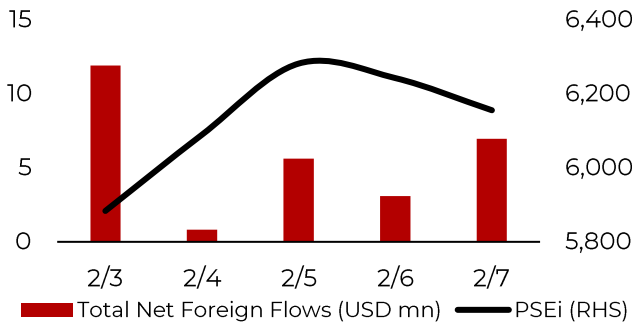


# The Morning View

February 10, 2025

## Philippine Stock Exchange Index

-1.39% DoD; Net foreign buying: \$6.94mn



	Level	DoD
PSEi	6,154.99	-1.39%
3-mo bond yield	5.17%	-6.35 bps
2-yr bond yield	5.78%	+1.47 bps
5-yr bond yield	5.92%	+0.55 bps
10-yr bond yield	6.12%	-0.12 bps
USDPHP	58.03	-0.26%
Oil (Brent, \$ / barrel)	74.66	+0.50%

**The Bangko Sentral ng Pilipinas (BSP) is expected to cut its policy rate by 25 bps to 5.5% at its policy meeting on Feb. 13, based on a BusinessWorld poll.** This is amid expectations of within-target local inflation and weaker-than-expected gross domestic product in 4Q24.

**Globe Telecom Inc. (PSE Ticker: GLO) posted a FY24 net income of Php24.3 billion, down by 1% YoY, as record-high revenues were partly offset by higher depreciation expenses.** Excluding one-offs (such as tower sales), core net income for FY24 reached Php21.5 billion (+14% YoY).

**Local equities** declined, **local fixed income yields** fell, and the **Philippine peso** slightly strengthened ahead of the BSP's first policy meeting later this week. The local stock market also dipped as investors continued to take profit following the market's recent rebound.

The PSEi closed at 6,154.99 (-1.39% DoD).

On average, yields fell by 1.97 bps, with the 2Y closing at 5.78% (+1.47 bps) and the 10Y closing at 6.12% (-0.12 bps).

The USD/PHP pair closed at 58.03 (-0.26% DoD).

**US nonfarm payrolls rose by 143,000 in January (Dec. revised: 307,000),** below market expectations of 175,000. Meanwhile, the **unemployment rate fell to an eight-month low of 4.0%,** below market expectations of 4.1%. The new population weights, which only apply to January and upcoming reports, raised the jobless rate by 0.1%, but it would have dipped by 0.2% without the new controls.

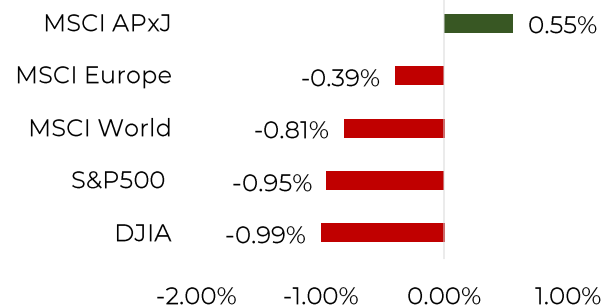
**US President Trump said that he will announce new 25% tariffs on all steel and aluminum imports into the US.** These would be added on top of existing metal duties. He also noted that tariff rates levied by other countries would be matched by the US.

**US equities** declined after Trump said that he plans to announce reciprocal tariffs on multiple countries later this week. The S&P 500 closed at 6,025.99 (-0.95% DoD) and the DJIA closed at 44,303.4 (-0.99% DoD).

**US Treasury yields** rose after the stronger wage growth data in January and higher one-year consumer inflation expectations reignited inflationary concerns. On average, yields rose by 5.07 bps, with the 2Y closing at 4.29% (+7.50 bps) and the 10Y closing at 4.50% (+6.10 bps).

The **US dollar** strengthened as investors weighed Trump's new tariff threats, the mixed January jobs report, and higher consumer inflation expectations. The DXY closed at 108.04 (+0.33% DoD).

## Global Stock Indices



	Level	DoD
S&P 500	6,025.99	-0.95%
DJIA	44,303.40	-0.99%
3-mo US Treasury yield	4.34%	+1.10 bps
2-yr US Treasury yield	4.29%	+7.50 bps
5-yr US Treasury yield	4.35%	+7.40 bps
10-yr US Treasury yield	4.50%	+6.10 bps
DXY	108.04	+0.33%

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