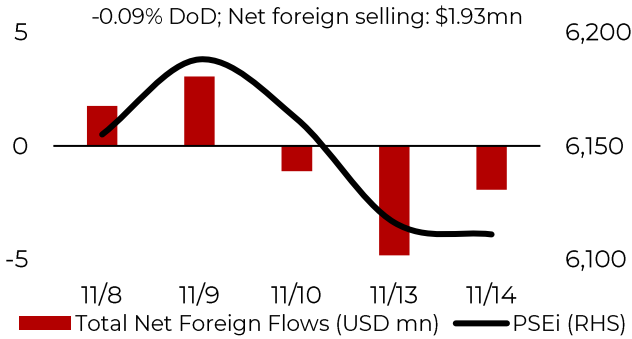


Philippine Stock Exchange Index



	Level	DoD
PSEi	6,110.88	-0.09%
3-mo bond yield	6.19%	-1.68 bps
2-yr bond yield	6.42%	-4.32 bps
10-yr bond yield	6.70%	-4.05 bps
USDPHP	56.06	0.00%
Oil (Brent, \$ / barrel)	82.47	-0.06%

The Philippine Statistics Authority (PSA) reported that foreign investment pledges have surged by 109% YoY to Php27.3 billion in the third quarter. Most of which came from Singapore, Taiwan, and the United Kingdom. However, investment commitments fell by 54% versus the second quarter due to challenging macroeconomic conditions.

Ayala Corporation (Ticker: AC) grew its attributable net income by 82.2% YoY in the third quarter as its business units showed robust performance. Consequently, AC logged a 35% YoY growth in its attributable net income to Php32.31 billion in the first nine months of 2023.

Local equities fell as investors positioned ahead of the US inflation print's release and as sentiment was dampened by the slower bank lending growth. The PSEi closed at 6,110.88 (-0.09% DoD).

Local fixed income yields declined amid increased expectations of a cooler US CPI reading for October which was released overnight. On average, yields fell by 3.53 bps, with the 2Y closing at 6.42% (-4.32 bps) and the 10Y closing at 6.7% (-4.05 bps).

The **Philippine peso** closed unchanged ahead of the release of the US CPI inflation report for October. The USD/PHP pair closed at 56.06 (+0.0% DoD).

US Consumer Price Index (CPI) rose 3.2% YoY in October (Sept: 3.7%) but was flat MoM (Sept: 0.4%) as gasoline prices dropped while the rise in rent prices slowed down. Stripping out volatile food and energy prices, core CPI slightly eased to 0.2% MoM and 4.0% YoY (Sept: 0.3% MoM, 4.1% YoY).

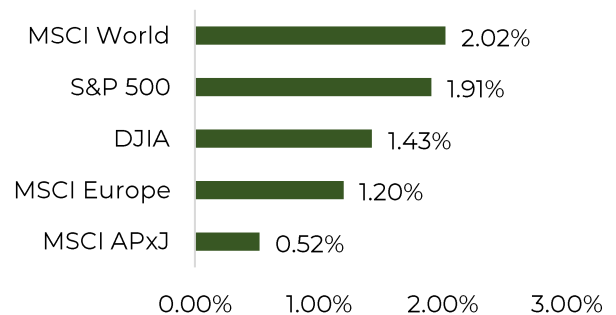
Eurozone third quarter Gross Domestic Product marginally contracted 0.1% QoQ amid economic headwinds from elevated inflation and high interest rates. In contrast, employment market was resilient showing a 0.3% QoQ increase in the same period.

US equities climbed as the slower October CPI print bolstered hopes that the US Fed may be done with raising rates further. The S&P 500 closed at 4,495.70 (+1.91% DoD) and the DJIA closed at 34,827.70 (+1.43% DoD).

US Treasury yields tumbled as investors digested the cooler-than-expected October CPI inflation print, reinforcing bets that the Fed is done raising policy rates. On average, yields fell by 14.72 bps, with the 2Y closing at 4.84% (-20.10 bps) and the 10Y closing at 4.45% (-19.30 bps).

The **US dollar** weakened after the slower-than-expected October inflation print, supporting views that policy rates have peaked. The DXY closed at 104.05 (-1.49% DoD).

Global Stock Indices



	Level	DoD
S&P 500	4,495.70	+1.91%
DJIA	34,827.70	+1.43%
3-mo US Treasury yield	5.42%	-1.60 bps
2-yr US Treasury yield	4.84%	-20.10 bps
10-yr US Treasury yield	4.45%	-19.30 bps
DXY	104.05	-1.49%