



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.

Thursday, 07 February 2013

Index	Value	Change	% Change
PSEi	6,431.35	-39.14	0.60 ▼
All Shares	4,037.95	-15.39	0.38 ▼
Financials	1,679.20	12.48	0.75 ▲
Industrial	9,730.45	2.87	0.03 ▲
Holding Firms	5,688.86	-41.87	0.73 ▼
Services	1,913.00	-20.83	1.08 ▼
Mining and Oil	22,153.75	-29.38	0.13 ▼
Property	2,557.92	-62.29	2.00 ▼

WORLD INDICES

DJIA	13,986.52	+0.05%
FTSE 100	6,295.34	+0.20%
Nikkei	11,463.80	+3.77%

TRADING SNAPSHOT

Index Movers

MBT	+11.39
ALI	-11.34
SMPH	-9.65
ICT	-7.07
AC	-5.47

Index Out-performers

Up

SMDC	5.80%
MBT	4.05%
MWC	1.26%
BDO	1.14%
EDC	0.96%

Index Under-performers

Down

SMPH	3.85%
ICT	3.68%
JFC	2.50%
ALI	2.31%
AC	1.74%



PSEi Index

Feb 06, 2013:	6,431.35	-39.14
Value T/O, net	P 6,309	million
52-week High	6,486.45	
Low	4,745.14	

Foreign Buying:	P 6,195	million
Foreign Selling:	P 5,720	million



HEADLINES

US stocks slightly up as investors take caution on run-up

➤ The Dow Jones Industrial Average ended up 7.22 points, or 0.05%, at 13,986.52. It had fallen as much as 66 points during the session. The S&P 500 ended up 0.83 points, or 0.05%, at 1,512.12. The benchmark is up 6% YTD. Defensive sectors like telecoms and utilities led the index, followed by consumer discretionary stocks. Leading the S&P 500, shares of First Solar Inc. rose 7.3% after Citigroup initiated coverage on the company with a buy rating.

Globe reports P10.3B in Core Net Income for FY2012

➤ GLO reported that its FY2012 Core Net Income reached P10.3B, +2% YOY. Although Service Revenues were +6% YOY at P82.7B, Operating Expenses and Subsidies increased by 12% YOY to P47.7B. These were driven mainly by marketing costs, which increased due to the aggressive acquisition of new postpaid subscribers. The uptick in Operating Expenses resulted to relatively flat EBITDA at P35.0B. These, however, caused EBITDA Margin to drop from 45% in 2011 to 42% in 2012. Accelerated depreciation continued in 4Q2012 and resulted to P5.1B for FY2012, dragging FY2012 Reported Net Income to P6.9B, -30% YOY.

Union Bank to buy City Savings for P5.7B

➤ The board of Union Bank of the Philippines has approved the purchase of thrift bank City Savings Bank for P5.7B or 2.5x audited book value. The bank would probably keep City Savings as a separate subsidiary rather than merging its branches. The acquisition of City Savings would allow Union Bank to more aggressively develop their retail base. This year, Union Bank will add 10 more branches to the existing 30 branches of City Savings.

Philex renews call for MGB to lift order

- Philex Mining Corp. is prodding the Mines and Geosciences Bureau (MGB) to immediately allow it to temporarily resume operations of its copper-gold mine in Padcal, Benguet before the onset of the rainy season. Philex earlier petitioned the MGB to be allowed to temporarily resume operations to produce fresh tailings to fill the void and increase the stability of the tailings pond. Representatives from indigenous groups, employee groups and local government units also formally filed their petition with the MGB to allow Philex to temporarily resume operations.

Globe allots \$650M for capex

- Globe Telecom Inc. is spending about \$650M for its capital expenditures this year. The company's budget for capital expenditures this year is higher than last year's \$600M. Globe has earmarked \$160M to \$200M for transformation initiatives and \$290M for investments in fixed lines, international cable facilities, and IT infrastructure.

SMPI to delist shares

- San Miguel Properties Inc. (SMPI), the property arm of diversified conglomerate San Miguel Corp., has decided to delist from the Philippine Stock Exchange (PSE) after failing to comply with the 10% minimum public ownership requirement. The board approved a tender offer to buy back the shares held by minority shareholders as the San Miguel subsidiary prepares for delisting. SMPI has tapped ATR Kim Eng Capital Partners Inc. as financial adviser on its tender offer, which is targeted to run from Feb. 27 to March 26.

CURRENCIES

US, Dollar	40.6800
Japan, Yen	0.4347
UK, Pound	63.7318
Hong Kong, Dollar	5.2461
EU, Euro	54.9953
Saudi Arabia, Rial	10.8471
China, Yuan	6.5276
Singapore, Dollar	32.8329

COMMODITIES

WTI CRUDE FUTURE (USD/bbl.)	96.78	+0.16%
GOLD 100 OZ FUTR (USD/t oz.)	1,678.10	+0.27%
SILVER FUTURE (USD/t oz.)	31.86	-0.08%
CORN FUTURE (USd/bu.)	722.50	-0.89%
SUGAR #11 (USd/lb.)	18.54	+1.92%
SOYBEAN FUTURE (USd/bu.)	1,487.50	0.00%



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RATINGS DEFINITION



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