



WEALTH SECURITIES

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THE WEALTH VAULT

A Product of Wealth Securities, Inc.

THURSDAY, 10 May 2012

Index	Value	Change	% Chg	
PSEi	5,214.79	27.27	0.5202	↕
All Shares	3,448.33	19.08	0.5503	↕
Financials	1,275.81	4.02	0.3141	↕
Industrial	7,915.30	9.39	0.1185	↕
Holding Firms	4,596.13	6.37	0.1384	↕
Property	1,896.60	24.08	1.2537	↕
Services	1,707.14	10.61	0.6177	↕
Mining & Oil	25,311.55	540.71	2.0915	↕

MAY

10

2012

WORLD INDICES

Dow Jones	12,835.06	-0.75%
FTSE 100	5,530.05	-0.44%
NIKKEI 225	9,045.06	-1.49%

TRADING SNAPSHOT

Index Movers	Points
Ayala Land Inc.	-11.89
Alliance Global Inc.	+7.01
Banco De Oro	-4.81
Aboitiz Equity Ventures	-4.60
PLDT	-4.48

Index Out-performers	Up
Alliance Global Inc.	4.58%
Megaworld Corp.	2.73%
Manila Water Company	2.41%
JG Summit Holdings	1.43%
Bank of the Philippine Islands	0.91%

Index Under-performers	Down
Ayala land Inc.	3.52%
Banco De Oro	2.60%
Philex Mining	2.24%
Meralco	1.85%
Ayala Corp.	1.70%

CALENDAR

May 07	Apr '12 GIR
May 08	GLO 1Q'12 Results Briefing
May 09	ALI 1Q'12 Results Briefing
May 10	Feb '12 FDI press release and statistics



PSEi Index

09 May 2012:	5,214.79	- 27.27
Value T/O, net	Php 4,531 million	
52-week High	5,300.52	
Low	3,715.01	
Foreign Buying:	Php 3,363 million	
Foreign Selling:	Php 2,985 million	



HEADLINES

US stocks continue decline on Europe worries

➤ US stocks declined yesterday (May 09) as concerns on the stability of Europe's economy roiled that market. All three major indices ended red with the Dow declining 0.75%; the S&P, 0.67%; and the Nasdaq, 0.39%. The S&P fell more than 1.5% early in the session but news that Greece will receive its bailout after all cut most of the losses. Stocks in Europe also suffered heavy losses with Spain's IBEX 35 leading the decline. The IBEX 35 fell 2.8% to an eight year low yesterday as the yield of Spanish 10-year bonds climbed above 6% - a level seen by economists as unsustainable. The euro also depreciated 0.5% to US\$1.1940. The financial sector was among the worst performers with the S&P financial sector index declining 1.1%. Shares of Banco Santander SA fell 6%. In notable company developments, Cisco Systems fell 8.3% after announcing earnings forecasts that fell below expectations. Walt Disney meanwhile rose 1.6% after reporting stronger than expected earnings.

MPI posts 91% hike in 1Q profits

➤ Metro Pacific Investments Corp. announced that its net income attributable to owners of the company for 1Q'12 jumped 91% YoY to P1.57%. Core net income rose 40% YoY to P1.59B from P1.13B the previous year. Consolidated revenues jumped 32% to P6.67B from P5.05B the previous year. MPI said that the higher earnings was a result of strong performance from its utilities Manila Electric Co. and Maynilad Water Services, Inc. Meralco posted a core net income of P3.42B and core EBITDA of P6.40B, while Maynilad posted a core net income of P1.66B and core EBITDA of P2.52B.

Puregold Price Club declares P0.20 cash dividends

➤ Puregold Price Club announced that its Board approved the declaration of P0.20 cash dividends per share payable to shareholders on record as of May 22, 2012 on June 5, 2012. Ex-date for the said dividends is on May 17, 2012.

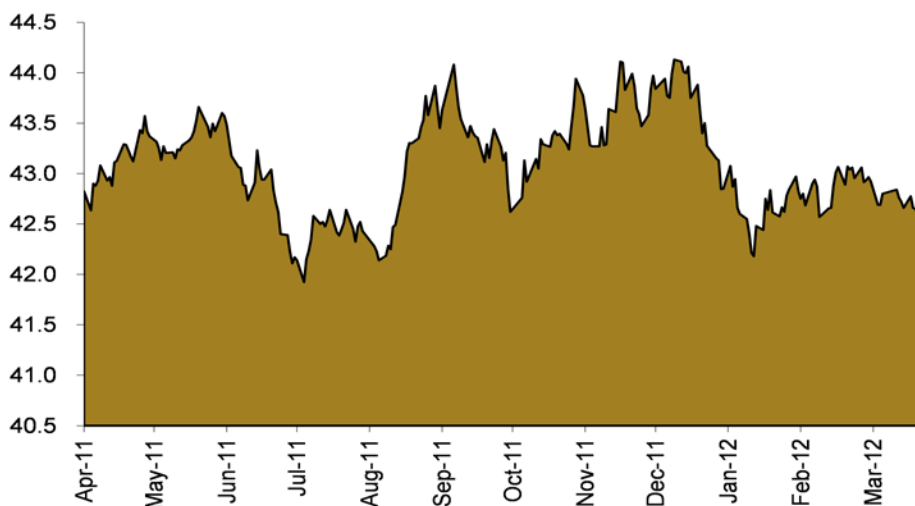
Ayala Land net profits up 31% in 1Q`12

- ALL reported a 17% increase in 1Q12 revenues to PhP 12.4 billion on the back of higher residential sales. Revenues from residential property development rose 21% to PhP 7 billion. Expenses rose by only 13% due to lower interest expense. As such, net margins rose to 17% from 15%. Net income came in at PhP 2.1B, 31% higher YoY.
- *Revenues are in-line with our forecast. However, net income was slightly above our estimate. We expected ALL's margins to contract slightly, but vertical gross margins were steady at 33%. Commercial lot gross margins rose to 56% because of higher selling prices in NUVALI. Gross margins for horizontal developments also rose to 47% from 44%. EBITDA margins for shopping centers were steady at 60% while office EBITDA margins dropped a bit to 78% from 82% because of more BPO operations. This is a testament to ALL's excellent execution. However, the stock itself is already a bit pricey. As such, we retain our HOLD recommendation.*

PLDT net income down 6% for 1Q`12

- PLDT said that its Core Net Income was down 14% to P9.1B on a solo basis and down 12% to P9.3B on a consolidated basis for 1Q`12. Core Net Income was down 14% to P9.1B on a solo basis and down 12% to P9.3B on a consolidated basis. PLDT said that core net income declined as a result of higher expenses, lower equity share on Meralco and higher provisions for income tax. In terms of revenues PLDT's Service Revenues were down 1% YOY on a solo basis to P37.2B and up 13% YOY on a consolidated basis to P42.8B. The decline of Service Revenues on a solo basis was driven by a 4% decline in Wireless Revenues, which was at P24.2B in 1Q2012. Wireless Revenues on a consolidated basis were up 15% to P28.9B

Php versus US\$: 1-Year Price Chart



Source: Philippine Dealing and Exchange Corp.

CURRENCIES

US, Dollar	42.3170
Japan, Yen	0.5301
UK, Pound	68.3673
Hong Kong, Dollar	5.4527
EU, Euro	55.0502
Bahrain, Dinar	112.2556
Saudi Arabia, Rial	11.2843
China, Yuan	6.7085

As of 5/09/2012

COMMODITIES

NYMEX		
Crude	96.81	-0.21%
Futures		
%NY Gold		
Spot (\$/t oz.)	1,582.80	-1.30%
Silver Comex		
(\$/t oz.)	29.22	-0.71%
London		
Copper Spot	8,165.00	-0.34%

As of 05/09/2012

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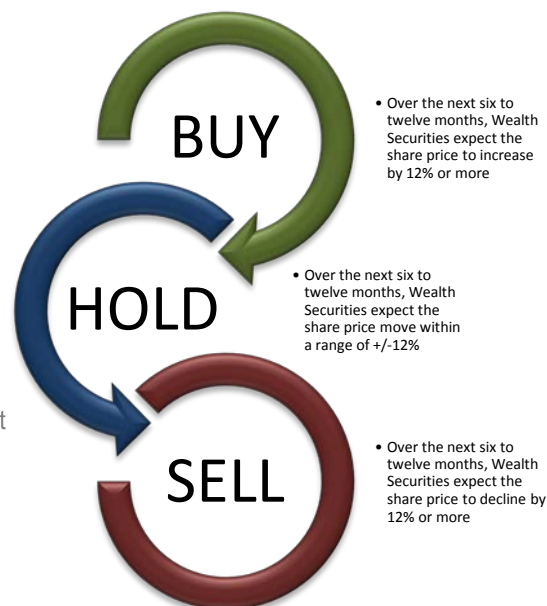
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RATINGS DEFINITION



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