

The PSEi fell for a second day following losses in international markets and ahead of market-moving events - the UK vote on its EU membership and policy meetings by the US Federal Reserve and the Bank of Japan. The PSEi shed 26 pts. or 0.4% to close at 7,509.94. For the week, the PSEI slipped 0.06% but YTD, is still up 8.02%.

U.S. stocks closed weak but well off the lows Friday on renewed global growth concerns, oil tumbling and as benchmark yields fell to record lows and investors looked ahead to U.K. vote on whether to leave the European Union.

- The Dow Jones closed 120 points lower after earlier falling 172 points. The S&P, which flirted with a new record high all week but has been unable to top its May 2015 peak of 2130.82, lost 0.9% to 2096.
- The Fed's two-day meeting wraps up Wednesday, and investors will pour over the central bank's announcement for clues when an interest rate hike might be coming.

ABS to face difficulty renewing franchise

ABS failed to have its legislative franchise approved before the 16th Congress closed shop on June 6.

The Inquirer article indicated ABS may have difficulty getting a new, 25-year congressional franchise from the 17th Congress as Duterte and his supporters are unhappy about ABS-CBN's attacks against him during the campaign season. ABS' 25-year franchise expires on March 30, 2020.

The article said a source from the House of legislative franchise committee that ABS' application for renewal of franchise faced strong opposition from cable operators, who had demanded a public hearing.

AEV expects its power distribution business to post a 5.3% sales growth this year

AEV cites the robust growth in the economy and other factors such as IEC (International Eucharistic Celebration) which brought tourists in Cebu, the prolonged El Niño which necessitated the use of cooling systems, and this year's presidential election

AboitizLand, Inc. is also on schedule with its mixed used development project in Mandaue City, a joint-venture with ALI. AboitizLand is spending P4.7 billion this year to "expand its industrial and residential land bank as it continues to grow its footprint outside Cebu,"

EDC expects to increase revenues by P600 million after upgrading 3 geothermal power assets (50MW)

EDC invested P4.3 billion for the Tongonan power plant rehabilitation alone, which is now on its second and final phase

It is set to embark on the full rehabilitation and retrofitting of the Tongonan units starting 2H16 and expects all works to be completed by early 2017.

EDC owns 1,441MW of generating capacity, comprising of 1,159MW of geothermal, 150MW of wind, 132MW of hydro and 4MW of solar energy.

PX unit in Surigao gets international certificate

Unit Silangan Mindanao Mining Corp. (SMMCI) obtained an international certification for its pre-mining activities at Boyongan project in Surigao del Norte province.

SMMCI is currently completing requirements for the feasibility study of the Boyongan project.

PSEI	7,509.94 -26.71 -0.35%
Day Range	7,509.94 - 7,616.94
52wk Range	6,084.28 - 7792.34
Advances - Declines - Unchanged	84 - 100 - 51
Volume (shares)	1.42 billion
Value (Php)	7.82 billion
Block Sale Value (Php bn)	262 million
Foreign Buying (Php)	3.28 billion
Foreign Selling (Php)	3.65 billion
Net Foreign B(S) (Php)	(378 million)

Most Active	Value (mn)	Price Change	Advancers / Decliners	Change
PGOLD	760.13	-0.24%	AGI	+3.10%
UBP	651.36	+0.62%	BLOOM	+1.35%
TEL	565.20	-0.48%	DMC	+1.10%
SMPH	504.37	-1.62%	GTCAP	+1.07%
ALI	490.18	+0.13%	AC	+0.85%
DD	345.49	-3.21%	URC	-3.21%
URC	292.40	-3.21%	MEG	-2.22%
AC	229.40	+0.85%	EMP	-1.74%
MPI	193.81	-0.16%	PCOR	-1.69%
MBT	193.13	+0.53%	SMPH	-1.62%

WORLD INDICES	06-10	06-13	Chg
Dow Jones	17,895.19	17,865.34	-0.67%
S&P 500	2,115.48	2,096.07	-0.92%
NKY 225	16,668.41	16,601.36	-0.40%
SSEC	2,927.16	-	0.00%
CURRENCIES (USD:)	06-10	06-13	Chg
PHP	46.02	46.12	0.22%
JPY	107.01	107.16	0.14%
EUR	0.88	0.89	1.14%
CNY	6.56	6.56	0.00%
COMMODITIES	06-10	06-13	Chg
WTI Crude (USD/bbl.)	50.54	49.07	s
Brent Crude (USD/bbl.)	51.95	50.54	-0.40%
Gold (USD/oz.)	1,270.10	1,275.90	-0.40%
Copper (USD/lb.)	203.65	1,274.24	-0.40%
Nickel (USD/lb)	4.0339	4.0279	-0.0008
Laterite Nickel Ni 1.5%, Fe15-25% (USD/wmt)	18 - 20 Ave. 19	18 - 20 Ave. 19	0.00%
Laterite Nickel Ni 1.8%, Fe15-20% (USD/wmt)	32 - 34 Ave. 33	32 - 34 Ave. 33	0.00%

TEL, GLO turns down Philippine Competition Commission (PCC) request to refile notice on SMC telco deal

PCC rejected the initial notice filed by GLO, TEL due to incomplete information. TEL, GLO argued the transaction was deemed approved and all that was needed was for them to file a notice to the PCC. They said this was because the PCC's implementing rules (IRR) were not yet finalized. However, PCC took a firm stand that the transaction, described as its first major test, still needed its final approval. PCC further clarified that provisions of the law are "fully in effect and do not require the final issuance of IRR to trigger effectivity."

RWM to spend P8-10 billion this year for the continued expansion of Resorts World Manila

RWM will primarily focus on developing the third phase which requires \$400 - \$450 million in total investments. The third phase is expected to open in stages starting the end of next year and completes by 1H18.

The third phase comprises 14,000 sq.m. of gaming facilities, 3,200 sq.m. of retail space, and 939 hotel rooms with the construction of the Hilton Hotel Manila, the Sheraton Manila Hotel, and a new wing of Maxims Hotel. The capex also covers continuing expenses for the second phase, which includes 228 hotel rooms in the Marriott West Wing and additional entertainment areas in the Remington Hotel; to complete by September this year. The ongoing expansion will increase existing inventory of hotel rooms from the current 1,700 rooms to 2,545 rooms.

The fourth phase, like the second phase, includes only non-gaming facilities, of Resorts World Manila, may include a maximum of 1,000 hotel rooms and may begin the development next year at the earliest.

The non-gaming component currently contributes 10-15% of revenues but is expected to increase to 30-35% of total revenues.

RWM remains upbeat about its gaming business moving forward, although the industry would supposedly take 5-6 years to absorb the oversupply of casinos.

RWM plans to complete the first phase of the project in the reclaimed area along Manila Bay in Parañaque City by 2020.

Golden Haven Memorial Park, Inc. prices IPO at 10.50/sh (lower than maximum price of 10.62/sh)

Golden Haven will offer 74,117,647 common shares for P10.50 apiece and raise P778.23 million.

Proceeds are intended for acquisition, growth and expansion strategies, particularly by increasing the capacity of existing cemeteries, columbarium facilities and funeral homes.

Issue manager and sole underwriter Asian Alliance Corp.

The IPO will bring the company's issue and outstanding shares to 420,000,002. The public will hold 15% of the total.

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