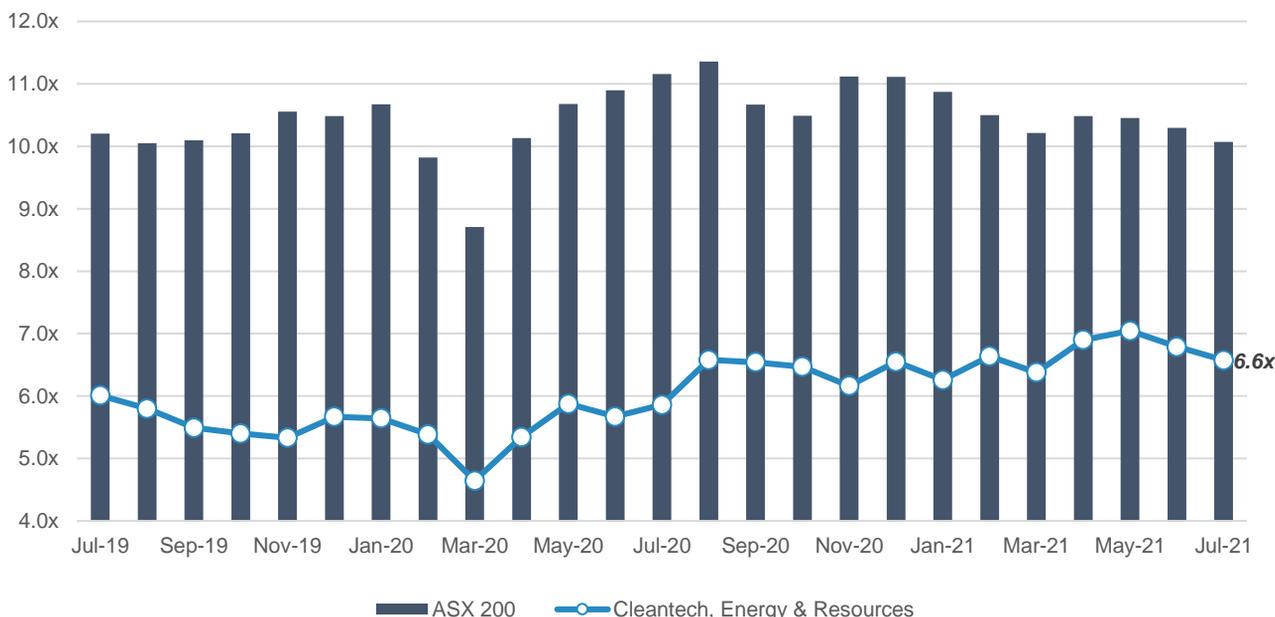


VALUATION MULTIPLES

Forward EV / EBITDA Multiples (monthly to 31/07/2021) Source: FactSet Research Systems Inc.

Multiples in the Cleantech, Energy & Resources sector decreased over the period. At the end of July, the sector traded on a forward EV / EBITDA multiple of 6.6x, compared to the ASX200 on 10.1x.



Average Values and Trading Multiples (monthly to 17/08/2021) Source: FactSet Research Systems Inc.

Subsector	Enterprise Value (\$ m)	EV/EBITDA FY2022	EV/EBIT FY2022	Price / Earnings FY2022
Energy & Utilities	47,364	10.0x	15.5x	46.3x
Environmental Services	7,453	9.7x	19.1x	31.4x
Metals & Mining	359,928	6.2x	9.0x	13.7x
Oil & Gas	57,339	4.9x	8.2x	9.4x
Cleantech, Energy & Resources	472,259	6.7x	10.0x	18.5x

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: AUD 11,968 m

Santos Limited, an Australia-based company engaged in the exploration, development, production, transportation and marketing of hydrocarbons has agreed to acquire **Oil Search Limited**, a Papua New Guinea-based ASX-listed oil and gas exploration and development company.



Value: AUD 400 m

Mineral Resources Limited [ASX: MIN] an Australia-based company engaged in mining services and processing has agreed with **Red Hill Iron Limited** [ASX: RHI] to acquire **Red Hill Iron's 40% participating interest in the Red Hill Iron Ore Joint Venture** in the West Pilbara region of Western Australia, Mineral Resources said in a statement filed to the Australian Securities Exchange. The proposed acquisition of the RHIOJV interest aligns with MRL's strategy to expand its resource inventory around the Ashburton Hub to underpin a long-term, sustainable iron ore export business.



DRILLING FOR DEALS...

- **Elevate Uranium** [ASX: EL8], an Australian uranium exploration company, could take part in sector consolidation as a target or buyer.
- **IGO** [ASX: IGO], the Australian sustainability focused diversified mining company, will opportunistically target nickel-copper acquisitions as part of its inorganic growth strategy.
- **Apollo Consolidated** [ASX: AOP], an Australian junior mining company, is receiving interest from financiers about funding its early-stage Rebecca gold project in Western Australia.
- **Sweetman Renewables**, an Australia-based sawmill and renewable energy business, is planning to list on the ASX later this year which will help the group fund its transition into a renewable energy business.
- **Australian Potash** [ASX: APC], an emerging Sulphate of Potash (SOP) developer, will consider bringing on board a joint venture (JV) partner to expedite funding for its projects.
- **De Grey Mining** [ASX: DEG], a Western Australian gold development company, expects to receive takeover interest from larger entities once it advances its Hemi deposit in Western Australia.
- **Firefinch** [ASX: FFX], a West Perth-based mining company, is eyeing gold acquisitions as it focuses on growing its production profile.
- **Lukin Resources**, an Australia-based explorer, is planning to list on the ASX in August or September with an issue price of AUD 0.20 per share which values the company at an enterprise value of AUD 6m (USD 4.4m).
- **BHP Group** [LON: BHP] [ASX: BHP], an Australia-based mining group, is thinking about exiting the oil and gas sector. It is considering options for its petroleum options, which could be valued at USD 15bn, including a sale to an industry rival.
- **Tindo Solar**, a private South Australian solar panel manufacture, is mulling a capital raise to help it accelerate growth by expanding manufacturing and sales.
- **Titan Hydrogen**, the Australia-based emerging fuel cell technology company, could raise as much as AUD 15m (USD 11m) in its 4Q 2021 IPO. Once listed, the company will look to capitalize on the burgeoning global hydrogen market and consider joint venture partnerships with fuel cell manufacturers.

DRILLING FOR DEALS...

- **Woodside Petroleum Limited** [ASX: WPL] is in discussions to acquire the Australian oil assets of BHP [ASX: BHP].
- **Austral Resources**, an Australia-based copper miner, is preparing to list on the ASX and raise AUD 30m (USD 22m) which values the company at a market capitalization of AUD 101m.
- **TrueGreen Mobility**, an Australia-based electric vehicle business, has received investment from Hong Kong-based **Tor Investment Management**. Tor beat out other potential investors including **Brookfield** and the principal finance arm of **Macquarie Group**.
- **Aeris Resources** [ASX: AIS], an Australian diversified mining and exploration company, could tap advisors to assist in its inorganic growth strategy.
- **Armada Exploration Limited** is seeking to raise AUD 10m (USD 7.7m) in an initial public offering. Existing shareholders **Cobre Limited** [ASX: CBE], **Metal Tiger Plc** [ASX: MTR] and **Resource Capital Funds** are expected to raise or maintain their stakes.
- **Jervois Mining** [ASX: JRV] is seeking to raise AUD 313m (USD 241.9m) via a combination of an entitlement offer and a share placement to finance its USD 160m acquisition of all the shares of **Freeport Cobalt Oy** and four affiliated entities from **Koboltti Chemicals Holdings Limited**.
- **Revolver Resources**, an Australia-based mineral explorer, is preparing to list on the ASX and raise AUD 10m (USD 7.3m) at AUD 0.20 per share which values the company at a market capitalization of AUD 46.2m.
- **AGL Energy** [ASX: AGL] is considering the acquisition of **Autonomous Energy**, an Australia-based solar farm business.
- **Oil Search** [ASX: OSH], an Australian oil and gas development group, is pursuing a number of fund options for the Pikka project including a sell down of its equity interest to 36%, the sale of mid-stream infrastructure and other appropriate debt capital markets funding options.
- **Legacy Minerals**, an Australia-based gold explorer, is seeking to raise as much as AUD 7m (USD 5.1m) through an initial public offering offered at AUD 0.20 per share which values the company at a market capitalization of AUD 16.32m.
- Receivers and managers of **Renewable Heat & Power** (RHP) and **Plantation Energy Australia Limited** (PEA) are seeking urgent expressions of interest for the purchase of the business and assets or the recapitalisation of the companies.
- The proposed merger between **Oil Search Limited** [ASX: OSH] and **Santos Limited** [ASX: STO] is expected to lead to asset sales or divestment in Alaska and Papua New Guinea (PNG).
- **Santos** [ASX: STO] could sell a stake in its Papua New Guinea gas project to **ExxonMobil** [NYSE: XOM] or **Total** [EPA: TTE] to ensure that they do not emerge as rival bidders for **Oil Search** [ASX: OSH].

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	Associate	(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

