

# US & Europe Bond Markets

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

Benchmarks	Value	Net Change (bps)
UST 5Y	0.48%	5.75
UST 10Y	1.12%	7.98
UST 30Y	1.87%	5.93
Bund 5Y	-0.73%	0.40
Bund 10Y	-0.52%	0.30
Bund 30Y	-0.13%	0.50
DOW JONES	31097.97	0.18 %
NASDAQ	13201.98	1.03 %
S&P 500	3824.68	0.55 %
DAX	14049.53	0.58 %
FTSE 100	6873.26	0.24 %
CAC 40	5706.88	0.65 %
EUR/USD	1.22	(0.34)%
USD/JPY	104.15	0.20 %
USD/CNY	6.49	0.22 %
US 5Y CDS	--	--
Germany 5Y CDS	10.70	(0.05)
Italy 5Y CDS	--	--
Spain 5Y CDS	--	--
Portugal 5Y CDS	--	--
France 5Y CDS	16.05	0.07
Japan 5Y CDS	16.07	0.42
China 5Y CDS	29.19	0.59
Korea 5Y CDS	23.03	(0.30)

## US & European Bond Markets

### US & European Government Bond :

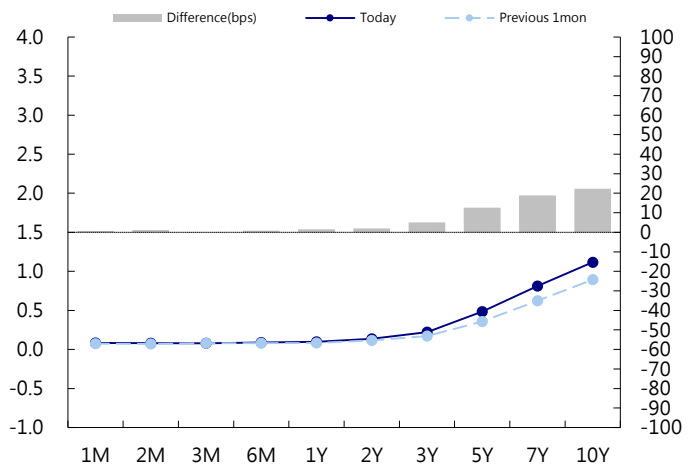
U.S. yields hovered near the highest since March as the Biden Administration eyed trillions of dollars in stimulus to rekindle employment and economic growth. Yields rose as a report showed the U.S. lost jobs in December for the first time in eight months.

### US & European Corporate Bonds:

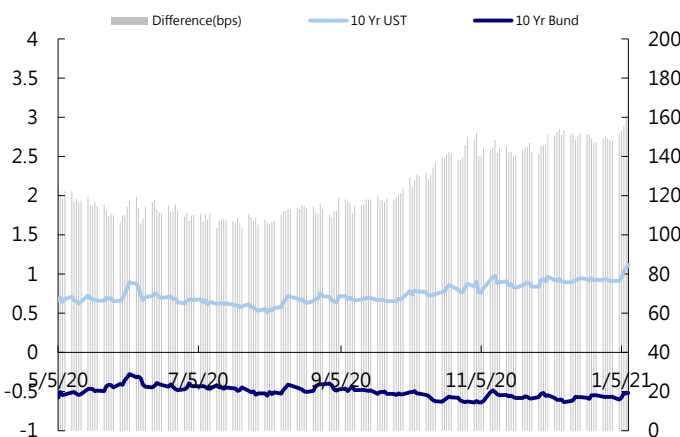
China IG were under small pressure in the morning as investors were cautious about Trump signing order to ban transaction with 8 Chinese apps. TENCNT 30s saw some selling in street but spread only widened 2-3bps with good resistance at +123. HAOHUA curve was very heavy and widened by 15-30bps upon street selling. Other paper remained stable until Democrats captured one seat in the Georgia runoff elections and market expected more fiscal policies as well as bear steepening in rates, which triggered some selling in selected 10y names. Although spread wise, movement was not substantial for most names. On the new issue front, SINOPE 1.45 26 traded up one way to +98/97 with

Date	Event	Forecast	Previous
01/12	NFIB Small Business Optimism	100.300	101.400
01/12	JOLTS Job Openings	6500.000	6652.000
01/13	MBA Mortgage Applications	--	0.017
01/13	CPI MoM	0.004	0.002
01/13	CPI Ex Food and Energy MoM	0.001	0.002
01/13	CPI YoY	0.013	0.012
01/13	CPI Ex Food and Energy YoY	0.016	0.016
01/13	CPI Index NSA	260.415	260.229
01/13	CPI Core Index SA	270.243	269.887
01/13	Real Avg Hourly Earning YoY	--	0.032
01/13	Real Avg Weekly Earnings YoY	--	0.047
01/14	Monthly Budget Statement	-\$123.5b	-\$145.3b
01/14	U.S. Federal Reserve Releases Beige B		
01/14	Revisions: Philadelphia Fed Manufact		
01/14	Initial Jobless Claims	785k	787k
01/14	Import Price Index MoM	0.007	0.001
01/14	Continuing Claims	5000k	5072k
01/14	Import Price Index ex Petroleum MoM	0.001	

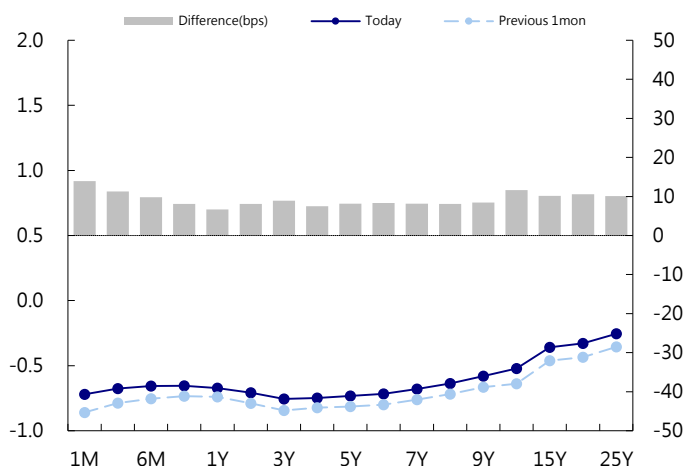
### US Treasury Curve



### 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	2.95%	2.56%	3.31	(0.04)
CGB 10Y	3.17%	3.03%	2.00	(0.02)
CGB 20Y	3.68%	3.05%	--	(0.01)
Chinese Renminbi Spot	6.49	6.49	-0.2%	(0.32)%
USDCNY 1M Forward	6.50	6.50	(0.21)%	(0.33)%
USDCNY 3M Forward	6.52	6.52	(0.21)%	(0.35)%
USDCNY 6M Forward	6.55	6.55	(0.23)%	(0.34)%
	7D Repo	3M Shibor	7D Repo	3M Shibor
CNY IRS 1Y	2.49%	2.85%	4.00	3.50
CNY IRS 2Y	2.59%	3.01%	4.00	3.50
CNY IRS 3Y	2.69%	3.15%	4.00	3.00
CNY IRS 4Y	2.78%	3.275%	4.50	5.00
CNY IRS 5Y	2.875%	3.37%	5.00	4.00

Benchmarks	Value	Net Change (bps)
SDBC 3.03 01/18/22	2.47%	-0.998
SDBC 3.68 02/26/26	3.22%	-0.001
SDBC 3.48 01/08/29	3.57%	3.000
SDBC 3 1/2 11/04/46	3.89%	389.380

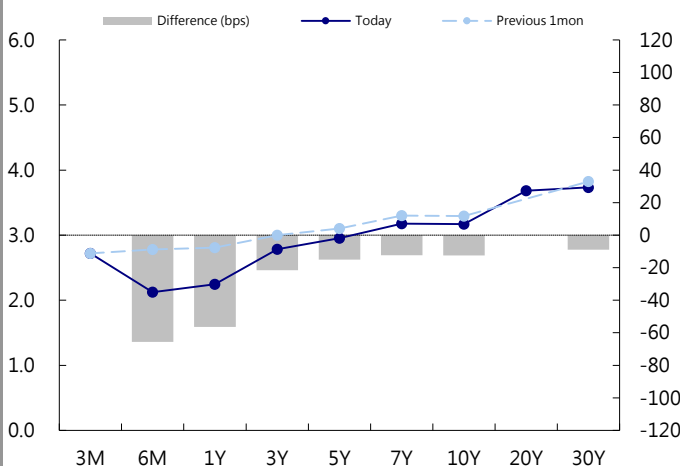
CNH CCS 3M	2.17%	13.97
CNH CCS 6M	2.15%	9.13
CNH CCS 12M	2.16%	4.17
CNH CCS 3Y	2.29%	3.07
CNH CCS 5Y	2.46%	6.16

Date	Event	Forecast	Previous
01/11	PPI YoY	(0.007)	(0.015)
01/11	CPI YoY		(0.005)
01/11	Money Supply M0 YoY	0.104	0.103
01/11	Money Supply M1 YoY	0.102	0.100
01/11	Money Supply M2 YoY	0.107	0.107
01/11	New Yuan Loans CNY	1250.0b	1430.0b
01/11	Aggregate Financing CNY	2185.0b	2130.0b
01/11	Foreign Direct Investment YoY CNY	--	0.055
01/13	1-Yr Medium-Term Lending Facility R	--	0.030
01/14	Exports YoY CNY	0.083	0.149
01/14	Imports YoY CNY	0.001	(0.008)
01/14	Exports YoY	0.150	0.211
01/14	Imports YoY	0.057	0.045
01/14	Trade Balance CNY	466.40b	507.10b
01/14	Trade Balance	\$72.00b	\$75.43b
01/15	New Home Prices MoM	--	0.001

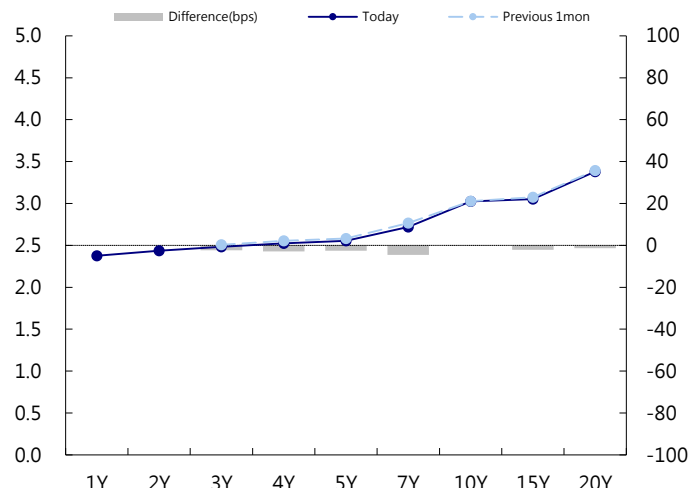
## China Bond Market

Regarding bond market, after New Year's Day, China's bond market has generally relatively loose funds, but due to the trend of risky assets, spot bonds fluctuate slightly. Today's spot market fell farewell to the first week after the new year. The yields of major securities such as 10-year treasury bonds returned to near the end of last year; Excellent release performance. In terms of exchange rate, the RMB against the U.S. dollar spot closed on Thursday and continued to rise to a new high in nearly 31 months, while the central parity dropped slightly from a more than 30-month high. Traders said that the U.S. Democrats gained control of the Senate and boosted market risk appetite, but the U.S. index rose in the afternoon, and the superimposed supervisors continued to release signals of "slow rise", and the willingness to do more RMB in the short term was weakened.

### Onshore CNY Government Bond Curve



### Offshore CNH Government Bond Curve



# Taiwan Bond Market

## Taiwan Market data

Benchmarks	Value	Net Change (bps)
TWGB 5Y	0.25%	(0.30)
TWGB 10Y	0.34%	3.20
USD/TWD	27.98	(0.85)%
EUR/TWD	34.08	(1.31)%
HKD/TWD	3.61	(0.01)%
VNY/TWD	4.32	(0.30)%
TWD Overnight Rate	0.078%	(0.20)
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 higher and closed at 0.3400%. Expect 5 years range trading within 0.22%~0.32% · 10 years within 0.29%~0.39% °

## Taiwan Bond Primary Market

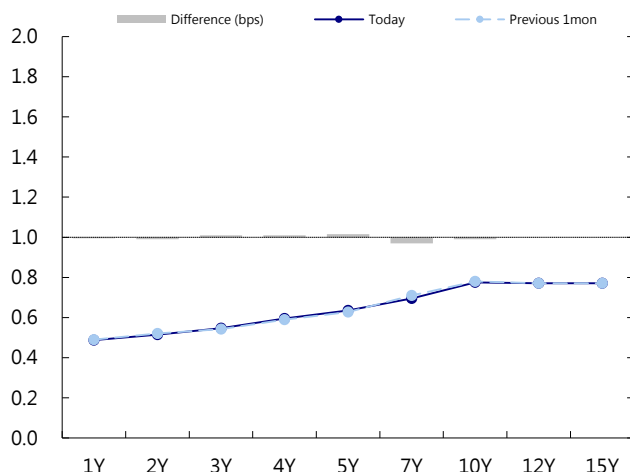
Announcements of Corporate Bonds Issuances approved by the Board of Directors on 8th January : none.  
Bonds issued on 11th January: Continental Holdings Corporation issued NTD 2.0BN of 5-year senior secured corporate bonds at a coupon rate of 0.55%.

Date	Event	Forecast	Previous
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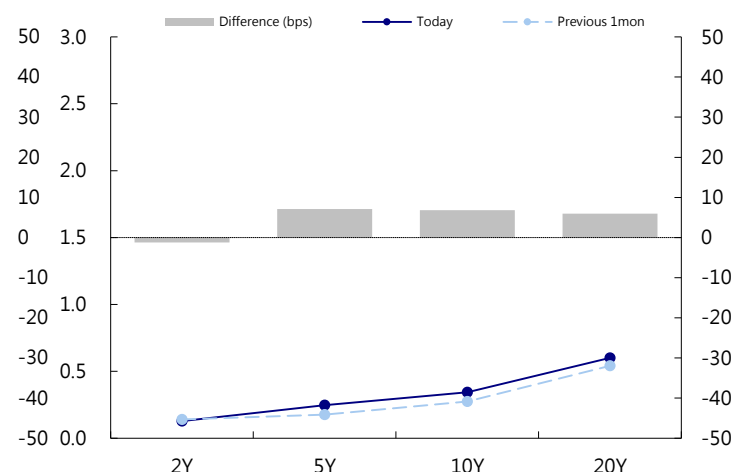
## Money Market

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 0.18%-0.23%, while corporate bond repo rate at 0.25%-0.30%.

## TWD IRS Curve



## Taiwan Government Bond Yield curve



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