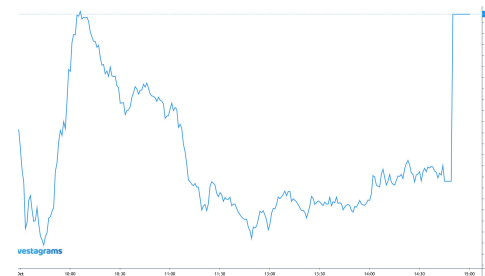




Market Commentary

➔ **The View:** The PSEi gained 42.08 points or 0.73% and ended at 5,783.15 on Monday. The benchmark index managed to push above the previous close during the runoff period as bargain hunters took advantage of the steep drop of more than 800 points in the past two sessions. US' major indices posted a relief rally following the worst month for the Dow Jones Industrial Average (Dow) and S&P500. However, Jon Maier, chief investment officer at Global X ETFs believes that broader market trends will still be driven by the US Federal Reserve (Fed)'s future policy moves as it targets to cool down inflation more. Yields on the 10-year US treasury note fell to 3.65%, down from its high of more than 4% last week. European markets ended positive with minor gains as market volatility continued. The British pound jumped by 0.8% against the US dollar back to the level prior to the widely criticized tax cuts in September. Meanwhile, Asia-Pacific markets mostly declined with Japan's Nikkei being the only gainer in the region, while the rest had marginal declines below 1%. China's markets were closed for the Golden Week Holiday, as well as Korea's KOSPI. In the local bourse, most of the sectors posted some minor recovery led by Holding Firms (+1.07%). Mining&Oil (-1.37%), and Services (-0.19%) were the sectoral decliners, while the rest had sub-1% additions. In the main index, MER (+5.40%), SM (+4.83%), and ICT (+3.96%) posted the biggest gains among Monday's 10 gainers. WLCN (-9.55%) had a role reversal from the previous session as it recorded the biggest decline. RLC (-4.13%) and AGI (-3.52%) rounded up the bottom three among the 17 laggards. The market's value turnover went down by 41% to PHP3.95 billion from PHP6.69 billion. Total foreign activity decreased by 58% to PHP3.18 billion from PHP7.56 billion last Friday. Foreigners continued to be net sellers with net foreign selling amounting to PHP691.88 million, 34% less than the PHP1.04 billion in the previous session. The Philippine Peso weakened to a new all-time low of PHP59.00 against the US dollar, a 37.5-centavo drop from its previous close. The benchmark index closed higher on bargain hunting, as traders took advantage of the steep drop in prices in the past few weeks. Some investors are also likely betting on positive results of Philippine companies' third quarter earnings. However, downside pressure remains strong given the local currency's continued depreciation due to the US dollar's surge on the back of the hawkish Fed. Volatile trading may continue as investors are likely taking a wait-and-see approach until the release of the latest consumer price index (CPI) data scheduled tomorrow, October 5.

PSEI INTRADAY



INDICES

Index	Prev	Last	% Chg
PSEi	5,741.07	5,783.15	0.73%
All Shares	3,107.90	3,114.13	0.20%
Financial	1,466.60	1,474.97	0.57%
Industrial	8,576.21	8,585.48	0.11%
Holding Firms	5,498.89	5,557.62	1.07%
Property	2,454.80	2,469.97	0.62%
Services	1,503.69	1,500.77	-0.19%
Mining & Oil	10,455.68	10,312.40	-1.37%

TOP 10

MER	5.40%	WLCN	-9.55%
SM	4.83%	RLC	-4.13%
ICT	3.96%	AGI	-3.52%
BPI	2.79%	AEV	-3.08%
JFC	2.27%	URC	-2.54%
CNVRG	1.68%	JGS	-2.02%
SMPH	1.66%	PGOLD	-1.95%
ALI	0.66%	AP	-1.62%
MEG	0.49%	GLO	-1.58%
GTCAP	0.10%	MONDE	-1.48%

BOTTOM 10

Stock Picks

Stock	Date	Initial Price	Current Price	Return since Recommendation	
				Stock	PSEi
TEL	3/13/20	1,029.00	1,490.00	44.80%	-0.19%
CNPF	3/13/20	13.10	22.90	74.81%	-0.19%
FGEN	9/23/20	24.80	16.02	-35.40%	-1.86%
AP	9/23/20	25.55	30.30	18.59%	-1.86%
BDO	11/17/20	92.60	111.40	20.30%	-16.40%
BPI	11/17/20	83.00	92.00	10.84%	-16.40%
MBT	11/17/20	44.35	48.40	9.13%	-16.40%
SECB	11/17/20	103.90	80.15	-22.86%	-16.40%
CNVRG	6/13/22	22.50	13.32	-40.80%	-10.57%
ALI	6/13/22	30.05	23.00	-23.46%	-10.57%
SGP	6/13/22	12.06	12.38	2.65%	-10.57%
Ave. Return				5.33%	-9.22%

MARKET DATA

Market Volume	613,349,032
Market Turnover (Value)	3,949,144,908
Foreign Buying	1,244,721,357
Foreign Selling	1,936,596,398
Net Foreign Buy / (Sell)	(691,875,041)

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Economic Developments

- ➔ **PH's factory output hits 3-month high in September.** The S&P Global Philippines Manufacturing Purchasing Managers' Index (PMI) was at 52.9 in September, higher than the August reading of 51.2, and the highest in three months. It marked the eighth straight month that manufacturing activity posted growth. "Growth across the Filipino manufacturing sector quickened in September, according to the latest PMI data. Firms noted that an increase in customer demand allowed production levels and factory orders to grow for the first time since June," S&P Global Market Intelligence economist Maryam Baluch said. According to S&P Global, the growth was driven by domestic demand as foreign demand for locally made goods was reduced during the period. Despite the continuing supply issues, S&P Global's 12-month outlook remains positive and at its highest since August 2018. In comparison with its Southeast Asian peers, the Philippines is in the middle of the pack behind Singapore (58.5), Thailand (55.7) and Indonesia (53.7) but better than Vietnam (52.5), Malaysia (49.1), and Myanmar (43.1). (*Philstar, BusinessWorld*)
- ➔ **Government rejects all T-bill bids again as rates continue to soar.** The Bureau of Treasury (BTr) rejected all bids for short-term treasury bills (T-bills), failing to raise P5 billion each for 3-, 6- and 12-month tenors. It marked the seventh straight auction T-bills auction that the government failed to reach its target of PHP15 billion. Bidders' offered rates across all tenors were higher by more than 100 basis points from the previous rates. National Treasurer Rosalia de Leon said that "Rates offered are untenable even after considering aggressive statements from both the Fed and BSP (Bangko Sentral ng Pilipinas)". She added that the government still has room to reject bids due to revenue outperformance. (*Philstar*)

Corporate Developments

- ➔ **Global Ferronickel Holdings, Inc. (FNI).** FNI acquired a 20% stake in Guangdong Century Tsingshan Nickel Industry Co., Ltd. (GCTN) through the purchase of shares in GHGC Holdings, Ltd. (GHL). GHL owns 90% of the GCTN stock portfolio. GCTN is a nickel alloy enterprise in China operating one of the world's advanced smelters with RKEF technology in a 33-hectare facility employing over 600 employees. The plant uses a rotary kiln technology that produces about 28,000 tons of pure nickel annually. GCTN caters to customers in Guangdong's Economic and Technological Development Zones and abroad. (*FNI Disclosure*)
- ➔ **DNickel Asia Corporation (NIKL).** NIKL increased its equity ownership in Coral Bay Nickel Corporation (CBNC) from 10% to 15.625% through the exercise of its option to purchase additional shares. The company purchased 33,046,875 common shares for \$25,937,500 from Sumitomo Metal Mining Co., Ltd. (SMM), the majority shareholder of CBNC. CBNC operates the Coral Bay High Pressure Acid Leach (HPAL) processing plant in Bataraza, Palawan which processes metals from lateritic nickel ore. The CBNC HPAL plant allows the utilization of cobalt and nickel derived from such ores for manufacturing electric vehicle batteries. (*NIKL Disclosure*)
- ➔ **DPLDT Inc. (TEL).** TEL disclosed that as of October 3, the ownership of 4,435 towers or 75% of the 5,907 towers covered by the sale and leaseback transaction had been transferred to the tower companies and a total current cash consideration of PHP57.7 billion out of the full amount of PHP77 billion has been received by the company. Proceeds from the sale of the towers would be used to pay down debt, and support operating and capital expenditures. (*TEL Disclosure*)

Disclo.....

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Corporate Developments

- ➔ **Boulevard Holdings, Inc. (BHI).** BHI sold a 281,932-square meter parcel of land in Paniman area in Tarnate, Cavite to Solaire Entertainment Property Holdings, Inc. (SEPHI) for cash amounting to PHP1,423,756,600 inclusive of VAT. The company intends to use the proceeds from the sale to support its subsidiaries; Friday's Puerto Galera, Inc. and Friday's Holdings, Inc.'s daily operations, the construction of additional room keys, and to fund a purchase of land in Siargao. BHI already received an initial payment of Php 991,544,755.00 net of withholding taxes, with the rest to be paid upon issuance of the title in the name of SEPHI. *(BHI Disclosure)*
- ➔ **Manila Electric Company (MER), San Miguel Corporation (SMC).** The Energy Regulatory Commission (ERC) rejected the joint petition of MER and SMC's subsidiary, South Premiere Power Corporation (SPPC) for a power rate hike. "As the regulatory body of the power industry, the Commission finds it necessary that applicants be reminded of their obligations under the PSA (power supply agreement) which they have entered into voluntarily. More importantly, the Commission emphasizes the responsibilities of Meralco under Republic Act No. 9136 and its franchise, as a distribution utility, to provide electricity to its consumers in the least cost manner," the ERC said in its Sept. 29 decision. The ERC further stated that the PSA only ensures a guaranteed supply of energy to MER consumers at a fixed price and does not have any room for price adjustments. *(Inquirer)*

Other Developments

- ➔ **Prime Infrastructure Capital, Inc. (Prime Infra).** The Department of Energy (DoE) has approved the sale of the 45% stake of Shell Philippines Exploration B.V. (SPEX) in the Malampaya deepwater project to Malampaya Energy XP Pte. Ltd. (MEXP), a subsidiary of Razon-led Prime Infra. SPEX will become a wholly-owned subsidiary of Prime Infra upon completion of the transaction which is currently targeted on November 1, 2022. The project currently supplies up to 20% of the Philippines' electricity requirements. Prime Infra will need to apply for an extension of Malampaya's service contract, which is set to expire in 2024.

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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
MONDE	Monde Nissin Corporation	Php0.14	Cash	Common	09/05/22	09/08/22	10/04/22
ALLDY	AllDay Marts, Inc.	Php0.0032	Cash	Common	09/07/22	09/12/22	10/04/22
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
FEU	Far Eastern University, Incorporated	Php14.00	Cash	Common	09/29/22	10/04/22	10/14/22
CPGP	Century Properties Group, Inc.	Php1.679425	Cash	Preferred	09/30/22	10/05/22	10/10/22
SGP	Synergy Grid & Development Phils., Inc.	Php0.26	Cash	Common	09/30/22	10/05/22	10/19/22
SMC	San Miguel Corporation	Php0.35	Cash	Common	10/04/22	10/07/22	10/28/22
MWP4	Megawide Construction Corporation	Php1.325	Cash	Preferred	10/05/22	10/10/22	10/31/22
STR	Vistamalls, Inc.	Php0.0262	Cash	Common	10/11/22	10/14/22	10/27/22
VLL	Vista Land & Lifescapes, Inc.	Php0.0292	Cash	Common	10/11/22	10/14/22	10/28/22
AUB	Asia United Bank Corporation	Php1.00	Cash	Common	10/11/22	10/14/22	10/31/22
DDPR	DoubleDragon Corporation	Php0.2324	Cash	Common	10/11/22	10/14/22	10/31/22
ROCK	Rockwell Land Corporation	Php0.0537	Cash	Common	10/14/22	10/18/22	11/14/22
BRNP	A Brown Company, Inc.	Php1.75	Cash	Common	10/28/22	11/03/22	11/29/22
CEU	Centro Escolar University	Php0.60	Cash	Common	11/08/22	11/11/22	12/07/22
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	0.158868919 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
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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