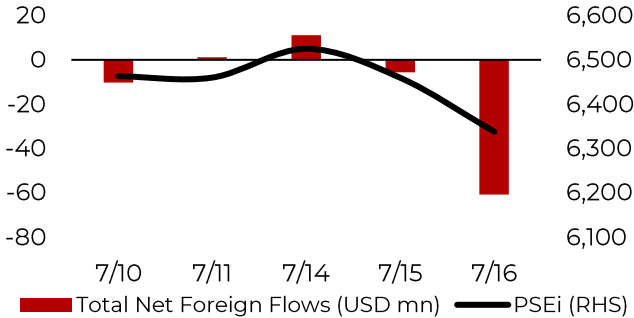


The Morning View

July 17, 2025

Philippine Stock Exchange Index

-1.89% DoD; Net foreign selling: \$60.93mn



	Level	DoD
PSEi	6,337.48	-1.89%
3-mo bond yield	5.43%	-0.07 bps
2-yr bond yield	5.75%	+0.72 bps
5-yr bond yield	6.00%	+2.28 bps
10-yr bond yield	6.26%	+0.77 bps
USDPHP	57.09	+0.63%
Oil (Brent, \$ / barrel)	68.52	-0.28%

Finance Secretary Ralph Recto said that Philippine economic growth may have rose in the second quarter, but full-year expansion would likely be below 6%. He noted that full-year growth would realistically be within 5.7-5.8%, as the outlook remains clouded by the uncertainty over global trade policies. Last month, the country's economic managers reduced the full-year economic growth target to 5.5%-6.5% from previously 6%-8%.

Cebu Landmasters, Inc. (PSE Ticker: CLI) and Japan's NTT Urban Development Asia launched their Php9.2-billion premium residential project at Cebu IT Park. The Wave Towers is a two-tower residential development managed by the joint venture between the two companies, and the first tower will feature 709 premium units.

Local equities plunged, local fixed income yields rose, and the Philippine peso weakened after the quicker-than-expected US Consumer Price Index (CPI) inflation data for June trimmed investors' bets of further Fed rate cuts this year.

The PSEi closed at 6,337.48 (-1.89% DoD).

On average, yields rose by 0.51 bps, with the 2Y closing at 5.75% (+0.72 bps) and the 10Y closing at 6.26% (+0.77 bps).

The USD/PHP pair closed at 57.09 (+0.63% DoD).

The US Producer Price Index (PPI) inflation slowed to 2.3% YoY in June (Revised May: 2.7%), cooler than market consensus forecast of 2.5%. Month on month, PPI was unchanged. This was attributable to the decline in the cost of services of 0.1% MoM (May: +0.4%), which offset the 0.3% MoM increase in goods producer prices (May: +0.1%).

European Commission President Ursula von der Leyen proposed a 2 trillion-euro budget for the European Union (EU) for 2028 to 2034. The budget outlays will emphasize economic competitiveness, defense, and an overhaul to traditional spending on farming and regional development.

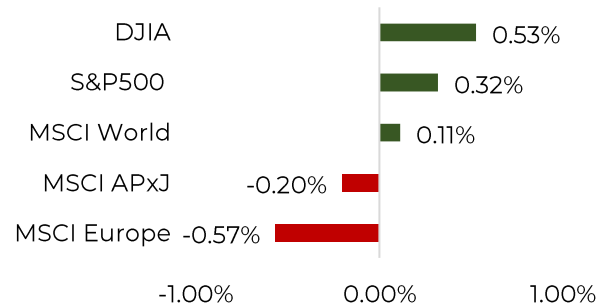
US equities rebounded, US Treasury yields fell, and the US dollar weakened as investors digested the slower-than-expected June PPI inflation print. This was also after US President Trump denied reports claiming that he would soon fire Fed Chair Powell.

The S&P 500 closed at 6,263.70 (+0.32% DoD), while the DJIA ended at 44,254.78 (+0.53% DoD).

On average, yields fell by 2.37 bps, with the 2Y closing at 3.90% (-4.80 bps) and the 10Y closing at 4.46% (-2.60 bps).

The DXY closed at 98.39 (-0.23% DoD).

Global Stock Indices



	Level	DoD
S&P 500	6,263.70	+0.32%
DJIA	44,254.78	+0.53%
3-mo US Treasury yield	4.34%	-0.30 bps
2-yr US Treasury yield	3.90%	-4.80 bps
5-yr US Treasury yield	3.99%	-4.90 bps
10-yr US Treasury yield	4.46%	-2.60 bps
DXY	98.39	-0.23%

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