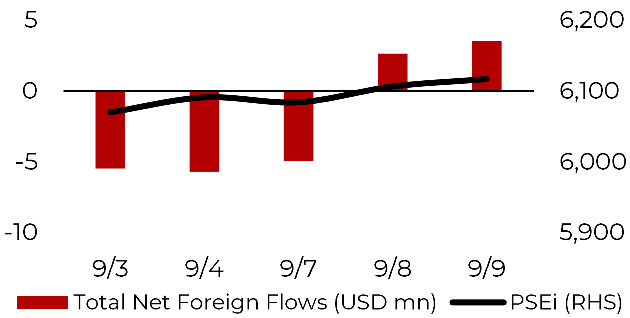
BPI WEALTH

The Morning View

September 11, 2026

Philippine Stock Exchange Index

-0.28% DoD; Net foreign buying: $2.66mn



	Level	DoD
PSEi	6,099.23	-0.28%
3-mo bond yield	5.21%	+0.35 bps
2-yr bond yield	6.51%	+2.91 bps
5-yr bond yield	7.24%	+1.34 bps
10-yr bond yield	7.37%	+4.97 bps
USDPHP	62.54	+0.04%
Oil (Brent, $ / barrel)	107.63	+6.34%

Philippine foreign direct investment (FDI) net inflows rose 35% YoY to $447 million in June, supported by higher nonresidents' investments in debt instruments and reinvested earnings. However, cumulative FDI inflows remained lower in 1H26, declining 18% YoY to $3.38 billion, reflecting continued investor caution amid global economic and geopolitical uncertainty.

ACEN Corp.'s (PSE Ticker: ACEN) retail electricity arm, ACEN RES, was contracted to supply 100% renewable energy to ACS Manufacturing's Laguna facilities through government retail access programs. The deal will avoid roughly 4,270 metric tons of annual carbon emissions, supporting growth for ACEN RES and reinforcing its 65% retail supply market share.

Local equities fell, **local fixed income yields** climbed, and the **Philippine peso** weakened as inflation fears reignited after oil prices rose above $100 per barrel level on continued US-Iran strikes.

The PSEi closed at 6,099.23 (-0.28% DoD).

On average, yields rose by 1.48 bps, with the 2Y closing at 6.51% (+2.91 bps) and the 10Y closing at 7.37% (+4.97 bps).

The USD/PHP pair closed at 62.54 (+0.04% DoD).

The European Central Bank (ECB) raised its key deposit rate to 2.50%, in line with market expectations. ECB President Christine Lagarde warned that persistent price pressures, with the Middle East conflict clouding the outlook, may keep inflation above the ECB's 2% target for an extended period. The ECB expects headline inflation to reach 3.0% in 2026, 2.5% in 2027 and 2.1% in 2028.

US producer price index (PPI) rose 0.4% MoM in August (July: +0.1%, Consensus: +0.4%). The increase was driven by higher energy costs, particularly a 24.1% MoM surge in diesel prices, alongside increases in airline fares, hospital services, and road freight costs. Meanwhile, core PPI rose by 0.2% MoM (July: +0.3%, Consensus: +0.3%).

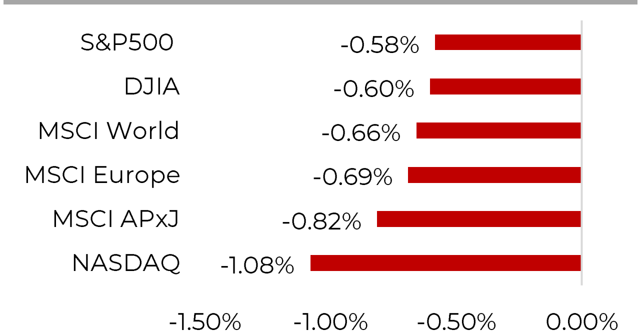
US equities fell, US Treasury yields rose, and the US dollar strengthened after surging global oil prices due to escalating US-Iran tensions and the faster August US PPI data stoked inflation concerns and raised expectations that the Fed may hike in its upcoming September meeting. This was also ahead of the consumer price index (CPI) inflation data release later today.

The S&P 500 closed at 7,591.70 (-0.58% DoD), while the DJIA ended at 52,064.10 (-0.60% DoD).

On average, yields rose by 10.23 bps, with the 2Y closing at 4.59% (+15.40 bps) and the 10Y closing at 4.97% (+12.20 bps).

The DXY closed at 99.05 (+0.23% DoD).

Global Stock Indices



	Level	DoD
S&P 500	7,591.70	-0.58%
DJIA	52,064.10	-0.60%
NASDAQ	29,103.51	-1.08%
3-mo US Treasury yield	3.95%	+4.70 bps
2-yr US Treasury yield	4.59%	+15.40 bps
5-yr US Treasury yield	4.76%	+14.60 bps
10-yr US Treasury yield	4.97%	+12.20 bps
DXY	99.05	+0.23%