



## 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, 08 August 2013

Index	Value	Change	% Change
PSEi	6,420.79	0.01	0.00▲
All Shares	3,923.56	1.28	0.03▲
Financials	1,538.38	0.32	0.02▲
Industrial	9,616.43	31.81	0.33▲
Holding Firms	5,805.52	-45.93	0.78▼
Services	2,031.55	1.14	0.06▲
Mining and Oil	14,487.01	58.37	0.40▲
Property	2,490.05	23.09	0.94▲

WORLD INDICES

S&P 500	1,690.91	-0.38%
FTSE 100	6,511.21	-1.41%
Nikkei	13,824.90	-4.00%

TRADING SNAPSHOT

Index Movers

SM	-10.24
AEV	-9.55
SMPH	+4.49
ALI	+3.52
JFC	+2.34

Index Out-performers

Up

SMC	2.74%
RLC	2.09%
SMPH	2.07%
MER	1.96%
JFC	1.37%

Index Under-performers

Down

AEV	-3.23%
SM	-1.51%
PCOR	-0.86%
EDC	-0.85%
DMC	-0.82%



PSEi Index

Aug 07, 2013:	6,420.79	+0.01
Value T/O, net	P 3,044	million
52-week High	7,403.65	
Low	5,114.95	

Foreign Buying:	P 2,493	million
Foreign Selling:	P 3,274	million



HEADLINES

U.S. Stocks Fall Amid Growing Speculation on Fed Cuts

- From Bloomberg: The S&P 500 slid 0.4% to 1,690.91 at 4 p.m. in New York. The benchmark gauge has fallen 1.1% this week after closing at a record on Aug. 2. The Dow Jones Industrial Average decreased 48.07 points, or 0.3%, to 15,470.67. About 5.5 B shares changed hands on U.S. exchanges, 12% below the three-month average.
- A report Aug. 2 showed American companies added fewer workers than anticipated in July while the jobless rate fell to 7.4%. Separate data showed U.S. gross domestic product rose at a better-than-forecast rate and manufacturing expanded in July.
- Of the 436 companies in the gauge that have reported results for the second quarter, 72% have exceeded analysts' profit estimates and 56% have beaten sales projections, data compiled by Bloomberg show.
- Japanese stock-index futures fell and the yen traded near a seven-week high as the central bank concludes a two-day policy meeting. The Bank of Japan won't expand its program of bond buying at the end of its meeting today, according to 25 economists surveyed by Bloomberg. Data today is expected to show Japan had a 400 B yen current-account surplus in June, according to a separate survey. The trade deficit will probably have narrowed to the least in a year.

Forex reserves climb to \$82.9 B

- BSP Governor Amando M. Tetangco Jr. said the country's gross international reserves (GIR) rose 2.08% to \$82.942 B in July from \$81.255 B in June. According to the central bank, reserves are now good to meet one year of imports of goods and services. They are also equivalent to 8.5 times the country's short-term debt based on original maturity and 5.8 times on residual maturity.

### Emperador invests P5.8 B in Spain

- Emperador International Ltd., a member of conglomerate Alliance Global Group Inc. (AGI), will pour more funds in Spain over the next 12 months. In January, the brandy firm said it would acquire 100% of Spanish brandy maker Bodega San Bruno, including the San Bruno trademark that has been registered since 1942. AGI earlier said the acquisition cost would not be more than P3 B. Early this year, Emperador said it will double its sales volume in the next five years as it intends to corner a third of the global brandy market.

### PLDT clears P19.7 B in H1

- Philippine Long Distance Telephone Co. (PLDT) reported yesterday a 2% increase in its first half net income to P19.7 B. The company attributed the increase to the P1 B expansion in core net income, the P2 B gain from the sale of its business process outsourcing (BPO) arm SPI Global Holdings Inc. as well as the P1.8 B gain from higher foreign exchange and derivative net losses. Consolidated service revenues went up by 2% to P75.7 B. The company is sticking to its core net income target of P38.3 B this year.

### Globe eyes initial 57% stake in Bayantel for \$90M

- Globe Telecom Inc., a joint venture between conglomerate Ayala Corp. and Singapore Telecommunications Ltd., is initially looking at acquiring a 57-percent stake in cash strapped Bayan Telecommunications Inc. (Bayantel) of the Lopez Group through a debt to equity transaction. The 69% worth of debt acquired for about \$90 M would be equivalent to a 57-percent interest in Bayantel. The current outstanding principal amount of Bayantel's debt stood at \$423.3- M and would be reduced to \$131.3 M upon a full debt-to-equity conversion with the Lopezes as part of the restructuring.

## CURRENCIES

US, Dollar	43.7700
Japan, Yen	0.4533
UK, Pound	67.8394
Hong Kong, Dollar	5.6428
EU, Euro	58.3834
China, Yuan	7.1525
Singapore, Dollar	34.5434

## COMMODITIES

BRENT CRUDE OIL (USD/bbl.)	107.44	-0.68%
GOLD 100 OZ FUTR (USD/t oz.)	1,283.80	-0.12%
SILVER FUTURE (USD/t oz.)	19.53	+0.01%
CORN FUTURE (USd/bu.)	458.25	-0.22%
SUGAR #11 (USd/lb.)	16.78	0.00%
SOYBEAN FUTURE (USd/bu.)	1,165.75	-0.13%



## Please Read!

*The information and opinions in this report were prepared by Wealth Securities, Inc. The information herein is believed to be reliable and has been obtained from public sources believed to be reliable. Wealth Securities makes no representation as to the accuracy or completeness of such information.*

*Wealth Securities may engage in securities transactions, on a proprietary basis or otherwise, in a manner inconsistent with the view taken in this research report. In addition, others within Wealth Securities, including traders and sales staff, may take a view that is inconsistent with that taken in this research report.*

*Opinions, estimates and projections in this report constitute the current judgment of the author as of the date of this report. They do not necessarily reflect the opinions of Wealth Securities and are subject to change without notice. Wealth Securities has no obligation to update, modify or amend this report or to otherwise notify a recipient thereof in the event that any opinion, forecast or estimate set forth herein, changes or subsequently becomes inaccurate. Prices and availability of financial instruments are subject to change without notice. This report is provided for informational purposes only. It is not an offer or a solicitation of an offer to buy or sell any financial instruments or to participate in any particular trading strategy. Target prices are inherently imprecise and a product of the analyst judgment.*

## RATINGS DEFINITION



Jerome Gonzalez  
Research Head  
T: 634.5038 local 8127  
[jerome@wealthsec.com](mailto:jerome@wealthsec.com)

Jason Lee  
Power  
T: 634.5038 local 8164  
[jason.lee@wealthsec.com](mailto:jason.lee@wealthsec.com)

ND Fernandez  
Banking, Telcos & Transport  
T: 634.5038 local 8152  
[nd.fernandez@wealthsec.com](mailto:nd.fernandez@wealthsec.com)

Bernard Aviñante  
Conglomerates, Gaming  
T: 634.5038 local 8121  
[bernardavinante@wealthsec.com](mailto:bernardavinante@wealthsec.com)

Matthew Tan  
Consumer  
T: 634.5038 local 8150  
[matthew.sytan@wealthsec.com](mailto:matthew.sytan@wealthsec.com)

Sarah Uy  
Construction  
T: 634.5038 local 8160  
[sarah.uy@wealthsec.com](mailto:sarah.uy@wealthsec.com)

Wealth Securities, Inc.  
2103 East Tower, PSE Center,  
Exchange Road, Ortigas Center,  
Pasig City 1600  
Telephone: 02.634.5038  
Facsimile: 02.634.5043



[www.wealthsec.com](http://www.wealthsec.com)