



Bina Puri Holdings Berhad

Secured RM291mn of Waste Water Treatment Plant Construction Works

TP: RM0.67 (+13.6%)

Last traded: RM0.59

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BUY

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Construction of Waste Water Treatment Plant in KL

Bina Puri has accepted the letter of award from Jabatan Perkhidmatan Pembetulan, Kementerian Tenaga, Teknologi Hijau Dan Air to undertake a project known as "Pembinaan Loji Rawatan Kumbahan Serantau Bunas, Kuala Lumpur", for a contract sum of RM291.1mn.

The works are to be completed within 18 months.

This is the second construction job win for Bina Puri in 2015, bringing the YTD total win to RM419.7mn, and the outstanding construction order book to RM2.1bn.

Assuming a PBT margin of 3% for the project, the project is expected to contribute RM5.6mn of net profit or 3.0sen/share throughout the construction period.

Impact

No change to our earnings forecasts as the job win is within our order book replenishment assumptions of RM800mn for FY15.

Valuation

No change to our target price of **RM0.67/share**, based on 8x FY15 EPS. Maintain our **BUY** call on **BPURI**, given the total potential return of 20.3% (including potential dividend yield of 6.8%).

Share Information

Bloomberg Code	BIN MK
Bursa	BPURI
Stock Code	5932
Listing	Main Market
Share Cap (mn)	200.5
Market Cap (RMmn)	118.3
Par Value	0.50
52-wk Hi/Lo (RM)	0.80/0.50
12-mth Avg Daily Vol ('000 shrs)	432.8
Estimated Free Float (%)	42.2
Beta	1.13

Major Shareholders (%)

Jentera Jati Sdn Bhd	- 10.17
Tee Hock Seng	- 7.67
Ng Keong Wee	- 7.03

Forecast Revision

	FY15	FY16
Forecast Revision (%)	-	-
Net profit (RMm)	15.5	31.8
Consensus	-	-
TA's / Consensus (%)	-	-
Previous Rating	Buy (Maintained)	

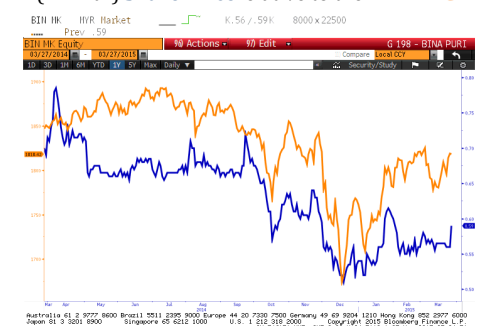
Financial Indicators

	FY15	FY16
Net Debt / Equity (%)	132.4	147.7
CFPS (sen)	-18.7	6.9
Price / CFPS (x)	-3.2	8.5
ROA (%)	1.1	2.2
NTA/Share (RM)	1.32	1.48
Price/NTA (x)	0.4	0.4

Share Performance (%)

Price Change	BPURI	FBM KLCI
1 mth	5.4	(0.2)
3 mth	5.4	3.1
6 mth	(13.2)	(1.2)
12 mth	(15.7)	(1.5)

(12-Mth) Share Pricerelative to the FBM KLCI



Source: Bloomberg

Financial Statements

Profit & Loss (RMmn)

YE Dec 31	2013	2014	2015F	2016F	2017F
Revenue	1,053.7	1,062.8	1,508.0	1,732.6	1,514.9
EBITDA	28.7	36.7	59.8	88.1	102.8
Dep. & amortisation	(12.4)	(14.5)	(16.1)	(15.4)	(15.2)
Finance cost	(7.9)	(15.5)	(15.1)	(15.3)	(15.5)
Associates	1.3	0.9	0.1	0.1	0.1
Jointly controlled entity	0.0	0.0	0.0	0.0	0.0
Investment income	3.9	11.5	0.3	0.2	0.2
PBT	13.6	13.9	29.1	57.6	72.4
Taxation	(7.8)	(7.9)	(10.5)	(21.9)	(27.5)
MI	(0.6)	1.7	(3.1)	(4.0)	(4.4)
Net profit	5.2	7.7	15.5	31.8	40.4
Core net profit	5.2	7.7	15.5	31.8	40.4
Core EPS (sen)	3.9	4.4	8.4	17.1	21.8
GDPS (sen)	1.5	2.0	4.0	4.0	5.0
Div yield (%)	2.5	3.4	6.8	6.8	8.5

Cash Flow (RMmn)

YE Dec 31	2013	2014	2015F	2016F	2017F
PBT	13.6	55.0	29.1	57.6	72.4
Adjustment	36.6	(1.1)	34.0	33.3	33.1
Dep. & amortisation	12.4	14.5	16.1	15.4	15.2
Changes in WC	(146.7)	12.2	(31.5)	(27.7)	(12.5)
Operational cash flow	(130.5)	19.8	3.1	23.3	47.4
Capex	(10.0)	(26.8)	(13.6)	(15.6)	(13.6)
Others	(90.1)	(9.8)	2.5	2.4	2.3
Investment cash flow	(100.1)	(36.7)	(11.1)	(13.2)	(11.3)
Debt raised/ (repaid)	174.8	(11.5)	(18.5)	9.8	9.8
Equity raised/ (repaid)	32.4	20.6	0.0	0.0	0.0
Dividend	(2.0)	(2.7)	(7.4)	(7.4)	(9.3)
Others	(305.4)	(43.1)	14.8	(15.6)	(11.8)
Financial cash flow	(100.1)	(36.7)	(11.1)	(13.2)	(11.3)
Net cash flow	(15.6)	5.4	(34.7)	12.9	36.5
Opening cash	71.3	55.7	61.1	26.4	39.3
Forex adjustment	1.2	(1.9)	0.0	0.0	0.0
Ending Cash	55.7	61.1	26.4	39.3	75.8

Balance Sheet (RMmn)

YE Dec 31	2013	2014	2015F	2016F	2017F
Fixed assets	107.0	123.8	118.8	116.5	112.7
Others	169.1	241.5	241.6	241.7	241.8
Total NCA	276.1	365.3	360.4	358.3	354.5
Cash	55.7	61.1	26.4	39.3	75.8
Others	1,008.0	985.6	1,026.5	1,130.6	1,069.0
CA	1,063.7	1,046.8	1,052.9	1,169.9	1,144.8
Total Assets	1,339.7	1,412.1	1,413.3	1,528.2	1,499.3
ST debt	533.3	409.9	409.9	409.9	409.9
Others	533.7	528.2	536.8	613.5	539.3
CL	1,067.0	938.2	946.7	1,023.5	949.2
LT borrowings	70.7	208.7	190.2	200.0	209.8
Others	17.3	16.2	16.2	16.2	16.2
LT Liabilities	88.0	224.9	206.4	216.2	226.0
Share cap	157.1	89.0	89.0	89.0	89.0
Reserves	13.4	104.8	112.9	137.3	168.4
NCI	14.2	55.2	58.3	62.3	66.7
Total Equity	184.7	249.0	260.2	288.5	324.1
Total Equity & Liabilities	1,339.7	1,412.1	1,413.3	1,528.2	1,499.3

Ratio

YE Dec 31	2013	2014	2015F	2016F	2017F
EBITDA margin (%)	2.7	3.5	4.0	5.1	6.8
Core EPS (sen)	3.9	4.4	8.4	17.1	21.8
EPS Growth (%)	(6.6)	(7.8)	135.2	105.1	27.2
PER (x)	15.3	13.3	7.1	3.4	2.7
GDPS (sen)	1.5	2.0	4.0	4.0	5.0
Div Yield (%)	2.5	3.4	6.8	6.8	8.5
Net cash (RMmn)	(533.4)	(546.7)	(562.9)	(559.8)	(533.1)
Net gearing (x)	2.9	2.2	2.2	1.9	1.6
ROE (%)	3.6	2.1	7.8	14.8	16.7
ROA (%)	0.4	0.6	1.1	2.2	2.7
NTA (RM)	1.2	1.3	1.3	1.5	1.7
P/NTA (x)	0.5	0.5	0.4	0.4	0.4

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