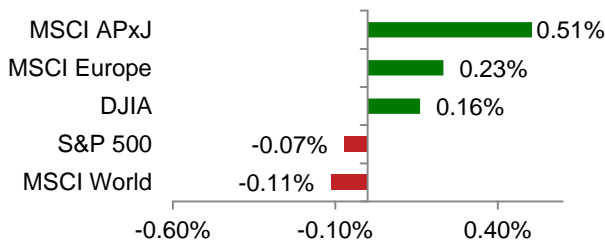


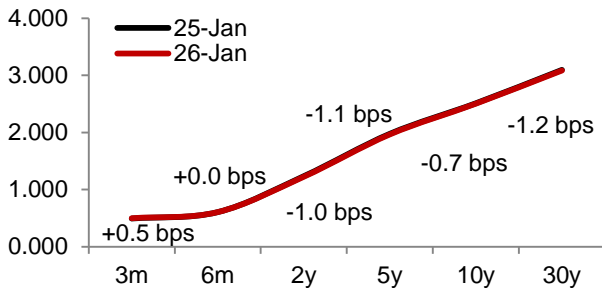
Sentiment continued to be bullish globally as US optimism continued to spill to other regions. On the local front, local equities also rallied a bit given the in-line result of 2016 GDP at 6.8% (given 6.6% GDP for the last quarter of 2016). The US will report its 4Q 2016 GDP this Friday (US time).

- ✓ The **local equities index** recovered by 0.13%, as the Philippines' 4Q GDP print met consensus estimates at 6.6%-- bringing full year GDP growth to 6.8%. Net foreign selling of \$6.22 million ensued as some investors booked profits.
- ✓ The **local fixed income market** was up as yields declined, especially in the long-end, following the upbeat 4Q GDP growth at 6.6%. Yields fell by an average of 0.51 of a basis point, led by the 18.6-bp drop in the long-end of the curve.

### Global Equities

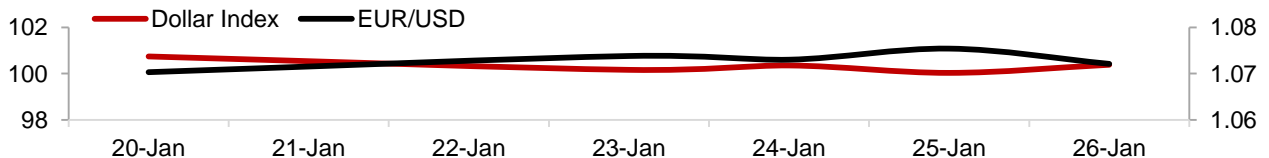


### US Treasuries

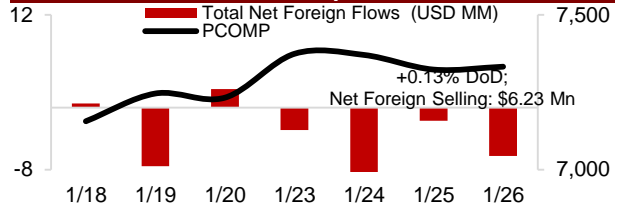


- ✓ The **Philippine peso** was little changed as morning gain was reversed as investors took position ahead of the US GDP release Friday. The USD/PHP closed at 49.805, down 0.01%.
- ✓ The **US dollar** pared early-session gains, as it tracked the decline in Treasury Yields post-auction. The DXY index rose 0.35% to 100.38.

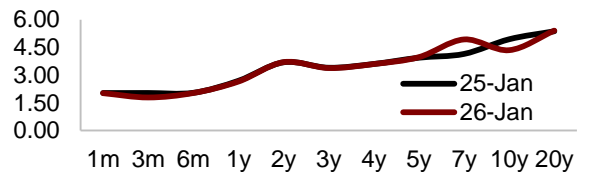
### Foreign Exchange



### PSEi Snapshot



### Local Bond Market Movements



- ✓ **US equities** ended mixed as investors adopted a wait-and-see approach on corporate earnings releases, although shares of financial institutions continued to lead the gainers. The Dow rose 0.16% while the S&P 500 was down by 0.07%.
- ✓ **European stocks** continued to rise as pharmaceutical firms rallied, while cyclical shares lagged. The MSCI Europe leapt 0.23%.
- ✓ **Asian equities** rose as risk-on sentiment was further boosted by the Dow breaching the 20,000 level.. MSCI APxJ rose 0.51%.
- ✓ **US Treasuries** bounced back given the record amount of buying from indirect bidders in the auction of USD28 billion in seven-year notes. The two-year note yield fell 1.0bps to 1.224% while the 10-year bond yield slipped 0.7bps to 2.504%.

### Foreign Exchange

USD/PHP	Previous Close	49.810
	Close	49.805
EUR/USD	Previous Close	1.0754
	Indicative Rate	1.0724



## Key Indicators

YIELDS AND PRICES	26-Jan-17	DoD	WoW	MoM
91-Day Philippine Treasury Bill Yield (PDST-R2)	1.7852	-0.24%	-0.25%	-0.00%
1-Year Philippine Treasury Bill Yield (PDST-R2)	2.6482	-0.04%	-0.02%	0.34%
ROP2021 (Price)	105.990	(0.33)	(0.77)	(0.36)
ROP2034 (Price)	131.562	(1.29)	(2.55)	2.17
3-Month US Treasury Yield	0.4974	0.01%	-0.01%	-0.01%
3-Month German Treasury Bill Yield	-0.846	0.00%	0.04%	0.10%
Dubai Crude Oil Spot (\$/bbl)	53.52	1.02%	3.24%	4.02%
Gold Spot (\$/oz)	1,188.55	-1.02%	-1.35%	4.73%

## Upcoming Economic Releases

### Philippines

Date	Event	Period
1/27/2017	Philippines Budget Balance Monthly	Dec
1/31/2017	Philippines Commercial Banks Loans Outstanding	Dec

### Developed Markets

Date	Country	Eco	Period
1/27/2017	US	GDP US Chained 2009 Dollars QoQ SAAR	4Q A
1/31/2017	US	University of Michigan Consumer Sentiment	Jan F

### Emerging Markets

Date	Country	Eco	Period	Prior
2/1/2017	China	Mfg PMI	Jan	51.4

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