

# The Analysis Report of Bond Market in April, 2022

## A・Macroeconomic Data

### ※America

Event	Date	Survey	Actual	Prior
ISM Index in February	3/1	58.0	58.6	57.6
ISM Service in February	3/3	61.1	56.5	59.9
Nonfarm Payrolls in February	3/4	423K	678K	504K(Adj.)
Unemployment Rate in February	3/4	3.9%	3.8%	4.0%
Hourly Earnings MoM in February	3/4	0.5%	0.0%	0.6%(Adj.)
Average Workweek in February	3/4	34.6	34.7	34.6(Adj.)
CPI MoM in February	3/10	0.8%	0.8%	0.6%
CORE CPI MoM in February	3/10	0.5%	0.5%	0.6%
PPI MoM in February	3/15	8.7%	8.4%	8.6%(Adj.)
CORE PPI MoM in February	3/15	7.3%	6.6%	6.9%(Adj.)
NAHB Housing Market Index in March	3/16	81	79	81(Adj.)
Housing Starts MoM in February	3/17	3.8%	6.8%	-5.5%(Adj.)
Building Permits MoM in February	3/17	-2.4%	-1.9%	0.5%(Adj.)
Existing Home Sales in February	3/18	6,100K	6,020K	6,490K(Adj.)
New Home Sales in February	3/23	810K	772K	788K(Adj.)
Durable Orders MoM in February	3/24	-0.6%	-2.2%	1.6%
Durable Orders ex transportation MoM in February	3/24	0.6%	-0.6%	0.8%(Adj.)
GDP-adv	3/30	7.0%	6.9%	7.0%
Personal Income MoM in February	3/31	0.5%	0.5%	0.1%(Adj.)
Personal Spending MoM in February	3/31	0.5%	0.2%	2.7%(Adj.)

✧Taiwan

Event	Date	Actual	Prior
Foreign Exchange Reserves in February	3/4	549.99(US\$ Billion)	548.41(US\$ Billion)
CPI YoY in February	3/8	2.36%	2.83%(Adj.)
Exports YoY in February	3/8	34.8%	16.7%
Export Orders YoY in February	3/21	21.1%	11.7%
Industrial Production YoY in February	3/23	10.01%	8.39%(Adj.)
Unemployment Rate in February	3/24	3.67%	3.70%
Money Supply M2 YoY in February	3/24	7.67%	7.87%

## B · The Analysis of Bond Market

Recently, the governor of the Federal Bank of New York said that the Federal Reserve should speed up the pace of interest rate hikes, such as raising interest rates by 2 yards at a time. His remarks showed that even the most conservative doves of the Federal Reserve are beginning to consider raising interest rates significantly. Hawkish remarks from other Fed officials have led to a recent increase in 10-year U.S. bond yields.

The recent annual growth rate of Taiwan's CPI exceeded 3%, coupled with the weak Taiwan dollar driving up the prices of imported commodities, and market concerns that the central bank will follow the US Federal Reserve to accelerate interest rate hikes, resulting in a rapid rise in yield rates. Recently, 10-year Taiwan yields showed an upward trend.

Looking ahead, the president of my country's central bank said that based on the responsibility of maintaining price stability, the central bank will still adopt a tightening monetary policy stance, so it is expected that the trend of Taiwan bond yields will still have a chance to fluctuate in the short term. It is estimated that the recent 10-year Taiwan bond yield should fluctuate between 1.25% and 1.35%.

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

