



Some ultra-penny stocks (defined as those with share prices less than 10c) have received a lot of negative attention lately, for their dramatic price surges and equally dramatic plunges. What sets Lantrovision apart from the heap?

Lantrovision (LANT:SP) is a Singapore-based information technology company listed on the Singapore Exchange, operating mainly in Singapore, Malaysia, Hong Kong, China, and Korea. It is involved in the sale, installation and maintenance of integration network cabling systems. {loadposition advert1}

Why Buy?

- Large cash hoard of more than S\$60m (mainly from accumulated profits) and negligible debt, translating to net cash per share of 2.96c (against share price of 3.5c)
- Very low capex business; Generated nearly S\$30m free cash in the past 4.5 years (of which more than \$5m can be attributed to each of the most recent 3 quarters)
- Net asset per share of 4.59c (i.e. 0.76X P/B)
- P/E of just 6.0X (trailing 12 months)
- Yearly revenue exceeds S\$100m (i.e. 0.5X P/Sales)
- Pan-Asia business footprint and a well-established name in the industry
- A Company director last bought shares in Oct 2011 (at price of 2.6c)

Currency in Millions of Singapore Dollars	As of:	Jun 30 2008	Jun 30 2009	Jun 30 2010	Jun 30 2011	Quarterly	
		Restated SGD	Reclassified SGD	Restated SGD	SGD	Sep 30 2011 SGD	Dec 2011 SGD
Revenues		128.2	93.4	83.8	128.3	33.5	36.1
TOTAL REVENUES		128.2	93.4	83.8	128.3	33.5	36.1
Cost Of Goods Sold		75.5	62.9	60.3	89.8	23.1	23.6
GROSS PROFIT		52.7	30.5	23.5	38.5	10.4	12.5
Selling General & Admin Expenses, Total		9.0	19.5	17.5	23.2	1.9	1.9
Other Operating Expenses		28.8	5.6	2.7	2.8	4.7	5.8
OTHER OPERATING EXPENSES, TOTAL		37.8	25.1	20.2	25.9	6.6	7.7
OPERATING INCOME		14.9	5.4	3.3	12.5	3.8	4.8
NET INCOME		11.6	4.2	3.2	9.9	2.8	3.6

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