

Weekly Summary and Outlook

The PSEi fell by 167.42 points and closed at 6,991.87 (-2.3%) on election jitters as well as mixed 1Q16 local corporate earnings. Top index gainers were EMP (+0.5%) and BPI (+0.5%). Meanwhile, top index losers were LTG (-6.5%), DMC (-6.3%), and AC (-4.7%). The index breadth was negative, with 27 losers outnumbering 2 gainers. Average daily value turnover reached P5.8bn, excluding block sales. Foreigners were NET SELLERS by P780.7mn.

Next week will be a short trading week as the Philippine national elections will be held on May 9, Monday. Expect investors to be on a wait-and-see stance and to keep a close eye on the election tally during the week. On the corporate end, 1Q16 earnings season will continue with the following schedule: SCC on Tuesday; DMC on Wednesday; AC, ICT, SMC Group, VLL on Thursday; EDC and EMP on Friday.

PSEi Weekly Technical Analysis



Source: Amibroker

SUPPORT: 6,900-6,989 RESISTANCE: 7,130-7,200

Expect the PSEi to continue testing its next support at 6,989 (S1), after ending lower on 14 out of the last 16 sessions.

The index is now trading on a downtrend and could further test its lower support and 38.2% Fibonacci retracement at 6,900 (S2), if it fails to hold above S1.

The MACD also indicates a downward bias, while the RSI has yet to reach oversold levels.

Trading Plan:

Look to lighten positions as the market nears its resistances from 7,130 to 7,272, as it is now trading on a short term downtrend.

Those looking to buy are recommended to wait for technical conditions to improve (via a double test of support or rebound in a higher-low) before entering.

Highlights of the Week

<i>United States</i>						<i>Philippines</i>					
	Period	Actual	Previous	Forecast	Unit		Period	Actual	Previous	Forecast	Unit
ADP Employment	Apr-16	156.000	194.000	193.000	K	Inflation	Apr-16	1.1	1.1	1.2	%
EIA Report - Weekly Crude Inventories	Weekly	2.8	2.0	-	M bbl.						
Jobless Claims - New Claims	Weekly	274.0	257.0	262.0	K						

Source: Wall Street Journal, Econoday, Bloomberg

Local

[Inflation steadies at 1.1% in April](#)

[March vehicle sales up amid ASEAN downtrend](#)

[Local government officers' pay to rise amid increased BuB activity](#)

[Robust domestic demand to shield PH, says IMF](#)

[18 areas still under state of calamity](#)

Corporate

[PNB profit more than doubles in Q1](#)

[Petron profit swells 10-fold in Q1](#)

[City of Dreams operator trims losses in January-March](#)

[Globe earnings up in 1st quarter despite decline in mobile voice, SMS revenues](#)

[ALI income up 14% to P4.7 B](#)

[MPIC profit up 8%; forays into logistics](#)

[Century Tuna maker's Q1 earnings rise 45%](#)

[BPI earnings up 1.3% to P4.98 B in Q1](#)

[PLDT suffers 34% fall in net income to P6.2B in 1st quarter](#)

[RCBC hikes net income to P1.8 B](#)

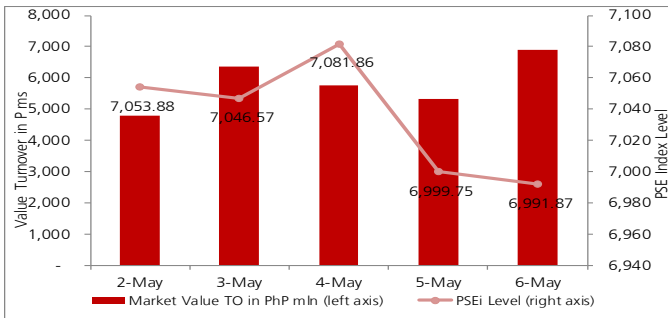
[D&L targets 10% annual growth rate](#)

[SM Investments earns 3.6% more in Q1](#)

[Security Bank Posts 22% ROE in First Quarter 2016 with Php 3 Billion Profit](#)

[SM Prime builds up income to P5.8 B in Q1](#)

PSEi Value TO review



Sectoral Performance

Sector Performance	29-Apr	6-May	% Chg
Financials	1,592.30	1,584.20	-0.5%
Industrials	11,795.94	11,592.79	-1.7%
Holding Firms	7,074.99	6,841.73	-3.3%
Property	2,945.92	2,898.86	-1.6%
Services	1,473.46	1,436.01	-2.5%
Mining & Oil	10,809.23	10,728.94	-0.7%
PSEi	7,159.29	6,991.87	-2.3%
All Shares	4,245.89	4,163.06	-2.0%

Index Gainers and Losers

	29-Apr	6-May	% Chg
AC	771.00	735.00	(4.7)%
AEV	66.40	64.30	(3.2)%
AGI	14.50	14.36	(1.0)%
ALI	34.65	33.85	(2.3)%
AP	44.90	44.05	(1.9)%
BDO	100.00	99.50	(0.5)%
BLOOM	4.26	4.08	(4.2)%
BPI	90.50	90.95	0.5%
DMC	12.48	11.70	(6.3)%
EDC	5.89	5.65	(4.1)%
EMP	7.94	7.98	0.5%
FGEN	20.25	19.64	(3.0)%
GLO	2,194.00	2,178.00	(0.7)%
GTCAP	1,367.00	1,363.00	(0.3)%
ICT	65.00	63.00	(3.1)%
JFC	229.60	226.80	(1.2)%
JGS	81.50	78.40	(3.8)%
LTG	15.40	14.40	(6.5)%
MBT	81.25	78.00	(4.0)%
MEG	3.77	3.70	(1.9)%
MER	343.00	336.60	(1.9)%
MPI	5.80	5.65	(2.6)%
PCOR	10.66	10.50	(1.5)%
RLC	27.10	26.70	(1.5)%
SCC	127.00	126.40	(0.5)%
SM	944.00	913.00	(3.3)%
SMC	67.00	66.95	(0.1)%
SMPH	22.65	22.65	0.0%
TEL	1,717.00	1,660.00	(3.3)%
URC	208.40	204.40	(1.9)%

Top 10 Foreign Buy & Sell

URC	407,535,049	TEL	(331,600,885)
SMPH	369,862,855	AC	(263,650,070)
BPI	224,342,689	BDO	(215,942,443)
HOUSE	118,689,683	SM	(171,442,105)
SECB	81,944,222	ALI	(167,049,080)
MWC	80,961,240	MPI	(166,952,583)
AP	61,732,015	SCC	(138,332,028)
MER	58,249,314	AGI	(107,041,056)
GTCAP	47,043,770	JGS	(104,245,594)
FNI	44,110,130	AEV	(95,541,003)

Top Stocks Traded (1-month period)

		Ave Daily Value TO
URC	Univ Robina	450,258,512
ALI	Ayala Land	372,589,230
TEL	PLDT Co	284,501,062
SECB	Security Bank	255,220,918
SMPH	SM Prime	254,648,875
SM	SM Investments	243,961,993
AC	Ayala Corp	220,802,530
BDO	BDO Unibank	220,287,887
MBT	Metro Bank	172,067,066
MPI	Metro Pac. Inv.	168,535,872

Top 5 Gainers	29-Apr	6-May	% Chg
EMP	7.94	7.98	0.5%
BPI	90.50	90.95	0.5%
SMPH	22.65	22.65	0.0%
SMC	67.00	66.95	-0.1%
GTCAP	1,367.00	1,363.00	-0.3%

Top 5 Losers	29-Apr	6-May	% Chg
LTG	15.40	14.40	-6.5%
DMC	12.48	11.70	-6.3%
AC	771.00	735.00	-4.7%
BLOOM	4.26	4.08	-4.2%
EDC	5.89	5.65	-4.1%

Disclaimer: All information contained herein is obtained by First Metro Securities from sources believed by it to be accurate and reliable. Because of the possibility of human or mechanical error as well as other factors, however, the information is provided “as is” without warranty of any kind and First Metro Securities, in particular, makes no representation or warranty, express or implied, as to the accuracy, timeliness, completeness, merchantability, or fitness for any particular purpose of any such information. Under no circumstances shall First Metro Securities have any liability to any person or entity for any loss or damage in whole or in part caused by, resulting from, or relating to, any error (negligent or otherwise) or other circumstance or contingency within or outside the control of First Metro Securities. The information contained herein is, and must be construed solely as, statements of opinion and not statements of fact or recommendations to purchase, sell, or hold any securities. This document, and any opinion contained herein, must be weighed solely as one factor in any investment decision made by or on behalf of any user of the information contained herein, and each such user must accordingly make his/her own study and evaluation of each security and of each issuer that it may consider purchasing, selling, or holding.

First Metro Securities Brokerage Corp.
Research Department
18/F PSBank Center
777 Paseo de Roxas cor. Sedeño St.
Makati City 1226

Email: research@firstmetrosec.com.ph
Phone: (+632) 859-0600
Fax: (+632) 859-0699