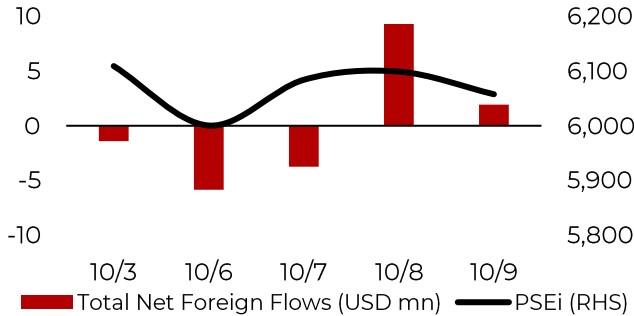


# The Morning View

October 10, 2025

## Philippine Stock Exchange Index

-0.68% DoD; Net foreign buying: \$1.92mn



	Level	DoD
PSEi	6,057.40	-0.68%
3-mo bond yield	4.97%	-0.36 bps
2-yr bond yield	5.55%	-3.84 bps
5-yr bond yield	5.82%	-6.41 bps
10-yr bond yield	6.00%	-5.03 bps
USDPHP	58.24	+0.49%
Oil (Brent, \$ / barrel)	65.22	-1.55%

**The Bangko Sentral ng Pilipinas (BSP) unexpectedly cut its key policy rate by 25 bps to 4.75%,** citing a weakening domestic economic outlook and declining business confidence amid governance concerns surrounding public infrastructure spending. BSP Governor Remolona noted he sees scope for a more accommodative policy. He commented that a December rate cut and further easing next year were still possible.

**Robinsons Land Corporation (PSE Ticker: RLC) disclosed the usage of Php3.51 billion proceeds from the recent block placement of shares from RL Commercial REIT, Inc. (PSE Ticker: RCR).** These include a Php1.96 billion land acquisition in Taguig City, Php307 million for Mantawi Residences in Cebu, and Php248 million for its Cebu hotels. As of September 30, 2025, Php2.31 billion remains available for future projects.

**Local equities fell, local fixed income yields ended lower, and the Philippine peso weakened** as investors digested the BSP's surprise 25-bp rate cut which brought the key policy rate to 4.75%.

The PSEi closed at 6,057.40 (-0.68% DoD).

On average, yields fell by 3.95 bps, with the 2Y closing at 5.55% (-3.84 bps) and the 10Y closing at 6.00% (-5.03 bps).

The USD/PHP pair closed at 58.24 (+0.49% DoD).

**Fed Governor Michael Barr warned of lingering inflation risks and called for caution in adjusting policy rates to gather further data and balance risks better.** Meanwhile, New York Fed President John Williams signaled support for further rate cuts amid signs of a labor market slowdown.

**JPMorgan estimated that the US weekly initial jobless claims rose to 235,000 for the week ending October 4, from the prior week's 224,000.** JPMorgan economist Abiel Reinhart noted that the claims could increase further as the impact of the government shutdown could spill over to non-federal employees.

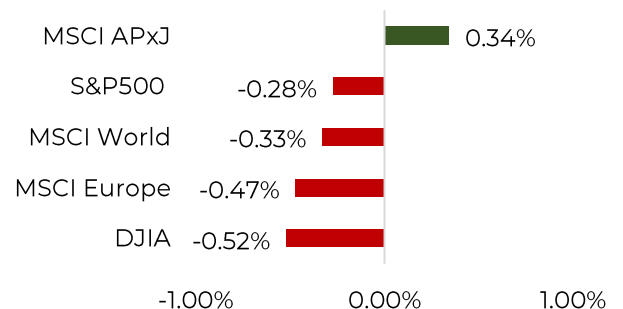
**US equities fell** as traders took profits from record highs ahead of the upcoming third quarter earnings reports. The S&P 500 closed at 6,735.11 (-0.28% DoD), while the DJIA ended at 46,358.42 (-0.52% DoD).

**US Treasury yields rose, and the US dollar strengthened** following the cautious remarks from Fed Governor Barr. Markets continued to await developments with the ongoing US government shutdown.

On average, yields rose by 1.24 bps, with the 2Y closing at 3.60% (+1.10 bps) and the 10Y closing at 4.14% (+1.90 bps).

The DXY closed at 99.54 (+0.63% DoD).

## Global Stock Indices



	Level	DoD
S&P 500	6,735.11	-0.28%
DJIA	46,358.42	-0.52%
3-mo US Treasury yield	3.96%	+1.70 bps
2-yr US Treasury yield	3.60%	+1.10 bps
5-yr US Treasury yield	3.74%	+2.10 bps
10-yr US Treasury yield	4.14%	+1.90 bps
DXY	99.54	+0.63%