



## 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.

TUESDAY, 04 September 2012

Index	Value	Change	% Chg
PSEi	5,219.08	22.89 ▲	0.44 ▲
All Shares	3,455.29	7.02 ▲	0.20 ▲
Financials	1,293.57	3.54 ▲	0.27 ▲
Industrial	7,902.23	-2.01 ▼	0.03 ▼
Holding Firms	4,352.44	19.09 ▲	0.44 ▲
Services	1,772.11	10.56 ▲	0.60 ▲
Mining and Oil	21,212.69	251.96 ▲	1.20 ▲
Property	2,019.30	30.29 ▲	1.52 ▲

WORLD INDICES

<b>Dow Jones</b>	13,090.84	No trade
<b>FTSE 100</b>	5,758.41	+0.82%
<b>NIKKEI 225</b>	8,783.89	-0.22%

TRADING SNAPSHOT

Index Movers	Points
Ayala Land Inc.	+8.29
PLDT	+5.55
Bank of the Philippine Islands	-4.82
Metrobank	+4.61
Alliance Global Inc.	+2.54

Index Out-performers	Up
Meralco	2.67%
Belle Corp.	2.54%
Ayala Land Inc.	2.23%
Robinsons Land Corp.	2.15%
Alliance Global Inc.	1.87%

Index Under-performers	Down
Semirara Mining Corp.	2.14%
Jollibee Foods Corp.	1.50%
Bank of the Philippine Islands	1.47%
Manila Water Company	0.92%
Banco De Oro	0.66%

CALENDAR

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



PSEi Index

03 Sep 2012:	5,219.08 + 22.89
Value T/O, net	Php 2,118 million
52-week High	5,403.16
Low	3,715.01
Foreign Buying:	Php 2,479 million
Foreign Selling:	Php 2,497 million



HEADLINES

**Moody's downgrades EU rating outlook to 'negative'**

Moody's downgraded the European Union's long term issuer rating outlook from stable to negative on Monday. The move reflected the negative outlooks of the bloc's key budget contributors. "It is reasonable to assume that the EU's creditworthiness should move in line with the creditworthiness of its strongest key member states," it said, citing a lower outlook for Britain, France, Germany, and the Netherlands. Moody's maintained the EU's AAA rating, saying its "two key rationales" for assigning the bloc its highest rating remained unchanged: its "conservative budget management" and "the creditworthiness and support provided by its 27 member states." Britain, France, Germany and the Netherlands which sum up about 45% of the EU's budget revenue also maintained AAA credit rating according to Moody's.

**P9.1 B Meralco Refund & Meralco-Hyundai Negotiate EPC Contract**

The Power Sector Assets and Liabilities Management Corporation (PSALM) is being tasked by Meralco to refund P9.1B, it "overcharged" to its customers. The P9.1B covers the period from July 2008 to May 2012. The amount involves "line loss components" of line rentals which PSALM included in its transition supply contract with Meralco. If approved by the ERC, this will significantly reduce the electric bill of Meralco's 5 Mil customers. Also, Meralco has entered a negotiation phase with Hyundai group for its engineering, procurement and construction of its \$1.2B coal-fired Powerplant at the Subic freeport zone.

**Empire East Land Holdings, Inc. declares stock rights offer**

ELI declared a 1:4 stock rights offer with an ex-date on September 10, 2012; record date on September 13, 2012 and a listing date on November 29, 2012. Offer period will run from October 8, 2012 to October 12, 2012.

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### PLDT unit expects P25-B in 2012 earnings

Ø According to an official of the Philippine Long Distance Telephone Co., the PLDT group is expected to generate P25B in revenue from its broadband services this year. Dan Ibarra, head of PLDT Home marketing was referring to myBro, myDSL, and PLDT Fibr services now grouped into the PLDT Home brand. "The revenue of PLDT Home is estimated at P25 billion for the year. We can't compare it to last year because the services were not consolidated then into one group," said Ibarra in a press briefing yesterday. Total revenues of the entire PLDT group reached P145 billion last year.

### Second leak at Philex's gold mine

Ø Philex vice president Mike Toledo told reporters that mine waste leaked again in the company's gold mine in Benguet last week. The leak, the second such incident in less than a month, occurred Thursday of last week after heavy rains.

### Philippine banks to survive global crunch—BSP

Ø Bangko Sentral ng Pilipinas Governor Amando Tetangco Jr. told reporters that the Philippines will not suffer from a "deleveraging" in the banking sector similar to what is happening to financial institutions in Europe. Tetangco said that unlike banks in the Eurozone, local banks have capital levels that exceed existing standards. Tetangco cited the capital adequacy ratio (CAR) of most banks in the country are at 16 to 17 percent, way above the 10% minimum currently required by the BSP and the 8% floor prescribed internationally. Of the CARs, between 13 and 14 % are also Tier-1 capital, which are mostly retained earnings and common stocks and are thus considered of better quality compared with capital sourced through bond issuances.

## CURRENCIES

US, Dollar	42.1780
Japan, Yen	0.5391
UK, Pound	66.9618
Hong Kong, Dollar	5.4386
EU, Euro	53.0768
Bahrain, Dinar	111.8839
Saudi Arabia, Rial	11.2475
China, Yuan	6.6439

As of 9/03/2012

## COMMODITIES

NYMEX		
Crude	96.47	+1.96%
Futures		
%NY Gold		
Spot (\$/t oz.)	1,685.90	+1.82%
Silver Comex		
(\$/t oz.)	31.70	+4.11%
London		
Copper Spot	7,606.25	+0.61%

As of 08/31/2012

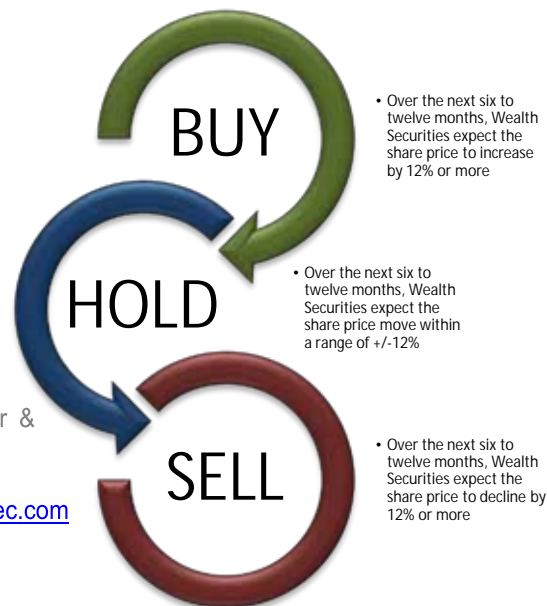
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### RATINGS DEFINITION



Jerome Gonzalez  
Research Head  
T: 634.5038 local 8127  
[jerome@wealthsec.com](mailto:jerome@wealthsec.com)

Bernard Aviñante  
Conglomerates, Power & Gaming  
T: 634.5038 local 8121  
[bernardavinante@wealthsec.com](mailto:bernardavinante@wealthsec.com)

Miguel Agarao  
Mining & Property  
T: 634.5038 local 8164  
[miguel.agarao@wealthsec.com](mailto:miguel.agarao@wealthsec.com)

Nikki Yu  
Consumer  
T: 634.5038 local 8150  
[nikki.yu@wealthsec.com](mailto:nikki.yu@wealthsec.com)

ND Fernandez  
Banking, Telcos & Transport  
T: 634.5038 local 8152  
[ndfernandez@wealthsec.com](mailto:ndfernandez@wealthsec.com)

Enrico Chua  
Malls  
T: 634.5038 local 8075  
[enrico.chua@philequity.net](mailto:enrico.chua@philequity.net)



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

[www.wealthsec.com](http://www.wealthsec.com)