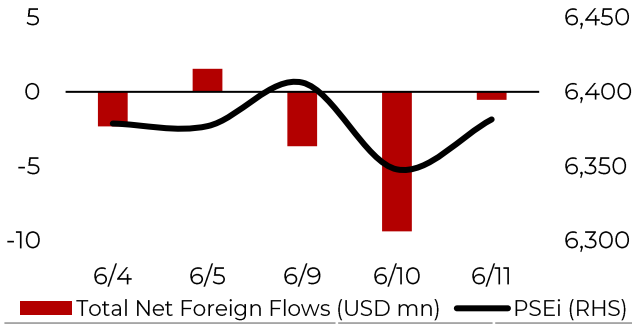


# The Morning View

June 13, 2025

## Philippine Stock Exchange Index

+0.53% DoD; Net foreign selling: \$0.54mn



	Level	DoD
PSEi*	6,381.32	+0.53%
3-mo bond yield*	5.44%	-0.15 bps
2-yr bond yield*	5.71%	-0.49 bps
5-yr bond yield*	5.93%	+2.27 bps
10-yr bond yield*	6.33%	+2.94 bps
USDPHP*	55.89	+0.10%
Oil (Brent, \$ / barrel)	69.36	-0.59%

\*As of June 11, 2025

**US headline consumer price index (CPI) inflation rose to 2.4% YoY in May (Apr: 2.3%), in line with market's expectations.** This was driven by higher shelter costs, which was offset by cheaper gasoline prices. Meanwhile, core CPI inflation remained steady at 2.8% YoY, below consensus estimates (Apr: 2.8%; consensus: 2.9%).

**US President Donald Trump announced a trade deal with China with tariffs lowered at 55% on Chinese goods from 145% and 10% on US goods from 125%.** The deal also removed Chinese export restrictions on rare earth minerals, and allowed Chinese students access to US universities. Treasury Secretary Bessent stated restrictions on high-end artificial chips would not be reduced in return for access to China's minerals.

**US equities rose, US Treasury yields closed lower, and the US dollar weakened** after the slower-than-anticipated US core CPI inflation and higher-than-expected jobless claims data, which raised bets of further rate cuts from the Fed this year.

The S&P 500 closed at 6,045.26 (+0.38% DoD), while the DJIA ended at 42,967.62 (+0.24% DoD).

On average, yields fell by 4.17 bps, with the 2Y closing at 3.91% (-4.40 bps) and the 10Y closing at 4.36% (-6.10 bps).

The DXY closed at 97.92 (-0.72% DoD).

**The Philippine Stock Exchange (PSE) is set to implement the reduction of the stock transaction tax from 0.6% to 0.1% starting July 1.** The PSE stated that the reduction of the tax is expected to boost trading and liquidity in the market, as well as increase competitiveness against other foreign markets.

**Semirara Mining and Power Corp. (PSE Ticker: SCC) secured an amended clearance from the Department of Environment and Natural Resources allowing it to proceed with its Php291-billion coal mine expansion.** The amendment allows SCC to expand the project area from 4,369.25 hectares to 5,221.75 hectares in Antique. This will also raise SCC's annual production limit from 16 to 20 million metric tons of coal from 2025 to 2027.

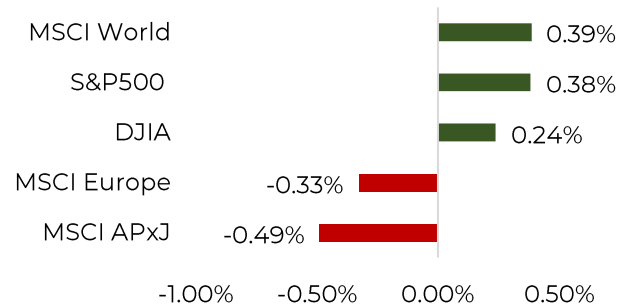
**Local equities** inched up, **local fixed income yields** ended mixed, and the **Philippine peso** slightly weakened ahead of the Philippine Independence Day holiday. Investors also awaited the release of key inflation data in the US and digested trade deal developments between the US and China.

The PSEi closed at 6,381.32 (+0.53% DoD).

On average, yields rose by 2.07 bps, with the 2Y closing at 5.71% (-0.49 bps) and the 10Y closing at 6.33% (+2.94 bps).

The USD/PHP pair closed at 55.89 (+0.10% DoD).

## Global Stock Indices



	Level	DoD
S&P 500	6,045.26	+0.38%
DJIA	42,967.62	+0.24%
3-mo US Treasury yield	4.38%	+1.50 bps
2-yr US Treasury yield	3.91%	-4.40 bps
5-yr US Treasury yield	3.97%	-5.40 bps
10-yr US Treasury yield	4.36%	-6.10 bps
DXY	97.92	-0.72%

As of June 12, 2025

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