



Latest Auction Results				RP Benchmark			PDS Summary			Asian Currencies		
TBills	Ave.	Prev.	Vol.	Date	TBills	\$/Php	5/28/02	05/27/02	As of 05/29/02 9:37 AM			
91D	4.569	4.381	2.725	05/27/02	3MO	4.908%				\$/CURRE	BID	OFFER
182D	5.344	5.016	1.935	05/27/02	6MO	5.649%	Open	50.400	50.400			
364D	5.707	5.136	0.645	05/27/02	1YR	6.654%	High	50.400	50.750	JPY	124.630	124.650
FXTN	Cpn	Prev.	Vol.	Date	FXTN		Low	49.950	50.375	IDR	8815.00	8835.00
2YR	9.500	12.750	3.605	04/02/02	2YR	8.390%	Close	50.070	50.530	SGD	1.794	1.794
5YR	13.000	13.000	3.000	04/09/02	5YR	11.551%	Ave.	50.138	50.090	TWD	34.247	34.252
7YR	15.625	16.000	3.000	11/13/01	7YR	12.480%	Vol.	294.250	220.500	THB	42.565	42.615
10YR	13.000	16.500	3.000	04/23/02	10YR	12.905%				HKD	7.800	7.800
20YR	15.000		4.000	03/12/02	20YR	14.702%						
25YR	18.250		5.286	11/28/00	25YR	15.560%						

DIRECTORY

Bobby Reyes
SVP-Treasurer

Interest Rates
Raffy Algarra 888-7030
FVP

Sheila Gomez 888-7032
Alan Atienza 888-7031
Buddy Corpus 888-7033
Paolo Maranon 888-7027
Mike Navarro 888-7028
Jennie Cao 888-7026

Foreign Exchange (FX)
Jojo Jacob 888-7023
FVP

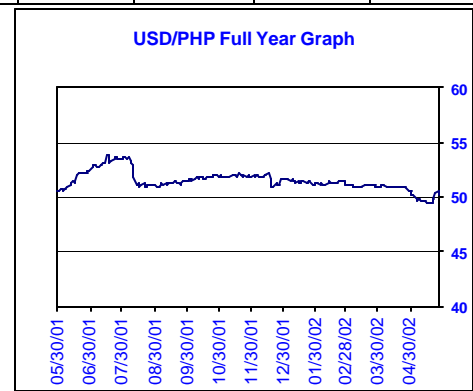
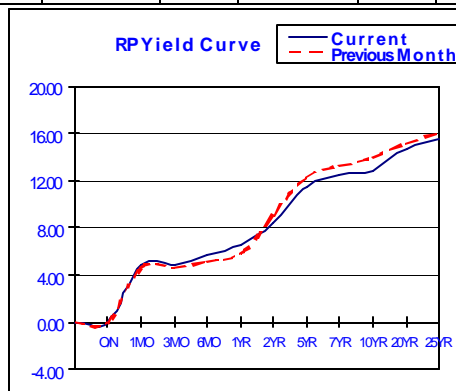
Mark Padua 888-7024
Star Bayaua 888-7021
Mark Capitan 888-7022

Interest Rate Sales
Oslec Lopez 888-7005
VP

Cheche Serrano 888-7007
Johanna Songco 888-7003
Bibi Banda 888-7006
Andre' Ibarra 888-7008
Rommel Dionisio 888-7002
Jed Acayan 888-7004

FX Sales
Cathy Coseip 888-7015
VP

Roman Leus 888-7011
VP
Jill Rances 888-7016
Jocelyn Uy 888-7013
Amanda Lim 888-7014



Interest Rates Update

Philippine Government Securities.

Yields of government securities rose by 30 basis points as market players reacted negatively to the rise in T-bill rates. The 4 yr note was also awarded at an average of 11.036%, with the Bureau of Treasury accepting Php 2.07 billion worth of bids against its offering of Php 3.0 billion for the said tenor. Yields are expected to continue inching up, with the focus being on the government's ability to meet its deficit target for the year. The short end of the yield curve probably has the largest upside as the market will likely bid up rates again on the next auction.

Philippine Sovereign USD Bonds

Philippine sovereign bonds traded higher yesterday as retail investors came in. ROP08, ROP09, ROP10, and ROP19 were lifted at 106.625-106.75, 103.25-103.50, 111.875, and 105.00 respectively. We expect Philippine papers to continue to trade higher in the near term. Meanwhile, US Treasuries fell as the government plans to issue two-year notes tomorrow, to finance its first budget deficit since 1997.

Currencies Update

USD/PHP

The comments of BSP governor Buenaventura, that the USD/PHP should trade within the 49.50 - 50.00 range, weighed heavily on the market. The USD/PHP plunged to 49.95 after opening at 50.40, before settling at 50.07. Supports at 49.92 and 49.85 are expected to be tested today, while the resistance levels are at 50.10 and 50.18.

Asian Currencies

The USD faltered overnight across the board on concerns that the pace of U.S. recovery is slowing down. U.S. consumer spending rose by only 0.5 percent from the previous month's 0.4 percent as compared to expected 0.7 percent. Consumer confidence was likewise higher at 109.08 but still below expectations of 110.7. The USD/JPY fell to 124.29 from 124.91. The EUR/USD rose to 0.9309 from 0.9193. The GBP/USD shot up to 1.4636 from 1.4550.

TERM OF THE WEEK

Resistance – The upper limit of a trading range of a particular currency.

The information given in this bulletin is believed to be correct. However, no guarantee is given as to their accuracy and no responsibility is accepted for errors or omissions, or for any consequences arising there from.