

US & Europe Bond Markets

Govt, Equity, FX and Credit Benchmark & Economic Statistics

Benchmarks	Value	Net Change (bps)
UST 5Y	0.4%	0.66
UST 10Y	0.89%	0.50
UST 30Y	1.63%	(0.42)
Bund 5Y	-0.74%	(0.60)
Bund 10Y	-0.55%	(1.10)
Bund 30Y	-0.13%	(1.60)
DOW JONES	29479.81	1.37 %
NASDAQ	11829.29	1.02 %
S&P 500	3585.15	1.36 %
DAX	13076.72	0.18 %
FTSE 100	6316.39	(0.36)%
CAC 40	5380.16	0.33 %
EUR/USD	1.18	0.13 %
USD/JPY	104.53	(0.10)%
USD/CNY	6.58	(0.33)%
US 5Y CDS	--	--
Germany 5Y CDS	10.76	0.75
Italy 5Y CDS	--	--
Spain 5Y CDS	--	--
Portugal 5Y CDS	--	--
France 5Y CDS	17.39	0.23
Japan 5Y CDS	16.47	0.26
China 5Y CDS	30.67	(0.70)
Korea 5Y CDS	21.63	(0.38)

US & European Bond Markets

US & European Government Bond :

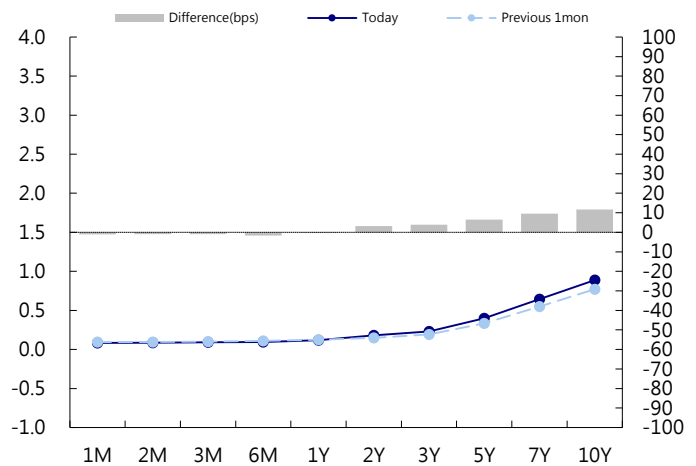
Treasuries ended slightly cheaper across the curve led by 5- to 7-year sector after plying narrow ranges in U.S. trading; futures volumes were well below average. Options activity included demand for 10-year calls, targeting 0.70% yield. Yields increased on the week after Monday's surge sparked by positive vaccine trial results. Treasury yields ended higher by up to 1.5bp across intermediaries; 10-year added around 1bp to 0.895%, near middle of 0.80%-0.97% weekly range; its 3.6bp daily range was smallest since Oct. 19.

US & European Corporate Bonds:

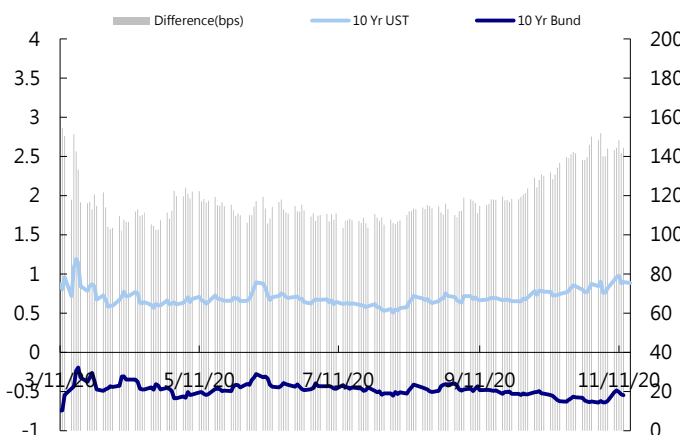
Stocks Rally to Record as Small Caps Outpace Tech as the rotation to economically-sensitive industries regained momentum even with a surge in coronavirus cases that could lead to more restrictions and crimp growth. Seems market doesn't fear that the reprise of constrained economy like March for positive expectation on vaccines. On the other side, treasuries ended slightly cheaper across the curve led by 5- to 7-year sector after trading in narrow ranges. To sum up all the prediction for 10YR UST, it will trade in 0.7% to 1% till year end, and raise above 1% solid with gradual recovery for economy, moreover, in the situation with vaccine and alleviation on pandemic, UST will trade above 1.3%

Date	Event	Forecast	Previous
11/16	Empire Manufacturing	13.800	10.500
11/17	Retail Sales Advance MoM	0.005	0.019
11/17	Retail Sales Ex Auto MoM	0.006	0.015
11/17	Retail Sales Ex Auto and Gas	0.007	0.015
11/17	Import Price Index MoM	--	0.003
11/17	Retail Sales Control Group	0.005	0.014
11/17	Import Price Index ex Petroleum MoM	0.004	0.007
11/17	Import Price Index YoY	(0.007)	(0.011)
11/17	Export Price Index MoM	0.002	0.006
11/17	Export Price Index YoY	--	(0.018)
11/17	Industrial Production MoM	0.010	(0.006)
11/17	Capacity Utilization	0.723	0.715
11/17	Manufacturing (SIC) Production	0.010	(0.003)
11/17	Business Inventories	0.006	0.003
11/17	NAHB Housing Market Index	85.000	85.000
11/18	Net Long-term TIC Flows	--	\$27.8b
11/18	Total Net TIC Flows	--	\$86.3b
11/18	MBA Mortgage Applications	--	(0.005)

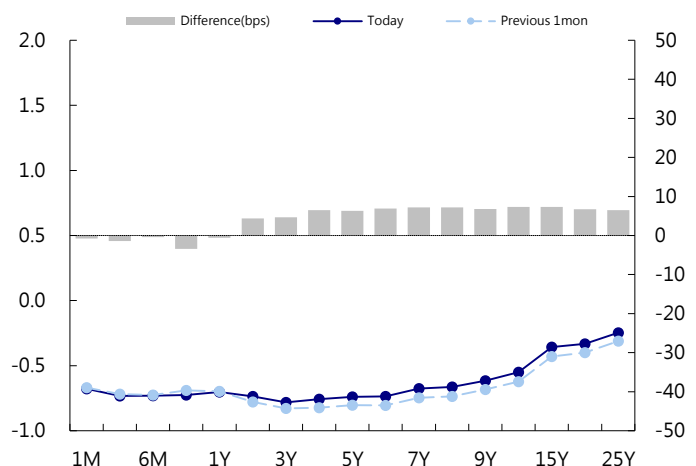
US Treasury Curve



UST V.S. Bund 10Y Yield



Bund Curve



China Bond Market

CNY & CNH Market Data

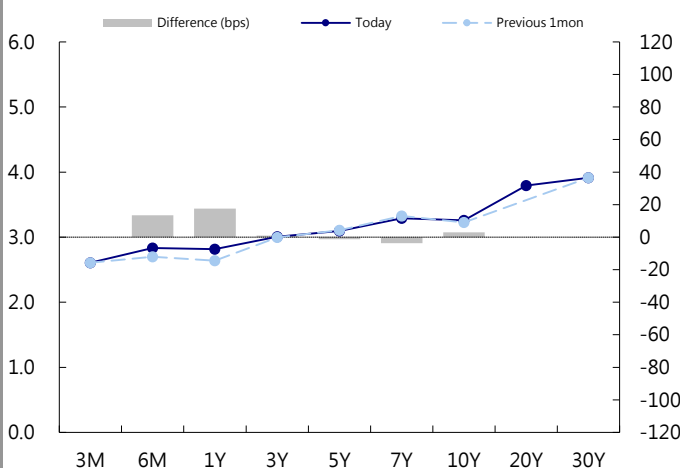
Benchmarks	Value		Net Change (bps)	
	CNY	CNH	CNY	CNH
CGB 5Y	3.09%	2.55%	(0.25)	(0.03)
CGB 10Y	3.26%	2.86%	(0.26)	(1.65)
CGB 20Y	3.79%	3.05%	--	(0.01)
Chinese Renminbi Spot	6.58	6.58	0.33%	0.30%
USDCNY 1M Forward	6.60	6.60	0.31%	0.28%
USDCNY 3M Forward	6.65	6.63	0.31%	0.29%
USDCNY 6M Forward	6.69	6.67	0.30%	0.28%
	7D Repo	3M Shibor	7D Repo	3M Shibor
CNY IRS 1Y	2.6%	3.11%	(1.50)	(1.00)
CNY IRS 2Y	2.69%	3.245%	(1.00)	0.00
CNY IRS 3Y	2.79%	3.36%	(1.00)	2.00
CNY IRS 4Y	2.86%	3.45%	(2.00)	1.00
CNY IRS 5Y	2.93%	3.52%	(2.00)	(0.50)
Benchmarks	Value		Net Change (bps)	
SDBC 3.03 01/18/22	2.96%		2.995	
SDBC 3.68 02/26/26	3.46%		0.501	
SDBC 3.48 01/08/29	3.68%		0.491	
SDBC 3 1/2 11/04/46	4.05%		404.850	
CNH CCS 3M	3.00%		1.90	
CNH CCS 6M	2.91%		2.24	
CNH CCS 12M	2.77%		0.89	
CNH CCS 3Y	2.62%		(1.34)	
CNH CCS 5Y	2.61%		(2.68)	

China Bond Market

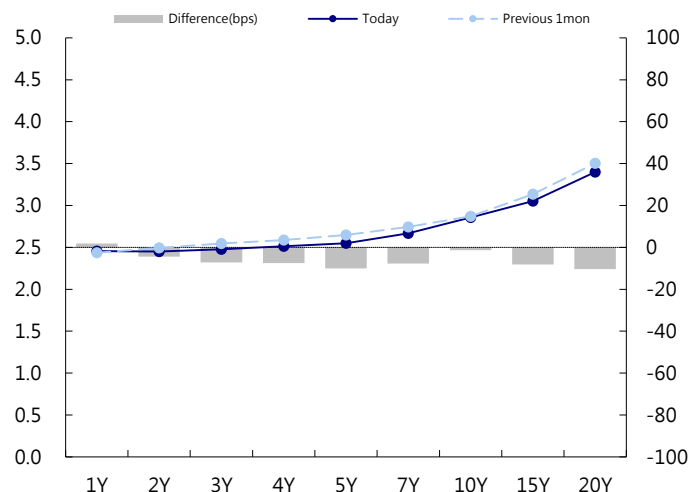
Regarding bond market, the Chinese bond market's spot bond yields went up overall on Friday, with the short-term upside being slightly larger. Treasury bond futures continued to fluctuate and close down. Traders said that due to frequent credit risk events, some bond funds face greater redemption pressure, which in turn dragged down the weakness of spot bonds. In addition, due to the shortage of funds during most of the day, the short-term performance is relatively poor; however, due to the improvement of the funds, the rate of return has narrowed. In terms of exchange rate, The renminbi against the US dollar closed up more than 150 points on Friday, while the central parity fell to a week low. Traders said that the epidemic in Europe and the United States is still severe, and the new crown vaccine is still difficult to change the global epidemic and economic status in the short term. U.S. bond yields have fallen again, market sentiment has turned cautious again, and the RMB lacks new information guidance. Is fluctuating between 6.6-6.65 range shock.

Date	Event	Forecast	Previous
11/16	Foreign Direct Investment YoY CNY	--	0.251
11/16	1-Yr Medium-Term Lending Facility R	--	0.030
11/16	New Home Prices MoM	--	0.003
11/16	Industrial Production YoY	0.067	0.069
11/16	Industrial Production YTD YoY	0.018	0.012
11/16	Retail Sales YoY	0.050	0.033
11/16	Retail Sales YTD YoY	(0.059)	(0.072)
11/16	Fixed Assets Ex Rural YTD YoY	0.016	0.008
11/16	Property Investment YTD YoY	0.060	0.056
11/16	Surveyed Jobless Rate	0.053	0.054
11/19	Swift Global Payments CNY	--	0.020
11/20	1-Year Loan Prime Rate	0.039	0.039
11/20	5-Year Loan Prime Rate	0.047	0.047
11/20	FX Net Settlement - Clients CNY	--	67.5b

Onshore CNY Government Bond Curve



Offshore CNH Government Bond Curve



Taiwan Bond Market

Taiwan Market data

Benchmarks	Value	Net Change (bps)
TWGB 5Y	0.19%	0.00
TWGB 10Y	0.29%	(0.62)
USD/TWD	28.50	(1.17)%
EUR/TWD	33.79	(0.29)%
HKD/TWD	3.68	(0.04)%
VNY/TWD	4.33	0.33 %
TWD Overnight Rate	0.079%	(0.10)
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 0.2893%.

Taiwan Bond Primary Market

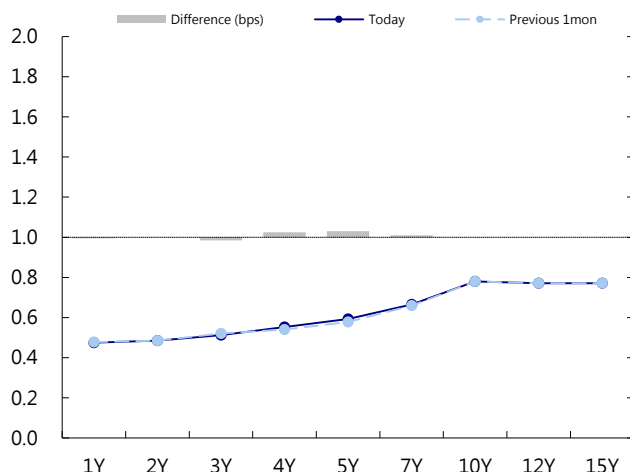
Announcements of Corporate Bonds Issuances approved by the Board of Directors on 13th November : None.
Bonds issued on 16th November : Taiwan Power Company issued NTD 12.8BN of senior unsecured corporate bonds in 3 tranches: NTD 4BN of 5-year bond issued on 13 November at a coupon rate of 0.45% and NTD 6.4BN of 7-year bond and NTD 2.4BN of 10-year bond issued on 16 November, at a coupon rate of 0.50% and 0.56%, respectively.

Date	Event	Forecast	Previous
11/20	Export Orders YoY	9.0%	9.9%
11/20	BoP Current Account Balance	--	\$21769m

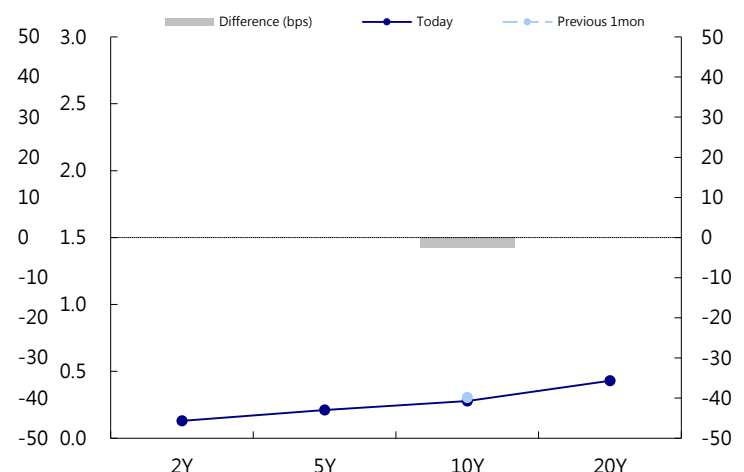
Money Market

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%.

TWD IRS Curve



Taiwan Government Bond Yield curve



Disclaimer

Sinopac Securities Corp ("Sinopac Sec") does and seeks to do business with companies covered in its research reports. As a result, investors should be aware that Sinopac Sec may have a conflict of interest that could affect the objectivity of this report. Sinopac Sec regularly trades, generally deals as principal and generally provides liquidity (as market maker or otherwise) in the debt securities that are the subject of this research report (and related derivatives thereof). Sinopac Sec trading desks may have either a long and / or short position in such securities, other financial instruments and / or derivatives, which may pose a conflict with the interests of investing customers. To the extent that any historical pricing information was obtained from Sinopac Sec trading desks, the firm makes no representation that it is accurate or complete. All levels, prices and spreads are historical and do not necessarily represent current market levels, prices or spreads, some or all of which may have changed since the publication of this document. Sinopac Sec makes no guarantee that any recommendation and information provided is accurate or complete.

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