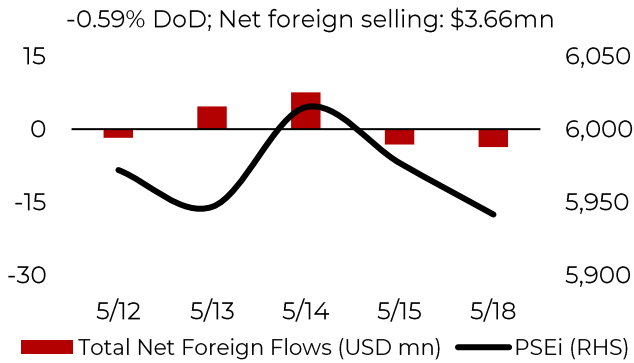


The Morning View

May 19, 2026

Philippine Stock Exchange Index



	Level	DoD
PSEi	5,941.52	-0.59%
3-mo bond yield	4.96%	+5.32 bps
2-yr bond yield	6.79%	+1.87 bps
5-yr bond yield	7.48%	+3.60 bps
10-yr bond yield	7.64%	+2.64 bps
USDPHP	61.75	+0.05%
Oil (Brent, \$ / barrel)	112.10	+2.60%

PH banking sector's net profit rose 3% YoY to Php104.8 billion in 1Q26. Gains were driven by net interest income which climbed 12% YoY to Php310.6 billion, as interest expenses declined. Meanwhile, non-interest income was largely unchanged at Php60.1 billion as rises in fee and trading income were offset by FX losses.

Globe Telecom, Inc. (PSE Ticker: GLO) is allocating Php56 billion this year to expand its Artificial Intelligence and cloud capabilities. The infrastructure drive includes network upgrades, data center co-investments, and the Candle subsea cable project. Despite a 51% surge in 1Q capital expenditures to Php12.74 billion, GLO is keeping its full-year spending guidance below \$1 billion.

Local equities fell, **local fixed income yields** rose, and the **Philippine peso** weakened to another all-time low as investors remained cautious over the rise in global oil prices amid the ongoing Middle East conflict.

The PSEi closed at 5,941.52 (-0.59% DoD).

On average, yields rose by 4.16 bps, with the 2Y closing at 6.79% (+1.87 bps) and the 10Y closing at 7.64% (+2.64 bps).

The USD/PHP pair closed at 61.75 (+0.05% DoD).

Iran delivered a revised peace proposal to the US through Pakistani mediators, prompting US President Donald Trump to pause a scheduled military strike. While an Iranian source claims that the US agreed to release Iran's frozen foreign bank funds and allowed supervised peaceful nuclear activities, the US has not confirmed agreeing to anything in the talks.

China's industrial output rose by 4.1% YoY in April (March: 5.7%; Consensus: 6.0%). This marked the slowest pace since July 2023 as producers grapple with rising energy costs amid the Iran war. Year-to-date as of April, industrial output was up 5.6% YoY, backed by faster growth in equipment and high-tech manufacturing.

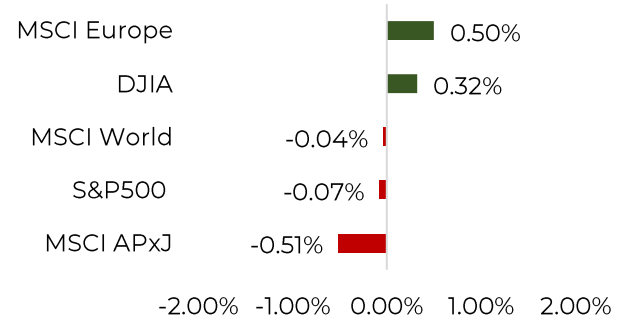
US equities closed mixed, **US Treasury yields** slipped, and the **US dollar** remained relatively flat as the market digested reports that Iran sent a revised peace proposal to the US, signifying a potential end to the conflict while also balancing expectations of possible rate hikes amid rising price pressures.

The S&P 500 closed at 7,403.05 (-0.07% DoD), while the DJIA ended at 49,686.12 (+0.32% DoD).

On average, yields fell by 1.21 bps, with the 2Y closing at 4.05% (-2.70 bps) and the 10Y closing at 4.59% (-0.60 bps).

The DXY closed at 99.19 (-0.09% DoD).

Global Stock Indices



	Level	DoD
S&P 500	7,403.05	-0.07%
DJIA	49,686.12	+0.32%
3-mo US Treasury yield	3.65%	-2.70 bps
2-yr US Treasury yield	4.05%	-2.70 bps
5-yr US Treasury yield	4.24%	-2.30 bps
10-yr US Treasury yield	4.59%	-0.60 bps
DXY	99.19	-0.09%

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.