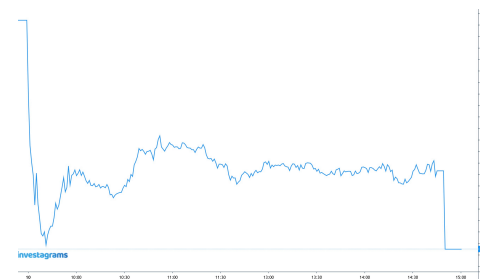


## Market Commentary

➔ **The View:** The PSEi shed 99.61 points or 1.68% and ended at 5,832.58 on Monday. The benchmark index continued its decline after dropping to the 5,800-level as market sentiment remains plagued by downward pressure from prospective interest rate hikes by the US Federal Reserve (Fed). US major indices posted minor drops as recession bets increased fearing a hard landing for the US economy. The strong September US jobs report fanned the concerns about the Fed remaining hawkish in its fight against inflation. European markets also closed lower on similar concerns regarding stunted economic growth in the midst of monetary policy tightening from central banks. Signs of escalation in the Ukraine-Russia conflict also weighed down on investors. Meanwhile, Asia-Pacific markets slid led by Hong Kong's Hang Seng (-2.95%), followed by China's Shenzhen Component (-2.38%). The US imposed tighter export controls on advanced computing and semiconductor manufacturing items to China. In the local bourse, sectors posted losses across the board with Holding Firms (-2.00%), Mining&Oil (-1.89%), and Services (-1.75%) having the biggest losses. In the main index, GLO (+0.46%) was the only gainer. CNVRG (-6.15%), JGS (-4.33%), and TEL (-3.97%) were the worst performers among yesterday's group of 27 laggards. The market's value turnover fell further by 39% to PHP2.53 billion from PHP4.15 billion. Total foreign activity decreased by 52% to PHP1.99 billion from PHP4.12 billion last Friday. Foreigners switched to being net sellers with net foreign selling amounting to PHP240.32 million, contrary to the net foreign buying of PHP191.31 million in the previous session. The Philippine Peso matched its all-time low and closed at PHP59 against the US dollar. Market participation dropped to PHP2.53 billion, its lowest year-to-date. The benchmark index resumed its downtrend from last week, continuing to a 3-day decline. It tracked the decline in US and European markets last Friday as recession concerns heightened. Markets fear that the Fed will continue its aggressive monetary tightening approach after the release of a strong US September jobs report. Locally, the 14-month low in net inflows of foreign direct investment (FDI) in the latest data may add downward pressure on sentiment in local equities. Along with the plunge of the local currency to its all-time low yesterday, selling bias could still be prevalent in the coming days. Investors are likely taking a wait-and-see approach, as evidenced by the sparse value turnover yesterday. Key economic data from the US are set to be released this week, while the 3Q earnings season is set to commence next week. These could be major catalysts that may cause a notable movement in the market's direction.

## PSEI INTRADAY



### INDICES

Index	Prev	Last	% Chg
PSEi	5,932.19	5,832.58	-1.68%
All Shares	3,200.59	3,149.10	-1.61%
Financial	1,498.89	1,482.66	-1.08%
Industrial	8,775.56	8,618.43	-1.79%
Holding Firms	5,700.73	5,586.83	-2.00%
Property	2,528.42	2,493.21	-1.39%
Services	1,557.56	1,530.31	-1.75%
Mining & Oil	10,692.44	10,490.02	-1.89%

### TOP 10

GLO	0.46%	CNVRG	-6.15%
SM	0.00%	JGS	-4.33%
EMI	0.00%	TEL	-3.97%
BPI	-0.05%	LTG	-3.70%
ICT	-0.06%	AEV	-3.53%
PGOLD	-0.37%	MER	-3.52%
SCC	-0.37%	MBT	-3.19%
SMPH	-0.95%	WLCON	-3.18%
BDO	-1.16%	AC	-3.17%
JFC	-1.30%	AGI	-3.13%

### BOTTOM 10

## Stock Picks

Stock	Date	Initial Price	Current Price	Return since Recommendation	
				Stock	PSEi
TEL	3/13/20	1,029.00	1,450.00	40.91%	0.67%
CNPF	3/13/20	13.10	23.65	80.53%	0.67%
FGEN	9/23/20	24.80	15.86	-36.05%	-1.02%
AP	9/23/20	25.55	31.20	22.11%	-1.02%
BDO	11/17/20	92.60	111.10	19.98%	-15.69%
BPI	11/17/20	83.00	92.95	11.99%	-15.69%
MBT	11/17/20	44.35	48.50	9.36%	-15.69%
SECB	11/17/20	103.90	80.00	-23.00%	-15.69%
CNVRG	6/13/22	22.50	12.20	-45.78%	-9.81%
ALI	6/13/22	30.05	23.00	-23.46%	-9.81%
SGP	6/13/22	12.06	11.10	-7.96%	-9.81%
<b>Ave. Return</b>				<b>4.42%</b>	<b>-8.45%</b>

### MARKET DATA

Market Volume	325,663,482
Market Turnover ( Value)	2,527,376,015
Foreign Buying	872,727,823
Foreign Selling	1,113,046,614
Net Foreign Buy / (Sell)	(240,318,791)

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## Economic Developments

- ➔ **FDI inflows plunge to \$460 million in July, a 14-month low.** Data from the Bangko Sentral ng Pilipinas (BSP) showed that net inflow of foreign direct investments (FDI) dropped by 64.4% year-on-year to \$460 million in July from \$1.29 billion last year. It was the lowest in 14 months following the \$455 million that was recorded last May 2021. Compared to June 2022, FDI net inflows slid by 2.3% from \$471 million. Net investments in debt instruments plunged by 80.6% year-on-year to \$213 million, while equity capital placements from Japan, Singapore and the United States jumped by 63.5% to \$155 million compared to July 2021's \$95 million. "In July, FDI net inflows decreased due largely to the lower non-residents' net investments in debt instruments of their local affiliates. The decrease more than offset the growth in net investments in equity capital," the BSP said. From January to July, the net FDI inflow slipped by 12% to \$5.1 billion from \$5.79 billion in the same period last year. *(Philstar)*
- ➔ **Property market uptrend hinges largely on POGOs staying.** According to Leechiu Property Consultants, Inc., the property market is expected to maintain its uptrend if Philippine Offshore Gaming Operators (POGOs) are allowed to continue operations in the country. "If the POGOs are allowed to continue, then we will establish a floor in the stock market, residential market, and office market," Leechiu Chief Executive Officer David Leechiu said during a media briefing on Monday. Leechiu Director for Investment Sales Alvin Magat added that commercial property demand will be maintained even if a recession happens in the US or other parts of the world because jobs will shift to the Philippines, like what happened during the 2008 global financial crisis, given the country's competitive advantage in the business process outsourcing (BPO) field. The BPO sector is seen as a main driver of the uptick in occupancy levels despite some BPO companies employing a work-from-home or hybrid setup. *(BusinessWorld)*

## Corporate Developments

- ➔ **Macay Holdings, Inc. (MACAY).** The PSE has lifted the trading suspension that it imposed on MACAY last month after the company failed to provide a comprehensive disclosure regarding its acquisition of RC Global Beverages Inc. (RCGBI). MACAY is set to acquire RCGBI through a share purchase agreement (SPA) wherein the former will purchase 100% voting and controlling interest of RCGBI for \$21.4 million in cash. Both MACAY and RCGBI are beneficially owned by Mazy's Capital Inc. *(MACAY Disclosure)*
- ➔ **Manila Electric Company (MER).** MER announced that overall electricity rate dropped by PHP0.0737 per kilowatt-hour (kWh) to PHP9.8628 in October from PHP9.9365 per kWh in September due to the reduction in the feed-in-tariff allowance (FIT-All). For a household consuming 200 kWh, the reduction would be around PHP15 from its total electricity bill. The Energy Regulatory Commission (ERC) had approved the collection of a FIT-All of PHP0.0364 per kWh starting this October billing period. This is lower than the previous rate of PHP0.0983 per kWh. Generation charge also slipped by PHP0.0201 to PHP6.9192 per kWh in October, from PHP6.9393 per kWh last month "on the back of lower costs from MER's supply contracts." *(BusinessWorld)*

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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
RFM	RFM Corporation	Php0.059355	Cash	Common	09/12/22	09/15/22	10/11/22
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
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
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	0.158866919 shares of PNB 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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