



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.

MONDAY, 31 JULY 2012

Index	Value	Change	% Chg
PSEi	5,277.90	58.35	1.12 ▲
All Shares	3,491.84	28.54	0.82 ▲
Financials	1,303.53	18.02	1.40 ▲
Industrial	7,919.53	30.99	0.39 ▲
Holding Firms	4,445.67	68.96	1.56 ▲
Services	1,786.74	6.45	0.36 ▲
Mining and Oil	23,587.63	271.87	1.17 ▲
Property	1,980.90	27.75	1.42 ▲

WORLD INDICES

Dow Jones	13,073.01	-0.02%
FTSE 100	5,692.63	+1.18%
NIKKEI 225	8,635.44	+0.80%

TRADING SNAPSHOT

Index Movers	Points
SM Prime	+5.61
Ayala Corp	+5.55
SM Investments	+3.25
Meralco	+3.14
BPI Bank	+2.77

Index Out-performers	Up
SM Prime	4.34%
Ayala Corp	4.04%
Metro Pac. Inv.	2.46%
Metro Bank	1.95%
BPI Bank	1.94%

Index Under-performers	Down
Manila Water	1.14%
Aboitiz Power	0.86%
Cebu Air	0.80%
Belle Corp	0.60%
Jollibee Foods	0.57%

CALENDAR

Jul 26	Monetary Policy Stance Press Release
Jul 27	May '12 UB, KB NPL
Jul 31	Jun '12 Template on Int'l Reserves and Foreign Currency
Aug 07	Jul'12 CPI, Inflation Rate



PSEi Index

30 Jul 2012:	5,277.90 + 58.35
Value T/O, net	Php 3,184 million
52-week High	5,403.16
Low	3,715.01
Foreign Buying:	Php 2,786 million
Foreign Selling:	Php 2,392 million



HEADLINES

US stocks correct after two day rally

Ø US stocks ended slightly lower yesterday (July 30) after posting for two straight days of gains as central bank meetings and US economic data releases loom. All three major indices ended red with the Dow declining 0.02%; the S&P, 0.05%; and the Nasdaq, 0.41%. Investors are betting that the Federal Reserve and the European Central Bank will announce further action to stimulate their respective economies soon as both central banks prepare for key meetings later this week. Defensive sectors such as telecoms, consumer staples, and utilities were yesterday's best performers. Blue chips such as Wal Mart, and AT&T hit 52 week highs with the former rising 0.6% to US\$74.98, while the latter rose 0.8% to close at US\$37.43. In notable company developments, Apple shares rose 1.7% as a high stakes patent battle between the company and Samsung start. Shaw Group rose 55.5% after Chicago Bridge & Iron Co. agreed to acquire the company. Progenics Pharmaceuticals meanwhile fell 50% after the FDA declined to approve one of their drugs.

Meralco, SM Prime Holdings and BDO release first half results

Ø Meralco's core net earnings for the first half came in at P9.02 billion, 15 percent higher year on year. Consolidated net earnings, which includes the company's sale of Rockwell Land shares was P9.8 billion. The company thus raised their target full year core net earnings to P15.5 billion. SM Prime Holdings (SMPH) reported a P2.49 billion net income for the second quarter, which is also 15 percent higher year on year. SMPH's malls in China contributed 7 percent of the company's earnings. By the end of the year, SMPH will have 2 additional malls in the Philippines and 1 additional mall in China. BDO Unibank Inc (BDO) posted P5.83 billion in net earnings for the first half - a 15 percent increase year on year. This is attributed to strong loan growth, growth in low-cost deposits and a higher recurring fee-based service income.

SMC sells Rockwell stake for P2.1B

Ø In a disclosure to the PSE, San Miguel Corp. announced that it had completed the sale of its stake in Rockwell Land Corp. for P2.1B. A total of 1.042B Rockwell shares were crossed at P2.01 per share last Friday. San Miguel received the shares as property dividends from Manila Electric Co.

UBP releases first half results

Ø UBP reported that its 1H2012 Net Income increased by 42% YOY to P4.1B. This translated to ROE of 18%. This was driven primarily by higher Net Interest Income, which amounted to P3.7B (+8% YOY), as well as higher Trading Gains, which amounted to P3.3B (+51% YOY). The bank expanded its loan portfolio to P87.5B (+14% YOY) on the back of 30% growth in consumer lending and 30% growth for the middle market segment.

Ø *We like UBP's gradual expansion of its loan portfolio, which puts adequate focus on growing the consumer lending and middle market segments. We believe that sustained loan growth will allow the bank to deliver a higher Balance Sheet Spread and higher Net Interest Income. We also like how the bank has been opportunistic with its Trading Gains, as it booked most of its trading profits in 1Q2012. Moving forward, we expect the bank to increase its leverage gradually, as it ended 1H2012 with a very low leverage multiple of 5.6x.*

CEB to sell Airbus A319 fleet, prepares for upgrade

Ø Cebu Pacific announced of its intention to sell its entire fleet of 10 Airbus A319 aircraft to Allegiant Travel Company. The aircraft is expected to be delivered over a 15 month period starting on March 2013. Cebu Pacific CEO and President Lance Gokongwei said that "The Airbus A319's are our oldest and smallest jet aircraft. Whilst they have served us well for the last six years as we have grown our business and developed new markets, the time is right to trade up to bigger, brand new Airbus A320 aircraft. Between now until 2014, CEB will be taking delivery of 15 brand new Airbus A320 and 4 Airbus A330 aircraft. Cebu Pacific is likewise exploring options to advance the delivery of Airbus A320 orders scheduled for delivery between 2015 to 2016."

Dividends Calendar

CODE	STOCK	CASH	SPLITS	RIGHTS	EX-DIVIDEND	RECORD	PAYABLE	ANNOUNCED
LAND	20%				TBA	TBA	TBA	15-May-2012
CDC	10%				TBA	TBA	TBA	07-May-2012
NIKL	50%				TBA	TBA	TBA	28-Mar-2012
ATN	2%				TBA	TBA	TBA	28-Dec-2011
EI		0.025			27-Nov-2012	03-Dec-2012	28-Dec-2012	23-Mar-2012
ACPA		11.1			25-Oct-2012	30-Oct-2012	25-Nov-2012	09-Dec-2011
FJP		0.05			03-Oct-2012	08-Oct-2012	02-Nov-2012	17-Jul-2012
PERC		0.1			18-Sep-2012	21-Sep-2012	17-Oct-2012	26-Apr-2012
EI		0.025			29-Aug-2012	03-Sep-2012	27-Sep-2012	23-Mar-2012
PPREF		2.382			13-Aug-2012	16-Aug-2012	05-Sep-2012	07-Mar-2012
FJP		0.07			09-Aug-2012	14-Aug-2012	07-Sep-2012	17-Jul-2012
ABA		0.1			08-Aug-2012	11-Aug-2012	07-Sep-2012	19-Jul-2012
ABA				Abacus Goldmines common shares as would be equivalent to P0.10 per share - prop. div.	08-Aug-2012	11-Aug-2012	TBA	19-Jul-2012
MB		0.05			03-Aug-2012	08-Aug-2012	03-Sep-2012	12-Jul-2012
ACPA		11.1			26-Jul-2012	31-Jul-2012	25-Aug-2012	09-Dec-2011
IPO		0.06			24-Jul-2012	27-Jul-2012	09-Aug-2012	29-Jun-2012
MFIN	1.06%				23-Jul-2012	26-Jul-2012	20-Aug-2012	28-Jun-2012
MFIN		0.010618854			23-Jul-2012	26-Jul-2012	20-Aug-2012	28-Jun-2012

Source: Technistock

CURRENCIES

US, Dollar	42.0940
Japan, Yen	0.5381
UK, Pound	66.0455
Hong Kong, Dollar	5.4261
EU, Euro	51.7083
Bahrain, Dinar	111.6611
Saudi Arabia, Rial	11.2248
China, Yuan	6.5936

As of 7/30/2012

COMMODITIES

NYMEX		
Crude	88.28	+0.42%
Futures		
%NY Gold	1,577.50	+0.03%
Spot (\$/t oz.)		
Silver Comex	26.93	-0.33%
(\$/t oz.)		
London	7,413.25	+0.21%
Copper Spot		

As of 07/25/2012



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.

RATINGS DEFINITION



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
Consumer & Transport
T: 634.5038 local 8150
nikki.yu@wealthsec.com

Enrico Chua
Malls
enrico.chua@philequity.net

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