



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.

Monday, 29 July 2013

Index	Value	Change	% Change
PSEi	6,763.62	-36.49	0.54 ▼
All Shares	4,114.99	-18.12	0.44 ▼
Financials	1,608.28	-20.11	1.23 ▼
Industrial	10,085.16	50.44	0.50 ▲
Holding Firms	6,261.68	-3.54	0.06 ▼
Services	2,032.55	-25.84	1.26 ▼
Mining and Oil	14,751.05	-52.11	0.35 ▼
Property	2,681.19	-12.07	0.45 ▼

WORLD INDICES

S&P 500	1,691.65	+0.08%
FTSE 100	6,554.79	-0.50%
Nikkei	13,899.30	-1.63%

TRADING SNAPSHOT

Index Movers

TEL	-15.91
BDO	-10.56
JFC	+6.38
MBT	-4.47
ALI	-4.41

Index Out-performers

	Up
JFC	3.82%
SMC	3.61%
MPI	1.82%
EDC	0.83%
AP	0.57%

Index Under-performers

	Down
BDO	-3.15%
MEG	-2.54%
MWC	-2.37%
TEL	-1.89%
GLO	-1.58%



PSEi Index

July 26, 2013:	6,763.62	-36.49
Value T/O, net	P 3,851	million
52-week High	7,403.65	
Low	5,114.95	

Foreign Buying:	P 3,023	million
Foreign Selling:	P 3,001	million



HEADLINES

U.S. Stocks Erase Losses as Investors Weigh Profits, Data

- From Bloomberg: The S&P 500 climbed 0.1% to 1,691.65 reversing an earlier drop of 0.8%. The benchmark index finished the week down less than 0.1%, snapping a four-week rally. The Dow Jones Industrial Average added 3.22 points, or less than 0.1%, to 15,558.83. About 5.36 B shares changed hands, or 16% below the three-month average.
- Consumer confidence unexpectedly increased in July to the highest level in six years as Americans' views of their finances improved, according to the Thomson Reuters/University of Michigan final index of U.S. consumer sentiment. The measure advanced to 85.1 in July from 84.1 at the end of June. Economists in a Bloomberg survey called for 84, according to the median projection after a preliminary reading of 83.9
- Investors will watch this week's data on U.S. gross domestic product and the monthly labor report, as well as monetary policy announcements by the Fed and the European Central Bank, to gauge the market outlook. U.S. economic growth probably slowed to 1% in the second quarter from the 1.8% pace in the previous period while employers added 185,000 workers in July, down from 195,000 in June, economists surveyed by Bloomberg forecast. The ECB is likely to leave its benchmark rate at a record low of 0.5%, according to the median estimate of economists in a Bloomberg survey.
- Starbucks rose 7.6% to a record \$73.36. Chief Executive Officer Howard Schultz's push into food is starting to pay off, driving traffic into U.S. stores and lifting sales and profit. The world's largest coffee-shop operator posted third-quarter earnings of 55 cents a share, higher than the 53 cent profit forecast by analysts, and raised its projection for fiscal 2013 profit.

LRWC to expand Midas

- Leisure & Resorts World Corp. (LRWC) is allotting P500 M to build an annex for Midas Hotel and Casino to increase the hotel's gaming area, rooms and common areas.

Puregold on track of target store additions

- Puregold Price Club Inc., the second biggest supermarket chain in the country, has opened 20 new stores in the first half of the year, well on track to meet its target of 25 new store openings a year. This brings the company's total store count to 192 as of end-June this year, or just eight stores short of its 200-store target for 2015. This includes 7 S&R stores as well as the 15 Company E outlets acquired in January.

PLDT dividend policy gets mixed reviews from credit watchers

- Philippine Long Distance Telephone Co. (PLDT) was recently cited with the Most Consistent Dividend Policy among publicly-listed Philippine companies in the 3rd Annual Southeast Asia Institutional Investor Corporate Awards by Hong Kong-based investor publications Alpha Southeast Asia Magazine. The award was based on the votes of independent investors and analysts surveyed by the regional publication.
- On the other hand, Moody's assistant vice president and analyst Yoshio Takahashi said in a statement that the rating of PLDT is constrained by the high dividend payout ratio and the perceived increase in the company's investment appetite. Takahashi said Moody's expects PLDT's adjusted debt/EBITDA to remain in the range of 1.5 times to 2 times in the next two years as it is likely to maintain a 100% dividend payout ratio, comprising a 70% regular dividend and 30% special dividend. Takahashi pointed out that Moody's would consider upgrading PLDT if it maintains adjusted consolidated EBITDA margins of over 45% and lowers its adjusted consolidated debt/EBITDA to below 1.5 times on a sustained basis.

8990 Group fails to buy out Seacem minority stockholders

- 8990 Group of Companies said the minority shareholders refused to let go of their Seacem shares. "A total of 72,119 shares were tendered and accepted," 8990 Group said. The tender offer ran from June 17 up to July 12. The purchased shares, however, represent a mere 0.01% of the 709.54 M common shares the 8990 Group planned to buy at P0.4083 a piece. Given the low offer price, minority shareholders held on to their stocks. During the tender offer period, Seacem shares traded at P1.02 to P1.30 each.

Discovery World pushes through with P1-B IPO

- In a memorandum, the Philippine Stock Exchange (PSE) said it "approved the application of Discovery World Corp. for the initial listing of 764 M common shares." Discovery World plans to sell 306 M common shares at P3.28 apiece to generate P1.003 B in fresh capital. The shares to be sold represent 40.05% of the issued and outstanding common shares of Discovery World. Offer period will run from Aug. 12 to 19, which will be followed by the listing in the PSE on Aug. 29. The new schedule is roughly a month behind the original plan as the market encountered volatility last month. P575 M will be spent to develop a resort hotel in Palawan, refurbish boats for its cruise business and buy more shares in culinary, hotel and restaurant, and business administration institution Enderun Colleges. The resort owner will also retire its P325-M debt while allotting P55 M for working capital.

CURRENCIES

US, Dollar	43.2700
Japan, Yen	0.4414
UK, Pound	66.6000
Hong Kong, Dollar	5.5783
EU, Euro	57.4940
China, Yuan	7.0569
Singapore, Dollar	34.2570

COMMODITIES

BRENT CRUDE OIL (USD/bbl.)	107.21	+0.04%
GOLD 100 OZ FUTR (USD/t oz.)	1,330.70	+0.67%
SILVER FUTURE (USD/t oz.)	19.89	+0.58%
CORN FUTURE (USd/bu.)	476.00	0.00%
SUGAR #11 (USd/lb.)	16.40	+0.12%
SOYBEAN FUTURE (USd/bu.)	1,221.75	+0.49%



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