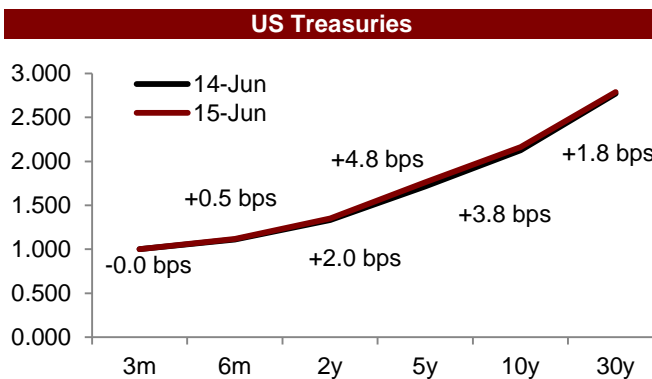
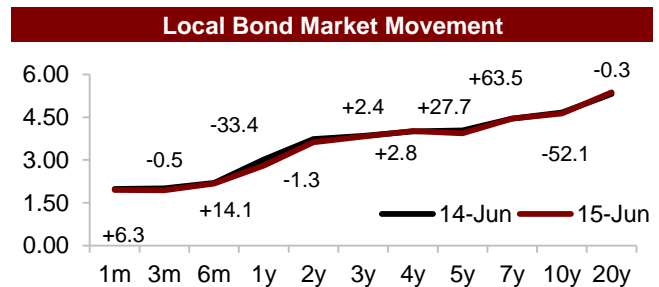
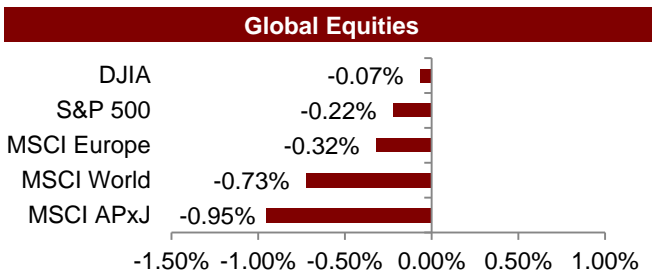
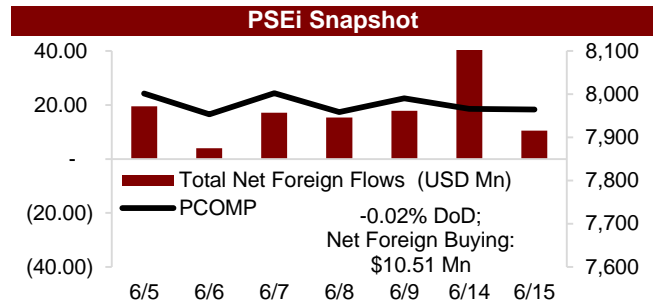


Equities were down globally in response to both bearish economic data and investor sentiment, especially due to Mueller's investigation into Trump and hawkish comments from Bank of England members. US bonds were also down, due to profit taking. Low initial jobless claims in the US helped to boost the US dollar, however.

- ✓ **Local equities** were mostly down, following disappointing OFW remittances data for April--a decline of 5.9% versus last year, versus the expectations of an 8.5% growth. The PSEi was down 0.02% or 1.52 points to 7,964.49.
- ✓ **Yields of Philippine fixed income securities** fell on the back of Fed statements indicating that their inflation forecast will fall short of their full year target. Yields fell 4.47 bps on average, led by the short-end at 8.3 bps decline.



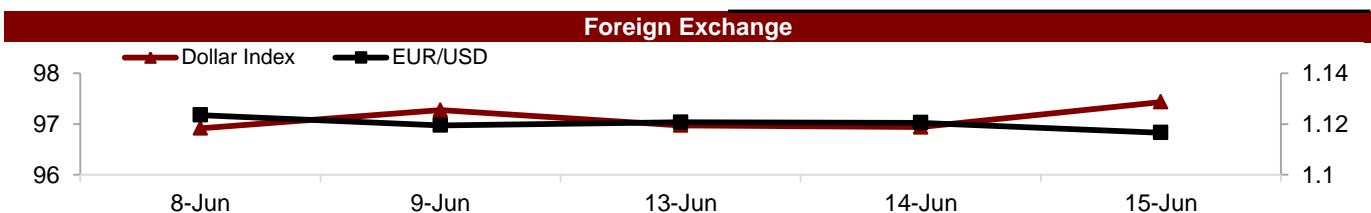
- ✓ **US stocks** declined on the back of heightened political risks as the Wall Street Journal reported that special counsel Robert Mueller is investigating Trump's conduct. The VIX rose 4.4% to close at 11.11, reflecting investor concerns. The S&P 500 lost 0.22% to close at 2,432.46, similarly, the DJIA fell 0.07% to close at 21,359.90.
- ✓ **European equity markets** fell on news of three Bank of England members supporting a more hawkish stance on rates, noting inflation concerns. MSCI Europe fell by 0.32% to close at 130.40.
- ✓ **Asian equity markets** were down on the back of decreased direct foreign investment in China (for the second straight month) and a report from the International Energy Agency on higher oil stockpiles, which forced down oil prices. The MSCI Asia ex-Japan was down 0.95% day-on-day to close at 501.50
- ✓ **US Treasury yields** rose as investors took profit on the back of weaker than expected inflation statements from the Fed. The yield curve rose 2.16 bps on average, with 2-year yields increasing 3.2 bps to 1.351%.

✓ The **Philippine peso** weakened on the back of weak remittances data and an increase in the US fed policy rate. The USDPHP rose 0.25%, ending the day at 49.630.

✓ **The US dollar** strengthened on the back of robust economic data from the US (e.g. Initial jobless claims at 237k versus 245k consensus, Empire manufacturing index at 19.8 versus -1.0 consensus). The DXY rose 0.51% to close at 97.433.

Foreign Exchange

USD/PHP	Previous Close	49.505
	Close	49.630
EUR/USD	Previous Close	1.1205
	Indicative Rate	1.1182



Key Indicators

YIELDS AND PRICES	15-Jun-17	DoD	WoW	MoM	YTD
91-Day Philippine Treasury Bill Yield (PDST-R2)	1.94	-0.06%	-0.06%	-0.13%	-0.72%
1-Year Philippine Treasury Bill Yield (PDST-R2)	2.81	-0.21%	-0.01%	-0.06%	0.44%
ROP2021 (Price)	106.94	0.05	0.21	0.45	(1.42)
ROP2034 (Price)	135.62	0.75	0.74	2.43	5.15
3-Month US Treasury Yield	1.00	-0.00%	0.01%	0.13%	0.84%
3-Month German Treasury Bill Yield	(0.86)	-0.00%	-0.09%	0.01%	-0.32%
Dubai Crude Oil Spot (\$/bbl)	45.63	-2.79%	-3.02%	-10.25%	42.02%
Gold Spot (\$/oz)	1,253.92	-0.54%	-1.89%	1.89%	18.14%

Upcoming Economic Releases

Philippines

Date	Event	Period	Prior
6/19/2017	BoP Overall	May	\$917m
6/22/2017	BSP Overnight Borrowing Rate	June	3.0%

Developed Markets

Date	Country	Event	Period	Prior
6/16/2017	US	Housing Starts MoM	May	-2.6%
6/19/2017	Japan	Exports YoY	May	7.5%
6/20/2017	EU	Germany PPI YoY	June	3.4%

Emerging Markets

Date	Country	Event	Period	Prior
6/27/2017	China	Industrial Profits YoY	May	14.0%
7/3/2017	Indonesia	CPI Core YoY	Jun	3.20%
7/3/2017	India	Nikkei India PMI Manufacturing	Jun	51.6

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