

# The Analysis Report of Bond Market in February, 2023

## A、Macroeconomic Data

### ※America

Event	Date	Survey	Actual	Prior
ISM Index in December	1/4	48.5	48.4	49.0
Nonfarm Payrolls in December	1/6	205K	223K	290K(Adj.)
Unemployment Rate in December	1/6	3.7%	3.5%	3.6%(Adj.)
Hourly Earnings MoM in December	1/6	0.4%	0.3%	0.4%(Adj.)
Average Workweek in December	1/6	34.4	34.3	34.5(Adj.)
ISM Service in December	1/6	55.0	49.6	55.5(Adj.)
CPI MoM in December	1/12	-0.1%	-0.1%	0.1%
CORE CPI MoM in December	1/12	0.3%	0.3%	0.2%
PPI MoM in December	1/18	-0.1%	-0.5%	0.2%(Adj.)
CORE PPI MoM in December	1/18	0.1%	0.1%	0.2%(Adj.)
NAHB Housing Market Index in January	1/18	31	35	31
Housing Starts MoM in December	1/19	-4.8%	-1.4%	-1.8%(Adj.)
Building Permits MoM in December	1/19	1.0%	-1.6%	-10.6%(Adj.)
Existing Home Sales in December	1/20	3,950K	4,020K	4,080K(Adj.)
GDP-adv	1/26	612K	616K	602K(Adj.)
New Home Sales in December	1/26	2.5%	5.6%	-1.7%(Adj.)
Durable Orders MoM in December	1/26	-0.2%	-0.1%	0.1%
Durable Orders ex transportation MoM in December	1/26	2.6%	2.9%	3.2%
Personal Income MoM in December	1/27	0.2%	0.2%	0.3%(Adj.)
Personal Spending MoM in December	1/27	-0.2%	-0.2%	-0.1%(Adj.)

✧Taiwan

Event	Date	Actual	Prior
Foreign Exchange Reserves in December	1/5	554.932(US\$ Billion)	552.201(US\$ Billion)
CPI YoY in December	1/6	2.71%	2.35%
Exports YoY in December	1/7	-12.1%	-13.1%
Unemployment Rate in December	1/18	3.61%	3.64%
Export Orders YoY in December	1/31	-23.2%	-23.4%
Industrial Production YoY in December	1/31	7.06%	7.37%
Money Supply M2 YoY in December	2/1	-7.93%	-5.55%(Adj. )

## B · The Analysis of Bond Market

Recently, the chairman of the US Federal Reserve indicated that the inflation has begun to slow down. He also expressed optimism about the soft landing of the economy and the maintenance of the labor market, and did not issue any warnings on the recent financial situation. The general remark is not as the Hawkish worried. The recent 10-year U. S. bond yield has generally shown a downward trend.

During the new year holiday, because the U. S. bond yield rate did not deviate from the existing range, it was unable to provide a clear direction guide for the Taiwan bond market. As a result, the 10-year Taiwan index bond fail to trade for many days after the new year holiday, but the chairman of the Federal Reserve made dovish remarks. Afterwards, U. S. bond yields led to a decline in Taiwan bond yields, and the recent 10-year Taiwan bond yields have shown a downward trend.

Looking ahead, U. S. bond yield fluctuated up and down recently, but they still failed to provide a clear guide for the Taiwan bond market. After the auction results of the 10-year Class B bonds were announced, the 5-year benchmark bonds fell, so it is expected that the 10-year Taiwan bond yield may fluctuate and fall in the short term. It is estimated that the recent 10-year Taiwan bond yield trading range should fluctuate between 1.15% and 1.35%.

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

