



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.

Friday, 31 May 2013

Index	Value	Change	% Change
PSEi	6,953.35	-275.22	3.81 ▼
All Shares	4,298.18	-133.99	3.02 ▼
Financials	1,766.16	-73.51	4.00 ▼
Industrial	10,528.30	-363.84	3.34 ▼
Holding Firms	6,246.25	-231.02	3.57 ▼
Services	2,050.29	-70.47	3.32 ▼
Mining and Oil	17,371.99	-525.65	2.94 ▼
Property	2,864.58	-123.18	4.12 ▼

MAY

31

2013

WORLD INDICES

S&P 500	1,654.41	+0.37%
FTSE 100	6,656.99	+0.45%
Nikkei	13,589.00	-5.15%

TRADING SNAPSHOT

Index Movers

ALI	-38.61
SM	-31.81
TEL	-29.11
MBT	-19.46
BPI	-16.15

Index Out-performers

Up

Index Under-performers

Down

JFC	-7.28%
ICT	-6.45%
ALI	-6.29%
MBT	-5.65%
SMC	-5.24%



PSEi Index

May 30, 2013:	6,953.35	-275.22
Value T/O, net	P 9,387	million
52-week High	7,403.65	
Low	4,890.20	

Foreign Buying:	P 7,595	million
Foreign Selling:	P 8,348	million



HEADLINES

US stocks rally on GDP growth

➤ From MarketWatch: U.S. Gross domestic product expanded at an annual rate of 2.4% in the first quarter the Commerce Department said Thursday. The gain in first-quarter growth follows a tepid headline increase of 0.4% in the fourth quarter last year. The increase in consumer spending — the engine of the U.S. economy — was revised up to 3.4% in the first quarter from an initial read of 3.2%. That's the fastest rate in more than two years and potentially a good sign for the economy if spending close to that level could be sustained. Yet part of the increase reflects higher spending on gasoline and electricity, which are expected to unwind in the second quarter. And wages would have to rise a lot faster to sustain such a strong level of spending — inflation-adjusted income after taxes rose a scant 0.7% in the first quarter.

➤ The S&P 500 index added 6.05 points to 1,654.41, with financials leading sector gains and telecommunications losing the most ground among its 10 major industry groups. The Dow Jones Industrial Average rose 21.73 points to 15,324.53, with 17 of its 30 components advancing. Up 3.3% for May, the blue-chip index is in position to notch its sixth straight monthly gain.

Ayala conglomerate raises P3.3B via treasury shares

➤ Ayala Corp. (AC) took advantage of liquidity in the equity market to raise P3.3 billion in fresh capital for its power and infrastructure projects. AC said it completed the sale of 5.18 million common shares held in its treasury. At P647 per share, AC's shares were sold at a three percent discount compared with the previous closing price of P667.

Philippine economy posts 7.8% GDP growth

- The Philippine economy posted a 7.8% GDP growth in the first quarter of 2013 from 6.5% the previous year. The Q1 growth is the highest so far under the Aquino administration and the highest quarterly GDP growth since the second quarter of 2010. All major sectors contributed positively to growth during the period, with services expanding by 7.0%, industry by 10.9% and the agriculture sector by 3.35%. Increased domestic demand led to the local manufacturing sector growing at 9.7% while the construction sector grew by 32.5% in the first three months of the year. For the first time, expenditure in capital formation (+47.7%), including other private sector investments such as on durable equipment, contributed more to growth than household consumption expenditure. Government consumption also grew by 13.2% due to state support for social programs

LRWC secures P3 B loan for Belle Grande

- Leisure and Resorts World Corp.'s (LRWC) wholly-owned subsidiary AB Leisure Global, Inc. (ABLGI), as borrower, executed an Omnibus Loan and Security Agreement (OLSA) of P3 B with BDO Unibank, Inc. as Lender, BDO Unibank, Inc. – Trust and Investment Group as Security Trustee and the Company, LRWC, as Surety. The OLSA was executed to partially fund the ABLGI contribution for the Belle Grande Integrated Casino & Resort Project. In exchange for ABLGI's contribution, ABLGI shall be entitled to 30% of the fixed yearly income generated from the lease of all commercial spaces in the project, inclusive of the hotel, retail and casino premises. Moreover, ABLGI shall be paid fees equivalent to 30% of the 50% share of Premium Leisure and Amusement, Inc. (PLAI) on the EBITDA from casino operations or 30% of PLAI's 15% share of the Net Win, whichever is higher, after deducting PLAI's Royalty which is based on Gross Win.

Lopez Group's P12-B RE projects get BOI tax incentives

- The BOI (Board of Investments) approved this month First Gen Mindanao Hydro Power Corp. (FGMHPC) as RE developer of hydropower energy resources for its three projects in Mindanao worth P11.96 B with a total energy capacity 62.75 megawatts. With the approval of the registration of the three projects, FGMHPC can enjoy incentives such as income tax holidays and duty-free importation of equipment for seven years as provided by the Renewable Energy Act of 2008. All three projects are scheduled to start operations in January 2017.
- The first of the three projects is the 23 MW Bubunawan hydropower project worth P5.07 B, located in Bukidnon. The project is estimated to produce an annual average of about 138 gigawatt hours (GWH) of electrical energy with a maximum annual generation capability of about 201 GWH of clean and renewable energy.
- The second project worth P1.803 B will be situated within the Cabadbaran town of Agusan del Norte. The project is estimated to produce an annual average of about 50 GWH up to a maximum yearly generation capability of about 85 GWH of clean and renewable energy.

CURRENCIES

US, Dollar	42.2850
Japan, Yen	0.4189
UK, Pound	64.3999
Hong Kong, Dollar	5.4464
EU, Euro	55.1519
China, Yuan	6.8964
Singapore, Dollar	33.5808

COMMODITIES

BRENT CRUDE OIL (USD/bbl.)	102.19	-0.23%
GOLD 100 OZ FUTR (USD/t oz.)	1,416.20	+0.30%
SILVER FUTURE (USD/t oz.)	22.80	+0.46%
CORN FUTURE (USD/bu.)	562.75	-0.53%
SUGAR #11 (USD/lb.)	16.65	0.00%
SOYBEAN FUTURE (USD/bu.)	1,495.75	0.00%

SMC secures \$1-B loan to pay debts

- San Miguel Corp. (SMC) has secured a \$1-B loan from five banks to pay off its existing debts. The company intends to avail of an additional \$200 M through the exercise of the greenshoe option under the facility to maximize available funding under a \$1.3-B, five-year loan agreement. To date, of the total amount available under the facility, the company has drawn \$1 B to pay in full and refinance its existing \$1-B loan. SMC's net income sank by half to P4.2 B in the first quarter from P8.5 B a year ago, trimmed by lower equity earnings, higher interest expense and a decline in foreign exchange, with net income before controlling interest slumping 34% to P7.59 B.

Lucio Co holding firm completes share swap

- Lucio Co has completed a P74-B share swap that finalized the infusion of his retail, petroleum and real estate assets into listed holding firm Cosco Capital Inc. Following the share swap, Cosco Capital will have a total issued capital of 6.26 B shares.



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