



THE WEALTH VAULT

A Product of Wealth Securities, Inc.

25 Apr 2011

MORNING NOTES

PSEi performance

PSEi Index 20 Apr 2011:	4,274.77 + 29.56
Value T/O, net	Php 3,709 million
52-week High	4,413.42
Low	3,073.71
Foreign Buying:	Php 2,591 million
Foreign Selling:	Php 2,123 million

Regional performance

Dow Jones	: 12,505.99	+ 52.45
FTSE 100	: 6,018.30	- 3.96
Nikkei 225	: 9,682.21	- 3.56

Trading snapshot

Index Movers	Points
PLDT	+5.70
Alliance Global Inc.	+3.72
Ayala Land Inc.	-3.73
Megaworld	+3.19
DMCI Holdings	+3.05

Index Out-performers	Up
First Philippine Holdings	5.05%
Lepanto Mining A	4.84%
Megaworld	4.72%
Philex Mining	3.99%
First Gen Corp.	3.16%

Index Under-performers	Down
Manila Water	1.63%
Ayala Land Inc.	1.34%
Aboitiz Power	1.11%
JG Summit Holdings	1.02%
ICTSI	0.99%

Calendar

Apr 25	HP ASM
Apr 26	Feb `11 MISSI
Apr 26	SMDC, CSB, PTC ASM
Apr 26	PRC SSM

Wealth Securities, Inc.

2103 East Tower, PSE Center, Exchange Road,
Ortigas Center, Pasig City 1600
Telephone: 02.634.5038
Facsimile: 02.634.5043

HEADLINES

US stocks edge higher strong earnings reports hit the market

- US stocks closed higher on Thursday (Apr 21) as strong earnings reports hit the market. Volume was light however with only 6.45B shares traded. Apple Inc. closed 2.4% higher to US\$350.70 after reporting results that beat expectations. GE and McDonalds on the other hand kept Dow's gains in check as they fell 2.2% and 1.9% respectively after reporting results. Verizon also lost 2.3%. Despite gains, factory activities in the US Mid-Atlantic region were reportedly slower in April suggesting that the market is up for a pullback.

Berong Nickel Corp. completes sale of remaining nickel stockpile (AT; P15.96)

- Atlas Consolidated Mining and Development Corp. announced that its subsidiary Berong Nickel Corporation has finalized the sale of its remaining stockpile of ore. 150,000 tons of 1.45% grade ore are to be sold in May (50,000 tons) and June (2 shipments of 50,000 tons each). The proceeds of the sale will then be used to support the resumption of operations at the Berong nickel mine.
- In light of higher nickel prices, we think that AT's decision to resume mining at the Berong mine is a positive development for the company. We reiterate our BUY rating.*

Manila Mining Corp. announces deal with Philex "done" (MA; P0.038)

- During the company's annual shareholders meeting, Chairman and CEO Felipe Yap announced that the deal with Philex mining regarding the Kalayaan property can be considered a "done deal" pending legal documentation. He also said that the deal may be concluded next month.
- We think that it is necessary for Philex to acquire the Kalayaan property in order to boost its dwindling reserves. As such, we are confident that this deal will push through soon and that it will add value to both Philex and Manila Mining.*

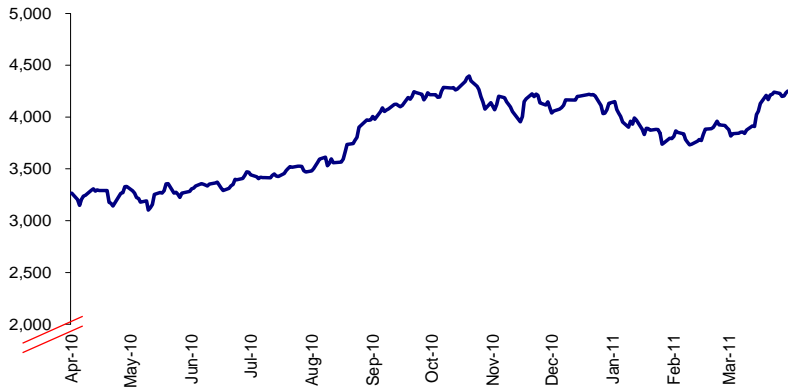
San Miguel Corp. prices secondary offering at P110/share

- San Miguel Corp. announced that shares to be sold in its \$900M secondary offering will be priced at P110/share. \$300M will be in the form of common shares, which means that about 117.6M shares would be sold either from treasury stock or Top Frontier's holdings. The balance of \$600M will be raised through the sale of 3-year, 2% coupon convertible bonds that can be exchanged for SMC shares at P137.50/share, a 25% premium to the offer price. The allocation for the 134 trading participants will be 55,000 shares each.
- The offer price is far below indications given by RSA or SMC's bookrunners. Whatever the reason for that may be, a lower offer price provides more upside for prospective investors. To add more detail to the transaction, if the bonds are fully converted, this would be equivalent to an additional 118.2M shares, or 8.1% of SMC's current outstanding shares. The mix of common shares to be sold (percentage from treasury and Top Frontier) has not yet been disclosed.*

Please Read!

This document was prepared by Wealth Securities, Inc. (WSI) for information purposes only. It is not to be considered as an offer to sell, or as a solicitation of an offer to buy. Although reasonable care has been taken to ensure that the information contained therein is accurate and complete, WSI makes no representation as to its accuracy or completeness. No liability is accepted for any loss arising from the reliance on this information. This document cannot be reproduced in whole or in part by the recipient or another person, nor should it be redistributed by the person or the company to whom it was first addressed. All recipients are urged to make their own assessment as to the accuracy of the information contained herein. All information/opinion is subject to change without prior notice.

PSEi : 1-Year Price Chart



Source: Philippine Stock Exchange