



# THE WEALTH VAULT

A Product of Wealth Securities, Inc.

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## MORNING NOTES

### PSEi performance

PSEi Index 13 Aug 2009:	2,856.06	+ 27.54
Value T/O, net	Php 2,318 million	
52-week High	2,894.51	
Low	1,684.75	
Foreign Buying:	Php 879 million	
Foreign Selling:	Php 1,095 million	

### Regional performance

Dow Jones	: 9,398.19	+ 36.58
FTSE 100	: 4,755.46	+ 38.70
Nikkei 225	: 10,517.20	+ 82.19

### Trading snapshot

Index Movers	Points
PLDT	+14.2
Manila Electric Co.	-5.7
ABS-CBN	+3.4
GMA Network	+3.2
Aboitiz Equity	+3.1
Index Out-performers	Up
GMA Network	16.4%
ABS-CBN	12.7%
Aboitiz Equity	5.7%
Lepanto Consolidated A	3.3%
Megaworld Corp.	3.0%
Index Under-performers	Down
Manila Electric Co.	2.4%
Metrobank	1.3%
First Gen	1.2%
SM Prime	1.0%
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### Calendar

Aug 14	FLI/ AC 2Q results briefings
Aug 17	Jun '09 OF Remittances
Aug 17	URC FY3Q results briefing
Aug 18	Jul '09 Overall BOP

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## HEADLINES

### Wal-Mart results buoy Wall Street

- U.S. stocks posted moderate gains on Thursday (Aug 13) on Wal-Mart better-than-expected earnings. But other retailers did not fare as well after news of a 0.1% decline in July retail sales data, against market expectations of a gain. Moreover, the number of workers filing initial applications for unemployment benefits rose by 4,000 (versus an expected drop) to a seasonally adjusted 558,000. On the positive side, financial stocks were among gainers after hedge fund manager John Paulson (who correctly anticipated the credit crisis) disclosed that he had bought large stakes in several banks, including Bank of America.

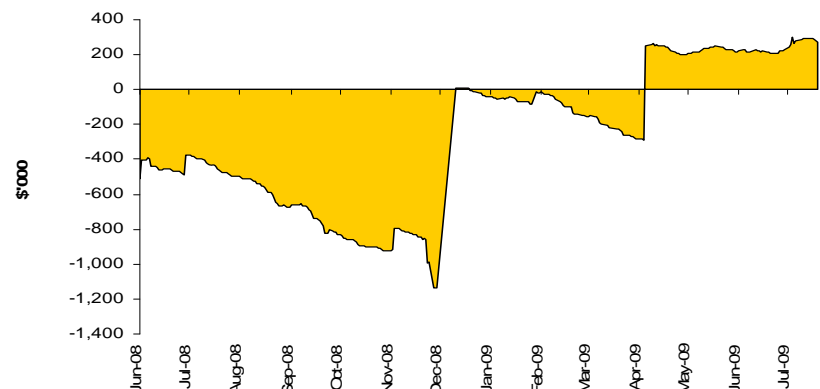
### Jollibee Q2 sales up 11%, profit rises by almost 16% (JFC; P51.00)

- Jollibee Foods Corp. (JFC) generated P15.9B (+11.1% year-on-year) in system-wide sales in 2Q'09. Total revenues likewise grew by 11.1% to P12.0B, while net income rose to P746M (+15.6% yoy). For the period Jan-Jun 2009, system-wide sales grew 12.4% yoy to P31B; revenues by 12.2% yoy to P23.4B; and net income by 16.2% yoy to P1.3B. The Jollibee Group opened 73 stores for the first half of the year, almost equal to the 72 new stores opened in 1H'08. However, JFC Chief Finance Officer Mr. Ysmael V. Baysa cautioned that they expect raw material and utilities costs to rise again in 4Q'09, which could pressure margins once again.

### SM's Net Income Grows 14% to P7.4 Billion (SM; P322.50)

- SM Investments Corporation (SM) realized a 14% year-on-year growth in net income to P7.4B for the first half of 2009. The company's consolidated revenues, on the other hand, increased 13% to P74.5B as compared to P65.8B in 2008. EBITDA for the period reached P16.3B, for an EBITDA margin of 21.9%. SM's main growth drivers continued to be the retail and property groups, while the mall business was a major source of steady growth in earnings. The banks have also shown significant recovery as they continued to benefit from the integration of past acquisitions and increased market penetration.

### Foreign Buying-Selling : 12-month period



## Please Read!

Source: Bloomberg

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