

# Daily Matters

November 28, 2017

## MARKET INDICATORS

As of November 27, 2017

Index/ Bond	Index Level/Yield	DoD Change	DoD % Change
PSEi	8,361.69	-3.42	-0.04%
Dow Jones	23,580.78	22.79	0.10%
S&P500	2,601.42	-1	-0.04%
Nasdaq	6,878.52	-10.64	-0.15%
MSCI Asia ex-Japan	710.35	-7.58	-1.06%
MSCI Emerging Market	1,144.33	-9.93	-0.86%
5Yr FXTN	5.11	3 bps	
10 Yr US Treasury	2.33	1 bp	
USD/PHP	50.34	-0.33	-0.66%

Source: Bloomberg



## News in the Philippines

### Central Bank reassures on BOP deficit

- Bangko Sentral ng Pilipinas: cited robust economic activity behind the latest numbers and concerns over the BOP deficit are misplaced as per the BSP Governor.
- The country posted a \$1.735-billion BoP deficit as of end-October, a reversal from the \$1.465-billion surplus recorded in 2016's comparable 10 months, wider than the \$500-million deficit expected by the central bank for the entire 2017.

### Local Bond Market

- The yield of the benchmark 5-year bond ended at 5.11 bps with 3 yields falling and 8 yields rising.
- The Government rejected all the bids at yesterday's auction as there was a weak demand due to the recent offer on retail bonds. The BTR rejected bids totalling P10.5 billion, falling short of the planned P20-billion borrowing.

### Philippine Stocks

- The Philippine stock market closed on Monday's trade as losses in the industrials, Banking & Financials and Services sector led the market to depreciate. The PSEi shed 3.42 points, or 0.04%, to end at 8,361.69 as investors opted to stay on the sidelines due to the absence of market moving news.

### Philippine Peso

- The local peso appreciated against the US dollar and closed at Php 50.34. Yesterday's close was also marked the highest in over three months or since Aug. 8's P50.44-a-dollar finish. The said run was due to a generally weak performance of the US dollar in Asian Markets.



## News around the World

### Dallas Fed manufacturing survey: Expansion slower but solid

- Federal Reserve Bank of Dallas: November Dallas Fed manufacturing activity 19.4 vs 24.0 expected. The new orders index fell 5 points to 20.0 and the capacity utilization and shipments indexes fell by 17.3 and 16.7, respectively. However, the growth rate of orders index indicated a strong pickup in demand, rising 6 points to 18.1, the highest reading since 2010.

### US Market

- US stocks were mixed, being weighed down by Energy Shares. Retailers will remain in focus amidst the Cyber Monday shopping, while market investors will be refocusing its attention on the progress on the Republican tax plan. (Dow Jones- 23,580.78, 22.79, 0.10%; S&P500 - 2,601.42, -1, -0.04%; Nasdaq- 6,878.52, -10.6, -0.15%)

### Asian Stocks

- Asian stocks submitted early modest gains and retreated from a decade high on Monday, weighed by weakness in the Chinese and South Korean markets, while the euro reached a two-month top against the dollar. (MSCI Asia ex-Japan – 710.35, -7.58 points, -1.06%)

### Emerging Markets

- Emerging equities fell 1%, dragged down by heavy selling in Asia where Chinese stocks resumed their slide and semi-conductor companies also lost ground. Yields on benchmark local bonds rose around 6 bps, though South Africa's average premium versus other emerging debt on the GBI-EM index is approaching 400 bps. (MSCI Emerging Market- 1,144.33, -9.93 points, -0.86%)

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