

PH BONDS DIP ON RENEWED MIDDLE EAST TENSIONS; EQUITIES REBOUND FROM REBALANCING-DRIVEN SELLOFF

Weekly Review: 1-5 June 2026

What Happened Last Week

- U.S. bonds and equity markets declined amid renewed escalation in Middle East tensions.
- Local bonds tracked rising US Treasury yields, ignoring the lower-than-expected May inflation print. Meanwhile, Philippine equities rose, staging a shallow rebound from the selloff driven by MSCI index rebalancing.
- The Philippine peso strengthened after the BSP moved to curb speculative trading against the currency.
- Asset prices Week-on-Week (WoW) and Year-to-Date (YTD)

Asset	Week-on-Week May 29-Jun 5, 2026	YTD as of Jun 5, 2026	Current Level as of Jun 5, 2026
	Rate Change		Rate
10Yr US Treasury Yield	▲0.09%	▲0.36%	4.53%
10Yr PHP Benchmark Yield	▲0.01%	▲1.46%	7.53%
	Price Change		Price
Philippine Peso vs. US Dollar	▲0.19%	▼4.56%	PHP 61.47/USD
S&P500	▼2.59%	▲7.86%	7,383.74
PCOMP	▲2.94%	▼1.89%	5,938.38

What To Expect This Week

- Equities and bonds may face heightened volatility as Middle East tensions escalate, oil prices climb, and the BSP’s June 18 rate decision approaches.

