



## Bina Puri Holdings Berhad

Secured RM128.5mn of Resort Construction Works

**TP: RM0.67** (+18.6%)

Last traded: RM0.565

**BUY**

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### Construction of Spa Resort in Kuala Terengganu

Bina Puri has accepted the letter of award from Success Diar Sdn Bhd to undertake resort construction works, for a contract sum of RM128.5mn.

The scope of the construction works, which is to be completed within 22 months include:

- i) 8 hotel blocks;
- ii) 9 units of pavilion;
- iii) 1 unit of spa;
- iv) A multi-purpose buildings; and
- v) related facilities

This is the first construction job win for Bina Puri in 2015, and the current outstanding construction order book is estimated at RM1.9bn.

Assuming a PBT margin of 3% for the project, the project is expected to contribute RM2.9mn of net profit or 1.6sen/share throughout the construction period.

### Impact

The job win is within our order book replenishment assumptions of RM800mn for FY15. However, after performing some housekeeping adjustment to our earnings model, we revise our earnings forecasts for FY15/FY16/FY17 by -5.1%/1.9%/0.5%.

### Valuation

With the earnings adjustments, we trim our target price from RM0.735/share to **RM0.67/share**, based on 8x FY15 EPS. Maintain our **BUY** call on **BPURI**.

### Share Information

Bloomberg Code	BIN MK
Bursa	BPURI
Stock Code	5932
Listing	Main Market
Share Cap (mn)	185.5
Market Cap (RMmn)	104.8
Par Value	0.50
52-wk Hi/Lo (RM)	0.80/0.50
12-mth Avg Daily Vol ('000 shrs)	418.6
Estimated Free Float (%)	37.6
Beta	1.1

### Major Shareholders (%)

Jentera Jati Sdn Bhd	- 10.99
Tee Hock Seng	- 8.29
Ng Keong Wee	- 7.60
Bumimaju Mawar Sdn Bhd	- 5.10
Tan Cheng Kiat	- 5.05

### Forecast Revision

	FY15	FY16
Forecast Revision (%)	(5.1)	1.9
Net profit (RMm)	15.5	31.8
Consensus	-	-
TA's / Consensus (%)	-	-
Previous Rating	Buy (Maintained)	

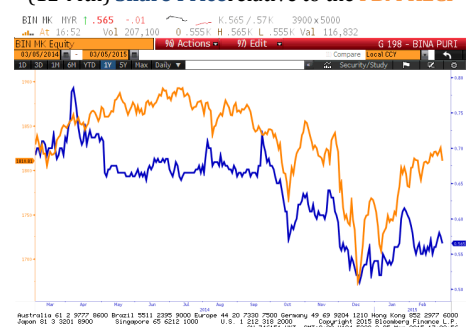
### Financial Indicators

	FY14	FY15
Net Debt / Equity (%)	111.8	119.0
CFPS (sen)	94.4	-36.9
Price / CFPS (x)	0.6	-1.4
ROA (%)	0.5	1.2
NTA/Share (RM)	1.12	1.19
Price/NTA (x)	0.5	0.4

### Share Performance (%)

Price Change	BPURI	FBM KLCI
1 mth	(7.4)	0.2
3 mth	(5.0)	3.2
6 mth	(41.1)	(3.3)
12 mth	(35.8)	(1.3)

### (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
Dividend (%)	2.7	3.5	7.1	7.1	8.8

### 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)	14.7	12.7	6.8	3.3	2.6
GDPS (sen)	1.5	2.0	4.0	4.0	5.0
Div Yield (%)	2.7	3.5	7.1	7.1	8.8
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
RDE (%)	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	0.4	0.4	0.4	0.3

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