

# Daily Matters

November 14, 2017

## MARKET INDICATORS

As of November 13, 2017

Index/ Bond	Index Level/Yield	DoD Change	DoD % Change
PSEI	8,330.02	-103.46	-1.23%
Dow Jones	23,439.70	17.49	0.07%
S&P500	2,584.84	2.54	0.10%
Nasdaq	6,757.60	6.66	0.10%
MSCI Asia ex-Japan	700.94	-1.68	-0.24%
MSCI Emerging Market	1,123.26	-5.23	-0.46%
5Yr FXTN	5.1	2 bps	
10 Yr US Treasury	2.41	1 bp	
USD/PHP	51.18	-0.07	-0.14%

Source: Bloomberg



## News in the Philippines

### Banks see interest rates rising

- Bangko Sentral ng Pilipinas may be pushed to adjust key rates by early next year to cope with faster inflation and rising global yields, with a fresh rate hike in the United States expected next month. Inflation averaged 3.2% as of end-October, and last month's reading is at 3.5% and is said to be its fastest in nearly three years.
- BSP Deputy Governor confirmed that the country does not have to match the Fed's rate adjustments as it has a bigger bearing as far as the central bank is concerned.

### Local Bond Market

- The yield of the benchmark 5-year bond finished off at 5.10 bps. The local bond market is on the red due to strong demand on the short tenors. Market players are on the looks of a stronger peso as well as weakening US fundamentals.

### Philippine Stocks

- Philippine stock plummeted yesterday removing gains after another weak finish on Wall St on concerns about the US tax reform deal and lost 103.46 points, or 1.22%, to finish at 8,330.02 while the broader All Shares index loses 37.24 points or 0.75%.
- Market will be on close watch on catalysts at home such as any major announcements on the ongoing ASEAN summit and bilateral meetings;

### Philippine Peso

- The Philippine Peso is on its sideways against the US Dollar as market players took profit due to untraded dollars over the weekend. The local peso finished off at Php 51.18. There are small movements and lacks significant news during the day.



## News around the World

### US monthly budget statement for October -63.2B vs -58.0B estimate

- According to the US Treasury Department, the monthly U.S. budget deficit increased by more than a third last month, highlighting concerns about proposed tax cuts that could further expand the fiscal gap. The shortfall climbed to \$63.2 billion last month from \$45.8 billion a year earlier. US Senate has approved a budget resolution that will allow a tax bill to raise the deficit by \$1.5 trillion over 10 years.

### US Market

- The US Market remains slow after tallying record highs from the start of the month. Majority of the indexes were still down since last week; the tech stocks were also suffering from devastating lows and lackluster market performance. The Dow Jones ended at 23,439.70 with 17.49 points or 0.07%; S&P 500 is at 2,584.84 with 2.54 points of 0.10% and lastly, Nasdaq at 6,757.60 with 6.66 points or 0.10%.

### Asian Stocks

- Asian Stocks steps back as investors is on a close watch whether US Republicans can hammer out a tax reform deal quickly, while the British pound fell on growing doubts over Prime Minister Theresa May's leadership. The MSCI Asia-Ex Japan Index is at 700.94 with -1.68 points of -0.24%.

### Emerging Markets

- The Emerging Market still falls on their third session despite China, CEE gains and many of the big currencies also struggled as the dollar made ground. The Rand hits one-year low as talk of Treasury resignation swirls and President Trump warns of trade imbalance in Asia. The MSCI Emerging Markets Index is at -0.46% or -5.23 points to close at 1,123.26.

The content on this material is provided for information purposes only and should not be considered as investment advice. This document is not a solicitation or an offer to buy or sell any securities or related financial products. While this document was prepared with reasonable care, no guarantee is given as to the accuracy and completeness of the information herein. Information and/or views contained herein are for information only and based on data that ATR Asset Management (ATRAM) has researched. However, ATRAM does not represent that the information and/or views are accurate or complete, and these should not be relied upon as such. Any person receiving this document must make his/her own investigation and satisfy him-/herself as to the accuracy and completeness of the information and/or views. Any information or opinion expressed in this document is subject to change without prior notice. This document may not be reproduced or distributed without written consent from ATR Asset Management.