



WEALTH SECURITIES

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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, 22 August 2012

Index	Value	Change	% Chg
PSEi	5,206.81	-12.7	0.24 ▼
All Shares	3,460.89	-3.68	0.11 ▼
Financials	1,292.47	-12.58	0.96 ▼
Industrial	7,877.15	8.64	0.11 ▲
Holding Firms	4,395.84	-4.36	0.10 ▲
Services	1,753.19	-7.63	0.43 ▼
Mining and Oil	21,584.28	242.16	1.13 ▲
Property	1,998.06	-3.28	0.16 ▼

AUGUST

22

2012

WORLD INDICES

Dow Jones	13,008.68	-0.49%
FTSE 100	5,635.28	-1.02%
NIKKEI 225	8,602.65	-1.06%

TRADING SNAPSHOT

Index Movers	Points
Bank of the Philippine Islands	-5.25
Metrobank	-3.52
PLDT	-3.33
Energy Development Corp.	+2.60
Ayala Land Inc.	-2.49

Index Out-performers	Up
Energy Development Corp.	1.71%
Belle Corp.	1.25%
First Gen Corp.	1.17%
Metro Pacific Investments Corp.	0.96%
Ayala Corp.	0.95%

Index Under-performers	Down
Globe Telecom	1.66%
Bank of the Philippine Islands	1.59%
Metrobank	1.41%
Jollibee Foods Corp.	1.40%
Aboitiz Power Corp.	1.15%

CALENDAR

Aug 04	V ASM
Aug 07	Jul'12 CPI, Inflation Rate
Aug 10	ACE ASM
Aug 10	JTE SSM



PSEi Index

17 Aug 2012:	5,206.81 - 12.70
Value T/O, net	Php 2,606 million
52-week High	5,403.16
Low	3,715.01
Foreign Buying:	Php 2,279 million
Foreign Selling:	Php 3,124 million



HEADLINES

US stocks decline on profit taking

Ø US stocks declined yesterday (Aug 21) as traders locked in gains after the S&P reached a four year high recently. All three major indices ended red with the Dow declining 0.51%; the S&P, 0.35%; and the NASDAQ, 0.29%. Stock rose early in the session with the S&P reaching a four year high within the day as talks that the European Central Bank will act soon to lower Spanish and Italian borrowing costs spurred bullish bets recently. The Federal Reserve and the ECB will hold policy meetings next month which might potentially see announcements of further stimulus for the US and euro zone economies. Tech shares were among the session's underperformers. Volume was again light as the market enters seasonally slow months.

5 Banks Joining EIB Bidding

Ø RCBC has clarified in a PSE disclosure that it has expressed interest to participate in bidding for Export Import bank. BDO still remains the top contender, while Security Bank, still attached since 2010 re any rumors of sale, did not participate.

Manufacturing output slows in July

Ø The latest Purchasing Managers' Index (PMI) in July was 53.3 (-1.72 points from June). This figure still implies economic growth - a PMI above 50 indicates economic expansion while a PMI below 50 implies a contraction. However, this is the lowest recorded in the past 12 months. This decrease was due to the decline in new orders, production, employment and supplier deliveries. Only inventory levels increased for the month. *PMI measured by All-Asian Center for Enterprise Development, Inc. (ASCEND)

VLL to issue homebuilder bonds

Ø Vista Land will be offering within the year the first tranche of their P2.5 billion bonds which was authorized by management last July 26, 2012. The first initial offering will amount to P500 million. Other than being able to increase Vista's expansion plans, the bond's main purpose will be to allow investors an alternative way to purchase their products. The bonds will have a 3yr. tenor that will have an option to be extended until 5yrs with a per annum interest rate of 5% to 6.75%. Upon the maturity of the bonds, investors will have the choice to either use the proceeds to buy a Vista Land product or get the usual cash pay-out. The bonds will have a minimum subscription of P180,000 payable within 36 months in increments of P5,000.

Meralco to venture into renewable energy generation

Ø Manila Electric Co. plans to venture into the renewable energy-generation business beginning with an investment in a potential 300-megawatt wind farm in Laoag, Ilocos Norte, the company's chief executive said. The entry into the renewable energy sector is part of Meralco's plan to install 2,500 MW in new generation capacity between now and 2020, using part of the leeway allowed by the energy deregulation law for it to generate relative to its distribution volume, Meralco president Oscar Reyes told the Inquirer. Reyes said Meralco was also looking at liquefied natural gas-fired plants for diversification purposes. He added that Meralco was addressing the issues delaying the 600-MW coal-fired power plant project in Subic Bay freeport, which is being undertaken by subsidiary Meralco PowerGen Corp. through a joint-venture (Redondo Peninsula Energy) with the Aboitiz group. "We're also in discussions for a potential renewable facility in Laoag," Reyes said, pointing out that more than 300 MW in capacity was being considered for the facility in Ilocos Norte. Asked whether Meralco was happy with the recently approved feed-in-tariffs (FIT) for renewable energy, Reyes said the important thing would be to locate the renewable energy facility in an area considered robust in terms of efficiency and load factor so that it would be possible to make good returns even under competitive tariff rates.

Mobile browsing boosts Globe's 1st-half service revenue

Ø For the first half of 2012, Globe's mobile revenues reached P33.3 billion, P1.9 billion higher than the figure for the same period last year. Mobile revenues account for 82 percent of Globe's consolidated revenue, and include broadband, fixed line data and fixed line voice. "Despite intensifying competition, our subscribers continued preference for our value offerings such as unlimited SMS and voice subscriptions as well as highly affordable mobile browsing allowed us to sustain the growth momentum of our mobile business," said Globe president and CEO Ernest Cu. Globe's mobile data and mobile voice revenues were both up by 6 percent year on year.

CURRENCIES

US, Dollar	42.3180
Japan, Yen	0.5334
UK, Pound	66.6043
Hong Kong, Dollar	5.4557
EU, Euro	52.3135
Bahrain, Dinar	112.2553
Saudi Arabia, Rial	11.2848
China, Yuan	6.6477

As of 8/17/2012

COMMODITIES

NYMEX		
Crude	96.01	+0.43%
Futures		
%NY Gold	1,615.90	-0.01%
Spot (\$/t oz.)		
Silver Comex	28.03	-0.39%
(\$/t oz.)		
London	7,532.50	+1.21%
Copper Spot		

As of 08/17/2012



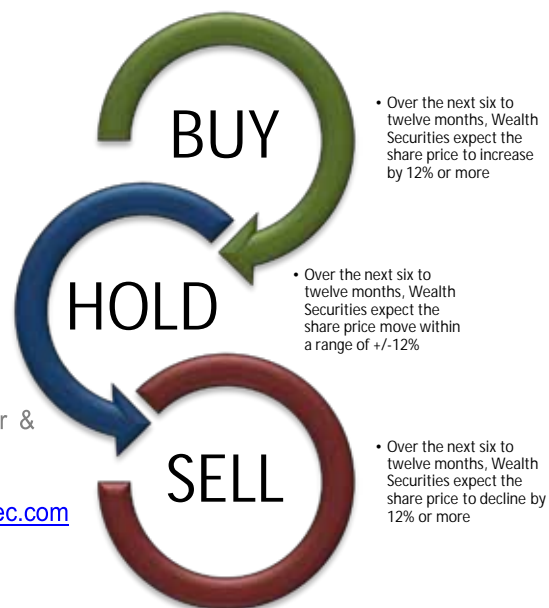
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