

US stock markets just smashed fresh record highs, thanks to strong performances from tech giants and growing excitement around the Federal Reserve's next move.

- The S&P 500, Nasdaq Composite, and Dow Jones Industrial Average all closed at new peaks, led by surging tech names and support from consumer discretionary and materials. The Magnificent-7—think Nvidia and Microsoft—continued to drive most of the gains, collectively adding billions in market value. Confidence in a Federal Reserve rate cut is nearly unanimous, with markets pricing in a 97.8% chance of a 25 basis point trim down to 3.75%.

Stock indexes in the U.S. closed up Tuesday as the added 0.80%. Meanwhile, the gained 0.34%, and the added 0.23%.

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.

After Monday's record high, investors await Fed & BOJ policies plus trade talks between President Trump and Xi Jinping.

Gold's retreat deepened - extending back below \$4,000 per ounce and now down more than 10% from this month's peak.

- Gold holds below \$4,000 as trade progress erodes haven demand!

WORLD INDICES	28-Oct	29-Oct	CHG
Dow Jones	47,544.59	47,706.37	0.34%
S&P 500	6,875.16	6,890.89	0.23%
NASDAQ	23,637.46	23,827.49	0.80%
US 10-Year Yield	3.976	3.983	0.18%
PSEi (Philippines)	5,933.76	5,953.16	0.33%
PHL 10-Year Yield	5.933	5.952	0.32%
NKY 225 (Japan)	50,512.32	50,219.18	-0.58%
SHCOMP (Shanghai)	3,996.95	3,988.22	-0.22%
HSI (Hang Seng)	26,433.70	26,346.14	-0.33%
KOSPI (Korea)	4,042.83	4,010.41	-0.80%
SENSEX (India)	84,778.84	84,628.16	-0.18%
TWSE (Taiwan)	27,993.63	27,949.11	-0.16%
S&P/ASX 200 (Australia)	9,055.64	9,012.50	-0.48%
FTSE Bursa KLCI (Malaysia)	1,618.38	1,613.56	-0.30%
JCI (Indonesia)	8,117.15	8,092.63	-0.30%
STI (Singapore)	4,440.30	4,450.36	0.23%
SET50 (Thailand)	861.68	854.48	-0.84%
VNINDEX (Ho Chi Minh)	1,652.54	1,680.50	1.69%
CURRENCIES (USD:)	28-Oct	29-Oct	CHG
JPY	153.04	152.20	-0.55%
PHP	58.909	59.136	0.39%
CNY	7.1085	7.0992	-0.13%
EUR-USD	1.1651	1.1659	0.07%
COMMODITIES	28-Oct	29-Oct	CHG
WTI Crude (USD/bbl.)	61.15	60.27	-1.44%
Brent Crude (USD/bbl.)	65.45	64.55	-1.38%
Gold (Comex) USD/oz.	4,009.70	3,994.00	-0.39%
Silver (Comex) USD/oz.	46.86	47.50	1.37%
Copper (USD/lb.)	515.05	517.30	0.44%
Nickel (USD/lb)	6.8409	6.8296	-0.17%
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	104.25	104.25	0.00%
COMMODITIES	28-Oct	29-Oct	CHG
Corn (CBOT)	427.75	431.00	0.76%
Wheat (CBOT)	526.00	529.50	0.67%
Cocoa (ICE)	6182.00	6002.00	-2.91%
Coffee 'C' (ICE)	390.10	387.90	-0.56%
Sugar 11 (ICE)	14.46	14.37	-0.62%

PSEi		
Close	5,953.16	+19.40 +0.32%
	10.1x 2024F, 9.6x 2025F	
Day Range	5,926.54 - 5,961.49	
52wk Range	5,804.56 - 7,604.61	
Advances - Declines - Unchanged	95 - 94 - 62	
Block Sale Value (Php)	579M	
Volume (shares)	1.17B	
Value (Php)	4.663B	

FOREIGN BUYING	Php 2,296,876,796.02
FOREIGN SELLING	Php 2,729,447,573.46
NET FOREIGN B/(S)	Php (432,570,777.44)
TOTAL FOREIGN	Php 5,026,324,369.48
FOREIGN FUNDS BOUGHT	ew secb ubp pse slf acen alter ap pcor sgp gsmi keepr urc green aev agi hi ltg smc arei dd rcr smph vll tel cnvrg dito ceb ict mac apx nikl ogp px
FOREIGN FUNDS SOLD	bdo bpi mbt pnb mer mwc scc cnpf dni jfc maxs monde pizza ac cosco dmc gtcap jgs sm ali filrt mrc rlc ati bloom plus pgold ssi wlcon at fni

52week High	brn
52week Low	bdo aev ubp dito ab col ssi
RSI 70 Overbought	smc dd hti
RSI 30 Oversold	ali bloom keepr cbc dito creit filrt cosco vreit aba alldy stn
Share Buyback	fruit sm smph opm meg ali

iTRADE Watch	
NIKL MER JGS ICT AREIT ACEN SEVN SCC AP	

ADVANCERS	CHG %	DECLINERS	CHG %
BDO	2.67	CBC	-2.23
DMC	1.64	URC	-2.19
BPI	1.46	AEV	-1.38
SMC	0.94	CNPF	-1.16
ICT	0.93	PLUS	-0.99

Most Active (Index)	Value (M)	Most Active (All)	Value (M)
BDO	577	BDO	577
ALI	429	ALI	429
BPI	330	BPI	330
ICT	303	ICT	303
MER	264	MER	264
AC	197	AC	197
MBT	184	MBT	184
SM	140	SM	140
SMPH	129	SMPH	129
JGS	101	JGS	101

	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
	5953	10.1	5953	9.6	-5.58%	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)

PSEi TECHNICALS

Strategy:

The PSEi remains in a consolidative phase near 6,000-6,150

- 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.

12-Month Forecast without Economic Recovery:

- 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.
- **In this scenario, market participants might be cautious, awaiting signs of economic stability or policy interventions to improve investor confidence.**

MARKET SUMMARY

PSEI 5,953.16 +19.40 pts. +0.33%. Range 5,926.54-5,961.49. Exchange volume of trades 58,536 valued at Php4.054B.

**Overseas Investors Sellers Of Philippine Equities Tuesday \$7.308M
Total Net Foreign Selling Month Of October \$85.877M
Year To Date Net Foreign Selling is at \$744.466M**

ECONOMY

The Philippine central bank attributes the recent peso dip to market worries about slower growth amid a corruption scandal and possible monetary easing.

- BSP says it lets market forces set the rate, stepping in mainly to curb inflation swings.
- Peso support comes from steady remittances, solid growth, low inflation, and reforms.
- BPO, tourism, and OFW inflows help buffer shocks.
- Peso hits new low, past 59 per dollar.

Reiterated that further BSP rate cuts may be needed to offset spending delays

- 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.

Philippine economic growth expected to moderate to 5.4% in 2025.

- 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.

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

- BSP maintained policy rate at 5%, with inflation projected at 1.7% (2025), 3.3% (2026), 3.1% (2027)

- 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.

Projections

- The target RRP (reverse repurchase) discussions of lowering it to zero by 2029 to increase liquidity.

Nomura cuts PH growth forecast

- **Trimmed 2025 GDP growth to 5.1% (from 5.6%) on governance and investor-confidence risks following the recent graft scandal.**
- Sees BSP easing delayed as fiscal credibility concerns rise; peso may stay weak.
- Actionable idea: Defensive rotation — stay overweight on utilities (MER, FGEN) and consumer staples (PGOLD, URC); underweight rate-sensitive developers and financials near term.

ALI 20.70

- Stock Buy Back Oct 27

AP 41.20

- Core net income for the first nine months of 2025 was ₱23.1 billion, down from ₱27.2 billion in 2024 due to depreciation and interest expenses for GNPowder Dinginin Ltd. Co.

- Since March 2024, these expenses have been fully recognized. Including forex and derivative gains, the net income was ₱23.3 billion.

SEC clears stock split — IPO prep underway

- Securities and Exchange Commission approved Mynt's 1:10 stock split, a step toward 2026 IPO listing.

- Aims to widen shareholder base and align with fintech sector listing requirements.
- Impact: Paves way for valuation clarity and price discovery; reinforces investor interest in digital finance.
- Actionable idea: Track telco parents (GLO, AC) for upside; potential value unlock once GCash lists.

FGEN 15.24

- Calls for stronger policy backing

- Management reiterated that long-term geothermal expansion depends on government incentives and streamlined permitting. With renewable auctions focused on solar and wind, FGEN urges geothermal-specific mechanisms.
- Actionable idea: Maintain BUY bias on FGEN — policy momentum + RE demand; aligns with COP30 decarbonization narrative and RE100 corporate sourcing.

DMC 11.16

- Fortis Residences update

- Developer expects sales to accelerate as amenities near completion; demand led by premium condo segment near Makati.
- Impact: Confirms resilience in mid- to high-end housing despite macro headwinds.
- Actionable idea: DMCI Holdings (DMC) benefits from both construction and property exposure — accumulate on weakness for dividend + recovery play.

< **October** >

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

Calendar

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

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

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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

