

Analyst

James Williamson 613 9235 1692

Authorisation

David Coates 612 8224 2887

Fenix Resources (FEX)

2Q FY25: Printing records & cash

Recommendation

Buy (unchanged)

Price

\$0.47

Target (12 months)

\$0.70 (unchanged)

Sector

Materials

Expected Return

Capital growth	49%
Dividend yield	0%
Total expected return	49%

Company Data & Ratios

Enterprise value	\$352m
Market cap	\$350m
Issued capital	745m
Free float	74%
Avg. daily val. (52wk)	\$777k
12 month price range	\$0.26-0.56

Price Performance

	(1m)	(3m)	(12m)
Price (A\$)	0.46	0.50	0.28
Absolute (%)	3.3	-6.0	70.9
Rel market (%)	0.6	-4.5	63.9

Absolute Price



SOURCE: IRESS

Quarterly production & sales records fall; \$21m cash build

FEX reported record quarterly group iron ore production of 1.14Mt (BP est. 1.10Mt) and sales of 1.24Mt (up 40% QoQ, ~4.9Mtpa annualised; BP est. 1.10Mt). FEX realised an average CFR price of US\$97/dmt (A\$147/dmt), a 91% realisation to the 62% Fe benchmark index with higher fines sales vs lump (66%; Q1 FY26 53%). Group C1 cash costs were A\$75/wmt. FEX reported a \$21m quarterly cash build, with strong operating cash flow of \$43m, capex of -\$5.7m and debt repayments of -\$7.6m. At 31 December 2025, FEX had cash of \$79m; we estimate debt (including leases) of around \$81m, for net debt (including leases) of ~\$2m. Group revised (Dec-25) guidance was reiterated (4.2-4.8Mt sales at a C1 cash cost of A\$70-80/wmt).

On track to centralise operations at the Beebyn Hub

FEX continues to demonstrate strong project execution with Beebyn-W11, its third operating mine, reaching steady-state production of ~1.5Mtpa. At Beebyn-W10, the company expects to commence mining in late CY27 contingent on receipt of required approvals. In FY27, Iron Ridge and Shine Stage 1 will make final sales and mining will transition solely to the Beebyn Hub (as per the [three year production outlook](#)). A Weld Range Definitive Feasibility Study is scheduled for release in the current half, building on outcomes of the December 2025 [Scoping Study](#) outlining production expansion to 10Mtpa from FY31.

EPS changes in this report are: -12% in FY26; -2% in FY27; and +4% in FY28. Our Weld Range valuation is risked 40% due to its pre-DFS stage of assessment. Our undiscounted FEX valuation lifts to \$1.10/sh.

Investment view – Buy, Target price \$0.70/sh

FEX has outlined a clear pathway to incrementally grow iron ore production to 10Mtpa at significantly lower unit costs, leveraging its integrated logistics network to underpin cash flows and fund its substantial organic growth outlook. FEX holds the largest storage position at the strategic and fast-growing Geraldton Port.

Earnings Forecast

Year ending 30 June	2025a	2026e	2027e	2028e
Sales (A\$m)	319	621	656	701
EBITDA (A\$m)	56	148	140	157
NPAT (reported) (A\$m)	5	66	52	60
NPAT (adjusted) (A\$m)	5	66	52	60
EPS (adjusted) (¢ps)	0.7	8.8	7.0	8.1
EPS growth (%)	-85%	1093%	-21%	16%
PER (x)	63.4x	5.3x	6.7x	5.8x
FCF Yield (%)	2%	8%	6%	21%
EV/EBITDA (x)	6.3x	2.4x	2.5x	2.2x
Dividend (¢ps)	1.0	-	-	-
Yield (%)	2%	0%	0%	0%
Franking (%)	100%	-	-	-
ROE (%)	3%	32%	20%	19%

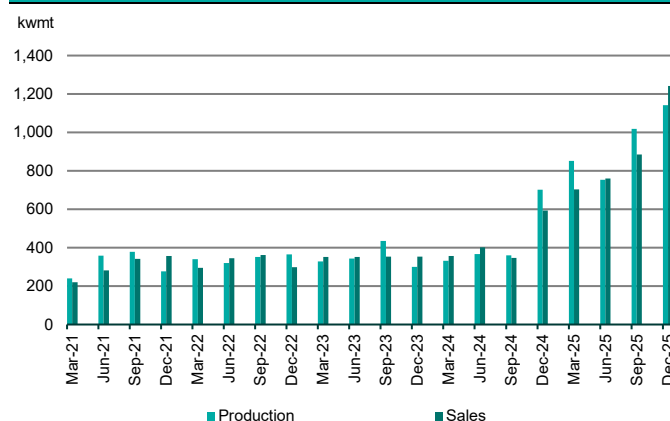
SOURCE: BELL POTTER SECURITIES ESTIMATES

2Q FY26: Printing records & cash

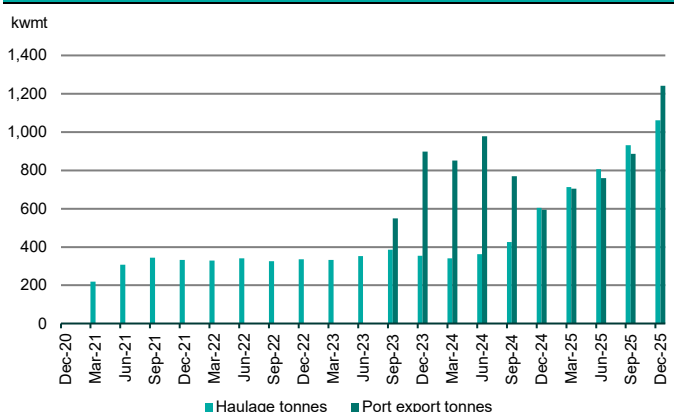
Table 1 - Quarterly summary

	Dec-24 (actual)	Mar-25 (actual)	Jun-25 (actual)	Sep-25 (actual)	Dec-25 (actual)	QoQ	Dec-25 (BP est.)	Actual vs BP est.	1H FY26 (actual)
Group iron ore production kwmt	702	851	753	1,018	1,143	12%	1,102	4%	2,161
Sales by asset									
Iron Ridge kwmt	353	349	296	354	354	0%	378	-6%	709
Shine kwmt	241	355	464	415	476	15%	403	18%	890
Beebyn-W11 kwmt				117	412	253%	321	28%	528
Group sales kwmt	594	704	760	885	1,241	40%	1,102	13%	2,127
Realised pricing & unit costs									
Platts 62% CFR US\$/dmt	103	104	98	102	106	4%	105	1%	104
Group average realised CFR price US\$/dmt	95	95	87	97	97	0%	102	-5%	97
Group average realised CFR price A\$/dmt	146	151	135	148	147	0%	155	-5%	147
Average premium / (discount)	-8%	-9%	-11%	-5%	-9%	64%	-3%	na	-7%
Group C1 cash cost (FOB) A\$/wmt	80	74	60	76	75	-1%	71	5%	75
Haulage									
Total tonnes hauled kwmt	604	712	806	932	1,062	14%	1,102	-4%	1,994
Port services									
Total shipments kwmt	594	704	760	885	1,241	40%	1,102	13%	2,126
Cash balance A\$m	57	55	57	58	79	37%			

SOURCE: COMPANY DATA AND BELL POTTER SECURITIES ESTIMATES

Figure 1 – Iron ore production & sales (quarterly)


SOURCE: COMPANY DATA AND BELL POTTER SECURITIES ESTIMATES

Figure 2 – Haulage & port shipments total (quarterly)


SOURCE: COMPANY DATA AND BELL POTTER SECURITIES ESTIMATES

Key observations from the quarterly

Financials & balance sheet: Quarterly operating cash flow \$43m; cash build \$21m.

- **Balance sheet:** At 31 December 2025, FEX had cash of \$79m (30-Sep-25 \$58m). At a high level, we estimate debt (including leases) of around \$81m, for net debt (including leases) of ~\$2m.
- **Cash flow:** Operating cash flow was \$43m. Key quarterly cash flows include: -\$5.7m capex; and -\$7.6m debt repayments.
- **Hedging:** Expanded hedge position.
 - FEX's iron ore hedging comprises cash-settled swap contracts at a fixed price referencing the monthly average Platts iron ore benchmark Index (converted into AUD). Currently, its hedge book covers 1,320kt hedged at average A\$151.27/t through to June 2027.

- Currency hedging provides FEX the right but not obligation to convert US\$ into A\$ at the exercise price. FEX's current FX hedge book covers US\$105M in AUD call options hedged through to June 2027.

FY26 revised guidance (December 2025) reiterated:

Table 2 - Guidance				
	FY26 revised guidance (Dec-25)	1H FY26 actual	2H FY26 implied	FY26 BP est.
Iron ore sales Mt	4.2 - 4.8	2.1	2.1 - 2.7	4.6
C1 cash cost A\$/wmt	70 - 80	75	65 - 84	74

SOURCE: COMPANY DATA AND BELL POTTER SECURITIES ESTIMATES

Operational summaries: Quarterly sales record; W-11 in steady-state.

- **Iron Ridge:** Consistent performance; six shipments.
- **Shine:** Higher production QoQ; eight shipments.
- **Beebyn-W11:** Reached steady state production; seven shipments.
- **Haulage and port:** Operated efficiently with tonnages up 14% and 40% QoQ, respectively.
- **Group C1 cash costs:** Steady QoQ.

FEX's freight rate increased 9% QoQ (to US\$18.1/dmt) with strong demand for Panamax vessels from the coal and grain sectors. The company noted that freight rates have since eased and expect to normalise lower in the current quarter. Freight is reflected in the company's CFR costs, which are not disclosed in its quarterly reports.

- **Average realised price:** A larger discount than the prior quarter with increased sales at the lower grade Shine mine and a higher fines-to-lump ratio across all mines.

Other: Athena progresses the Byro Magnetite project.

- **Athena Resources (AHN, not covered, 37% FEX):** FEX holds a 37% equity interest in AHN, who are progressing the Byro Magnetite Project in Western Australia's mid-west region. During the quarter, AHN upgraded the Mineral Resource Estimate at its Byro Magnetite Project in Mid-West Western Australia to 76Mt at 26% Fe, a 160% increase on the November 2025 estimate.

Changes to estimates & valuation

We have incorporated the 2Q FY26 production report.

We have applied a 40% risk discount to our Weld Range valuation to account for its pre-DFS stage of assessment. Our undiscounted FEX valuation lifts to \$1.10/sh.

Table 3 - Changes to earnings estimates

Year ending 30 June	Previous			New			Change		
	FY26e	FY27e	FY28e	FY26e	FY27e	FY28e	FY26e	FY27e	FY28e
Benchmark coal prices									
Iron ore 62% Fe index CFR China US\$/t	102	95	93	102	95	93	0%	0%	0%
WA to China freight (panamax) US\$/t	16	15	15	17	15	15	3%	0%	0%
AUD/USD	0.66	0.68	0.70	0.66	0.68	0.70	0%	0%	0%
Volumes									
Iron ore sales (Mwmt)	4.4	5.1	5.8	4.6	5.1	5.8	3%	0%	0%
Haulage tonnes (Mwmt)	4.5	5.1	5.8	4.4	5.1	5.8	-1%	0%	0%
Port throughput (Mwmt)	4.4	5.1	5.8	4.6	5.1	5.8	3%	0%	0%
Financials									
Revenue (A\$m)	615	656	702	621	656	701	1%	0%	0%
EBITDA (A\$m)	154	130	141	148	140	157	-4%	8%	11%
NPAT (reported) (A\$m)	75	53	58	66	52	60	-12%	-2%	4%
NPAT (adjusted) (A\$m)	75	53	58	66	52	60	-12%	-2%	4%
EPS (adjusted) (¢ps)	10.1	7.2	7.8	8.8	7.0	8.1	-12%	-2%	4%
Dividend (¢ps)	-	-	-	-	-	-	na	na	na
Valuation (\$/sh)	0.69			0.73			6%		

SOURCE: COMPANY DATA, FASTMARKETS, AND BELL POTTER SECURITIES ESTIMATES

Iron ore price scenarios: Sensitivity & spot leverage

FEX sells several grades of iron ore from its operations in the Mid-West Region of Western Australia. As such, the following sensitivity and break-even analysis can only provide a rough guide to earnings outcomes. The analysis references benchmark 62% Fe index price from which we calculate FEX's realised prices.

Note: Under each scenario, iron ore prices are flexed over the forecast period before returning to our long run estimates in FY29. Under spot, the currency estimates are flat across the forecast period, before returning to our long-run currency outlook in FY29.

Table 4 – Iron ore sensitivity & spot price leverage

	62% Fe Index			EBITDA A\$m			EPS Acps			FCF A\$m			Val'n A\$/sh
	FY26	FY27	FY28	FY26	FY27	FY28	FY26	FY27	FY28	FY26	FY27	FY28	
-5%	98	80	79	132	81	73	7.4	1.4	0.0	14	-22	10	0.64
-10%	99	85	84	137	104	103	7.9	3.6	2.9	19	-5	32	0.67
-15%	100	90	89	143	123	130	8.4	5.4	5.5	24	9	53	0.70
Base	102	95	93	148	140	157	8.8	7.0	8.1	30	22	73	0.73
+5%	103	99	98	153	159	185	9.3	8.9	10.7	35	36	94	0.76
+10%	104	104	103	153	178	212	9.3	10.7	13.4	36	51	115	0.78
+15%	105	109	107	157	197	240	9.7	12.5	16.0	40	65	135	0.81
Spot	103	105	105	151	182	243	9.2	11.1	16.3	33	57	139	0.80

SOURCE: COMPANY DATA AND BELL POTTER SECURITIES ESTIMATES

Table 5 – Iron ore price sensitivity & spot price leverage

	62% Fe Index			EV/ EBITDA x			PE x			FCF yield %			Val'n vs share
	FY26	FY27	FY28	FY26	FY27	FY28	FY26	FY27	FY28	FY26	FY27	FY28	Price %
-5%	98	80	79	2.7	4.4	4.9	6.4	33.4	1,064.5	4%	-6%	3%	35%
-10%	99	85	84	2.6	3.4	3.5	6.0	13.3	16.3	5%	-2%	9%	41%
-15%	100	90	89	2.5	2.9	2.7	5.7	8.8	8.6	7%	3%	15%	47%
Base	102	95	93	2.4	2.5	2.3	5.4	6.8	5.8	8%	6%	21%	54%
+5%	103	99	98	2.3	2.2	1.9	5.1	5.4	4.4	10%	10%	27%	60%
+10%	104	104	103	2.3	2.0	1.7	5.1	4.4	3.6	10%	14%	32%	64%
+15%	105	109	107	2.3	1.8	1.5	4.9	3.8	3.0	11%	18%	38%	71%
Spot	103	105	105	2.4	2.0	1.5	5.2	4.3	2.9	9%	16%	39%	68%

SOURCE: COMPANY DATA AND BELL POTTER SECURITIES ESTIMATES

Fenix Resources summary

Table 6 - Production outlook

Year	Operations	Production
FY25 (actual)	Iron Ridge, Shine	2.4Mt
FY26 (guidance)	Iron Ridge, Shine, Beebyn-W11	4.2-4.8Mt at C1 cost A\$70-80/wmt FOB
FY27 (FEX forecast)	Iron Ridge, Shine, Beebyn Hub (W11 & W10)	4.7-5.3Mt
FY28 (FEX forecast)	Beebyn Hub (W11 & W10)	5.4-6.0Mt
FY29 (Scoping Study)	Beebyn Hub (W11 & W10)	6Mt
FY30 (Scoping Study)	Beebyn & Madoonga hubs	8Mt
FY31 - FY42 (Scoping Study)	Beebyn & Madoonga hubs	10Mtpa at average C1 cost A\$55/wmt FOB

SOURCE: COMPANY DATA AND BELL POTTER SECURITIES ESTIMATES

Table 7 – Logistics business
Newhaul Road Logistics

- State of the art trucking fleet (+70 x 200 tonne quad road trains)
- Fully equipped state of the art Geraldton Port depot
- Ruvidini inland port and rail siding; and the Perenjori rail siding.

Newhaul Port Logistics

- Sheds 4, 5, and 13 at Geraldton Port, catering for ~440kt bulk commodity storage and around 10Mtpa bulk-commodity throughput
- Fully owned truck unloader and connection to the Mid-West Port Authority's rail unloader and ship-loader.

SOURCE: COMPANY DATA AND BELL POTTER SECURITIES ESTIMATES

Table 8 - Balance sheet summary

Share price	\$0.47
Shares on issue	745m
Options in the money & rights	109m
Diluted market cap	\$401m
Cash (31-Dec-25)	\$79m
Debt inc. leases (31-Dec-25 BP est.)	\$81m
Net debt / (cash) inc. leases	\$2m
Cash from options in the money	\$6m
Enterprise value (diluted)	\$398m

SOURCE: COMPANY DATA AND BELL POTTER SECURITIES ESTIMATES

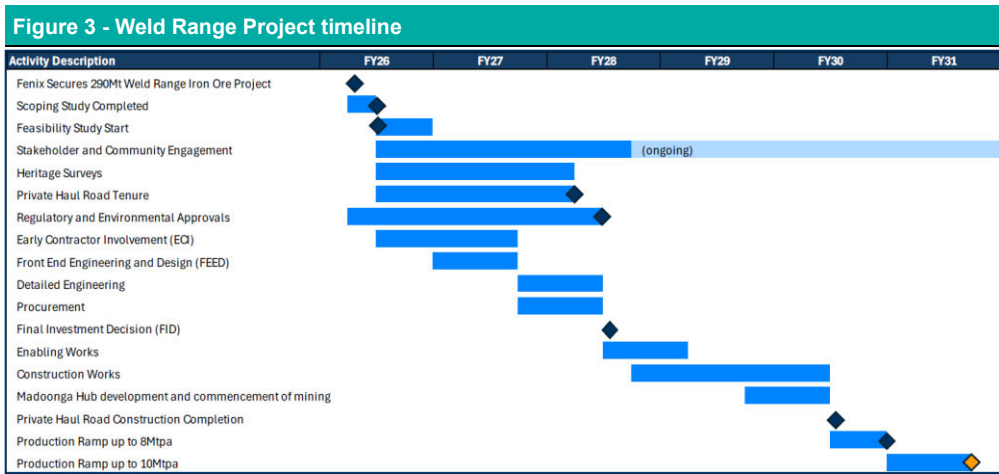
Look out for...

- **290Mt Weld Range Project:** Results of a Definitive Feasibility Study are expected in the current half, following the December 2025 [Scoping Study](#) outlining a 10Mtpa production expansion.
- **Cost reduction initiatives:** FEX is pursuing several initiatives aimed at reducing its overall cost base, including mining fleet optimisation; autonomous haulage (trial planned for Q1 CY27); and port optimisation opportunities.
- **Third-party logistics contract awards:** We expect intermittent announcements regarding the award of new third party haulage and/or port services contracts with Mid-West customers. Our earnings forecasts and valuation do not factor in unannounced contracts.
- **Inorganic growth opportunities:** We expect FEX will pursue further inorganic growth opportunities throughout Western Australia.

Weld Range Scoping Study: Average annual EBITDA \$235m

Table 9 – December 2025 Weld Range Scoping Study		
Item	Unit	Base case
Discount rate		10%
Valuation date		1-Jul-28
Evaluation period		From FY29
Financials		
Development capital expenditure	A\$m	521 (inc. 16% contingency)
C1 cash cost (average)	A\$/wmt	55.40
All-in breakeven price	US\$/dmt	~67.00
Annual EBITDA (average)	A\$m	235
Pre-tax NPV10	A\$m	1,184
AUDUSD	AUD:USD	0.65
Pre-tax IRR	%	60
Pre-tax payback period	Years	2.6
Iron ore fines - 61% Fe CFR	US\$/dmt	85.00
Average realised CFR price	US\$/wmt	75.20
Freight rate	US\$/wmt	11.30
Sustaining capital	A\$m	144
Pre-tax free cash flow	A\$m	2,516
Physicals		
Initial mine life	Years	14
Strip ratio (LOM)	x	2.5
Annual production (average)	Mtpa wet	10

SOURCE: COMPANY DATA AND BELL POTTER SECURITIES ESTIMATES



SOURCE: COMPANY DATA

Fenix Resources (FEX)

Company description

Fenix Resources is unlocking stranded mining assets across the Mid-West region of Western Australia, through three wholly owned business pillars: (1) Iron ore mining (Westmine); (2) bulk commodity haulage (Newhaul Road Logistics); and (3) port services (Newhaul Port Logistics). A December 2025 Scoping Study outlined production growth to 10Mtpa at significantly lower C1 costs of A\$55/wmt by FY31 through its Weld Range Project, in partnership with Sinosteel Midwest Corporation. FEX's existing operations include: Iron Ridge (100% FEX), Beebyn-W11 (10Mt Right to Mine agreement), and Shine (100% FEX) mining operations. FEX's logistics streams provision bulk commodity haulage and port services for in-house and third-party customers. The group controls the largest storage and throughput position (440kt and over 8Mtpa, respectively) at the strategic and fast growing Geraldton Port.

Investment view – Buy, Target price \$0.70/sh

FEX has outlined a clear pathway to incrementally grow iron ore production to 10Mtpa at significantly lower unit costs, leveraging its integrated logistics network to underpin cash flows and fund its substantial organic growth outlook. FEX holds the largest storage position at the strategic and fast-growing Geraldton Port.

Valuation: Risked, sum of the parts

Our valuation is based on:

- Discounted cash flow models of Iron Ridge, Shine, and Beebyn-W11 (NPV 8%, real);
- A heavily risked development scenario based on our assumptions of the December 2025 Scoping Study for the Weld Range Project;
- Discounted cash flow models of Newhaul Road Logistics and Newhaul Port Logistics (NPV 8%, real); and
- An allowance for FEX's corporate overhead expenses.

Investment risks

Risks

Risks to resources sector equities include, but are not limited to:

- **Commodity price and exchange rate fluctuations.** The future earnings and valuations of exploration, development and operating resources companies are subject to fluctuations in underlying commodity prices and foreign currency exchange rates.
- **Infrastructure access.** Bulk commodity producers are particularly reliant upon access to transport infrastructure. Access to infrastructure is often subject to contractual agreements, permits, and capacity allocations. Agreements are typically long-term in nature (+10 years). Infrastructure can be subject to outages as a result of weather events or the actions of third party providers.
- **Operating and capital cost fluctuations.** Markets for exploration, development and mining inputs can fluctuate widely and cause significant differences between planned and actual operating and capital costs. Key operating costs are linked to energy and labour markets.
- **Resource growth and mine life extensions.** Future earnings forecasts and valuations may rely upon resource and reserve growth to extend mine lives.
- **Sovereign risks.** Mining companies' assets can be located in countries other than Australia and are subject to the sovereign risks of that country.
- **Regulatory changes risks.** Changes to the regulation of infrastructure and taxation (among other things) can impact the earnings and valuation of mining companies.
- **Environmental risks.** Resources companies are exposed to risks associated with environmental degradation as a result of their exploration and mining processes. Fossil fuel producers (coal) may be particularly exposed to the environmental risks of end markets including the electricity generation and steel production industries.
- **Operating and development risks.** Mining companies' assets are subject to risks associated with their operation and development. Risks for each company can be heightened depending on method of operation (e.g. underground versus open pit mining) or whether it is a single operation company. Development assets can be subject to approvals timelines or weather events, causing delays to commissioning and commercial production.
- **Occupational health and safety risks.** Mining companies are particularly exposed to OH&S risks given the physical nature and human resource intensity of operating assets.
- **Funding and capital management risks.** Funding and capital management risks can include access to debt and equity finance, maintaining covenants on debt finance, managing dividend payments, and managing debt repayments.
- **Merger/acquisition risks.** Risks associated with value transferred during merger and acquisition activity.

Table 10 - Financial summary

Date	22/01/26					Bell Potter Securities	
Price	A\$/sh	0.47					James Williamson (jwilliamson@bellpotter.com.au, +61 3 9235 1692)
Target Price	A\$/sh	0.70					
PROFIT AND LOSS							
Year ending 30 June	Unit	2024a	2025a	2026e	2027e	2028e	
Revenue	\$m	265	319	621	656	701	
Expenses	\$m	(192)	(262)	(473)	(516)	(543)	
EBITDA	\$m	73	56	148	140	157	
Depreciation & amortisation	\$m	(24)	(45)	(50)	(61)	(67)	
EBIT	\$m	49	11	97	78	90	
Net interest expense	\$m	(0)	(3)	(4)	(4)	(4)	
Profit before tax	\$m	49	8	94	74	86	
Tax expense	\$m	(15)	(3)	(28)	(22)	(26)	
NPAT (reported)	\$m	34	5	66	52	60	
NPAT (adjusted)	\$m	34	5	66	52	60	
FINANCIAL RATIOS							
Year ending 30 June	Unit	2024a	2025a	2026e	2027e	2028e	
VALUATION							
EPS (adjusted)	Ac/sh	4.9	0.7	8.8	7.0	8.1	
EPS growth (Acps)	%	-5%	-85%	1093%	-21%	16%	
PER	x	9.7x	63.4x	5.3x	6.7x	5.8x	
DPS	Ac/sh	-	1.0	-	-	-	
Franking	%	-	100%	-	-	-	
Yield	%	0.0%	2.1%	0.0%	0.0%	0.0%	
FCF/share	Ac/sh	4.3	1.1	4.0	3.0	9.9	
FCF yield	%	9%	2%	8%	6%	21%	
EV/EBITDA	x	4.8x	6.3x	2.4x	2.5x	2.2x	
LIQUIDITY & LEVERAGE							
Net debt / (cash)	\$m	(42)	17	(5)	(27)	(100)	
Net debt / Equity	%	-49%	18%	-5%	-29%	-107%	
Net debt / Net debt + Equity	%	-96%	15%	-6%	-40%	1596%	
Net debt / EBITDA	x	-0.6x	0.3x	0.0x	-0.2x	-0.6x	
EBITDA / net int expense	x	290.3x	19.3x	39.8x	34.0x	36.4x	
PROFITABILITY RATIOS							
EBITDA margin	%	28%	18%	24%	21%	22%	
EBIT margin	%	18%	4%	16%	12%	13%	
Return on assets	%	15%	2%	16%	11%	11%	
Return on equity	%	23%	3%	32%	20%	19%	
ASSUMPTIONS - PRICES							
Year ending 30 June	Unit	2024a	2025a	2026e	2027e	2028e	
Iron ore 62% Fe index CFR China	US\$/dmt	119	101	102	95	93	
WA to China freight	US\$/t	18.15	17.25	16.70	15.00	15.00	
AUD/USD	US\$/A\$	0.66	0.65	0.66	0.68	0.70	
SALES & UNIT COSTS							
Year ending 30 June	Unit	2024a	2025a	2026e	2027e	2028e	
Total iron ore sales	Mwmt	1.5	2.4	4.6	5.1	5.8	
Average realised price	US\$/dt CFR	125	99	95	92	89	
Average premium / (discount) to 62% index	%	5%	-1%	-6%	-3%	-4%	
C1 cash cost	US\$/wt FOB	51	47	48	49	49	
AISC	US\$/wt CFR	81	76	73	73	71	
Average realised price	A\$/dt CFR	191	145	145	136	128	
C1 cash cost	A\$/wt FOB	78	73	74	72	71	
AISC	A\$/wt CFR	124	117	111	108	101	
Road Logistics - Tonnes hauled	Mwmt	1.5	2.5	4.4	5.1	5.8	
Port Services - Port throughput	Mwmt	3.3	2.8	4.6	5.1	5.8	
VALUATION							
Valuation period							
NPV 8% real		A\$m	A\$/sh				
Iron ore operations (includes Weld Range risked 40%)		498	0.65				
Logistics		132	0.17				
Total value of operating assets		630	0.82				
Corporate & admin		(68)	(0.09)				
Enterprise value		563	0.73				
Net debt / (cash)		4	(0.01)				
Equity value		559	0.73				
BALANCE SHEET							
Year ending 30 June	Unit	2024a	2025a	2026e	2027e	2028e	
ASSETS							
Cash	\$m	77	57	89	125	212	
Receivables	\$m	22	8	26	27	35	
Inventories	\$m	7	43	43	43	43	
Capital assets	\$m	128	222	288	281	260	
Other assets	\$m	32	34	34	35	36	
Total assets	\$m	267	364	480	511	585	
LIABILITIES							
Creditors	\$m	31	81	77	65	81	
Borrowings	\$m	35	74	84	98	112	
Other liabilities	\$m	35	32	84	60	45	
Total liabilities	\$m	100	187	244	223	237	
Share capital	\$m	86	94	94	94	94	
Reserves	\$m	4	4	4	4	4	
Retained earnings	\$m	76	79	138	190	250	
Non-controlling interest	\$m	-	-	-	-	-	
SHAREHOLDER EQUITY	\$m	166	178	236	288	348	
Weighted average shares	m	691	728	741	741	741	

SOURCE: BELL POTTER SECURITIES ESTIMATES

Recommendation structure

Buy: Expect >15% total return on a 12 month view. For stocks regarded as 'Speculative' a return of >30% is expected.

Hold: Expect total return between -5% and 15% on a 12 month view

Sell: Expect <-5% total return on a 12 month view

Speculative Investments are either start-up enterprises with nil or only prospective operations or recently commenced operations with only forecast cash flows, or companies that have commenced operations or have been in operation for some time but have only forecast cash flows and/or a stressed balance sheet.

Such investments may carry an exceptionally high level of capital risk and volatility of returns.

Research Team

Staff Member	Title/Sector	Phone	@bellpotter.com.au
Chris Savage	Head of Research/Industrials	612 8224 2835	csavage
Rob Crookston	Head of Strategy	612 8224 2813	rcrookston
Paul Basha	Strategy	612 8224 2862	pbasha
Kion Sapountzis	Strategy	613 9235 1824	ksapountzis
Analysts			
John Hester	Healthcare	612 8224 2871	jhester
Martyn Jacobs	Healthcare	613 9235 1683	mjacobs
Thomas Wakim	Healthcare	612 8224 2815	twakim
Michael Ardrey	Industrials	613 9256 8782	mardney
Leo Armati	Industrials	612 8224 2846	larmati
Marcus Barnard	Industrials	618 9326 7673	mbarnard
Joseph House	Industrials	613 9325 1624	jhouse
Baxter Kirk	Industrials	613 9235 1625	bkirk
Hayden Nicholson	Industrials	613 9235 1757	hnicholson
Chami Ratnapala	Industrials	612 8224 2845	cratnapala
Jonathan Snape	Industrials	613 9235 1601	jsnape
Ritesh Varma	Industrials	613 9235 1658	rvarma
Connor Eldridge	Real Estate	612 8224 2893	celdridge
Andy MacFarlane	Real Estate	612 8224 2843	amacfarlane
Regan Burrows	Resources	618 9236 7677	rburrows
David Coates	Resources	612 8224 2887	dcoates
Stuart Howe	Resources	613 9325 1856	showe
Todd Lewis	Resources	618 9326 7672	tlewis
James Williamson	Resources	613 9235 1692	jwilliamson
Associates			
Brenton Anderson	Associate Analyst	613 9235 1807	banderson
Andrew Ho	Associate Analyst	613 9235 1953	aho
Evelyn Murdoch	Associate Analyst	612 8224 2849	emurdoch

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Bell Potter Securities Limited

ABN 25 006 390 772
Level 29, 101 Collins Street
Melbourne, Victoria, 3000
Telephone +61 3 9256 8700
www.bellpotter.com.au

Bell Potter Securities (HK) Limited

Room 1601, 16/F
Prosperity Tower, 39 Queens
Road Central, Hong Kong, 0000
Telephone +852 3750 8400

Bell Potter Securities (US) LLC

Floor 39
444 Madison Avenue, New York
NY 10022, U.S.A
Telephone +1 917 819 1410

Bell Potter Securities (UK) Limited

16 Berkeley Street London, England
W1J 8DZ, United Kingdom
Telephone +44 7734 2929