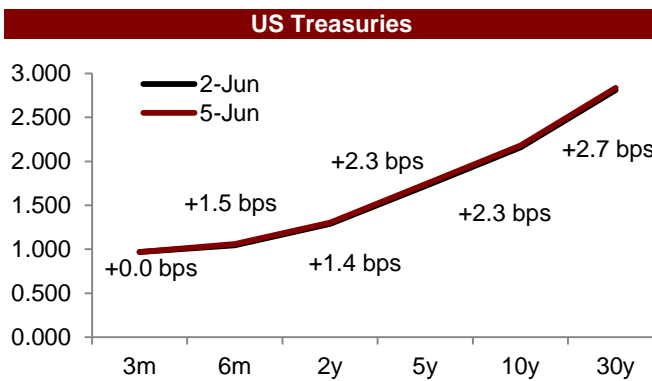
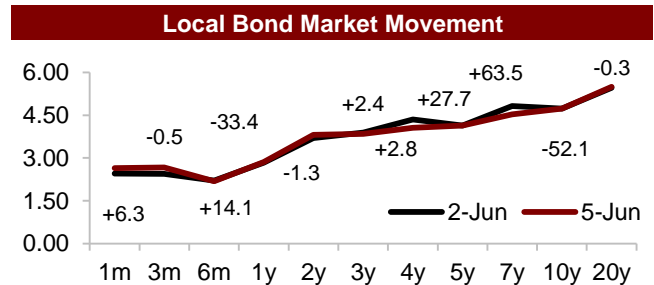
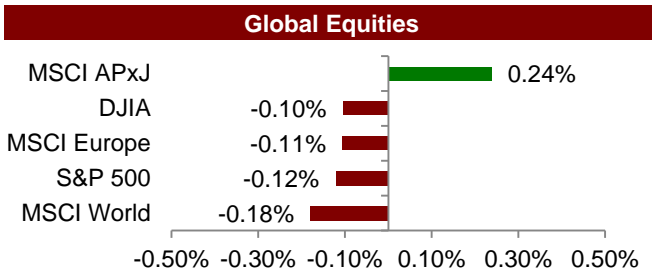
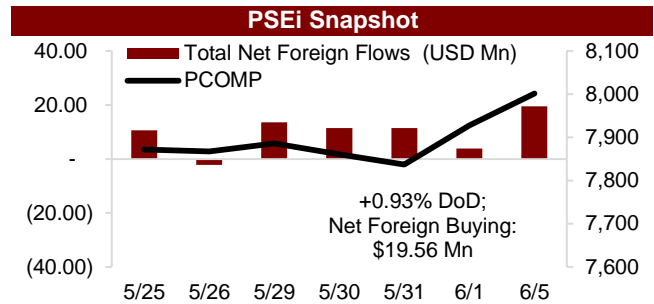


**Global equities ended mostly lower, as geopolitical tensions in Europe, the Middle East, and the US weighed on markets. Asian equities rose on the back of good Chinese economic data. The US dollar fell, tracking a drop in oil prices, and US Treasury yields rose on profit-taking after robust gains in their previous trading session.**

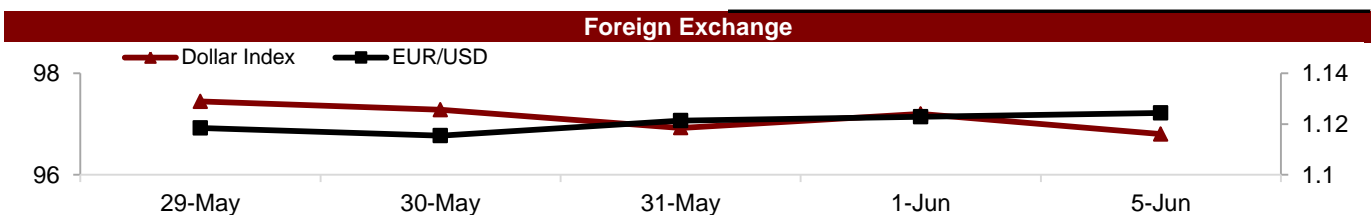
- ✓ **Philippine stocks** rallied amid net foreign buying (USD 19.54 Mn), as funds from US markets, which rose to record highs last week, spilled over into emerging markets. The PSEi gained 1.19%, ending at 8,001.38.
- ✓ Yields of **Philippine fixed income securities** were slightly lower on average, following the 3.45x oversubscribed auction of 3- and 6-month T-bills. The Bureau of Treasury received tenders amounting to Php 51.8 Bn for the Php 15 Bn offer. The yield curve fell 0.55 bps, with the short end rising 10.46 bps to mostly offset the 10.47-bp drop in the belly.



- ✓ **US stocks** fell from record highs ahead of former FBI Director Comey's public testimony this week, and as oil prices dipped on concerns that the tensions surrounding Qatar may weaken the OPEC agreement on oil output cuts. The DJIA ended at 21,184.04 (-0.10% d/d), while the S&P 500 closed at 2,436.10 (-0.12% d/d).
- ✓ **European equity markets** dipped amid weak economic data and heightened political tensions, with last week's terrorist attack in London adding uncertainty to the UK national elections. The MSCI Europe lost 0.11%, ending at 132.32.
- ✓ **Asian stocks** rose on the back of robust economic data from China. Caixin Services PMI figures rose at their quickest pace in four months. The MSCI APxJ rose by 0.24% to 503.79.
- ✓ **US Treasury yields** rose, with investors taking profits after booking solid gains. The gains were in anticipation of a less hawkish Fed and on the back of an underwhelming US jobs data release. On average, yields rose 1.70bps, with 10-year yields rising 2.26 bps to close at 2.182%.

### Foreign Exchange

USD/PHP	Previous Close	49.550
	Close	49.400
EUR/USD	Previous Close	1.1279
	Indicative Rate	1.1264



## Key Indicators

YIELDS AND PRICES	5-Jun-17	DoD	WoW	MoM	YTD
91-Day Philippine Treasury Bill Yield (PDST-R2)	2.67	0.23%	0.77%	0.01%	0.00%
1-Year Philippine Treasury Bill Yield (PDST-R2)	2.86	0.02%	0.02%	0.03%	0.49%
ROP2021 (Price)	106.70	0.13	0.30	0.26	(1.66)
ROP2034 (Price)	134.60	0.21	1.25	1.48	4.14
3-Month US Treasury Yield	0.97	0.00%	0.05%	0.09%	0.81%
3-Month German Treasury Bill Yield	(0.82)	-0.01%	0.05%	0.00%	-0.28%
Dubai Crude Oil Spot (\$/bbl)	48.64	1.63%	-3.63%	2.21%	51.38%
Gold Spot (\$/oz)	1,279.53	0.02%	0.79%	4.74%	20.55%

## Upcoming Economic Releases

### Philippines

Date	Event	Period	Prior
6/6/2017	CPI YoY	May	3.4%
6/7/2017	Foreign Reserves	May	\$81.8bn

### Developed Markets

Date	Country	Event	Period	Prior
6/7/2017	US	MBA Mortgage Applications	2-Jun	-3.4%
6/8/2017	Japan	GDP SA QoQ (Final)	1Q	2.2%
6/8/2017	EU	ECB Main Refinancing Rate	8-Jun	0.000%

### Emerging Markets

Date	Country	Event	Period	Prior
6/7/2017	India	RBI Repurchase Rate	7-Jun	6.25%
6/8/2017	Indo	Foreign Reserves	May	\$123.25bn
6/9/2017	China	CPI YoY	May	1.2%

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