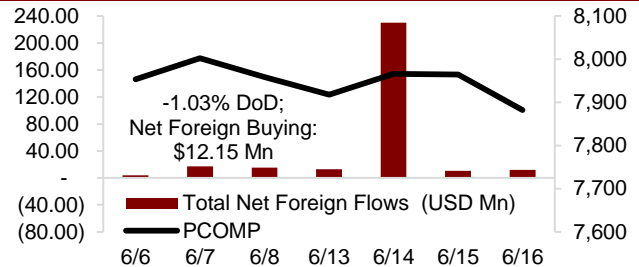


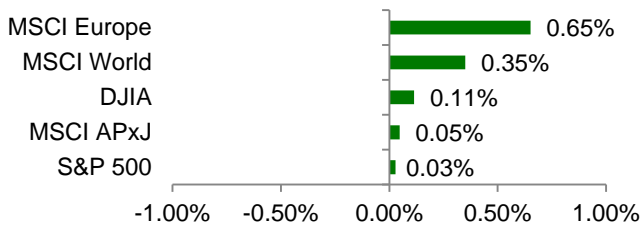
Weak US housing data and low consumer confidence dragged on US Treasury yields and the US dollar. Despite this, global equities rose, buoyed by a rebound in US technology shares, good European auto sales, and strong Asian export stocks.

- ✓ The **local equities market** declined as a result of continued profit-taking as the Senate raises some questions on the tax reform bill. The PSEi fell by 1.03%, closing at 7,882.22.
- ✓ In the **local fixed income market**, yields went up as investors took caution ahead of the Php15 billion auction on Monday next week. Yields increased by an average of 4.03 bps, led by the short-end of the curve which rose by 18.80 bps.

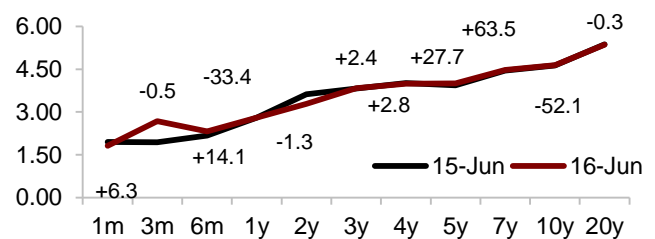
PSEi Snapshot



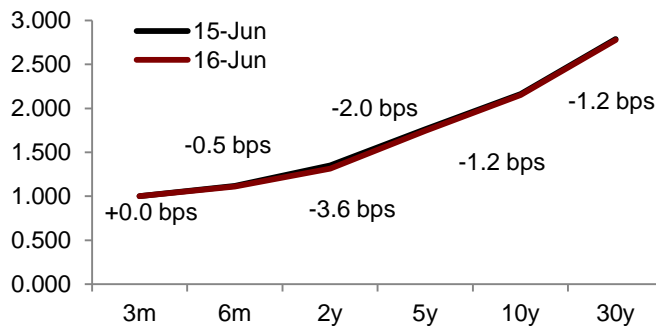
Global Equities



Local Bond Market Movement



US Treasuries



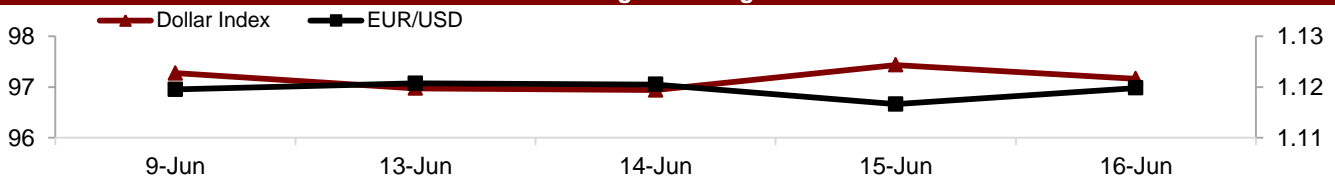
- ✓ **US stocks** gained slightly as technology shares rebounded, led by Amazon, as it announced its acquisition of Whole Foods Incorporated. The S&P 500 gained 0.03% to 2,433.15, while the DJIA rose 0.11%, ending at 21,384.28.
- ✓ **European stocks** rose on the back of strong May car registration data (+7.7% y/y), nearing pre-2007 crisis levels. The MSCI Europe gained 0.65%, closing at 131.25.
- ✓ **Asian equity markets** rose marginally, as stocks of export companies were boosted by a stronger dollar at the end of the Asian trading day. The MSCI APxJ gained 0.05%, ending the day at 501.73.
- ✓ **US Treasury yields** fell, weighed down by the release disappointing US housing starts data. The curve fell 1.43 bps on average, with benchmark 2-year yields falling 3.63 bps to 1.3151.

- ✓ The **Philippine peso** continued to weaken amid positive jobs data from the U.S, leading to expectations for another rate hike by the Fed for 2017. The USDPHP increased by 0.54%, ending at the 49.90 level.
- ✓ The **US dollar** weakened at the end of the trading day, dragged by disappointing US housing data and lower consumer confidence data. The DXY decreased 0.28% to 97.164.

Foreign Exchange

USD/PHP	Previous Close	49.630
	Close	49.900
EUR/USD	Previous Close	1.1166
	Indicative Rate	1.1198

Foreign Exchange



Key Indicators

YIELDS AND PRICES	16-Jun-17	DoD	WoW	MoM	YTD
91-Day Philippine Treasury Bill Yield (PDST-R2)	2.68	0.74%	0.67%	0.67%	0.01%
1-Year Philippine Treasury Bill Yield (PDST-R2)	2.81	-0.00%	-0.04%	-0.06%	0.44%
ROP2021 (Price)	106.91	(0.04)	0.09	0.47	(1.46)
ROP2034 (Price)	135.41	(0.21)	0.65	2.21	4.94
3-Month US Treasury Yield	1.00	0.00%	0.01%	0.10%	0.84%
3-Month German Treasury Bill Yield	(0.85)	0.01%	-0.06%	0.02%	-0.32%
Dubai Crude Oil Spot (\$/bbl)	45.83	0.44%	-0.35%	-9.96%	42.64%
Gold Spot (\$/oz)	1,253.65	-0.02%	-1.02%	1.34%	18.11%

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