Philippine Stock Exchange Index

-0.94% DoD; Net foreign selling: $0.22mn

Total Net Foreign Flows (USD mn) — PSEi (RHS)
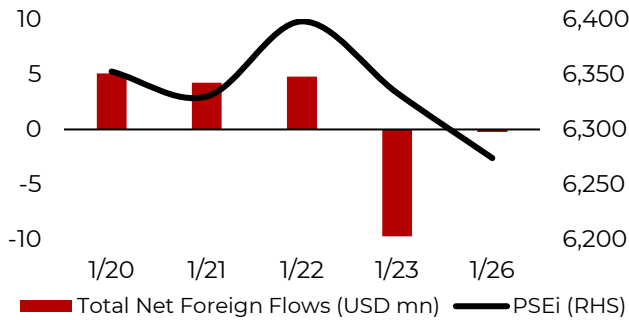
	Level	DoD
PSEi	6,273.87	-0.94%
3-mo bond yield	4.74%	-2.72 bps
2-yr bond yield	5.26%	-4.17 bps
5-yr bond yield	5.74%	-2.99 bps
10-yr bond yield	6.04%	-2.40 bps
USDPHP	58.97	-0.20%
Oil (Brent, $ / barrel)	65.59	-0.44%

Asian Development Bank (ADB) Country Director Andrew Jeffries remarked that the Philippines' Gross Domestic Product (GDP) growth can reach 6% in 2027. He stated that a return of high public and private investments will be the key drivers for the rebound. ADB will update its economic outlook in April, which will include a 2027 GDP forecast.

The Philippine Stock Exchange (PSE) announced the addition of RL Commercial REIT, Inc. (PSE Ticker: RCR) and removal of Alliance Global Group, Inc. (PSE Ticker: AGI) from the PSEi. Meanwhile, the PSE MidCap Index saw the addition of AGI and Apex Mining Co., Inc. (PSE Ticker: APX), while DoubleDragon Corp. (PSE Ticker: DD) and RCR were removed.

Local equities declined as investors remained cautious ahead of the release of the 4Q25 Philippine GDP growth print later this week. The PSEi closed at 6,273.87 (-0.94% DoD).

Local fixed income yields declined on strong demand for the Bureau of the Treasury's 91-day, 182-day, and 364-day T-bills. On average, yields fell by 2.39 bps, with the 2Y closing at 5.26% (-4.17 bps) and the 10Y closing at 6.04% (-2.40 bps).

The **Philippine peso** strengthened as the market continued to digest Bangko Sentral ng Pilipinas Governor Remolona's comment that the currency is unlikely to reach the 60-level in the near term. The USD/PHP pair closed at 58.97 (-0.20% DoD).

US durable goods orders rose more than expected by 5.3% MoM in November (Revised Oct. : -2.1%; Consensus: 4.0%), boosted by bookings for commercial aircrafts and other capital equipment. Meanwhile, core capital goods orders, which excludes volatile planes and military hardware, rose 0.7% MoM in November (Oct. revised: 0.3% MoM).

US President Trump announced that the US is raising tariffs on South Korean imports to 25% from 15% after he accused the South Korean Legislature of not enacting their historic trade agreement. These imports are mainly related to autos, lumber, and pharmaceuticals.

US equities rose as investors looked ahead to 4Q25 earnings reports from large tech names such as Apple, Meta Platforms, Microsoft, and Tesla. The S&P 500 closed at 6,950.23 (+0.50% DoD), while the DJIA ended at 49,412.40 (+0.64% DoD).

US Treasury yields inched lower ahead of the Federal Reserve's first policy meeting of the year. Investors also weighed geopolitical and trade uncertainty after Trump threatened to impose 100% tariffs on Canada if it signed a trade deal with China. On average, yields fell by 0.67 bps, with the 2Y closing at 3.59% (-0.40 bps) and the 10Y closing at 4.22% (-1.20 bps).

The **US dollar** weakened as continued uncertainty on Trump's international policies and geopolitical risks weighed on the dollar. The DXY closed at 97.04 (-0.57% DoD).

Global Stock Indices

MSCI World	0.65%
DJIA	0.64%
S&P500	0.50%
MSCI APxJ	0.38%
MSCI Europe	0.20%
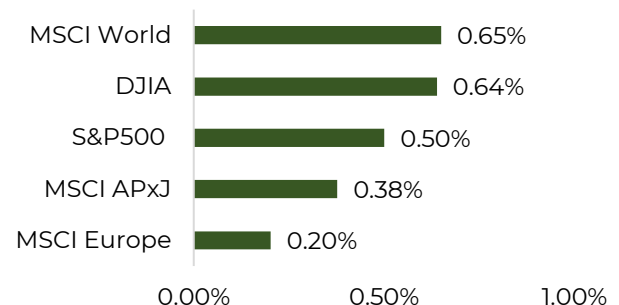
	Level	DoD
S&P 500	6,950.23	+0.50%
DJIA	49,412.40	+0.64%
3-mo US Treasury yield	3.66%	-1.00 bps
2-yr US Treasury yield	3.59%	-0.40 bps
5-yr US Treasury yield	3.82%	-0.30 bps
10-yr US Treasury yield	4.22%	-1.20 bps
DXY	97.04	-0.57%