



Market Movers

| Top 5 Movers (Upside) | Change | Top 5 Movers (Downside) | Change |
|----------------------------|--------|-------------------------|---------|
| Talga Resources Ltd | 26.6% | Coal of Africa Ltd | (10.4%) |
| West African Resources Ltd | 20.5% | Galaxy Resources Ltd | (9.0%) |
| Breaker Resources NL | 14.1% | Altura Mining Ltd | (7.7%) |
| Stanmore Coal Ltd | 12.2% | Focus Minerals Ltd | (7.5%) |
| Troy Resources Ltd | 10.7% | Kibaran Resources Ltd | (7.5%) |

M&A Rumor and Activity

Yancoal (ASX:YAL) has defended its offer to buy **Rio Tinto's** (ASX,LOND:RIO) **Coal & Allied** coal operations in the Hunter Valley, as rivals seek conditions from Australia's Foreign Investment Review Board. **Anglo American** (LON:AAL) investor Anil Agarwal has stated that he is not planning to ask for a seat on the board and does not intend to acquire assets from Anglo. Agarwal, the chair of **Vedanta** (LON:VED) has said that he would volunteer to assist Anglo should it wish to expand into India. India-based **Adani Group's** Carmichael coal mine in Queensland is said to have drawn interest from **Queensland Investment Corporation** (QIC), who say that they may invest in infrastructure projects associated with the proposed mine. South Korean junior gold explorer, **Southern Gold** (ASX:SAU), may pursue joint venture deals with mining majors to develop any world-class assets it discovers in the region. Australian based gold and copper explorer, **Magmatic Resources**, has withdrawn its ASX listing application. **South 32** (ASX,JSE,LON:S32) state that they will still have the flexibility to pursue acquisitions despite its proposed share buyback. **Rio Tinto** (ASX,LON:RIO) is expected to appoint Credit Suisse to sell its Kestrel and Hail Creek coking coal mines in Queensland. It is reported that **Zijin Mining** (HKG:2899), a non-ferrous metal mining company, will keep an eye on acquisition opportunities this year. They are believed to be eyeing gold assets in overseas markets and are currently studying opportunities in Argentina. Reports suggest that **China Hanking** (HKG:3788) sees the buying and selling of mining assets as one of its business strategies in the future, with a particular focus on acquiring gold and non-ferrous assets in Australia.

Source: Thomson Reuters, Company Announcements, LCC research,

Commodity Prices

| Commodity | Last Week | This Week | Change | LCC remarks |
|----------------------------|-----------|-----------|--------|--|
| Gold Spot (US\$/oz) | 1242.5 | 1242.3 | 0.0% | Steady |
| Iron Ore Spot (62%) | 86.36 | 81.78 | -5.3% | High inventory at Chinese ports and plentiful supply |
| Copper (US\$ per tonne) | 5790.5 | 5860 | 1.2% | Strike action ends at major mines |
| Tin (US\$ per tonne) | 20380 | 20075 | -1.5% | Steady |
| Lead (US\$ per tonne) | 2363 | 2340 | -1.0% | Steady |
| Zinc (US\$ per tonne) | 2816 | 2833 | 0.6% | Steady |
| Aluminium (US\$ per tonne) | 1913 | 1955 | 2.2% | Steady |
| Nickel (US\$ per tonne) | 9915 | 9935 | 0.2% | Steady |
| Coal NEWC (US\$ per tonne) | 81 | 80.7 | -0.4% | Steady |
| Oil - WTI (US\$ per bbl) | 47.9 | 50.1 | 4.6% | Market confidence in extension to supply cuts |
| Oil - Brent (US\$ per bbl) | 50.7 | 52.6 | 3.7% | Market confidence in extension to supply cuts |

Source: Thomson Reuters, news reports, LCC research

News Headlines and Key Sector Developments

The Australian market finished the week 1.94% higher with the **S&P/ASX200** ending at 5865 points. The Australian dollar gained 0.26% for the week to end at US76.42 cents. Gold was steady finishing the week at \$1243 per ounce. Iron ore continued to decline closing down 5.3% at 81.78 per tonne. Rising inventory at Chinese ports and abundant supply has pushed the price down, as the China Iron and Steel Association argues that Chinese steel demand will decline in 2017. Copper finished the week 1.2% higher at \$5860 per tonne. Positive signs came out of Indonesia where negotiations between the government and Freeport McMoran may lead to a resumption of copper concentrate exports from Freeport's massive Grasberg copper-gold mine. Thermal coal out of Newcastle remained buoyant to finish the week at \$81 a tonne. Oil prices rebounded moderately with WTI and Brent both finishing the week above USD50 per barrel. This came on the back of increased market confidence in an extension of the OPEC supply cuts and a drawdown in gasoline inventory levels.



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Australian Mining

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| | Ticker | Company Name | Market Cap (A\$ m) | Open Price (A\$) | Close Price (A\$) | Weekly change (%) | 52-Week Low (A\$) | 52-Week High (A\$) | Price as % of 52-week range | Volume Trend | EV/ EBITDA | EV/ EBIT |
|----------------|----------------------------|------------------------------|-----------------------|---------------------|----------------------|----------------------|----------------------|-----------------------|--------------------------------|-----------------|---------------|-------------|
| Majors | BHP.AX | BHP Billiton Ltd | 120,857 | 23.72 | 24.04 | ▼ (0.9%) | 15.85 | 27.95 | 67.7% | ---■ | 7.0x | 13.0x |
| | RIO.AX | Rio Tinto Ltd | 99,713 | 59.04 | 60.46 | ▲ 0.6% | 41.51 | 69.80 | 67.0% | ---■ | 6.7x | 10.3x |
| | FMG.AX | Fortescue Metals Group Ltd | 19,399 | 6.15 | 6.23 | ▼ (0.5%) | 2.47 | 7.27 | 78.3% | ---■ | 4.2x | 5.9x |
| | S32.AX | South32 Ltd | 14,694 | 2.70 | 2.76 | ▲ 1.5% | 1.38 | 3.07 | 82.0% | ---■ | 7.1x | 14.8x |
| | NCM.AX | Newcrest Mining Ltd | 17,075 | 22.80 | 22.27 | ▼ (1.2%) | 16.35 | 27.20 | 54.6% | ---■ | 9.8x | 17.4x |
| Base Metals | S2R.AX | S2 Resources Ltd | 53 | 0.23 | 0.22 | ▼ (6.5%) | 0.15 | 0.86 | 9.9% | ■--- | n.m. | n.m. |
| | HAV.AX | Havilah Resources Ltd | 120 | 0.64 | 0.70 | ▲ 9.4% | 0.32 | 0.87 | 69.1% | ---■ | n.m. | n.m. |
| | MCT.AX | Metalicity Ltd | 23 | 0.05 | 0.05 | ▼ (5.6%) | 0.05 | 0.10 | 10.5% | ■--- | n.m. | n.m. |
| | MIN.AX | Mineral Resources Ltd | 2,011 | 10.63 | 10.75 | ▲ 0.3% | 5.70 | 13.91 | 61.5% | ---■ | 4.5x | 6.9x |
| | OMH.AX | OM Holdings Ltd | 81 | 0.12 | 0.11 | ▼ (4.3%) | 0.04 | 0.18 | 51.9% | ■--- | n.m. | n.m. |
| | OZL.AX | OZ Minerals Ltd | 2,339 | 8.12 | 7.83 | ▼ (5.2%) | 4.85 | 10.08 | 57.0% | ---■ | 3.2x | 10.4x |
| | IGO.AX | Independence Group NL | 2,101 | 3.68 | 3.58 | ▼ (2.7%) | 2.54 | 5.01 | 42.2% | ■--- | 15.0x | 43.1x |
| | MMG.AX | MMG Ltd | 3,866 | 4.90 | 4.90 | — 0.0% | 3.00 | 4.90 | 100.0% | ■--- | 15.0x | 53.7x |
| | AWC.AX | Alumina Ltd | 5,155 | 1.75 | 1.79 | ▲ 0.8% | 1.19 | 2.04 | 70.6% | ■--- | 44.8x | 44.8x |
| | WSA.AX | Western Areas Ltd | 629 | 2.40 | 2.31 | ▼ (3.8%) | 1.89 | 3.44 | 27.3% | ■--- | n.m. | n.m. |
| | SFR.AX | Sandfire Resources NL | 1,006 | 6.53 | 6.38 | ▼ (1.7%) | 4.88 | 6.99 | 71.1% | ■--- | 4.5x | 9.3x |
| | IBG.AX | Ironbark Zinc Ltd | 43 | 0.08 | 0.08 | ▼ (1.3%) | 0.03 | 0.13 | 51.1% | ■--- | n.m. | n.m. |
| | MCR.AX | Mincor Resources NL | 40 | 0.23 | 0.21 | ▼ (4.5%) | 0.19 | 0.48 | 8.5% | ---■ | n.m. | n.m. |
| AVB.AX | Avanco Resources Ltd | 295 | 0.12 | 0.12 | ▲ 4.3% | 0.05 | 0.14 | 82.8% | ■--- | 19.1x | n.m. | |
| Minerals Sands | ILU.AX | Iluka Resources Ltd | 3,190 | 6.98 | 7.62 | ▲ 8.2% | 5.32 | 7.99 | 86.2% | ■--- | 31.8x | 101.3x |
| | MDL.AX | Mineral Deposits Ltd | 87 | 0.46 | 0.44 | ▼ (3.3%) | 0.19 | 0.59 | 63.1% | ---■ | 153.3x | 202.0x |
| Gold | AQG.AX | Alacer Gold Corp | 764 | 2.74 | 2.60 | ▼ (4.8%) | 1.88 | 3.85 | 36.7% | ■--- | 19.1x | n.m. |
| | ALK.AX | Alkane Resources Ltd | 141 | 0.29 | 0.28 | — 0.0% | 0.19 | 0.66 | 20.2% | ■--- | 5.1x | n.m. |
| | AGG.AX | AngloGold Ashanti Ltd | 5,682 | 2.95 | 2.88 | ▲ 1.8% | 2.61 | 5.93 | 8.1% | ---■ | 4.7x | 11.6x |
| | BDR.AX | Beadell Resources Ltd | 353 | 0.31 | 0.29 | — 0.0% | 0.22 | 0.55 | 21.2% | ■--- | 5.7x | 14.6x |
| | BLK.AX | Blackham Resources Ltd | 183 | 0.57 | 0.54 | ▼ (2.7%) | 0.38 | 1.18 | 20.1% | ■--- | n.m. | n.m. |
| | BRB.AX | Breaker Resources NL | 74 | 0.52 | 0.57 | ▲ 14.1% | 0.11 | 0.76 | 70.0% | ---■ | n.m. | n.m. |
| | DCN.AX | Dacian Gold Ltd | 399 | 1.97 | 1.98 | ▲ 2.1% | 1.63 | 3.88 | 15.5% | ■--- | n.m. | n.m. |
| | DRM.AX | Doray Minerals Ltd | 120 | 0.35 | 0.34 | ▼ (1.5%) | 0.28 | 1.25 | 5.7% | ---■ | 3.5x | 35.2x |
| | EVN.AX | Evolution Mining Ltd | 3,534 | 2.09 | 2.10 | ▲ 2.4% | 1.46 | 3.04 | 40.3% | ■--- | 7.1x | 18.4x |
| | FML.AX | Focus Minerals Ltd | 79 | 0.50 | 0.43 | ▼ (7.5%) | 0.34 | 0.74 | 22.5% | ■--- | n.m. | n.m. |
| | GOR.AX | Gold Road Resources Ltd | 479 | 0.58 | 0.55 | ▼ (4.3%) | 0.43 | 0.75 | 37.8% | ---■ | n.m. | n.m. |
| | KCN.AX | Kingsgate Consolidated Ltd | 55 | 0.26 | 0.25 | ▼ (5.8%) | 0.13 | 0.50 | 31.5% | ■--- | 0.5x | 2.2x |
| | MML.AX | Medusa Mining Ltd | 75 | 0.37 | 0.36 | ▼ (1.4%) | 0.32 | 0.92 | 7.2% | ■--- | 1.1x | 1.7x |
| | MLX.AX | Metals X Ltd | 475 | 0.75 | 0.78 | ▲ 5.4% | 0.52 | 1.86 | 19.4% | ---■ | 53.4x | 53.4x |
| | MOY.AX | Millennium Minerals Ltd | 199 | 0.27 | 0.26 | — 0.0% | 0.10 | 0.42 | 49.2% | ---■ | 4.1x | 8.6x |
| | NST.AX | Northern Star Resources Ltd | 2,438 | 4.18 | 4.06 | ▼ (0.5%) | 2.97 | 5.84 | 38.0% | ■--- | 5.4x | 8.2x |
| | OGC.AX | OceanaGold Corp | 2,375 | 4.00 | 3.85 | ▼ (1.3%) | 3.30 | 5.79 | 22.1% | ■--- | 6.8x | 12.6x |
| | PRU.AX | Perseus Mining Ltd | 320 | 0.33 | 0.31 | — 0.0% | 0.30 | 0.70 | 3.7% | ■--- | n.m. | n.m. |
| | RMS.AX | Ramelius Resources Ltd | 268 | 0.51 | 0.51 | ▲ 3.0% | 0.36 | 0.75 | 39.0% | ---■ | 2.1x | 8.8x |
| | RND.AX | Rand Mining Ltd | 120 | 2.03 | 2.00 | — 0.0% | 1.55 | 2.90 | 33.6% | ■--- | 5.5x | 6.8x |
| | RRL.AX | Regis Resources Ltd | 1,653 | 3.38 | 3.30 | — 0.0% | 2.23 | 4.32 | 51.2% | ■--- | 6.2x | 8.7x |
| | RSG.AX | Resolute Mining Ltd | 958 | 1.38 | 1.30 | ▼ (3.3%) | 0.53 | 2.35 | 42.4% | ■--- | 4.4x | 5.2x |
| | SAR.AX | Saracen Mineral Holdings Ltd | 795 | 1.05 | 0.99 | ▼ (3.9%) | 0.79 | 1.86 | 18.2% | ■--- | 8.3x | 18.0x |
| | SLR.AX | Silver Lake Resources Ltd | 292 | 0.60 | 0.58 | ▼ (1.7%) | 0.29 | 0.80 | 57.4% | ■--- | 4.5x | 32.6x |
| | SBM.AX | St Barbara Ltd | 1,184 | 2.58 | 2.38 | ▼ (4.8%) | 1.73 | 3.77 | 32.0% | ---■ | 3.8x | 5.2x |
| | SAU.AX | Southern Gold Ltd | 13 | 0.30 | 0.29 | ▼ (1.7%) | 0.24 | 0.46 | 22.7% | ---■ | n.m. | n.m. |
| | TLM.AX | Talisman Mining Ltd | 71 | 0.40 | 0.38 | ▼ (7.3%) | 0.34 | 0.47 | 30.8% | ---■ | n.m. | n.m. |
| | TGZ.AX | Teranga Gold Corp | 438 | 0.81 | 0.80 | — 0.0% | 0.62 | 1.40 | 22.4% | ---■ | 2.5x | 4.4x |
| | TBR.AX | Tribune Resources Ltd | 325 | 6.49 | 6.49 | — 0.0% | 3.80 | 8.10 | 62.6% | ■--- | 4.5x | 5.7x |
| | TRY.AX | Troy Resources Ltd | 70 | 0.15 | 0.16 | ▲ 10.7% | 0.13 | 0.75 | 4.5% | ---■ | 3.2x | n.m. |
| WAF.AX | West African Resources Ltd | 128 | 0.22 | 0.27 | ▲ 20.5% | 0.13 | 0.45 | 42.9% | ---■ | n.m. | n.m. | |

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|-------------|--------|-----------------------------------|-------|-------|-------|-----------|------|-------|-------|-------|--------|--------|
| Diamonds | LOM.AX | Lucapa Diamond Co Ltd | 117 | 0.38 | 0.36 | ▼ (5.3%) | 0.32 | 0.55 | 18.5% | ■■■■ | n.m. | n.m. |
| | ZIM.AX | Zimplats Holdings Ltd | 592 | 5.50 | 5.50 | — 0.0% | 3.30 | 7.44 | 53.1% | ■ ■ ■ | 3.9x | 9.6x |
| Lithium | PLS.AX | Pilbara Minerals Ltd | 543 | 0.46 | 0.43 | ▼ (6.6%) | 0.40 | 0.87 | 4.9% | ■■■■ | n.m. | n.m. |
| | GXY.AX | Galaxy Resources Ltd | 899 | 0.50 | 0.46 | ▼ (9.0%) | 0.26 | 0.70 | 45.5% | ■■■■ | n.m. | n.m. |
| | NMT.AX | Neometals Ltd | 172 | 0.32 | 0.31 | ▼ (3.2%) | 0.29 | 0.49 | 7.4% | ■■■■ | n.m. | n.m. |
| | MIN.AX | Mineral Resources Ltd | 2,011 | 10.63 | 10.75 | ▲ 0.3% | 5.70 | 13.91 | 61.5% | ■■■■ | 4.5x | 6.9x |
| | ORE.AX | Orocobre Ltd | 585 | 2.92 | 2.78 | ▼ (3.1%) | 2.62 | 5.05 | 6.6% | ■■■■ | n.m. | n.m. |
| | AJM.AX | Altura Mining Ltd | 231 | 0.16 | 0.15 | ▼ (7.7%) | 0.11 | 0.28 | 23.3% | ■■■■ | n.m. | n.m. |
| | BGS.AX | Birimian Ltd | 52 | 0.28 | 0.27 | ▼ (3.6%) | 0.10 | 0.53 | 39.7% | ■■■■ | n.m. | n.m. |
| | KDR.AX | Kidman Resources Ltd | 150 | 0.44 | 0.45 | ▲ 3.4% | 0.08 | 0.82 | 50.0% | ■■■■ | n.m. | n.m. |
| Graphite | TLG.AX | Talga Resources Ltd | 91 | 0.40 | 0.50 | ▲ 26.6% | 0.21 | 0.55 | 85.5% | ■■■■ | n.m. | n.m. |
| | SYR.AX | Syrah Resources Ltd | 747 | 2.78 | 2.83 | ▲ 2.9% | 2.24 | 6.66 | 13.3% | ■■■■ | n.m. | n.m. |
| | KNL.AX | Kibaran Resources Ltd | 45 | 0.20 | 0.19 | ▼ (7.5%) | 0.15 | 0.34 | 18.4% | ■■■■ | n.m. | n.m. |
| | MNS.AX | Magnis Resources Ltd | 272 | 0.57 | 0.59 | ▲ 4.5% | 0.37 | 1.12 | 29.1% | ■■■■ | n.m. | n.m. |
| REE | LYC.AX | Lynas Corp Ltd | 336 | 0.09 | 0.09 | — 0.0% | 0.05 | 0.14 | 47.8% | ■■■■ | 187.7x | n.m. |
| Fertilizers | DNK.AX | Danakali Ltd | 152 | 0.73 | 0.67 | ▼ (6.9%) | 0.21 | 0.85 | 72.1% | ■■■■ | n.m. | n.m. |
| | IPL.AX | Incitec Pivot Ltd | 6,344 | 3.82 | 3.76 | ▼ (2.6%) | 2.66 | 3.93 | 86.6% | ■■■■ | 13.7x | 23.2x |
| Coal | CZA.AX | Coal of Africa Ltd | 95 | 0.05 | 0.04 | ▼ (10.4%) | 0.03 | 0.10 | 18.6% | ■■■■ | n.m. | n.m. |
| | NHC.AX | New Hope Corporation Ltd | 1,479 | 1.80 | 1.78 | ▼ (1.9%) | 1.29 | 2.13 | 58.3% | ■■■■ | 8.5x | 21.4x |
| | SMR.AX | Stammore Coal Ltd | 116 | 0.39 | 0.46 | ▲ 12.2% | 0.20 | 0.84 | 40.6% | ■■■■ | n.m. | n.m. |
| | WHC.AX | Whitehaven Coal Ltd | 3,068 | 2.75 | 2.99 | ▲ 7.9% | 0.57 | 3.35 | 87.1% | ■■■■ | 8.4x | 12.1x |
| | YAL.AX | Yancoal Australia Ltd | 393 | 0.40 | 0.40 | — 0.0% | 0.07 | 0.55 | 67.7% | ■■■■ | 30.2x | 190.2x |
| Uranium | ERA.AX | Energy Resources Of Australia Ltd | 373 | 0.71 | 0.72 | ▲ 2.9% | 0.33 | 0.77 | 89.8% | ■■■■ | (1.3x) | n.m. |
| | TOE.AX | Toro Energy Ltd | 84 | 0.04 | 0.04 | ▼ (2.3%) | 0.04 | 0.06 | 24.1% | ■■■■ | n.m. | n.m. |
| | VMY.AX | Vimy Resources Ltd | 71 | 0.23 | 0.23 | — 0.0% | 0.22 | 0.40 | 2.8% | ■■■■ | n.m. | n.m. |

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