

REGENCY ASSETS MANAGEMENT LIMITED
Member of The Nigerian Stock Exchange

CORPORATE ANALYSIS AND PROJECTIONS

FLOUR MILLS PLC
FUNDAMENTAL ANALYSIS
FINANCIAL RESULT ANALYSIS
Year End MARCH 31

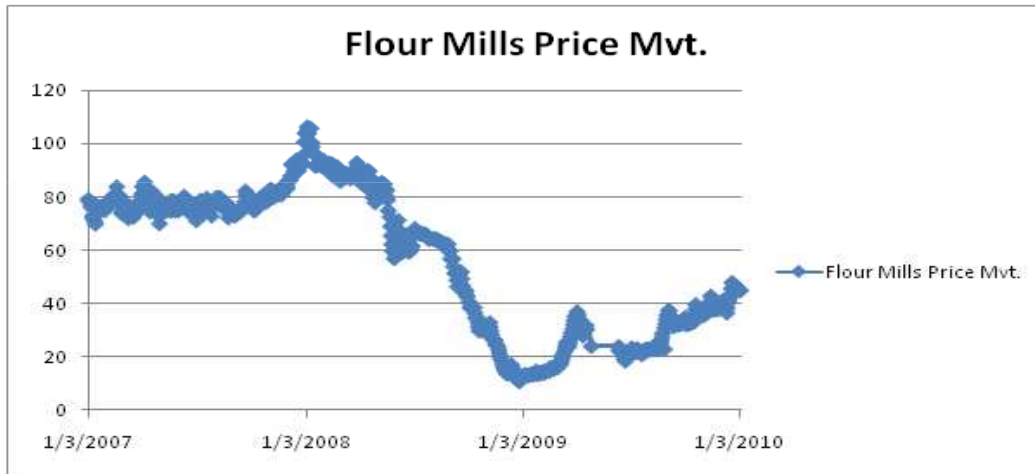
	2009	2008	2007	2006	2005
Turnover (N'm)	180,068.00	127,661.00	105,668.00	86,572.00	66,806.00
PAT (N'm)	3,892.00	6,363.00	7,474.00	4,667.00	1,462.00
Share Capital (N'000)	854,186.00	776,533.00	776,533.00	582,400.00	582,400.00
SH. Funds (N'm)	34,186.00	31,926.00	22,671.00	16,203.00	11,650.00
Reserves(N'm)	29,241.00	25,283.00	16,029.00	9,555.00	5,202.00
Net Assets(N'm)	37,381.00	35,057.00	22,960.00	16,204.00	11,623.00
EPS (N=)	2.28	4.08	4.81	3.99	1.30
DPS(N=)	-	1.00	0.90	0.85	0.70
Book Val/share	21.88	22.57	14.78	13.91	9.98
Price (year end)	14.20	94.00	77.45	28.50	16.61
P/ER	6.23	23.04	16.10	7.14	12.78
Bonus Issue		1 for 10		1 for 3	

QUARTERLY RESULT ANALYSIS 2009

Q1		Q2		Q3	
Curr.	Last Year	Curr.	Last/Yea	Curr.	Last/Y
38.88	36.97	81.6	80.86	117.46	112.24
2.22	1.36	4.88	2.48	8.53	0.757
nil	nil				

TECHNICAL ANALYSIS

Price as at	EPS	P/E Ratio	3rd Qter	FWD	Book Value	Price to	ROCE	52wks	52 wks	Margin in
3/25/2010			FWD EPS	P/E Ratio	Per Share	Book Rat	%	High	Low	%
N=52.99	N=2.28	23.24	N 6.66	7.96	20.52	2.58	24.33	N=52.99	N=13.50	292.5



SWOT ANALYSIS

<p align="center">STRENGTHS</p> <p>1.High range of consumer products. 2. Good brand name, good mkt perception 3.Good management, many subsidiaries. 4. Presence of foreign affiliate.</p>	<p align="center">WEAKNESS</p> <p>1. The company is geared 2. High operational cost</p>
<p align="center">OPPORTUNITIES</p> <p>1.Good market share</p>	<p align="center">THREAT</p> <p>1.Entry of strong competitors 2.Harsh economic policies</p>

INVESTMENT CONSIDERATIONS

1. Production and marketing of consumer goods in the Food and Beverage sector of the economy.
2. Products include: flour, pasta, bulk cement handling, woven polythene sacks, blending sales and distribution of fertilizers, shipping and operation of terminal
- 3.Consistent increase in turnover/PAT in the last 5years.
4. Lower PAT in 2009 due to N6.4bill. Extra ord. items pd.
5. Good brand name with aggressive management
- 6.Good fundamentals, good bonus and dividend history
- 7 Good liquidity, ability to meet obligations is high.
8. Good quarterly results. Higher performance than 2009

PROJECTIONS FOR THE YEAR

<p>The stock is suitable for investment with six months horizon</p> <p>The reasons being:</p> <ol style="list-style-type: none"> 1. Good performance, there is expectation of better results as the company will soon end its FY. 2. The stock price seems high, good performance and consistent return may create demand 3.The price has appreciated by 42.86% between January and March, 2010. 4 Investors are expected to take advantage of current market oscillations to make income in short term. 5.Consistent good quarterly results, prospect for higher return is high
