

US & Europe Bond Markets

Govt, Equity, FX and Credit Benchmark & Economic Statistics

Benchmarks	Value	Net Change (bps)
UST 5Y	0.26%	(0.95)
UST 10Y	0.63%	(2.43)
UST 30Y	1.33%	(5.02)
Bund 5Y	-0.7%	(1.00)
Bund 10Y	-0.51%	(1.10)
Bund 30Y	-0.08%	(0.40)
DOW JONES	27930.33	0.69 %
NASDAQ	11311.80	0.42 %
S&P 500	3397.16	0.34 %
DAX	12764.80	(0.51)%
FTSE 100	6001.89	(0.19)%
CAC 40	4896.33	(0.30)%
EUR/USD	1.18	(0.05)%
USD/JPY	105.81	0.01 %
USD/CNY	6.92	(0.00)%
US 5Y CDS	--	--
Germany 5Y CDS	11.62	0.13
Italy 5Y CDS	139.34	(0.23)
Spain 5Y CDS	--	--
Portugal 5Y CDS	--	--
France 5Y CDS	18.65	1.53
Japan 5Y CDS	17.56	(0.10)
China 5Y CDS	38.27	(0.80)
Korea 5Y CDS	21.95	0.00

US & European Bond Markets

US & European Government Bond :

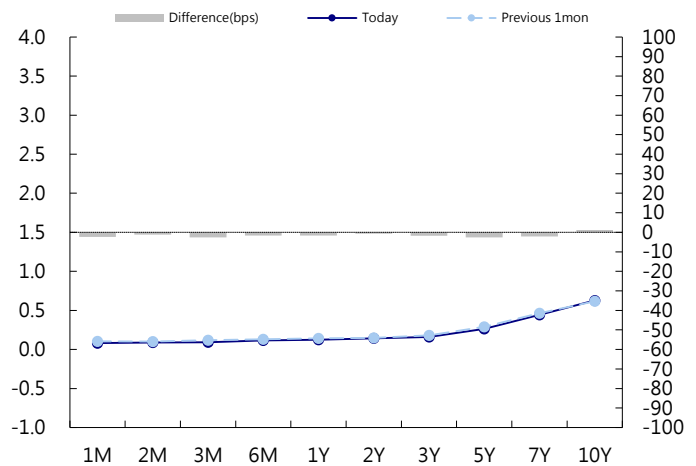
Treasuries ended higher with the curve flatter, leaving the 5s30s spread at its narrowest in over a week. Aside from one day of losses on Wednesday amid disappointment that the Fed's July policy meeting minutes lacked fresh insights into the central bank's bond-buying plans, Treasuries advanced every day during the week -- led by the long end. 10-year yields ended at ~0.635%, richer by ~1.6bp, pushing the decline for the week to about 7bp, biggest weekly drop since the period ended June 12; 30-year yields ended Friday at 1.348%, the lowest weekly close since Aug. 11.

US & European Corporate Bonds:

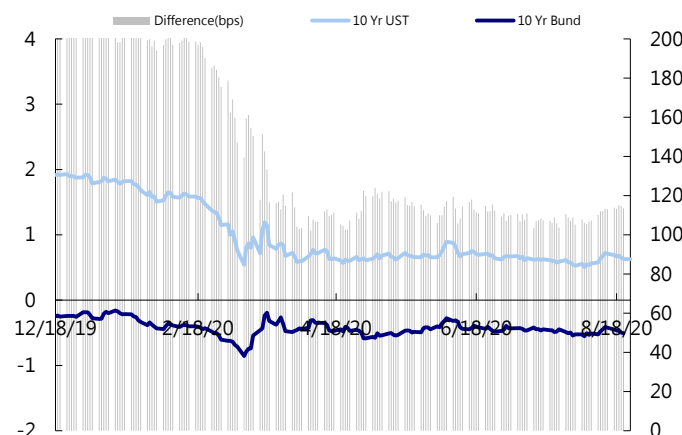
Asia credit open at unchanged with typical summer Friday flow. In the IG space, we continue to see demand for front end as some bonds in both China (BIDU, BOCAVI, TENCNT, CMINLE) and Japan (MIZUHO), otherwise, trading are focus mainly on new issues. JIANYI trade to tighten 2~3 bps with RM buying, on the other hand, HKE 1.875 30N was relatively heavy and widened to +2 bps, however, NANFUN 3.625 30N was well performed with 10 bps tighter amid PB buying. To sum up, flow was light and volatility was low amid summer vacation, moreover, market continue rally with easing monetary that UST recover half rebound in last week and curve flatten, and US stock loss 1% were 21 trading days ago.

Date	Event	Forecast	Previous
08/24	Chicago Fed Nat Activity Index	3.700	4.110
08/25	House Price Purchase Index QoQ	--	0.017
08/25	FHFA House Price Index MoM	0.003	(0.003)
08/25	S&P CoreLogic CS 20-City MoM SA	0.001	0.000
08/25	S&P CoreLogic CS 20-City YoY NSA	0.036	0.037
08/25	S&P CoreLogic CS 20-City NSA Index	--	224.760
08/25	S&P CoreLogic CS US HPI YoY NSA	--	0.045
08/25	S&P CoreLogic CS US HPI NSA Index	--	218.870
08/25	Conf. Board Consumer Confidence	93.000	92.600
08/25	Conf. Board Present Situation	--	94.200
08/25	New Home Sales	785k	776k
08/25	Conf. Board Expectations	--	91.500
08/25	New Home Sales MoM	0.012	0.138
08/25	Richmond Fed Manufact. Index	10.000	10.000
08/26	MBA Mortgage Applications	--	(0.033)
08/26	Durable Goods Orders	0.045	0.076
08/26	Durables Ex Transportation	0.018	0.036
08/26	Cap Goods Orders Nondef Ex Air	0.017	0.034

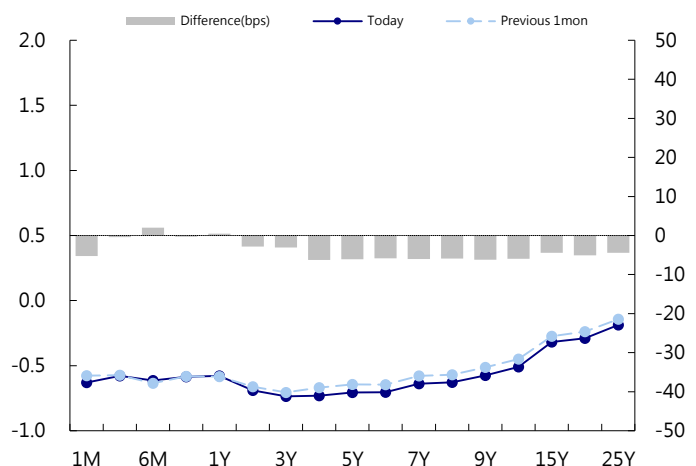
US Treasury Curve



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	2.85%	2.51%	0.75	(0.04)
CGB 10Y	2.99%	2.88%	1.25	(0.02)
CGB 20Y	3.51%	3.18%	--	(0.01)
Chinese Renminbi Spot	6.92	6.92	0%	0.06 %
USDCNY 1M Forward	6.93	6.93	0.00 %	0.05 %
USDCNY 3M Forward	6.96	6.96	0.01 %	0.07 %
USDCNY 6M Forward	7.00	7.00	0.02 %	0.08 %
	7D Repo	3M Shibor	7D Repo	3M Shibor
CNY IRS 1Y	2.465%	2.83%	(0.50)	0.50
CNY IRS 2Y	2.545%	2.965%	(1.00)	1.00
CNY IRS 3Y	2.625%	3.09%	(1.50)	(1.00)
CNY IRS 4Y	2.695%	3.21%	(2.00)	(2.00)
CNY IRS 5Y	2.76%	3.325%	(2.00)	(1.00)

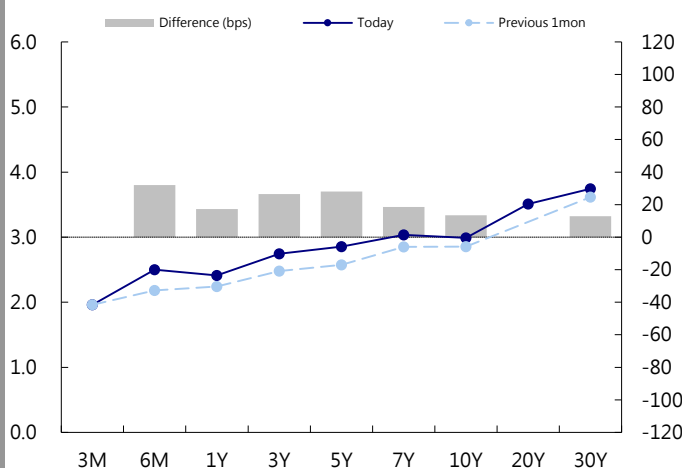
Benchmarks	Value	Net Change (bps)
SDBC 3.03 01/18/22	2.81%	3.003
SDBC 3.68 02/26/26	3.38%	-1.000
SDBC 3.48 01/08/29	3.61%	0.000
SDBC 3 1/2 11/04/46	3.65%	--
CNH CCS 3M	2.50%	(14.43)
CNH CCS 6M	2.51%	(6.97)
CNH CCS 12M	2.44%	(0.70)
CNH CCS 3Y	2.36%	0.45
CNH CCS 5Y	2.31%	(0.89)

Date	Event	Forecast	Previous
08/26	Bloomberg Aug. China Economic Sun		
08/27	Industrial Profits YoY	--	0.115
08/31	Composite PMI	--	54.100
08/31	Manufacturing PMI	51.200	51.100
08/31	Non-manufacturing PMI	--	54.200

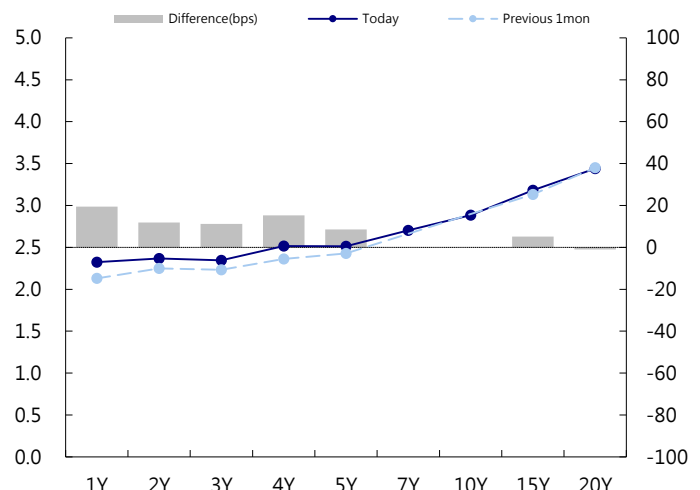
China Bond Market

Regarding bond market, after continuous adjustments, the Chinese bond market recovered on Friday. The 10-year CDB bond yield in the inter-bank market fell by about 3 bp. The previously relatively strong 10-year Treasury bond yield fell slightly. Although funds were still tight in the morning, the financing increased and became loose in the afternoon. In terms of exchange rate, The RMB exchange rate against the U.S. dollar closed slightly higher on Friday, while the central parity rose to a seven-month high. Traders said that the poor employment data released by the United States overnight dragged down the performance of the U.S. Index. The yuan was boosted in early trading and rose above the 6.9, setting a new seven-month high.

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%	0.00
TWGB 10Y	0.4%	0.20
USD/TWD	29.38	(0.20)%
EUR/TWD	34.65	(0.60)%
HKD/TWD	3.79	(0.16)%
VNY/TWD	4.25	(0.15)%
TWD Overnight Rate	0.079%	(0.50)
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 0.3970%.

Taiwan Bond Primary Market

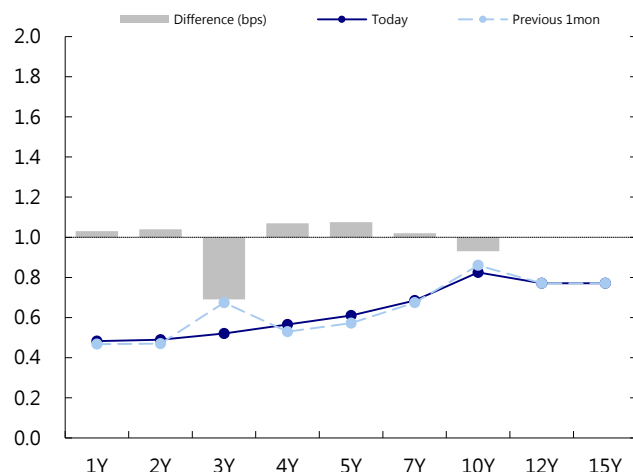
Announcements of Corporate Bonds Issuances approved by the Board of Directors on 21th August : None.
Bonds issued on 21th August : None.

Date	Event	Forecast	Previous
08/24	Industrial Production YoY	3.5%	7.3%
08/24	Unemployment Rate	3.9%	4.0%
08/24	Money Supply M2 Daily Avg YoY	--	5.4%
08/24	Money Supply M1B Daily Avg YoY	--	9.9%
08/27	Monitoring Indicator	--	1900.0%

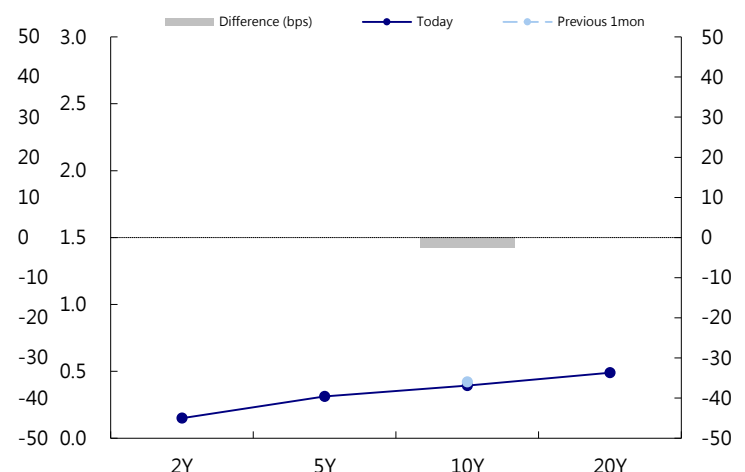
Money Market

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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