

Equity Valuation Masterclass

Is It Undervalued, Overvalued or Fairly Valued?

Course Date:19th OCT 2023 | THU**Course Time:**

9:00am – 5:00pm

Course Venue:

Concorde Hotel, KL

Course Level:

Intermediate



SIDC CPE -
Approved
10 Points

Contact Us

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**Training
Methodology**

This workshop is structured in modules of short lectures and followed immediately with hands-on exercises, and quizzes to help each participant to gain deeper understanding and practical knowledge of the concepts being taught. Participants will be introduced to tools and resources. As this workshop is designed for the investors who are keen to adopt this approach, sufficient time will be allocated for questions-and-answers session to ensure that all participants achieve the objective of learning the foundational skills needed to embark on the value investing journey.

Workshop Overview & Objectives

This workshop is designed for practitioners in the stockbroking and financial advisory industry, who want to brush up their knowledge and skills in the specialized field of value investing.

At the core, the most important skill sets in practicing value investing is the ability to decipher value. Learn about intrinsic value, mispricing, going concern, liquidation value, and which definition of value is most relevant. Also, contrast absolute and relative valuation models and learn about sum-of-the-parts valuation.

The overall goal of this program is to give participants the tools needed for deciphering value, measuring a company's worth, and reading market expectation.

Workshop Requirements

This workshop is conducted in English and designed for people who already have some experience in investing. In terms of existing knowledge, participants should at least know what balance sheets, income statements and cash flow statements are. Participants should also understand basic terms such as: assets and liabilities; revenues, expenses and profits; and market capitalization, dividends and rights issues.

Who Should Attend

This program is suitable for those with some background in understanding financial statements including:

- I. Bankers
- II. Institutional Investors
- III. Investments Advisers
- IV. Finance Professionals
- V. Remisiers
- VI. Dealers Representatives
- VII. Others

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Instructor-LED



SPEAKER:

Puah Soon Lim, CFA

Associate Director of an Independent Financial Advisor

Trainer's Profile

Puah Soon Lim graduated from National University of Singapore with a bachelor's degree in business administration. He is also a CFA, Charter holder.

Soon Lim has more than 20 years of experience in the financial and investment industries, spanning from money broking, merchant banking, bond sales and trading, investment planning and management of a wealth management team. His last decade was spent in a stock broking firm's wealth management unit.

He is currently the Associate Director of an Independent Financial Advisor. He works with both individual and institutional investors to provide customised advice on optimal asset allocation. His extensive experience and thorough knowledge in wealth management enables him to break down difficult concepts into easy-to-understand components.

Workshop Outline

1. Introduction & Concept of Fair Value

- i. Using the concept of intrinsic value to determine whether a security is under/over/fair value

2. Estimated Value And Market Price

- i. Inputs to the valuation model
- ii. Model appropriateness

3. Categories Of Equity Valuation Models

- i. Present value models
- ii. Multiplier models
- iii. Asset-based valuation models

4. Background For The Dividend Discount Model

- i. Types of dividends
- ii. Issues related to stock splits, reverse stock splits and share repurchases
- iii. Dividend payment chronology

5. Dividend Discount Model (DDM) And Free-Cash-Flow-To-Equity Model (FCFE)

- i. Rationale for using model
- ii. Advantages and disadvantages of model

6. Preferred Stock Valuation

- i. Using the Dividend Discount Model to calculate the intrinsic value of a preferred stock including the case of a preferred stock that comes with a retractable option.
- ii. The option

7. The Gordon Growth Model

- i. Constant growth and two-stage calculation
- ii. Identification of appropriate companies to implement model

8. Multistage Dividend Discount Models

- i. The calculation and assumption
- ii. Advantages and disadvantages of model

9. Multiplier Models And Relationship Among Price Multiples, Present Value Models, And Fundamentals

- i. Application of multiplier model
- ii. Calculation and interpretation of various multiple
- iii. Advantages and disadvantages

10. Method Of Comparables And Valuation Based On Price Multiples

- i. Law of one price concept
- ii. The calculation and interpretation

11. Enterprise Value

- i. Application of EV
- ii. Advantages and disadvantages

12. Asset-Based Valuation

- i. Steps in performing asset-based valuation
- ii. Advantages and disadvantages

Key Learning Outcomes

After completing the workshop, participants should be able to:

1. evaluate whether a security, given its current market price and a value estimate, is overvalued, fairly valued, or undervalued by the market
2. describe major categories of equity valuation models
3. describe regular cash dividends, extra dividends, stock dividends, stock splits, reverse stock splits, and share repurchases
4. describe dividend payment chronology
5. explain the rationale for using present value models to value equity and describe the dividend discount and free-cash-flow-to-equity models
6. explain advantages and disadvantages of each category of valuation model
7. calculate the intrinsic value of a non-callable, non-convertible preferred stock
8. calculate and interpret the intrinsic value of an equity security based on the Gordon (constant) growth dividend discount model or a two-stage dividend discount model, as appropriate
9. identify characteristics of companies for which the constant growth or a multistage dividend discount model is appropriate
10. explain the rationale for using price multiples to value equity, how the price to earnings multiple relates to fundamentals, and the use of multiples based on comparable
11. calculate and interpret the following multiples: price to earnings, price to an estimate of operating cash flow, price to sales, and price to book value
12. describe enterprise value multiples and their use in estimating equity value
13. describe asset-based valuation models and their use in estimating equity value

Registration Form: Equity Valuation Masterclass – Is It Undervalued, Overvalued or Fairly Valued?

Categories	Early Bird Fees (Per Pax) (Register by 29 th Sep 2023)	Standard Fees (Per Pax)	Remarks
Public (Individual)	<input type="checkbox"/> MYR 1500 net	<input type="checkbox"/> MYR 1700 net	Fees inclusive of training materials, lunch and tea breaks.

Name (Mr/Mrs/Ms/Dr)*: _____ NRIC*: _____

Participant's Email*: _____ Participant's Mobile number*: _____

CMSRL OR ERP Number*: _____ Designation*: _____

Company's Name*: _____

Mailing Address: _____

City: _____ State: _____

Postal : _____ Require CPE Credits (please circle)* : YES / NO Asterisk (*) – Compulsory

Where / How did you first know about our workshops? (You may tick more than one option below)

- SIDC website A.B. Maximus EDM A.B. Maximus Website HR / L&D Departments
- Past Delegates Others, please specify _____

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Full Payment of MYR _____ (Grand Total)

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1. Full refund, less 10% bank admin and admin charges, if notice is given at **least 2 weeks** before commencement.
2. 50% refund of programme fee if notice is given between **1-2 weeks** before commencement. No refund if notice is given less than **1 week** before commencement, or after commencement of the workshop/course.
3. AB Maximus reserves the right to reject applications that are not in compliance with the terms and conditions for this course. Delegates with a different name from the registered name will not be allowed to enter the workshop venue.
4. No replacement of delegates once the workshop/course commences. Delegates who leave early will NOT be given the SIDC CPE points.
5. Delegates without prior payment or Letter of Undertaking (LOU) received from delegates' company will not be allowed to enter the workshop venue or be provided with the access to the Online Course.
6. Delegates who cannot attend the workshop/course due to medical or any urgent matters are still liable to the full payment. Replacement from the same company is allowed, provided HR/L&D informed AB Maximus in writing with minimum of **5 Working Days** prior to the commencement of the workshop/course.
7. Last minute or late registration delegates will have to pay the full Standard Fees. Acceptance of last minute or late registration delegates will be at the sole discretion of AB Maximus and subject to availability of seats.

I understand and agree to the terms and condition stipulated above

Signature: _____ Date: _____

Please email registration form(s) to andrew.jong@abmaximus.com