

PH BONDS ROSE ON INDEX INCLUSION, STOCKS GAINED FROM FOREIGN INFLOWS

Weekly Review: 20-27 February 2026

What Happened Last Week

- U.S. Treasuries advanced while equities fell, as escalating geopolitical risks in the Middle East heightened investor risk aversion.
 - Ahead of the weekend attack, investor anxiety rose after the UN reported unexplained Iranian activity at previously bombed uranium-enrichment sites.
- Local bonds strengthened on month-end repositioning and optimism over potential re-inclusion in the JPMorgan GBI-EM index. Local equities climbed above the 6,000 level on sustained foreign buying.
- The Peso strengthened on strong foreign equity inflows.
- Asset prices Week-on-Week (WoW) and Year-to-Date (YTD)

Asset	Week-on-Week	YTD	Current Level
	Feb 20-27, 2026	as of Feb 27, 2026	as of Feb 27, 2026
	Rate Change		Rate
10Yr US Treasury Yield	▼0.15%	▼0.23%	3.94%
10Yr PHP Benchmark Yield	▼0.04%	▼0.15%	5.92%
	Price Change		Price
Philippine Peso vs. US Dollar	▲0.83%	▲1.91%	PHP 57.67/USD
S&P500	▼0.44%	▲0.49%	6,878.88
PCOMP	▲2.26%	▲9.22%	6,611.24

What To Expect This Week

PH bond market will hinge on the March 5 inflation release, with February CPI expected slightly higher. Market sentiment may also remain cautious following the Middle East conflict, as investors reassess risks and the potential implications for inflation, the peso, economic growth, and interest rates.

