

World stock markets fell Monday amid concerns that Britain may vote to leave the European Union in a referendum on June 23. Adding to the cautious tone is the Fed’s policy meeting this week. Though traders predict the U.S. central bank will not raise interest rates this week, investors will be looking for clues about when the Fed might make a rate move.

PSEi reversed earlier losses of as much as 106 pts., leading to a positive close of 7,554.40, up 44.46 points or 0.59%. Regional markets were in the red amid Brexit fears. A referendum is scheduled in Britain to determine whether to exit the EU or not on June 23.

CEB said passenger volume jumped 10.6% to 6.61 million passengers, capacity also up 2.4%.

The carriers had a combined seat load factor of 87.6% and 8.1%.

Higher volume and lower fuel prices helped 1Q16 Net Income surged 81% to P4 billion as Revenues rose 13% to P16 billion.

Cemex Holdings Philippines Inc. asked for more “material information” on its P40-billion IPO

SEC has yet to issue a pre-effective letter to the local unit of the Mexican cement company, a pre-requisite to to conduct investor roadshow.

SEC had raised two main points of concern which could result in amendment to its filed registration statement. Cemex Holdings will be given 10 days to make the clarifications.

From the proceeds, Cemex plans to pay \$504 million (P23.2 billion) in short-term loans, P2.4 billion for capex, including P600 million for maintenance of existing cement facilities.

Cemex operates two cement plants with aggregate installed annual capacity of 5.7 million tons as of end-December 2015.

SCC production could increase by about 10 million metric tons (MT) or 25.31%

This assumes assuming normalized operations and the initial impact of expansion work at its coal mine site in Antique.

Overburden stripping (removing the top layer of rock and soil to expose the ore) is ongoing at the Molave coal mine. Coal production is expected to start there by August or September.

Coal production and sales reached 7.98 million MT last year with 2-month suspension on operations as a result of an accident in July in the Panian site.

SMC committed to build a power plant in ARMM

Signed an MOU with the Autonomous Region in Muslim Mindanao to help develop the area from energy to ports and bulk water facilities. Over the next 2 years, SMC will build a power plant to serve the entire ARMM region. At present, only 30% of households have electricity. ARMM is comprised of Basilan, Lanao del Sur, Maguindanao, Sulu and Tawi-Tawi.

PSEi	7,554.40 +44.46 +0.59%
Day Range	7,407.22 - 7,554.40
52wk Range	6,084.28 - 7792.34
Advances - Declines - Unchanged	62 - 128 - 42
Volume (shares)	2.15 billion
Value (Php)	7.22 billion
Block Sale Value (Php bn)	261 million
Foreign Buying (Php)	3.28 billion
Foreign Selling (Php)	3.71 billion
Net Foreign B(S) (Php)	(430 million)

Most Active	Value (mn)	Price Change	Advancers / Decliners	Change
URC	497.32	+0.52	SMPH	+3.92%
SMPH	470.63	+3.92%	BPI	+2.63%
AC	470.39	-0.60%	DMC	+2.48%
MBT	417.72	+2.34%	MBT	+2.34%
ALI	390.35	-0.27%	SM	+2.23%
JGS	331.82	+0.60%	PCOR	-4.66%
DD	315.49	-13.36%	BLOOM	-3.61%
MEG	308.79	0.00%	EDC	-3.45%
TEL	308.79	-1.85%	ICT	-2.28%
BDO	306.03	+0.48%	TEL	-1.85%

WORLD INDICES	06-13	06-14	Chg
Dow Jones	17,865.34	17,732.48	-0.74%
S&P 500	2,096.07	2,079.06	-0.81%
NKY 225	16,668.41	16,019.18	-3.89%
SSEC	2,927.16	2833.07	-3.21%
CURRENCIES (USD:)	06-13	06-14	Chg
PHP	46.12	46.12	0.00%
JPY	107.16	106.97	-0.18%
EUR	0.89	0.89	0.00%
CNY	6.56	6.56	0.00%
COMMODITIES	06-13	06-14	Chg
WTI Crude (USD/bbl.)	49.07	48.46	-1.24%
Brent Crude (USD/bbl.)	50.54	50.35	-0.38%
Gold (USD/oz.)	1,275.90	1,283.24	0.58%
Copper (USD/lb.)	203.65	205.35	0.83%
Nickel (USD/lb)	4.0279	4.0266	-0.03%
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%

CPG to expand to agriculture

In a JV with Precision Agriculture Management and Grains Development (PAMGD) Southeast Asia under Palawan Supercorn Development Corp. (PSDC), CPG is pushing for precision farming in the Philippines through a multibillion-peso project on growing corn for the production of animal feeds.

CPG intends to register with BOI; intends to use 50,000 ha of farms and a total investment of P10 billion over 15 years.

The JV has identified islands in Busuanga, Culion and Coron in Palawan for the production of yellow corn with complete, fully mechanized farming equipment and post-harvest facilities.

The project will address demand-supply mismatch with the Philippines, Indonesia and Malaysia importing some 6 million tons from the United States and South America.

URC rebuilding beverage brands in Vietnam

URC is recalibrating its warehouse facilities in Vietnam after paying \$261,000 fine after brands were recalled from the market for “moderately” exceeding the lead content

URC had continued to sell these products in Vietnam but those belonging to the batches questioned, equivalent to about a million bottles, had been recalled. The group was able to retrieve a few thousand cases.

Japan firms signs with LBC

SG Holdings Global Pte. Ltd., one of Japan’s largest logistics companies signed a business cooperation agreement with LBC Express Inc. in what could be an initial step towards a joint venture.

The Japanese company plans to invest or acquire a stake in LBC Express, although talks remain in the courtship stage.

Global consulting firm Ken Research said in its Philippines logistics market outlook 2020 report that the country’s freight forwarding market would have a compounded annual growth rate of 6.8% from 2016 to 2020, bringing its total value from \$20.2 billion to \$41.3 billion.

LBC’s 1Q16 net income jumped 36% to P310 million, on P2.1 billion revenues. LBC Express is present in 20 countries, with 1,200 branches worldwide.

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