

The Analysis Report of Bond Market in October, 2025

A、Macroeconomic Data

※America

Event	Date	Survey	Actual	Prior
ISM Index in August	09/02	49.00	48.70	48.00
ISM Service in August	09/04	51	52	50.10
Nonfarm Payrolls in August	09/05	75K	22K	79K(Adj.)
Unemployment Rate in August	09/05	4.30%	4.30%	4.20%
Hourly Earnings MoM in August	09/05	0.30%	0.30%	0.30%
Average Workweek in August	09/05	34.3	34.2	34.2(Adj.)
PPI MoM in August	09/10	0.30%	-0.10%	0.70%(Adj.)
CORE PPI MoM in August	09/10	0.30%	-0.10%	0.70%(Adj.)
NAHB Housing Market Index in September	09/16	33.00	32.00	32.00
Housing Starts MoM in August	09/17	-4.40%	-8.50%	3.40%(Adj.)
Building Permits MoM in August	09/17	0.60%	-3.70%	-2.20%
New Home Sales in August	09/24	650K	800K	664K(Adj.)
Existing Home Sales in August	09/25	3,950K	4,000K	4,010K
Durable Orders ex transportation MoM in August	09/25	0.00%	0.40%	1.00%
Durable Orders MoM in August	09/25	-0.30%	2.90%	-2.70%(Adj.)
GDP-adv	09/25	3.30%	3.80%	3.30%
Personal Income MoM in August	09/26	0.30%	0.40%	0.40%
Personal Spending MoM in August	09/26	0.50%	0.60%	0.50%

✧Taiwan

Event	Date	Actual	Prior
Foreign Exchange Reserves in August	09/05	597.43(US\$ Billion)	597.87(US\$ Billion)
CPI YoY in August	09/05	1.60%	1.53%(Adj.)
Exports YoY in August	09/09	34.10%	42.00%
Money Supply M2 YoY in August	09/18	4.76%	3.42%
Unemployment Rate in August	09/22	3.35%	3.33%
Export Orders YoY in August	09/23	19.50%	20.80%(Adj.)
Industrial Production YoY in August	09/24	14.41%	18.73%(Adj.)

B、The Analysis of Bond Market

Recently, several Federal Reserve officials advocated for cautious interest rate cuts, dampening investor expectations for rapid easing, which initially caused US Treasury yields to rebound. However, the subsequent risk of a US government shutdown spurred safe-haven buying, causing US Treasury yields to shift into a period of oscillation.

The Taiwan bond market saw its 10-year benchmark yield trade slightly lower. This move followed the Ministry of Finance's recent announcement of its fourth-quarter bond issuance plan, where the projected scale of only NT\$80 billion was lower than market expectations. This announcement eased previous concerns over supply pressure. After several days of investor observation, the 10-year benchmark yield moved downwards, though overall trading volume remained light.

Looking ahead, the Taiwan Central Bank's September board meeting decided to maintain the interest rate and did not signal any future cuts. However, on the supply side, the Ministry of Finance showed no plans to increase bond issuance, ensuring that chip scarcity persists. With investors lacking clear guidance in the short term, Taiwan bond yields are expected to trade in a low-level consolidation range. The 10-year Taiwan bond yield is likely to trade between 1.32% and 1.40% in the near term.

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

