

# US & Europe Bond Markets

## Govt, Equity, FX and Credit Benchmark & Economic Statistics

Benchmarks	Value	Net Change (bps)
UST 5Y	0.35%	1.29
UST 10Y	0.81%	2.35
UST 30Y	1.61%	2.12
Bund 5Y	-0.79%	1.40
Bund 10Y	-0.59%	1.80
Bund 30Y	-0.17%	2.10
DOW JONES	28210.82	(0.35)%
NASDAQ	11484.69	(0.28)%
S&P 500	3435.56	(0.22)%
DAX	12557.64	(1.41)%
FTSE 100	5776.50	(1.91)%
CAC 40	4853.95	(1.53)%
EUR/USD	1.18	(0.14)%
USD/JPY	104.72	(0.10)%
USD/CNY	6.67	0.21 %
US 5Y CDS	--	--
Germany 5Y CDS	11.31	(0.02)
Italy 5Y CDS	135.76	--
Spain 5Y CDS	--	--
Portugal 5Y CDS	--	--
France 5Y CDS	18.73	0.52
Japan 5Y CDS	16.96	(0.00)
China 5Y CDS	38.10	0.05
Korea 5Y CDS	25.31	0.25

## US & European Bond Markets

### US & European Government Bond :

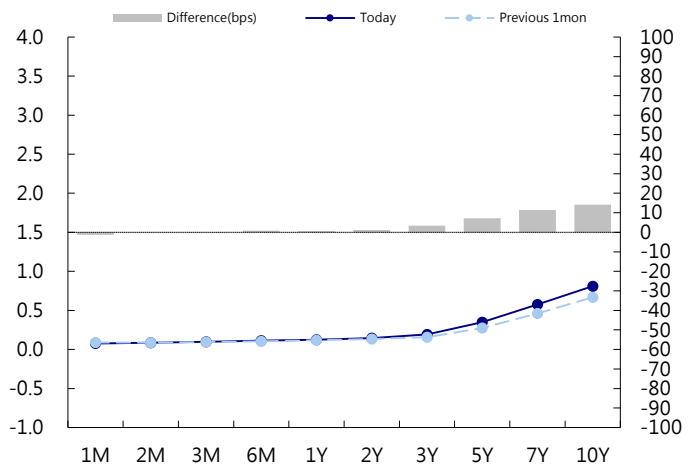
Treasuries bear-steepened Wednesday, but yields ended off cheapest levels of the session helped by good demand metrics for 20-year bond auction. Small gains for stocks kept downside pressure on Treasuries, despite whippy movement during the U.S. session in response to news about fiscal stimulus talks, which didn't produce an agreement. Yields ended higher by nearly 3bp at long end, leaving 2s10s steeper by 2.3bp, 5s30s by 1.5bp

### US & European Corporate Bonds:

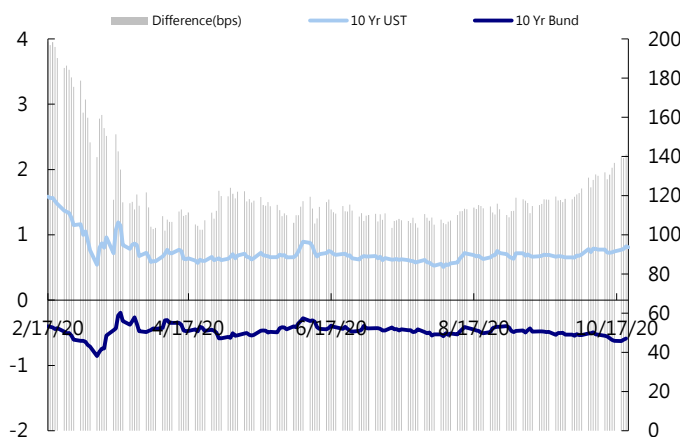
China IG opened on a firm foot following a positive o/n session. BM IG bonds opened ~2bps tighter. Tone was positive in the morning and we see more buying on SOEs / TMT and new issues, such as CHGRID/HAOHUA/TENCNT/SINOPE. On new issues, HONHAI 25/30 performed well with 7 bps tighter by banking and RM buying, while FINS flat with new SDBC only 1 bps tighter. Also a firmer day for HY, high quality BB prop still have strong demand from RM/PB, besides, rare issue like BNKEA / CHINEV also up 1 pts with retail buying. In general, market are diverged to two different way, one side fly to quality name like Korea and china senior bond within 5yr for avoiding uncertainty, such as banking account / ALM, and

Date	Event	Forecast	Previous
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

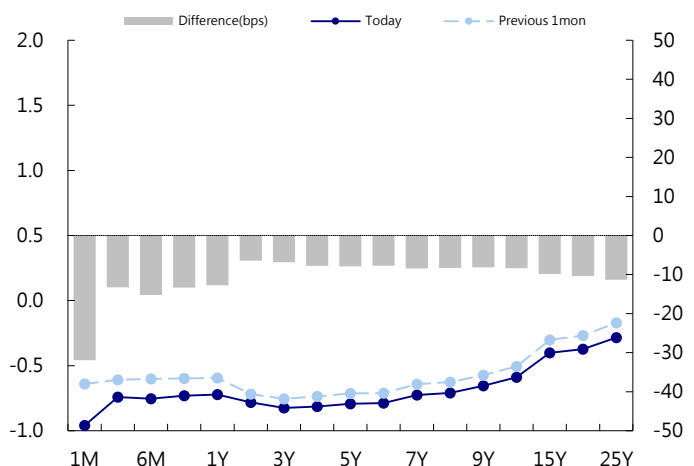
### US Treasury Curve



### 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	3.01%	2.69%	(1.94)	0.78
CGB 10Y	3.17%	2.86%	(2.08)	0.01
CGB 20Y	3.7%	3.1%	--	(0.01)
Chinese Renminbi Spot	6.67	6.65	-0.21%	(0.16)%
USDCNY 1M Forward	6.68	6.67	(0.20)%	(0.18)%
USDCNY 3M Forward	6.71	6.70	(0.18)%	(0.14)%
USDCNY 6M Forward	6.75	6.74	(0.18)%	(0.18)%
	7D Repo	3M Shibor	7D Repo	3M Shibor
CNY IRS 1Y	2.475%	3.07%	(3.50)	(1.00)
CNY IRS 2Y	2.585%	3.21%	(4.00)	(3.00)
CNY IRS 3Y	2.685%	3.33%	(4.50)	(4.00)
CNY IRS 4Y	2.755%	3.42%	(5.00)	(5.50)
CNY IRS 5Y	2.835%	3.51%	(4.50)	(5.50)

Benchmarks	Value	Net Change (bps)
SDBC 3.03 01/18/22	2.90%	2.746
SDBC 3.68 02/26/26	3.50%	4.999
SDBC 3.48 01/08/29	3.71%	1.010
SDBC 3 1/2 11/04/46	4.20%	0.005

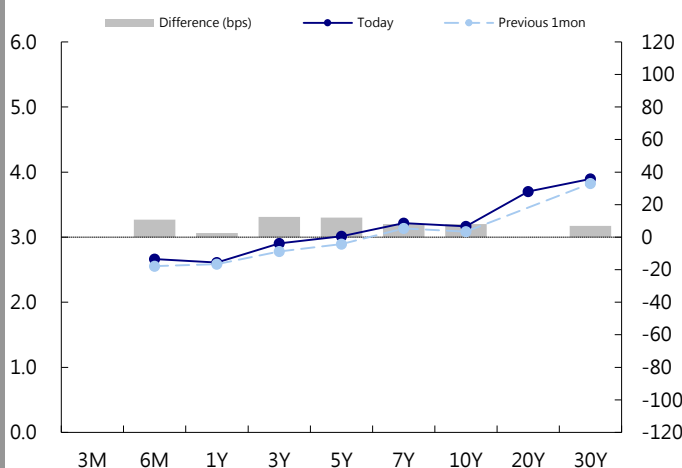
CNH CCS 3M	2.72%	(23.98)
CNH CCS 6M	2.74%	(16.41)
CNH CCS 12M	2.65%	(10.38)
CNH CCS 3Y	2.61%	(8.21)
CNH CCS 5Y	2.63%	(4.85)

Date	Event	Forecast	Previous
10/22	Swift Global Payments CNY	--	0.019
10/23	FX Net Settlement - Clients CNY	--	-16.7b

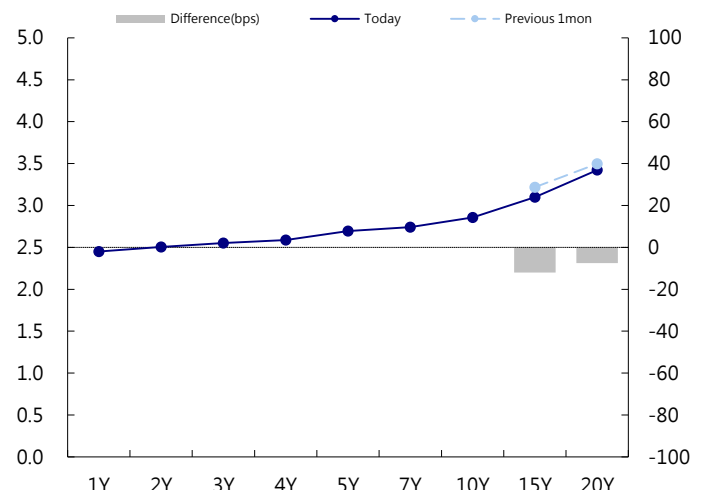
## China Bond Market

Regarding bond market, China's bond market oscillated slightly on Tuesday, with spot bond yields slightly down by about half a bp, and treasury bond futures rebounded in late trading and closed slightly higher. Traders said that after yesterday's weaker GDP than expected, which boosted the market's obvious improvement, today's spot bonds fell into a narrow range consolidation, the interest rate on certificates of deposit remained high, and the bond market sentiment was cautious on the eve of the issuance of Treasury bonds. In terms of exchange rate, Offshore RMB Hong Kong Interbank Offered Rates (CNH HIBOR) showed on Tuesday: Main term interest rates were mixed; among them, they fell 1 basis point overnight to 1.6047%, a record low since August 27.

### Onshore CNY Government Bond Curve



### Offshore CNH Government Bond Curve



# Taiwan Bond Market

## Taiwan Market data

Benchmarks	Value	Net Change (bps)
TWGB 5Y	0.22%	(1.00)
TWGB 10Y	0.31%	0.00
USD/TWD	28.64	(0.43)%
EUR/TWD	33.93	(0.63)%
HKD/TWD	3.70	(0.54)%
VNY/TWD	4.30	(0.43)%
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 orange. 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 0.3071%.

## Taiwan Bond Primary Market

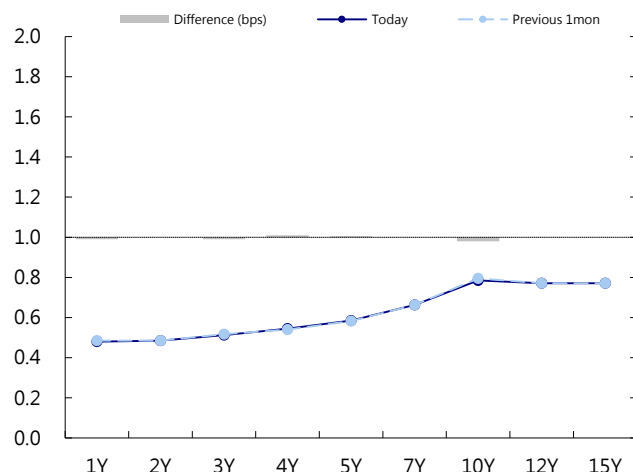
Announcements of Corporate Bonds Issuances approved by the Board of Directors on 21st October : None.  
Bonds issued on 22nd October : None.

## Money Market

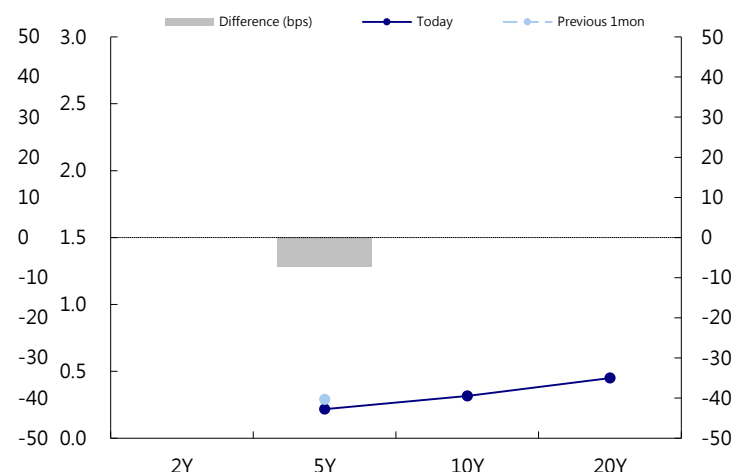
With sufficient fund in the market due to loose monetary policy supported by central bank, we expect repo rates continue to trade within the range, i.e., Govt bond repo rate at 0.20%-0.26%, while corporate bond repo rate at 0.30%-0.35%.

Date	Event	Forecast	Previous
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%

## TWD IRS Curve



## Taiwan Government Bond Yield curve



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