



## WEALTH SECURITIES

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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, 12 October 2012

Index	Value	Change	% Change
PSEi	5,353.47	-16.13	0.30 ▼
All Shares	3,555.64	-2.94	0.08 ▼
Financials	1,347.93	-3.65	0.27 ▼
Industrial	8,265.48	-16.93	0.20 ▼
Holding Firms	4,583.24	-26.81	0.58 ▼
Services	1,769.99	-12.29	0.69 ▼
Mining and Oil	19,768.35	278.95	1.43 ▲
Property	2,065.07	13.65	0.66 ▲

OCTOBER

12

2012

### WORLD INDICES

DJIA	13,326.40	-0.14%
FTSE 100	5,829.75	+0.92%
Nikkei	8,546.78	-0.58%

### TRADING SNAPSHOT

Index Movers	Points
SM	-8.70
TEL	-7.19
JGS	+5.22
PX	+3.07
MPI	-2.58

Index Out-performers	Up
PX	5.39%
JGS	3.03%
BEL	1.40%
PCOR	1.29%
MEG	0.86%

Index Under-performers	Down
MPI	2.40%
SM	1.70%
JFC	1.47%
ICT	1.10%
MER	1.07%



### PSEi Index

Oct 12, 2012: 5,353.47 -16.13  
 Value T/O, net Php2,997million  
 52-week High 5,484.63  
 Low 3,912.61

Foreign Buying: Php4,050million  
 Foreign Selling: Php4,603 million



## HEADLINES

### US: Stocks rally on fewer jobless claims but reverse gains by day end

➤ The market opened with a rally as jobless claims declined by 30,000 to 339,000, the fewest since February 2008. Although one state accounted for most of the decline in claims, this figure is seen to be consistent with the improving job numbers and consumer confidence in the US. However, stocks reversed their day's gains led by Apple, Inc.'s drop of 2% to \$628.10, now 10% below its September high. The Dow slipped 0.1% to 13,326.39 while the S&P 500 was little changed rising, 0.02% to 1,432.84. The S&P 500 has lost 2.3% since making an almost 5-year high in September.

### PLDT's appeal allegedly junked by Supreme Court

➤ There are talks that PLDT's appeal against the Supreme Court's ruling regarding foreign ownership in Philippine companies was denied. Currently, foreign money owns 64% of PLDT's common (voting) shares, exceeding the 40% cap mandated in the constitution. PLDT is, however, prepared to issue voting preferred shares to local investors. The company reassures that dividends paid to preferred shareholders will not dilute the payout to common equity holders.

### SM's offshore bonds oversubscribed; Raises total \$700M

➤ SM Investments Corp. bond issue was "substantially oversubscribed," attracting subscriptions worth \$3.1B from institutional and private banking investors in the Philippines and across Asia and Europe, allowing the company to upsize the issue from the initial indicative size of \$200M. SM set a fixed yield of 4.25% per annum for the seven-year offshore bonds.

### Ayala Officer Disposes Shares

➤ Mr. Joselito Luna, officer of Ayala Land, sold 140,000 shares of Ayala Land from P23.45 to P24.50 between September 17 to 24, 2012. The director still retains 3,144,631 shares, 902,511 of which are owned directly via employee stock ownerships (ESOWN).



### **FGEN President and Senior Vice President Disposes Shares**

- Mr. Richard Tantoco, president of First Gen Corporation, sold 709,600 shares between P20 to P20.20 last October 9, 2012. The director still has 5,289,220 shares remaining. Mr. Emmanuel Singson, senior vice president of First Gen, also sold 100,000 shares at P20.05 and still retains 986,834 shares.

### **San Miguel Corporation Issues Cash Dividends**

- The board of directors of San Miguel Corporation declared cash dividends on common shares of the Corporation at a dividend rate of P0.35 per share, payable on November 9, 2012 to stock holders on record as of October 26, 2012.

### **CMT Finalizes Details on Tender Offer**

- Southeast Asia Cement Holdings (CMT) is offering to buy back up to an aggregate 989,338,284 issued and outstanding shares of the Company, representing 93% of CMT shares held by the public. As of October 11, 2012, a total of 1,063,804,607 common shares, representing approximately 16.49% of the issued and outstanding capital stock of CMT are owned by the Seacem Public Shareholders. Subject to the terms of the Tender offer, 3.73 CMT shares will be exchanged for 1 LRI share, as well as a cash amount of P0.0277 per CMT share to cover customary charges. The exchange ratio will be based on the volume-weighted average price (VWAP) from Sept 4 to Sept 26, 2012 of CMT and LRI's shares. Applying the ratio, each CMT share is valued at P2.496, while each LRI share is valued at P9.31.

### **Philex plans to recommission broken tailings pond**

- Philex Mining is considering recommissioning the broken tailings pond no. 3 (TP3) of its Padcal mine to be able to immediately resume operations. The construction of the spillways that would replace the broken penstock of the tailings pond is expected to be finished by April. The current lifespan of the Padcal mine is up to 2020. Commissioning a new tailings pond during the last three to four years of its operations may prompt the extension of its lifespan. With relation to Philex Mining's environmental fines related to the leakage incident, Mining and Geosciences Bureau (MGB) will be issuing the final imposition of the penalty in a few days, to follow due process.

### **Yehey! Listing by Way of Introduction**

- Digital marketing company Yehey! Corp is listing 278 million shares on the Philippine Stock Exchange by way of introduction on October 18, 2012, at a listing price of P1 apiece. Yehey's parent firm Vantage Equities will issue 84.79 million common shares as property dividends to shareholders on the basis of one Yehey! common share for every 20 Vantage common shares held. Post property dividends, Vantage will reduce its holdings from 98.85% to 68.35%. Starting as a local web search engine several years ago, the company is now a leading digital marketing firm offering services such as web design and development, digital public relations and reputation management, social media marketing, digital research as well as digital strategies. Yehey! builds websites and social media pages of major corporations such as Pascual Consumer Healthcare Corp., Lactum, Enfakid and Nivea. The company has registered P24 M for 8M12, already 70% of FY2011 revenues of P33 mil.

## **CURRENCIES**

US, Dollar	41.5900
Japan, Yen	0.5306
UK, Pound	66.7362
Hong Kong, Dollar	5.3649
EU, Euro	53.7686
Saudi Arabia, Rial	11.0904
China, Yuan	6.6258
Singapore, Dollar	33.8515

## **COMMODITIES**

WTI CRUDE FUTURE (USD/bbl.)	92.40	+0.36%
GOLD 100 OZ FUTR (USD/t oz.)	1,769.00	-0.09%
SILVER FUTURE (USD/t oz.)	34.05	-0.09%
CORN FUTURE (USd/bu.)	771.00	-0.29%
SUGAR #11 (WORLD) (USd/lb.)	20.45	-3.81%
SOYBEAN FUTURE (USd/bu.)	1,547.25	-0.08%



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