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## Red24 secures a following

### SMALL CAPS

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Red24 was in demand yesterday, rising 71 per cent to 5.12p, after the security risk management group announced an annual profit and its recently appointed house broker took up coverage with a "buy" rating and 6p target price.

Kevin Lapwood, of Seymour Pierce, said the results were excellent, noting Red24 was now "cash positive" and growth was set to continue.

"The shares are trading on an historic earnings multiple of 3.2, against the security peer group average of 8.2. This is far too low in our view," he commented.

**Addax Petroleum** eased 0.6 per cent to £23.67 in spite of reports that possible bidder Korea National Oil Corp had hired a group of six banks for a sale of dollar-denominated bonds.

**Wogen** jumped 33 per cent to 32p after the exotic metals trader revealed a takeover approach from a buy-out team, which controls 61 per cent of its shares. The offer has been pitched at 36p a share in cash.

**JJB Sports** added 6.9 per cent to 31p in spite of suggestions that it might tap shareholders for some development capital.

"It would not surprise us to learn that JJB was seeking to take advantage of an equity market that is, at least for the moment, recep-

tive to fundraisings," said Altium Securities.

**MWB Business Exchange** jumped 20.4 per cent to 88½p after London's largest serviced office provider declared a dividend of 15p a share.

In response, **KBC Peel Hunt** lifted its target price to 86p, citing the fact that the company will still have £15m of cash after the dividend payment.

**Cape**, the energy services group, added 5.9 per cent to 180p. It is thought the company will soon announce a contract with Qatargas.

**Helius Energy**, which installs and operates biomass-powered generation plants, dipped 5.5 per cent to 31½p after two directors sold a total of 4.2m shares all at 30p each.