



# Guardian Holdings Limited

## GHL

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### Dividends

In light of these results, the Directors approved an interim dividend of 15 cents per share as well as a special dividend of 25 cents per share as a result of the benefits derived from the disposal of the Group's investments in Grupo Mundial and RBTT Financial.

### Outlook and Recommendation

The welcome recovery in GHL's First Half performance when compared to previous results is certainly promising. The proceeds from the disposal of the two investments previously mentioned permits the Group to realign its investment portfolio and to retire debt and thus reduce finance charges. It is anticipated that GHL's continued focus on operational efficiency will allow for future growth and expansion of the Group.

The shares of GHL last closed at a price of \$24.57. At the current price and forecasted EPS of \$3.10 for fiscal 2008, this share is trading at a price to earnings multiple of 7.9 times. Additionally using a multiple of 11 times and the forecasted EPS, GHL has an expected return of approximately 39 per cent or a Target Price of \$34.10. The Group continues to have a strong Balance Sheet with a Net Asset Value per share of \$20.20 which translates into a market to book ratio of 1.22 times at the current price. We continue to recommend a **BUY** on this share.

