



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.

Monday, 15 October 2012

Index	Value	Change	% Change
PSEi	5,369.72	16.25	0.30▲
All Shares	3,567.91	12.27	0.34▲
Financials	1,353.07	5.14	0.38▲
Industrial	8,275.49	10.01	0.12▲
Holding Firms	4,579.68	-3.56	0.08▼
Services	1,784.85	14.86	0.84▲
Mining and Oil	20,058.72	290.37	1.47▲
Property	2,074.88	9.81	0.47▲

WORLD INDICES

DJIA	13,328.80	+0.02%
FTSE 100	5,793.32	-0.62%
Nikkei	8,534.12	-0.15%

TRADING SNAPSHOT

Index Movers	Points
SM	-6.45
BDO	+5.64
TEL	+4.98
SMPH	+2.76
URC	+1.96

Index Out-performers	Up
PX	3.23%
BDO	2.38%
MPI	1.47%
SMPH	1.42%
URC	1.30%

Index Under-performers	Down
SM	1.28%
EDC	1.13%
PCOR	1.09%
SCC	0.80%
MBT	0.55%



PSEi Index

Oct 15, 2012: 5,369.72 +16.25
 Value T/O, net Php 3,731 million
 52-week High 5,484.63
 Low 3,912.61

Foreign Buying: Php 3,213 million
 Foreign Selling: Php 15,956 million



HEADLINES

China and Europe weaken US company earnings

➤ The market run up fuelled by the Fed's QE3 has now lost its sprint as investors cautiously watch company earnings. Moreover, earnings are largely affected by China's economy figures and Euro-zone developments. Seeing that China has been slowing down, Wall Street is pessimistic about US company earnings growth. This week, 12 of the 30 Dow components will be reporting their third quarter results.

BSP ready to ease policy rates anew

➤ The Bangko Sentral ng Pilipinas (BSP) is ready to ease monetary policy rates after meeting numerous foreign counterparts. BSP Governor Amando Tetanco Jr. said in an interview that "we cannot rule out further easing of interest rates if there is a need to do so given that the global economic prospects remain unfavorable." The growth outlook for advanced economies remains gloomy while domestic inflation remains manageable.

Meralco sees higher income

➤ Meralco CFO Betty Siy Yap expects earnings to improve compared to last year. Meralco earlier upgraded its profit forecast for 2012 to P15.5B after robust performance in 1H12. Core income for 1H2012 increased 15% to P9.02B from P7.82B last year. Earnings were driven by the 17% growth in consolidated revenues to P143.6B as Meralco sold 16,215 gigawatt hours (gwh) in 1H12, 10% higher YOY.

FMIC seeks voluntary delisting

➤ First Metro Investment Corp (FMIC) has filed an application for voluntary delisting of its shares at the Philippine stock exchange. The tender offer is set on Oct 22 to Nov 29, 2012, subject to regulatory approvals, set at a price of P89 per share, as supported by fairness opinion of an independent third party accredited by the PSE.

ePLDT acquires IP Converge Data Services

- PLDT announced that its wholly-owned subsidiary ePLDT and IP Ventures signed a sale and purchase agreement covering the purchase by ePLDT of 100% of the issued and outstanding capital stock of IP Converge Data Services, Inc.

Nickel Asia Shipment Volume Up by 16%

- The company's four operating mines sold an aggregate of 9.56M wet metric tonnes (WMT) of nickel ore in 9M2012 compared to 8.25M WMT, 16% higher YOY. Estimated value of nickel ore shipments however declined by 6% to P9.24B mainly due to lower nickel prices. Average realized exchange rate for shipments was P42.43 to the USD. Rio Tuba mine accounted for 44% of the total volume shipped. Taganito mine, which is the site of the new HPAL nickel processing plant under construction, shipped 25% of the total volume, while the Cagdianao mine shipped 10%. In terms of price, an average of \$8.28 per pound of payable nickel against \$10.92 per pound was sold during the same period last year. The company is on track to exceed 11 M WMT of shipments this year.

Coal Asia IPO oversubscribed

- Coal Asia has attracted more than three times the shares available for investors in its P800M initial public offering. The IPO is scheduled to list on Oct 23 at a par value of P1 each. Net proceeds from the offering, amounting to P726.87M will be used to bring the Davao Oriental mine into production by 2014 and the Zamboanga Sibugay mine by 2015.

CURRENCIES

US, Dollar	41.5100
Japan, Yen	0.5291
UK, Pound	66.7149
Hong Kong, Dollar	5.3549
EU, Euro	53.7485
Saudi Arabia, Rial	11.0684
China, Yuan	6.6234
Singapore, Dollar	33.9550

COMMODITIES

WTI CRUDE FUTURE (USD/bbl.)	91.27	-0.64%
GOLD 100 OZ FUTR (USD/t oz.)	1,746.70	-0.74%
SILVER FUTURE (USD/t oz.)	33.19	-1.44%
CORN FUTURE (USd/bu.)	747.25	-0.73%
SUGAR #11 (WORLD) (USd/lb.)	20.05	-1.96%
SOYBEAN FUTURE (USd/bu.)	1,507.00	-1.02%



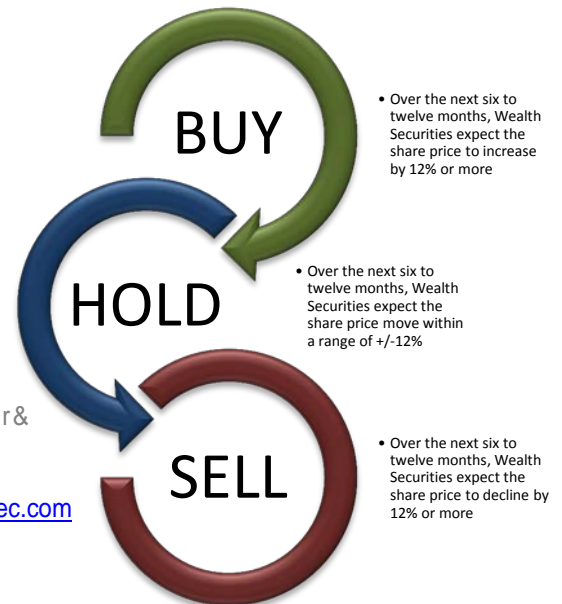
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