

US & Europe Bond Markets

Govt, Equity, FX and Credit Benchmark & Economic Statistics

Benchmarks	Value	Net Change (bps)
UST 5Y	0.32%	(1.44)
UST 10Y	0.75%	(2.00)
UST 30Y	1.55%	(2.56)
Bund 5Y	-0.74%	(1.20)
Bund 10Y	-0.55%	(1.80)
Bund 30Y	-0.12%	(2.30)
DOW JONES	28837.52	0.88 %
NASDAQ	11876.26	2.56 %
S&P 500	3534.22	1.64 %
DAX	13138.41	0.67 %
FTSE 100	6001.38	(0.25)%
CAC 40	4979.29	0.66 %
EUR/USD	1.18	0.02 %
USD/JPY	105.35	(0.14)%
USD/CNY	6.75	0.76 %
US 5Y CDS	--	--
Germany 5Y CDS	11.05	(0.34)
Italy 5Y CDS	135.76	--
Spain 5Y CDS	--	--
Portugal 5Y CDS	--	--
France 5Y CDS	18.82	0.71
Japan 5Y CDS	17.00	(0.04)
China 5Y CDS	37.98	(0.01)
Korea 5Y CDS	24.01	(0.08)

US & European Bond Markets

US & European Government Bond :

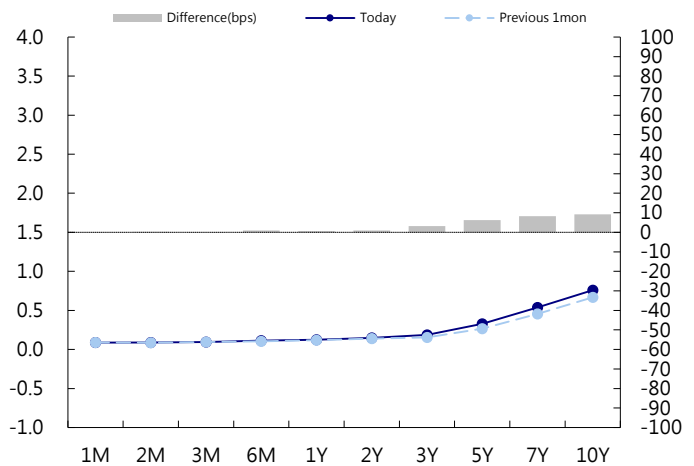
Treasuries ended Friday with small losses after erasing a sharp decline caused by stronger-than-expected September retail sales data. Yields declined on the week as lack of progress on fiscal stimulus and steeper drops in U.K. and German yields drove demand for U.S. government debt. Treasury 10-year yields ended around 0.737%, higher by less than 1bp and toward middle of 0.69% to 0.77% weekly range; long-end-led losses steepened 2s10s, 5s30s by less than 1bp

US & European Corporate Bonds:

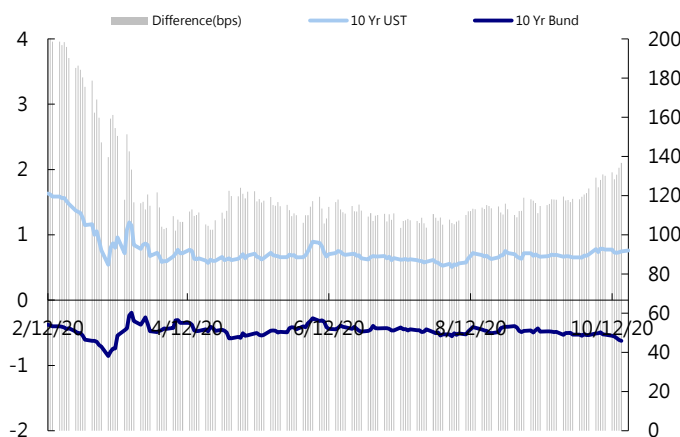
Stocks were mixed as giant technology companies dropped amid Friday's expiration of equity options. Earlier gains were driven by better-than-estimated economic data. U.S. retail sales rose in September at the fastest pace in three months, while the recovery of consumption momentum may down with pending stimulus bill. The final presidential debate next week will be in the spot light. Though Democratic nominee Joe Biden still has advantage over Trump in polls, the difference not significant enough to say "Blue wave" is sure thing, especially in Florida and Pennsylvania, a critical battleground for in November. Therefore, the last debate would be a crucial event for not only both nominees but all assets class,

Date	Event	Forecast	Previous
10/19	NAHB Housing Market Index	83.000	83.000
10/20	Housing Starts	1455k	1416k
10/20	Housing Starts MoM	0.028	(0.051)
10/20	Building Permits	1506k	1470k
10/20	Building Permits MoM	0.020	(0.009)
10/21	MBA Mortgage Applications	--	(0.007)
10/22	U.S. Federal Reserve Releases Beige B...		
10/22	Initial Jobless Claims	865k	898k
10/22	Continuing Claims	9850k	10018k
10/22	Bloomberg Economic Expectations	--	41.500
10/22	Bloomberg Consumer Comfort	--	48.200
10/22	Leading Index	0.007	0.012
10/22	Existing Home Sales	6.30m	6.00m
10/22	Existing Home Sales MoM	0.050	0.024
10/22	Kansas City Fed Manf. Activity	11.000	11.000
10/23	Markit US Manufacturing PMI	53.500	53.200
10/23	Markit US Services PMI	54.600	54.600
10/23	Markit US Composite PMI	--	54.300

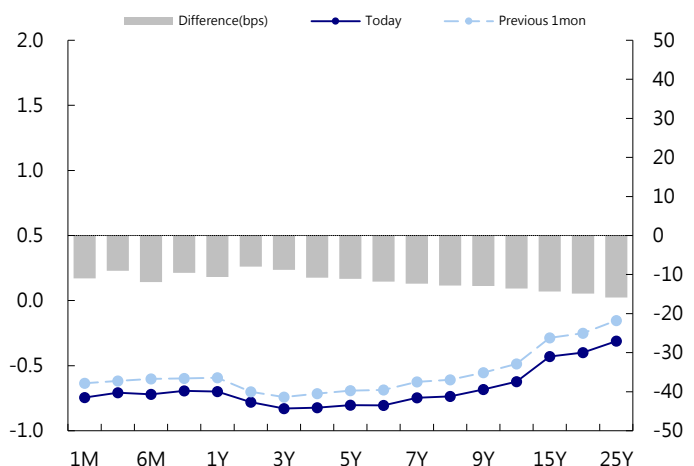
US Treasury Curve



UST V.S. Bund 10Y Yield



Bund Curve



China Bond Market

CNY & CNH Market Data

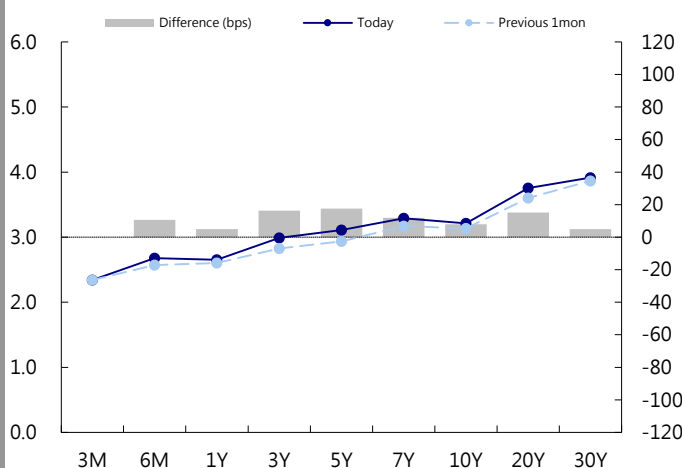
Benchmarks	Value		Net Change (bps)	
	CNY	CNH	CNY	CNH
CGB 5Y	3.11%	2.65%	0.31	(0.02)
CGB 10Y	3.21%	2.87%	(1.36)	(0.02)
CGB 20Y	3.75%	3.13%	0.00	(0.01)
Chinese Renminbi Spot	6.75	6.76	-0.76%	(0.22)%
USDCNY 1M Forward	6.77	6.78	(0.04)%	(0.27)%
USDCNY 3M Forward	6.80	6.81	(0.04)%	(0.27)%
USDCNY 6M Forward	6.84	6.85	(0.04)%	(0.26)%
	7D Repo	3M Shibor	7D Repo	3M Shibor
CNY IRS 1Y	2.515%	2.99%	0.00	1.50
CNY IRS 2Y	2.64%	3.175%	1.00	0.50
CNY IRS 3Y	2.75%	3.325%	0.00	5.00
CNY IRS 4Y	2.83%	3.425%	(0.50)	5.00
CNY IRS 5Y	2.9%	3.54%	(1.00)	0.00
Benchmarks	Value		Net Change (bps)	
SDBC 3.03 01/18/22	2.89%		1.252	
SDBC 3.68 02/26/26	3.54%		-2.259	
SDBC 3.48 01/08/29	3.74%		0.000	
SDBC 3 1/2 11/04/46	4.19%		0.003	
CNH CCS 3M	3.06%		17.00	
CNH CCS 6M	2.89%		10.08	
CNH CCS 12M	2.75%		4.94	
CNH CCS 3Y	2.67%		3.24	
CNH CCS 5Y	2.61%		(1.51)	

China Bond Market

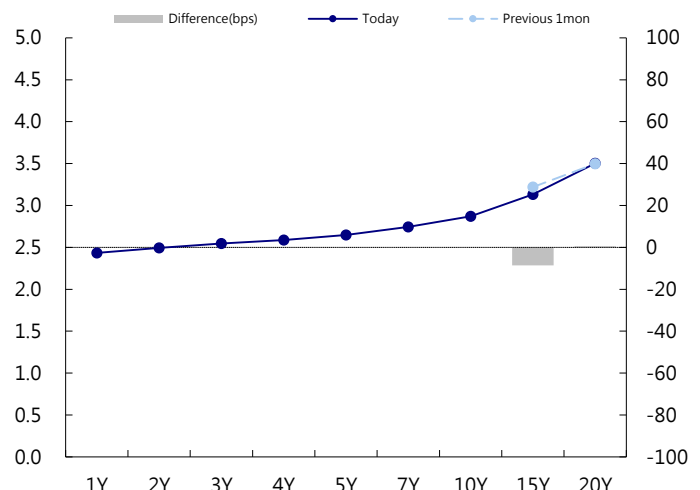
Regarding bond market, The Chinese bond market was still volatile and weak this week. The 10-year treasury bond yield once hit an 11-month high. As the issuance volume of treasury bonds has repeatedly set new highs, its secondary trend is also weaker than financial bonds. Import and export and financial data are still bright, and the economic momentum will not change. The latest statement by Sun Guofeng, Director of the Monetary Policy Department of the Central Bank, indicates that there is still no room for policy relaxation, and the net MLF investment scale in October has also been reduced compared with the previous month. The debt hunger faced by banks is still difficult to alleviate in the near future, the interest rate of inter-bank CD issuance is difficult to stop, the contradiction between supply and demand in the bond market has not been resolved, and the dawn is difficult to see, and the yield is still slowly peaking. In terms of exchange rate, The RMB rose slightly against the US dollar by 0.23% during the week, a three-week rise, but the rate of increase was significantly narrower than last week. Last weekend, the central bank lowered the risk reserve for remote purchases to zero. This is also the return of the indicator to neutral in more than two years. This move is conducive to easing expectations of appreciation and reducing the cost of remote purchases; the RMB once quickly fell back to 6.76 due to policy influences

Date	Event	Forecast	Previous
10/19	GDP SA QoQ	0.033	0.115
10/19	GDP YoY	0.055	0.032
10/19	GDP YTD YoY	0.007	(0.016)
10/19	Industrial Production YoY	0.058	0.056
10/19	Industrial Production YTD YoY	0.010	0.004
10/19	Retail Sales YoY	0.016	0.005
10/19	Retail Sales YTD YoY	(0.074)	(0.086)
10/19	Fixed Assets Ex Rural YTD YoY	0.009	(0.003)
10/19	Property Investment YTD YoY	0.052	0.046
10/19	Surveyed Jobless Rate	0.055	0.056
10/20	New Home Prices MoM	0.005	0.006
10/20	1-Year Loan Prime Rate	0.039	0.039
10/20	5-Year Loan Prime Rate	0.047	0.047
10/22	Swift Global Payments CNY	--	0.019
10/23	FX Net Settlement - Clients CNY	--	-16.7b

Onshore CNY Government Bond Curve



Offshore CNH Government Bond Curve



Taiwan Bond Market

Taiwan Market data

Benchmarks	Value	Net Change (bps)
TWGB 5Y	0.24%	(0.97)
TWGB 10Y	0.33%	(1.80)
USD/TWD	28.64	(0.40)%
EUR/TWD	33.79	(0.56)%
HKD/TWD	3.70	(0.42)%
VNY/TWD	4.25	(0.13)%
TWD Overnight Rate	0.078%	(0.70)
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 moved lower and closed at 0.3033%.

Taiwan Bond Primary Market

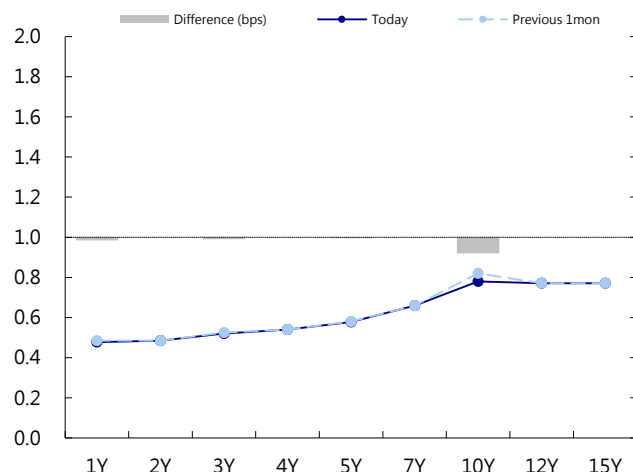
Announcements of Corporate Bonds Issuances approved by the Board of Directors on 16th October : None.
Bonds issued on 19th October : None.

Date	Event	Forecast	Previous
10/20	Export Orders YoY	8.0%	13.6%
10/22	Unemployment Rate	3.8%	3.8%
10/23	Industrial Production YoY	6.5%	4.7%
10/23	Money Supply M1B Daily Avg YoY	--	11.0%
10/23	Money Supply M2 Daily Avg YoY	--	6.7%

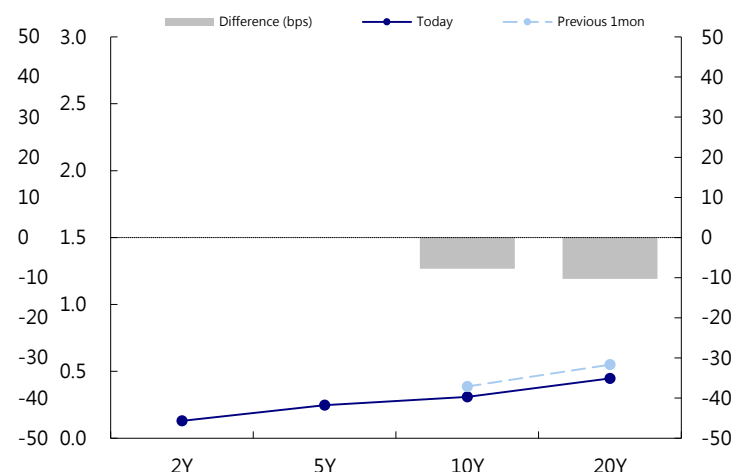
Money Market

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 0.21%-0.27%, while corporate bond repo rate at 0.32%-0.35%.

TWD IRS Curve



Taiwan Government Bond Yield curve



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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