



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.

WEDNESDAY, 29 February 2012

Index	Value	Change	% Chg	
PSEi	4,820.43	21.14	0.4405	↑
All Shares	3,259.10	0.46	0.0141	↓
Financials	1,171.43	3.49	0.297	↓
Industrial	7,103.25	26.94	0.3807	↑
Holding Firms	3,849.75	33.60	0.8652	↓
Property	1,807.74	28.05	1.5781	↑
Services	1,771.71	22.72	1.299	↑
Mining & Oil	24,846.13	281.41	1.1199	↓

WORLD INDICES

Dow Jones	13,005.10	+23.61
FTSE 100	5,927.91	+12.36
NIKKEI 225	9,722.52	+88.59

TRADING SNAPSHOT

Index Movers	Points
PLDT	+13.84
Aboitiz Equity Ventures	-13.27
Ayala Land Inc.	+8.98
Energy Development Corp.	+4.88
Meralco	-4.04

Index Out-performers	Up
Belle Corp.	4.09%
Energy Development Corp.	3.67%
Ayala Land Inc.	2.78%
Alliance Global Inc.	2.56%
Megaworld	2.33%

Index Under-performers	Down
Aboitiz Equity Ventures	4.32%
Meralco	3.55%
Cebu Air Inc.	2.26%
DMCI Holdings	1.27%
Globe Telecom	0.88%

CALENDAR

Feb 16	Monetary Board Policy Highlights
Feb 22	RCI ASM
Feb 29	CLOUD ASM
Mar 02	AEV ASM



PSEi Index

28 Feb 2012:	4,820.43	+ 21.14
Value T/O, net	Php	3,472 million
52-week High	4,997.04	
Low	3,705.18	
Foreign Buying:	Php	2,850 million
Foreign Selling:	Php	2,524 million



HEADLINES

US stocks continue advance on upbeat good economic data and lower oil prices

➤ US stocks continued advancing yesterday (Feb 28) as good US consumer confidence data and a sharp drop in oil prices fuel optimistic views on the economy. All three major indices posted green with the Dow gaining 0.18%; the S&P, 0.34%; and the Nasdaq, 0.69%. The Dow closed at 13,005.10, the first time the index had closed above the 13,000 level since May 2008; while the S&P closed above 1,370, the index's May 2011 intraday high. Technology stocks were among the best performers yesterday with the PHLX semiconductor index rising 1.6%. Micron Technology jumped 3.7% after Intel announced that it will sell two of its wafer factories to the company. Intel rose 1.3% as a result. Retailers meanwhile also advanced with Office Depot surging 18.9% on good earnings.

Manufacturing further declines in Dec 2011

➤ In its MISSI released yesterday the NSO reported that manufacturing continued declining last year, posting a 6.4% annual decline in the VaPI, and 7.8 decline in the VoPI. In terms of value, food manufacturing (-27.1%) posted the highest decline, while in terms of volume, machinery (-27.6%) contracted the most. On a month to month basis however, VaPI and VoPI only experienced minimal declines of 1.3% and 0.9% respectively.

FLI set to develop 1.2 hectare land in Cebu

➤ Filinvest Land Inc. announced that it won the contract to Build Transfer Operate (BTO) of a 1.2 hectare state owned property in Salinas Drive, Lahug, Cebu City. FLI plans to construct Business Process Outsourcing buildings on the said lot which used to be occupied by the Bagong Buhay Rehabilitation Center and the Cebu City Treatment and Rehabilitation Center. FLI said that it remains bullish on the BPO sector and as of end-2011, the developer had over 170,000 square meters of gross leasable area in its office building portfolio.

BDO posts 19% hike in net income

- In a press release, BDO Unibank Inc. announced that its audited net income for the full year of 2011 reached P10.5B, 19% higher than the P8.8B the bank posted in 2010. BDO's recurring fee based income grew 18% to P12.3B, while its trading and foreign exchange gains grew 10% to P6.5B. In total, non-interest income grew 17% to P20.9B. BDO's loan portfolio also expanded for the time period, growing 24% to P670.1B, while its non-performing loan ratio further declined to 3.4% from 4.7% in 2010. NPL coverage and Capital Adequacy Ratio also improved to 106% and 15.8% respectively from 92% and 11.7% in 2010.
- *BDO's FY2011 Net Income is in-line with our P10.4B estimate. Though BDO's 24% loan growth was faster than our 12.5% loan growth assumption, Net Interest Income remained flat as BDO succumbed to margin squeeze due to lower interest rates. Despite this, BDO compensated by delivering P20.9B in Non-Interest Income, higher than our P15.9B FY2011 estimate. Moving forward, we expect BDO's bottomline to be driven by sustained loan growth and a possible recovery in the bank's margins.*

Union Bank declares P3.0 cash dividends

- Union Bank announced that its Board approved the declaration of P3.0 cash dividends per common share payable to shareholders on record as of March 13, 2012 on April 11, 2012. Ex-date for the said cash dividends is on March 8, 2012. Based on Union Bank's closing price of P104.00 yesterday, the said cash dividends represent a yield of 2.88%.

PDS 1-Year Tenor Yield: 12-month period



Source: Philippine Dealing and Exchange Corp.

CURRENCIES

US, Dollar	43.038
Japan, Yen	0.5342
UK, Pound	68.0818
Hong Kong, Dollar	5.5491
EU, Euro	57.6537
Bahrain, Dinar	114.165
Saudi Arabia, Rial	11.4765
China, Yuan	6.8294

As of 2/28/2012

COMMODITIES

NYMEX		
Crude	108.56	-0.85%
Futures		
NY Gold		
Spot (\$/t oz.)	1,772.50	-0.27%
Silver Comex		
(\$/t oz.)	35.39	+0.08%
London		
Copper Spot	8,555.00	+0.02%

As of 2/27/2012



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.

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

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

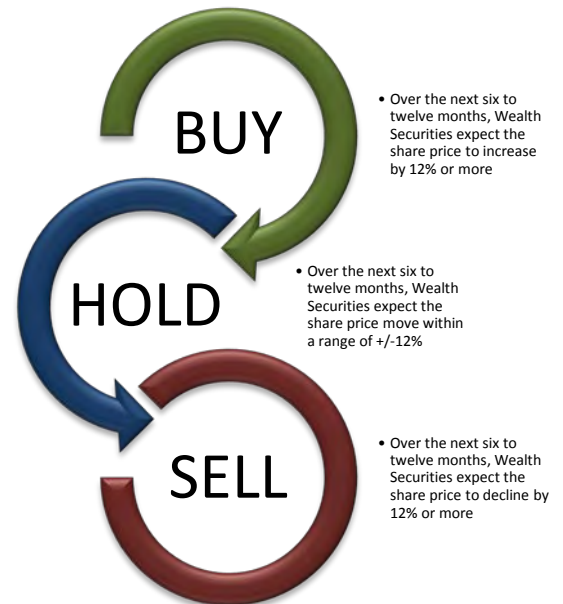
Miguel Agarao
Mining & Property
T: 634.5038 local 8164
miguel.agarao@wealthsec.com

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

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

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

RATINGS DEFINITION



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