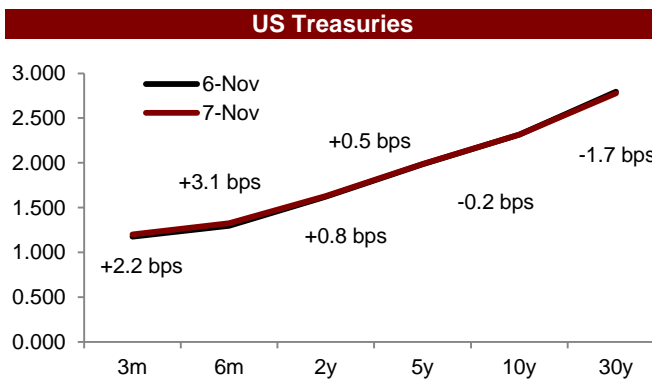
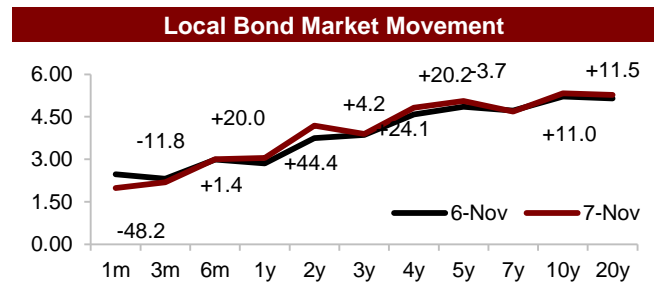
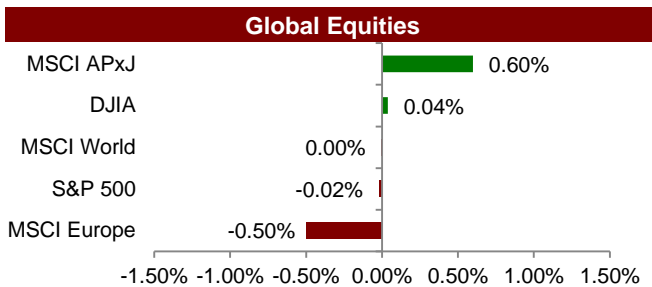
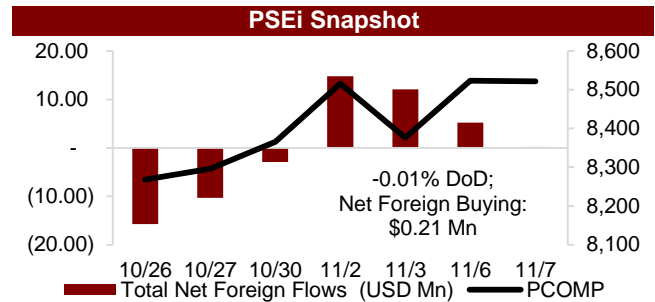


**Global equities ended mixed as investors were concerned over the passage of the Republican Tax Reform Bill and on rising geopolitical tensions in Saudi Arabia. Meanwhile, US Treasury yields and the dollar ended higher owing to new issuances and positive economic data.**

- ✓ **Local equities** were flat with a downward bias amid low net foreign buying and investors locking in gains from recent highs. The PSEi ended at 8,521.81 (-0.01%).
- ✓ In the **local fixed income** market, yields rose after the government raised Php 10.2 bn from the sale of 10-year debt. Average yields from the 10-year auction climbed to its highest rate since May 2012 at 4.915%. On average, yields were up 6.66 bps, led by the belly (+17.84 bps).

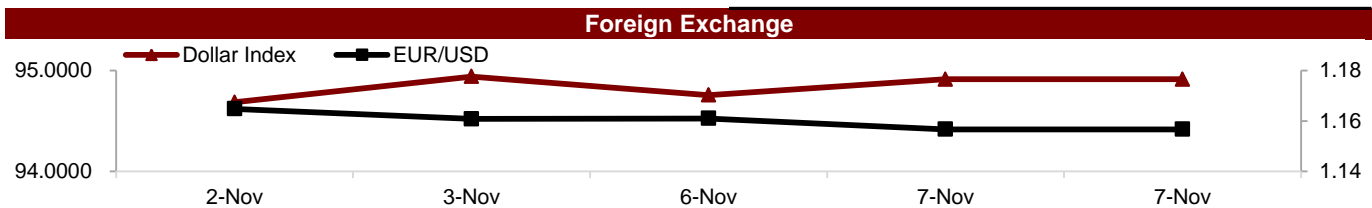


- ✓ **US equities** ended mixed on concerns over the Republican Party's tax reform bill, as lawmakers' continued tweaking may delay its passage to next year. The Dow Jones Industrial Average closed at 23,557.23 (+0.04% DoD) while the S&P 500 ended at 2,046.78 (-0.02% DoD).
- ✓ **European equities** closed lower amid continuous disappointment in earnings, and rising geopolitical tensions between Saudi Arabia and Iran, in an already volatile Middle East. The MSCI Europe fell to 133.27 (-0.50% DoD).
- ✓ **Asian equities** edged higher as markets were optimistic about Trump's shift in rhetoric towards a more diplomatic approach in handling nuclear tensions with North Korea. The MSCI Asia ex-Japan ended at 560.73 (+0.60% DoD).
- ✓ **US Treasury yields** mildly rose on average as the US Treasury is set to auction \$15bn and \$23bn in 3-year and 10-year notes. Meanwhile, investors favored longer-tenor treasuries over shorter-tenored ones on expectations of a Fed rate hike in December, as robust economic data on US employment portray a broadly strong US economy. On average, yields rose 0.79 bps with the 10-year dropping to 2.145% (-0.18 bps DoD).

- ✓ The **Philippine Peso** marginally declined as gross international reserves dropped to \$80.62 bn--lowest since Nov 2015. The local currency depreciated by 0.10% to 51.330.
- ✓ The **US dollar** pared losses on robust US job openings data, with the number of openings rising from 6,082,000 to 6,093,000 (cons. at 6,075,000) despite fallout from hurricanes Harvey and Irma and amid continually declining unemployment. The DXY edged higher at 94.913 (+0.16% DoD) while the EURUSD ended lower at 1.1577(-0.28%DoD).

### Foreign Exchange

USD/PHP	Previous Close	51.280
	Close	51.330
EUR/USD	Previous Close	1.1610
	Indicative Rate	1.1577



## Key Indicators

YIELDS AND PRICES	7-Nov-17	DoD	WoW	MoM	YTD
91-Day Philippine Treasury Bill Yield (PDST-R2)	2.19	-0.12%	0.07%	-0.63%	-0.47%
1-Year Philippine Treasury Bill Yield (PDST-R2)	3.05	0.20%	0.20%	0.20%	0.68%
ROP2021 (Price)	105.49	0.00	(0.11)	(0.48)	(2.87)
ROP2034 (Price)	133.68	(0.04)	(0.17)	(0.37)	3.21
3-Month US Treasury Yield	1.20	0.02%	0.07%	0.14%	1.04%
3-Month German Treasury Bill Yield	(0.79)	0.00%	-0.00%	-0.11%	-0.27%
Dubai Crude Oil Spot (\$/bbl)	61.90	2.48%	5.29%	12.34%	92.65%
Gold Spot (\$/oz)	1,275.31	-0.53%	0.33%	-0.10%	20.15%

## Upcoming Economic Releases

### Philippines

Date	Event	Period	Prior
11/9/2017	BSP Overnight Borrowing Rate	Oct	3.0%
11/15/2017	Overseas Remittances YoY	Sep	7.8%

### Developed Markets

Date	Country	Event	Period	Prior
11/8/2017	US	MBA Mortgage Applications	Nov	-2.6%
11/14/2017	Germany	GDP SA YoY	3Q P	0.6%
11/9/2017	Japan	Core Machine Orders MoM	Sep	3.4%

### Emerging Markets

Date	Country	Event	Period	Prior
11/10/2017	India	Industrial Production YoY	Sep	4.3%
11/8/2017	China	Trade Balance	Oct	\$28.5bn
11/10/2017	Indonesia	BoP Current Account Balance	3Q	-\$4693mn

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

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