

Warrants Digest

Wednesday, January 11, 2017



HSI 0.83% 22,744.85 STI 0.82% 3,006.02 NIK225 -0.79% 19,301.44 DJIA -0.16% 19,855.53 NSDQ 0.36% 5,551.82

Highlights

PETGAS-CN (6033CN)

Strike Price: RM21.20
Gearing: 38.85x
Expiry: 31 Mar 2017

AMBANK-CX (1015CX)

Strike Price: RM4.15
Gearing: 8.28x
Expiry: 29 Sep 2017

WPRTS-CP (5246CP)

Strike Price: RM4.40
Gearing: 22.05x
Expiry: 31 Jul 2017

AXIATA-C15 (688815)

Strike Price: RM4.65
Gearing: 10.90x
Expiry: 31 Oct 2017

TENAGA-C28 (534728)

Strike Price: RM14.40
Gearing: 197.15x
Expiry: 28 Feb 2017

Market Headlines

Stocks on Bursa Malaysia are expected to trend upward today and the FBM KLCI test higher with support at 1,665.

Stocks rose worldwide on Tuesday supported by a rally in commodities such as copper and silver, while the dollar fell against the yen on investor caution ahead of a news conference by U.S. President-elect Donald Trump on Wednesday, according to Reuters.

CIMB Research viewed that Petronas Gas Bhd's (PETGAS) earnings from its gas transportation and regasification assets could be affected by the third party access (TPA) framework that may be implemented in 2018. The TPA will allow other parties to use these assets for gas import and distribution, and also regulate the assets' earnings to curb monopolistic pricing. For 9M16, these assets contributed 60% of PETGAS's gross profit, and Petronas is currently the sole customer of these assets. Yesterday, PETGAS closed down 42 sen to RM 20.98 in reaction to the framework. If you are still interested in PETGAS, you may refer to PETGAS-CN, which was the only structured warrant listed on PETGAS. PETGAS-CN has an implied volatility of 17.08%, 38.85x gearing, and premium of 3.62%. In addition, PETGAS-CN is 1.05% out-of-the-money with 79 days to expiry.

Warrant Name	Volume Traded	Underlying Price (RM)	Strike	Moneyness (%)	Days to Expiry	Implied Vol (%)	Gearing (x)	Premium (%)	Last Price (RM)
PETGAS-CN	804,300	20.980	21.200	-1.05	79	17.08	38.85	3.62	0.045

CIMB Warrants Digest highlighted that AMMB Holdings Bhd's (AMBANK) closing price on Jan 6 was RM 4.36 and the price was above AMBANK's 200-day moving average. In relation, AMBANK-CX closed at RM 0.175 on Jan 6. Yesterday, AMBANK continued its uptrend to close 4 sen higher at RM 4.45 and AMBANK-CX closed at RM 0.215. Based on Jan 6 closing price, AMBANK and AMBANK-CX had increased by 2.06% and 22.86%, respectively. FYI, there was another structured warrant on AMBANK that was traded yesterday, which was AMBANK-CW. Compared to AMBANK-CW, we feel AMBANK-CX is a better warrant because AMBANK-CX has lower implied volatility, lower premium, more days to expiry, and is in-the-money. Therefore, if you still have a bullish view on AMBANK's outlook, you may refer to AMBANK-CX.

Warrant Name	Volume Traded	Underlying Price (RM)	Strike	Moneyness (%)	Days to Expiry	Implied Vol (%)	Gearing (x)	Premium (%)	Last Price (RM)
AMBANK-CX	255,100	4.450	4.150	6.74	261	27.16	8.28	5.34	0.215
AMBANK-CW	30,000	4.450	4.700	-5.62	42	28.40	44.50	7.87	0.02

Source: CIMB Research, Bloomberg, The Edge Markets & The Star

FBMKLCI Index Chart

1,672.05 (0.25%)



Top 5 Most Active

Name	Gain/Loss	Vol '000
AIRASIAC34	0.00%	4,623
GENM-C15	9.38%	3,193
AXIATA-C15	-9.38%	2,664
FGV-C21	0.00%	2,122
MISC-C8	0.00%	1,057

Top 5 Gainers

Name	Gain/Loss	Chgs
GENTINGC31	40.00%	0.01
BAT-CF	25.00%	0.005
AFFIN-CV	24.00%	0.06
PADINI-CF	12.50%	0.005
MRCB-C7	11.11%	0.01

Top 5 Losers

Name	Gain/Loss	Chgs
TENAGA-C28	-50.00%	-0.01
FBMKLCI-H81	-33.33%	-0.005
FBMKLCI-C84	-28.57%	-0.01
PETGAS-CN	-25.00%	-0.015
YTL-C4	-19.05%	-0.02

Warrants in Focus

Code	Warrant	Closing Price (RM)	Underlying		Exercise Price	Premium (%)	Gearing (X)	Maturity Date	Days to Maturity
			Stock	Price					
6033CN	PETGAS-CN	0.045	PETGAS	RM20.98	RM21.20	3.62%	38.85	31-Mar-17	79
1015CX	AMBANK-CX	0.215	AMBANK	RM4.45	RM4.15	5.34%	8.28	29-Sep-17	261
5246CP	WPRTS-CP	0.065	WPRTS	RM4.30	RM4.40	6.86%	22.05	31-Jul-17	201
688815	AXIATA-C15	0.145	AXIATA	RM4.74	RM4.65	7.28%	10.90	31-Oct-17	293
534728	TENAGA-C28	0.010	TENAGA	RM13.80	RM14.40	4.86%	197.15	28-Feb-17	48
1015CX	AMBANK-CX	0.215	AMBANK	RM4.45	RM4.15	5.34%	8.28	29-Sep-17	261
5243C7	UMWOG-C7	0.055	UMWOG	RM0.91	RM1.00	16.57%	16.45	31-May-17	140
4588CY	UMW-CY	0.015	UMW	RM4.61	RM5.70	25.27%	61.47	31-May-17	140
4197C8	SIME-C8	0.200	SIME	RM8.45	RM7.75	3.55%	8.45	31-Jul-17	201
514831	UEMS-C31	0.060	UEMS	RM1.11	RM1.15	11.71%	12.33	30-Jun-17	170

Warrants issued by CIMB Bank Berhad

Code	Warrant	Closing Price (RM)	1 day Gain\ Loss %	Volume ('000)	Underlying		Exercise Price (RM)^	Warrants / Share	Premium (Discount) (%)	Gearing (X)	Implied Volatility (%)	Maturity Date (d/m/y)	Days to Maturity	1 month Gain/ Loss %
					Stock	Price (RM)^								
6599CF	AEON-CF	0.015	0.00%	0	AEON	2.54	2.65	1.5	5.22%	112.89	29.44%	31/01/17	20	-66.67%
5185CV	AFFIN-CV	0.31	24.00%	115	AFFIN	2.48	2.15	1	-0.81%	8.00	-*	31/07/17	201	51.22%
509934	AIRASIAC34	0.085	0.00%	4,623	AIRASIA	2.19	2.00	3	2.97%	8.59	46.87%	28/02/17	48	-59.52%
509938	AIRASIAC38	0.045	0.00%	351	AIRASIA	2.19	2.65	3.5	28.2%	13.90	65.08%	28/04/17	107	-47.06%
509947	AIRASIAC47	0.075	0.00%	284	AIRASIA	2.19	2.60	3	29.00%	9.73	47.3%	31/10/17	293	-42.31%
5014CP	AIRPORT-CP	0.025	0.00%	9	AIRPORT	6.04	6.45	7	9.69%	34.51	25.78%	28/04/17	107	-58.33%
1015CX	AMBANK-CX	0.215	7.50%	255	AMBANK	4.45	4.15	2.5	5.34%	8.28	27.18%	29/09/17	261	43.33%
521015	ARMADA-C15	0.005	0.00%	178	ARMADA	0.64	0.80	1	26.77%	127.00	49.36%	28/02/17	48	0.0%
6399CV	ASTRO-CV	0.005	0.00%	400	ASTRO	2.70	3.00	2	11.48%	270.00	39.13%	31/01/17	20	-50.0%
688815	AXIATA-C15	0.145	-9.38%	2,664	AXIATA	4.74	4.65	3	7.28%	10.90	26.31%	31/10/17	293	20.83%
6888C8	AXIATA-C8	0.005	0.00%	0	AXIATA	4.74	5.85	3	23.73%	316.00	63.65%	31/01/17	20	0.0%
4162CF	BAT-CF	0.025	25.00%	157	BAT	46.28	50.00	40	10.20%	46.28	24.24%	28/04/17	107	-16.67%
5248CN	BJAUTO-CN	0.025	0.00%	0	BJAUTO	2.06	2.13	1,9345	5.64%	42.59	26.1%	28/02/17	48	-58.33%
1818C9	BURSA-C9	0.02	0.00%	441	BURSA	8.87	8.90	3	1.01%	147.83	9.61%	31/01/17	20	-33.33%
694714	DIGI-C14	0.17	0.00%	30	DIGI	4.90	4.60	2	0.82%	14.41	15.93%	28/04/17	107	-20.93%
161926	DRBHCOMC26	0.05	-9.09%	435	DRBHCOM	1.18	1.55	1.5	37.71%	15.73	50.39%	30/08/17	231	-16.67%
3689CB	F&N-CB	0.01	0.00%	0	F&N	23.30	24.80	20	7.30%	116.50	10.98%	30/06/17	170	-33.33%
06501A	FBMKLCI-C1A	0.065	0.00%	0	FBMKLCI	1672.05	1640.00	700	0.80%	36.75	7.07%	31/05/17	140	18.18%
06501D	FBMKLCI-C1D	0.045	0.00%	0	FBMKLCI	1672.05	1680.00	700	2.36%	53.08	8.01%	30/06/17	170	12.5%
06501J	FBMKLCI-C1J	0.1	5.26%	8	FBMKLCI	1672.05	1625.00	700	1.37%	23.89	8.63%	31/07/17	201	25.0%
065076	FBMKLCI-C76	0.02	0.00%	0	FBMKLCI	1672.05	1670.00	700	0.71%	119.43	8.75%	31/01/17	20	33.33%
065084	FBMKLCI-C84	0.025	-28.57%	209	FBMKLCI	1672.05	1660.00	700	0.33%	95.55	4.54%	28/02/17	48	-16.67%
065088	FBMKLCI-C88	0.02	0.00%	0	FBMKLCI	1672.05	1690.00	700	1.91%	119.43	7.11%	31/03/17	79	0.0%
065094	FBMKLCI-C94	0.06	0.00%	0	FBMKLCI	1672.05	1650.00	700	1.19%	39.81	8.01%	28/04/17	107	33.33%
06502C	FBMKLCI-H2C #	0.045	0.00%	0	FBMKLCI	1672.05	1640.00	700	3.80%	53.08	11.3%	31/05/17	140	-59.09%
06502F	FBMKLCI-H2F #	0.09	5.88%	70	FBMKLCI	1672.05	1680.00	700	3.29%	26.54	13.12%	30/06/17	170	-41.94%
06502L	FBMKLCI-H2L #	0.065	0.00%	0	FBMKLCI	1672.05	1625.00	700	5.54%	36.75	14.16%	31/07/17	201	-40.91%
065081	FBMKLCI-H81 #	0.01	-33.33%	787	FBMKLCI	1672.05	1670.00	700	0.54%	238.86	6.6%	31/01/17	20	-86.67%
065089	FBMKLCI-H89 #	0.025	0.00%	103	FBMKLCI	1672.05	1660.00	700	1.77%	95.55	10.14%	28/02/17	48	-61.54%
065093	FBMKLCI-H93 #	0.06	0.00%	0	FBMKLCI	1672.05	1690.00	700	1.44%	39.81	10.69%	31/03/17	79	-42.86%
065099	FBMKLCI-H99 #	0.04	0.00%	200	FBMKLCI	1672.05	1650.00	700	2.99%	59.72	11.12%	28/04/17	107	-57.89%
522213	FGV-C13	0.24	-2.04%	237	FGV	1.76	1.50	1.5	5.68%	4.89	56.38%	28/04/17	107	11.63%
522221	FGV-C21	0.03	0.00%	2,122	FGV	1.76	2.55	2	48.30%	29.33	45.57%	30/08/17	231	-14.29%
539831	GAMUDA-C31	0.125	4.17%	30	GAMUDA	4.95	4.90	3	6.57%	13.20	20.1%	29/09/17	261	56.25%
471515	GENM-C15	0.175	9.38%	3,193	GENM	4.85	4.40	3	1.55%	9.24	24.16%	31/03/17	79	0.0%
318231	GENTINGC31	0.035	40.00%	167	GENTING	8.21	8.30	8	4.51%	29.32	19.93%	31/03/17	79	-22.22%
3034CU	HAPSENG-CU	0.35	1.45%	550	HAPSENG	9.00	7.65	4	0.56%	6.43	-*	30/08/17	231	133.33%
5225CZ	IHH-CZ	0.01	0.00%	0	IHH	6.38	6.67	4	5.17%	159.50	14.89%	28/02/17	48	-33.33%
3336C1	IJM-C1	0.06	9.09%	120	IJM	3.39	3.45	2	5.31%	28.25	22.29%	31/03/17	79	20.0%
196113	IOICORP-C13	0.13	0.00%	0	IOICORP	4.50	4.40	3	6.44%	11.54	21.77%	31/10/17	293	
8583C6	MAHSING-C6	0.065	0.00%	0	MAHSING	1.48	1.65	1	15.88%	22.77	27.35%	31/07/17	201	30.0%
5264CT	MALAKOF-CT	0.08	0.00%	0	MALAKOF	1.35	1.50	1	17.04%	16.88	26.0%	31/10/17	293	23.08%
6012CW	MAXIS-CW	0.105	0.00%	0	MAXIS	6.18	6.00	3.5	3.03%	16.82	12.5%	29/09/17	261	0.0%
115524	MAYBANKC24	0.135	0.00%	700	MAYBANK	8.28	8.00	2.5	0.69%	24.53	14.21%	30/06/17	170	35.0%
5186C1	MHB-C1	0.105	0.00%	5	MHB	1.00	1.00	1.25	13.13%	7.62	52.9%	29/09/17	261	90.91%

^RM Currency unless specified, # denotes put warrant

*Premium is very low and Implied Volatility is close to zero.

Source: CIMB & Bloomberg

Warrants issued by CIMB Bank Berhad

Code	Warrant	Closing Price (RM)	1 day Gain\ Loss %	Volume ('000)	Underlying		Exercise Price (RM)^	Warrants / Share	Premium (Discount) (%)	Gearing (X)	Implied Volatility (%)	Maturity Date (d/m/y)	Days to Maturity	1 month Gain/ Loss %
					Stock	Price (RM)^								
3816C8	MISC-C8	0.055	0.00%	1,057	MISC	7.44	7.50	5	4.50%	27.05	20.78%	31/05/17	140	22.22%
2194C4	MMCCORP-C4	0.11	-8.33%	3	MMCCORP	2.29	2.25	2	7.86%	10.41	31.36%	31/07/17	201	-21.43%
1651C7	MRCB-C7	0.1	11.11%	301	MRCB	1.40	1.22	2	1.43%	7.00	29.15%	31/03/17	79	17.65%
1651C9	MRCB-C9	0.125	0.00%	100	MRCB	1.40	1.45	1	12.50%	11.20	33.83%	30/08/17	231	8.7%
0138C1	MYEG-C1	0.275	-1.79%	70	MYEG	1.61	1.40	1.3333	9.73%	4.39	58.62%	30/06/17	170	-11.29%
0138C8	MYEG-C8	0.145	-6.45%	735	MYEG	1.61	1.57	1.6667	12.32%	6.66	35.93%	31/10/17	293	-12.12%
7052CF	PADINI-CF	0.045	12.50%	37	PADINI	2.54	2.90	2	17.72%	28.22	29.31%	30/06/17	170	-43.75%
129512	PBBANK-C12	0.115	4.55%	111	PBBANK	20.02	19.55	7	1.67%	24.87	9.75%	31/07/17	201	15.0%
5183C9	PCHEM-C9	0.15	-9.09%	20	PCHEM	7.17	7.00	3.5	4.95%	13.66	14.6%	29/09/17	261	20.0%
5681CR	PETDAG-CR	0.1	0.00%	0	PETDAG	23.82	23.40	12	3.27%	19.85	15.19%	30/06/17	170	5.26%
6033CN	PETGAS-CN	0.045	-25.00%	804	PETGAS	20.98	21.20	12	3.62%	38.85	17.08%	31/03/17	79	-35.71%
4634C3	POS-C3	0.14	0.00%	8	POS	4.06	4.00	4	12.32%	7.25	39.27%	30/08/17	231	0.0%
1066CW	RHBBANK-CW	0.05	0.00%	95	RHBBANK	4.93	5.00	4	5.48%	24.65	21.48%	31/05/17	140	0.0%
4197C8	SIME-C8	0.2	2.56%	506	SIME	8.45	7.75	5	3.55%	8.45	22.82%	31/07/17	201	-9.09%
521829	SKPETROC29	0.18	-2.70%	414	SKPETRO	1.72	1.40	2	2.33%	4.78	41.36%	31/05/17	140	38.46%
8664CU	SPSETIA-CU	0.1	0.00%	0	SPSETIA	3.25	3.20	2	4.62%	16.25	65.9%	31/01/17	20	-20.0%
5263CH	SUNCON-CH	0.14	3.70%	81	SUNCON	1.70	1.70	1	8.24%	12.14	23.43%	30/08/17	231	-12.5%
710618	SUPERMX-C18	0.06	0.00%	440	SUPERMX	2.13	2.20	2.5	10.33%	14.20	40.26%	28/04/17	107	-7.69%
534728	TENAGA-C28	0.01	-50.00%	125	TENAGA	13.80	14.40	7	4.86%	197.14	13.29%	28/02/17	48	-50.0%
486314	TM-C14	0.035	0.00%	300	TM	6.16	6.70	2.5	10.19%	70.40	14.12%	29/09/17	261	0.0%
7113C6	TOPGLOV-C6	0.04	-11.11%	725	TOPGLOV	5.26	5.15	5	1.71%	26.30	17.64%	28/02/17	48	14.29%
514831	UEMS-C31	0.06	0.00%	817	UEMS	1.11	1.15	1.5	11.71%	12.33	36.4%	30/06/17	170	-20.0%
4588CW	UMW-CW	0.005	0.00%	0	UMW	4.61	7.00	5	52.39%	184.40	121.0%	31/01/17	20	0.0%
4588CY	UMW-CY	0.015	0.00%	100	UMW	4.61	5.70	5	25.27%	61.47	33.35%	31/05/17	140	-50.0%
5243C7	UMWOG-C7	0.055	-15.38%	842	UMWOG	0.91	1.00	1	16.57%	16.45	39.67%	31/05/17	140	120.0%
9679CZ	WCT-CZ	0.09	0.00%	0	WCT	1.83	2.00	1.5	16.67%	13.56	30.59%	31/10/17	293	
5246CP	WPRTS-CP	0.065	0.00%	203	WPRTS	4.30	4.40	3	6.86%	22.05	18.92%	31/07/17	201	-27.78%
4677C4	YTL-C4	0.085	-19.05%	540	YTL	1.52	1.50	1	4.28%	17.88	25.29%	31/03/17	79	-37.04%
6742CW	YTLPOWR-CW	0.125	0.00%	100	YTLPOWR	1.45	1.40	1	5.17%	11.60	25.74%	31/05/17	140	8.7%

^RM Currency unless specified, # denotes put warrant

*Premium is very low and Implied Volatility is close to zero.

Source: CIMB & Bloomberg



CBBCs issued by CIMB Bank Berhad

Code	Warrant	Closing Price (RM)	1 day Gain\ Loss %	Volume ('000)	Underlying		Exercise Price (RM)^	Call Price (RM)^	Warrants / Share	Premium (Discount) (%)	Gearing (X)	Maturity Date (d/m/y)	Days to Maturity	1 month Gain/ Loss %
					Stock	Price (RM)^								

^RM Currency unless specified, # denotes put warrant
 *Premium is very low and Implied Volatility is close to zero.
 Source: CIMB & Bloomberg

CIMB Investment Bank Berhad - Disclosure & Disclaimer

By accepting this report, the recipient hereof represents and warrants that he is entitled to receive such report in accordance with the restrictions set forth below and agrees to be bound by the limitations contained herein (including the "Restrictions on Distributions" set out below). Any failure to comply with these limitations may constitute a violation of law.

This publication is strictly confidential and is for private circulation only to clients of CIMB Investment Bank Berhad ("CIMB Investment Bank").

This publication is being supplied to you strictly on the basis that it will remain confidential. No part of this material may be

- (i) copied, photocopied, duplicated, stored or reproduced in any form by any means or
- (ii) redistributed or passed on, directly or indirectly, to any other person in whole or in part, for any purpose without the prior written consent of CIMB Investment Bank.

CIMB Investment Bank, its affiliates and related companies, their directors, associates, connected parties and/or employees may own or have positions in securities of the company(ies) covered in this research report or any securities related thereto and may from time to time add to or dispose of, or may be materially interested in, any such securities. Further, CIMB Investment Bank, its affiliates and its related companies do and seek to do business with the company(ies) covered in this research report and may from time to time act as market maker or have assumed an underwriting commitment in securities of such company(ies), may sell them to or buy them from customers on a principal basis and may also perform or seek to perform significant investment banking, advisory or underwriting services for or relating to such company(ies) as well as solicit such investment, advisory or other services from any entity mentioned in this report. The views expressed in this report accurately reflect the personal views of the analyst(s) about the subject securities or issuers and no part of the compensation of the analyst(s) was, is, or will be directly or indirectly related to the inclusion of specific recommendations(s) or view(s) in this report.

CIMB Investment Bank prohibits the analyst(s) who prepared this research report from receiving any compensation, incentive or bonus based on specific investment banking transactions or for providing a specific recommendation for, or view of, a particular company. However, the analyst(s) may receive compensation that is based on his/their coverage of company(ies) in the performance of his/their duties or the performance of his/their recommendations and the research personnel involved in the preparation of this report may also participate in the solicitation of the businesses as described above. In reviewing this research report, an investor should be aware that any or all of the foregoing, among other things, may give rise to real or potential conflicts of interest. Additional information is, subject to the duties of confidentiality, available on request.

As of the date of this report, CIMB Investment Bank, its affiliates and analysts may have proprietary position in the securities mentioned in this report. The information contained in this research report is prepared from data believed to be correct and reliable at the time of issue of this report. This report does not purport to contain all the information that a prospective investor may require. CIMB Investment Bank does not make any guarantee, representation or warranty, express or implied, as to the adequacy, accuracy, completeness, reliability or fairness of any such information and opinion contained in this report and accordingly, neither CIMB Investment Bank nor any of its affiliates nor its related persons shall not be liable in any manner whatsoever for any consequences (including but not limited to any direct, indirect or consequential losses, loss of profits and damages) of any reliance thereon or usage thereof.

This report is general in nature and has been prepared for information purposes only. It is intended for circulation amongst CIMB Investment Bank's clients generally and does not have regard to the specific investment objectives, financial situation and the particular needs of any specific person who may receive this report. The information and opinions in this report are not and should not be construed or considered as an offer, recommendation or solicitation to buy or sell the subject securities, related investments or other financial instruments thereof. This report is issued and distributed by CIMB Investment Bank. The views and opinions in this research report are our own as of the date hereof and are subject to change. If the Financial Services and Markets Act of the United Kingdom or the rules of the Financial Services Authority applies to a recipient, our obligations owed to such recipient therein are unaffected. CIMB Investment Bank has no obligation to update its opinion or the information in this research report.

Investors are advised to make their own independent evaluation of the information contained in this research report, consider their own individual investment objectives, financial situation and particular needs and consult their own professional and financial advisers as to the legal, business, financial, tax and other aspects before participating in any transaction in respect of the securities of company(ies) covered in this research report. The securities of such company(ies) may not be eligible for sale in all jurisdictions or to all categories of investors.

General: This report is not directed to, or intended for distribution to or use by, any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction where such distribution, publication, availability or use would be contrary to law or regulation. Specifically, in relation to acquiring or disposing warrants as a form of investment, we urge you to take note of the following risks associated with warrants trading:-

- (i) A purchaser of call warrants is subject to the risk of losing the full purchase price of the call warrant and all transaction costs.
- (ii) In order to realize any value from a call warrant, it is necessary to sell the call warrants or exercise the call warrants on or before their expiry date.
- (iii) Under certain conditions, it may become difficult to sell the call warrants.
- (iv) Upon exercise of the call warrants, the issuer may settle its obligations via actual delivery of the underlying assets, in cash or a combination of both depending on the terms of the issue of the call warrants.
- (v) The placing of contingent orders, such as "stop-loss" or "stop limit" orders, will not necessarily limit our losses to the intended amount. Market conditions may not make it possible to execute such orders.
- (vi) The high degree of leverage that is obtainable from call warrants because of the small initial outlay, can work against us as well as in our favour.
- (vii) The use of the leverage can lead to large losses as well as gain.
- (viii) This brief statement cannot disclose all risks associated with trading in call warrants