

# The Analysis Report of Bond Market in March, 2023

## A、Macroeconomic Data

### ※America

Event	Date	Survey	Actual	Prior
ISM Index in January	2/1	48.0	47.4	48.4
Nonfarm Payrolls in January	2/3	189K	517K	260K(Adj.)
Unemployment Rate in January	2/3	3.6%	3.4%	3.5%
Hourly Earnings MoM in January	2/3	0.3%	0.3%	0.4%(Adj.)
Average Workweek in January	2/3	34.3	34.7	34.4(Adj.)
ISM Service in January	2/3	50.5	55.2	49.2(Adj.)
CPI MoM in January	2/14	0.5%	0.5%	0.1%(Adj.)
CORE CPI MoM in January	2/14	0.4%	0.4%	0.4%(Adj.)
NAHB Housing Market Index in February	2/15	37	42	35
PPI MoM in January	2/16	0.4%	0.7%	-0.2%(Adj.)
CORE PPI MoM in January	2/16	0.3%	0.5%	0.3%(Adj.)
Housing Starts MoM in January	2/16	-1.9%	-4.5%	-3.4%(Adj.)
Building Permits MoM in January	2/16	1.0%	0.1%	-1.0%(Adj.)
Existing Home Sales in January	2/21	4,100K	4,000K	4,030K(Adj.)
Durable Orders ex transportation MoM in January	2/23	2.9%	2.7%	2.9%
Personal Income MoM in January	2/24	1.0%	0.6%	0.3%(Adj.)
Personal Spending MoM in January	2/24	1.4%	1.8%	-0.1%(Adj.)
GDP-adv	2/24	620K	670K	625K(Adj.)
New Home Sales in January	2/27	-4.0%	-4.5%	5.1%(Adj.)
Durable Orders MoM in January	2/27	0.1%	0.7%	-0.4%(Adj.)

✧Taiwan

Event	Date	Actual	Prior
Foreign Exchange Reserves in January	2/3	557.143(US\$ Billion)	554.932(US\$ Billion)
Exports YoY in January	2/7	-21.2%	-12.1%
CPI YoY in January	2/9	3.04%	2.71%
Export Orders YoY in January	2/20	-19.3%	-23.2%
Unemployment Rate in January	2/22	3.60%	3.60%(Adj. )
Money Supply M2 YoY in January	2/23	-20.50%	-8.00%(Adj. )
Industrial Production YoY in January	2/24	6.67%	7.06%

## B、The Analysis of Bond Market

Recently, the ISM sales price index in the United States has been significantly better than expected and the hawkish remarks of the Federal Reserve officials have deepened the market's doubts about rising inflation, causing the U.S. bond yield to break through the 4%. The recent 10-year U.S. bond yield has shown an upward trend.

Due to the rebound in U.S. bond yields and the market's expectation that the country's central bank will raise interest rates in March, Taiwan bond yields have rebounded sharply. Recently, the 10-year Taiwan bond yield has shown an upward trend.

Looking ahead, the short-term market for Taiwan bonds is still dominated by the international bond market. With the U.S. bond yield once breaking through 4% and the IRS rising, it is expected that the Taiwan bond yield will still face upward revision pressure in the short term. It is estimated that the 10-year Taiwan bond yield trading range should fluctuate between 1.22% and 1.32%.

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

