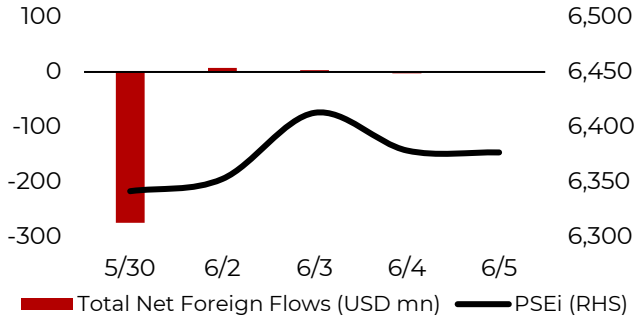


The Morning View

June 9, 2025

Philippine Stock Exchange Index

-0.03% DoD; Net foreign buying: \$1.55mn



	Level	DoD
PSEi*	6,376.79	-0.03%
3-mo bond yield*	5.44%	+2.66 bps
2-yr bond yield*	5.71%	+0.44 bps
5-yr bond yield*	5.90%	-0.84 bps
10-yr bond yield*	6.30%	-0.93 bps
USDPHP*	55.62	-0.27%
Oil (Brent, \$ / barrel)	66.47	+1.73%

*As of June 5, 2025

US nonfarm payrolls rose by 139k in May (Apr. Revised: 147k).

This beat market's expectations of 126k and was driven by the health care, leisure and hospitality, and social assistance sectors. Meanwhile, the unemployment rate was steady at 4.2% in May.

The European Central Bank (ECB) cut its key interest rates by 25 bps, as expected by the market.

The deposit facility, the main refinancing operations, and the marginal lending facility were lowered to 2.00%, 2.15%, and 2.40%, respectively. ECB President Christine Lagarde said that the central bank's rates are in a "good position" to navigate uncertain conditions.

US equities rose, **US Treasury yields** jumped, and the **US dollar** strengthened after the stronger-than-expected May nonfarm payrolls report eased worries over the health of the economy. Investors also assessed the news that three US cabinet officials will meet representatives of China to discuss a trade deal.

The S&P 500 closed at 6,000.36 (+1.03% DoD), while the DJIA ended at 42,762.87 (+1.05% DoD).

On average, yields rose by 8.19 bps, with the 2Y closing at 4.04% (+11.50 bps) and the 10Y closing at 4.51% (+11.50 bps).

The DXY closed at 99.19 (+0.45% DoD).

The Philippine Statistics Authority (PSA) reported that the local headline inflation eased to 1.3% in May (April: 1.4%), in line with market expectations. This was attributed to the slower rise in utility prices, decline in fuel costs, and steady food inflation. The May inflation print brought the year-to-date average to 1.9%, falling below the Bangko Sentral ng Pilipinas' (BSP) 2-4% target band.

First Gen Corporation's (PSE Ticker: FGEN) geothermal energy arm, Energy Development Corp. (EDC), said it plans to invest up to Php30 billion to increase its geothermal capacity. The expansion includes the drilling of 40 new wells through 2026. EDC is also commissioning 83 megawatts of new geothermal capacity and 40 megawatt-hours of battery storage.

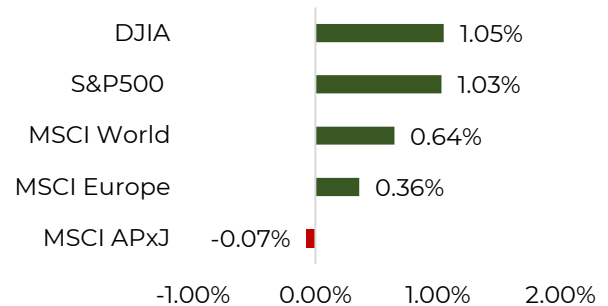
Local equities was flat, **local fixed income yields** ended mixed, and the **Philippine peso** strengthened despite the cooler May local inflation print. Moreover, investors digested the below-consensus US ADP private payrolls data for May and awaited the release of the US nonfarm payroll report. Local equities were also weighed down by thin market turnover ahead of the long weekend.

The PSEi closed at 6,376.79 (-0.03% DoD).

On average, yields rose by 0.23 bps, with the 2Y closing at 5.71% (+0.44 bps) and the 10Y closing at 6.30% (-0.93 bps).

The USD/PHP pair closed at 55.62 (-0.27% DoD).

Global Stock Indices



	Level	DoD
S&P 500	6,000.36	+1.03%
DJIA	42,762.87	+1.05%
3-mo US Treasury yield	4.35%	+0.40 bps
2-yr US Treasury yield	4.04%	+11.50 bps
5-yr US Treasury yield	4.12%	+12.90 bps
10-yr US Treasury yield	4.51%	+11.50 bps
DXY	99.19	+0.45%

As of June 6, 2025

This material, which is strictly for information purposes only, is for your sole use, does not constitute a recommendation or an offer to sell or a solicitation to buy any financial product. Any information is subject to change without notice and BPI Wealth is not under any obligation to update or keep current the information contained herein. You are advised to make your own independent judgment with respect to the matter contained in this document. No liability whatsoever is accepted for any loss that may arise (whether direct or consequential) from any use of the information contained herein.

All funds managed by BPI Wealth are Trust and/or Investment Management Funds, which do not carry any guarantee of income or principal, and are NOT covered by the Philippine Deposit Insurance Corporation. Past performance is not a guarantee of future results. BPI Wealth Investment Funds are valued daily using the marked-to-market method.