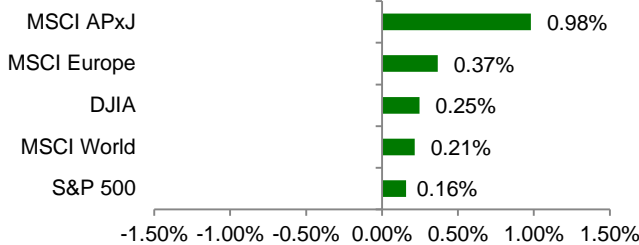


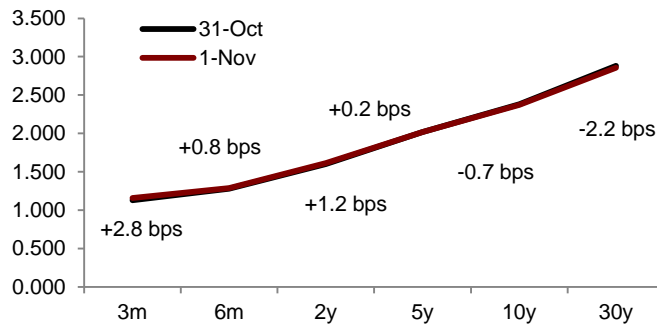
**Global equities were mostly in green as fresh economic data and corporate earnings across regions, together with easing tension in Catalonia, boosted risk taking. Meanwhile, prices of US Treasuries were relatively flat with downside bias as investors continue to expect another rate hike from the Fed this year.**

- ✓ The **local equities market** was up, tracking overnight markets as investor sentiment turned positive. Only Financials closed negative by end of day (-0.85% DoD) as BDO's 9M17 earnings were in-line or slightly behind consensus expectations. The PSEi gained 69.31 points or 0.84%, closing at 8,365.26.
- ✓ In the **local fixed income market**, yields of government securities were flat with a downward tilt, tracking trends in US Treasuries. Investors engaged in bargain-hunting given current yield levels. On average, yields fell by 0.06 bps, led by the belly, which fell 1.08 bps DoD.

### Global Equities

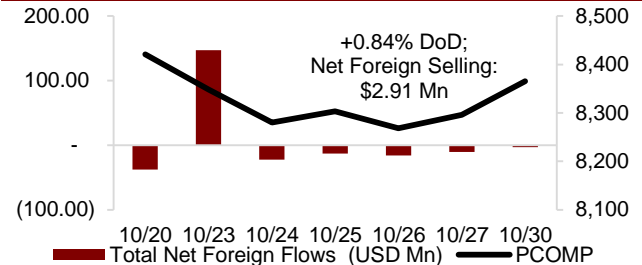


### US Treasuries

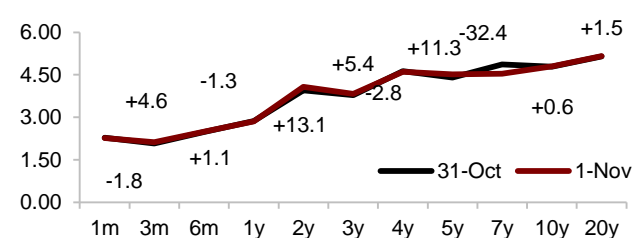


- ✓ The **Philippine peso** moved up slightly, continuing its recovery from its recently high depreciation. The USDPHP closed at 51.610, strengthening 0.29% DoD.
- ✓ The **US dollar** advanced on better-than-expected economic data as ADP National Employment showed private employers added 235,000 jobs in October, trailing consensus of 200,000. The DXY ended at 94.815, up 0.28% day-on-day.

### PSEi Snapshot



### Local Bond Market Movement

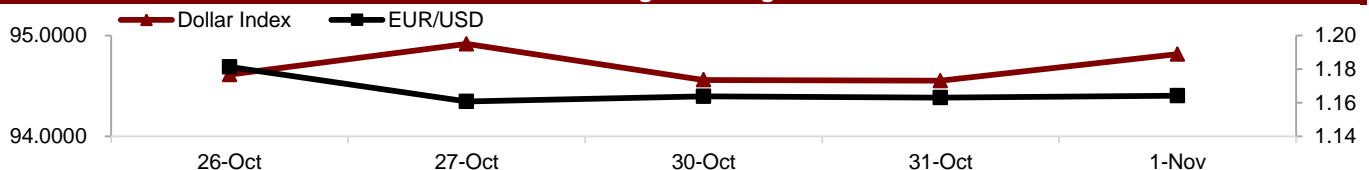


- ✓ **US equities** hit record highs amid rising commodity prices and strong corporate earnings. 73% of US corporate earnings have surpassed expectations as of Wednesday morning. The Dow Jones Industrial Average closed at 23,435.01 (+0.25% DoD) while the S&P 500 was at 2,579.36 (+0.16% DoD).
- ✓ **European equities** continued to rally on optimism from the ECB's steady pace towards policy normalization, and as geopolitical tensions from Catalonia begin to subside. The MSCI Europe ended at 133.95 (+0.37% DoD).
- ✓ **Asian equities** rose on bullish sentiment, hitting new highs as positive outlook on global economic growth was renewed with the release of upbeat economic data from the US and Europe. The MSCI APxJ ended at 556.67 (+0.98% DoD).
- ✓ **US Treasury yields** rose marginally after the Fed kept interest rates unchanged while reinforcing speculations of a December rate hike on the conclusion of the FOMC meeting. On average, yields extended 0.35 bps with the 10-year increasing to 2.372% (-0.72 bps DoD).

### Foreign Exchange

USD/PHP	Previous Close	51.760
	Close	51.610
EUR/USD	Previous Close	1.1608
	Indicative Rate	1.1635

### Foreign Exchange



## Key Indicators

YIELDS AND PRICES	1-Nov-17	DoD	WoW	MoM	YTD
91-Day Philippine Treasury Bill Yield (PDST-R2)	2.12	0.00%	0.05%	0.10%	-0.55%
1-Year Philippine Treasury Bill Yield (PDST-R2)	2.85	0.00%	-0.02%	-0.02%	0.48%
ROP2021 (Price)	105.54	(0.05)	(0.02)	(0.50)	(2.82)
ROP2034 (Price)	133.65	(0.20)	0.09	(1.10)	3.18
3-Month US Treasury Yield	1.16	0.03%	0.06%	0.12%	1.00%
3-Month German Treasury Bill Yield	(0.80)	-0.01%	0.00%	-0.10%	-0.28%
Dubai Crude Oil Spot (\$/bbl)	59.41	1.05%	6.03%	6.43%	84.91%
Gold Spot (\$/oz)	1,274.68	0.28%	-0.21%	-0.43%	20.09%

## Upcoming Economic Releases

### Philippines

Date	Event	Period	Prior
11/7/2017	CPI YoY	Oct	3.4%
11/9/2017	BSP Overnight Borrowing Rate	Oct	3.0%

### Developed Markets

Date	Country	Event	Period	Prior
11/3/2017	US	Unemployment Rate	Oct	4.2%
11/2/2017	Europe	Markit Eurozone Manufacturing PMI	Oct	58.60
11/2/2017	Japan	Consumer Confidence	Oct	43.90

### Emerging Markets

Date	Country	Event	Period	Prior
11/3/2017	India	Nikkei India PMI Mfg	Oct	51.2
11/3/2017	China	Caixin China PMI Composite	Oct	51.4
11/6/2017	Indonesia	GDP Growth (%)	3Q	5.01%

Sources: BPI, Reuters, Bloomberg, PSE, CNN, MarketWatch, The Wall Street Journal, CNBC, Business World

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