

# The Analysis Report of Bond Market in May, 2021

## A・Macroeconomic Data

### ※America

Event	Date	Survey	Actual	Prior
ISM Index in March	4/1	61.5	64.7	60.8
Nonfarm Payrolls in March	4/2	660K	916K	536K(Adj.)
Unemployment Rate in March	4/2	6.0%	6.0%	6.2%
Hourly Earnings MoM in March	4/2	0.1%	-0.1%	0.3%(Adj.)
Average Workweek in March	4/2	34.7	34.9	34.6
ISM Service in March	4/5	59.0	63.7	55.3
PPI MoM in March	4/9	0.5%	1.0%	0.5%
CORE PPI MoM in March	4/9	0.2%	0.7%	0.2%
CPI MoM in March	4/13	0.5%	0.6%	0.4%
CORE CPI MoM in March	4/13	0.2%	0.3%	0.1%
NAHB Housing Market Index in April	4/15	83	83	82
Housing Starts MoM in March	4/16	13.5%	19.4%	-11.3%(Adj.)
Building Permits MoM in March	4/16	1.7%	2.7%	-8.8%(Adj.)
Existing Home Sales in March	4/22	6,110K	6,010K	6,240K(Adj.)
New Home Sales in March	4/23	885K	1,021K	846K(Adj.)
Durable Orders MoM in March	4/26	2.3%	0.5%	-0.9%(Adj.)
Durable Orders ex transportation MoM in March	4/26	1.6%	1.6%	-0.3%(Adj.)
GDP-adv	4/29	6.7%	6.4%	4.3%
Personal Income MoM in March	4/30	20.3%	21.1%	-7.0%(Adj.)
Personal Spending MoM in March	4/30	4.1%	4.2%	-1.0%

✧Taiwan

Event	Date	Actual	Prior
Foreign Exchange Reserves in March	4/7	539.04(US\$ Billion)	543.33(US\$ Billion)
CPI YoY in March	4/8	1.26%	1.38%(Adj. )
Exports YoY in March	4/9	27.1%	9.7%
Export Orders YoY in March	4/20	33.30%	48.50%
Unemployment Rate in March	4/22	3.72%	3.73%
Industrial Production YoY in March	4/23	16.78%	2.52%(Adj. )
Money Supply M2 YoY in March	4/23	8.91%	9.12%

## B、The Analysis of Bond Market

The latest U.S. economic data shows that the country's market of employment has improved quite well, but the economic recovery is still weak. As for the inflationary influence that triggered the rise in U.S. bond yield, the influence of inflation has gradually decreased, making the recent 10-year U.S. bond yield show downward trend.

The bids of 10-year Taiwan Class B government bonds are accepted at 0.4%, which roughly corresponds with market expectations. However, after the accepted bids of government bonds, buying orders are still cautious, and market transactions are still thin. Recently, the 10-year Taiwan bond yield has shown a downward trend.

Looking ahead, Taiwan's financial market has ample funds in the near future, coupled with the continued pressure of some financial institutions to replenish bonds. The Taiwan bond yield is predicted to fall slowly in the short term. It is expected that the recent 10-year Taiwan bond yield should fluctuate between 0.35% and 0.45%.

C、The Chart of Benchmark GB Yield for 5 terms & 10 terms

