



THE WEALTH VAULT

A Product of Wealth Securities, Inc.

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MORNING NOTES

PSEi performance

PSEi Index 14 Mar 2011:	3,918.70	- 5.65
Value T/O, net	Php 1,145 million	
52-week High	4,413.42	
Low	2,980.52	
Foreign Buying:	Php 3,519 million	
Foreign Selling:	Php 1,515 million	

Regional performance

Dow Jones	: 11,993.16	- 51.24
FTSE 100	: 5,775.24	- 53.43
Nikkei 225	: 9,620.49	- 633.94

Trading snapshot

Index Movers	Points
PLDT	-5.21
Energy Development Corp.	+4.04
Ayala Land Inc.	-2.73
Alliance Global Inc.	+2.66
Aboitiz Equity Ventures	-2.64

Index Out-performers	Up
First Gen Corp.	4.6%
First Philippine Holdings	2.8%
Energy Development Corp.	2.4%
DMCI Holdings Inc.	2.3%
Lepanto Mining A	2.2%

Index Under-performers	Down
ICTSI	1.8%
Aboitiz Power	1.6%
Universal Robina Corp.	1.5%
Robinsons Land Corp.	1.3%
Metrobank	1.3%

Calendar

Mar 15	PSE `10 Results Briefing
Mar 15	Jan `10 Labor Force Survey
Mar 15	Jan `11 OF Remittances
Mar 17	EDC `10 Results Briefing

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HEADLINES

US stocks closed lower on fears of Japan quake impact

US stocks fell after reacting to Japan's quake on Monday (Mar 14) although the selloff is expected to be short lived. Trading was characterized by low volume at 7.54B of shares traded on NYSE, American Stock Exchange and the Nasdaq. The CBOE volatility index jumped 5.6%. Reacting to Japan's nuclear incident, the Market Vectors uranium and nuclear energy ETF and the Global X Uranium ETF retracted 12% and 17% respectively, while Solar Energy ETF climbed 7.2%. General Electric Co, which has nuclear energy ventures with Hitachi dropped 2.2%. US listed shares of Japanese companies like Toyota Motor Co (-4.6%) also dropped. BNY Mellon index of Japanese American Depositary Receipts .BKJP dropped 5.3% while the iShares MSCI Japan index ETF dropped 7%. Luxury goods stocks like Tiffany (-5.3%), and Coach Inc. (-5.3%) dropped as Japan accounts for 11% of global luxury goods sale. Aflac Inc. dropped for the second day \$53.9 (-3%). Apple Inc. rose 0.5% after analysts estimate 1 million iPad 2 sales over the products launch weekend.

SMC 2010 performance powered by core, new businesses (SMC; P160.30)

San Miguel Corporation reported sales revenue of P246.1B (+41% YoY) for 2010 on the back of improved volumes in food, beverage and packaging businesses and strong revenues from its power generation business. Consolidated operating income reached P34.8B (+77% YoY), and reported net income was at P20.1B. Recurring net income was 101% higher than in 2009. Consolidated recurring EBITDA for SMC was P52.5B (+75% YoY).

San Miguel Brewery's 2010 beer volume reached 184M cases (+5% YoY), resulting in revenues of P55.8B (+9% YoY) and operating income of P18.8B (+17% YoY). San Miguel Brewing International, Ltd. sold 37M cases, finishing the year with US\$270M of consolidated sales revenue. Liquor volumes for Ginebra San Miguel Inc. reached 39M cases (+7% YoY). Sales revenue stood at P22.7B (+16% YoY) for SMC's liquor business resulting in an operating income of P1.5B (+40% YoY). Consolidated food revenues reached P80.4 B (+4% YoY) with favorable raw material prices allowing the business to increase its consolidated net income to P5.91B (+30% YoY). San Miguel Yamamura Packaging Group posted consolidated revenues of P23.4B (+19% YoY) and operating income of P2B (+26% YoY). SMC's power business, under the holding firm SMC Global Power Holdings, generated around 11.1M MWh in 2010 resulting in P66.1B of revenue and P16.2B of operating income. SMC Global Power Holdings accounts for 29% of Luzon's power grid and 21.7% of the national grid. SMC management says its long term prospects continue to be positive given a more diversified portfolio. Petron Corp. will be fully consolidated in 2011, and SMC's infrastructure projects are in various stages of development. SMC also has interests in three mines in South Cotabato.

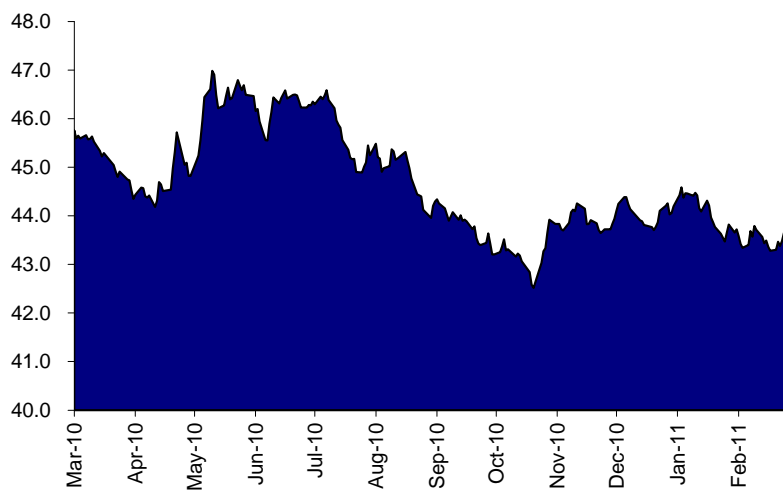
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AP to raise P37.5B from debt sale (AP; P30.30)

- Aboitiz Power confirmed reports on Monday that it is planning to raise P37.5B in debt to fund future projects. P17B of the debt sale will be used for a 300MW coal-fired plant in Subic Bay where AP has 50% beneficial ownership. Another P17B will be used to fund the wholly-owned Davao coal project, and P3.5B will be used to refinance its maturing debts. Pilimico, a subsidiary of AEV, also plans to raise P2.1B for future projects

Php versus US\$: 1-Year Price Chart



Source: Philippine Dealing and Exchange Corp.

