



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, 12 December 2012

Index	Value	Change	% Change
PSEi	5,831.50	73.96	1.29▲
All Shares	3,728.70	32.31	0.87▲
Financials	1,551.76	8.31	0.54▲
Industrial	8,872.66	-9.58	0.11▼
Holding Firms	5,135.74	116.71	2.33▲
Services	1,758.60	10.79	0.62▲
Mining and Oil	18,524.26	266.71	1.46▲
Property	2,264.85	42.96	1.93▲

WORLD INDICES

DJIA	13,248.40	+0.60%
FTSE 100	5,924.97	+0.06%
Nikkei	9,525.32	-0.09%

TRADING SNAPSHOT

Index Movers	Points
SM	+24.28
ALI	+15.44
AEV	+5.93
AC	+4.94
MBT	+4.52

Index Out-performers	Up
PX	4.59%
SM	4.29%
ALI	3.84%
GLO	2.58%
MEG	2.21%

Index Under-performers	Down
BEL	3.23%
JFC	0.91%
AP	0.80%
FGEN	0.65%
MWC	0.16%



PSEi Index

Dec 12, 2012:	5,831.50	+73.96
Value T/O, net	P4,795million	
52-week High	5,831.50	
Low	4,266.24	

Foreign Buying:	P3,754million
Foreign Selling:	P3,750million



HEADLINES

AIG shares rise as Treasury sells remaining shares

American International Group (AIG), the largest recipient of bailout funds from the US government in 2008, rose 1.6% to \$35.26 as the Treasury Department will sell its remaining holdings in the insurance company. Treasury is selling its remaining 15% stake (234M shares) at \$32.50 apiece. This would bring the total bailout profit from the \$182B commitment to stabilize AIG to \$22.7B. The S&P 500 climbed 0.65% to 1,427.84 while the Dow gained 0.60% to end at 13,248.40. Both are near their previous levels just before the Nov 6 presidential elections.

Congress OK's Sin Taxes

Cigarettes with a net retail price (NRP) below P11.50 per pack will be taxed P12 next year, P17 in 2014, P21 in 2015 and P25 in 2016. Those with NRPs of P11.50 or more will be charged P25 next year, P27 in 2014, P28 in 2015 and P29 in 2016. A unitary tax of P30 will be implemented in 2017. For fermented liquor, products with an NRP of less than P50.60 per liter of volume capacity will be charged P15 next year, P17 in 2014, P19 in 2015 and P21 in 2016. Those with NRPs of P50.60 and above, a tax of P20 will be imposed next year, P21 in 2014, P22 in 2015 and P23 in 2016. A unitary tax of P23.50 will be imposed in 2017.

UBS hikes Philippines GDP growth estimates to 6.3%

The Union Bank of Switzerland (UBS) revised its GDP forecast for 2012 to 6.3% from 4.5% after the stronger-than-expected-growth of 7.1% in the third quarter. If growth surpasses 6% this year, it would only be the sixth year since 1980 that growth exceeded 6%. The bank kept its forecasts for 2013 and 2014 real GDP growth of 4.5% and 4.9%, respectively.

Alcorn gets P74B capital infusion

- Alcorn Gold Resources Corporation (APM) will receive an equity infusion of P74.8B by Lucio Co (subscription to 4.99B new shares at P15 apiece). Mr Co will pay for the subscription through shares equivalent to 51% in supermarket operator Puregold Price Club, 100% in commercial property developer and lessors Ellimac Prime Holdings, Inc., Go Fay & Co., Incorporada, SVF Corp., Nation Realty, Inc., 118 Holdings, Inc., Patagonia Holdings Corp., Fertuna Holdings Corp., 100% in liquor distributors Premier Wine and Spirits, Inc., Montosco, Inc., and Meritus Prime Distributions, Inc. and 100% in oil storage tanks and facilities lessor Pure Petroleum Corp.

PSBank keeps PRS Aaa rating for P3B notes

- Philippine Savings Bank (PSBank), the thrift banking arm of the Metrobank Group, was able to maintain PhilRatings Services' (PRS) Aaa credit rating for its P3B unsecured subordinated loans. The notes will mature February 2022 and has a call option exercisable in February 2017. The rating reflects the banks good management, solid market franchise, strong-deposit generation ability, and sound asset quality. PSBank currently owns 213 branches and 532 automated teller machines (ATMs) nationwide.

SMDC to launch new mid-income brand

- SM Development Corporation (SMDC) will be launching a new brand that will cater to middle income families. The new brand will offer residential units in mid-rise buildings with lower prices per square meter. These projects will be located in Fairview, Quezon City and in Sucat, Paranaque. SMDC recently reported a 5.7% rise in 9M12 net income to P3.3B due to a 42.7% rise in sales to P16.1B.

CURRENCIES

US, Dollar	40.9410
Japan, Yen	0.4959
UK, Pound	65.9700
Hong Kong, Dollar	5.2827
EU, Euro	53.2531
Saudi Arabia, Rial	10.9167
China, Yuan	6.5557
Singapore, Dollar	33.5472

COMMODITIES

WTI CRUDE FUTURE (USD/bbl.)	85.75	-0.05%
GOLD 100 OZ FUTR (USD/t oz.)	1,711.50	+0.11%
SILVER FUTURE (USD/t oz.)	33.05	+0.10%
CORN FUTURE (USd/bu.)	729.00	+0.14%
SUGAR #11 (USd/lb.)	18.69	-1.01%
SOYBEAN FUTURE (USd/bu.)	1,472.75	+0.05%



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