



52-week high	\$0.14
52-week low	\$0.07
Dividend yield	6.80%
Market cap	\$48.5m
Sales FY11	\$22.7m
Net profit FY11	\$6.8m
EPS FY11	\$0.01

SOURCE: THOMSON REUTERS, BLOOMBERG

Lifestyle Communities

The retirement village developer and operator is flying under the radar of most investors, which could be good for bargain hunters.

Investorfirst Securities believes the stock is in a "sweet spot" – the company is generating revenue of at least \$20 million but has a small following.

Lifestyle Communities has developed a superior business model that generates upfront income from the sale of demountable housing units and annuity income from rent.

It reported a 23 per cent jump in net profit to \$10.4 million in 2010-11 and the broker forecasts a 41.6 per cent rise in earnings before interest, tax, depreciation and amortisation to \$5.1 million for 2011-12. However, the company is carrying a fair amount of debt. It reported interest bearing liabilities of around \$39.6 million in 2010-11 compared to its market cap of around \$49 million. It has a price target of 17¢ a share. The stock closed at 10¢ yesterday.