

CONTENTS

Market View

Kerry Group : Full year results

RBS: Results preview

IN&M: APN releases full year results

Grafton : Barratt Developments reports half year earnings

Kerry : Cadbury posts impressive 2008 profits

Market Movers

IRISH PAPERS TODAY

Kerry revenues rise despite cost pressures
(The Irish Times)

Trawl of Anglo offices just early stage of investigation
(The Irish Times)

ISEQ slides to its lowest in 13-and-a-half years
(Irish Independent)

INTERNATIONAL PAPERS TODAY

Darling in tense talks with banks on bail-out
(Financial Times)

US crisis gets harder to combat
(The Wall Street Journal)

DOLMEN DOZEN

Company	1-day %	YTD %
Aryzta	2.0%	-22.6%
BP	0.3%	-13.4%
CRH	2.6%	-10.1%
E.ON	0.8%	-23.9%
HPQ	1.2%	-18.4%
IL&P	-23.2%	-54.3%
INM *	-1.6%	-62.4%
J&J	1.7%	-8.8%
JPMorgan	7.7%	-33.3%
Microsoft	-0.2%	-11.7%
Paddy Power	0.6%	-15.5%
Vodafone	-2.8%	-11.5%

* We are currently Neutral on IN&M

Market View

Analyst : Edward Keeling

Equity markets have opened stronger this morning as momentum from the US overnight has carried through to Europe. US stocks rose more than 3% yesterday evening after Federal Reserve Chairman Ben Bernanke reassured markets that nationalisation of the big banks was not imminent. In his testimony to the US Senate banking committee, Bernanke explained that the significant value built up in the country's banks would be lost if they were government owned, easing investor fears that shareholders would be wiped if the banks were taken over. While he did warn the "severe" US recession could drag into next year, he insisted banks should be able to weather the downturn as independent entities. Meanwhile Germany's Federal Statistics Office has announced this morning that German Q4 GDP contracted by 2.1%, in line with estimates. The contraction was led by foreign trade, which shaved 2.0 percentage points from the quarterly growth total. Exports fell by 7.3% on the quarter, while imports declined by 3.6%. The negative GDP contribution from foreign trade highlighted the impact the global downturn is having on Germany, which as the world's biggest exporter of goods had enjoyed booming foreign demand until earlier last year. The government expects the economy to contract by 2.25% this year. Since World War Two, Germany's economy has never contracted by more than 1% in a single year. Looking ahead today, key economic releases will again come from the US, with more insight in the state of the US housing market coming from US MBA mortgage applications at 12:00 and US existing home sales at 15:00. The US housing market remains a key macroeconomic fundamental to the recovery of global markets.

RBS: Results Preview **Current Price (23.7p)**

Analyst : Oliver Gilvarry

RBS report full year results tomorrow morning, but a large amount of the detail has been released following an up-date on the 19th of January. The losses expected on Thursday are £27.7bn with £20.1bn in goodwill impairments and £7.6bn of operating losses. Core Tier 1 including the conversion of government preference shares into ordinary equity is expected to be 6.9%. Estimates for the growth in Risk Weighted Assets (RWA) are 21% to £588bn and total assets to increase to £2.4tr. While the market will be looking at the underlying numbers in the results, a large amount of focus will be on the UK insurance scheme for bank assets. The rumour is for RBS to place £200bn of assets in this scheme to reduce its RWA and free up capital. The market will be looking for what the cost of scheme will be and how RBS will pay for it. Other details investors will be expecting is on the strategic review the new CEO is undertaking of the group and what the outlook is for 2009. These results will provide some clarity, but a large level of uncertainties will remain due to the continuing weakness in economic and credit terms.

IN&M : Neutral **Current Price (15.5c)** **Price target (45c)** **Analyst : Stephen Taylor**

APN, in which, Independent News & Media has a 39.1% stake, released its results for the year ending 31st December. Revenue declined from A\$1.3bn to A\$1.2bn. Net profit after tax, but before exceptional items was A\$140.1m, compared with A\$169.5m in the previous year. EBITDA for the period was A\$319.5m. The company recorded impairments of A\$164.1m during the period, including an impairment charge of A\$146.8 as a result of the acquisition of New Zealand based Wilson & Horton. After exceptional items, the company reported a net loss of A\$24m. The company notes that the outlook is challenging, but thus far sees trading in-line with 2008 levels. Overall the results were broadly in-line with market expectations. We do not anticipate any changes to our rating or price target for Independent News & Media as a result.

Grafton : Neutral **Current Price (€1.33)** **Price target (€2.45)** **Analyst : Stephen Taylor**

Barratt Developments has reported half year results this morning. Results were broadly in-line with expectations, with revenue down 23.7% to £1.26bn compared with the same period in the previous year. Excluding exceptional items, the company recorded a loss per share of £0.156. Exceptional costs totalled £512.4m, consisting of £494.9m impairment of inventories and £17.5m restructuring costs. The company has recorded a net loss, after exceptionals, of £592.4m, and an eps loss of £1.23. Barratt sees little visibility in the current market, and does not expect a recovery, until mortgage financing stabilises. Net debt has been reduced by £227.8m since 30th of June 2008. However, the company did signal for the first time that it could potentially breach covenants in the future. We make no changes to our Grafton valuation as a result of today's results.

Kerry : Buy **Current Price (€14.60)** **Price target (€20.50)** **Analyst : Oliver Gilvarry**

Cadbury has reported full year results with net income of £364m. This is broadly in-line with market expectations. Revenue for the year was £5.4bn, with 7% organic growth. Performance in emerging markets was strong, with a 12% growth in revenue. The company is guiding for revenue growth at the lower end of its 4-6% goal range. The company sees itself as being on-track to generating operating margins in the mid-teens by 2011. The company notes that it has a strong balance sheet, with secure long-term financing. Today's results has read through for Aryzta/Kerry, but we anticipate no change to our estimates as a result.



International Equity Markets

Index	Value	1-Day	YTD
ISEQ	2,034	-0.8%	-11.1%
FTSE	3,816	0.0%	-13.0%
Dow Jones	7,351	3.3%	-16.2%
S&P	773	4.0%	-14.4%
Nikkei	7,461	2.7%	-15.8%
Stoxx 50	1,978	0.0%	-17.9%

Sector Performances

Sector	Index	1-Day	YTD
Construction	164	-1.5%	-17.5%
Technology	136	-2.0%	-9.1%
Oil & Gas	260	-1.2%	-1.6%
Financials	107	-0.7%	-25.8%
Retail	183	-1.5%	0.5%
Food & Drink	216	-1.0%	-6.0%

Commodity Prices

Commodity	Index	1-Day	YTD
Crude Oil	40.0	4.0%	-20.6%
Copper	150.0	3.4%	6.9%
Gold	962.7	-2.9%	7.9%
Silver	14.0	-3.2%	20.7%
Wheat	526.3	0.9%	-15.3%
Cattle	85.4	1.7%	-4.3%

Currency Exchange Rates

Commodity	Index	1-Day	YTD
€/\$	1.285	1.2%	8.7%
€/£	0.887	1.2%	8.2%
£/\$	1.448	0.0%	0.4%
\$/JPY	96.65	2.2%	-6.3%
€/JPY	124.13	3.4%	1.8%
€/SFR	1.490	0.5%	0.3%

5Yr Credit Spreads

Commodity	Index	1-Day	YTD
Invest Grade	183.8	-6.3%	-0.1%
High Yield	1,079.9	-0.4%	2.7%
Financials	164.8	-0.5%	34.5%
BoI	615.0	1.7%	150.2%
AIB	603.4	4.8%	188.0%
RBS	210.0	3.1%	31.8%

Money Market Rates

Rate	EUR	UK	US
Overnight	1.3%	0.7%	0.3%
3-Month	1.9%	2.6%	1.2%
1-Year	1.9%	1.9%	1.3%
2-Year	2.1%	2.2%	1.6%
5-Year	2.8%	3.0%	2.5%
10-Year	3.4%	3.7%	3.1%

Date	Company	Region	Event
25/02/2009	CMS Energy Corp.	US	Q4
25/02/2009	Limited Brands	US	Q4
25/02/2009	The Washington Post Co	US	Q4
26/02/2009	Dell, Inc.	US	Q4
26/02/2009	Gap Inc.	US	Q4
26/02/2009	King Pharma.s	US	Q4
26/02/2009	Kohls Corporation	US	Q4
26/02/2009	The NASDAQ OMX Grou	US	Q4
26/02/2009	Dexia SA	BE	Q4
26/02/2009	Allianz SE	GE	Q4
26/02/2009	BASF SE	GE	Q4
26/02/2009	Deutsche Post AG	GE	Q4
26/02/2009	Telefonica SA	ES	FINAL
26/02/2009	Hays PLC	GB	INTERIM
26/02/2009	British American Tobacc	GB	PRELIM
26/02/2009	National Express Group I	GB	PRELIM
26/02/2009	Royal Bank of Scotland C	GB	PRELIM
26/02/2009	OMG PLC	US	AGM
27/02/2009	HBOS Plc	GB	PRELIM
27/02/2009	Deutsche Telekom AG	GE	Q4
27/02/2009	Grafton Group PLC	IE	PRELIM

Date	Event	Region	Estimate
25/02/2009	GDP s.a. (QOQ)	GE	--
25/02/2009	Imports	GE	--
25/02/2009	Exports	GE	--
25/02/2009	GDP (QoQ)	UK	--
25/02/2009	Government Spending	UK	--
25/02/2009	Exports	UK	-4.90%
25/02/2009	Imports	UK	-3.70%
25/02/2009	MBA Mortgage Applications	US	--
25/02/2009	Existing Home Sales MoM	US	1.30%
26/02/2009	ECB's Trichet Speaks	EU	--
26/02/2009	BoE's King Speaks	UK	--
26/02/2009	ILO Unemployment Rate	GE	--
26/02/2009	GfK Consumer Confidence S	GE	2.0
26/02/2009	Unemployment Rate (s.a)	GE	7.90%
26/02/2009	Euro-Zone M3 s.a. (YoY)	EC	6.90%
26/02/2009	Business Climate Indicator	EC	-3.20
26/02/2009	Euro-Zone Consumer Confid	EC	-31
26/02/2009	Durable Goods Orders	US	-2.30%
26/02/2009	Initial Jobless Claims	US	--
26/02/2009	Consumer Price Index	GE	0.40%
26/02/2009	New Home Sales MoM	US	-1.40%

Disclosures

This report has been prepared by Dolmen Stockbrokers ('Dolmen') for information purposes only to assist investors to make their own investment decisions and is not intended to and does not constitute personal recommendations nor provide the sole basis for any evaluation of the securities discussed. Specifically the information contained in this report should not be taken as an offer or solicitation of investment advice or, encourage the purchase or sale of any particular security, option, future or other derivative investment. Not all recommendations are necessarily suitable for all investors and Dolmen recommend that specific advice should always be sought prior to investment, based on the particular circumstances of the investor.

Although the information in this report has been obtained from sources, which Dolmen believes to be reliable and all reasonable efforts are made to present accurate information Dolmen give no warranty or guarantee as to, and do not accept responsibility for, the correctness, completeness, timeliness or accuracy of the information provided or its transmission. Nor shall Dolmen, or any of its employees, directors or agents, be liable to for any losses, damages, costs, claims, demands or expenses of any kind whatsoever, whether direct or indirect, suffered or incurred in consequence of any use of, or reliance upon, the information. Any person acting on the information contained in this report does so entirely at his or her own risk.

All estimates, views and opinions included in this report constitute Dolmen's judgment as of the date of the report but may be subject to change without notice. Changes to assumptions may have a material impact on any recommendations made herein.

Unless specifically indicated to the contrary this report has not been disclosed to the covered issuers(s) in advance of publication.

Past performance is not necessarily a guide to future returns. The value of investments and the income from them can fall as well as rise. Investments denominated in foreign currencies are subject to fluctuations in exchange rates, which may have an adverse affect on the value of the investments, sale proceeds, and on dividend or interest income. Investors may not necessarily recoup the full value of their original investment. Investors should be aware that forwarding looking statements and forecasts may not be realised.

This report may not be reproduced (in whole or in part) altered, transmitted or made available to any other person without the prior written permission of Dolmen.

Dolmen Securities Limited is regulated by the Financial Regulator. Dolmen Securities Limited is a member firm of the London Stock Exchange.

Dolmen Stockbrokers is regulated by the Financial Regulator. Dolmen Stockbrokers Limited is a member firm of the Irish Stock Exchange and the London Stock Exchange.

Conflicts of Interest & Share Ownership Policy

Dolmen, its employees, directors or related companies, may have a shareholding in the securities (or related investments/ derivatives) of certain companies covered in this report, or may provide/ solicit investment banking or other services to/ from them.

It is noted that research analysts' compensation is impacted upon by overall firm profitability and accordingly may be affected to some extent by revenues arising other Dolmen business units including Corporate Finance, Fund Management and Stockbroking. Revenues in these business units may derive in part from the recommendations or views in this report. Notwithstanding, Dolmen is satisfied that the objectivity of views and recommendations contained in this report has not been compromised.

Dolmen permits research analysts to own shares and/ or derivative positions in issuers they publish research, views and recommendations on and accordingly analysts involved in the production of this report may own stocks in a company covered in it. Any own account staff trading is undertaken in strict compliance with Dolmen's own account internal rules and therefore Dolmen is satisfied that the impartiality of research, views and recommendations remains assured.

Analyst Certification

Each research analyst responsible for the content of this report, in whole or in part, certifies that: (1) all of the views expressed accurately reflect his or her personal views about those securities or issuers; and (2) no part of his or her compensation was, is, or will be, directly or indirectly, related to the specific recommendations or views expressed by that research analyst in the research report. Oliver Gilvarry, David Dunk, Stephen Taylor and Edward Keeling are responsible for the production of this report. Oliver Gilvarry is Head of Research and David Dunk, Stephen Taylor & Edward Keeling are equity analysts.

For US Persons Only

This report is only provided in the US to major institutional investors as defined by s. 15 a-6 of the Securities Exchange Act, 1934 as amended. A US recipient of this report shall not distribute or provide this report or any part thereof to any other person.



DOLMEN SECURITIES LTD

75 St. Stephen's Green, Dublin 2, Ireland.
45 South Mall, Cork, Ireland
Theatre Court, Mallow St, Limerick, Ireland.

Tel : +353 1 633 3800/1890 400 300
Tel : +353 21 422 2122
Tel : +353 61 436 500

E-mail: info@dsl.ie
E-mail: cork@dsl.ie
E-mail: Limerick@dsl.ie