

US & Europe Bond Markets

Govt, Equity, FX and Credit Benchmark & Economic Statistics

Benchmarks	Value	Net Change (bps)
UST 5Y	0.27%	0.33
UST 10Y	0.59%	1.31
UST 30Y	1.23%	0.32
Bund 5Y	-0.64%	3.40
Bund 10Y	-0.45%	3.30
Bund 30Y	-0.03%	3.00
DOW JONES	26469.89	(0.68)%
NASDAQ	10363.18	(0.94)%
S&P 500	3215.63	(0.62)%
DAX	12838.06	(2.02)%
FTSE 100	6123.82	(1.41)%
CAC 40	4956.43	(1.54)%
EUR/USD	1.17	0.31 %
USD/JPY	105.81	(0.31)%
USD/CNY	7.02	0.20 %
US 5Y CDS	--	--
Germany 5Y CDS	12.14	(0.16)
Italy 5Y CDS	150.88	(0.74)
Spain 5Y CDS	--	--
Portugal 5Y CDS	--	--
France 5Y CDS	18.74	(1.03)
Japan 5Y CDS	18.26	0.86
China 5Y CDS	44.56	0.42
Korea 5Y CDS	24.18	(0.06)

US & European Bond Markets

US & European Government Bond :

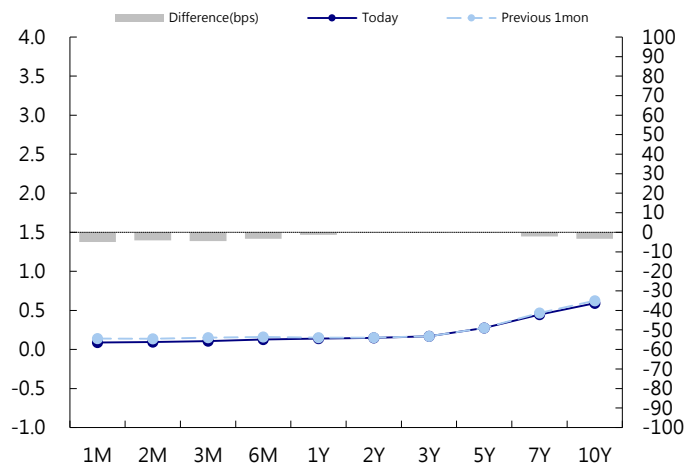
Treasuries ended little changed, with front end slightly richer on the day, belly and long end cheaper. Despite Treasury options expiration 10-year yields were confined to a 2bp range during U.S. trading hours amid a dearth of catalysts and equity benchmarks lower by around 0.5% in late trading. 10-year yields erased a 2.3bp decline to lowest level since April and rose less than 1bp to 0.584%, still more than 4bp lower on the week; 2s10s spread steepened by 1.5b.

US & European Corporate Bonds:

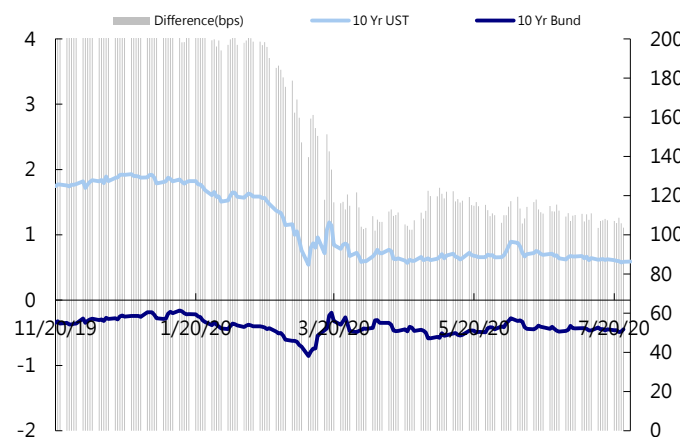
Asia IG retreated from recent rally following a soft overnight session and intensified US-CHINA tension. Overall liquid IG Benchmark name were 3-8bps wider led by tech as investors took profit from outperformed sector and squared off partial risk, such as WB/XIAOMI. Flow on other sector are quite light except the new issue POWINV 25s/HZCONI 23s, both are tighten and trade actively albeit market risk off. HY also hold on well in a weaker risk tone, bids in quality name offset the offer from AM/PB for profit taking. Overall, there's lots of events in this week like US/EU Q2 GDP, Q2 earnings from AMZN/FB and FOMC, therefore I will step aside and profit taking through the month end.

Date	Event	Forecast	Previous
07/27	Durable Goods Orders	0.070	0.157
07/27	Durables Ex Transportation	0.035	0.037
07/27	Cap Goods Orders Nondef Ex Air	0.024	0.016
07/27	Cap Goods Ship Nondef Ex Air	0.028	0.015
07/27	Dallas Fed Manf. Activity	(4.900)	(6.100)
07/28	S&P CoreLogic CS 20-City MoM SA	0.003	0.003
07/28	S&P CoreLogic CS 20-City YoY NSA	0.041	0.040
07/28	S&P CoreLogic CS 20-City NSA Index	--	224.080
07/28	S&P CoreLogic CS US HPI YoY NSA	--	0.047
07/28	S&P CoreLogic CS US HPI NSA Index	--	217.720
07/28	Conf. Board Consumer Confidence	94.400	98.100
07/28	Conf. Board Present Situation	--	86.200
07/28	Conf. Board Expectations	--	106.000
07/28	Richmond Fed Manufact. Index	5.000	
07/29	MBA Mortgage Applications	--	0.041
07/29	Advance Goods Trade Balance	-\$75.1b	-\$74.3b
07/29	Wholesale Inventories MoM	(0.003)	(0.012)
07/29	Retail Inventories MoM	--	(0.061)

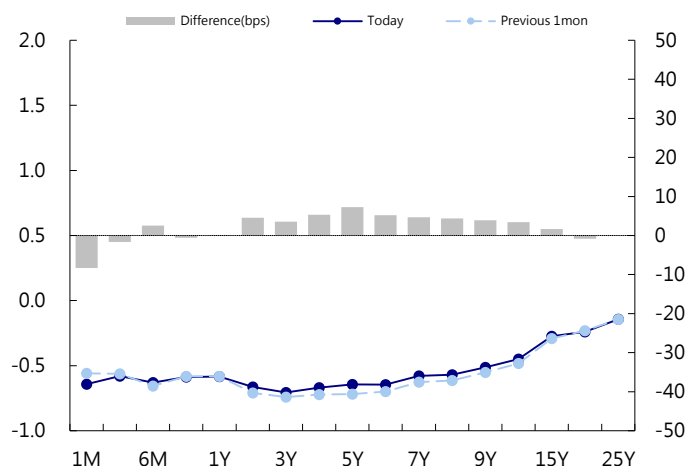
US Treasury Curve



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	2.57%	2.44%	(0.30)	(0.04)
CGB 10Y	2.86%	2.87%	0.25	(0.02)
CGB 20Y	3.45%	3.13%	--	(0.01)
Chinese Renminbi Spot	7.02	7.01	-0.18%	0.15 %
USDCNY 1M Forward	7.03	7.02	0.00 %	0.17 %
USDCNY 3M Forward	7.05	7.04	0.00 %	0.16 %
USDCNY 6M Forward	7.09	7.08	0.00 %	0.17 %
	7D Repo	3M Shibor	7D Repo	3M Shibor
CNY IRS 1Y	2.285%	2.595%	(6.00)	(2.50)
CNY IRS 2Y	2.36%	2.73%	(5.00)	(1.50)
CNY IRS 3Y	2.435%	2.87%	(5.50)	(3.00)
CNY IRS 4Y	2.515%	2.99%	(5.50)	(2.00)
CNY IRS 5Y	2.58%	3.09%	(2.50)	(2.00)

Benchmarks	Value	Net Change (bps)
SDBC 3.03 01/18/22	2.56%	-8.990
SDBC 3.68 02/26/26	3.16%	-8.940
SDBC 3.48 01/08/29	3.44%	-1.991
SDBC 3 1/2 11/04/46	3.72%	-3.380

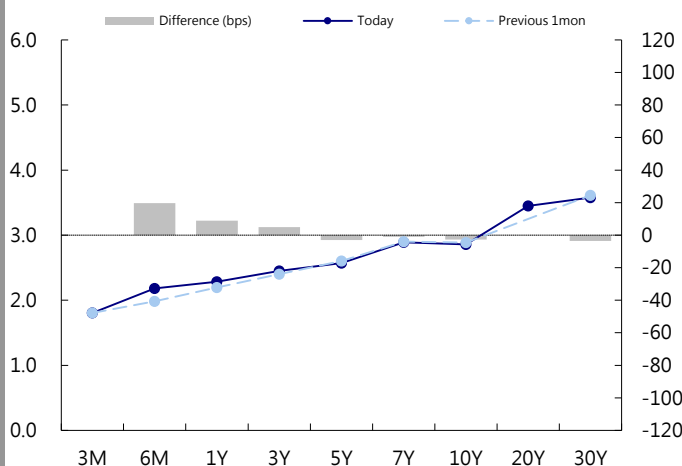
CNH CCS 3M	2.36%	11.23
CNH CCS 6M	2.32%	5.66
CNH CCS 12M	2.29%	3.96
CNH CCS 3Y	2.19%	1.35
CNH CCS 5Y	2.13%	1.26

Date	Event	Forecast	Previous
07/27	Industrial Profits YoY	--	0.060
07/31	Composite PMI	--	54.200
07/31	Manufacturing PMI	50.700	50.900
07/31	Non-manufacturing PMI	54.500	54.400

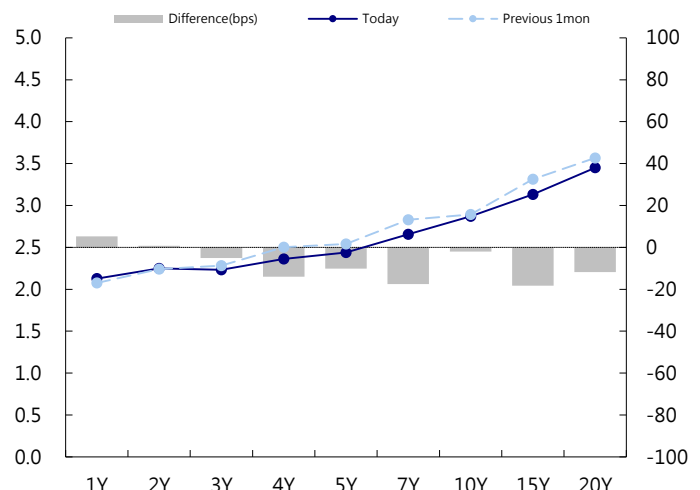
China Bond Market

Regarding bond market, China's bond market spot bond yields fell significantly on Friday, and treasury bond futures also closed higher. Traders said that China notified the United States to close its consulate in Chengdu earlier, and China took action to counter the impact on risky assets, and the stock market plummeted, thereby boosting risk aversion, and the overall spot bond yield fell by 3-5 bp; In the short term, due to the uncertainty in China-USA relations, safe-haven assets are expected to be relatively favored. In terms of exchange rate, The RMB against the US dollar fell sharply by more than 200 points on Friday, hitting a new low in more than a week, and the central parity also fell slightly to a one-week low. Traders said that despite the overall weakness of the U.S. dollar, tensions between China and the United States continued to escalate. Today, the A-shares plummeted and the outflow of funds from the north was accelerated, and the renminbi was also significantly weakened; short-term exchange rates may stabilize and depreciate, with strong support in the 7.02-7.05 range

Onshore CNY Government Bond Curve



Offshore CNH Government Bond Curve



Taiwan Bond Market

Taiwan Market data

Benchmarks	Value	Net Change (bps)
TWGB 5Y	0.31%	(0.60)
TWGB 10Y	0.42%	(0.88)
USD/TWD	29.43	(0.25)%
EUR/TWD	34.41	0.48 %
HKD/TWD	3.80	(0.19)%
VNY/TWD	4.19	(0.16)%
TWD Overnight Rate	0.08%	(0.60)
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 at the lower bound of range. 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 at 0.42%.

Taiwan Bond Primary Market

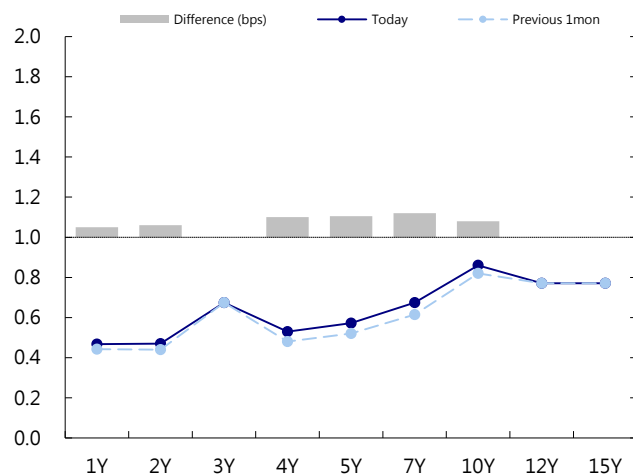
Announcements of Corporate Bonds Issuances approved by the Board of Directors on 24th July : None.
Bonds issued on 27th July : None.

Money Market

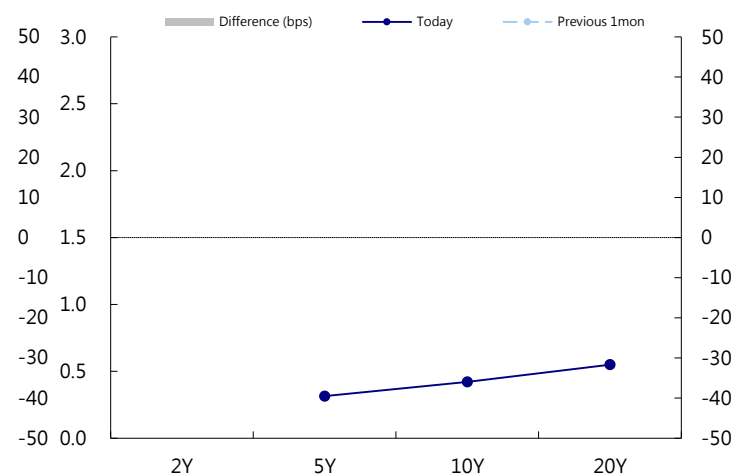
With sufficient fund in the market by the end of the last quarter, short term repo rate remains stable. Last month, central bank kept its monetary policy and base rate. We expect repo rates continue to trade within the range, i.e., Govt bond repo rate at 0.23%-0.30%, while corporate bond repo rate at 0.34%-0.37%.

Date	Event	Forecast	Previous
07/27	Monitoring Indicator	--	1800.0%
07/31	GDP YoY		1.6%

TWD IRS Curve



Taiwan Government Bond Yield curve



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