



FIRST METRO
INVESTMENT CORPORATION

Metrobank Group



PHILIPPINES ON THE RISE

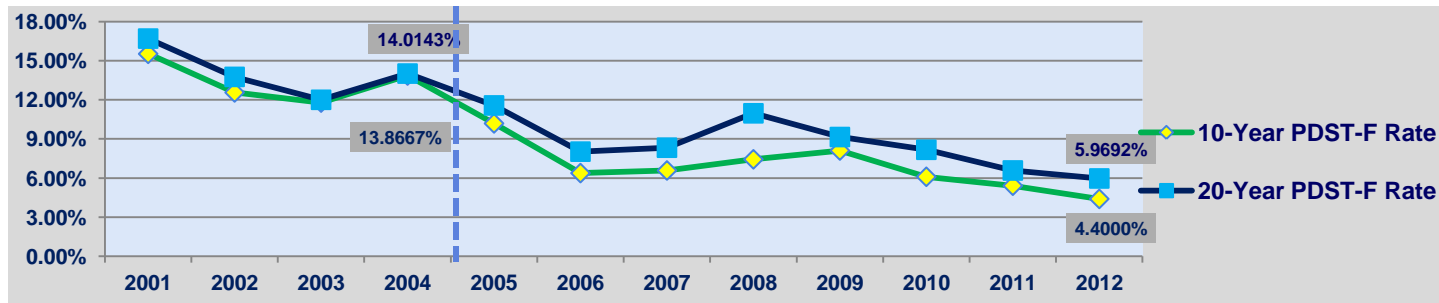
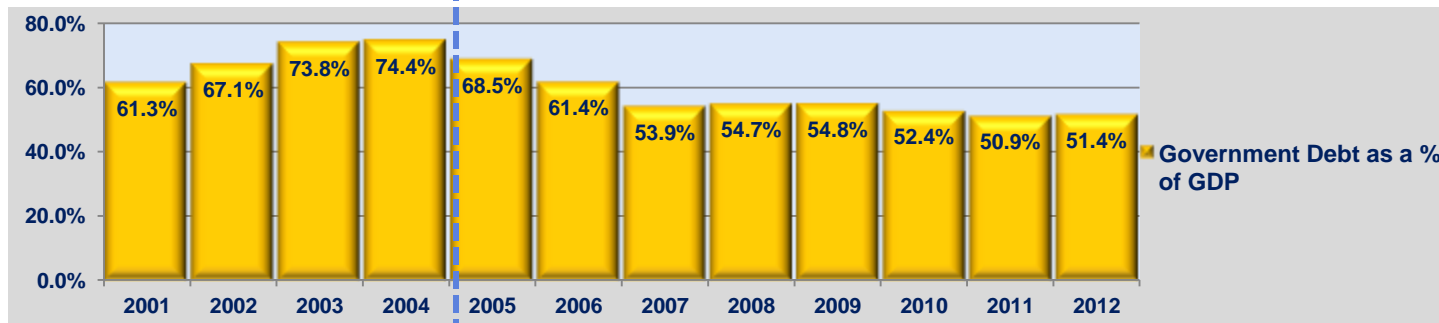
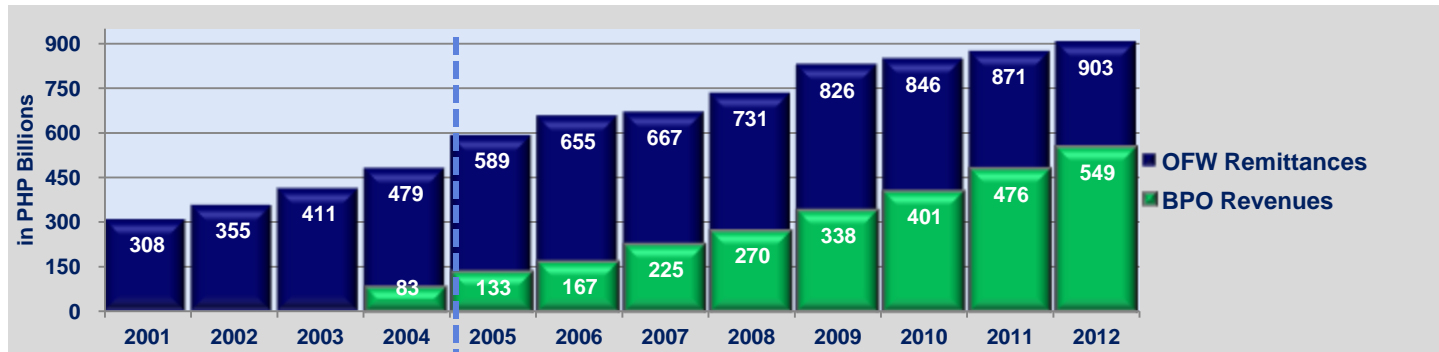
2013 Economic Outlook

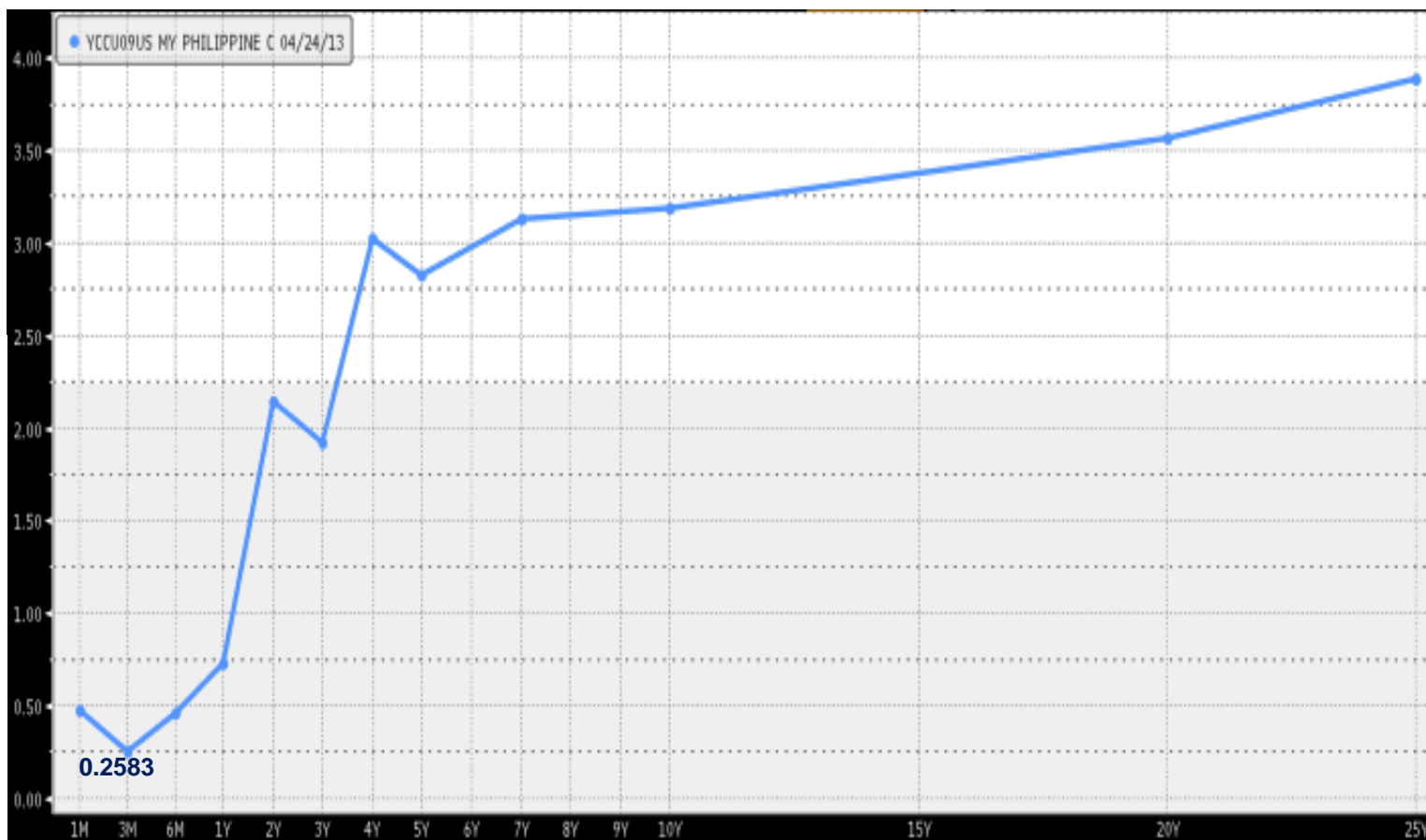
Fixed Income Market

A 3D bar chart with a rising arrow, symbolizing growth in the fixed income market. The chart consists of several vertical bars of increasing height from left to right, with a large, curved arrow pointing upwards and to the right, indicating a strong upward trend. The entire scene is rendered in shades of blue and cyan, with a reflective surface at the bottom.

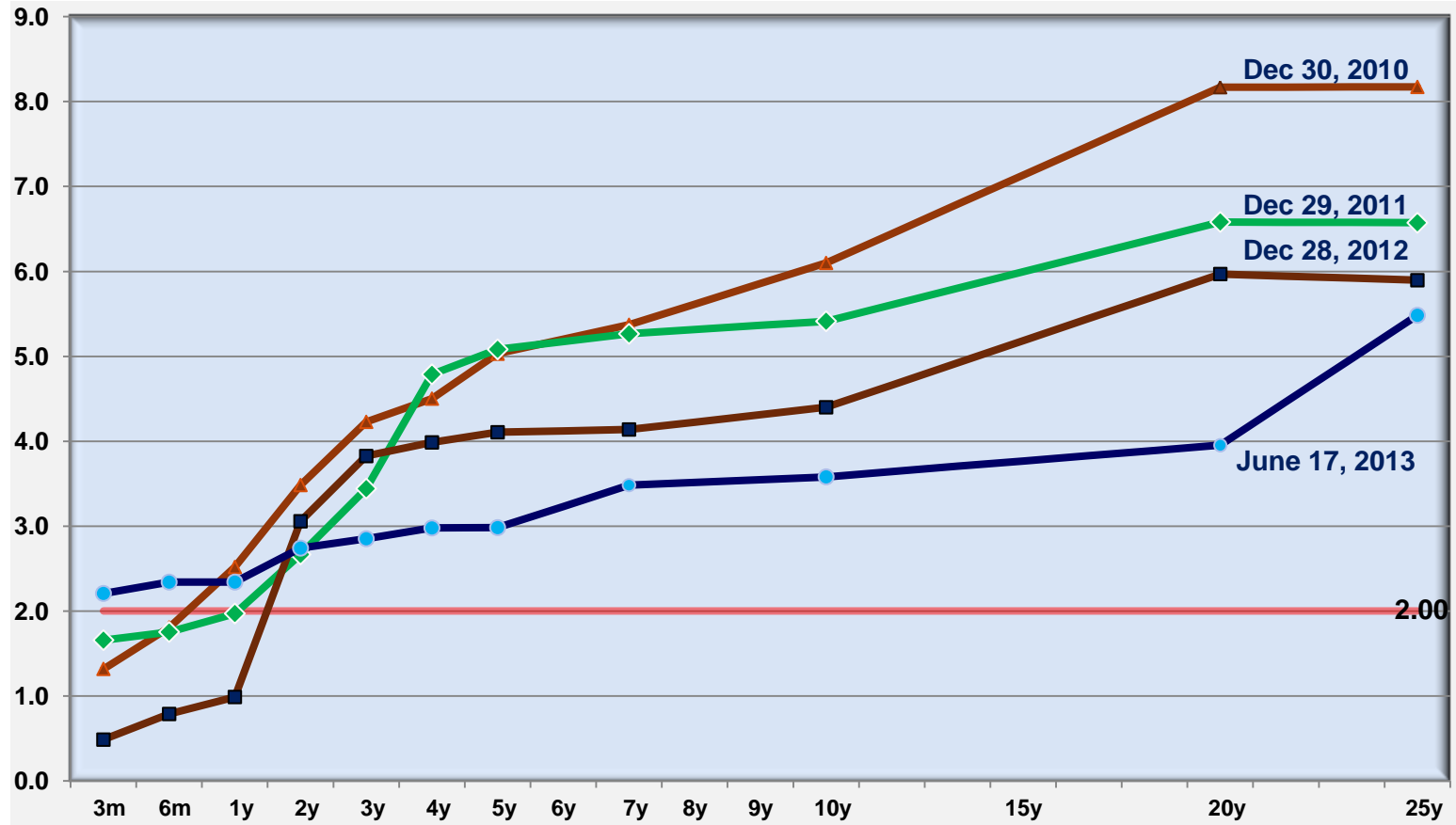
June 18, 2013

2005-2012: Supply is King



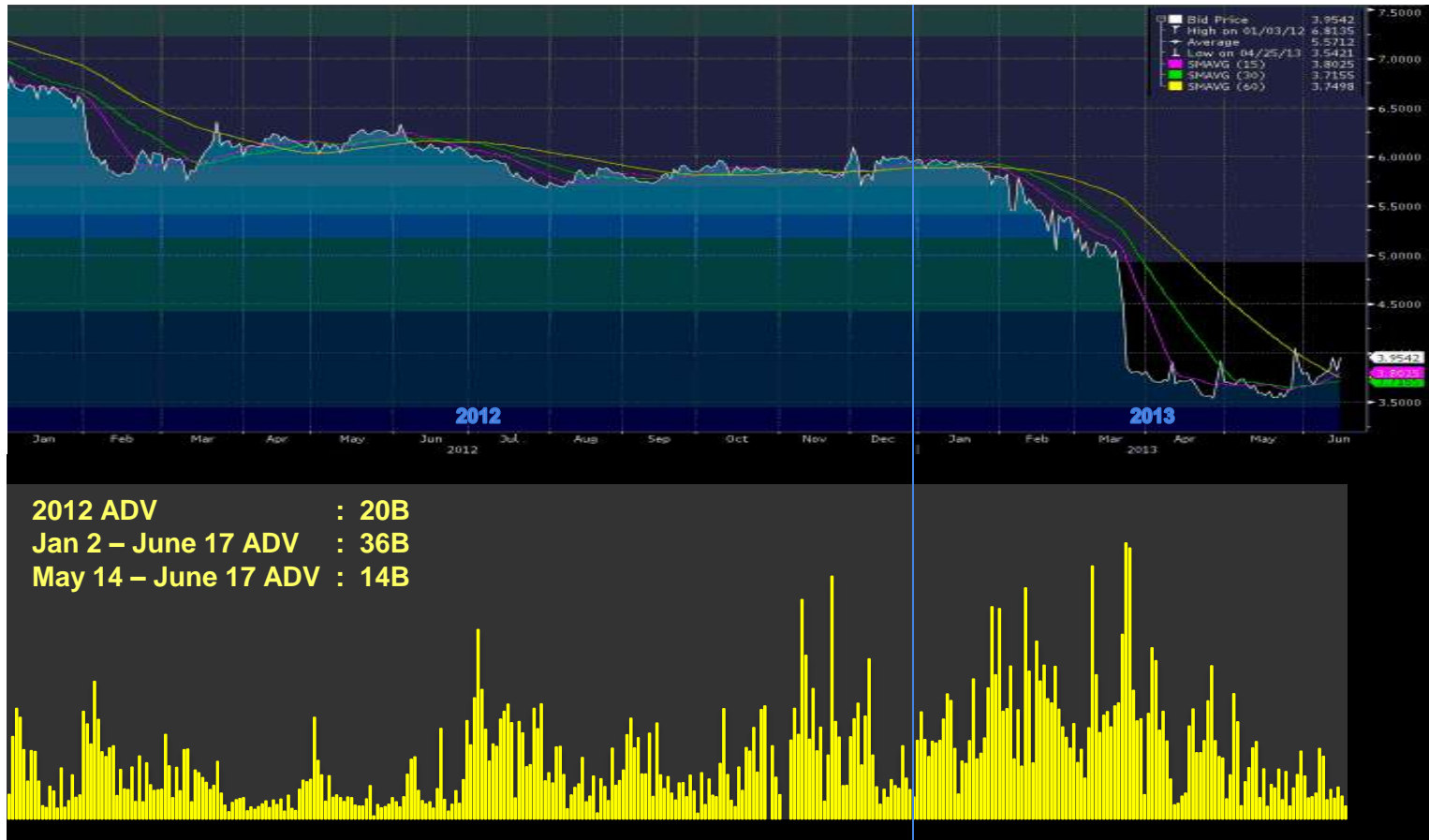


Philippine Yield Curve
April 24, 2013



**Philippine Yield Curve
2010 - 2013**

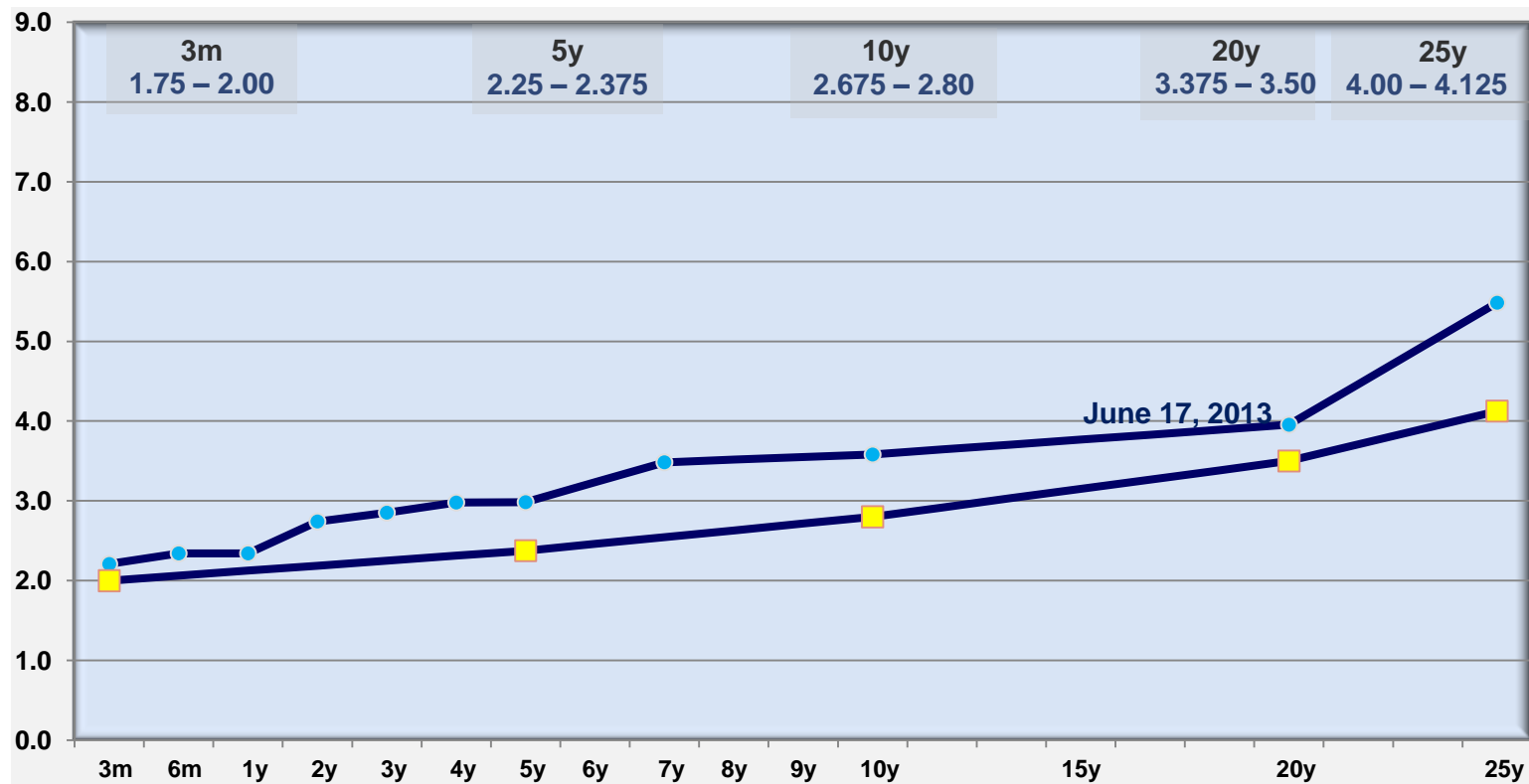
2013



20-Year PDST-F Moving Average
January 2, 2012 – June 17, 2013

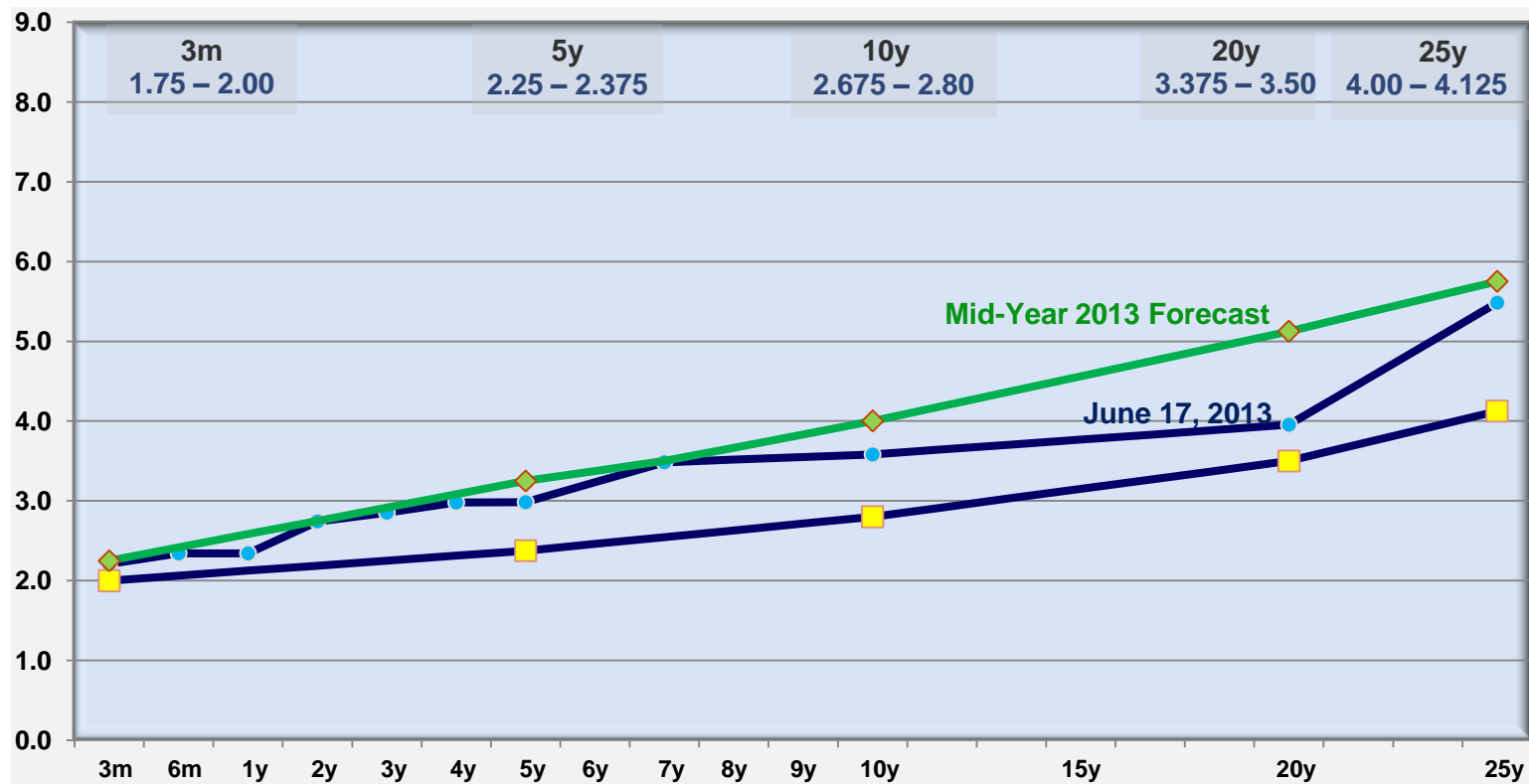
Fixed Income Market

Philippine Yield Curve, December 2013 Forecast



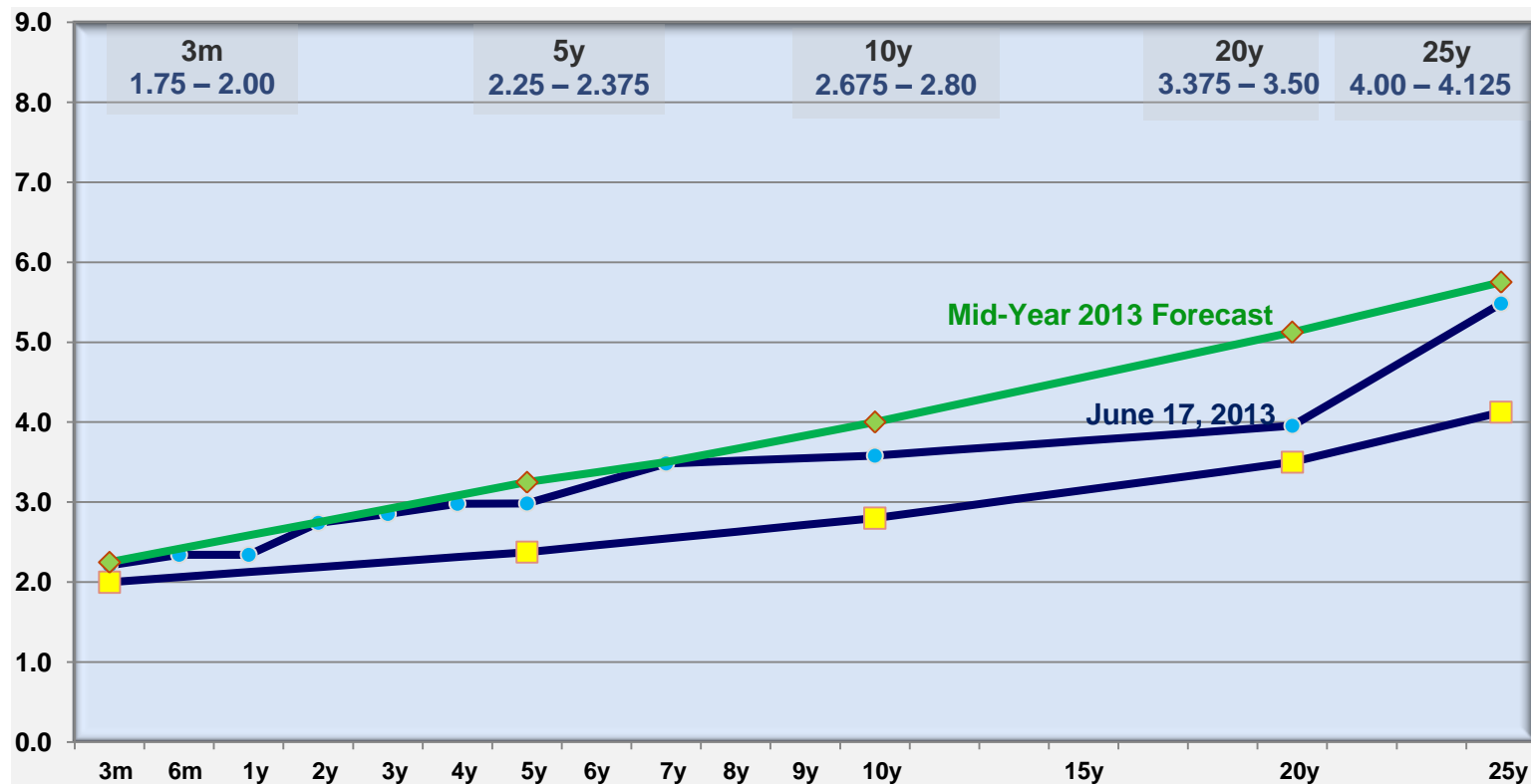
Fixed Income Market

Philippine Yield Curve, December 2013 Forecast



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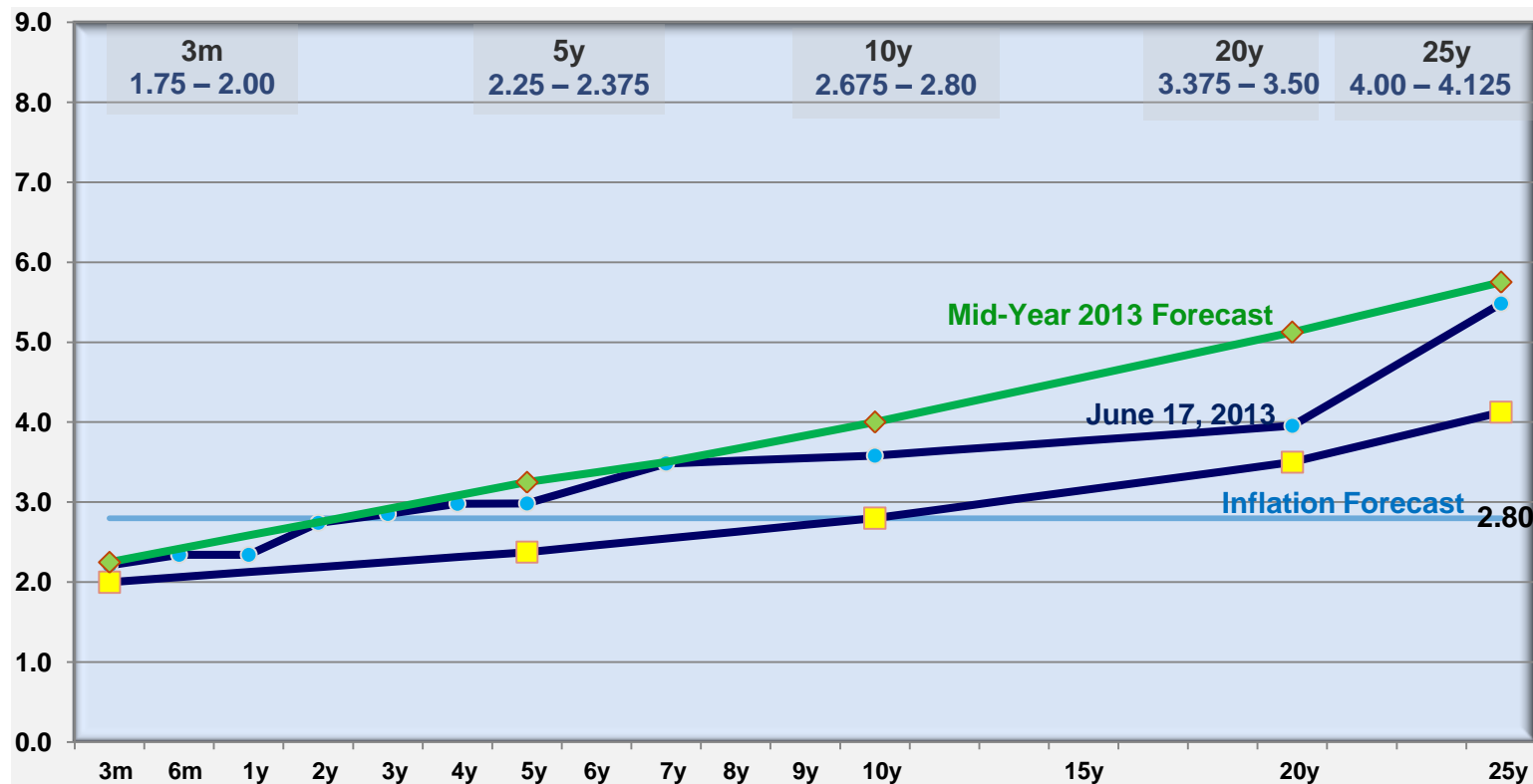


MAJOR FACTORS

1. Offshore Markets
2. Inflation
3. Liquidity & SDA Levels
4. Special Government Borrowings

Fixed Income Market

Philippine Yield Curve, December 2013 Forecast

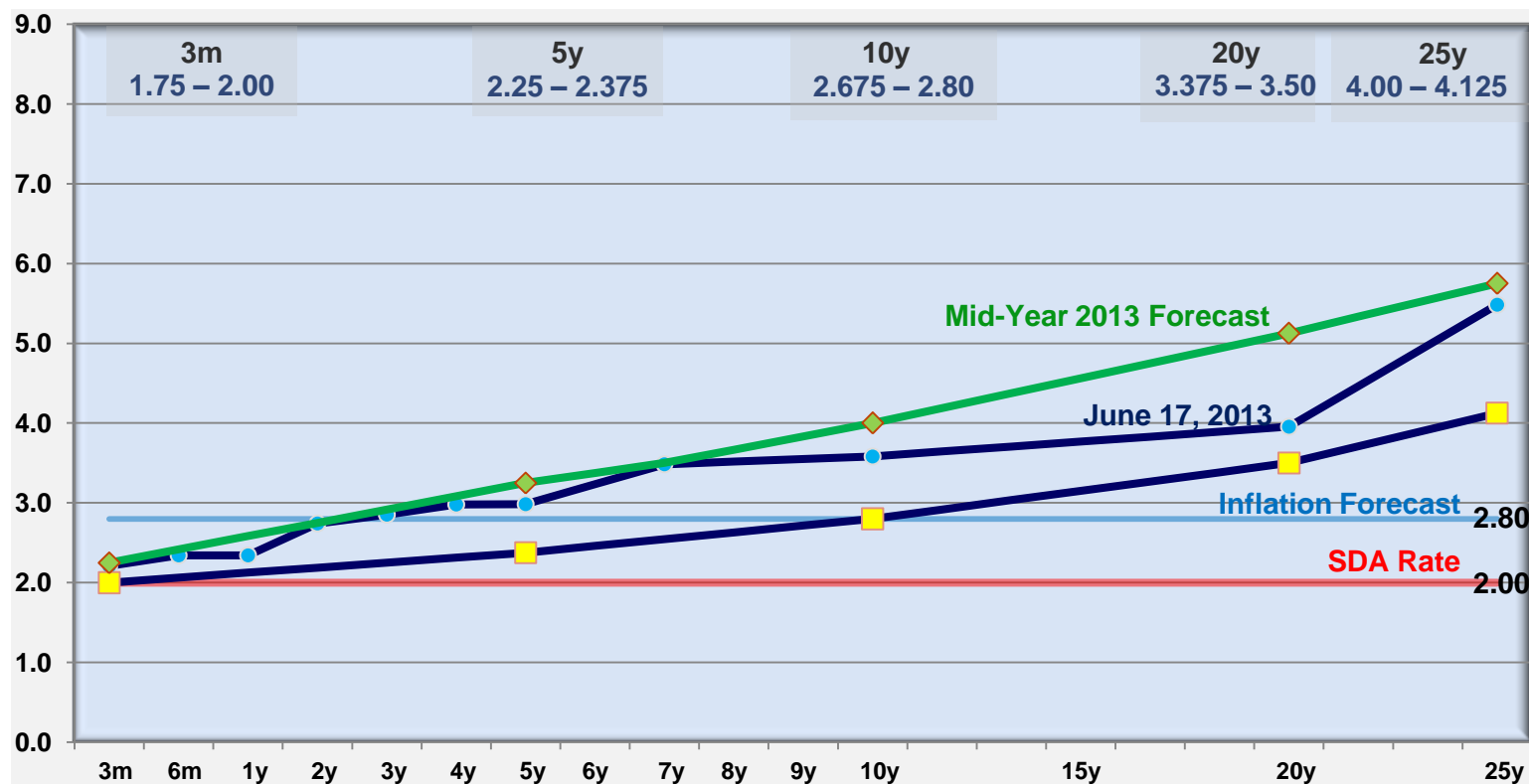


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2013 Yields Forecast

Philippine Fundamentals Remain Strong

	Current Yields (as of June 17, 2013)	Projection (Dec 2013)
25y	5.4833	4.000 – 4.125
20y	3.9542	3.375 – 3.500
10y	3.5808	2.675 – 2.800
5y	2.9833	2.250 – 2.375
3m	2.2083	1.750 – 2.000

Thank You

www.firstmetro.com.ph