



## **AES Lalpir – Client information to participate in book building**

Tomorrow we will see eventful book building of AES Lalpir plant situated at Mehmood Kot, South Punjab.

Book building portion of the offer comprises of 28,488,000 Ordinary shares (75% of the total offer) at a floor price of PKR 15/share (addition of premium of Rs 5/sh on face value) –

Given interest by investors we expect higher bids since it is a very attractive offer for investors – we recommend investors to participate in the process through Standard Capital Securities ([www.scstrade.com](http://www.scstrade.com))

Bidding period is from June 18, 2013 to June 19, 2013.

### **Valuation**

The IPO for general public shall come later; we are recommending AES Lalpir based on good trailing dividend yield of 19% & future dividend yield of 20%.

AES Lalpir is one of the cheapest based on future earnings i.e. 3x to 4x.

AES Lalpir was acquired by consortium of Mansha Group companies and now a part of the capital shall be offered to HNW and general public through Dutch Auction Method & IPO process respectively.

### **Basic info**

It's a fuel fired thermal power plant at a capacity of 362MW with a net generation dependable capacity of 350MW;

Plant has operated at a capacity of 55% and it has fuel supply agreement with PSO.

### **Analyst**

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