

EQUITY OUTLOOK

**Technicals**:

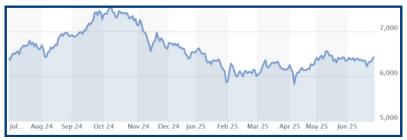
Market Outlook : Cautious Support at 6000 followed by 5700, Resistance at 6500 followed by 6700 With a potential black swan now removed, investors can once again focus on corporate fundamentals. Investors may wait for dips to add to high quality growth names. With US equities at or close to all-time highs, the tide should eventually lift all boats. Trading Strategy :

Market fears reached a crescendo as the US suddenly participated in the Israel-Iran conflict with surprise airstrikes against Iran's nuclear facilities. Fearing a wider conflict, emerging market equities sold off sharply. But just as quickly as the US went in, so was a ceasefire immediately announced. Though initially shaky, it now seems that the open conflict has finally ended.

Oil prices also erased their entire rally in just a couple of days as the prospect of a closure of the Strait of Hormuz vanished. Global equities then recovered, with the tech-heavy Nasdag hitting a new record high.

The much awaited IPO of Maynilad was also delayed October 2025 as some anchor investors to additional time to secure internal requested approvals. If Mynt (Gcash) does not list this year, this may well be the only major IPO of 2025.

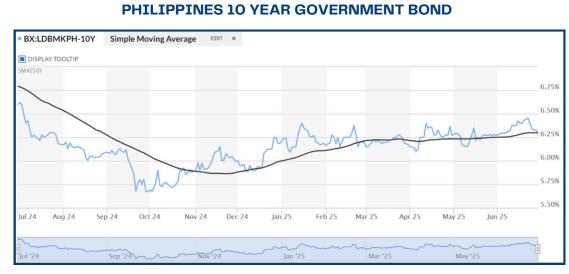
## Philippine Stock Exchange Index (PSEi) 1-year chart



Foreign selling also slowed down as the peso went back down below the 57/\$ level, with only PhP 1.1 billion in net foreign selling last week. We note that the prospect of more interest rate cuts is buoying cyclical index names as of late.



Global markets are already looking forward, with UST lower and equities higher. Locally we got the new auction schedule for 3Q out already but this does not yet include an assumed RTB issuance. This will likely keep rates sideways for now until we get more news on the RTB. Inflation remains reasonably contained, and with oil prices coming down again, we view inflation to remain benign for the year.



PHP BVAL Reference Rates Benchmark Tenors **BVAL** Rate as of Teno June 27, 2025 5.2119 1M 3M 5.4794 6M 5.6420 1Y 5.6955 3Y 5.7880 5Y 5.9341 10Y 6.3200

Disclaimer: The information contained herein is the property of Philequity Management Inc. and may not be copied or distributed without the prior consent of Philequity Management, Inc. The information and views expressed herein is not warranted to be accurate, complete or timely and may change without prior notice. Neither Philequity nor its content provider is responsible for any damages and losses arising from any use possible losses of principal. Consult a professional before investing. For inquiries, please contact Philequity Management, Inc



