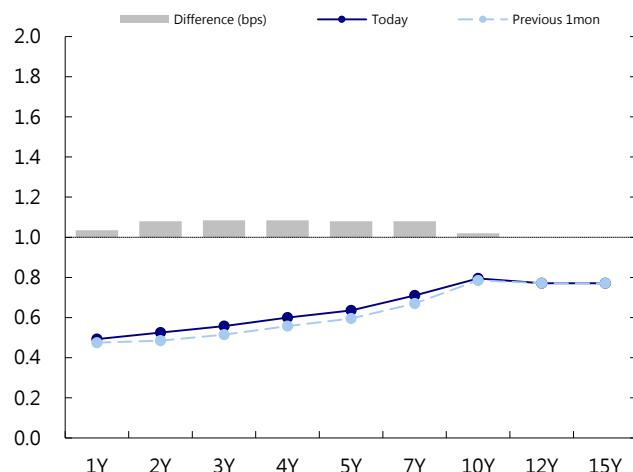
Announcements of Corporate Bonds Issuances approved by the Board of Directors on 16th December : Nan Ya Plastics Corporation planned to issued senior unsecured corporate bond in 2021 with amount not exceeding NTD 20BN. Bonds issued on 17th December : None.

Date	Event	Forecast	Previous
12/17	CBC Benchmark Interest Rate	1.1%	1.1%

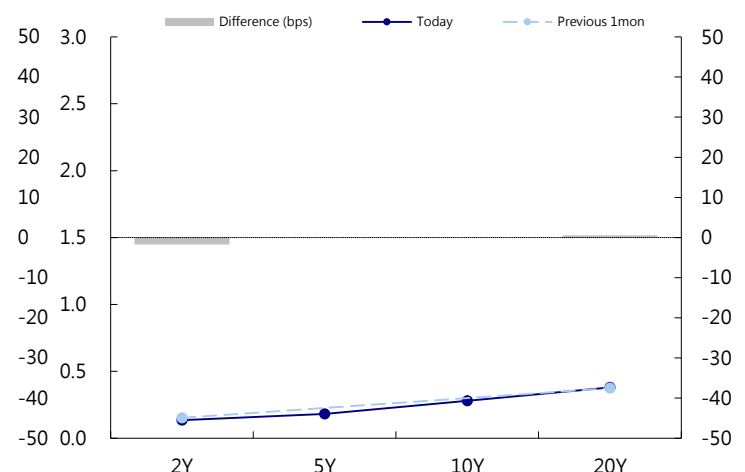
## Money Market

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%.

## TWD IRS Curve



## Taiwan Government Bond Yield curve



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