

BUREAU OF THE TREASURY  
Department of Finance  
Friday, 12 August 2016

A. LOCAL FINANCIAL MARKET

1. Money Market

| PARTICULARS                         |                             | BTR      |                          | BSP      |            | Commercial Bank           |                          |
|-------------------------------------|-----------------------------|----------|--------------------------|----------|------------|---------------------------|--------------------------|
|                                     |                             | Rate (%) | Change Bps <sup>/a</sup> | Rate (%) | Change bps | Rate (%)                  | Change Bps <sup>/b</sup> |
| a. SAVINGS RATES                    |                             |          |                          |          |            | 1.103                     | U                        |
| b. SPECIAL SAVINGS RATES            |                             |          |                          |          |            | 1.103                     | U                        |
| c. TIME DEPOSIT RATES               |                             |          |                          |          |            | 0.875                     | U                        |
| d. BORROWING RATES                  |                             |          |                          |          |            |                           |                          |
| RRP (overnight)                     |                             |          |                          | 3.0000   | U          |                           |                          |
| IBCL (August 11)                    |                             |          |                          |          |            | 2.500                     | -3.13                    |
| e. LENDING RATES                    |                             |          |                          |          |            |                           |                          |
| OLF                                 |                             |          |                          | 3.5000   | U          |                           |                          |
| Prime Lending (August 11)           |                             |          |                          |          |            | 4.291                     | +0.63                    |
| f. ODF                              |                             |          |                          | 2.5000   | U          |                           |                          |
| g. TDF                              |                             |          |                          |          |            |                           |                          |
| 7-day                               |                             |          |                          | 2.5000   | U          |                           |                          |
| 28-day                              |                             |          |                          | 2.5000   | U          |                           |                          |
| h. TREASURY BILLS                   |                             |          |                          |          |            |                           |                          |
| Tenor-based<br>on Residual Maturity | Volume (PDEX) (ln<br>MP) ** |          |                          |          |            | Based on R2 <sup>/c</sup> |                          |
| 91-day                              | 626.15                      | 1.479    | +3.2                     |          |            | 1.425                     | -21.0                    |
| 182-day                             | ...                         | 1.474    | +3.2                     |          |            | 1.755                     | -0.3                     |
| 364-day                             | 242.37                      | 1.724    | +9.4                     |          |            | 2.007                     | +36.6                    |

Sources: BSP, PDEX, Comm. Bank

2. Bond Market

| Foreign Denominated<br>Bonds |                        | Issue Date | Term to<br>Maturity | Principal<br>(in millions) | Bid   |       | Ask   |       | Spread Over<br>Benchmarks*** |
|------------------------------|------------------------|------------|---------------------|----------------------------|-------|-------|-------|-------|------------------------------|
|                              |                        |            |                     |                            | Price | Yield | Price | Yield | Bps                          |
| a.                           | USD 4.000 due 01/15/21 | 10/06/10   | 5 YRS               | \$1,757                    | 110.3 | 1.578 | 110.8 | 1.472 | 40.5                         |
| b.                           | USD 5.500 due 03/30/26 | 03/30/11   | 10 YRS              | \$1,146                    | 128.0 | 2.244 | 128.7 | 2.176 | 64.4                         |
| c.                           | USD 9.500 due 02/02/30 | 02/02/05   | 14 YRS              | \$2,000                    | 174.0 | 2.843 | 174.8 | 2.793 | 111.8                        |
| d.                           | USD 7.750 due 01/14/31 | 01/11/06   | 15 YRS              | \$2,110                    | 157.9 | 2.830 | 158.6 | 2.784 | 107.6                        |
| e.                           | USD 6.375 due 01/15/32 | 01/17/07   | 16 YRS              | \$1,142                    | 143.4 | 2.870 | 144.2 | 2.821 | 107.7                        |
| f.                           | USD 5.000 due 01/13/37 | 01/13/12   | 21 YRS              | \$1,500                    | 133.0 | 2.853 | 133.7 | 2.817 | 89.3                         |
| g.                           | USD 3.950 due 01/20/40 | 01/20/15   | 24 YRS              | \$2,000                    | 117.9 | 2.894 | 118.4 | 2.865 | 83.3                         |
| h.                           | USD 3.700 due 03/01/41 | 03/01/16   | 25 YRS              | \$2,000                    | 115.0 | 2.845 | 115.5 | 2.820 | 74.8                         |
| i.                           | JPY 2.320 due 03/02/20 | 03/02/10   | 4 YRS               | Y100,000                   | 106.4 | 0.871 | 106.6 | 0.859 | 48.3                         |
| j.                           | PHP 4.950 due 01/15/21 | 09/17/10   | 5 YRS               | P44,109                    | 106.9 | 3.254 | 108.2 | 2.964 | 108.1                        |
| k.                           | PHP 3.900 due 11/26/22 | 11/26/12   | 7 YRS               | P30,800                    | 102.5 | 3.449 | 103.4 | 3.294 | 111.0                        |
| l.                           | PHP 6.250 due 01/14/36 | 01/14/11   | 20 YRS              | P54,770                    | 117.0 | 4.884 | 118.2 | 4.800 | 191.8                        |

Source: Bloomberg

| Domestic Bonds |                  | PDEX<br>Volume<br>Residual<br>(ln MP)** | Original Issue |                    | Maturity<br>Date | Latest Auction |                     | R2<br>Yield (%)<br>Bid/Trade | Change<br>(bps) <sup>/c</sup> |
|----------------|------------------|-----------------------------------------|----------------|--------------------|------------------|----------------|---------------------|------------------------------|-------------------------------|
|                |                  |                                         | Date           | Coupon<br>Rate (%) |                  | Date           | Average<br>Rate (%) |                              |                               |
| a.             | 1.5Y FXTN 10-45  | 136.85                                  | 05/12/2011     | 5.875              | 01/31/2018       | 06/07/2011     | 5.907               | 2.192                        | +28.2                         |
| b.             | 2.0Y FXTN 05-72  | 219.49                                  | 05/23/2013     | 2.125              | 05/23/2018       | 10/20/2015     | 3.169               | 2.195                        | -1.2                          |
| c.             | 3.5Y FXTN 07-56  | ...                                     | 11/18/2014     | 3.875              | 11/22/2019       | 03/29/2016     | 3.250               | 2.957                        | +32.2                         |
| d.             | 3.5Y FXTN 10-50  | ...                                     | 06/22/2010     | 7.750              | 02/18/2020       | 08/03/2010     | 7.368               | 3.046                        | +79.6                         |
| e.             | 4.0Y RTB 10-01   | ...                                     | 08/15/2010     | 7.250              | 08/19/2020       | -              | -                   | 3.042                        | +77.9                         |
| f.             | 5.0Y FXTN 07-57  | 755.03                                  | 12/09/2014     | 3.500              | 03/20/2021       | 05/17/2016     | 3.246               | 2.848                        | -0.2                          |
| g.             | 5.5Y FXTN 10-54  | 2.50                                    | 07/15/2011     | 6.375              | 01/19/2022       | -              | -                   | 2.910                        | -0.2                          |
| h.             | 6.0Y FXTN 10-57  | 153.00                                  | 09/22/2015     | 4.750              | 09/13/2022       | 09/22/2015     | rejected            | 2.952                        | -5.1                          |
| i.             | 7.0Y RTB 10-04   | 618.75                                  | 07/30/2013     | 3.250              | 08/15/2023       | 02/17/2015     | rejected            | 3.183                        | -1.1                          |
| j.             | 8.0Y FXTN 10-59  | 273.00                                  | 08/19/2014     | 4.125              | 08/20/2024       | -              | -                   | 3.199                        | -0.0                          |
| k.             | 9.0Y FXTN 10-60  | 468.00                                  | 09/15/2015     | 3.625              | 09/09/2025       | 01/12/2016     | 4.218               | 3.208                        | -0.9                          |
| l.             | 10.5Y RTB 15-01  | 8.49                                    | 10/10/2011     | 6.250              | 10/20/2026       | -              | -                   | 3.227                        | -0.9                          |
| m.             | 10.5Y RTB 15-02  | ...                                     | 02/21/2012     | 5.375              | 03/01/2027       | -              | -                   | 3.233                        | -0.9                          |
| n.             | 12.5Y FXTN 20-15 | ...                                     | 12/02/2008     | 9.500              | 12/04/2028       | 05/26/2009     | 8.814               | 3.263                        | -0.9                          |
| o.             | 15.0Y FXTN 20-17 | 1,613.10                                | 07/15/2011     | 8.000              | 07/19/2031       | -              | -                   | 3.308                        | -0.8                          |
| p.             | 15.5Y FXTN 20-18 | ...                                     | 02/01/2012     | 5.875              | 02/02/2032       | 06/19/2012     | 6.024               | 3.401                        | -2.1                          |
| q.             | 15.5Y RTB 20-01  | 17.60                                   | 02/21/2012     | 5.875              | 03/01/2032       | -              | -                   | 3.414                        | -2.3                          |
| r.             | RTB – Others     | 305.17                                  | Various        | Various            | Various          | -na-           | -na-                | -na-                         | -na-                          |
| s.             | FXTN – Others    | 3,619.24                                | Various        | Various            | Various          | -na-           | -na-                | -na-                         | -na-                          |

Source: PDEX

Volume of GS traded based on PDEX R2, Thursday (August 11) was lower at P9,058.73M against Wednesday's P11,853.00M. Of this, P7,240.21M (79.93%) was for t-bonds, P950.01M (10.49%) RTBs and P868.52M (9.59%) for t-bills.

3. Foreign Exchange Market

The peso closed 4¢ weaker at P46.790 on Thursday (August 11) against Wednesday's P46.750. Today it opened at P46.800 reaching a high of P46.740 low of P46.800 and average of P46.764 with transaction volume of \$131.50 million as of 10:05 A.M.

B. ASIAN FINANCIAL MARKET

| Country Name | Stocks    |          | Currency          |           |                   |   | Short Term Rates (%) | Inflation Rates (%) | Prime Lending Rates (%) |
|--------------|-----------|----------|-------------------|-----------|-------------------|---|----------------------|---------------------|-------------------------|
|              | Index     | % Change | Currency per US\$ |           | % Change (A/D/U)* |   |                      |                     |                         |
| Philippines  | 7,981.35  | -0.87    | Peso              | 46.79     | +0.09             | D | 2.54                 | +1.9 1/             | 4.29                    |
| Thailand     | 1,552.64  | +0.29    | Baht              | 34.79     | +0.10             | D | 1.59                 | +0.1 2/             | 1.50                    |
| Malaysia     | 1,678.80  | +0.34    | Ringgit           | 4.00      | +0.43             | D | 3.40                 | +1.6 2/             | 6.85                    |
| Indonesia    | 5,419.09  | -0.09    | Rupiah            | 13,088.00 | +0.09             | D | 7.11                 | +3.2 2/             | 13.70                   |
| Singapore    | 2,869.82  | -0.20    | Sing. Dollar      | 1.34      | +0.29             | D | 0.25                 | -0.7 2/             | 5.35                    |
| Taiwan       | 9,131.83  | -0.75    | Taiwan Dollar     | 31.35     | +1.20             | D | 0.66                 | +1.2 2/             | 4.76                    |
| South Korea  | 2,048.80  | +0.20    | Won               | 1,099.53  | +0.46             | D | 1.27                 | +0.7 2/             | 1.25                    |
| India        | 27,859.60 | +0.31    | Rupee             | 66.83     | +0.21             | D | 7.68                 | +6.1 2/             | 14.50                   |
| China        | 3,002.64  | -0.53    | Yuan              | 6.64      | +0.11             | D | 2.81                 | +1.8 2/             | 5.60                    |
| Hong Kong    | 22,580.55 | +0.39    | HK Dollar         | 7.76      | 0.00              | U | 0.56                 | +2.4 2/             | 5.00                    |

Sources: Bloomberg, PSA, The Economist

C. G-7 and EMU FINANCIAL MARKETS

| Country Name | Stocks    |          | Currency          |        |                   |   | Short Term Rates (%) | Inflation Rates (%) | 6-month LIBOR (%) | Prime Lending Rates (%) |
|--------------|-----------|----------|-------------------|--------|-------------------|---|----------------------|---------------------|-------------------|-------------------------|
|              | Index     | % Change | Currency per US\$ |        | % Change (A/D/U)* |   |                      |                     |                   |                         |
| US           | 18,613.52 | +0.64    | US Dollar         |        |                   |   | +0.818               | +1.0 2/             | +1.204            | 3.50                    |
| Japan        | 16,735.12 | U        | Yen               | 101.37 | +0.09             | D | -0.025               | -0.4 2/             | +0.000            | 1.48                    |
| Germany      | 10,742.84 | +0.86    | Ger. Mark****     |        |                   |   | -0.319               | +0.4 2/             | -0.198            | 0.25                    |
| Britain      | 6,914.71  | +0.70    | British Pound     | 0.77   | +0.65             | D | +0.381               | +1.6 2/             | +0.501            | 0.25                    |
| France       | 4,503.95  | +1.17    | Fr. Franc****     |        |                   |   | -0.319               | +0.2 2/             | -0.198            | 0.25                    |
| Canada       | 14,796.06 | +0.14    | Can. Dollar       | 1.30   | +0.05             | D | +0.895               | +1.5 2/             | +1.019            | 2.70                    |
| Italy        | 16,969.69 | +1.06    | Lira****          |        |                   |   | -0.319               | -0.2 2/             | -0.198            | 0.25                    |
| E M U        | 2,898.18  | +0.86    | Euro              | 0.90   | +0.22             | D | -0.319               | +0.2 2/             | -0.198            | 0.25                    |

Sources: Bloomberg, The Economist

- /a Difference from rates in previous auction
- /b Difference from previous report
- /c Source: Bloomberg data of August 11, 2016 vs August 10, 2016
- \* A – appreciate; D – depreciate: U – unchanged
- \*\* Data from PDEX for August 11, 2016 taken at 10:30 a. m. August 12, 2016
- \*\*\* Spread over US Treasuries for ROPs, 10Yr. JPY swap for Samurai and GS (after tax) for GPN
- \*\*\*\* Euro currency
- ... Nil
- na- Not applicable
- U Unchanged
- 1/ July 2016 (Base index 2006 = 100)
- 2/ July 2016