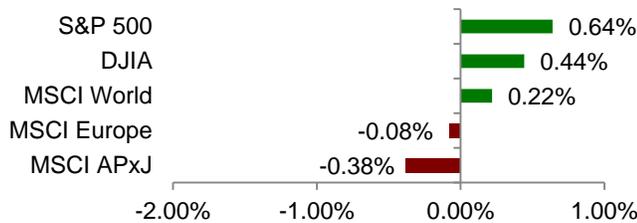


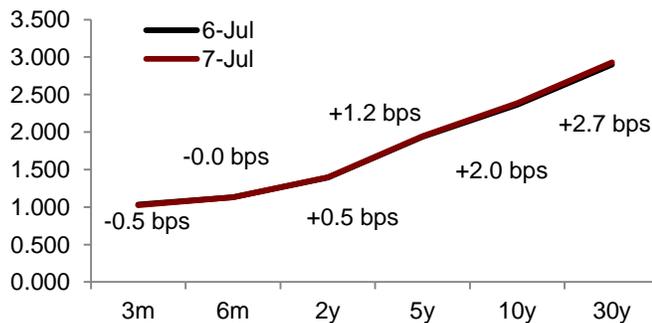
**U.S. equities and the US dollar rose following the release of an upbeat U.S. nonfarm payroll figure, fortifying strength in the US economy. Investors were also optimistic in anticipation of a strong second quarter earnings season. European and Asian equities edged lower, on the back of hawkish comments from the release of the ECB meeting minutes. Meanwhile, US treasury yields were higher on average with the 30-year rising to a 6-week high.**

- ✓ The **local equities market** ended flat as investors took profit while staying on the sidelines ahead of the nonfarm payrolls report to be released by the end of day (US time). PSEi slightly increased by 0.01%, closing at 7,889.33.
- ✓ **Local fixed income market** yields fell due to a global sell-off on the bonds which continued to rattle the market. On average yields declined by 0.80 bps led by the short and long-end of the curve which fell by 8.07 bps and 9.30 bps.

### Global Equities

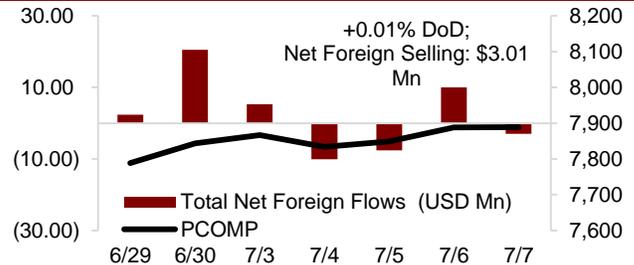


### US Treasuries

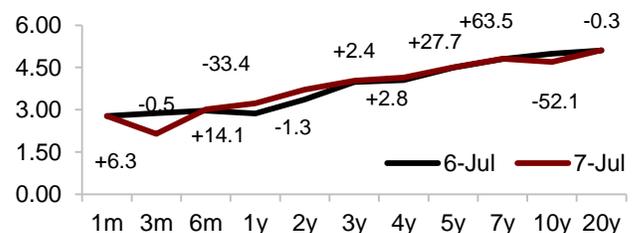


- ✓ The **Philippine peso** strengthened against the dollar following the release of the U.S employment data (prior to the NFP release) which was lower-than-expected. The peso increased by 0.18%, closing at 50.58.
- ✓ The **US dollar** appreciated in light of better than expected data from the highly anticipated Non-farm payrolls report. Total jobs created amounted to 222,000 with consensus estimates only pointing to 179,000, echoing strength for the US economy. The DXY inclined 0.22%, closing at 96.01.

### PSEi Snapshot



### Local Bond Market Movement

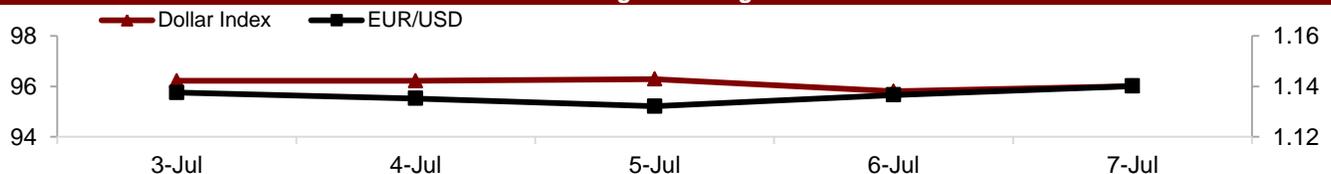


- ✓ **US equities** advanced amid a bounce in tech and financial sectors ahead of the release of second quarter earnings results. The S&P 500 was up 0.64% to 2,425.18, while the DJIA grew 0.44% to 21,414.34.
- ✓ **European equities** ended slightly lower after the ECB meeting minutes showed a potential end to quantitative easing and loose monetary policy. The MSCI Europe closed lower by 0.08% day-on-day to 128.34.
- ✓ **Asian equities** ended lower following issues regarding North Korea's successful missile launch, as the U.S. threatened China and other countries continuing to trade with North Korea. The MSCI APxJ declined by 0.38% to 500.48.
- ✓ **US Treasuries yields** climbed marginally as central banks contemplated moving towards tighter monetary policy by way of raising interest rates. In particular, the 30-year soared to a 6-week high following a solid jobs print released last Friday. On average, yields climbed by 0.97 bps with the 10-year closing at 2.386% (+2.0 bps).

### Foreign Exchange

USD/PHP	Previous Close	50.670
	Close	50.580
EUR/USD	Previous Close	1.1366
	Indicative Rate	1.1414

### Foreign Exchange



## Key Indicators

YIELDS AND PRICES	7-Jul-17	DoD	WoW	MoM	YTD
91-Day Philippine Treasury Bill Yield (PDST-R2)	2.15	-0.73%	-0.67%	0.13%	-0.52%
1-Year Philippine Treasury Bill Yield (PDST-R2)	3.23	0.36%	0.00%	0.40%	0.86%
ROP2021 (Price)	106.12	(0.08)	(0.38)	(0.66)	(2.24)
ROP2034 (Price)	132.35	(1.07)	(1.86)	(2.76)	1.88
3-Month US Treasury Yield	1.03	-0.01%	0.02%	0.04%	0.86%
3-Month German Treasury Bill Yield	(0.81)	-0.00%	0.01%	0.04%	-0.27%
Dubai Crude Oil Spot (\$/bbl)	45.70	-2.85%	-1.93%	-5.56%	42.23%
Gold Spot (\$/oz)	1,213.15	-0.99%	-2.29%	-5.75%	14.30%

## Upcoming Economic Releases

### Philippines

Date	Event	Period	Prior
7/11/2017	Exports YoY	May	12.1%
7/11/2017	Trade Balance	May	(\$2,052mn)

### Developed Markets

Date	Country	Event	Period	Prior
7/12/2017	Japan	PPI YoY	Jun	2.1%
7/11/2017	US	Wholesale Inventories MoM	May	0.3%
7/12/2017	Europe	Industrial Production SA MoM	May	0.5%

### Emerging Markets

Date	Country	Event	Period	Prior
7/10/2017	China	CPI YoY	June	1.50%
7/17/2017	Indonesia	Trade Balance	June	\$474mn
7/12/2017	Thailand	Industrial Production YoY	May	3.10%

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