



# THE WEALTH VAULT

A Product of Wealth Securities, Inc.

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## MORNING NOTES

### PSEi performance

PSEi Index 04 Oct 2011:	3,829.92	- 35.91
Value T/O, net	Php 3,067 million	
52-week High	4,563.65	
Low	3,705.18	
Foreign Buying:	Php 1,658 million	
Foreign Selling:	Php 2,826 million	

### Regional performance

Dow Jones	: 10,808.70	+ 153.41
FTSE 100	: 4,944.44	- 131.06
Nikkei 225	: 8,456.12	- 89.36

### Trading snapshot

Index Movers	Points
JG Summit Inc.	-7.99
Banco De Oro	-5.43
DMCI Holdings	-4.85
Bank of the Phil. Islands	-4.85
Alliance Global Inc.	-4.48

Index Out-performers	Up
Cebu Pacific Inc.	3.29%
Meralco	1.63%
Jollibee Foods Corp.	1.46%
Energy Dev't Corp.	1.27%
SM Dev't Corp.	1.13%

Index Under-performers	Down
JG Summit Inc.	7.14%
DMCI Holdings	6.85%
Alliance Global Inc.	3.95%
Banco De Oro	3.55%
SM Prime Holdings	2.38%

### Calendar

Oct 04	BCOR ASM
Oct 05	Sep `11 CPI
Oct 06	APX SSM
Oct 07	MJC, AGP ASM

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## HEADLINES

### US stocks rise on bargain hunting

■ US stocks staged a late rally yesterday (Oct 4) as bargain hunters push the indices higher. All three major indices posted gains with the Nasdaq gaining almost 3% while the S&P and the Dow were up by 2.25% and 1.14% respectively. Stocks started weakly but comments from Fed chief Ben Bernanke helped the indices recover. Bernanke said that the Fed is prepared to take more steps in helping the economic recovery. The S&P entered into a bear market briefly within the day after trading at a low of 1,074.77. A 20% drop from the three year high reached last April 29 would signal a bear market for the index. Chip makers and other large cap tech companies were among the winners yesterday although a disappointing launch of Apple's iPhone 4S sent Apple shares 0.6% lower. Apple shares plunged as much as 5% during trading following the anticipated unveiling. Banks likewise were among the winners as Morgan Stanley and Bank of America shares jumped 12.3% and 4.2% respectively. Meanwhile after the close, France and Belgium announced that a "bad bank" will be set up to hold Dexia's assets. The bail-out of Dexia signals the first government bailout of a European bank amidst the euro-zone debt crisis.

### Peso closes at an eight-month low

■ The Philippine Peso closed at an eight month low of P44.08 to a dollar yesterday as investors continue to dump riskier currencies in favor of the dollar in an attempt to avert risks from the weakening global economy. The Philippine peso traded as low as P44.21 to a dollar yesterday. Traders expect the Php trade within P44 to P44.50 today. Despite the continued weakness against the dollar, the BSP said that the peso remains competitive against other currencies in the region.

### Belle's P4.5B rights offering oversubscribed

■ In a press release, Belle Corp. announced that its P4.5B stock rights offering was completed last Sep. 29, 2011 with an oversubscription of 201.7M shares. Belle said that a total of 1.71B shares for the rights offering were subscribed compared to 1.508B shares available for subscription. The proceeds from the said rights offering will be used to fund the construction of its Belle Grande integrated resort located at the entrance of PAGCOR Entertainment City on the corner of Aseana Avenue Roxas Boulevard in Parañaque City.

### GSIS to sell GSIS Family Bank

■ Government Service Insurance System said that it had asked the help of ING Bank to come up with a package to sell its thrift bank, the GSIS Family Bank. In a statement, GSIS said that it expects the sale of its estimated P1.8B thrift bank to be completed by the end of the year as it nears to close a deal with potential investors.

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



Source: Philippine Dealing and Exchange Corp