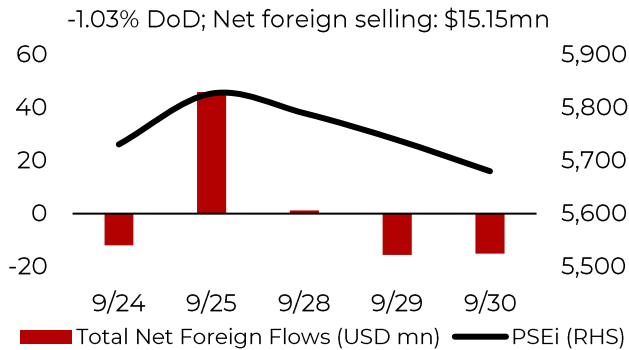


The Morning View

October 1, 2026

Philippine Stock Exchange Index



	Level	DoD
PSEi	5,679.48	-1.03%
3-mo bond yield	5.47%	+0.88 bps
2-yr bond yield	6.73%	+2.96 bps
5-yr bond yield	7.41%	+0.20 bps
10-yr bond yield	7.62%	-10.36 bps
USDPHP	62.64	+0.12%
Oil (Brent, \$ / barrel)	103.53	+0.92%

Bangko Sentral ng Pilipinas (BSP) estimated that Philippine inflation likely accelerated to the 6.4-7.4% range in September from August's 6.1%. If realized, this would end four straight months of easing inflation. Upward price pressures were attributed to higher agricultural goods prices, particularly vegetables and rice, alongside rising fuel costs and a weaker peso.

PLDT Inc.'s (PSE Ticker: TEL) digital infrastructure real estate investment trust (REIT), VITRO REIT, Inc., signed an agreement with Meralco PowerGen Corp. to explore renewable energy-powered data centers. The agreement covers a joint feasibility study of potential sites, power supply arrangements, data center design, and connectivity ahead of possible project development.

Local equities fell, local fixed income yields ended mixed, and the Philippine peso weakened amid cautious sentiment after the BSP projected that inflation could accelerate to as high as 7.4% in September. Investors also focused on the key US inflation and labor data releases, which could influence the Fed's next policy decision.

The PSEi closed at 5,679.48 (-1.03% DoD).

On average, yields fell by 1.02 bps, with the 2Y closing at 6.73% (+2.96 bps) and the 10Y closing at 7.62% (-10.36 bps).

The USD/PHP pair closed at 62.64 (+0.12% DoD).

US Personal Consumption Expenditures (PCE) inflation was unchanged at 3.4% YoY in August, and core PCE inflation held at 3.0%, with both measures coming in below expectations of 3.7% and 3.3%, respectively. Downward revisions to July inflation data helped keep annual inflation rates steady despite higher energy costs in August. However, both figures remained above the Fed's 2% target.

The US 2Q26 gross domestic product (GDP) growth was revised higher to an annualized rate of 2.2% QoQ in its final reading, from previously 1.5%. The upward revision reflected robust AI-related business investments, resilient consumer spending, and stronger government spending.

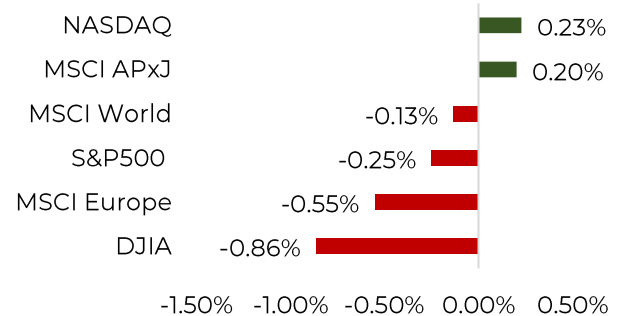
US equities closed mixed, US Treasury yields were mixed but rose on average, and the US dollar slightly strengthened as investors assessed a slew of US economic data, including the slower-than-expected US August PCE inflation and the upwardly revised US 2Q26 GDP growth.

The S&P 500 closed at 7,651.54 (-0.25% DoD), while the DJIA ended at 50,906.05 (-0.86% DoD).

On average, yields rose by 2.68 bps, with the 2Y closing at 4.89% (+1.20 bps) and the 10Y closing at 5.29% (+5.10 bps).

The DXY closed at 101.45 (+0.08% DoD).

Global Stock Indices



	Level	DoD
S&P 500	7,651.54	-0.25%
DJIA	50,906.05	-0.86%
NASDAQ	30,408.50	+0.23%
3-mo US Treasury yield	4.12%	-4.80 bps
2-yr US Treasury yield	4.89%	+1.20 bps
5-yr US Treasury yield	5.09%	+3.80 bps
10-yr US Treasury yield	5.29%	+5.10 bps
DXY	101.45	+0.08%