ORD MINNETT RESEARCH

Genesis Minerals Limited

Driving with a heavy foot

16 January 2025

GMD produced a strong 2Q result with production exceeding our estimates and consensus by 15% and 18% respectfully. We now believe the company will exceed FY25 guidance (OMLe: 214koz vs 190-210koz) and expect further momentum in the name as growth acceleration plans unfold. A lofty valuation (1.5x P/NAV, 6.9x EV/EBITDA, 5.4% FCF yield) leaves little room for error and keeps us from a more constructive recommendation. Our Target Price increases to A$3.15/sh (+9%) and we retain our Accumulate Rating.

Strong quarterly result

- Production exceeded our expectations (+15%) and consensus (+18%) on better performances at both Leonora and Laverton.
- Against our estimates, higher grades at Leonora (4.1g/t vs OMLe: 3.7g/t) combined with higher throughput at Laverton (700kt vs OMLe: 200kt) which drove the ~8koz group production difference.
- Sales (50koz), Capex (A$55m, cash costs (A$2,050/oz) and FCF (~A$40m) came in as expected.

Growth plans unfolding

Production improved +50% QonQ with a commensurate 16% reduction in AISC – albeit the latter was skewed by a non-cash inventory adjustment (-A$20m). We expect further production improvement moving forward (+17% by 2H26) with greater quantities from new ore sources (e.g. Ulysses, Admiral and Hub) before a step-change in growth (+300koz) from FY28 as Tower Hill comes online. Any acceleration of these growth initiatives could see further momentum in the name. However, given the current valuation (1.5x P/NAV, 5.4% FCF yield), there is also little room for error.

Earnings and valuation impact

We incorporate the 2Q result, slightly amend our 2H grades at Leonora and increase our FY26 throughput at Laverton with a slightly lower grade profile. Our FY25 earnings estimates decrease 11% (higher D&A) and our FY26 earnings estimates increase ~4% (higher production). Our Target Price increases to A$3.15/sh and we retain our Accumulate Rec.

Key Financials

Year-end June ($)	FY23A	FY24A	FY25E	FY26E	FY27E
Revenue ($m)	77.0	438.6	869.3	997.8	962.8
EBITDA ($m)	(41.0)	141.6	446.6	512.2	459.8
EBIT ($m)	(65.1)	67.3	339.0	435.6	375.3
Reported NPAT ($m)	(117.2)	82.8	240.2	310.0	268.3
Reported EPS (c)	(16.3)	8.1	23.3	30.1	26.1
Normalised NPAT ($m)	(62.7)	105.6	240.2	310.0	268.3
Normalised EPS (c)	(8.7)	10.3	23.3	30.1	26.1
EPS Growth (%)	-	-	127.5	29.1	(13.4)
Dividend (c)	-	-	-	-	-
Net Yield (%)	-	-	-	-	-
Franking (%)	-	-	-	-	-
EV/EBITDA (X)	-	19.6	6.0	4.8	5.1
Normalised P/E (x)	-	27.9	12.3	9.5	11.0
Normalised ROE (%)	-	11.5	22.3	24.4	18.2

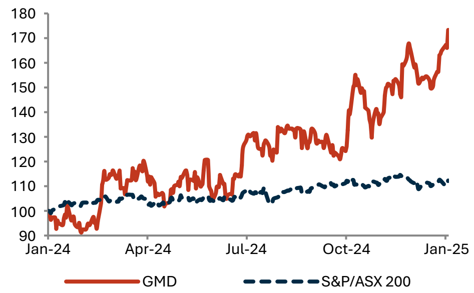
Source: OML, Iress, Genesis Minerals Limited

Last Price
A$2.86
Target Price
A$3.15 (Previously A$2.90)
Recommendation
Accumulate
Risk
Higher

Gold

ASX Code	GMD
52 Week Range ($)	1.51 - 2.86
Market Cap ($m)	3,271.6
Shares Outstanding (m)	1,143.9
Av Daily Turnover ($m)	0.0
3 Month Total Return (%)	30.6
12 Month Total Return (%)	73.3
Benchmark 12 Mth Return (%)	12.3
NTA FY25E (¢ per share)	112.6
Net Cash FY25E ($m)	283.4

Price performance



Source: FactSet

Consensus Earnings

	FY25E	FY26E
NPAT (C) ($m)	186.5	236.1
NPAT (OM) ($m)	240.2	310.0
EPS (C) (c)	14.2	22.9
EPS (OM) (c)	23.3	30.1

Source: OML, Iress, Genesis Minerals Limited

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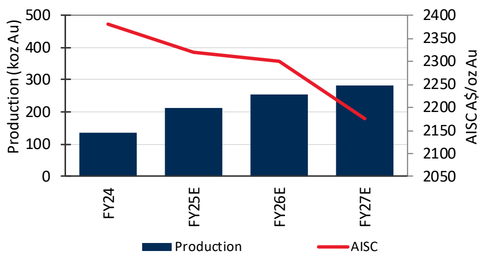
Figure 1: GMD operating and financial summary

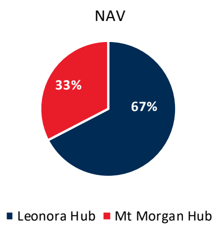
All AUD unless noted

Key Details						
Target Price	$/sh	3.15				
Recommendation		Accumulate				
Risk Assessment		Higher				
Share Price	$/sh	$2.86				
2023E Dividend	$/sh	$0.00				
NAV	$/sh	$1.92				
Implied Total Return	%	10%				
P/NAV	x	1.49x				
No Shares	m	1144				
Market Cap	M$	$3,272				
Enterprise Value	M$	$3,050				
Prices & Exchange Rates		**FY24**	**FY25E**	**FY26E**	**FY27E**	**LT - 2028E**
Gold Price	US$/oz	1882	2610	2613	2363	2363
Exchange rate	AUD:USD	0.67	0.65	0.67	0.69	0.69
Production, Costs & Guidance		**FY24**	**FY25E**	**FY26E**	**FY27E**	**FY28E**
Leonora Hub	koz Au	134	165	181	192	192
Mt Morgan Hub	koz Au	0	49	74	90	118
Total Gold Production	**koz Au**	**134**	**214**	**255**	**282**	**310**
Guidance	*koz Au*	*130-140*	*190-210*	*~235*	*~275*	*~300*
Total C1 Cash Cost	**$/oz**	1843	1936	1943	1840	1775
Leonora Hub	$/oz	2352	2284	2229	2201	2104
Mt Morgan Hub	$/oz	n.a.	n.a.	2476	2118	1928
Total All-in Sustaining Cash Cost	**$/oz**	**2380**	**2320**	**2301**	**2174**	**2037**
Guidance	*$/oz*	*2300-2400*	*~2300*	*~2250*	*~2100*	*~1900*
Capex Breakdown (attrib)		**FY24**	**FY25E**	**FY26E**	**FY27E**	**FY28E**
Sustaining Capex	M$	78.2	78.4	78.4	81.4	68.2
Expansionary Capex	M$	49.8	116.7	100.0	110.0	130.0
Exploration	M$	14.7	18.9	16.0	12.0	8.0
Total	M$	142.7	214.0	194.4	203.4	206.2

Attributable Reserves & Resources (incl. 100% Dacian)	Au	EV
	Moz	**$/oz**
Proven/Probable Reserve (P&P)	3.9	$788
Measured/Indicated (MM&I) - Inclusive	11.3	$270
Inferred	14.7	$207

Group All-In Sustaining Costs, Production and NAV Breakdown





Net Asset Value (Attrib)	DR (%)	($m)	A$/Sh	NAV (%)
Operating Value				
Leonora Hub	9%	$818	$0.72	67%
Mt Morgan Hub	9%	$396	$0.35	33%
Total		**$1,215**	**$1.06**	**100%**
Listed investments		$16	$0.01	
Exploration (assets)		$830	$0.73	
Cash & Bullion		$222	$0.19	
Corporate G&A		($84)	($0.07)	
Debt		$0	$0.00	
Other		$0	$0.00	
Total Net Asset Value		**$2,199**	**$1.92**	
P/NAV			**1.49x**	

Year End June 30

Ratio Metrics		FY24	FY25E	FY26E	FY27E
Earnings - Adjusted	$/sh	$0.10	$0.23	$0.30	$0.26
P/E Multiple	x	27.9x	12.3x	9.5x	11.0x
CFPS (CFO)	$/sh	$0.13	$0.38	$0.37	$0.34
FCFPS (CFO-capex-expl.)	$/sh	($0.01)	$0.17	$0.18	$0.14
P/CF Multiple	x	21.6x	7.6x	7.7x	8.5x
FCF Yield	%	(0.5%)	5.9%	6.4%	4.9%
Dividends Per Share	$/sh	$0.00	$0.00	$0.00	$0.00
Dividend Yield	%	0.0%	0.0%	0.0%	0.0%
Gearing (ND: ND+E)	%	(20.9%)	(32.4%)	(51.8%)	(65.2%)
Return on Equity (ROE)	%	10.6%	20.7%	22.4%	17.2%
Return on Capital (ROIC)	%	8.7%	17.0%	19.0%	14.9%

P&L Statement		FY24	FY25E	FY26E	FY27E
Revenue	M$	$439	$869	$998	$963
Operating Costs	M$	($297)	($423)	($486)	($503)
EBITDA	**M$**	**$142**	**$447**	**$512**	**$460**
D&A	M$	$74	$108	$77	$85
EBIT	**M$**	**$67**	**$339**	**$436**	**$375**
Other Income/Expenses	M$	$3	$4	$7	$8
EBT	**M$**	**$71**	**$343**	**$443**	**$383**
Taxes	M$	($35)	$103	$133	$115
Net Income - Adjusted	**M$**	**$106**	**$240**	**$310**	**$268**
Adjustments	M$	$23	$0	$0	$0
Net Income - Reported	**M$**	**$83**	**$240**	**$310**	**$268**
Weighted average diluted shares	M	1,029	1,029	1,029	1,029

Cash Flow Statement		FY24	FY25E	FY26E	FY27E
Cash Flows from Operating Activities					
Net Income	M$	$106	$240	$310	$268
D&A	M$	$74	$108	$77	$85
Taxes Paid	M$	($35)	$0	$133	$115
Non Recurring/Other	M$	$1	$3	($1)	($0)
Operating Cash Flow	**M$**	**$146**	**$351**	**$519**	**$467**
Changes in Working Capital	M$	($9)	$35	($137)	($119)
Net Operating Cash flow	**M$**	**$136**	**$387**	**$382**	**$348**
Cash Flows From Investing Activities					
Capital Expenditure	M$	($128)	($195)	($178)	($191)
Other	M$	($49)	($79)	($15)	($12)
Net Investing Cash Flow	**M$**	**($177)**	**($274)**	**($194)**	**($203)**
Cash Flows From Financing Activities					
Equity Issues (net of costs)	M$	$11	$0	$0	$0
Net Borrowings	M$	$24	$0	$0	$0
Dividends Paid & Other	M$	($4)	$0	$0	$0
Net Financing Cash Flow	**M$**	**$31**	**$0**	**$0**	**$0**
Increase (Decrease) in Cash	M$	($10)	$112	$188	$145
Cash at End of Year	**M$**	**$171**	**$283**	**$472**	**$617**
Operating Free Cash Flow	M$	$8	$191	$204	$157
Free Cash Flow	M$	($41)	$112	$188	$145

Balance Sheet		FY24	FY25E	FY26E	FY27E
Cash & Equivalents	M$	$171	$283	$472	$617
Other Current Assets	M$	$53	$114	$114	$114
PP&E & Mining Interests	M$	$650	$660	$675	$695
Other Long Term Assets	M$	$335	$353	$368	$380
Total Assets	**M$**	**$1,209**	**$1,410**	**$1,629**	**$1,805**
Current Liabilities	M$	$105	$105	$105	$105
Long Term Debt	M$	$0	$0	$0	$0
Other Long Term Liabilities	M$	$113	$147	$142	$138
Total Liabilities	**M$**	**$218**	**$252**	**$248**	**$243**
Shareholder Equity	M$	$991	$1,158	$1,381	$1,563
Total Liabilities & Shareholder Equit	**M$**	**$1,209**	**$1,410**	**$1,629**	**$1,805**

Source: Company reports, OMLe.

Result reconciliation

- **Production, costs and balance sheet (Figure 2):**
  - Production exceeded our expectations (+15%) and consensus (+18%) on better performances at both Leonora and Laverton.
  - Against our estimates, higher grades at Leonora (4.1g/t vs OMLe: 3.7g/t) combined with higher throughput at Laverton (700kt vs OMLe: 200kt) which drove the ~8koz group production difference.
  - Gold sales, realised pricing and capital spend all came broadly in-line with our expectations which drove an unsurprising cash figure (A$203m)– although gold bullion was higher (A$18.7m vs OMLe: A$3m) given the better production result.
  - ~A$60 FCF generated if you include investments and working capital adjustments, ~A$40m if you exclude these items (in-line with OMLe).
- **FY25 Guidance (Figure 3):** FY25 guidance is unchanged (190-210koz at A$2,200-2,400/oz AISC, OMLe: 207koz at A$2,278/oz)

Figure 2: Result Summary

Production & Sales	Unit	Dec-23	Mar-24	Actual Jun-24	Sep-24	OMLe Dec-24	Actual Dec-24	Beat / Miss (%)	Cons. (VA)	Beat / Miss (%)
Leonora Hub	Koz	35	30	35	36	40	44	9%	39	12%
Total	**Koz**	**35**	**30**	**35**	**36**	**53**	**57**	**7%**	48	18%
Gold Sales	Koz	39	29	36	37	53	50	-7%	48	3%
Achieved Gold Price	A$/oz	3070	3124	3548	3723	4041	4047	0%	3981	2%
All-in Sustaining Cost										
Group	A$/oz	2141	2497	2698	2628	2330	2202	-5%	2336	-6%
Total	**A$/oz**	**2141**	**2497**	**2698**	**2628**	**2330**	**2202**	**-5%**	2336	-6%
Capex breakdown										
Capital expenditure (sustaining + growth)	A$m	50	33	23	54	56	55	-1%	54	2%
Exploration	A$m	4	4	12	5	5	4	-10%	57	-92%
Balance sheet										
Cash (excl. bullion)	A$m	190	176	171	178	210	203	-3%	196	3%
Debt	A$m	0	0	0	0	0	0	n.a.	0	n.a.
Net Debt (Cash)	A$m	-190	-176	-171	-178	-210	-203	-3%	(196)	3%

Source: Company reports, OMLe, Note consensus estimates are based on Visible Alpha data, and may not be additive.

Key takeaways:

- **2Q25 production:** 57koz (+8koz vs OMLe) with higher grades (4.1g/t g/t vs. 3.7 g/t OMLe) at Leonora combining with higher throughput (700t vs. 200kt OMLe) at Laverton
  - **Sales:** 50koz (0% vs OMLe) in-line with our expectations
  - **AISC:** $2,202/oz (-5% to OMLe) – largely non-cash driven
  - **Capex:** $55m (+1%) in-line with our expectations
- **Balance sheet:**
  - **Cash:** Cash of $203m was broadly in-line with our expectations with sales, costs and capex coming in as expected. Gold bullion was significantly higher (A$18.7m vs OMLe: A$3m) given the better production result.

    - **Debt:** Nil as per our expectations, with the new facility remaining undrawn.
- **Outlook:** This result represents a +50% increase in production and -16% improvement in AISC QoQ, and management expect production to continue to increase over the course of the year (OMLe: 66koz by 4Q25). Further acceleration of growth initiatives include:
    - Ulysses - First stope fired late 2024, underground mining ramping up
    - Tower Hill - Stage 1 Mining Proposal submitted, Section 18 approval received, targeting agreement with key stakeholders by June quarter; Open pit and underground transition studies continue (underground not in Reserve)
    - Hub - High grade GMS open pit mining ramping up with ore from surface; Underground studies continue
    - Westralia - Re-evaluation underway as a bulk open pit opportunity using the lean GMS mining model, Revised Resource scheduled by April 2025

Figure 3: Guidance

Guidance	Unit	FY25 Guidance Prev	FY25 Guidance New	Change (%)	OMLe	vs OMLe (%)
Gold Production	Koz Au	190-210	190-210	0%	214	-7%
AISC	A$/oz	2200-2400	2200-2400	0%	2320	-1%

Source: OMLe, Visible Alpha consensus.

Earnings and valuation impact

We incorporate the 2Q25 result, amend our grade profile at Leonora in 2H, and increase our throughput assumption at Laverton in FY26 (with slightly lower grades). FY25 estimates reduce on higher D&A, whilst our FY26 estimates increase on higher production out of Laverton.

Our Target Price increases to $3.15/sh (+9%) on the aforementioned changes. We reaffirm our Accumulate Recommendation as we balance forecast production growth (+37% by FY27) with elevated valuation (1.4x P/NAV) and with moderate TSR (10%).

Figure 4: Our changes

		FY24	FY25E			FY26E			FY27E		
		Actual	Current	Previous	Change	Current	Previous	Change	Current	Previous	Change
Underlying Net Profit	A$m	105.6	240.2	269.1	*(11%)*	310.0	299.2	*4%*	268.3	272.1	*(1%)*
Underlying EPS	¢	10.3	23.3	26.2	*(11%)*	30.1	29.1	*4%*	26.1	26.4	*(1%)*
CFPS	¢	13.2	37.6	36.6	*3%*	37.1	35.2	*5%*	33.8	34.3	*(1%)*
Dividend	¢	0.0	0.0	0.0	*n.a.*	0.0	0.0	*n.a.*	0.0	0.0	*n.a.*
Gold Production	koz Au	134	214	207	*3%*	255	247	*3%*	282	284	*(1%)*
AISC	A$/oz Au	2380	2320	2278	*2%*	2301	2213	*4%*	2174	2059	*6%*
NAV	**A$/share**		**1.92**	1.85	*4%*						
12 Month TP:	**A$/share**		**3.15**	2.90	*9%*						

Source: Company reports, OMLe.

Catalysts, comps and relative performance

Catalysts

The following catalysts are expected could potentially have a positive impact on the share price over the next 12 months.

- **Successful ramp-up of Admiral open pit:** The Admiral open pit is a shallow, high-grade (1.6 g/t Au) resource that contains 120koz Au. Admiral could potentially provide 2.3Mt of ore (based on reserves) to help fill the 1.4Mtpa Leonora mill.
- **Tower Hill permitting:** GMD are yet to receive permitting for development of Tower Hill (1,000koz reserve at 2.0 g/t Au), which will require relocation of the rail line. Receipt of necessary approvals would provide investors with a positive indication of the restart of the Mt Morgans mill and more clarity regarding potential timeframes (OMLe: late FY27).
- **Ongoing exploration results** from the Company's interests in the minerally-endowed Leonora and Mt Morgans regions. This would provide investors with confidence of likely reserve and resource additions / replenishment. Any positive news flow surrounding the evaluation of additional resources found along strike or through step out drilling is likely to be well received.

Comps

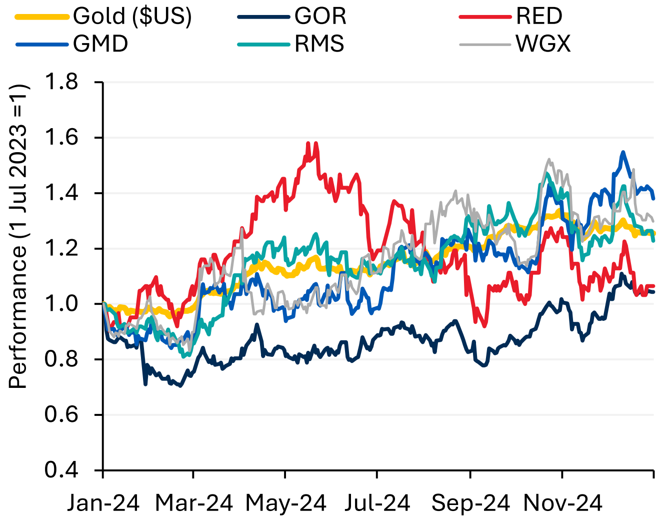
Figure 5: GMD comps across our coverage list

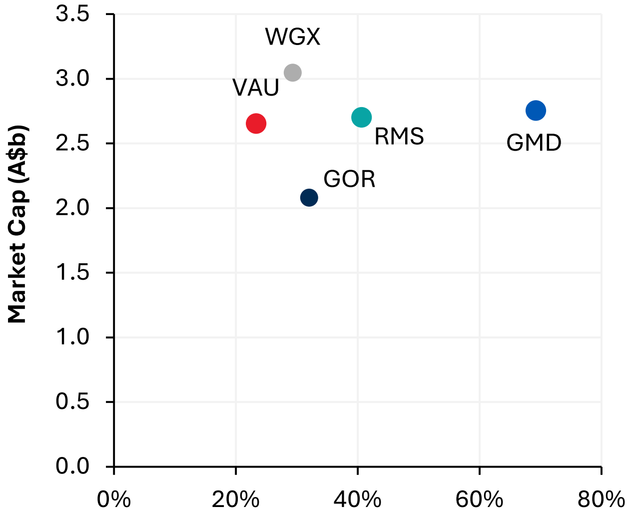
Company	Ticker	Analyst	Market Cap ($m)	OML Estimates: Recommen-dation	Risk	Price ($/sh)	Target price ($/sh)	Implied TSR (%)	OML Valuation: Dividend yield (%)	NAV ($/sh)	P/NAV (x)	EV/EBITDA (x) FY25e	P/E (x) FY25e	P/CF (x) FY25e	FCF yield (%) FY25e
Gold Comps															
Vault Minerals	VAU	PK	2518	Buy	Higher	0.37	0.55	49%	0.0%	0.5	0.7	3.2	10.6	3.8	15.6%
Ramelius Resources	RMS	PK	2626	Buy	Medium	2.32	2.80	25%	4.0%	2.1	1.1	3.0	6.9	3.8	20.0%
Gold Road Resources*	GOR	PK	2525	Buy	Higher	2.35	2.50	8%	1.7%	2.0	1.2	5.8	10.0	6.9	7.6%
Westgold Resources	WGX	PK	2542	Buy	Medium	2.69	3.70	38%	0.0%	3.0	0.9	2.4	4.8	2.7	24.2%
Pantoro Limited	PNR	PK	678	Spec. Buy	Higher	0.11	0.16	52%	0.0%	0.1	0.8	3.2	6.5	3.5	15.6%
Genesis Minerals Limited	**GMD**	**PK**	**3272**	**Accumulate**	**Higher**	**2.86**	**3.15**	**10%**	**0.0%**	**1.9**	**1.5**	**6.9**	**13.6**	**8.5**	**5.3%**
Evolution Mining	EVN	PK	11124	Hold	Medium	5.59	5.10	-6%	2.9%	3.0	1.9	6.5	13.5	7.4	5.8%
Northern Star Resources	NST	PK	19963	Hold	Medium	17.36	17.00	1%	3.0%	10.5	1.6	6.0	16.0	7.1	3.0%
Alkane Resource	ALK	PK	314	Hold	Higher	0.52	0.60	15%	0.0%	0.7	0.8	2.6	5.8	3.2	-9.6%
St Barbara Limited	SBM	PK	259	Hold	Higher	0.24	0.24	0%	0.0%	0.3	0.8	2.9	15.0	34.8	-25.8%
Average									**1.2%**	**2.4**	**1.0**	**3.8**	**9.3**	**7.4**	**6.2%**

Source: Company reports, OMLe

Relative performance (6-months)

Figure 6: GMD relative performance vs domestic small-cap peers





Source: Company reports, OMLe.

Valuation and risks

Valuation

Our A$3.15/share Target Price is based on a 50:50 blended DACF and NAV valuation. Our target multiples of 10x DACF and 1.3x NAV are higher than other emerging producers commensurate with our view on management, mine life, margin and overall risk profile.

- **NAV:** Sum-of-the-parts (SOTP) NAV incorporates life-of-mine DCFs on Gwalia and Gwalia discounted at a ~9% WACC. Additional SOTP items include: exploration value, cash and bullion and corporate G&A. We utilise a 1.3x P/NAV multiple, which is higher than our ASX emerging peers coverage, and apply no risk weighting to any of the projects.
- **DACF:** Debt-adjusted cash flow multiple of 10x which is higher than our ASX emerging peers coverage when considering production, mine life and reserve growth potential.

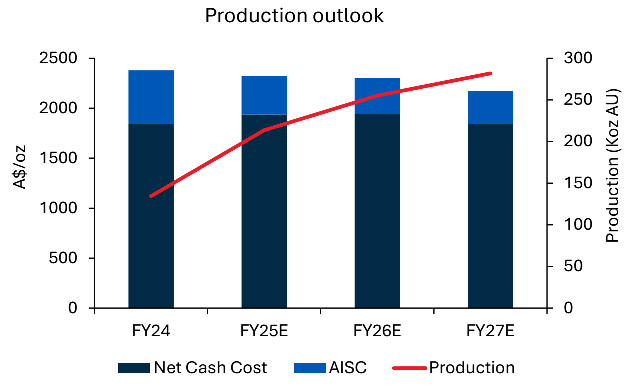
Risks

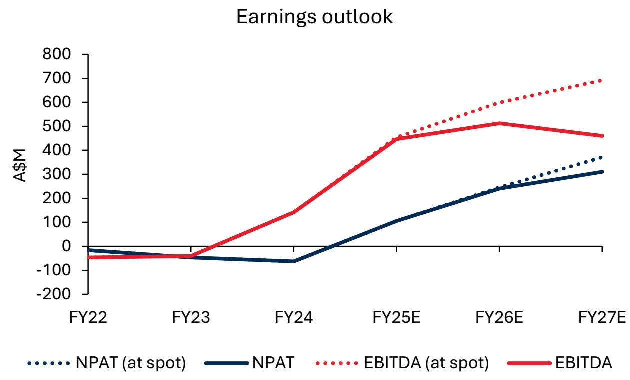
Key risks to our view include the following:

- **Gold price and currency:** The most significant risk to our forecasts remains the gold price. Our estimates assume a long-term price of ~US$1,800/oz, with LT USD:AUD to average ~72c.
- **Risks to ramp up.** There are material deliverability risks with starting new mines and ramping up production. Potential challenges could include permitting, grade reconciliation, labour availability, design failures or malfunctioning equipment. However, we note that delivery risks are somewhat mitigated by the GMD's strong balance sheet (i.e. no debt).
- **Single asset risks:** GMD has concentrated exposure to the performance of a single operating asset. Any underperformance at Gwalia could potentially result in significant downside to its financial performance. However, we note this risk is somewhat mitigated through the expected ore source optionality provided by Admiral and other surrounding deposits, as well as the restart of the Laverton operations.
- **Resource/reserve delivery:** We have assigned a material value of $830m (~44% of NAV) to residual resources. Most of this relates to resources at Gwalia and adjacent deposits that could potentially be produced beyond our life of mine of 13 years. There is a risk that this value is not realised given uncertainty as to whether it could be extracted economically, but we take confidence from Gwalia's location in a known high-grade gold field and the success of GMD's recent exploration.
- **Other operational disruptions:** There are a range of other operational disruptions that could adversely affect mining and processing activities including labour availability, COVID-19, weather and other factors.

GMD key charts

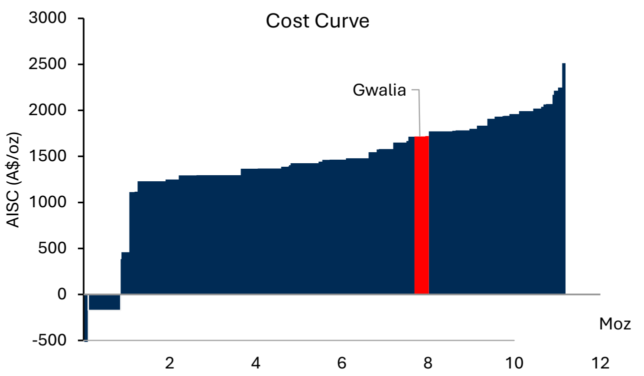
Figure 7: Production and earnings outlook

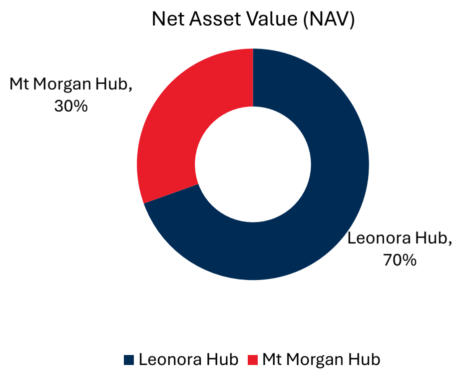




Source: Company reports, OMLe. Note that GMD did not have any production prior to 1 July 2023.

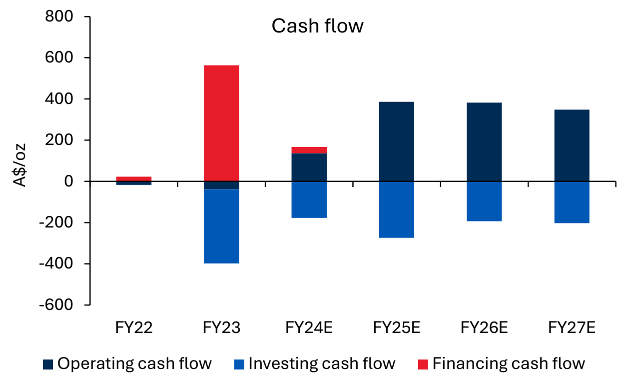
Figure 8: GMD cost curve distribution of assets (LHS) and OML current NAV assumptions (RHS)

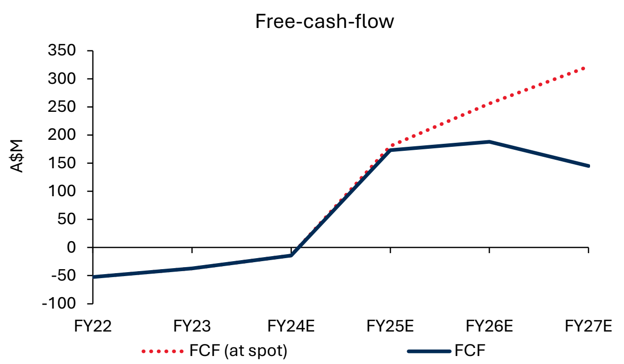




Source: Company reports, OMLe.

Figure 9: OML Cash flow outlook





Source: Company reports, OMLe

Genesis Minerals Limited

Accumulate

PROFIT & LOSS (A$m)	2023A	2024A	2025E	2026E	2027E
Revenue	77.0	438.6	869.3	997.8	962.8
Operating costs	117.9	297.0	422.8	485.6	503.0
Operating EBITDA	**(41.0)**	**141.6**	**446.6**	**512.2**	**459.8**
D&A	24.1	74.3	107.6	76.5	84.5
EBIT	**(65.1)**	**67.3**	**339.0**	**435.6**	**375.3**
Net interest	2.4	3.4	4.2	7.2	8.0
Pre-tax profit	**(62.7)**	**70.7**	**343.1**	**442.9**	**383.3**
Net tax (expense) / benefit	-	(34.8)	102.9	132.9	115.0
Normalised NPAT	**(62.7)**	**105.6**	**240.2**	**310.0**	**268.3**
Reported NPAT	**(117.2)**	**82.8**	**240.2**	**310.0**	**268.3**
Normalised dil. EPS (cps)	(8.7)	10.3	23.3	30.1	26.1
Reported EPS (cps)	(16.3)	8.1	23.3	30.1	26.1
Effective tax rate (%)	-	(49.2)	30.0	30.0	30.0
DPS (cps)	-	-	-	-	-
Dividend yield (%)	-	-	-	-	-
Payout ratio (%)	-	-	-	-	-
Franking (%)	-	-	-	-	-
Diluted # of shares (m)	720.4	1,028.8	1,028.8	1,028.8	1,028.8

CASH FLOW (A$m)	2023A	2024A	2025E	2026E	2027E
Net Interest (paid)/received	2.4	3.4	4.2	7.2	8.0
Income tax paid	-	-	(68.4)	(137.5)	(119.8)
Other operating items	(27.7)	0.6	3.4	(0.6)	(0.5)
Operating Cash Flow	**(37.6)**	**136.2**	**386.5**	**382.0**	**348.1**
Other investing items	(345.0)	(28.0)	(61.0)	-	-
Investing Cash Flow	**(360.3)**	**(177.1)**	**(274.4)**	**(193.8)**	**(202.9)**
Inc/(Dec) in borrowings	-	24.4	-	-	-
Dividends paid	-	-	-	-	-
Other financing items	(3.0)	(4.4)	-	-	-
Financing Cash Flow	**563.3**	**30.6**	**-**	**-**	**-**
FX adjustment	-	-	-	-	-
Net Inc/(Dec) in Cash	165.4	(10.2)	112.1	188.2	145.2

BALANCE SHEET (A$m)	2023A	2024A	2025E	2026E	2027E
Cash	181.5	171.3	283.4	471.6	616.7
Receivables	4.0	11.9	11.9	11.9	11.9
Inventory	31.9	41.6	41.6	41.6	41.6
Other current assets	-	-	61.0	61.0	61.0
PP & E	594.8	649.8	659.8	675.0	694.5
Investments	195.3	287.9	306.0	321.4	332.9
Financial Assets	8.9	1.9	1.9	1.9	1.9
Intangibles	-	-	-	-	-
Other non-current assets	-	-	-	-	-
Total Assets	**1,016.5**	**1,209.0**	**1,410.4**	**1,629.0**	**1,805.3**
Short term debt	4.4	-	-	-	-
Payables	66.4	87.3	87.3	87.3	87.3
Other current liabilities	-	12.9	12.9	12.9	12.9
Long term debt	7.0	-	-	-	-
Other non-current liabilities	83.1	112.5	147.0	142.4	137.6
Total Liabilities	**164.7**	**217.6**	**252.2**	**247.6**	**242.7**
Total Equity	**851.8**	**991.4**	**1,158.2**	**1,381.5**	**1,562.5**
Net debt (cash)	(170.2)	(171.3)	(283.4)	(471.6)	(616.7)

DIVISIONS	2023A	2024A	2025E	2026E	2027E

KEY METRICS (%)	2023A	2024A	2025E	2026E	2027E
Revenue growth	-	469.9	98.2	14.8	(3.5)
EBITDA growth	-	-	215.5	14.7	(10.2)
EBIT growth	-	-	403.6	28.5	(13.8)
Normalised EPS growth	-	-	127.5	29.1	(13.4)
EBITDA margin	-	32.3	51.4	51.3	47.8
OCF /EBITDA	30.0	93.4	100.2	100.1	100.1
EBIT margin	-	15.3	39.0	43.7	39.0
Return on assets	-	9.0	18.1	20.1	15.3
Return on equity	-	11.5	22.3	24.4	18.2

VALUATION RATIOS (x)	2023A	2024A	2025E	2026E	2027E
Reported P/E	-	35.5	12.3	9.5	11.0
Normalised P/E	-	27.9	12.3	9.5	11.0
Price To Free Cash Flow	-	-	17.0	15.6	20.3
Price To NTA	2.4	3.0	2.5	2.1	1.9
EV / EBITDA	-	19.6	6.0	4.8	5.1
EV / EBIT	-	41.2	7.8	5.7	6.2

LEVERAGE	2023A	2024A	2025E	2026E	2027E
ND / (ND + Equity) (%)	(25.0)	(20.9)	(32.4)	(51.8)	(65.2)
Net Debt / EBITDA (%)	415.3	(121.0)	(63.5)	(92.1)	(134.1)
EBIT Interest Cover (x)	26.9	-	-	-	-
EBITDA Interest Cover (x)	16.9	-	-	-	-

SUBSTANTIAL HOLDERS	m	%
Australian Super Pty Ltd	195.5	18.8%
Van Eck Associates Corporation	94.0	9.1%
State Street Global Advisors	80.4	7.8%

VALUATION	
WACC (%)	**9.5**
Equity NPV Per Share ($)	**1.92**
Multiples valuation method	P/DACF
Multiples	10.0
Multiples valuation	3.99
Multiples valuation method	P/NAV
Multiples	1.3
Multiples valuation	2.27
Target Price ($)	3.15
Valuation disc. / (prem.) to share price (%)	10.1

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SPECULATIVE BUY	We expect the stock's total return (nominal yield plus capital appreciation) to exceed 20% over 12 months. The investment may have a strong capital appreciation but also has high degree of risk and there is a significant risk of capital loss.
BUY	The stock's total return (nominal dividend yield plus capital appreciation) is expected to exceed 15% over the next 12 months.
ACCUMULATE	We expect a total return of between 5% and 15%. Investors should consider adding to holdings or taking a position in the stock on share price weakness.
HOLD	We expect the stock to return between 0% and 5%, and believe the stock is fairly priced.
LIGHTEN	We expect the stock's return to be between 0% and negative 15%. Investors should consider decreasing their holdings.
SELL	We expect the total return to lose 15% or more.
RISK ASSESSMENT	Classified as Lower, Medium or Higher, the risk assessment denotes the relative assessment of an individual stock's risk based on an appraisal of its disclosed financial information, historical volatility of its share price, nature of its operations and other relevant quantitative and qualitative criteria. Risk is assessed by comparison with other Australian stocks, not across other asset classes such as Cash or Fixed Interest.

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