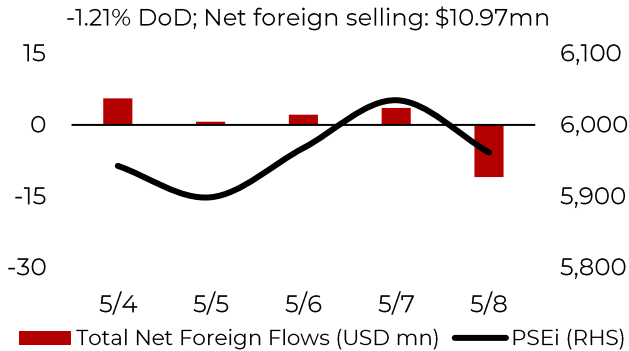


# The Morning View

May 11, 2026

## Philippine Stock Exchange Index



	Level	DoD
PSEi	5,960.97	-1.21%
3-mo bond yield	4.80%	+0.89 bps
2-yr bond yield	6.39%	+5.69 bps
5-yr bond yield	6.95%	-2.95 bps
10-yr bond yield	7.24%	+5.66 bps
USDPHP	60.61	+0.32%
Brent Oil (\$/barrel)	101.29	+1.23%

**The Philippine Statistics Authority (PSA) reported that national average wholesale prices of rice surged in April.** Well-milled rice surged by 21.2% YoY to Php52.05 per kilo, while regular-milled rice increased 23.2% YoY to Php47.24 per kilo. Premium and special rice also posted wholesale price increases, with their national averages rising 20.5% YoY and 14.6% YoY, respectively.

**Manila Electric Company (PSE Ticker: MER) revised its FY26 energy sales volume growth forecast from previously 3% to 1-2%.** This followed a 2% YoY decline in 1Q26 volume caused by cooler weather. While MER expects El Niño-induced heat to spur a demand recovery starting in May, management remains conservative amid persistent geopolitical and economic headwinds.

**Local equities** fell and **local fixed income yields** were mixed after the Bangko Sentral ng Pilipinas stated that it may resort to “more drastic” actions if inflation expectations worsen.

The PSEi closed at 5,960.97 (-1.21% DoD).

On average, yields fell by 0.51 bps, with the 2Y closing at 6.39% (+5.69 bps) and the 10Y closing at 7.24% (+5.66 bps).

The **Philippine peso** weakened after global oil prices rose following reports that the US and Iran exchanged fire near the Strait of Hormuz. The USD/PHP pair closed at 60.61 (+0.32% DoD).

**US President Donald Trump rejected Iran’s latest peace proposal on Sunday, calling it “totally unacceptable.”** Iran sought sanctions relief, an end to naval and port blockades, and separate nuclear negotiations while offering to reopen the Strait of Hormuz to commercial traffic. The proposal differed from US demands on Iran’s nuclear program and stockpile of highly enriched uranium.

**US nonfarm payrolls climbed more than anticipated by 115,000 in April (Consensus: 65,000, March revised: 185,000),** as the surge in healthcare, transportation and warehousing sectors offset continued declines in the federal government. Meanwhile, the jobless rate was unchanged at 4.3% in the same month, in line with market's expectations, as people drop out of the labor force.

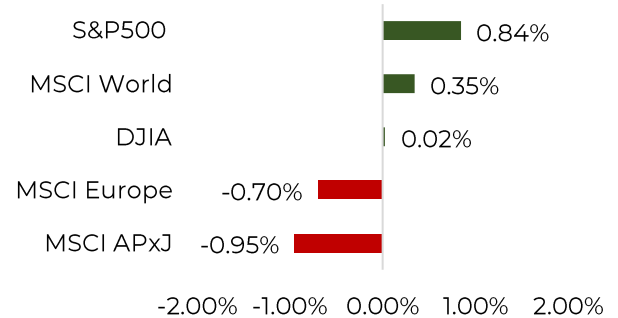
**US equities** rose, **US Treasury yields** fell, and the **US dollar** slightly weakened as investors stayed optimistic of a potential resolution to the US-Iran conflict heading into the weekend. This was after US President Donald Trump said that the ceasefire remained in place despite hostilities. The US also said it expected an Iranian response as soon as Friday to its latest proposal to end the war.

The S&P 500 closed at 7,398.93 (+0.84% DoD), while the DJIA ended at 49,609.16 (+0.02% DoD).

On average, yields fell by 2.10 bps, with the 2Y closing at 3.89% (-2.60 bps) and the 10Y closing at 4.36% (-3.10 bps).

The DXY closed at 97.9 (-0.17% DoD).

## Global Stock Indices



	Level	DoD
S&P 500	7,398.93	+0.84%
DJIA	49,609.16	+0.02%
3-mo US Treasury yield	3.69%	-0.40 bps
2-yr US Treasury yield	3.89%	-2.60 bps
5-yr US Treasury yield	4.00%	-3.90 bps
10-yr US Treasury yield	4.36%	-3.10 bps
DXY	97.90	-0.17%

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.