

# Market Analysis

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## Inside Market Analysis

Lyttelton Port raises profit forecast and to save \$90 million on port expansion ..... 4  
 Iluka Resources announces major price increases ..... 7  
 The Reject Shop rated "Buy" ..... 8

Village Roadshow dividend unfavourable for NZ taxpayers ..... 8  
 NZ and Australian "Neglect" Ratings ..... 9, 11, 12

Founder: James R Cornell (B.Com.)

## Summary and Recommended Investment Strategy.

We don't really know (and don't really care) what interest rates or global GDP will do next week, but we do know that many individual company shares currently offer good value. We don't know (and don't care) whether those share prices will be a little higher or a little lower next week or next month, but we do know that a diversified portfolio of these under-valued shares will likely increase many-fold in value over the next several years. As investors, the *long term growth of our portfolio* is our only real interest.

## Investment Outlook.

Stockmarkets have weakened to a level where many individual shares now offer excellent value which is just too good to ignore! That would suggest that markets are near their lows. We are looking at a number of companies . . . and will probably make a new buy recommendation or two next month . . . but (if you have cash to invest) often the best place to look is in your existing portfolio:

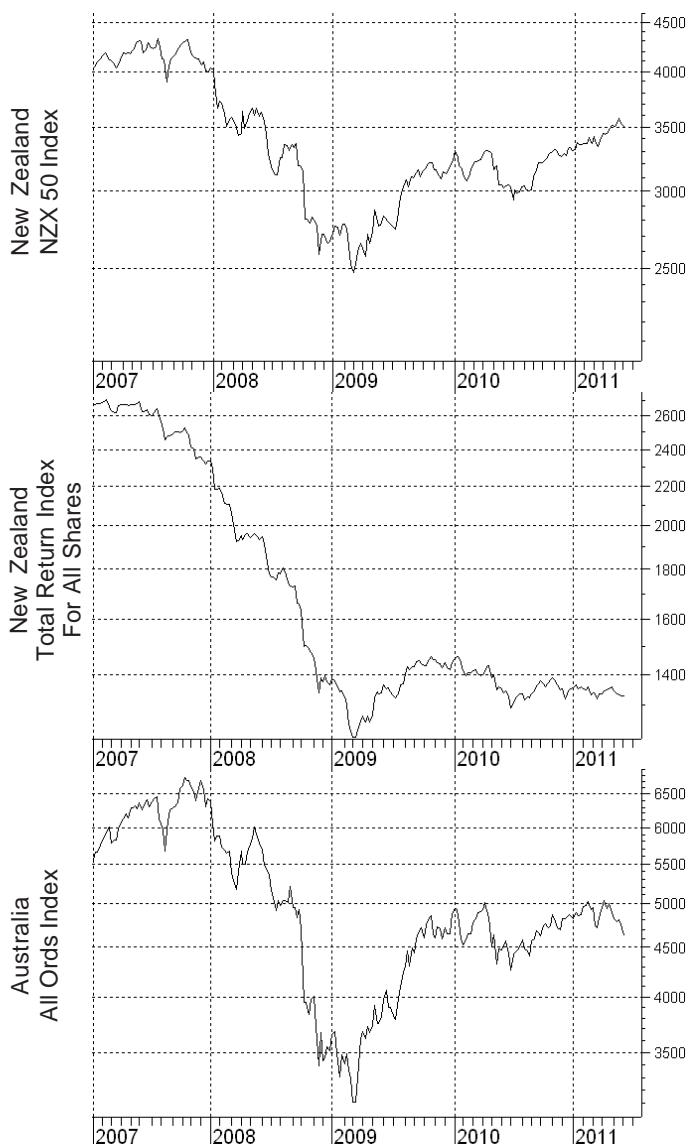
For example, The Reject Shop shares currently trade at a similar *valuation* to where we bought into the company six years ago. No, the shares are not back to the *price* at which we bought: The shares are up 4½ fold and our initial investment has been fully repaid by dividends. So The Reject Shop has been a very successful investment. But the shares currently trade at a similar *valuation* (i.e. P/E, Yield) at which we first bought into this company. The growth in the share price matches the growth in the company's business . . . and the dividends have come from growing operating profits. Six years ago the company had about 100 stores and plans to expand to over 170 stores. Today it has around 200 stores, with plans to grow to 400 stores. So The Reject Shop shares have a similar valuation, the same business model and same future growth potential today as they did in January 2005. All the reasons that made The Reject Shop a "Buy" in January 2005 exist today.

The high Australian dollar may depress profitability of many Australian exporters or companies with international businesses, but exchange rates do not determine the long term viability or profitability of a business. Companies adapt. Iluka Resources probably won't worry about the high Australian dollar this year and Technology One is adapting by moving some of its R&D offshore.

The shares of cash rich, debt-free and high cashflow Integrated Research trade on a Price/Earnings ratio of 7¾ and a Yield of 10.0%. Low debt, high cashflow Melbourne IT shares trade on a P/E of 8½ and Yield 8.8%. These are valuations only seen every 20-30 years, when stockmarkets are very out of favour and are near major lows. Buying (and holding) shares during these rare extremes of under-valuation will build significant fortunes over the medium to long term.

### Stockmarket Forecasts

	One-Month	One-Year
Australia:	51% (Neutral)	54% (Neutral)
New Zealand:	71% (Bullish)	52% (Neutral)



# Performance Forecasts

"Performance Forecasts" are computer generated predictions of the relative future price performance of a company's shares over the next three to six months. Performance Forecasts are calculated for every listed NZ share (except Investment Trusts) on a rating scale using the letters "A" (Highest potential for capital appreciation over the next 3-6 months), "B" (Above Average), "C" (Average), "D" (Below Average) and "E" (Lowest). These predictions are NOT buy or sell recommendations, but can be useful to help time planned purchases or sales, or to identify shares worthy of further study and analysis.

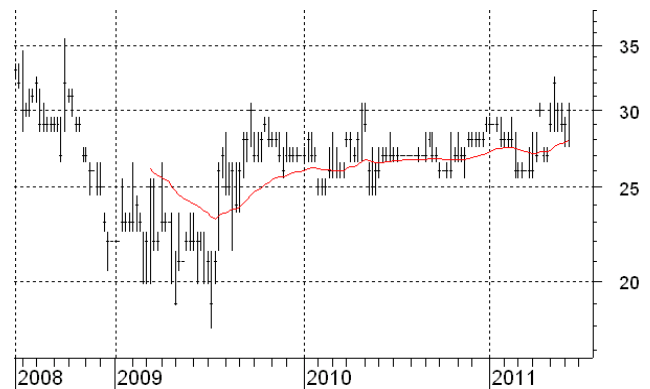
Company	Forecast	Price	Price/Sales Ratio	P/E Ratio	Gross Yield	Company	Forecast	Price	Price/Sales Ratio	P/E Ratio	Gross Yield	Company	Forecast	Price	Price/Sales Ratio	P/E Ratio	Gross Yield
AMP Limited	B	636	1.44	15	6.2	Jasons Media	C	30	0.41	11	11.9	Pyne Gould Corp	D	40	1.51	14	Nil
AMP Onyx Mgmt	D	78	5.64	NE	9.0	Just Water Int.	E	9.0	0.23	NE	Nil	Rakon Ltd	D	107	1.08	24	Nil
Abano Health	C	465	0.55	94	6.5	Kathmandu Ltd	B	221	1.80	47	4.5	Renaissance	D	18	0.04	21	Nil
Affco Holdings	D	36	0.16	7	Nil	Kermadec Prop.	B	63	6.23	11	4.8	Restaurant Brds	B	258	0.78	11	9.4
Air New Zealand	C	105	0.28	14	9.5	Kingfish Ltd	A	102	N/A	9	8.5	Rubicon Limited	E	70	0.42	NE	Nil
Akd Int Airport	B	226	7.56	67	5.2	Kirkcaldie & St	B	255	0.61	22	4.5	Ryman Health	A	280	N/A	14	1.4
Allied Farmers	D	1.0	0.19	NE	Nil	Kiwi Property	D	104	5.25	NE	7.6	Salvus Strat.	B	84	N/A	NE	4.3
Allied Work.	A	177	0.48	14	8.2	Life Pharmacy	D	35	3.26	NE	Nil	Sanford Limited	B	530	1.18	20	6.2
Argosy Property	C	83	4.92	17	2.1	Lombard Group	E	3.0	0.40	NE	Nil	Satara Co-op	E	55	0.21	NE	Nil
Barramundi Ltd	B	74	N/A	5	11.6	Lytelton Port	B	228	2.67	26	2.8	Savoy Equities	E	0.3	N/A	NE	Nil
Bliis Technology	E	5.0	3.94	NE	Nil	Mainfreight Grp	A	1001	0.74	23	2.9	Scott Tech. Ltd	B	155	1.04	13	4.8
Briscoe Group	B	150	0.76	15	8.6	Marlin Global	C	96	N/A	9	2.1	Sealegs Corp	E	17	1.35	NE	Nil
Broadway Ind	E	30	0.39	NE	Nil	Media Tech.	E	3.0	0.41	NE	Nil	Seeka Kiwifruit	C	245	0.29	4	11.7
Building Soc.	E	68	N/A	NE	Nil	Methven Limited	C	155	0.85	22	8.4	Skellerup Hold.	C	126	1.33	20	5.1
Burger Fuel	D	45	3.11	NE	Nil	Metro. LifeCare	C	216	4.21	4	Nil	Sky City Ltd	B	346	2.39	14	6.4
CDL Investments	D	30	8.17	26	5.7	Michael Hill	B	92	0.79	13	4.3	Sky Network TV	C	570	2.99	22	3.5
CER Group Ltd	E	0.9	0.48	NE	Nil	Mid-Cap Index	C	225	N/A	NE	Nil	Smartpay NZ Ltd	D	20	0.51	NE	Nil
Canty Bldg Soc.	D	285	1.06	29	Nil	Millennium & C.	C	44	1.33	13	3.9	Smiths City	C	34	0.08	11	5.9
Cavalier Corp	A	365	1.12	15	7.0	Mowbray Collect	D	70	2.32	NE	Nil	Sol. Dynamics	E	20	0.23	NE	Nil
Cavotec MSL	C	285	1.25	23	1.4	NZ Exchange Ltd	A	235	5.61	30	6.1	South Port NZ	A	320	3.67	16	5.8
Charlie's Group	E	28	2.60	33	Nil	NZ Experience	C	33	1.16	8	10.8	Speirs Group	C	10	0.09	NE	Nil
Chol Motor Co	A	260	0.20	17	8.2	NZ Farming Sys.	C	70	4.88	NE	Nil	Steel & Tube	A	265	0.62	24	4.6
Comvita	B	170	0.58	13	2.5	NZ Finance Hold	D	3.5	0.08	NE	Nil	Sthn Travel	E	10	0.12	NE	Nil
Connexion	D	10	0.67	NE	Nil	NZ Oil & Gas	N/R	92	3.64	NE	7.8	Tag Pacific Ltd	E	12	0.15	NE	Nil
Contact Energy	C	584	1.65	23	6.1	NZ Refining Co	C	390	4.37	46	Nil	TeamTalk Ltd	C	230	1.65	13	12.4
Cynotech Hold.	E	1.5	0.12	NE	Nil	NZ Wool Service	C	54	0.25	NE	Nil	Telecom Corp	C	232	0.84	11	10.4
Delegat's Group	B	215	0.98	51	5.3	NZ Wine Company	C	143	0.95	NE	2.0	Tenon Ltd	E	93	0.13	NE	Nil
Dominion Fin.	C	1.0	0.01	0149.3	Nil	NZ Windfarms	D	17	N/A	NE	Nil	Tourism Hold.	C	70	0.49	14	8.2
Dorchester Pac	D	12	1.23	NE	Nil	NZSX 50 Port.	D	134	N/A	NE	Nil	Tower Limited	C	182	0.78	8	7.8
Ebos Group Ltd	C	717	0.27	16	6.2	NZSX 10 Fund	C	92	N/A	NE	Nil	Training Sol.	E	0.1	N/A	NE	Nil
Ecoya Ltd	C	80	2.87	NE	Nil	NZX Aust MidCapC	C	560	N/A	NE	Nil	Trust Power Ltd	B	740	3.04	21	7.1
F & P Appliance	D	63	0.40	13	Nil	Nat Property Tr	D	51	3.51	NE	8.8	Turners Auction	B	138	0.54	12	11.4
F & P Health.	C	293	3.01	24	6.0	New Image Group	C	25	0.72	8	8.6	Turners & Grow.	B	170	0.23	16	3.5
Finzsoft Sol'ns	C	33	0.40	5	Nil	Northland Port	B	166	N/A	22	4.7	VTL Group Ltd	C	1.5	0.01	0	Nil
Fletcher Build.	A	866	0.77	19	4.1	Nuplex Indust	B	310	0.41	8	6.8	Vector Ltd	B	258	2.16	13	7.8
Freightways Ltd	B	347	1.62	18	5.8	Opus Int'l Cons	B	223	0.85	14	4.9	Vital Health PT	C	117	5.91	23	8.1
Genesis Res.	D	5.5	0.62	NE	Nil	Oyster Bay	D	185	2.00	NE	Nil	WN Drive Tech.	E	1.5	0.72	NE	Nil
Goodman Prop.	C	96	6.52	24	8.1	Ozzy (Tortis)	C	359	N/A	NE	Nil	Wakefield Hlth	B	560	1.05	16	3.8
Guinness Peat	C	84	0.12	3	1.8	PGG Wrightsons	D	52	0.34	16	Nil	Warehouse Group	B	369	0.69	14	9.3
GuocoLeisure	D	67	1.73	13	2.3	Pac Edge Bio.	D	29	N/A	NE	Nil	Widespread Port	N/R	16	7.62	1	Nil
Hallenstein G.	B	390	1.12	12	6.2	Pike River Coal	E	88	N/A	NE	Nil	Windflow Tech.	D	55	0.28	NE	Nil
Hellaby Hold.	C	228	0.86	38	5.0	Port Tauranga	A	874	7.91	26	4.7	Wool Equities	C	18	N/A	NE	Nil
Heritage Gold	N/R	2.1	N/A	NE	Nil	Postie Plus Grp	D	26	0.09	18	Nil	World Index Fd	D	105	N/A	NE	Nil
Horizon Energy	A	375	3.02	16	6.5	Propertyfinance	D	3.0	0.05	NE	Nil	Xero Ltd	C	235	N/A	NE	Nil
Infratil NZ	B	184	0.52	17	5.2	Property F Ind.	C	121	8.06	26	6.8	Zintel Comm.	E	24	0.22	25	6.0
Inv Research Gr	C	0.8	0.31	NE	Nil	Pumpkin Patch	B	116	0.51	8	11.7	<b>Ave of 137 Cos</b>	<b>C</b>	<b>167</b>	<b>0.23</b>	<b>6</b>	<b>4.6</b>
AGL Energy Ltd	B	1425	0.97	18	4.1	DUET Group	B	174	1.31	11	11.5	Newcrest Mining	B	3745	6.46	33	0.7
AMP Ltd	B	493	1.33	14	6.1	David Jones	C	410	1.01	12	7.3	News Corp.	B	1630	0.43	6	1.0
ANZ Bank	B	2153	1.75	12	5.9	Deutsche Div Tr	C	131	6.10	14	7.1	Nufarm Limited	B	484	0.58	22	Nil
APA Group	B	431	2.36	23	4.9	Dexus Property	C	90	6.06	NE	5.7	OZ Minerals Ltd	B	135	3.86	8	5.2
ASX Limited	B	3105	7.33	16	5.6	Djerriwarrh	A	395	N/A	34	6.6	Oil Search Ltd	B	681	N/A	47	1.2
Adelaide Bright	C	306	1.81	13	5.4	Downer EDI Ltd	B	385	0.23	NE	7.6	Onesteel Ltd	B	182	0.39	9	6.0
Alacer Gold	E	924	N/A	NE	Nil	DuluxGroup Ltd	A	282	1.33	17	1.1	Orica Ltd	C	2562	1.60	7	3.7
Alumina Ltd	B	222	N/A	NE	2.8	Energy Resource A	A	425	1.38	17	1.9	Origin Energy	B	1569	1.67	23	3.2
Amalgamated Hld	B	594	1.16	10	6.2	Envestra	A	64	2.30	24	8.7	Paladin Energy	D	279	8.74	NE	Nil
Amcor Ltd	B	699	0.87	47	4.2	Equinox Min.	C	789	N/A	NE	Nil	Panaust Ltd	B	377	3.81	15	Nil
Aneka Tambang	D	125	N/A	NE	Nil	Extract Res.	D	779	N/A	NE	Nil	Perpetual Ltd	B	2621	2.25	13	6.3
Ansell Ltd	A	1360	1.45	15	2.2	Fairfax Media	B	99	0.94	8	2.5	Platinum Asset	B	412	9.31	17	5.3
Aquarius Plat.	B	522	4.57	69	1.1	Flight Centre	C	1994	1.11	14	3.5	Premier Invest	B	606	1.04	18	5.9
Aquila Res.	D	775	N/A	NE	Nil	Fortescue Metal	B	632	5.45	30	Nil	Primary Health	B	330	1.25	12	7.6
Argo Investment	B	556	N/A	22	4.9	Foster's Group	B	452	1.96	12	2.7	Q.B.E. Insur.	B	1718	1.16	14	7.5
Aristocrat Leis	B	247	1.94	17	2.0	GPT Group	B	311	6.97	13	5.2	Qantas Airways	C	189	0.31	38	Nil
Asciano Limited	C	152	1.56	24	Nil	GWA Group Ltd	B	280	1.28	15	6.4	REA Group Ltd	A	1201	7.94	31	1.3
Atlas Iron Ltd	C	365	N/A	NE	Nil	Goodman Fielder	B	101	0.52	9	10.7	Ramsay Health	B	1805	1.07	25	2.4
Aurora Oil Gas	C	333	N/A	NE	Nil	Goodman Group	B	74	7.83	NE	4.6	Reece Australia	A	2195	1.45	19	2.4
Ausdrill Ltd	A	320	1.32	17	3.4	Graincorp	A	830	0.82	21	3.0	Rio Tinto Ltd	B	8020	0.57	2	1.4
Austar United	B	132	2.36	17	Nil	Harvey Norman	B	250	1.98	11	5.6	Riversdale Min.	C	1659	N/A	NE	Nil
Australand Prop	B	290	2.23	10	7.1	Hast Div Util	B	160	5.40	NE	7.5	S/Tracks ASX200	B	4364	N/A	14	3.1
Aust Foundation	B	450	N/A	25	4.7	Henderson Group	B	219	5.73	36	4.5	SP Ausnet	B	93	1.70	10	8.6
Aust Infra.	B	185	N/A	6	5.4	Hutchison Tel.	E	7.6	1.29	NE	Nil	Santos Ltd	A	1395	5.48	24	2.7
BHP Billiton	B	4315	2.45	10	2.3	IOOF Holdings	C	653	2.03	22	2.8	Seek Ltd	B	670	8.00	25	1.8
BWP Trust	B	180	9.72	8	6.7	Iluka Resources	B	1749	7.53	NE	0.5	Seven Group	B	859	4.88	NE	2.1
BANK of Q'land	B	800	0.77	10	6.5	Incitec Pivot	C	379	2.11	15	2.1	Seven West Med.	B	409	2.31	10	11.0
Beach Energy	B	97	2.17	32	1.8	Insurance Aust.	B	356	N/A	33	3.7	Sims Metal Mgmt	B	1642	0.45	26	2.0
Bendigo Bank	B	856	1.03	13	5.0	Investa Office	B	66	8.43	42	6.0	Sonic Health	A	1198	1.55	16	4.9
Billabong Int'l	C	620	1.06	11	5.8	Iress Mkt Tech	A	926	6.38	23	3.8	Soul Pattinson	A	1283	3.72	14	2.7
Bluescope Steel	B	128	0.27	18													

# Recommended Investments

**CDL Investments** reports “good sales activity in a number of regions” and is “cautiously optimistic” about trading for the current financial year.

(Continued on Page 4)

## CDL Investments



## Portfolio of Recommended Investments

CURRENT ADVICE	Company	Code	Initial Recommendation - Date -	Price	Performance Forecast	Issued Shares (mil.)	Volatility Ratio	Price/Sales Ratio	Price/Earnings Ratio	Gross Dividend Yield	Recent Share Price	Cash Dividends Rec'd	Total Return %
	<u>NZ Shares</u>												
HOLD+	CDL Investments Ltd	CDI	12/01/99	25	D	252.8	1.5	8.17	26	5.7	30	20.3	+101%
HOLD+	Cavalier Corporation	CAV	05/12/95	156*	A	67.8	1.0	1.12	15	7.0	365	267.0	+305%
HOLD	Colonial Motor Company	CMO	10/11/92	128*	A	32.7	0.5	0.20	17	8.2	260	325.3	+357%
HOLD	Lyttelton Port Company	LPC	12/12/00	150	B	102.3	0.7	2.67	26	2.8	228	77.7	+104%
BUY	Michael Hill Int'l Ltd	MHI	11/06/91	5*	B	382.5	0.9	0.79	13	4.3	92	33.4	+2408%
HOLD+	Nuplex Industries Ltd	NPX	11/02/97	523*	B	192.2	1.0	0.41	8	6.8	310	398.0	+35%
HOLD	Postie Plus Group	PPG	08/05/06	71	D	40.0	1.9	0.09	18	Nil	26	8.5	-51%
HOLD	Renaissance Corp	RNS	13/08/96	85*	D	45.7	2.8	0.04	21	Nil	18	53.9	-15%
HOLD	Smiths City Group	SCY	09/10/06	64	C	53.0	1.4	0.08	11	5.9	34	14.0	-25%
HOLD	South Port New Zealand	SPN	13/02/96	120	A	26.2	0.6	3.67	16	5.8	320	139.8	+283%
HOLD+	Steel & Tube Holdings	STU	08/08/00	146	A	88.4	0.8	0.62	24	4.6	265	245.6	+250%
	<u>Australian Shares</u> (in Aust cents)												
HOLD	AJ Lucas Group	AJL	13/05/03	120	B	65.3	0.7	0.25	NE	4.1	135	41.0	+47%
BUY	Atlas South Sea Pearl	ATP	14/05/96	73	B	136.4	2.2	1.07	7	Nil	11	17.5	-61%
HOLD	Breville Group Ltd	BRG	13/11/06	171	A	129.5	0.5	1.02	19	3.3	332	36.5	+115%
HOLD	Campbell Brothers Ltd	CPB	12/10/99	389*	A	67.5	0.2	2.84	24	3.0	4660	679.0	+1273%
HOLD+	Cardno Ltd	CDD	14/12/09	399*	A	90.5	0.4	1.07	14	5.2	563	45.6	+53%
HOLD	Cellnet Group Ltd <sup>1</sup>	CLT	12/02/02	147*	B	73.5	1.2	0.35	23	Nil	36	33.4	-49%
HOLD+	Chandler Macleod Group	CMG	14/08/01	51*	A	407.4	1.2	0.28	23	3.3	41	21.7	+23%
HOLD+	Circadian Technologies	CIR	10/02/04	188	C	45.2	0.9	11.88	NE	Nil	60	65.0	-34%
BUY	Clarius Group Ltd	CND	08/04/03	82*	B	85.8	1.0	0.20	18	3.2	63	67.5	+59%
BUY	CPT Global Ltd	CGO	10/03/08	88	B	36.9	0.9	0.58	NE	Nil	60	8.8	-22%
BUY	CSG Limited	CSV	11/10/10	175	B	269.9	0.9	0.85	7	5.7	97	2.5	-43%
HOLD+	Devine Ltd	DVN	13/11/06	84*	C	634.9	1.5	0.26	18	4.3	24	18.9	-50%
BUY	Ellex Medical Lasers	ELX	14/03/06	49	C	84.9	1.8	0.31	4	Nil	18	Nil	-63%
BUY	Fiducian Portfolio Ser	FPS	11/02/08	260	A	32.2	0.7	1.90	11	6.2	137	26.8	-37%
BUY	Finbar Group Ltd	FRI	12/04/10	106	B	162.5	0.7	1.01	7	7.9	96	5.5	-5%
HOLD	Iluka Resources Ltd	ILU	12/10/04	471	B	415.5	0.3	7.53	0	0.5	1749	72.0	+287%
BUY	Integrated Research	IRI	14/01/08	40	B	166.8	1.4	1.12	8	10.0	25	11.5	-9%
HOLD	Mnet Group <sup>1</sup>	MNZ			C	208.3	3.6	0.88	NE	Nil	4.0	Nil	
HOLD	M2 Telecommunications	MTU	09/10/06	33	A	121.5	0.4	1.00	25	3.0	334	30.5	+1005%
BUY	Melbourne IT	MLB	10/02/04	53	B	80.0	0.6	0.72	8	8.8	171	67.0	+348%
BUY	Nomad Building Solutio	NOD	16/08/10	13*	C	241.7	2.4	0.07	1	Nil	10	Nil	-23%
BUY	Novarise Renewable Res	NOE	14/03/11	25	A	399.3	1.7	1.20	6	4.4	23	Nil	-10%
HOLD-	Photon Group Ltd	PGA	10/11/08	132*	B	187.4	3.7	0.01	NE	71.4	4	11.8	-88%
BUY	Probiotec Ltd	PBP	11/02/08	116	A	52.8	1.2	0.26	4	9.5	37	9.3	-60%
HOLD+	Prophecy International	PRO	08/09/08	26	B	47.2	1.7	1.87	28	12.5	20	7.3	+5%
HOLD+	Skilled Group Ltd	SKE	12/03/02	126	B	222.5	0.6	0.26	34	Nil	225	132.0	+183%
HOLD	Technology One Ltd	TNE	11/11/03	44	A	300.3	0.7	2.41	18	3.9	109	27.3	+210%
BUY	TFS Corporation Ltd	TFC	08/01/07	45	B	238.9	0.8	1.76	6	5.3	90	14.2	+131%
BUY	The Reject Shop Ltd	TRS	11/01/05	257	B	26.0	0.3	0.65	13	5.7	1174	271.5	+462%
HOLD	Village Roadshow	VRL	10/08/09	77	B	166.5	0.4	0.53	10	Nil	411	29.0	+471%

The average Total Return (i.e. both Capital Gains/Losses plus Dividends received) of all current investments from initial recommendation is +202.3%. This is equal to an average annual rate of +27.2%, based upon the length of time each position has been held.

The average annual rate of gain of ALL recommendations (both the 40 current and 150 closed out) is +30.2%, compared with a market gain of +4.2% (by the SRC Total Return Index).

CURRENT ADVICE is either Buy, Hold+, Hold, Hold- or Sell. Hold+ indicates the most attractive shares not rated as Buy. Hold- indicates relatively less attractive issues.

\* Initial Recommendation Prices adjusted for Share Splits, Bonus and Cash Issues.

(1) Cellnet Group includes 1½ shares in Mnet Group distributed to shareholders.



**Recommended Investments**

(Continued from Page 3)

**Cavalier Corporation's** 50% owned Cavalier Wool Holdings has received **Commerce Commission** approval to acquire all of the wool scouring assets of **Wool Services International**. This would consolidate the NZ wool scouring industry into one monopoly business but the Commerce Commission believes that the proposed rationalisation would yield "considerable cost savings" in the industry. The Commission expects lower costs for production and administration, freeing up of industrial sites, lower ongoing capital expenditure and improvements to wool handling.

Cavalier Wool Holdings still has to negotiate the purchase of the wool scouring assets of Wool Services International - but that company's two major shareholders (owning a controlling 63.8%) have been placed in receivership.

**Cavalier Corporation**

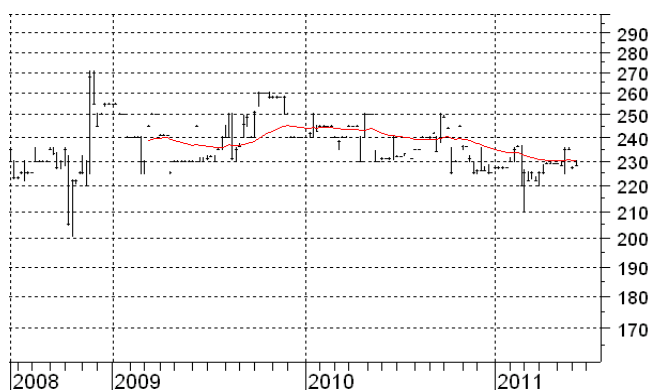


**Lyttelton Port Company** has upgraded its June 2011 profit forecast from \$10 million to \$12 million (11.7 cents per share). That figure - which *excludes* asset write downs and insurance proceeds relating to the earthquakes - is up 33% on the 2009 result.

The company also reports that 64 cruise vessels currently plan to visit the port from October 2011 to April 2012 - making it the "busiest cruise season" to date. A new purpose built cruise berth will be available for the 2012-2013 season.

The Government has also announced its intention to fast-track a 10-hectare reclamation at Lyttelton Port which will use around one million tonnes of rubble (from the estimated 8.5 million tonnes created in the 22 February earthquake). This will also enable suitable rubble to be

**Lyttelton Port Company**



directly trucked from the city to the port, saving \$90 million over the cost of first transporting and sorting rubble at a recovery site. While this is probably a sensible response to rebuilding after the earthquake, Lyttelton Port Company will benefit from a low-cost port expansion!

The existing 14 hectare container terminal will need repairs twice over the next 3-5 years as the land settles after the recent earthquake.

**Nuplex Industries** has downgraded its 2011 profit forecast from \$68-75 million to \$62-65 million (32-34 cents per share) after a downturn in the Australian composite business.

**Nuplex Industries**



**Postie Plus Group** has reported third quarter revenues (i.e to 30 April 2011) up 4.8% to \$29.6 million. Same-store revenues rose 3.4%. Revenues for the first nine months of the current financial year are up 4.6% at \$86.2 million. Stock levels are "under control and within the budgeted plan".

**Postie Plus Group**



**Renaissance Corporation's** revenues for the six months to 31 March fell 5.5% to \$102.1 million and there was a net *loss* of \$856,000 (*minus* 1.9 cents per share), compared with a loss of \$1,882,000 in the same period a year ago.

There was a net operating cash *deficit* of \$6.2 million, down from a \$7.6 million surplus a year earlier.

The Christchurch earthquake has impacted results and while the company does have insurance cover for loss of business, no insurance recoveries have been included in the first half results. The Natcoll education business has 183 students but has been unable to teach since the February earthquake - with an estimated \$235,000 loss of profit margin. One retail store in

Christchurch has been condemned and a second has yet to re-open - with an estimated loss of margin of \$340,000.

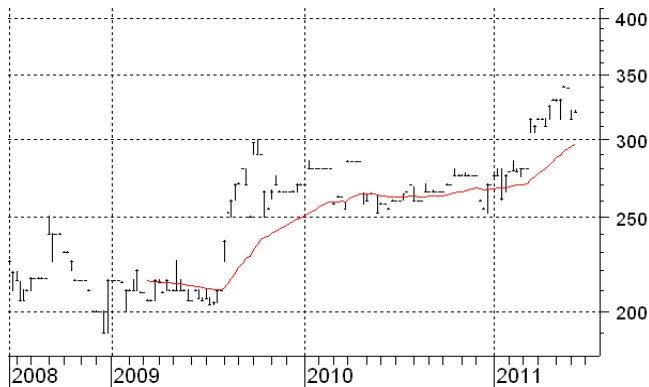
The company predicts a trading loss of \$2.3 million for the full year, before any insurance recoveries.

**Renaissance Corporation**



**South Port New Zealand** recorded total cargo volumes of 2.17 million tonnes for the ten months to 30 April, up 23% on the previous year. The directors have also upgraded the current year profit forecast from \$4.8-5.2 million to \$5.6-5.8 million (21½-22 cents per share) - up 7½-11½% on the 2010 result.

**South Port New Zealand**



**Australian Shares**

*(This section is in Australian currency, unless stated.)*

**AJ Lucas Group** has requested that its shares be suspended for “up to six weeks” to evaluate various proposals to raise debt financing or new capital “up to 15% of the company's share capital”. A temporary suspension in this situation is common, but usually only for a few days while negotiations are finalised.

**Cuadrilla Resources** has postponed fracking at the *Preese Hall* well following a small, magnitude 1.5 earthquake on 27 May, just 2 km from the drill site. The company and government departments will analyse the seismic information before continuing. This could take “a number of weeks”.

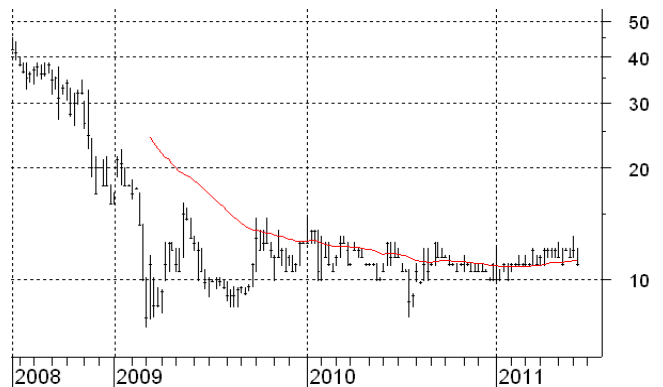
**Atlas South Sea Pearl** has opened its sixth retail jewellery outlet in Bali and will open its first retail jewellery outlet in Australia (at Claremont, Perth) later this year (together with a new corporate head office).

The company has identified compounds in its by-products - Mother of Pearl and oyster meat - “that will be suitable as active ingredients for cosmetics and perfumes”. Crushed Mother of Pearl has already been sold to a French company that is selling processed

material to cosmetic and pharmaceutical companies. Atlas South Sea Pearl is progressing with the development of its own range of cosmetics and perfumes which will be marketed through its own stores and through other retailers.

By 2015, the company plans to be harvesting 500,000 saleable pearls (up about 100%), 175 tonnes of Mother of Pearl shell and to be using 20% of its pearl production in value added jewellery production and retail sales. To achieve this it will need an additional transport vessel, 1000 longlines (200km of rope) and 200,000 growing panels for the oysters. It will also need to build 17 additional cleaning boats and 22 work/transport boats and take on a further 300 new employees. This will require an additional \$6.5 million in capital, to be funded from debt, cash flow or new equity over the next four years.

**Atlas South Sea Pearl**



**Campbell Brothers** lifted revenues 34.3% to \$1,108.3 million for the year to 31 March 2011. Net profits rose 75.6% to \$132,208,000 with earnings per share up 63.8% to 195.9 cents. A final 75.0 cents dividend will raise the annual dividend rate 40.0% to 140.0 cents.

The net operating cash surplus was 59.5% higher at \$158.8 million.

The ALS Minerals division experienced a 55% increase in samples, lifting revenues 63% to \$334.5 million and earnings 110% to \$111.8 million (51% of group earnings). The company expects “favourable market conditions for the next few years”.

ALS Environmental lifted revenues 26% to \$308.3 million and earnings 51% to \$66.2 million (30% of group earnings).

On 3 June it was announced that Campbell Brothers shares will be included in the S&P/ASX 200 Index from the 17 June. This has resulted in heavy trading as index funds (and other institutional investors who invest in larger, “safe” ASX 200 shares) have been buying in Campbell Brothers. Addition in the ASX 200 index should continue to generate institutional buying interest in the short to medium term.

At \$46.60, Campbell Brothers shares trade on a Price/Earnings ratio of 24 and offer a Dividend Yield of just 3.0%. That is not cheap, but this is a high quality business with further potential for growth from its Mineral division in the short to medium term, and good growth potential over the medium to long term from expansion into other laboratory services. *(Continued on Page 6)*

## Recommended Investments

(Continued from Page 5)

So we continue to see Campbell Brothers as a sound, long term holding in our investment portfolio.

Nevertheless, the shares are no longer cheap and we are over-weighted in Campbell Brothers shares - partly as they have increased 12-fold in value since we bought in 12-years ago and partly as we received further Campbell Brothers shares last November from the takeover of Ammtec (which have since increased 35% in value). As the current weak stockmarket is presenting some new, attractive investment opportunities, we believe this may be an appropriate time to realise some partial profits on our very large shareholding in Campbell Brothers which can help finance new investments in the near future.

### Campbell Brothers



Cardno has confirmed its profit forecast to June 2011 will be \$57-59 million (53-55 cents per share).

### Cardno



Chandler Macleod Group (including six month's contribution from the acquisition of **Ross Human Directions**) is forecasting a profit of \$11-13 million (2.4-2.8 cents per share) for the current year to June 2011, plus a \$3.8 million tax credit from a previous year. A full year's contribution from Ross Human Directions would have taken profits to \$14.6-16.6 million (3.1-3.6 cents per share).

The group also expects "strong cash flow" for the half year. This is important to reduce acquisition debt.

The group also reports a "strong pipeline of new business" and winning "a number of significant new tenders" although these will make not a contribution until the new financial year.

## Chandler Macleod Group

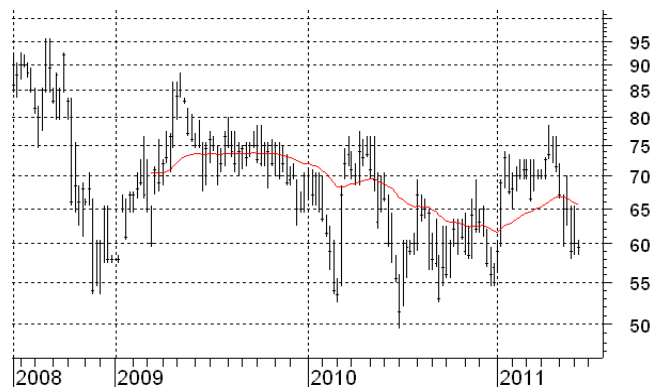


Circadian Technologies has announced the presentation of a study which shows increases in VEGF-C and VEGF-D in the blood of cancer patients who develop resistance to *Avastin* (a VEGF inhibitor). The report notes "VEGF-C increases were seen in patients prior to and at the time of disease progression while receiving *Avastin* and chemotherapy".

Circadian Technologies notes that "The findings are supportive of our strategy for combining our VEGF-C antibody (VGX-100) with *Avastin* to seek better outcomes for patients" and "We are excited to see the ever increasing amount of clinical data validating VEGF-C and D as important therapeutic targets".

*Avastin* earns annual revenues of US\$4,800 million for **Roche Holdings** - so one day a large drug company will probably acquire Circadian Technologies at a significant premium to its (relatively small) \$27 million market capitalisation!

### Circadian Technologies



Finbar Group has received approval for the redevelopment of the *St Marks* college site and the construction of *St Marks Apartments*. The existing heritage building will be converted into boutique offices and four new buildings, of 3-6 stories, will be constructed with 130 luxury apartments of 1-3 bedrooms.

Marketing will begin immediately, with construction expected to start in the second half of this calendar year.

The company has also received development approval for its project at 208 Adelaide Terrace and 311 Hay Street. This will involve two apartment buildings, each of 10 storeys with 96 apartments, ground floor commercial lots and a shared amenities deck with swimming pool, gym, games room, meeting and lounge facilities. Marketing of this \$105 million project will begin around September this year with construction expected to start

in early 2012. The land owner will receive 25% of the development profit, a joint venture financial partner will receive 30% and Finbar Group 45%.

While Finbar Group shares have weakened over the last six months, *insiders* have been actively buying shares on-market. Over the last year there have been ten *insider* buys on-market and no sells.

**Finbar Group**



Iluka Resources has concluded agreements with customers that will see the sales price of high grade rutile (i.e. for the pigment market) increase 70-75% from around US\$770/tonne during the first half of 2011 to US\$1300-1350/tonne in the second half of the year!

Synthetic rutile contract prices will increase a similar 70-75% to around US\$1100/tonne.

Discussions with Zircon customers for the September quarter are “progressing” and the company expects to settle contracts at around US\$2200/tonne. That is up 35-40% on the June quarter price around US\$1600/tonne and up about 70% on the March quarter price around US\$1300/tonne.

We estimate (based upon the company's forecast production volumes) that price increases should boost annual revenues from \$874 million in 2010 to around \$1,500 million this year. With no significant change in production costs, this extra \$625 million in revenues will flow through to pre-tax profits. In 2010, Iluka Resources earned just \$36 million in profits, but that could increase to an after tax profit of around \$470 million (110 cents per share) this year. Brokers currently estimate 2010 earnings per share around 41-105 cents.

If prices remained stable at these higher levels, then revenues would rise a further \$320 million in 2012, boosting net profits to almost \$700 million (about 160-165 cents per share). Brokers estimates for 2011 are earnings per share of 72-193 cents.

At \$17.49, Iluka Resources therefore trade at about 16 times estimated 2010 earnings and 10½-11 times 2011 earnings. That is looking fairly “fully priced” - although we would favour “letting profits run” rather than risk selling too early during this boom. Iluka Resources are currently in favour with institutional investors who are steadily purchasing the shares at ever increasing prices. Also, while the shares look “fully priced” based upon expected sales prices of its production, the shares *could* rise significantly higher if either (1) sales prices remain steady but the shares rise to a higher valuation or (2) sales prices continue to rise, further boosting profitability. The doubling or tripling of sales prices over a year has significantly increased the value of Iluka Resources

shares - and at this stage that boom shows no signs of slowing down. Ultimately higher prices will encourage competitors to enter the market, make lower grade deposits economic and increase annual Mineral Sands production, but developing new mining operations requires significant up-front capital investment (which is still difficult to finance in the current market) and takes many years.

Overall we favour holding onto our Iluka Resources shares and letting profits run at this stage.

**Iluka Resources**



Novarise Renewable Resources expects its new Nan'an production facility to be operational in the September quarter, lifting annual production capacity from 45,000 tonnes to 75,000 tonnes. The company is also “producing and selling more finished products” and increasing international sales.

Technology One has lifted revenues 20.9% to \$71.6 million over the six months to 31 March 2011. Profits were up 28.7% to \$7,356,000 (2.4 cents per share) and the interim dividend will be raised 9.8% to 1.46 cents. The directors will consider a special dividend (as well as a final dividend) at the end of the financial year to distribute some surplus cash.

The net operating cash surplus was 27% lower at \$6.7 million. The company has cash (and deposits) of \$33.4 million and interest bearing debts of \$7.6 million.

The company predicts the full year result to be ahead 10-15%. Longer term Technology One expects that its UK operation will “move from a significant loss to profit” and “given the size of the market has the potential to provide significant profit growth”.

Technology One also plans to establish an offshore R&D centre, to lower its R&D costs (i.e. improve profit margins) and also to improve customer support.

**Technology One**



(Continued on Page 8)



## Recommended Investments

(Continued from Page 7)

**TFS Corporation** and the **Forest Products Commission Western Australia** have completed the test harvest of trees. The testing confirms that the size of a tree, rather than its age, is important in determining the volume of heartwood and oil. Silviculture practices have “improved significantly” since these test trees were planted, and TFS Corporation is confident its trees will be “superior in size” to those in the test. Oil produced from the test harvest was sold for US\$4000 per kilogram, an 80% premium to the current spot price of US\$2,100.

The company's offering of *Beyond Carbon* plantation investments for the year to June 2011 has closed, fully subscribed.

**The Reject Shop** has begun re-commissioning its Ipswich Distribution Centre which should be fully operational by late August.

To date the company has received \$12 million in insurance payments, but expects “the total insurance claims will be significantly higher” and include the loss of profits from the disruption of its business. Nevertheless, some costs will not be recoverable and the company has downgraded its current year profit forecast from \$21-22 million (before the flood) to \$16-17 million. This, however, is a one-off setback and the company will be opening a further 15 stores during 2012 to continue its long term growth.

At \$11.74, The Reject Shop shares trade on a Price/Sales ratio of 0.65, a Price/Earnings ratio of 13 and a Dividend Yield of 5.7%. That is good value for a company with sound growth potential from the long term expansion of store numbers. In fact, when we originally bought The Reject Shop shares in January 2005 the P/S ratio was 0.34, the P/E ratio 11 and Dividend Yield expected to be 5.8%. So the shares trade on a similar valuation today. Our 4½-fold gain on this investment over six years comes from the company's expansion - and with that expansion planned to continue, the shares have the potential to generate similar investment returns in future years!

The current year's problems will impact slightly on the P/E ratio and Yield - but are largely “one-off” events. The decline in the share valuation over the last half year offers a new “buying opportunity” for investors not owning (or under weighted in) The Reject Shop shares. “Buy”.

### The Reject Shop



**Village Roadshow's** \$1.00 special dividend in July will consist of 80 cents of fully franked dividend and a 20 cents return of capital.

This distribution has different tax implications for Australian and New Zealand residents. Australian residents would benefit from the dividend, receiving a tax paid 80 cents dividend and (when the share price drops by about the amount of the distribution) a capital gains tax loss (which can be offset against a capital gain to save tax). On the other hand, New Zealand residents will be taxed in NZ on the 80 cents dividend (with no benefit from imputation tax credits) and are not subject to capital gains taxes. So this distribution has tax benefits to Australian residents and tax costs to NZ residents.

Assuming the shares fall 100 cents on going entitlement to the distribution, then an Australian resident would benefit by buying shares cum-distribution and selling ex-distribution (i.e. no change in cash holding, but realising a capital loss for tax purposes). A New Zealand resident would benefit from selling cum-distribution and buying back ex-distribution (i.e. avoiding an income tax liability of up to 29.6 cents).

At the very least, NZ resident investors seeking to realise some partial profits on Village Roadshow shares should sell cum-distribution rather than ex-distribution. More aggressive NZ investors may choose to sell all of their shares cum-distribution and re-purchase them ex-distribution.

The company has not yet announced ex-distribution dates or a payment date, but the capital reduction requires shareholder approval at an EGM on 29 June.

Owing to bad weather over the April school holidays, which depressed revenues at the Queensland theme parks, the company is forecasting full year profits down 9-23% at \$27-32 million (18-21 cents per share).

At 411 cents, Village Roadshow shares will be worth around 311 cents *after* the special dividend. That is 15-17 times this year's forecast profits. We continue to see good potential for this company to improve its operations and improve profitability, but again Village Roadshow shares are no longer *cheap* and investors may consider some partial profit-taking to provide cash to take advantage of new investment opportunities in the near future.

### Village Roadshow





# Computer Selections of NZ Shares based upon our Comprehensive Share Selection Criteria

For an explanation of this table see the *Share Selection Methods* report sent to all new subscribers or available from our website. These shares are not formal “buy” and “sell” recommendations, but the “Under-Valued”, “Best Performing” and “Income” shares should be considered for purchase, while the “Over-Valued” and “Worst Performing” shares can generally be sold to release money for re-investment in more attractive shares.

Company	STRENGTH RATING									
	Share Price	Cur. Price	4-Wk Rank	Rel. Strength	Brokers Following	Price/NTA	Return on Equity	Volatility	Price/Earnings	Dividend Yield

**UNDER-VALUED SHARES: Lowest Price/Sales, Yld>0, RelStrength>0**

SmithsCity	34	+0.9	+1.9	42	8-0	-0.4	4	1.4	11	5.9	0.08	18	
GuinnessPeat	84	+7.2	+0.2	14	2-0	-0.2	5	1.1	3	1.8	0.12	251	
Col Motor Co	260	+2.7	+1.4	30	0-0	-0.7	4	0.5	17	8.2	0.20	85	
Turners&Grow.	170	+7.4	-1.7	13	1-0	-0.6	4	0.8	16	3.5	0.23	192	
EbosGroupLtd	717	+1.1	-1.3	40	0-1	1	2.0	13	0.5	16	6.2	0.27	364
AlliedWork.	177	+18.7	+0.6	2	0-0	-2.4	16	0.8	14	8.2	0.48	46	
InfratilNZ	184	+1.1	-1.6	39	4-3	-1.1	6	0.8	17	5.2	0.52	1,109	
TurnersAuction	138	+1.0	-0.8	41	2-0	-1.9	15	0.8	12	11.4	0.54	38	
Kirkcaldie & St Steel & Tube	255	+0.6	+0.5	45	0-0	-1.3	6	0.5	22	4.5	0.61	26	
265	+6.5	-1.1	17	3-0	-1.6	7	0.8	24	4.6	0.62	234		
MainfreightGrp	1001	+14.2	+1.4	4	0-3	-3.2	14	0.6	23	2.9	0.74	986	
BriscoeGroup	150	+4.2	+1.0	22	4-0	-2.4	16	0.8	15	8.6	0.76	318	
FletcherBuild.	866	+6.5	-1.4	16	2-4	3	1.7	9	0.6	19	4.1	0.77	5,256
RestaurantBrds	258	+0.8	+2.4	43	0-0	-4.3	41	0.6	11	9.4	0.78	252	
MichaelHill	92	+6.8	-0.5	15	1-2	1	2.2	17	0.9	13	4.3	0.79	352
Telecom Corp	232	+1.4	+2.4	36	0-1	3	1.8	16	0.7	11	10.4	0.84	4,446
OpusInt'l Cons	223	+9.5	-2.7	10	0-0	-3.3	23	0.6	14	4.9	0.85	317	
HellabyHold.	228	+10.1	-0.6	7	1-0	-3.5	9	1.3	38	5.0	0.86	166	
Delegat'sGroup	215	+7.4	-0.5	12	0-0	-1.7	3	0.7	51	5.3	0.98	216	

**BEST PERFORMING SHARES: Strongest Shares, P/E<20, P/S<1.0**

AlliedWork.	177	+18.7	+0.6	2	0-0	-2.4	16	0.7	14	8.2	0.48	46	
OpusInt'l Cons	223	+9.5	-2.7	10	0-0	-3.3	23	0.6	14	4.9	0.85	317	
Turners&Grow.	170	+7.4	-1.7	13	1-0	-0.6	4	0.7	16	3.5	0.23	192	
GuinnessPeat	84	+7.2	+0.2	14	2-0	-0.2	5	0.9	3	1.8	0.12	251	
MichaelHill	92	+6.8	-0.5	15	1-2	1	2.2	17	0.7	13	4.3	0.79	352
FletcherBuild.	866	+6.5	-1.4	16	2-4	3	1.7	9	0.5	19	4.1	0.77	5,256
BriscoeGroup	150	+4.2	+1.0	22	4-0	-2.4	16	0.7	15	8.6	0.76	318	
FinzsoftSolns	33	+3.9	+2.0	25	0-0	-0.9	19	1.0	5	Nil	0.40	3	
F & P Appliance	63	+3.1	+1.0	27	2-0	1	0.5	4	1.2	13	Nil	0.40	453
Col Motor Co	260	+2.7	+1.4	30	0-0	-0.7	4	0.3	17	8.2	0.20	85	
Telecom Corp	232	+1.4	+2.4	36	0-1	3	1.8	16	0.6	11	10.4	0.84	4,446
InfratilNZ	184	+1.1	-1.6	39	4-3	-1.1	6	0.7	17	5.2	0.52	1,109	
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TurnersAuction	138	+1.0	-0.8	41	2-0	-1.9	15	0.7	12	11.4	0.54	38	
SmithsCity	34	+0.9	+1.9	42	8-0	-0.4	4	1.1	11	5.9	0.08	18	
RestaurantBrds	258	+0.8	+2.4	43	0-0	-4.3	41	0.5	11	9.4	0.78	252	

**INCOME SHARES: Highest Yields, Capitalisation>NZ\$100million**

PumpkinPatch	116	-14.9	+0.4	90	2-0	1	2.4	32	0.8	8	11.7	0.51	194
Telecom Corp	232	+1.4	+2.4	36	0-1	3	1.8	16	0.6	11	10.4	0.84	4,446
Air New Zealand	105	-10.3	-1.9	87	1-8	1	0.7	5	0.8	14	9.5	0.28	1,131
RestaurantBrds	258	+0.8	+2.4	43	0-0	-4.3	41	0.5	11	9.4	0.78	252	
WarehouseGroup	369	-0.2	+1.8	54	5-3	2	3.8	27	0.4	14	9.3	0.69	1,148
AMP Onyx Mgmt	78	+0.7	-0.2	43	2-1	-1.0	-0.6	NE	9.0	5.64	7.78		
BriscoeGroup	150	+4.2	+1.0	22	4-0	-2.4	16	0.6	15	8.6	0.76	318	
MethvenLimited	155	-5.7	-2.0	76	4-1	-2.0	9	0.8	22	8.4	0.85	103	
Vital Health PT	117	-58.3	+0.0	97	0-0	-1.1	5	0.5	23	8.1	5.91	166	
GoodmanProp.	96	-0.6	+0.8	57	0-1	-1.0	4	0.5	24	8.1	6.52	896	

**INSIDER BUYING: Most Insider Buying, Relative Strength>0**

GuocoLeisure	67	+3.9	-3.9	24	12-0	-0.7	5	0.8	13	2.3	1.73	917	
SmithsCity	34	+0.9	+1.9	42	8-0	-0.4	4	0.8	11	5.9	0.08	18	
Sky City Ltd	346	+6.4	+0.4	17	7-0	1	2.6	19	0.5	14	6.4	2.39	1,990
Port Tauranga	874	+9.5	+1.2	9	5-0	-1.8	7	0.4	26	4.7	7.91	1,171	
BriscoeGroup	150	+4.2	+1.0	22	4-0	-2.4	16	0.6	15	8.6	0.76	318	
Steel & Tube	265	+6.5	-1.1	17	3-0	-1.6	7	0.6	24	4.6	0.62	234	
FreightwaysLtd	347	+4.9	+0.1	21	4-1	-3.4	18	0.5	18	5.8	1.62	533	
TurnersAuction	138	+1.0	-0.8	41	2-0	-1.9	15	0.6	12	11.4	0.54	38	
F & P Appliance	63	+3.1	+1.0	27	2-0	1	0.5	4	1.1	13	Nil	0.40	453
GuinnessPeat	84	+7.2	+0.2	14	2-0	-0.2	5	0.8	3	1.8	0.12	251	

Company	STRENGTH RATING									
	Share Price	Cur. Price	4-Wk Rank	Rel. Strength	Brokers Following	Price/NTA	Return on Equity	Volatility	Price/Earnings	Dividend Yield

**OVER-VALUED SHARES: Highest Price/Sales Ratios, Relative Strength<0**

GoodmanProp.	96	-0.6	+0.8	57	0-1	-1.0	4	0.4	24	8.1	6.52	896	
Vital Health PT	117	-58.3	+0.0	97	0-0	-1.1	5	0.4	23	8.1	5.91	168	
Metro.LifeCare	216	-0.8	-1.8	59	0-0	-0.5	13	0.5	4	Nil	4.21	264	
BlisTechnology	5	-23.2	-3.7	93	0-0	-	-	1.8	NE	Nil	3.94	7	
NZ Oil & Gas	92	-5.4	+2.4	75	0-0	-0.8	-	0.7	NE	7.8	3.64	362	
NatPropertyTr	51	-1.8	-1.0	67	0-0	-0.8	-	0.6	NE	8.8	3.51	99	
BurgerFuel	45	-0.7	+4.1	58	0-0	-7.3	-	1.3	NE	Nil	3.11	24	
F & P Health.	293	-0.8	-0.1	61	2-1	2	4.9	20	0.4	24	6.0	3.01	1,522
LytteltonPort	228	-0.6	+0.9	58	0-0	-1.7	7	0.4	26	2.8	2.67	233	
Charlie'sGroup	28	-58.3	-0.0	98	0-3	-5.0	15	1.1	33	Nil	2.60	82	

**WORST PERFORMING SHARES: Weakest Shares, P/S Ratio>0.25, Yield<Twice Average**

Charlie'sGroup	28	-58.3	-0.0	98	0-3	-5.0	15	1.1	33	Nil	2.60	82	
Vital Health PT	117	-58.3	+0.0	97	0-0	-1.1	5	0.4	23	8.1	5.91	168	
WVDriveTech.	2	-38.3	+2.3	96	0-0	-1.1	-	2.8	NE	Nil	0.72	20	
BlisTechnology	5	-23.2	-3.7	93	0-0	-	-	1.7	NE	Nil	3.94	7	
SmartpayNZLtd	20	-13.3	+2.1	89	0-0	-	-	0.7	222	Nil	0.51	24	
WindflowTech.	55	-12.4	-3.5	88	0-0	-1.0	-	0.5	NE	Nil	0.28	7	
NZ Windfarms	17	-10.1	+3.4	86	0-0	-0.5	-	1.2	NE	Nil	N/A	49	
Pyne Gould Corp	40	-8.8	+5.6	83	2-1	-0.7	5	0.9	14	Nil	1.51	309	
WakefieldHlth	560	-8.4	+1.2	82	0-0	1	0.9	6	0.2	16	3.8	1.05	79
Building Soc.	68	-7.1	+0.1	80	0-0	-	-	0.8	NE	Nil	N/A	204	
HeritageGold	2	-7.1	-1.6	79	0-0	-0.7	-	2.8	NE	Nil	N/A	7	
Rubicon Limited	70	-6.5	-12.5	79	1-0	-0.9	-	0.4	NE	Nil	0.42	199	
NewImageGroup	25	-6.3	+4.4	78	1-0	-2.3	30	1.3	8	8.6	0.72	59	
Sealegs Corp	17	-6.0	-0.5	77	0-1	-2.8	-	1.4	NE	Nil	1.35	15	
Methven Limited	155	-5.7	-2.0	76	4-1	-2.0	9	0.7	22	8.4	0.85	103	
NZ Oil & Gas	92	-5.4	+2.4	75	0-0	-0.8	-	0.7	NE	7.8	3.64	362	
Abano Health.	465	-4.8	+1.8	74	0-0	-0.9	1	0.6	94	6.5	0.55	97	
Nuplex Indust	310	-4.6	-1.0	73	1-0	1	1.1	14	0.8	8	6.8	0.41	596
CavotecMSL	285	-3.9	-2.9	72	3-0	-2.4	10	0.6	23	1.4	1.25	181	
Tower Limited	182	-3.5	-1.4	71	0-1	2	1.1	13	0.6	8	7.8	0.78	474

**INSIDER SELLING: Most Insider Selling, Relative Strength<0**

Air New Zealand	105	-10.3	-1.9	87	1-8	1	0.7	5	0.7	14	9.5	0.28	1,131
Charlie'sGroup	28	-58.3	-0.0	98	0-3	-5.0	15	1.0	33	Nil	2.60	82	
Sealegs Corp	17	-6.0	-0.5	77	0-1	-2.8	-	1.3	NE	Nil	1.35	15	
Tower Limited	182	-3.5	-1.4	71	0-1	2	1.1	13	0.6	8	7.8	0.78	474
GoodmanProp.	96	-0.6	+0.8	57	0-1	-1.0	4	0.4	24	8.1	6.52	896	
PGGWrightsons	52	-3.2	+0.2	71	0-1	1	0.6	4	0.8	16	Nil	0.34	394

## “Neglect” Ratings of NZ Shares

“Neglected” Shares = 1-2 Brokers, “Moderately Followed” Shares = 3-4 Brokers, “Widely Followed” Shares = 5 or more Brokers.

Company	No. of Brokers Following	Market Capitalisation (NZ\$ Mill.)	Company	No. of Brokers Following	Market Capitalisation (NZ\$ Mill.)
Air New Zealand	1	1,131	PGGWrightsons	1	394
Akd Int Airport	2	2,942	PumpkinPatch	1	194
Cavalier Corp	1	248	Ryman Health.	1	1,393
Contact Energy	2	3,533	Sanford Limited	1	496
Ebos Group Ltd	1	364	Sky City Ltd	1	1,990
F & P Appliance	1	453	Sky Network TV	2	2,218
F & P Health.	2	1,522	Telecom Corp	3	4,446
Fletcher Build.	3	5,256	Tower Limited	2	474
Michael Hill	1	352	Vector Ltd	1	2,569
Nuplex Indust	1	596	Wakefield Hlth	1	79
			Warehouse Group	2	1,148

# Computer Selections of Australian Shares based upon our Comprehensive Share Selection Criteria

For an explanation of this table see the *Share Selection Methods* report sent to all new subscribers or available from our website. These shares are not formal "buy" and "sell" recommendations, but the "Under-Valued", "Best Performing" and "Income" shares should be considered for purchase, while the "Over-Valued" and "Worst Performing" shares can generally be sold to release money for re-investment in more attractive shares.

Company	Share Price	Cur. rent	4-Wk Chg.	Rank	4-99	Price	Return	Vola	Price	Divi	Price	Market	Company	Share Price	Cur. rent	4-Wk Chg.	Rank	4-99	Price	Return	Vola	Price	Divi	Price	Market		
						NTA	Equity	ity	Ratio	Yield	Ratio	Cap'n							NTA	Equity	ity	Ratio	Yield	Ratio	Cap'n		
<b>OVER-VALUEDSHARES: Highest Price/Sales Ratios, Relative Strength &lt;0</b>													<b>INSIDER SELLING: Most Insider Selling, Relative Strength &lt;0</b>														
Webfirm Group	11	-12.9	-2.0	80	0-1	11.0	-	1.0	NE	Nil	9.91	54	Berkeley Res.	44	-30.2	-9.8	97	0-2	-	-	-	0.7	NE	Nil	N/A	60	
Jindalee Res.	39	-15.0	-2.4	84	6-2	-	-	0.7	NE	Nil	9.80	13	Alchemy Res.	19	-29.5	-4.9	97	0-2	-	-	-	0.8	NE	Nil	N/A	14	
BWP Trust	180	-0.9	+0.5	46	0-0	4	1.0	12	0.2	8	6.7	972	911	Range River Gld	1	-29.5	+2.3	97	1-0	-	0.8	-	3.3	NE	Nil	1.78	15
Virax Holdings	2	-15.3	-1.7	85	0-0	-	-	2.0	NE	Nil	9.33	6	Bounty Oil Gas	3	-29.0	+2.2	97	0-0	-	-	-	1.8	NE	Nil	N/A	25	
Platinum Asset	412	-5.4	-1.8	62	0-1	4	-	-	0.3	17	5.3	931	2,313	Energia Mineral	10	-28.9	-11.6	97	2-0	-	-	-	1.0	NE	Nil	N/A	7
ING Priv Equity	29	-0.1	-4.3	63	2-0	-	0.6	8	0.6	8	8.1	9.02	39	Internoco Ltd	0	-28.8	-0.8	97	2-0	-	-	-	5.5	NE	Nil	0.98	6
Uscom Limited	22	-13.9	+1.0	82	0-0	-	4.4	-	0.7	NE	Nil	9.02	9	Water Resources	7	-28.6	-6.0	97	2-0	-	-	-	1.3	NE	Nil	N/A	13
Pelican Res.	7	-20.5	-6.1	91	0-0	-	-	-	1.4	43	Nil	8.95	9	North Aust Diam	32	-27.7	-2.4	96	0-0	-	-	-	0.5	NE	Nil	8.00	16
Bauxite Res.	19	-11.6	-4.2	78	2-0	-	-	-	0.8	NE	Nil	8.81	43	Silver Swan Grp	13	-26.7	+0.4	96	1-0	-	-	-	0.9	NE	Nil	N/A	7
Paladin Energy	279	-16.6	-6.9	87	3-0	5	1.8	-	0.4	NE	Nil	8.74	2,001	BPH Energy Ltd	4	-26.7	-0.2	96	0-0	-	0.5	-	1.5	NE	Nil	N/A	8
Somerton Energy	15	-3.8	-1.2	57	0-0	-	-	-	1.0	NE	Nil	8.53	7	AED Oil Ltd	19	-26.7	-2.2	96	2-0	-	-	-	0.7	NE	Nil	N/A	38
Excelsa Limited	23	-7.8	-1.7	68	0-0	-	0.8	-	0.7	NE	8.7	8.52	7	Chameleon Min.	1	-26.1	+0.3	96	2-0	-	-	-	3.7	NE	Nil	N/A	8
Camavale Res.	9	-14.6	-0.7	83	0-0	-	-	-	1.2	NE	Nil	8.42	7	Brazilian Metal	10	-25.7	-11.6	96	1-0	-	-	-	0.9	NE	Nil	N/A	6
Un. Biosensors	96	-10.7	-3.6	77	0-1	-	3.1	-	0.5	NE	Nil	8.39	153	Marathon Res.	18	-25.5	-14.0	95	0-0	-	-	-	0.9	NE	Nil	N/A	15
Quest Minerals	4	-2.3	-7.3	51	1-0	-	-	-	1.8	NE	Nil	8.05	5	Magma Metals	24	-25.3	+0.5	95	2-0	-	-	-	0.8	NE	Nil	N/A	47
Seek Ltd	670	-0.8	+1.1	46	1-0	7	10.0	40	0.2	25	1.8	8.00	2,255	Bannerman Res.	30	-25.2	-12.9	95	1-0	1	-	-	0.7	NE	Nil	N/A	60
Marion Energy	2	-22.1	-6.7	93	0-0	-	-	-	2.5	NE	Nil	8.00	7	Prosperity Res.	7	-25.2	-3.1	95	0-2	-	-	-	1.2	NE	Nil	N/A	6
North Aust Diam	32	-27.7	-2.4	96	0-0	-	-	-	0.6	NE	Nil	8.00	16	Genera Bio.	24	-25.1	-0.8	95	0-0	-	4.8	-	0.7	NE	Nil	N/A	17
Biotech Capital	13	-7.4	-3.0	67	0-0	-	0.6	-	0.9	NE	Nil	7.62	9	Uranium Equitie	7	-24.2	-8.8	95	8-0	-	-	-	1.3	NE	Nil	N/A	13
CFS Retail Prop	187	-0.5	-0.1	44	0-0	3	0.9	6	0.3	15	6.7	7.52	4,683	Aurora Minerals	17	-24.2	-1.5	95	0-0	-	-	-	0.7	NE	Nil	N/A	17
Auto Technology	2	-14.0	-11.7	82	9-0	-	2.0	-	2.3	NE	Nil	7.41	8	Cauldron Energy	14	-24.2	-9.8	95	1-0	-	-	-	0.9	NE	Nil	N/A	12
ASX Limited	3105	-5.8	-2.8	63	0-2	4	8.9	54	0.2	16	5.6	7.33	5,390	Uraniumsa Ltd	19	-24.2	-16.5	95	0-0	-	-	-	0.7	NE	Nil	N/A	16
Adv Share Reg.	80	-5.3	-4.9	61	0-1	-	7.3	33	0.5	22	4.5	7.28	32	Manhattan Corp	42	-24.1	-8.2	95	9-0	-	-	-	0.7	NE	Nil	N/A	38
RGM Media Ltd	9	-18.7	+1.8	90	0-0	-	-	-	1.0	NE	Nil	7.14	10	Raisama Ltd	8	-24.1	-7.7	94	0-0	-	-	-	1.1	NE	Nil	1.00	19
Orion Petroleum	4	-2.6	-4.6	53	0-0	-	-	-	1.6	NE	Nil	6.84	6	Dragon Energy	13	-24.0	-2.1	94	0-0	-	-	-	0.9	NE	Nil	N/A	19
Whitehaven Coal	559	-2.4	-4.4	52	0-0	2	2.8	6	0.2	50	1.0	6.78	2,760	Geodynamics Ltd	19	-23.6	-3.9	94	0-0	2	0.2	-	0.7	NE	Nil	N/A	56
Stirling Res.	2	-32.5	-1.2	98	0-0	-	-	-	2.3	NE	Nil	6.60	18	A-Cap Resources	20	-23.5	-14.9	94	0-0	-	-	-	0.9	NE	Nil	N/A	25
Deutsche Ind Tr	196	+0.0	+0.0	40	0-0	-	1.2	10	0.2	12	8.1	6.49	663	Cumamona En.	11	-23.2	-5.2	94	0-0	-	-	-	1.0	NE	Nil	N/A	7
Malagasy Min.	4	-22.1	-1.4	93	2-0	-	-	-	1.6	NE	Nil	6.46	6	Empire Energy	13	-22.9	+0.6	94	0-0	-	-	-	1.0	NE	Nil	1.83	20
Aberdeen Leader	121	-2.2	-1.5	51	1-0	-	0.9	8	0.3	12	7.9	6.34	73	GoConnect Ltd	2	-22.8	-4.6	94	0-0	-	-	-	2.0	NE	Nil	N/A	15
Deutsche Div Tr	131	+0.0	+0.0	40	0-0	-	1.1	8	0.2	14	7.1	6.10	1,306	Bassari Res.	9	-22.7	-3.5	94	2-0	-	-	-	1.0	NE	Nil	N/A	22
Jervois Mining	0	-10.8	-5.3	77	4-0	-	-	-	6.3	NE	Nil	6.00	9	Planet Gas Ltd	4	-22.6	-3.7	93	0-0	-	-	-	1.5	NE	Nil	N/A	7
Sino Securities	28	-2.2	+0.7	51	0-0	-	-	-	0.6	NE	Nil	6.00	19	Camaronv Pet.	19	-22.5	-5.4	93	2-0	6	4.8	52	0.7	9	Nil	2.00	130
Fox Resources	6	-19.9	-5.2	91	0-0	-	-	-	1.3	NE	Nil	5.94	18	Heemskirk Cons.	16	-22.4	+0.1	93	2-0	-	0.4	-	0.7	NE	Nil	1.58	25
AMP Cap China	74	-4.9	-1.2	60	0-0	-	0.7	10	0.5	7	11.5	5.86	233	East'd Medical	3	-22.3	+0.1	93	1-0	-	-	-	1.7	NE	Nil	N/A	10
Trans Solutions	2	-15.2	-10.0	84	0-0	-	1.9	-	2.4	NE	Nil	5.76	31	Malagasy Min.	4	-22.1	-1.4	93	2-0	-	-	-	1.5	NE	Nil	6.46	6
Hastings Hi-Yld	114	-1.6	+0.1	49	0-0	-	0.6	3	0.4	22	13.2	5.73	126	Marion Energy	2	-22.1	-6.7	93	0-0	-	-	-	2.3	NE	Nil	8.00	7
Westfield Group	876	-9.7	+0.6	74	1-0	4	0.8	5	0.1	18	7.3	5.58	20,227	<b>WORST PERFORMING SHARES: Weakest Shares, P/S Ratio &gt;0.25, Yield &lt; Twice Average</b>													
Maverick Drill.	18	-8.5	-2.8	70	1-0	-	-	-	1.0	NE	Nil	5.52	31	Vmoto Ltd	3	-37.2	-0.8	98	6-0	-	1.5	-	1.7	NE	Nil	0.83	15
Pacrim Energy	1	-17.1	-1.7	87	2-0	-	-	-	4.2	NE	Nil	5.45	7	A1 Minerals Ltd	3	-36.4	-2.3	98	0-0	-	-	-	1.6	NE	Nil	2.34	6
Goldsearch Ltd	3	-9.4	-14.1	73	1-0	-	-	-	1.9	8	Nil	5.44	11	Quest Petroleum	1	-35.4	-12.8	98	0-0	-	-	-	4.1	NE	Nil	N/A	20
Independ. Group	557	-4.4	-2.3	59	0-2	3	4.1	18	0.2	22	0.5	5.43	676	Groote Res.	16	-34.5	-5.5	98	1-0	-	-	-	0.8	NE	Nil	N/A	12
Coal of Africa	116	-12.2	-1.0	79	0-0	-	-	-	0.4	NE	Nil	5.41	62	Mec Resources	15	-33.5	-0.2	98	0-1	-	0.9	-	1.0	NE	Nil	N/A	18
Sietel Ltd	400	-1.9	-1.2	49	6-0	-	0.6	0	0.3	169	Nil	5.27	32	Anittel Group	1	-32.6	+3.1	98	0-0	-	-	-	3.6	NE	Nil	0.42	9
Mothercare Aust	21	-15.5	-2.2	85	0-0	-	4.2	-	0.6	NE	Nil	5.15	26	Stirling Res.	2	-32.5	-1.2	98	0-0	-	-	-	2.1	NE	Nil	6.60	18
Optiscan Image	5	-6.2	-5.1	64	1-0	-	4.9	-	1.5	NE	Nil	5.10	6	Crescent Gold	5	-31.7	-0.6	97	0-0	-	-	-	1.4	NE	Nil	0.35	32
I-Cash Payment	24	-16.7	-4.2	87	0-0	-	12.0	26	0.7	45	Nil	4.92	205	Golden State	2	-31.5	-0.9	97	0-0	-	-	-	2.6	NE	Nil	N/A	8
Mikoh Corp.	3	-22.0	-2.4	93	7-0	-	-	-	1.9	NE	Nil	4.90	8	Papyrus Aust.	8	-31.1	-1.1	97	0-0	-	1.9	-	1.0	NE	Nil	N/A	7
Strike Energy	17	-7.6	-0.9	68	0-0	1	-	-	0.8	NE	Nil	4.70	48	Energy Resource	425	-30.9	-5.9	97	0-0	5	-	-	0.3	17	1.9	1.38	811
Reef Casino Trt	170	-2.3	+0.6	52	0-0	-	0.9	4	0.3	22	11.8	4.68	85	Moby Oil & Gas	4	-30.7	+1.7	97	0-0	-	-	-	1.6	NE	Nil	N/A	11
													Barra Resources														
													ASX Limited														
													Wentworth Hold.														

# “Neglect” Ratings of Australian Shares

“Neglected” Shares = 1-4 Brokers, “Moderately Followed” Shares = 5-10 Brokers, “Widely Followed” Shares = 11 or more Brokers.

Company	No. of Brokers Following	Market Capitalisation (NZ\$ Mill.)	Company	No. of Brokers Following	Market Capitalisation (NZ\$ Mill.)	Company	No. of Brokers Following	Market Capitalisation (NZ\$ Mill.)	Company	No. of Brokers Following	Market Capitalisation (NZ\$ Mill.)
AGLEnergyLtd	4	6,414	Chal Infra Fund	2	338	Independ.Group	3	676	PaperlinXLtd	3	94
AJ Lucas	2	88	ChallengerLtd	4	2,353	IndustreaLtd	2	448	PattiesFoods	2	233
AMPLtd	3	10,195	Chalice Gold	2	58	Infigen Energy	2	267	PeetLtd	2	481
ANZ Bank	6	55,120	Chal Div Prop	3	512	Insurance Aust.	3	7,401	Perilya Mines	2	347
APAGroup	4	2,337	ChandlerMcLeod	4	167	Int Research	1	42	PerpetualLtd	4	1,138
APNNewsMedia	3	789	Charter Hall GR	2	613	Investa Office	3	1,788	PharmaxisLtd	1	261
ARB Corporation	1	560	Chart H Office	3	1,759	Invocare Ltd	4	744	Platinum Asset	4	2,313
ASG Group Ltd	2	150	Chart H Retail	2	1,291	Iress Mkt Tech	4	1,167	Premier Invest	4	939
ASX Limited	4	5,390	Clarius Group	2	54	JB Hi-Fi Ltd	8	1,820	Prime Media Grp	2	260
AWE Limited	6	705	Clough Limited	2	527	Jabiru Metals	2	417	Primary Health	7	1,622
Abacus Property	4	769	Coalspur Mines	1	613	James Hardie	4	2,440	Pro Maintenance	4	243
Acrux Ltd	2	594	Coal & Allied	1	9,077	Jupiter Mines	2	183	Q.B.E. Insur.	4	18,069
Adamus Resource	1	89	Coca Cola Amatil	4	8,709	Kagara Ltd	4	401	QRXPharmaLtd	2	202
Adelaide Bright	5	1,944	Cochlear Ltd	6	4,163	Kingsgate Cons.	6	820	Qantas Airways	3	4,281
Aditya Birla	1	525	Cockatoo Coal	1	247	Kingrosee Mining	1	331	RCG Corporation	2	138
Ale Property	2	299	Codan Ltd	2	205	Leighton Hold	6	7,247	RCR Tomlinson	4	235
Alesco Corp Ltd	4	267	Com'wealth Bank	5	76,472	Lend Lease Grp	2	5,006	REA Group Ltd	6	1,543
Alumina Ltd	6	5,417	Computershare	3	5,118	Linc Energy Ltd	1	1,542	Ramsay Health	7	3,648
Amadeus Energy	1	67	Connect East Grp	5	1,800	Liq Natural Gas	2	98	Reckon Limited	2	327
Amalgamated Hld	2	946	Cons Media Hold	4	1,720	Logicams Ltd	2	63	Redflex Holding	2	204
Amcor Ltd	3	8,544	Cooper Energy	3	102	Ludowici Ltd	1	120	Regis Resources	2	682
Amcom Telecom.	6	256	Count Financial	2	274	Lycopodium Ltd	1	232	Regional Exp.	1	101
Ampella Mining	2	221	Cronwell Prop.	2	574	Lynas Corp Ltd	2	3,427	Resolute Mining	3	428
Ansell Ltd	4	1,789	Crown Ltd	3	6,375	M2 Telecom. Grp	3	406	Resource Equip.	1	95
Antares Energy	1	118	Cue Energy Res.	2	191	MMap Group	4	5,974	Retail Food Grp	4	243
Aquarius Plat.	2	2,417	Customers Ltd	4	106	MSF Sugar Ltd	1	240	Rex Minerals	1	55
Aquila Res.	5	2,747	DUET Group	3	1,515	MacMahon Hold	4	411	Ridley Corp.	4	380
Ardent Leisure	3	414	DWS Adv Bus Sol	3	176	Macarthur Coal	4	2,854	Rio Tinto Ltd	5	34,948
Aristocrat Leis	3	1,319	Data 3 Ltd	1	190	Macquarie C Tel	2	223	Riversdale Min.	6	3,144
Asciano Limited	5	4,448	David Jones	7	2,069	Macquarie Group	3	11,108	Roc Oil Company	5	232
Aspen Group Ltd	2	248	Decmil Group	4	368	Macquarie Atlas	3	810	Rock Build Soc.	1	56
Atlas Iron Ltd	4	1,251	Deep Yellow Ltd	1	175	Mantra Res.	1	912	Runge Ltd	1	45
Aurora Oil Gas	2	844	Dexus Property	3	4,339	Matrix Comp.	3	504	SAI Global Ltd	4	763
Ausdrill Ltd	4	838	Domino's Pizza	4	423	MaxiTRANS	2	46	SDI Limited	1	20
Ausenco Ltd	5	381	Downer EDI Ltd	6	1,620	Mayne Pharma Gr	1	80	SMS Mgmt & Tech	4	399
Aust Agricult.	2	378	Dulux Group Ltd	6	1,035	McMillan Shake.	1	644	SPAusnet	4	2,502
Austal Limited	3	513	Dyesol Ltd	1	70	McPherson's Ltd	1	222	STW Comm Group	1	372
Austin Eng.	4	345	East'n Star Gas	2	550	Medusa Mining	1	1,491	Salmat Ltd	3	606
Austar United	4	1,678	Elders Limited	4	191	Melbourne IT	1	136	Sandfire Res.	1	594
Australand Prop	3	1,673	Emeco Holdings	6	682	Mermaid Marine	5	572	Santos Ltd	4	12,206
Aust Pharm. Ind	3	142	Energy Resource	5	811	Metcash Ltd	6	3,114	Sedgman Ltd	5	395
Aust Infra.	3	1,145	Envestra	4	881	Miclyn Express	2	389	Seek Ltd	7	2,255
Aust Education	1	141	Equinox Min.	5	5,577	Minara Resource	4	841	Select Harvest	3	114
Automotive Hold	1	510	Extract Res.	3	1,894	Mincor Resource	3	178	Service Stream	1	152
BHP Billiton	5	%144,815	FKP Limited	3	793	Mineral Deposit	1	418	Seven Group	2	2,623
BSA Ltd	1	47	Fairfax Media	3	2,328	Mineral Res.	3	1,935	Seven West Med.	6	1,388
BT Invest Mgmt	2	346	Fantastic Hold.	2	210	Mirabela Nickel	3	934	Sigma Pharm.	7	548
BWP Trust	4	911	Fleetwood Corp	5	582	Mirvac Group	3	4,182	Silex Systems	1	520
Bandanna Energy	1	706	Flexicorp Ltd	4	551	Molopo Energy	1	195	Silver Lake Res	1	299
Bank of Q'land	4	1,725	Flight Centre	4	1,990	Monadelphous Gr	8	1,615	Sims Metal Mgmt	3	3,348
Bannerman Res.	1	60	Focus Minerals	2	198	Mt Gibson Iron	3	1,905	Sirtex Medical	1	277
Beach Energy	4	1,060	Fortescue Metal	7	19,639	Murchison Metal	2	381	Skilled Group	2	501
Becton Prop Grp	1	3	Foster's Group	4	8,726	Myer Holdings	6	1,633	Slater & Gordon	2	278
Bendigo Bank	5	3,093	G.U.D. Holdings	4	590	NRW Holdings	4	701	Sonic Health	7	4,653
Billabong Int'l	4	1,569	GPT Group	4	5,771	Nanosonics Ltd	1	175	Soul Pattinson	1	3,062
Blackmores Ltd	4	459	GWA Group Ltd	4	843	Nat'l Aust Bank	6	50,426	Spark Infrastru	4	1,678
Bluescope Steel	4	2,325	Geodynamics Ltd	2	56	Navitas Ltd	6	1,411	Spec Fashion	3	170
Boart Longyear	3	1,963	Gerard Lighting	1	168	New Hope Corp.	4	4,288	Spotless Group	3	573
Boom Logistics	2	138	Gindalbie Met.	5	458	Newcrest Mining	8	18,107	St Barbara Ltd	4	602
Boral Limited	5	2,659	Gloucester Coal	2	793	News Corp.	2	13,016	Starpharma Hold	2	343
Bow Energy Ltd	1	239	Gold One Int'l	1	403	Nexbis Ltd	1	75	Sth Cross Elect	2	103
Bradken Ltd	6	1,110	Goodman Fielder	3	1,387	Nexus Energy	4	361	Sth Cross Media	2	1,013
Brambles Ltd	4	10,240	Goodman Group	2	4,655	Nib Holdings	2	699	Stockland	4	8,087
Breville Group	1	430	Graincorp	6	1,646	Nick Scali Ltd	1	130	Strike Energy	1	48
Brickworks Ltd	2	1,511	Grange Resource	2	588	Nido Petroleum	1	110	Structural Syst	1	46
Brockman Res.	1	538	Growthpoint Pro	1	415	Noble Mineral	1	81	Suncorp Group	5	10,392
C'wth Prop Off.	3	2,050	Gryphon Mineral	2	349	Nomad Building	2	24	Sundance Res.	1	725
C.S.R. Ltd	4	1,412	Gunns Ltd	4	246	Norfolk Group	3	213	Sunland Group	1	153
CFS Retail Prop	3	4,683	HFA Holdings	1	142	Northern Energy	3	101	Super Retail Gr	4	854
CGA Mining Ltd	1	815	Hansen Tech.	1	144	Nucoal Res. NL	1	241	Swick Min Serv	3	104
CSG Ltd	3	262	Harvey Norman	4	2,656	Nufarm Limited	5	1,267	TFSCorporation	1	215
CSL Limited	6	18,096	Hastie Group	5	40	OMHoldings	1	468	TPG Telecom Ltd	3	1,207
Cabcharge Ltd	4	627	Hast Div Util	4	833	OZ Minerals Ltd	9	4,356	Tabcorp Holding	3	2,212
Caltech Australia	3	3,351	Heartware Inc.	1	119	Oakton Limited	2	193	Talent2 Int'l	1	214
Campbell Bros	5	3,146	Henderson Group	2	4,270	Oil Search Ltd	8	8,941	Tap Oil	2	227
Cape Lambert R.	1	285	Hills Holdings	3	305	Onesteel Ltd	4	2,423	Tassal Group	4	202
Carbon Energy	1	62	Horizon Oil Ltd	2	408	Orica Ltd	6	9,277	Tatts Group Ltd	4	2,846
Cardno Ltd	2	510	I-SOFT Group	2	161	Origin Energy	6	16,581	Technology One	2	327
Cararvon Pet.	6	130	IMD Group	4	421	Orocobre Ltd	1	146	Telstra	6	37,454
Carsales.com	7	1,086	IMF (Aust) Ltd	1	180	Oroton Group	2	325	Ten Network	3	1,218
Cash Converters	2	251	IOOF Holdings	5	1,503	Pacific Brands	6	640	Terramin Aust	1	56
Catalpa Res.	2	280	iiNet	7	433	Paladin Energy	5	2,001	The Reject Shop	6	305
Cedar Woods Prp	1	256	Iluka Resources	4	7,267	Panaust Ltd	4	2,234	Thorn Group Ltd	4	272
Centrebet Int'l	1	172	Incitec Pivot	6	6,173	Panoramic Res.	3	367	Toll Holdings	5	3,578



Company	No. of Brokers Following Company	Market Capitalisation (NZ\$ Mill.)	Company	No. of Brokers Following Company	Market Capitalisation (NZ\$ Mill.)
ToxFreeSol.	4	195	WHKGroupLtd	1	241
TransPacificIn	4	807	WatpacLtd	1	240
TransfieldServ	6	1,450	WebfirmGroup	1	54
TransfieldSIn	1	365	WebjetNL	5	147
TransurbanGrp	5	7,611	WellcomGroup	1	94
TreasuryGroup	1	93	WesfarmersLtd	6	36,737
TroyResources	1	322	WestpacBanking	6	65,314
TrustCompany	2	188	WestfieldGroup	4	20,227
UGLLimited	6	2,430	WesternAreas	6	1,077
UXCLimited	2	158	WhitehavenCoal	2	2,760
VDMGroupLtd	3	31	WhiteEnergyCo	1	111
ValadProperty	2	201	WideBayAust.	1	293
VirginBlue	3	674	WoodsidePetrol	6	34,117
VisionGroup	2	8	WoolworthsLtd	6	33,046
WDSLimited	3	104	WorleyGroup	5	7,132
			Wotif.comHold.	8	1,017

# Dividend\$

Company	Cents per Share	Ex-Date	Pay-able	Tax Credit
AWF Ltd	6.40	17-06	24-06	Full
Argosy Property Trust	1.75	14-06	28-06	Nil
Comvita	3.00	17-06	24-06	Full
DNZ Property	2.00	08-06	22-06	Nil
F&P Healthcare	7.00	24-06	08-07	2.72222
Goodman Property Trust	1.935	09-06	23-06	Nil
Horizon Energy	10.00	17-06	29-06	Full
Infratil	4.25	03-06	17-06	1.8214
Kingfish	2.26	08-06	10-06	Nil
Kiwi Income Property	3.50	02-06	21-06	0.390
Mainfreight Group	11.00	15-07	22-07	Full
Methven Ltd	4.50	24-06	30-06	1.125
National Property Trust	1.1575	-	01-07	Nil
Restaurant Brands	10.00	10-06	24-06	4.2857
Ryman Healthcare	3.80	10-06	24-06	Nil
TrustPower	20.00	27-05	10-08	6.857
Vital Healthcare PT	2.025	01-06	15-06	-
Wakefield Healthcare	8.00	17-06	24-06	Full
Zintel Communications	1.00	20-07	03-08	Full

## Australian Shares

Campbell Brothers	75.00	06-06	01-07
TFSCorporation	1.25	30-05	17-06
TechnologyOne	1.46	30-05	17-06
VillageRoadshow	100.00	-	July

## Total Return Index for All Listed Shares

May 9	1350.74		
May 10	1350.96		
May 11	1354.33		
May 12	1343.75		
May 13	1336.91		
May 16	1335.24	May 23	1333.88
May 17	1331.01	May 24	1328.64
May 18	1331.11	May 25	1327.58
May 19	1330.96	May 26	1325.17
May 20	1333.89	May 27	1331.99
May 30	1335.55	Jun 6	Holiday
May 31	1336.53	Jun 7	1326.65
Jun 1	1335.61	Jun 8	1327.94
Jun 2	1330.14	Jun 9	1329.85
Jun 3	1331.13	Jun 10	1332.08

## Next Issue:

The next issue of *Market Analysis* will be emailed in four weeks time on Monday July 11, 2011.

The print version will be delivered later that week, depending upon printing and postal delivery times.

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