

MARKET INDICATORS

As of July 10, 2017

Index/ Bond	Index Level/Yield	DoD Change	DoD % Change
PSEi	7,837.47	-51.86	-0.66%
Dow Jones	21,408.52	-5.82	-0.03%
NASDAQ	6,176.39	23.31	0.38%
S&P500	2,427.43	2.25	0.09%
MSCI Asia ex-Japan	623.04	2.95	0.48%
MSCI Emerging Market	1,009.29	6.81	0.68%
5Yr FXTN	4.56	5 bps	
10 Yr US Treasury	2.37	-1 bps	
USD/PHP	50.82	0.19	0.38%

Source: Bloomberg



News in the Philippines

April FDI hits a 12-month high

- Yesterday, figures released by the Bangko Sentral ng Pilipinas (BSP) showed that Foreign Direct Investment (FDI) for the month of April hit a 12-month high. April's FDI inflows were recorded at \$874 million, 71.71% higher than March's \$509 million. The figure represents the biggest haul since the \$2.244 billion that was recorded in April 2016. The BSP attributed the flows to "continued investor confidence in the country's sound macroeconomic fundamentals." Furthermore, investors noticeably continued to prefer debt instruments more than equity instruments for the month of April, which shows signs of caution. In total, the BSP expects 2017 FDI net inflows to reach \$8 billion, just a fraction more than 2016's \$7.93 billion.

Local Bond Market

- The yield of the benchmark 5-year bond closed at 4.56, gaining 5 bps during yesterday's session.
- The yields of bonds traded mostly flat throughout yesterday's session with 5 yields falling and 6 yields remaining stagnant.

Philippine Stocks

- Local stocks ended the day negative after positive US economic and job data pointed to higher chances of another rate hike by the Federal Reserve within the year. The PSEI fell 0.66% or 51.86 points to end the day at 7,837.47.

Philippine Peso

- The local peso weakened against the US Dollar as it hit a new 10-year low. To add to this, positive US jobs data buoyed the chances of another Federal Reserve interest rate hike by the end of the year. The peso closed the day at PHP 50.82.



News around the World

China's June inflation YoY data matches expectations

- National Bureau of Statistics - Economic data released yesterday showed that Chinese inflation data for the month of June was in line with expectations. China's Consumer Price Index (CPI) rose 1.5% YoY in June, while the Producer Price Index (PPI) rose 5.5% YoY as well, both matching analyst predictions. China's recovery momentum has been driven by recovering PPI-related inflation, as such, the improvements in the recent data will support the country's growth this year. Furthermore, the current administration's push for infrastructure investment should help the country reach their 6.5% growth target in 2017.

US Market

- U.S. stocks closed mostly positive during yesterday's session as the technology sector reversed its recent course and trended upward, outweighing losses in consumer staples and healthcare. The S&P 500 ended at 2,427.43 rising 0.09% or 2.25 points. The Dow Jones fell 5.82 points or 0.03% to end at 21,408.52. The NASDAQ gained 23.31 points or 0.38% to close at 6,176.39.

Asian Stocks

- Asian equity indices ended higher yesterday as markets in the region got their first chance to react to the encouraging US jobs data that was released last week. The MSCI Asia-Ex Japan Index gained 0.48% or 2.95 points to close at 623.04.

Emerging Markets

- Emerging markets ended the day higher following positive economic news coming from China and the US. The MSCI Emerging Markets Index gained 0.68% or 6.81 points, closing at 1,009.29.