

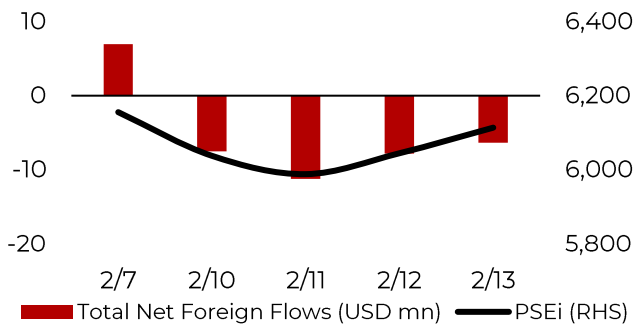


The Morning View

February 14, 2025

Philippine Stock Exchange Index

+1.14% DoD; Net foreign selling: \$6.35mn



	Level	DoD
PSEi	6,113.19	+1.14%
3-mo bond yield	5.17%	+0.83 bps
2-yr bond yield	5.80%	+1.82 bps
5-yr bond yield	5.96%	+3.98 bps
10-yr bond yield	6.15%	+3.62 bps
USDPHP	58.06	-0.22%
Oil (Brent, \$ / barrel)	75.02	-0.21%

The Bangko Sentral ng Pilipinas (BSP) unexpectedly held its key policy rate steady at 5.75% amid global uncertainties. Nonetheless, BSP Governor Remolona noted that the central bank is “still in the easing cycle.” He also signaled that the reserve requirement ratio will likely be cut from 7% to 5% in 1H25.

Jollibee Foods Corporation (PSE Ticker: JFC) disclosed that the Philippine Stock Exchange approved its request to remove the foreign ownership limit from 40%. This follows JFC's amendment to its primary and secondary purposes in its Articles of Incorporation to remove its ability to own, acquire, mortgage, pledge, or encumber land.

Local equities rose, **local fixed income yields** climbed, and the **Philippine peso** strengthened as investors focused on the Bangko Sentral ng Pilipinas' (BSP) policy decision. Traders also digested news of Jollibee Foods Corp. getting approval to remove its foreign ownership limit as well as weighed reports of potential peace talks between Russia and Ukraine.

The PSEi closed at 6,113.19 (+1.14% DoD).

On average, yields rose by 2.01 bps, with the 2Y closing at 5.80% (+1.82 bps) and the 10Y closing at 6.15% (+3.62 bps).

The USD/PHP pair closed at 58.06 (-0.22% DoD).

US Producer Price Index (PPI) inflation rose to 3.5% YoY in January (Dec. revised: 3.5%), above the market's expectation of 3.3%. The increase in the PPI was across goods and services. This was largely driven by the rise in energy goods prices, the jump in food prices, as well as a surge in wholesale prices of hotel and motel rooms.

US President Donald Trump signed a memo on reciprocal tariffs directed to countries that have levies imposed on US goods. He mentioned that the tariffs will be proportionate to what is being charged for purposes of fairness. Targeted countries include China, Japan, South Korea, and the European Union.

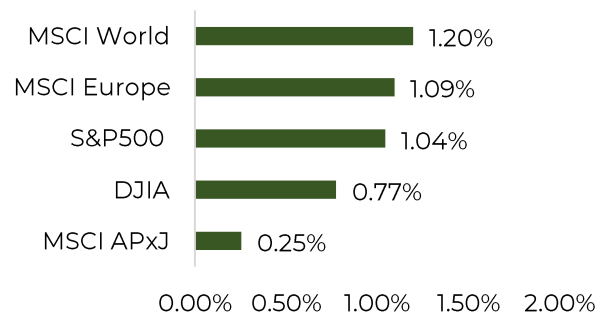
US equities rose, **US Treasury yields** fell, and the **US dollar** weakened as investors weighed possible peace talks between Russia and Ukraine. This was also after Trump announced his plans to introduce reciprocal tariffs but with a delay in the implementation.

The S&P 500 closed at 6,115.07 (+1.04% DoD) and the DJIA closed at 44,711.43 (+0.77% DoD).

On average, yields fell by 5.95 bps, with the 2Y closing at 4.31% (-4.60 bps) and the 10Y closing at 4.53% (-9.80 bps).

The DXY closed at 107.31 (-0.58% DoD).

Global Stock Indices



	Level	DoD
S&P 500	6,115.07	+1.04%
DJIA	44,711.43	+0.77%
3-mo US Treasury yield	4.33%	-0.90 bps
2-yr US Treasury yield	4.31%	-4.60 bps
5-yr US Treasury yield	4.39%	-7.80 bps
10-yr US Treasury yield	4.53%	-9.80 bps
DXY	107.31	-0.58%

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