



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.

Thursday, 31 January 2013

| Index | Value | Change | % Change |
|----------------|-----------|--------|----------|
| PSEi | 6,271.23 | 36.50 | 0.58▲ |
| All Shares | 3,949.53 | 20.27 | 0.52▲ |
| Financials | 1,650.35 | 5.61 | 0.34▲ |
| Industrial | 9,456.98 | 31.22 | 0.33▲ |
| Holding Firms | 5,512.10 | 5.89 | 0.11▲ |
| Services | 1,882.75 | 18.92 | 1.01▲ |
| Mining and Oil | 21,734.52 | -85.70 | 0.39▼ |
| Property | 2,521.84 | 43.31 | 1.75▲ |

WORLD INDICES

| | | |
|----------|-----------|--------|
| DJIA | 13,910.40 | -0.32% |
| FTSE 100 | 6,323.11 | -0.25% |
| Nikkei | 11,114.00 | +2.28% |

TRADING SNAPSHOT

Index Movers

| | |
|-----|--------|
| AEV | -11.20 |
| TEL | +11.06 |
| ALI | +7.29 |
| MEG | +5.31 |
| MPI | +5.17 |

Index Out-performers

Up

| | |
|------|-------|
| MEG | 5.76% |
| FGEN | 4.72% |
| MPI | 3.98% |
| SMPH | 1.98% |
| PCOR | 1.64% |

Index Under-performers

Down

| | |
|-----|-------|
| AEV | 3.22% |
| EDC | 1.52% |
| BEL | 0.78% |
| GLO | 0.68% |
| JFC | 0.28% |



PSEi Index

| | | |
|----------------|----------|---------|
| Jan 30, 2013: | 6,271.23 | +36.50 |
| Value T/O, net | P 7,264 | million |
| 52-week High | 6,320.60 | |
| Low | 4,612.12 | |

| | | |
|------------------|---------|---------|
| Foreign Buying: | P 4,718 | million |
| Foreign Selling: | P 3,972 | million |



HEADLINES

US stocks fall on negative 0.1% GDP growth in 4Q2012

➤ The Fed announced that it will keep interest rates near zero and will maintain its aggressive bond-buying program at the rate of \$85B a month. The number of new workers in January was 192,000 versus economists' expectation of 165,000. However, economic growth in the fourth quarter 2012 was a negative 0.1%. According to the Fed, the slight contraction was due to weather and "other transitory factors" late last year. The Dow slipped 0.3% to 12,910.42 while the S&P 500 dropped 0.4% to 1,501.96.

Roubini sees investment grade for Philippines this year

➤ Dr. Nouriel Roubini, famous for having predicted the 2008 bursting of the US housing bubble, believes credit rating agencies will soon realize that they have been behind the market in terms of recognizing the country's economic gains. According to Roubini, The Philippines deserves an investment-grade status this year as its economic landscape has "dramatically changed" under the Aquino administration.

GT Capital allots P40B for capex

➤ GT Capital Holdings Inc., the flagship investment vehicle of banking tycoon George S.K. Ty, is allotting P40B in capital expenditures this year from P15B last year. The bulk will be used for the company's expansion into power and property. Currently, GT Capital is waiting for the SEC's approval of a bond sale of about P10B. Early this month, the firm raised P14B through an overnight share sale to institutional investors.

Lucio Co invests in Mindoro mini-hydro project

➤ Lucio Co, the majority owner of the Puregold supermarket chain, has partnered with Sta. Clara Power Corp. for an 8 MW mini-hydropower project in Caturan, Oriental Mindoro. The estimated cost of the project is P1.9B. The plant is expected to be operational by mid-2016.

LT Group sets dividend policy

- LT Group said its board of directors approved the company to declare dividends of approximately 20% of the unrestricted retained earnings. Unrestricted earnings represent available cash that can be handed out to stockholders as dividends. The distribution of such unrestricted retained earnings will not affect the financial strength and competitiveness of a company.

Philexto reopen mine midyear

- Philex Mining Corp. hopes to resume full operations of its Padcal mine in Benguet by the middle of this year. The company said the municipalities of Tuba and Itogon in Benguet were strongly supporting its request to government regulators that the Padcal mine be allowed to resume operations temporarily as part of the rehabilitation process of its tailings pond.

Megawide use of IPO proceeds

- Of the P2.2B in IPO net proceeds, Megawide Construction Corp. reported to have used P2B. The largest disbursements were for the acquisition of Precast plant machineries (P386M), the acquisition of other equipment (P219M) and the acquisition of new formworks (P94M).

BDO reports FY2012 ROE of 11.8%

- In its 4Q2012 Statement of Condition, BDO reported that its ROE for FY2012 reached 11.8%. The bank also reported that its assets reached P1.25T, with net loans & receivables reaching P742B.
- Comment: BDO's disclosed ROE of 11.8% is 100bps ahead of our 10.8% estimate for FY2012. We shall review BDO's results once their detailed financial statements are released.

CURRENCIES

| | |
|--------------------|---------|
| US, Dollar | 40.6250 |
| Japan, Yen | 0.4460 |
| UK, Pound | 64.1785 |
| Hong Kong, Dollar | 5.2365 |
| EU, Euro | 55.1221 |
| Saudi Arabia, Rial | 10.8328 |
| China, Yuan | 6.5309 |
| Singapore, Dollar | 32.8867 |

COMMODITIES

| | | |
|------------------------------------|----------|--------|
| WTI CRUDE FUTURE (USD/bbl.) | 97.99 | +0.05% |
| GOLD 100 OZ FUTR (USD/t oz.) | 1,676.80 | -0.28% |
| SILVER FUTURE (USD/t oz.) | 31.99 | -0.57% |
| CORN FUTURE (USd/bu.) | 739.25 | -0.14% |
| SUGAR #11 (USd/lb.) | 18.71 | +1.80% |
| SOYBEAN FUTURE (USd/bu.) | 1,478.25 | -0.03% |



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