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NICKEL INDUSTRIES LIMITED (NIC)

Ready to rip

RECOMMENDATION (unchanged)

BUY

*See key risks on Page 5.

PRICE

A\$1.005

TARGET (12 MONTHS)

A\$1.450 (prev. A\$1.300)

Expected return

Capital growth	44.3%
Dividend yield	4.0%
Total expected return	48.3%

Sector

Diversified Metals & Mining

Capital structure & trading data

Enterprise value	\$5,580m
Market cap	\$4,364m
Issued capital	4,342m
Free float	55%
Avg. daily val. (52wk)	\$10.4m
12 month price range	A\$0.42-1.06

Price performance

	(1m)	(3m)	(12m)
Price (A\$)	0.94	0.70	0.74
Absolute (%)	7.5	44.6	35.8
Rel market (%)	4.8	37.8	25.0

Share price (A\$/sh) vs. XKO



Source: IRESS

CY25 financial result

NIC has released its CY25 financial result which was in-line with our revenue and EBITDA forecasts, but below our earnings forecast on higher D&A charges, taxes, financing costs and an impairment. Key metrics from the result included: revenue US\$1,649m vs BPe US\$1,601m, EBITDA (underlying): US\$283m vs BPe US\$278m, NPAT (reported, consolidated) US\$41m loss vs BPe US\$31m profit. No dividend was declared, as expected. At end CY25, NIC had net debt of US\$866m, comprising gross debt of US\$1.224b and cash of US\$357m (vs net debt US\$832m at end CY24). During CY24 NIC invested ~US\$35m in CAPEX and acquisitions and distributed US\$17m in dividends.

Exceptional nickel price leverage

While technically a miss at the NPAT line, we view the result as a positive one that continues to demonstrate the fundamental strength and profitability of NIC's vertically integrated business model. Underlying EBITDA of US\$283m equates to a 17% EBITDA margin through one of the toughest nickel price cycles in years. Margins have been maintained through a combination of cost control and production growth. This places NIC in a position of exceptional leverage to the nickel price in the event of its recovery off cyclical lows. The industry has seen the closure or suspension of projects globally, tightening any potential supply response. Recently announced production restrictions by the Indonesian Government have been the catalyst for a rise in the nickel price, which we expect to be a positive price support in CY26. Combined with the commissioning of NIC's new, high margin, ENC HPAL plant (currently underway), we see potential for significant earnings growth and margin expansion for NIC in CY26. We also expect this to be reflected in increased cash flows and a return to dividend distributions as NIC passing its CAPEX peak.

Investment thesis – Buy, TP\$1.45/sh (prev. \$1.30/sh)

EPS changes in this report are: CY26: 9.6cps (from 2.4cps); CY27: +11%; CY28: +29%. 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 on an increased Target Price of \$1.45/sh.

Earnings estimates

Year ending 31 December	2025	2026e	2027e	2028e
Sales (US\$m)	1,649	2,203	2,902	3,082
EBITDA (US\$m)	238	671	966	1,072
Attributable NPAT (reported) (US\$m)	(57)	279	551	652
Attributable NPAT (reported) (A\$m)	(88)	416	798	932
EPS (adjusted) (A¢ps)	(1.8)	9.6	18.4	21.5
EPS growth (%)	nm	nm	92%	17%
PER (x)	nm	10.5	5.5	4.7
FCF Yield (%)	5%	15%	24%	28%
EV/EBITDA (x)	16.6	5.9	4.1	3.7
Dividend (A¢ps)	-	4.0	10.0	11.0
Yield (%)	0.0%	4.0%	10.0%	10.9%
Franking (%)	0%	0%	0%	0%

Source: Bell Potter Securities estimates

Ready to rip

The CY25 financial result demonstrates the underlying resilience of NIC's vertically integrated business model. It has maintained robust EBITDA margins through the low in the nickel price cycle while investing in and substantially expanding its production base.

NIC is now past its growth CAPEX peak and highly leveraged to what we expect to be a rising nickel price. As such it is positioned to deliver aggressive growth in operating and free cash flows, a return to dividend distributions and balance sheet de-leveraging over our forecast period.

CY25 financial result summary

Key metrics from the result are summarised below:

Figure 1: Financial result summary

Financials	FY	FY	FY	FY	Variance vs Bpe	Variance vs pcp
	Dec-23 Actual	Dec-24 Actual	Dec-25 Actual	Dec-25 Bpe		
Revenue (US\$m)	1880.1	1744.5	1649.1	1601.5	3%	-5%
EBITDA (US\$m)	403.3	296.8	237.9	278.2	-15%	-20%
NPAT consolidated (US\$m)	176.2	-189.8	-41.2	30.6	-235%	-78%
NPAT attributable (US\$m)	121.6	-168.6	-57.1	20.8	-374%	-66%
EPS attributable (Ac/sh)	5.4	-6.0	-2.0	0.8	-372%	-66%
Dividend (Ac/sh)	0.045	0.040	0.000	0.000	na	-100%
Free cash flow (US\$m)	-923.33	-7.51	147.76	128.2	15%	-2067%
Cash balance (US\$m)	778.8	222.5	356.8	453.7	-21%	60%
Debt (US\$m)	845.0	1054.6	1226.1	1249.6	-2%	16%

Source: Bell Potter Securities

The key variance compared with our forecast was at the NPAT line:

- Additional finance and transaction costs associated with the debt refinancing totalling ~US\$20m;
- D&A increased by ~US\$15m ahead of our forecasts as production ramped up at the expanded HM mining operations;
- NIC's tax expense increased ~US\$12m ahead of our forecast as tax holidays reduced on some older assets;
- A foreign exchange loss of US\$12m was not in our forecast; and
- A US\$8m writedown was applied to a portion of the Hengjaya Mine sterilised for the construction of the ENC slurry preparation plant.

Upcoming catalysts

Upcoming catalysts for NIC include:

- Commissioning 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 expand production to ~19Mtpa in CY27;
- Payment of the final scheduled instalment of US\$46m to lift NIC's interest in the ENC HPAL project from 44% to 46% by 31 March 2026;
- Release of NIC's March 2026 quarter production and cost report, expected in late April 2026; and
- Exploration and development updates for NIC's Sampala and Siduarsi laterite ore projects.

Changes to our forecasts

Beyond updating for the CY25 financial result, we have made the following changes to our modelled assumptions:

- Lowered our CY26 cash cost forecasts, to more closely reflect CY25 exit rates, particularly at the RKEF operations, where we had made more conservative medium-term assumptions;
- Increased our price realisations for the HPAL operations, reflecting higher-than-forecast realisations achieved through CY25;
- Updated for the revised ownership structure of the ENC HPAL, for NIC's lower 46% ownership and the reduced acquisition payment schedule in CY26;
- Increased our forecast dividend distributions in line with our CY26 earnings upgrades and increased free cash flow; and
- Updated for NIC's current capital structure and latest cash position and rolled our model forward.

Our updated forecasts are summarised in the table below:

Figure 2: Changes to our earnings estimates

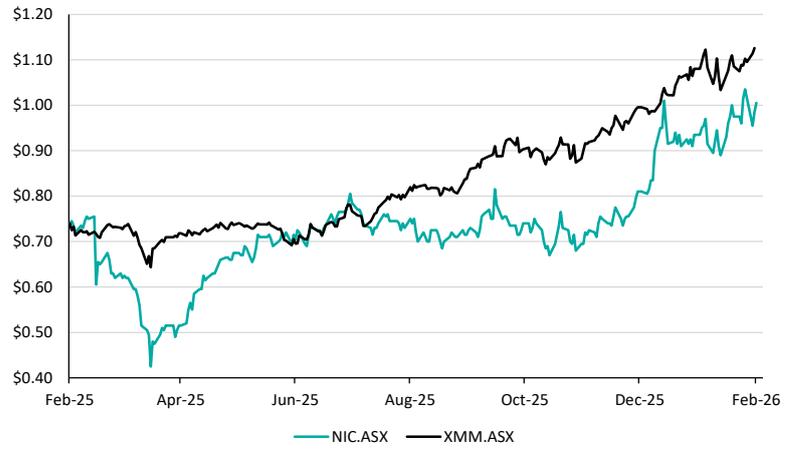
Year ending 30 June	Previous			New			Change		
	2026e	2027e	2028e	2026e	2027e	2028e	2026e	2027e	2028e
Prices & currency									
Nickel price (US\$/t)	16,755	20,393	20,393	16,755	20,393	21,584	0%	0%	6%
US\$/A\$	0.67	0.69	0.69	0.67	0.69	0.70	0%	0%	1%
Production & costs									
Ore mined (t)	13,700	17,200	17,200	14,300	17,200	17,200	4%	0%	0%
RKEF NPI production (t)	111,028	112,628	112,628	107,476	112,628	112,628	-3%	0%	0%
Contained nickel (t)	11,501	12,030	12,030	10,470	11,755	12,154	-9%	-2%	1%
Contained nickel (t, attributable)	35,991	51,600	51,600	31,717	46,062	46,062	-12%	-11%	-11%
Cash costs (US\$/t Ni)	8,276	8,483	8,483	8,376	8,586	9,331	1%	1%	10%
Earnings & valuation									
Revenue (consolidated, US\$m)	2,518	3,741	3,741	2,203	2,902	3,082	-12%	-22%	-18%
EBITDA (consolidated, US\$m)	456	1,136	1,136	671	966	1,072	47%	-15%	-6%
EBITDA (attributable, US\$m)	333	782	782	568	842	933	70%	8%	19%
NPAT (consolidated, US\$m)	146	781	781	348	640	757	139%	-18%	-3%
NPAT (attributable, US\$m)	69	491	491	279	551	652	304%	12%	33%
EPS (reported) (Acps)	2.4	16.6	16.6	9.6	18.4	21.5	300%	11%	29%
PER (x)	16.6	4.3	4.1	10.5	5.5	4.7	(6.1)	1.2	0.6
EPS growth (%)	220%	592%	592%	nm	92%	17%	nm	-500%	-575%
DPS (Acps)	1.0	9.0	9.0	4.0	10.0	11.0	300%	11%	22%
Yield	5.3%	13.2%	13.2%	4.0%	10.0%	10.9%	-1%	-3%	-2%
NPV (A\$/sh)	1.17	1.29	1.34	1.31	1.45	1.62	12%	13%	21%
Price Target (\$/sh)		1.30			1.45			12%	

Source: Bell Potter Securities

Share price performance vs ASX Mining Index

Relative performance chart below:

Figure 3: NIC relative share price performance vs XMM



Source: IRESS, Bell Potter Securities

Nickel Industries Limited (NIC)

BUSINESS OVERVIEW

Nickel Industries Limited (NIC) was formed in 2007 and listed on the ASX in 2018 as Nickel Mines Ltd. It is a vertically integrated nickel producer with production assets spanning nickel ore mining, Nickel Pig Iron (NPI) production and nickel Mixed Hydroxide Precipitate (MHP) production. This is via several Rotary Kiln Electric Furnace (RKEF) processing lines across two Industrial Parks (the IMIP and IWIP) in Indonesia. It also has a 10% interest in the Huayue Nickel Cobalt (HNC) High Pressure Acid Leach (HPAL) project which is in production and a 46% interest in the Excelsior Nickel Cobalt (ENC) HPAL project which will commence production in 2026.

VALUATION METHOD

Our 12-month forward equity valuation for NIC incorporates DCF models of its attributable interests in the Hengjaya laterite nickel ore mine (HM), its 80% interests in the Hengjaya, Ranger, Angel and Oracle Nickel Rotary Kiln Electric Furnace (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 46% 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.

RISKS

Risks to an investment in NIC 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.

RECOMMENDATION (unchanged)

PRICE

TARGET (12 MONTHS)

Buy**A\$1.005****A\$1.450** (prev. A\$1.300)

Table 1: Financial summary

Date		25/02/2026					Bell Potter Securities				
Price		\$1.01					David Coates (dcoates@bellpotter.com.au) +61 2 8224 2887				
Target price:		\$1.45									
PROFIT AND LOSS											
Year ending 31 Dec.	Unit	2024a	2025a	2026e	2027e	2028e					
Revenue	US\$m	1,744.5	1,649.1	2,203.4	2,902.0	3,082.0					
Expense	US\$m	(1,447.6)	(1,411.2)	(1,532.8)	(1,936.2)	(2,009.9)					
EBITDA	US\$m	296.8	237.9	670.6	965.8	1,072.1					
Depreciation	US\$m	(128.0)	(115.3)	(144.4)	(141.8)	(135.1)					
EBIT	US\$m	168.8	122.6	526.2	824.0	937.0					
Net interest expense	US\$m	(78.5)	(98.7)	(99.8)	(86.0)	(69.7)					
Unrealised gains (Impairments)	US\$m	(236.6)	(8.1)	-	-	-					
Other	US\$m	(27.2)	(22.5)	(30.1)	(36.1)	(43.7)					
PBT	US\$m	(173.5)	(6.7)	396.3	701.9	823.7					
Tax expense	US\$m	(16.3)	(34.5)	(48.5)	(61.5)	(66.4)					
Consolidated profit (loss) for the year	US\$m	(189.8)	(41.2)	347.7	640.4	757.3					
Non-controlling interest	US\$m	(21.2)	15.9	68.7	89.9	105.1					
Attributable NPAT (reported)	US\$m	(168.6)	(57.1)	279.0	550.5	652.3					
NPAT (attributable, underlying)	US\$m	68.0	(49.0)	279.0	550.5	652.3					
CASH FLOW											
Year ending 31 Dec.	Unit	2024a	2025a	2026e	2027e	2028e					
OPERATING CASHFLOW											
Receipts	US\$m	1,805.7	1,682.6	2,182.7	2,797.2	3,055.0					
Payments	US\$m	(1,481.8)	(1,477.3)	(1,467.4)	(1,855.5)	(1,995.2)					
Tax	US\$m	(55.3)	(23.2)	(64.6)	(84.6)	(105.2)					
Net interest	US\$m	14.2	6.4	(99.8)	(86.0)	(69.7)					
Other	US\$m	(1.5)	(0.6)	-	-	-					
Operating cash flow	US\$m	281.4	187.9	551.0	771.0	885.0					
INVESTING CASHFLOW											
Property, plant and equipment	US\$m	(54.2)	(14.0)	(100.6)	(34.8)	(34.8)					
Mine development	US\$m	(3.7)	(2.1)	-	-	-					
Exploration & evaluation	US\$m	(18.4)	(21.9)	-	-	-					
Other	US\$m	(212.6)	(2.1)	-	-	-					
Investing cash flow	US\$m	(288.9)	(40.2)	(100.6)	(34.8)	(34.8)					
Free Cash Flow	US\$m	(7.5)	147.8	450.4	736.2	850.2					
FINANCING CASHFLOW											
Share issues/(buy-backs)	US\$m	-	-	-	-	-					
Debt proceeds	US\$m	454.8	780.9	-	-	-					
Debt repayments	US\$m	(252.7)	(627.1)	(101.0)	(101.0)	(113.0)					
Distributions to non-controlling interests	US\$m	(31.4)	(32.7)	-	-	-					
Dividends	US\$m	(142.7)	(17.0)	(116.3)	(299.5)	(334.3)					
Other	US\$m	(91.9)	(134.8)	-	-	-					
Financing cash flow	US\$m	(64.0)	(30.7)	(217.3)	(400.5)	(447.3)					
Change in cash	US\$m	(71.5)	117.0	233.0	335.7	402.9					
BALANCE SHEET											
Year ending 31 Dec.	Unit	2024a	2025a	2026e	2027e	2028e					
ASSETS											
Cash & short term investments	US\$m	222.5	356.8	589.8	925.5	1,328.4					
Accounts receivable	US\$m	395.1	349.0	369.7	474.4	501.4					
Property, plant & equipment	US\$m	1,572.7	1,484.1	1,440.2	1,333.2	1,232.9					
Mine development expenditure	US\$m	-	-	-	-	-					
Exploration & evaluation	US\$m	56.2	77.4	77.4	77.4	77.4					
Other	US\$m	1,649.8	1,997.2	2,015.3	2,015.3	2,015.3					
Total assets	US\$m	3,896.2	4,264.4	4,492.3	4,825.8	5,155.5					
LIABILITIES											
Accounts payable	US\$m	194.8	241.1	306.6	387.2	402.0					
Income tax payable	US\$m	21.6	16.5	48.5	61.5	66.4					
Borrowings	US\$m	1,054.6	1,226.1	1,125.1	1,024.1	911.1					
Other	US\$m	77.1	322.2	322.2	322.2	322.2					
Total liabilities	US\$m	1,348.0	1,805.9	1,802.4	1,795.1	1,701.7					
SHAREHOLDER'S EQUITY											
Share capital	US\$m	2,035.2	2,059.4	2,059.4	2,059.4	2,059.4					
Reserves	US\$m	19.1	19.8	19.8	19.8	19.8					
Retained earnings	US\$m	61.7	(36.1)	126.6	377.6	695.6					
Total equity to NIC holders	US\$m	2,116.0	2,043.1	2,205.7	2,456.7	2,774.7					
Non-controlling interest	US\$m	432.2	415.4	484.2	574.0	679.1					
Total equity	US\$m	2,548.2	2,458.5	2,689.9	3,030.7	3,453.8					
Weighted average shares	m	4,286.9	4,334.9	4,340.9	4,340.9	4,340.9					
CAPITAL STRUCTURE											
Shares on issue	m	4,341.9									
Other	m	0.0									
Total shares on issue	m	4,341.9									
Share price	A\$/sh	1.005									
Market capitalisation	A\$m	4,363.6									
Net cash	A\$m	-1,222.7									
Enterprise value (undiluted)	A\$m	5,586.4									
Options outstanding (m)	m	(wtd avg ex. price \$0.00 per share)					8.2				
Options (in the money)	m						8.2				
Issued shares (diluted for options)	m						4,350.2				
Market capitalisation (diluted)	A\$m	4,371.9									
Net cash + options	A\$m	-1,222.7									
Enterprise value (diluted)	A\$m	5,594.7									
MAJOR SHAREHOLDERS											
Shareholder	%	m									
Shanghai Decent (SDI)		21.7%					942.5				
PT United Tractors (conditional placement)		19.7%					857.0				
L1 Capital		9.1%					393.5				
BlackRock Investment Management		5.0%					217.1				
Tanito Group (PT Karunia)		4.3%					187.6				
FINANCIAL RATIOS											
Year ending 31 Dec.	Unit	2024a	2025a	2026e	2027e	2028e					
VALUATION											
Attributable NPAT	US\$m	(168.6)	(57.1)	279.0	550.5	652.3					
Attributable NPAT	A\$m	(255.5)	(88.5)	416.4	797.8	931.8					
Reported EPS	US\$/sh	1.6	(1.1)	6.4	12.7	15.0					
Reported EPS	A\$/sh	(6.0)	(2.0)	9.6	18.4	21.5					
Adjusted EPS	A\$/sh	2.4	(1.8)	9.6	18.4	21.5					
EPS growth	%	-211%	nm	nm	92%	17%					
PER ¹	x	nm	nm	10.5x	5.5x	4.7x					
DPS	A\$/sh	4.0	-	4.0	10.0	11.0					
Franking	%	0%	0%	0%	0%	0%					
Yield	%	4.0%	0.0%	4.0%	10.0%	10.9%					
FCF/share	A\$/sh	(0.3)	5.3	15.5	24.6	28.0					
FCF yield	%	0%	5%	15%	24%	28%					
P/FCF	x	-378.4x	19.0x	6.5x	4.1x	3.6x					
EV/EBITDA	x	13.3x	16.6x	5.9x	4.1x	3.7x					
EBITDA margin	%	17%	14%	30%	33%	35%					
EBIT margin	%	10%	7%	24%	28%	30%					
Return on assets	%	-5%	-1%	8%	14%	15%					
Return on equity	%	-8%	-2%	16%	27%	29%					
LIQUIDITY & LEVERAGE											
Net debt (cash)	\$m	832	869	659	222	(293)					
ND / E	%	39%	43%	30%	9%	-11%					
ND / (ND + E)	%	28%	30%	23%	8%	-12%					
Attr. EBITDA / Interest	x	3.5x	2.2x	5.7x	9.8x	13.4x					
ATTRIBUTABLE DATA - NICKEL MINES LTD											
Year ending 31 Dec.	Unit	2024a	2025a	2026e	2027e	2028e					
Revenues	US\$m	1,581.1	1,511.0	2,193.0	2,898.6	3,052.8					
EBITDA	US\$m	276.1	216.6	567.7	841.7	933.1					
NPAT	US\$m	(168.6)	(57.1)	279.0	550.5	652.3					
Net distributable cash flow	US\$m	(64.4)	105.3	209.7	302.1	362.6					
EV/EBITDA	x	13.3	16.6	6.6	4.6	4.2					
PER	x	nm	nm	10.5	5.5	4.7					
P/FCF	x	nm	nm	nm	10.0	8.4					
ORE RESERVE AND MINERAL RESOURCE											
Hengjaya Nickel Mine (HM)		Mdmmt		% 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	2024a	2025a	2026e	2027e	2028e					
Nickel	US\$/lb	\$7.40	\$6.88	\$7.60	\$9.25	\$9.79					
Nickel	US\$/t	\$16,321	\$15,166	\$16,755	\$20,393	\$21,584					
Currency											
AUD:USD		0.66	0.64	0.67	0.69	0.70					
ASSUMPTIONS - Production & costs											
Year ending 31 Dec.	Unit	2024a	2025a	2026e	2027e	2028e					
Hengjaya Mine											
Ore mined	Mwmt	9,377	9,903	14,300	17,200	17,200					
Ore grade	% Ni	1.7%	1.8%	1.8%	1.8%	1.8%					
Nickel in ore	t Ni	99,060	84,859	122,400	129,600	129,600					
Nickel in ore (attributable)	t Ni	79,248	67,887	97,920	103,680	103,680					
RKEF + HPAL ops											
NPI production	t	1,046,625	1,060,000	1,060,000	1,064,000	1,064,000					
NPI nickel (attributable)	t Ni	110,151	108,476	107,476	112,628	112,628					
HPAL nickel (attributable)	t Ni	8,341	8,503	31,717	46,062	46,062					
Costs											
RKEF costs	US\$/t Ni	\$10,243	\$10,025	\$10,470	\$11,755	\$12,154					
HPAL costs	US\$/t Ni	\$8,949	\$7,820	\$8,376	\$8,586	\$9,331					
VALUATION											
Ordinary shares (m)						4,341.9					
Options in the money (m)						8.2					
Total shares diluted (m)						4,350.2					
Valuation	Current	+12 months		+24 months							
Sum-of-the-parts	A\$m	A\$/sh	A\$m	A\$/sh	A\$m	A\$/sh					
IMIP RKEF (NPV12)	587.0	0.14	657.4	0.15	688.2	0.16					
ANI RKEF (NPV12)	1,215.9	0.28	1,298.7	0.30	1,311.6	0.30					
ONI RKEF (NPV12)	1,174.8	0.27	1,245.5	0.29	1,260.1	0.29					
Hengjaya Mine (NPV12)	997.5	0.23	1,094.0	0.25	1,099.8	0.25					
HNC HPAL (NPV12)	776.9	0.18	789.1	0.18	805.7	0.19					
ENC HPAL (NPV12)	2,511.0	0.58	2,511.0	0.58	2,511.0	0.58					
Other exploration	550.0	0.13	550.0	0.13	550.0	0.13					
Corporate overheads	(891.6)	(0.21)	(975.9)	(0.22)	(1,062.6)	(0.24)					
Subtotal (EV)	6,921.4	1.59	7,169.8	1.65	7,163.8	1.65					
Net cash (debt)	(1,222.7)	(0.28)	(869.4)	(0.20)	(98.6)	(0.02)					
Total (undiluted)	5,698.6	1.31	6,300.4	1.45	7,065.1						

**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.

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