



# THE WEALTH VAULT

A Product of Wealth Securities, Inc.

04 February 2010

## MORNING NOTES

### PSEi performance

PSEi Index 03 Feb 2010:	2,884.81	+ 20.63
Value T/O, net	Php 1,200 million	
52-week High	3,133.53	
Low	1,745.39	
Foreign Buying:	Php 699 million	
Foreign Selling:	Php 580 million	

### Regional performance

Dow Jones	: 10,270.55	- 26.30
FTSE 100	: 5,253.15	- 30.16
Nikkei 225	: 10,404.33	+ 33.24

### Trading snapshot

Index Movers	Points
Energy Dev't Corp.	+5.0
Manila Electric Co	+4.9
BPI	-4.4
Ayala Land	-4.4
SM Investments	+4.2
Index Out-performers	Up
Phil. Stock Exchange	4.0%
Aboitiz Equity	3.5%
Energy Dev't Corp.	3.3%
Aboitiz Power	3.3%
Manila Electric Co.	3.3%
Index Under-performers	Down
Ayala Land	2.4%
Filinvest Land	2.3%
BPI	2.3%
Lepanto Consolidated A	2.1%
Manila Water	1.6%

### 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 inches lower as Pfizer results, banking & healthcare reforms weigh

U.S. stocks slid on Wednesday (Feb 3) as President Obama promised to complete banking and healthcare reform and Pfizer's (-2.3%) disappointing earnings and outlook weighed further on the health sector. The KBW bank index slid 2.4% while the Morgan Stanley Healthcare Payor Index fell 1.6%. Meanwhile, MetLife Inc slid 4.3% as it faced a possible credit downgrade. Earlier, MetLife confirmed it was in talks to buy a unit of American International Group. Trucking companies likewise dragged after Ryder System Inc (-7.7%) and C.H. Robinson Worldwide Inc (-6.8%) reported weaker-than-expected profits. In economic news, the Institute for Supply Management's index showed the U.S. services sector grew less than expected in January, overshadowing an ADP Employer Services report that said job losses in the private sector slowed in the same month.

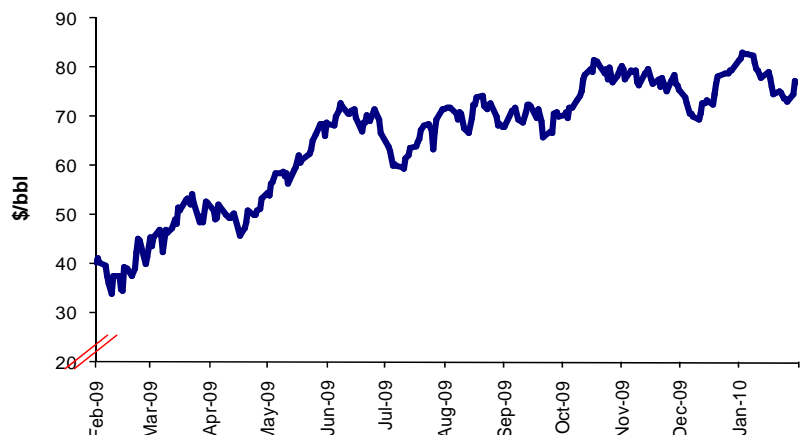
### SM Prime eyes \$300-M from REIT IPO (SMPH; P9.30)

SM Prime Holdings Corp. (SMPH) plans to raise US\$300M this year from a public offer of its real estate investment trust (REIT) in the Philippines. Jeffrey Lim, SM Prime chief finance officer, said they expect to issue the REIT as early as May when the implementing rules and regulations (IRR) for the REIT law are out. Proceeds from the REIT offer will fund SM Prime's P12B capital expenditure program this year. According to Lim, SM Prime's net income may have grown 8% to 10% last year, slightly higher than the company's 7% net income growth in 2008.

### Manila Water questions LLDA penalty (MWC; P15.25)

Manila Water Co., Inc. (MWC) received a Notice of Violation from the Laguna Lake Development Authority (LLDA) dated Jan 7, 2010 imposing a penalty of one thousand pesos (P1,000.00) per day of discharging pollutive wastewater beginning Nov 18, 2009. MWC is now preparing all legal documents and courses of action available to question the said imposition.

### Nymex Crude 1-Yr Price Chart



Source: Bloomberg

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