

Headline news

⇒ **HK's Swap Connect is delayed**

Swap Connect, Hong Kong's follow-up to its bond and equities transaction programmes, has been delayed. It was scheduled to come on line in January 2023, six months from the initial announcement of the programme. No formal reason has been provided, but reports suggest that legal and jurisdictional issues had not been fully resolved. Swap Connect is intended to allow foreign institutions access to China's \$5tn onshore swap market.

⇒ **Yield curves shift**

Curves steepened out to 10 years, the shorter end falling while longer yields rose. The large gap between CGB and CDB curves from 10 to 25 years is probably a reflection of lack of liquidity, rather than any kind of fundamental change in relative credit perception.

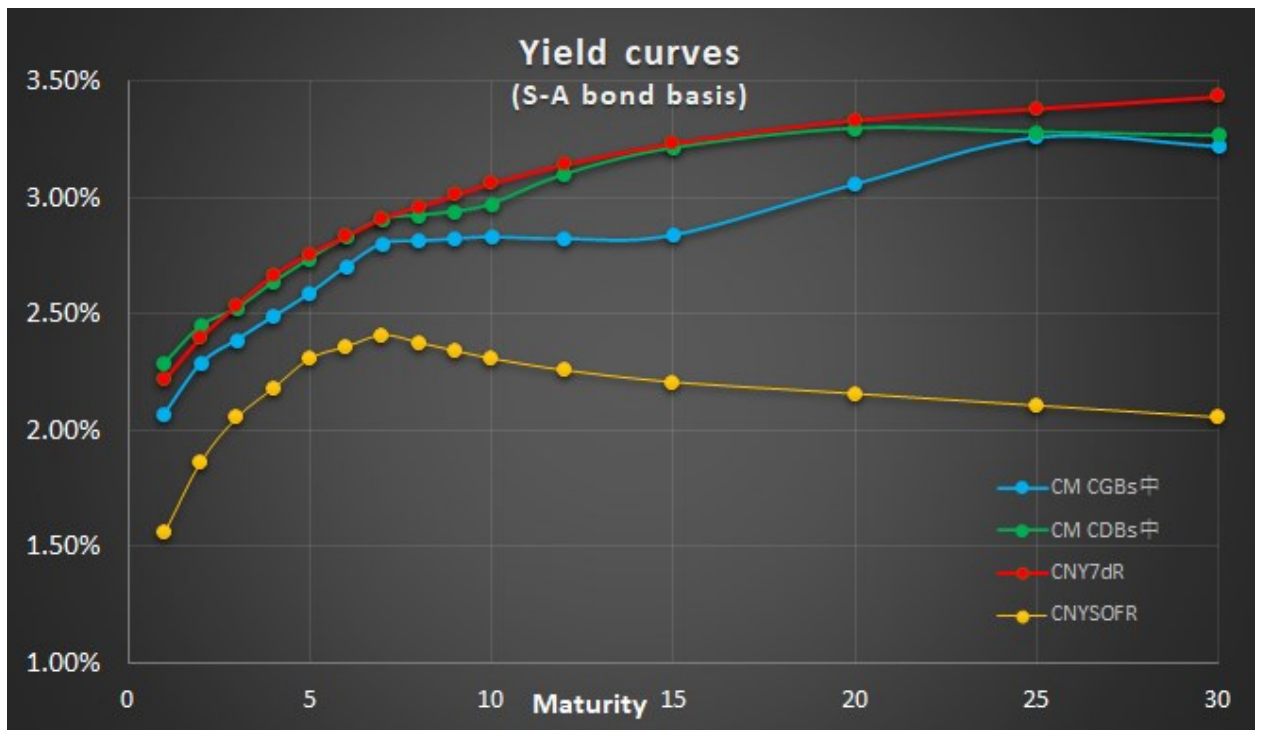
7-day repo 1.63% ▼

5Y CNY7dR 2.76% ▼

10Y CM CGB^中 2.83% ▲

DragonX10^中 ¥1,000.7 ▼

Arrows indicate direction v. previous week. ^中 denotes a GBD product



GB Dragon's current proprietary data

- Our performance DragonX indices (1, 5, 10 and 30y) for CGBs
- 30-year curves for
 - ◊ Swaps and currency forwards in a broad range of markets
 - ◊ Par and zero-coupon interest rate swap curves
 - ◊ Constant maturity (CM) China Government and China Development Bank bonds

Click "Subscribe" to receive this newsletter weekly

Subscribe

Email us

GB-Dragon.com

Disclaimer: all information is from sources believed by GB Dragon Ltd to be reliable but we make no representation as to its accuracy. GB Dragon Ltd shall not be held liable for the consequences of reliance on anything contained herein. Use of this newsletter constitutes acceptance of this disclaimer. DragonX is a UK-registered trademark of GB Dragon Ltd.