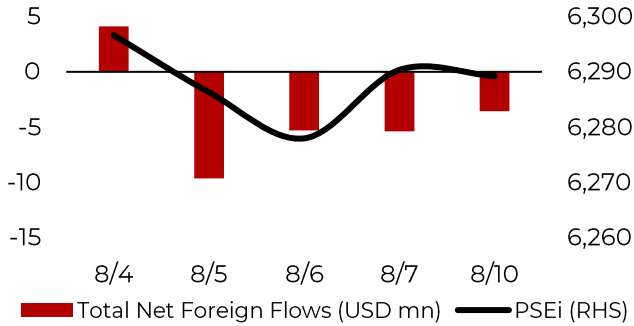


# The Morning View

August 11, 2026

## Philippine Stock Exchange Index

-0.02% DoD; Net foreign selling: \$3.58mn



|                          | Level    | DoD       |
|--------------------------|----------|-----------|
| PSEi                     | 6,289.21 | -0.02%    |
| 3-mo bond yield          | 5.00%    | -3.21 bps |
| 2-yr bond yield          | 6.43%    | -8.20 bps |
| 5-yr bond yield          | 7.07%    | -3.89 bps |
| 10-yr bond yield         | 7.26%    | -1.00 bps |
| USDPHP                   | 60.71    | -0.32%    |
| Oil (Brent, \$ / barrel) | 87.72    | +4.99%    |

**Cleveland Fed President Beth Hammack, a 2026 voter, said that returning inflation to the Federal Reserve's 2% target may require "some number" of rate hikes.** She noted that a single 25-bp rate hike is not meaningfully restrictive for the economy, and stressed that she does not want to prejudge how many hikes may ultimately be needed.

**US President Donald Trump extended for 90 days the Jones Act waiver, which allows foreign-flagged vessels to transport oil and other commodities between US ports, and introduced tighter case-by-case approval requirements.** The waiver, originally set to expire on August 16, is intended to ease fuel transportation constraints amid global energy market disruptions.

**US equities** inched down, **US Treasury yields** jumped, and the **US dollar** strengthened as oil prices climbed after President Trump said the US was only "semi-negotiating" with Iran. Investors also positioned ahead of the release of key US inflation reports for July, including the consumer and producer price data.

The S&P 500 closed at 7,753.11 (-0.06% DoD), while the DJIA ended at 53,975.98 (-0.11% DoD).

On average, yields rose by 4.29 bps, with the 2Y closing at 4.25% (+4.80 bps) and the 10Y closing at 4.71% (+6.20 bps).

The DXY closed at 99.81 (+0.27% DoD).

**Bangko Sentral ng Pilipinas (BSP) Governor Remolona said the central bank remains open to further policy tightening but the weak 2Q26 Gross Domestic Product (GDP) growth has eased the pressure to do so.** He said the BSP could still hike "as much as necessary" to ensure inflation continues to soften and eventually return to the 2-4% target.

**SM Prime Holdings, Inc. (PSE Ticker: SMPH) posted a net income of Php12.8 billion (+9% QoQ, +1% YoY) in 2Q26, bringing 1H26 earnings to Php24.5 billion (flat YoY).** Revenue grew 5% YoY to Php71.7 billion in 1H26, driven by resilient mall and commercial operations, but higher operating and construction costs largely offset the growth.

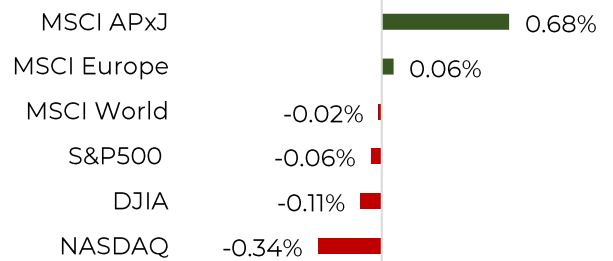
**Local equities** closed flattish, **local fixed income yields** fell, and the **Philippine peso** slightly strengthened as investors digested BSP Governor Remolona's remarks. This was also following the unexpected decline in US nonfarm payrolls in July, tempering bets of a September Fed policy rate hike.

The PSEi closed at 6,289.21 (-0.02% DoD).

On average, yields fell by 3.43 bps, with the 2Y closing at 6.43% (-8.2 bps) and the 10Y closing at 7.26% (-1 bp).

The USD/PHP pair closed at 60.71 (-0.32% DoD).

## Global Stock Indices



-1.00% -0.50% 0.00% 0.50% 1.00%

|                         | Level     | DoD       |
|-------------------------|-----------|-----------|
| S&P 500                 | 7,753.11  | -0.06%    |
| DJIA                    | 53,975.98 | -0.11%    |
| NASDAQ                  | 29,621.80 | -0.34%    |
| 3-mo US Treasury yield  | 3.81%     | +1.10 bps |
| 2-yr US Treasury yield  | 4.25%     | +4.80 bps |
| 5-yr US Treasury yield  | 4.41%     | +6.00 bps |
| 10-yr US Treasury yield | 4.71%     | +6.20 bps |
| DXY                     | 99.81     | +0.27%    |

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.