

US & Europe Bond Markets

Govt, Equity, FX and Credit Benchmark & Economic Statistics

Benchmarks	Value	Net Change (bps)
UST 5Y	0.6%	4.57
UST 10Y	1.37%	6.97
UST 30Y	2.17%	9.16
Bund 5Y	-0.63%	(2.10)
Bund 10Y	-0.34%	(3.40)
Bund 30Y	0.17%	(4.60)
DOW JONES	31521.69	0.09 %
NASDAQ	13533.05	(2.46)%
S&P 500	3876.50	(0.77)%
DAX	13950.04	(0.31)%
FTSE 100	6612.24	(0.18)%
CAC 40	5767.44	(0.11)%
EUR/USD	1.22	0.32 %
USD/JPY	105.09	(0.53)%
USD/CNY	6.46	(0.06)%
US 5Y CDS	--	--
Germany 5Y CDS	10.23	(0.19)
Italy 5Y CDS	--	--
Spain 5Y CDS	--	--
Portugal 5Y CDS	--	--
France 5Y CDS	15.63	0.03
Japan 5Y CDS	16.27	1.38
China 5Y CDS	29.17	0.32
Korea 5Y CDS	22.26	0.21

US & European Bond Markets

US & European Government Bond :

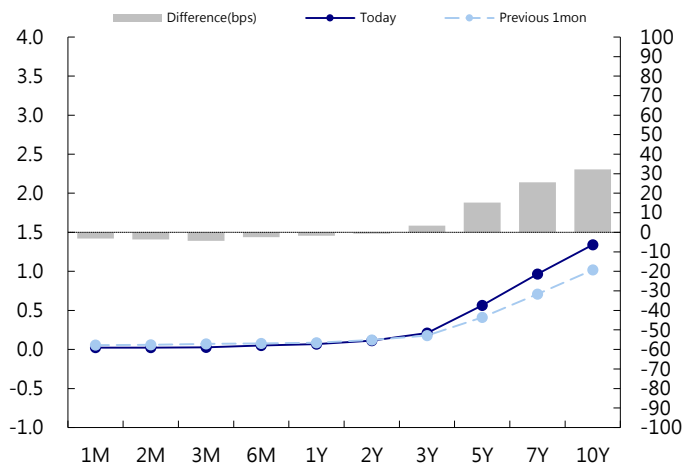
Treasuries curve pivoted around intermediates with long-end ending cheaper by ~3bp, belly of the curve richer by ~2bp. Price action around Fed Chair Powell's semi-annual monetary policy report was choppy, but had little lasting impact on yield levels as the curve extended steepening during U.S. afternoon. Treasury sale of 2-year notes saw a small tail, with 5- and 7-year note auctions ahead. Long-end weakness saw 5s30s curve top at 162.5bp, steepest level since 2014; front-end and belly of the curve were underpinned however, while 10s ending around 1.37%, slightly cheaper on the day

US & European Corporate Bonds:

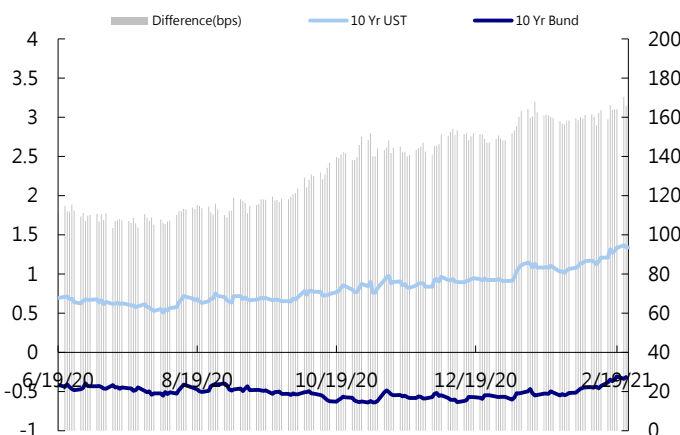
The S&P 500 Index erased a drop to end the day higher after reassuring comments from Powell on inflation and the outlook for growth spurred traders to buy the dip, and treasuries curve pivoted around intermediates with long-end ending cheaper by ~3bp, belly of the curve richer by ~2bp. On credit side, spread widen 1~4 bps at opening after weak sentiment in last day, but 5YR BBB bond still have buyer for relative wide spread and lower duration, which will be more defensive in the UST hike such as AMCs. However, TMT trade weak as Tech led down in US stock, TENCNT / BABA widen by 5 bps. To sum up, the dip buyer in credit market still not keen to buy right now, and they may buy more aggressively after

Date	Event	Forecast	Previous
02/24	MBA Mortgage Applications	--	(0.051)
02/24	New Home Sales	855k	842k
02/24	New Home Sales MoM	0.015	0.016
02/25	Durable Goods Orders	0.010	0.005
02/25	Durables Ex Transportation	0.007	0.011
02/25	Initial Jobless Claims	830k	861k
02/25	Cap Goods Orders Nondef Ex Air	0.008	0.007
02/25	GDP Annualized QoQ	0.042	0.040
02/25	Continuing Claims	4420k	4494k
02/25	Cap Goods Ship Nondef Ex Air	0.006	0.007
02/25	Personal Consumption	0.025	0.025
02/25	GDP Price Index	0.020	0.020
02/25	Core PCE QoQ	0.014	0.014
02/25	Bloomberg Consumer Comfort	--	45.800
02/25	Pending Home Sales MoM	--	(0.003)
02/25	Pending Home Sales NSA YoY	--	0.228
02/26	Kansas City Fed Manf. Activity	15.000	17.000
02/26	Advance Goods Trade Balance	-\$83.1b	-\$82.5b

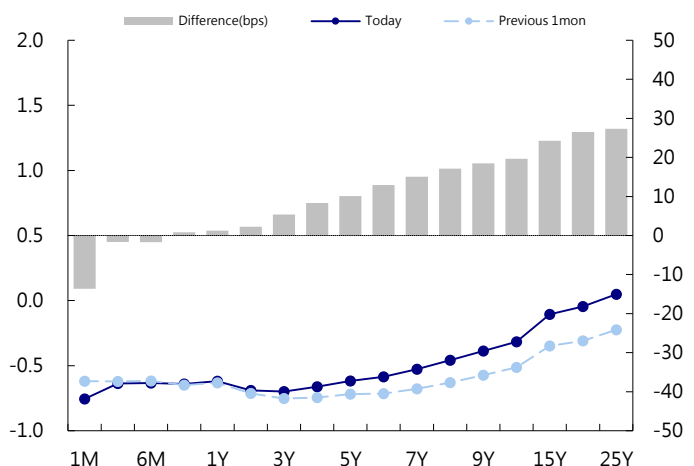
US Treasury Curve



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	3.02%	2.61%	(3.37)	(0.05)
CGB 10Y	3.24%	3.04%	(1.79)	(0.13)
CGB 20Y	3.77%	3.14%	--	(0.03)
Chinese Renminbi Spot	6.46	6.46	0.06%	0.06%
USDCNY 1M Forward	6.47	6.48	0.06%	0.05%
USDCNY 3M Forward	6.51	6.50	0.07%	0.05%
USDCNY 6M Forward	6.55	6.55	0.06%	0.05%
	7D Repo	3M Shibor	7D Repo	3M Shibor
CNY IRS 1Y	2.685%	3.12%	0.00	1.00
CNY IRS 2Y	2.795%	3.305%	(0.50)	(0.50)
CNY IRS 3Y	2.9%	3.445%	(0.50)	(0.50)
CNY IRS 4Y	2.985%	3.54%	(0.50)	0.00
CNY IRS 5Y	3.07%	3.63%	(0.50)	(0.50)

Benchmarks	Value	Net Change (bps)
SDBC 3.03 01/18/22	2.61%	-3.743
SDBC 3.68 02/26/26	3.41%	-2.989
SDBC 3.48 01/08/29	3.70%	4.241
SDBC 3 1/2 11/04/46	3.94%	393.980

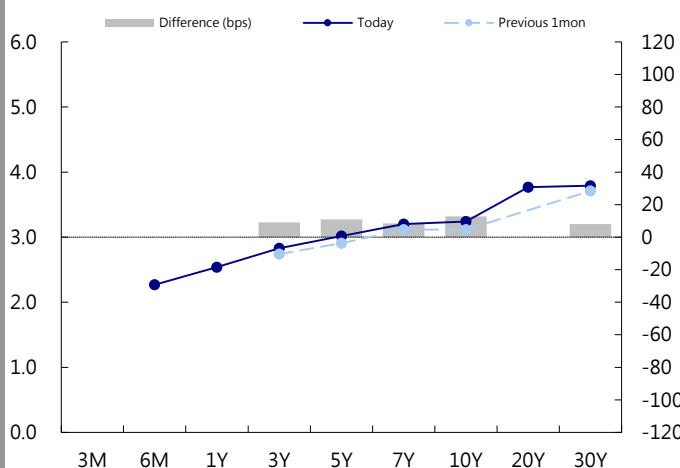
CNH CCS 3M	2.74%	(4.05)
CNH CCS 6M	2.72%	(1.56)
CNH CCS 12M	2.71%	(0.46)
CNH CCS 3Y	2.64%	(1.75)
CNH CCS 5Y	2.61%	(2.16)

Date	Event	Forecast	Previous
02/24	Export Orders YoY	0.450	0.383
02/25	Industrial Production YoY	0.204	0.099
02/25	Unemployment Rate	0.038	0.038
02/26	Money Supply M1B Daily Avg YoY	--	0.162
02/26	Money Supply M2 Daily Avg YoY	--	0.085
02/26	BoP Current Account Balance	--	\$28651m

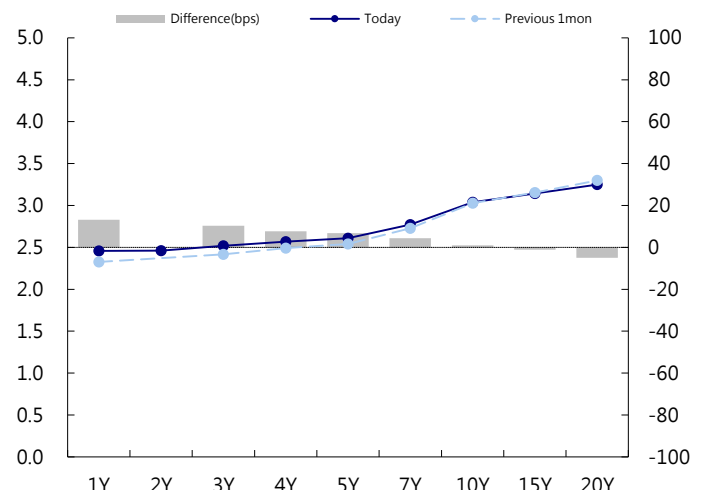
China Bond Market

Regarding bond market, the Chinese bond market's spot bond yields declined slightly on Tuesday, and Treasury bond futures also fluctuated slightly higher. Today's market sentiment was better than the previous day. Although inter-bank funds have slightly converged, yields have remained downward for most of the day. Treasury bond futures fell, and the decline in yields also narrowed. In terms of exchange rate, the renminbi against the US dollar closed slightly higher on Tuesday, and the central parity rose slightly to a new high in the past two weeks. Traders said that the weakness of the U.S. index was consolidating around the 90 mark, but after the Spring Festival, the demand for foreign exchange purchases from customers was slightly higher, which restrained the rise of the renminbi to a certain extent. The short-term exchange rate is expected to maintain fluctuations in the range of 6.45-6.49 yuan, and there is no obvious direction for the time being.

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%	1.00
TWGB 10Y	0.4%	(0.90)
USD/TWD	27.89	(0.80)%
EUR/TWD	33.93	(0.35)%
HKD/TWD	3.60	(0.14)%
VNY/TWD	4.32	(0.13)%
TWD Overnight Rate	0.078%	(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 lower. 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 closed lower at 0.40% . Expect 5YR trade at 0.27%~0.31% , 10YR trade at 0.36 %~0.42%.

Taiwan Bond Primary Market

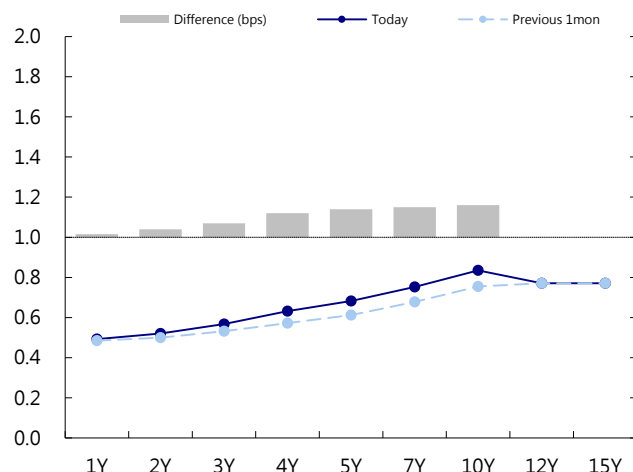
Announcements of Corporate Bonds Issuances approved by the Board of Directors on 23rd February : None
Bonds issued on 24th February: None.

Date	Event	Forecast	Previous
02/24	Export Orders YoY	45.0%	38.3%
02/25	Industrial Production YoY	20.4%	9.9%
02/25	Unemployment Rate	3.8%	3.8%
02/26	Money Supply M1B Daily Avg YoY	--	16.2%
02/26	Money Supply M2 Daily Avg YoY	--	8.5%

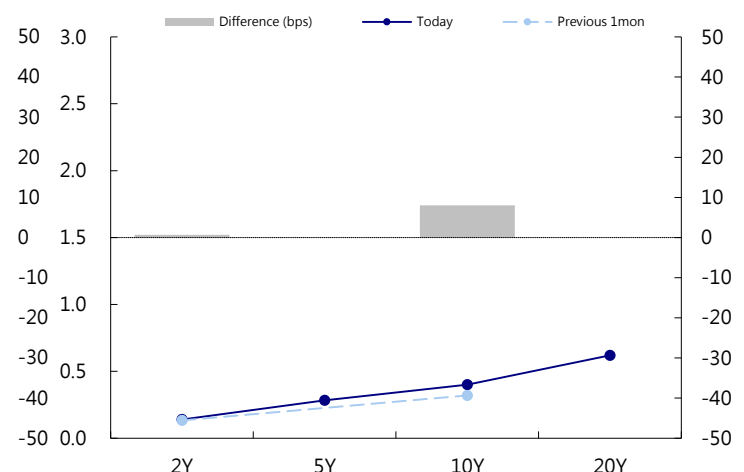
Money Market

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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