

Jadi Imaging Holdings

Recommendation: **NOT RANKED**

Stock Code: **7223**

Bloomberg: **JADI MK**

Price: **MYR0.17**

12-Month Target Price: **NA**

Date: **February 9, 2010**

Board: Main

Sector: Industrial Products

GICS: Industrials/Office Services & Supplies

Market Value - Total: MYR105.7 mln

Summary: Jadi Imaging Holdings (Jadi) is principally involved in the manufacture of toners for laser printers, photocopiers, facsimile machines and other multi-function office equipment. It is the sole toner manufacturer in Malaysia and the largest in Southeast Asia.

Analyst: Desmond Ch'ng, ACA



Recent Developments

Recommendation & Investment Risks

- We are suspending coverage of Jadi Imaging Holdings pending a universe coverage change. Our last call and target price are Buy and MYR0.23 respectively.
- Please note that our recommendation and target price may no longer represent our current view on the company. If readers have any queries, please direct them to asiaequityresearch@standardandpoors.com. For residents of Malaysia, all queries in relation to this report should be referred to Alexander Chia, Desmond Ch'ng or Ching Wah Tam in our K.L. office.

Key Stock Statistics

FY Dec.	2008	2009E
Reported EPS (sen)	1.1	1.6
PER (x)	16.6	10.7
Dividend/Share (sen)	0.5	0.5
NTA/Share (MYR)	0.14	0.15
Book Value/Share (MYR)	0.14	0.15
No. of Outstanding Shares (mln)	604.0	
52-week Share Price Range (MYR)	0.08 - 0.21	
Major Shareholders:	%	
Liew Kim Song	36.7	
Eu Lan Eng	5.6	

* Stock deemed Shariah compliant by the Securities Commission.

Per Share Data

FY Dec.	2006	2007	2008	2009E
Book Value (MYR)	0.11	0.13	0.14	0.15
Cash Flow (sen)	2.4	2.6	2.0	2.7
Reported Earnings (sen)	1.9	1.8	1.1	1.6
Dividend (sen)	0.6	0.5	0.5	0.5
Payout Ratio (%)	32.3	28.3	35.1	22.9
PER (x)	9.4	9.9	16.6	10.7
P/Cash Flow (x)	7.3	6.6	8.5	6.6
P/Book Value (x)	1.6	1.4	1.3	1.2
Dividend Yield (%)	3.4	2.9	2.9	2.9
ROE (%)	24.2	14.7	7.9	11.3
Net Gearing (%)	0.0	0.0	11.5	7.0

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Profit & Loss

FY Dec. / MYR mln	2007	2008	2009E	2010E
Reported Revenue	56.7	63.2	76.5	106.2
Reported Operating Profit	12.2	7.1	12.2	16.9
Depreciation & Amortization	-5.3	-6.0	-6.1	-6.2
Net Interest Income / (Expense)	0.1	0.0	-0.5	-0.6
Reported Pre-tax Profit	12.0	7.0	11.6	16.1
Effective Tax Rate (%)	11.4	8.6	15.0	15.0
Reported Net Profit	10.7	6.4	9.9	13.6
Reported Operating Margin (%)	21.4	11.3	16.0	15.9
Reported Pre-tax Margin (%)	21.3	11.0	15.2	15.1
Reported Net Margin (%)	18.8	10.1	12.9	12.8

Source: Company data, S&P Equity Research

Standard & Poor's Equity Research Services

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Glossary

Strong Buy: Total return is expected to outperform the total return of the KLCI or KL Emas Index respectively, by a wide margin over the coming 12 months, with shares rising in price on an absolute basis.

Buy: Total return is expected to outperform the total return of the KLCI or KL Emas Index respectively, over the coming 12 months, with shares rising in price on an absolute basis.

Hold: Total return is expected to closely approximate the total return of the KLCI or KL Emas Index respectively, over the coming 12 months with shares generally rising in price on an absolute basis.

Sell: Total return is expected to underperform the total return of the KLCI or KL Emas Index respectively, over the coming 12 months and share price is not anticipated to show a gain.

Strong Sell: Total return is expected to underperform the total return of the KLCI or KL Emas Index respectively, over the coming 12 months by a wide margin, with shares falling in price on an absolute basis.

S&P 12 Month Target Price – The S&P equity analyst's projection of the market price a given security will command 12 months hence, based on a combination of intrinsic, relative, and private market valuation metrics.

Shariah-compliant stock - As defined by the Shariah Advisory Council of Malaysia's Securities Commission

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Recommendation and Target Price History

Date	Recommendation	Target Price
New	Not Ranked	
16-Nov-09	Buy	0.23
17-Aug-09	Hold	0.19
22-May-09	Hold	0.13
21-Nov-08	Hold	0.12
29-Aug-08	Hold	0.14
29-May-08	Hold	0.18
29-Feb-08	Hold	0.20
4-Dec-07	Buy	0.27

