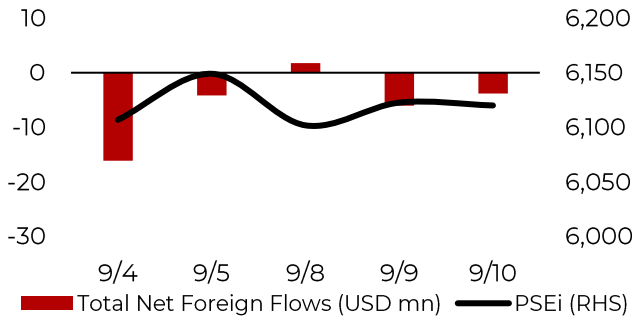


# The Morning View

September 11, 2025

## Philippine Stock Exchange Index

-0.04% DoD; Net foreign selling: \$0.72mn



	Level	DoD
PSEi	6,120.09	-0.04%
3-mo bond yield	5.12%	-1.21 bps
2-yr bond yield	5.59%	-0.03 bps
5-yr bond yield	5.80%	+0.75 bps
10-yr bond yield	5.96%	+0.42 bps
USDPHP	57.13	+0.25%
Oil (Brent, \$ / barrel)	67.49	+1.66%

**The Philippine Statistics Authority reported that the unemployment rate rose to a three-year high of 5.3% in July (June: 3.7%), driven largely by typhoon-related disruptions in hiring.** Declines were evident especially in the agriculture sector, which lost 974,000 jobs YoY. Meanwhile, underemployment climbed to 14.8%, and labor force participation fell to 60.7% in July.

**SM Prime Holdings, Inc. (PSE Ticker: SMPH) raised \$350.0 million from its dollar-denominated bond issuance, a note maturing in five years with a coupon rate of 4.75%.** SMPH stated that the offer was nearly three times oversubscribed, with demand reaching over \$990.0 million. The company plans to use the proceeds to finance its expansions including 16 major redevelopments and 12 new malls.

**Local equities fell, local fixed income yields** closed mixed, and the **Philippine peso** weakened as investors digested weak local economic data including a six-month low foreign direct investments of \$376.07 million in June and a three-year high unemployment rate of 5.3% in July.

The PSEi closed at 6,120.09 (-0.04% DoD).

On average, yields fell by 0.31 bps, with the 2Y closing at 5.59% (-0.03 bps) and the 10Y closing at 5.96% (+0.42 bps).

The USD/PHP pair closed at 57.13 (+0.25% DoD).

**US headline Producer Price Index (PPI) inflation unexpectedly slowed to 2.6% YoY in August (Revised July: 3.1%; Consensus: 3.3%).** The decrease was primarily driven by the drop in services prices, while cost of goods slightly increased.

**China's Consumer Price Index (CPI) declined by 0.4% YoY in August (July: flat; Consensus: -0.2%).** Meanwhile, China's PPI deflation eased to 2.9% YoY in August (July: -3.6%), in line with expectations. These suggest that China remains constrained with sluggish domestic demand and softening external trade.

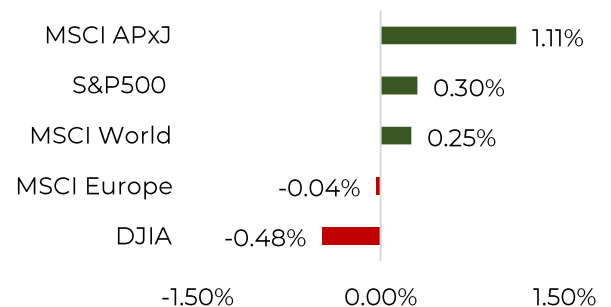
**US equities** were mixed, **US Treasury yields** fell, and the **US Dollar** closed flat as the cooler-than-expected August PPI inflation print reinforced expectations for a rate cut in the upcoming Fed policy meeting on September 16 to 17. Investors also looked ahead to the August CPI report to be released this week. Moreover, US Treasury yields fell after the 10-year Treasury note auction was met with strong demand.

The S&P 500 closed at a fresh high of 6,532.04 (+0.30% DoD), while the DJIA ended at 45,490.92 (-0.48% DoD).

On average, yields fell by 2.38 bps, with the 2Y closing at 3.55% (-1.40 bps) and the 10Y closing at 4.05% (-4.00 bps).

The DXY closed at 97.78 (-0.01% DoD).

## Global Stock Indices



	Level	DoD
S&P 500	6,532.04	+0.30%
DJIA	45,490.92	-0.48%
3-mo US Treasury yield	4.04%	+0.70 bps
2-yr US Treasury yield	3.55%	-1.40 bps
5-yr US Treasury yield	3.60%	-1.90 bps
10-yr US Treasury yield	4.05%	-4.00 bps
DXY	97.78	-0.01%

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