



REPUBLIC OF THE PHILIPPINES

PHILIPPINE COMPETITION COMMISSION

6/F DAP Building, San Miguel Avenue, Ortigas Center, Pasig City 1600

COMMISSION DECISION No. 16-M-014/2018

Acquisition by City Savings Bank, Inc. and Union Properties, Inc. of
shares in PETNET, Inc.

M-014/2018

The Commission,

Having regard to the acquisition by City Savings Bank, Inc. and Union Properties, Inc. of shares in PETNET, Inc. (collectively the "Parties"),

Having regard to Sections 16 and 20 of Republic Act No. 10667 and Section 1, Rule 4 of the Rules and Regulations to Implement the Provisions of Republic Act No. 10667,

Has adopted this Decision:

In view of the recommendation from the Mergers & Acquisitions Office and on the basis of information obtained from the Parties and other sources to date, the acquisition by City Savings Bank, Inc. and Union Properties, Inc. of shares in PETNET, Inc. (the "Transaction") does not result in a substantial lessening of competition within the relevant markets, for the following reasons:

1. There appears to be no horizontal overlaps between the Notifying Parties;
2. There is neither increased ability nor incentive to engage in either input foreclosure or customer foreclosure in the market for provision of outsourcing services, post-acquisition; and

3. There exists sufficient post-acquisition competitive constraints from other market participants.

the Commission hereby resolves that it will take no further action with respect to the Transaction.

This Decision is rendered based solely on the facts and circumstances of the Transaction disclosed by City Savings Bank, Inc., Union Properties, Inc., and PETNET, Inc.

DONE, this 08th day of May 2018, in the City of Pasig, Philippines.


ARSENIO M. BALISACAN
Chairman

(on official business)
JOHANNES BENJAMIN R. BERNABE
Commissioner


STELLA LUZ A. QUIMBO
Commissioner


AMABELLE C. ASUNCION
Commissioner