

Name	Korea Export Package	Number of Shares	4,000,000
Ticker	002200	Market Cap	103,600,000
Market Price	25.90	Cash	7,000,000
SNV Opinion:	BUY	Debt	17,000,000
5 Yr Target Price:	83.50	Net Cash	-10,000,000
		Enterprise Value	113,600,000
		EBIT	20,000,000
		EV/EBIT	5.68

*Figures converted using USDKRW 1000 FX rate.

Business Overview

In business for 55 years. Maker of corrugated packaging box and paper. They operate 4 factories in Korea. They are running at 90% utilization rate. 66% of revenue come from pre-fabricated boxes, 30% from box usage corrugated paper, and 3% from recycled paper.

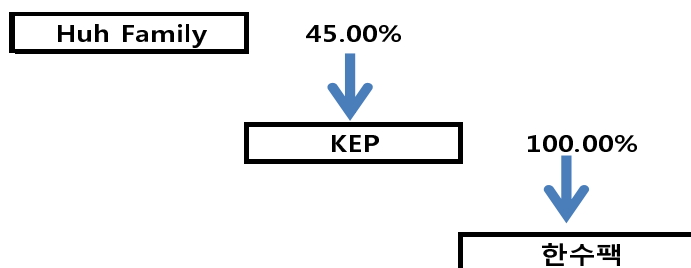
Shareholder

Huh Yong Sam 허용삼 (CEO) and family owns 45% of the shares. 1390 shareholders own 41%.

Subsidiaries

Owns 1 subsidiary –한수팩 Han Su Pak.

Holdings Diagram



Cash flow

Op. Cash flow is 20BB and cap ex is difficult to categorize, but we estimate about 5BB, so 15% FCF/Price yield. 2012 FY numbers reflect 260BB KRW in revenue, 23% GM, 12% EBIT, 10% NI.

Dividend

Co. pays out 3.0BB KRW in dividend, or a 3.0% dividend yield.

Valuation

Net tangible book value, excluding cash, is near 214BB KRW. Add on top of this 8 years of op. cash flow and you have 334BB KRW, which is 324% of market value. 207% downside protection.

Summary

The company is cheap. We love the simple product, the discounted asset value, the strong cash flow, and tangible asset. This is a buy for us.

SN Valuation Korean Portfolio

As of 2013-07-31

Buy

Name	Ticker	Market Price*	Entry Price	Date	Gain/(Loss)
Idis Holdings	054800	14.90	13.00	07/16/2013	14.62%
Moatech	033200	3.78	3.61	07/12/2013	4.71%
Danawa	119860	10.15	9.38	07/22/2013	8.21%
Kishin Elec.	092440	6.97	6.64	07/23/2013	4.97%
BYC	001460	198.50	196.50	07/29/2013	1.02%
Korea Exp. Exc.	002200	25.90	25.90	07/31/2013	0.00%

Average Total Return

6.70%

Follow

Name	Ticker	Market Price*	Entry Price	Date	Gain/(Loss)
China King	900120	2.30	2.30	07/17/2013	0.00%