

## Pleass Beverages & Packaging Limited – 12 months ended 31 December 2008

	Dec-08	Dec-07	Dec-06
<b>PROFIT &amp; LOSS (F\$000)</b>			
Total Revenue	4,904	4,167	4,256
Net Profit/Loss before Tax	581	370	761
Income Tax	(183)	(99)	(242)
Net Profit/Loss after Tax	398	271	519
<b>BALANCE SHEET (F\$000)</b>			
Current Assets	2,149	1,888	1,974
Non - Current Assets	956	801	702
<b>Total Assets</b>	<b>3,105</b>	<b>2,689</b>	<b>2,676</b>
Current Liabilities	1,055	942	1,095
Non - Current Liabilities	27	123	215
<b>Total Liabilities</b>	<b>1,082</b>	<b>1,065</b>	<b>1,310</b>
<b>Net Assets</b>	<b>2,023</b>	<b>1,624</b>	<b>1,366</b>
Contributed Equity	1,000	130	130
Retained Profits/Loss	1,023	1,494	1,236
Outside Equity Interest	0	0	0
<b>Total Equity</b>	<b>2,023</b>	<b>1,624</b>	<b>1,366</b>
<b>CASHFLOW (F\$000)</b>			
Net cashflow from Operating Activities	322	439	296
Net cashflow from Investing Activities	(372)	(301)	(385)
Net cashflow from Financing Activities	0	(93)	25
<b>Net Increase/(Decrease) in Cash held</b>	<b>(50)</b>	<b>45</b>	<b>(64)</b>
<b>Cash / (Overdraft) at year end.</b>	<b>(98)</b>	<b>(49)</b>	<b>(94)</b>

### Comments

- The Company recorded a 47% increase in its reported profit after tax from \$271k in December 2007 to \$398k in December 2008. This increase attributed to the increase in its operating revenues.
- The Water and Packaging segments were able to generate 37% and 11% respectively in sales growth despite a tough year. There was a decline in tourism and general consumer spending resulting in lower than projected/expected sales.

- Though the Company recorded an increase in profits, there was no dividend declared for the financial year ended December 2008.
- On overall, total Assets increase attributed to the increases in its trade receivables, inventories, deferred tax asset, fixed assets and other receivables. There was significant decline in cash at bank and intangible assets by 87% and 74% respectively.
- On the other hand, the Company's liabilities increased except for the owing to the related parties which was settled in full during the year.
- The Company's issued and paid-up capital increased from \$130k in December 2007 to \$1m in December 2008. This is as a result of the issue of 870k bonus shares during the year followed by split of these shares at a ratio of 5:1, increasing issued shares to 5m and reducing the par value from \$1.00 to \$0.20 per share.
- The bank overdraft increased by 101.5% from last year to \$98k at the end of the year.

	Dec-08	Dec-07	Dec-06
<b>PROFITABILITY RATIOS (%)</b>			
ROE	19.70	16.68	37.98
ROA	19.11	14.22	28.65
Net Profit Margin	8.24	6.70	12.26
<b>MARKET PERFORMANCE RATIOS</b>			
Earnings per share (cents)	7.97	208.47	399.23
Price Earnings Ratio (times)	n/a	n/a	n/a
Dividend per share (\$)	0.00	0.10	1.77
Dividend Yield (%)	n/a	n/a	n/a
Net Tangible Asset per share (\$)	0.40	12.50	10.51
Price to Book (times)	n/a	n/a	n/a
Cash flow per share (\$)	0.09	5.38	3.61

*NB: Price Earnings Ratio, Dividend Yield & Price to Book can not be calculated because Pleass was not listed as at December 2008 so its share price was not available.*

### Profitability

The higher net profit contributed to the improvement in the profitability ratios.

### Market Performance

The earnings per share (EPS) dropped significantly to 7.97 cents per share even though there was an increase in the profits. The net tangible asset per share and cash flow per share also declined. This is because the denominator which is the number of issued shares has increased considerably over the year due to the public offering. The share price rose by 4.4% from the par value of \$0.90 to \$0.94 since its listing on the SPSE.

### Conclusion

Overall, the financial results of the Company were very encouraging considering the tough business environment in which it operated throughout the year. The Company is planning to establish a new water processing plant and mixed-use development project in Namosi.