

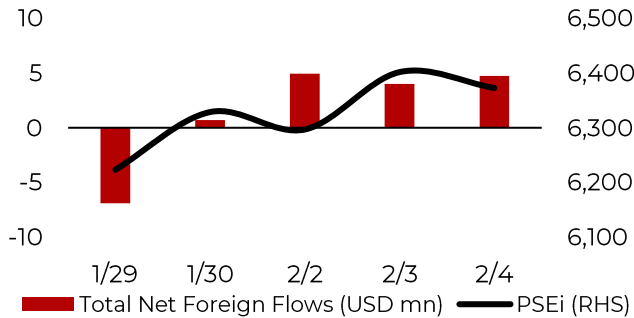


# The Morning View

February 5, 2026

## Philippine Stock Exchange Index

-0.45% DoD; Net foreign buying: \$4.00mn



	Level	DoD
PSEi	6,372.95	-0.45%
3-mo bond yield	4.63%	-2.15 bps
2-yr bond yield	5.17%	-0.04 bps
5-yr bond yield	5.62%	+1.35 bps
10-yr bond yield	5.96%	+1.30 bps
USDPHP	58.97	+0.14%
Oil (Brent, \$ / barrel)	69.46	+3.16%

**US Institute for Supply Management (ISM) services Purchasing Managers' Index (PMI) unexpectedly remained steady at 53.8 in January (Consensus: 53.5).** While the continued expansion, indicated by the above-50 reading, was driven by a surge in business activity and faster supplier deliveries, the index was weighed down by a slowdown in new orders and employment.

**ADP reported that US private companies added only 22,000 jobs in January (Revised December: 37,000; Consensus: 45,000).** Health care was the standout, adding 74,000 jobs. Conversely, professional and business services slashed 57,000 jobs while manufacturing was down 8,000 jobs.

**US equities and US Treasury yields** closed mixed, while the **US dollar** strengthened as investors digested conflicting economic data releases for January, including the softer-than-expected private payrolls but faster-than-anticipated ISM services PMI. Moreover, the continued sell-off of chip and software stocks weighed on the US equity markets.

The S&P 500 closed at 6,882.72 (-0.51% DoD), while the DJIA ended at 49,501.30 (+0.53% DoD).

On average, yields rose by 0.38 bps, with the 2Y closing at 3.56% (-1.50 bps) and the 10Y closing at 4.28% (+1.10 bps).

The DXY closed at 97.62 (+0.18% DoD).

**S&P Global Ratings said the Philippines remains on track for a possible credit rating upgrade.** S&P Global Ratings affirmed the Philippines' long-term "BBB+" rating and maintained a "positive" outlook. It cited that the improving fiscal and external balances outweigh risks from the government's flood control controversy.

**Ayala Land Inc. (PSE Ticker: ALI) has expressed interest in the government's privatization of Food Terminal Inc. (FTI) property in Taguig and Atrium condominium in Makati.** While ALI's interest is currently exploratory, the acquisitions would complement its existing Arca South development and strengthen its presence in key business districts.

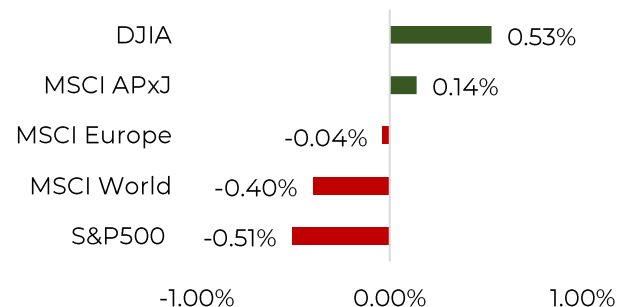
**Local equities** fell, and **local fixed income yields** closed mixed on cautious trading ahead of the local January inflation data release which came in higher-than-expected at 2.0%. Investors also weighed the National Government's outstanding debt which reached a record high of Php17.71 trillion in end-2025.

The PSEi closed at 6,372.95 (-0.45% DoD).

On average, yields fell by 0.34 bps, with the 2Y closing at 5.17% (-0.04 bps) and the 10Y closing at 5.96% (+1.30 bps).

The **Philippine peso** weakened after global oil prices rose amid heightened geopolitical tensions between the US and Iran. The USD/PHP pair closed at 58.97 (+0.14% DoD).

## Global Stock Indices



	Level	DoD
S&P 500	6,882.72	-0.51%
DJIA	49,501.30	+0.53%
3-mo US Treasury yield	3.69%	+0.50 bps
2-yr US Treasury yield	3.56%	-1.50 bps
5-yr US Treasury yield	3.83%	-0.40 bps
10-yr US Treasury yield	4.28%	+1.10 bps
DXY	97.62	+0.18%