



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, 06 JULY 2012

Index	Value	Change	% Chg
PSEi	5,369.98	15.26 ▲	0.28 ▲
All Shares	3,518.30	15.45 ▲	0.44 ▲
Financials	1,326.22	4 ▲	0.30 ▲
Industrial	7,995.52	32.76 ▲	0.41 ▲
Holding Firms	4,561.54	-1.37 ▼	0.03 ▼
Services	1,819.26	7.75 ▲	0.43 ▲
Mining and Oil	24,744.00	11.13 ▲	0.05 ▲
Property	1,986.68	9.92 ▲	0.50 ▲

WORLD INDICES

Dow Jones	12,896.67	-0.36%
FTSE 100	5,692.63	-1.19%
NIKKEI 225	9,079.80	-0.27%

TRADING SNAPSHOT

Index Movers	Points
PLDT	+3.90
Metrobank	+3.00
Jollibee Foods Corp.	+2.99
Belle Corp.	+2.56
JG Summit Inc.	-2.42

Index Out-performers	Up
Belle Corp.	3.85%
Jollibee Foods Corp.	2.67%
Meralco	1.83%
Metrobank	1.15%
Robinsons Land Corp.	0.90%

Index Under-performers	Down
JG Summit Inc.	1.43%
Philex Mining	0.83%
SM Dev't Corp.	0.32%
Ayala Land Inc.	0.22%
Cebu Air Inc.	0.22%

CALENDAR

Jul 02	PEC ASM
Jul 03	FOOD ASM
Jul 11	GTCAP ASM
Jul 12	SGP, MB, ABA, IMP ASM



PSEi Index

05 Jul 2012:	5,369.98 + 15.26
Value T/O, net	Php 3,268 million
52-week High	5,365.70
Low	3,715.01
Foreign Buying:	Php --
Foreign Selling:	Php --



HEADLINES

US stocks end lower ahead of key jobs report

Ø US stocks edged down yesterday (Jul 05) as a round of interest rate cuts by central banks failed to overcome investors' caution ahead of a crucial government jobs report scheduled to be released today. The Dow and the S&P declined 0.36% and 0.47% respectively, while the Nasdaq ended relatively flat. Volume was however thin after the July 4th U.S. market holiday. The European Central Bank lowered its benchmark lending rate. The Bank of England kept its key rate unchanged, but increased stimulus measures by boosting the size of its bond-buying program while China's central bank lowered interest rates for the second time in less than a month. Financials were among the worst performers with JPMorgan Chase and bank of America Corp. declining 4.2% and 3% respectively.

Inflation eases in June

Ø The Bangko Sentral ng Pilipinas reported that headline inflation slowed down to 2.8% in June from 2.9% in May, bringing the YTD average inflation rate to 3.0%. This is well within the BSP's forecast of 2.5-3.4% and should give the BSP room to keep rates steady for the rest of the year. The BSP attributes the deceleration in inflation from a slower price increase in non-food items due to reductions in gasoline and diesel prices. Food inflation however rose as most food commodities, particularly vegetables, fish and fruits, posted higher prices

Peso closes at 4-year high

Ø After slipping 11 centavos last Wednesday, the Philippine peso gained 15 centavos against the US dollar yesterday to close at a four year high of P41.68 to a dollar. The peso gained strength after Standard & Poor upgraded the Philippines' long-term foreign currency rating from BB to BB+ citing the country's prudent fiscal management, strong external position and stable economic growth. This is just one notch below investment grade.

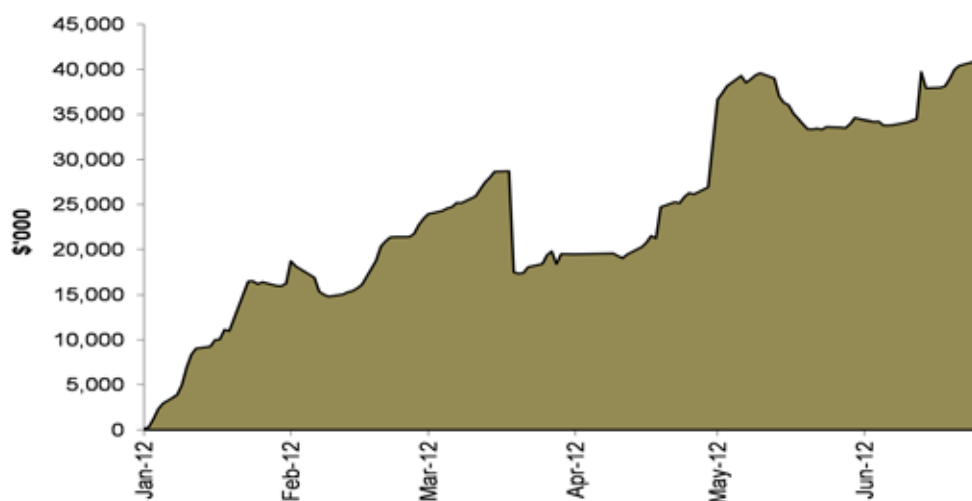
Belle Corp and Melco Crown seal the deal for \$1 B casino

Ø Belle Corp and Melco Crown Entertainment Ltd, have partnered for a \$1 billion casino-hotel project along Roxas Boulevard. The project, Belle Grande Manila Bay, will have a gross floor area of more than 25 hectares when it opens its doors to the public in 2013. Belle vice-chairman Willy N. Ocier said their original partner, Leisure & Resorts World Corp., is still very much part of the project.

Ayala Land Breaks First Ground on Vertis North

Ø Ayala Land has currently disclosed that they've started investing Php65 Bil over a 10 year horizon in the 29 hectare mixed-use development complex in Quezon City's Vertis North. They envision Vertis North to be the next premier business district north of Manila. Phase 1 will be completed in the next 3-4 years, with estimated spending of Php12 Bil. Vertis North is located at the converging point of commuter rail lines and three major arteries – Edsa, Mindanao Avenue and North Avenue - where ALI's TriNoMa shopping center stands.

Foreign Buying-Selling : YTD



Source: PSE

CURRENCIES

US, Dollar	41.7890
Japan, Yen	0.5237
UK, Pound	65.5753
Hong Kong, Dollar	5.3900
EU, Euro	52.6959
Bahrain, Dinar	110.8521
Saudi Arabia, Rial	11.1435
China, Yuan	6.5785

As of 7/04/2012

COMMODITIES

NYMEX		
Crude	87.22	-0.50%
Futures		
%NY Gold	1,608.50	-0.67%
Spot (\$/t oz.)		
Silver Comex	27.70	-1.49%
(\$/t oz.)		
London	7,699.00	-0.39%
Copper Spot		

As of 07/05/2012





FTI Auction to Spur Property Sector

- Ø **Fifth time's the charm.** Starting 1990, the government has been putting the Food Terminal, Inc. (FTI) Complex on the auction block. After failed auctions in 1990, 1997, 2008 and 2009, the FTI Complex is once again being offered to investors for at least PHP 10.248 billion.
- Ø **Prime industrial complex.** The FTI Complex is a sprawling 103-hectare industrial complex that is home to more than 300 companies. It has prime industrial and commercial lots available for medium and long-term leases. It also offers office buildings, warehouses and processing facilities. Of the 103 hectares, only 74 hectares will be up for sale. The remaining lots will be held by the government for its own use.
- Ø **Lower base price and better timing should yield a winner.** From a 2009 valuation of about PHP 13 billion, the base price for this year's auction is more than PHP 2 billion lower. This should contribute to the success of this year's auction. However, more than the price, timing is the main culprit for the failure of previous auctions. The past 3 auctions were held during or shortly after major financial crises, a period when companies and investors would be very cautious in deploying their resources. Given the much healthier economic conditions now, this year's bidding will most likely yield a winner.
- Ø **Pop goes the winner... and the sector.** Among the bidders are Ayala Land, Robinson's Land, the SM Group, Filinvest Land and Megaworld subsidiary Empire East Land. While it is hard to say which of these heavyweights will emerge as victor, the expectation of a strong competition for FTI and the proclamation of the winning bidder may propel property stocks higher. In addition, the auction of the FTI Complex will spur most property counters forward, and this is not just because of speculation. Not only is it close to Makati and the Fort, it is also close to Nuvali, Filinvest, and other developments in the south, so it will increase the value of most property companies.

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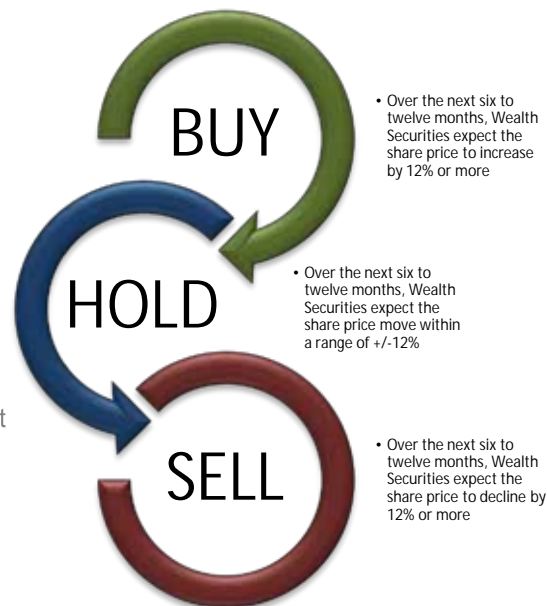
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