

# The Analysis Report of Bond Market in November, 2023

## A、Macroeconomic Data

### ※America

Event	Date	Survey	Actual	Prior
ISM Index in September	10/2	47.9	49.0	47.6
ISM Service in September	10/4	53.5	53.6	54.5
Nonfarm Payrolls in September	10/6	170K	336K	165K(Adj.)
Unemployment Rate in September	10/6	3.7%	3.8%	3.8%
Hourly Earnings MoM in September	10/6	0.3%	0.2%	0.3%(Adj.)
Average Workweek in September	10/6	34.4	34.4	34.4
PPI MoM in September	10/11	0.3%	0.5%	0.7%
CORE PPI MoM in September	10/11	0.2%	0.3%	0.2%
CPI MoM in September	10/12	0.3%	0.4%	0.6%
CORE CPI MoM in September	10/12	0.3%	0.3%	0.3%
NAHB Housing Market Index in October	10/17	44	40	44(Adj.)
Housing Starts MoM in September	10/18	7.8%	7.0%	-12.5%(Adj.)
Building Permits MoM in September	10/18	-5.7%	-4.4%	6.8%(Adj.)
Existing Home Sales in September	10/19	3,890K	3,960K	4,040K
New Home Sales in September	10/25	680K	759K	676K(Adj.)
Durable Orders MoM in September	10/26	1.9%	4.7%	-0.1%(Adj.)
Durable Orders ex transportation MoM in September	10/26	0.2%	0.5%	0.5%(Adj.)
GDP-adv	10/26	4.5%	4.9%	2.1%
Personal Income MoM in September	10/27	0.4%	0.3%	0.4%
Personal Spending MoM in September	10/27	0.5%	0.7%	0.4%

※Taiwan

Event	Date	Actual	Prior
Foreign Exchange Reserves in September	10/5	564.009(US\$ Billion)	565.467(US\$ Billion)
CPI YoY in September	10/5	2.93%	2.54%(修正後)
Exports YoY in September	10/11	3.4%	-7.3%
Export Orders YoY in September	10/20	-15.6%	-15.7%
Unemployment Rate in September	10/23	3.44%	3.42%
Industrial Production YoY in September	10/23	-6.72%	-10.81%(修正後)
Money Supply M2 YoY in September	10/24	5.98%	6.53%

## B · The Analysis of Bond Market

Recent U.S. employment data and the ISM service industry index have been worse than expected, raising market expectations for an interest rate cut next year, causing U.S. bond yields to fall one after another. Later, due to weak demand for the U.S. 30-year Treasury bond auction and the unexpected eagle-biased U.S. Federal Reserve Chairman remarks caused U.S. bond yields to rise again, partially reversing the recent bullish atmosphere. The 10-year U.S. bond yields have recently shown mixed trends.

U.S. bond yields have fluctuated within a range after falling from their highs, but buyers of Taiwan bonds still dare not rush into the market, and the overall trading is still light. Recently, the yield of the 10-year Taiwanese bond yield has shown a trend of first falling and then rising.

Looking ahead, the market believes that there is a high chance that the central bank of China will keep the policy interest rate unchanged in December, and while the overall liquidity is still sluggish, the chance of breaking out of the range consolidation pattern before the end of the year is not high. It is estimated that the recent 10-year Taiwanese bond yield trading range may fluctuate between 1.22% and 1.32%.

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

