

The Analysis Report of Bond Market in December, 2024

A、Macroeconomic Data

※America

Event	Date	Survey	Actual	Prior
ISM Index in October	11/01	47.60	46.50	47.20
Nonfarm Payrolls in October	11/01	100K	12K	223K(Adj.)
Unemployment Rate in October	11/01	4.10%	4.10%	4.10%
Hourly Earnings MoM in October	11/01	0.30%	0.40%	0.30%(Adj.)
Average Workweek in October	11/01	34.2	34.3	34.3(Adj.)
ISM Service in October	11/05	53.8	56	54.9
PPI MoM in October	11/14	0.20%	0.20%	0.10%(Adj.)
CORE PPI MoM in October	11/14	0.20%	0.30%	0.20%
NAHB Housing Market Index in November	11/18	42	46	43
Housing Starts MoM in October	11/19	-1.50%	-3.10%	-1.90%(Adj.)
Building Permits MoM in October	11/19	0.70%	-0.60%	-3.10%(Adj.)
Existing Home Sales in October	11/21	3,950K	3,960K	3,830K(Adj.)
New Home Sales in October	11/26	725K	610K	738K
Durable Orders ex transportation MoM in October	11/27	0.10%	0.10%	0.40%(Adj.)
Durable Orders MoM in October	11/27	0.50%	0.20%	-0.40%(Adj.)
GDP-adv	11/27	2.80%	2.80%	2.80%
Personal Income MoM in October	11/27	0.30%	0.60%	0.30%
Personal Spending MoM in October	11/27	0.40%	0.40%	0.60%(Adj.)

✧Taiwan

Event	Date	Actual	Prior
Foreign Exchange Reserves in October	11/05	576.85(US\$ Billion)	577.93(US\$ Billion)
CPI YoY in October	11/06	1.69%	1.82%
Exports YoY in October	11/08	8.40%	4.50%
Export Orders YoY in October	11/20	4.90%	4.60%
Unemployment Rate in October	11/22	3.38%	3.38%
Industrial Production YoY in October	11/25	8.85%	11.15%(Adj.)
Money Supply M2 YoY in October	11/25	5.83%	5.60%

B · The Analysis of Bond Market

Recently, the newly elected U.S. President, Donald Trump, nominated hedge fund manager Besent as the Secretary of the Treasury. The market anticipates that U.S. fiscal policy will be more moderate than previously expected, easing inflation concerns and causing U.S. Treasury yields to fall from their highs.

In the Taiwan bond market, U.S. Treasury yields have been on a downward trend recently, and trading in the Taiwan bond market remains light. The yields on the 5-year and 10-year benchmark bonds have slightly declined due to the influence of U.S. Treasury yields, with the 10-year benchmark bond yield closing lower.

Looking ahead, U.S. Treasury yields have fallen after a significant rise, but the impact on Taiwan bond yields has been limited. Considering the approaching year-end, with a lack of active buying and selling, it is expected that Taiwan bond yields will fluctuate within a range. The trading range for the 10-year Taiwan bond yield is likely to be between 1.52% and 1.60% in the near term.

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

