

EQUITY OUTLOOK

Market Outlook : Technicals : Trading Strategy :

Cautiously Bullish
Support at 6000 followed by 5700, Resistance at 6200 followed by 6500

The bounce continued as local institutions continued to buy heavily. The Philippine peso also cooperated, helping the PSEi close above the 6000 resistance level A clear breakout above this and a successful retest will make 6000 a support level once again. Buying on

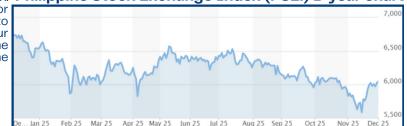
dips is now in play

The PSEi continued to show relative strength on the back of local institutional buying as it ended above the 6000 threshold with a 0.4% gain. This is despite net foreign selling worth PhP 3.2 billion in the last week of November. Strength was well distributed among index heavyweights. With this move, the PSEi outperformed its ASEAN peers by 3.8% on a monthly basis – the most in 2 years.

This comes on the back of Frederick Go being appointed as the new secretary of the Department of Finance. Go vowed to bring GDP growth back to 5.5% next year through the completion of various projects across different government agencies. In a recent interview, Go said he believes that prosecuting corrupt officials, recouping the stolen funds and implementing genuine reforms will help the Philippines get back to its previous growth trajectory. He also emphasized that he will continue the fiscal consolidation started by his predecessor, now Executive Secretary Ralph Recto.

Also of note is the Philippine peso's relative strength. Despite the US dollar appreciating against most major currencies in the past weeks, the 59/\$ level managed to stay unbroken as the peso ended the week at 58.63. Our currency has so far gained 0.7% against the US dollar in the past 2 weeks. A stable peso is instrumental for Philippine risk assets, including equities.

Also of note is the Philippine peso's relative strength. Philippine Stock Exchange Index (PSEi) 1-year chart





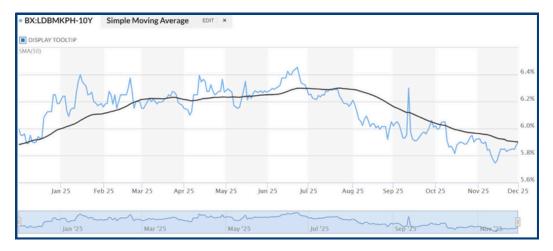
BOND OUTLOOK

Market Outlook: Trading Strategy: Neutra

Sideways movement is expected this week as the only data on the dock that would move the market is the November CPI, which most believe to still be benign, though may have a slight uptick due to food prices being affected by the typhoons. Most people will be waiting for next week, which brings the decision by the Fed if they will cut rates or not.

This week, rates will still be supported since inflation is still benign locally, and the BTR will be finishing its borrowing for the year. What we are waiting for is the controversial decision by the Fed next week, as Powell has hinted that a cut is not automatic, and many Fed members are divided to cut or not move. This will naturally affect rates globally and determine next moves of the BSP. For now, best to stay on the sidelines.

PHILIPPINES 10 YEAR GOVERNMENT BOND



PHP BVAL Reference Rates Benchmark Tenors

| Tenor | BVAL Rate as of November 28, 2025 |
|-------|--------------------------------------|
| 1M | 4.6572 |
| 3M | 4.8820 |
| 6M | 4.9999 |
| 1Y | 5.0711 |
| 3Y | 5.3310 |
| 5Y | 5.5588 |
| 10Y | 5.9364 |

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