



# THE WEALTH VAULT

A Product of Wealth Securities, Inc.

05 Apr 2011

## MORNING NOTES

### PSEi performance

PSEi Index	04 Apr 2011:	4,209.43 + 79.89
Value T/O, net		Php 4,363 million
52-week High		4,413.42
Low		3,073.71
Foreign Buying:		Php 2,487 million
Foreign Selling:		Php 1,551 million

### Regional performance

Dow Jones	:	12,400.03	+	23.31
FTSE 100	:	6,016.98	+	7.06
Nikkei 225	:	9,718.89	+	10.50

### Trading snapshot

Index Movers	Points
PLDT	+11.42
Metrobank	+9.96
SM Investments Corp.	+8.90
Bank of the Philippine Islands	+6.26
Ayala Land, Inc.	+5.78

Index Out-performers	Up
Filinvest Land, Inc.	7.89%
Megaworld	7.14%
Metrobank	4.90%
Universal Robina Corp.	4.41%
ICTSI	4.08%

Index Under-performers	Down
Globe Telecom	1.51%
ABS-CBN	0.94%
Meralco	0.75%
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### Calendar

Apr 05	Mar `11 Inflation, CPI; Feb `11 PPS
Apr 05	Mar `11 Fed Funds Rates, Prime Rates
Apr 05	Mar `11 Rediscount Rate
Apr 05	VLL `10 Results Briefing

### Wealth Securities, Inc.

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## HEADLINES

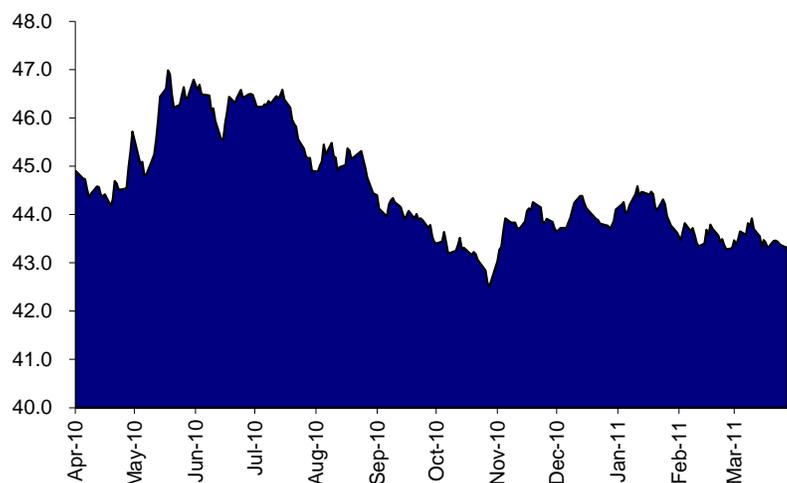
### US stocks end flat at year`s lowest volume as oil prices hit new highs

US stocks closed with the Dow gaining 0.2% and the S&P and the Nasdaq ending flat as oil reached a new 30-month high of US\$108 a barrel. The S&P failed to break the 1,344 level which represents a new high since June 2008. Volume is the lightest of the year at just 5.94B shares traded suggesting that investors are at caution ahead of earnings season. Texas Instruments fell 1.8% to US\$33.50 after announcing that it plans to buy National Semiconductor for about US\$6.5B. Shares of National Semiconductor on the other hand soared 73.4% to US\$24.39. Pfizer Inc. closed higher by 0.8% to US\$20.54 after agreeing to sell its Capsugel unit to KKR & Co for around US\$2.4B. Southwest Airlines Co shares also dropped (-1.7%) after 70 flights were cancelled for inspection following an incident last Friday that prompted one of its planes to perform an emergency landing.

### FGEN exercises call option for 390M EDC shares (FGEN; P12.80)

One month after FGEN exercised its call option to purchase 195M shares of EDC at P5.51, it announced that it will exercise the same to buy the remaining 390M shares of EDC covered by the option agreement. FGEN will be paying P5.67/share (inclusive of P0.16/share cash dividend) for the shares of PhilPlans First, Inc., Rescom Developers, Inc. and Philhealth Care, Inc./Systems Technology Institute, Inc. The entire option agreement covers 585M shares, or 3.12% of EDC's outstanding capital stock. After this transaction is completed through a block sale, FGEN would have fully exercised its call option and will now own 46.3% of EDC. Shares of FGEN and EDC closed up 1.9% and 3%, respectively.

### Php versus US\$ : 1-Year Price Chart



Source: Philippine Dealing and Exchange Corp.

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