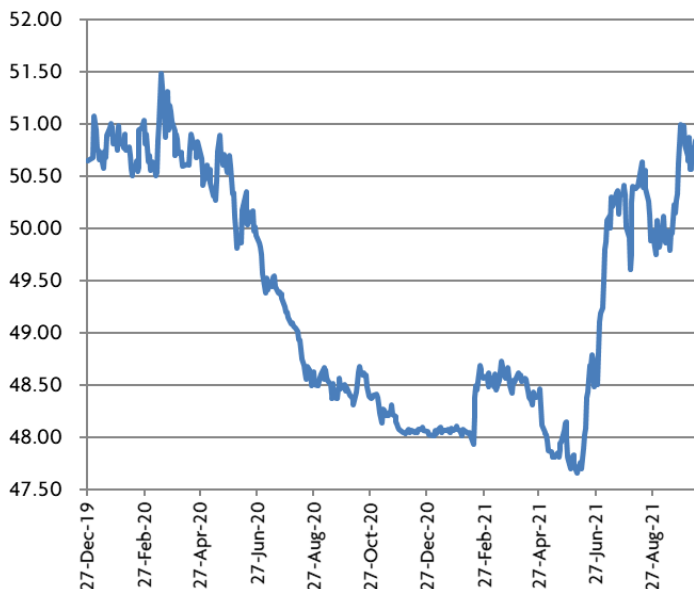


USD/PHP Chart



DAILY MARKET COMMENT

October 13, 2021

DOLLAR FIXED INCOME: US Treasuries bull flattened overnight following a strong 10-year auction. The long-end outperformed with 30yr yield falling by 7bps to 2.09%. ROP spreads hover at the widest with 10Y spread at 85 bps.

PESO FIXED INCOME: The 5-77 auction yesterday fetched weak demand with BTC of 1.6 and average award of 3.576% or ~20 bps higher than secondary levels. Post-auction, yields on the belly rose with 7-64 closing at 4.43% (+8 bps DoD) and 5-77 closing at 3.695% (+34 bps DoD).

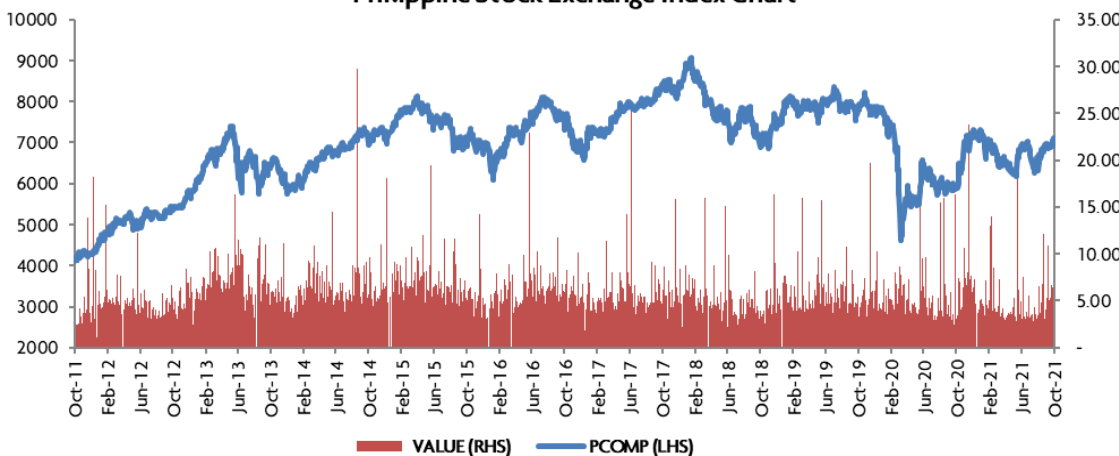
EQUITIES: The local bourse fell slightly yesterday, losing 16.19 points (-0.23%) to close at 7,107.82 to track regional profit-taking amid rising inflation concerns given runaway energy prices and ballooning trade deficit canceled out optimism that NCR would loosen to Level 3 amid tempering cases. Flows swung to a mere Php2.8Mn in buying in turnover of Php9.7Bn for the day.

LATEST NEWS: Per DILG, NCR is ready to loosen to Level 3 restriction level as daily cases and 7-day attack rate moderate and the R rate is well below 1.0. Per PSA, trade booked robust growth in August with exports and imports up 18% and 31% YoY, respectively, causing the deficit to reach \$3.6Bn.

Philippine Indices / USDPHP

	12-Oct-21	Daily Change
PSE Index	7,107.82	-0.23%
USD/PHP Exchange	50.85	0.14%

Philippine Stock Exchange Index Chart



PSEi Cumulative Performance

1 Year	1176.2 pts 20%	↑
3 Years	103.0 pts 1%	↑
5 Years	-322.0 pts -4%	↓
10 Years	2954.4 pts 71%	↑

Philippine Peso Bond Rates

Tenor	12-Oct-21	Daily	Weekly	YTD
2 YR	1.82	0.0100	(0.0110)	0.0400
5 YR	2.98	-	0.1160	0.4740
10 YR	4.70	0.1000	0.7760	1.8240
15 YR	4.93	0.0050	(0.0210)	1.1540
25 YR	5.06	-	0.0930	1.1210

US Treasuries / ROPs

Tenor	12-Oct-21	Daily	Weekly	YTD
UST 5Y	1.0743	0.0115	0.0995	0.6946
UST 10Y	1.5803	(0.0350)	0.0511	0.6389
UST 30Y	2.0990	(0.0680)	0.0001	0.4213
ROP 21	1.0490	(0.0680)	0.1700	0.6080
ROP 26	2.4200	0.0110	0.1820	0.8980
ROP 41	3.3690	0.0130	0.1720	0.7800

* Source: Bloomberg

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