

US & Europe Bond Markets

Govt, Equity, FX and Credit Benchmark & Economic Statistics

Benchmarks	Value	Net Change (bps)
UST 5Y	0.85%	(1.25)
UST 10Y	1.68%	(2.97)
UST 30Y	2.38%	(6.57)
Bund 5Y	-0.65%	(2.70)
Bund 10Y	-0.29%	(3.00)
Bund 30Y	0.28%	(1.90)
DOW JONES	32627.97	(0.71)%
NASDAQ	13215.24	0.76 %
S&P 500	3913.10	(0.06)%
DAX	14621.00	(1.05)%
FTSE 100	6708.71	(1.05)%
CAC 40	5997.96	(1.07)%
EUR/USD	1.19	(0.14)%
USD/JPY	108.86	(0.02)%
USD/CNY	6.51	0.00 %
US 5Y CDS	12.47	--
Germany 5Y CDS	11.05	1.24
Italy 5Y CDS	71.11	--
Spain 5Y CDS	32.14	--
Portugal 5Y CDS	30.14	--
France 5Y CDS	17.23	2.10
Japan 5Y CDS	16.97	1.04
China 5Y CDS	32.75	2.94
Korea 5Y CDS	23.22	2.80

US & European Bond Markets

US & European Government Bond :

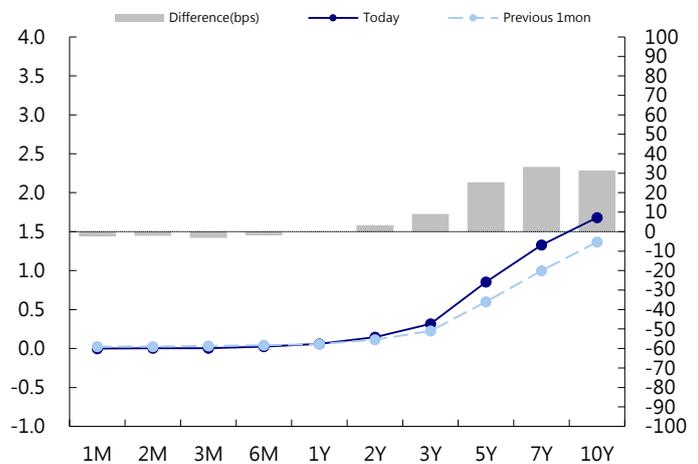
Benchmark U.S. bond yields edged back from 14-month highs on Friday as investors digested the Federal Reserve's move to let SLR exemption expire, while oil prices rebounded after getting pummeled a day earlier. The shortest end of the market flirted with negative rate territory as it tried to absorb a flood of cash from the nation's massive fiscal stimulus package. The coming Tuesday will bring a market-relevant appearance by Powell and Treasury head Yellen in front of a House panel on the CARES act. In terms of Europe market, benchmark German bonds rose on Friday and were set to end the week unscathed from a hefty bond sell-off across the Atlantic.

US & European Corporate Bonds:

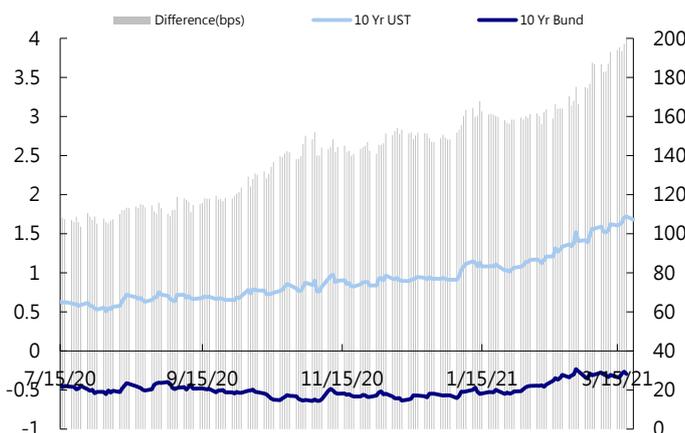
Technology shares closed higher and Treasury yields retreated from the highest levels of the day as investors weighed the risk of inflation with economic growth accelerating. Treasuries beyond the 2-year ended lower Friday, led by intermediate sectors, after the Fed announced that SLR relief won't be extended past its March 31 expiration date. While market were already well expected the SLR wont extend beyond March , and primary dealer sold lots of UST recently , it still worth to watch if the sell pressure close to quarter end on UST over or not , which is the key to stabilize bond market to equity market .

Date	Event	Forecast	Previous
03/22	Chicago Fed Nat Activity Index	0.710	0.660
03/22	Existing Home Sales	6.50m	6.69m
03/22	Existing Home Sales MoM	(0.029)	0.006
03/23	Current Account Balance	-\$187.8b	-\$178.5b
03/23	New Home Sales	875k	923k
03/23	New Home Sales MoM	(0.052)	0.043
03/23	Richmond Fed Manufact. Index	15.000	14.000
03/24	MBA Mortgage Applications	--	(0.022)
03/24	Durable Goods Orders	0.007	0.034
03/24	Durables Ex Transportation	0.006	0.013
03/24	Cap Goods Orders Nondef Ex Air	0.005	0.004
03/24	Cap Goods Ship Nondef Ex Air	(0.008)	0.018
03/24	Markit US Manufacturing PMI	59.500	58.600
03/24	Markit US Services PMI	60.100	59.800
03/24	Markit US Composite PMI	--	59.500
03/24	Revisions: Wholesale inventories		
03/25	Initial Jobless Claims	730k	770k
03/25	Continuing Claims	4025k	4124k

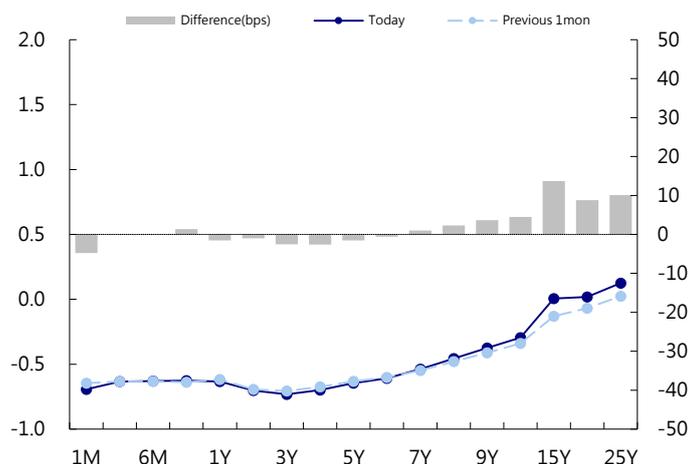
US Treasury Curve



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	3.06%	2.63%	(0.25)	(0.03)
CGB 10Y	3.23%	3.07%	(0.38)	(0.95)
CGB 20Y	3.69%	3.15%	--	(0.01)
Chinese Renminbi Spot	6.51	6.51	-0.01%	(0.06)%
USDCNY 1M Forward	6.53	6.53	(0.01)%	(0.04)%
USDCNY 3M Forward	6.56	6.56	0.00 %	(0.02)%
USDCNY 6M Forward	6.60	6.60	0.00 %	(0.02)%
	7D Repo	3M Shibor	7D Repo	3M Shibor
CNY IRS 1Y	2.63%	3.01%	(2.50)	(3.00)
CNY IRS 2Y	2.74%	3.23%	(3.00)	(2.00)
CNY IRS 3Y	2.845%	3.375%	(2.50)	(1.50)
CNY IRS 4Y	2.935%	3.48%	(2.50)	(1.50)
CNY IRS 5Y	3.02%	3.565%	(3.00)	(2.50)

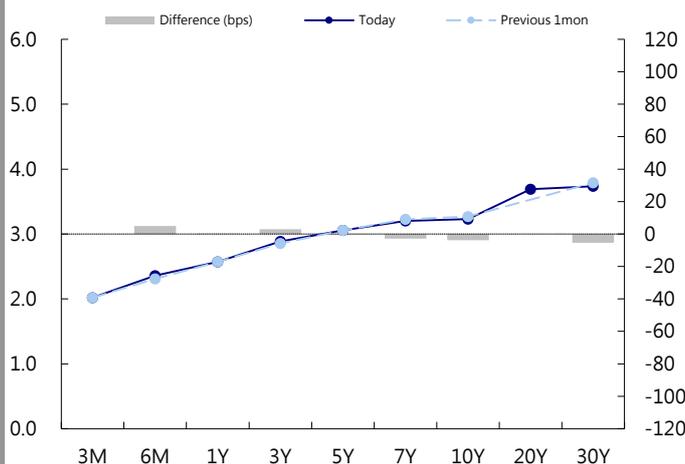
China Bond Market

Regarding bond market, China's bond market turned warmer on Friday. The main cash bond yields in the inter-bank market fell by about 2 basis points (bp). The fierce Sino-US talks and weak stock markets all added fire to the bond market. However, traders believe that if there are no substantive results in this meeting, the impact will be insufficient and the domestic bond market is likely to continue to fluctuate. In terms of exchange rate, the renminbi against the US dollar closed down slightly on Friday, and hit a new low in more than a week with the central parity. Traders said that the U.S. Treasury yields fell from a 14-month high in the afternoon, driving the U.S. index to retreat gains, and the client settlement position was heavier, and the yuan narrowed its decline earlier; the opening of the Sino-US high-level strategic dialogue was full of gunpowder. , But it has not had a significant impact on the exchange rate for the time being.

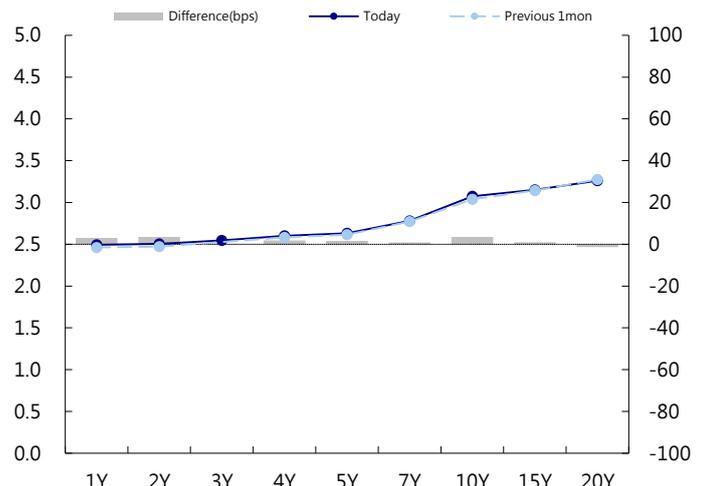
Benchmarks	Value	Net Change (bps)
SDBC 3.03 01/18/22	2.65%	-0.495
SDBC 3.68 02/26/26	3.39%	1.498
SDBC 3.48 01/08/29	3.63%	0.000
SDBC 3 1/2 11/04/46	3.89%	0.000
CNH CCS 3M	2.84%	(11.19)
CNH CCS 6M	2.87%	(6.12)
CNH CCS 12M	2.89%	(2.98)
CNH CCS 3Y	2.77%	1.41
CNH CCS 5Y	2.75%	(3.01)

Date	Event	Forecast	Previous
03/22	1-Year Loan Prime Rate	0.039	0.039
03/22	5-Year Loan Prime Rate	0.047	0.047
03/26	Bloomberg March China Economic S.I.		
03/26	BoP Current Account Balance	--	\$130.2b

Onshore CNY Government Bond Curve



Offshore CNH Government Bond Curve



Taiwan Bond Market

Taiwan Market data

Benchmarks	Value	Net Change (bps)
TWGB 5Y	0.32%	(0.15)
TWGB 10Y	0.4%	(8.40)
USD/TWD	28.48	0.09 %
EUR/TWD	33.85	(0.31)%
HKD/TWD	3.67	0.14 %
VNY/TWD	4.37	0.11 %
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

5YR Treasury yield continues to trade lower and closed at 0.316%. 10YR treasury yields had no transaction volume. The strong demand reflected excess liquidity in the market. Strong demand for TWD currency continues to provide supports for government bonds market. Expect 5YR trade at 0.31%~0.36% , 10YR trade at 0.39%~0.48%.

Taiwan Bond Primary Market

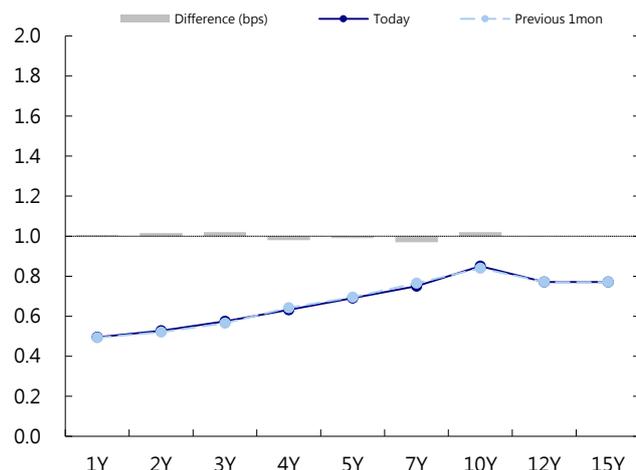
Announcements of Corporate Bonds Issuances approved by the Board of Directors on 19th March : None.
Bonds issued on 22nd March: None.

Date	Event	Forecast	Previous
03/22	Export Orders YoY	45.4%	49.3%
03/22	Unemployment Rate	3.7%	3.8%
03/21	Money Supply M1B Daily Avg YoY	--	17.8%
03/21	Money Supply M2 Daily Avg YoY	--	8.8%
03/23	Industrial Production YoY	7.7%	18.8%

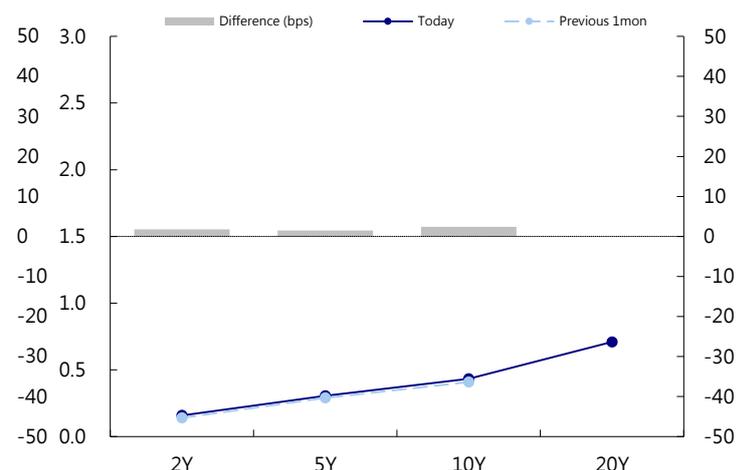
Money Market

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 0.13%-0.20%, while corporate bond repo rate at 0.16%-0.22%.

TWD IRS Curve



Taiwan Government Bond Yield curve



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