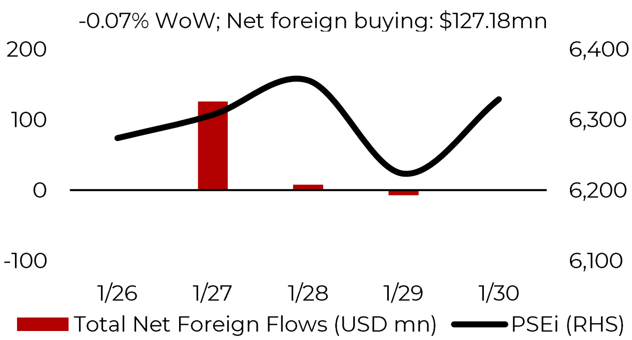
The Weekly Review

February 2, 2026

Philippine Stock Exchange Index



	Level	WoW
PSEi	6,328.97	-0.07%
3-mo bond yield	4.68%	-8.38 bps
2-yr bond yield	5.19%	-11.04 bps
5-yr bond yield	5.66%	-11.05 bps
10-yr bond yield	5.99%	-7.67 bps
USDPHP	58.86	-0.39%
Oil (Brent, $ / barrel)	70.69	+7.30%

Local equities inched down following the slower-than-expected 4Q25 PH economic growth of 3.0% YoY (Consensus: 3.7$). However, losses were capped by bargain hunting amid increased rate cut expectations from the Bangko Sentral ng Pilipinas (BSP).

Top performers were Bank of the Philippine Islands (PSE Ticker: BPI; +6.90%), International Container Terminal Services, Inc. (ICT; +3.05%), and LT Group, Inc. (LTG; +2.97%). Meanwhile, RL Commercial REIT, Inc. (PSE Ticker: RCR; -9.52%), ACEN Corp. (ACEN; -9.56%), and DigiPlus Interactive Corp. (PLUS; -11.35%) were the laggards of the week.

▼ The PSEi closed at 6,328.97 (-0.07% WoW).

Local fixed income yields declined following a significantly weaker-than-expected PH economic growth in 4Q25, which raised expectations of further BSP rate cuts.

▼ On average, yields fell by 8 bps, with the 2Y closing at 5.19% (-11 bps) and the 10Y closing at 5.99% (-8 bps).

The Philippine peso strengthened as the country's trade deficit narrowed in 2025, driven by subdued imports and higher exports. Investors also anticipated Trump's announcement of a new US Federal Reserve chair.

▼ The USD/PHP pair closed at 58.86 (-0.39% WoW).

US equities were mixed as investors parsed through strong 4Q25 earnings reports from large tech names such as Meta, Apple, Microsoft, and Tesla. However, concerns were raised about the larger capital outlays on Artificial Intelligence by hyperscalers. This was also after the Fed's decision to hold rates at 3.50-3.75%, and Trump's nomination of Kevin Warsh as the next Fed Chair.

▲ S&P 500 closed at 6,939.03 (+0.34% WoW).
▼ DJIA closed at 48,892.47 (-0.42% WoW).

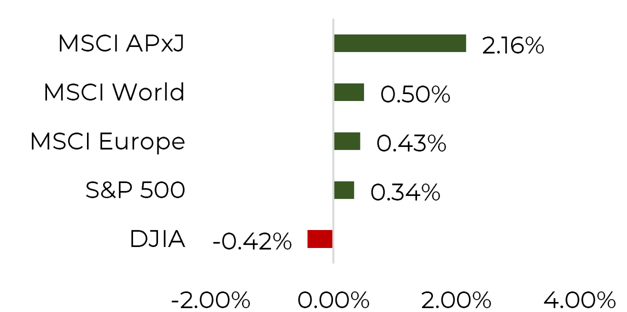
US Treasury yields ended mixed as investors weighed the Fed's decision to hold rates steady alongside Chair Powell's remarks pointing to a resilient US economy as well as easing inflation and employment risks. Markets also digested Trump's announcement of his pick for the next Fed Chair, Kevin Warsh.

– On average, yields closed flat, with the 2Y closing at 3.53% (-7 bps) and the 10Y closing at 4.24% (+1 bp).

The **US dollar** weakened as investors weighed the possibility of a partial government shutdown due to opposition on the funding of the Department of Homeland Security. Traders also digested the wider-than-expected US November trade deficit, which tempered growth expectations for 4Q25.

▼ The DXY closed at 96.99 (-0.62% WoW).

Global Stock Indices



	Level	WoW
S&P 500	6,939.03	+0.34%
DJIA	48,892.47	-0.42%
3-mo US Treasury yield	3.67%	-0.70 bps
2-yr US Treasury yield	3.53%	-6.90 bps
5-yr US Treasury yield	3.79%	-3.60 bps
10-yr US Treasury yield	4.24%	+1.20 bps
DXY	96.99	-0.62%