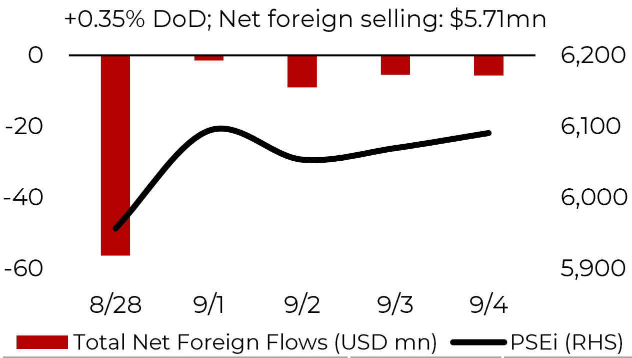
The Morning View

BPI WEALTH

September 7, 2026

Philippine Stock Exchange Index



	Level	DoD
PSEi	6,090.60	+0.35%
3-mo bond yield	5.11%	+0.33 bps
2-yr bond yield	6.42%	-0.90 bps
5-yr bond yield	7.13%	+1.42 bps
10-yr bond yield	7.29%	+0.84 bps
USDPHP	62.59	+0.11%
Oil (Brent, $ / barrel)	96.28	+0.80%

Bangko Sentral ng Pilipinas' (BSP) Business Expectations Survey showed that the PH business confidence index declined to -20.3 in July (June: 0.0), returning to pessimistic territory. Business sentiment was weighed by renewed Middle East tensions during the month, mounting concerns of persistent inflation. Sentiment on business prospects over the next 12 months also weakened but remained positive at 29.4 (June: 42.4).

GCash operator Mynt Inc. has secured approval for its planned initial public offering (IPO) of up to Php92.32 billion from the Securities and Exchange Commission. The SEC stated that Mynt's registration statement covering up to 66.9 billion common shares will be made effective, subject to compliance with remaining requirements.

Local equities inched up and **local fixed income yields** were mixed after the August inflation slowed to 6.1%, in line with consensus but still above the BSP's target. The slight moderation was driven by slower rises in vegetable and electricity prices. The PSEi closed at 6,090.60 (+0.35% DoD). Meanwhile, on average, yields rose by 0.60 bps, with the 2Y closing at 6.42% (-0.90 bps) and the 10Y closing at 7.29% (+0.84 bps).

The **Philippine peso** weakened as elevated oil prices amid the escalating Middle East tensions continued to weigh on sentiment. Investors also positioned ahead of the US nonfarm payrolls data. The USD/PHP pair closed at 62.59 (+0.11% DoD).

Iran warned of heavier retaliation and announced a restricted zone near the Strait of Hormuz following US strikes on its tankers. Meanwhile, the US maintains that naval escorts continue to safeguard over two-thirds of pre-conflict oil flows through the waterway.

US nonfarm payroll additions surged to 162,000 in August (Revised July: 21,000; Consensus: 55,000), the largest gain in five months, driven by rebounds in leisure and hospitality and local government education. Meanwhile, the unemployment rate remained at 4.1% despite the labor force participation rate increasing to 61.6% (July: 61.4%), indicating continued stability in the labor market.

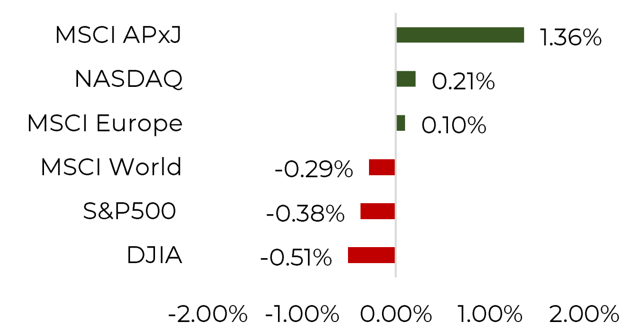
US equities retreated, **US Treasury yields** climbed, and the **US dollar** strengthened after US nonfarm payrolls increased more than anticipated in August, supporting bets of a Fed rate hike this year.

The S&P 500 closed at 7,718.60 (-0.38% DoD), while the DJIA ended at 53,414.25 (-0.51% DoD).

On average, yields rose by 1.80 bps, with the 2Y closing at 4.37% (+2.80 bps) and the 10Y closing at 4.78% (+1.40 bps).

The DXY closed at 99.18 (+0.27% DoD).

Global Stock Indices



	Level	DoD
S&P 500	7,718.60	-0.38%
DJIA	53,414.25	-0.51%
NASDAQ	29,544.15	+0.21%
3-mo US Treasury yield	3.86%	+1.60 bps
2-yr US Treasury yield	4.37%	+2.80 bps
5-yr US Treasury yield	4.55%	+3.10 bps
10-yr US Treasury yield	4.78%	+1.40 bps
DXY	99.18	+0.27%