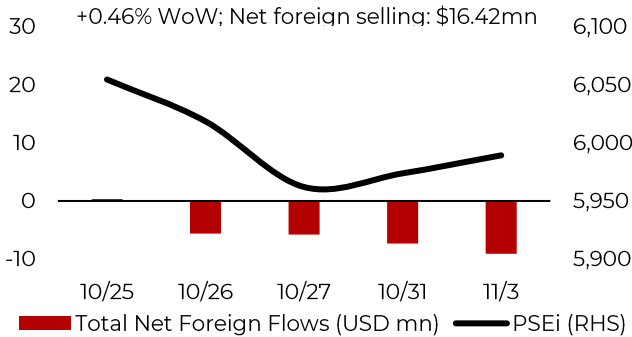


The Weekly Review

NOVEMBER 6, 2023

Philippine Stock Exchange Index



	Level	WoW
PSEi	5,989.27	+0.46%
3-mo bond yield	6.17%	+6.43 bps
2-yr bond yield	6.59%	+9.76 bps
10-yr bond yield	7.00%	+5.73 bps
USDPHP	56.1	-1.50%
Oil (Brent, \$ / barrel)	84.89	-6.18%

Local equities rebounded amid bargain hunting and improved investors' sentiment following the US Fed's pause in hiking its benchmark rates. Nonetheless, the index remained below the 6,000 level as investors maintained a cautious stance as they await the release of inflation and GDP data in the coming days.

Top performers were Alliance Global Group, Inc. (AGI; 6.11%), LT Group, Inc. (LTG; 3.41%), and Wilcon Depot, Inc (WLCON; 3.03%). Meanwhile, Semirara Mining and Power Corp. (SCC; -3.49%), GT Capital Holdings, Inc. (GTCAP; -4.35%), and Monde Nissin Corporation (MONDE; -7.17%) were the laggards of the week.

Local fixed income yields continued to rise following the 25-bp hike from the Bangko Sentral ng Pilipinas. Investors also weighed the pause from the US Federal Reserve.

▲ On average, yields rose by 7 bps, with the 2Y closing at 6.59% (+10 bps) and the 10Y closing at 7% (+6 bps).

The Philippine peso strengthened amid the seasonal increase in remittances during last week's holidays, lower oil prices, and less hawkish signals from the US Fed.

▼ USD/PHP pair closed at 56.10 (-1.50% WoW)

US equities gained as investors digested the US Federal Reserve's decision to keep rates in the 5.25-5.5% range. Investors also weighed several labor data releases, which pointed to the labor market gradually slowing down. This boosted hopes that the Fed could be done with raising rates this year.

▲ S&P 500 closed at 4,358.34 (+5.85% WoW)

▲ DJIA closed at 34,061.32 (+5.07% WoW)

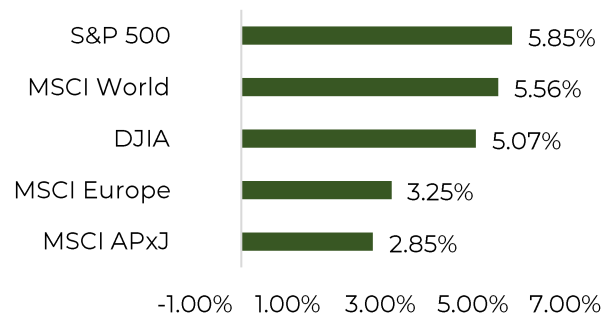
US Treasury yields declined after the US Federal Reserve held the policy rates steady during its meeting last week. Yields also pulled back after key employment data releases which include the nonfarm payroll additions, unemployment rate, and average hourly earnings came in softer-than-expected in October. These supported the view that the Fed may be near the end of its tightening cycle.

▼ On average, US treasury yields fell by 19 bps WoW with the 10Y closing at 4.57% (-27 bps)

The **US Dollar** weakened after the Federal Reserve continued to pause its rate hiking cycle in its latest meeting. The dollar tumbled further as the October jobs data came in lower than expected, reinforcing views that the policy rates are already at their peaks.

▼ The DXY closed at 105.02 (-1.44% WoW).

Global Stock Indices



	Level	WoW
S&P 500	4,358.34	+5.85%
DJIA	34,061.32	+5.07%
3-mo US Treasury yield	5.43%	-3.50 bps
2-yr US Treasury yield	4.84%	-16.10 bps
10-yr US Treasury yield	4.57%	-26.50 bps
DXY	105.02	-1.44%