

US & Europe Bond Markets

Govt, Equity, FX and Credit Benchmark & Economic Statistics

Benchmarks	Value	Net Change (bps)
UST 5Y	0.27%	(1.75)
UST 10Y	0.66%	(2.92)
UST 30Y	1.38%	(5.14)
Bund 5Y	-0.66%	(0.50)
Bund 10Y	-0.46%	(1.20)
Bund 30Y	-0.03%	(1.20)
DOW JONES	27778.07	(0.24)%
NASDAQ	11210.84	0.73 %
S&P 500	3389.78	0.23 %
DAX	12881.76	(0.30)%
FTSE 100	6076.62	(0.83)%
CAC 40	4938.06	(0.68)%
EUR/USD	1.19	0.29 %
USD/JPY	105.45	(0.09)%
USD/CNY	6.92	(0.00)%
US 5Y CDS	--	--
Germany 5Y CDS	11.81	0.01
Italy 5Y CDS	142.80	(1.16)
Spain 5Y CDS	--	--
Portugal 5Y CDS	--	--
France 5Y CDS	19.40	0.82
Japan 5Y CDS	17.04	(0.01)
China 5Y CDS	39.19	0.07
Korea 5Y CDS	21.68	(0.14)

US & European Bond Markets

US & European Government Bond :

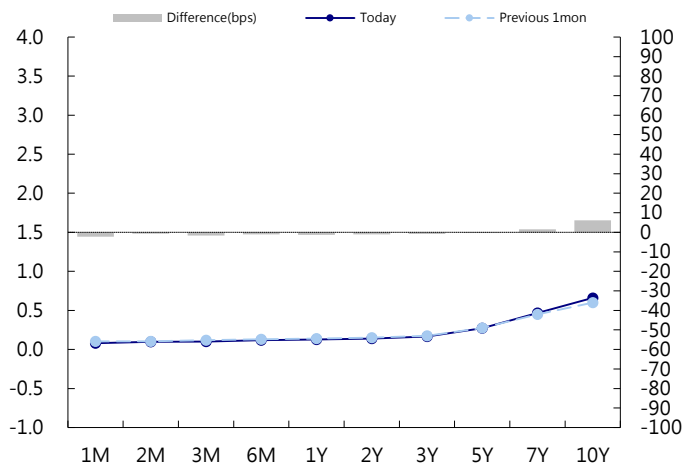
Treasuries advanced led by long end of the curve as gains amassed during Asia session and European morning were sustained in lackluster U.S. trading. They were underpinned as a dollar selloff against the yen gathered momentum. Wider rally was curtailed, however, as S&P 500 rose to a record high and IG credit issuance remained robust. Yields shed 1bp-3.5bp across the curve, flattening 2s10s by more than 1bp, 5s30s by nearly 3bp; 10-year yields were richer by around 2bp into cash settlement, off session lows.

US & European Corporate Bonds:

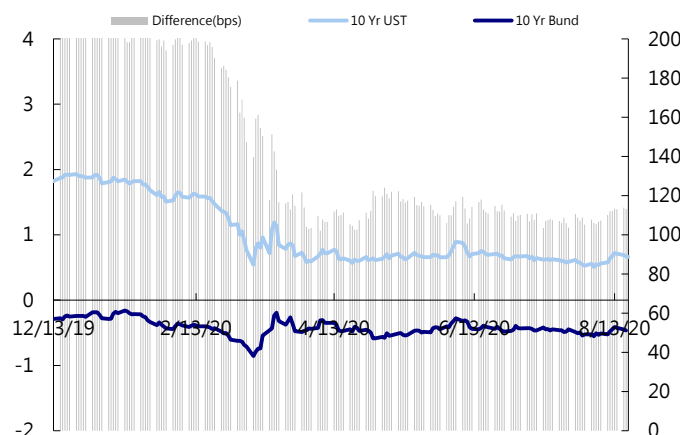
Weaker session today in Asia IG market as we saw RM/HF better selling today with spread closed 3-6bps. Flow wise, TMT +2-4bps in thin volume. SOE underperformed as street/FM hitting bid heavily with spread 3-6bps wider, SHPORT 30/CNPPCH 30/CHGRID 30s unwanted today. Financial +2-4bps, leasing/AMC weaker today, saw RM selling 10Y AMC papers that pushed GRWALL 30s down to +177 where we start to see buyer. BOCAVI 25s/CMINLE 25s +3bp post ICBC leasing new US\$ came with IPG at T5+200bps (heard strong book with FPG tighter for over 50bps). IG property unch to +2bps with random 2way flows on PINGRE 25s, others muted. AT1/Perp unch to a touch softer with light

Date	Event	Forecast	Previous
08/19	MBA Mortgage Applications	--	0.068
08/20	FOMC Meeting Minutes	--	--
08/20	Philadelphia Fed Business Outlook	21.000	24.100
08/20	Initial Jobless Claims	920k	963k
08/20	Continuing Claims	15000k	15486k
08/20	Bloomberg Economic Expectations	--	38.500
08/20	Bloomberg Consumer Comfort	--	43.700
08/20	Leading Index	0.010	0.020
08/21	Markit US Manufacturing PMI	51.500	50.900
08/21	Markit US Services PMI	50.900	50.000
08/21	Markit US Composite PMI	--	50.300
08/21	Existing Home Sales	5.40m	4.72m
08/21	Existing Home Sales MoM	0.144	0.207

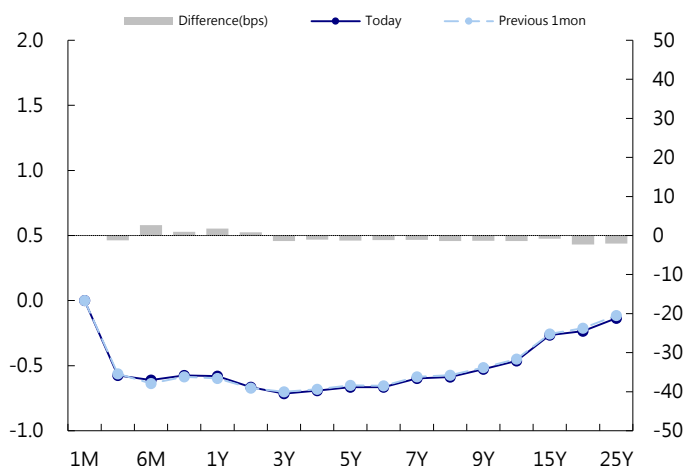
US Treasury Curve



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	2.79%	2.43%	(1.77)	(0.12)
CGB 10Y	2.97%	2.85%	0.73	(0.08)
CGB 20Y	3.51%	3.17%	--	(0.03)
Chinese Renminbi Spot	6.92	6.92	0%	(0.13)%
USDCNY 1M Forward	6.94	6.93	0.01 %	(0.12)%
USDCNY 3M Forward	6.96	6.96	(0.01)%	(0.13)%
USDCNY 6M Forward	7.00	7.00	0.01 %	(0.11)%
	7D Repo	3M Shibor	7D Repo	3M Shibor
CNY IRS 1Y	2.42%	2.76%	2.50	2.00
CNY IRS 2Y	2.5%	2.88%	2.00	0.00
CNY IRS 3Y	2.585%	3.03%	2.50	0.00
CNY IRS 4Y	2.655%	3.17%	2.50	2.00
CNY IRS 5Y	2.725%	3.265%	2.50	2.00

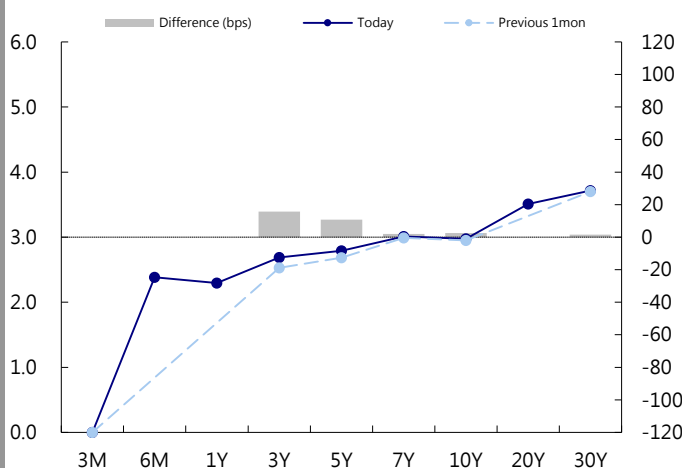
Benchmarks	Value		Net Change (bps)	
	CNY	CNH	CNY	CNH
SDBC 3.03 01/18/22	2.74%		-1.004	
SDBC 3.68 02/26/26	3.34%		1.499	
SDBC 3.48 01/08/29	3.57%		1.000	
SDBC 3 1/2 11/04/46	3.65%		--	
CNH CCS 3M	2.68%		(0.85)	
CNH CCS 6M	2.60%		(0.65)	
CNH CCS 12M	2.46%		(2.12)	
CNH CCS 3Y	2.35%		(2.16)	
CNH CCS 5Y	2.31%		(2.70)	

Date	Event	Forecast	Previous
08/20	Swift Global Payments CNY	--	0.018
08/20	1-Year Loan Prime Rate	0.039	0.039
08/20	5-Year Loan Prime Rate	0.047	0.047
08/21	FX Net Settlement - Clients CNY	--	-21.7b

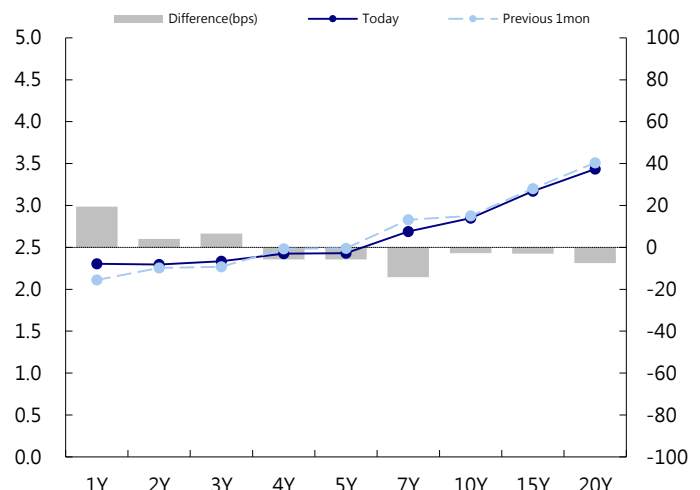
China Bond Market

Regarding bond market, China's bond market returned to a weak trend on Tuesday. The impact of the central bank's excessive August MLF has been absorbed. The bond market lacks further guidance in the short term. Today's intraday volatility is mainly driven by the stock market. The main 10-year Treasury bond futures contract of the China Financial Exchange rose slightly and then oscillated and fell. The inter-bank bond market's afternoon spot bond yield increased significantly, and the 10-year interest rate bond yield rose nearly 3 bp. In terms of exchange rate, The RMB against the U.S. dollar closed sharply on Tuesday to a nearly seven-month high, regaining all the decline since the outbreak of the new crown epidemic, and the central parity continued to hit a new high in more than five months. Traders said that despite the escalating frictions in various fields between China and the United States, due to the fact that there was no objection to the implementation of the first-stage agreement, the overall risk appetite has rebounded, and the market is pessimistic about the outlook for the dollar, the yuan has gained gain.

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%	(0.30)
TWGB 10Y	0.39%	(1.08)
USD/TWD	29.39	(0.21)%
EUR/TWD	35.08	0.16 %
HKD/TWD	3.79	(0.18)%
VNY/TWD	4.25	(0.17)%
TWD Overnight Rate	0.079%	(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 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 0.3978%.

Taiwan Bond Primary Market

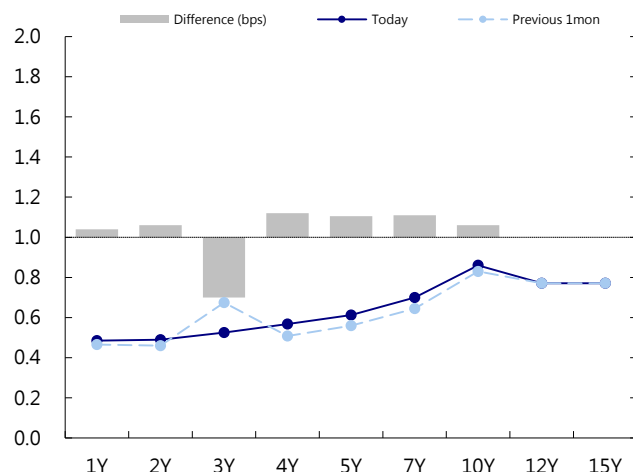
Announcements of Corporate Bonds Issuances approved by the Board of Directors on 18th August : None.
Bonds issued on 19th August : None.

Date	Event	Forecast	Previous
08/20	Export Orders YoY	3.1%	6.5%
08/20	BoP Current Account Balance	--	\$18160m

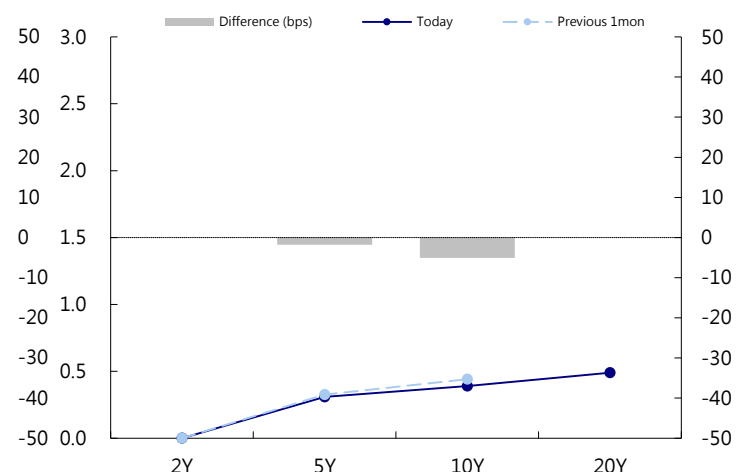
Money Market

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%-0.29%, while corporate bond repo rate at 0.33%-0.36%.

TWD IRS Curve



Taiwan Government Bond Yield curve



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