

## MARKET INDICATORS

As of October 4, 2017

Index/ Bond	Index Level/Yield	DoD Change	DoD % Change
PSEi	8,344.05	31.12	0.37%
Dow Jones	22,661.64	19.97	0.09%
NASDAQ	6,534.63	2.91	0.04%
S&P500	2,537.74	3.16	0.12%
MSCI Asia ex-Japan	672.89	2.69	0.40%
MSCI Emerging Market	1,101.84	4.81	0.44%
5Yr FXTN	4.64	2 bps	
10 Yr US Treasury	2.32	0 bps	
USD/PHP	51.01	-0.09	-0.18%

Source: Bloomberg



## News in the Philippines

### DOF Sees Inflation to Rise to 3.4% in September YoY

- Department of Finance Undersecretary Gil S. Beltran forecasts the country's inflation rate to reach 3.4% in September year-on-year (YoY), setting a new 5-month high. Driven by rising food and fuel prices, the inflation rate hike will push prices of basic goods to rise at the fastest rate in five months. Bombarded by 4 typhoons last month, the increased demand for food, especially vegetables contributed to the price escalation. Fuel price hikes pushed the general base price higher. Undersecretary Beltran however, maintains that inflation is still within manageable levels. Inflation data for September will be released on Thursday.

### Local Bond Market

- The yield of the benchmark 5-year bond closed at 4.64, rising 2 bps during yesterday's session.
- The yields of bonds traded flat throughout yesterday's session with 2 yields rising, 3 yields falling and 6 yields remaining stagnant.

### Philippine Stocks

- Local stocks continued to advance on Wednesday after breaking through the 8,300-mark. With regained enthusiasm driven by the optimistic global economic growth, local stock experienced gains across all counters. The PSEi gained 0.37% or 31.12 points to end the day at 8,344.05.

### Philippine Peso

- The local peso traded sideways on Wednesday as investors traded cautiously waiting for U.S. Federal Reserve's Chair Janet Yellen. The peso closed the day at PHP 51.01.



## News around the World

### U.S. ISM Non-Manufacturing PMI Advances to 59.8 in September

- According to the latest poll of the Institute of Supply Management (ISM), the Non-Manufacturing Purchasing Manager's Index (PMI) rose to 59.8 this September, reaching its highest reading since August 2005. This shows a significant growth in the U.S. service sector despite recent hurricane hits. The latest reading beat August 55.3 and exceeded economist expectations set at 55.5.

### US Market

- U.S. stocks continued to rise yesterday with all major benchmarks reaching new highs. The S&P 500 rose for the seventh time led by the utilities and real estate sectors. Similarly, Dow Jones Industrial Average (DJIA) set a new all-time high. NASDAQ however, post modest gains limited by the technology sector. The S&P 500 ended at 2,537.74 rising 0.12% or 3.16 points. The Dow Jones gained 19.97 points or 0.09% to end at 22,661.64. The NASDAQ went up 2.91 points or 0.04% to close at 6,534.63.

### Asian Stocks

- Asian stocks rose on Wednesday due to the influence of Japanese and Hong Kong shares along with positive global market outlook. The MSCI Asia-Ex Japan Index advanced 0.40% or 2.69 points to close at 672.89.

### Emerging Markets

- Emerging markets continued to rise for a third day on Wednesday. Stocks went up by 0.5% and remain driven by strong Chinese manufacturing data and an expanding European export boom. The MSCI Emerging Markets Index rose 0.44% or 4.81 points, closing at 1,101.84.