

US & Europe Bond Markets

Govt, Equity, FX and Credit Benchmark & Economic Statistics

Benchmarks	Value	Net Change (bps)
UST 5Y	0.35%	(2.88)
UST 10Y	0.8%	(4.52)
UST 30Y	1.59%	(5.28)
Bund 5Y	-0.77%	0.00
Bund 10Y	-0.58%	(0.60)
Bund 30Y	-0.16%	(0.80)
DOW JONES	27685.38	(2.29)%
NASDAQ	11358.94	(1.64)%
S&P 500	3400.97	(1.86)%
DAX	12177.18	(3.71)%
FTSE 100	5792.01	(1.16)%
CAC 40	4816.12	(1.90)%
EUR/USD	1.18	0.00 %
USD/JPY	104.75	(0.11)%
USD/CNY	6.70	(0.12)%
US 5Y CDS	--	--
Germany 5Y CDS	11.34	0.50
Italy 5Y CDS	135.76	--
Spain 5Y CDS	--	--
Portugal 5Y CDS	--	--
France 5Y CDS	17.85	(0.49)
Japan 5Y CDS	17.04	(0.01)
China 5Y CDS	37.96	0.85
Korea 5Y CDS	25.43	0.72

US & European Bond Markets

US & European Government Bond :

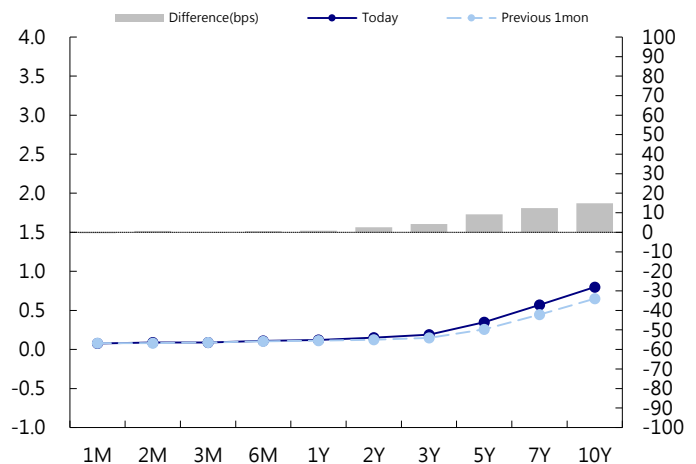
Treasuries rallied, led by long-end of the curve, as stocks dropped in a risk-off backdrop spurred by renewed coronavirus concerns and lack of progress on the stimulus agreement. Gains were held in U.S. afternoon helped by block trade in 10-year note futures. Yields ended lower by 0.8bp to 5bp across the curve, flattening 2s10s, 5s30s spreads by 3.5bp and 2bp; 10-year yields around 0.80%, richer by 4bp on the day and outperforming bunds, gilts by 4bp.

US & European Corporate Bonds:

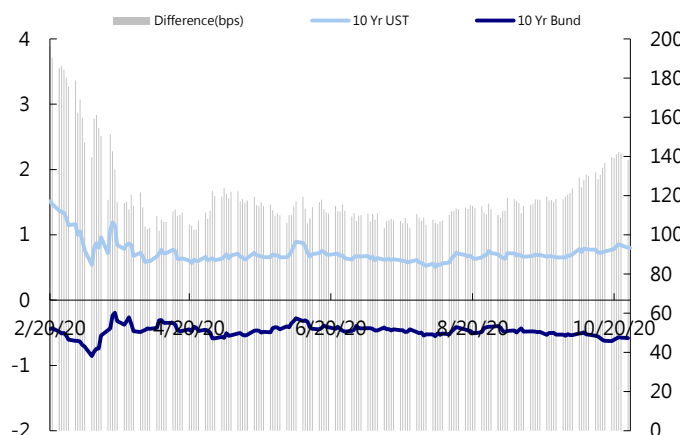
China IG opened on a flat with mixed result on bills discussion overnight. Market all focus on primary, MEITUA had a stellar performance with strong buying from banking / PB/AM, since spread still offer some value compared to XIAOMI and others, and both tranche of 25/30s were tighten 15 bps to close. Secondary market were more quiet only some PT flow from High beta names like BOCAVI/HRINTH. 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 the other side buying risky asset like rare asia AT1 and high spread one for catching the volatility, for instance HF/AM/PB/Retail,

Date	Event	Forecast	Previous
10/27	Durable Goods Orders	0.005	0.005
10/27	Durables Ex Transportation	0.004	0.006
10/27	Cap Goods Orders Nondef Ex Air	0.005	0.019
10/27	Cap Goods Ship Nondef Ex Air	0.004	0.015
10/27	FHFA House Price Index MoM	0.007	0.010
10/27	S&P CoreLogic CS 20-City MoM SA	0.005	0.006
10/27	S&P CoreLogic CS 20-City YoY NSA	0.042	0.040
10/27	S&P CoreLogic CS 20-City NSA Index	--	226.550
10/27	S&P CoreLogic CS US HPI YoY NSA	--	0.048
10/27	S&P CoreLogic CS US HPI NSA Index	--	221.640
10/27	Conf. Board Consumer Confidence	102.000	101.800
10/27	Conf. Board Present Situation	--	98.500
10/27	Conf. Board Expectations	--	104.000
10/27	Richmond Fed Manufact. Index	18.000	21.000
10/28	MBA Mortgage Applications	--	(0.006)
10/28	Advance Goods Trade Balance	-\$84.5b	-\$82.9b
10/28	Wholesale Inventories MoM	0.004	0.004
10/28	Retail Inventories MoM	0.005	0.008

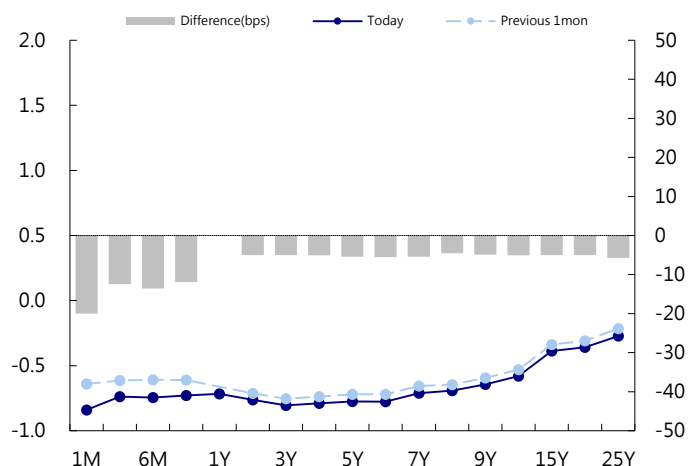
US Treasury Curve



UST V.S. Bund 10Y Yield



Bund Curve



China Bond Market

CNY & CNH Market Data

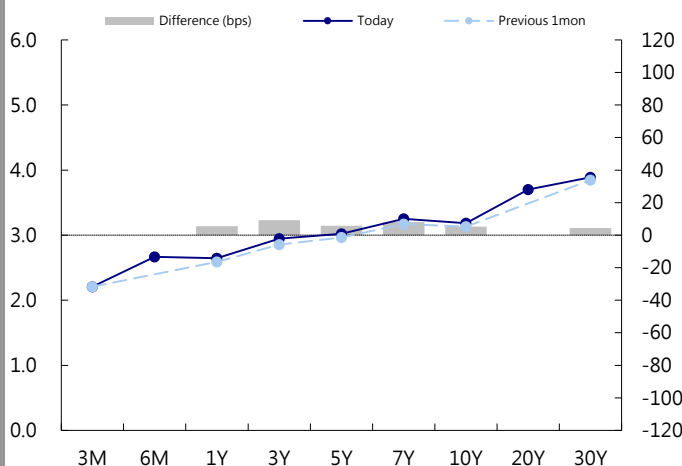
Benchmarks	Value		Net Change (bps)	
	CNY	CNH	CNY	CNH
CGB 5Y	3.02%	2.62%	1.50	--
CGB 10Y	3.18%	2.86%	(0.52)	--
CGB 20Y	3.7%	3.1%	--	(0.01)
Chinese Renminbi Spot	6.70	6.70	0.12%	0.04 %
USDCNY 1M Forward	6.72	6.71	0.04 %	0.03 %
USDCNY 3M Forward	6.76	6.74	0.03 %	0.02 %
USDCNY 6M Forward	6.80	6.79	0.03 %	0.01 %
	7D Repo	3M Shibor	7D Repo	3M Shibor
CNY IRS 1Y	2.525%	3.08%	2.00	2.00
CNY IRS 2Y	2.625%	3.21%	1.00	1.00
CNY IRS 3Y	2.725%	3.31%	2.50	(2.50)
CNY IRS 4Y	2.8%	3.42%	2.00	(0.50)
CNY IRS 5Y	2.87%	3.515%	0.00	0.50
Benchmarks	Value		Net Change (bps)	
SDBC 3.03 01/18/22	2.90%		2.074	
SDBC 3.68 02/26/26	3.50%		5.001	
SDBC 3.48 01/08/29	3.73%		-1.000	
SDBC 3 1/2 11/04/46	4.03%		403.000	
CNH CCS 3M	2.90%		8.53	
CNH CCS 6M	2.84%		4.75	
CNH CCS 12M	2.71%		3.10	
CNH CCS 3Y	2.63%		(1.93)	
CNH CCS 5Y	2.63%		(5.06)	

Date	Event	Forecast	Previous
10/27	Industrial Profits YoY	--	0.191
10/27	Bloomberg Oct. China Economic Sur		

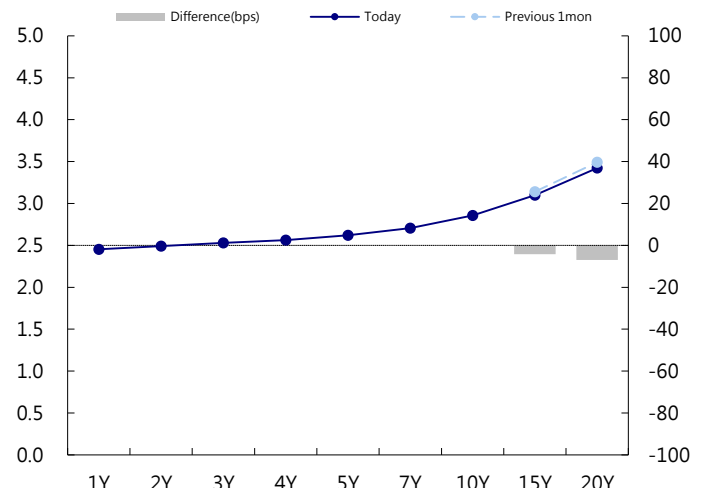
China Bond Market

Regarding bond market, China's bond market weakened overall on Friday, and treasury bond futures also fluctuated and closed lower. Traders said that since this week, domestic GDP data has been lower than expected, as well as the shrinkage of national debt and foreign investment and other institutions' buying, the spot bond yield has been falling. Prices have risen again, the results of the first-level bidding for superimposed treasury bonds are not good, and the cash-only profit-caps are pouring out. The short-term is expected to fall into a shock pattern again. In terms of exchange rate, The RMB against the U.S. dollar closed down slightly by 1 point on Friday, while the central parity dropped by nearly 150 points to end the six consecutive gains. Traders said that as the U.S. election is approaching, the market's risk aversion sentiment rises slightly, and the U.S. Index <DXY> trend has also recursively. The U.S. Index gradually weakens in the afternoon, and the RMB has almost recovered its early decline; the market is cautious, and the RMB may stay within the range.

Onshore CNY Government Bond Curve



Offshore CNH Government Bond Curve



Taiwan Bond Market

Taiwan Market data

Benchmarks	Value	Net Change (bps)
TWGB 5Y	0.22%	(1.20)
TWGB 10Y	0.31%	0.29
USD/TWD	28.61	(0.50)%
EUR/TWD	33.82	(0.61)%
HKD/TWD	3.69	(0.07)%
VNY/TWD	4.27	(0.14)%
TWD Overnight Rate	0.099%	1.70
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 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 0.3097%.

Taiwan Bond Primary Market

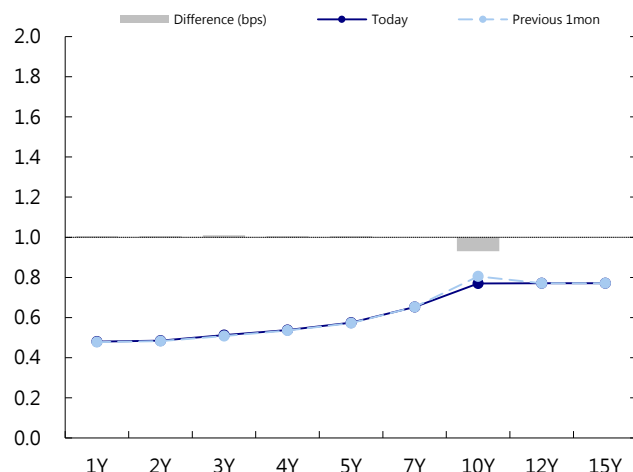
Announcements of Corporate Bonds Issuances approved by the Board of Directors on 26st October : None.
Bonds issued on 27st October : None.

Money Market

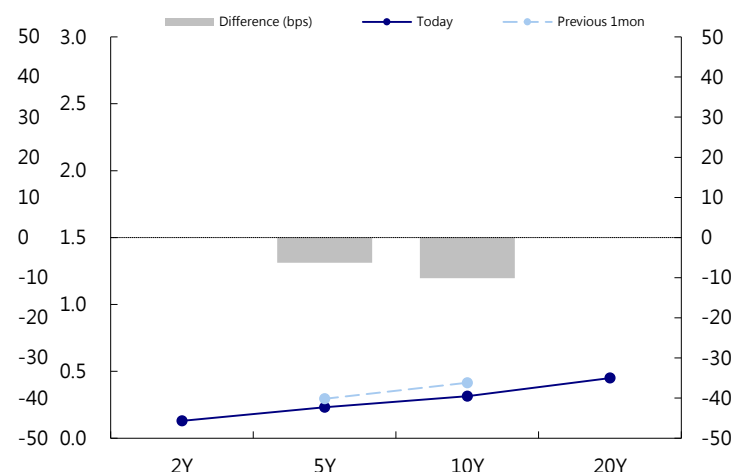
Date	Event	Forecast	Previous
10/27	Monitoring Indicator	--	2600.0%
10/30	GDP YoY	1.1%	-0.6%

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%.

TWD IRS Curve



Taiwan Government Bond Yield curve



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