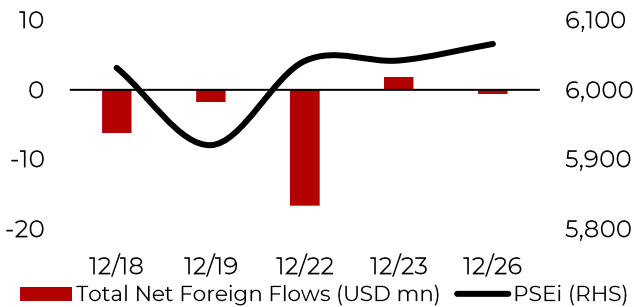


# The Morning View

December 29, 2025

## Philippine Stock Exchange Index

+0.39% DoD; Net foreign selling: \$0.59mn



	Level	DoD
PSEi	6,065.64	+0.39%
3-mo bond yield	4.84%	+0.04 bps
2-yr bond yield	5.35%	+1.73 bps
5-yr bond yield	5.75%	+2.81 bps
10-yr bond yield	6.05%	+1.40 bps
USDPHP	58.71	-0.24%
Oil (Brent, \$ / barrel)	60.64	-2.57%

**National Government infrastructure spending fell by 40.1% YoY to Php65.9 billion in October, the fourth consecutive month of decline.** The sharp drop was largely driven by a reduction in disbursements from the Department of Public Works and Highways amid the corruption scandal and adverse weather conditions.

**Aboitiz Equity Ventures Inc. (PSE Ticker: AEV) signed a deal to sell a 40% stake in Aboitiz InfraCapital (AIC) to Global Infrastructure Partners, a part of BlackRock, through GIP EM ONYX PTE. LTD. (GIP).** A total of Php13.71 million will be paid in cash, with Php4.65 million allocated to AIC and the rest to AEV.

**Local equities** inched up amid investors' bargain hunting ahead of the year's close. The PSEi closed at 6,065.64 (+0.39% DoD).

**Local fixed income yields** rose after the Bureau of the Treasury released its 1Q26 domestic borrowing plan of up to Php824 billion, up from Php437 billion in 4Q25. On average, yields rose by 1.10 bps, with the 2Y closing at 5.35% (+1.73 bps) and the 10Y closing at 6.05% (+1.40 bps).

The **Philippine peso** slightly strengthened following a decline in global oil prices amid hopes of a Ukraine peace deal. The USD/PHP pair closed at 58.71 (-0.24% DoD).

**US President Donald Trump said that the US and Ukraine are 'a lot closer' on a peace deal to end the Russia-Ukraine war after his meeting with Ukrainian President Volodymyr Zelenskyy.** Trump added that it will be clear "in a few weeks" whether negotiations to end the war will succeed, though some details remain unresolved. After his meeting with Zelenskyy, Trump mentioned that he will call Russian President Vladimir Putin again.

**Tokyo core consumer price index rose by 2.3% YoY in December (Nov.: +2.8%; Consensus: 2.5%).** This remained above the Bank of Japan's 2% target, reinforcing bets for more interest rate hikes. Analysts have warned that renewed yen weakness may cause firms to raise prices leading to sticky, cost-led inflation.

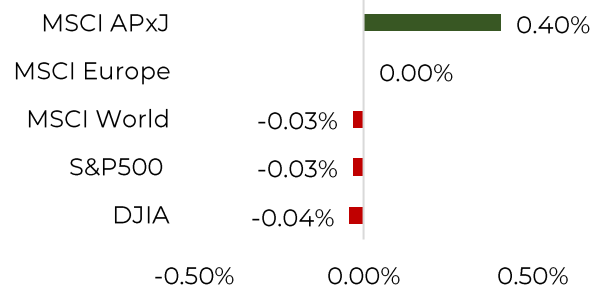
**US equities** edged lower, **US Treasury yields** declined, and the **US dollar** slightly strengthened amid thin trading and a lack of significant catalysts after the Christmas holidays.

The S&P 500 closed at 6,929.94 (-0.03% DoD), while the DJIA ended at 48,710.97 (-0.04% DoD).

On average, yields fell by 1.14 bps, with the 2Y closing at 3.48% (-2.90 bps) and the 10Y closing at 4.13% (-0.90 bps).

The DXY closed at 98.02 (+0.05% DoD).

## Global Stock Indices



	Level	DoD
S&P 500	6,929.94	-0.03%
DJIA	48,710.97	-0.04%
3-mo US Treasury yield	3.64%	-1.40 bps
2-yr US Treasury yield	3.48%	-2.90 bps
5-yr US Treasury yield	3.70%	-2.10 bps
10-yr US Treasury yield	4.13%	-0.90 bps
DXY	98.02	+0.05%

As of 24 December 2024

This material, which is strictly for information purposes only, is for your sole use, does not constitute a recommendation or an offer to sell or a solicitation to buy any financial product. Any information is subject to change without notice and BPI Wealth is not under any obligation to update or keep current the information contained herein. You are advised to make your own independent judgment with respect to the matter contained in this document. No liability whatsoever is accepted for any loss that may arise (whether direct or consequential) from any use of the information contained herein.

All funds managed by BPI Wealth are Trust and/or Investment Management Funds, which do not carry any guarantee of income or principal, and are NOT covered by the Philippine Deposit Insurance Corporation. Past performance is not a guarantee of future results. BPI Wealth Investment Funds are valued daily using the marked-to-market method.