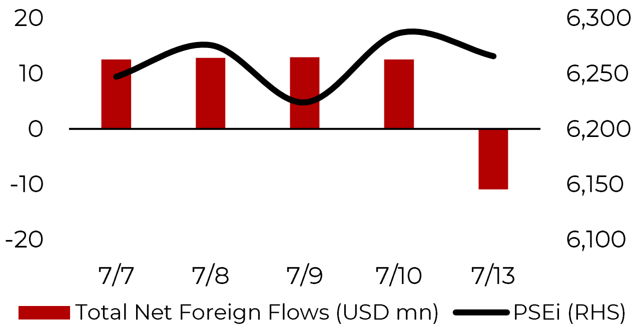
The Morning View

BPI WEALTH

July 14, 2026

Philippine Stock Exchange Index

-0.33% DoD; Net foreign selling: $10.95mn



	Level	DoD
PSEi	6,265.72	-0.33%
3-mo bond yield	5.08%	+1.97 bps
2-yr bond yield	6.47%	+4.90 bps
5-yr bond yield	7.02%	+5.59 bps
10-yr bond yield	7.23%	-2.92 bps
USDPHP	61.60	+0.14%
Oil (Brent, $ / barrel)	83.30	+9.59%

The Department of Energy (DoE) is set to tighten its weekly fuel price guidance by imposing fixed adjustments instead of a prescribed range if oil prices remain volatile. Energy Secretary Garin said renewed Middle East geopolitical tensions raised concerns anew over global oil supply disruptions. This week, diesel prices are set to increase by Php2.62 to Php4.62 per liter. As of July 10, fuel inventory is equivalent to 47.84 days (Prev: 46.50 days).

Megaworld Corp. (PSE Ticker: MEG) raised Php5.6 billion through multiple block sales of MREIT Inc. (PSE Ticker: MREIT) shares between April and July 2026. The transaction increases MREIT's public float ahead of planned asset infusions. Proceeds are expected to support the company's township expansion initiatives.

Local equities fell, **local fixed income yields** were mixed, and the **Philippine peso** weakened as renewed US-Iran tensions pushed oil prices higher and dampened investors' sentiment.

The PSEi closed at 6,265.72 (-0.33% DoD).

On average, yields rose by 2.78 bps, with the 2Y closing at 6.47% (+4.90 bps) and the 10Y closing at 7.23% (-2.92 bps).

The USD/PHP pair closed at 61.60 (+0.14% DoD).

President Trump proposed a 20% fee on cargo transiting the Strait of Hormuz and said the US would reinstate a blockade on Iranian ports near the waterway. Trump described the payment as a "protection fee" payable to the "guardian of the Strait of Hormuz." The announcement comes amid new exchanges of fire between the US and Iran.

Fed Governor Christopher Waller said that persistently above-target inflation could prompt near-term tightening. While noting that inflation could still return to the Fed's 2% target at the current policy setting, he cautioned that sustained price pressures may need a timely response to prevent an unnecessary jump in inflation.

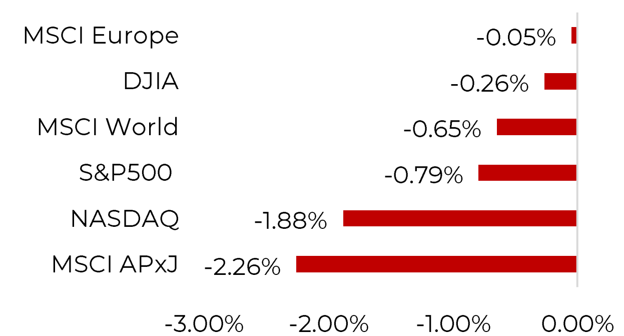
US equities pulled back, **US Treasury yields** soared, and the **US dollar** strengthened amid the intensifying conflict between the US and Iran. Investors also digested the surge in global crude oil prices as well as President Trump's remarks of potentially imposing a 20% toll fee on all cargo passing through Hormuz.

The S&P 500 closed at 7,515.34 (-0.79% DoD), while the DJIA ended at 52,498.64 (-0.26% DoD).

On average, yields rose by 4.99 bps, with the 2Y closing at 4.29% (+7.80 bps) and the 10Y closing at 4.63% (+6.30 bps).

The DXY closed at 101.24 (+0.28% DoD).

Global Stock Indices



	Level	DoD
S&P 500	7,515.34	-0.79%
DJIA	52,498.64	-0.26%
NASDAQ	29,264.10	-1.88%
3-mo US Treasury yield	3.82%	+2.90 bps
2-yr US Treasury yield	4.29%	+7.80 bps
5-yr US Treasury yield	4.38%	+7.20 bps
10-yr US Treasury yield	4.63%	+6.30 bps
DXY	101.24	+0.28%