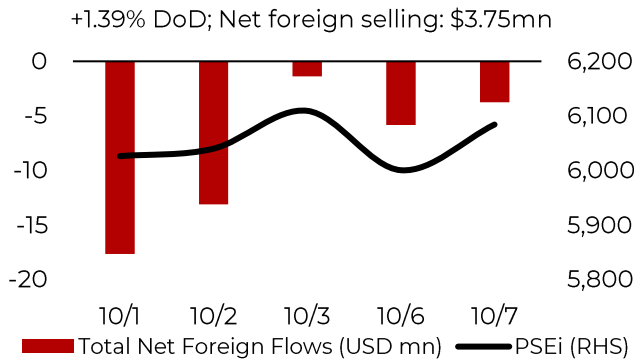


The Morning View

October 8, 2025

Philippine Stock Exchange Index



	Level	DoD
PSEi	6,083.83	+1.39%
3-mo bond yield	4.91%	-1.70 bps
2-yr bond yield	5.59%	+1.25 bps
5-yr bond yield	5.89%	+1.02 bps
10-yr bond yield	6.06%	+4.54 bps
USDPHP	58.10	-0.43%
Oil (Brent, \$ / barrel)	65.45	-0.03%

Philippine consumer price index (CPI) inflation accelerated to 1.7% YoY in September (August: 1.5%), below the market's expectation of 1.9% and the Bangko Sentral ng Pilipinas' (BSP) 2-4% target. The faster print was driven by higher transport costs due to a rise in diesel prices and higher vegetable costs amid the typhoons. Additionally, core inflation slowed to 2.6% (August: 2.7%).

GT Capital Holdings, Inc.'s (PSE Ticker: GTCAP) subsidiary and leasing arm Toyota Financial Services Philippines Corp. (TFSPH) ended its offer period for its Php2-billion maiden bond issuance. Proceeds will be used to support the TFSPH's projected asset growth and enable the company to expand its investor base.

Local equities rose, **local fixed income yields** were flat, and the **Philippine peso** strengthened after the September local headline inflation accelerated but came in below market expectations. This was also after the Bureau of the Treasury fully awarded its reissued three- and 10-year bonds at comparable secondary market levels.

The PSEi closed at 6,083.83 (+1.39% DoD).

On average, yields inched down by 0.02 bps, with the 2Y closing at 5.59% (+1.25 bps) and the 10Y closing at 6.06% (+4.54 bps).

The USD/PHP pair closed at 58.10 (-0.43% DoD).

New York Fed's September Survey of Consumer Expectations revealed consumers' growing concerns about the job market.

Moreover, consumers' year-ahead inflation projection rose to 3.4% (Aug.: 3.2%), the three-year projection was steady at 3.0%, and the five-year projection also rose to 3.0% (Aug.: 2.9%).

Minneapolis Fed President Neel Kashkari said that he supports 25-bp cuts at the next two meetings to help protect the US job market.

He also noted that artificial intelligence is unlikely to push unemployment higher, but investments in data centers could keep borrowing costs elevated even if the Fed lower its policy rate.

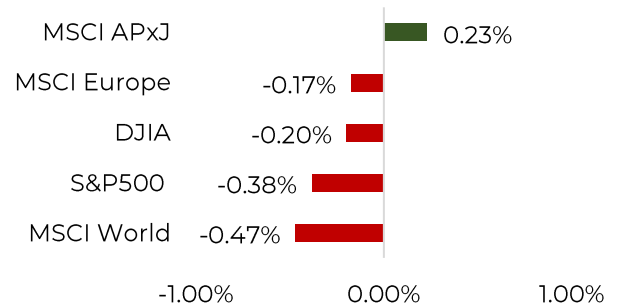
US equities inched down, and **US Treasury yields** fell amid concerns over the lasting impact of a prolonged government shutdown. Investors also looked ahead to comments from Governor Stephen Miran and Chair Jerome Powell.

The S&P 500 closed at 6,714.59 (-0.38% DoD), while the DJIA ended at 46,602.98 (-0.20% DoD).

On average, yields fell by 2.15 bps, with the 2Y closing at 3.57% (-2.40 bps) and the 10Y closing at 4.13% (-3.10 bps).

The **US dollar** strengthened as the market continued to weigh the political and fiscal developments in Japan and France. The DXY closed at 98.58 (+0.48% DoD).

Global Stock Indices



	Level	DoD
S&P 500	6,714.59	-0.38%
DJIA	46,602.98	-0.20%
3-mo US Treasury yield	3.93%	-2.10 bps
2-yr US Treasury yield	3.57%	-2.40 bps
5-yr US Treasury yield	3.70%	-3.30 bps
10-yr US Treasury yield	4.13%	-3.10 bps
DXY	98.58	+0.48%