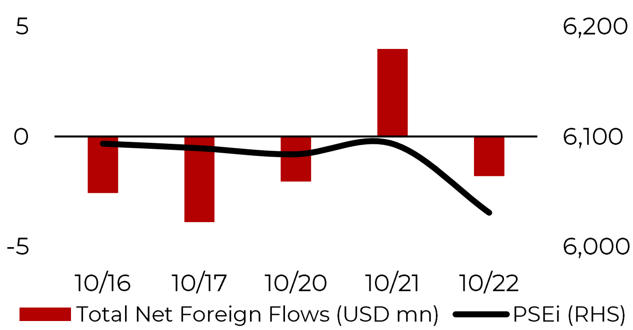
The Morning View

BPI WEALTH

October 23, 2025

Philippine Stock Exchange Index

-1.03% DoD; Net foreign selling: $1.79mn



	Level	DoD
PSEi	6,030.87	-1.03%
3-mo bond yield	4.93%	-0.64 bps
2-yr bond yield	5.40%	+0.02 bps
5-yr bond yield	5.70%	-0.90 bps
10-yr bond yield	5.97%	+0.07 bps
USDPHP	58.41	+0.32%
Oil (Brent, $ / barrel)	62.59	+2.07%

Department of Economy, Planning, and Development (DEPDev) Director Desiree Joy Narvaez expressed support for either an outright ban or stricter regulations on online gambling. DEPDev cited that online gambling's significant social costs outweigh its economic contributions, noting that e-gaming only contributed 0.37% to real gross domestic product in 2024.

GT Capital Holdings, Inc.'s (PSE Ticker: GTCAP) financing arm, Toyota Financial Services Philippines Corp., raised Php5.0 billion from its fixed-rate bond issuance. The company exercised its oversubscription option as strong demand drove subscriptions to 3.5 times its initial Php2.0 billion target. This marked the first tranche of the planned Php20.0 billion bond program.

Local equities fell, **local fixed income yields** inched down, and the **Philippine peso** weakened as investors stayed cautious ahead of the September US Consumer Price Index (CPI) inflation data release.

The PSEi closed at 6,030.87 (-1.03% DoD).

On average, yields fell by 0.79 bps, with the 2Y closing at 5.4% (+0.02 bps) and the 10Y closing at 5.97% (+0.07 bps).

The USD/PHP pair closed at 58.41 (+0.32% DoD).

US President Donald Trump said that he expects to strike a deal with Chinese President Xi Jinping in their meeting in South Korea next week. The deal could include trade, China's soybean purchases, and limits on nuclear weapons.

A White House official said that the US is considering restricting exports to China of goods containing or made with US software. This acts as a retaliatory move towards China's rare earth export controls. Such curbs could affect a wide range of American exports, including laptops and jet engines.

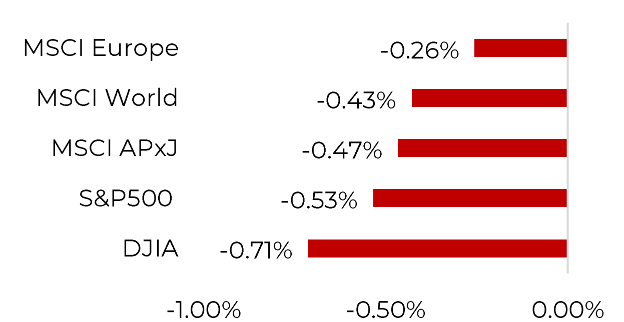
US equities fell after the weaker-than-expected 3Q25 earnings of Netflix and Texas Instruments, and ahead of Tesla's earnings report after market hours. Investors also weighed the potential US export controls to China on goods containing or made with US software. The S&P 500 closed at 6,699.40 (-0.53% DoD), while the DJIA ended at 46,590.41 (-0.71% DoD).

US Treasury yields slipped, and the **US dollar** closed flat as investors looked ahead to the September CPI inflation report to be released on October 24, which was postponed due to the US government shutdown.

On average, yields fell by 0.91 bps, with the 2Y closing at 3.45% (-1.00 bps) and the 10Y closing at 3.95% (-1.20 bps).

The DXY closed at 98.90 (-0.04% DoD).

Global Stock Indices



	Level	DoD
S&P 500	6,699.40	-0.53%
DJIA	46,590.41	-0.71%
3-mo US Treasury yield	3.88%	-0.30 bps
2-yr US Treasury yield	3.45%	-1.00 bps
5-yr US Treasury yield	3.56%	-1.10 bps
10-yr US Treasury yield	3.95%	-1.20 bps
DXY	98.90	-0.04%