Thirty Four Years of Independent Information and Unbiased Advice on the Australian and NZ Stockmarkets

Market Analysis

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Inside Market Analysis

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Summary and Recommended Investment Strategy.

The Resources sector remains firmly *out-of-favour* with the media and the stockmarket, but things are actually getting better. Or, at least, less worse. With the sector at a "point of maximum pessimism" - and some improvement in commodity prices - this could be the time to start adding to our positions in depressed Resource "tainted" shares!

Investment Outlook.

The price of Crude Oil has recovered about 20% since its lows in mid-January. With over-production, record high oil stocks and low demand, that price recovery *may* not last. Copper, Tin and Zinc prices are also up from mid-January lows. Aluminium, Lead and Thermal Coal prices have continued to rise from their recent lows in November 2015. Gold and Silver are up from lows in December.

Iron Ore is the only major commodity to remain near its lows at US$42/tonne (although up $1 since December). Nickel remains depressed.

These commodities are priced in US Dollars, with the US Dollar trade weighted index also continuing to appreciate (up about 4% since December), which further boosts the price of these commodities in other currency terms. [Editor's Note: A *rise* in the US dollar would normally tend to *lower* commodity prices.]

Apart from the price of Oil (i.e. *disbelief* that the price has risen and predictions that it is heading down to US$20) we have not read about these commodity price rises in any newspaper or internet reports!

So just remember that you read about this first in *Market Analysis*!

The Resources sector remains in Doom and Gloom. The stockmarket *panics*, at not unexpectedly, poor announcements by any company even slightly *tainted* with some involvement in the unpopular Resources sector!

At the present time, the media and *the market* just love to "hate" the Resources sector and Resources shares! This appears to be what Sir John Templeton would call "the point of maximum pessimism".

But the reality is that things are not getting *more* doomy and gloomy. They are getting *less* doomy and gloomy!

(Continued on Page 14)

Stockmarket Forecasts

	One-Month	One-Year
Australia:	**61%** (Bullish)	**40%** (Neutral)
New Zealand:	**51%** (Neutral)	**47%** (Neutral)

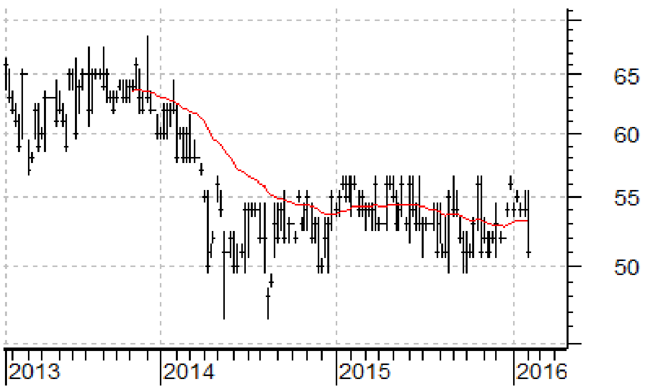
Recommended Investments

Smiths City Group will expand its business into Auckland and Whangarei when it completes a conditional agreement to acquire **Panmure Furniture City 1983 Ltd** (i.e. *Furniture City*) and its logistics company **Lucky Dragon Ltd**. The agreement to acquire these businesses for $5,850,000 is subject to due diligence and obtaining financing by 29 February. Settlement will be 1 April.

Furniture City operates two retail stores in Auckland, one in Whangarei and an internet store, plus a fulfilment and distribution facility in Auckland. These businesses will likely be used as a base for further store expansion in the region.

Activist investors **Sandon Capital** and **Mercantile Investment Company** have each purchased a further 500,000 Smiths City Group shares on-market at 50 cents. This lifts their combined shareholding to 6,623,854 shares or 12.57% of the company.

Smiths City Group



Australian Shares

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

Acrux Ltd reports December 2015 *Axiron* sales of US$41.6 million. This was steady on the September quarter (US$41.4 million) but down 13% on December 2014 (US$47.6 million).

Annual sales were down 9.4% at US$154.5 million - but royalty income will be higher in Australian dollars than in 2014 owing to the improved exchange rate. *Axiron*'s market share is steady at 14.4%.

Acrux also reports that **Gedeon Richter** has launched *Lenzetto* in Poland and the Czech Republic, with the product to be "progessively rolled out in multiple additional European countries over the coming months". This will provide additional, recurring royalty revenues to Acrux in the future.

Acrux Ltd

ALS Ltd reports third quarter net profits of $31 million. That is within its forecast range of $30-35 million.

The Life Sciences division lifted revenues 16% on the same period a year earlier, but Geochemistry samples were down 6% and the Energy division revenues were down 44%.

ALS Ltd

AtCor Medical has finalised and signed the contract for the "large pharmaceutical sale" that it had earlier hoped to complete in the first half of the year. The contract is with a new customer - a "top 10 global pharmaceutical company" - which will be conducting a study in Canada, the United States and Spain over the next 15 months. AtCor Medical will supply "*SphygmoCor* systems and clinical trial support services" to a minimum value of US$600,000.

AtCor Medical

__Ausenco Ltd__ reports that “lower than expected second half revenues” will result in a December 2015 year loss of $13 million before interest, tax and depreciation).

It will also report additional losses of $53-62 million, but these are virtually all non-cash, accounting write-downs. __The only cash cost is $8-9 million in redundancies and office closures__. Balance sheet foreign exchange “reclassifications” will result in *reported* losses of $6-8 million, goodwill will be written down by $25-28 million and $14-17 million of tax losses (which are still available to the company) will be “derecognised”.

If, at some stage in the future, Ausenco Ltd becomes profitable and has the prospect of utilising these tax losses within a five year period, then accounting rules will require their full value be immediately recognised (re-recognised?) as a one-off profit. Clearly modern accounting standards are being written by lawyers and politicians, not accountants, business people or investors!

The company has also raised US$6.5 million (A$9.2 million) in convertible debt and a US$10 million bonding facility from **Resource Capital Fund VI LP**. Ausenco Ltd has paid *(Continued on Page 4)*

Portfolio of Recommended Investments

CURRENT ADVICE	Company	Code	Initial Recommendation - Date -	Initial Recommendation 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 %
	__NZ Shares__												
BUY	CDL Investments Ltd	CDI	12/01/99	25	E	275.5	1.2	3.75	11	5.1	60	27.6	+250%
HOLD	Cavalier Corporation	CAV	05/12/95	156*	A	68.7	1.4	0.19	37	Nil	59	282.0	+119%
HOLD	Colonial Motor Company	CMO	10/11/92	128*	B	32.7	0.6	0.22	10	8.5	540	460.3	+682%
BUY	Michael Hill Int'l Ltd	MHI	11/06/91	5*	D	383.2	1.3	0.72	13	5.3	94	59.9	+2978%
HOLD	Nuplex Industries Ltd	NPX	11/02/97	523*	A	191.3	1.0	0.57	13	6.6	407	483.0	+70%
HOLD	Smiths City Group	SCY	09/10/06	64	C	52.7	1.6	0.12	21	4.9	51	30.0	+27%
HOLD	South Port New Zealand	SPN	13/02/96	120	B	26.2	0.5	3.42	15	7.4	450	225.3	+463%
BUY	Steel & Tube Holdings	STU	08/08/00	146	B	88.5	0.9	0.37	9	12.4	212	328.6	+270%
	__Australian Shares__ (in Aust cents)												
BUY	Acrux Limited	ACR	12/05/14	99	A	166.5	1.2	4.27	10	9.2	65	14.0	-20%
BUY	AJ Lucas Group	AJL	13/05/03	107*	C	267.4	1.5	0.63	NE	Nil	34	36.4	-34%
BUY	ALS Limited	ALQ	12/10/99	72*	B	504.2	0.6	0.98	13	6.2	340	276.4	+756%
BUY	AtCor Medical Ltd	ACG	11/11/13	15	E	180.9	2.3	5.95	NE	Nil	18	Nil	+20%
HOLD+	Atlas Pearls & Perfume	ATP	14/05/96	73	D	414.3	5.4	0.91	NE	Nil	4	17.5	-71%
BUY	Ausenco Ltd	AAX	10/06/13	191*	D	186.3	1.9	0.11	NE	Nil	24	1.8	-87%
HOLD+	Brickworks Ltd	BKW	12/11/12	1115	A	148.7	0.3	3.11	29	3.8	1515	110.5	+46%
BUY	Cardno Ltd	CDD	14/12/09	308*	B	247.6	1.0	0.14	3	20.5	98	135.2	-24%
HOLD	Clarius Group Ltd	CND	08/04/03	82*	D	89.6	2.1	0.11	NE	Nil	21	70.5	+12%
HOLD+	CPT Global Ltd	CGO	10/03/08	88	D	36.8	2.0	0.29	NE	Nil	23	15.8	-57%
HOLD	CSG Limited	CSV	11/10/10	175	B	319.1	0.8	1.99	33	5.7	157	55.0	+21%
HOLD+	Ellex Medical Lasers	ELX	14/03/06	49	C	107.6	1.1	1.44	54	Nil	84	Nil	+71%
HOLD+	Fiducian Group	FID	11/02/08	260	B	30.9	0.7	2.68	15	4.4	225	62.9	+11%
BUY	Finbar Group Ltd	FRI	12/04/10	106	C	232.3	1.0	2.44	9	10.0	100	50.5	+42%
BUY	Iluka Resources Ltd	ILU	12/10/04	471	C	418.7	0.5	3.31	0	3.0	628	216.0	+79%
HOLD+	Integrated Research	IRI	14/01/08	40	C	170.4	0.6	5.02	25	3.6	208	36.5	+511%
HOLD-	M2 Group Ltd	MTU	09/10/06	33	A	184.4	0.3	2.02	31	2.6	1232	111.0	+3970%
HOLD	Melbourne IT	MLB	10/02/04	53	B	92.9	0.7	1.56	21	2.4	209	181.0	+636%
BUY	Mt Gibson Iron	MGX	10/11/14	44	C	1091.3	2.3	0.60	NE	Nil	18	Nil	-59%
HOLD	Novarise Renewable Res	NOE	14/03/11	25	C	415.1	2.5	0.42	NE	Nil	16	Nil	-36%
HOLD+	Onterran Ltd	OTR	16/08/10	13*	D	459.7	3.8	0.37	NE	Nil	6	Nil	-51%
HOLD	Opthea Limited	OPT	10/02/04	188	A	150.2	1.7	59.14	NE	Nil	38	65.0	-45%
HOLD	Probiotec Ltd	PBP	11/02/08	116	B	52.9	1.6	0.37	0	Nil	46	9.3	-52%
HOLD+	Programmed Group	PRG	12/03/02	229*	C	249.3	1.0	0.09	5	16.1	112	381.0	+115%
HOLD+	Prophecy International	PRO	08/09/08	26	C	55.4	0.7	11.05	46	2.1	199	20.0	+740%
HOLD-	Technology One Ltd	TNE	11/11/03	44	A	311.0	0.5	6.67	41	1.4	470	57.5	+1099%
BUY	TFS Corporation Ltd	TFC	08/01/07	45	C	343.0	0.9	2.31	4	2.4	126	23.2	+231%
HOLD+	The Reject Shop Ltd	TRS	11/01/05	257	A	28.8	0.5	0.39	21	2.9	1017	405.5	+454%
HOLD	Village Roadshow	VRL	10/08/09	77	B	160.3	0.4	1.10	25	4.1	691	281.0	+1162%

The average Total Return (i.e. both Capital Gains/Losses plus Dividends received) of all current investments from initial recommendation is +405.9%. This is equal to an average annual rate of +36.8%, based upon the length of time each position has been held.
The average annual rate of gain of ALL recommendations (both the 37 current and 160 closed out) is +31.3%, compared with a market gain of +3.8% (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.

Recommended Investments

(Continued from Page 3)

a 2.8% or $184,502 establishment fee (payable as 595,167 new shares) and the interest rate until December 2018 will be 10% (payable quarterly and, at Resource Capital's option, in Ausenco shares). At maturity, Resource Capital can choose to convert this loan into Ausenco shares at 31 cents. That would give Resource Capital a further 30.3 million Ausenco shares, lifting their current 5.2% shareholding to 14.7%.

Resource Capital is also considering refinancing Ausenco's existing bank debt.

Revenues for the year to December 2015 will be around $245-255 million, but forecast to rise to $280-300 million during 2016.

Ausenco believes that it has a "leading edge technology solution software suite that is the key to identifying value improvement opportunities for clients". This software generated over $16 million in revenues over the last year and the company is "evaluating alternative financing, alliancing and marketing arrangements to enable us to increase our marketing and development efforts in this arena".

The greatest risk to our investment in Ausenco Ltd is <u>not</u> that the business will fail or that it will never recover, but that short term funding needs require it to issue new shares at relatively low prices, thereby *diluting* the ultimate recovery value of our shareholding. <u>An important development would therefore be that the company become sufficiently cashflow positive to self-finance its recovery and growth, *without* the need to issue further new shares to raise additional equity</u>.

Many projects require an initial investment in working capital (or performance bonds), so the expansion of its software sales - if the company can avoid a large cash investment in marketing or product development - could make a valuable contribution to net cashflows and help avoid the need to raise additional capital.

Ausenco Ltd

<u>**Ellex Medical Lasers**</u> forecasts revenues will be 13% higher at $34.8 million for the half year to December 2015. Pre-tax profits will be up 38% to $1.8 million, but this is depressed by $0.6 million of development expenses, so would otherwise be up about 71%.

Development expenses included investment in *iTrack* and building up its sales force, plus regulatory approval to support the rollout of the *Integre Pro Scan*.

Ellex branded revenues grew 11% on a "same currency" basis, with the exchange rate adding a further 13% to the Australian value of these sales. This was partially offset by the company discontinuing (lower margin) contract manufacturing of third party products.

Ellex Medical Lasers is planning to buy a new property to expand production. It has a conditional contract to purchase a 4,500m^2 building on a 2.16 hectare site in Mawson lakes, 15km north of the Adelaide CBD. This is 50% more floor area than its existing premises, plus there is space to extend the building in the future. The purchase will be financed with bank debt.

Ellex Medical Lasers has excellent potential for strong revenue growth over many years, as it builds new markets for unique new products and medical treatments. In addition, *current* levels of profitability remain below what could be achieved by this type of business.

With the current product mix, net profit margins could at least double! That may require higher revenues to help achieve economies of scale, but this offers attractive potential. If revenues increase 2-3 fold over several years (i.e. 20% p.a. over 5 years or 40% p.a. over 3 years) *and* profit margins *double*, then net profits will rise 4-6 fold.

The company's MIGS *iTrack* products could yield even greater revenue growth and significantly higher profit margins. So there is a huge *potential* here.

<u>Partially offsetting this, the shares currently trade on a Price/Earnings ratio of 50</u> - but that probably reflects *low* current earnings rather than a *high* share price! 40-70% profit growth this year would lower the P/E to a still high, but not unreasonable, 30-35.

We originally bought into Ellex Medical Lasers at 49 cents in March 2006 and the share price rose 102% to a peak of 99 cents in February 2007. The business suffered in the Global Financial Crisis and the share price fell 92% to a low of 8 cents in December 2008 (and partially depressed by a cash issue at 10 cents to raise additional capital). From that low the shares have recovered 10½-fold in value!

This has clearly been a volatile investment - as *the market* manic-depressively first valued Ellex Medical Lasers as an emerging growth company, then as a company that would fail in the GFC and now back to a growth company!

What many shareholders *fail* to realise is this extreme volatility can be valuable in building investment wealth. Ellex Medical Lasers is up 71% in our *Recommended Portfolio* but has made a significantly greater contribution to our real-money investments. For example, your Editor purchased 24% of his current shareholding in December 2008, mainly at 9 cents per share! The 2008 share price decline (temporarily) destroyed wealth, but (with the sale of Centennial Coal and Computershare at high valuations) allowed the Ellex Medical Lasers shareholding to be significantly expanded at a very low price!

Equally importantly, a very well *diversified* portfolio of extremely volatile shares will almost certainly outperform the market average over the medium to long term. This relates back to the fact that the maximum loss is *limited* to 100%, while there is no limit on the potential gains. From their high to their low, Ellex Medical Lasers fell 92% in value. From their low to their current value they are up 960%.

What we *want* in our portfolio is the ten biggest winners and the ten biggest losers! The winners may go up 200-500%. The losers may fall 80-100%. That situation would see our overall portfolio go up about 150% (i.e. increase 2½-fold in value).

[Editor's Note: OK, obviously we don't really *want* the ten biggest losers, but we probably don't know in advance whether an individual share will be one of the big winners or a big loser. We'd happily take ten of each, knowing that the gains on the winners will always far exceed the losses on the losers.]

No-one can pick the biggest winners and the biggest losers in advance, so the next best thing is a diversified portfolio of *extremely volatile shares* (i.e. the *potential* biggest winners or biggest losers).

Ellex Medical Lasers

Finbar Group has received development approval for two new, wholly owned projects:

Chase Apartments is a $77 million, 10 storey project consisting of 194 lower priced apartments, from $325,000 for one bedroom and $399,000 for two bedrooms. It will also include a swimming pool, gymnasium, lounge, games room and sauna, plus two commercial lots.

Finbar Group acquired the land in May 2014 for $6.4 million and demolished the previous building.

Marketing is expected in the first half of 2016, with construction expected to begin in 2017.

Finbar Group has also received approval for a mixed use project in *Harper Terrace* (adjoining its *Aurelia* project). This $50 million development will include 42 apartments plus 1800m^2 of commercial space. The 1782m^2 site was purchased in March 2015 for $7.25 million. Marketing is expected from May 2016, with construction to commence in early 2017.

Finbar Group shares have lost 44% of their value since peaking at 177 cents about two years ago. Media reports suggest the company would suffer from the downturn in mining and the impact on the Western Australian economy and Perth. They also suggest the company could be left with unsold (presumably over-priced) properties in a downturn. But that is not how the company operates.

Finbar Group is involved in planning and marketing apartment projects. This is not speculative development as the majority of a project will be pre-sold, "off the plan" *before* construction begins. In a severe economic/property downturn, Finbar Group's business could disappear. If buyers do not pre-purchase the apartments, then Finbar Group would not move to construction. In this situation, the company would experience a downturn (i.e. no pre-sales means no development, means no revenues and no profits), but the company will never be left with large volumes of unsold properties!

Property construction is conducted by a separate builder, on a *fixed price contract*. Finbar Group knows the total development cost of a project at the start of marketing, so can price the apartments to cover those costs and its expected profit margin. Pre-selling ties in a fixed profit margin on all projects.

If a project is only 80-90% pre-sold, then Finbar Group carries some risk on the remaining 10-20% of the property - but it has the choice of whether or not to proceed and accept this risk. In a severe downturn, pre-sales would not reach a reasonable level and a project would not advance and Finbar Group would be left with no unsold apartments.

Finbar Group also finances each development with some equity and individual non-recourse bank loans. The interest and principal on these loans are only secured against the individual project. *(Continued on Page 6)*

Recommended Investments

(Continued from Page 5)

The banks can not seek repayment of this project debt from Finbar Group or from any of its other projects.

Each project is a stand alone, fixed construction price, pre-sold, fixed profit margin investment for the parent company.

If Finbar Group is continuing to announce new projects - and able to pre-sell them and move on to construction - then there is no downturn in its business. It is, in fact, tying in fixed and certain revenues and profits for the next 3-4 years!

At 100 cents the shares trade on a Price/Earnings ratio of 10 and offer a Dividend Yield of 10.0%. That is a very high current income yield and the business is likely to grow over the years ahead! "Buy".

Finbar Group

Iluka Resources reports 2015 production up 29.0% to 690 thousand tonnes, sales up 5.7% at 651 thousand tonnes and revenues up 16.5% to $740 million - mainly owing to the lower exchange rate.

Total production costs were up 7.8% at $385 million, but unit production costs fell 16.5% to $558/tonne.

At the end of December the company had an undisclosed "net cash position", compared with net debt of $59 million in December 2014.

Iluka Resources' business is still depressed, but it has successfully adapted over the last two years by lowering production volumes and (more importantly) unit production costs to maintain a cash flow positive, profitable, dividend paying business. With any eventual upturn in demand, Iluka Resources has the production capacity (and very long term resources) to increase sales volumes, revenues and profits!

This is a soundly financed (i.e. effectively debt-free), profitable, dividend paying resource company. "Hold" for current income, recovery and growth!

Iluka Resources

Integrated Research predicts its profit for the half year to December 2015 will be 13-21% lower at $5.9-6.5 million. This decline is mainly due to "strategic investments in future growth plus the recent acquisition of **IQ Services**" which has depressed current profitability.

Revenues have continued to grow and will be 15-20% higher.

The company also expects "profit growth" for the full financial year.

Integrated Research

Mt Gibson Iron lifted its cash holding by $15 million to $345 million (31.6 cents per share) over the quarter to 31 December 2015.

Mine infrastructure and transport obligations (that would be payable on closure) decreased from $45 million in June 2015 to $26 million at December 2015. These obligations will continue to decline with iron ore production and sales.

The company has prepared its insurance claim for business interruption, but has released no details. "Constructive discussions" are continuing with its insurers over the failure of the Main Pit seawall in 2014.

The *market* continues to under-value Mt Gibson Iron shares, which trade at just 18 cents. This is a 43% discount to its cash in the bank (and interest bearing investments). That places no value on its mine properties, infrastructure assets, plant and machinery or its potentially large insurance claims!

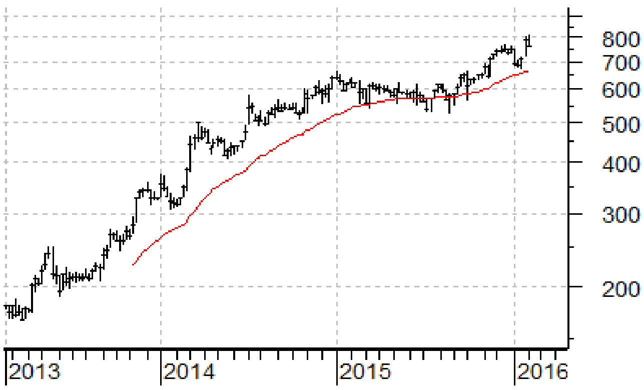
Mt Gibson Iron

M2 Group and **Vocus Communications** shareholders have approved the merger. M2 Group shareholders will receive 1.625 Vocus Communications shares for every M2 Group share. These should be issued on 22 February.

A "scheme of arrangement" is virtually always approved by shareholders, requiring just 75% of shares voted to be in favour - compared with 90% of all shares to achieve compulsory acquisition in a conventional takeover offer. In this case, 99.5% of shares voted were in favour.

M2 Group

Vocus Communications



Opthea Ltd is calling an extraordinary meeting on 7 March, mainly to approve the issue of options to the Managing Director and Non-Executive directors. These options will have an exercise price "50% above" the average share price at the end of November 2015. The shares traded around 31 cents at that time, so the exercise price will be around 46.8 cents. That is about 25% above the current share price.

This looks reasonable.

Opthea (Circadian)

Programmed Group's share price fell by one-third after a *Business Update*. The business is not as bad as that market reaction would suggest.

The group earns two-thirds of its revenues from "property, infrastructure, transport, manufacturing and other non-resources sectors" and these businesses "remain solid". The other one-third of revenues comes from resources sectors . . . but is anyone surprised to learn these resources businesses are not performing too well at present? Especially the offshore oil and gas business? Well, apparently *Mr Market* was surprised - and panicked!

The group has accelerated the integration of Skilled Group with Programmed Group, spending $30 million on one-off, non-trading integration costs. This will depress the current year's profitability (to March 2016), but yield on-going cost savings of over $30 million per year. The integration of core IT systems will be completed over the next year, with further annual cost savings.

The downturn in the offshore oil and gas business will require the non-cash writedown of goodwill by $75 million. Another non-cash writedown of goodwill by $10 million will relate to the acquisition of Skilled Group.

Earnings (before interest, depreciation, tax *and* these one-off costs) is forecast at $65 million. The company predicts this to recover 50-70% to $100-110 million for the year to March 2017.

Based upon the low current year trading result, Programmed Group expects to pay a final dividend of 5.0 cents, cutting the annual dividend rate 36% to 11.5 cents. On the current share price of 112 cents that will offer a Dividend Yield of 10.3%. *(Cont'd on Page 8)*

Recommended Investments

(Continued from Page 7)

This dividend is 50% of "after tax profits before one-off items and non-cash amortisation".

Net debt at the end of March 2016 is forecast at around $260-290 million, down 4-14% since the merger in October.

Programmed Group

Prophecy International Holdings' announcements often don't make a lot of sense or quite add up:

First half new sales are reported to be up 266% on the same period last year . . . but *SNARE* new sales were reported to be up 120% and *eMite* new sales grew 45%. Those figures are inconsistent.

Total *SNARE* revenues (including annual renewals) were $4.18 million and total *eMite* revenues were $3.23 million, which the company correctly adds to report combined revenues of $7.4 million from these two main business units (plus revenues from other divisions). These revenues figures suggest the company is in line to achieve its June 2016 forecast revenues of $20 million, when net profits of $5.7 million (8.9 cents per share) are also forecast.

With the shares trading around 198½ cents, this is a prospective Price/Earnings ratio of about 22. That looks to be good value for a company that is growing very rapidly. "Hold".

Prophecy International Holdings

ASX and NZX Settlement Dates

On 7 March 2016 both the ASX and NZX will shorten the settlement time for trades from three business days to two business days.

From that date, when you buy shares you will need to have funds in your account at the *start* of the second business day (e.g. if you buy Monday, then on Wednesday). Of course, as banks have a one day, over-night settlement, if you are transferring funds from another bank you would have to make that transfer sometime on the previous day (i.e. Tuesday, in our example)!

In the future, when you sell shares you will be paid at the *end* of the second business day (e.g. if you sell on Monday you will be paid Wednesday).

In many cases, brokers may *already* require that you have funds in a cash management account *before* making a buy trade. Usually when we sell we leave the cash in the brokers' cash management account or re-invest in another share. Settlement to and from a broker's cash management account is completely automatic, so most investors probably do not ever notice the three-day or two-day settlement date and will not notice the change.

If, however, you ever sell shares to raise cash - perhaps to transfer cash to your bank account to take up a cash issue directly from the company - that cash will be available one day sooner.

The shorter two-day settlement will also be reflected in the ex-date for corporate actions (i.e. dividends and cash issues).

The main advantage of moving to a shorter settlement date is to reduce the volume of unsettled trades in the system at any point in time. That should reduce "counter-party" risk (i.e. the risk that the *other* party to the transaction fails to deliver the shares or cash).

Long term investors *may* remember the stockmarket boom of 1986 and 1987 when the massive increase in share trading volumes plus a manual share transfer system requiring physical share certificates, resulting in settlement of share trades often taking 6-9 *months* or longer! The cash from a trade was settled promptly between an investor and the broker, but it usually took months for the shares to be *(Continued on Page 9)*

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

For an explanation of this table see the *Share Selection Methods* report 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	STRENGTH RATING Cur-rent	4-Wk Chg.	Rank 0-99	Insider Buy-Sell	Brokers Following	Price to NTA	Return on Equity	Vola-til-ity	Price Earn. Ratio	Divi-dend Yield	Price Sales Ratio	Market Cap'n
UNDER-VALUED SHARES: Lowest Price/Sales, Yld > 0, Rel Strength > 0													
Smiths City	51	+0.2	+0.2	50	0-0	-	0.5	3	1.5	21	4.9	0.12	27
Tenon Ltd	260	+14.4	-4.1	9	0-0	1	0.9	5	0.7	19	1.9	0.28	169
Ebos Group Ltd	1362	+11.7	-4.8	12	2-1	6	2.0	10	0.9	19	3.8	0.34	2,052
Fonterra S/H Fd	591	+7.0	+1.1	20	8-4	7	1.5	7	0.7	20	4.2	0.50	9,451
Seeka Kiwifruit	385	+4.6	+2.5	29	2-0	-	0.9	5	0.5	19	2.9	0.52	60
Nuplex Indust	407	+5.9	-2.3	24	2-0	7	1.4	11	1.0	13	6.6	0.57	779
Air New Zealand	290	+6.1	-0.4	22	1-7	7	1.7	17	1.1	10	7.7	0.66	3,254
Infratil NZ	313	+0.9	-0.1	46	1-9	5	1.8	0	0.9	539	4.2	0.76	1,823
Z Energy Ltd	646	+7.2	-3.1	19	3-0	7	5.1	1	0.7	369	5.2	0.84	2,584
Methven Limited	112	+2.9	+1.0	38	0-0	3	1.6	11	1.1	14	9.9	0.85	82
Scott Tech. Ltd	139	+0.5	-0.9	47	0-0	-	1.2	10	1.0	13	8.0	0.87	63
Genesis Energy	184	+0.4	-0.3	49	1-0	7	1.0	6	1.0	18	12.1	0.88	1,839
Horizon Energy	435	+3.2	-1.0	35	0-0	-	1.6	6	0.5	27	4.5	0.97	109
BEST PERFORMING SHARES: Strongest Shares, P/E < 20, P/S < 1.0													
Tenon Ltd	260	+14.4	-4.1	9	0-0	1	0.9	5	0.5	19	1.9	0.28	169
Ebos Group Ltd	1362	+11.7	-4.8	12	2-1	6	2.0	10	0.8	19	3.8	0.34	2,052
Just Water Int.	14	+10.0	+0.0	15	0-0	-	1.1	7	2.4	17	Nil	0.76	13
Air New Zealand	290	+6.1	-0.4	22	1-7	7	1.7	17	0.9	10	7.7	0.66	3,254
Nuplex Indust	407	+5.9	-2.3	24	2-0	7	1.4	11	0.9	13	6.6	0.57	779
Seeka Kiwifruit	385	+4.6	+2.5	29	2-0	-	0.9	5	0.4	19	2.9	0.52	60
Methven Limited	112	+2.9	+1.0	38	0-0	3	1.6	11	0.9	14	9.9	0.85	82
Scott Tech. Ltd	139	+0.5	-0.9	47	0-0	-	1.2	10	0.8	13	8.0	0.87	63
Genesis Energy	184	+0.4	-0.3	49	1-0	7	1.0	6	0.8	18	12.1	0.88	1,839
INCOME SHARES: Highest Yields, Capitalisation > NZ$100 million													
Hallenstein G.	295	-2.2	-3.4	66	0-1	5	2.8	27	0.7	10	14.6	0.79	175
PGG Wrightsons	40	-3.4	-0.3	73	0-0	2	1.1	12	1.3	9	13.9	0.25	302
Genesis Energy	184	+0.4	-0.3	49	1-0	7	1.0	6	0.8	18	12.1	0.88	1,839
Kingfish Ltd	124	-3.3	+0.5	71	0-0	-	0.9	7	0.6	14	12.0	N/A	154
Hellaby Hold.	273	-2.9	-2.5	69	6-2	4	1.3	14	0.8	10	10.9	0.36	262
Opus Int'l Cons	119	-2.6	+0.7	68	2-0	4	1.2	17	0.6	7	10.4	0.33	176
Sky Network TV	455	-10.0	+1.3	87	0-0	10	1.3	13	0.5	10	9.2	1.91	1,771
Tower Limited	179	-6.0	-1.5	77	1-1	4	1.1	-	0.8	NE	9.0	1.00	303
Skellerup Hold.	144	+4.5	-2.5	30	22-0	3	1.7	14	0.8	13	8.7	1.37	278
Col Motor Co	540	-3.0	-0.0	70	1-0	-	1.2	12	0.5	10	8.5	0.22	177
INSIDER BUYING: Most Insider Buying, Relative Strength > 0													
Skellerup Hold.	144	+4.5	-2.5	30	22-0	3	1.7	14	0.8	13	8.7	1.37	278
Arvida Group	90	+2.8	+1.0	40	4-0	-	30.6	-	0.8	NE	Nil	N/A	202
Fonterra S/H Fd	591	+7.0	+1.1	20	8-4	7	1.5	7	0.5	20	4.2	0.50	9,451
Chorus Ltd	387	+16.9	+5.0	6	3-0	8	1.9	11	0.9	17	Nil	1.51	1,522
Moa Group Ltd	57	+33.9	+3.0	1	3-0	-	3.1	-	1.2	NE	Nil	4.49	27
Z Energy Ltd	646	+7.2	-3.1	19	3-0	7	5.1	1	0.6	369	5.2	0.84	2,584
Sanford Limited	585	+7.1	+2.2	20	3-0	2	1.1	3	0.4	40	5.5	1.23	548
Heartland Bank	131	+5.8	-0.5	25	4-1	3	1.3	10	0.7	13	8.0	4.58	616
Nuplex Indust	407	+5.9	-2.3	24	2-0	7	1.4	11	0.8	13	6.6	0.57	779
Foley Fam Wines	145	+0.5	-0.4	48	2-0	-	0.9	4	0.7	21	1.9	2.04	76

Company	Share Price	STRENGTH RATING Cur-rent	4-Wk Chg.	Rank 0-99	Insider Buy-Sell	Brokers Following	Price to NTA	Return on Equity	Vola-til-ity	Price Earn. Ratio	Divi-dend Yield	Price Sales Ratio	Market Cap'n
OVER-VALUED SHARES: Highest Price/Sales Ratios, Relative Strength < 0													
DNZ Property	201	-0.7	+0.2	60	0-0	-	1.1	13	0.4	9	7.1	9.84	597
Vital Health PT	188	-58.3	+0.0	98	0-0	4	1.5	22	0.5	7	4.3	9.50	643
MetLifeCare	438	-1.4	+0.3	64	2-0	6	1.0	13	0.7	8	1.0	9.36	929
GeoOP Ltd	37	-8.1	+0.9	82	0-0	-	4.7	-	1.6	NE	Nil	9.18	13
Pyne Gould Corp	25	-9.2	+2.3	85	0-0	-	0.3	0	1.4	578	Nil	7.36	51
Burger Fuel	220	-7.1	-2.7	78	0-0	-	9.5	4	1.1	247	Nil	7.12	131
EROAD Ltd	197	-20.4	-0.1	95	1-7	1	2.3	-	0.7	NE	Nil	6.74	118
Serko Limited	81	-3.2	+0.2	71	0-0	-	4.9	-	1.0	NE	Nil	4.90	51
NZ Exchange Ltd	105	-0.2	+2.0	56	3-0	3	5.2	26	0.8	20	7.9	4.09	267
CDL Investments	60	-2.4	-0.8	67	0-0	-	1.3	11	0.6	11	5.1	3.75	165
South Port NZ	450	-0.5	-0.3	59	0-0	-	3.5	23	0.3	15	7.4	3.42	118
Orion Health.	300	-11.6	-0.9	88	2-4	4	4.2	-	0.6	NE	Nil	2.91	477
Vector Ltd	316	-0.4	-1.1	58	1-0	6	1.4	6	0.5	22	6.8	2.43	3,146
Trust Power Ltd	760	-0.6	-0.4	59	0-0	7	1.3	8	0.5	17	7.1	2.39	2,378
Mighty River	263	-0.2	-0.6	57	1-1	8	1.1	1	0.7	77	7.4	2.15	3,615
WORST PERFORMING SHARES: Weakest Shares, P/S Ratio > 0.25, Yield < Twice Average													
Vital Health PT	188	-58.3	+0.0	98	0-0	4	1.5	22	0.5	7	4.3	9.50	643
Mercer Group	5	-24.5	+0.6	95	0-2	-	1.0	-	2.1	NE	Nil	0.33	14
EROAD Ltd	197	-20.4	-0.1	95	1-7	1	2.3	-	0.6	NE	Nil	6.74	118
Smartpay NZ Ltd	11	-15.1	-3.8	90	1-2	-	1.7	14	1.9	12	Nil	0.85	19
Pac Edge Bio.	44	-12.3	+2.9	89	1-0	2	14.8	-	1.7	NE	Nil	N/A	166
Orion Health.	300	-11.6	-0.9	88	2-4	4	4.2	-	0.6	NE	Nil	2.91	477
Snakk Media Ltd	87	-9.9	-0.5	86	0-0	-	87.3	-	1.3	NE	Nil	1.17	12
Pyne Gould Corp	25	-9.2	+2.3	85	0-0	-	0.3	0	1.4	578	Nil	7.36	51
SLI Systems Ltd	74	-9.0	+1.4	84	0-0	3	8.4	-	1.0	NE	Nil	1.61	45
NZ Oil & Gas	43	-8.2	+0.8	83	2-2	2	0.5	-	0.9	NE	Nil	1.26	147
GeoOP Ltd	37	-8.1	+0.9	82	0-0	-	4.7	-	1.5	NE	Nil	9.18	13
Rakon Ltd	26	-7.9	+3.0	80	0-0	-	0.6	4	1.2	16	Nil	0.38	50
Coats Group plc	48	-7.6	-7.5	80	4-2	1	1.4	5	0.8	26	Nil	0.33	676
Finzsoft Sol'ns	235	-7.1	-3.7	79	0-0	-	4.8	63	1.3	8	Nil	1.03	20
Burger Fuel	220	-7.1	-2.7	78	0-0	-	9.5	4	1.1	247	Nil	7.12	131
Contact Energy	445	-6.2	-1.3	78	2-2	8	1.0	4	0.7	25	5.8	1.34	3,263
Allied Farmers	5	-5.7	+0.3	76	1-0	-	-	-	2.5	52	Nil	0.45	7
AMP Limited	560	-5.5	-1.2	76	1-0	-	3.3	26	0.8	13	7.0	1.27	11,581
Fletcher Build.	709	-5.1	-0.5	74	7-1	15	1.3	7	0.6	18	7.2	0.56	4,866
Fliway Group	104	-3.8	+0.3	73	2-0	-	35.4	-	0.6	NE	Nil	N/A	47
INSIDER SELLING: Most Insider Selling, Relative Strength < 0													
EROAD Ltd	197	-20.4	-0.1	95	1-7	1	2.3	-	0.6	NE	Nil	6.74	118
Mainfreight Grp	1516	-0.0	-0.8	56	2-8	5	3.0	16	0.4	18	3.1	0.74	1,510
Mercer Group	5	-24.5	+0.6	95	0-2	-	1.0	-	2.0	NE	Nil	0.33	14
Warehouse Group	270	-1.2	-0.2	63	0-2	7	1.7	10	0.7	18	8.2	0.34	936
Steel & Tube	212	-11.7	-2.4	88	0-2	4	1.1	13	0.5	9	12.4	0.37	188
Orion Health.	300	-11.6	-0.9	88	2-4	4	4.2	-	0.6	NE	Nil	2.91	477
Veritas Invest.	35	-18.3	+2.1	91	0-1	-	1.2	29	0.9	4	15.0	0.33	15
Hallenstein G.	295	-2.2	-3.4	66	0-1	5	2.8	27	0.6	10	14.6	0.79	175
Smartpay NZ Ltd	11	-15.1	-3.8	90	1-2	-	1.7	14	1.8	12	Nil	0.85	19
Abano Health.	685	-2.9	-3.8	68	1-2	2	1.6	5	0.3	32	4.8	0.76	143

ASX and NZX Settlement Dates

(Continued from Page 8)

transferred and registered in the name of the purchaser.

Shares were sometimes bought or sold multiple times but with the processing of the actual transfers falling months behind. Where settlement was delayed, dividends were paid to the registered shareholder, who may have sold the shares months before. The buyer's broker would then be responsible to contact the seller's broker to claim the dividend "incorrectly" paid to the seller.

That massive volume of unsettled trades and the resulting errors and counter-party risk are probably the reason that many stockbrokers failed in the year *after* the October 1987 crash.

Settlement improved significantly in New Zealand after the Securities Transfer Act 1991 removed the requirement for share certicates and led in 1992 to "scripless trading" under the *FASTER* (fully automated screen trading and electronic registration) system. Trading volumes had also dropped significantly from the peak five years earlier!

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

For an explanation of this table see the *Share Selection Methods* report 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.

UNDER-VALUED SHARES: Lowest Price/Sales, Yld > 0, Rel Strength > 0

Company	Share Price	STRENGTH RATING Cur-rent	4-Wk Chg.	Rank 0-99	Insider Buy-Sell	Brokers Following	Short Interest	Price to NTA	ROE	Volatility	P/E Ratio	Div Yield	P/S Ratio	Market Cap'n
Namoi Cotton	34	+9.8	+6.9	17	1-0	-	-	0.3	5	1.3	6	1.5	0.09	37
Macquarie C Tel	870	+13.3	-2.5	14	6-0	2	-	2.4	-	0.3	NE	2.9	0.09	18
CML Group	18	+5.2	-0.8	23	3-0	-	-	3.5	0	1.8	967	2.9	0.10	16
Metcash Ltd	171	+13.4	+4.7	14	5-0	13	20.6	-	-	0.7	9	10.9	0.11	1,583
Cellnet Group	20	+13.7	+3.5	13	0-0	-	-	0.9	13	1.7	7	5.0	0.14	11
Watpac Ltd	106	+12.8	+0.2	14	0-1	1	2.3	-	-	0.7	17	1.9	0.16	196
Data 3 Ltd	114	+6.3	-3.3	21	0-1	2	-	9.5	57	0.8	17	5.5	0.20	176
Sth Cross Elect	35	+0.3	+0.0	35	3-0	2	-	0.6	-	1.6	NE	7.7	0.23	55
Automotive Hold	435	+2.7	+0.2	28	0-0	13	1.0	0.5	3	0.4	15	5.1	0.25	1,333
SRG Limited	71	+8.5	+3.0	19	4-0	-	-	0.8	3	1.0	28	3.5	0.26	45
Maxi TRANS	47	+3.6	-7.5	26	1-0	3	-	1.1	6	1.1	19	4.3	0.26	87
Sigma Pharm.	78	+1.0	-0.6	33	0-0	13	0.5	1.8	11	0.8	16	2.6	0.27	838
Neptune Marine	125	+0.6	+5.9	34	0-0	-	-	1.1	7	0.7	15	3.0	0.28	77
Aust Pharm. Ind	213	+15.5	-1.1	12	1-0	8	0.1	3.3	14	0.7	24	2.1	0.30	1,042
Bluescope Steel	457	+3.9	+0.2	25	9-1	14	2.7	0.7	5	0.5	15	1.3	0.30	2,611
The Pas Group	65	+6.5	-0.8	21	2-0	-	-	1.5	15	1.0	10	7.7	0.35	89
Globe Int'l Ltd	120	+2.0	-11.4	30	1-0	-	-	1.6	12	0.9	13	5.8	0.36	50
Colorpak Ltd	70	+11.3	+8.2	16	0-0	1	-	2.2	12	0.9	18	3.6	0.37	60
The Reject Shop	1017	+16.7	-9.2	11	3-0	7	0.3	2.1	10	0.4	21	2.9	0.39	293
Embelton Ltd	740	+1.5	+0.8	31	0-0	-	-	-	-	0.3	10	4.6	0.41	16
Caltex Austrlia	3723	+5.7	+2.5	22	0-1	11	0.2	4.3	1	0.3	504	1.9	0.41	10,052
Lindsay Aust	47	+4.5	-1.4	24	0-1	1	-	2.0	9	1.0	22	4.5	0.42	133
Ibosses Corp.	21	+0.8	-0.3	33	0-0	-	-	0.3	15	1.8	2	22.6	0.43	16
HGL Limited	45	+14.1	+2.5	13	2-0	-	-	2.3	34	1.2	7	3.3	0.47	24
Service Stream	51	+23.3	+2.2	8	1-0	-	-	3.0	18	1.1	17	2.9	0.47	194
PTB Group Ltd	41	+15.1	+1.4	12	0-0	-	-	0.5	6	1.2	9	12.3	0.47	17
CIMIC Group	2385	+0.4	-4.0	35	1-1	13	0.9	2.5	-	0.3	NE	4.6	0.48	8,073
Ridley Corp.	143	+12.1	-0.4	15	1-0	4	0.0	3.0	15	0.6	21	2.4	0.48	440
Gale Pacific	30	+19.4	-2.8	10	8-0	-	-	1.4	8	1.4	17	3.4	0.59	88
UXC Limited	123	+9.9	-3.2	17	1-0	5	0.0	-	-	0.7	18	4.3	0.60	413
JB Hi-Fi Ltd	2212	+4.4	+5.9	25	1-0	18	12.8	8.6	54	0.3	16	4.1	0.60	2,187
PS & C Limited	92	+6.8	-3.6	21	1-0	-	-	-	-	0.9	7	6.5	0.61	51
Nufarm Limited	647	+1.2	-6.8	32	1-0	13	1.6	2.4	6	0.4	40	1.5	0.63	1,720
Vita Group Ltd	250	+18.8	+8.1	10	1-1	3	0.0	-	-	0.7	15	2.7	0.63	378
STW Comm Group	77	+3.5	-0.2	27	1-0	6	3.4	-	-	0.9	7	8.9	0.66	328
Oroton Group	215	+2.0	-4.1	30	8-0	5	0.6	2.0	6	0.5	34	3.0	0.67	88
Sedgman Ltd	108	+14.1	+6.5	13	6-0	2	-	1.9	13	0.8	15	6.8	0.70	245
A.P. Eagers	1131	+11.5	-0.5	15	16-1	3	0.0	4.8	18	0.2	26	2.4	0.71	2,082
Landmark White	52	+3.0	+1.8	27	0-0	-	-	8.6	47	1.0	18	7.3	0.72	14
Joyce Corp.	98	+0.2	-0.3	36	1-0	-	-	2.1	1	1.0	215	5.6	0.78	27
Pental Limited	65	+16.0	+6.5	11	0-0	-	-	2.5	14	1.0	17	4.1	0.79	88
Collins Foods	488	+30.8	+4.8	6	1-0	6	-	-	-	0.4	NE	2.3	0.79	454
Bell Financial	53	+14.0	+0.5	13	9-0	-	-	2.9	15	1.1	20	4.7	0.86	138
Super Retail Gr	1003	+6.8	-0.1	21	0-1	15	9.1	62.7	-	0.4	21	4.0	0.88	1,978
Bega Cheese Ltd	657	+20.7	+2.7	9	1-2	6	2.0	3.4	4	0.4	81	1.3	0.90	1,003
Nib Holdings	343	+1.1	-2.6	32	5-0	13	0.2	6.4	32	0.5	20	3.4	0.92	1,506
Nine Entertain.	142	+0.5	+0.2	34	4-1	12	4.0	-	-	0.8	7	6.5	0.93	1,249
CI Resources	135	+14.1	-0.7	13	3-0	-	-	1.1	16	0.8	7	3.7	0.94	156
Brisbane Bronco	34	+4.3	+1.5	25	0-0	-	-	2.3	14	1.2	16	1.5	0.95	33
Eumundi Group	7	+4.6	+0.6	24	0-0	-	-	0.7	8	2.9	9	7.6	0.97	22
SDI Limited	56	+1.4	-1.7	31	5-0	-	-	1.9	18	1.1	11	2.5	0.97	67
Supply Network	203	+1.1	+1.3	32	0-0	-	-	2.9	20	0.5	14	4.4	0.97	83
RXP Services	57	+10.3	-1.0	17	0-0	2	-	11.4	-	1.1	11	2.2	0.99	78
Village Road.	691	+1.5	-3.3	31	0-2	8	1.5	6.6	26	0.3	25	4.1	1.10	1,108
Pact Group Hold	490	+2.3	-2.6	30	1-0	9	3.0	-	-	0.4	21	4.0	1.16	1,443
AGL Energy Ltd	1847	+6.0	+1.3	22	0-0	14	1.4	2.2	4	0.2	57	3.5	1.17	12,462
BPS Technology	100	+11.6	-8.4	15	0-0	-	-	9.1	-	0.9	7	5.5	1.21	59
Sth Cross Media	110	+7.6	+0.1	20	1-0	11	1.0	-	-	0.8	11	5.5	1.36	846
Capilano Honey	1925	+12.9	-5.1	14	0-2	3	-	5.1	24	0.3	21	1.9	1.37	165
Paragon Care	65	+5.9	+0.7	22	1-0	-	-	32.5	-	1.0	22	2.2	1.42	104
Breville Group	605	+0.4	-1.2	35	6-0	10	3.4	5.3	31	0.3	17	4.5	1.49	787
DuluxGroup Ltd	650	+5.9	+1.2	22	2-0	12	0.7	26.0	-	0.4	22	3.5	1.50	2,530
Jumbo Interact.	101	+1.2	-3.2	32	1-0	1	-	4.4	7	0.8	67	1.5	1.53	45
Silver Chef Ltd	850	+3.0	-3.1	28	1-0	5	-	3.6	21	0.3	17	4.2	1.54	269
Melbourne IT	209	+11.9	+0.3	15	0-0	3	-	-	-	0.5	21	2.4	1.56	194
Lovisa Holdings	204	+1.9	-4.8	31	1-1	6	0.0	-	-	0.7	7	2.0	1.60	214
DWS Limited	116	+10.2	-8.6	17	1-0	2	-	5.8	39	0.8	15	6.5	1.61	152
Ramsay Health	5905	+2.0	-1.3	30	3-4	17	3.4	-	-	0.2	31	1.7	1.62	11,933
Wellcom Group	525	+13.1	+1.4	14	1-0	3	-	13.1	62	0.4	21	3.9	1.78	206
Clover Corp.	33	+28.1	-19.1	7	2-0	-	-	1.9	0	1.5	537	1.5	1.79	54

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

Company	Share Price	STRENGTH RATING Cur-rent	4-Wk Chg.	Rank 0-99	Insider Buy-Sell	Brokers Following	Short Interest	Price to NTA	ROE	Volatility	P/E Ratio	Div Yield	P/S Ratio	Market Cap'n
Scigen Ltd	2	+41.9	-8.4	4	0-0	-	-	-	-	3.9	1	Nil	0.04	1
Hi Tech Group	30	+37.2	-42.5	4	0-0	-	-	3.0	26	0.9	12	Nil	0.62	9
Konekt Limited	32	+24.5	-4.8	8	3-0	-	-	5.3	34	1.4	16	Nil	0.66	23
Service Stream	51	+23.3	+2.2	8	1-0	-	-	3.0	18	0.8	17	2.9	0.47	194
Delta SBD Ltd	10	+22.0	+1.8	9	1-0	-	-	0.3	5	1.7	6	Nil	0.07	5
Blackgold Int'l	8	+19.7	+6.2	9	0-0	-	-	0.4	28	2.2	1	Nil	0.26	69
Gale Pacific	30	+19.4	-2.8	10	8-0	-	-	1.4	8	1.1	17	3.4	0.59	88
Vita Group Ltd	250	+18.8	+8.1	10	1-1	3	0.0	-	-	0.5	15	2.7	0.63	378
Pental Limited	65	+16.0	+6.5	11	0-0	-	-	2.5	14	0.8	17	4.1	0.79	88
PTB Group Ltd	41	+15.1	+1.4	12	0-0	-	-	0.5	6	0.9	9	12.3	0.47	17
Elders Limited	453	+14.6	-0.7	12	0-0	6	1.7	4.4	46	0.3	9	Nil	0.25	379
Sedgman Ltd	108	+14.1	+6.5	13	6-0	2	-	1.9	13	0.6	15	6.8	0.70	245
HGL Limited	45	+14.1	+2.5	13	2-0	-	-	2.3	34	0.9	7	3.3	0.47	24
CI Resources	135	+14.1	-0.7	13	3-0	-	-	1.1	16	0.6	7	3.7	0.94	156
Cellnet Group	20	+13.7	+3.5	13	0-0	-	-	0.9	13	1.2	7	5.0	0.14	11
Metcash Ltd	171	+13.4	+4.7	14	5-0	13	20.6	-	-	0.5	9	10.9	0.11	1,583
Watpac Ltd	106	+12.8	+0.2	14	0-1	1	2.3	-	-	0.6	17	1.9	0.16	196
Colorpak Ltd	70	+11.3	+8.2	16	0-0	1	-	2.2	12	0.6	18	3.6	0.37	60
RXP Services	57	+10.3	-1.0	17	0-0	2	-	11.4	-	0.8	11	2.2	0.99	78
UXC Limited	123	+9.9	-3.2	17	1-0	5	0.0	-	-	0.5	18	4.3	0.60	413
Namoi Cotton	34	+9.8	+6.9	17	1-0	-	-	0.3	5	0.9	6	1.5	0.09	37
Qantas Airways	383	+7.4	-2.0	20	6-0	14	0.2	6.1	40	0.4	15	Nil	0.53	7,899
PS & C Limited	92	+6.8	-3.6	21	1-0	-	-	-	-	0.7	7	6.5	0.61	51
The Pas Group	65	+6.5	-0.8	21	2-0	-	-	1.5	15	0.8	10	7.7	0.35	89
Data 3 Ltd	114	+6.3	-3.3	21	0-1	2	-	9.5	57	0.6	17	5.5	0.20	176
UGL Limited	220	+5.6	-5.3	23	1-0	11	4.7	2.9	53	0.4	6	Nil	0.18	366
Eumundi Group	7	+4.6	+0.6	24	0-0	-	-	0.7	8	2.0	9	7.6	0.97	22
JB Hi-Fi Ltd	2212	+4.4	+5.9	25	1-0	18	12.8	8.6	54	0.3	16	4.1	0.60	2,187
Brisbane Bronco	34	+4.3	+1.5	25	0-0	-	-	2.3	14	0.9	16	1.5	0.95	33
Bluescope Steel	457	+3.9	+0.2	25	9-1	14	2.7	0.7	5	0.4	15	1.3	0.30	2,611
World Reach Ltd	30	+3.8	-8.9	26	0-0	-	-	5.0	78	1.4	6	Nil	0.76	13
Maxi TRANS	47	+3.6	-7.5	26	1-0	3	-	1.1	6	0.8	19	4.3	0.26	87
STW Comm Group	77	+3.5	-0.2	27	1-0	6	3.4	-	-	0.7	7	8.9	0.66	328
Landmark White	52	+3.0	+1.8	27	0-0	-	-	8.6	47	0.7	18	7.3	0.72	14
Automotive Hold	435	+2.7	+0.2	28	0-0	13	1.0	0.5	3	0.3	15	5.1	0.25	1,333
Aust Vintage	39	+2.5	-0.2	29	3-0	-	-	0.5	5	0.9	10	Nil	0.39	91
W'bool Cheese	933	+2.1	-1.4	30	0-0	-	0.0	2.5	22	0.3	11	Nil	0.87	523
Globe Int'l Ltd	120	+2.0	-11.4	30	1-0	-	-	1.6	12	0.7	13	5.8	0.36	50
Embelton Ltd	740	+1.5	+0.8	31	0-0	-	-	-	-	0.2	10	4.6	0.41	16
SDI Limited	56	+1.4	-1.7	31	5-0	-	-	1.9	18	0.8	11	2.5	0.97	67
Austral Gold	15	+1.2	-0.4	32	0-0	-	-	-	-	1.7	5	Nil	0.88	72
Supply Network	203	+1.1	+1.3	32	0-0	-	-	2.9	20	0.4	14	4.4	0.97	83
Nib Holdings	343	+1.1	-2.6	32	5-0	13	0.2	6.4	32	0.4	20	3.4	0.92	1,506
Sigma Pharm.	78	+1.0	-0.6	33	0-0	13	0.5	1.8	11	0.6	16	2.6	0.27	838
GLG Corporation	23	+0.9	-1.7	33	0-0	-	-	0.3	6	1.0	4	Nil	0.07	17
Ibosses Corp.	21	+0.8	-0.3	33	0-0	-	-	0.3	15	1.3	2	22.6	0.43	16
Incremental Oil	4	+0.8	-0.8	33	0-0	-	-	0.4	5	3.5	8	Nil	0.87	7
Neptune Marine	125	+0.6	+5.9	34	0-0	-	-	1.1	7	0.5	15	3.0	0.28	77
Nine Entertain.	142	+0.5	+0.2	34	4-1	12	4.0	-	-	0.7	7	6.5	0.93	1,249
Redbank Energy	800	+0.0	-0.0	37	0-0	-	0.0	0.3	-	0.2	0	Nil	0.07	6
Redchip Int'l	0	+0.0	+0.0	38	0-0	-	-	-	-	9.8	0	Nil	0.34	1

INCOME SHARES: Highest Yields, Capitalisation > A$250 million

Company	Share Price	STRENGTH RATING Cur-rent	4-Wk Chg.	Rank 0-99	Insider Buy-Sell	Brokers Following	Short Interest	Price to NTA	ROE	Volatility	P/E Ratio	Div Yield	P/S Ratio	Market Cap'n
Worley Group	334	-27.6	-4.6	92	1-0	13	10.7	-	-	0.4	NE	16.8	0.09	819
Pro Maintenance	112	-9.7	-8.8	69	1-0	7	1.1	0.9	17	0.6	5	16.1	0.09	279
Monadelphous Gr	612	-12.7	+0.6	74	2-0	15	16.9	1.6	29	0.4	5	15.0	0.31	572
Seven West Med.	82	-9.8	+4.9	69	4-0	11	5.1	-	-	0.6	6	14.6	0.46	1,237
Wellard Limited	133	-2.0	-1.3	48	0-0	-	-	-	-	0.6	7	12.8	0.15	530
Origin Energy	401	-25.2	-0.6	89	3-0	15	1.2	0.6	-	0.3	NE	12.5	0.44	7,017
Woodside Petrol	2725	-8.6	-0.9	66	0-0	12	1.0	1.2	15	0.2	8	11.4	2.47	22,452
Santos Ltd	321	-27.6	-5.8	92	1-0	13	3.5	-	-	0.4	NE	10.9	0.78	5,668
Metcash Ltd	171	+13.4	+4.7	14	5-0	13	20.6	-	-	0.4	9	10.9	0.11	1,583
Select harvest	491	-16.9	-8.9	80	2-0	8	6.7	1.6	26	0.2	6	10.2	1.57	357
Spotless Group	100	-23.6	-9.5	88	6-1	6	2.9	-	-	0.6	8	10.0	0.38	1,098
BHP Billiton	1620	-20.4	-3.9	84	1-1	22	1.4	0.9	6	0.2	15	9.9	1.49	52,029
GDI Property	84	-2.1	-0.8	48	2-0	2	0.2	0.9	15	0.5	6	9.0	5.67	450
STW Comm Group	77	+3.5	-0.2	27	1-0	6	3.4	-	-	0.6	7	8.9	0.66	328
Seven Group	450	-5.5	-0.2	58	8-0	6	5.7	0.7	-	0.3	NE	8.9	0.48	1,267
360 Capital Ind	245	+0.5	+0.5	34	4-0	2	0.1	-	-	0.4	9	8.6	7.88	519
Primary Health	234	-23.0	-3.5	87	4-6	16	11.9	1.7	19	0.4	9	8.5	0.75	1,220

Company	Share Price	STRENGTH RATING Cur-rent	4-Wk Chg.	Rank 0-99	Insider Buy-Sell	Brokers Following	Short Interest	Price to NTA	ROE	Volatility	P/E Ratio	Div Yield	P/S Ratio	Market Cap'n
Scentre Group	441	+4.3	+0.1	25	1-0	9	1.6	1.5	12	0.4	12	8.3	N/A	23,480
Cromwell Prop.	101	-1.0	+0.1	44	4-2	8	1.3	1.4	12	0.4	12	7.8	5.64	1,756
DUET Group	230	+0.8	-1.2	33	3-0	14	0.8	1.7	2	0.3	71	7.6	2.71	5,339
ANZ Bank	2409	-8.2	-1.2	65	0-0	19	2.2	1.5	9	0.2	18	7.5	6.45	70,284
C.S.R. Ltd	267	-10.4	-0.5	70	1-2	15	2.1	1.2	11	0.4	11	7.5	0.67	1,351
Nat'l Aust Bank	2646	-7.3	-1.3	63	5-0	19	0.9	1.7	15	0.2	11	7.5	3.60	69,799
Orica Ltd	1301	-9.9	-2.0	69	2-0	16	13.7	2.4	-	0.2	NE	7.4	0.85	4,858
Hunter H Global	111	-1.0	-1.5	44	3-0	-	-	0.8	15	0.4	5	7.2	N/A	266

INSIDER BUYING: Most Insider Buying, Relative Strength > 0

Company	Share Price	Cur-rent	4-Wk Chg.	Rank 0-99	Insider Buy-Sell	Brokers Following	Short Interest	Price to NTA	ROE	Volatility	P/E Ratio	Div Yield	P/S Ratio	Market Cap'n
A.P. Eagers	1131	+11.5	-0.5	15	16-1	3	0.0	4.8	18	0.1	26	2.4	0.71	2,082
Marmota Energy	2	+65.7	-15.5	2	13-0	-	-	-	-	2.7	NE	Nil	N/A	7
Soul Pattinson	1658	+7.8	-0.8	20	10-0	2	0.0	1.3	3	0.2	48	3.0	6.19	3,969
8I Holdings	114	+29.3	+4.4	6	10-0	-	-	-	-	0.6	91	0.8	N/A	407
Bell Financial	53	+14.0	+0.5	13	9-0	-	-	2.9	15	0.6	20	4.7	0.86	138
Smartgroup Corp	456	+40.0	-0.7	4	9-0	3	0.0	-	-	0.4	51	1.3	6.31	473
Applabs Tech.	18	+28.2	+16.4	7	9-0	-	-	1.4	-	0.9	NE	Nil	N/A	8
Oroton Group	215	+2.0	-4.1	30	8-0	5	0.6	2.0	6	0.3	34	3.0	0.67	88
Gale Pacific	30	+19.4	-2.8	10	8-0	-	-	1.4	8	0.8	17	3.4	0.59	88
Bluescope Steel	457	+3.9	+0.2	25	9-1	14	2.7	0.7	5	0.3	15	1.3	0.30	2,611
Centuria Cap'l	97	+3.0	+2.7	27	9-1	-	-	1.3	15	0.4	9	4.9	2.00	74
Macquarie C Tel	870	+13.3	-2.5	14	6-0	2	-	2.4	-	0.2	NE	2.9	0.09	18
Sthn Cross Exp.	0	+9.2	-3.4	18	6-0	-	-	-	-	7.6	10	Nil	3.87	3
Sedgman Ltd	108	+14.1	+6.5	13	6-0	2	-	1.9	13	0.5	15	6.8	0.70	245
Grays eCommerce	119	+16.7	+0.1	11	6-0	-	-	1.2	-	0.6	NE	Nil	0.57	110
Qantas Airways	383	+7.4	-2.0	20	6-0	14	0.2	6.1	40	0.4	15	Nil	0.53	7,899
Breville Group	605	+0.4	-1.2	35	6-0	10	3.4	5.3	31	0.2	17	4.5	1.49	787
Elk Petroleum	11	+19.0	+5.6	10	6-0	-	-	-	-	1.2	NE	Nil	N/A	21
Estia Health	662	+5.1	-4.2	23	6-0	-	2.3	-	-	0.3	NE	Nil	4.21	1,200
Dyesol Ltd	27	+7.2	-10.5	21	7-1	-	-	27.0	-	0.8	NE	Nil	N/A	97
Nib Holdings	343	+1.1	-2.6	32	5-0	13	0.2	6.4	32	0.3	20	3.4	0.92	1,506
TPI Enterprises	360	+6.3	+0.5	21	5-0	-	-	-	-	0.6	NE	Nil	N/A	164
Naos Absolute	100	+3.5	-0.6	27	5-0	-	-	-	-	0.5	19	2.0	8.72	22
Metcash Ltd	171	+13.4	+4.7	14	5-0	13	20.6	-	-	0.4	9	10.9	0.11	1,583
G8 Education	332	+1.0	+2.0	32	5-0	11	8.6	-	-	0.2	22	5.7	2.39	1,244
APN Property	43	+6.2	+0.5	22	5-0	-	-	1.7	17	0.8	10	3.5	4.56	130
First Gth Funds	1	+51.5	-59.5	2	5-0	-	-	1.1	-	4.2	NE	Nil	N/A	3
Ambition Group	18	+7.3	+0.3	20	5-0	-	-	1.1	-	0.9	NE	Nil	0.14	12
Probiotec Ltd	46	+35.6	+2.5	5	5-0	-	-	1.2	0	0.8	902	Nil	0.37	24
Thorney Opp.	55	+10.5	-0.7	16	5-0	-	-	1.0	10	0.6	10	0.9	N/A	93

Company	Share Price	STRENGTH RATING Cur-rent	4-Wk Chg.	Rank 0-99	Insider Buy-Sell	Brokers Following	Short Interest	Price to NTA	ROE	Volatility	P/E Ratio	Div Yield	P/S Ratio	Market Cap'n
SDI Limited	56	+1.4	-1.7	31	5-0	-	-	1.9	18	0.6	11	2.5	0.97	67
Emerald Res.	3	+7.8	+4.8	20	5-0	-	-	-	-	2.6	NE	Nil	N/A	34
Rural Funds Grp	135	+10.6	-2.2	16	5-0	3	-	1.4	8	0.5	18	6.4	8.03	221
Alexium Int'l	72	+0.6	-4.9	34	6-1	-	0.1	-	-	0.8	NE	Nil	N/A	206
SRG Limited	71	+8.5	+3.0	19	4-0	-	-	0.8	3	0.6	28	3.5	0.26	45
Galaxy Res.	17%	+120.5	+20.9	1	4-0	-	0.5	-	-	1.2	NE	Nil	N/A	209
Moreton Res Ltd	0	+4.7	-3.4	24	4-0	-	-	-	-	6.9	NE	Nil	N/A	7
Rent.com.au Ltd	24	+46.5	-4.7	3	4-0	-	-	-	-	1.2	NE	Nil	N/A	21
Lanka Graphite	13	+31.9	+3.1	5	4-0	-	-	-	-	1.9	NE	Nil	N/A	1
Strike Energy	13	+4.7	-2.8	24	4-0	2	-	-	-	1.1	NE	Nil	N/A	104
LBT Innovations	12	+13.3	-20.7	14	4-0	-	-	4.0	-	1.0	NE	Nil	5.82	14
Collaborate	2	+5.2	+1.8	23	4-0	-	-	-	-	2.9	NE	Nil	N/A	6
Metgasco Ltd	6	+6.3	+3.6	22	4-0	-	-	-	-	1.8	NE	Nil	N/A	27
MacMahon Hold	9	+11.6	-6.7	15	4-0	4	-	0.4	-	1.4	NE	Nil	0.17	115
Magnis Resource	35	+4.9	-1.8	24	4-0	-	0.0	-	-	0.8	NE	Nil	N/A	118
Pioneer Credit	180	+0.6	+0.6	34	4-0	-	-	1.7	16	0.4	11	4.8	2.09	81
Pantoro Limited	8	+4.0	+0.5	25	4-0	-	-	-	-	1.4	NE	Nil	N/A	33
Brickworks Ltd	1515	+2.6	+0.3	29	4-0	7	0.2	1.5	5	0.2	29	3.8	3.11	2,253
360 Capital Ind	245	+0.5	+0.5	34	4-0	2	0.1	-	-	0.3	9	8.6	7.88	519
Aust Careers N.	343	+19.1	-8.7	10	4-0	-	0.3	18.1	-	0.4	17	3.8	3.37	287
Q Technology	1	+1.0	+3.3	32	4-0	-	-	0.2	-	5.7	NE	Nil	0.04	2
Breaker Res NL	14	+62.0	+5.5	2	4-0	-	-	-	-	1.0	NE	Nil	N/A	13
Onevue Holdings	78	+53.0	+5.2	2	4-0	-	-	15.6	-	0.7	NE	Nil	4.69	119
Easton Invest.	135	+40.4	+13.8	4	4-0	-	-	11.3	34	0.3	33	Nil	1.97	37
Echoice Limited	2	+19.0	-5.2	10	4-0	-	-	-	-	3.3	NE	Nil	0.17	12
CSG Ltd	157	+4.8	-1.2	24	5-1	4	0.7	6.0	18	0.4	33	5.7	1.99	501
DUET Group	230	+0.8	-1.2	33	3-0	14	0.8	1.7	2	0.3	71	7.6	2.71	5,339
Mantra Group	448	+14.9	-1.3	12	3-0	9	2.3	14.0	42	0.4	33	2.2	2.40	1,199
Costa Group	259	+10.1	-0.8	17	3-0	-	2.0	-	-	0.5	110	Nil	0.69	826
CI Resources	135	+14.1	-0.7	13	3-0	-	-	1.1	16	0.5	7	3.7	0.94	156
CML Group	18	+5.2	-0.8	23	3-0	-	-	3.5	0	0.9	967	2.9	0.10	16
Unity Mining	3	+15.7	+2.4	12	3-0	1	-	0.9	-	2.2	NE	Nil	0.40	31
ASX Limited	4010	+0.4	-0.7	35	3-0	16	2.4	5.8	33	0.2	18	4.7	8.94	7,763
Reva Medical	112	+28.7	-0.1	6	3-0	2	-	1.0	-	0.4	NE	Nil	N/A	376
Aust Vintage	39	+2.5	-0.2	29	3-0	-	-	0.5	5	0.7	10	Nil	0.39	91
Bailador Tech.	96	+4.8	-2.0	24	3-0	-	-	0.9	6	0.6	15	Nil	N/A	60
Jindalee Res.	20	+2.4	+0.6	29	3-0	-	-	-	-	0.9	NE	Nil	N/A	7
Watermark Fund	105	+4.7	+1.6	24	3-0	-	-	1.1	-	0.5	NE	4.8	N/A	88
Intermin Res	7	+2.0	+3.9	30	3-0	-	-	-	-	1.5	NE	Nil	N/A	8
Inabox Limited	112	+2.8	-4.1	28	3-0	-	-	22.4	-	0.4	NE	Nil	0.35	22

Australian Warrant / Option Analysis

Company	Share Price	Exercise Price	Yr/Mth to Expiry	Option Price	Black-Scholes Valuation	Option Over/Under-Valued	Share Vola-tility	Option Lever-age	Options to Buy 1 Share	Break-Even Rate
88 Energy	0.6	2.0	2-0	0.2	0.1	+172	0.75	2.37	1.0	+91
8IP Emerging Co	96	100	0-10	4.0	1.3	+216	0.06	9.99	1.0	+11
A1 Cons Gold	2.2	3.0	3-9	0.7	1.4	-50	1.02	1.27	1.0	+15
Adelaide Resources	0.8	5.0	0-7	0.1	0.0	+999	0.90	5.25	1.0	+999
Adv Braking Tech	0.7	1.2	0-6	0.3	0.1	+196	1.15	2.67	1.0	+427
Alara Resources	1.6	2.0	1-2	0.4	1.0	-59	1.71	1.30	1.0	+42
Altura Mining	6.2	2.0	0-4	4.0	4.3	-8	1.45	1.38	1.0	-9
American Patriot	14	25	0-8	1.1	0.3	+244	0.52	5.64	1.0	+161
Analytica Ltd	0.4	1.1	0-0	0.1	0.3	-69	1.14	5.64	1.0	+999
Analytica Ltd	0.4	1.4	2-0	0.2	0.1	+56	1.14	1.63	1.0	+100
Antilles Oil & Gas	1.9	10	0-11	0.5	0.0	+968	0.93	3.37	1.0	+545
Antipa Minerals	1.3	1.0	0-3	0.4	0.5	-18	1.54	2.04	1.0	+43
Antisense Thera.	6.0	27	0-11	0.7	0.0	+999	0.66	5.20	1.0	+430
Applabs Tech.	18	25	0-3	2.1	0.8	+148	0.78	5.33	1.0	+496
Argent Minerals	2.0	18	0-1	0.1	0.0	+999	0.89	9.99	1.0	+999
Argo Global	172	200	1-1	1.3	2.3	-43	0.13	9.99	1.0	+16
Argonaut Resources	0.4	6.0	1-1	0.2	0.0	+999	1.31	2.47	1.0	+999
Arowana Aust Value	100	98	0-4	3.0	4.0	-25	0.10	9.99	1.0	+3
Artemis Resources	0.1	0.3	0-5	0.1	0.0	+206	2.42	1.63	1.0	+999
Artemis Resources	0.1	2.0	0-6	0.1	0.0	+949	2.42	1.97	1.0	+999
Arunta Resources	0.1	0.2	3-5	0.1	0.1	+8	2.10	1.04	1.0	+38
Aspire Mining	0.7	3.0	1-4	0.2	0.0	+480	0.82	2.97	1.0	+224
Atlas Iron	1.2	7.5	1-4	0.1	0.2	-57	1.35	1.83	1.0	+299
Aura Energy	2.0	5.0	1-4	0.3	0.2	+79	0.71	2.95	1.0	+113
Ausquest Ltd	1.1	3.5	2-2	0.5	0.2	+176	0.79	2.15	1.0	+81
Ausquest Ltd	1.1	4.0	0-9	0.2	0.0	+999	0.79	4.29	1.0	+497
Aust Rural Capital	44	50	4-6	9.0	10.2	-12	0.29	2.62	1.0	+7
Austin Exploration	0.9	3.0	1-7	0.1	0.2	-37	0.98	2.06	1.0	+122
Bailador Tech Inv	96	100	0-1	0.7	1.0	-28	0.21	9.99	1.0	+77

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Barrack St Invest.	94	100	0-6	2.0	6.7	-70	0.34	6.45	1.0	+20
Biotron	6.2	12	0-7	1.3	0.5	+188	0.85	3.45	1.0	+270
Birimian Gold	5.8	1.5	2-4	0.3	4.6	-93	0.82	1.22	1.0	-40
Bisan	0.3	1.5	2-4	0.1	0.1	-14	1.27	1.47	1.0	+105
Black Rock Mining	3.8	5.0	1-1	2.5	1.1	+126	0.93	2.01	1.0	+89
Black Star Petroleum	0.1	20	1-10	0.1	0.1	+58	2.89	1.15	1.0	+999
Blackgold Int'l	7.8	8.0	0-5	1.5	1.5	-0	0.78	3.05	1.0	+60
Botswana Metals	0.3	1.5	0-10	0.1	0.0	+999	0.97	3.34	1.0	+645
Broken Hill Pros.	3.1	8.0	3-8	0.5	0.8	-39	0.67	1.85	1.0	+31
Burey Gold	2.1	5.0	1-5	0.4	0.2	+86	0.71	2.78	1.0	+95
CBG Capital	94	100	0-7	1.0	3.5	-71	0.19	9.99	1.0	+13
Canyon Resources	4.2	6.0	0-11	1.0	0.5	+117	0.58	3.42	1.0	+75
Capital Mining	0.4	2.0	0-10	0.2	0.1	+191	1.54	1.95	1.0	+673
Caravel Minerals	8.0	3.5	0-3	0.1	4.5	-98	0.87	1.73	1.0	-96
Carbon Energy	1.3	6.0	0-5	0.2	0.0	+999	0.74	8.40	1.0	+999
Cardinal Resources	11	15	3-7	4.8	4.6	+5	0.67	1.63	1.0	+18
Catalyst Metals	30	50	2-4	1.0	5.9	-83	0.57	2.35	1.0	+26
Cellmid Ltd	2.1	3.4	0-8	0.8	0.1	+999	0.51	5.40	1.0	+192
Centaurus Metals	0.5	5.0	1-1	0.1	0.1	+97	1.42	2.09	1.0	+753
Challenger Energy	2.9	20	0-4	0.5	0.0	+999	0.66	3.17	1.0	+999
Citation Resources	6.0	5.0	1-4	2.5	3.8	-35	1.45	1.30	1.0	+18
Cleveland Mining	3.9	65	0-4	0.3	0.0	+999	0.67	9.99	1.0	+999
Collaborate Corp	2.0	2.0	1-2	0.7	0.9	-21	1.07	1.63	1.0	+29
Connexion Media	19	20	1-0	3.6	5.1	-30	0.76	2.24	1.0	+28
Cons Zinc	5.2	10	0-5	0.3	0.7	-54	1.24	2.73	1.0	+416
Core Exploration	2.4	5.0	1-6	0.7	0.7	+2	1.02	1.83	1.0	+78
Cove Resources	0.7	0.5	3-4	0.3	0.4	-31	0.78	1.36	1.0	+4
Diatreme Resources	1.2	2.0	0-0	0.1	0.0	+999	1.57	9.27	1.0	+999

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Discovery Africa	0.6	20	0-10	0.1	0.0	+999	1.21	3.94	1.0	+999
Drake Resources	0.2	3.0	1-5	0.1	0.0	+558	1.29	2.15	1.0	+592
Eden Energy	6.5	3.0	2-7	3.4	4.9	-31	1.08	1.20	1.0	-1
Elixir Petroleum	0.1	1.5	0-7	0.1	0.0	+407	2.52	1.68	1.0	+999
Elk Petroleum	11	25	1-5	0.6	3.0	-80	1.12	1.79	1.0	+89
Ellerston Global Inv.	93	100	2-1	11.0	8.6	+29	0.18	5.61	1.0	+9
Elysium Resources	0.3	20	0-1	0.1	0.0	+999	0.92	9.99	1.0	+999
Empire Oil	37	0.9	2-2	3.1	36.2	-91	1.01	1.02	1.0	-64
Enerji Ltd	3.0	20	0-10	0.1	0.1	+83	1.02	3.40	1.0	+880
Env. Clean Tech.	2.0	1.5	1-5	1.0	1.1	-8	1.03	1.48	1.0	+17
Env. Clean Tech.	2.0	0.9	1-5	1.1	1.3	-18	1.03	1.34	1.0	+0
European Metals	12	10	0-4	4.0	3.6	+10	1.14	2.25	1.0	+80
Fatfish Internet	7.6	22	0-5	0.2	0.2	+0	1.03	4.04	1.0	+999
Firestrike Res.	6.3	4.0	0-10	3.8	3.1	+22	0.93	1.70	1.0	+29
First Graphite	5.4	20	0-8	0.8	0.3	+155	1.16	2.93	1.0	+765
Fox Resources	0.2	4.0	0-4	0.1	0.0	+999	0.71	9.99	1.0	+999
Future Generation IF	115	110	0-7	4.3	7.0	-39	0.10	9.99	1.0	-0
Future Global Opp.	116	110	1-7	6.3	11.2	-44	0.08	8.54	1.0	+0
GBM Resources	1.6	3.5	0-4	0.1	0.1	+21	1.12	3.69	1.0	+999
Gladiator Res.	0.6	0.6	1-4	0.1	0.4	-76	1.75	1.22	1.0	+12
Glennon Small Coys	97	100	0-6	0.8	0.9	-13	0.06	9.99	1.0	+9
Global Value Fund	101	100	0-1	0.2	1.2	-84	0.11	9.99	1.0	-7
Goldphyre Resources	6.8	8.0	0-7	1.4	2.9	-52	1.65	1.61	1.0	+74
Greenland M&E	2.9	20	0-4	0.1	0.0	+999	0.72	9.99	1.0	+999
Greenland Minerals	2.9	8.0	2-7	1.0	0.6	+76	0.72	2.07	1.0	+55
Havilah Resources	29	30	1-4	7.0	7.1	-1	0.57	2.48	1.0	+22
High Peak Royalties	7.1	35	1-2	0.2	0.0	+999	0.53	6.54	1.0	+315
IM Medical	0.1	1.0	0-7	0.1	0.0	+999	0.00	9.99	1.0	+999
Icollege Ltd	11	20	1-5	1.0	2.4	-58	0.88	2.10	1.0	+64
Imugene Ltd	1.1	1.5	1-1	0.3	0.2	+41	0.71	2.55	1.0	+58
Indus Energy NL	1.2	30	0-4	0.1	0.0	+999	1.86	3.85	1.0	+999
Intermin Resources	6.5	7.5	1-4	1.0	1.5	-31	0.58	2.54	1.0	+22
Investigator Res.	1.0	10	1-1	0.2	0.0	+999	0.66	6.13	1.0	+753
Invigor Group	5.6	5.0	2-4	1.2	2.8	-58	0.81	1.52	1.0	+4
Jacka Resources	0.4	13	0-3	0.1	0.0	+999	1.24	1.00	1.0	+999
Kaboko Mining	0.1	1.2	0-6	0.1	0.0	+999	0.00	9.99	1.0	+999
Kabuni Ltd	14	30	2-6	4.0	3.0	+34	0.68	2.10	1.0	+43
Katana Capital	81	100	0-0	0.1	3.0	-97	0.14	2.10	1.0	+999
King River Copper	0.8	10	2-4	0.2	0.2	-8	1.33	1.56	1.0	+198
King River Copper	0.8	10	2-4	25.0	0.2	+999	1.33	1.56	1.0	+405
Kingston Resources	0.5	7.0	0-4	0.1	0.0	+999	1.20	6.91	1.0	+999
Kogi Iron	1.5	8.0	1-3	0.3	0.5	-39	1.64	1.55	1.0	+293
Laconia Resources	0.3	6.0	2-7	0.1	0.2	-39	1.82	1.23	1.0	+221
Latin Resources	0.5	2.0	1-0	0.1	0.0	+107	1.08	2.46	1.0	+320
Lindian Res.	0.1	2.0	2-5	0.2	0.1	+262	1.89	1.23	1.0	+259
Lionhub Group	16	22	4-9	0.5	5.6	-91	0.52	1.78	1.0	+8
Lodestar Minerals	2.7	3.0	0-1	0.7	0.3	+156	1.24	4.50	1.0	+999
Lucapa Diamond	32	30	0-2	5.9	6.2	-4	1.01	3.35	1.0	+99
Lucapa Diamond	32	20	1-7	21.0	19.3	+9	1.01	1.41	1.0	+17
MRG Metals	5.0	25	0-7	0.5	0.0	+999	0.90	4.97	1.0	+999
MRG Metals	5.0	15	4-6	0.5	2.4	-79	0.90	1.40	1.0	+29
Magellan Financial	2198	300	0-4	2220.0	1900.4	+17	0.28	1.16	1.0	+51
Magellan Flagship	193	105	1-8	91.0	91.6	-1	0.18	2.10	1.0	+1
Magnis Resources	35	10	1-3	25.0	25.4	-2	0.57	1.37	1.0	+0
Mantle Mining	1.4	1.8	0-4	0.2	0.3	-22	1.18	2.68	1.0	+192
Mantle Mining	1.4	1.5	1-9	0.6	0.8	-23	1.18	1.39	1.0	+26
Marindi Metals	0.6	2.0	0-10	0.2	0.0	+463	0.95	3.01	1.0	+375
Metals of Africa	4.2	15	0-10	2.0	0.1	+999	0.86	3.47	1.0	+418
Minera Gold	0.1	1.2	0-9	0.1	0.0	+999	1.21	3.35	1.0	+999
Mining Projects	0.5	1.0	0-4	0.1	0.0	+259	1.06	3.76	1.0	+964
Minotaur Exploration	5.5	9.5	1-9	1.1	0.5	+118	0.47	3.36	1.0	+45
Minquest Ltd	1.1	4.5	1-2	0.4	0.3	+25	1.48	1.66	1.0	+247
Mitchell Services	2.0	30	0-5	0.1	0.0	+999	0.74	9.99	1.0	+999
Money3 Corp.	104	130	2-3	40.0	17.0	+135	0.39	3.02	1.0	+25
Mozambi Resources	4.1	2.0	1-10	2.3	2.8	-18	1.02	1.30	1.0	+3
Mt Magnet South	0.4	0.6	2-10	0.1	0.3	-66	1.45	1.17	1.0	+22
Mustang Resources	9.0	25	1-4	0.8	0.3	+178	0.58	3.91	1.0	+120
NKWE Platinum	7.0	10	0-1	1.5	0.0	+999	0.72	9.99	1.0	+999
NSL Consolidated	0.8	1.0	0-10	0.4	0.2	+72	1.01	2.05	1.0	+96
Namibian Copper	0.2	1.5	3-2	0.1	0.1	-9	1.43	1.26	1.0	+93
Naos Absolute Opps	100	100	0-9	5.6	5.3	+6	0.13	9.99	1.0	+8
New Talisman Gold	0.6	2.0	1-9	0.2	0.1	+233	0.76	2.54	1.0	+110
Novogen Ltd	11	40	4-3	5.0	4.0	+26	0.86	1.52	1.0	+41
Omni Market Tide	4.0	10	2-10	1.4	1.9	-25	1.07	1.43	1.0	+45

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Opthea	38	27	2-9	11.0	18.7	-41	0.59	1.63	1.0	+0
Orinoco Gold	17	11	0-9	8.0	6.7	+19	0.66	2.09	1.0	+21
Ozgrowth Ltd	12	18	0-6	0.5	0.0	+999	0.23	9.99	1.0	+159
PM Capital Asian	87	100	0-3	0.1	0.1	+73	0.14	9.99	1.0	+79
Pacific American Coal	4.5	25	1-10	0.5	0.1	+426	0.65	3.46	1.0	+158
Pacific Niugini	8.3	6.0	1-6	3.5	3.6	-3	0.65	1.84	1.0	+10
Panterra Gold	6.0	15	2-10	1.8	1.5	+24	0.72	1.93	1.0	+44
Paradigm Metals	0.2	0.2	0-10	0.1	0.1	+7	1.35	1.58	1.0	+63
Parmelia Resources	4.4	5.0	1-3	2.6	1.8	+41	1.06	1.65	1.0	+55
Pelican Resources	1.0	2.0	1-4	0.3	0.3	+4	1.07	1.83	1.0	+87
Peninsula Energy	91	5.0	2-10	23.0	85.8	-73	0.46	1.05	1.0	-34
Perpetual Equity	95	100	0-3	0.6	0.5	+23	0.09	9.99	1.0	+23
Phylogica Ltd	1.3	9.0	0-4	0.1	0.0	+999	1.02	7.12	1.0	+999
Platinum Asia Inv	97	100	1-3	4.3	3.3	+30	0.08	9.99	1.0	+6
Platypus Minerals	0.8	3.5	0-9	0.2	0.1	+155	1.31	2.40	1.0	+671
Pluton Resources	3.4	5.5	1-1	0.9	0.0	+999	0.00	9.99	1.0	+79
Prima Biomed	4.5	20	1-4	1.2	1.4	-14	1.50	1.61	1.0	+229
Proteomics Int'l	30	20	2-1	14.0	22.1	-37	1.34	1.20	1.0	+6
Proto Res & Inv	0.1	5.5	1-1	0.1	0.0	+999	0.00	9.99	1.0	+999
Pryme Energy	0.5	2.0	0-5	0.1	0.0	+864	1.21	3.80	1.0	+999
QV Equities	100	100	0-1	0.4	0.7	-42	0.08	9.99	1.0	+10
RTG Mining	36	150	1-3	2.0	0.1	+999	0.48	6.52	1.0	+214
Ram Resources	0.2	2.5	0-12	0.1	0.0	+999	1.14	3.07	1.0	+999
Raya Group	2.5	1.5	0-5	25.0	1.3	+999	1.48	1.61	1.0	+999
Raya Group	2.5	1.5	0-5	1.5	1.3	+14	1.48	1.61	1.0	+60
Red Mountain Mining	0.2	0.4	1-7	0.1	0.1	-7	1.49	1.36	1.0	+74
Red Mountain Mining	0.2	3.0	0-4	0.1	0.0	+999	1.49	4.83	1.0	+999
Red Mountain Mining	0.2	0.6	0-4	0.1	0.0	+634	1.49	2.96	1.0	+999
Red Mountain Mining	0.2	1.2	0-1	0.1	0.0	+999	1.49	9.99	1.0	+999
Redstone Resources	0.7	3.0	1-5	0.1	0.5	-79	2.29	1.18	1.0	+186
Redstone Resources	0.7	20	0-0	0.1	0.5	-79	2.29	1.18	1.0	+999
Renascor Resources	1.5	3.0	0-7	0.3	0.2	+48	1.11	2.61	1.0	+286
Reward Minerals	54	25	0-4	35.0	29.2	+20	0.51	1.84	1.0	+37
Rhinomed Ltd	2.7	6.0	1-2	0.7	0.6	+24	1.01	2.09	1.0	+118
Rumble Resources	1.2	8.0	0-4	0.1	0.0	+999	1.35	4.44	1.0	+999
Ryder Capital	98	125	2-9	4.0	0.0	+999	0.04	9.99	1.0	+10
Samson Oil & Gas	0.3	3.8	1-1	0.1	0.0	+805	1.24	2.58	1.0	+967
Sayona Mining	1.6	3.0	0-10	0.3	1.3	-76	3.13	1.12	1.0	+138
Shareroot Ltd	4.0	5.0	1-10	1.0	3.3	-70	2.12	1.10	1.0	+25
Siburan Resources	2.0	2.0	1-10	4.6	1.0	+369	0.95	1.53	1.0	+92
Silver Mines	0.2	0.3	1-8	0.1	0.2	-35	2.05	1.14	1.0	+53
Sino Aust Oil & Gas	48	75	0-9	2.5	0.0	+999	0.00	9.99	1.0	+88
Spitfire Reources	0.9	12	0-1	0.1	0.0	+999	0.74	9.99	1.0	+999
St George Mining	9.0	20	1-4	2.0	2.0	-0	0.97	2.03	1.0	+95
Star Striker	2.1	0.4	0-1	1.6	1.7	-6	0.91	1.23	1.0	-44
Star Striker	2.1	0.8	1-10	1.5	1.5	+0	0.91	1.30	1.0	+5
Stargroup	3.5	5.0	2-9	1.0	2.1	-51	1.11	1.32	1.0	+22
Stavely Minerals	10	30	0-4	1.7	0.2	+804	1.10	4.36	1.0	+999
Sthn Hemi Mining	5.8	4.5	0-0	0.4	1.3	-70	1.23	4.18	1.0	-100
Strata-X Energy	3.9	12	0-11	0.9	0.1	+812	0.71	3.99	1.0	+269
Sun Resources	0.1	2.5	1-7	0.1	0.1	+46	2.72	1.15	1.0	+683
Tag Pacific	4.0	20	1-7	0.6	0.2	+148	0.83	2.70	1.0	+180
Tanga Resources	5.4	5.0	0-10	2.3	3.1	-27	1.72	1.37	1.0	+45
Target Energy	0.2	1.2	1-0	0.1	0.0	+158	1.55	1.84	1.0	+550
Tasman Resources	5.0	5.0	2-1	2.0	3.1	-36	1.19	1.31	1.0	+18
Tomizone	14	40	2-7	0.9	2.3	-61	0.68	2.20	1.0	+51
Triton Minerals	8.5	15	1-1	1.8	1.9	-6	0.97	2.13	1.0	+92
US Residential Fund	68	95	0-5	0.3	1.0	-71	0.41	8.51	1.0	+129
Valence Industries	12	25	0-5	1.4	0.1	+999	0.59	7.63	1.0	+635
Valmec Ltd	13	25	1-10	2.0	1.6	+21	0.57	2.76	1.0	+48
Variscan Mines	2.0	1.5	1-2	0.5	1.3	-63	1.60	1.27	1.0	+0
Venus Metals	17	20	0-9	2.8	4.8	-42	1.05	2.05	1.0	+54
WHL Energy	0.1	18	0-9	0.1	0.0	+957	2.75	1.72	1.0	+999
WHL Energy	0.1	0.2	2-4	0.1	0.1	+5	2.75	1.02	1.0	+60
WPG Resources	3.5	4.0	0-10	0.8	0.8	-2	0.77	2.46	1.0	+46
Wealth Defender	76	100	0-10	0.2	0.3	-35	0.18	9.99	1.0	+40
West Peak Iron	2.5	5.0	1-10	1.0	0.6	+56	0.84	1.95	1.0	+61
Westoz Inv Coy	75	105	0-6	0.1	0.0	+999	0.16	9.99	1.0	+96
White Cliff Min.	0.7	3.0	1-0	0.2	0.0	+479	0.92	2.96	1.0	+335
Wolf Petroleum	0.4	5.0	2-5	0.2	0.2	+28	1.50	1.39	1.0	+189
XTV Networks	0.9	2.0	2-3	0.2	0.2	-12	0.79	1.93	1.0	+49
YPB Group	28	20	1-8	7.0	12.5	-44	0.62	1.81	1.0	-2
Zeta Resources	15	100	0-3	1.0	0.0	+999	0.39	9.99	1.0	+999
Ziptel Ltd	54	30	0-10	25.0	28.4	-12	0.91	1.64	1.0	+3

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.

	Performance Forecast	Price	Price/Sales Ratio	P/E Ratio	Gross Yield
A2 Milk Company	A	185	7.89	NE	Nil
AMP Limited	C	560	1.27	13	7.0
AWF Madison Grp	D	220	0.37	14	5.1
Abano Health.	D	685	0.76	32	4.8
Air New Zealand	B	290	0.66	10	7.7
Airworks Ltd	A	410	1.42	13	5.4
Akd Int Airport	B	559	N/A	30	3.6
Allied Farmers	E	5.1	0.45	52	Nil
Aorere Res. *	N/R	0.2	2.11	NE	Nil
Argosy Property	D	114	7.87	14	6.2
Arvida Group	D	90	N/A	NE	Nil
Augusta Capital	C	97	9.59	16	3.1
Barramundi Ltd	E	62	N/A	9	9.0
Bathurst Res.	E	18	N/A	NE	Nil
Bethunes Invest	D	1.7	0.11	NE	Nil
Blis Technology	D	2.7	N/A	NE	Nil
Briscoe Group	C	288	1.23	16	6.8
Burger Fuel	E	220	7.12	NE	Nil
CBL Corporation	B	240	N/A	NE	Nil
CDL Investments	E	60	3.75	11	5.1
Cavalier Corp	A	59	0.19	37	Nil
Cavotec MSL	E	245	1.08	20	1.6
Chorus Ltd	A	387	1.51	17	Nil
Coats Group plc	E	48	0.33	26	Nil
Col Motor Co	B	540	0.22	10	8.5
Comvita	B	890	2.40	35	2.0
Contact Energy	D	445	1.34	25	5.8
DNZ Property	C	201	9.84	9	7.1
Delegat Group	A	600	2.63	19	2.5
Diligent Board	B	590	4.82	47	Nil
EROAD Ltd	C	197	6.74	NE	Nil
Ebos Group Ltd	A	1362	0.34	19	3.8
Evolve Educat.	C	101	5.43	NE	Nil
F & P Health.	B	868	7.66	49	2.2
Finzsoft Sol'ns	E	235	1.03	8	Nil
Fletcher Build.	B	709	0.56	18	7.2
Fliway Group	C	104	N/A	NE	Nil
Foley Fam Wines	C	145	2.04	21	1.9
Fonterra S/H Fd	A	591	0.50	20	4.2
Freightways Ltd	A	633	2.04	23	5.4
Genesis Energy	C	184	0.88	18	12.1
Gentech Group	B	231	4.36	50	2.2
GeoOP Ltd	C	37	9.18	NE	Nil
Goodman Prop.	D	127	9.32	9	7.0
Green Cross H.	C	258	1.07	18	3.8
Hallenstein G.	C	295	0.79	10	14.6
Heartland Bank	C	131	4.58	13	8.0

	Performance Forecast	Price	Price/Sales Ratio	P/E Ratio	Gross Yield
Hellaby Hold.	D	273	0.36	10	10.9
Horizon Energy	C	435	0.97	27	4.5
IkeGPS Limited	E	71	9.72	NE	Nil
Infratil NZ	D	313	0.76	NE	4.2
Just Water Int.	B	14	0.76	17	Nil
Kathmandu Ltd	C	156	0.77	15	7.1
Kingfish Ltd	C	124	N/A	14	12.0
Kirkcaldie & St	C	221	0.71	NE	Nil
Kiwi Property	D	126	6.12	13	5.1
Mainfreight Grp	A	1516	0.74	18	3.1
Marlin Global	E	82	N/A	6	9.0
Marsden Mar.	B	288	N/A	14	5.8
Mercer Group	C	4.6	0.33	NE	Nil
Meridian Energy	C	239	2.11	25	6.7
MetLifeCare	C	438	9.36	8	1.0
Methven Limited	C	112	0.85	14	9.9
Michael Hill	D	94	0.72	13	5.3
Mid-Cap Index	B	373	N/A	5	9.1
Mighty River	D	263	2.15	77	7.4
Millennium & C.	B	150	1.82	8	2.2
Moa Group Ltd	B	57	4.49	NE	Nil
NPT Limited	D	64	6.22	16	7.7
NZ Exchange Ltd	D	105	4.09	20	7.9
NZ Oil & Gas *	N/R	43	1.26	NE	Nil
NZ Refining Co	C	365	4.90	NE	Nil
NZ Windfarms	C	8.5	2.78	NE	Nil
NZF Group	D	1.0	5.55	NE	Nil
NZSX 50 Port.	C	197	N/A	7	8.3
NZSX 10 Fund	D	124	N/A	21	8.4
NZX Aust MidCap	C	503	N/A	8	5.6
New Talisman *	N/R	0.6	N/A	NE	Nil
Nuplex Indust	A	407	0.57	13	6.6
Opus Int'l Cons	D	119	0.33	7	10.4
Orion Health.	E	300	2.91	NE	Nil
Ozzy (Tortis)	D	321	N/A	12	10.2
PGG Wrightsons	E	40	0.25	9	13.9
Pac Edge Bio.	E	44	N/A	NE	Nil
Port Tauranga	A	1875	9.51	32	3.9
Precinct Prop.	D	123	8.70	12	4.4
Promisia Integ.	E	1.1	N/A	NE	Nil
Property F Ind.	C	163	N/A	11	6.0
Pumpkin Patch	C	10	0.07	NE	Nil
Pushpay Hold.	C	700	N/A	NE	Nil
Pyne Gould Corp	D	25	7.36	NE	Nil
Rakon Ltd	D	26	0.38	16	Nil
Restaurant Brds	C	430	1.17	18	6.1
Rubicon Limited	E	22	0.15	20	Nil

	Performance Forecast	Price	Price/Sales Ratio	P/E Ratio	Gross Yield
Ryman Health.	C	808	N/A	17	1.7
SLI Systems Ltd	E	74	1.61	NE	Nil
Sanford Limited	B	585	1.23	40	5.5
Satara Co-op	D	58	0.19	NE	Nil
Scales Corp Ltd	B	224	1.19	17	1.9
Scott Tech. Ltd	C	139	0.87	13	8.0
SeaDragon Ltd	C	1.4	N/A	NE	Nil
Sealegs Corp	D	8.6	0.66	NE	Nil
Seeka Kiwifruit	B	385	0.52	19	2.9
Serko Limited	E	81	4.90	NE	Nil
Skellerup Hold.	C	144	1.37	13	8.7
Sky City Ltd	B	447	2.87	20	4.7
Sky Network TV	B	455	1.91	10	9.2
Smartpay NZ Ltd	C	11	0.85	12	Nil
Smiths City	C	51	0.12	21	4.9
Snakk Media Ltd	D	87	1.17	NE	Nil
Sol. Dynamics	B	155	1.68	27	1.3
South Port NZ	B	450	3.42	15	7.4
Spark NZ Ltd	B	339	1.76	17	8.2
Speirs Group	C	12	0.08	3	11.6
Steel & Tube	B	212	0.37	9	12.4
Summerset Group	B	401	N/A	16	0.9
Synlait Milk	B	280	0.98	36	Nil
T&G Global	D	180	0.29	13	2.3
TeamTalk Ltd	C	64	0.31	14	17.4
Tenon Ltd	B	260	0.28	19	1.9
Tourism Hold.	B	237	1.13	13	7.6
Tower Limited	E	179	1.00	NE	9.0
Trade-Me Ltd	B	397	7.87	20	5.7
Training Sol.	D	0.2	N/A	NE	Nil
Trilogy Intern.	A	318	5.41	44	1.6
Trust Power Ltd	C	760	2.39	17	7.1
Turners Ltd	C	29	1.88	10	3.5
VMob Group	B	39	0.00	NE	Nil
Vector Ltd	D	316	2.43	22	6.8
Veritas Invest.	D	35	0.33	4	15.0
Vetilot Limited	E	0.2	N/A	NE	Nil
Vista Group Ltd	D	486	8.24	97	Nil
Vital Health PT	C	188	9.50	7	4.3
WN Drive Tech.	B	5.5	0.51	NE	Nil
Warehouse Group	C	270	0.34	18	8.2
Windflow Tech.	C	2.5	0.41	NE	Nil
World Index Fd	E	100	N/A	NE	Nil
Wynyard Group	C	150	6.67	NE	Nil
Xero Ltd	E	1625	N/A	NE	Nil
Z Energy Ltd	C	646	0.84	NE	5.2
Ave of 140 Cos	C	267	0.02	20	3.9

	Performance Forecast	Price	Price/Sales Ratio	P/E Ratio	Gross Yield
A.P. Eagers	A	1131	0.71	26	2.4
AGL Energy Ltd	A	1847	1.17	57	3.5
ALS Limited	B	340	0.98	13	6.2
AMP Ltd	B	522	0.86	17	5.0
ANZ Bank	A	2409	6.45	18	7.5
APA Group	A	879	6.30	17	3.8
APN Outdoor Grp	B	562	3.74	NE	0.4
ARB Corporation	A	1520	3.65	27	1.9
ASX Limited	A	4010	8.94	18	4.7
AVEO Group	A	299	5.12	27	1.7
Abacus Property	A	297	5.71	12	5.7
Adelaide Bright	A	467	2.24	17	3.6
Alumina Ltd	B	117	N/A	NE	1.4
Amcor Ltd	A	1254	1.18	17	4.1
Aneka Tambang	B	125	N/A	NE	0.1
Ansell Ltd	A	1504	1.08	9	2.9
Ardent Leisure	A	200	1.47	27	6.3
Argo Investment	A	771	N/A	23	3.8
Aristocrat Leis	A	1000	4.04	25	1.7
Asaleo Care Ltd	C	167	1.60	NE	3.2
Asciano Limited	A	889	2.26	24	1.6
Aurizon Hold.	B	392	2.20	14	6.1
AusNet Services	B	149	2.82	NE	5.6
Aust Pharm. Ind	B	213	0.30	24	2.1
Aust Foundation	B	553	N/A	21	2.5
Aust United In	B	726	N/A	31	4.7
Automotive Hold	A	435	0.25	15	5.1
BHP Billiton	A	1620	1.49	15	9.9
BKI Invest Coy	B	166	N/A	22	4.3
BT Invest Mgmt	A	994	5.83	20	3.7
BWP Trust	A	311	N/A	10	5.1
Bank of Q'land	A	1263	4.37	15	5.9
Bega Cheese Ltd	A	657	0.90	81	1.3
Bellamy's Aust.	A	1280	9.24	NE	0.2
Bendigo Bank	A	1024	3.02	11	6.4
Blackmores Ltd	A%	18999	6.94	70	1.1
Bluescope Steel	A	457	0.30	15	1.3
Boral Limited	B	536	0.95	17	3.4
Brambles Ltd	A	1057	2.33	22	2.6
Brickworks Ltd	A	1515	3.11	29	3.8
Burson Group	B	418	2.45	47	2.1
C.S.R. Ltd	B	267	0.67	11	7.5
CIMIC Group	B	2385	0.48	NE	4.6
CSL Limited	A%	10536	6.91	27	1.5
Caltex Austrlia	A	3723	0.41	NE	1.9
Carlton Invest	A	3073	N/A	22	3.5
Carsales.com	A	1136	8.75	26	3.0
Challenger Ltd	A	752	2.46	14	4.0
Chart H Retail	B	425	7.93	10	6.5
Charter Hall GR	B	447	8.03	15	5.4
CocaCola Amatil	A	833	1.27	17	5.0
Cochlear Ltd	A	9278	5.71	36	2.0
Com'wealth Bank	A	7660	N/A	NE	5.5
Computershare	A	1075	2.34	30	2.9
Corp Travel M.	A	1145	5.61	42	1.4
Costa Group	B	259	0.69	NE	Nil
Cromwell Prop.	B	101	5.64	12	7.8
Crown Resorts	A	1200	2.51	23	3.1
DUET Group	B	230	2.71	71	7.6
Dexus Property	A	748	N/A	12	5.5
Djerriwarrh	A	404	N/A	19	6.4
Domino's Pizza	A	5235	6.45	71	1.0
Downer EDI Ltd	A	313	0.19	6	3.8

	Performance Forecast	Price	Price/Sales Ratio	P/E Ratio	Gross Yield
DuluxGroup Ltd	A	650	1.50	22	3.5
Empire Oil, Gas	D	37	N/A	NE	Nil
Estia Health	C	662	4.21	NE	Nil
Event Hospital.	A	1471	1.98	21	3.1
Evolution Min.	B	161	2.40	16	1.2
Fairfax Media	C	84	1.09	24	4.8
Flexicorp Ltd	B	278	2.48	10	6.4
Flight Centre	A	3850	1.64	15	3.9
Fortescue Metal	C	190	0.53	14	2.6
G8 Education	A	332	2.39	22	5.7
GPT Group	A	492	8.14	13	4.3
Genworth Mort.	A	265	4.32	8	6.0
Goodman Group	A	603	8.92	9	3.7
Graincorp	A	855	0.48	61	1.2
Growthpoint Pro	A	307	9.62	14	6.2
Harvey Norman	A	429	2.95	18	4.7
Henderson Group	B	526	4.83	12	3.3
Hutchison Tel.	D	7.6	N/A	NE	Nil
IDP Education	C	365	N/A	NE	Nil
IOOF Holdings	A	790	2.52	17	6.7
IPH LImited	B	847	N/A	45	1.6
IRESS Limited	A	948	4.58	30	4.4
Iluka Resources	C	628	3.31	NE	3.0
Incitec Pivot	B	300	1.39	13	3.9
Independ. Group	B	243	1.15	7	4.7
Insurance Aust.	B	532	1.12	18	5.5
Investa Office	B	400	N/A	14	4.8
Invocare Ltd	A	1135	2.95	23	3.2
Isentia Group	B	447	7.02	46	1.5
JB Hi-Fi Ltd	A	2212	0.60	16	4.1
James Hardie	A	1637	3.60	20	4.5
Cleanaway Waste	C	78	0.88	NE	1.9
LendLease Group	A	1234	0.54	14	4.4
Link Admin.	B	794	N/A	NE	Nil
M2 Group Ltd	A	1232	2.02	31	2.6
MNC Media Inv.	C	360	N/A	NE	Nil
MYOB Group	C	302	N/A	NE	Nil
Macquarie Atlas	B	434	N/A	NE	3.0
Macquarie Group	A	6374	1.74	13	5.2
Magellan Fin Gp	A	2198	N/A	20	3.4
Magellan Flag.	B	193	N/A	5	1.0
Mantra Group	B	448	2.40	33	2.2
Mayne Pharma Gr	B	123	6.84	NE	Nil
McMillan Shake.	A	1190	2.48	14	4.4
Medibank Priv.	B	246	1.03	24	2.2
Metcash Ltd	A	171	0.11	9	10.9
Milton Corp.	B	443	N/A	22	4.2
Mirvac Group	B	190	4.13	11	5.0
Myer Holdings	B	104	0.19	20	6.8
Nat'l Aust Bank	A	2646	3.60	11	7.5
Navitas Ltd	A	468	1.80	27	4.2
New Hope Corp.	B	171	2.80	19	3.8
Newcrest Mining	A	1496	2.64	21	Nil
News Corp.	B	1734	0.90	NE	0.7
Nib Holdings	A	343	0.92	20	3.4
Nine Entertain.	A	142	0.93	7	6.5
Nthn Star Res.	A	324	2.27	21	1.5
Nufarm Limited	A	647	0.63	40	1.5
OZ Minerals Ltd	B	421	1.54	42	2.4
Oil Search Ltd	B	695	5.38	25	1.8
Orica Ltd	A	1301	0.85	NE	7.4
Origin Energy	B	401	0.44	NE	12.5

	Performance Forecast	Price	Price/Sales Ratio	P/E Ratio	Gross Yield
Orora Limited	B	222	0.79	20	3.4
Pact Group Hold	B	490	1.16	21	4.0
Perpetual Ltd	A	4057	3.58	15	5.9
Platinum Asset	A	642	N/A	18	5.8
Premier Invest	A	1240	2.01	22	3.4
Primary Health	B	234	0.75	9	8.5
Q.B.E. Insur.	B	1047	0.56	14	3.5
Qantas Airways	B	383	0.53	15	Nil
Qube Holdings	B	220	1.97	26	2.3
REA Group Ltd	A	4936	N/A	32	1.4
Ramsay Health	A	5905	1.62	31	1.7
Recall Holdings	B	666	1.94	25	1.4
Reece Limited	A	3317	1.58	20	2.0
Regis Health.	B	583	4.00	30	3.0
Regis Resources	B	243	2.61	14	2.5
Rio Tinto Ltd	B	4162	0.30	2	6.2
S/Tracks ASX200	A	4641	N/A	23	4.2
SAI Global Ltd	B	400	1.54	21	4.1
SG Fleet Group	A	374	5.30	22	2.9
Sandfire Res.	B	549	1.57	12	2.4
Santos Ltd	C	321	0.78	NE	10.9
Scentre Group	A	441	N/A	12	8.3
Seek Ltd	A	1368	5.39	17	2.6
Seven Group	B	450	0.48	NE	8.9
Seven West Med.	B	82	0.46	6	14.6
Shopping Centre	B	219	9.01	10	5.2
Sigma Pharm.	B	78	0.27	16	2.6
Sims Metal Mgmt	B	751	0.24	14	3.9
Sirtex Medical	A	3569	N/A	50	0.6
Sonic Health	A	1824	1.75	20	3.8
Soul Pattinson	A	1658	6.19	48	3.0
South32 Limited	C	115	0.39	NE	Nil
Spark Infrastru	B	197	N/A	23	5.9
Spotless Group	C	100	0.38	8	10.0
Star Entertain.	A	539	2.08	26	2.0
Steadfast Group	B	150	4.20	23	3.3
Sth Cross Media	B	110	1.36	11	5.5
Stockland	B	415	4.63	11	5.8
Suncorp Group	A	1139	0.88	13	6.7
Super Retail Gr	A	1003	0.88	21	4.0
Sydney Airport	B	649	N/A	NE	3.6
Syrah Resources	B	396	N/A	NE	Nil
TPG Telecom Ltd	B	1015	6.34	36	1.1
Tabcorp Holding	B	429	1.65	11	4.7
Tatts Group Ltd	B	400	2.00	23	4.1
Technology One	A	470	6.67	41	1.4
Telstra	B	565	2.60	NE	5.4
Transurban Grp	B	1085	N/A	NE	3.7
Treasury Wine	A	884	2.99	21	1.6
Veda Group Ltd	B	282	7.01	30	2.1
Vicinity Centre	B	295	N/A	18	5.7
Village Road.	B	691	1.10	25	4.1
Virgin Aust	C	49	0.36	NE	Nil
Vocus Comm.	A	761	5.16	39	0.3
WAM Capital Ltd	A	221	N/A	18	6.3
Wesfarmers Ltd	A	4293	0.77	20	4.7
Westpac Banking	A	3035	8.66	23	6.2
Westfield Group	A	1084	5.46	14	4.7
Westfield Corp.	A	1008	N/A	29	3.3
Westfield Ret.	A	328	8.95	13	3.0
Woodside Petrol	A	2725	2.47	8	11.4
Woolworths Ltd	A	2376	0.50	14	5.9
Worley Group	B	334	0.09	NE	16.8
Ave of 1967 Cos	C	173	0.14	16	27.9

Investment Outlook

(Continued from Page 1)

Is this the time to rush into Resources shares? Maybe. Maybe not. More importantly, this newsletter does not like to *rush* into anything. We are here for the long haul. Perhaps it is time to start *reviewing* the Resources sector and perhaps it is time to start increasing our portfolio weightings in that sector.

That does not mean making sudden changes to our portfolio, but probably a series of small sales and purchases, spread over the next several months. We will take some partial profits on some of the more mature, more fully priced shares in our portfolio. These are usually some of the larger shareholdings, so even a partial sell down can provide a substantial sum of cash for re-investment. Cash from those sales will be used to steadily add to our positions in depressed Resources “tainted” shares!

By spreading this re-balancing over several months we can monitor commodity prices, market sentiment to the Resource sector and the prices and reports of the companies where we are increasing our holdings. If conditions change we *could* slow down or defer further re-balancing.

As previously, we believe that companies providing *services* to the Resources sector are generally better investments than companies directly involved in exploration or mining. So while we have investments in **Iluka Resources** (a debt-free, cash flow positive, profitable, dividend paying company, even at current depressed levels) and **Mt Gibson Iron** (trading at little more than *half* the value of its cash in the bank), the most attractive investments may be in companies that provide services to the Resources sector or “tainted” by association: **AJ Lucas Group**, **ALS Ltd**, **Ausenco**, **Cardno**, **Finbar Group** (i.e. property development in a region widely considered to be “dependent” upon the Resources sector) and **Programmed Group**.

Every market or sector decline (and most company declines) can offer an attractive buying opportunity. Timing the bottom of that decline and potential future recovery is never easy and can seldom be done with a high degree of accuracy. Nevertheless, even only *partial* success can ultimately yield significant returns.

D i v i d e n d $

Company	Cents per Share	Ex-Date	Pay-able	Tax Credit
Augusta Capital	1.25	04-02	12-02	Full
Smiths City Group	1.00	05-02	12-02	Nil
Australian Shares				
Vocus Communications	9.50	-	-	

Total Return Index for All Listed Shares

Jan 11	1575.68	Jan 18	1559.76
Jan 12	1579.17	Jan 19	1555.26
Jan 13	1580.73	Jan 20	1556.44
Jan 14	1569.29	Jan 21	1548.30
Jan 15	1577.11	Jan 22	1551.47
Jan 25	1556.70	Feb 1	1554.44
Jan 26	1555.05	Feb 2	1554.58
Jan 27	1555.06	Feb 3	1543.61
Jan 28	1546.33	Feb 4	1543.61
Jan 29	1550.19	Feb 5	1536.75

Next Issue:

The next issue of *Market Analysis* will be emailed in five weeks time on Monday March 14, 2016.

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

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