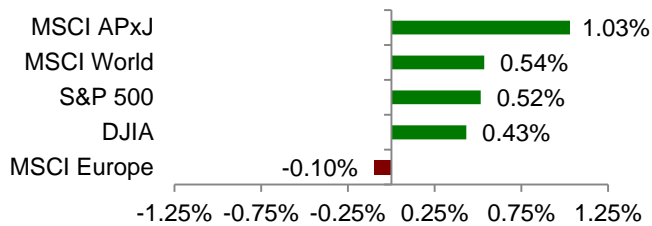


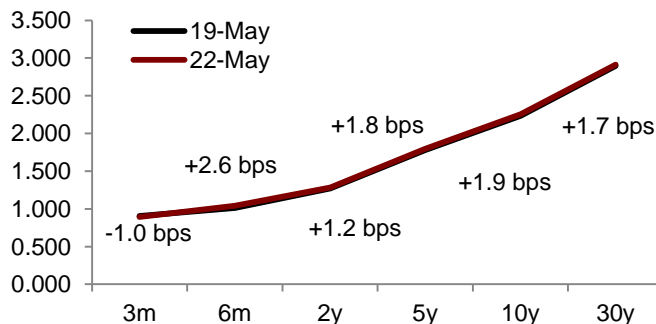
Global equities edged mostly higher after market jitters from Trump controversies waned. Investors are starting to focus their attention towards positive international trade agreements and higher commodity prices. Meanwhile, the US Dollar and US Treasury yields ended flat, as investors anticipate the release of the FOMC minutes on Thursday.

- ✓ **Local equities** ended slightly above the 7,800 level amid heavy trading (total value: PHP 12.01b), tracking the effects of positive sentiment on regional markets. The PSEi rose 0.50%, led by the property (+1.18%) and financials (+0.64%) sectors.
- ✓ **Philippine fixed income** yields fell as the government sold all PHP 15b worth of treasury bills on auction today (91-day, 182-day, and 364-day maturities), with all offers oversubscribed. Yields fell 14.76 bps on average, pulled down by the short and long ends which decreased 24.41 bps and 22.77 bps, respectively.

Global Equities

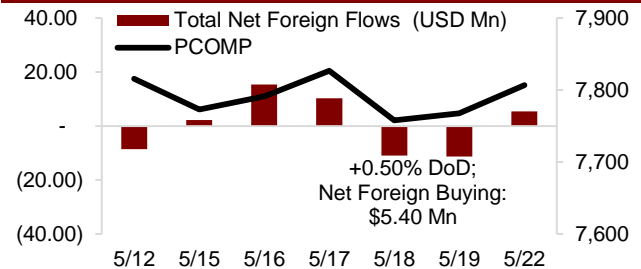


US Treasuries

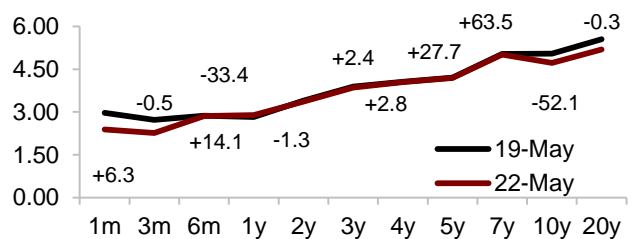


- ✓ The **Philippine peso** strengthened on the back of weakness in the US dollar, as political turmoil in the US takes its toll on the greenback. The local currency appreciated by 0.20%, ending the day at 49.770.
- ✓ The **US dollar** remained steady after market players are starting to digest the political uncertainty surrounding the Trump administration. The DXY fell 0.16% to 96.98.

PSEi Snapshot



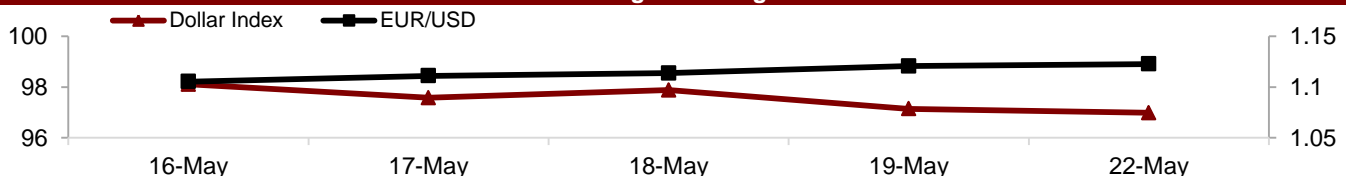
Local Bond Market Movement



Foreign Exchange

USD/PHP	Previous Close	49.870
	Close	49.770
EUR/USD	Previous Close	1.1206
	Indicative Rate	1.1166

Foreign Exchange



Key Indicators

YIELDS AND PRICES	22-May-17	DoD	WoW	MoM	YTD
91-Day Philippine Treasury Bill Yield (PDST-R2)	2.26	-0.46%	0.19%	-0.49%	-0.41%
1-Year Philippine Treasury Bill Yield (PDST-R2)	2.89	0.07%	0.02%	-0.11%	0.52%
ROP2021 (Price)	106.49	(0.01)	(0.00)	(0.31)	(1.87)
ROP2034 (Price)	133.54	0.10	0.35	(0.53)	3.07
3-Month US Treasury Yield	0.89	-0.01%	0.02%	0.12%	0.73%
3-Month German Treasury Bill Yield	(0.86)	0.00%	0.00%	-0.06%	-0.33%
Dubai Crude Oil Spot (\$/bbl)	52.77	1.40%	3.80%	2.65%	64.24%
Gold Spot (\$/oz)	1,260.62	0.38%	2.43%	-1.83%	18.77%

Upcoming Economic Releases

Philippines

Date	Event	Period	Prior
5/31/2017	Money Supply M3 SRF YoY	Apr	11.2%
5/19 - 5/31	Budget Balance PHP	Apr	-61.5b

Developed Markets

Date	Country	Event	Period	Prior
5/23/2017	US	Markit US Manufacturing PMI	May	52.8
5/22/2017	EU	Markit Eurozone Manufacturing PMI	May	56.7
5/26/2017	Japan	National CPI YoY	Apr	0.20%

Emerging Markets

Date	Country	Event	Period	Prior
5/31/2017	China	Manufacturing PMI	May	51.2
6/1/2017	India	Nikkei India PMI Mfg	May	52.5
6/2/2017	Indo	CPI YoY	May	4.17%

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