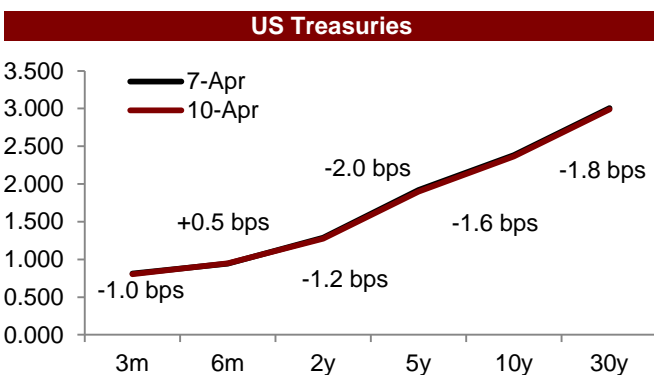
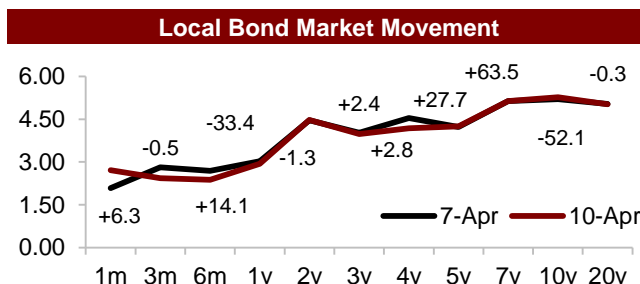
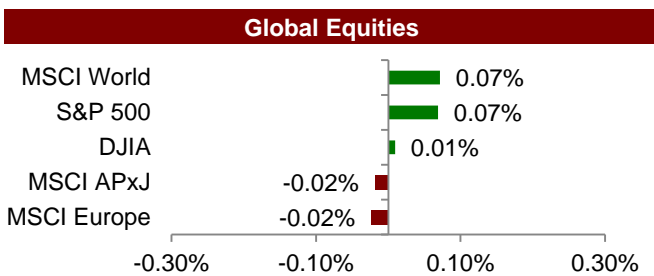
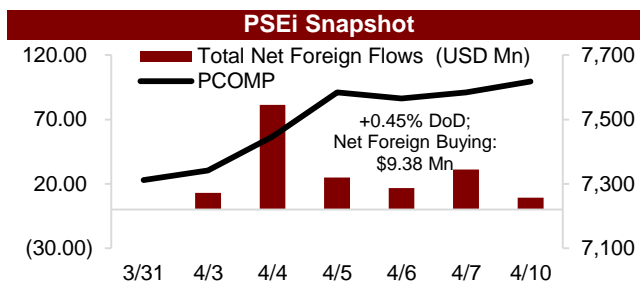


Global equities traded flat as investors weighed mounting geopolitical tensions with global deflation. Similarly, the US Dollar traded flat with a slight downward bias as oil prices firmed up. However, US Treasury yields fell as investors flocked toward safe haven assets on the back of geopolitical risk.

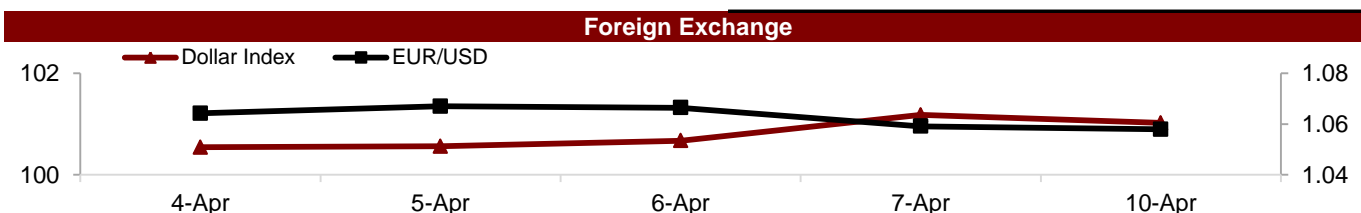
- ✓ The **local equities index** continued last Friday's gains, driven by net foreign buying and improved sentiment following the release of upbeat FDI inflow data. The PSEi gained 45 bps, closing at 7,617.91.
- ✓ In the **local fixed income market**, yields fell as investors retreated to EM assets, as evidenced by the 3.29% rise in US Treasury yields last Friday. This decline is attributable to the weak nonfarm jobs report released on Friday. On average, yields fell by 3.95 bps, led by the belly of the curve which declined by 7.5 bps.



- ✓ **US equity markets** edged marginally higher after the energy sector was invigorated by rising oil prices, with crude oil staying above USD55 per barrel. The S&P 500 gained 0.07% to 2,357.16, while the Dow rose 0.01% to 20,658.02.
- ✓ **European equities** slid, led by French stocks (-0.59% DoD) as the market digested the emergence of presidential candidate Jean-Luc Malenchon. The MSCI Europe index slipped 0.02% to 128.91.
- ✓ **Asian stocks** traded flat with a downward bias, as jitters in the Korean markets, were offset by gains in Hong Kong property and financials, as well as strength in Australian shares due to higher oil and metal prices. The MSCI APxJ index slid 2 bps to 479.19.
- ✓ **US Treasury yields** fell, as geopolitical tensions, headlined by a tighter French electoral race, the US attack on Syria, and escalating friction in the Korean Peninsula increased demand for safe-haven assets. On average, yields lost 1.18 bps. The 10-year US Treasury yield fell 1.61 bps to 2.3661.

Foreign Exchange

USD/PHP	Previous Close	50.080
	Close	49.705
EUR/USD	Previous Close	1.0591
	Indicative Rate	1.0579



Key Indicators

YIELDS AND PRICES	10-Apr-17	DoD	WoW	MoM	YTD
91-Day Philippine Treasury Bill Yield (PDST-R2)	2.43	-0.38%	-0.68%	0.20%	-0.24%
1-Year Philippine Treasury Bill Yield (PDST-R2)	2.94	-0.09%	-0.20%	-0.19%	0.57%
ROP2021 (Price)	106.31	(0.07)	0.04	0.84	(2.05)
ROP2034 (Price)	132.64	(0.33)	(0.44)	2.70	2.17
3-Month US Treasury Yield	0.80	-0.01%	0.05%	0.06%	0.64%
3-Month German Treasury Bill Yield	(0.77)	0.11%	0.04%	0.13%	-0.23%
Dubai Crude Oil Spot (\$/bbl)	53.91	0.06%	4.23%	5.29%	67.79%
Gold Spot (\$/oz)	1,254.70	0.02%	0.11%	4.15%	18.21%

Upcoming Economic Releases

Philippines

Date	Event	Period	Prior
4/16/2017	Overseas Remittances YoY	Feb	8.60%
4/18/2017	BoP Overall	Mar	-\$436m

Developed Markets

Date	Country	Event	Period	Prior
4/12/2017	US	MBA Mortgage Applications	Apr	-1.60%
4/12/2017	EU	Jobless Claims Change	Mar	-11.3K
4/14/2017	Japan	Industrial Production MoM (Final)	Feb	2.00%

Emerging Markets

Date	Country	Event	Period	Prior
4/12/2017	China	CPI YoY	Mar	0.80%
4/12/2017	Indo	Trade Balance	Mar	\$1319m
4/13/2017	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

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