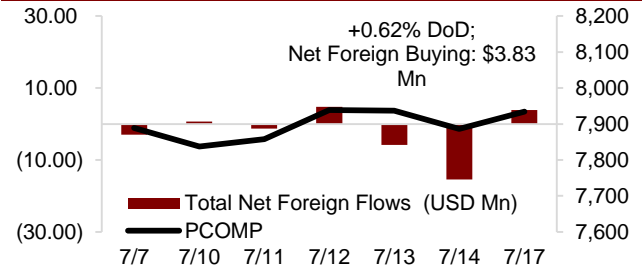


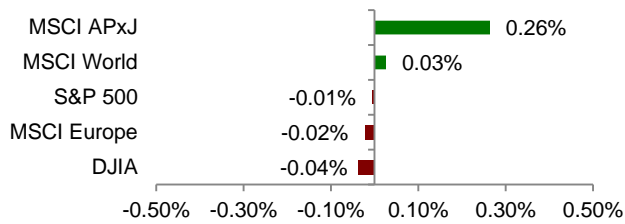
**Global equities traded sideways as investors dealt with a mixed bag of economic data and corporate earnings releases. US Treasury yields and the dollar edged lower amid the weaker-than-expected manufacturing survey print released by the New York Federal Reserve.**

- ✓ **Local equities** recovered, tracking movements overseas, as market players positioned ahead of the 2Q 2017 corporate earnings season. The PSEI gained 0.62%, to close at 7,934.50.
- ✓ **Local fixed income market yields** slipped, tracking movements overseas--particularly in response to dovish commentary by Fed chair Yellen and the weaker-than-expected US inflation print. On average, yields lost 1.44 bps led by the belly-- losing 9.24 bps on average.

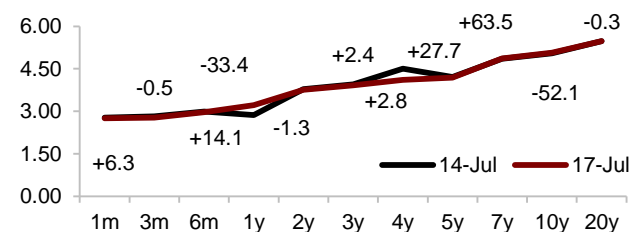
### PSEI Snapshot



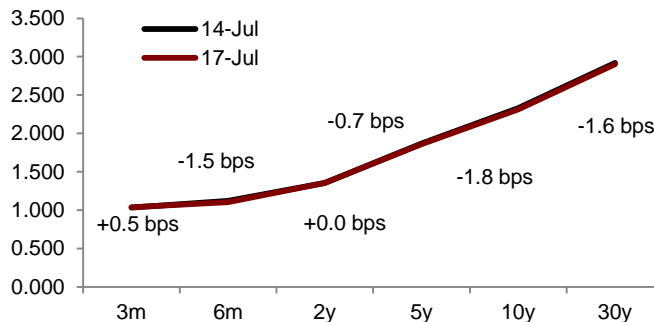
### Global Equities



### Local Bond Market Movement



### US Treasuries

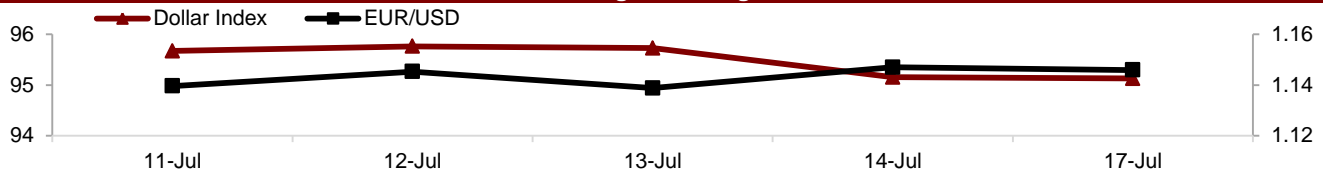


- ✓ **US equities** traded sideways as investors positioned ahead of corporate earnings releases. The S&P 500 was down 0.01% to 2,459.14, while the DJIA grew 0.04% to 21,629.72.
- ✓ **European stocks** marginally moved following the much-anticipated inflation print. Inflation in the Eurozone for the month of June was flat month-on-month-- in line with market estimates of 0.0% month-on-month. The MSCI Europe fell 0.02% day-on-day to 130.56.
- ✓ **Asian equities** advanced in light of China's better-than-expected GDP figure, as the Chinese economy grew by 6.9% year-on-year in the second quarter of 2017 (mkt est. 6.8% YoY). The relatively robust GDP print was attributable to improving retail sales and industrial output figures. The MSCI APxJ added 0.26% to 519.80.
- ✓ **US Treasuries** rallied following the surprise drop in a business conditions index, which was released by the New York Federal Reserve, thus increasing speculation of deflationary pressures in the US. The Empire State manufacturing survey fell to a reading of 9.8 in July, missing estimates of 15.2 (previous month reading of 19.8). On average, yields shed 0.84 bps. Meanwhile, the 10-year lost 1.8 bps to 2.314%.

### Foreign Exchange

USD/PHP	Previous Close	50.650
	Close	50.700
EUR/USD	Previous Close	1.1470
	Indicative Rate	1.1448

### Foreign Exchange



## Key Indicators

YIELDS AND PRICES	17-Jul-17	DoD	WoW	MoM	YTD
91-Day Philippine Treasury Bill Yield (PDST-R2)	2.78	-0.05%	-0.06%	0.10%	0.11%
1-Year Philippine Treasury Bill Yield (PDST-R2)	3.22	0.35%	-0.06%	0.42%	0.85%
ROP2021 (Price)	106.34	0.13	0.29	(0.57)	(2.02)
ROP2034 (Price)	133.92	0.64	1.30	(1.49)	3.45
3-Month US Treasury Yield	1.04	0.01%	0.01%	0.04%	0.87%
3-Month German Treasury Bill Yield	(0.65)	0.01%	0.01%	0.21%	-0.13%
Dubai Crude Oil Spot (\$/bbl)	47.54	0.40%	5.71%	3.73%	47.96%
Gold Spot (\$/oz)	1,234.03	0.43%	1.61%	-1.57%	16.26%

## Upcoming Economic Releases

### Philippines

Date	Event	Period	Prior
7/19/2017	Budget Balance PHP	June	-33.4bn
7/19/2017	BoP Overall	June	(\$59mn)

### Developed Markets

Date	Country	Event	Period	Prior
7/20/2017	Japan	All Industry Activity Index MoM	May	2.1%
7/19/2017	US	MBA Mortgage Applications	July	-7.4%
7/20/2017	Europe	ECB Deposit Facility Rate	July	0.4%

### Emerging Markets

Date	Country	Event	Period	Prior
7/31/2017	China	Manufacturing PMI	July	51.7
7/24/2017	Singapore	CPI YoY	June	1.4%
8/1/2017	India	Nikkei India PMI Mfg	July	50.90

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