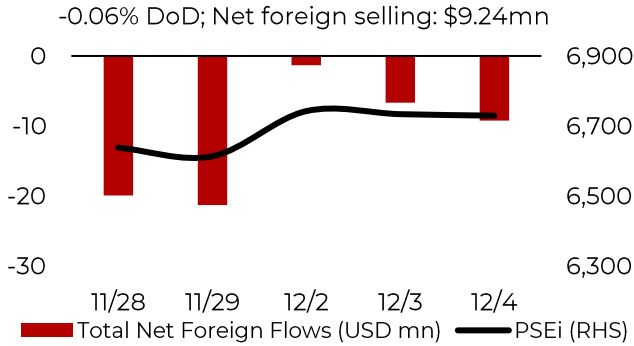


# The Morning View

December 5, 2024

## Philippine Stock Exchange Index



	Level	DoD
PSEi	6,729.96	-0.06%
3-mo bond yield	5.67%	-0.58 bps
2-yr bond yield	5.95%	+0.49 bps
10-yr bond yield	5.97%	-1.11 bps
USDPHP	58.23	-0.60%
Oil (Brent, \$ / barrel)	72.31	-1.78%

**The Board of Investments' (BoI) approved projects hit Php1.58 trillion as of November**, on track to hit its target of Php1.6 trillion for 2024. The majority of the approved investments were in the renewable energy sector, which accounted for Php1.35 trillion.

**JG Summit Holdings, Inc.'s (PSE Ticker: JGS) chief digital officer Lisa Gokongwei-Cheng will step down from her role effective January 1, 2025.** JGS disclosed that she will be replaced by Ma. Cristina Bellafor P. Alvarez. Ms. Alvarez will also serve as JGS' chief information officer.

**Local equities** inched down ahead of the release of the November local inflation reading. Bloomberg consensus expects the local inflation print to accelerate to 2.5% in November due to the impact of the recent typhoons. The PSEi closed at 6,729.96 (-0.06% DoD).

**Local fixed income yields** closed mixed but slightly rose on average as investors awaited the release of the local inflation data today. On average, yields rose by 0.03 bps, with the 2Y closing at 5.95% (+0.49 bps) and the 10Y closing at 5.97% (-1.11 bps).

The **Philippine Peso** strengthened ahead of the release of the November local headline inflation print. The local currency was also likely supported by the seasonal increase in remittances. The USD/PHP pair closed at 58.23 (-0.60% DoD).

**US Fed Chair Powell said that the Fed can afford to be a little more cautious on cutting rates.** He noted that the US economy is in very good shape and downside risks appear to be less in the labor market. He also added that inflation came in slightly higher.

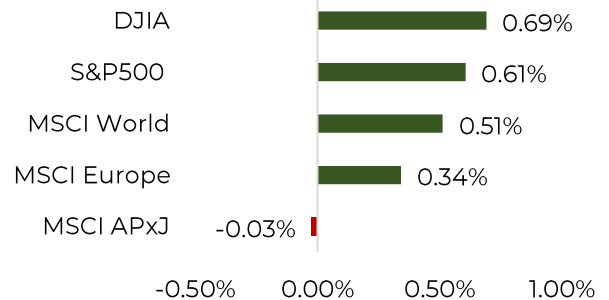
**ADP private payrolls grew by 146,000 jobs in November (Oct Revised: 184,000).** This was lower than the market's expectation of 150,000. ADP's chief economist Nela Richardson stated that although wage growth for the month was healthy, manufacturing has been the weakest since spring.

**US equities** rose as tech stocks climbed amid upbeat third-quarter earnings results. This was also after Fed Chair Powell commented that the US economy is in "very good shape." The S&P 500 closed at 6,086.49 (+0.61% DoD) and the DJIA closed at 45,014.04 (+0.69% DoD).

**US Treasury yields** dropped following the lower-than-expected ADP private payrolls data and weaker US Institute for Supply Management (ISM) services sector purchasing managers' index (PMI) in November. On average, yields fell by 4.03 bps, with the 2Y closing at 4.13% (-5.20 bps) and the 10Y closing at 4.18% (-4.40 bps).

The **US dollar** closed flat following the softer-than-expected US ISM services PMI and ADP private payrolls data. The DXY closed at 106.34 (-0.02% DoD).

## Global Stock Indices



	Level	DoD
S&P 500	6,086.49	+0.61%
DJIA	45,014.04	+0.69%
3-mo US Treasury yield	4.46%	-0.80 bps
2-yr US Treasury yield	4.13%	-5.20 bps
10-yr US Treasury yield	4.18%	-4.40 bps
DXY	106.34	-0.02%

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