

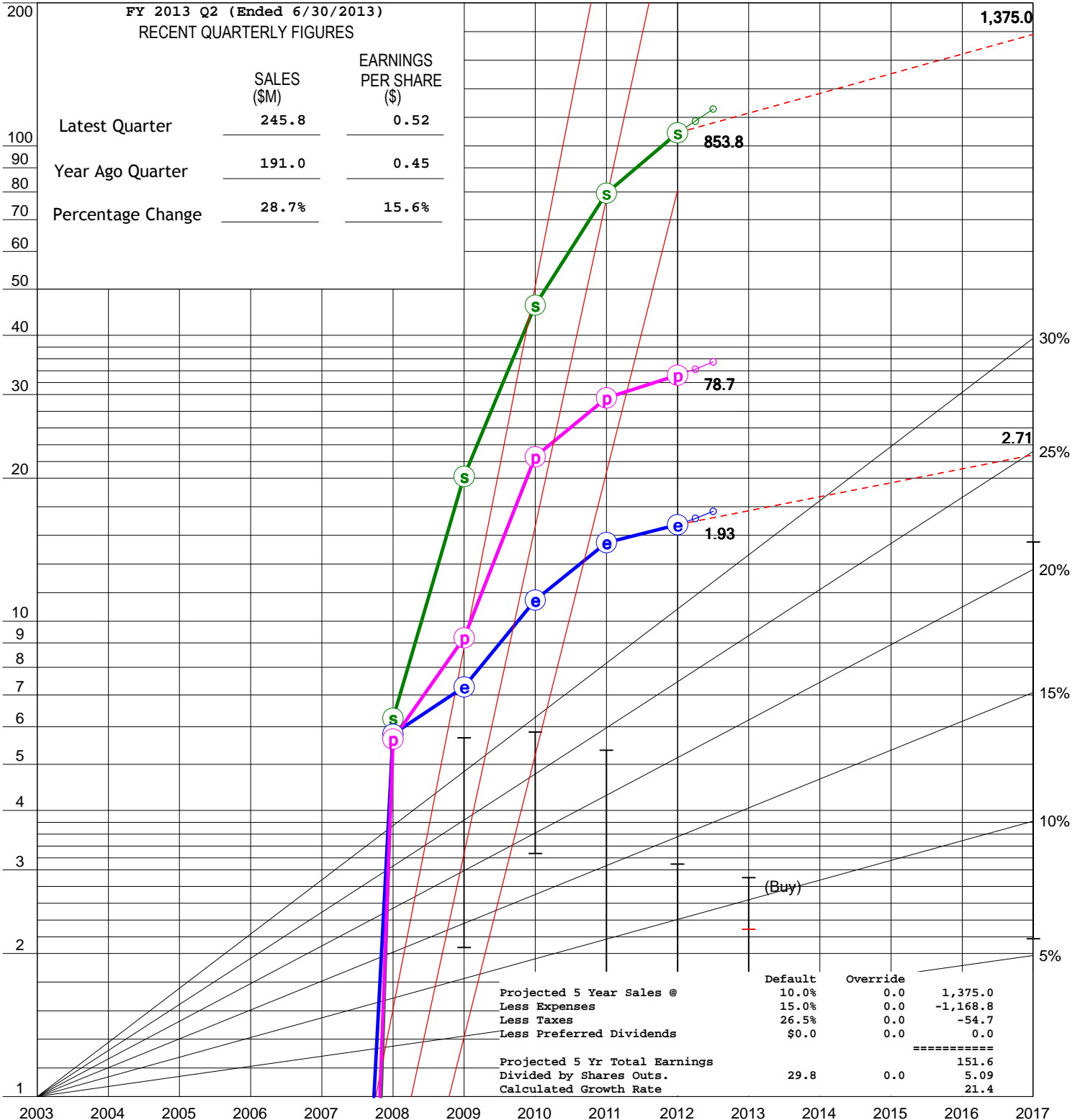


Stock Study

Company	Lihua International	Price Date	09/19/13
Study by	Bernard	Data Date	09/16/13
Sector	Basic Materials	Data Source	BI
Industry	Copper	Reference	Morningsta
Preferred(\$M)	0.0		
Common(M Shares)	29.8	% Insiders	7.3
Debt(\$M)	0.0	% Institutions	67.4
% Debt to Tot.Cap.	0.0	Quality	

1 Growth Analysis

NAS: LIWA



(1) Historical Sales Growth	<u>1,105.5</u> %	(3) Historical Earnings Per Share Growth	<u>292.7</u> %	www.iclub.com
(2) Estimated Future Sales Growth	<u>10.0</u> %	(4) Estimated Future Earnings Per Share Growth	<u>7.0</u> %	
(5) Sales Growth R ²	<u>0.76</u>	(6) Earnings Per Share Growth R ²	<u>0.72</u>	

2 QUALITY ANALYSIS

Company **Lihua International**

(LIWA)

09/19/13

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	5 YEAR AVG.	TREND UP / DOWN
A % Pre-tax Profit on Sales				0.0	0.0	27.0	13.6	14.3	11.1	9.2	15.0	DOWN
B % ROE (Beginning Yr)								39.6	34.0	26.4	33.3	DOWN
C % Debt to Equity	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	EVEN

3 PRICE, PRICE/EARNINGS RATIO and DIVIDEND ANALYSIS

CURRENT PRICE (P/E) **5.02 (2.4)** 52-WEEK HIGH (P/E) **6.45 (3.1)** 52-WEEK LOW (P/E) **3.47 (1.7)**

Fiscal Year	High Price	Low Price	EPS	High P/E	Low P/E	Dividend	% Payout	% High Yield
1 2008	0.0	0.0	0.70	0.0	0.0	0.000	0.0	0.0
2 2009	12.7	4.6	0.88	14.4	5.2	0.000	0.0	0.0
3 2010	13.1	7.3	1.34	9.8	5.4	0.000	0.0	0.0
4 2011	12.0	3.7	1.77	6.8	2.1	0.000	0.0	0.0
5 2012	6.9	3.4	1.93	3.6	1.8	0.000	0.0	0.0
6 AVERAGE		4.8		12.1	3.6		0.0	
AVERAGE P/E RATIO	6.1 7.9		PROJECTED P/E RATIO		2.3	TTM EPS		2.06
CURRENT P/E RATIO	2.4		PEG RATIO		0.3	FTM EPS		2.20
RELATIVE VALUE	39.3% 30.4%		PROJ. RELATIVE VALUE		37.3% 28.8%	AVG TTM + FTM EPS		2.13

4 EVALUATING REWARD and RISK over the next 5 years

A FUTURE HIGH PRICE ANALYSIS -- NEXT 5 YEARS

Selected High P/E **12.1** X Estimated High Earnings/Share **2.71** = Forecast High Price \$ **32.8**

B FUTURE LOW PRICE ANALYSIS -- NEXT 5 YEARS

(a) Sel. Low P/E **3.6** (as adj.) X Estimated Low Earnings/Share ~~1.93~~ **1.99** = \$ **7.2**

(b) Average 5-Year Low Price = **4.8**

(c) Recent Severe Low Price = **3.4**

(d) Price Dividend Will Support = Present Divd. ÷ High Yield = **0.000 ÷ 0.000 = 0.0**

Selected Estimated Low Price = \$ **4.8**

C PRICE RANGES

Forecast High Price **32.8** - Estimated Low Price **4.8** = Range **28.0** 25% of Range = **7.0**

BUY (Lower 25% of Range) = **4.8** to **11.8**

MAYBE (Middle 50% of Range) = **11.8** to **25.8**

SELL (Upper 25% of Range) = **25.8** to **32.8**

Current Price **5.020** is in the **Buy** Range

D REWARD/RISK ANALYSIS (Potential Gain vs. Risk of Loss)

(Forecast High Price **32.8** - Current Price **5.020**) ÷ (Current Price **5.020** - Estimated Low Price **4.8**) = **99.9** To 1

5 TOTAL RETURN ANALYSIS

A CURRENT YIELD

Present Full Year's Dividend \$ **0.000** ÷ Current Price of Stock \$ **5.020** = **0.0** % Present Yield or % Returned on Purchase Price

B AVERAGE YIELD - USING FORECAST HIGH P/E

Avg. % Payout **0.0** + Forecast High P/E **12.1** = Avg. Yield **0.0**

AVERAGE YIELD - USING FORECAST AVERAGE P/E

Avg. % Payout **0.0** + Forecast Avg P/E **7.9** = Avg. Yield **0.0**

C % COMPOUND ANNUAL TOTAL RETURN - USING FORECAST HIGH P/E

Average Yield **0.0** % + Annual Appreciation **45.6** % = Compound Annual Total Return **45.6** %

D % PROJECTED AVERAGE RETURN - USING FORECAST AVERAGE P/E

Average Yield **0.0** % + Annual Appreciation **33.5** % = Projected Average Total Return **33.5** %