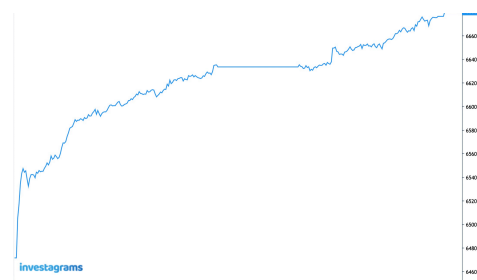




## Market Commentary

➔ **The View:** The PSEi soared by 208.84 points or 3.23% on Thursday to end at 6,680.71. The benchmark index broke through the 6,500-level and 6,600-level in a day after Wednesday's close at 6,437.81. US indices fell flat following a rally that stemmed from a cooler inflation print in July. Despite of that, they are still on track for some week-on-week gains. European markets also had a similar performance and closed mixed with minute movements. Meanwhile, Asia-Pacific indices also ended mixed as investors assessed the latest US and China inflation data and its impact on other countries' monetary policies. In the local bourse, sectors as well as index stocks posted gains across the board. Property (+4.46%), Holding Firms (+3.25%), and Services (+3.20%) posted the largest gains among the sectors. In the main index, RLC (+8.79%), JFC (+6.88%), and GLO (+6.83%) led the rally. EMI (+0.21%), BPI (+0.80%), and URC (+0.80%) recorded the lowest gains. Index stocks had grew by an average of 3.27%. The market's value turnover went up by 36% to PHP8.63 billion from Wednesday's PHP6.34 billion. Total foreign activity increased by 4% to PHP6.73 billion from PHP6.44 billion in the previous session. Foreigners switched to being net buyers, with net foreign buying amounting to PHP951.54 million, opposite the previous day's net foreign selling of PHP119.38 million. The Philippine Peso rallied against the US dollar and closed PHP55.30, 335-centavo stronger than the PHP55.665 from Wednesday. Philippine stocks surged yesterday with major gains following the slower-than-expected US inflation print in July and another batch of strong corporate earnings. The slowdown in US inflation is expected by economists to strongly influence the US Federal Reserve (FED)'s monetary policy stance. Investors took the news positively with hopes that inflation has finally peaked amidst falling commodity prices. Economists expect a potential slowdown in the pace of interest rate hikes. Another set of corporate earnings released yesterday showed mostly positive results with some major firms' performance like Jollibee Foods Corporation (JFC) already surpassing its pre-pandemic levels. Long-term outlook may be taking another step towards a positive direction with the recent economic and corporate data. However, with a big jump yesterday, the local bourse could become more susceptible to some profit taking ahead of the Bangko Sentral ng Pilipinas (BSP)'s next policy meeting scheduled on August 18. Investors could likely be on the lookout on how the recent US economic data will affect the central bank's monetary policy strategy moving forward.

## PSEI INTRADAY



## INDICES

Index	Prev	Last	% Chg
PSEi	6,471.84	6,680.68	3.23%
All Shares	3,461.51	3,550.57	2.57%
Financial	1,511.50	1,537.95	1.75%
Industrial	9,634.95	9,876.45	2.51%
Holding Firms	6,191.08	6,392.02	3.25%
Property	2,918.79	3,049.10	4.46%
Services	1,690.56	1,744.68	3.20%
Mining & Oil	11,355.66	11,598.54	2.14%

## TOP 10

## BOTTOM 10

RLC	8.79%	EMI	0.21%
JFC	6.88%	BPI	0.80%
GLO	6.83%	URC	0.80%
ALI	6.45%	MONDE	0.87%
AGI	5.79%	MPI	1.08%
GTAP	5.61%	JGS	1.19%
MEG	5.22%	LTG	1.63%
SM	4.45%	PGOLD	1.65%
MER	4.37%	TEL	1.74%
AEV	4.10%	MBT	1.80%

## Stock Picks

Stock	Date	Initial Price	Current Price	Return since Recommendation	
				Stock	PSEi
TEL	3/13/20	1,029.00	1,811.00	76.00%	15.30%
CNPF	3/13/20	13.10	25.00	90.84%	15.30%
FGEN	9/23/20	24.80	17.60	-29.03%	13.37%
AP	9/23/20	25.55	32.00	25.24%	13.37%
BDO	11/17/20	92.60	115.90	25.16%	-3.43%
BPI	11/17/20	83.00	95.00	14.46%	-3.43%
MBT	11/17/20	44.35	50.90	14.77%	-3.43%
SECB	11/17/20	103.90	86.95	-16.31%	-3.43%
CNVRG	6/13/22	22.50	20.95	-6.89%	3.30%
ALI	6/13/22	30.05	28.05	-6.66%	3.30%
SGP	6/13/22	12.06	12.50	3.65%	3.30%
Ave. Return				17.38%	4.87%

## MARKET DATA

Market Volume	917,289,439
Market Turnover ( Value)	8,625,958,347
Foreign Buying	3,839,475,996
Foreign Selling	2,887,936,994
Net Foreign Buy / (Sell)	951,539,002

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## Economic Developments

- ➔ **NCR construction retail price grew 6.8% in the first half.** According to the Philippine Statistics Authority (PSA)'s construction materials retail price index (CMRPI), the retail price growth of construction materials in the National Capital Region (NCR) rose by 6.8% in the first six months of 2022, a 13-year high. Asian Institute of Management Economist John Paolo R. Rivera cites inflation and supply chain disruptions due to the Ukraine-Russia conflict as the primary drivers of the increase. Tinsmithry materials posted the highest growth rate to 9.4% in June from 8.3% in May. Price growth also accelerated for plumbing materials (8.5% in June from 7.9% from May); painting materials and related compounds (4.6% from 4.1%); electrical materials (4.5% from 4%). (*BusinessWorld*)
- ➔ **WESM rates surge by 4.82% in July.** According to the Independent Electricity Market Operator of the Philippines (IEMOP), average wholesale electricity spot market (WESM) prices rose to PHP8.92 per kWh in July from PHP8.51 per kWh in June as low supply levels persisted even with a decrease in demand. Average demand went down to 10,785 MW from 11,325 MW in June as weather conditions cooled. This was paired with a 513 MW drop in average supply to 14,701 MW from 15,214 MW. (*Philstar*)

## Corporate Developments

- ➔ **ABS-CBN Corporation (ABS).** ABS will acquire 6,459,353 primary shares, or roughly 34.99%, in TV5 Network, Inc. for PHP2.16 billion. The company will also subscribe to a convertible note to be issued by TV5 for PHP1.84 billion. The note can be converted, subject to regulatory approvals, into 5,500,448 additional common shares of TV5 after eight years from its issuance, which would bring ABS' stake up to 49.92%. The transaction is expected to close within this month. (*ABS Disclosure*)
- ➔ **Converge Information and Communications Technology Solutions, Inc. (CNVRG).** Consolidated revenues grew by 36.3% to PHP16,054 million in the first six months of 2022, compared with the PHP11,781 million in the same period last year. Revenues from residential business grew by 37.9% to PHP14,084 million from PHP10,212 million, driven by a 36.1% year-on-year growth in the subscriber base. The monthly Average Revenue per User ("ARPU") of the residential segment improved year-on-year to PHP1,278 in the second quarter. Enterprise revenue went up by 25.5% year-on-year, to PHP1,970 million from PHP1,569 million, with solid growth across all enterprise segments such as small and medium enterprise ("SME"), large enterprises, and wholesale. Gross additions from Visayas and Mindanao to the company's residential subscriber base increased to 19.1% in the second quarter compared to only 2.8% in the same quarter last year. Meanwhile, SME customers for the enterprise business have more than doubled to 28,250 customers in the first half of this year compared to the corresponding period last year. Revenues from the large enterprise and wholesale segment rose by 14.4% and 18.4%, respectively. CNVRG's net income in the first half went up to PHP3,951 million from PHP3,252 million last year. Net income margin stood at 24.6%. The company achieved a 52.1% nationwide household coverage, on track to reach the accelerated target to cover approximately 55.0% of households in the Philippines by 2023. (*CNVRG Disclosure*)

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## Corporate Developments

- ➔ **Jollibee Foods Corporation (JFC).** JFC's system wide sales in the second quarter rose by 44.8% year-on-year to PHP73.1 billion, its all-time best quarter. This was driven by the 32.6% same store sales growth, 7.2% from new stores and new acquisition, and 5.0% favorable foreign currency translation. The company's revenue went up to PHP52.1 billion, a 41.9% year-on-year increase. The company's international business posted a 6.9% growth despite the 29.5% decline in China business' same store sales growth due to tighter COVID-19 restrictions. The underperformance in China was offset by other international markets like North America, Europe, Middle East, and other countries in Asia. JFC's operating income in the second quarter doubled year-on-year to PHP3.1 billion. For the first six months of the year, operating income grew by 76.1% year-on-year to PHP5.0 billion, while net attributable income rose to PHP5.1 billion from PHP1.1 billion in the same period in 2021. *(JFC Disclosure)*
- ➔ **Cosco Capital, Inc. (COSCO).** The company posted consolidated revenue of PHP87.44 billion for the first six months of 2022, 8.49% higher than the PHP80.60 billion recorded in the same period last year. The growth in the grocery retail and liquor distribution in the second quarter was the main driver for the increase in first half revenues as consumer demand recovers amidst the easing of mobility restrictions. Net sales in the first half from the grocery retail segment improved by 7.9% to PHP82.24 billion from PHP76.18 billion last year. Revenues generated from liquor distribution rose by 27.37% to PHP5.47 billion from last year's PHP4.30 billion. COSCO's commercial real estate business contributed PHP867.40 million in revenues, 5.26% higher than the PHP824.03 million in the previous year. Finally, the specialty retail segment brought PHP788.32 million in revenues which was close to its 2021 level. The company's consolidated net income for the first half amounted to PHP5.59 billion, 12.05% higher than the previous year's PHP4.99 billion. *(COSCO Disclosure)*
- ➔ **Cebu Air, Inc. (CEB).** CEB's second quarter revenue grew 337% year-on-year to PHP13.97 billion from PHP3.2 billion due to increased flights and passengers flown as travel restrictions loosened. The company's passenger and ancillary business rose by 644% and 572% year-on-year, while the cargo business went up by 15%. CEB's net loss narrowed to PHP1.9 billion compared to PHP6.5 billion in the previous year *(CEB Disclosure)*

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## CASH DIVIDEND SCHEDULE

\*Arranged by ex-date

Ticker	Company	Amount/ Rate	Dividend Type	Share	Ex-date	Record Date	Payment Date
ABA	AbaCore Capital Holdings, Inc.	Php0.01	Cash	Common	06/23/22	06/28/22	TBA
OPM	Oriental Petroleum and Minerals Corporation	Php0.0005	Cash	Common	07/19/22	07/22/22	08/16/22
AC	Ayala Corporation	Php3.46	Cash	Common	07/25/22	07/28/22	08/13/22
CNPF	Century Pacific Food, Inc.	Php0.18	Cash	Common	07/26/22	07/29/22	08/15/22
CNPF	Century Pacific Food, Inc.	Php0.18	Special Cash	Common	07/26/22	07/29/22	08/15/22
SGI	Solid Group, Inc.	Php0.06	Cash	Common	07/26/22	07/29/22	08/24/22
ACPB1	Ayala Corporation	Php6.56250	Cash	Preferred	07/27/22	08/01/22	08/15/22
BRNP	A Brown Company, Inc.	Php1.75	Cash	Common	07/29/22	08/03/22	08/30/22
PSB	Philippine Savings Bank	Php0.75	Cash	Common	08/02/22	08/05/22	08/22/22
MWP2A	Megawide Construction Corporation	Php1.1875	Cash	Preferred	08/03/22	08/08/22	08/30/22
MWP2B	Megawide Construction Corporation	Php1.4375	Cash	Preferred	08/03/22	08/08/22	08/30/22
FRUIT	Fruitas Holdings, Inc.	Php0.01	Cash	Common	08/03/22	08/08/22	09/01/22
APB2R	Ayala Corporation	Php6.02675	Cash	Preferred	08/10/22	08/15/22	08/29/22
PERC	PetroEnergy Resources Corporation	Php0.05	Cash	Common	08/10/22	08/15/22	09/08/22
FB	San Miguel Food and Beverage, Inc.	Php0.40	Cash	Common	08/15/22	08/18/22	09/02/22
FB	San Miguel Food and Beverage, Inc.	Php0.26	Special Cash	Common	08/15/22	08/18/22	09/02/22
TEL	PLDT Inc.	Php47.00	Cash	Common	08/15/22	08/18/22	09/05/22
TEL	PLDT Inc.	Php28.00	Special Cash	Common	08/15/22	08/18/22	09/05/22
EAGLE	Eagle Cement Corporation	Php0.40	Cash	Common	08/15/22	08/18/22	09/07/22
PNX4	Phoenix Petroleum Philippines, Inc.	Php18.92	Cash	Preferred	08/16/22	08/19/22	08/22/22
GSMI	Ginebra San Miguel, Inc.	Php0.375	Cash	Common	08/16/22	08/19/22	09/02/22
GSMI	Ginebra San Miguel, Inc.	Php1.00	Special Cash	Common	08/16/22	08/19/22	09/02/22
ALCPD	Arthaland Corporation	Php7.50	Cash	Preferred	08/16/22	08/19/22	09/03/22
MREIT	MREIT, Inc.	Php0.2468	Cash	Common	08/16/22	08/19/22	09/09/22
CREIT	Citicore Energy REIT Corp.	Php0.44	Cash	Common	08/16/22	08/19/22	09/14/22
FJP	F & J Prince Holdings Corporation	Pho0.10	Cash	Common	08/16/22	08/19/22	09/15/22
MPI	Metro Pacific Investments Corporation	Php0.0345	Cash	Common	08/17/22	08/22/22	09/08/22
RCR	RL Commercial REIT, Inc.	Php0.0972	Cash	Common	08/18/22	08/23/22	08/31/22
MER	Manila Electric Company	Php5.806	Cash	Common	08/18/22	08/23/22	09/14/22
MFC	Manulife Financial Corporation	CAD 0.33	Cash	Common	08/18/22	08/23/22	09/19/22
SLF	Sun Life Financial Inc.	CAD 0.69	Cash	Common	08/19/22	08/24/22	09/29/22
SHLPH	Pilipinas Shell Petroleum Corporation	Php1.00	Cash	Common	08/22/22	08/25/22	09/19/22
MFIN	Makati Finance Corporation	Php 0.005435056706	Cash	Common	08/22/22	08/25/22	09/21/22
FILRT	Filinvest REIT Corp.	Php0.088	Cash	Common	08/26/22	08/31/22	09/20/22
PRF3A	Petron Corporation	Php17.17825	Cash	Preferred	08/26/22	08/31/22	09/26/22
PRF3B	Petron Corporation	Php17.84575	Cash	Preferred	08/26/22	08/31/22	09/26/22
ALCPC	Arthaland Corporation	Php1.7319	Cash	Preferred	08/29/22	09/01/22	09/27/22
TCB2B	Cirtek Holdings Philippines Corporation	US\$0.015	Cash	Preferred	09/01/22	09/06/22	09/19/22
MONDE	Monde Nissin Corporation	Php0.14	Cash	Common	09/05/22	09/08/22	10/04/22
SMC2F	San Miguel Corporation	Php1.27635	Cash	Preferred	09/16/22	09/21/22	10/04/22
SMC2H	San Miguel Corporation	Php1.1854125	Cash	Preferred	09/16/22	09/21/22	10/04/22
SMC2I	San Miguel Corporation	Php1.18790625	Cash	Preferred	09/16/22	09/21/22	10/04/22
SMC2J	San Miguel Corporation	Php0.890625	Cash	Preferred	09/16/22	09/21/22	10/04/22
SMC2K	San Miguel Corporation	Php0.84375	Cash	Preferred	09/16/22	09/21/22	10/04/22
JFCPA	Jollibee Foods Corporation	Php8.20525	Cash	Preferred	09/16/22	09/21/22	10/14/22
JFCPB	Jollibee Foods Corporation	Php10.60125	Cash	Preferred	09/16/22	09/21/22	10/14/22
AUB	Asia United Bank Corporation	Php1.00	Cash	Common	10/11/22	10/14/22	10/31/22
BRNP	A Brown Company, Inc.	Php1.75	Cash	Common	10/28/22	11/03/22	11/29/22
TCB2B	Cirtek Holdings Philippines Corporation	US\$0.015	Cash	Preferred	12/01/22	12/06/22	12/19/22



### Stocks Dividends/Property Dividends

Ticker	Company	Amount/Rate	Dividend Type	Share Type	Ex-date	Record Date	Payment Date
PNB	Philippine National Bank	0.156866919 shares of PHC for every 1 share of PNB	Property	Common	05/13/21	05/18/21	TBA
AC	Ayala Corporation	3 ACEN shares per 1 AC common share	Property	Common	05/24/22	05/27/22	TBA
ABA	AbaCore Capital Holdings, Inc.	0.0009 PRIDE shares per 1 ABA common share	Property	Common	06/23/22	06/28/22	TBA
BDO	BDO Unibank, Inc.	20%	Stock	Common	TBA	TBA	TBA
MFIN	Makati Finance Corporation	0.5435056706%	Stock	Common	08/22/22	08/25/22	TBA

### Stocks Rights/Follow-on Offering

Ticker	Company	Offer Price	Ratio	Offer Shares	Ex-date	Offer Start	Offer End	Listing Date
MA	Manila Mining Corporation	Php0.01	1:5	51,917,357,741	04/26/22	05/16/22	05/20/22	TBA
SPNEC	Solar Philippines Nueva Ecija Corporation	Php1.50-1.76	1:1.28	1,875,649,995	08/22/22	08/30/22	09/05/22	09/15/22
ANI	AgriNurture, Inc.	Php1.00	1:2.5	288,000,027	TBA	TBA	TBA	TBA

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