



WEALTH SECURITIES

Backed by a research group of analysts with over 25 years of experience in equity securities

Consistently ranked among the top 20 brokerages in the Philippines since opening in 1986

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.

FRIDAY, 20 January 2012

Index	Value	Change	% Chg	
PSEI	4,700.37	22.75	0.4864	↑
All Shares	3,169.06	16.12	0.5113	↑
Financials	1,042.88	2.46	0.2364	↑
Industrial	7,281.16	7.76	0.1067	↑
Holding Firms	3,744.34	5.31	0.142	↑
Property	1,657.43	14.58	0.8875	↑
Services	1,777.72	17.01	0.9661	↑
Mining & Oil	25,422.37	480.06	1.9247	↑

JANUARY

20

2012

WORLD INDICES

Dow Jones	12,624.00	+45.03
FTSE 100	5,741.15	+38.78
NIKKEI 225	8,639.68	+89.10

TRADING SNAPSHOT

Index Movers	Points
PLDT	↑ 6.60
Philex Mining	↑ 5.17
SM Investments Corp.	↑ 4.14
Globe Telecom	↑ 4.05
Universal Robina Corp.	↓ 3.94

Index Out-performers	Up
Philex Mining	5.69%
Globe Telecom	4.26%
SM Prime Holdings	1.74%
SM Investments Corp.	1.30%
Robinsons Land Corp.	1.23%

Index Under-performers	Down
Universal Robins Corp.	3.71%
Metro Pacific Investments	1.09%
Manila Water Company	0.69%
Semirara Mining Corp.	0.44%
Banco De Oro	0.34%

CALENDAR

Jan 19	Dec'11 BOP Position, GIR, and NIR
Jan 19	Monetary Stance Press Release
Jan 25	FGEN ASM
Jan 31	Dec'11 Template on Inter'l Res., Foreign Exch. Liquidity



PSEi Index

19 Jan 2011:	4,700.37	+ 22.75
Value T/O, net	Php 4,632 million	
52-week High	4,713.57	
Low	3,705.18	
Foreign Buying:	Php 3,593 million	
Foreign Selling:	Php 2,508 million	



HEADLINES

US stocks continue rally on strong banks results

➤ US stocks continued its rally for the third straight day yesterday (Jan 19) as strong results of Bank of America and Morgan Stanley boosted confidence on the US economy. All three major indices posted gains with the Dow rising 0.36%; the S&P, 0.49%; and the Nasdaq, 0.67%. The S&P reached a new five-month high as a result of yesterday's move. Shares of Bank of America rose 2.4% yesterday after announcing that it turned to profit in the fourth quarter of 2011 from a year ago loss. Morgan Stanley on the other hand reported a narrower loss than expected, prompting its shares to jump 5.4%. In addition to strong banks results, strong economic data also added to the positive sentiments on the market. The US government reported yesterday that new claims for jobless benefits fell to a four-year low last week, supporting views that the US economy is heading towards recovery. Meanwhile Google shares fell nearly 10% in after-hours trading after announcing revenues that fell short of Wall Street expectations.

BSP cuts policy rates by 25bps

➤ The Bangko Sentral ng Pilipinas announced that its Monetary Board decided to cut key policy interest rates by 25 basis points to 4.25% for overnight borrowing and 6.25% for overnight lending. This is the first time the BSP had cut policy rates since July 2009. The BSP said that the decision to cut key policy rates was based on its assessment that inflation will remain within target range. The BSP targets inflation to remain at the lower end of its 3-5% target until 2013. In addition to the outlook on inflation, the BSP also said that the rate cut was designed to boost economic activity and market confidence amid a weak global economic picture that might prove to be a headwind for the country's economy in 2012.

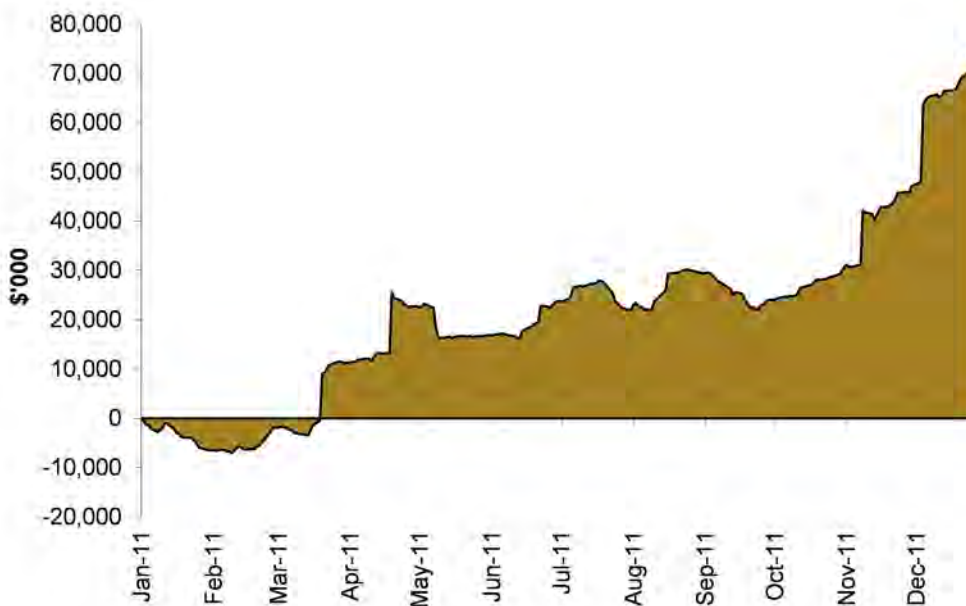
PLDT announces results of Digital tender offer

- In a press release, PLDT announced that 2.888B shares had been tendered by Digital minority shareholders, representing approximately 94% of all Digital shares held by the public. Of the tendered shares, 13% or 374M Digital shares are to be paid in cash and 87% or 2,514M Digital shares are to be paid in PLDT common shares. This translates to a payment by PLDT of P600M in cash and 1.6M PLDT common shares. The tendered shares are to be crossed in the PSE on Jan 24 and settlement of both cash and share transactions will be on Jan 27. As a result of the tender offer, PLDT will now own 98% or, 10,165M common shares of Digital.

RCBC successfully raises US\$200M from deb sale

- Rizal Commercial Banking Corporation (RCBC) disclosed in the PSE that it successfully raised US\$200M from the sale of 5-Year Reg S Senior Unsecured Fixed Rate Notes. The notes were priced at par with a coupon and yield of 5.25%; and are expected to mature on January 31, 2017. RCBC said that initially looked to raise only US\$150M, but decided to upsize the transaction by US\$50M to US\$200M due to robust demand of the notes from global investors.

Foreign Buying-Selling : 12-month period



Source: PSE

CURRENCIES

US, Dollar	43.4090
Japan, Yen	0.5668
UK, Pound	67.1779
Hong Kong, Dollar	5.6058
EU, Euro	55.9656
Bahrain, Dinar	115.4115
Saudi Arabia, Rial	11.6021
China, Yuan	6.8930

As of 1/19/2011

COMMODITIES

NYMEX	
Crude	100.59 ↓ 0.12%
Futures	
NY Gold	
Spot (\$/t oz.)	1,656.80 ↑ 0.18%
Silver Comex	
(\$/t oz.)	30.51 ↑ 1.67%
London	
Copper Spot	8,226.75 ↑ 0.47%

As of 1/18/2011

Earnings Projections

As of 19 January 2012



Sector /	Company	Rating	Price (P)	Target (P)	Market Cap (Pm)	Absolute			EPS					EV/			Div (%)		
						Performance			Year	Net Income (Pm)	EPS (P)	Growth (%)	PER (x)	PEG (x)	BVPS (P)	P/BV (x)		Ebitda (x)	ROE (%)
						1m	6m	12m											
CONGLOMERATES																			
	Aboitiz Equity	Hold	41.40	40.00	228,605	4%	-1%	14%	2010	21,866	1.50	163.2	27.5	0.2	14.2	2.9	7.3	32.9	1.3
									2011f	23,229	3.96	6.2	10.5	1.7	18.1	2.3	6.9	26.0	3.8
									2012f	23,858	4.21	2.7	9.8	3.6	20.9	2.0	6.7	22.2	3.8
	Alliance Global	Hold	11.40	12.00	117,076	11%	0%	3%	2010	6,908	0.47	44.0	24.4	0.6	10.1	1.1	10.8	12.6	0.5
									2011f	7,386	0.67	6.9	16.9	2.4	13.2	0.9	10.9	12.0	3.2
									2012f	9,675	0.72	31.0	15.9	0.5	16.7	0.7	8.4	14.0	3.2
	Ayala Corp.	Buy	345.20	399.50	199,422	15%	6%	7%	2010	10,800	12.24	52.7	28.2	0.5	219.6	1.6	23.6	8.5	1.2
									2011f	11,438	18.69	5.9	18.5	3.1	231.7	1.5	17.5	8.8	1.2
									2012f	14,337	19.80	25.3	17.4	0.7	248.1	1.4	14.0	10.3	1.2
	DMCI Holdings	Hold	44.65	45.30	118,568	14%	-3%	33%	2010	7,867	1.77	67.2	25.2	0.4	10.1	4.4	9.7	33.2	1.1
									2011f	10,853	2.96	38.0	15.1	0.4	13.2	3.4	6.4	35.0	2.2
									2012f	11,925	4.09	9.9	10.9	1.1	16.7	2.7	5.8	30.0	2.2
	Metro Pacific	Buy	3.62	4.35	89,027	-1%	2%	-3%	2010	2,871	0.09	24.8	38.7	1.6	2.2	1.6	7.4	5.4	0.3
									2011f	4,796	0.12	67.0	31.0	0.5	2.4	1.5	6.4	8.5	0.7
									2012f	6,173	0.20	28.7	18.6	0.6	2.6	1.4	5.6	10.2	1.6
	San Miguel Corp	Buy	117.30	150.00	277,696	0%	-11%	-31%	2010	14,268	2.49	142.3	47.2	0.3	60.5	1.9	8.2	10.0	5.8
									2011f	24,674	6.03	72.9	19.5	0.3	81.2	1.4	3.9	14.7	0.9
									2012f	31,957	10.42	29.5	11.3	0.4	94.0	1.2	3.3	15.4	0.9
	SM Investments	Hold	624.00	610.00	381,988	14%	16%	24%	2010	18,440	26.18	15.1	23.8	1.6	231.6	2.7	8.8	13.8	1.3
									2011f	20,540	30.12	11.4	20.7	1.8	258.5	2.4	8.1	13.7	1.4
									2012f	22,939	33.55	11.7	18.6	1.6	292.2	2.1	7.6	13.6	1.3
UTILITIES																			
	Aboitiz Power	Hold	30.00	33.00	220,758	1%	-8%	6%	2010	24,428	3.32	361.7	9.0	0.0	7.8	3.9	7.6	53.2	1.0
									2011f	22,918	3.11	(6.2)	9.6	(1.6)	8.9	3.4	7.2	37.3	4.4
									2012f	19,839	2.70	(13.4)	11.1	(0.8)	9.9	3.0	7.0	28.7	3.1
	EDC	Buy	6.18	8.00	115,875	-2%	-10%	3%	2010	4,116	0.22	24.3	28.2	1.2	1.6	3.8	16.2	13.8	1.9
									2011f	2,083	0.11	(49.4)	55.6	(1.1)	1.6	3.9	17.1	6.9	2.6
									2012f	8,854	0.47	325.1	13.1	0.0	2.0	3.1	8.8	26.1	1.8
	Manila Water	Hold	21.50	20.00	43,163	10%	9%	15%	2010	3,987	1.99	23.4	10.8	0.5	9.9	2.2	7.1	21.8	2.1
									2011f	4,522	2.25	13.4	9.5	0.7	10.7	2.0	6.3	21.9	2.6
									2012f	15,487	13.74	7.9	20.0	2.5	52.3	5.2	13.1	26.3	2.5
	Petron Corp	Buy	11.50	16.40	107,813	-9%	-32%	-22%	2010	6,941	0.74	63.7	15.5	0.2	4.6	2.5	10.7	17.2	0.9
									2011f	10,216	1.09	47.2	10.6	0.2	5.6	2.0	7.1	21.2	0.9
									2012f	13,208	1.41	29.3	8.2	0.3	6.9	1.7	5.9	22.5	0.9
	Semirara	Buy	225.00	265.00	80,156	5%	-2%	8%	2010	3,953	11.10	114.1	20.3	0.2	34.6	6.5	11.6	35.6	2.7
									2011f	6,894	19.35	74.4	11.6	0.2	44.0	5.1	6.9	49.2	4.4
									2012f	7,846	22.02	13.8	10.2	0.7	56.0	4.0	6.6	44.0	4.4
MINING																			
	Atlas	Buy	18.58	28.40	32,777	9%	-23%	12%	2010	-757	(0.43)	64.3	(43.3)	(0.7)	1.6	11.3	18.5	(55.7)	0.0
									2011f	3,688	2.09	(587.1)	8.9	(0.0)	3.7	5.0	10.0	77.9	0.0
									2012f	4,026	2.28	9.2	8.1	0.9	6.0	3.1	7.8	46.9	0.0
	Nickel Asia	Hold	22.95	23.06	30,749	10%	13%	15%	2010	1,479	1.10	388.3	20.8	0.1	11.1	2.1	5.7	11.3	13.8
									2011f	1,836	1.37	24.1	16.7	0.7	12.5	1.8	4.9	11.6	2.2
									2012f	2,059	1.54	12.2	14.9	1.2	14.1	1.6	4.7	11.6	2.2
	Philex	Buy	22.30	25.00	109,935	3%	-18%	40%	2010	3,963	0.80	40.0	27.7	0.7	4.2	5.4	34.7	21.1	1.3
									2011f	6,020	1.22	51.9	18.3	0.4	5.4	0.0	11.8	25.6	0.9
									2012f	6,261	1.27	4.0	17.6	4.4	6.7	0.0	11.4	21.1	0.9

Sector /		Absolute							EPS					EV/			Div	
Company	Rating	Price	Target	Market Cap	Performance			Year	Net Income	EPS	Growth	PER	PEG	BVPS	P/BV	Ebitda	ROE	Yield
		(P)	(P)	(Pm)	1m	6m	12m		(Pm)	(P)	(%)	(x)	(x)	(P)	(x)	(x)	(%)	(%)
BANKS																		
Banco de Oro	Hold	59.00	66.00	153,839	4%	0%	7%	2010	8,500	3.26	48.9	18.1	0.4	31.8	1.9	n/a	11.7	1.4
								2011f	10,033	3.85	18.0	15.3	0.8	33.2	1.8	n/a	11.8	1.4
								2012f	12,676	4.86	26.3	12.1	0.5	37.2	1.6	n/a	13.8	1.4
Bank of P.I.	Hold	59.20	64.00	210,515	6%	0%	3%	2010	11,312	3.18	32.8	18.6	0.6	22.8	2.6	n/a	15.3	1.5
								2011f	12,117	3.41	7.1	17.4	2.4	25.1	2.4	n/a	14.2	1.7
								2012f	15,742	4.43	29.9	13.4	0.4	28.5	2.1	n/a	16.5	1.7
China Bank	Buy	414.20	500.00	44,427	4%	4%	5%	2010	5,003	46.65	22.0	8.9	0.4	330.3	1.3	n/a	15.2	2.9
								2011f	4,283	39.93	(14.4)	10.4	(0.7)	344.2	1.2	n/a	11.8	2.9
								2012f	5,408	50.42	26.3	8.2	0.3	385.3	1.1	n/a	13.8	2.9
Metrobank	Hold	76.50	82.00	161,492	13%	-3%	22%	2010	7,851	3.72	41.6	20.6	0.5	38.5	2.0	n/a	10.5	0.8
								2011f	8,725	4.13	11.1	18.5	1.7	41.2	1.9	n/a	10.4	1.3
								2012f	11,195	5.30	28.3	14.4	0.5	45.5	1.7	n/a	12.2	1.3
PNB	Buy	64.15	100.00	42,480	13%	8%	11%	2010	3,515	5.31	60.8	12.1	0.2	50.3	1.3	n/a	11.0	0.0
								2011f	4,516	6.82	28.5	9.4	0.3	93.3	0.7	n/a	9.5	0.0
								2012f	6,468	9.77	43.2	6.6	0.2	103.1	0.6	n/a	9.9	0.0
RCBC	Buy	30.05	36.00	37,112	0%	5%	5%	2010	3,845	3.11	34.9	9.7	0.3	22.1	1.4	n/a	14.6	2.0
								2011f	4,145	3.36	7.8	9.0	1.1	30.4	1.0	n/a	12.8	2.7
								2012f	5,451	4.41	31.5	6.8	0.2	33.2	0.9	n/a	13.9	2.7
Security Bank	Sell	114.00	98.00	57,228	18%	30%	59%	2010	7,160	14.26	133.8	8.0	0.1	49.0	2.3	n/a	33.8	1.8
								2011f	5,101	10.16	(28.8)	11.2	(0.4)	55.8	2.0	n/a	19.4	1.8
								2012f	5,810	11.57	13.9	9.8	0.7	66.4	1.7	n/a	18.9	1.8
UnionBank	Buy	64.15	75.00	41,146	13%	8%	11%	2010	5,353	8.35	23.8	7.7	0.3	56.1	1.1	n/a	15.9	3.4
								2011f	3,820	5.96	(28.6)	10.8	(0.4)	59.6	1.1	n/a	10.3	2.3
								2012f	4,725	7.37	23.7	8.7	0.4	65.5	1.0	n/a	11.8	2.3
TELECOMS																		
Globe	Hold	1,249	1,250	165,303	25%	38%	53%	2010	9,745	73.63	(22.5)	17.0	(0.8)	354.1	3.5	6.3	20.6	6.4
								2011f	10,329	78.04	6.0	16.0	2.7	376.1	3.3	5.8	21.4	5.0
								2012f	10,639	80.39	3.0	15.5	5.2	397.3	3.1	5.7	20.8	5.0
PLDT	Hold	2,850	3,000	611,143	12%	19%	18%	2010	40,788	190.21	2.5	15.0	5.9	452.7	6.3	7.8	41.6	7.7
								2011f	39,000	181.87	(4.4)	15.7	(3.6)	401.0	7.1	8.4	42.6	7.8
								2012f	40,170	187.33	3.0	15.2	5.1	419.7	6.8	8.2	45.6	7.8
PROPERTY																		
Ayala Land	Hold	17.50	19.30	227,903	12%	7%	16%	2010	5,398	0.41	35.7	42.2	1.2	4.4	4.0	25.1	9.9	0.5
								2011f	6,832	0.52	26.6	33.4	1.3	4.9	3.6	21.2	11.3	0.8
								2012f	8,162	0.63	19.5	27.9	1.4	5.5	3.2	18.0	12.0	0.9
Filinvest Land	Hold	1.13	1.20	27,402	8%	-9%	-2%	2010	2,952	0.12	46.3	9.3	0.2	1.7	0.7	13.3	7.3	2.9
								2011f	2,925	0.12	(0.9)	9.4	(10.2)	1.8	0.6	13.0	6.8	3.5
								2012f	3,396	0.14	16.1	8.1	0.5	2.0	0.6	11.3	7.3	3.5
Megaworld	Hold	1.87	1.67	47,943	13%	-8%	-13%	2010	5,026	0.20	23.9	9.5	0.4	2.3	0.8	9.4	9.4	1.0
								2011f	6,392	0.25	27.2	7.5	0.3	2.5	0.7	4.9	10.5	1.3
								2012f	7,191	0.28	12.5	6.7	0.5	2.8	0.7	3.9	10.6	1.0
Robinsons Land	Hold	13.22	14.00	54,120	14%	2%	4%	2010	3,593	0.88	10.1	15.1	1.5	6.8	2.0	10.2	13.5	3.3
								2011f	4,216	1.03	17.3	12.8	0.7	7.3	1.8	8.3	14.6	2.8
								2012f	4,812	1.18	14.1	11.2	0.8	7.9	1.7	7.3	15.4	3.0
SM Dev't	Buy	6.91	8.30	58,237	3%	-16%	0%	2010	3,022	0.36	62.4	19.3	0.3	3.0	2.3	21.3	16.5	1.2
								2011f	4,054	0.48	34.1	14.4	0.4	3.5	2.0	14.0	14.6	1.3
								2012f	5,217	0.62	28.7	11.2	0.4	4.1	1.7	11.1	16.1	1.2
SM Prime	Hold	15.20	15.00	211,264	20%	30%	40%	2010	7,856	0.57	11.9	26.9	2.3	4.2	3.6	15.0	14.7	1.6
								2011f	8,794	0.63	11.9	24.0	2.0	4.6	3.3	13.6	14.3	1.8
								2012f	9,941	0.72	13.1	21.3	1.6	4.9	3.1	12.2	15.0	2.1
Vista Land	Hold	3.06	3.25	26,007	10%	-3%	9%	2010	3,013	0.35	31.0	8.6	0.3	4.5	0.7	10.8	8.2	1.8
								2011f	3,441	0.40	14.2	7.6	0.5	4.9	0.6	8.6	8.6	1.8
								2012f	3,990	0.47	16.0	6.5	0.4	5.4	0.6	7.1	9.1	1.8



Sector /		Absolute							EPS					EV/			Div	
Company	Rating	Price	Target	Market Cap	Performance			Year	Net Income	EPS	Growth	PER	PEG	BVPS	P/BV	Ebitda	ROE	Yield
		(P)	(P)	(Pm)	1m	6m	12m		(Pm)	(P)	(%)	(x)	(x)	(P)	(x)	(x)	(%)	(%)
CONSUMER																		
Jollibee	Hold	89.50	95.00	92,631	-1%	1%	8%	2010	3,090	2.99	16.0	30.0	1.9	16.5	5.4	15.1	18.5	2.5
								2011f	3,160	3.05	2.3	29.3	12.9	16.5	5.4	14.7	18.5	1.2
								2012f	3,625	3.50	14.7	25.6	1.7	16.5	5.4	12.9	21.2	1.2
URC	Hold	51.90	52.50	106,997	8%	5%	44%	2010	7,817	3.79	101.1	13.7	0.1	20.3	2.6	10.3	20.0	1.8
								2011f	5,973	2.90	(23.6)	17.9	(0.8)	20.3	2.6	10.1	14.3	3.7
								2012f	7,263	3.52	21.6	14.7	0.7	20.3	2.6	9.0	17.4	3.7
MEDIA																		
ABS-CBN	Buy	31.00	35.00	23,710	3%	-30%	-33%	2010	3,179	4.16	86.7	7.5	0.1	24.5	1.3	3.3	3.6	18.3
								2011f	2,504	3.27	(21.2)	9.5	(0.4)	26.0	1.2	3.9	6.8	13.0
								2012f	2,285	2.99	(8.7)	10.4	(1.2)	27.8	1.1	3.8	6.8	11.1
GMA-7	Hold	7.00	6.70	23,527	16%	1%	1%	2010	1,950	0.58	0.1	12.1	132.1	3.5	2.0	5.0	17.3	10.0
								2011f	2,438	0.73	25.0	9.6	0.4	4.0	1.8	4.5	19.5	6.4
								2012f	2,638	0.78	8.2	8.9	1.1	4.5	1.5	4.2	18.4	6.4
TRANSPORT																		
Cebu Air	Hold	68.60	64.00	39,966	4%	-20%	-23%	2010	6,922	11.88	112.5	5.8	0.1	30.4	2.3	5.5	54.9	0.0
								2011f	3,770	6.47	(45.5)	10.6	(0.2)	35.1	2.0	7.3	19.8	4.4
								2012f	4,503	7.73	19.4	8.9	0.5	43.0	1.6	5.9	19.8	2.9
ICTSI	Hold	56.00	56.00	108,405	7%	-2%	27%	2010	4,324	2.23	79.0	25.1	0.3	12.3	4.5	11.1	19.5	0.7
								2011f	5,430	2.81	25.6	20.0	0.8	15.7	3.6	8.2	20.0	0.9
								2012f	6,120	3.16	12.7	17.7	1.4	18.3	3.1	7.1	18.6	0.9

NOTE:

1. Figures in italics are based on consensus.
2. For ICT, Php44/US\$ exchange rate was used.

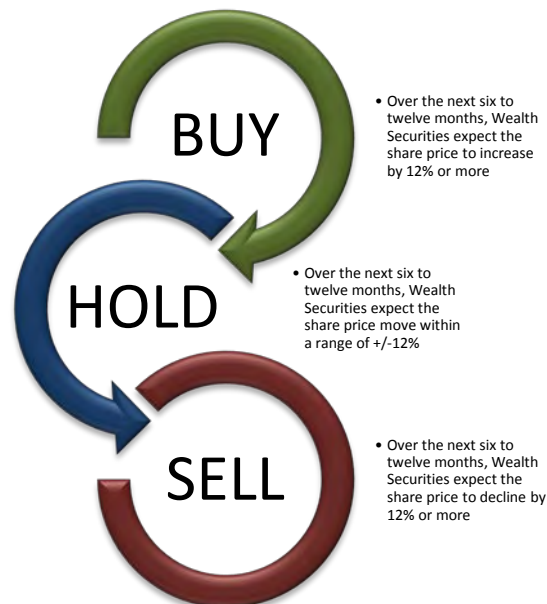
Please Read!

The information and opinions in this report were prepared by Wealth Securities, Inc. The information herein is believed to be reliable and has been obtained from public sources believed to be reliable. Wealth Securities makes no representation as to the accuracy or completeness of such information.

Wealth Securities may engage in securities transactions, on a proprietary basis or otherwise, in a manner inconsistent with the view taken in this research report. In addition, others within Wealth Securities, including traders and sales staff, may take a view that is inconsistent with that taken in this research report.

Opinions, estimates and projections in this report constitute the current judgment of the author as of the date of this report. They do not necessarily reflect the opinions of Wealth Securities and are subject to change without notice. Wealth Securities has no obligation to update, modify or amend this report or to otherwise notify a recipient thereof in the event that any opinion, forecast or estimate set forth herein, changes or subsequently becomes inaccurate. Prices and availability of financial instruments are subject to change without notice. This report is provided for informational purposes only. It is not an offer or a solicitation of an offer to buy or sell any financial instruments or to participate in any particular trading strategy. Target prices are inherently imprecise and a product of the analyst judgment.

RATINGS DEFINITION



Jerome Gonzalez
Research Head
T: 634.5038 local 8127
jerome@wealthsec.com

Nikki Yu
Media & Transport
T: 634.5038 local 8150
nikki.yu@wealthsec.com

Bernard Aviñante
Conglomerates & Power
T: 634.5038 local 8121
bernardavinante@wealthsec.com

ND Fernandez
Banking & Telcos
T: 634.5038 local 8152
ndfernandez@wealthsec.com

Miguel Agarao
Mining & Property
T: 634.5038 local 8164
miguel.agarao@wealthsec.com

Kevin Cua
Food & Beverage
T: 634.5038 local 8165
kevin.cua@wealthsec.com



Wealth Securities, Inc.
2103 East Tower, PSE Center,
Exchange Road, Ortigas Center,
Pasig City 1600
Telephone: 02.634.5038
Facsimile: 02 634 5043

www.wealthsec.com