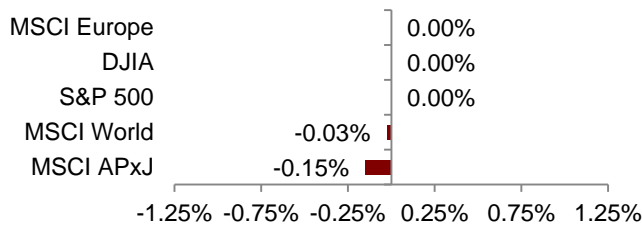


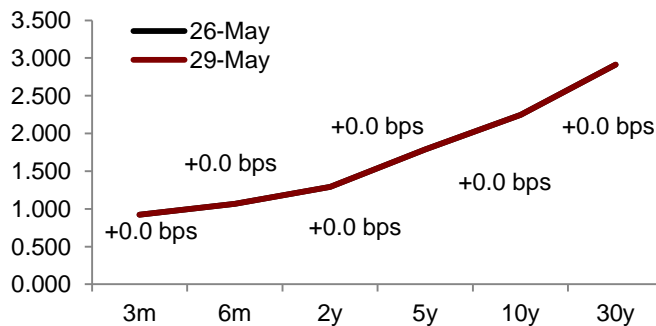
Global equities and the USD ended flat as US, UK, and Chinese markets were closed for various holidays. Asian markets declined, led by Australia (-0.78%), as regulatory concerns dampened sentiment in the region. European markets likewise ended flat, partly on the possibility of early Italian elections.

- ✓ The **local equities index** rose to their highest point in three weeks, led by companies in the property sector, namely Ayala Land Inc. (+1.50%) and SM Prime Holdings Inc. (+2.13%). Net foreign inflows amounted to Php 674 million. The PSEi shed 18.54 points and closed at 7,886.03.
- ✓ Yields of **fixed income securities** slipped, led by the short-end of the curve as investors flocked to safe haven assets after another missile launch from North Korea. Yields fell by an average of 4.08 bps.

Global Equities

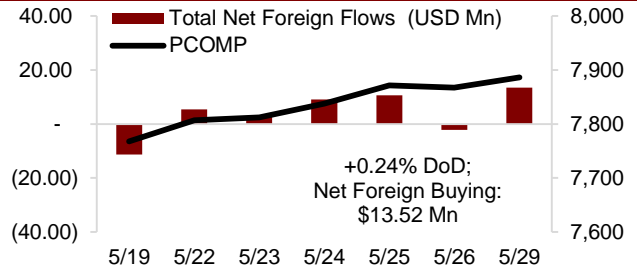


US Treasuries

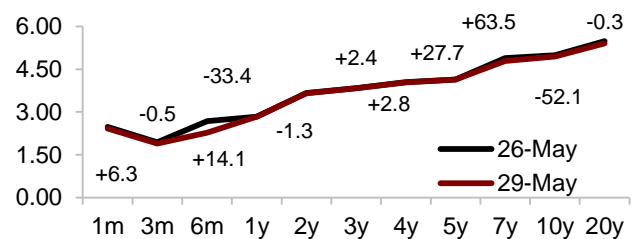


- ✓ The **Philippine peso** weakened as investors flocked to the USD given the upward revision to US GDP to 1.2% from 0.7% previously. This development confirmed a stronger-than-expected US economy. The PHP fell against the USD by 0.14% to 49.82.
- ✓ The **US dollar** was unchanged after global markets were mute in light of the US Memorial Holiday. The DXY ended at 97.44.

PSEi Snapshot



Local Bond Market Movement

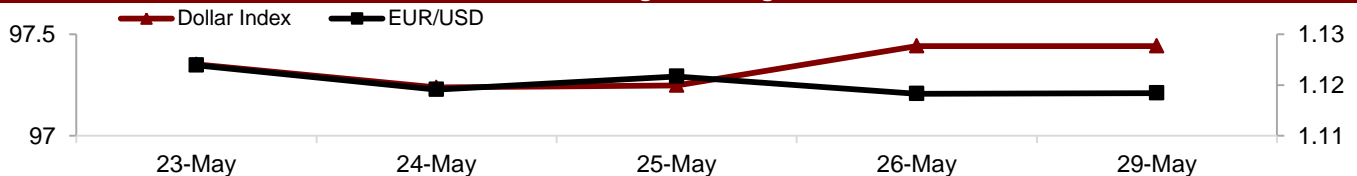


- ✓ **US equities** had no movements for the day as the market was closed for the US Memorial Holiday.
- ✓ **European shares** were unchanged with a slight downward bias following the possibility of early Italian elections which may affect the banking sector. Oil and gas shares also finished lower, as investors express disappointment over the OPEC's decision to extend its production accord while not deepening the cuts. The MSCI Europe was flat closing at 132.04.
- ✓ **Asian stocks** shrank on thin volume after most major markets were closed for the holiday. Meanwhile, investors shrug off another missile launch by North Korea over the weekend. Markets for Taiwan and China were also closed for the holiday. The MSCI APxJ slid 0.15% to 499.24.
- ✓ **US Treasury yields** had no movements for the day as the market was closed for the US Memorial Holiday.

Foreign Exchange

USD/PHP	Previous Close	49.750
	Close	49.820
EUR/USD	Previous Close	1.1183
	Indicative Rate	1.1185

Foreign Exchange



Key Indicators

YIELDS AND PRICES	29-May-17	DoD	WoW	MoM	YTD
91-Day Philippine Treasury Bill Yield (PDST-R2)	1.90	-0.05%	-0.36%	-0.23%	-0.77%
1-Year Philippine Treasury Bill Yield (PDST-R2)	2.84	-0.00%	-0.06%	-0.11%	0.47%
ROP2021 (Price)	106.40	(0.12)	(0.08)	(0.10)	(1.96)
ROP2034 (Price)	133.36	0.17	(0.19)	(0.04)	2.89
3-Month US Treasury Yield	0.92	0.00%	0.03%	0.13%	0.76%
3-Month German Treasury Bill Yield	(0.86)	-0.04%	0.00%	-0.01%	-0.32%
Dubai Crude Oil Spot (\$/bbl)	50.47	0.38%	-4.36%	0.56%	57.08%
Gold Spot (\$/oz)	1,269.50	0.21%	0.70%	0.10%	19.60%

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
5/30/2017	US	Personal Income	Apr	0.20%
5/30/2017	Japan	Jobless Rate	Apr	2.8%
5/30/2017	EU	Consumer Confidence	May	-3.3

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