

VALUATION MULTIPLES

Forward EV / EBITDA Multiples (monthly to 30/06/2021) Source: FactSet Research Systems Inc.

Multiples in the Cleantech, Energy & Resources sector decreased over the period. At the end of June, the sector traded on a forward EV / EBITDA multiple of 6.8x, compared to the ASX200 on 10.3x.



Average Values and Trading Multiples (monthly to 19/07/2021) Source: FactSet Research Systems Inc.

Subsector	Enterprise Value (\$ m)	EV/EBITDA FY2021	EV/EBIT FY2021	Price / Earnings FY2021
Energy & Utilities	44,553	11.7x	14.1x	37.9x
Environmental Services	7,505	13.0x	25.9x	46.7x
Metals & Mining	374,980	6.5x	10.3x	14.9x
Oil & Gas	60,689	5.4x	9.1x	11.0x
Cleantech, Energy & Resources	487,905	7.4x	11.4x	19.4x

Note: Multiples are based on the forward year of the unreported period, which for the majority of companies in the sector is FY2021. Difference in forward EV/EBITDA multiples between Figure and Table are representative of the timing difference between month-end result, and current day result. Composition of companies in Sector Dashboards are updated every 6 months. Most recent update: May 2021.

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.

Micromine, an Australia-based mining software company, has acquired the Australian technology company **Precision Mining**. Australia's MICROMINE, one of the world's leading privately-owned technology for mining companies, has taken its first step on the acquisition trail signing a deal to purchase Queensland technology company Precision Mining. The arrangement will give MICROMINE full ownership of Precision Mining, which is best known for its flagship mine scheduling software, Spry.



InterFinancial acted as corporate advisor to **Precision Mining**.



Value: AUD 58 m

PT Indika Energy TBK has entered into a binding agreement to acquire a 72.25% stake in **Nustantara Resources Limited**, an Australia-based ASX-listed company engaged in the exploration, evaluation and development of gold resources. The arrangement will give Indika, who previously held a 27.75% stake, full ownership of Nustantara and its portfolio of gold projects. The acquisition will enhance the scope of Indika's operations in Indonesia and create value for shareholders through leveraging the existing infrastructure in the Awak Mas Gold Project. The transaction is expected to complete in October 2021.



Value: AUD 31 m

Gascoyne Resources Limited, an Australian exploration, development and production company, has agreed to acquire **Firefly Resources Limited**, an ASX-listed gold exploration company via a merger. The merger will allow the companies to unlock a number of synergies through leveraging Gascoyne's gold mining expertise and low-cost infrastructure at Firefly's suite of gold projects. In conjunction with the transaction, both companies plan to demerge their copper, gold and lithium exploration assets into a new ASX-listed exploration company.



DRILLING FOR DEALS...

- **AGL Energy** [ASX:AGL] has confirmed its intention to undertake a demerger to create two leading energy businesses with separate listings on the ASX: **Accel Energy Limited**, an electricity generation business and **AGL Australia Limited**, a multi-product energy-led retailing and flexible energy trading, storage and supply business.
- **AVZ Materials** [ASX:AVZ] is raising AUD 35m (USD 27m) to increase its stake in the Manono lithium and tin project from 60% to 75%.
- **Santos Limited**, an independent oil and gas producer in the Asia-Pacific region, is seeking interest from the market for non-operating equity in the Dorado oil & gas project with phase one development costs estimated at USD 2bn.
- **AustralianSuper** is considering a sell-down of its 16% stake in **Ausgrid**, the largest power supplier in New South Wales, to 10%.
- **Charger Metals** [ASX:CHR], a Gunsynd invstee company, has raised AUD 6m from an initial public offering on the ASX at a price of AUD 0.20 per share.
- **WA1 Resources**, an Australia-based copper-gold explorer, is considering an initial public offering on the ASX.

DRILLING FOR DEALS...

- The first court hearing to consider the AUD 4bn all-share scheme merger-of-equals between Australian lithium miner **Galaxy Resources** [ASX:GXY] and **Orocobre** [ASX:ORE] will be held in early July with a deal expected to be implemented in late August.
- **Denison Gas**, an Australian privately held gas production and exploration company, is considering an initial public offering on the ASX to assist in executing on its coal seam gas growth strategy over the next 18-24 months.
- **Myanmar Metals Limited** [ASX:MYL] has received a non-binding, conditional takeover proposal from **Yintai Gold Co Limited** [SHE:00975] to acquire all ordinary shares in the business for total cash consideration of AUD 66.5m.
- **Oil Search** [ASX:OSH], **Cooper Energy** [ASX:COE], **Sensex Energy** [ASX:SXY] and **Carnavon Petroleum** [ASX:CVN] could become takeover targets as gaps emerge between their market values and oil and gas prices.
- **Oil Search** [ASX:OSH] has rejected a merger proposal made by **Santos Limited** [ASX:STO].
- **Culpeo Minerals**, a Chilean copper explorer, is preparing to list on the ASX and raise AUD 6m (USD 4.5m) through the issue of 30m shares at AUD 0.2 per share
- **Tambourah Metals**, an Australian company for gold and nickel exploration, is seeking to raises up to AUD 5m (USD 3.8m)
- **Neometals Ltd** (ASX: NMT) has announced on 1 July its intention to demerge its Mt Edwards Nickel Project into a dedicated nickel exploration and development company to be called Widgie Nickel Limited.
- **IronRidge Resources** [LON:IRR], an Australian company exploring and operating iron ore projects, has entered conditional binding and definitive agreements with **Piedmont Lithium** [NASDAQ:PLL], a US lithium exploration and development company, to fully fund and fast-track the Ewoyaa Lithium Project, a part of IronRidge's Ghanaian Cape Coast Lithium Portfolio (CCLP), to production for USD 102m.
- **Chalice Mining** [ASX:CHN] has announced on 12 July that it intends to pursue a demerger of its Australian gold assets.
- **Equinox Resources**, an Australian iron ore project developer, is seeking to raise as much as AUD 9m (USD 7m) in an initial public offering (IPO), aiming at listing its shares on the Australian Securities Exchange in October, according to a statement filed to the exchange.
- **Spark Infrastructure** [ASX: SKI], an Australia-based infrastructure owner, is seeking a defense advisor as private infrastructure funds scour the market for acquisition opportunities.
- **NRW Holdings** [ASX: NWR] has announced that **Boggabri Coal Operations Limited** has exercised an option to acquire its mobile mining assets for AUD 81m.
- **Fotowatio Renewable Ventures** is believed to have abandoned plans to sell a 49% stake in its Australian solar power portfolio which could have been worth around AUD 500m.
- **TEK-Ocean**, an Australian-energy industry services company, has filed a prospectus for an initial public offering to raise as much as AUD 8m (USD 5.9m),
- **SEA Gas**, an Australia-based pipeline owner, has received an indicative bid from **Infrastructure Capital Group** (ICG).
- **Strike Energy** [ASX: STK] announced that is has acquired an 8.16% stake in **Warrego Energy** [ASX: WGO] for AUD 22m (USD 16m).

CONTACT DETAILS

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

Name	Position	Phone	Email
Sharon Doyle	Executive Chair	(07) 3218 9122	sdoyle@interfinancial.com.au
Paul Keehan	Non-Executive Director	(07) 3218 9100	pkeehan@interfinancial.com.au
Ted Marchant	Non-Executive Director	(07) 3218 9100	tmarchant@interfinancial.com.au
Mark Steinhardt	Head of M&A	(07) 3218 9105	msteinhardt@interfinancial.com.au
Brad Shaw	Director – M&A	(07) 3218 9100	bshaw@interfinancial.com.au
David Hassum	Director	(07) 3218 9108	dhassum@interfinancial.com.au
Andrew Wheeler	Director	(07) 3218 9107	awheeler@interfinancial.com.au
Michael Kakanis	Associate Director	(07) 3218 9106	mkakanis@interfinancial.com.au
Anuk Manchanda	Associate Director	(07) 3218 9100	amanchanda@interfinancial.com.au
Lachlan O'Rourke	Analyst	(07) 3218 9104	lorourke@interfinancial.com.au

DISCLAIMER

This information has been sourced from the ASX, Mergermarket.com and various other public information sources. Forecasts are consensus forecasts sourced from FactSet Research Systems Inc.

Important Disclaimer – This may affect your legal rights: Because this document has been prepared without consideration of any specific person's financial situation, particular needs and investment objectives, a financial services licensee or investment adviser should be consulted before any investment decision is made. While this document is based on information from sources which are considered reliable, InterFinancial, its directors, employees and consultants do not represent, warrant or guarantee, expressly or impliedly, that the information contained in this document is complete or accurate. Nor does InterFinancial accept any responsibility to inform you of any matter that subsequently comes to notice, which may affect any of the information contained in this document. This document is a private communication to clients and is not intended for public circulation or for the use of any third party, without the prior approval of InterFinancial. This report does not constitute advice to any person.

Disclosure. InterFinancial has no interest in any of the securities mentioned in this publication. However, its directors, executives or consultants may have an interest in some of the securities, directly or indirectly, which are mentioned

InterFinancial is a member of Clairfield International

InterFinancial
Corporate Finance Limited
ABN: 49 138 962 986
AFSL: 341675
Level 2, 201 Charlotte Street
GPO Box 975
Brisbane Queensland 4001
(07) 3218 9100
admin@interfinancial.com.au
www.interfinancial.com.au

