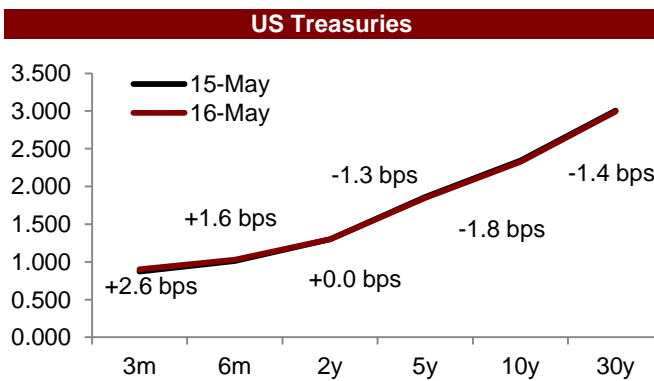
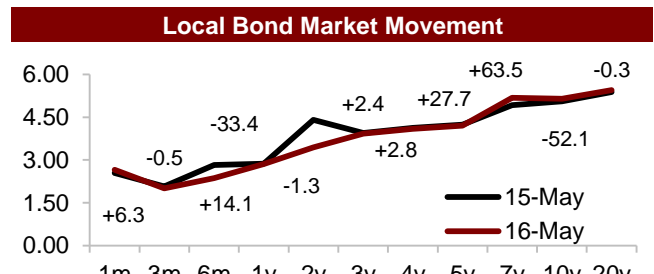
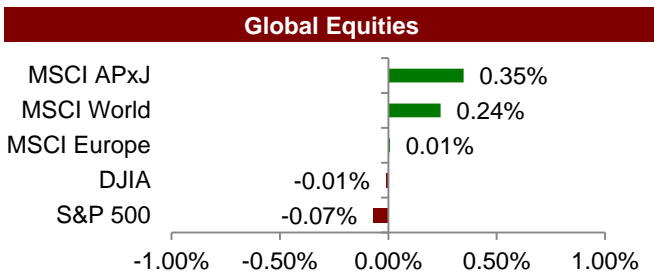
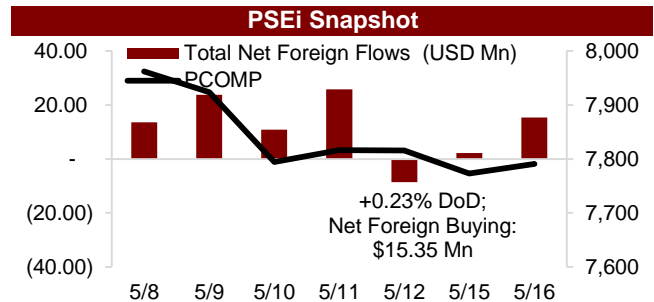


Global equities were mixed in response to mixed economic data releases in the US and Europe. Meanwhile, US Treasury yields and the US dollar slightly dipped, as investors responded to movements in oil prices and economic data releases globally.

- ✓ **Philippine equities** snapped a two-day losing streak, as gains in property sector shares (+2.48%) offset minor losses in all other sectors (led by services, -1.13%). The PSEi gained 22 bps, closing at 7,791.07.
- ✓ **Local fixed income yields** fell amid the auction of PHP 15b-worth of 20-year government bonds (bid/cover ratio: 1.87) with a coupon of 5.250% and an average yield of 5.104%. On average, yields fell 8.69 bps.

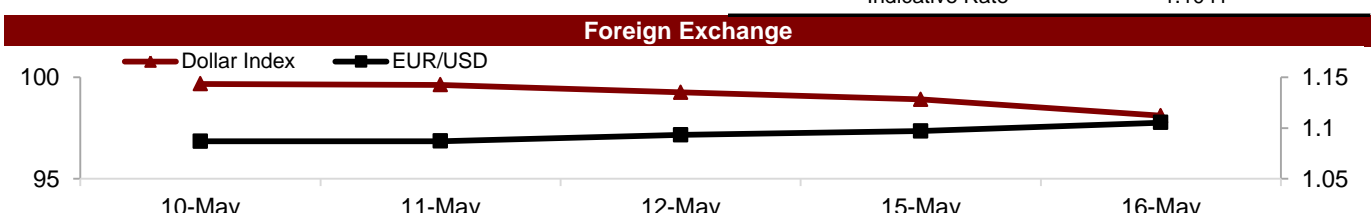


- ✓ **US equities** marginally declined following the mixed economic data releases in the US. Housing starts for the month of April was weaker-than-expected at 1172k (mkt. est. 1260k) while industrial production data beat estimates, growing 1.0% mom (mkt est. 0.4%). The S&P and Dow Jones lost 0.07% and 0.01%, respectively.
- ✓ **European equity indices** marginally increased, as Eurozone GDP for 1Q 2017 grew 1.7% year-on-year, in-line with street estimates. The MSCI Europe rose 0.01%.
- ✓ **Asian markets** rallied in response to the rising oil prices following the crude oil production cuts by Afghanistan and Russia. Market players also responded to country-specific economic data releases. The MSCI APxJ rose 0.35%.
- ✓ **US Treasury yields** marginally moved on average in response to the mixed economic data releases in the US. On average, yields declined by 0.07 basis points. The 10-year US Treasury yield lost 1.76 basis points to 2.3257%.

- ✓ The **Philippine peso** traded sideways with an upward bias as market players held off on big moves in anticipation of the release of Philippine 1Q GDP data on Thursday. The USDPHP lost 0.02% to 49.680.
- ✓ The **US dollar** marginally declined as market players responded to the US' mixed economic data releases and ahead of the OPEC meeting on the 25th. The DXY lost 0.81% to 98.105.

Foreign Exchange

USD/PHP	Previous Close	49.690
	Close	49.680
EUR/USD	Previous Close	1.0970
	Indicative Rate	1.1041



Key Indicators

YIELDS AND PRICES	16-May-17	DoD	WoW	MoM	YTD
91-Day Philippine Treasury Bill Yield (PDST-R2)	2.07	0.01%	-0.03%	-0.18%	-0.60%
1-Year Philippine Treasury Bill Yield (PDST-R2)	2.87	0.04%	0.03%	0.03%	0.50%
ROP2021 (Price)	106.43	0.10	(0.04)	0.11	(1.93)
ROP2034 (Price)	133.19	0.32	(0.10)	0.08	2.72
3-Month US Treasury Yield	0.87	0.00%	-0.02%	0.07%	0.71%
3-Month German Treasury Bill Yield	(0.87)	0.01%	-0.04%	-0.07%	-0.33%
Dubai Crude Oil Spot (\$/bbl)	50.84	2.71%	6.16%	-6.11%	58.23%
Gold Spot (\$/oz)	1,230.69	0.21%	0.36%	-4.28%	15.95%

Upcoming Economic Releases

Philippines

Date	Event	Period	Prior
5/18/2017	GDP YoY	1Q	6.60%
5/19/2017	BoP Overall	Apr	-\$550m

Developed Markets

Date	Country	Event	Period	Prior
5/18/2017	US	Initial Jobless Claims	13-May	236k
5/17/2017	EU	CPI YoY	Apr F	1.50%
5/17/2017	Japan	Industrial Production MoM	MarF	-2.10%

Emerging Markets

Date	Country	Event	Period	Prior
6/7/2017	India	RBI Repurchase Rate	7-Jun	6.25%
6/2/2017	Indo	CPI YoY	May	4.17%
5/31/2017	China	Manufacturing PMI	May	51.2

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