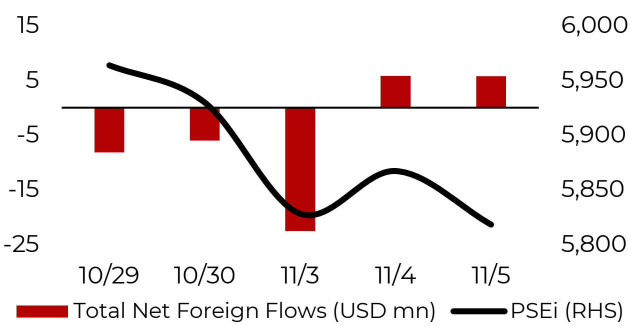
The Morning View

BPI WEALTH

November 6, 2025

Philippine Stock Exchange Index

-0.83% DoD; Net foreign buying: $5.78mn



	Level	DoD
PSEi	5,818.06	-0.83%
3-mo bond yield	4.91%	+0.67 bps
2-yr bond yield	5.36%	-0.60 bps
5-yr bond yield	5.69%	-0.64 bps
10-yr bond yield	6.00%	+7.58 bps
USDPHP	58.83	+0.54%
Oil (Brent, $ / barrel)	63.52	-1.43%

Philippine consumer price index (CPI) inflation holds steady at 1.7% in October, below the market consensus expectation of 1.8%. The main drivers were the faster electricity inflation which was offset by slower inflation of fruits and vegetables. Meanwhile core inflation slowed to 2.5% in October (September: 2.6%) amid a broad easing of core goods and services inflation.

Monde Nissin Corp. (PSE Ticker: MONDE) reported a core net income of Php2.5 billion (+4.6% YoY) in 3Q25, driven by resilient growth in the branded business and more moderate decline in the meat alternatives unit. Consolidated revenues rose to Php21.8 billion (+3.8% YoY) in the same period, supported by volume growth in the biscuits segment and other categories.

Local equities fell following the broad sell-off in the region as traders positioned ahead of the local GDP data release later this week. The PSEi closed at 5,818.06 (-0.83% DoD).

Local fixed income yields were mixed, and the **Philippine peso** weakened as investors digested the slower-than-expected local headline inflation of 1.7% in October, which raised expectations of a December rate cut by the BSP.

On average, yields rose by 0.74 bps, with the 2Y closing at 5.36% (-0.60 bps) and the 10Y closing at 6.00% (+7.58 bps).

The USD/PHP pair closed at 58.83 (+0.54% DoD).

ADP reported that US private payrolls grew stronger than expected by 42,000 in October (Revised September: -29,000; Consensus: 30,000). Job gains were led by trade-related sectors, education and health, and financial sectors, which were tempered by losses in technology, professional services, and manufacturing.

US Institute for Supply Management (ISM) Services Purchasing Managers' Index (PMI) improved to 52.4 in October (September: 50.0; Consensus: 50.8), an eight-month high. The surge was driven by the solid growth in new orders but was dragged by weaker employment.

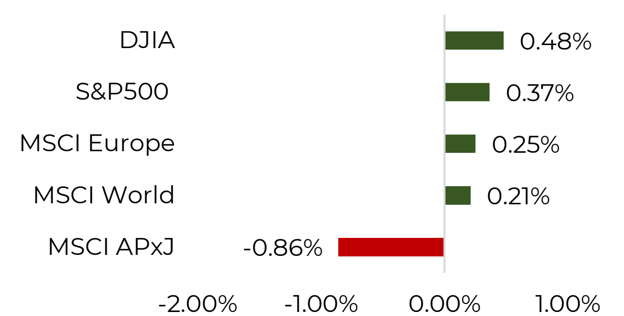
US equities rebounded following the strong earnings from McDonalds and other companies as well as the above-consensus October ADP private payroll gains. The S&P 500 closed at 6,796.29 (+0.37% DoD), while the DJIA ended at 47,311.00 (+0.48% DoD).

US Treasury yields soared, and the **US dollar** closed flat after US Supreme Court justices cast doubt on the legality of President Trump's tariffs, which could result in higher fiscal deficits. Investors also digested the better-than-expected October US ISM Services PMI and the ADP private payrolls growth.

On average, yields rose by 4.66 bps, with the 2Y closing at 3.63% (+5.60 bps) and the 10Y closing at 4.16% (+7.40 bps).

The DXY closed at 100.20 (-0.02% DoD).

Global Stock Indices



	Level	DoD
S&P 500	6,796.29	+0.37%
DJIA	47,311.00	+0.48%
3-mo US Treasury yield	3.89%	+0.50 bps
2-yr US Treasury yield	3.63%	+5.60 bps
5-yr US Treasury yield	3.77%	+6.70 bps
10-yr US Treasury yield	4.16%	+7.40 bps
DXY	100.20	-0.02%