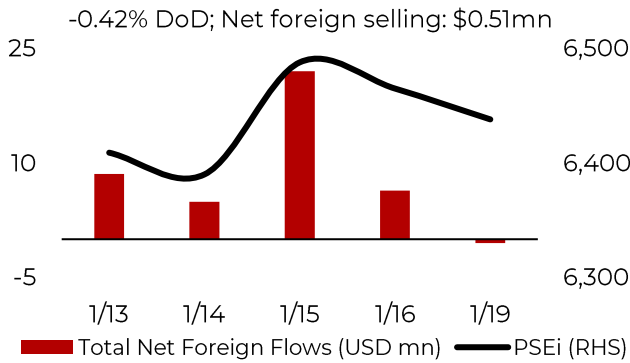


The Morning View

January 20, 2026

Philippine Stock Exchange Index



	Level	DoD
PSEi	6,437.78	-0.42%
3-mo bond yield	4.79%	-1.25 bps
2-yr bond yield	5.30%	+0.58 bps
5-yr bond yield	5.75%	+1.38 bps
10-yr bond yield	6.05%	+0.39 bps
USDPHP	59.44	+0.15%
Oil (Brent, \$ / barrel)	63.94	-0.30%

The International Monetary Fund (IMF) expect slower PH economic growth amid global economic uncertainties and the local corruption controversy. In its latest World Economic Outlook, the IMF trimmed its PH gross domestic product (GDP) growth forecast to 5.6% this year from previously 5.7%. It also lowered its 2027 growth forecast to 5.8% from previously 6%.

International Container Terminal Services, Inc. (PSE Ticker: ICT) said that it is moving forward with its \$800 million South Luzon Container Terminal in Bauan, Batangas. Commercial operations are targeted for 2028 and are expected to add up to 2 million twenty-foot equivalent units (TEU) in annual capacity.

Local equities declined, **local fixed-income yields** rose, and the **Philippine peso** weakened as investors weighed rising geopolitical concerns after US President Trump threatened to impose 10% tariffs on eight European countries.

The PSEi closed at 6,437.78 (-0.42% DoD).

On average, yields rose by 0.31 bps, with the 2Y closing at 5.30% (+0.58 bps) and the 10Y closing at 6.05% (+0.39 bps).

The USD/PHP pair closed at 59.44 (+0.15% DoD).

The IMF updated its 2026 global growth forecast higher to 3.3% from previously 3.1%. This is on the back of businesses and economies adapting to softer US tariff pressures as well as the continued investment in AI, which has strengthened asset wealth and expectations of productivity gains. The IMF also revised its 2025 global growth forecast higher to 3.3% from previously 3.2%. Meanwhile, the 2027 growth forecast of 3.2% was unchanged.

China's economy expanded by 4.5% YoY in 4Q25 (Consensus: 4.5%), moderating from 4.8% in 3Q25 and marked the slowest growth since the reopening from Covid-19 lockdowns in late 2022. The slower growth was due to the drag in consumption and investment. This brought the Chinese economy's full-year 2025 growth to 5.0% (2024: 5.2%; Consensus: 5.0%), hitting the government's target, largely driven by robust exports.

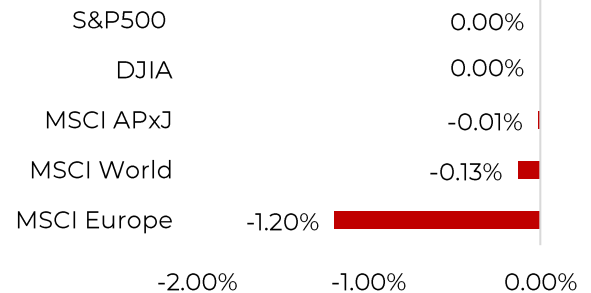
US equities and **US Treasury yields** were unchanged, and the **US dollar** was flat as markets were closed in observance of the Martin Luther King Jr. Day holiday.

The previous close of the S&P 500 was at 6,940.01 (0.00% DoD), and the DJIA at 49,359.33 (0.00% DoD).

On average, yields were unchanged, with the 2Y at 3.59% (0 bps) and the 10Y at 4.23% (0 bps).

The DXY was flat at 99.39 (0.00% DoD).

Global Stock Indices



	Level	DoD
S&P 500	6,940.01	0.00%
DJIA	49,359.33	0.00%
3-mo US Treasury yield	3.64%	0.00 bps
2-yr US Treasury yield	3.59%	0.00 bps
5-yr US Treasury yield	3.82%	0.00 bps
10-yr US Treasury yield	4.23%	0.00 bps
DXY	99.39	0.00%