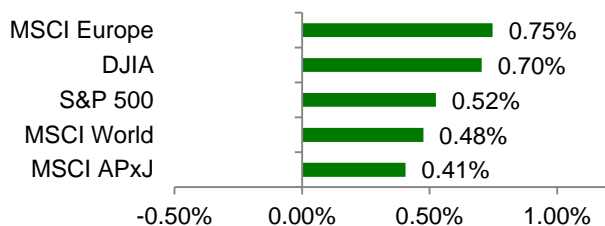


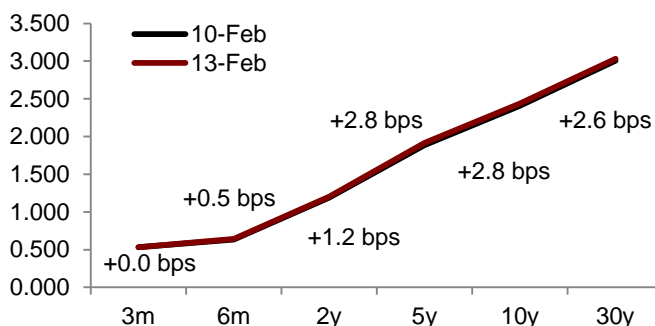
Investors continued to favor the risky assets continued owing to the renewed optimism on Trump's economic reforms. On the local front, equities likewise outperformed due to the improvement in sentiment.

- ✓ The **local equities index** rose 0.82% due to investor confidence with regards to President Trump's discussion on the tax reform plan, including a meeting with Prime Minister Shinzo Abe.
- ✓ In the **local fixed income market**, prices of government securities fell in line with the treasury auction results (rising yields across the 91, 182, and 364 day maturities). On average, yields went up 5.92 bps.

Global Equities

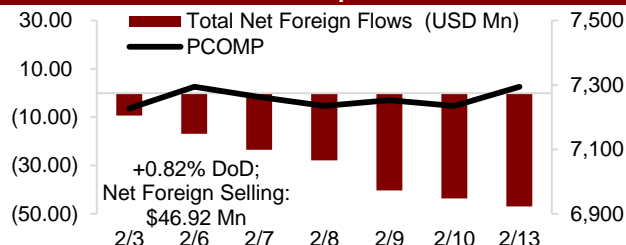


US Treasuries

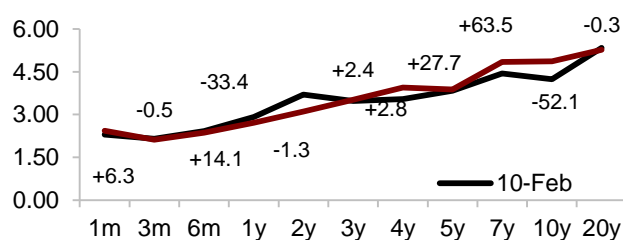


- ✓ The **Philippine peso** traded sideways with a downward bias, closing at the 49.92 level due to risk-off sentiment (in favor of US dollar) in response to North Korea's provocations.
- ✓ The **US dollar** strengthened on improving sentiment towards Trump's foreign relations after he had a meeting with Canada's Trudeau. The DXY index rose 0.16% to 100.96.

PSEi Snapshot



Local Bond Market Movement

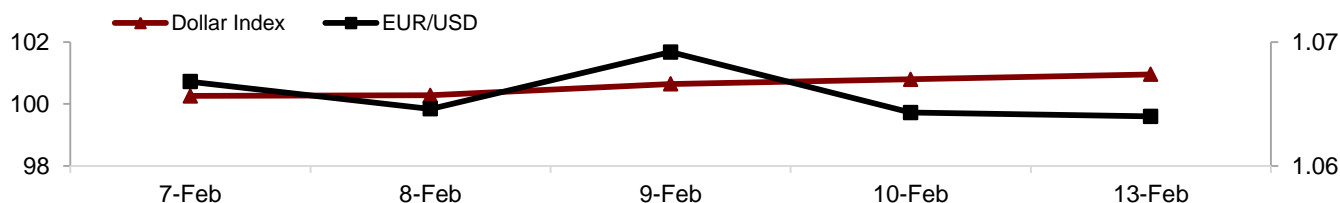


- ✓ **US equities** extended gains to continue its record run. The rally ignited by Trump's tax plans continued to buoy the US stock market up ahead of Yellen's testimony on monetary policy.
- ✓ **European equities** closed at its highest level in over a year. Trump's recent statements towards China and Japan eased investors' concerns over global trade.
- ✓ **Asian equities** were up after Trump reaffirmed Japan as a "great ally" of the United States. Moreover, Japanese stocks edged higher as the yen depreciated against the dollar.
- ✓ **US Treasuries** fell ahead of the semiannual testimony from Fed Chairwoman Yellen. The 2-yr yield rose to 1.2017% while the 10-yr yield increased to 2.4358%.

Foreign Exchange

Pair	Previous Close	Close
USD/PHP	49.8600	49.9200
EUR/USD	1.0643	1.0654

Foreign Exchange



Key Indicators

YIELDS AND PRICES	13-Feb-17	DoD	WoW	MoM	YTD
91-Day Philippine Treasury Bill Yield (PDST-R2)	2.12	-0.03%	0.10%	0.07%	-0.55%
1-Year Philippine Treasury Bill Yield (PDST-R2)	2.72	-0.20%	0.42%	0.02%	0.35%
ROP2021 (Price)	106.40	0.00	0.11	(1.04)	(1.96)
ROP2034 (Price)	133.46	(0.01)	0.20	(1.85)	2.99
3-Month US Treasury Yield	0.53	0.00%	0.02%	0.01%	0.37%
3-Month German Treasury Bill Yield	(0.85)	-0.03%	-0.02%	0.07%	-0.32%
Dubai Crude Oil Spot (\$/bbl)	54.20	-0.48%	-1.40%	0.50%	68.69%
Gold Spot (\$/oz)	1,225.18	-0.69%	-0.83%	2.30%	15.43%

Upcoming Economic Releases

Philippines

Date	Event	Period	Prior
2/14/2017	OFW Remittances	Dec	18.50%
2/20/2017	BoP Overall	Jan	-US\$214Mn

Developed Markets

Date	Country	Event	Period	Prior
2/15/2017	US	CPI YoY	Jan	2.10%
2/16/2017	US	Housing Starts	Jan	1226K
2/12/2017	Japan	GDP YoY	4Q	1.10%

Emerging Markets

Date	Country	Event	Period	Prior
2/14/2017	China	CPI YoY	Jan	2.10%
2/14/2017	China	PPI YoY	Jan	5.50%

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

www.bpiassetmanagement.com

