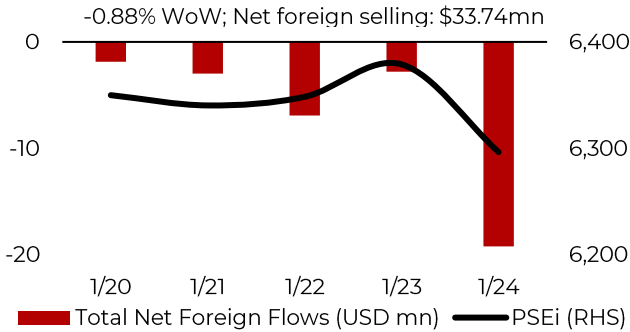


The Weekly Review

January 27, 2025

Philippine Stock Exchange Index



	Level	WoW
PSEi	6,296.20	-0.88%
3-mo bond yield	5.31%	-18.51 bps
2-yr bond yield	5.89%	-5.41 bps
10-yr bond yield	6.25%	-8.81 bps
USDPHP	58.31	-0.56%
Oil (Brent, \$ / barrel)	78.50	-2.83%

The local equity market declined amid foreign selling for most of the week as investors remained cautious over Trump's policies and weighed the possibility of Philippine economic growth falling below the government's 6-6.5% target for FY2024.

Top performers were Monde Nissin Corp. (PSE Ticker: MONDE; +3.09%), DMCI Holdings, Inc. (DMC; +2.72%), and Bank of the Philippine Islands (BPI; +2.47%). Meanwhile, Wilcon Depot Inc. (PSE Ticker: WLCON; -5.46%), Bloomberry Resorts Corp. (BLOOM; -5.91%), and JG Summit Holdings, Inc. (JGS; -6.72%) were the laggards.

▼ The PSEi closed at 6,296.2 (-0.88% WoW).

Local fixed income yields fell amid strong demand for the Bureau of the Treasury's (BTr) reissued 10-year bonds. Investors also assessed Trump's comments that the US was not yet ready to implement universal tariffs.

▼ On average, yields fell by 10 bps, with the 2Y closing at 5.89% (-5 bps) and the 10Y closing at 6.25% (-9 bps).

The Philippine peso strengthened as investors digested US President Trump's remarks in his inaugural speech, which tempered worries of aggressive import tariffs.

▼ The USD/PHP pair closed at 58.31 (-0.56% WoW).

The US stock market indices rose to new record highs following the inauguration of Donald Trump as the new president of the US. Investors also remained optimistic following the tempered expectations of global tariffs and the news of a \$500 billion AI infrastructure investment from Softbank, Oracle, and OpenAI.

- ▲ S&P 500 closed at 6,101.24 (+1.74% WoW).
- ▲ DJIA closed at 44,424.25 (+2.15% WoW).

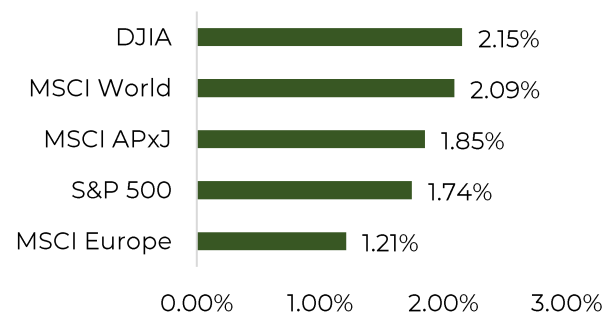
US Treasury yields fell as Trump stated that the US is not yet ready to implement universal tariffs. Hopes for a more measured US trade policy provided temporary relief to investors.

▼ On average, yields fell by 1 bp, with the 2Y closing at 4.27% (-2 bps) and the 10Y closing at 4.62% (-1 bp).

The **US dollar weakened** amid growing expectations that Trump's tariffs will be less aggressive than previously feared. Investors also digested Trump's call for lower interest rates.

▼ The DXY closed at 107.44 (-1.74% WoW).

Global Stock Indices



	Level	WoW
S&P 500	6,101.24	+1.74%
DJIA	44,424.25	+2.15%
3-mo US Treasury yield	4.32%	+1.10 bps
2-yr US Treasury yield	4.27%	-1.70 bps
10-yr US Treasury yield	4.62%	-0.60 bps
DXY	107.44	-1.74%