



TAIWAN

# Formosa Petrochemical

16 January 2009

**6505 TT** **Underperform**

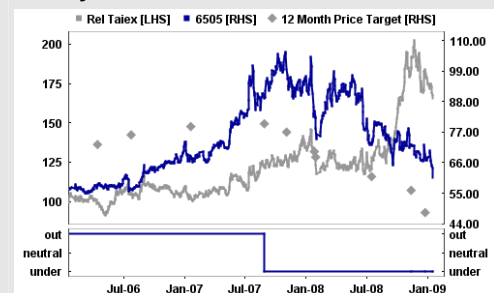
Stock price as of 15 Jan 09	NT\$	60.50
12-month target	NT\$	45.00
Upside/downside	%	-25.6
Valuation	NT\$	55.98
- DCF (WACC 8.2%)		

GICS sector		energy
Market cap	NT\$m	559,534
30-day avg turnover	NT\$m	286.6
Market cap	US\$m	16,766
Number shares on issue	m	9,249

## Investment fundamentals

Year end 31 Dec		2007A	2008E	2009E	2010E
Total revenue	bn	699.3	875.6	546.0	641.5
EBIT	bn	76.2	50.9	29.6	32.3
EBIT Growth	%	42.5	-33.1	-41.8	9.0
Reported profit	bn	69.6	26.1	25.2	28.0
Adjusted profit	bn	69.6	26.1	25.2	28.0
EPS rep	NT\$	7.53	2.82	2.72	3.03
EPS rep growth	%	56.5	-62.5	-3.5	11.2
EPS bonus growth	%	56.5	-62.5	-3.5	11.2
PE rep	x	8.0	21.4	22.2	20.0
PE bonus exp	x	8.0	21.4	22.2	20.0
Total DPS	NT\$	6.70	2.40	2.45	2.73
Total div yield	%	11.1	4.0	4.1	4.5
ROA	%	16.4	10.2	6.3	7.3
ROE	%	29.3	11.0	11.5	12.5
EV/EBITDA	x	7.4	8.6	12.1	11.9
Net debt/equity	%	63.1	96.2	60.2	64.7
Price/book	x	2.2	2.6	2.5	2.5

## 6505 TT rel Taiex performance, & rec history



Source: Datastream, Macquarie Research, January 2009  
(all figures in NT\$ unless noted)

## Analyst

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## A tougher grind

### Event

- We reduce our target price for Formosa Petrochemical (FPCC) to NT\$45 from NT\$48 after reducing our earnings outlook on the back of new regional oil and petrochemical price assumptions and a weaker outlook for GDP and petrochemical consumption. We believe FPCC remains overvalued given the challenges ahead, and we maintain our Underperform rating.

### Impact

- Macquarie vs consensus.** Median consensus estimates are declining. At present, we are 41% below consensus for FY08E EPS, 23% below for FY09E and 15% below for FY10E.
- Facing a long tough grind.** We have reduced our EBIT outlook for FPCC. With new lower global GDP and oil consumption projections, and weakness in key consumption sectors, we have trimmed our utilisation estimates and also factored in our new regional oil and petrochemical price estimates. We believe the petrochemical downturn will be challenging into 2011 due to a combination of a weaker demand outlook and substantial capacity additions.
- Increase to our 4Q08E inventory write-down.** After reviewing recent data, we have increased our estimate for FPCC's 4Q08 inventory write-down to NT\$16.6bn from NT\$5.4bn. Many variables could affect the final number, but we believe the company will be aggressive in its approach.
- Formosa Group cancels Taiwan steel project.** The Formosa Group has decided to suspend its efforts at obtaining government approval for its Taiwan integrated steel mill project, according to a report in today's *Economic Daily News*. We see little impact, as we did not expect the project to go forward, in particular after the Group decided to build an integrated steel mill in Vietnam.

### Earnings revision

- We reduce our FY08E EPS by 35%, due mostly to a larger estimated 4Q08 inventory write-down. We lower our FY09E EPS by 4% and our FY10E by 7% after incorporating our new regional oil and petrochemical price assumptions, GDP outlook and reduced capacity utilisation estimates.

### Price catalyst

- 12-month price target: NT\$45.00 based on a Sum of Parts methodology.
- Catalyst: Steep YoY declines in 1Q09 sales and earnings.

### Action and recommendation

- We view FPCC as the riskiest of the Taiwan petrochemical stocks due to very high valuations and declining conditions in its core refining and intermediate petrochemical operations. We have the stock trading on a very demanding 2.5x FY09E P/BV, with FY08–10E PER in the 20–22x range. We look for its dividend to come down substantially along with its earnings decline, and have the stock at 4.0–4.5% cash dividend yields for FY08–10E.

Please refer to the important disclosures and analyst certification on inside back cover of this document, or on our website [www.macquarie.com.au/research/disclosures](http://www.macquarie.com.au/research/disclosures).

## A tougher grind

We reduce our FPCC target price to NT\$45 from NT\$48 after reducing our earnings outlook on the back of new regional oil and petrochemical price assumptions and a weaker outlook for GDP and petrochemical consumption. We believe FPCC remains overvalued given the challenges ahead, and we maintain our Underperform rating.

We view FPCC as the highest risk among our rated petrochemical shares due to its very high valuation multiples and declining conditions for its core refining and intermediate petrochemical operations. We have reduced our FY09E and FY10E outlook a bit further after incorporating reductions to our global GDP outlook and new oil and petrochemical pricing assumptions. These changes are discussed in the report *Oil price update*, which has been issued in conjunction with this note. Our global oil analyst David Johnson has adjusted down his previous forecast for world oil demand in 2009 from 85.93m b/d to 85.29m b/d. The new 2009 forecast represents a 0.7% decline on our revised 2008 world demand forecast of 85.86m b/d.

After reviewing our numbers and incorporating our new global oil and petrochemical price forecast, we have reduced our FPCC FY08E EPS by 35%, our FY09E by 4% and our FY10E by 7%. The significant reduction to our FY08E EPS is due primarily to a larger estimated 4Q08 inventory write-down, to NT\$16.6bn from NT\$5.4bn. We believe our revised number is roughly in line with market expectations. A summary of our earnings changes is provided in Figure 1.

**Fig 1 Changes to our FPCC earnings outlook (NT\$m)**

	FY08E Previous (NT\$m)	FY08E New (NT\$m)	Change (%)	FY09E Previous (NT\$m)	FY09E New (NT\$m)	Change (%)	FY10E Previous (NT\$m)	FY10E New (NT\$m)	Change (%)
Sales	885,642	875,573	-1	687,659	545,991	-21	689,040	641,474	-7
Refining utilisation (%)	88.7	88.8	0	85.1	84.6	-1	86.9	86.1	-1
Naphtha cracker utilisation (%)	93.0	95.0	2	85.0	84.0	-1	90.0	87.0	-3
COGS	-824,614	-815,197	-1	-647,424	-507,491	-22	-644,688	-600,698	-7
<b>Gross profit</b>	<b>61,028</b>	<b>60,375</b>	<b>-1</b>	<b>40,235</b>	<b>38,501</b>	<b>-4</b>	<b>44,352</b>	<b>40,776</b>	<b>-8</b>
Gross margin (%)	6.9	6.9	0	5.9	7.1	21	6.4	6.4	-1
SG&A	-9,456	-9,455	0	-9,153	-8,874	-3	-8,834	-8,477	-4
<b>EBIT</b>	<b>51,572</b>	<b>50,920</b>	<b>-1</b>	<b>31,082</b>	<b>29,627</b>	<b>-5</b>	<b>35,518</b>	<b>32,299</b>	<b>-9</b>
EBIT margin (%)	5.8	5.8	0	4.5	5.4	20	5.2	5.0	-2
Net interest	-5,154	-5,311	3	-5,451	-5,339	-2	-4,903	-4,523	-8
Investment income	3,500	1,375	-61	2,250	2,250	0	3,000	3,000	0
Other non-operating items	-5,727	-18,118	216	2,759	2,700	-2	1,300	1,300	0
<b>Pre-tax profit</b>	<b>44,191</b>	<b>28,866</b>	<b>-35</b>	<b>30,640</b>	<b>29,239</b>	<b>-5</b>	<b>34,915</b>	<b>32,076</b>	<b>-8</b>
Taxes	-4,069	-2,749	-32	-4,258	-4,048	-5	-4,788	-4,071	-15
<b>Net profit</b>	<b>40,122</b>	<b>26,117</b>	<b>-35</b>	<b>26,382</b>	<b>25,191</b>	<b>-4</b>	<b>30,127</b>	<b>28,005</b>	<b>-7</b>
<b>EPS (NT\$)</b>	<b>4.34</b>	<b>2.82</b>	<b>-35</b>	<b>2.85</b>	<b>2.72</b>	<b>-4</b>	<b>3.26</b>	<b>3.03</b>	<b>-7</b>

Source: Macquarie Research, January 2009

Our NT\$45 target price is based on a sum-of-the-parts approach, with FPCC's core business valued based on DCF. We use an assumed WACC of 8.2%. Our target price calculation is provided in Figure 2. At our NT\$45 target price, FPCC would be trading at a FY10E PER of 14.9x and an FY09E P/BV of 1.9x with a 12.5% FY10E ROE. Our target price represents a 5.4% FY09E dividend yield.

**Fig 2 FPCC per share valuation**

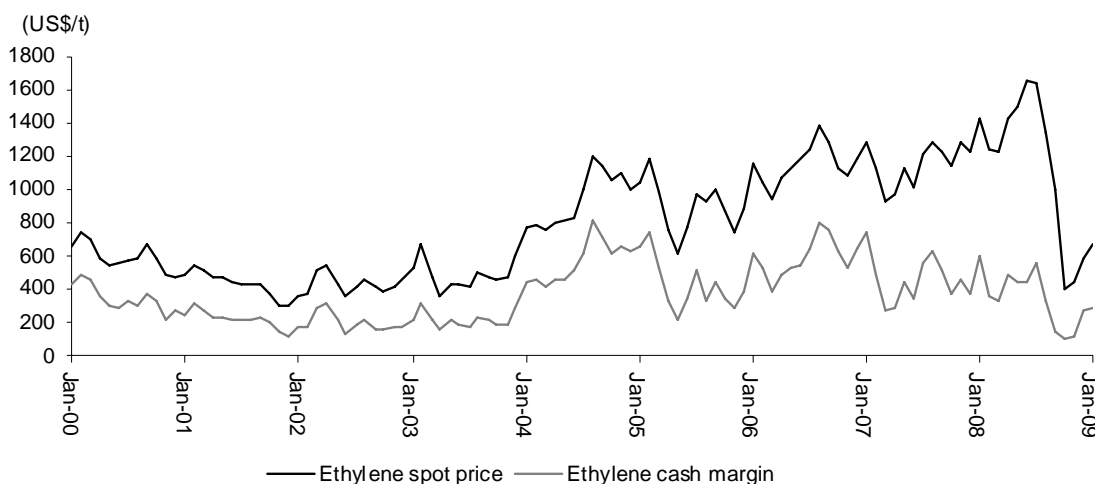
	NT\$/share	Comments
Core business	65.13	Based on DCF
Long-term investments	2.03	Mailiao Power at 1.5x BV, others at 1x BV
<b>Adjusted asset value</b>	<b>67.16</b>	
Net debt	(11.18)	At FY09E BV
<b>NPV of firm</b>	<b>55.98</b>	
At 20% downcycle discount	44.78	
<b>Target price:</b>	<b>45.00</b>	

Source: Macquarie Research, January 2009

As discussed in our global oil sector report, we believe that the net effect of a weaker demand outlook and the pushing back of some schedules for new naphtha and natural gas cracking projects will translate into a longer period of significant stress in the petrochemical sector than we had previously projected. One result of this is that we have reduced our FY10E naphtha cracking utilisation for FPCC to 87% from 90%. FPCC shut down its #3 cracker in mid-October through mid-December, originally for maintenance, but eventually due to weak demand conditions as well. It was operating its two other smaller crackers at 80% utilisation during that time. When it re-started its #3 cracker, it shut down its #1 cracker, again due to weak demand. The #1 cracker remains shut, but the company has lifted the utilisation at its two other crackers to 95% from 80%. Its overall utilisation for its three crackers was about 50% in November and early December, and is currently at about 72%.

In addition to low utilisation levels, the Asian spot ethylene spread is also some pressure. However, it has improved recently as substantial cracker shutdowns during the period of de-stocking in November/December is now encountering an easing in de-stocking and an increase in volumes. Idle capacity is being ramped up in response. These re-starts, plus the coming on-stream of the new Dow Equate and Tasnee/SEPC crackers in the Middle East, in our view will place some downward pressure on the ethylene market over the next few weeks. From a longer-term perspective, further new cracker in the Middle East and China, combined with weak end-demand, in our view will keep pressure on naphtha crackers this year. Figure 3 provides the trend in Asian spot ethylene pricing and the spread of ethylene over Asian spot naphtha prices.

**Fig 3 Ethylene pricing and spread over naphtha**



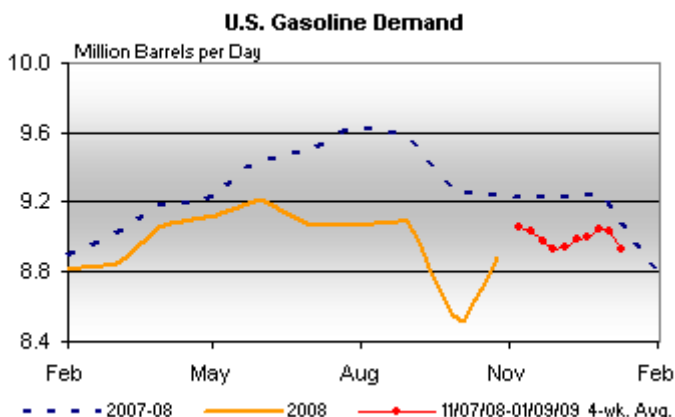
Source: Datastream, Platts, Bloomberg, Macquarie Research, January 2009

In our 13 January report *Taiwan basic materials: Chemicals facing a dangerous mix*, we discussed some recent trends that are worrisome from the standpoint of FPCC's refining operations.

First, the spread between the light/sweet crudes represented by NYMEX and sour/heavy crudes represented by Dubai has disappeared as inventories of light/sweet crude have apparently expanded. Also, new refineries such as those in Qingdao and India use heavy/sour crudes, and we believe the focus on heavy sour crudes for the new refineries will increase competition for this type of crude. One of the usual advantages of complex refiners such as FPCC, which can process heavy/sour crudes, is that this type of oil is generally cheaper than the sweet/light crude used by less complex refineries. Dubai is typically about US\$4/bbl cheaper than WTI, a light/sweet crude.

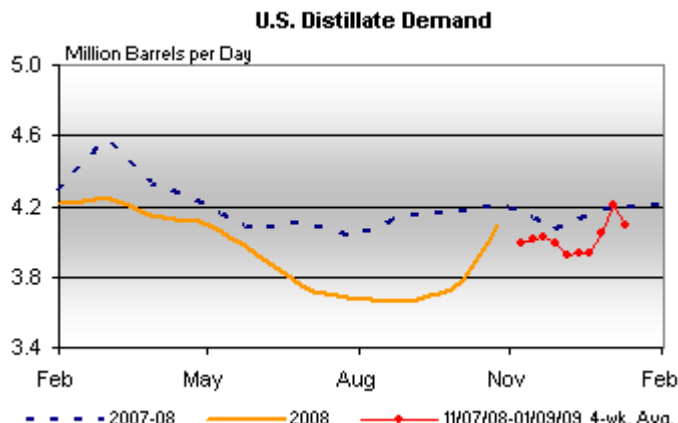
Second, regional diesel pricing has been lagging the strength in gasoline prices. Diesel is FPCC's largest refined product by volume, and one of our concerns is that weakness in global industrial activity will negatively affect diesel demand. For both gasoline and diesel, one concern is that US consumption is still lagging behind year-ago levels despite the recent significant decline in product prices. Figures 4–5 provide the trends for US gasoline and distillate demand (which includes diesel and heating oil). Our Asia estimated complex refining margin currently stands at about US\$5/bbl (see Figure 6). This compares with an average US\$7.8/bbl in 2008.

**Fig 4 US gasoline demand**



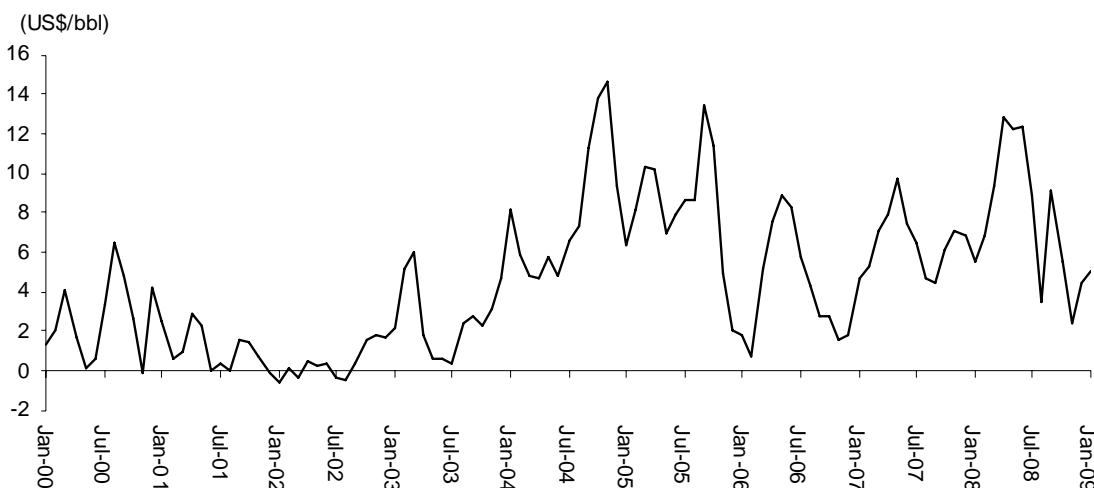
Source: US Energy Information Administration, January 2009

**Fig 5 US distillate demand**



Source: US Energy Information Administration, January 2009

**Fig 6 Asian complex refining margins**



Source: CMAI, Bloomberg, Macquarie Research, January 2009

**Formosa Group reportedly ends efforts for Taiwan steel mill**

The Formosa Group has decided to suspend its efforts at obtaining government approval for its Taiwan integrated steel mill project, according to a report in today's *Economic Daily News*. We see little impact, as we did not expect the project to go forward, in particular after the Group decided to build an integrated steel mill in Vietnam.

If the Group's Taiwan steel mill project had gone forward, the major members of the Formosa Group, including FPCC, would have likely been called upon to infuse funds into the project. The Group has been going back and forth with the government for many years, and they were never able to obtain environmental approval.

The Formosa Group broke ground on its Vietnam steel mill project last year. FPCC's board has already approved the investment of US\$609m (NT\$20bn) for a 22.5% stake in the venture. Other major members of the Group are going to invest the same amount. We estimate that this investment will be made next year, although the timing is not yet clear. Phase I is for a 7.5m tpa mill and port facilities. The total investment in the project appears to be about US\$6-8bn, of which US\$2.7bn would come from six investors, including FPCC. Two subsequent phases are also possible. The Group has indicated that if it finishes all three phases, the mill's capacity would be 30m tpa.

**Formosa Petrochemical (6505 TT, Underperform, Target price: NT\$45.00)**

Quarterly Results					Profit & Loss						
		3Q/08A	4Q/08E	1Q/09E	2Q/09E		2007A	2008E	2009E	2010E	
<b>Revenue</b>	m	255,237	124,624	114,658	152,877	<b>Revenue</b>	m	699,315	875,573	545,991	641,474
<b>Gross Profit</b>	m	14,377	-42	8,085	10,780	<b>Gross Profit</b>	m	85,926	60,375	38,501	40,776
Operating Expenses	m	-2,084	-2,081	-2,000	-2,485	Operating Expenses	m	-9,773	-9,455	-8,874	-8,477
<b>Operating Income</b>	m	12,293	-2,123	6,085	8,296	<b>Operating Income</b>	m	76,153	50,920	29,627	32,299
Net Non-operating income	m	515	-21,019	-260	-97	Net Non-operating income	m	2,376	-22,054	-388	-223
<b>Pre-Tax Income</b>	m	12,808	-23,142	5,825	8,198	<b>Pre-Tax Income</b>	m	78,529	28,866	29,239	32,076
Tax Expense	m	3,191	3,696	-810	-1,012	Tax Expense	m	-8,918	-2,749	-4,048	-4,071
Exceptionals	m	0	0	0	0	Exceptionals	m	0	0	0	0
Minority Interests	m	0	0	0	0	Minority Interests	m	0	0	0	0
<b>Reported Earnings</b>	m	15,999	-19,446	5,015	7,186	<b>Reported Earnings</b>	m	69,611	26,117	25,191	28,005
Reported Earnings (bonus exp)	m	15,999	-19,446	5,015	7,186	Reported Earnings (bonus exp)	m	69,611	26,117	25,191	28,005
Bonus exp / Reported Earnings	%					Bonus exp / Reported Earnings	%				
<b>Adjusted Earnings</b>	m	15,999	-19,446	5,015	7,186	<b>Adjusted Earnings</b>	m	69,611	26,117	25,191	28,005
<b>EBITDA</b>	m	20,574	6,159	12,254	16,521	<b>EBITDA</b>	m	96,999	84,046	59,003	59,035
EPS (rep)	NT\$	1.73	-2.10	0.54	0.78	EPS (rep)	NT\$	7.53	2.82	2.72	3.03
EPS pcp growth (rep)	%	-30.0	nmf	-48.9	-63.6	EPS growth (rep)	%	56.5	-62.5	-3.5	11.2
EPS (rep bonus exp)	NT\$	1.73	-2.10	0.54	0.78	EPS (rep bonus exp)	NT\$	7.53	2.82	2.72	3.03
EPS pcp growth (rep bonus exp)	%	-30.0	nmf	-48.9	-63.6	EPS growth (rep bonus exp)	%	56.5	-62.5	-3.5	11.2
EPS (adj)	NT\$	1.73	-2.10	0.54	0.78	EPS (adj)	NT\$	7.53	2.82	2.72	3.03
EPS pcp growth (adj)	%	-30.0	nmf	-48.9	-63.6	EPS growth (adj)	%	54.9	-62.5	-3.5	11.2
Revenue pcp growth	%	36.0	-42.8	-50.2	-42.4	PE (rep)	x	8.0	21.4	22.2	20.0
Operating Income pcp growth	%	-39.8	nmf	-59.9	-67.5	PE (rep bonus adj)	x	8.0	21.4	22.2	20.0
Reported Earnings pcp growth	%	-30.0	nmf	-48.9	-63.6	PE (adj)	x	8.0	21.4	22.2	20.0
Gross Profit Margin	%	5.6	0.0	7.1	7.1	Total DPS	NT\$	6.70	2.40	2.45	2.73
Operating Income Margin	%	4.8	-1.7	5.3	5.4	Total Div Yield	%	11.1	4.0	4.1	4.5
Reported Earnings Margin	%	6.3	-15.6	4.4	4.7	Weighted Average Shares	m	9,248	9,248	9,248	9,248
EBITDA Margin	%	8.1	4.9	10.7	10.8	Period End Shares	m	9,248	9,248	9,248	9,248
<b>Profit and Loss Ratios</b>		<b>2007A</b>	<b>2008E</b>	<b>2009E</b>	<b>2010E</b>	<b>Cashflow Analysis</b>		<b>2007A</b>	<b>2008E</b>	<b>2009E</b>	<b>2010E</b>
Revenue Growth	%	32.1	25.2	-37.6	17.5	<b>Reported Earnings</b>	m	69,611	26,117	25,191	28,005
Gross Profit Growth	%	35.6	-29.7	-36.2	5.9	Depreciation & Amortisation	m	20,846	33,126	29,376	26,736
Operating Income Growth	%	42.5	-33.1	-41.8	9.0	Chgs in Working Cap	m	-25,857	-28,800	50,438	-11,769
Reported Earnings Growth	%	56.5	-62.5	-3.5	11.2	Other	m	-210	-1,313	-2,000	-2,625
EBITDA Growth	%	34.5	-13.4	-29.8	0.1	<b>Operating Cashflow</b>	m	64,390	29,130	103,005	40,348
Gross Profit Margin	%	12.3	6.9	7.1	6.4	Acquisitions	m	-79	0	0	-19,136
Operating Income Margin	%	10.9	5.8	5.4	5.0	Capex	m	-21,202	-14,307	-4,000	-12,000
Reported Earnings Margin	%	10.0	3.0	4.6	4.4	Asset Sales	m	0	0	0	0
EBITDA Margin	%	13.9	9.6	10.8	9.2	Other	m	-1,598	0	0	0
Payout Ratio	%	89.0	85.0	90.0	90.0	<b>Investing Cashflow</b>	m	-22,879	-14,307	-4,000	-31,136
EV/EBITDA	x	7.4	8.6	12.1	11.9	Dividend (Ordinary)	m	-40,692	-61,962	-22,200	-22,671
EV/EBIT	x	9.3	14.1	23.2	20.9	Equity Raised	m	0	0	0	0
<b>Balance Sheet Ratios</b>						Debt Movements	m	1,476	50,000	-50,000	-2,000
ROE	%	29.3	11.0	11.5	12.5	Other	m	0	0	0	0
ROA	%	16.4	10.2	6.3	7.3	<b>Financing Cashflow</b>	m	-39,216	-11,962	-72,200	-24,671
ROIC	%	17.7	10.9	6.0	8.0	<b>Net Chg in Cash/Debt</b>	m	2,296	2,861	26,805	-15,460
Net Debt/Equity	%	63.1	96.2	60.2	64.7	Free Cashflow	m	43,188	14,823	99,005	28,348
Interest Cover	x	18.4	9.6	5.5	7.1	FCF per Share	NT\$	4.67	1.60	10.71	3.07
Price/Book	x	2.2	2.6	2.5	2.5	P/FCF	x	13.0	37.7	5.7	19.7
Book Value per Share	NT\$	27.9	23.6	23.9	24.5	<b>Balance Sheet</b>		<b>2007A</b>	<b>2008E</b>	<b>2009E</b>	<b>2010E</b>
						Cash	m	10,511	8,794	25,599	10,139
						Receivables	m	76,477	95,953	59,835	70,299
						Inventories	m	52,368	69,236	44,492	49,372
						Investments	m	29,896	29,896	29,896	29,896
						Fixed Assets	m	281,963	263,144	237,768	223,031
						Intangibles	m	0	0	0	0
						Other Assets	m	39,867	37,655	39,375	60,873
						<b>Total Assets</b>	m	491,085	504,678	436,965	443,611
						Payables	m	21,417	28,463	17,719	20,974
						Short Term Debt	m	41,803	37,225	27,225	27,225
						Long Term Debt	m	131,662	181,662	131,662	129,662
						Provisions	m	0	0	0	0
						Other Liabilities	m	38,004	38,977	39,016	39,074
						<b>Total Liabilities</b>	m	232,886	286,327	215,622	216,935
						<b>Total S/H Equity</b>	m	258,199	218,351	221,343	226,676
						<b>Total Liab &amp; S/H Funds</b>	m	491,085	504,678	436,965	443,611

All figures in NT\$ unless noted.

Source: Company data, Macquarie Research, January 2009

## Important disclosures:

Recommendation definitions	Volatility index definition*	Financial definitions																												
<p><b>Macquarie - Australia/New Zealand</b>            Outperform – return &gt;5% in excess of benchmark return            Neutral – return within 5% of benchmark return            Underperform – return &gt;5% below benchmark return</p> <p><b>Macquarie – Asia/Europe</b>            Outperform – expected return &gt;+10%            Neutral – expected return from -10% to +10%            Underperform – expected return &lt;-10%</p> <p><b>Macquarie First South – South Africa</b>            Outperform – expected return &gt;+10%            Neutral – expected return from -10% to +10%            Underperform – expected return &lt;-10%</p> <p><b>Macquarie – Canada</b>            Outperform – return &gt;5% in excess of benchmark return            Neutral – return within 5% of benchmark return            Underperform – return &gt;5% below benchmark return</p> <p><b>Macquarie – USA</b>            Outperform (Buy) – return &gt;5% in excess of benchmark return            Neutral (Hold) – return within 5% of benchmark return            Underperform (Sell) – return &gt;5% below benchmark return</p> <p><b>Recommendations</b> – 12 months  <b>Note:</b> Quant recommendations may differ from Fundamental Analyst recommendations</p>	<p><b>Volatility index definition*</b>            This is calculated from the volatility of historical price movements.</p> <p><b>Very high–highest risk</b> – Stock should be expected to move up or down 60–100% in a year – investors should be aware this stock is highly speculative.</p> <p><b>High</b> – stock should be expected to move up or down at least 40–60% in a year – investors should be aware this stock could be speculative.</p> <p><b>Medium</b> – stock should be expected to move up or down at least 30–40% in a year.</p> <p><b>Low–medium</b> – stock should be expected to move up or down at least 25–30% in a year.</p> <p><b>Low</b> – stock should be expected to move up or down at least 15–25% in a year.            * Applicable to Australian/NZ/Canada stocks only</p>	<p>All "Adjusted" data items have had the following adjustments made:            Added back: goodwill amortisation, provision for catastrophe reserves, IFRS derivatives &amp; hedging, IFRS impairments &amp; IFRS interest expense            Excluded: non recurring items, asset revals, property revals, appraisal value uplift, preference dividends &amp; minority interests</p> <p><b>EPS</b> = adjusted net profit / efpowa*  <b>ROA</b> = adjusted ebit / average total assets  <b>ROA Banks/Insurance</b> = adjusted net profit / average total assets  <b>ROE</b> = adjusted net profit / average shareholders funds  <b>Gross cashflow</b> = adjusted net profit + depreciation            *equivalent fully paid ordinary weighted average number of shares</p> <p>All Reported numbers for Australian/NZ listed stocks are modelled under IFRS (International Financial Reporting Standards).</p>																												
<p><b>Recommendation proportions – For quarter ending 31 December 2008</b></p> <table border="1"> <thead> <tr> <th></th> <th>AU/NZ</th> <th>Asia</th> <th>RSA</th> <th>USA</th> <th>CA</th> <th>EUR</th> </tr> </thead> <tbody> <tr> <td>Outperform</td> <td>38.55%</td> <td>50.61%</td> <td>64.52%</td> <td>53.13%</td> <td>65.55%</td> <td>43.00%</td> </tr> <tr> <td>Neutral</td> <td>41.82%</td> <td>15.92%</td> <td>25.81%</td> <td>40.63%</td> <td>27.73%</td> <td>48.00%</td> </tr> <tr> <td>Underperform</td> <td>19.64%</td> <td>33.47%</td> <td>9.68%</td> <td>6.25%</td> <td>6.72%</td> <td>9.00%</td> </tr> </tbody> </table>				AU/NZ	Asia	RSA	USA	CA	EUR	Outperform	38.55%	50.61%	64.52%	53.13%	65.55%	43.00%	Neutral	41.82%	15.92%	25.81%	40.63%	27.73%	48.00%	Underperform	19.64%	33.47%	9.68%	6.25%	6.72%	9.00%
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