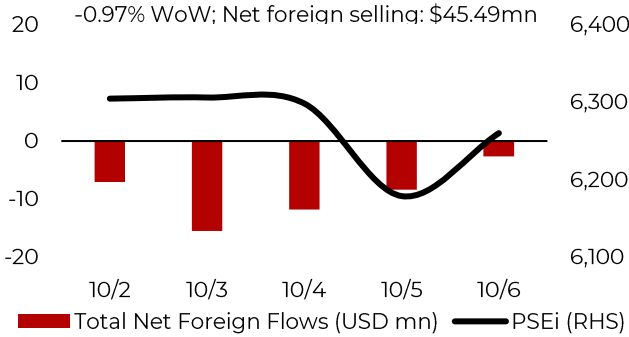


# The Weekly Review

OCTOBER 9, 2023

## Philippine Stock Exchange Index



	Level	WoW
PSEi	6,259.95	-0.97%
3-mo bond yield	5.71%	+0.70 bps
2-yr bond yield	6.32%	+6.48 bps
10-yr bond yield	6.58%	+9.44 bps
USDPHP	56.62	+0.08%
Oil (Brent, \$ / barrel)	84.58	-11.26%

**Local equities** inched down as the surge in the PH inflation print for September heightened investors' worries over further rate hikes. The economic growth forecast downgrade of the International Monetary fund for the Philippines also weighed down market sentiment.

▼ The PSEi closed at 6,259.95 (-0.97% WoW)

**Local fixed income yields continued to rise** as Philippine inflation accelerated to 6.1% in September. The Philippine Statistics Authority attributed the quickening pace of inflation to higher food and transport costs.

▲ On average, yields rose by 4.98 bps, with the 2Y closing at 6.32% (+6.48 bps) and the 10Y closing at 6.58% (+9.44 bps).

The **Philippine Peso slightly weakened** amid hawkish signals from the US Fed. Investors also digested the higher-than-expected local inflation print for September.

▲ USD/PHP pair closed at 56.62 (+0.08% WoW)

**US equities** were mixed as investors weighed a slew of economic data releases and their impact on the US Federal Reserve's policy rate path. The higher-than-expected job openings and nonfarm payrolls data pointed to a still-resilient labor market and fueled worries of higher for longer rates ahead.

▲ S&P 500 closed at 4,308.50 (+0.48% WoW)

▼ DJIA closed at 33,407.58 (-0.30% WoW)

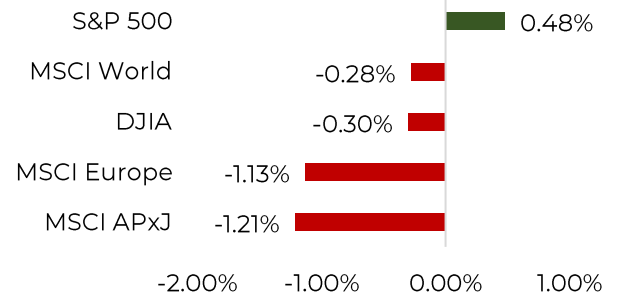
**US Treasury yields soared** as investors digested the stronger-than-expected September nonfarm payroll additions as well as the higher-than-expected August job openings data. The 10-year US Treasury yield reached a 16-year high within the week on expectations that the Fed will keep rates elevated amid the still tight labor market.

▲ On average, US treasury yields rose by 14.33 bps WoW with the 10Y closing at 4.81% (+23.20 bps)

The **US Dollar** weakened after the euro was boosted by hawkish remarks from the European Central Bank. Investors also focused on the upcoming inflation print and the release of the FOMC minutes of the meeting this week.

▼ The DXY closed at 106.04 (-0.12% WoW).

## Global Stock Indices



	Level	WoW
S&P 500	4,308.5	+0.48%
DJIA	33,407.58	-0.30%
3-mo US Treasury yield	5.52%	+5.90 bps
2-yr US Treasury yield	5.09%	+3.70 bps
10-yr US Treasury yield	4.81%	+23.20 bps
DXY	106.04	-0.12%

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