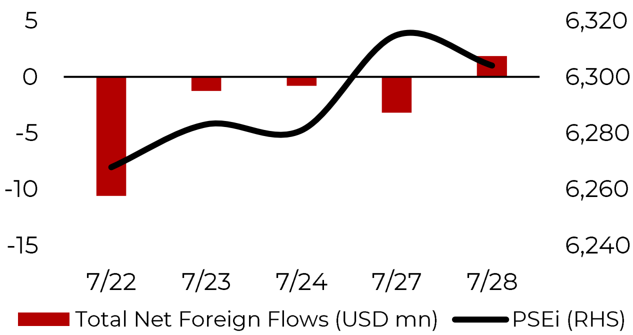
BPI WEALTH

The Morning View

July 29, 2026

Philippine Stock Exchange Index

-0.17% DoD; Net foreign buying: $1.87mn



	Level	DoD
PSEi	6,304.03	-0.17%
3-mo bond yield	5.05%	-3.01 bps
2-yr bond yield	6.65%	-3.52 bps
5-yr bond yield	7.32%	-5.55 bps
10-yr bond yield	7.47%	-14.22 bps
USDPHP	61.61	-0.10%
Oil (Brent, $ / barrel)	84.09	-4.83%

Bangko Sentral ng Pilipinas (BSP) Governor Remolona sees only a "small chance" of more aggressive policy tightening despite renewed volatility. He said the BSP is refining its models to assess the inflation outlook amid uncertainty over the combined impact of escalating Middle East tensions, the Metro Manila wage hike, and proposed tax relief measures.

Globe Telecom Inc. (PSE Ticker: GLO) partnered with e& Carrier & Wholesale Services to deploy an AI-powered voice firewall across its international voice network. The system enables real-time traffic monitoring, fraud detection, and analytics to combat fraudulent and unauthorized voice traffic.

Local equities inched down on cautious sentiment amid the broad decline in neighboring markets. This was also ahead of several corporate earnings results and the US Fed's policy decision. The PSEi closed at 6,304.03 (-0.17% DoD).

Local fixed income yields fell and the **Philippine peso** slightly strengthened as investors digested the decline in oil prices amid hopes of an end to the US-Iran conflict. This was also after the BSP said there is a small chance of more aggressive policy tightening.

On average, yields fell by 1.73 bps, with the 2Y closing at 6.65% (-3.52 bps) and the 10Y closing at 7.47% (-14.22 bps).

The USD/PHP pair closed at 61.61 (-0.10% DoD).

US goods trade deficit narrowed less than expected by 4.2% MoM to $101.5 billion in June (Consensus: $100.0 billion deficit). Goods exports dropped by 1.8% MoM to $204.7 billion, as shipments of industrial supplies, which include petroleum, tumbled. Meanwhile, goods imports fell by 2.6% MoM to $306.2 billion as the surge in precautionary restocking amid supply and geopolitical uncertainties began to fade.

The Conference Board's US consumer confidence index fell to 90.8 in July from an upwardly revised June reading of 92.2. This also came below expectations of a modest increase to 92.4. Households remained pessimistic about labor market conditions, with references to jobs and unemployment rising.

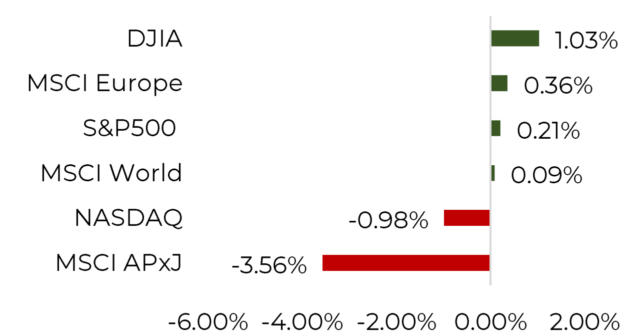
US equities rose as investors rotated out of semiconductor stocks and broadened out into other sectors ahead of the tech earnings reports this week. The S&P 500 closed at 7,428.78 (+0.21% DoD), while the DJIA ended at 52,747.32 (+1.03% DoD).

US Treasury yields slipped, and the **US dollar** weakened as global oil prices continued to retreat amid the pause in hostilities between US and Iran. Investors also turned their focus to the Federal Reserve's policy decision on Wednesday.

On average, yields fell by 3.79 bps, with the 2Y closing at 4.29% (-3.50 bps) and the 10Y closing at 4.61% (-4.30 bps).

The DXY closed at 101.42 (-0.12% DoD).

Global Stock Indices



	Level	DoD
S&P 500	7,428.78	+0.21%
DJIA	52,747.32	+1.03%
NASDAQ	27,763.13	-0.98%
3-mo US Treasury yield	3.86%	-4.70 bps
2-yr US Treasury yield	4.29%	-3.50 bps
5-yr US Treasury yield	4.37%	-3.50 bps
10-yr US Treasury yield	4.61%	-4.30 bps
DXY	101.42	-0.12%