

Unique Hotel & Resort Limited

Current Price: Tk. 120.00

Last Update: 30/12/2012

(Face Value: Tk. 10.00 @ Premium of Tk. 65.00)

Company Snapshots

Sector	: Travel & Leisure
Sector Market Capitalization	: 8,687.70 Million
Paid Up (Pre IPO)	: Tk. 2300 Million
Paid Up (Post IPO)	: Tk. 2560 Million
Reserve	: Tk. 7155.07 Million
Publicly offered Share in IPO	: 26 Million
Company Market Capitalization	: Tk. 19,200 Million (Based on Offer Price)
Company FF Mkt Cap @Offer Price)	: Tk. 1950 Million
EPS Annualized (Post IPO)	: Tk. 5.58
NAV (With Revaluation Surplus)	: Tk. 100.38
NAV (Without Revaluation Surplus)	: Tk. 40.32
Sectorial P/E	: 13.31
P/E Based On Current Earnings	: 21.86 Times
Shareholding Composition	: 79.86% Sponsors, 11.00% Inst, 9.14% Public

Investment Focus Point:

1. The Income Tax Holiday will expire after 30th June, 2012.
2. The impressive growth in net profit for 2 consecutive years in 2009 and 2010 is due to growth in non-operating income (investment gain from share market).
3. Considerable loss might be occurred from capital market investment due to the recent turmoil in the market.
4. Interest income from related parties borrowing is not a sustainable source of income.
5. Company charges depreciation on its fixed assets at a very low rate (1.25%-5%).
6. The revenue growth is usually adversely affected due to instable political condition.
7. Their estimated cost to establish 3 hotels (Westin-2, Le Meridien, and Luxury Collection) at Dhaka is more than Tk. 16000 Million may be overestimated of which only Tk. around 1500 Million is estimated to get from IPO.
8. It will be tough to meet up the cost of borrowing of Tk. 13,000 Million (required from other sources).

Company in brief:

Unique Hotel & Resorts Limited is one of the known sister concerns of the renowned "Unique Group" that has wide exposures in the field of real estate, hotel, tourism, traveling, power, manpower consulting, ceramic and others business. It has been carrying out the hotel business under the brand name "The WESTIN Dhaka", the distinguished and biggest 5 Star chain of the Starwood Hotel and Resorts Worldwide Inc. USA. Other than the hotel business, the company is also involved in capital market operation, small power generation trading of commodities and different services.

Year to Year Financials:

Particulars (In Million)	Sep, 2011	31-12-2010	31-12-2009	31-12-2008	31-12-2007
Operating Revenue	1333.98	1549.67	1223.24	1078.75	308.79
Less: Operating Cost	276.16	339.09	295.85	327.56	171.85
Gross Operating Profit	1057.83	1210.57	927.39	751.19	136.94
Less: Administrative Expenses	277.49	325.08	286.09	274.65	84.41
Less: Head Office Expenses	154.55	214.83	122.42	127.76	28.99
Profit From Operation	625.78	670.66	518.88	348.78	23.54
Add/Less: Interest Income(Expense)	289.48	75.09	141.99	336.64	-
Add/Less: Gain/Loss on Investment	(3.21)	355.64	-	-	-
Add: Other Non-Operating Income	97.27	114.40	53.12	47.46	0.52
Net Profit before Income TAX	1009.32	1208.67	429.99	59.59	24.06
Dividend to Preference Share	20.85	16.20	18.00	-	-
Net Profit after Income TAX	988.47	1192.47	411.99	59.59	24.06
Paid Up Capital	2300	2300	2000	1100	1100

Ratio Analysis:

Important Ratios	Sep, 2011	31-12-2010	31-12-2009	31-12-2008	31-12-2007
Current Ratio	3.99	3.94	1.18	0.42	0.28
Quick Ratio	3.94	3.88	1.11	0.33	0.22
Debt Equity Ratio	0.02	0.05	0.31	1.74	1.90
Gross Profit Margin	79.30%	78.12%	75.81%	69.64%	44.35%
Operating Profit Margin	58.50%	57.14%	52.43%	44.18%	17.01%
EPS	4.30	5.52	2.06	0.51	0.22