

# US & Europe Bond Markets

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

Benchmarks	Value	Net Change (bps)
UST 5Y	0.82%	(2.26)
UST 10Y	1.59%	(3.14)
UST 30Y	2.35%	(2.89)
Bund 5Y	-0.65%	(2.70)
Bund 10Y	-0.33%	(2.80)
Bund 30Y	0.2%	(2.00)
DOW JONES	32953.46	0.53 %
NASDAQ	13459.71	1.05 %
S&P 500	3968.94	0.65 %
DAX	14461.42	(0.28)%
FTSE 100	6749.70	(0.17)%
CAC 40	6035.97	(0.17)%
EUR/USD	1.19	(0.03)%
USD/JPY	109.20	0.12 %
USD/CNY	6.50	(0.00)%
US 5Y CDS	--	--
Germany 5Y CDS	9.95	0.18
Italy 5Y CDS	--	--
Spain 5Y CDS	--	--
Portugal 5Y CDS	--	--
France 5Y CDS	15.19	(0.52)
Japan 5Y CDS	16.06	(0.06)
China 5Y CDS	31.59	(0.07)
Korea 5Y CDS	21.46	0.39

## US & European Bond Markets

### US & European Government Bond :

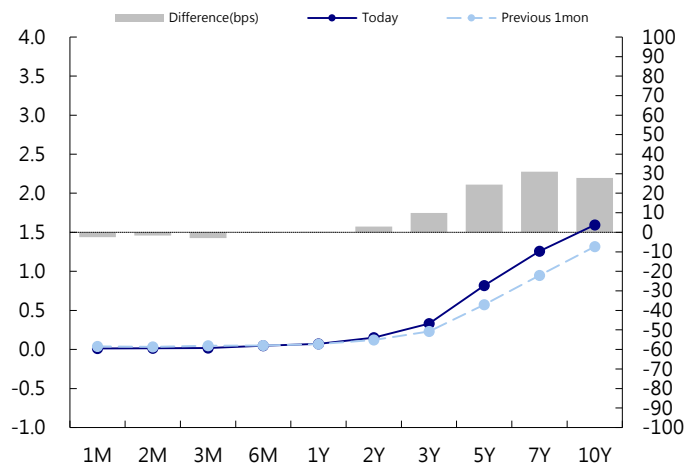
Treasuries edged higher over U.S. morning following a wider bull-flattening move in bunds and broadly held gains through the rest of the session. Futures volumes were around 70% of 10-day average levels as 10-year yields plied a range of less than 1bp range after 1pm ET. TIPS outperformed nominal Treasuries, nudging 5-year breakeven inflation rate over 2.60% for the first time since 2008. Yields ended ~1.6bp richer across 10-year sector which outperformed, flattening 2s10s spread by ~2bp as front-end yields cheapened slightly on the day.

### US & European Corporate Bonds:

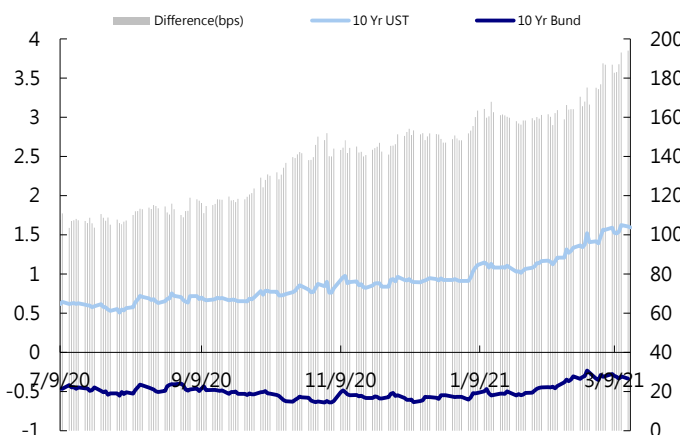
Market opened 1-2bps wider with CT10 at 1.6%, however after decent China data in the morning, spreads traded 2-3bps tighter. Despite regional equities underperforming for the remaining of the day, China IG held up reasonably well with a few up print in BM names and recent issues. Flow wise, very quiet with better yet small buying from RM. FRN space also saw some buying interests in leasing/amc names.

Date	Event	Forecast	Previous
03/16	Total Net TIC Flows	--	-\$0.6b
03/16	Net Long-term TIC Flows	--	\$121.0b
03/16	Import Price Index MoM	0.011	0.014
03/16	Import Price Index ex Petroleum MoM	0.004	0.009
03/16	Import Price Index YoY	0.027	0.009
03/16	Export Price Index MoM	0.010	0.025
03/16	Export Price Index YoY	--	0.023
03/16	Retail Sales Advance MoM	(0.005)	0.053
03/16	Retail Sales Ex Auto MoM	0.001	0.059
03/16	Retail Sales Ex Auto and Gas	(0.005)	0.061
03/16	Retail Sales Control Group	(0.009)	0.060
03/16	Industrial Production MoM	0.004	0.009
03/16	Capacity Utilization	0.755	0.756
03/16	Manufacturing (SIC) Production	0.001	0.010
03/16	Business Inventories	0.003	0.006
03/16	NAHB Housing Market Index	84.000	84.000
03/17	MBA Mortgage Applications	--	(0.013)
03/17	Building Permits MoM	(0.072)	0.104

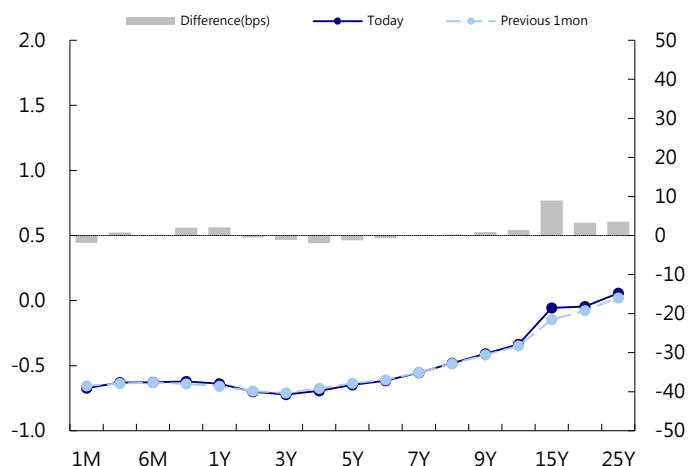
### US Treasury Curve



### 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	3.08%	2.63%	(1.14)	--
CGB 10Y	3.26%	3.08%	(0.75)	1.04
CGB 20Y	3.73%	3.15%	--	(0.01)
Chinese Renminbi Spot	6.50	6.50	0%	(0.02)%
USDCNY 1M Forward	6.52	6.52	0.02 %	(0.02)%
USDCNY 3M Forward	6.55	6.54	0.01 %	(0.03)%
USDCNY 6M Forward	6.59	6.59	(0.02)%	(0.06)%
	7D Repo	3M Shibor	7D Repo	3M Shibor
CNY IRS 1Y	2.66%	3.06%	0.50	(1.50)
CNY IRS 2Y	2.77%	3.275%	0.50	0.00
CNY IRS 3Y	2.87%	3.4%	0.00	(0.50)
CNY IRS 4Y	2.96%	3.505%	0.00	(1.00)
CNY IRS 5Y	3.045%	3.6%	0.00	(1.00)

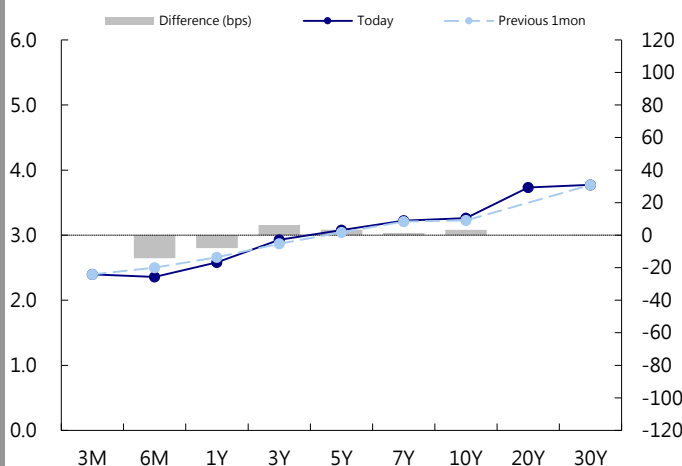
Benchmarks	Value	Net Change (bps)
SDBC 3.03 01/18/22	2.63%	0.001
SDBC 3.68 02/26/26	3.41%	-0.749
SDBC 3.48 01/08/29	3.63%	-1.684
SDBC 3 1/2 11/04/46	3.91%	0.000
CNH CCS 3M	2.84%	7.53
CNH CCS 6M	2.83%	4.32
CNH CCS 12M	2.82%	2.45
CNH CCS 3Y	2.74%	0.49
CNH CCS 5Y	2.73%	(2.10)

Date	Event	Forecast	Previous
03/18	Swift Global Payments CNY	--	0.024
03/19	FX Net Settlement - Clients CNY	--	263.7b

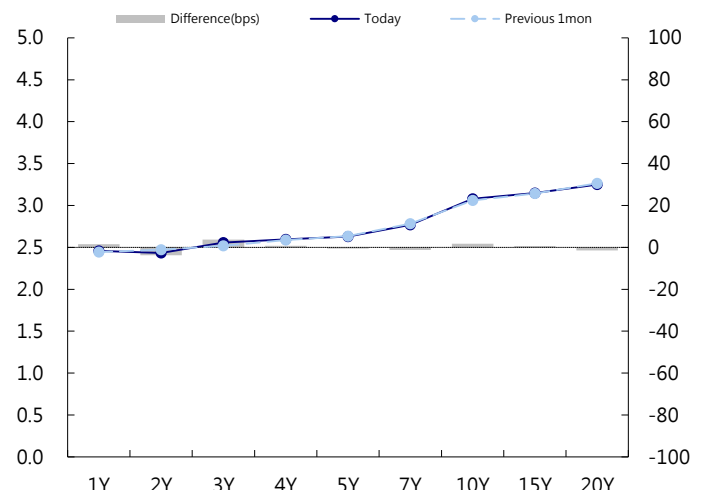
## China Bond Market

Regarding bond market, entering the tax period, China's inter-bank market capital has converged on Monday. In addition, data from industry and investment show that China's economy is still recovering, and the bond market futures and spot pressures tend to be weak. Among them, the 10-year treasury bond yield rose by more than 1 basis point. (Bp), the short-end range of individual bonds is slightly obvious. In terms of exchange rate, the RMB against the US dollar closed slightly higher on Monday, while the central parity fell by 165 points. Traders said that changes in U.S. bond yields continue to dominate the direction of the U.S. dollar, and the renminbi basically follows the fluctuations of the U.S. index in the day; the market focuses on the Federal Reserve (FED) interest rate decision this week and Powell's speech and high-level dialogue between China and the United States. Before that, the renminbi may fluctuate around the 6.5 mark.

### Onshore CNY Government Bond Curve



### Offshore CNH Government Bond Curve



# Taiwan Bond Market

## Taiwan Market data

Benchmarks	Value	Net Change (bps)
TWGB 5Y	0.34%	(1.50)
TWGB 10Y	0.48%	6.60
USD/TWD	28.21	(0.08)%
EUR/TWD	33.66	0.00 %
HKD/TWD	3.64	(0.03)%
VNY/TWD	4.34	(0.02)%
TWD Overnight Rate	0.078%	(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 higher. 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 had no transaction volume. Expect 5YR trade at 0.34%~0.38%, 10YR trade at 0.45%~0.52%.

## Taiwan Bond Primary Market

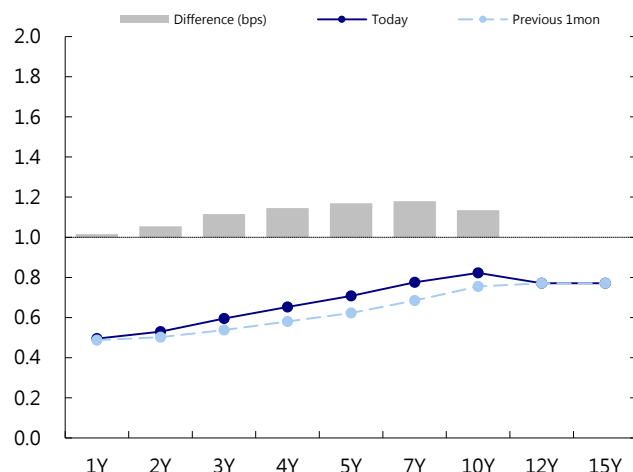
Announcements of Corporate Bonds Issuances approved by the Board of Directors on 15th March : Goldsun Building Materials Co., Ltd. planned to issue senior secured corporate bond with total amount not exceeding NTD 2BN and the tenor not exceeding 5 years.  
Bonds issued on 16th March: None.

## Money Market

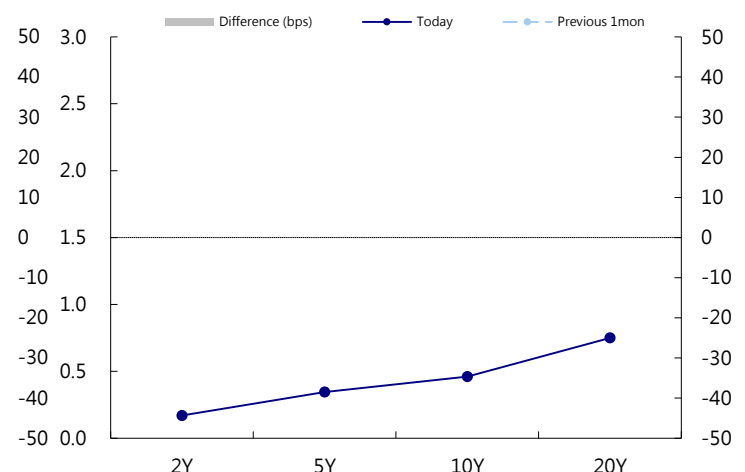
With sufficient fund in the market due to loose monetary policy supported by central bank, we expect repo rates continue to trade within the range, i.e., Govt bond repo rate at 0.18%-0.23%, while corporate bond repo rate at 0.25%-0.30%.

Date	Event	Forecast	Previous
03/17	Bloomberg March Taiwan Economic S		
03/18	CBC Benchmark Interest Rate	1.1%	1.1%

## TWD IRS Curve



## Taiwan Government Bond Yield curve



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