

Growth trajectory to continue

Bank of America
Merrill Lynch

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Strong 4Q ; growth trajectory to continue

Post 4Q, we raise FY11e and FY12e by 3-4% to factor strong growth in advertisement & DTH revenues and retain Buy rating with a PO of Rs480. Strong 40% yoy growth in advertising revs and 118% yoy growth in DTH during FY10, reconfirm our view of faster growth in regional markets and potential benefit from digitization. Forecast strong 27% earnings CAGR over FY10-12E.

Robust 4Q results

Sun TV (SNL) reported strong 4Q results with revenue growth of 42% yoy to Rs3.9bn, driven by ~45% yoy growth in advertisement (56% revs) and 57% yoy growth in DTH lead subscription revenues. DTH revenues grew by 90% yoy. EBIT margins expanded by 500bps yoy to 62.8%, driven by strong topline growth. 4Q PAT grew 45% yoy to Rs1.6bn. FY10 PAT grew by 41% yoy in line with BofAMLe

Robust advertisement, DTH growth

DTH revenues during FY10 grew by 118% yoy to Rs1.8bn. 41% Increase in subscriber base to 6mn during the year and addition of new channels to its DTH package were key reasons for strong growth. Advertisement revenues grew 40% yoy to Rs8.5bn, 8% ahead of our estimates. Contribution from channels launched during the year i.e. comedy, kids and strong focus on monetizing inventory during off peak hours lead to strong growth. Management has now guided at 17-18% yoy growth in advertising revenues for FY11E.

27% EPS CAGR; Maintain Buy

We forecast strong 27% earnings CAGR over FY10-12e (raised by 3-4%) and retain our Buy given our view that regional markets likely to grow faster than pan India and SNL's is likely to benefit given its strong leadership position in the southern region, making it more resilient to an economic downturn vs. peers.

Estimates (Mar)

(Rs)	2008A	2009A	2010E	2011E	2012E
Net Income (Adjusted - mn)	3,267	3,683	5,190	6,772	8,370
EPS	8.29	9.35	13.17	17.18	21.24
EPS Change (YoY)	25.6%	12.7%	40.9%	30.5%	23.6%
Dividend / Share	2.50	2.50	3.00	3.50	4.00
Free Cash Flow / Share	4.26	2.05	14.87	27.10	28.44

Valuation (Mar)

	2008A	2009A	2010E	2011E	2012E
P/E	49.37x	43.79x	31.08x	23.82x	19.27x
Dividend Yield	0.611%	0.611%	0.733%	0.855%	0.977%
EV / EBITDA*	30.44x	26.68x	17.97x	14.54x	11.96x
Free Cash Flow Yield*	1.04%	0.500%	3.63%	6.62%	6.95%

* For full definitions of *iQmethod*SM measures, see page 8.

Stock Data

Price	Rs409.30
Price Objective	Rs480.00
Date Established	9-Mar-2010
Investment Opinion	C-1-7
Volatility Risk	HIGH
52-Week Range	Rs210.00-Rs453.00
Mrkt Val / Shares Out (mn)	US\$3,480 / 394.1
Average Daily Volume	172,472
BofAML Ticker / Exchange	SUTVF / BSE
Bloomberg / Reuters	SUNTV IN / SUTV.BO
ROE (2010E)	27.4%
Net Dbt to Eqty (Mar-2009A)	-16.9%
Est. 5-Yr EPS / DPS Growth	22.0% / 22.0%
Free Float	23.0%

Key Changes

(Rs)	Previous	Current
2010E EBITDA (m)	8,302.9	8,661.8
2011E EBITDA (m)	10,368.4	10,708.1
2012E EBITDA (m)	12,559.5	13,012.9

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iQprofileSM Sun TV Network Ltd

Key Income Statement Data (Mar)	2008A	2009A	2010E	2011E	2012E
(Rs Millions)					
Sales	8,699	10,394	14,528	17,337	20,194
Gross Profit	6,114	6,592	9,715	11,932	14,351
Sell General & Admin Expense	(1,000)	(757)	(1,053)	(1,224)	(1,338)
Operating Profit	4,736	5,163	7,699	9,581	11,700
Net Interest & Other Income	397	530	300	468	792
Associates	NA	NA	NA	NA	NA
Pretax Income	5,133	5,693	7,999	10,049	12,492
Tax (expense) / Benefit	(2,015)	(2,293)	(2,991)	(3,477)	(4,322)
Net Income (Adjusted)	3,267	3,683	5,190	6,772	8,370
Average Fully Diluted Shares Outstanding	394	394	394	394	394

Key Cash Flow Statement Data

Net Income	3,267	3,683	5,190	6,772	8,370
Depreciation & Amortization	377	672	963	1,127	1,313
Change in Working Capital	(2,978)	(2,381)	(1,250)	(2,172)	(2,933)
Deferred Taxation Charge	NA	NA	NA	NA	NA
Other Adjustments, Net	2,830	3,124	4,721	5,463	6,248
Cash Flow from Operations	3,496	5,098	9,624	11,190	12,997
Capital Expenditure	(1,818)	(4,291)	(3,764)	(511)	(1,788)
(Acquisition) / Disposal of Investments	NA	NA	NA	NA	NA
Other Cash Inflow / (Outflow)	(1,867)	3,370	(1,189)	0	0
Cash Flow from Investing	(3,685)	(921)	(4,953)	(511)	(1,788)
Shares Issue / (Repurchase)	762	0	0	0	0
Cost of Dividends Paid	(461)	(1,844)	(1,383)	(1,614)	(1,844)
Cash Flow from Financing	(166)	(2,088)	(1,383)	(1,614)	(1,844)
Free Cash Flow	1,678	807	5,860	10,679	11,210
Net Debt	(3,602)	(2,938)	(3,427)	(8,499)	(13,097)
Change in Net Debt	190	(2,083)	(3,287)	(9,065)	(9,365)

Key Balance Sheet Data

Property, Plant & Equipment	5,048	6,697	9,571	8,939	9,284
Other Non-Current Assets	4,508	5,059	5,741	5,878	6,217
Trade Receivables	2,576	2,449	3,503	4,132	4,758
Cash & Equivalents	4,297	3,654	3,428	8,501	13,099
Other Current Assets	1,926	2,861	3,727	4,406	5,101
Total Assets	18,355	20,720	25,970	31,856	38,458
Long-Term Debt	695	716	1	1	1
Other Non-Current Liabilities	11	261	161	204	223
Short-Term Debt	NA	NA	NA	NA	NA
Other Current Liabilities	2,559	2,343	4,606	5,491	5,718
Total Liabilities	3,266	3,320	4,768	5,697	5,943
Total Equity	15,090	17,401	21,202	26,160	32,515
Total Equity & Liabilities	18,356	20,721	25,970	31,856	38,458

iQmethodSM - Bus Performance*

Return On Capital Employed	22.5%	20.4%	25.4%	27.6%	27.7%
Return On Equity	24.7%	23.4%	27.4%	28.9%	28.6%
Operating Margin	54.4%	49.7%	53.0%	55.3%	57.9%
EBITDA Margin	58.8%	56.1%	59.6%	61.8%	64.4%

iQmethodSM - Quality of Earnings*

Cash Realization Ratio	1.1x	1.4x	1.9x	1.7x	1.6x
Asset Replacement Ratio	4.8x	6.4x	3.9x	0.5x	1.4x
Tax Rate (Reported)	39.2%	40.3%	37.4%	34.6%	34.6%
Net Debt-to-Equity Ratio	-23.9%	-16.9%	-16.2%	-32.5%	-40.3%
Interest Cover	29.8x	37.4x	NM	NM	NM

Key Metrics

* For full definitions of iQmethodSM measures, see page 8.

Company Description

Sun TV Network Ltd (SNL) is the largest regional broadcaster with strong presence in the four regional markets in South. It has a bouquet of 20 channels addressing viewers in Tamil Nadu, Kerala, Karnataka & Andhra Pradesh. It is a leader in three of the four regional markets and commands a premium pricing over peers. It also distributes and produce movies through Sun Pictures and has radio operations in 41 cities in India.

Investment Thesis

Our Buy rating is driven by the fact that regional markets are witnessing faster growth in advertising spends than India average and Sun will benefit given its leadership position in south. We believe its high margins are sustainable given strong leadership position, wide bouquet of channels enabling the company to leverage its content and premium pricing vs peers.

Stock Data

Price to Book Value 7.7x

Inline results; growth trajectory to continue

Post 4Q, we raise FY11e and FY12e by 3-4% to factor strong growth in advertisement & DTH revenues and retain Buy rating with a PO of Rs480. Strong 40% yoy growth in advertising revs and 118% yoy growth in DTH during FY10, reconfirm our view of faster growth in regional markets and increasing benefits from digitization. Forecast strong 27% earnings CAGR over FY10-12E.

Robust growth in advertisement revenues

Advertisement revenues during FY10 grew by 40% yoy to Rs8.45bn driven by 37% growth in TV advertisement revenues and 85% growth in radio advertisement revenues. Strong focus on monetizing inventory during off peak hours and launch of new programs in weekend lead to robust growth in advertisement. Increasing contribution from new channels ie comedy and kids also added to the growth. Management highlighted that inventory utilization in TV was at 50-55% and 30% in radio, providing scope for improvement. For FY11 management has guided at 17-18% yoy growth in advertisement revenues.

Table 1: Advertisement revenues

Rs.mn	FY09	FY10	YoY
TV Advertisement revenues	5745.8	7872.1	37%
Radio Advertisement revenues	311.6	577.9	85%
Total	6057.4	8450	39%

Source: Company, BofA Merrill Lynch Global Research

Increasing contribution from subscription revenues

Subscription revenues comprising of analogue and DTH grew by 58% yoy to Rs 3.4bn, contributing 23% to revenues as compared to 21% in FY09. Growth was largely driven by DTH, which grew by 118% yoy to Rs1.8bn. DTH subscriber base grew from ~4mn to ~6mn during the year. Analogue revenues too grew by 20% yoy during the year.

Table 2: Strong growth in subscription revenues

	FY09	FY10	YoY
DTH	840	1830	118%
Analogue	1311	1570	20%
Total	2151	3400	58%

Source: Company, BofA Merrill Lynch Global Research

Forecast 27% earnings CAGR

Post 4Q we have raised our FY10 & FY11e earnings by 3-4% to factor in strong growth in advertisement and DTH revenues during the year. We retain Buy given our view that regional markets likely to grow faster than pan India and SNL's is likely to benefit given its strong leadership position in the southern region, making it more resilient to an economic downturn vs. peers.

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4Q and FY10 Results

Table 3: 4Q and FY10 results

For the Period (Rs mn)	Stand alone 4QFY10E	Stand alone 3QFY09	%YoY	Consolidated FY10	Consolidated BofAMLe	Variance
Net Sales	3,919	2,759	42.0%	14528	13658	6%
Cost of revenues	(221)	(132)	67.4%	(3474)	(3,105)	12%
<i>% of net sales</i>	5.6%	4.8%		23.9%	22.7%	
Employees Remuneration & benefits	(167)	(263)	-36.5%	(1340)	(1,363)	-2%
<i>% of net sales</i>	4.3%	9.5%		9.2%	10.0%	
Other expenditure	(222)	(107)	107.5%	(1053)	(887)	19%
<i>% of net sales</i>	5.7%	3.9%		7.2%	6.5%	
Total Expenditure	(610)	(502)	21.6%	(5866)	(5355)	10%
<i>% of net sales</i>	15.6%	18.2%		40.4%	39.2%	
EBITDA	3,309	2,257	46.6%	8,662	8303	4%
<i>EBITDA Margin (%)</i>	84.4%	81.8%		59.6%	60.8%	
Depreciation	(848)	(662)	28.2%	(963)	(888)	8%
EBIT	2,460	1,595	54.2%	7,699	7415	4%
<i>EBIT Margin (%)</i>	62.8%	57.8%		53.0%	54.3%	
Interest	(2)	(10)	-76.3%	(49)	(12)	312%
Other Income	85	154	-44.9%	350	321	9%
PBT	2,542	1,739	46.2%	7,999	7724	4%
<i>PBT Margin (%)</i>	64.9%	63.0%		55.1%	56.6%	
- Current	(892)	(599)	48.8%	(2991)	(2673)	12%
- Deferred	0	0	NA			
- FBT	0	0	NA			
Total Tax	(892)	(599)	48.8%	(2991)	(2673)	12%
<i>Tax Rate (%)</i>	35.1%	34.4%		37.4%	34.6%	
Recurring PAT	1,651	1,140	44.8%	5,009	5052	-1%
<i>PAT Margin (%)</i>	42.1%	41.3%		34.5%	37.0%	
Extraordinary income/ (expenses)	0	0	NA			
Share of profits from associates				8.3	0	
Minority interest				182	200	-9%
Reported PAT	1,651	1,140	44.8%	5,199	5252	-1%
Advertising income				8450	7814	8%
Broadcast fee				1340	1343	0%
Program licensing income				560	546	3%
Cable distribution revenues				1570	1508	4%
DTH				1830	1680	9%
Others				778	767	1%
Total				14528	13658	6%

Source: Company, BofA Merrill Lynch Global Research

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Financials

Table 4: Profit and loss statement

Year End Mar 31 (Rs mn)	FY08	FY09	FY10E	FY11E	FY12 E
Net Revenues	8699	10394	14528	17337	20194
Production Cost	-1490	-2474	-3474	-3562	-3803
License Cost	-102	-135	0	-170	-205
Other Operating Expense	-36	-37	0	-37	-37
Employee Cost	-958	-1155	-1340	-1636	-1799
General, SD&A Expenses	-954	-684	-948	-1044	-1139
Selling Exps	-47	-73	-105	-180	-199
Total Expenditure	-3586	-4558	-5866	-6629	-7182
EBITDA	5113	5835	8662	10708	13013
Depreciation	-377	-672	-963	-1127	-1313
EBIT	4736	5163	7699	9581	11700
Interest and finance charges	-159.1	-137.9	-49.4	-10	-10
Other Income	556	668	350	478	802
PBT	5133	5693	7999	10049	12492
Total tax provision	-2015	-2293	-2991	-3477	-4322
Recurring PAT pre-minority interest	3119	3400	5009	6572	8170
Share of profits from Associates	11	2	8	0	0
Recurring PAT	3267	3683	5199	6772	8370
Exceptional	0	0	0	0	0
PAT Reported	3267	3683	5199	6772	8370

Source: Company, BofA Merrill Lynch Global Research

Table 5: Sun TV - Balance Sheet Statement

Year End Mar 31 (Rs mn)	FY08	FY09	FY10E	FY11E	FY12 E
Share Capital	1970	1970	1970	1970	1970
Reserves and Surplus	12515	15046	18861	24019	30545
Networth	14486	17016	20832	25990	32515
Minority	604	385	370	170	0
Total Loan Funds	695	716	1	1	1
Deferred Tax Liability	11	261	161	204	223
Total Liabilities	15796	18378	21364	26365	32740
Fixed Assets: Gross Block	4768	7562	9750	11637	13325
Net Block	2830	5125	6423	7167	7412
CWIP	2218	1572	3149	1772	1872
Intangible Assets: Gross Block	5419	7352	9202	11329	13585
Accumulated Amortisation	-2799	-4331	-6243	-8430	-10555
Net Block (Intangible)	2620	3021	2959	2899	3030
Investments (Non Trade)	1803	1805	2280	2280	2280
Non Current Assets	85	233	502	700	908
Cash and bank balances	4297	3654	3428	8501	13099
Sundry Debtors	2576	2449	3503	4132	4758
Loans and advances	1399	1667	2331	2781	3240
Other Current Assets	524	1192	1395	1623	1860
Current Assets	8798	8964	10658	17039	22958
Current Liabilities & Provisions	2559	2343	4606	5491	5718
Current Liabilities	1392	1874	1839	2724	2951
Provns	1167	468	2767	2767	2767
NCA	6239	6622	6052	11548	17239
Total Assets	15796	18378	21364	26365	32740

Source: Company, BofA Merrill Lynch Global Research

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Table 6: Cash flow statement

Rs.mn	FY08	FY09	FY10E	FY11E	FY12 E
Net Profit before taxn	5133	5693	7999	10049	12492
Depreciation on fixed assets	377	672	963	1127	1313
Amortisation of intangible assets	862	1532	1912	2187	2125
Operating Profit before working capital changes	6474	7479	10874	13362	15930
(increase)/ Decrease in sundry debtors	-918	109	-1053	-630	-626
(increase)/ Decrease in loans and advances	-180	25	-663	-451	-458
(increase)/ Decrease in current liabilities and provisions	203	502	2264	885	227
Purchase of intangible assets	-2045	-2794	-1797	-1977	-2076
Changes In working capital	-2978	-2381	-1250	-2172	-2933
Cash generated from operations	3496	5098	9624	11190	12997
Direct taxes paid (net of refunds)	-2127	-2017	-2991	-3477	-4322
Investment in intangibles	0	0	-475.1	-525.1	-575.1
Net cash from / (used in) operating activities	1370	3081	6112	7197	8230
Cash flows (used in) / from investing activities					
Purchase of fixed assets, capital wip	-1818	-4291	-3764	-511	-1788
Net Cash from (used in) investing activities	-3685	-921	-4953	-511	-1788
Cash flows from financing activities					
Proposed dividend paid	-394	-985	-1182	-1379	-1576
Tax on proposed dividend paid	-67	-167	-201	-234	-268
Net cash from financing activities	-165	-2088	-1383	-1614	-1844
Net (decrease) / increase in cash and cash equivalents	-2481	72	-224	5072	4598
Cash and cash equivalents at the beginning of the year	2772	288	3653	3428	8501
Cash and cash equivalents at the end of the year	291	360	3428	8501	13099
Cash and cash equivalents at the end of the year	4301	3653	3428	8501	13099
Actual cash balances	4297	3654	3428	8501	13099

Source: Company, BofA Merrill Lynch Global Research

Table 7: Sun TV - Key Ratios & Valuations

Year End Mar 31 (Rs mn)	FY08	FY09	FY10E	FY11E	FY12 E
Shares (mn)	394	394	394	394	394
EPS (Rs)	8.3	9.3	13.2	17.2	21.2
CEPS (Rs)	9.2	11.1	15.6	20.0	24.6
DPS (Rs)	2.5	2.5	3.0	3.5	4.0
Book Value (Rs)	36.8	43.2	52.9	66.0	82.5
P/E (x)	49.3	43.8	31.0	23.8	19.3
P/CEPS (x)	44.2	37.0	26.2	20.4	16.6
P/BV (x)	11.1	9.5	7.7	6.2	5.0
Div yield (%)	0.0	0.0	0.0	0.0	0.0
EV/EBIT(x)	33.3	30.6	20.5	15.9	12.7
Debtor Days	97	88	88	87	86
RoCE (%)	20%	19%	24%	25%	25%
ROE (%)	23%	22%	25%	26%	26%
Debt / Equity (%)	5%	4%	0%	0%	0%
Net Debt (Rs mn)	-3602	-2938	-3427	-8499	-13097
EV (Rs mn)	157578	158241	157752	152679	148082

Source: Company, BofA Merrill Lynch Global Research

Price objective basis & risk

Sun TV Network Ltd (SUTVF)

Our PO of Rs480 is set at 22x FY12E at 0.9 PEG and factors 1) strong earnings growth of 27% expected over FY10-12E and 3) recovery in advertisement spend and our view that regional mkts will grow faster than India average.

Downside risks : Slowdown in macro economy, risk from political links of promoter's family members and rise in competition.

Link to Definitions

Media & Telecom

Click [here](#) for definitions of commonly used terms.

Analyst Certification

I, Pratish Krishnan, hereby certify that the views expressed in this research report accurately reflect my personal views about the subject securities and issuers.

I also certify that no part of my compensation was, is, or will be, directly or indirectly, related to the specific recommendations or view expressed in this research report.

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India - Software & IT Services Coverage Cluster

Investment rating	Company	BofAML ticker	Bloomberg symbol	Analyst
BUY	Educomp Solu	EUSOF	EDSL IN	Pratish Krishnan
	Firstsource	FSSOF	FSOL IN	Mitali Ghosh
	Genpact Ltd	G	G US	Mitali Ghosh
	HCL	XHCLF	HCLT IN	Mitali Ghosh
	Hexaware Tech	XFTCF	HEXW IN	Pratish Krishnan
	Infosys Tech	INFYF	INFO IN	Mitali Ghosh
	Infosys Tech - A	INFY	INFY US	Mitali Ghosh
	Rolta India	RLTAF	RLTA IN	Pratish Krishnan

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India - Software & IT Services Coverage Cluster

Investment rating	Company	BofAML ticker	Bloomberg symbol	Analyst
	Rollta India-GDR	XLROF	RTI LI	Pratish Krishnan
	Sun TV Network Ltd	SUTVF	SUNTV IN	Pratish Krishnan
	Tata Consultancy	TACSF	TCS IN	Mitali Ghosh
	Wipro	WIPRF	WPRO IN	Mitali Ghosh
	Wipro	WIT	WIT US	Mitali Ghosh
	Zee Entertainment	XZETF	Z IN	Pratish Krishnan
NEUTRAL				
	Patni	PATIF	PATNI IN	Mitali Ghosh
	Patni Computer	PTI	PTI US	Mitali Ghosh
	Tech Mahindra	TMHAF	TECHM IN	Pratish Krishnan
UNDERPERFORM				
	Infotech Enterprises Ltd	IFKFF	INFTC IN	Pratish Krishnan
	Mastek	MSKDF	MAST IN	Pratish Krishnan
	Mphasis Ltd	MPSSF	MPHL IN	Pratish Krishnan
	WNS (Holdings) L	WNS	WNS US	Mitali Ghosh
RVV				
	Balaji Tele	BLJIF	BLJT IN	Bharat Parekh
	ExlService Holdi	EXLS	EXLS US	Mitali Ghosh

iQmethodSM Measures Definitions

Business Performance	Numerator	Denominator
Return On Capital Employed	NOPAT = (EBIT + Interest Income) * (1 - Tax Rate) + Goodwill Amortization	Total Assets – Current Liabilities + ST Debt + Accumulated Goodwill Amortization
Return On Equity	Net Income	Shareholders' Equity
Operating Margin	Operating Profit	Sales
Earnings Growth	Expected 5-Year CAGR From Latest Actual	N/A
Free Cash Flow	Cash Flow From Operations – Total Capex	N/A
Quality of Earnings		
Cash Realization Ratio	Cash Flow From Operations	Net Income
Asset Replacement Ratio	Capex	Depreciation
Tax Rate	Tax Charge	Pre-Tax Income
Net Debt-To-Equity Ratio	Net Debt = Total Debt, Less Cash & Equivalents	Total Equity
Interest Cover	EBIT	Interest Expense
Valuation Toolkit		
Price / Earnings Ratio	Current Share Price	Diluted Earnings Per Share (Basis As Specified)
Price / Book Value	Current Share Price	Shareholders' Equity / Current Basic Shares
Dividend Yield	Annualised Declared Cash Dividend	Current Share Price
Free Cash Flow Yield	Cash Flow From Operations – Total Capex	Market Cap. = Current Share Price * Current Basic Shares
Enterprise Value / Sales	EV = Current Share Price * Current Shares + Minority Equity + Net Debt + Other LT Liabilities	Sales
EV / EBITDA	Enterprise Value	Basic EBIT + Depreciation + Amortization

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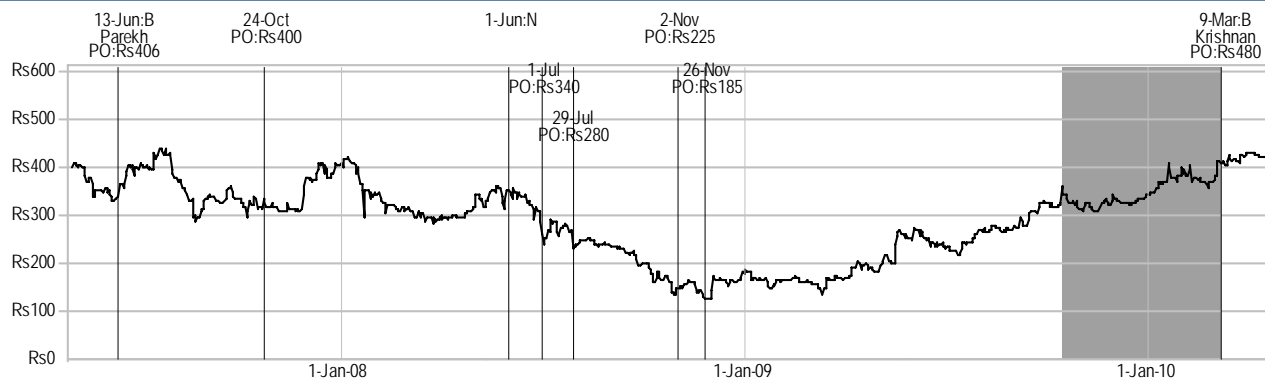
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31 May 2010

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SUTVF Price Chart



B : Buy, N : Neutral, S : Sell, U : Underperform, PO : Price objective, NA : No longer valid

"Prior to May 31, 2008, the investment opinion system included Buy, Neutral and Sell. As of May 31, 2008, the investment opinion system includes Buy, Neutral and Underperform. Dark Grey shading indicates that a security is restricted with the opinion suspended. Light grey shading indicates that a security is under review with the opinion withdrawn. The current investment opinion key is contained at the end of the report. Chart is current as of April 30, 2010 or such later date as indicated. BofAML price charts do not reflect analysts' coverage of the stock at prior firms. Historical price charts relating to companies covered as of December 31, 2008 by former Banc of America Securities LLC (BAS) analysts are available to BAS clients on the BAS website."

Investment Rating Distribution: Media & Entertainment Group (as of 01 Apr 2010)

Coverage Universe	Count	Percent	Inv. Banking Relationships*	Count	Percent
Buy	61	57.01%	Buy	26	47.27%
Neutral	22	20.56%	Neutral	14	73.68%
Sell	24	22.43%	Sell	9	39.13%

Investment Rating Distribution: Global Group (as of 01 Apr 2010)

Coverage Universe	Count	Percent	Inv. Banking Relationships*	Count	Percent
Buy	1818	52.41%	Buy	952	58.01%
Neutral	873	25.17%	Neutral	490	61.95%
Sell	778	22.43%	Sell	355	49.72%

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Investment rating	Total return expectation (within 12-month period of date of initial rating)	Ratings dispersion guidelines for coverage cluster*
Buy	≥ 10%	≤ 70%
Neutral	≥ 0%	≤ 30%
Underperform	N/A	≥ 20%

* Ratings dispersions may vary from time to time where BofAML Research believes it better reflects the investment prospects of stocks in a Coverage Cluster.

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