

US & Europe Bond Markets

Govt, Equity, FX and Credit Benchmark & Economic Statistics

Benchmarks	Value	Net Change (bps)
UST 5Y	0.86%	(0.96)
UST 10Y	1.67%	1.08
UST 30Y	2.35%	3.11
Bund 5Y	-0.66%	(0.80)
Bund 10Y	-0.32%	(0.80)
Bund 30Y	0.23%	(0.40)
DOW JONES	33446.26	0.05 %
NASDAQ	13688.84	(0.07)%
S&P 500	4079.95	0.15 %
DAX	15176.36	(0.24)%
FTSE 100	6885.32	0.91 %
CAC 40	6130.66	(0.01)%
EUR/USD	1.19	(0.22)%
USD/JPY	109.73	(0.02)%
USD/CNY	6.55	0.12 %
US 5Y CDS	13.49	--
Germany 5Y CDS	11.46	1.38
Italy 5Y CDS	78.67	--
Spain 5Y CDS	34.35	--
Portugal 5Y CDS	31.59	--
France 5Y CDS	19.07	1.14
Japan 5Y CDS	18.90	1.58
China 5Y CDS	37.27	1.50
Korea 5Y CDS	22.76	0.50

US & European Bond Markets

US & European Government Bond :

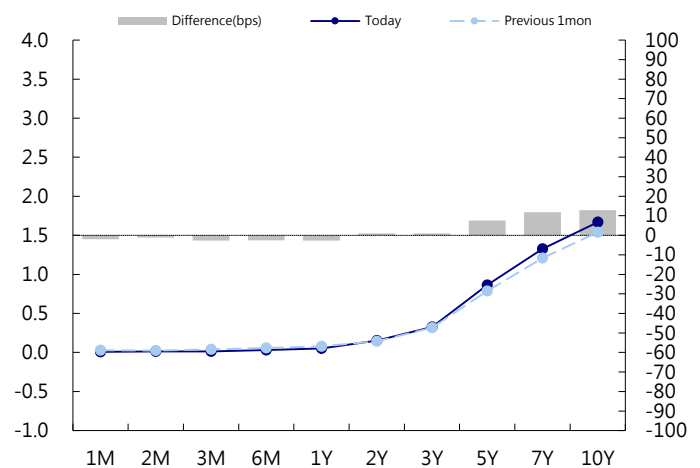
Fed released minutes from the March 16-17 meeting as investors looked for indications about where policy may be heading in the future. It indicated that while officials saw the economy gaining substantially, they see much more progress needed before ultra-easy policy changes. It reiterated the dovish stance that easy policy will stay in place until it produces stronger employment and inflation. UST 10-year yield reacted mildly upward 1.6bps to 1.67% and UST 30-year yield climbed 4.3bps to 2.36% with the yield curve steepened as short end yield moved slightly downward.

US & European Corporate Bonds:

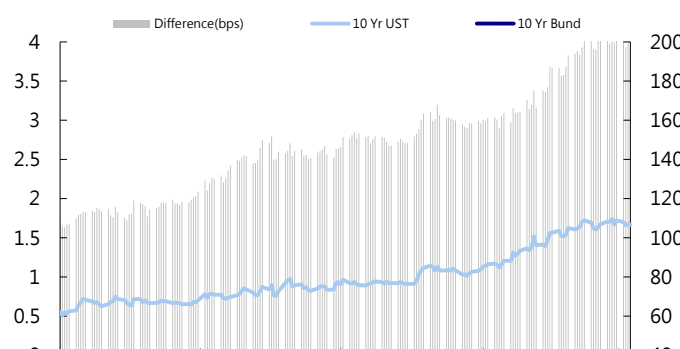
Stocks rose with the dollar and Treasuries were mixed after the Federal Reserve refrained from signaling it will make any changes to its bond-buying program any time soon. Treasuries pivoted around a little-changed 7-year sector Wednesday, steepening the yield curve as long-end eroded during U.S. afternoon. Sentiment in credit weakened by HK/SH Equity down, moreover, selling pressure on China Huarong Asset Management Co.'s dollar bonds continued, mainly from AM/PB and price drop 8~15 pts in 2 days. The risk reduction also spread out to other names even SOE, like SINOPE / CCAMCL / CDB leasing / MEITUA, all widen by 7~20 bps. AT1 trade mixed with CS lose 0.5 pts after strong rally and others mark up 0.3~0.5. To sum up, there is no clear direction this week as market just back from holidays and i still prefer to go down credit curve for yield pick up and shortern duration, e.g. Corp perp with rating above BBB- and 300+ step up, however, the weak issuer who have refinancing risk or headline risk were better to avoid

Date	Event	Forecast	Previous
04/08	FOMC Meeting Minutes	--	--
04/08	Consumer Credit	\$2.800b	-\$1.315b
04/08	Initial Jobless Claims	683k	719k
04/08	Continuing Claims	3638k	3794k
04/08	Larger Consumer Comfort	--	50,000
04/09	PPI Final Demand MoM	0.005	0.005
04/09	PPI Ex Food and Energy MoM	0.002	0.002
04/09	PPI Ex Food, Energy, Trade MoM	0.002	0.002
04/09	PPI Final Demand YoY	0.038	0.028
04/09	PPI Ex Food and Energy YoY	0.027	0.025
04/09	PPI Ex Food, Energy, Trade YoY	0.027	0.022
04/09	Bloomberg April United States Econoi		
04/09	Wholesale Inventories MoM	0.005	0.005
04/09	Wholesale Trade Sales MoM	--	0.049

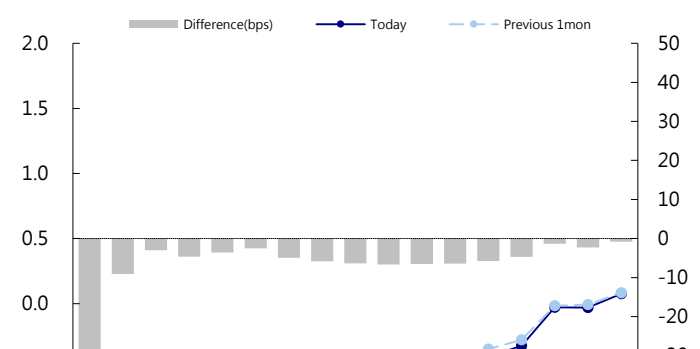
US Treasury Curve



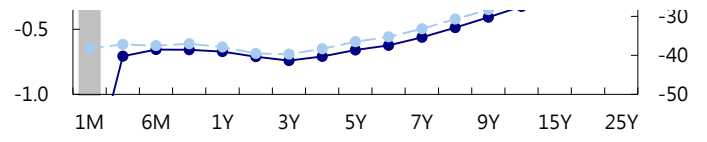
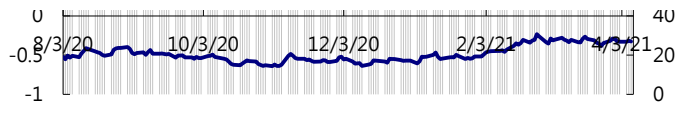
UST V.S. Bund 10Y Yield



Bund Curve



Fixed



China Bond Market

CNY & CNH Market Data

Benchmarks	Value		Net Change (bps)	
	CNY	CNH	CNY	CNH
CGB 5Y	3.05%	2.66%	(0.25)	(0.02)
CGB 10Y	3.22%	3.07%	1.62	(0.02)
CGB 20Y	3.74%	3.14%	--	(0.01)
Chinese Renminbi Spot	6.55	6.55	-0.12%	(0.08)%
USDCNY 1M Forward	6.57	6.57	(0.12)%	(0.05)%
USDCNY 3M Forward	6.60	6.60	(0.13)%	(0.06)%
USDCNY 6M Forward	6.64	6.64	(0.11)%	(0.05)%
	7D Repo	3M Shibor	7D Repo	3M Shibor
CNY IRS 1Y	2.6%	2.975%	1.00	1.00
CNY IRS 2Y	2.72%	3.185%	1.50	1.00
CNY IRS 3Y	2.82%	3.335%	1.50	1.50
CNY IRS 4Y	2.91%	3.455%	1.50	2.00
CNY IRS 5Y	3%	3.555%	2.00	2.00

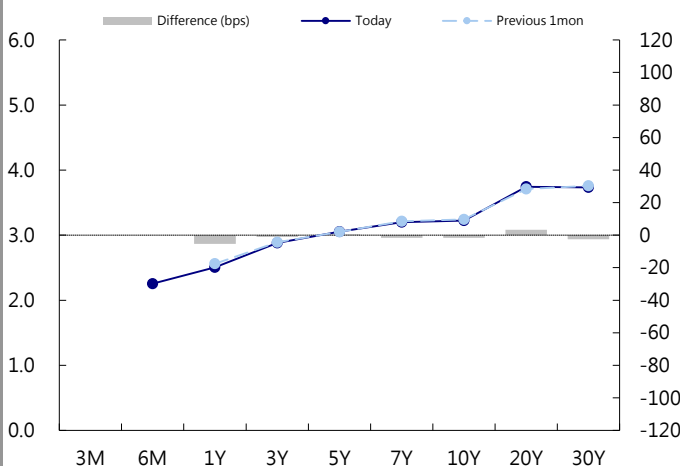
Benchmarks	Value	Net Change (bps)
SDBC 3.03 01/18/22	2.63%	0.728
SDBC 3.68 02/26/26	3.37%	1.200
SDBC 3.48 01/08/29	3.62%	0.954
SDBC 3 1/2 11/04/46	3.93%	1.250
CNH CCS 3M	2.83%	(12.96)
CNH CCS 6M	2.84%	(8.49)
CNH CCS 12M	2.82%	(5.57)
CNH CCS 3Y	2.73%	(6.84)
CNH CCS 5Y	2.76%	5.80

Date	Event	Forecast	Previous
04/08	Foreign Direct Investment YoY CNY	--	--
04/09	CPI YoY	0.003	(0.002)
04/09	PPI YoY	0.036	0.017
04/09	Aggregate Financing CNY	3751.0b	1710.0b
04/09	New Yuan Loans CNY	2300.0b	1360.0b
04/09	Money Supply M0 YoY	--	0.042
04/09	Money Supply M1 YoY	0.076	0.074
04/09	Money Supply M2 YoY	0.096	0.101

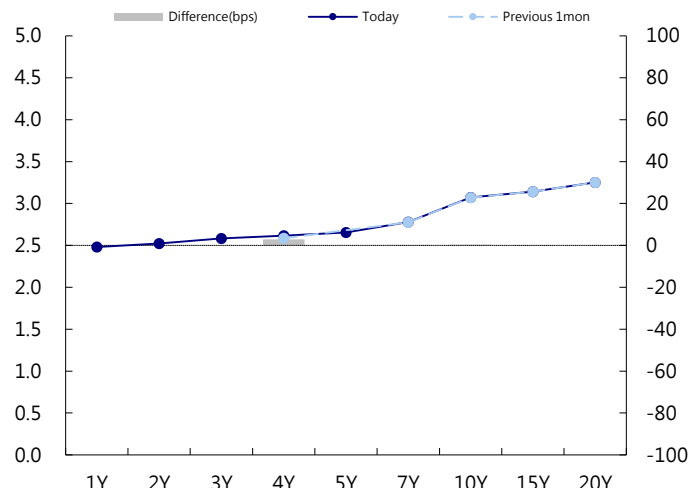
China Bond Market

Regarding bond market, China's inter-bank bond market remained weak and fluctuated on Wednesday, with 10-year treasury bond yields rising by about 1-2 basis points (bp), and China International Financial Exchange's treasury bond futures still closed down slightly. Traders said that at the beginning of the month, funds were loose and unharmed. The trading atmosphere for spot bonds was still bearish due to concerns about local bond supply and liquidity disturbances in April. However, the bond market volatility is expected to be limited before the negative factors have yet to be clarified. In terms of exchange rate, the RMB against the U.S. dollar rose slightly to a two-week high on Wednesday. It briefly rushed to 6.5361 yuan in early trading and then gave up nearly 100 points of gains. Traders said that the fall in U.S. Treasury yields led the U.S. dollar index to a two-week low, and the renminbi was boosted. The follow-up China's good economic fundamentals may regain attention.

Onshore CNY Government Bond Curve



Offshore CNH Government Bond Curve



Taiwan Bond Market

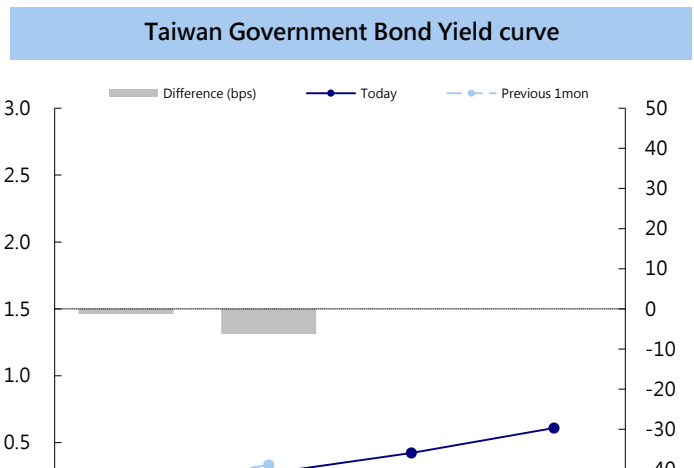
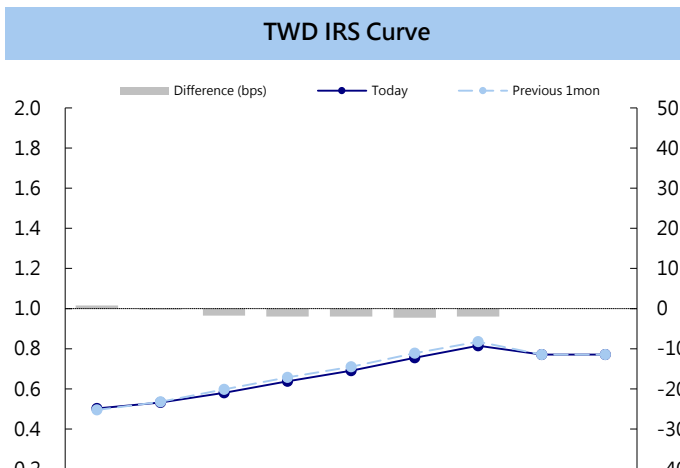
Taiwan Market data		
Benchmarks	Value	Net Change (bps)
TWGB 5Y	0.3%	1.50
TWGB 10Y	0.43%	(1.18)
USD/TWD	28.41	(0.03)%
EUR/TWD	33.72	(0.15)%
HKD/TWD	3.65	(0.00)%
VNY/TWD	4.34	(0.15)%
TWD Overnight Rate	0.079%	(0.10)
TWD Secondary CP 10D	0.7125%	(1.61)
TWD Secondary CP 30D	0.7544%	(1.35)
TWD Secondary CP 90D	0.8081%	(1.97)

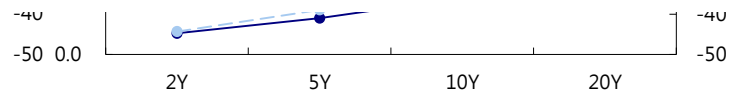
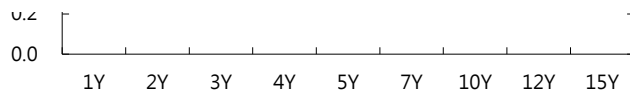
Taiwan Bond Secondary Market
5YR treasury yields had no transaction volume. 10YR treasury yields closed lower at 0.427%. The strong demand reflected excess TWD liquidity in the market. Strong demand for TWD currency continues to provide supports for government bonds market. Expect 5YR trade at 0.27%~0.31%, 10YR trade at 0.41%~0.45%.

Taiwan Bond Primary Market
Announcements of Corporate Bonds Issuances approved by the Board of Directors on 7th April : YeaShin International Development Co., Ltd. planned to issue senior secured corporate bonds in 2 tranches, 3-year bonds with the amount of NTD 0.7BN at a coupon rate of 0.58%, 5-year bonds with the amount of NTD 0.5BN at a coupon rate of 0.60%. Bonds issued on 8th April: None.

Date	Event	Forecast	Previous
04/08	CPI Core YoY	0.9%	1.6%
04/08	CPI YoY	1.4%	1.4%
04/08	WPI YoY	2.0%	-0.4%
04/09	Trade Balance	\$4.43b	\$4.51b
04/09	Exports YoY	20.0%	9.7%

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%-0.17%, while corporate bond repo rate at 0.16%-0.20%.





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Global Locations

Hong Kong

SinoPac Securities (Asia) Ltd.
7th Floor, Lee Garden Three,
1 Sunning Road,
Causeway Bay, Hong Kong
Tel: +852-2586-8362
Toll Free : 0080-185-6674(Taiwan)
Fax: +852-2586-8399

Shanghai

SinoPac Securities (Asia) Limited
Suite 2405, Hua Xia Bank Tower,
256 South Pudong Road, Shanghai
People's Republic of China
Tel: +86-21-6886-5358
Fax: +86-21-6886-5969

London

SinoPac Securities (Europe) Ltd.
6 Lloyd's Avenue,
London EC3N 3AX,
United Kingdom,
Registered in England and Wales No. 3766464
Tel: +44-20-7614-9999
Fax: +44-20-7614-9979

Taipei

SinoPac Securities Corporation
17F · 2 Chung Ching S. Road · Sec 1
Taipei 100 ·
Taiwan
Tel: +886-2-2382-8219/2312-3866
Fax: +886-2-2382-3464

Contact Us

SinoPac Securities Corp
www.taiwanresearch.com
fixedincome@sinopac.com
Bloomberg page: SIAL