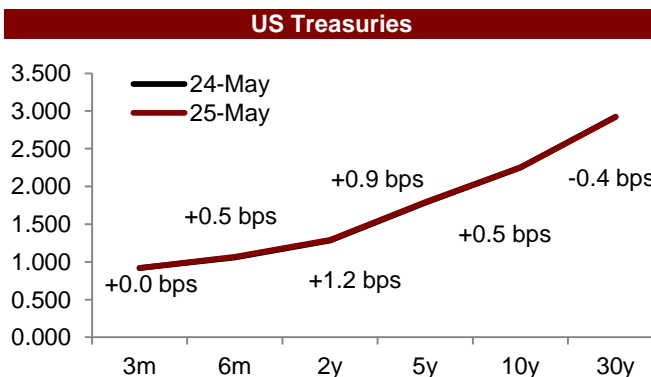
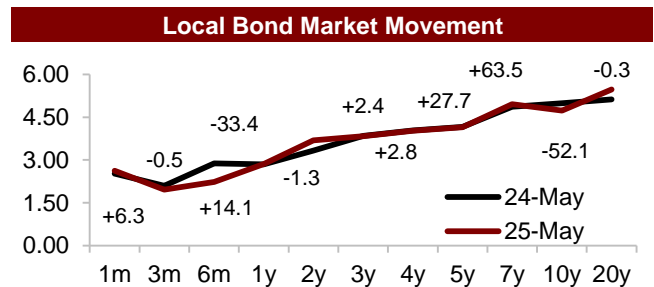
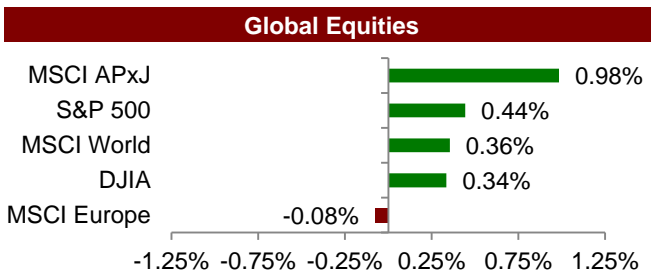
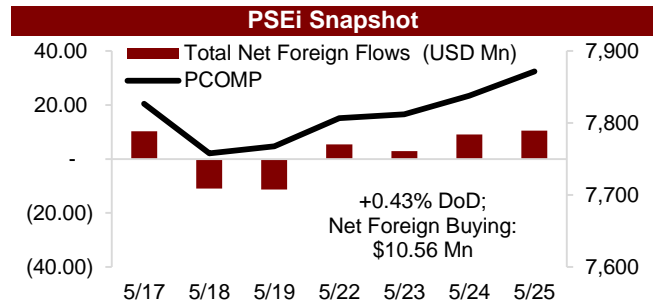


Global equities ended mixed following the OPEC meeting and the release of the FOMC meeting minutes. Meanwhile, US Treasuries and the dollar traded sideways, as market players take cue from upcoming economic data releases.

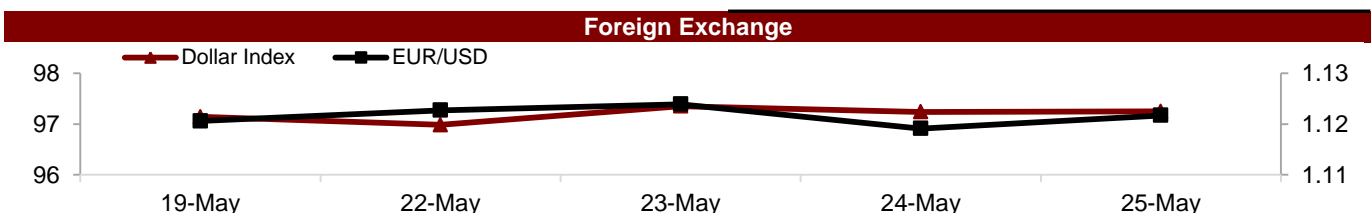
- ✓ The **local equities index** rose for the fifth straight trading day, with investors seemingly unfazed by the declaration of martial law in Mindanao. The market also saw increasing net foreign inflows amid heightened political uncertainty in the US. The PSEi rose 0.43% to 7,871.65.
- ✓ The **Philippine fixed income** yield curve steepened as market players positioned ahead of the auction of PHP 15b-worth of 7-year bonds scheduled on May 30. On average, yields fell by 1.38 bps, as a 17.14-bp drop in the short end was partially offset by an 8.52-bp gain in the belly and a 3.14-bp increase in the long end.



- ✓ **US equities** continued to rally following the release of the FOMC meeting minutes, reflecting the Fed's slow and deliberate approach to unwinding the Central Bank balance sheet. The DJIA ended at 21,082.95 (+0.34% DoD), while the S&P 500 closed at 2,415.95 (+0.44% DoD).
- ✓ **European shares** ended mixed, as market players responded to the OPEC's move to hold back on widening its production cuts. The MSCI Europe slid 0.08% DoD, closing at 132.33.
- ✓ **Asian stocks** surged on country-specific events and as investors dealt with the OPEC's decision to extend its production cuts. Rising the most for the day was India's SENSEX gaining 1.48% doD. The MSCI APxJ gained 0.98%, closing at 500.21.
- ✓ **US Treasury yields** ended flat as market participants reacted to the release of the Fed FOMC minutes and as investors moved ahead of the sale of 28 billion worth of seven year notes, the final tranche in its \$88 billion sale for the week. On average, yields increased 0.46 bps. The 10-year rose 0.52 bps to 2.2554%.

Foreign Exchange

USD/PHP	Previous Close	49.995
	Close	49.830
EUR/USD	Previous Close	1.1191
	Indicative Rate	1.1227



Key Indicators

YIELDS AND PRICES	25-May-17	DoD	WoW	MoM	YTD
91-Day Philippine Treasury Bill Yield (PDST-R2)	2.10	0.00%	0.13%	-0.78%	-0.57%
1-Year Philippine Treasury Bill Yield (PDST-R2)	2.85	0.03%	0.03%	0.09%	0.48%
ROP2021 (Price)	106.46	(0.04)	0.04	(0.26)	(1.90)
ROP2034 (Price)	133.13	(0.58)	(0.25)	(0.50)	2.66
3-Month US Treasury Yield	0.92	0.02%	0.03%	0.13%	0.76%
3-Month German Treasury Bill Yield	(0.86)	0.00%	0.01%	-0.04%	-0.32%
Dubai Crude Oil Spot (\$/bbl)	53.06	1.86%	5.13%	4.02%	65.14%
Gold Spot (\$/oz)	1,258.80	0.61%	-0.19%	-1.36%	18.60%

Upcoming Economic Releases

Philippines

Date	Event	Period	Prior
5/31/2017	Bank Lending YoY	Apr	18.4%
6/6/2017	CPI YoY	May	3.40%

Developed Markets

Date	Country	Event	Period	Prior
5/26/2017	US	GDP Annualized QoQ	1Q	0.70%
5/30/2017	Japan	Jobless Rate	Apr	2.8%
5/29/2017	EU	M3 Money Supply YoY	Apr	5.3%

Emerging Markets

Date	Country	Event	Period	Prior
5/31/2017	China	Manufacturing PMI	May	51.2
6/1/2017	India	Nikkei India PMI Mfg	May	52.5
6/2/2017	Indo	CPI YoY	May	4.17%

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

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