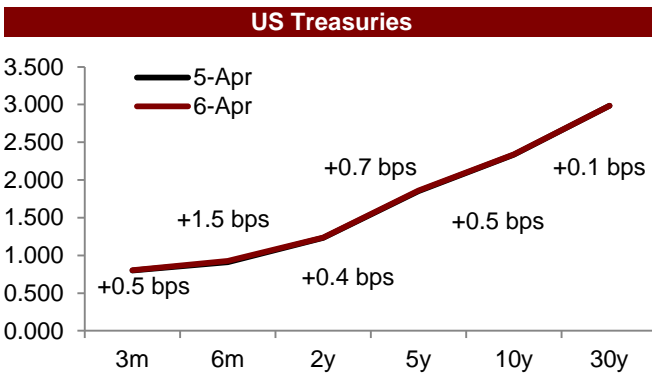
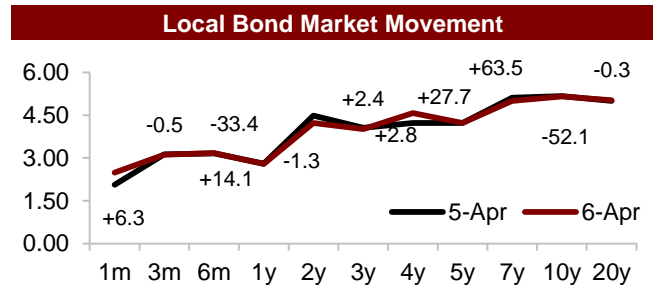
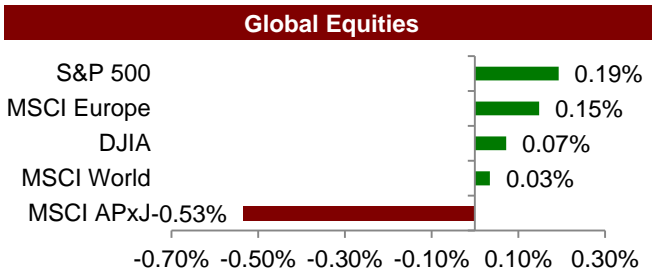
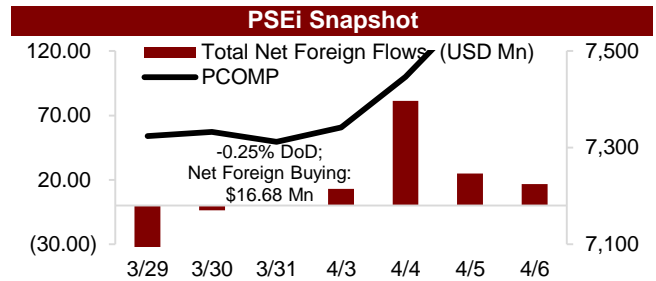


Global equities ended mixed, as US and European equities rose slightly while Asian shares declined ahead of the Xi Jinping-Donald Trump summit. US Treasury yields and the dollar edged higher amid discussions of downsizing the Fed's balance sheet and continued monetary tightening .

- ✓ The **local equities index** retreated as investors took profits after consecutive days of gains. Upward revisions of FY16 GDP went largely unnoticed. The PSEi fell 25 bps, closing at 7,565.32.
- ✓ In the **local fixed income market**, yields rose, in contrast to US treasuries, as hawkish statements from the Fed spooked investors, prompting a knee-jerk selloff. Yields rose 3 bps on average, with the short end up 10.7 bps.

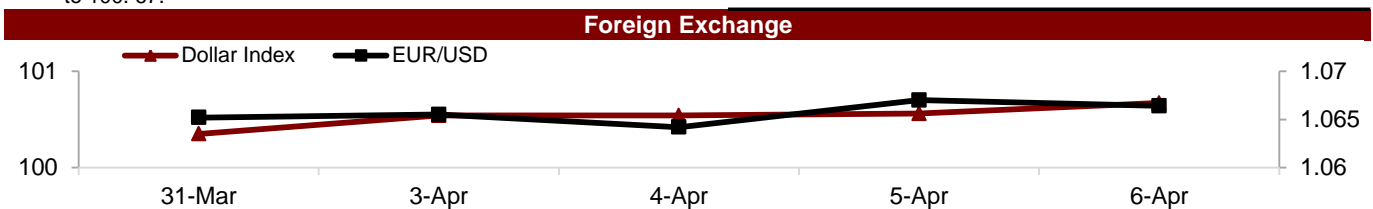


- ✓ **US equity markets** rose as positive jobless claims results spurred sentiment, before falling as investors took a risk-off stance ahead of the meeting between Chinese President Xi Jinping and US President Donald Trump. The S&P 500 gained 19 bps to 2,357.49 while the Dow gained 7 bps to 20,662.95.
- ✓ **European equities** gained during the day, following comments by ECB President Mario Draghi reaffirming the central bank's accommodative monetary policy stance. The MSCI Europe index gained 15 bps to 128.75.
- ✓ **Asian equities** fell, led by Hong Kong and Taiwanese issues, as jitters involving the Xi Jinping - Donald Trump meeting dominated sentiment over the day. The MSCI Asia Pacific ex Japan index slid 53 bps to 480.20.
- ✓ **US Treasury yields** rose slightly as Federal Reserve officials discussed downsizing the Fed's balance sheet and continuing the current pace of monetary tightening. On average, yields edged up 0.62 bps. The 10-year US Treasury yield rose 0.54 bps to 2.341.

- ✓ The **Philippine peso** marginally weakened against the dollar as hawkish statements from the FOMC (shrinking the balance sheet) triggered a shift towards dollar assets. The USDPHP closed at 50.175.
- ✓ The **US dollar** followed US Treasury yields and continued its rise after the release of better-than-expected initial jobless claims and discussions of continued US monetary tightening. The DXY ended marginally higher, rising 11 bps to 100.67.

Foreign Exchange

USD/PHP	Previous Close	50.150
	Close	50.175
EUR/USD	Previous Close	1.0670
	Indicative Rate	1.0654



Key Indicators

YIELDS AND PRICES	6-Apr-17	DoD	WoW	MoM	YTD
91-Day Philippine Treasury Bill Yield (PDST-R2)	3.11	-0.01%	0.47%	0.82%	0.45%
1-Year Philippine Treasury Bill Yield (PDST-R2)	2.79	-0.01%	0.10%	-0.27%	0.42%
ROP2021 (Price)	106.34	0.02	0.00	0.19	(2.02)
ROP2034 (Price)	132.97	(0.11)	(0.28)	0.71	2.51
3-Month US Treasury Yield	0.82	0.02%	0.06%	0.10%	0.66%
3-Month German Treasury Bill Yield	(0.90)	-0.06%	0.04%	-0.05%	-0.36%
Dubai Crude Oil Spot (\$/bbl)	52.46	-0.85%	3.92%	-2.44%	63.27%
Gold Spot (\$/oz)	1,253.70	-0.16%	0.89%	2.32%	18.12%

Upcoming Economic Releases

Philippines

Date	Event	Period	Prior
4/10/2017	Exports YoY	Feb	22.50%
4/9/2017	Budget Balance PHP	Feb	2.2b

Developed Markets

Date	Country	Event	Period	Prior
4/7/2017	US	Change in Nonfarm Payrolls	Mar	235K
4/7/2017	EU	Industrial Production MoM	Feb	-0.30%
4/9/2017	Japan	BoP Current Account Balance	Feb	¥65.5b

Emerging Markets

Date	Country	Event	Period	Prior
4/9/2017	China	Monet Supply M2 YoY	Mar	11.10%
4/12/2017	Indo	Trade Balance	Mar	\$1319m
4/9/2017	India	Exports YoY	Mar	17.50%

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

www.bpiassetmanagement.com

