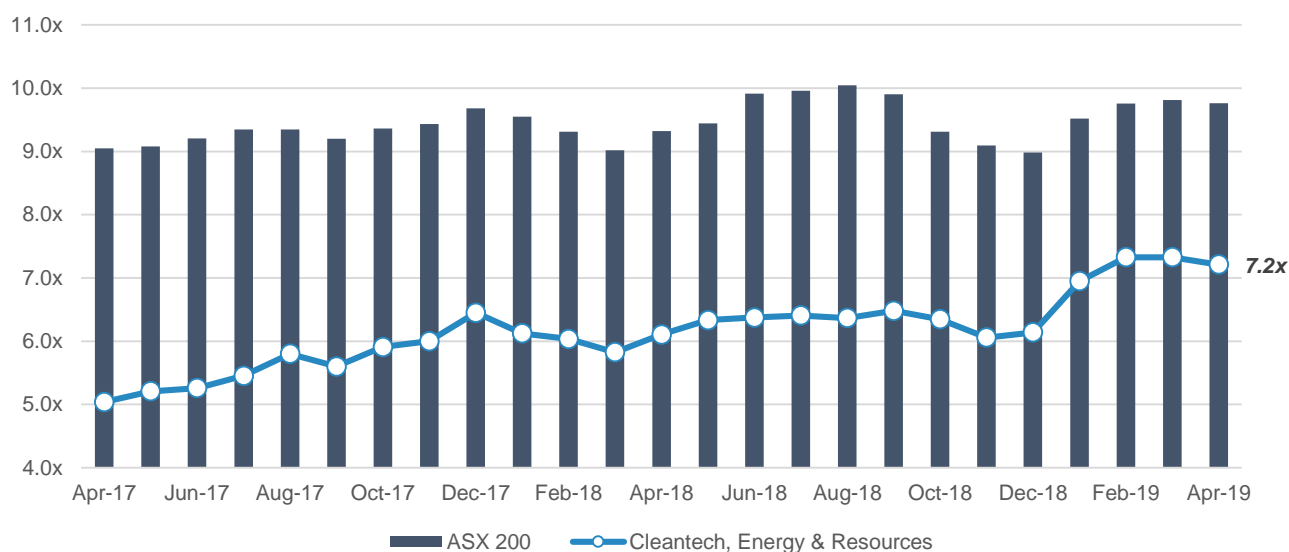


VALUATION MULTIPLES

Forward EV / EBITDA Multiples (monthly to 30/04/2019) Source: FactSet Research Systems Inc.

Multiples in the Cleantech, Energy & Resources sector have slightly decreased over the period. At the end of April, the sector traded on a forward EV / EBITDA multiple of 7.2x, compared to the ASX200 on 9.8x.



Average Values and Trading Multiples (values as at 16/05/2019) Source: FactSet Research Systems Inc.

Subsector	Enterprise Value (\$m)	EV/EBITDA FY2019	EV/EBIT FY2019	Price / Earnings FY2019
Energy & Utilities	65,747	7.5x	11.8x	18.6x
Environmental Services	8,273	9.8x	16.0x	23.6x
Metals & Mining	220,087	6.0x	11.4x	17.2x
Natural Resources	332	8.7x	10.4x	13.5x
Oil & Gas	66,071	6.8x	13.6x	29.0x
Cleantech, Energy & Resources	360,510	6.8x	12.2x	20.1x

Note: Multiples are based on the forward year of the unreported period, which for the majority of companies in the sector is FY2019. Difference in forward EV/EBITDA multiples between Figure and Table are representative of the timing difference between month-end result, and current day result.

¹ The InterFinancial Cleantech, Energy & Resources Index set is an unweighted index comprising Cleantech, Energy & Resources sector related companies trading on the Australian Securities Exchange (ASX). Estimates are sourced from FactSet Research Systems Inc.

MERGER & ACQUISITION NEWS...



Value: Not Disclosed

DDH1 Holdings, an Australia-based drilling group, has acquired **Ranger Drilling**. The founders of **Ranger Drilling** will continue to manage the company's 18 drilling rigs, while **DDH1** plans to expand the **Ranger** brand. **DDH1** continues to look for acquisitions, but supposedly not many businesses match its criteria.



Value: 64.29% Share

Gindalbie Metals announced that **Angang Group Hong Kong (Holdings)**, which is **Gindalbie's** largest shareholder with a 35.71% stake, has gained approval for its proposed acquisition of all of the ordinary shares in **Gindalbie** that it does not already own. The market cap of **Gindalbie** is \$40m.



Value: \$17.2m

ReNu Energy has agreed with **Astronergy Solar Australia** to acquire two 5.8MW DC grid connected solar farm developments in South Australia. Construction will be completed and generation commenced in Q4, 2019.



Value: \$776m

Kidman Resources, a lithium developer, has received a \$1.90 per share non-binding acquisition proposal from **Wesfarmers**. **Kidman's** directors and major shareholders intend to support the proposal. The price of \$1.90 values the equity of **Kidman** at approximately \$776m and represents a 47.3% premium to **Kidman's** closing share price of \$1.29 on Wednesday, 1 May 2019.



Value: \$48m

South African coal miner **Ichor Coal NV** has sold its 29% stake in Australian miner **Universal Coal**. **Ichor** sold **Universal Coal's** 151m shares at \$0.315 apiece, which was a 8.7% discount to the closing price on 2 May 2019. Separately, US investment fund **Brasidas Investment Management LLC** holds 103,095,870 **Universal Coal** shares, representing a 19.73% stake, as of 2 May.



Value: \$644 (Maximum)

Riversdale Resources shareholder **RCF** has agreed to accept **Hancock Prospecting's** offer to acquire all the remaining shares of the Canadian coal miner, bringing the Australian company's interest above 85%. As a result, an increased Offer Price of \$2.70 will now be payable to all **Riversdale** Shareholders who accept the Offer. Should the Offer result in **Hancock** achieving 100% ownership of **Riversdale**, the cost of the Offer will total \$644M, at a weighted average price of \$2.50 per share.

DRILLING FOR DEALS...

- **Buckeridge Group of Companies' (BGC)** contracting operations are expected to interest **CIMIC, NRW Holdings, MacMahon Holdings, and Ausdrill**. The operations will include **BGC's** mining services unit, **DIAB Engineering**, and the civil contracting operations. The majority of the group, which includes its building materials business, is expected to come to the market later this year. The contracting operations is the first unit to be put up for sale because it was the easiest to separate from the overall company. The contracting operations could sell for up to \$600m.
- **Mincor** announced that it is now assessing strategic alternatives for its gold business, and believes that the assets may be more suitable for a counter-party solely focused on gold, compared to **Mincor's** focus on nickel.
- **Bellevue Gold**, an Australia-based gold miner, may be seeking buyers. **Bellevue** currently has a market value of \$246m.
- **Alliance Mineral Assets** has entered into a non-binding memorandum of understanding (MOU) with **Jiangxi Special Electric Motor** to develop the terms on which the parties will cooperate in a 50:50 joint venture to produce and sell battery grade lithium hydroxide.
- **St George Mining** is in discussions with a Chinese battery maker that is interested in acquiring a stake in the Australian nickel sulphide mining exploration company. **St George Mining's** market capitalization stood at \$44.72m on 2 May.
- **Alliance Mineral Assets**, an Australia-based lithium producer, could interest **Galaxy Resources**. **Galaxy Resources** has capital available for deals and is likely keen to enhance its operations.
- **XS Resources**, an Australian precious metals explorer, has withdrawn its proposed listing on the Australian Securities Exchange. The company was looking to raise \$4.5m from the listing. No reason was given for the withdrawal.
- **Enwave Australia**, an Australia-based gas network business, is seeking potential suitors for a sale which could be worth \$300m to \$500m.
- **Renegen**, a South African alternative and renewable energy company, is seeking to raise as much as \$10m through an initial public offering of its chess depository instruments (CDIs). The company is offering 6.25m CDIs at \$0.80 per unit to raise \$5m for the minimum subscription. The indicative market capitalization at the offer price will be \$80.1m.

CONTACT DETAILS

If you are interested in specific information regarding mergers and acquisitions in the Cleantech, Energy & Resources sector, please contact David Hassum or Tom Benham.

Name	Position	Phone	Email
Sharon Doyle	Managing Director	(07) 3218 9122	sdoyle@interfinancial.com.au
Paul Keehan	Chairman	(07) 3218 9100	pkeehan@interfinancial.com.au
Mark Steinhardt	Head of M&A	(07) 3218 9105	msteinhardt@interfinancial.com.au
David Hassum	Director	(07) 3218 9108	dhassum@interfinancial.com.au
Andrew Wheeler	Director	(07) 3218 9107	awheeler@interfinancial.com.au
Anna Green	Director	(07) 3218 9100	agreen@interfinancial.com.au
Ted Marchant	Director	(07) 3218 9100	tmarchant@interfinancial.com.au
Yvonne Macleod	Director	(07) 3218 9100	ymacleod@interfinancial.com.au
Brad Shaw	Director	(07) 3218 9100	bshaw@interfinancial.com.au
Sally McMillan	Associate Director	(07) 3218 9100	smcmillan@interfinancial.com.au
Tom Benham	Associate Director	(07) 3218 9113	tbenham@interfinancial.com.au
Michael Kakanis	Associate	(07) 3218 9106	mkakanis@interfinancial.com.au

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InterFinancial
Corporate Finance Limited
ABN: 49 136 962 966
AFSL: 341675
Level 2, 201 Charlotte Street
GPO Box 975
Brisbane Queensland 4001
(07) 3218 9100
admin@interfinancial.com.au
www.interfinancial.com.au

