



## 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, 30 October 2012

Index	Value	Change	% Change
PSEi	5,397.42	-7.74	0.14 ▼
All Shares	3,571.77	-3.65	0.10 ▼
Financials	1,378.79	-0.22	0.02 ▼
Industrial	8,394.08	37.09	0.44 ▲
Holding Firms	4,595.83	-19.23	0.42 ▼
Services	1,744.24	-8.82	0.50 ▼
Mining and Oil	19,984.57	-240.61	1.19 ▼
Property	2,094.70	4.64	0.22 ▲

WORLD INDICES

DJIA	13,107.20	--
FTSE 100	5,795.10	-0.20%
Nikkei	8,929.34	-0.04%

TRADING SNAPSHOT

Index Movers	Points
SM	-8.48
TEL	-6.62
AGI	+3.16
JFC	+2.99
BDO	+2.44

  

Index Out-performers	Up
JFC	2.75%
AGI	1.97%
MWC	1.95%
BDO	1.02%
URC	0.85%

  

Index Under-performers	Down
PX	2.60%
BEL	1.86%
GLO	1.72%
SM	1.59%
MBT	0.96%



PSEi Index

Oct 30, 2012: 5,397.42 -7.74  
 Value T/O, net Php3,159 million  
 52-week High 5,484.63  
 Low 4,207.44

Foreign Buying: Php2,763 million  
 Foreign Selling: Php2,707 million



HEADLINES

**US stock trading halted due to Hurricane Sandy**

**Vitarich response regarding unusual stock price movement**

➤ Vitarich Corp. is not aware of any new information that triggered the unusual movement of the stock. Last Thursday, the stock gained 50% to close at the high of P1.41. Yesterday, the stock reached P2.08 but closed at P1.49. Last October 19, the company clarified that they are in talks for a possible takeover of Vitarich by a Cebu firm. Also, the company's shareholders approved an increase in authorized capital to P3.5B last October 15.

**LR acquires Midas Hotel and Casino**

➤ Leisure & Resorts World Corporation, along with Eco Leisure and Hospitality Holding company, disclosed that it will acquire 50% of the outstanding capital stock of Hotel Enterprises of the Philippines, Inc (HEPI). HEPI owns and operates Midas Hotel and Casino along Roxas Boulevard. Because of this, the company requested for a trading halt from 9:00am to 10:00am of Tuesday, October 30, 2012.

**SMPH 9M2012 net income up 15% YOY**

➤ SM Prime Holdings, Inc. posted a 15% increase YOY in consolidated net income for the first nine months of 2012, amounting to P7.40B. Revenues also increased 15% YOY and reached P22.10B. EBITDA for the period rose 12% to P14.60B for an EBITDA margin of 66%. The growth is largely due to rentals from domestic malls opened in 2010 and 2011, same store sales of 8%, and the improved performance of SM's China malls.

### **Meralco 9M2012 results; upgrades full year targets**

- Manila Electric Co. (Meralco) has upgraded its FY2012 core earnings guidance to P16B from its July projection of P15.5B. The company recorded P12.9B (+11% YOY) in core net income for the first 9 months of the year. The company experienced higher volume and price of electricity distributed for the first three quarters and expects a sustained healthy demand for power for the next three years. In order to meet that demand, the company is investing in various projects. Subsidiary MeralcoPowerGentargets a generation capacity of 2,700MW by 2020.

### **Philodrill enters agreement with National Book Store**

- Philodrill Corp. has entered into an agreement with National Book Store to sell its 610,000 shares in Vulcan Industrial and Mining Corp. at P1 per share. The cross transaction will occur on or before November 5.

### **Henry Sy Sr. Disposes SMIC Shares**

- Henry Sy Sr., Chairman of the Board, disposed 1M shares at 817 and 820 last Oct 23 and 24. He still holds 20.54M shares representing 3.35% of the company's outstanding shares.

### **Richard Tantoco Purchases EDC Shares**

- Richard Tantoco, President and Chief Operating Officer, acquired 450,000 shares of EDC between P6.17 to P6.24 last October 22 and 23. He directly owns 4.75M shares and indirectly owns 1.12M shares through his wife.

### **Philex Mining prepares Silangan mine closure plan**

- Philex Mining is already preparing the mine closure plan for its copper-gold project in Surigaodel Norte which is expected to begin commercial operations in 2017. Under the Mining Act, the Final Mine Rehabilitation and Decommissioning Plan (FMRDP) is required before a mining firm can begin operations. The mine closure plan provides for the rehabilitation of the mine after its lifespan. This assures the community that Philex Mining will take care of the Silangan project even after its operations, as funds for a rehabilitation plan are in place already.

### **Moody's upgrades Philippine credit rating**

- Moody's Investors Service raised the Philippines' sovereign credit rating to one notch below investment grade, or Ba1 from Ba2, while maintaining the ratings outlook at stable, citing the country's strong economic prospects and stable financial system. The international ratings service also said a recent breakthrough in peace talks, aimed at ending a decades-long Muslim separatist rebellion in the south of the country, had improved the country's long-term economic potential.

## **CURRENCIES**

US, Dollar	41.2800
Japan, Yen	0.5174
UK, Pound	66.1857
Hong Kong, Dollar	5.3262
EU, Euro	53.2645
Saudi Arabia, Rial	11.0071
China, Yuan	6.6114
Singapore, Dollar	33.7973

## **COMMODITIES**

WTI CRUDE FUTURE (USD/bbl.)	85.27	-0.32%
GOLD 100 OZ FUTR (USD/t oz.)	1,709.30	+0.04%
SILVER FUTURE (USD/t oz.)	31.80	+0.17%
CORN FUTURE (USD/bu.)	737.00	0.00%
SUGAR #11 (WORLD) (USD/lb.)	19.41	+0.31%
SOYBEAN FUTURE (USD/bu.)	1,534.50	+0.31%





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### RATINGS DEFINITION



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