

The Analysis Report of Bond Market in August, 2022

A、Macroeconomic Data

※America

Event	Date	Survey	Actual	Prior
ISM Index in June	7/1	54.5	53.0	56.1
ISM Service in June	7/6	54.0	55.3	55.9
Nonfarm Payrolls in June	7/8	265K	372K	386K(Adj.)
Unemployment Rate in June	7/8	3.6%	3.6%	3.6%
Hourly Earnings MoM in June	7/8	0.3%	0.3%	0.4%(Adj.)
Average Workweek in June	7/8	34.6	34.5	34.6(Adj.)
CPI MoM in June	7/13	1.1%	1.3%	1.0%
CORE CPI MoM in June	7/13	0.5%	0.7%	0.6%
PPI MoM in June	7/14	0.8%	1.1%	0.8%
CORE PPI MoM in June	7/14	0.5%	0.4%	0.5%
NAHB Housing Market Index in July	7/18	65	55	67
Housing Starts MoM in June	7/19	2.0%	-2.0%	-11.9%(Adj.)
Building Permits MoM in June	7/19	-2.7%	-0.6%	-7.0%
Existing Home Sales in June	7/20	5,350K	5,120K	5,410K
New Home Sales in June	7/26	655K	590K	642K(Adj.)
Durable Orders MoM in June	7/27	-0.4%	1.9%	0.8%
Durable Orders ex transportation MoM in June	7/27	0.2%	0.3%	0.5%(Adj.)
GDP-adv	7/28	0.4%	-0.9%	-1.6%
Personal Income MoM in June	7/29	0.5%	0.6%	0.6%(Adj.)
Personal Spending MoM in June	7/29	1.0%	1.1%	0.3%(Adj.)

✧Taiwan

Event	Date	Actual	Prior
Foreign Exchange Reserves in June	7/5	548.963(US\$ Billion)	548.854(US\$ Billion)
CPI YoY in June	7/6	3.59%	3.40%(Adj.)
Exports YoY in June	7/8	15.2%	12.4%(Adj.)
Export Orders YoY in June	7/20	9.5%	6.0%
Unemployment Rate in June	7/22	3.73%	3.73%
Industrial Production YoY in June	7/25	0.73%	4.14%(Adj.)
Money Supply M2 YoY in June	7/25	7.65%	7.94%

B · The Analysis of Bond Market

Recently, the Federal Reserve Bank of Atlanta's economic model forecasted that the annual growth rate of US GDP in the third quarter was revised down from 2.1% to 1.3%, which intensified market worries about a recession and caused US bond yields to fall. The hawkish tone of the U.S. bond yields rebounded, and the 10-year U.S. bond yields have been rising recently, and have generally shown an upward trend since the beginning of this month.

Lately, Taiwan bond yield rate has been driven by a small amount of short orders, which has caused the 10-year Taiwan bond yield rate to rise. Although there have been incidents such as Pelosi's visit to Taiwan and the CCP's military exercises, the Taiwan bond market has not been very stable. In response, the 10-year Taiwan bond yield rate has shown an upward trend recently.

Looking forward to the market outlook, the recent Taiwan bond market will maintain fluctuating in a range in the short term due to the wide range of quotations from buyers and sellers on the stock market, and the low willingness of both longs and shorts to trade. It is estimated that the 10-year Taiwan bond yield June fluctuate between 1.10% and 1.20%.

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

