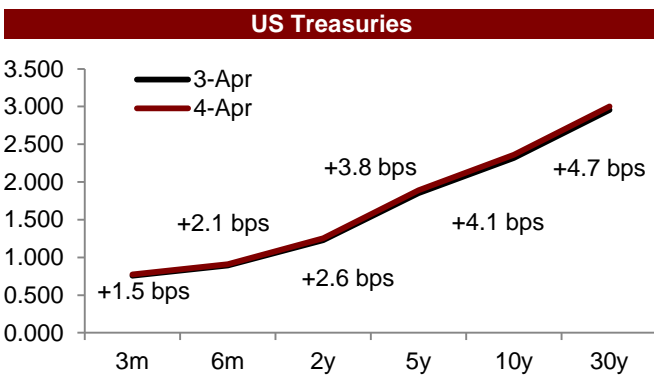
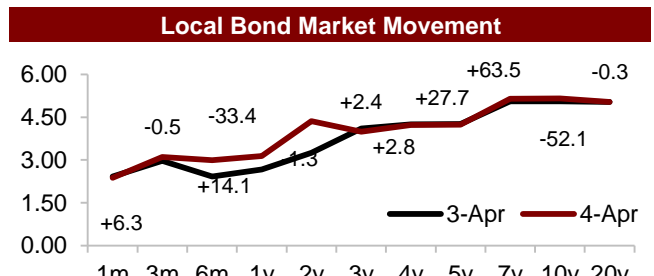
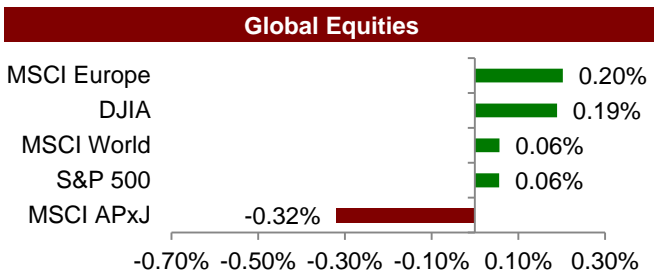
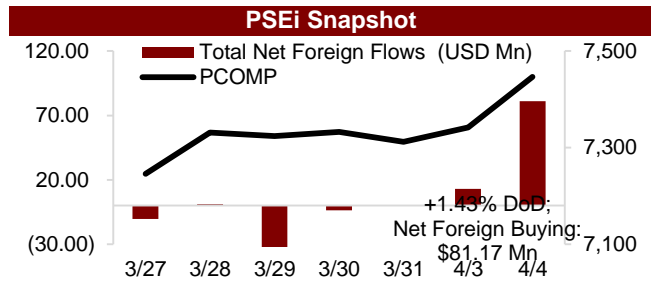


Global equities ended the day mixed, as investors in developed markets rose on the back of stronger energy prices. Likewise US treasuries fell on said inflationary pressures. Meanwhile, Asian markets retreated on more dovish sentiment from central banks. Finally, the US Dollar traded flat despite higher volatility measures on the Trump reflation trade.

- ✓ The **local equities index** rose as foreign inflows totaling PHP 4.06 Bn caused a technical breakout at the 7,375 resistance level. The PSEi was up 1.42%, closing at 7,446.49
- ✓ In the **local fixed income market**, yields rose, particularly in the long end of the curve as investors preferred risk-on assets. Yields rose 3 bps on average, with the long-end up 11 bps.

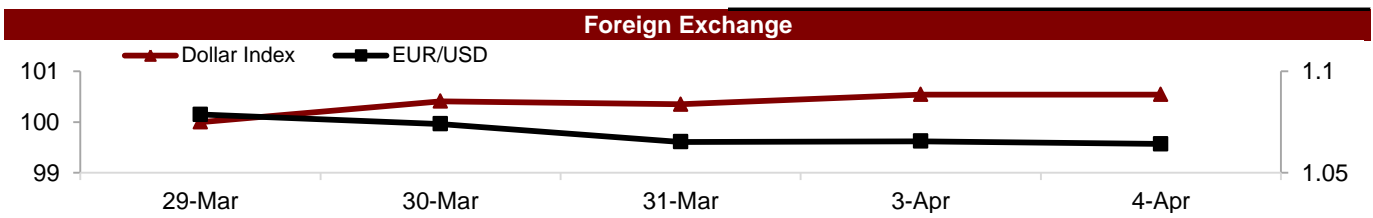


- ✓ **US equity markets** ended positive, led by energy shares (+0.7% DoD). The gains were on the back of oil breaching \$51 to settle at four week highs. Furthermore, investors appeared reluctant to be on the sidelines ahead of key events. The DJIA slid .19%, closing at 20,689.24, while the S&P 500 gained .06%, ending the day at 2,360.16.
- ✓ **European equities** traded flat with a slight upward bias, supported by strength in energy (BP +1.7% DoD) and materials (Rotork +4.4% DoD). MSCI Europe was up 0.20% DoD, closing at 128.57.
- ✓ **Asian equities** closed lower, led by NAX (-0.27% DoD) as the tone of the Reserve Bank of Australia turned dovish. Furthermore, the central bank has noted that regulators moved to reinforce lending standards. The MSCI APxJ ended 0.32% lower, closing at 479.82.
- ✓ **US Treasury yields** rose on the back of strength in energy (implying potentially higher inflation) despite the noise with respect to the resignation of Federal Reserve Bank of Richmond President Jeffrey Cook. On average, yields rose 3.1 bps, with 10-year yields rising 4.1 bps to 2.3605.

Foreign Exchange

USD/PHP	Previous Close	50.160
	Close	50.120
EUR/USD	Previous Close	1.0652
	Indicative Rate	1.0672

- ✓ The **Philippine peso** weakened against the US dollar as investors digested statements from the BSP signaling stable monetary policy. The USDPHP closed at 50.175.
- ✓ The **US dollar** traded flat as investors shrugged off an increase in the VIX "complacency" gauge of 4.8% (closing at 11.79) in favor of a positive view of the Trump administration's chances of implementing favorable pro-US policies. The DXY was unchanged, ending at 100.54.



Key Indicators

YIELDS AND PRICES	4-Apr-17	DoD	WoW	MoM	YTD
91-Day Philippine Treasury Bill Yield (PDST-R2)	3.11	0.00%	-0.01%	0.79%	0.45%
1-Year Philippine Treasury Bill Yield (PDST-R2)	2.78	-0.36%	0.11%	0.15%	0.41%
ROP2021 (Price)	106.26	(0.01)	(0.10)	0.02	(2.10)
ROP2034 (Price)	133.18	0.10	0.28	0.84	2.71
3-Month US Treasury Yield	0.77	0.02%	0.00%	0.08%	0.61%
3-Month German Treasury Bill Yield	(0.84)	-0.02%	0.11%	0.01%	-0.30%
Dubai Crude Oil Spot (\$/bbl)	51.07	-1.26%	3.15%	-4.99%	58.95%
Gold Spot (\$/oz)	1,256.26	0.23%	0.35%	1.76%	18.36%

Upcoming Economic Releases

Philippines

Date	Event	Period	Prior
4/11/2017	Exports YoY	Feb	22.5%
4/6/2017	Foreign Reserves	Mar	\$81.1b

Developed Markets

Date	Country	Event	Period	Prior
4/5/2017	US	Initial Jobless Claims	Apr	258K
4/5/2017	EU	CPI YoY	Mar	1.80%
4/5/2017	Japan	Nikkei Japan PMI Services	Mar	51.3

Emerging Markets

Date	Country	Event	Period	Prior
4/6/2017	China	Caixin China PMI Composite	Mar	52.6
4/6/2017	Indo	Foreign Reserves	Mar	\$119.86b
4/6/2017	India	RBI Repurchase Rate	6-Apr	6.25%

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