

US & Europe Bond Markets

Govt, Equity, FX and Credit Benchmark & Economic Statistics

Benchmarks	Value	Net Change (bps)
UST 5Y	0.8%	(1.60)
UST 10Y	1.58%	(1.23)
UST 30Y	2.26%	(0.30)
Bund 5Y	-0.6%	0.40
Bund 10Y	-0.23%	1.00
Bund 30Y	0.33%	1.60
DOW JONES	34230.34	0.29 %
NASDAQ	13582.42	(0.37)%
S&P 500	4167.59	0.07 %
DAX	15170.78	2.12 %
FTSE 100	7039.30	1.68 %
CAC 40	6339.47	1.40 %
EUR/USD	1.20	(0.06)%
USD/JPY	109.33	0.03 %
USD/CNY	6.48	0.11 %
US 5Y CDS	12.33	--
Germany 5Y CDS	11.69	1.52
Italy 5Y CDS	84.99	--
Spain 5Y CDS	35.00	--
Portugal 5Y CDS	32.36	--
France 5Y CDS	23.65	0.90
Japan 5Y CDS	19.21	1.82
China 5Y CDS	38.31	0.92
Korea 5Y CDS	19.83	0.33

US & European Bond Markets

US & European Government Bond :

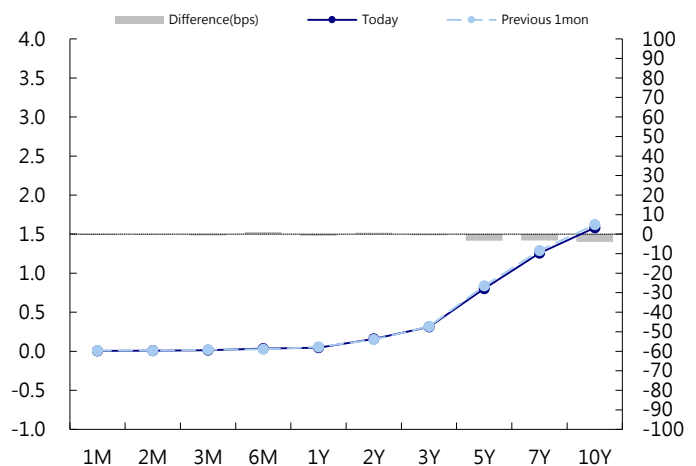
US Treasury TBAC Minutes suggested appetite to lengthen the WAM of debt issuance in coming quarters on Wednesday. The announcement was roughly within market expectation but elicited idiosyncratic 20y under-performance as 10s20s30s fly widened around 1.5bps and market saw a flush in 20y swap spreads, as primary dealers were split on whether the Treasury should maintain the current sizes of 20y auctions in the near-term. There's coming BOE meeting overnight, market expect no change in policy rate but watch closely to see if there's any new guidance regarding taper plan after hawkish BOC. UST 10-year yield was last down 1 bp at 1.5819% and next key data release will be non-farm payroll on Friday.

US & European Corporate Bonds:

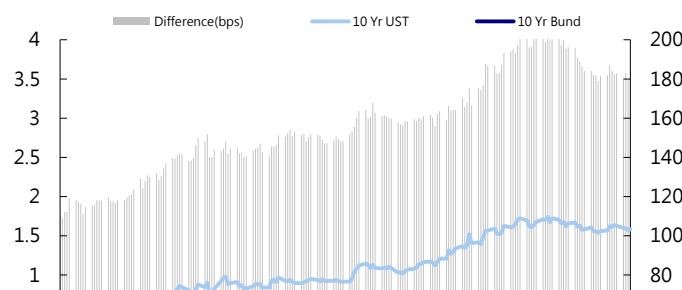
Stocks almost wiped out their gains as technology shares turned lower, offsetting optimism over solid corporate earnings and economic reports. Treasuries climbed. Treasury futures edged higher during a muted U.S. afternoon session, leaving yields close to the lowest levels of the day and richer by up to 2bp across 5- to 7-year sector. Price action was broadly muted over the day as Treasuries pared overnight losses around the cash equities open. Breakevens climbed, led by five-year tenor, which touched levels last seen before 2008 crisis, soared with skyrocketing price of corn/lumber/copper. However, many of Fed Hawks join the chorus playing down worries on inflation bring the UST market still trade in range. Credit market quiet with Japan/China/Korea out for holidays, spread widen by 1~2 bps for weak overnight session, and flow slew to buy front end and light sell on long end. To sum up, credit spread continued to rally in the backdrop of stable UST, therefore, i would selective to buy the credit in strong region like Korea / China and avoid weak EM like LATAM and India. which will suffer from inflation and nandamic

Date	Event	Forecast	Previous
05/06	Challenger Job Cuts YoY	--	(0.862)
05/06	Nonfarm Productivity	0.042	(0.042)
05/06	Unit Labor Costs	(0.010)	0.060
05/06	Initial Jobless Claims	540k	553k
05/06	Continuing Claims	3620k	3660k
05/06	Langer Consumer Comfort	--	55.000
05/07	Change in Nonfarm Payrolls	978k	916k
05/07	Two-Month Payroll Net Revision	--	156k
05/07	Change in Private Payrolls	900k	780k
05/07	Change in Manufact. Payrolls	60k	53k
05/07	Unemployment Rate	0.057	0.060
05/07	Average Hourly Earnings MoM	--	(0.001)
05/07	Average Hourly Earnings YoY	(0.004)	0.042
05/07	Average Weekly Hours All Employees	34.900	34.900
05/07	Labor Force Participation Rate	0.616	0.615
05/07	Underemployment Rate	--	0.107
05/07	Wholesale Inventories MoM	0.014	0.014
05/07	Wholesale Trade Sales MoM	0.010	(0.008)

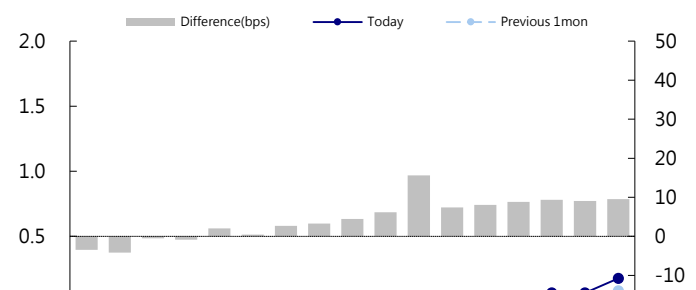
US Treasury Curve



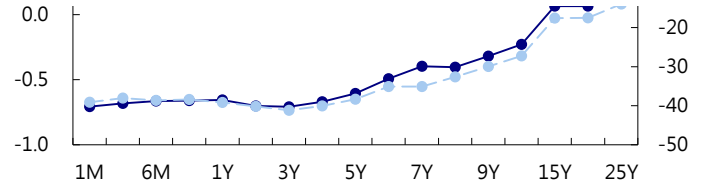
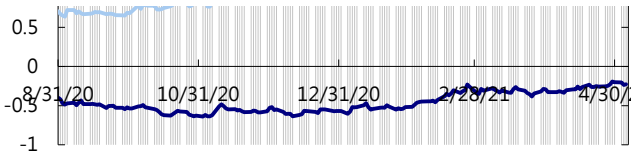
UST V.S. Bund 10Y Yield



Bund Curve



Fixed



China Bond Market

CNY & CNH Market Data

Benchmarks	Value		Net Change (bps)	
	CNY	CNH	CNY	CNH
CGB 5Y	2.94%	2.65%	0.50	(0.18)
CGB 10Y	3.15%	3.05%	(0.92)	(0.10)
CGB 20Y	3.6%	3.08%	(0.01)	(0.01)
Chinese Renminbi Spot	6.48	6.48	-0.13%	0.10 %
USDCNY 1M Forward	6.49	6.49	(0.12)%	0.11 %
USDCNY 3M Forward	6.52	6.52	(0.11)%	0.13 %
USDCNY 6M Forward	6.56	6.57	(0.11)%	0.12 %
	7D Repo	3M Shibor	7D Repo	3M Shibor
CNY IRS 1Y	2.52%	2.865%	1.00	0.00
CNY IRS 2Y	2.64%	3.065%	1.50	0.00
CNY IRS 3Y	2.74%	3.22%	1.00	0.00
CNY IRS 4Y	2.83%	3.34%	0.00	(0.50)
CNY IRS 5Y	2.91%	3.45%	(0.50)	(0.50)

China Bond Market

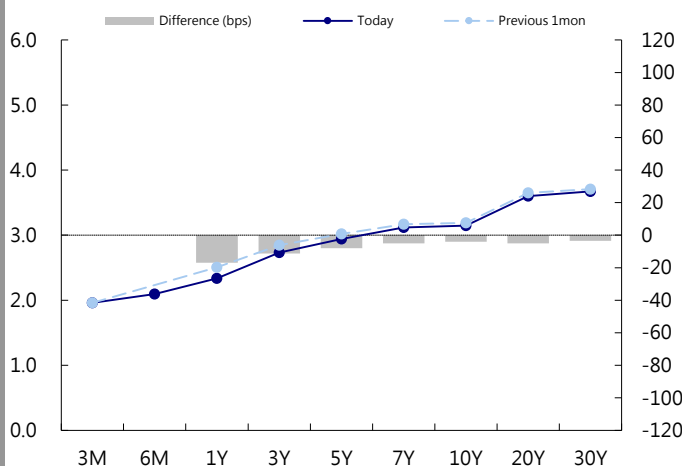
Regarding bond market, CN is off today.

Benchmarks	Value	Net Change (bps)
SDBC 3.03 01/18/22	2.39%	-0.253
SDBC 3.68 02/26/26	3.27%	-1.999
SDBC 3.48 01/08/29	3.48%	-1.490
SDBC 3 1/2 11/04/46	3.81%	-9.000

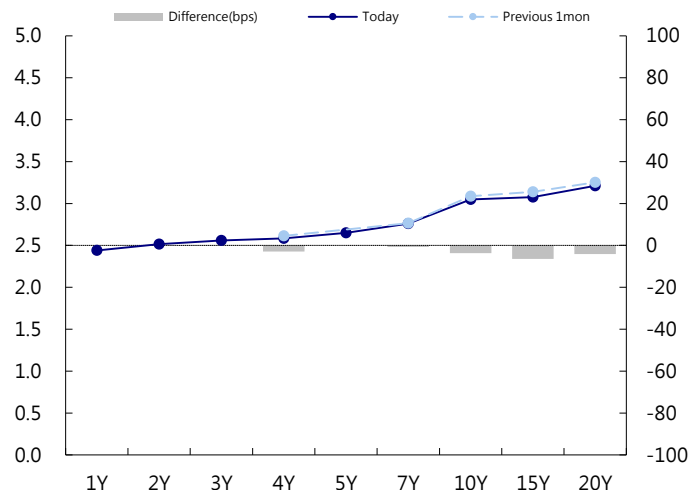
CNH CCS 3M	2.71%	(4.17)
CNH CCS 6M	2.75%	(2.76)
CNH CCS 12M	2.74%	(2.74)
CNH CCS 3Y	2.63%	(4.31)
CNH CCS 5Y	2.35%	(0.04)

Date	Event	Forecast	Previous
05/07	Caixin China PMI Composite	--	53.100
05/07	Caixin China PMI Services	54.300	54.300
05/07	Trade Balance CNY	129.00b	87.98b
05/07	Exports YoY CNY	0.127	0.207
05/07	Imports YoY CNY	0.337	0.277
05/07	Trade Balance	\$27.85b	\$13.80b
05/07	Exports YoY	0.250	0.306
05/07	Imports YoY	0.442	0.381
05/07	Foreign Reserves	\$3200.00b	\$3170.03b
05/07	BoP Current Account Balance	--	\$123.8b

Onshore CNY Government Bond Curve



Offshore CNH Government Bond Curve



Taiwan Bond Market

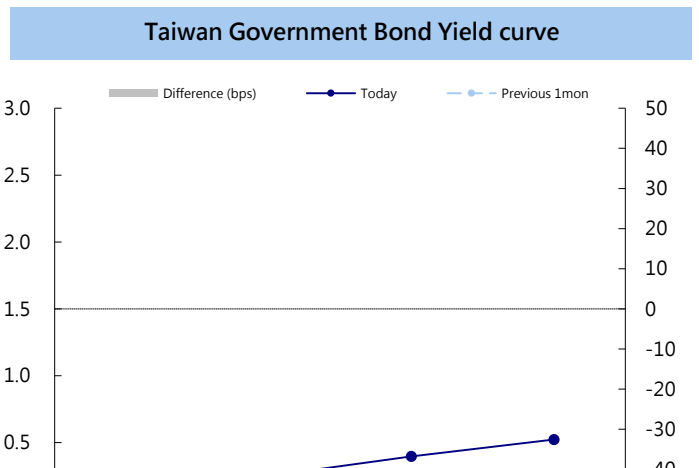
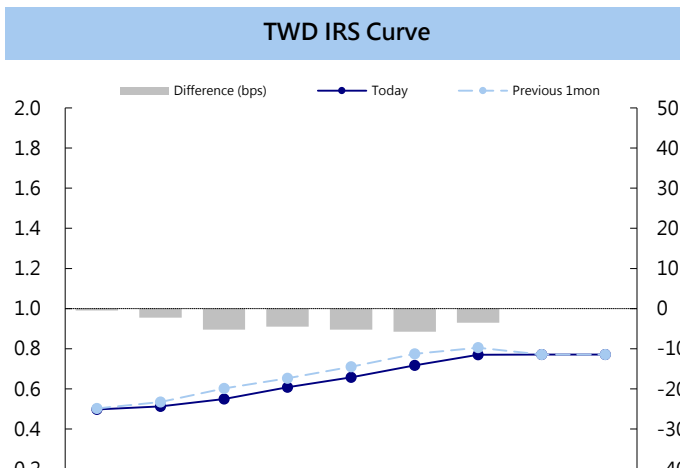
Taiwan Market data		
Benchmarks	Value	Net Change (bps)
TWGB 5Y	0.25%	(0.50)
TWGB 10Y	0.4%	(0.50)
USD/TWD	27.95	(0.04)%
EUR/TWD	33.57	0.07 %
HKD/TWD	3.60	(0.03)%
VNY/TWD	4.31	(0.16)%
TWD Overnight Rate	0.079%	0.00
TWD Secondary CP 10D	0.7125%	(1.61)
TWD Secondary CP 30D	ECO	(1.35)
TWD Secondary CP 90D	0.8081%	(1.97)

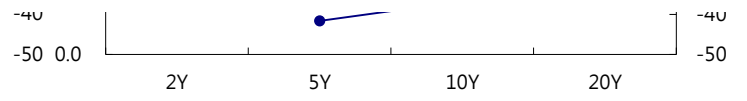
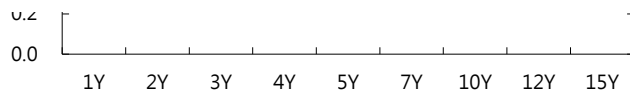
Taiwan Bond Secondary Market
5YR treasury yields closed at 0.25%. 10YR treasury yields closed at 0.399% . TWD treasury yields continued to fluctuate as UST yields also struggle to find direction. Strong demand for TWD currency continues to provide supports for government bonds market. Expect 5YR trade at 0.24%~0.27% , 10YR trade at 0.38%~0.41%.

Taiwan Bond Primary Market
Announcements of Corporate Bonds Issuances approved by the Board of Directors on 5th May : HannsTouch Solution Incorporated planned to issue 5-year senior secured corporate bonds with the total amount not exceeding NTD 1.5BN. Firich Enterprises Co., Ltd. planned to issue NTD 0.5BN of 5-year senior secured corporate bonds. Bonds issued on 6th May:Fina Finance & Trading Co., Ltd. issued NTD 4.6BN of 5-year senior unsecured corporate bonds at a coupon rate of 0.75%.

Date	Event	Forecast	Previous
05/06	CPI Core YoY	1.2%	1.1%
05/06	CPI YoY	1.9%	1.3%
05/06	WPI YoY	8.5%	4.4%
05/07	Trade Balance	\$3.25b	\$3.66b
05/07	Exports YoY	27.6%	27.1%

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 0.13%-0.16%, while corporate bond repo rate at 0.15%-0.19%.





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