

Market Commentary

➔ **The View:** The PSEi gained 11.04 points or 0.17% and ended at 6,448.46 on Tuesday. The benchmark index snapped its 5-day losing streak and inched up on bargain hunting ahead of the policy meetings by the US Federal Reserve (Fed) and the Bangko Sentral ng Pilipinas (BSP) this week. US markets fell on Tuesday as investors expect more pressure on equities even after the prospective 75-basis points (bps) this month. European markets also closed lower on Tuesday. Meanwhile, Asia-Pacific markets were up yesterday led by Hong Kong's tech and casino stocks. The Reserve Bank of Australia (RBA) said that the case for slower interest rate hikes is gaining momentum. In the local bourse, all sectors except Holding Firms (-0.40%) ended with sub-1% gains. Financial (+0.80%), Mining&Oil (+0.40%), and Industrial (+0.31%) posted the biggest growths. In the main index, CNVRG (+2.37%), BDO (+2.16%), and EMI (+1.97%) were the top performers among Tuesday's 13 gainers. On the other end, PGOLD (-3.67%), MPI (-2.15%), and MEG (-1.74%) had the biggest losses among the 14 laggards. The market's value turnover went down by 5% to PHP4.75 billion from Monday's PHP4.98 billion. Total foreign activity increased by 0.08% to PHP4.60 billion from PHP4.59 billion. Foreigners continued to be net sellers with net foreign selling amounting to PHP191.98 million, 33% less than the PHP286.61 million in the previous session. The Philippine Peso closed on another all-time low of PHP57.48 against the US dollar. It had an intraday low of PHP57.50. The local currency has depreciated by 12.7% year-to-date. The greenback's surge is likely to continue given another expected 75 bps hike by the Fed. Investors remained cautious ahead of significant cues from the Fed and BSP policy meetings this week. Analysts said that bargain hunters were able to marginally uplift the local stock market as the benchmark index dipped to the 6,400-level. The small rally of the US markets on Monday also likely improved market sentiment yesterday. Markets are pricing in a 75 bps hike by the Fed, while local economists estimate a 50 bps response by the BSP. Market participation could remain weak until the policy hike announcements are made. Downward pressure likely to continue weighing down on equities given the potential rise of interest rates. The benchmark index still ended the at the 6,400-level and there could still be plenty of bargains to be picked up by traders, until the release of key policy and economic data.

Stock Picks

Stock	Date	Initial Price	Current Price	Return since Recommendation	
				Stock	PSEi
TEL	3/13/20	1,029.00	1,639.00	59.28%	11.30%
CNPF	3/13/20	13.10	24.95	90.46%	11.30%
FGEN	9/23/20	24.80	17.50	-29.44%	9.43%
AP	9/23/20	25.55	31.90	24.85%	9.43%
BDO	11/17/20	92.60	123.10	32.94%	-6.79%
BPI	11/17/20	83.00	96.85	16.69%	-6.79%
MBT	11/17/20	44.35	52.90	19.28%	-6.79%
SECB	11/17/20	103.90	87.00	-16.27%	-6.79%
CNVRG	6/13/22	22.50	17.26	-23.29%	-0.29%
ALI	6/13/22	30.05	27.65	-7.99%	-0.29%
SGP	6/13/22	12.06	12.32	2.16%	-0.29%
Ave. Return				15.33%	1.22%

PSEI INTRADAY



INDICES

Index	Prev	Last	% Chg
PSEi	6,437.42	6,448.46	0.17%
All Shares	3,426.00	3,432.74	0.20%
Financial	1,579.97	1,592.57	0.80%
Industrial	9,387.51	9,416.61	0.31%
Holding Firms	6,194.11	6,169.58	-0.40%
Property	2,875.33	2,876.90	0.05%
Services	1,669.60	1,673.24	0.22%
Mining & Oil	11,211.66	11,256.33	0.40%

TOP 10

CNVRG	2.37%	PGOLD	-3.67%
BDO	2.16%	MPI	-2.15%
EMI	1.97%	MEG	-1.74%
GLO	1.87%	AGI	-1.71%
URC	1.84%	TEL	-1.27%
SMPH	1.14%	ALI	-1.25%
ICT	0.99%	RLC	-1.24%
BPI	0.89%	SCC	-1.22%
JFC	0.83%	MONDE	-0.86%
AEV	0.44%	SM	-0.84%

BOTTOM 10

MARKET DATA

Market Volume	401,194,728
Market Turnover (Value)	4,747,936,213
Foreign Buying	2,205,075,036
Foreign Selling	2,397,059,952
Net Foreign Buy / (Sell)	(191,984,916)

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Economic Developments

- ➔ **Air travel demand expected to reach pre-pandemic levels on the holidays.** Cebu Pacific and AirAsia Philippines expect demand during the holiday season to be higher than the previous two years as this would also be the first time that cemeteries will be fully opened to the public. At least 7 in 10 seats are expected to be booked for the Christmas season. AirAsia Philippines spokesman Steve Dailisan said that the budget carrier's load factor in September is at 71% and increasing. Low-cost carriers also reiterated that airfares will be kept at an affordable rate considering the Civil Aeronautics Board (CAB)'s decision to maintain the fuel surcharge at Level 9. Fuel surcharge refers to the optional fee that can be slapped on passengers to recover the fuel expenses and minimize financial losses due to the sudden spikes in jet fuel prices. *(Philstar)*
- ➔ **BSP sets digital banks' RRR at 8%.** The Bangko Sentral ng Pilipinas (BSP) stated that the reserve requirement ratio (RRR) of digital banks will be at 8% and they will likewise be covered by existing prudential requirements for big banks. In comparison, the RRR for big banks is at 12%, one of the highest in the region, while the RRR for thrift and rural lenders are at 3% and 2%, respectively. Furthermore, the BSP also set a 25% limit on digital banks' aggregate investment in equities in all enterprises. This is below the 50% imposed on universal banks and the 35% limit for commercial banks, but in line with the limit of thrift, rural and cooperative banks. There are currently six digital banking licenses that were issued to the following banks: Tonik Digital Bank, Inc.; GOtyme of the Gokongwei Group and Singapore-based Tyme; Maya Bank of Voyager Innovations, Inc.; Overseas Filipino Bank, subsidiary of Land Bank of the Philippines; UNObank of DigibankASIA Pte. Ltd.; and UnionDigital of UnionBank of the Philippines, Inc. *(BusinessWorld)*

Corporate Developments

- ➔ **Global Ferronickel Holdings, Inc. (FNI).** FNI's affiliate Iplan Nickel Corporation (INC), successfully completed its maiden shipment of ore from its site in Brooke's Point, Palawan. The 54,700 wet metric tons of medium-grade nickel ore are en route to Guangdong Century Tsinghan Nickel Industry Co., Ltd (GCTN) in China. GCTN is a long-standing customer of FNI's Surigao-based Platinum Metals Corporation (PGMC). *(FNI Disclosure)*
- ➔ **ACEN Corporation (ACEN).** ACEN announced that its New England solar farm project in Australia, the Ayala-led firm's first running project in that country, is projected to start operations by 2023. The solar farm is expected to produce energy enough to cover 250,000 households annually once completed. According to the company, the New England Solar farm is a combined 720-megawatt (MW) solar and 400-MW-hour battery. *(BusinessWorld)*
- ➔ **Jollibee Foods Corporation (JFC).** JFC is set to open more stores in Canada and the US as part of its large-scale expansion in the next 5-7 years. New stores will open in California, Pennsylvania, and Florida in the US, and British Columbia in Canada. The company just opened its flagship store in Times Square, New York, its fourth branch in New York City, last August 18. *(Philstar)*

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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
SLF	Sun Life Financial Inc.	CAD 0.69	Cash	Common	08/19/22	08/24/22	09/29/22
MFIN	Makati Finance Corporation	Php0.005435056706	Cash	Common	08/22/22	08/25/22	09/21/22
DDMPR	DDMP REIT, Inc.	Php0.027299	Cash	Common	08/25/22	08/31/22	09/26/22
PRF3A	Petron Corporation	Php17.17825	Cash	Preferred	08/25/22	08/31/22	09/26/22
PRF3B	Petron Corporation	Php17.84575	Cash	Preferred	08/25/22	08/31/22	09/26/22
MEDIC	Medilines Distributors Incorporated	Php0.0030842082	Special Cash	Common	08/26/22	09/01/22	09/22/22
ALCPC	Arthaland Corporation	Php1.7319	Cash	Preferred	08/26/22	09/01/22	09/27/22
MONDE	Monde Nissin Corporation	Php0.14	Cash	Common	09/05/22	09/08/22	10/04/22
MBT	Metropolitan Bank & Trust Company	Php0.80	Cash	Common	09/06/22	09/09/22	09/23/22
ALLDY	AllDay Marts, Inc.	Php0.0032	Cash	Common	09/07/22	09/12/22	10/04/22
BDO	BDO Unibank, Inc.	Php0.30	Cash	Common	09/08/22	09/13/22	09/30/22
SHNG	Shang Properties, Inc.	Php0.095	Cash	Common	09/12/22	09/15/22	09/27/22
RFM	RFM Corporation	Php0.059355	Cash	Common	09/12/22	09/15/22	10/11/22
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
DMPA2	Del Monte Pacific Limited	US\$0.325	Cash	Preferred	09/26/22	09/29/22	10/07/22
DDPR	DoubleDragon Corporation	Php1.61945	Cash	Preferred	09/27/22	09/30/22	10/14/22
CPGP	Century Properties Group, Inc.	Php1.679425	Cash	Preferred	09/30/22	10/05/22	10/10/22
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

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Stocks Dividends/Property Dividends

Ticker	Company	Amount/Rate	Dividend Type	Share Type	Ex-date	Record Date	Payment Date
PNB	Philippine National Bank	0.158866919 shares of PNC 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
ANI	AgriNurture, Inc.	Php1.00	1:2.5	288,000,027	TBA	TBA	TBA	TBA
LC	Lepanto Consolidated Mining Company	Php0.12	1:3.95	16,803,989,391	TBA	TBA	TBA	TBA
GLO	Globe Telecom, Inc.	Php1,680.00	1:13.2366	10,119,047	09/16/22	10/03/22	10/07/22	10/28/22

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