



**ACCORD CAPITAL**  
EQUITIES CORPORATION  
Member: Philippine Stock Exchange

# Market Daily

## INDICES:

	Latest	% chng
PSEi	7,027.58	0.27
All Shares	4,171.72	0.08
Financial	1,640.42	0.03
Holdings	6,194.63	(0.46)
Industrial	10,762.37	0.99
Mining/Oil	17,281.19	(0.17)
Property	2,664.00	0.86
Services	2,167.48	(0.21)

## WORLD MARKETS:

	Latest	% chng
Dow Jones	16,838.74	1.06
S&P 500	1,971.74	0.85
FTSE 100	6,741.25	0.78
DAX	9,245.33	1.68
CAC 40	4,230.65	1.35
Nikkei 225	15,322.60	0.03
Hang Seng	24,955.46	0.00
CSI 300	2,374.56	0.59
STI	3,312.78	(0.06)

## COMMODITIES (IN US\$):

	Latest	% chng
Crude Oil	96.19	(1.19)
Gold Spot	1,299.24	(0.42)
Copper	313.85	0.45

## CURRENCIES (IN PHP):

US\$	43.685
Euro	58.477
Japan Yen	0.426

## Market Summary and Outlook:

The PSEi rose 19.07 points, or 0.3% higher to 7,027.58 on Monday, as investors bought select property and industrial shares amid some profit taking. Despite the main index's gain, decliners outnumbered advancers 118 to 70. As the PSEi stays above the key 7,000 level, prices may see volatility in the days before the release of 2Q14 national accounts next week, 28 August.

### Corporate News:

**Century Properties Group (CPG)** reported a 1H14 net income attributable to parent equity holder of PhP1,058m, little changed from PhP1,056m in the same period last year, as expenses grew faster than revenues. Real estate sales amounted to PhP4,747m, or 4% higher from PhP4,575m last year, while gross revenues of PhP5,620m were up 6.2% year-on-year. However, operating expenses grew at a faster 10.7% to PhP2,932m in 1H14 while gross expenses expanded by 8.9% to PhP4,139m. In 2Q14, net income dipped to PhP543.9m, or 2% less than PhP555.4m from the same quarter last year from real estate sales of PhP2,323m, unchanged from the same period last year. CPG is trading at a PE of 5.9x, a discount to the property sector's 25.4x multiple. **Hold.**

**STI Education Systems Holdings, Inc. (STI)** announced that it has entered into a partnership with TATA Consultancy Service (TCS), a subsidiary of India-based conglomerate TATA Group, to develop and provide business-related courses for students. The agreement hopes to strengthen STI's academic business courses, specializing in Business Process Services and Management, an area where TATA has significant exposure as one of the world's biggest BPO firms. **Neutral.**

**Atlas Consolidated Mining and Development Corp (AT)** posted a net income of PhP989m in the first half of 2014, up 32% from PhP750m last year, on higher revenues. Total revenues rose 23% y-o-y to PhP8,669m from PhP7,053m as milling tonnage went up 13% y-o-y to 8.7m dry metric tons (DMT)

from 7.7m last year along with a 19% y-o-y increase in the number of shipments to 18.5 from 15.5 in 1H13. Carmen Copper Corp, a wholly-owned subsidiary, posted a 21% y-o-y increase in production of 53.5m pounds of copper concentrate. However, this was offset by a 7% decline in the average price of copper to US\$3.15 per pound. Meanwhile, production of gold rose 34% y-o-y to 12,200 ounces, but this too was softened by a 13% decline in the average price of the metal to US\$1,295 per ounce. These resulted in the decline in EBITDA margin to 35% in 1H14 from 39% in the same period last year. **Hold.**

**Jollibee Foods Corp (JFC)** said store sales jumped on August 17, a day after 100% of system-wide stores restored full operations following the recent closure of several stores due to distribution problems. For August 17, Sunday, system wide sales amounted to PhP288.3m, up 28.2% from the same Sunday last year, August 18, 2013. By other comparison, this is also faster than the 15% growth in sales in the month of July, and the 14.8% growth posted in 2Q14. For the first 17 days of this month, system wide sales reached PhP3.8bn, or 7.7% higher from the same period last year. Same store sales growth for August 17 rose 23.2% from the same Sunday in 2013, faster than the SSSG of 10% in 2Q14. For the first 17 days of this month, SSSG was up 6.0% y-o-y. The sharp jump in sales could be attributed to the pent up demand for JFC's much-liked Chicken Joy and other products missed by consumers. **Hold.**

**Pancake House, Inc. (PCKH)** has approved to change its company name to Max's Group, Inc. as part of the company's restructuring after it acquired the iconic fried chicken restaurant. The ticker symbol will be changed to "MAXS". **Hold.**

**Philippine Long Distance Telephone (TEL)** said United Internet AG, a European internet specialist, is investing EU435m for a 10.7 stake in Rocket Internet, an internet business model developer where TEL holds a 9% stake. **Hold.**

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## STI Education Systems (STI) Price and relative strength



## Atlas Mining and Devt (AT) Price and relative strength



Source: PSE

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### ECONOMIC INDICATORS:

GDP (4Q13)	5.7%
Inflation (July 2014)	4.9%
T-bill rate (91-day)	1.373%

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## Weekly Valuation Table

ISSUE	Latest (PhP) (8/15/14)	Previous (PhP) (8/8/14)	change (% weekly)	Market Cap. (in PhP million)	2014F PER (x)	Price to Book value (x)
<b>BANKING</b>						
Banco de Oro (BDO)	91.50	90.65	0.94	327,652	17.33	2.16
Bank of Phil. Islands (BPI)	94.50	95.90	(1.46)	371,042	18.61	3.17
Metrobank (MBT)	87.05	86.50	0.64	238,865	14.81	2.10
Security Bank Corp. (SECB)	129.00	122.00	5.74	77,761	12.37	2.11
Phil. National Bank (PNB)	89.00	89.10	(0.11)	96,672	13.98	1.52
Total/Sector Average				1,111,993	16.58	2.42
<b>Industrials (Power &amp; Utilities)</b>						
Aboitiz Power (AP)	37.35	36.50	2.33	274,844	10.27	3.31
Energy Development (EDC)	6.44	6.22	3.54	120,750	20.13	3.48
First Gen Corp. (FGEN)	22.80	22.90	(0.44)	76,686	15.29	1.32
Manila Electric (MER)	268.00	263.00	1.90	302,036	15.25	4.31
Manila Water (MWC)	29.00	27.70	4.69	58,363	10.97	2.06
Petron Corp. (PCOR)	12.66	12.60	0.48	118,689	22.55	1.31
Total/Sector Average				951,366	15.08	3.16
<b>Industrials (Food &amp; Consumers)</b>						
Jollibee Foods (JFC)	181.30	182.80	(0.82)	190,800	36.06	8.70
RFM Corp (RFM)	5.19	5.30	(2.08)	16,402	17.98	2.79
Universal Robina Corp. (URC)	162.80	161.00	1.12	355,148	33.05	7.19
Total/Sector Average				562,351	33.63	7.58
<b>Industrials (Construction)</b>						
EEL Corp. (EEL)	11.24	11.22	0.18	11,648	10.91	2.06
Holcim Phils (HLCM)	13.52	13.58	(0.44)	87,232	17.06	4.21
Lafarge Republic, Inc. (LRI)	9.83	9.88	(0.51)	57,248	11.33	2.78
Total/Sector Average				156,128	14.50	3.53
<b>HOLDING FIRMS</b>						
Aboitiz Equity Ventures (AEV)	55.85	56.35	(0.89)	308,398	14.92	3.32
Alliance Global (AGI)	26.00	27.85	(6.64)	267,015	14.95	2.56
Ayala Corp. (AC)	703.00	661.00	6.35	421,378	25.87	3.17
DMCI Holdings (DMC)	76.60	75.00	2.13	203,411	20.34	3.98
JG Summit Holdings (JGS)	53.00	52.00	1.92	371,912	20.11	2.12
Metro Pacific Investments (MPI)	5.13	4.96	3.43	133,513	15.34	1.45
San Miguel Corp. (SMC)	77.50	78.00	(0.64)	184,218	16.06	0.76
SM Investments Corp. (SM)	778.00	770.00	1.04	619,521	19.17	2.82
Total/Sector Average				2,509,366	19.13	2.68
<b>PROPERTY</b>						
Ayala Land, Inc. (ALI)	32.00	30.70	4.23	453,546	31.14	4.78
Belle Corp. (BEL)	5.02	4.96	1.21	53,008	24.81	2.89
Filinvest Land, Inc. (FLI)	1.51	1.49	1.34	36,617	8.34	0.78
Megaworld Corp. (MEG)	4.25	4.30	(1.16)	135,849	14.76	1.59
Robinsons Land Corp. (RLC)	22.35	22.80	(1.97)	91,496	16.13	1.89
SM Prime Holdings (SMPH)	16.18	15.90	1.76	450,089	28.17	3.75
Vista Land & Lifescapes (VLL)	6.20	6.01	3.16	52,940	8.85	1.13
Total/Sector Average				1,273,545	25.42	3.52
<b>SERVICES</b>						
<b>Media</b>						
ABS-CBN Corp (ABS)	37.50	38.65	(2.98)	32,153	17.95	1.37
GMA Network (GMA7)	7.34	7.45	(1.48)	24,670	14.11	3.53
Total/Sector Average				56,822	16.28	2.30
<b>Telecommunications</b>						
Globe (GLO)	1,894.00	1,862.00	1.72	250,766	19.83	6.36
PLDT (TEL)	3,250.00	3,000.00	8.33	702,325	17.62	5.06
Total/Sector Average				953,091	18.21	5.40
<b>Transportation</b>						
Cebu Air (CEB)	60.30	57.30	5.24	36,542	14.99	1.67
International Container Svc. (ICT)	114.50	113.00	1.33	232,882	27.80	4.38
Total/Sector Average				269,423	26.06	4.01
<b>Gaming</b>						
Bloomerry Resorts (BLOOM)	11.20	10.96	2.19	118,606	22.24	7.18
Travellers Int'l Hotel (RWM)	8.26	8.24	0.24	131,897	18.60	0.04
Total/Sector Average				250,503	20.32	3.42
<b>MINING</b>						
Atlas Consolidated (AT)	16.50	16.24	1.60	34,256	10.74	0.94
Philex Mining (PX)	12.34	12.20	1.15	60,923	50.77	2.74
Semirara Mining (SCC)	365.40	379.20	(3.64)	130,192	20.03	7.24
Total/Sector Average				225,370	26.93	5.06
Accord Capital Basket				8,069,456	21.16	3.73