

Tiong Woon
Maintain NEUTRAL
Small-cap heavy-weight
EPS: ▲ TP: ▲

Su Tye Chua / Research Analyst / 6212 3014 / suty.chua@credit-suisse.com

- Tiong Woon reported strong results for its FYJun09, with 28% YoY revenue growth, and earnings jumping 51% YoY, largely driven by its heavy lift/haulage unit (+ 32% YoY), and contribution from fabrication/engineering activities (+78% YoY).
- Net profit at S\$42.3 mn was ahead of consensus/our estimates, swung by positive surprise from the heavy lift/haulage unit, despite management's cautious stance a quarter ago. As primary driver of both revenue and earnings growth, we see stronger rental rate and fleet utilisation assumptions driving our earnings upgrade.
- Going forward, Tiong Woon will focus on ship repair services at its Bintan fabrication yard, given shorter activity duration and lower working capital outlay needs. We expect work to ramp up upon the launch of its maiden pipelay barge project (in September 2009).
- With Tiong Woon's growth outlook likely buoyed by investments into oil & gas and petrochemical sector activities in Asia, liquidity could continue to drive share price action for this micro-cap. But given limited visibility and with earnings momentum tapering, we stay NEUTRAL on our new S\$0.80 target price.

Bbg/RIC	TWC SP / TION.SI	Price (26 Aug 09, S\$)	0.70
Rating (prev. rating)	N (N) [V]	TP (Prev. TP S\$)	0.80 (0.45)
Shares outstanding (mn)	337.58	Est. pot. % chg. to TP	14
Daily trad vol - 6m avg (mn)	5.3	52-wk range (S\$)	0.70 - 0.14
Daily trad val - 6m avg (US\$ mn)	1.7	Mkt cap (\$S/US\$ mn)	236.3/ 163.9
Free float (%)		Performance	1M 3M 12M
Major shareholders	Ang Choo Kim & Sons (42.65%)	Absolute (%)	48.9 55.6 100.0
		Relative (%)	43.6 32.5 106.0
Year	6/08A	6/09A	6/10E 6/11E 6/12E
Revenues (\$S mn)	157.8	202.3	161.9 172.9 184.1
EBITDA (\$S mn)	56.7	75.9	72.6 76.5 80.4
Net profit (\$S mn)	28.0	42.3	34.6 38.4 42.4
EPS (\$S)	0.08	0.13	0.10 0.11 0.12
- Change from prev. EPS (%)	n.a.	n.a.	37 72
- Consensus EPS (\$S)	n.a.	n.a.	0.08 0.08 0.09
EPS growth (%)	24.2	51.4	(18.3) 11.0 7.7
P/E (x)	8.5	5.6	6.8 6.2 5.7
Dividend yield (%)	0.6	0.6	0.6 0.6
EV/EBITDA (x)	6.0	4.7	3.6 3.1 2.6
P/B (x)	1.8	1.4	1.1 1.0 0.8
ROE (%)	21.1	24.4	16.8 15.8 —
Net debt (net cash)/equity (%)	77.5	71.3	13.2 (0.5) —

Note 1: Tiong Woon is primarily in Heavy lift, heavy haulage & equipment installation works, Freight forwarding & transport services, and Trading of construction equipment.

Other snippets

- Tiong Woon kept its final dividend at S0.4ct per share.
- Management also disclosed that about 86% of the revenue contribution for its maiden S\$64.8 mn pipe-laying barge project at its Bintan yard had been recognised as of end-June 2009.

Valuation metrics

Company	Ticker	CS rating	Price		Year	EPS change (%)		TP (%)	Up/dn Chg (%)	EPS		EPS growth (%)		P/E (x)	Div. yld. (%)	ROE (%)	P/B (x)
			Local	Target		T	T+1			T+1	T+2	T+1	T+2				
HLA	HLA SP	U	1.66	1.60	12/08	0	0	0	(4)	0.2	0.2	42	12	10.6	9.5	3.0	8.5 1.1
Tat Hong	TAT SP	U	1.11	1.00	03/09	0	0	0	(11)	0.1	0.1	(18)	25	9.9	7.9	4.0	11.5 1.6
Tiong Woon	TWC SP	N	0.70	0.80	06/09	37	72	78	14	0.1	0.1	(18)	11	6.8	6.2	0.6	16.8 1.1
Yongnam	YNH SP	O	0.32	0.35	12/08	0	0	0	9	0.0	0.0	35	4	8.5	8.1	0	25.0 2.1

Note: O = OUTPERFORM, N = NEUTRAL, U = UNDERPERFORM; Source: Company data, Credit Suisse estimates

Figure 1: Results summary comparison

(\$\$ mn)	FY09	FY08	YoY (%)	FY09E (old)	12M % of FY09E
Revenue	202.3	157.8	28.2	184.9	109.4
- Heavy Lift & Haulage	130.6	99.2	31.6	109.4	119.4
- Marine Transportation	10.9	12.6	-13.3	12.4	87.6
- Trading	13.8	19.6	-29.6	15.7	88.0
- Fabrication & Engineering	47.0	26.4	78.1	47.4	99.1
EBITDA	79.5	56.7	40.3	72.4	109.8
Op. profit	54.0	36.8	46.9	46.9	115.1
Interest income/ (expense)	-3.2	-3.1	3.7	-4.3	74.7
Tax	-8.4	-5.6	49.7	-7.7	109.4
Net profit	42.3	28.0	51.4	34.6	122.3
EPS (\$\$)	0.125	0.083	51.4	0.103	122.3

Source: Company data, Credit Suisse estimates.

Figure 2: Earnings change

(\$\$ mn)	FY10E			FY11E		
	New	Old	Chg. (%)	New	Old	Chg. (%)
Revenue	161.9	127.5	26.9	172.9	127.4	35.7
Op. profit	45.4	34.1	33.0	48.2	28.7	68.1
Net profit	34.6	25.2	37.3	38.4	22.3	72.1

Source: Company data, Credit Suisse estimates.

Figure 3: Fleet profile

(# units)	FY07	FY08	1Q09	2Q09	3Q09	4Q09
Lifting	266	293	311	314	317	321
Hydraulic truck cranes (50T to 500T)	93	96	106	104	105	105
Crawler cranes (50T to 1,250T)	93	100	110	114	115	115
Rough terrain cranes (20T to 80T)	23	33	33	33	34	38
Lorry cranes (10T to 45T)	7	9	9	9	9	9
Tower cranes (8T to 12T)	50	55	53	54	54	54
Haulage	163	185	191	186	186	191
Prime movers	31	42	47	43	43	46
Low beds	32	32	32	32	32	32
Specialised trailers	11	21	31	31	31	33
Trailers	78	79	79	78	78	78
Tow trucks	11	11	2	2	2	2
Total	429	478	502	500	503	512

Source: Company data, Credit Suisse estimates.

Figure 4: Forward P/E


Source: Bloomberg, Company data, Credit Suisse estimates.

DISCLOSURE APPENDIX CONTAINS ANALYST CERTIFICATIONS AND THE STATUS OF NON-US ANALYSTS. U.S. Disclosure: Credit Suisse does and seeks to do business with companies covered in its research reports. As a result, investors should be aware that the Firm may have a conflict of interest that could affect the objectivity of this report. Investors should consider this report as only a single factor in making their investment decision.

Companies Mentioned (Price as of 26 Aug 09)

Tiong Woon Corp. (TION.SI, S\$.70, NEUTRAL [V], TP S\$.80)
 Hong Leong Asia (HLAA.SI, S\$.1.66, UNDERPERFORM [V], TP S\$.1.60)
 Tat Hong Holdings Ltd (TAT.SI, S\$.1.11, UNDERPERFORM [V], TP S\$.1.00)
 Yongnam Holdings Ltd (YNAM.SI, S\$.32, OUTPERFORM [V], TP S\$.35)

Disclosure Appendix

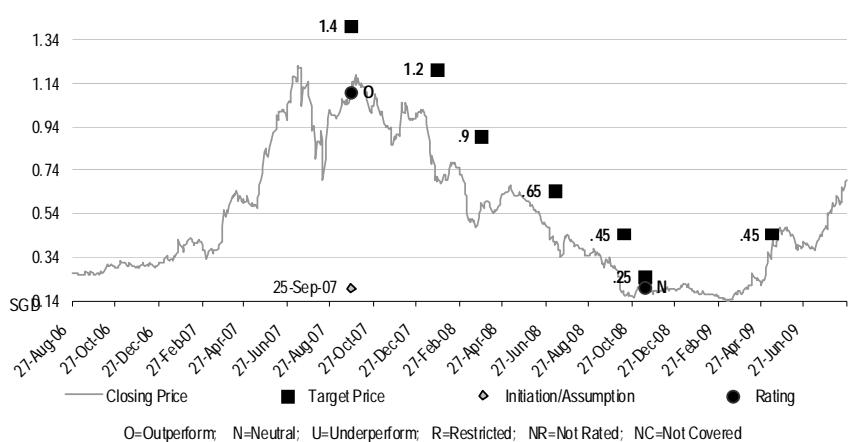
Important Global Disclosures

I, Su Tye Chua, certify that (1) the views expressed in this report accurately reflect my personal views about all of the subject companies and securities and (2) no part of my compensation was, is or will be directly or indirectly related to the specific recommendations or views expressed in this report.

See the *Companies Mentioned* section for full company names.

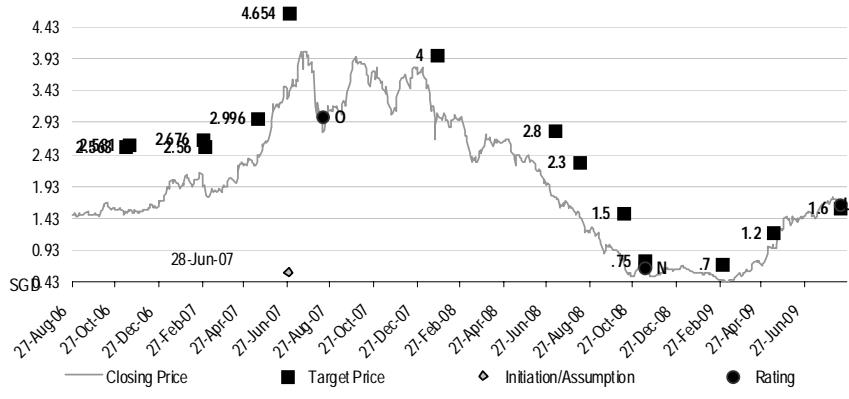
3-Year Price, Target Price and Rating Change History Chart for TION.SI

TION.SI	Closing Price (SGD)	Target Price (SGD)	Initiation/ Rating Assumption
Date			
25-Sep-07	1.1	1.4	O X
24-Jan-08	.685	1.2	
28-Mar-08	.59	.9	
9-Jul-08	.41	.65	
14-Oct-08	.19	.45	
13-Nov-08	.2	.25	N
13-May-09	.425	.45	



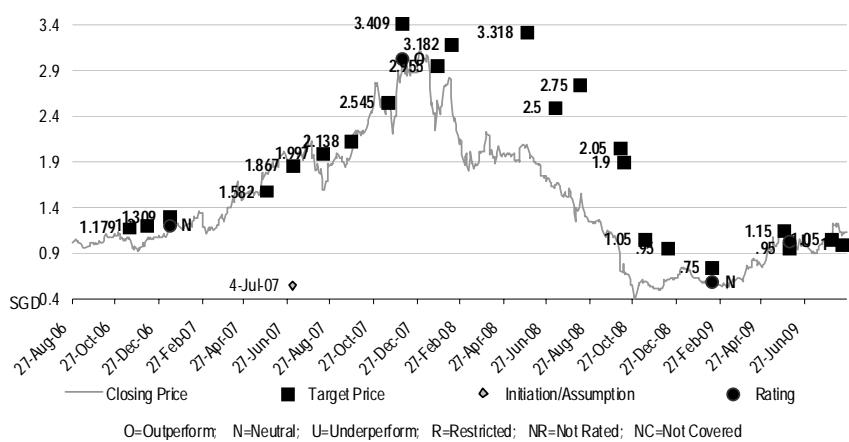
3-Year Price, Target Price and Rating Change History Chart for HLAA.SI

HLAA.SI	Closing Price (SGD)	Target Price (SGD)	Initiation/ Rating Assumption
Date			
9-Nov-06	1.52	2.563	
14-Nov-06	1.57	2.581	
27-Feb-07	2.06	2.676	
1-Mar-07	1.96	2.56	
16-May-07	2.42	2.996	
28-Jun-07			X
29-Jun-07	3.42	4.654	
15-Aug-07	3.02		O
15-Nov-07	3.34	4.753	
24-Jan-08	3.01	4	
9-Jul-08	1.76	2.8	
13-Aug-08	1.45	2.3	
14-Oct-08	.8	1.5	
12-Nov-08	.655	.75	N
3-Mar-09	.44	.7	
14-May-09	.96	1.2	
17-Aug-09	1.64	1.6	U



3-Year Price, Target Price and Rating Change History Chart for TAT.SI

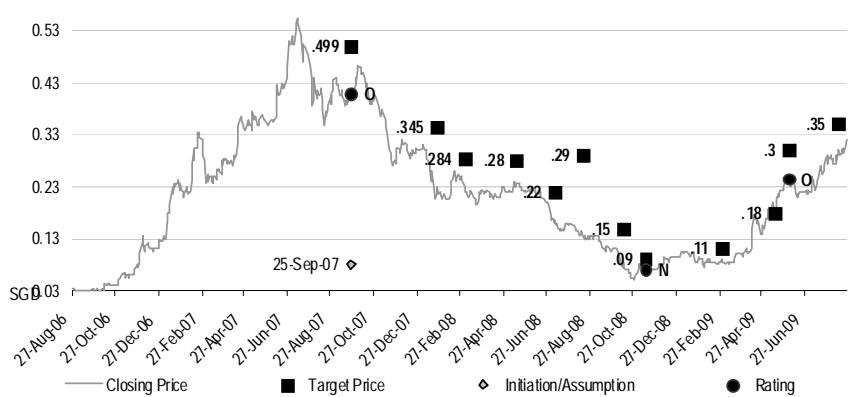
TAT.SI	Closing Price (SGD)	Target Price (SGD)	Initiation/ Rating Assumption
Date			
14-Nov-06	1.045	1.179	
11-Dec-06	1.073	1.2	
11-Jan-07	1.2	1.309	N
29-May-07	1.791	1.582	
4-Jul-07	1.873	1.867	X
16-Aug-07	1.591	1.997	
25-Sep-07	1.964	2.138	
15-Nov-07	2.618	2.545	
6-Dec-07	3.036	3.409	O
24-Jan-08	2.436	2.955	
14-Feb-08	2.609	3.182	
29-May-08	2.073	3.318	
9-Jul-08	1.645	2.5	
14-Aug-08	1.56	2.75	
9-Oct-08	.84	2.05	
14-Oct-08	.79	1.9	
13-Nov-08	.585	1.05	
15-Dec-08	.61	.95	
16-Feb-09	.595	.75	N
29-May-09	1.11	1.15	
4-Jun-09	1.03	.95	U
4-Aug-09	1.1	1.05	
18-Aug-09	1.14	1	



O=Outperform; N=Neutral; U=Underperform; R=Restricted; NR=Not Rated; NC=Not Covered

3-Year Price, Target Price and Rating Change History Chart for YNAM.SI

YNAM.SI	Closing Price (SGD)	Target Price (SGD)	Initiation/ Rating Assumption
Date			
25-Sep-07	.41	.499	O X
24-Jan-08	.215	.345	
4-Mar-08	.225	.284	
16-May-08	.235	.28	
9-Jul-08	.165	.22	
18-Aug-08	.135	.29	
14-Oct-08	.085	.15	
14-Nov-08	.07	.09	N
2-Mar-09	.09	.11	
15-May-09	.185	.18	
4-Jun-09	.245	.3	O
13-Aug-09	.295	.35	



O=Outperform; N=Neutral; U=Underperform; R=Restricted; NR=Not Rated; NC=Not Covered

The analyst(s) responsible for preparing this research report received compensation that is based upon various factors including Credit Suisse's total revenues, a portion of which are generated by Credit Suisse's investment banking activities.

Analysts' stock ratings are defined as follows:

Outperform (O): The stock's total return is expected to outperform the relevant benchmark* by at least 10-15% (or more, depending on perceived risk) over the next 12 months.

Neutral (N): The stock's total return is expected to be in line with the relevant benchmark* (range of $\pm 10-15\%$) over the next 12 months.

Underperform (U): The stock's total return is expected to underperform the relevant benchmark* by 10-15% or more over the next 12 months.

Relevant benchmark by region: As of 29th May 2009, Australia, New Zealand, U.S. and Canadian ratings are based on (1) a stock's absolute total return potential to its current share price and (2) the relative attractiveness of a stock's total return potential within an analyst's coverage universe, with Outperforms representing the most attractive, Neutrals the less attractive, and Underperforms the least attractive investment opportunities. Some U.S. and Canadian ratings may fall outside the absolute total return ranges defined above, depending on market conditions and industry factors. For Latin American, Japanese, and non-Japan Asia stocks, ratings are based on a stock's total return relative to the average total return of the relevant country or regional benchmark; for European stocks, ratings are based on a stock's total return relative to the analyst's coverage universe**. For Australian and New Zealand stocks a 22% and a 12% threshold replace the 10-15% level in the Outperform and Underperform stock rating definitions, respectively, subject to analysts' perceived risk. The 22% and 12% thresholds replace the +10-15% and -10-15% levels in the Neutral stock rating definition, respectively, subject to analysts' perceived risk.*

***An analyst's coverage universe consists of all companies covered by the analyst within the relevant sector.*

Restricted (R): In certain circumstances, Credit Suisse policy and/or applicable law and regulations preclude certain types of communications, including an investment recommendation, during the course of Credit Suisse's engagement in an investment banking transaction and in certain other circumstances.

Volatility Indicator [V]: A stock is defined as volatile if the stock price has moved up or down by 20% or more in a month in at least 8 of the past 24 months or the analyst expects significant volatility going forward.

Analysts' coverage universe weightings are distinct from analysts' stock ratings and are based on the expected performance of an analyst's coverage universe* versus the relevant broad market benchmark:.**

Overweight: Industry expected to outperform the relevant broad market benchmark over the next 12 months.

Market Weight: Industry expected to perform in-line with the relevant broad market benchmark over the next 12 months.

Underweight: Industry expected to underperform the relevant broad market benchmark over the next 12 months.

**An analyst's coverage universe consists of all companies covered by the analyst within the relevant sector.*

***The broad market benchmark is based on the expected return of the local market index (e.g., the S&P 500 in the U.S.) over the next 12 months.*

Credit Suisse's distribution of stock ratings (and banking clients) is:

Global Ratings Distribution		
Outperform/Buy*	37%	(56% banking clients)
Neutral/Hold*	43%	(59% banking clients)
Underperform/Sell*	18%	(49% banking clients)
Restricted	2%	

**For purposes of the NYSE and NASD ratings distribution disclosure requirements, our stock ratings of Outperform, Neutral, and Underperform most closely correspond to Buy, Hold, and Sell, respectively; however, the meanings are not the same, as our stock ratings are determined on a relative basis. (Please refer to definitions above.) An investor's decision to buy or sell a security should be based on investment objectives, current holdings, and other individual factors.*

Credit Suisse's policy is to update research reports as it deems appropriate, based on developments with the subject company, the sector or the market that may have a material impact on the research views or opinions stated herein.

Credit Suisse's policy is only to publish investment research that is impartial, independent, clear, fair and not misleading. For more detail please refer to Credit Suisse's Policies for Managing Conflicts of Interest in connection with Investment Research: http://www.csfb.com/research-and-analytics/disclaimer/managing_conflicts_disclaimer.html

Credit Suisse does not provide any tax advice. Any statement herein regarding any US federal tax is not intended or written to be used, and cannot be used, by any taxpayer for the purposes of avoiding any penalties.

See the Companies Mentioned section for full company names.

Price Target: (12 months) for (TION.SI)

Method: Our target price of S\$0.80 for Tiong Woon (TION.SI) is based on the conservative end of the range of values suggested by price to earnings (P/E), price to book (P/B) and dividend yield comparisons with peers within the heavy equipment supply industry, the Singapore mid-cap space and the Singapore market generally. We have reinforced this methodology with discounted cash flow analysis using a 13.7% cost of capital (a 3.5% risk-free rate, a 7.5% equity risk premium, a beta of 1.8, and a 6% cost of debt) and a 1% terminal growth rate.

Risks: Risks to our target price of S\$0.80 for Tiong Woon (TION.SI) are: 1) a slowdown in construction demand, 2) execution risk on projects won resulting in cost overruns, 3) credit risk, due to default in payments from customers, 4) regulatory risk from government bodies and 5) raw material cost pressure.

Price Target: (12 months) for (HLAA.SI)

Method: Our S\$1.60 target price for Hong Leong Asia is derived from a sum-of-the-parts (SOTP) valuation in which GPac was valued by discounted cash flow (DCF) and the other businesses were valued on no more than 6x FY09E earnings, which is a discount to the average multiples for China stocks, which is where most of HLA's operations take place. At S\$1.60 the stock would trade at a lower multiple for FY09E earnings than the average Singapore-listed stock, but with higher projected growth yet to come. The SOTP was supplemented by a three stage dividend discount model utilising a 11% cost of equity and 2% terminal growth rate and a payout ratio of 47% at the end of stage one.

Risks: The risks to our S\$1.60 target price for Hong Leong Asia include the following: 1) Downturn in the Singapore construction and property industry 2) execution risk related to the pace of the GPac production rollout; 3) the special risks that go along with competition with state-owned enterprises in China that may not require the same return on investment as HLA shareholders.

Price Target: (12 months) for (TAT.SI)

Method: Our target price of S\$1.00 for TAT.SI is based on the conservative end of the range of values suggested by price-earnings ratio (PER), price-to-book (P/B) and dividend yield comparisons with peers within the heavy equipment supply industry, the Singapore mid-cap space and the Singapore market generally. We have reinforced this methodology with discounted cash flow analysis using a 10.5% cost of capital (3.5% risk free rate, 6.5% equity risk premium, beta of 1.2, and 6% cost of debt) and a 0% terminal growth rate.

Risks: Risks to the achievement of our S\$1.00 target price for TAT.SI are (a) Exposure to currency fluctuations especially AUD (Australian dollar), which comprises about 65% of TAT's revenue. An appreciation of SGD against regional currencies (especially AUD) would adversely impact TAT's earnings. (b) A regional downturn in construction would negatively impact TAT's business. (c) Major project cancellations in the energy sector would also hurt the earnings and valuations because a significant portion of the forecasted rental earnings relates to this sector. (d) The risk of overinvestment in the stock of cranes. (e) Larger than expected increase in the cost of growing the Australian general rental footprint through acquisitions. (f) Loss of market share by TAT's main customers - the major international contractors.

Price Target: (12 months) for (YNAM.SI)

Method: Our target price of S\$0.35 for Yongnam (YNAM.SI) is based on the conservative end of the range of values suggested by price to earnings (P/E), price to book (P/B) and dividend yield comparisons with peers within the construction industry, the Singapore mid-cap space and the Singapore market generally. We have reinforced this methodology with discounted cash flow analysis using a 10.35% cost of capital (a 3% risk-free rate, a 6.5% equity risk premium, a beta of 1.8, and a 6% cost of debt) and a 0% terminal growth rate.

Risks: Risks to our target price of S\$0.35 for Yongnam (YNAM.SI) are 1) a slowdown in construction demand, 2) execution risk on projects won resulting in cost overruns, 3) credit risk, due to a default in payments from customers, 4) regulatory risks from government bodies, and 5) raw material cost pressure.

Please refer to the firm's disclosure website at www.credit-suisse.com/researchdisclosures for the definitions of abbreviations typically used in the target price method and risk sections.

See the Companies Mentioned section for full company names.

The subject company (TION.SI, HLAA.SI) currently is, or was during the 12-month period preceding the date of distribution of this report, a client of Credit Suisse.

Credit Suisse provided investment banking services to the subject company (TION.SI, HLAA.SI) within the past 12 months.

Credit Suisse provided non-investment banking services, which may include Sales and Trading services, to the subject company (HLAA.SI) within the past 12 months.

Credit Suisse expects to receive or intends to seek investment banking related compensation from the subject company (TION.SI, HLAA.SI, TAT.SI) within the next 3 months.

Credit Suisse has received compensation for products and services other than investment banking services from the subject company (HLAA.SI) within the past 12 months.

Important Regional Disclosures

The analyst(s) involved in the preparation of this report have not visited the material operations of the subject company (TION.SI, HLAA.SI, TAT.SI, YNAM.SI) within the past 12 months.

Restrictions on certain Canadian securities are indicated by the following abbreviations: NVS--Non-Voting shares; RVS--Restricted Voting Shares; SVS--Subordinate Voting Shares.

Individuals receiving this report from a Canadian investment dealer that is not affiliated with Credit Suisse should be advised that this report may not contain regulatory disclosures the non-affiliated Canadian investment dealer would be required to make if this were its own report.

For Credit Suisse Securities (Canada), Inc.'s policies and procedures regarding the dissemination of equity research, please visit http://www.csfb.com/legal_terms/canada_research_policy.shtml.

As of the date of this report, Credit Suisse acts as a market maker or liquidity provider in the equities securities that are the subject of this report.

Principal is not guaranteed in the case of equities because equity prices are variable.

Commission is the commission rate or the amount agreed with a customer when setting up an account or at anytime after that.

To the extent this is a report authored in whole or in part by a non-U.S. analyst and is made available in the U.S., the following are important disclosures regarding any non-U.S. analyst contributors:

The non-U.S. research analysts listed below (if any) are not registered/qualified as research analysts with FINRA. The non-U.S. research analysts listed below may not be associated persons of CSSU and therefore may not be subject to the NASD Rule 2711 and NYSE Rule 472 restrictions on communications with a subject company, public appearances and trading securities held by a research analyst account.

- Su Tye Chua, non-U.S. analyst, is a research analyst employed by Credit Suisse Singapore Branch.

For Credit Suisse disclosure information on other companies mentioned in this report, please visit the website at www.credit-suisse.com/researchdisclosures or call +1 (877) 291-2683.

Disclaimers continue on next page.

Disclaimers

This report is not directed to, or intended for distribution to or use by, any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction where such distribution, publication, availability or use would be contrary to law or regulation or which would subject Credit Suisse, the Swiss bank, or its subsidiaries or its affiliates ("CS") to any registration or licensing requirement within such jurisdiction. All material presented in this report, unless specifically indicated otherwise, is under copyright to CS. None of the material, nor its content, nor any copy of it, may be altered in any way, transmitted to, copied or distributed to any other party, without the prior express written permission of CS. All trademarks, service marks and logos used in this report are trademarks or service marks or registered trademarks or service marks of CS or its affiliates.

The information, tools and material presented in this report are provided to you for information purposes only and are not to be used or considered as an offer or the solicitation of an offer to sell or to buy or subscribe for securities or other financial instruments. CS may not have taken any steps to ensure that the securities referred to in this report are suitable for any particular investor. CS will not treat recipients as its customers by virtue of their receiving the report. The investments or services contained or referred to in this report may not be suitable for you and it is recommended that you consult an independent investment advisor if you are in doubt about such investments or investment services. Nothing in this report constitutes investment, legal, accounting or tax advice or a representation that any investment or strategy is suitable or appropriate to your individual circumstances or otherwise constitutes a personal recommendation to you. CS does not offer advice on the tax consequences of investment and you are advised to contact an independent tax adviser. Please note in particular that the bases and levels of taxation may change.

CS believes the information and opinions in the Disclosure Appendix of this report are accurate and complete. Information and opinions presented in the other sections of the report were obtained or derived from sources CS believes are reliable, but CS makes no representations as to their accuracy or completeness. Additional information is available upon request. CS accepts no liability for loss arising from the use of the material presented in this report, except that this exclusion of liability does not apply to the extent that liability arises under specific statutes or regulations applicable to CS. This report is not to be relied upon in substitution for the exercise of independent judgment. CS may have issued, and may in the future issue, a trading call regarding this security. Trading calls are short term trading opportunities based on market events and catalysts, while stock ratings reflect investment recommendations based on expected total return over a 12-month period as defined in the disclosure section. Because trading calls and stock ratings reflect different assumptions and analytical methods, trading calls may differ directionally from the stock rating. In addition, CS may have issued, and may in the future issue, other reports that are inconsistent with, and reach different conclusions from, the information presented in this report. Those reports reflect the different assumptions, views and analytical methods of the analysts who prepared them and CS is under no obligation to ensure that such other reports are brought to the attention of any recipient of this report. CS is involved in many businesses that relate to companies mentioned in this report. These businesses include specialized trading, risk arbitrage, market making, and other proprietary trading.

Past performance should not be taken as an indication or guarantee of future performance, and no representation or warranty, express or implied, is made regarding future performance. Information, opinions and estimates contained in this report reflect a judgement at its original date of publication by CS and are subject to change without notice. The price, value of and income from any of the securities or financial instruments mentioned in this report can fall as well as rise. The value of securities and financial instruments is subject to exchange rate fluctuation that may have a positive or adverse effect on the price or income of such securities or financial instruments. Investors in securities such as ADR's, the values of which are influenced by currency volatility, effectively assume this risk.

Structured securities are complex instruments, typically involve a high degree of risk and are intended for sale only to sophisticated investors who are capable of understanding and assuming the risks involved. The market value of any structured security may be affected by changes in economic, financial and political factors (including, but not limited to, spot and forward interest and exchange rates), time to maturity, market conditions and volatility, and the credit quality of any issuer or reference issuer. Any investor interested in purchasing a structured product should conduct their own investigation and analysis of the product and consult with their own professional advisers as to the risks involved in making such a purchase.

Some investments discussed in this report have a high level of volatility. High volatility investments may experience sudden and large falls in their value causing losses when that investment is realised. Those losses may equal your original investment. Indeed, in the case of some investments the potential losses may exceed the amount of initial investment, in such circumstances you may be required to pay more money to support those losses. Income yields from investments may fluctuate and, in consequence, initial capital paid to make the investment may be used as part of that income yield. Some investments may not be readily realisable and it may be difficult to sell or realise those investments, similarly it may prove difficult for you to obtain reliable information about the value, or risks, to which such an investment is exposed.

This report may provide the addresses of, or contain hyperlinks to, websites. Except to the extent to which the report refers to website material of CS, CS has not reviewed the linked site and takes no responsibility for the content contained therein. Such address or hyperlink (including addresses or hyperlinks to CS's own website material) is provided solely for your convenience and information and the content of the linked site does not in any way form part of this document. Accessing such website or following such link through this report or CS's website shall be at your own risk.

This report is issued and distributed in Europe (except Switzerland) by Credit Suisse Securities (Europe) Limited, One Cabot Square, London E14 4QJ, England, which is regulated in the United Kingdom by The Financial Services Authority ("FSA"). This report is being distributed in Germany by Credit Suisse Securities (Europe) Limited Niederlassung Frankfurt am Main regulated by the Bundesanstalt fuer Finanzdienstleistungsaufsicht ("BaFin"). This report is being distributed in the United States by Credit Suisse Securities (USA) LLC; in Switzerland by Credit Suisse; in Canada by Credit Suisse Securities (Canada), Inc.; in Brazil by Banco de Investimentos Credit Suisse (Brasil) S.A.; in Japan by Credit Suisse Securities (Japan) Limited, Financial Instrument Firm, Director-General of Kanto Local Finance Bureau (Kinsho) No. 66, a member of Japan Securities Dealers Association, The Financial Futures Association of Japan; elsewhere in Asia/Pacific by whichever of the following is the appropriately authorised entity in the relevant jurisdiction: Credit Suisse (Hong Kong) Limited, Credit Suisse Equities (Australia) Limited, Credit Suisse Securities (Thailand) Limited, Credit Suisse Securities (Malaysia) Sdn Bhd, Credit Suisse Singapore Branch, Credit Suisse Securities (India) Private Limited, Credit Suisse Securities (Europe) Limited, Seoul Branch, Credit Suisse Taipei Securities Branch, PT Credit Suisse Securities Indonesia, and elsewhere in the world by the relevant authorised affiliate of the above. Research on Taiwanese securities produced by Credit Suisse Taipei Securities Branch has been prepared by a registered Senior Business Person. Research provided to residents of Malaysia is authorised by the Head of Research for Credit Suisse Securities (Malaysia) Sdn Bhd., to whom they should direct any queries on +603 2723 2020.

In jurisdictions where CS is not already registered or licensed to trade in securities, transactions will only be effected in accordance with applicable securities legislation, which will vary from jurisdiction to jurisdiction and may require that the trade be made in accordance with applicable exemptions from registration or licensing requirements. Non-U.S. customers wishing to effect a transaction should contact a CS entity in their local jurisdiction unless governing law permits otherwise. U.S. customers wishing to effect a transaction should do so only by contacting a representative at Credit Suisse Securities (USA) LLC in the U.S.

Please note that this report was originally prepared and issued by CS for distribution to their market professional and institutional investor customers. Recipients who are not market professional or institutional investor customers of CS should seek the advice of their independent financial advisor prior to taking any investment decision based on this report or for any necessary explanation of its contents. This research may relate to investments or services of a person outside of the UK or to other matters which are not regulated by the FSA or in respect of which the protections of the FSA for private customers and/or the UK compensation scheme may not be available, and further details as to where this may be the case are available upon request in respect of this report.

Any Nielsen Media Research material contained in this report represents Nielsen Media Research's estimates and does not represent facts. NMR has neither reviewed nor approved this report and/or any of the statements made herein.

If this report is being distributed by a financial institution other than Credit Suisse, or its affiliates, that financial institution is solely responsible for distribution. Clients of that institution should contact that institution to effect a transaction in the securities mentioned in this report or require further information. This report does not constitute investment advice by Credit Suisse to the clients of the distributing financial institution, and neither Credit Suisse, its affiliates, and their respective officers, directors and employees accept any liability whatsoever for any direct or consequential loss arising from their use of this report or its content.

Copyright 2009 CREDIT SUISSE and/or its affiliates. All rights reserved.