

Analyst

David Coates 612 8224 2887

Authorisation

Stuart Howe 613 9235 1856

Nickel Industries Ltd (NIC)

Waiting game

Recommendation
Buy (unchanged)

Price
\$0.72
Target (12 months)
\$1.20 (previously \$1.35)

Sector
Materials
Expected Return

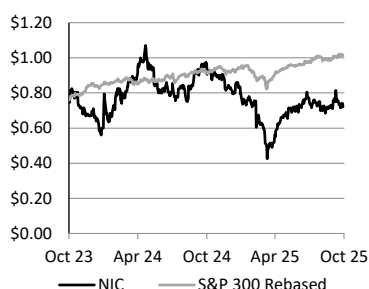
Capital growth	67%
Dividend yield	0%
Total expected return	67%

Company Data & Ratios

Enterprise value	\$4,472m
Market cap	\$3,126m
Issued capital	4,341m
Free float	55%
Avg. daily val. (52wk)	\$7.0m
12 month price range	\$0.42-\$0.995

Price Performance

	(1m)	(3m)	(12m)
Price (A\$)	0.72	0.79	0.97
Absolute (%)	0.7	-8.3	-25.4
Rel market (%)	-2.1	-11.6	-35.3

Absolute Price


SOURCE: IRESS

September 2025 quarterly report

NIC produced 31,148t contained Ni in NPI (BP_e 31,800t), at cash costs 14% below our forecast at US\$9,846/t (BP_e US\$11,448/t) and 5% lower qoq. Operations benefitted from lower power and maintenance costs. Attributable production from the HNC HPAL plant was 2,166t of MHP (BP_e 2,021t) and continues to operate above nameplate capacity. Costs were US\$7,610/t and remained below our US\$8,100/t forecast. The Hengjaya Mine (HM) achieved record ore sales of 3.1Mt (vs BP_e 3.35Mt sales) despite the delay to the issuance of an increased ore sales permit (RKAB) which resulted in sales being suspended prior to quarter end. NIC ended the quarter with cash and equivalents of US\$986.9m (from US\$145.3m qoq), following the issue of US\$800m unsecured notes. US\$550m in debt repayments were made post quarter-end.

Permit delays re-emerge

This was a positive production performance for the quarter. Production and costs at the RKEF and HPAL operations all improved qoq and delivered EBITDA growth. Overshadowing a successful mining ramp-up however was the delay of a key sales permit at the HM. While expectations remain that it will be issued imminently, the worst case is that mining operations remain on standby until end CY25, when the existing annual sales volume resets. NIC currently has good balance sheet flexibility and 2Mt of stockpiled ore awaiting sale, but the re-emergence of permitting risk in Indonesia will reinforce some views in the market that higher risk premia should be applied.

Investment thesis – Buy, TP\$1.20/sh (from Buy,TP\$1.35/sh)

EPS changes in this report are: CY25: -70%; CY26: -89%; CY27: -17%, primarily on cuts to our nickel price forecast. Our NPV-based valuation is lowered 11% to \$1.20/sh. NIC is one of the world's largest listed nickel producers and offers exposure across a range of nickel products and markets. It continues to make money through low nickel prices, benefitting from its upstream and downstream operations, diversified risk and margin exposure across an integrated value chain. We retain our Buy recommendation.

Earnings Forecast

Year ending 31 December	2024a	2025e	2026e	2027e
Sales (US\$m)	1,744	1,615	2,519	3,742
EBITDA (US\$m)	297	289	438	1,102
Attributable NPAT (reported) (US\$m)	(169)	28	56	471
Attributable NPAT (reported) (A\$m)	(256)	43	84	683
EPS (adjusted) (A¢ps)	2.4	1.0	2.0	15.9
EPS growth (%)	-211%	nm	95%	712%
PER (x)	nm	71.8	36.7	4.5
FCF Yield (%)	0%	7%	1%	40%
EV/EBITDA (x)	9.9	10.1	6.7	2.7
Dividend (A¢ps)	4.0	-	-	8.0
Yield (%)	5.6%	0.0%	0.0%	11.1%
Franking (%)	0%	0%	0%	0%
ROE (%)	-8%	2%	6%	33%

SOURCE: BELL POTTER SECURITIES ESTIMATES

Waiting game

September 2025 quarterly report

NIC released its September 2025 quarter report, announcing production and costs from its Rotary Kiln Electric Furnace (RKEF) operations, producing Nickel Pig Iron (NPI); its Hengjaya Mine (HM), producing laterite nickel ore and its 10% interest in the Huayue Nickel Cobalt (HNC) HPAL (High Pressure Acid Leach) project which is currently producing ~80ktpa nickel in Mixed Hydroxide Precipitate (MHP, 100% basis). All assets are in Indonesia.

Production

NIC produced 31,148t contained Ni in NPI (BP_e 31,800t), with 24,918t attributable (BP_e 25,440t). Cash costs were 14% below our forecast at US\$9,846/t (BP_e US\$11,448/t) and 5% lower qoq on lower power and maintenance costs. Attributable production from the HNC HPAL plant was 2,166t of MHP (BP_e 2,021t) and continues to operate above nameplate production. Costs for the HPAL operations were US\$7,610/t, remained below our US\$8,100/t forecast and continued to demonstrate the higher margins of these assets. The HM achieved matched record ore mining volumes of 5.9Mt qoq and achieved record ore sales of 3.1Mt (vs BP_e 3.35Mt sales). Disappointingly, the delay to the issuance of an increased ore sales permit (RKAB) resulted in sales being suspended prior to quarter end. While the permit is expected imminently, it remains an overhang and could have a material impact on the balance of CY25.

This was a positive production performance for the quarter. Production and costs at the RKEF and HPAL operations all improved qoq and were ahead of our forecasts. RKEF sales prices were flat qoq and MHP prices improved on higher payabilities and higher cobalt credits, which are emerging as an opportunity for NIC, particularly with the ENC project commissioning in early CY26. Ore mining and sales from the HM were on track for fresh records until operations were placed on standby, pending the RKAB permit.

EBITDA, costs and sales

NIC reported consolidated quarterly EBITDA of US\$86.6m (vs US\$85.9m qoq), comprising US\$40.5m (US\$33.7m qoq) from RKEF operations, US\$32.8m (US\$41.4m qoq) from the Hengjaya Mine and US\$13.1m (US\$10.8m qoq) from the ENC HPAL plant.

Key metrics from the September 2025 quarter are summarised below:

Table 1 - NIC quarterly production summary

	Sep-24 Actual	Dec-24 Actual	Mar-25 Actual	Jun-25 Actual	Sep-25 Actual	Sep-25 BP est.	Variance qoq %	Variance vs BP _e %
RKEF nickel production								
Contained nickel (t)	30,663	32,785	31,793	30,463	31,148	31,800	2%	-2%
Contained nickel (t, attributable)	24,530	26,228	25,434	24,370	24,918	25,440	2%	-2%
Cash Cost (US\$/t Ni)	\$10,882	\$10,576	\$9,896	\$10,348	\$9,846	\$11,448	-5%	-14%
HPAL nickel production								
Contained nickel (t, attributable)	2,125	2,099	2,118	2,075	2,166	2,021	4%	7%
Cash Cost (US\$/t Ni)	9,000	\$7,311	\$7,197	\$7,881	\$7,610	\$8,100	-3%	-6%
Hengjaya Mine								
Ore sales (t)	2,971,415	2,798,530	2,840,966	3,021,678	3,094,230	3,350,000	2%	-8%
Mine OPEX (US\$/t)	\$23.00	\$17.50	\$11.70	\$12.50	\$14.60	\$13.00	17%	12%
Avg price received (US\$/t)	\$31.93	\$30.50	\$22.60	\$26.20	\$25.20	\$23.00	-4%	10%

SOURCE: COMPANY DATA AND BELL POTTER SECURITIES ESTIMATES

NIC ended the quarter with cash and equivalents of US\$986.9m (from US\$145.3m qoq). This followed the issue of US\$800m 5-year bullet senior unsecured notes at a coupon of 9%. Post quarter-end, NIC repaid US\$400m of senior unsecured notes and US\$150m of

amortising bank loans. The refinancing extended NIC's debt maturities, reduced interest costs and removes US\$88m in annual note amortisation and US\$31m in annual loan amortisation, providing increased balance sheet flexibility.

Changes to our forecasts

Beyond updating for the September quarter 2025 production and cost report, we make the following changes to our modelled assumptions:

- Update for NIC's latest debt repayment and amortisation schedule;
- Lower our December quarter production forecast for the HM and increase our cost forecast, reflecting potential standby costs and higher unit costs reported by NIC for the end of the September quarter;
- Lower our attributable HPAL nickel production forecast, reflecting the deferral during the quarter of ENC acquisition payments to 2HCY26;
- Update for our latest nickel price forecasts, which include cuts of 11% and 17% to our CY25 and CY26 prices; and
- Update for NIC's latest net cash position and capital structure and roll our model forward.

The net impacts of these changes are summarised in the table below:

Table 2 - Changes to our CY forecasts

Year end 31 December	Previous			New			Change		
	Dec-25	Dec-26	Dec-27	Dec-25	Dec-26	Dec-27	Dec-25	Dec-26	Dec-27
Prices & currency									
Nickel price (US\$/t)	17,166	20,282	20,944	15,297	16,755	20,393	-11%	-17%	-3%
US\$/A\$	0.63	0.65	0.69	0.65	0.67	0.69	3%	3%	0%
Production & costs									
Ore mined (t)	12,563	14,300	15,200	10,957	13,200	15,200	-13%	-8%	0%
RKEF NPI production (t)	108,920	111,028	112,628	108,543	111,028	112,628	0%	0%	0%
Contained nickel (t)	10,738	11,572	12,105	10,358	11,572	12,105	-4%	0%	0%
Contained nickel (t, attributable)	8,235	46,870	51,600	8,380	35,991	51,600	2%	-23%	0%
Cash costs (US\$/t Ni)	7,874	8,328	8,536	7,754	8,328	8,536	-2%	0%	0%
Earnings & valuation									
Revenue (consolidated, US\$m)	1,772	3,416	3,838	1,615	2,519	3,742	-9%	-26%	-2%
EBITDA (consolidated, US\$m)	411	1,070	1,192	289	438	1,102	-30%	-59%	-8%
EBITDA (attributable, US\$m)	328	771	820	191	319	756	-42%	-59%	-8%
NPAT (consolidated, US\$m)	127	737	880	39	129	754	-69%	-82%	-14%
NPAT (attributable, US\$m)	89	494	570	28	56	471	-69%	-89%	-17%
EPS (reported) (Acps)	3.3	17.7	19.3	1.0	2.0	15.9	-70%	-89%	-17%
PER (x)	16.6	4.3	4.1	71.8	36.7	4.5	55.2	32.4	0.4
EPS growth (%)	nm	437%	9%	nm	95%	712%	nm	-342%	704%
DPS (Acps)	-	8.0	10.0	-	-	8.0	na	-100%	-20%
Yield	5.3%	13.2%	13.2%	0.0%	0.0%	11.1%	-5%	-13%	-2%
NPV (A\$/sh)	1.23	1.36	1.44	1.06	1.21	1.27	-14%	-11%	-11%
Price Target (A\$/sh)		1.35			1.20			-11%	

SOURCE: COMPANY DATA AND BELL POTTER SECURITIES ESTIMATES

EPS changes in this report are: CY25: -70%; CY26: -89%; CY27: -17%. These are driven primarily by the cuts to our nickel price forecasts, with the reduced HM mine production and deferral of ENC ownership increase also contributing. Our valuation is supported by the long-life nature of the assets and ENC's production ramp-up in CY26. Our NPV-based valuation is lowered 11%, to a rounded \$1.20/sh. We retain our Buy recommendation.

Upcoming catalysts

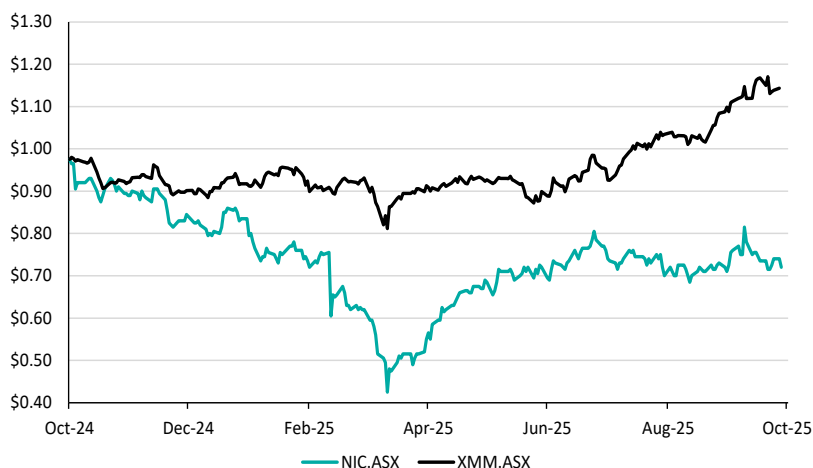
Upcoming catalysts for NIC include:

- Construction updates for the ENC HPAL plant, which is progressing towards commissioning in early CY26;
- Confirmation of receipt of increased ore sales permit (RKAB) required for the Hengjaya Mine to continue its ramp-up of the through CY25;
- Release of NIC's December 2025 quarter production and cost report, expected in late January 2026;
- Update on qualification of potential sales of nickel cathode from the ENC HPAL project to third party customers, diversifying NIC's customer base;
- Payment of the final scheduled investment instalments for the ENC HPAL project of: US\$126.5m in each of July and October 2026, to lift NIC's interest from 44% to 55%; and
- Exploration and development updates on the Sampala and Siduarsi Nickel-Cobalt laterite ore projects.

NIC vs the ASX Metals and Mining Index

Relative performance chart below:

Figure 1 - NIC relative share price performance vs ASX Metals and Mining Index (XMM)



SOURCE: IRESS

Nickel Industries Limited (NIC)

Company description: Fully integrated NPI producer

Nickel Industries Limited (NIC) was formed in 2007 and listed on the ASX in 2018 as Nickel Mines Ltd. Its operations are focused in Indonesia, where it holds an 80% interest four Rotary Kiln Electric Furnace (RKEF) NPI production lines (the two Hengjaya lines and the two Ranger lines), an 80% interest in the Oracle Nickel Project, comprising four new generation RKEF NPI production lines, a 10% interest in the Huayue Nickel Cobalt (HNC) HPAL project and a 55% interest in the Excelsior Nickel Cobalt (ENC) HPAL project which is under construction. All these projects are within the Indonesia Morowali Industrial Park (IMIP), a fully integrated stainless steel production facility in Central Sulawesi, Indonesia and in partnership with Shanghai Decent Investments (SDI) a subsidiary of Tsingshan Group, the world's largest stainless steel producer.

NIC also holds an 80% interest in the Angel Nickel Project, comprising four new generation RKEF NPI production lines currently in production within the Indonesia Weda Bay Industrial Park (IWIP) on Halmahera Island in Indonesia.

NIC also holds an 80% interest in Hengjaya Mine ('HM'), a high-grade, long-life nickel laterite deposit, in close proximity to the IMIP. The HM produces Direct Shipping Ore (DSO), the bulk of which is sold into the IMIP facility.

Investment thesis – Buy, TP\$1.20/sh (from Buy, TP\$1.35/sh)

EPS changes in this report are: CY25: -70%; CY26: -89%; CY27: -17%, primarily on cuts to our nickel price forecast. Our NPV-based valuation is lowered 11% to \$1.20/sh. NIC is one of the world's largest listed nickel producers and offers exposure across a range of nickel products and markets. It continues to make money through low nickel prices, benefitting from its upstream and downstream operations, diversified risk and margin exposure across an integrated value chain. We retain our Buy recommendation.

Valuation: \$1.20/sh

Our 12-month forward NIC valuation incorporates DCF models of its attributable interests in the Hengjaya laterite nickel ore mine (HM), its 80% interests in the Hengjaya Nickel RKEF lines, the Ranger Nickel RKEF lines, Angel Nickel RKEF lines and Oracle Nickel RKEF lines.

We also include an NPV-based valuation for NIC's 10% interest in the HNC HPAL plant and a risk-adjusted NPV-based valuation for the ENC HPAL plant, which is currently under construction and in which NIC will hold a 55% interest.

We also include a notional value for other exploration and development projects, an estimate of corporate overhead costs and NIC's last reported net cash position. Our valuation is calculated on a fully diluted basis.

Resource sector risks

Key risks to our investment case include (but are not limited to):

- **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. Exploration and development companies with no sales revenues are reliant on access to equity markets and debt financing to fund the advancement and development of their projects.
- **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 mine company. Development of mining assets may be subject to receiving permits, approvals timelines or weather events, causing delays to commissioning and commercial production.
- **Pandemic risks:** Mining companies rely on freedom of movement of workforces, functioning transport routes, reliable logistics services including road, rail, aviation and ports in order to maintain operations and get their products to market. They also rely on liquid, functioning markets to sell their products. Measures that could be put in place to combat a pandemic could pose risks to these conditions.
- **Operating and capital cost fluctuations:** The cost and availability of 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 costs as well as access to, and availability of, technical skills, operating equipment and consumables.
- **Commodity price and exchange rate fluctuations:** The future earnings and valuations of exploration, development and producing Resources companies are subject to fluctuations in underlying commodity prices and foreign currency exchange rates.
- **Resource growth and mine life extensions:** The viability of future operations and the earnings forecasts and valuations reliant upon them may depend upon resource and reserve growth to extend mine lives, which is in turn dependent upon exploration success, of which there are no guarantees.
- **Regulatory changes risks:** Changes to the regulation of infrastructure and taxation (among other things) can impact the earnings and valuation of mining companies. NIC's assets are located in Sulawesi, Indonesia, which has in the past implemented regulatory changes related to mining project ownership, fiscal terms and mineral export requirements.
- **Geopolitical risks:** Mining companies' assets are subject to geopolitical risks, arising from events in, and outside, the jurisdictions they operate in.
- **Sovereign risks:** Mining companies' assets are subject to the sovereign risks of the jurisdiction within which they are operating. NIC's assets are in Indonesia, a G20 country with one of the largest economies in SE Asia. Its sovereign debt is rated investment grade by the major ratings agencies.
- **Corporate/M&A risks:** Risks associated with M&A activity including differences between the entity's and the market's perception of value associated with completed transactions. NIC is the junior partner co-investing in production assets with a large, privately owned Chinese company. The strength and cohesiveness of this relationship over the long term has the potential to both add and reduce value to the partnership. A mitigating factor in this respect has been the +20% holding in NIC equity.

Nickel Industries Ltd

as at 28 October 2025

Recommendation

Buy

Price

\$0.72

Target (12 months)

\$1.20

Table 3 - Financial summary

PROFIT AND LOSS							FINANCIAL RATIOS						
Year ending 31 Dec.	Unit	2023a	2024a	2025e	2026e	2027e	Year ending 31 Dec.	Unit	2023a	2024a	2025e	2026e	2027e
Revenue	US\$m	1,880.1	1,744.5	1,614.8	2,518.6	3,742.4	VALUATION						
Expense	US\$m	(1,476.8)	(1,447.6)	(1,325.5)	(2,080.6)	(2,640.0)	Attributable NPAT	US\$m	121.6	(168.6)	27.8	56.3	471.3
EBITDA	US\$m	403.3	296.8	289.3	438.0	1,102.4	Attributable NPAT	A\$m	183.0	(255.6)	43.0	84.1	683.0
Depreciation	US\$m	(111.7)	(128.0)	(120.9)	(171.3)	(187.6)	Reported EPS	US\$/sh	3.6	1.6	0.6	1.3	11.0
EBIT	US\$m	291.7	168.8	168.3	266.7	914.8	Reported EPS	Ac/sh	5.4	(6.0)	1.0	2.0	15.9
Net interest expense	US\$m	(55.6)	(78.5)	(88.7)	(99.8)	(92.5)	Adjusted EPS	Ac/sh	5.4	2.4	1.0	2.0	15.9
Unrealised gains (Impairments)	US\$m	-	(236.6)	-	-	-	EPS growth	%	-37%	-211%	nm	95%	712%
Other	US\$m	(32.8)	(27.2)	(19.3)	(11.3)	(32.2)	PER ¹	x	13.4x	nm	71.8x	36.7x	4.5x
PBT	US\$m	203.3	(173.5)	60.3	155.6	790.1	DPS	Ac/sh	4.5	4.0	-	-	8.0
Tax expense	US\$m	(27.1)	(16.3)	(21.0)	(26.5)	(36.0)	Franking	%	0%	0%	0%	0%	0%
Consolidated profit (loss) for the year	US\$m	176.2	(189.8)	39.2	129.1	754.1	Yield	%	6.3%	5.6%	0.0%	0.0%	11.1%
Non-Controlling Interest	US\$m	54.6	(21.2)	11.5	72.8	282.8	FCF/share	Ac/sh	(40.8)	(0.3)	5.0	0.4	28.7
Attributable NPAT (reported)	US\$m	121.6	(168.6)	27.8	56.3	471.3	FCF yield	%	-57%	0%	7%	1%	40%
NPAT (attributable, underlying)	US\$m	121.6	68.0	27.8	56.3	471.3	P/FCFPS	x	-1.8x	-271.0x	14.5x	193.3x	2.5x
							EV/EBITDA	x	7.3x	9.9x	10.1x	6.7x	2.7x
							EBITDA margin	%	21%	17%	18%	17%	29%
							EBIT margin	%	16%	10%	10%	11%	24%
							Return on assets	%	5%	-5%	1%	3%	16%
							Return on equity	%	9%	-8%	2%	6%	33%
							LIQUIDITY & LEVERAGE						
							Net debt (cash)	\$m	66	832	923	913	301
							ND / E	%	3%	39%	44%	42%	13%
							ND / (ND + E)	%	3%	28%	31%	30%	11%
							Attr. EBITDA / Interest	x	6.2x	3.5x	2.2x	3.2x	8.2x
							ATTRIBUTABLE DATA - NICKEL MINES LTD						
							Year ending 31 Dec.	Unit	2023a	2024a	2025e	2026e	2027e
							Revenues	US\$m	1,661.0	1,580.1	1,529.7	2,161.2	2,922.9
							EBITDA	US\$m	342.5	275.5	191.1	318.9	756.4
							NPAT	US\$m	121.6	(168.6)	27.8	56.3	471.3
							Net distributable cash flow	US\$m	124.1	(64.4)	216.2	(81.3)	459.7
							EV/EBITDA	x	8.7	10.7	15.1	9.4	4.1
							PER	x	13.4	nm	71.8	36.7	4.5
							P/FCF	x	nm	nm	nm	nm	4.7
							ORE RESERVE AND MINERAL RESOURCE						
							Hengjaya Nickel Mine (HM)				Mdmt	% Ni	t Ni
							Mineral Resources						
							Measured				20,000	1.30%	260,000
							Indicated				109,000	1.30%	1,417,000
							Inferred				56,000	1.30%	728,000
							Total				185,000	1.30%	2,405,000
							ASSUMPTIONS - Prices						
							Year ending 31 Dec. (avg)	Unit	2023a	2024a	2025e	2026e	2027e
							Nickel	US\$/lb	\$9.75	\$7.40	\$6.94	\$7.60	\$9.25
							Nickel	US\$/t	\$21,494	\$16,321	\$15,297	\$16,755	\$20,393
							Currency						
							AUD:USD		0.66	0.66	0.65	0.67	0.69
							ASSUMPTIONS - Production & costs						
							Year ending 31 Dec.	Unit	2023a	2024a	2025e	2026e	2027e
							Hengjaya Mine						
							Ore mined	Mwmt	5,756	9,377	10,957	13,200	15,200
							Ore grade	% Ni	1.6%	1.7%	1.8%	1.8%	1.8%
							Nickel in ore	t Ni	52,238	99,060	88,121	129,600	129,600
							Nickel in ore (attributable)	t Ni	41,790	79,248	70,497	103,680	103,680
							RKEF + HPAL ops						
							NPI production	t	970,209	1,046,625	1,060,000	1,060,000	1,064,000
							NPI nickel (attributable)	t Ni	104,240	110,151	108,543	111,028	112,628
							HPAL nickel (attributable)	t Ni	3,233	8,341	8,380	35,991	51,600
							Costs						
							RKEF costs	US\$/t Ni	\$11,503	\$10,248	\$10,358	\$11,572	\$12,105
							HPAL costs	US\$/t Ni	\$10,424	\$9,025	\$7,754	\$8,328	\$8,536
							VALUATION						
							Ordinary shares (m)						4,340.9
							Options in the money (m)						9.2
							Total shares diluted (m)						4,350.2
							Valuation		Current	+12 months	+24 months		
							Sum-of-the-parts	A\$m	AS/sh	A\$m	AS/sh	A\$m	AS/sh
							IMIP RKEF (NPV12)	469.6	0.11	539.0	0.12	629.3	0.14
							ANI RKEF (NPV12)	1,039.0	0.24	1,111.4	0.26	1,209.2	0.28
							ONI RKEF (NPV12)	1,044.4	0.24	1,112.6	0.26	1,196.7	0.28
							Hengjaya Mine (NPV12)	660.7	0.15	695.2	0.16	709.5	0.16
							HNC HPAL (NPV12)	702.4	0.16	724.2	0.17	747.2	0.17
							ENC HPAL (NPV12)	2,601.6	0.60	2,601.6	0.60	2,601.6	0.60
							Other exploration	410.0	0.09	410.0	0.09	410.0	0.09
							Corporate overheads	(991.0)	(0.23)	(1,085.2)	(0.25)	(1,182.8)	(0.27)
							Subtotal (EV)	5,936.7	1.37	6,108.8	1.41	6,320.7	1.46
							Net cash (debt)	(1,346.7)	(0.31)	(832.1)	(0.19)	(776.1)	(0.18)
							Total (undiluted)	4,590.0	1.06	5,276.7	1.22	5,544.6	1.28
							Dilutive effect of options		(0.00)		(0.00)		(0.00)
							Add cash from options	-	-	-	-	-	-
							Total (diluted)	4,590.0	1.06	5,276.7	1.21	5,544.6	1.27
							MAJOR SHAREHOLDERS						
							Shareholder						
							Shanghai Decent (SDI)					21.7%	942.5
							PT United Tractors (conditional placement)					19.7%	857.0
							L1 Capital					6.8%	294.5
							BlackRock Investment Management					5.0%	217.1

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	mardrey
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

Research Coverage & Policies

For Bell Potter Securities' Research Coverage Decision Making Process and Research Independence Policy please refer to our company website: <https://bellpotter.com.au/research-independence-policy/>.

Authoring Research Analyst's Certification

The Authoring Research Analyst is responsible for the content of this Research Report, and, certifies that with respect to each security that the Analyst covered in this Report (1) all the views expressed accurately reflect the Analyst's personal views about those securities and were prepared in an independent manner and (2) no part of the Analyst's compensation was, is or will be, directly or indirectly, related to specific recommendations or views expressed by that Research Analyst in the Research Report.

Research Analyst's Compensation

Research Analyst's compensation is determined by Bell Potter Securities Research Management and Bell Potter Securities' Senior Management and is based upon activities and services intended to benefit the investor clients of Bell Potter Securities Ltd. Compensation is not linked to specific transactions or recommendations. Like all Company employees Research Analysts receive compensation that is impacted by overall Company profitability.

Prices

The Price appearing in the Recommendation panel on page 1 of the Research Report is the Closing Price on the Date of the Research Report (appearing in the top right hand corner of page 1 of the Research Report), unless a before midday (am) time appears below the Date of the Research Report in which case the Price appearing in the Recommendation panel will be the Closing Price on the business day prior to the Date of the Research Report.

Availability

The completion and first dissemination of a Recommendation made within a Research Report are shortly after the close of the Market on the Date of the Research Report, unless a before midday (am) time appears below the Date of the Research Report in which case the Research Report will be completed and first disseminated shortly after that am time.

Dissemination

Bell Potter generally disseminates its Research to the Company's Institutional and Private Clients via both proprietary and non-proprietary electronic distribution platforms. Certain Research may be disseminated only via the Company's proprietary distribution platforms; however such Research will not contain changes to earnings forecasts, target price, investment or risk rating or investment thesis or be otherwise inconsistent with the Author's previously published Research. Certain Research is made available only to institutional investors to satisfy regulatory requirements. Individual Bell Potter Research Analysts may also opt to circulate published Research to one or more Clients by email; such email distribution is discretionary and is done only after the Research has been disseminated. The level and types of service provided by Bell Potter Research Analysts to Clients may vary depending on various factors such as the Client's individual preferences as

to frequency and manner of receiving communications from Analysts, the Client's risk profile and investment focus and perspective (e.g. market-wide, sector specific long term and short term etc.) the size and scope of the overall Client relationship with the Company and legal and regulatory constraints.

Disclaimers

This Research Report is a private communication to Clients and is not intended for public circulation or for the use of any third party, without the prior written approval of Bell Potter Securities Limited.

The Research Report is for informational purposes only and is not intended as an offer or solicitation for the purpose of sale of a security. Any decision to purchase securities mentioned in the Report must take into account existing public information on such security or any registered prospectus.

This is general investment advice only and does not constitute personal advice to any person. Because this Research Report has been prepared without consideration of any specific client's financial situation, particular needs and investment objectives ('relevant personal circumstances'), a Bell Potter Securities Limited Broker (or the financial services licensee, or the representative of such licensee, who has provided you with this report by arrangement with Bell Potter Securities Limited) should be made aware of your relevant personal circumstances and consulted before any investment decision is made on the basis of this Research Report.

While this Research Report is based on information from sources which are considered reliable, Bell Potter Securities Limited has not verified independently the information contained in this document and Bell Potter Securities Limited and its directors, employees and consultants do not represent, warrant or guarantee expressly or impliedly, that the information contained in this Research Report is complete or accurate.

Nor does Bell Potter Securities Limited accept any responsibility for updating any advice, views, opinions or recommendations contained in this Research Report or for correcting any error or omission which may have become apparent after the Research Report has been issued.

Bell Potter Securities Research Department has received assistance from the Company referred to in this Research Report including but not limited to discussions with management of the Company. Bell Potter Securities Policy prohibits Research Analysts sending draft Recommendations, Valuations and Price Targets to subject companies. However, it should be presumed that the Author of the Research Report has had discussions with the subject Company to ensure factual accuracy prior to publication.

All opinions, projections and estimates constitute the judgement of the Author as of the Date of the Research Report and these, plus any other information contained in the Research Report, are subject to change without notice. Prices and availability of financial instruments also are subject to change without notice.

Notwithstanding other departments within Bell Potter Securities Limited advising the subject Company, information obtained in such role is not used in the preparation of the Research Report.

Although Bell Potter Research does not set a predetermined frequency for publication, if the Research Report is a fundamental equity research report it is the intention of Bell Potter Research to provide research coverage of the covered issuers, including in response to news affecting the issuer. For non-fundamental Research Reports, Bell Potter Research may not provide regular updates to the views, recommendations and facts included in the reports.

Notwithstanding that Bell Potter maintains coverage on, makes recommendations concerning or discusses issuers, Bell Potter Research may be periodically restricted from referencing certain Issuers due to legal or policy reasons. Where the component of a published trade idea is subject to a restriction, the trade idea will be removed from any list of open trade ideas included in the Research Report. Upon lifting of the restriction, the trade idea will either be re-instated in the open trade ideas list if the Analyst continues to support it or it will be officially closed.

Bell Potter Research may provide different research products and services to different classes of clients (for example based upon long-term or short term investment horizons) that may lead to differing conclusions or recommendations that could impact the price of a security contrary to the recommendations in the alternative Research Report, provided each is consistent with the rating system for each respective Research Report.

Except in so far as liability under any statute cannot be excluded, Bell Potter Securities Limited and its directors, employees and consultants do not accept any liability (whether arising in contract, in tort or negligence or otherwise) for any error or omission in the document or for any resulting loss or damage (whether direct, indirect, consequential or otherwise) suffered by the recipient of the document or any other person.

In the USA and the UK this Research Report is only for institutional investors. It is not for release, publication or distribution in whole or in part in the two specified countries. In Hong Kong this Research Report is being distributed by Bell Potter Securities (HK) Limited which is licensed and regulated by the Securities and Futures Commission, Hong Kong. In the United States this Research Report is being distributed by Bell Potter Securities (US) LLC which is a registered broker-dealer and member of FINRA. Any person receiving this Research Report from Bell Potter Securities (US) LLC and wishing to transact in any security described herein should do so with Bell Potter Securities (US) LLC.

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