



# THE WEALTH VAULT

A Product of Wealth Securities, Inc.

08 Nov 2011

## MORNING NOTES

### PSEi performance

PSEi Index 04 Nov 2011:	4,271.72 + 61.47
Value T/O, net	Php 2,714 million
52-week High	4,563.65
Low	3,705.18
Foreign Buying:	Php 1,979 million
Foreign Selling:	Php 1,623 million

### Regional performance

Dow Jones	: 12,068.40	+ 85.15
FTSE 100	: 5,510.82	- 16.34
Nikkei 225	: 8,767.09	- 34.31

### Trading snapshot

Index Movers	Points
San Miguel Corp.	+9.85
PLDT	+8.02
Metrobank	+6.91
Banco De Oro	+5.16
SM Investments Corp.	+4.31

Index Out-performers	Up
San Miguel Corp.	5.45%
Belle Corp.	3.71%
DMCI Holdings Inc.	3.57%
Metro Pacific Investments	3.55%
Metrobank	3.47%

Index Under-performers	Down
Manila Water Company	1.33%
SM Prime Holdings	1.08%
Robinsons Land Corp.	0.51%
Bank of the Phil. Islands	0.09%
--	--

### Calendar

Nov 08	MWC 3Q`11 Results
Nov 08	GERI Special Stockholders Meeting
Nov 08	Sept`11 Rediscount Rate
Nov 09	MPI, ALI 3Q`11 Results

### 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 gain slightly on positive sentiments in Europe

US stocks gained yesterday (Nov 07) as positive news flow from Greece spurred a late rally in the market. All three major indices posted green with the Dow advancing 0.71% to regain the 12,000 mark again, while the S&P and the Nasdaq also gained 0.63% and 0.34% respectively. Volume was however very light for the day with only 6.3B shares traded in the NYSE. This is significantly lower than last year's daily average of 8.47B. Indices staged a late rally after news from Greece saying that the country will receive bail out money as long as the its two main political parties commit to implementing economic reforms agreed to by the country's previous government spurred positive investors' sentiments. Comments from Juergen Stark saying the region's debt crisis might be reversed in one or two years at the latest also added to the buying pressure. However, in a sign that investors are not ready to commit to huge positions yet, healthcare and telecommunications stocks were the strongest performers yesterday, both of which are traditionally considered to be defensive sectors.

### Inflation rate increases in October

Data from the National Statistics Office show that the country's headline inflation rate accelerated to 5.2% in October from 4.8% in September due to increases in the food and non-alcoholic beverages, alcoholic beverages and tobacco, housing, water, electricity and gas accounts. Year to date, inflation also remains high at 4.8%. For Q3`11 however, headline inflation decelerated to 4.4% from 4.5% last quarter using the 2000-based CPI Index series. In a separate report, the NSO also said that seasonally adjusted CPI of Food, Beverages and Tobacco (FBT) in NCR and Areas Outside NCR (AONCR) increased to 164.1 and 179.0 in October respectively from 161.3 and 177.3 in September. CPI of non FBT items in NCR and AONCR likewise increased 178.3 and 174.2 respectively in October from 177.7 and 173.8 the previous month.

### AEV posts 5% increase in net income for 3Q`11

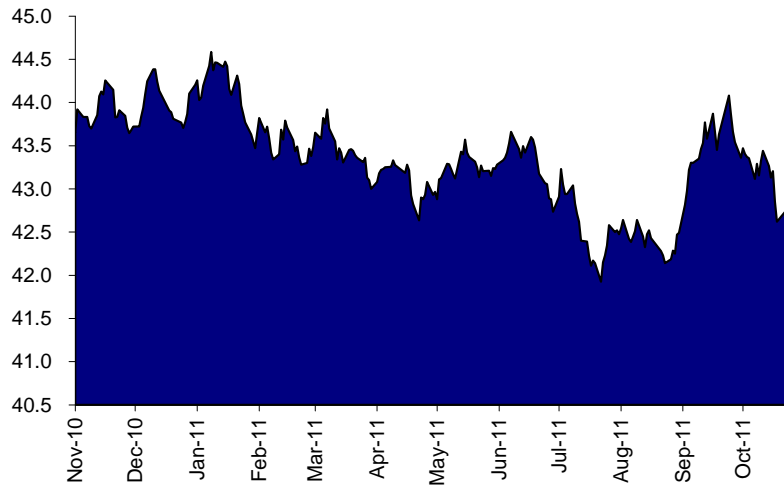
Aboitiz Equity Ventures disclosed last week that the company' net income for the third quarter of the year reached P5.8B, 5% higher than number recorded last year. Of the total earnings, the company's power business accounted for 74%; banking contributed 21% while food contributed 5%. For the first nine months of the year, consolidated net income also increased 5% to P16B translating to P2.91 in earnings per share. In terms of the company's Strategic Business Units, Aboitiz Power contributed P12.4B in net income for the third quarter, lower than the P14.2B the company reported in the same period last year. When adjusted for non recurring items, the AEV's power SBU contributed P11.9B, 14% lower than the P13.8B it posted last year. For the company's Financial Services SBU, Union Bank ended the 3Q with a 26% hike in earnings, resulting in a 38% YoY improvement in contributions for the entire Banking SBU.

## 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.

**JFC declares cash dividends**

- Jollibee Foods Corporation declared a PhP 0.57/share cash dividend for all stockholders of record on November 22. It is payable on December 16. This brings JFC's total cash dividend for 2011 to PhP 1.07/share for a yield of 1.2%.

**Php versus US\$ : 1-Year Price Chart**

Source: Philippine Dealing and Exchange Corp.