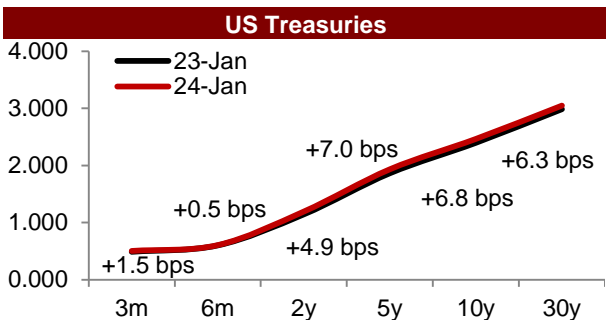
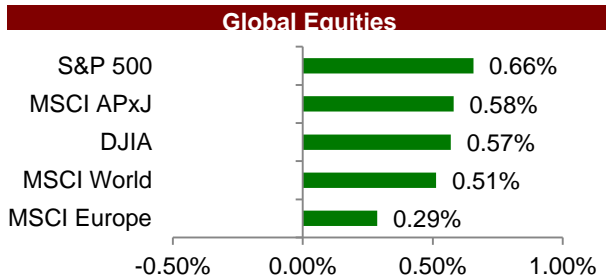
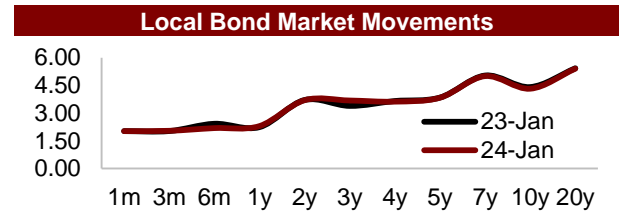
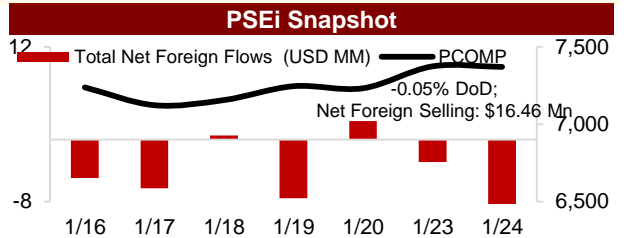


Investors focused on positive corporate earnings releases in the US amid Trump's 'day one' policies, buoying equity markets. Meanwhile, the US Treasury market was weakened by supply-side issues, while the dollar strengthened following positive US manufacturing data.

- ✓ The **local equities index** declined by 0.05% as market players took the opportunity to book profits. Foreign selling of \$16.52 million dragged the market.
- ✓ The **local fixed income market** was down, mirroring the movement of US Treasuries. The Yield of the 5-year government paper with coupon of 4% auction today was 3.95%. Yields declined by an average of 0.57 of a basis point.



- ✓ The **Philippine peso** strengthened as lower US Treasury yields dampened the dollar. Comments that the greenback was "too strong" also contributed to the dollar correction. The USD/PHP fell by 0.12%, closing at 49.810.
- ✓ The **US dollar** strengthened economic data (US PMI at 55.1) suggested continued resurgence of manufacturing. The DXY index fell 0.19% to 100.35.

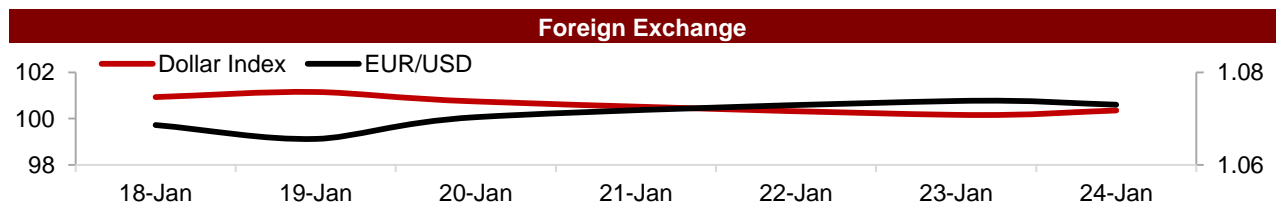


- ✓ **US equities** gained ground, amid good corporate earnings results and Trump's day one policies. The DJIA and S&P 500 gained 0.57 and 0.66%, respectively.
- ✓ **European stocks** edged broadly higher despite a "rocky start" to the Continental earnings season, as investors bargain hunted following the benign sell-off in the last 3 days. The MSCI Europe gained 0.29%.
- ✓ **Asian equities** advanced as the potential impacts of the US pulling out of the TPP were priced in by the market. Sentiment is now leaning towards Asia's domestic consumption helping offset the fallout of the US withdrawing from the TPP.

- ✓ **US Treasuries** slipped given supply-induced weakness. The two-year note yield rose 1.62bps to 1.160% while the 10-year bond yield jumped 2.58bps to 2.423%.

Foreign Exchange

USD/PHP	Previous Close	49.870
	Close	49.810
EUR/USD	Previous Close	1.0738
	Indicative Rate	1.0739



Key Indicators

YIELDS AND PRICES	24-Jan-17	DoD	WoW	MoM
91-Day Philippine Treasury Bill Yield (PDST-R2)	2.0381	0.01%	0.16%	0.25%
1-Year Philippine Treasury Bill Yield (PDST-R2)	2.2935	0.06%	-0.39%	-0.02%
ROP2021 (Price)	106.395	0.08	(1.07)	0.04
ROP2034 (Price)	133.620	0.11	(2.04)	3.85
3-Month US Treasury Yield	0.4974	0.01%	-0.03%	-0.01%
3-Month German Treasury Bill Yield	-0.882	0.00%	0.02%	0.07%
Dubai Crude Oil Spot (\$/bbl)	53.34	0.81%	-1.04%	3.67%
Gold Spot (\$/oz)	1,213.54	-0.37%	-0.28%	7.02%

Upcoming Economic Releases

Philippines

Date	Event	Period
1/25/2017	Philippines Budget Balance Monthly	Dec
1/26/2017	Philippines GDP Constant 2000 Prices YoY	4Q

Developed Markets

Date	Country	Eco	Period
1/25/2017	US	MBA US US Mortgage Market Index Weekly % Change SA	Jan 20
1/26/2017	US	US Initial Jobless Claims SA	Jan 14
1/27/2017	US	GDP US Chained 2009 Dollars QoQ SAAR	4Q A

Emerging Markets

Date	Country	Eco	Period	Prior
01/26/2017	China	Industrial Production YoY	Dec	14.5%

Sources: BPI, Business World, PDI, Phil Star, Manila Bulletin, Reuters, Briefing, Bloomberg, CNN, Dow Jones, The Wall Street Journal, CNBC