

LOCAL BONDS SLIDE ON INFLATION CONCERNS; EQUITIES UP ON STRONG ICT EARNINGS

Weekly Review: 11-15 May 2026

What Happened Last Week

- US bond prices fell following a stronger-than-expected inflation reading. Meanwhile, equities posted modest gains driven by continued AI optimism.
 - April CPI and PPI came in at 3.8% and 6%, higher than market estimates’ 3.7% and 4.8%, respectively.
- Local bonds tracked regional markets, while equities closed marginally higher amidst better-than-expected 1Q earnings of International Container Terminal (+4.6% WoW).
- The local currency reached a new low at PHP 61.72 due to elevated oil prices.
- Asset prices Week-on-Week (WoW) and Year-to-Date (YTD)

Asset	Week-on-Week	YTD	Current Level
	May 11-15, 2026	as of May 15, 2026	as of May 15, 2026
	Rate Change		Rate
10Yr US Treasury Yield	▲0.18%	▲0.43%	4.59%
10Yr PHP Benchmark Yield	▲0.32%	▲1.54%	7.62%
	Price Change		Price
Philippine Peso vs. US Dollar	▼0.93%	▼4.99%	PHP 61.72/USD
S&P500	▲0.13%	▲8.22%	7,408.50
PCOMP	▲0.27%	▼1.26%	5,976.77

What To Expect This Week

- US markets are likely to take cues from the upcoming FOMC minutes, which may offer clearer signals on the rate outlook.
- Local markets may stay volatile amid political noise and positioning ahead of the month-end MSCI rebalancing.

