

PH BONDS TRACKED US MARKET DECLINES, EQUITIES UP

Weekly Review: 4 to 11 July 2025

What Happened Last Week

- US bonds ended lower while equities paused as tariff concerns resurfaced.
 - US President Trump intensified trade tensions proposing a 35% tariff on select Canadian goods and blanket tariffs of 20–40% on most U.S. trading partners, including the Philippines.
- Philippine bonds mirrored US market declines while local equities held firm, buoyed by bargain-hunting on select heavily-beaten Real Estate and Consumer names.
 - SMPH (+4.7%) recovered on BSP's expected 2 rate cuts this year while URC (+7.7%) and MONDE (7.7%) both went up strongly on prospects of higher consumption spending in 2H25.
- PHP continued to weaken as renewed tariff uncertainty reinforced the USD's safe-haven appeal.
- Asset prices Week-on-Week (WoW) and Year-to-Date (YTD)

	Week-on-Week Jul 4 to 11, 2025	YTD as of July 11, 2025	Current Level as of July 11, 2025
Asset	Rate Change		Rate
10Yr US Treasury Yield	▲0.06%	▼0.16%	4.41%
10Yr PHP Benchmark Yield	▲0.01%	▲0.07%	6.25%
	Price Change		Price
Philippine Peso vs. US Dollar	▼0.12%	▲2.38%	PHP56.47/USD
S&P500	▲0.02%	▲6.78%	6,280.46
PCOMP	▲1.01%	▼1.06%	6,459.88

What To Expect This Week

- Local bonds are expected to remain steady amid light domestic data.
- Local equities may consolidate ahead of the July 22 meeting between PH President Marcos and US President Trump, which could shape bilateral trade agreements.