



## Philippine Stock Exchange Index (PSEi)



In the short-term, the Philippine Stock Exchange index is moving sideways with a flat resistance line at 5,484 and an ascending trend line with immediate support at 5,402. Based on the index's behaviour last week, it would appear as if a retest of 5,484 should occur this week. However, if prices are able to breakout from here, do not expect that it will shoot up upon registering a new all time high. In fact, the index is moving in a sideways to upward fashion in both the short-term and medium term perspective. Notice, how prices always hesitate as it meets its medium term resistance line, which extends to 5,550. It is only upon a convincing breakout above this level that momentum could kick in. On the off chance that the index breaks 5,402 instead, next support may be found at 5,325 to 5,353.

**Recommendation:**

**Hold**



## Manila Electric Company (MER)



Last October, we recommended a buy on Meralco as it formed what looked like a flag. Unfortunately, prices failed to breakout above 290. Instead, it consolidated within range, with support at 273.8 and resistance at 290. Last week, MER broke below this indicated support and fell to as low as 261.6. Based on its previous range, we calculate a potential downside target for MER of 257.6, which is just a few pesos away from its medium term support of 255. MER's upward channel is intact.

**Recommendation:**

**Buy as close to 257.6**



## Bloomberry Resorts Corporation (BLOOM)



After reaching a peak at 15.10, BLOOM is currently retesting support at 14. This support may extend to as low as 13.70, which is the resistance of its previous consolidation that has now turned to support. Bear in mind that BLOOM's up trend line rests at the 14 level. This shows that inability for prices to hold at current levels may end its short-term uptrend and the start of a sideways trend, which may potentially bring prices back to 12.90.

**Recommendation:**

**Sell if breakdown**

# What The Chart Says

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Stock Code	Support 2	Support 1	Resistance 1	Resistance 2
<b>ALI</b>	21.25	21.9	23.2	24.5
	Rebounding off support but may encounter resistance at 23.2. Sell if resistance holds.			
<b>BDO</b>	65	66.6	70	74.3
	Broke previous resistance at 65 and made a new 52 week high closing at 68.95. Buy closest to support.			
<b>EDC</b>	6.4	6.58	6.73	7
	Bullishly consolidating at the highs. Buy if support holds.			
<b>LPZ</b>	6	6.2	6.95	8
	Broke first resistance at 6 forcibly with strong volume. Buy on possible continuation closest to 6.20.			
<b>LR</b>	8.7	9	10.3	11.04
	Bullishly consolidating at the highs. Buy if support holds.			
<b>MBT</b>	94.85	96	99.8	110
	Broke above a three month consolidation pattern at 94.85. Buy as previous resistance now acts as support.			
<b>MPI</b>	4	4.2	4.44	4.65
	Broke above a six month consolidation pattern at 4.20. Buy as previous resistance now acts as support.			
<b>SM</b>	770	795.5	850	900
	Bullishly consolidating at the highs. Buy closest to support.			
<b>STI</b>	0.95	1	1.1	1.25
	Broke above two day high of 0.99, and about to test previous resistance at 1.10. Buy closest to support.			
<b>VLL</b>	4.8	5	5.2	6
	Broke above psychological resistance at 5 and made a new 52 week high closing at 5.12. Buy closest to support.			

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