

PH BOND YIELDS marginally HIGHER; PH STOCKS FELL ON FOREIGN SELLING

Weekly Review: 11 to 18 July 2025

What Happened Last Week

- US bond yields inched higher after inflation data showed a modest uptick, reinforcing expectations of delayed Fed rate cuts. US equities hit new record highs driven by better retail sales and jobs data and gains in technology stocks.
 - Headline inflation rose 2.7% year-on-year, slightly higher versus 2.6% consensus estimate.
 - June retail sales rose 0.6% month-on-month, exceeding the 0.1% consensus.
 - Weekly jobless claims came in at 221,000, below the 233,000 forecast.
- Local bond yields marginally rose, tracking the increase in US Treasury yields. Local stocks declined, dragged by foreign selling of SM Investments (-8%) and SM Prime (-6%).
- The PHP weakened as stronger US inflation delayed expectations for Fed rate cuts, boosting the US dollar.
- Asset prices Week-on-Week (WoW) and Year-to-Date (YTD)

	Week-on-Week Jul 11 to 18, 2025	YTD as of July 18, 2025	Current Level as of July 18, 2025
Asset	Rate Change		Rate
10Yr USTreasury Yield	▲0.01%	▼0.15%	4.42%
10Yr PHP Benchmark Yield	▲0.02%	▲0.09%	6.27%
	Price Change		Price
Philippine Peso vs. US Dollar	▼1.20%	▲1.20%	PHP57.15/USD
S&P500	▲0.59%	▲7.06%	6,296.79
PCOMP	▼2.42%	▼3.45%	6,303.72

What To Expect This Week

- With limited data releases this week, investor focus is likely to shift to U.S. tariff talks. Local bond yields will continue to take cues from US Treasuries.