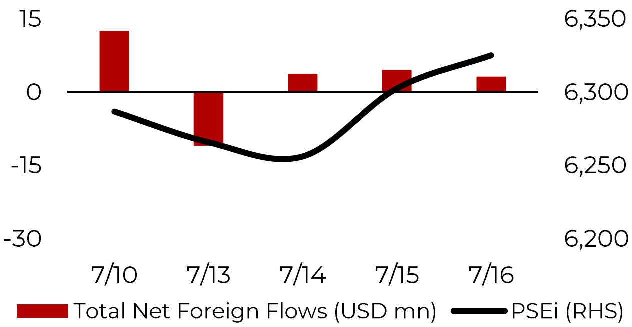
The Morning View

BPI WEALTH

July 17, 2026

Philippine Stock Exchange Index

+0.36% DoD; Net foreign buying: $3.17mn



	Level	DoD
PSEi	6,325.15	+0.36%
3-mo bond yield	5.06%	-1.86 bps
2-yr bond yield	6.52%	+0.01 bps
5-yr bond yield	7.09%	+0.66 bps
10-yr bond yield	7.28%	+2.56 bps
USDPHP	61.62	-0.11%
Oil (Brent, $ / barrel)	84.23	-0.85%

The PH government announced additional cash assistance for 7.5 million low-income households to cushion the impact of rising commodity prices. Beneficiaries of the Pantawid Pamilyang Pilipino Program and Walang Gutom Program beneficiaries will receive a one-time Php2,000 payment. Meanwhile, poor and near-poor households as well as low-income workers identified by the Social Security System will receive Php2,000 monthly from July to December.

Globe Telecom, Inc. (PSE Ticker: GLO) secured a Php10-billion term loan from the Land Bank of the Philippines to its fund capital expenditures (capex), refinance debt, and support corporate needs. It maintained its FY26 cash capex guidance at below $1 billion. In 1Q26, GLO spent Php12.7 billion on capex (+51% YoY), with 91% directed toward data-related infrastructure projects.

Local equities rose, **local fixed income yields** were mixed, and the **Philippine peso** strengthened after the June US producer price index inflation surprised to the downside in June, tempering Fed rate hike bets.

The PSEi closed at 6,325.15 (+0.36% DoD).

On average, yields fell by 0.17 bps, with the 2Y closing at 6.52% (+0.01 bps) and the 10Y closing at 7.28% (+2.56 bps).

The USD/PHP pair closed at 61.62 (-0.11% DoD).

Various Fed officials continued to raise concerns regarding US inflation ahead of the July policy meeting. Fed Vice Chair Philip Jefferson and Dallas Fed President Lorie Logan, both 2026 voting members, signaled openness to raise rates if inflation remains elevated. Meanwhile, Kansas City Fed President Jeff Schmid, not a 2026 voting member, cautioned against placing too much weight on a single month of softer inflation data.

The US imposed new 25% Section 301 tariffs on a broad range of Brazilian imports effective July 22, while expanding exemptions to include beef, coffee, aircraft, energy products, and rare earths. In response, Brazilian officials are reportedly preparing retaliatory measures, including possible suspension of patent protections for pharmaceutical products and agricultural seeds, as well as restrictions on US audiovisual companies.

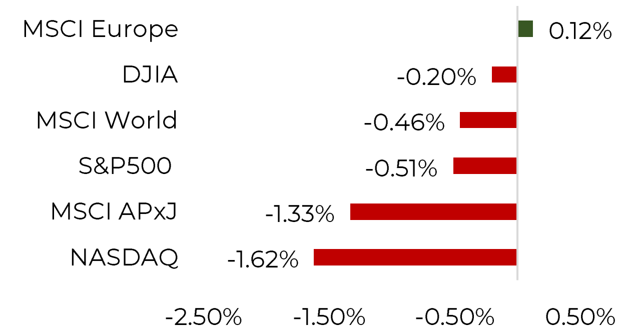
US equities fell, **US Treasury yields** rose, and the **US dollar** strengthened after US President Donald Trump threatened broader escalation against Tehran. Investors also weighed hawkish comments by several Fed officials and corporate earnings results.

The S&P 500 closed at 7,533.77 (-0.51% DoD), while the DJIA ended at 52,552.97 (-0.2% DoD).

On average, yields rose by 0.43 bps, with the 2Y closing at 4.14% (+0.60 bps) and the 10Y closing at 4.56% (+0.40 bps).

The DXY closed at 100.76 (+0.28% DoD).

Global Stock Indices



	Level	DoD
S&P 500	7,533.77	-0.51%
DJIA	52,552.97	-0.20%
NASDAQ	29,025.77	-1.62%
3-mo US Treasury yield	3.79%	+0.20 bps
2-yr US Treasury yield	4.14%	+0.60 bps
5-yr US Treasury yield	4.27%	+0.70 bps
10-yr US Treasury yield	4.56%	+0.40 bps
DXY	100.76	+0.28%