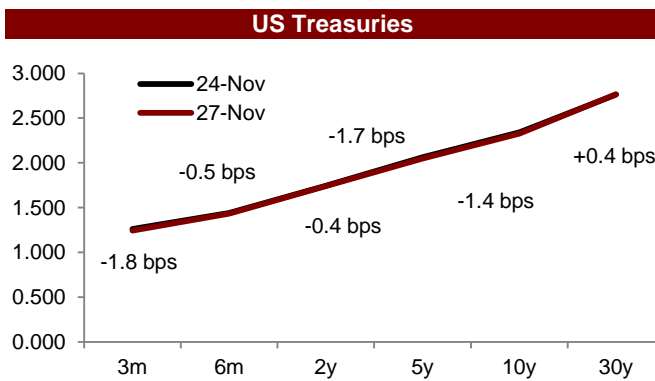
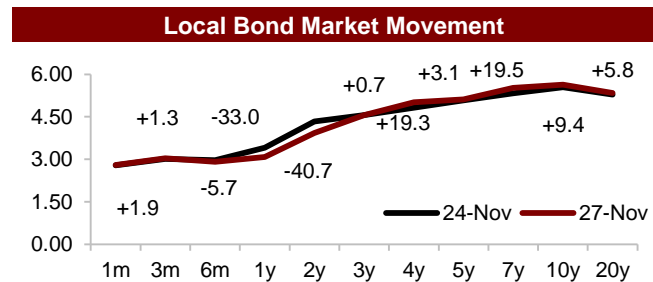
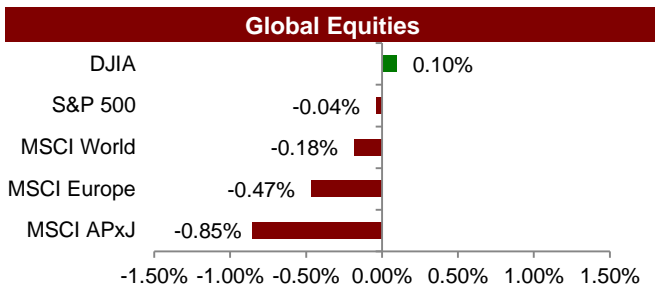
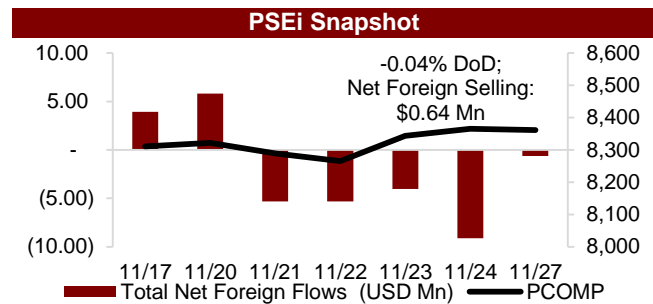


Global equities mostly declined led by a slump in energy shares globally as West Texas Intermediate (WTI) fell 1.42% day-on-day. US Treasury yields declined amid a general risk-off sentiment. Meanwhile, the US dollar rebounded after stronger-than-expected data from new home sales.

- ✓ **Local equities** traded flat intraday as investors start to rebalance their portfolios and adjust market positions as the month comes to a close. The PSEi marginally declined 8,361.69 (-0.04% DoD)
- ✓ **The Philippine fixed income market** was pulled down by thin trading as the 5-yr RTB issuance temporarily squeezed market liquidity. Investors flocked to participate in the RTB issuance priced at a coupon rate of 4.625% p.a. resulting to a total issuance of PhP 130 bn --significantly higher than the initial indication of PhP 30 bn. Nonetheless, yields broadly dropped (-1.67 bps DoD) driven by the short term yields (-8.89 bps DoD) after the Treasury rejected all bids during the t-bill offering yesterday afternoon.

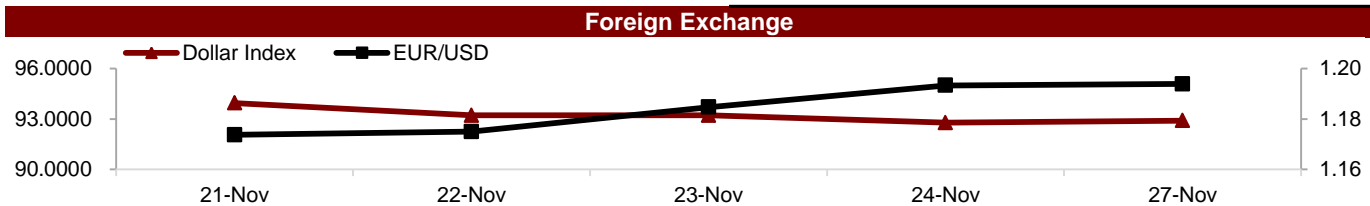


- ✓ **US equities** ended mixed as the surge in retail shares following the holiday sales was dragged down by energy shares amid the slip in oil prices. The DJIA went up to 23,580.78 (+0.10% DoD), while the S&P 500 marginally declined to 2,601.42 (-0.04% DoD).
- ✓ **European equities** closed in the red, led by the decline in the banking sector and energy shares. The CEO of Julius Baer, Switzerland's third largest bank, shifted to a rival bank while the decline in oil prices dragged energy shares globally. MSCI Europe closed at 129.85 (-0.47% DoD).
- ✓ **Asian equities** slumped as investors took profits on electronics and tech stocks. The drop was weighed down by rising Chinese bond yields and lower industrial profits for October (-2.6% MoM).
- ✓ **US Treasury yields** declined amid a general risk-off sentiment and despite hawkish statements from Dallas Fed President Kaplan on caution over financial imbalances and that the unemployment rate is bound to correct. On average, yields declined by 0.90 bps DoD.

- ✓ The **Philippine peso** strengthened amid dollar weakness as lack of leads and the lack of progress in the US tax reform weigh on the greenback. The local currency gained 0.42% to 50.510.
- ✓ The **US dollar** is starting to bounce back after consecutive days of losses on the back of strong October new home sales at 685,000 (vs. expected 628,000), the highest level since October 2007. The US dollar index rose to 92.90 (+13% DoD).

Foreign Exchange

USD/PHP	Previous Close	50.720
	Close	50.510
EUR/USD	Previous Close	1.1933
	Indicative Rate	1.1936



Key Indicators

YIELDS AND PRICES	27-Nov-17	DoD	WoW	MoM	YTD
91-Day Philippine Treasury Bill Yield (PDST-R2)	3.03	0.01%	0.82%	0.96%	0.37%
1-Year Philippine Treasury Bill Yield (PDST-R2)	3.08	-0.33%	-0.20%	0.22%	0.71%
ROP2021 (Price)	105.08	(0.07)	(0.10)	(0.38)	(3.28)
ROP2034 (Price)	133.68	(0.08)	0.02	0.33	3.21
3-Month US Treasury Yield	1.24	-0.02%	-0.02%	0.15%	1.08%
3-Month German Treasury Bill Yield	(0.82)	-0.03%	-0.03%	-0.03%	-0.30%
Dubai Crude Oil Spot (\$/bbl)	61.39	0.47%	1.91%	7.34%	91.07%
Gold Spot (\$/oz)	1,294.55	0.45%	1.39%	1.62%	21.96%

Upcoming Economic Releases

Philippines

Date	Event	Period	Prior
11/29/2017	Bank Lending YoY	Oct	20.1%
12/5/2017	CPI YoY	Nov	3.5%

Developed Markets

Date	Country	Event	Period	Prior
11/29/2017	US	3Q GDP Revision	3Q	3.0%
11/29/2017	Germany	CPI YoY	Nov	1.6%
11/30/2017	Japan	Core PCE YoY	Oct	1.3%

Emerging Markets

Date	Country	Event	Period	Prior
11/30/2017	India	GDP YoY	3Q	5.7%
11/30/2017	China	Manufacturing PMI	Nov	51.6
11/30/2017	Indonesia	Nikkei Indonesia Manufacturing PMI SA	Nov	50.1

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

www.bpiassetmanagement.com

