

The Analysis Report of Bond Market in February, 2025

A、Macroeconomic Data

※America

Event	Date	Survey	Actual	Prior
ISM Index in December	01/03	48.20	49.30	48.40
ISM Service in December	01/07	53.5	54.1	52.5(Adj.)
Nonfarm Payrolls in December	01/10	165K	256K	212K(Adj.)
Unemployment Rate in December	01/10	4.20%	4.10%	4.20%
Hourly Earnings MoM in December	01/10	0.30%	0.30%	0.40%
Average Workweek in December	01/10	34.3	34.3	34.3
PPI MoM in December	01/14	0.40%	0.20%	0.40%
CORE PPI MoM in December	01/14	0.30%	0.00%	0.20%
NAHB Housing Market Index in January	01/16	45	47	46
Housing Starts MoM in December	01/17	3.00%	15.80%	-3.70%(Adj.)
Building Permits MoM in December	01/17	-2.20%	-0.70%	5.20%
Existing Home Sales in December	01/24	4,200K	4,240K	4,150K
New Home Sales in December	01/27	675K	698K	674K(Adj.)
Durable Orders ex transportation MoM in December	01/28	0.30%	0.30%	-0.20%
Durable Orders MoM in December	01/28	0.60%	-2.20%	-2.00%(Adj.)
GDP-adv	01/30	2.60%	2.30%	3.10%
Personal Income MoM in December	01/31	0.40%	0.40%	0.30%
Personal Spending MoM in December	01/31	0.50%	0.70%	0.60%(Adj.)

✧Taiwan

Event	Date	Actual	Prior
Foreign Exchange Reserves in December	01/06	576.68(US\$ Billion)	577.97(US\$ Billion)
CPI YoY in December	01/07	2.10%	2.08%
Exports YoY in December	01/09	9.20%	9.70%
Export Orders YoY in December	01/21	20.80%	3.30%
Unemployment Rate in December	01/22	3.39%	3.41%
Money Supply M2 YoY in December	01/23	5.51%	5.47%
Industrial Production YoY in December	01/23	19.97%	10.20%(Adj.)

B · The Analysis of Bond Market

Prior to the Lunar New Year, the US bond yield experienced a slight rebound due to market uncertainties surrounding the new president's policy announcement after taking office. However, the subsequent Deepseek incident triggered significant fluctuations in the US financial market, causing the 10-year US Treasury yield to reverse and decline.

In the Taiwan bond market, trading activity slowed down ahead of the 11-day Lunar New Year holiday. The 10-year benchmark Taiwan bond yield closed flat at 1.60% with no trades.

Looking ahead, due to strong demand for bond replenishment in the first quarter, the favorable supply-demand dynamics have led to a gradual decline in yields recently. Considering the high probability of the central bank maintaining its monetary policy unchanged this year, Taiwan bond yields are expected to fluctuate within a range, with the 10-year Taiwan bond yield likely trading between 1.55% and 1.65% in the near term.

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

