



## WEALTH SECURITIES

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Recipient of the Euro Money Award for Excellence as the "Best Domestic Securities House in the Philippines"



## THE WEALTH VAULT

A Product of Wealth Securities, Inc.

WEDNESDAY, 18 January 2012

Index	Value	Change	% Chg	
PSEI	4,642.76	63.84	1.3942	↑
All Shares	3,139.32	24.45	0.7849	↑
Financials	1,041.39	21.98	2.1561	↑
Industrial	7,320.05	41.76	0.5738	↑
Holding Firms	3,705.09	56.96	1.5613	↑
Property	1,629.92	28.12	1.7555	↑
Services	1,729.97	15.11	0.8811	↑
Mining & Oil	25,274.09	63.26	0.2497	↓

WORLD INDICES

<b>Dow Jones</b>	12,482.10	+60.01
<b>FTSE 100</b>	5,693.95	+36.51
<b>NIKKEI 225</b>	8,466.40	+88.01

TRADING SNAPSHOT

Index Movers	Points
Metrobank	↑ 7.47
BPI	↑ 6.39
SM Prime Holdings	↑ 6.35
Aboitiz Equity Ventures	↑ 6.33
PLDT	↑ 6.05

Index Out-performers	Up
Universal Robina Corp.	4.26%
SM Prime Holdings	3.74%
Globe Telecom	3.74%
Metrobank	3.66%
Megaworld Corp.	3.24%

Index Under-performers	Down
Robinsons Land Corp.	1.97%
SM Development Corp.	1.29%
Aboitiz Power	1.16%
San Miguel Corp.	1.01%
DMCI Holdings	0.55%

CALENDAR

<b>Jan 12</b>	MMI SSM
<b>Jan 13</b>	Dec'11 CB Accts. statistics
<b>Jan 16</b>	ATR ASM
<b>Jan 25</b>	FGEN ASM



PSEi Index

17 Jan 2011:	4,642.76 - 63.84
Value T/O, net	Php 4,626 million
52-week High	4,663.35
Low	3,705.18
Foreign Buying:	Php 2,352 million
Foreign Selling:	Php 1,620 million



HEADLINES

**US stocks gain broadly although banks drag on Citi earnings**

➤ US stocks continued gaining yesterday (Jan 17), pushing the S&P close to its previous high in October during early trading, although a late decline in Bank stocks led the market to close off session highs. All three major indices ended positive with the Dow rising 0.48%; the S&P, 0.36%; and the Nasdaq, 0.64%. Stocks pared down early gains yesterday after Citigroup announced a sharp drop in earnings, prompting investors to dump bank stocks. Citigroup's stocks lost 8.1% of their value yesterday while the KBW Banks Index lost 1.4%. Financials had been rallying recently on optimism that the economy will gain traction toward recovery. The KBW Bank index was up 10% last Friday year to date. Early in the day, China's higher than expected GDP growth for 2011 boosted the market. China announced that its GDP grew 8.9% last year, higher than the 8.7% forecast from analysts. In company news, Yahoo shares jumped 3.6% in extended trading hours after the company announced that Yahoo co-founder Jerry Yan resigned.

**Petron Corporation Employees Retirement Plan to sell stocks worth US\$175M**

➤ Petron announced that it will raise about \$175 million (or P4.68 billion) via the sale of 695.3 million shares held by Petron Corporation Employees' Retirement Plan (PCERP) via private placement. The offering is priced at P11.00 per share, a 17.3% discount versus yesterday's closing price. Credit Suisse, UBS, and Standard Chartered are the arrangers in this offer.

➤ **ANALYSIS** We believe this offering solves one fundamental issue surrounding Petron, which is its free float. With the offer shares, Petron's free float will double to 14.9% thus improving trading activity. This also sets the floor price on future offerings that Petron may undertake since PCERP will sell only 30.5% of its shareholdings.

### Globe Telecom to redeem P3.02B Fixed Rate Bonds early

- In a disclosure to the PSE, Globe Telecom announced that its Executive Committee had approved the early redemption of its P3,025,550,000 worth of Peso Fixed Rate Bonds on February 27, 2012. The bonds are not due until 2014. The said bonds will be redeemed by payment in cash at a redemption price of 102% of the principal amount and accrued interest computed up to February 26, 2012 to bondholders on record as of February 22, 2012.

### RCBC to issue US\$ Senior Notes

- RCBC yesterday disclosed to the PSE that it is issuing dollar denominated senior notes which is part of the bank's US\$1B Euro-Medium Term Note Program. The notes will carry a tenor of five to seven years as approved by RCBC's board last September. Proceeds raised from the issuance will be used "for general banking and relending purposes." The notes will be listed on the Singapore Stock Exchange with Standard Chartered Bank acting as lead manager.

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



Source: Philippine Dealing and Exchange Corp.

### CURRENCIES

US, Dollar	43.9190
Japan, Yen	0.572
UK, Pound	67.2883
Hong Kong, Dollar	5.6536
EU, Euro	55.6322
Bahrain, Dinar	116.53
Saudi Arabia, Rial	11.7111
China, Yuan	6.9531

As of 1/17/2011

### COMMODITIES

NYMEX		
Crude	98.7	↓ 0.40%
Futures		
NY Gold	1,641.70	↑ 0.84%
Spot (\$/t oz.)		
Silver Comex	29.93	↑ 0.81%
(\$/t oz.)		
London	8,077.00	↑ 1.08%
Copper Spot		

As of 1/16/2011

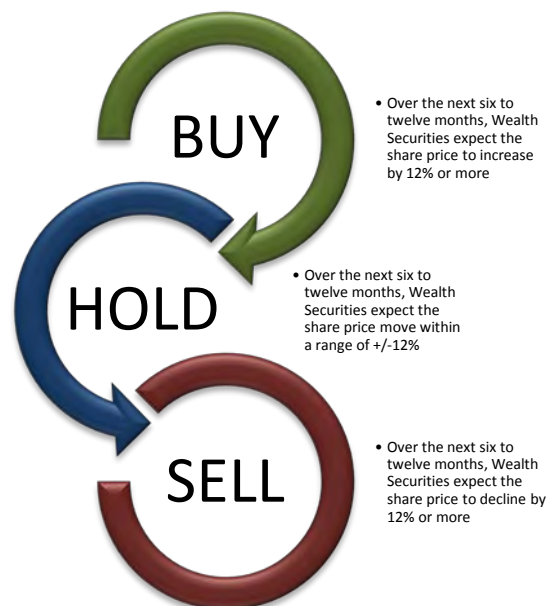
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