

# US & Europe Bond Markets

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

Benchmarks	Value	Net Change (bps)
UST 5Y	0.41%	0.01
UST 10Y	0.9%	0.49
UST 30Y	1.66%	1.19
Bund 5Y	-0.73%	0.40
Bund 10Y	-0.55%	0.20
Bund 30Y	-0.14%	(0.70)
DOW JONES	29950.44	1.60 %
NASDAQ	11924.13	0.80 %
S&P 500	3626.91	1.16 %
DAX	13138.61	0.47 %
FTSE 100	6421.29	1.66 %
CAC 40	5471.48	1.70 %
EUR/USD	1.19	0.14 %
USD/JPY	104.48	(0.18)%
USD/CNY	6.57	(0.26)%
US 5Y CDS	--	--
Germany 5Y CDS	11.18	0.55
Italy 5Y CDS	--	--
Spain 5Y CDS	--	--
Portugal 5Y CDS	--	--
France 5Y CDS	17.56	0.04
Japan 5Y CDS	16.61	0.03
China 5Y CDS	32.34	0.09
Korea 5Y CDS	21.61	(0.21)

## US & European Bond Markets

### US & European Government Bond :

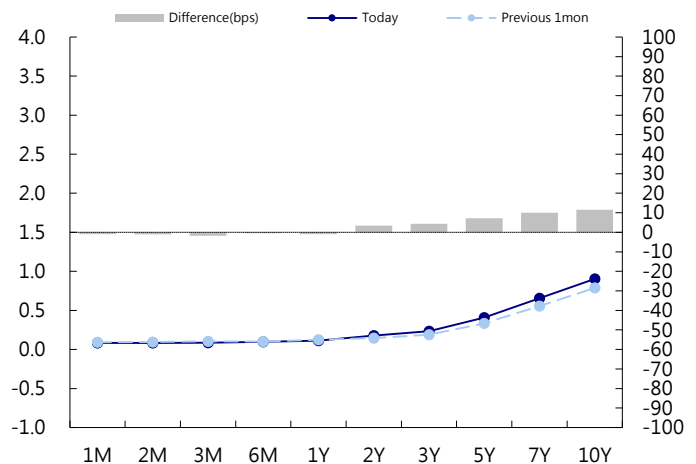
Treasuries ended Monday narrowly mixed with the curve steeper; declines to session lows in early U.S. trading spurred by Moderna Inc.'s positive news on a Covid-19 vaccine were mostly recouped by the close, aided by weaker-than-expected November Empire manufacturing report. Treasuries remained firm despite gains for U.S. stocks that lifted Dow Industrials to a record. Yields ended cheaper by 1.4bp at long end, steepening 2s10s and 5s30s by about that much; 10-year yields added about 1bp to 0.905% after peaking at 0.929% on Moderna's news

### US & European Corporate Bonds:

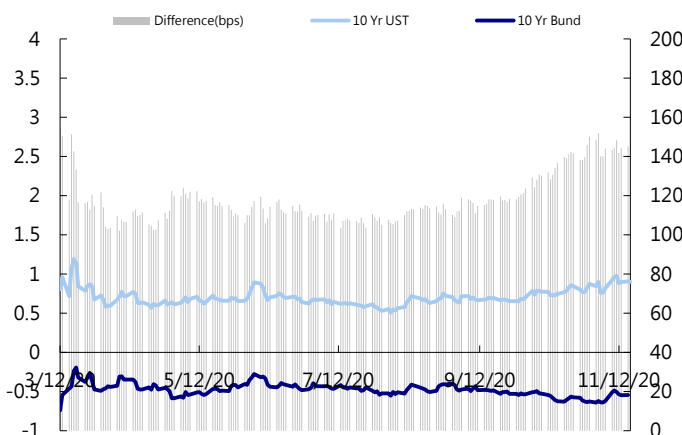
U.S. stocks rose to records after positive news on a Covid-19 vaccine sparked a rally in shares tied to an economic reopening while stay-at-home tech companies lagged behind, and stock rotation from pandemic defensive one like tech to pandemic vulnerable one like airline were continued. Treasuries ended Monday narrowly mixed with the curve steeper, but only 1~2bps jumps indicate that treasuries remained firm despite gains for U.S. stocks. However, still need to be cautious on upside risk on rates, because that there is 20YR UST auction tonight and pipeline expected to be crowded before thanksgiving. In credit, even though regional equity rally continued, spread still volatied amid

Date	Event	Forecast	Previous
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)
11/18	Building Permits	1567k	1553k

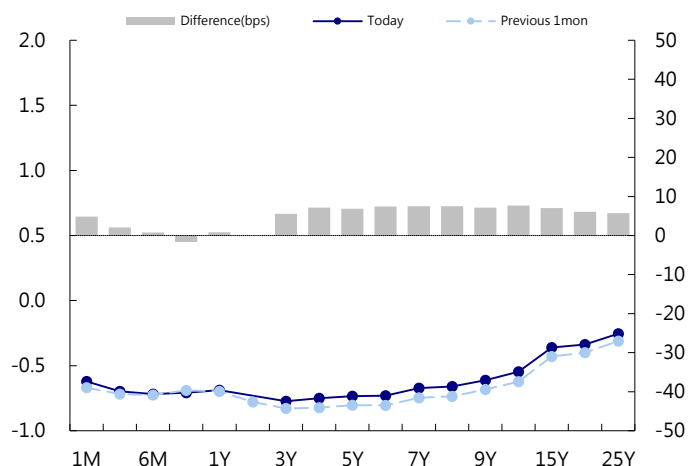
### US Treasury Curve



### 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%	2.55%	0.17	--
CGB 10Y	3.27%	2.87%	0.53	1.61
CGB 20Y	3.79%	3.05%	--	(0.01)
Chinese Renminbi Spot	6.57	6.57	0.26%	0.11 %
USDCNY 1M Forward	6.59	6.58	0.17 %	0.10 %
USDCNY 3M Forward	6.63	6.61	0.18 %	0.08 %
USDCNY 6M Forward	6.67	6.66	0.18 %	0.09 %
	7D Repo	3M Shibor	7D Repo	3M Shibor
CNY IRS 1Y	2.595%	3.12%	(3.00)	(1.00)
CNY IRS 2Y	2.695%	3.245%	(2.00)	0.00
CNY IRS 3Y	2.79%	3.36%	(1.00)	0.00
CNY IRS 4Y	2.87%	3.45%	(1.00)	0.00
CNY IRS 5Y	2.94%	3.525%	(1.00)	0.00

Benchmarks	Value	Net Change (bps)
SDBC 3.03 01/18/22	2.97%	2.495
SDBC 3.68 02/26/26	3.46%	-0.500
SDBC 3.48 01/08/29	3.67%	0.000
SDBC 3 1/2 11/04/46	4.05%	404.710
CNH CCS 3M	3.00%	0.75
CNH CCS 6M	2.91%	0.43
CNH CCS 12M	2.77%	(0.28)
CNH CCS 3Y	2.63%	2.36
CNH CCS 5Y	2.62%	1.68

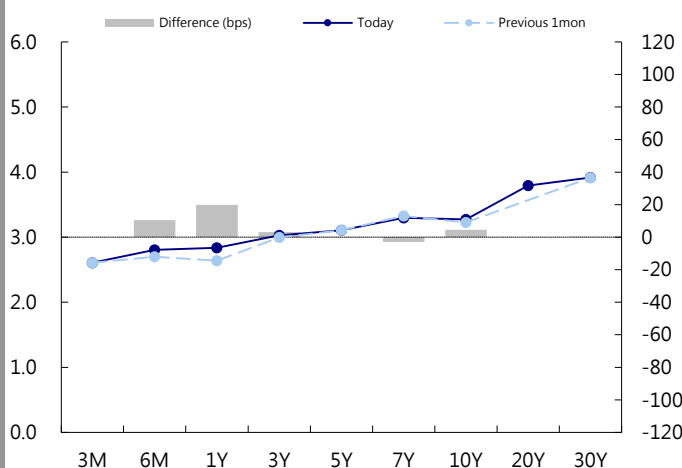
Date	Event	Forecast	Previous
11/19	Swift Global Payments CNY	--	0.020
11/20	1-Year Loan Prime Rate	0.039	0.039
11/20	5-Year Loan Prime Rate	0.047	0.047
11/20	FX Net Settlement - Clients CNY	--	67.5b

## China Bond Market

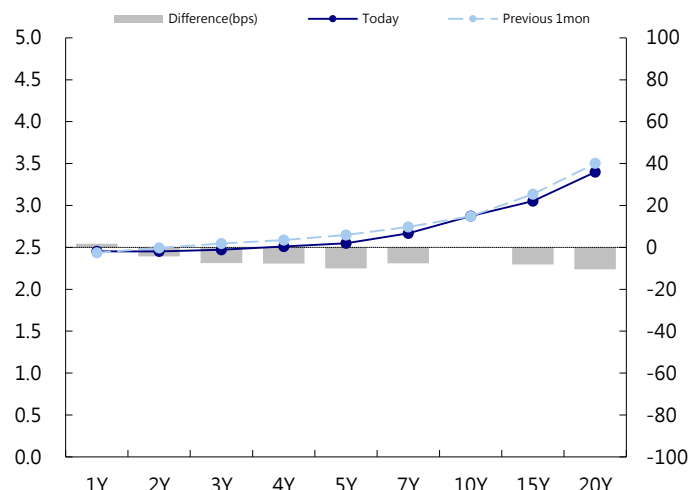
Regarding bond market, The Bank of China has launched a sequel to the MLF due this month, net release for the fourth consecutive month, But the scale was reduced to 200 billion yuan. The bank's overnight and 7-day pledged repo interest rates fell to a week low. Industrial output rose 6.9% in October from a year earlier, the National Bureau of Statistics said Monday, higher than the 6.7% median estimate in a Bloomberg survey of economists. Retail sales growth accelerated to 4.3% from 3.3% in September, though missing expectations for a 5% increase. The 10-year Treasury bonds remained stable.

In terms of exchange rate, supported by the positive RCEP signing and the further decline in the US dollar index, the RMB has again strengthened sharply against the US dollar. The domestic and foreign renminbi rose to 6.57 yuan, both reaching the highest closing price since June 2018, ranking high among Asian currencies.

## 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	(0.54)%
EUR/TWD	33.82	(0.46)%
HKD/TWD	3.68	(0.05)%
VNY/TWD	4.34	0.24 %
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

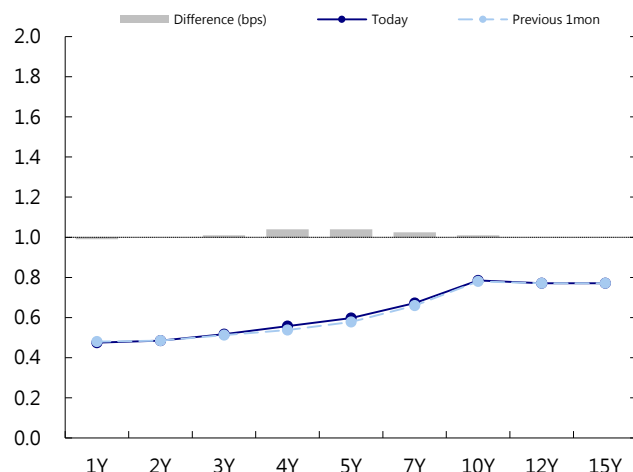
Announcements of Corporate Bonds Issuances approved by the Board of Directors on 16th November : None.  
Bonds issued on 17th November : None.

### Money Market

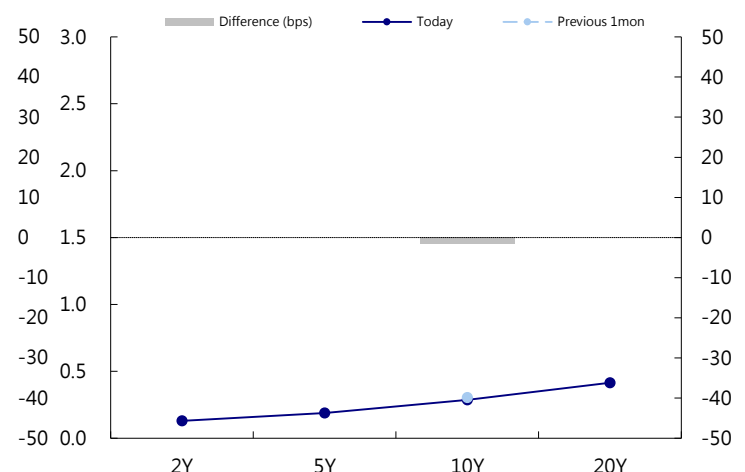
With sufficient fund in the market due to loose monetary policy supported by central bank, we expect repo rates continue to trade within the range, i.e., Govt bond repo rate at 0.20%-0.26%, while corporate bond repo rate at 0.30%-0.35%.

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

### TWD IRS Curve



### Taiwan Government Bond Yield curve



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