



# THE WEALTH VAULT

A Product of Wealth Securities, Inc.

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## MORNING NOTES

### PSEi performance

PSEi Index 02 Feb 2010:	2,864.18	- 19.03
Value T/O, net	Php 1,563 million	
52-week High	3,133.53	
Low	1,745.39	
Foreign Buying:	Php 970 million	
Foreign Selling:	Php 706 million	

### Regional performance

Dow Jones	: 10,296.85	+ 111.32
FTSE 100	: 5,283.31	+ 35.90
Nikkei 225	: 10,371.09	+ 166.07

### Trading snapshot

Index Movers	Points
Energy Dev't Corp.	-5.0
Ayala Corp.	-2.8
Metrobank	-2.5
Manila Electric Co.	+2.0
Philex Mining	-1.9

Index Out-performers	Up
San Miguel Corp. B	3.6%
Manila Water	1.6%
Universal Robina	1.5%
GMA Network	1.4%
Manila Electric Co.	1.3%

Index Under-performers	Down
Lepanto Consolidated B	4.1%
Phil. Stock Exchange	3.9%
Megaworld Corp.	3.4%
Energy Dev't Corp.	3.2%
First Gen	3.2%

### Calendar

Feb 05	Jan '10 Consumer Price Index
Feb 05	Globe Tel. 4Q'09 Results Briefing
Feb 10	Dec '09 Merchandise Export Perf.
Feb 10	Nov '09 Foreign Direct Investments

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## HEADLINES

### Wall Street extends rally on strong earnings, homes data

- U.S. stocks continued to rally on Tuesday (Feb 2) on the back of improved sales of previously owned homes in Dec (+1%) and robust earnings from consumer and industrial bellwethers, including Whirlpool (+8.1%) and Cummins (+8.8%). D.R. Horton (+10.9%), one of the top five U.S. home builders, reported its first quarterly profit in almost three years. Credit card companies American Express (+2.1%) and Capital One Financial (+1.8%) rose following positive broker comment on the sector. But Amazon (-0.6%) slid further, curbing the Nasdaq's advance.

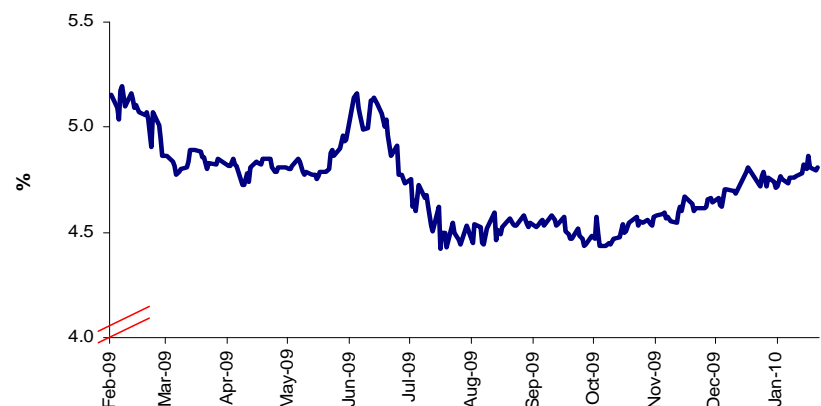
### San Miguel to sell up to 40% of food unit (SMC A/B; P70.50/P71.50)

- San Miguel Corp. (SMC) plans to sell up to 40% of San Miguel Pure Foods Company (SMPFC) by way of a trade sale or a marketed placement to investors to be determined by management. SMC will also sell its food brands and other intellectual property to SMPFC for P3.2B, and its 51% stake in San Miguel Pure Foods Investment, Ltd. to overseas unit San Miguel Pure Foods Int'l, Ltd. at book value. Meanwhile, SMPFC will declassify common shares and increase its capital by P1B equivalent to 100M shares at a P10.00 par value, from the current P5.206B. The SMPFC board has also approved the potential issuance of up to 75M new SMPFC shares to San Miguel or third parties.

### Integrated Micro to retrench 405 workers (IMI; P28.50)

- Integrated Micro-electronics, Inc. (IMI) disclosed that it will retrench 405 workers due to the cessation of operations of one of its customers, forcing the closure of a business unit that manufactures liquid crystal display devices and other sub-assemblies. IMI President Arthur R. Tan said the company was able to absorb over 600 workers in other divisions that are growing, but notified the Department of Labor and Employment (DoLE) that 405 workers had been deemed "redundant." IMI reported a net income of US\$10M last year, a turnaround from 2008's US\$17M loss, even as revenues dipped to US\$400M in 2009 from US\$441M the previous year.

### PDS 1-Year Tenor Yield: 12-month period



## Please Read!

Source: Philippine Dealing and Exchange Corp.

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