

### U.S. stocks ended at record highs amid easing U.S.-China trade tensions.

- Trade and inflation relief are driving world stock markets sharply higher on Monday.  
 - Gold declined below \$4,000 an ounce, with spot gold falling nearly 3% to around \$3,990 earlier, amid easing US-China trade tensions, a stronger dollar, and rising bond yields.

### Wall Street's optimism about a US-China trade deal pushed stocks to all-time highs and boosted cryptocurrencies.

- As demand for safe assets decreased, gold and short-term bonds also fell.  
 - The S&P 500 rose 1.2% as trade negotiators prepared to announce positive news at a summit this week.  
 - With more interest rate cuts from the Federal Reserve expected, profit prospects look promising.

### Amazon plans to cut up to 30,000 corporate jobs as part of its efforts to streamline operations and reduce costs amid changing market conditions and economic uncertainties.

### Qualcomm Unveils AI Chip in Challenge to Nvidia

### Global stocks seen to rally to record highs as Presidents Trump and Xi may seal trade deal this week.

- Fed rate cut and end of QT expected.  
 - Big tech earnings to boost AI theme.  
 - Chinese equities likely lead; Japan gains amid eased political concerns.

### Gold may extend losses as hopes of a trade truce erode its haven appeal.

- The parabolic rally of recent weeks risks a squeeze as momentum turns vicious.  
 - Still, long-term supports — central bank buying, lower Fed rates, and global uncertainty — could help bullion find a floor this week.

### Asian futures open higher Monday, signaling upbeat sentiment across the region.

- KOSPI +2.68%, China A50 +1.35%, Nikkei 225 +1.06% lead the gains, tracking Wall Street's strength.  
 - Minor pullback seen in India's Nifty 50 (-0.62%) and Japan's TOPIX (-0.56%).  
 - Risk-on for tech-driven rebound.

### Japanese stocks hit record highs as hopes for more Fed rate cuts and strong support for PM Sanae Takaichi boosted sentiment.

- Topix +1.7% to 3,325.05  
 - Nikkei +2.5% to 50,512.32 — surpassing key level  
 - Non-ferrous metals & precision instruments led gains in Topix.

WORLD INDICES	27-Oct	28-Oct	CHG
Dow Jones	46,734.61	47,544.59	1.73%
S&P 500	6,738.44	6,875.16	2.03%
NASDAQ	22,941.80	23,637.46	3.03%
US 10-Year Yield	4.006	3.976	-0.75%
PSEi (Philippines)	6,053.96	5,933.76	-1.99%
PHL 10-Year Yield	5.899	5.933	0.58%
NKY 225 (Japan)	48,641.61	50,512.32	3.85%
SHCOMP (Shanghai)	3,992.41	3,996.95	0.11%
HSI (Hang Seng)	25,967.98	26,433.70	1.79%
KOSPI (Korea)	3,845.56	4,042.83	5.13%
SENSEX (India)	84,556.38	84,778.84	0.26%
TWSE (Taiwan)	27,532.26	27,993.63	1.68%
S&P/ASX 200 (Australia)	9,032.75	9,055.64	0.25%
FTSE Bursa KLCI (Malaysia)	1,608.00	1,618.38	0.65%
JCI (Indonesia)	8,274.35	8,117.15	-1.90%
STI (Singapore)	4,416.27	4,440.30	0.54%
SET50 (Thailand)	848.34	861.68	1.57%
VNINDEX (Ho Chi Minh)	1,687.06	1,652.54	-2.05%
CURRENCIES (USD:)	27-Oct	28-Oct	CHG
JPY	152.70	153.04	0.22%
PHP	58.614	58.909	0.50%
CNY	7.1236	7.1085	-0.21%
EUR-USD	1.1615	1.1651	0.31%
COMMODITIES	27-Oct	28-Oct	CHG
WTI Crude (USD/bbl.)	61.59	61.15	-0.71%
Brent Crude (USD/bbl.)	65.99	65.45	-0.82%
Gold (Comex) USD/oz.	4,133.50	4,009.70	-3.00%
Silver (Comex) USD/oz.	48.50	46.86	-3.38%
Copper (USD/lb.)	509.90	515.05	1.01%
Nickel (USD/lb)	6.8591	6.8409	-0.27%
Laterite Nickel Ni 1.5% Fe15-25% (USD/wmt) Ave.	58.00	58.00	0.00%
Laterite Nickel Ni 1.8% Fe15-20% (USD/wmt) Ave.	79.50	79.50	0.00%
New Castle Coal Futures	104.20	104.25	0.05%
COMMODITIES	27-Oct	28-Oct	CHG
Corn (CBOT)	428.00	427.75	-0.06%
Wheat (CBOT)	513.00	526.00	2.53%
Cocoa (ICE)	6339.00	6182.00	-2.48%
Coffee 'C' (ICE)	410.15	390.10	-4.89%
Sugar 11 (ICE)	15.29	14.46	-5.43%

PSEi		
Close	5,933.76	-54.26 -0.90%
	10.1x 2024F, 9.6x 2025F	
Day Range	5,933.76 - 5,895.02	
52wk Range	5,804.56 - 7,604.61	
Advances - Declines - Unchanged	55 - 131 - 59	
Block Sale Value (Php)	14.09B	
Volume (shares)	11.89B	
Value (Php)	18.76B	

FOREIGN BUYING	Php 2,407,333,387.14
FOREIGN SELLING	Php 2,720,993,190.16
NET FOREIGN B/(S)	Php 313,659,803.02
TOTAL FOREIGN	Php 5,128,326,577.30
FOREIGN FUNDS BOUGHT	aub bpi cbc ew mbt pnb secb pse acen alter gsmi keepr urc aev agi jgs dd ror ric smph vreit cnvrg ict bloom plus web rri apx bcb nikl ogp px
FOREIGN FUNDS SOLD	bdo cbc ap mer mwc scc sgp shlp spnec cnpf dnl emi fb jfc monde imi ac cosco dmc gtcap ltg sm smc ali areit creit filrt meg mrc mreit glo tel dito ceb pgold wlcon fni

52week High	bncom
52week Low	bdo ali bpi ac glo dito ab allhc ubp fcg c
RSI 70 Overbought	smc hti
RSI 30 Oversold	ali ac bloom creit cbc dito filrt vreit aba aub vll alldy
Share Buyback	fruit sm smph opm meg ali

ITRADE Watch	
NIKl MER JGS ICT AREIT ACEN SEVN SCC AP	

ADVANCERS	CHG %	DECLINERS	CHG %
AEV	1.41	BPI	-4.29
MBT	0.71	AC	-3.87
EMI	0.63	PLUS	-2.67
JFC	0.2752	PGOLD	-2.25
SMC	0.24	MER	-2.2

Most Active (Index)	Value (M)	Most Active (All)	Value (M)
EMI	1,900	BPI	1,170
BPI	1,170	AC	666634
AC	666634	BDO	466
BDO	466	ICT	389
ICT	389	MER	327
MER	327	ALI	298
ALI	298	SM	137
SM	137	MBT	123
MBT	123	CNVRG	96
CNVRG	96	MWC	93

	PSEI 2024F	2024 P/E(x)	PSEi 2025F	2025 P/E (x)	YTD Change (Est. or Actual)	
EPS Est.		590		620		
			9610.0	15.5	52.42%	10YR Average P/E (15.5x)
	9078	15.4	9078	14.6	43.98%	All-time Intraday High (9078) (28-Jan-2018)
	8732	14.8	8764.0	14.1	38.49%	All-time high close (8764) (28-Jan-2018)
	8000	13.6	8060	13.0	26.88%	Resistance
Consolidation Range (post-2020 low)	7750	13.1	7600	12.3	22.92%	Resistance / Bull Target 2025
	7500	12.7	7500	12.1	18.95%	Resistance
	7100	12.0	7100	11.5	12.61%	Resistance
	6700	11.4	6700	10.8	6.26%	Resistance / Bear Target 2025
	6305	10.7	6305	10.2	0.00%	Resistance
	6305	10.7	6305	10.2	0.00%	Resistance
	5933	10.1	5933	9.6	-5.90%	CURRENT and YTD Change
	6060	10.3	6060	9.8	-3.89%	Support
	5800	10.7	5800	9.4	-8.01%	Support / May 2022 low
	5640	9.6	5640	9.1	-10.55%	Support
	5220	8.8	5220	8.4	-17.21%	Support
	5150	8.7	5150	8.3	-18.32%	Support
2020 Low	4039	6.8	4039	6.5		13-Year Low (March 19, 2020)

<p><b>PSEi TECHNICALS</b> <b>Strategy:</b></p> <p><b>The PSEi remains in a consolidative phase near 6,000-6,150</b>  - Next Support 5,750, Next Resistance 6,350–6,420/6,680  - Break below 6,000 weekly support may trigger further declines to 5,800 area.</p> <p><b>12-Month Forecast without Economic Recovery:</b>  - Short-Term (1-3 months): The PSEi may test the lower support levels around 6,000 or potentially dip below if negative sentiment prevails.  - Medium-Term (4-8 months): In the absence of positive catalysts, the index could stabilize at lower levels, with potential fluctuations between 5,800 and 6,200.  - Long-Term (9-12 months): Without economic recovery, the index might struggle to gain significant upward momentum, remaining constrained below key resistance levels around 6,500.  - <b>In this scenario, market participants might be cautious, awaiting signs of economic stability or policy interventions to improve investor confidence.</b></p> <p><b>MARKET SUMMARY</b></p> <p><b>PSEI 5,933.76 -54.26 pts. -0.91%. Range 5,895.02-5,996.42. Exchange volume of trades 68,645 valued at Php4.673B.</b></p> <p><b>Overseas Investors Sellers Of Philippine Equities Monday \$5.325M</b>  <b>Total Net Foreign Selling Month Of October \$78.569M</b>  <b>Year To Date Net Foreign Selling is at \$737.158M</b></p> <p><b>There are Bargain Hunters that awaits for deep discounts!</b></p> <p><b>PSEi falls 1.40% to 5906, all sectors down!</b>  - <b>Corruption erodes investor confidence, discourages both domestic and foreign investments, and leads to inefficient allocation of resources, all of which stifle economic growth and undermine the stability of the Philippine capital markets.</b>  - The fault lies with a governance system plagued by corruption, lack of transparency, and weak enforcement of laws, which together create an environment of uncertainty and risk that keeps the Philippines from rising to its full economic potential.</p> <p><b>ECONOMY</b></p> <p><b>Reiterated that further BSP rate cuts may be needed to offset spending delays</b>  - BSP kept rates at 5%, eyeing 4.75% by year-end; inflation steady at 1.7% in Sept, well below below govt's 2–4% target.  - BSP projected 2025 GDP at 5.4%, BoP deficit at \$6.9B, and current account gap at \$16.4B.  - For 2025, BSP forecasts 5.4% GDP growth, a \$6.9B BoP deficit, and a \$16.4B current account gap.  - 2025 GDP growth forecast 5.4% (from 5.7% 2026 rebound). BSP sees \$6.9B BoP deficit this year.</p> <p><b>Philippine economic growth expected to moderate to 5.4% in 2025.</b>  - Global trade uncertainty, geopolitical tensions, and increased climate shocks domestically.  - GDP is projected to rebound to 5.7% in 2026 on monetary easing.  - The BSP has room for an accommodative stance.</p> <p><b>BSP hints at small rate moves; next decision on Oct 9, current rate 5.0% (the lowest since November 2022); looking at 4.75% for year-end, data dependent still says BSP</b>  - <b>BSP maintained policy rate at 5%, with inflation projected at 1.7% (2025), 3.3% (2026), 3.1% (2027)</b>  - Previously, no urgency for further cuts after lowering RRP to 5%, lowest since 2022; projects 1.7% inflation in 2025, 3.3% in 2026.  - BSP reduced its overnight target reverse repurchase rate by 25 basis points to 5% on Thursday, the lowest since November 2022.</p> <p><b>Projections</b>  - The target RRP (reverse repurchase) discussions of lowering it to zero by 2029 to increase liquidity.</p>	<p><b>ICT 535.00</b> <b>Overbought</b>  - <b>ICTSI is well-positioned to handle macro risks and support expansion through its global presence. Its strong profile may help prevent the spread of risks, supporting a positive credit outlook.</b></p> <p><b>SMC 63.50</b>  - <b>San Miguel Corp.,raised 48.86B pesos (\$833.77 million) through the sale and exchange of preferred shares, announced on Friday.</b>  - The company also raised 18.86B pesos by exchanging three series of preferred shares for existing series 2-J and 2-K preferred shares ahead of redemption.  - This move provides greater flexibility and liquidity for investors, marking an innovative step in the local capital markets, which have traditionally been limited in this area.</p> <p><b>MER 575.00</b></p> <p><b>9M25</b>  <b>Net profits up 9% to P36.8B</b>  <b>Core EPS up 14% to P35.509</b>  <b>EPS up 9% to 32.67</b></p> <p>- <b>Top Philippine power utility MERALCO, maintains its 2025 core net income target of 50B pesos despite lowering its sales forecast due to severe weather disruptions.</b>  - The company expects to meet its full-year goal driven by growth in its power generation business, says Meralco Chairman and CEO Manuel Pangilinan.  - Sales are projected to be flat or decline up to 0.8%, as floods and heavy rains have reduced demand from residential and commercial customers, according to Chief Revenue Officer Ferdinand Geluz.  - He also mentioned that a ban on offshore gaming operations has created a demand vacuum in office buildings and condominiums.</p> <p><b>BDO 131.00</b>  - <b>BDO Unibank reported a third-quarter net income of 22.47B pesos, up from 21.18B pesos year-over-year.</b></p> <p><b>Third Quarter Results</b>  <b>Net income: 22.47B pesos (+6.1% YoY)</b>  <b>Net interest income: 51.88B pesos (+11% YoY)</b>  <b>EPS: 4.22 pesos vs. 3.98 pesos YoY</b></p> <p><b>Nine-Month Results</b>  <b>Net interest income: 150.02B pesos</b>  <b>Net income: 63.1B pesos (+4.1% YoY)</b>  <b>Return on assets: 1.67% vs. 1.75% YoY</b></p>
---	--

**BLOOM 3.17****- Exit from Jeju Casino**

- Signed sale agreement with Gangwon Blue Mountain for Jeju Sun Hotel & Casino; includes ₱500M down payment, closing pending regulatory nod.
- Impact: Removes loss-making overseas exposure; frees up capital for local expansion (Solaire North / Entertainment City).
- Actionable idea: Accumulate BLOOM — de-risking story; potential one-off gain on assets + cleaner earnings base.

**GTAP 555.00****- Ateneo Campus Deal**

- Partnered with Ateneo de Manila University to build a 15-hectare Cavite campus within Federal Land's Riverpark estate, target opening by 2030.
- Impact: Boosts estate value and long-term demand for residential and commercial space.
- Actionable idea: Positive read-through for Federal Land and Cavite real estate developers.

**MER 575.00****- ₱50B Profit Target on Track**

- 9M core net income ₱40B (+14%); MVP confirmed full-year goal achievable.
- Revenue up 4.6% despite flat power volumes; stronger generation + subsidiaries.
- Actionable idea: Hold / add on dips near ₱575–₱585. Strong FY guidance and smart-grid rollout underpin earnings momentum.

**GLO 1,445.00****- GCash Data Leak Probe**

- NPC investigating alleged dark-web leak; GCash maintains no breach found after forensic review.
- Impact: Short-term regulatory overhang; fundamentals intact as platform leads e-wallet market.
- Actionable idea: Monitor regulatory outcome; potential volatility opportunity for fintech investors.

**CIC 13.30****- Margins Under Pressure**

- Q3 net income ₱107M (-25%); higher costs offset modest sales growth.
- Impact: Cost pressures persist despite volume recovery.
- Actionable idea: Neutral to cautious; margin headwinds may cap short-term upside.

**ACR 0.48****- Alsons Power: Launches Energy Cadetship**

- Introduced 18-month cadetship program in partnership with St. Peter's College (Iligan).
- Impact: Strengthens local talent pipeline; positive ESG and governance signal.
- Actionable idea: Supports long-term sustainability profile for ACR.

**PGOLD 38.00****- Puregold x Home Credit: MSME Credit Card**

- Launched co-branded credit card for Aling Puring store owners; ₱20K–₱100K limit, 150 branches on board.
- Impact: Expands financial inclusion, likely boosts wholesale sales.
- Actionable idea: Positive for PUREGOLD's SME ecosystem and retail loan growth for Home Credit.

< **October** >

Year **2025** Month **10**

Calendar

SUN	MON	TUE	WED	THU	FRI	SAT
			<b>1</b> [CD] Cebu Landmasters, Inc. [CD] Megawide Construction Corporation [CD] Cebu Landmasters, Inc. [CD] A. Soriano Corporation	<b>2</b> [CD] San Miguel Corporation [SMD] Manila Broadcasting Company	<b>3</b> [CD] GT Capital Holdings, Inc.	<b>4</b>
<b>5</b>	<b>6</b>	<b>7</b>	<b>8</b>	<b>9</b> [SMD] Cityland Development Corporation [STD] SBS Philippines Corporation	<b>10</b> [SMD] City & Land Developers, Incorporated [SMD] Philippine Estates Corporation [SMD] DITO CME Holdings Corp.	<b>11</b>
<b>12</b>	<b>13</b>	<b>14</b>	<b>15</b> [SMD] LFM Properties Corporation	<b>16</b> [CD] Sta. Lucia Land, Inc. [SMD] Synergy Grid & Development Phils., Inc.	<b>17</b>	<b>18</b> [SMD] Far Eastern University, Incorporated
<b>19</b>	<b>20</b> [CD] Arthaland Corporation	<b>21</b>	<b>22</b> [CD] Filinvest Development Corporation [CD] Filinvest Development Corporation	<b>23</b>	<b>24</b> [SMD] Centro Escolar University [CD] Philippine Racing Club, Inc.	<b>25</b>
<b>26</b>	<b>27</b> [CD] Century Properties Group, Inc. [SMD] AgriNurture, Inc. [SMD] Dizon Copper-Silver Mines, Inc. [CD] Liberty Flour Mills, Inc. [ABD] Manila Electric Company	<b>28</b> [SMD] Suntrust Resort Holdings, Inc.	<b>29</b> [CD] DDMP REIT, Inc. [ABD] Concepcion Industrial Corporation	<b>30</b>	<b>31</b>	

[SRD] SRO Ex-Date	[CD] Cash Ex-Date	[STD] Stock Ex-Date	[PD] Property Ex-Date
[SMD] Stockholders' Meeting	[ABD] Analysts' Briefing	[EDD] ETF Dividend Ex-Date	[SRL] SRO Listing
[SRS] SRO Start	[SRE] SRO End	[OFS] Offer Start	[OFE] Offer End
[LD] Listing Date	[EOS] ETF Offer Start	[EOE] ETF Offer End	[WED] Warrant Exp Date

REFERENCES: Philippine Daily Inquirer, PSE, Bloomberg, Reuters, DA Market Securities Inc. **DISCLAIMER** This report may be provided for informational purposes only and is not intended to solicit buying and selling of securities or to participate in any particular trading strategy. DA Market Securities Inc. (DMSI) makes reasonable effort to use reliable comprehensive information. But makes no representation or warranties as to the accuracy, completeness, or timeliness of the information provided. DMSI will not have liability for any damages of any kind resulting from such data. This report may not be reproduced or published for any purposes. DA Market Offices' directors and employees including persons involved in the preparation or issuance of this report are not to be held liable for any damages of any kind resulting from such data. [www.dmsi.com.ph](http://www.dmsi.com.ph)



## 2025 Market Outlook

### PSEi Range and Important Levels

- Support 7500 (12.1x), 7100 (11.5x), 6900 (11.1x), 6700 (10.8x), 6500 (10.5x)
- Support 6200 (10.1x), 5800 (9.4x)

### Valuations

- 2025 current level 6,264.49 is at 10.1x 2025F
- 2024 close of 6528 valued at 9.9x P/E
- PSEi is well under historical averages P/E of 14-15x

### Targets

Base 6700 (10.2x 2025F, +2.6% Y/y)  
Bull 7100 (10.8x 2025F, 8.7% Y/y)

### Index technicals (PSEi)

- **Trend & momentum:** Price (6,264) just reclaimed the 23.6% Fib at 6,218 from the 7,564→5,803 downswing. RSI 56 = improving momentum, not overbought.

### Key levels:

- **Supports:** 6,218 (23.6%), 6,100 (June/Sept shelf), 6,000 psych, 5,800 cycle low.
- **Resistances:** 6,350–6,420 (minor supply), 6,475 (38.2%), 6,680 (50%), 6,890 (61.8%).
- Base case (next 1–3 months): Chop higher toward 6,475–6,680 while back-testing 6,218. A clean weekly close >6,680 opens 6,890–7,150; a close <6,100 risks a re-test of 6,000/5,800.
- **Tactical plan:** Bias long on dips above 6,218; lighten into 6,475/6,680 unless breadth/turnover expand.

### 2025 macro/market take

- **Rates/liquidity:** Local debt markets are open (multiple oversubscribed bonds; shelf validity extended), while equity windows (big REITs/IPO) stay selective. That favors defensive cash-flow names and bond-savvy blue chips.
- **Energy transition & infra:** Strong pipeline in renewables, storage, LNG/biogas; ports/toll roads keep executing.
- **Telco:** Regulation (Konektadong Pinoy IRR) and satellite entrants raise competition—own selectively.
- **Property:** High-end/township demand > mid-market; REITs grow via asset infusions even as mega-REIT IPOs are deferred.
- **Consumer/travel:** Airlines still compounding off traffic recovery; branded staples and QSRs steady; gaming/leisure selectively constructive.

### Sector stance (overweight/market weight/underweight)

- Overweight – Utilities & Power: Visibility + dividend + green pivot. **MER, FGEN, ACEN, CREC**
- Overweight – Infra/Logistics: Throughput/tariff resilience, capacity adds. **ICT**
- Overweight – High-end Property & REITs with asset growth: Funding flexibility + recurring income. **ALI, SMPH, RCR**
- Market weight – Consumer/Travel: Positive trend, but watch fuel FX and fare caps. **CEB, JFC**
- Market weight – Telcos: Own quality balance sheets; keep risk budget small. **TEL, GLO**

## Long-Term Downtrend

- since 2018 until index exits upper end of consolidation range of 7,500-7600

## Medium Term Consolidation

- since 2020 onset of pandemic, normalized range is 5200/5700-7500

Resistances 6000, 6200, 6700, 7000, 7500-7600, 8000, 8700  
Support 5700, 5200

## Eliot Wave Count

- wave 1 after wave c

