

# The Analysis Report of Bond Market in October, 2022

## A、Macroeconomic Data

### ※America

Event	Date	Survey	Actual	Prior
ISM Index in August	9/1	51.9	52.8	52.8
Nonfarm Payrolls in August	9/2	298K	315K	537K(Adj.)
Unemployment Rate in August	9/2	3.5%	3.7%	3.5%
Hourly Earnings MoM in August	9/2	0.4%	0.3%	0.5%
Average Workweek in August	9/2	34.6	34.5	34.5(Adj.)
ISM Service in August	9/6	55.3	56.9	56.7
CPI MoM in August	9/13	-0.1%	0.1%	0.0%
CORE CPI MoM in August	9/13	0.3%	0.6%	0.3%
PPI MoM in August	9/14	-0.1%	-0.1%	-0.4%(Adj.)
CORE PPI MoM in August	9/14	0.3%	0.4%	0.3%(Adj.)
NAHB Housing Market Index in September	9/19	47	46	49
Housing Starts MoM in August	9/20	0.3%	12.2%	-12.6%(Adj.)
Building Permits MoM in August	9/20	-4.8%	-10.0%	-0.6%(Adj.)
Existing Home Sales in August	9/21	4,700K	4,800K	4,820K(Adj.)
New Home Sales in August	9/27	500K	685K	532K(Adj.)
Durable Orders MoM in August	9/27	-0.3%	-0.2%	-0.1%
Durable Orders ex transportation MoM in August	9/27	0.2%	0.2%	0.2%
GDP-adv	9/29	-0.6%	-0.6%	-0.6%
Personal Income MoM in August	9/30	0.3%	0.3%	0.3%(Adj.)
Personal Spending MoM in August	9/30	0.2%	0.4%	-0.2%(Adj.)

✧Taiwan

Event	Date	Actual	Prior
Foreign Exchange Reserves in August	9/5	545.482(US\$ Billion)	547.811(US\$ Billion)
CPI YoY in August	9/6	2.66%	3.36%
Exports YoY in August	9/7	2.0%	13.9%(Adj. )
Export Orders YoY in August	9/20	2.0%	-1.9%
Unemployment Rate in August	9/22	3.67%	3.68%
Money Supply M2 YoY in August	9/22	6.93%	6.99%
Industrial Production YoY in August	9/23	3.68%	1.63%(Adj. )

## B · The Analysis of Bond Market

Recently, the U.S. ISM manufacturing index fell to 50.9 in September, lower than market expectations of 52.2, which caused the 10-year U.S. bond yield to fall sharply. Later, because the number of new employees in the United States in September was better than the previous month, indicating that the labor market is still strong. As the investor optimism over the U.S. Federal Reserve's policy shift faded, the 10-year U.S. bond yields rebounded, and the recent 10-year U.S. bond yields has shown both downward and upward trend.

Recently, due to the unabated bearish sentiment in the Taiwan bond market, all parties traded quite conservatively. Since October, the 10-year Taiwan bond yields has remained flat at 1.632%, and has not been traded for several consecutive days.

Looking forward to the market outlook, after the recent rebound in US bond yields, the Taiwan bond market also took a break. However, because there is still upward pressure on yields in the future, the market's willingness to chase prices is not high. Therefore, it is predicted that the 10-year Taiwan bond yields may show a range-bound trend in the short term. It is estimated that the recent 10-year Taiwan bond yields trading range may fluctuate between 1.58% and 1.68%.

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

