

MARKET INDICATORS

As of June 29, 2017

| Index/ Bond | Index Level/Yield | DoD Change | DoD % Change |
|----------------------|-------------------|------------|--------------|
| PSEi | 7,788.06 | -69.12 | -0.88% |
| Dow Jones | 21,287.03 | -167.58 | -0.78% |
| NASDAQ | 6,144.35 | -90.06 | -1.44% |
| S&P500 | 2,419.70 | -20.99 | -0.86% |
| MSCI Asia ex-Japan | 628.50 | 2.49 | 0.40% |
| MSCI Emerging Market | 1,014.02 | 1.92 | 0.19% |
| 5Yr FXTN | 4.03 | 3 bps | |
| 10 Yr US Treasury | 2.27 | 4 bps | |
| USD/PHP | 50.54 | -0.01 | -0.02% |

Source: Bloomberg



News in the Philippines

President Duterte assures continuity in BSP Board Choices

- Yesterday, President Rodrigo R. Duterte reappointed one member of the Bangko Sentral ng Pilipinas (BSP) Monetary Board and named two others to the board. This decision would assure that continuity would be held to a high standard. The smooth transition at the central bank's helm is very crucial to the President as he wants to continue with policies that would help sustain the country's growth momentum and attract more investments. President Duterte retained former socioeconomic planning secretary Felipe M. Medalla as well as added two new members in Peter B. Favila and Antonio S. Abacan Jr. The appointees will sit on the board for the next six years.

Local Bond Market

- The yield of the benchmark 5-year bond closed at 4.03, gaining 3 bps during yesterday's session.
- The yields of bonds traded evenly throughout yesterday's session with 6 yields falling and 5 yields rising.

Philippine Stocks

- Local stocks ended the day negative after local shares failed to mirror Wall Street's gains. Furthermore, the market has been affected by the weak peso. The PSEI fell 0.88% or 69.12 points to end the day at 7,788.06.

Philippine Peso

- The local peso weakened against the US Dollar as it hit another fresh low in over a decade. Caution among investors is rising head of US economic growth data releases this week. The peso closed the day at PHP 50.54.



News around the World

US First-Quarter GDP revised up to 1.4%

- Economic data released yesterday showed that the US economy slowed less than initially estimated in the first quarter of 2017. Gross Domestic Product (GDP) increased at a revised pace of 1.4% instead of the originally reported 1.2%. The revised rate is still the slowest growth rate since the second quarter of 2016. The economic growth in the first quarter was said to be attributed to upward revision to consumer spending, which accounts for more than two-thirds of US economic activity. Consumer spending rose 1.1% instead of a previously reported 0.6%.

US Market

- U.S. stocks closed in the red during yesterday's session as the technology sector continued to trend downward, overshadowing positive economic news. The S&P 500 ended at 2,419.70 falling 0.86% or 20.99 points. The Dow Jones fell 167.58 points or 0.78% to end at 21,287.03. The NASDAQ fell 90.06 points or 1.44% to close at 6,144.35.

Asian Stocks

- Asian equity indices inched higher yesterday even after declines in the US and Europe on worries the European Central Bank would reduce monetary stimulus. The MSCI Asia-Ex Japan Index gained 0.40% or 2.49 points to close at 628.50.

Emerging Markets

- Emerging markets ended the day slightly higher following positive economic news in the region. The MSCI Emerging Markets Index gained 0.19% or 1.92 points, closing at 1,014.02.