



## Market Movers

Top 5 Movers (Upside)	Change	Top 5 Movers (Downside)	Change
Metalicity Ltd	22.2%	Havilah Resources Ltd	(15.6%)
Kibaran Resources Ltd	11.8%	Lynas Corporation Ltd	(12.2%)
Birimian Ltd	5.0%	St Barbara Ltd	(11.0%)
Yancoal Australia Ltd	5.0%	Resolute Mining Ltd	(9.3%)
New Hope Corporation Ltd	4.5%	Talisman Mining Ltd	(8.2%)

Source: Thomson Reuters, Company Announcements, LCC research,

## M&A Rumour and Activity

**Seven Group Holdings** on 20 September 2017 announced that it has entered into a binding agreement to acquire the remaining 53.3% of the securities of Coates Group Holdings which it does not already own for \$517 million from an affiliate of Carlyle Asia Partners II. The purchase consideration implies a valuation of 6.5x EV/FY17 EBITDA, and will provide a 15% accretion to SVW's underlying EPS in FY17 on a full year pro-forma basis.

**New Talisman** has acquired Newcrest Mining subsidiary Newcrest New Zealand Exploration, which holds 80% of the Rahu project for an undisclosed amount.

**TNG**, a metals company is on track to sell its Melville Island exploration license application (ELA) in the Northern Territory to Rio Tinto Exploration. Both companies signed a farm-in agreement back in October 2012, allowing Rio to earn an 80% interest in the project, while TNG retained 20%. However, since the license did not progress from the application phase, TNG instead agreed to sell its interest in the project to Rio for \$80,000.

## Commodity Prices

Commodity	Last Week	This Week	Change	LCC remarks
Gold Spot (US\$/oz)	1327	1297	(2.3%)	Shift in focus from geopolitical tensions to global economic growth
Iron Ore Spot (62%)	74.0	66.1	(10.7%)	RBA called the top of iron ore cycle as supply is expected to exceed demand
Copper (US\$ per tonne)	6,418	6,407	(0.2%)	Investors shunned risky assets after renewed North Korean tensions
Tin (US\$ per tonne)	20,750	20,750	0.0%	-
Lead (US\$ per tonne)	2,266	2,472	9.1%	Expectations that China's anti-pollution campaign would push prices higher
Zinc (US\$ per tonne)	2,994	3,098	3.5%	-
Aluminium (US\$ per tonne)	2,065	2,154	4.3%	Reports that China's Chinalco was cutting output earlier than expected
Nickel (US\$ per tonne)	11,265	10,860	(3.6%)	Trading fees raised in China to dampen speculation which weighted on prices
Coal NEWC (US\$ per tonne)	99.6	97.9	0.0%	-
Oil - WTI (US\$ per bbl)	49.8	50.5	1.4%	Tightening of fuel supplies
Oil - Brent (US\$ per bbl)	55.9	58.0	3.8%	Tightening of fuel supplies

Source: Thomson Reuters, news reports, LCC research

## News Headlines and Key Sector Developments

The Australian market finished the week 0.23% lower with the S&P/ASX200 ending at 5682 points, as investors sought to integrate changing interest rate expectations into their stock choices. The financial sector was the strongest performer of the week, with gains offsetting losses for interest rate-sensitive sectors such as utilities and real estate. The Australian dollar finished the week 0.49% lower to end at US79.62 cents, mainly due to the strengthening of the US Dollar following hawkish comments by the US Federal Reserve, which marked a symbolic historic end to 10 years of "easy money" as the Fed starts to wind back its balance sheet.

**Rio Tinto** plans to buy back another \$3.1 billion (\$US2.5 billion) worth of shares, returning the proceeds from the sale of Coal & Allied to shareholders. Rio said the capital return program would be executed through a combination of an off-market buy back tender, targeting \$703 million (\$US560 million), with the remaining funds to be allocated to its existing on-market purchases. Further, Rio's Chief Financial Officer Mr. Chris Lynch will retire from the role by the end of September 2018.

**Sandfire Resources** subsidiary Tintina Resources has received a draft operating permit for the Black Butte copper project in Montana, USA. The draft operating permit was granted by the Montana Department of Environmental Quality (MT DEQ) Hard Rock Mining Bureau and formally completes the 'Completeness and Compliance' review. It comes after the MT DEQ deemed the project's mine operating permit (MOP) 'Complete and Compliant' in July.

**Calidus Resources** is on track to form a joint venture with Canadian explorer Novo Resources for tenements surrounding the Warrawoona gold project in the Pilbara. Under the joint venture, Calidus will have the right to acquire a 70% interest in the Novo tenements surrounding Warrawoona which cover 184sqkm and includes direct extensions to the Klondyke Shear in the East Pilbara region.

**Syrah Resources** plans to raise \$110 million to fund the ramp up of production at the Balama graphite project in Mozambique, Africa. The placement involves issuing around 7.4 million new shares at \$3.38 each to raise \$25 million. The remaining \$85 million will be raised through a 1-for-10.5 entitlement offer of new shares, also at \$3.38 each.

The Northern Territory has recorded minerals sales worth \$3.63 billion during 2016-17, the highest ever minerals sales for the territory. According to the NT Mining Production summary, metallic minerals including manganese, gold ore, and bauxite reached \$3.3 billion; non-metallic minerals such as garnet sands, limestone and quicklime were valued at \$53.6 million; and energy minerals, including uranium oxide, was valued at \$262 million.



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# Australian Mining

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	Ticker	Company Name	Market Cap (A\$)		Open Price (A\$)	Close Price (A\$)	Weekly change (%)	52-Week Low (A\$)	52-Week High (A\$)	Price as % of 52-week range	Volume	EV/ EBITDA	EV/ EBIT
			m										
Majors	BHP.AX	BHP Billiton Ltd	131,476	26.20	25.95	▼ (1.2%)	21.17	27.95	70.5%	6.4x	10.8x		
	RIO.AX	Rio Tinto Ltd	109,095	66.40	65.97	▼ (1.3%)	49.15	70.00	80.7%	6.2x	8.7x		
	FMG.AX	Fortescue Metals Group Ltd	15,943	5.53	5.12	▼ (7.7%)	4.52	7.27	21.8%	3.3x	4.5x		
	S32.AX	South32 Ltd	16,736	3.11	3.22	▲ 3.5%	2.31	3.27	94.8%	5.6x	9.0x		
	NCM.AX	Newcrest Mining Ltd	16,623	22.14	21.67	▼ (3.4%)	16.35	25.57	57.7%	10.5x	20.5x		
Base Metals	S2R.AX	S2 Resources Ltd	42	0.17	0.17	— 0.0%	0.14	0.57	7.0%	n.m.	n.m.		
	HAV.AX	Havilah Resources Ltd	49	0.32	0.27	▼ (15.6%)	0.27	0.75	0.0%	8.9x	9.2x		
	MCT.AX	Metalicity Ltd	21	0.04	0.04	▲ 22.2%	0.03	0.09	18.5%	n.m.	n.m.		
	MIN.AX	Mineral Resources Ltd	2,913	16.73	15.55	▼ (6.9%)	9.15	16.99	81.6%	6.1x	9.4x		
	OMH.AX	OM Holdings Ltd	329	0.48	0.45	▼ (6.2%)	0.07	0.56	77.6%	10.1x	16.4x		
	OZL.AX	OZ Minerals Ltd	2,216	7.83	7.42	▼ (5.8%)	5.65	10.08	40.0%	2.9x	7.8x		
	IGO.AX	Independence Group NL	1,989	3.55	3.39	▼ (4.8%)	2.84	5.01	25.4%	15.1x	41.3x		
	MMG.AX	MMG Ltd	4,555	5.00	5.00	— 0.0%	4.90	5.00	100.0%	8.5x	18.6x		
	AWC.AX	Alumina Ltd	6,249	2.18	2.17	▲ 0.9%	1.39	2.24	91.8%	93.8x	93.8x		
	WSA.AX	Western Areas Ltd	682	2.61	2.50	▼ (4.9%)	1.87	3.44	40.1%	10.6x	n.m.		
	SFR.AX	Sandfire Resources NL	880	5.90	5.57	▼ (5.6%)	4.88	6.99	32.7%	3.3x	6.6x		
	IBG.AX	Ironbark Zinc Ltd	44	0.08	0.08	▼ (1.2%)	0.06	0.13	33.8%	n.m.	n.m.		
	MCR.AX	Mincor Resources NL	47	0.27	0.25	▼ (7.4%)	0.13	0.40	45.3%	n.m.	n.m.		
	AVB.AX	Avanco Resources Ltd	245	0.10	0.10	▲ 1.0%	0.05	0.14	58.8%	9.6x	45.2x		
	Minerals Sands	ILU.AX	Iluka Resources Ltd	3,831	9.35	9.15	▼ (1.1%)	5.32	9.97	82.4%	20.4x	38.2x	
MDL.AX		Mineral Deposits Ltd	161	0.81	0.82	▼ (2.4%)	0.33	0.89	87.6%	98.7x	105.0x		
Gold	AQG.AX	Alacer Gold Corp	624	2.24	2.14	▼ (4.0%)	1.88	3.74	14.2%	17.3x	n.m.		
	ALK.AX	Alkane Resources Ltd	191	0.36	0.38	▲ 4.1%	0.22	0.66	37.5%	2.7x	12.3x		
	AGG.AX	AngloGold Ashanti Ltd	4,828	2.55	2.35	▼ (7.8%)	2.35	4.38	0.0%	4.6x	12.7x		
	BDR.AX	Beadell Resources Ltd	258	0.21	0.21	▲ 2.4%	0.18	0.49	9.7%	10.1x	n.m.		
	BLK.AX	Blackham Resources Ltd	79	0.26	0.23	▼ (8.0%)	0.18	0.92	7.4%	68.4x	n.m.		
	BRB.AX	Breaker Resources NL	100	0.70	0.66	▼ (5.7%)	0.29	0.80	72.5%	n.m.	n.m.		
	DCN.AX	Dacian Gold Ltd	434	2.26	2.13	▼ (4.5%)	1.50	3.55	30.7%	n.m.	n.m.		
	DRM.AX	Doray Minerals Ltd	78	0.23	0.22	▼ (4.3%)	0.18	0.63	9.9%	1.9x	23.6x		
	EVN.AX	Evolution Mining Ltd	3,774	2.38	2.23	▼ (7.5%)	1.61	2.67	58.5%	6.3x	15.4x		
	FML.AX	Focus Minerals Ltd	73	0.43	0.40	▼ (7.0%)	0.39	0.58	5.3%	n.m.	n.m.		
	GOR.AX	Gold Road Resources Ltd	588	0.70	0.68	▼ (3.6%)	0.51	0.75	69.4%	n.m.	n.m.		
	KCN.AX	Kingsgate Consolidated Ltd	61	0.28	0.28	▼ (1.8%)	0.13	0.35	65.9%	1.0x	62.4x		
	MML.AX	Medusa Mining Ltd	60	0.30	0.29	— 0.0%	0.27	0.77	4.0%	0.4x	0.5x		
	MLX.AX	Metals X Ltd	454	0.75	0.75	▼ (2.6%)	0.52	1.57	21.4%	5.5x	7,061.8x		
	MOY.AX	Millennium Minerals Ltd	121	0.16	0.16	▼ (3.1%)	0.16	0.36	0.0%	3.3x	31.8x		
	NST.AX	Northern Star Resources Ltd	2,968	5.04	4.92	▼ (3.3%)	2.97	5.56	75.5%	6.1x	9.3x		
	OGC.AX	OceanaGold Corp	2,273	3.80	3.76	▼ (4.3%)	3.30	4.88	29.1%	5.9x	12.4x		
	PRU.AX	Perseus Mining Ltd	346	0.34	0.34	▼ (2.9%)	0.27	0.68	15.9%	n.m.	n.m.		
	RMS.AX	Ramellus Resources Ltd	199	0.39	0.38	▼ (5.0%)	0.37	0.75	2.7%	1.5x	5.6x		
	RND.AX	Rand Mining Ltd	189	3.15	3.15	— 0.0%	1.54	3.20	97.0%	8.8x	10.8x		
	RRL.AX	Regis Resources Ltd	1,900	3.95	3.77	▼ (4.6%)	2.32	4.35	71.6%	7.1x	9.2x		
	RSG.AX	Resolute Mining Ltd	793	1.17	1.07	▼ (9.3%)	0.94	2.30	9.6%	3.0x	3.4x		
	SAR.AX	Saracen Mineral Holdings Ltd	1,073	1.36	1.33	▼ (3.3%)	0.79	1.50	75.9%	9.4x	28.5x		
	SLR.AX	Silver Lake Resources Ltd	203	0.42	0.41	▼ (3.6%)	0.40	0.80	1.3%	2.1x	91.9x		
	SBM.AX	St Barbara Ltd	1,370	2.93	2.68	▼ (11.0%)	1.73	3.25	62.6%	3.8x	5.2x		
	SAU.AX	Southern Gold Ltd	15	0.29	0.30	▼ (3.2%)	0.22	0.37	52.1%	1.4x	1.8x		
	TLM.AX	Talisman Mining Ltd	42	0.25	0.23	▼ (8.2%)	0.21	0.46	7.8%	n.m.	n.m.		
	TGZ.AX	Unable to collect data for the field TR.C	325	3.26	3.30	— 0.0%	2.76	6.85	13.2%	2.1x	4.5x		
	TBR.AX	Tribune Resources Ltd	344	7.25	6.90	▼ (4.8%)	4.78	8.50	56.9%	4.8x	6.1x		
	TRY.AX	Troy Resources Ltd	55	0.13	0.12	▼ (4.0%)	0.07	0.42	15.7%	n.m.	n.m.		
	WAF.AX	West African Resources Ltd	202	0.36	0.35	▼ (4.4%)	0.18	0.39	83.2%	n.m.	n.m.		
	Diamonds	LOM.AX	Lucapa Diamond Co Ltd	90	0.27	0.27	— 0.0%	0.24	0.55	9.7%	n.m.	n.m.	
ZIM.AX		Zimplats Holdings Ltd	472	4.50	4.40	▼ (2.2%)	3.60	6.50	27.6%	2.2x	3.8x		
Lithium	PLS.AX	Pilbara Minerals Ltd	817	0.57	0.53	▼ (5.4%)	0.31	0.60	74.0%	n.m.	n.m.		
	GYX.AX	Galaxy Resources Ltd	1,011	2.67	2.52	▼ (4.2%)	1.43	3.48	53.4%	n.m.	n.m.		
	NMT.AX	Neometals Ltd	157	0.32	0.29	▼ (6.5%)	0.25	0.41	27.3%	n.m.	n.m.		
	MIN.AX	Mineral Resources Ltd	2,913	16.73	15.55	▼ (6.9%)	9.15	16.99	81.6%	6.1x	9.4x		
	ORE.AX	Orocobre Ltd	923	4.27	4.40	▲ 2.6%	2.62	4.98	75.4%	n.m.	n.m.		
	AJM.AX	Altura Mining Ltd	331	0.22	0.21	▼ (2.4%)	0.12	0.23	78.3%	n.m.	n.m.		
	BGS.AX	Birimian Ltd	81	0.41	0.42	▲ 5.0%	0.23	0.53	63.9%	n.m.	n.m.		
	KDR.AX	Kidman Resources Ltd	292	0.93	0.88	▼ (3.8%)	0.34	0.97	85.8%	n.m.	n.m.		
Graphite	TLG.AX	Talga Resources Ltd	125	0.66	0.62	▼ (6.8%)	0.25	0.92	56.0%	n.m.	n.m.		
	SYR.AX	Syrah Resources Ltd	1,022	3.71	3.55	▼ (2.3%)	2.21	4.54	57.6%	n.m.	n.m.		
	KNL.AX	Kibaran Resources Ltd	46	0.16	0.19	▲ 11.8%	0.12	0.24	58.3%	n.m.	n.m.		
	MNS.AX	Magnis Resources Ltd	233	0.39	0.43	— 0.0%	0.36	0.95	11.0%	n.m.	n.m.		
REE	LYC.AX	Lynas Corporation Ltd	830	0.21	0.18	▼ (12.2%)	0.05	0.22	78.5%	37.8x	n.m.		
	IPL.AX	Incitec Pivot Ltd	6,124	3.58	3.63	▲ 2.3%	2.75	3.93	74.7%	14.0x	24.3x		
Coal	CZA.AX	Coal of Africa Ltd	109	0.04	0.04	— 0.0%	0.04	0.06	4.5%	n.m.	n.m.		
	NHC.AX	New Hope Corporation Ltd	1,546	1.78	1.86	▲ 4.5%	1.45	2.13	60.6%	4.6x	7.0x		
	SMR.AX	Stannmore Coal Ltd	102	0.41	0.41	▼ (3.6%)	0.29	0.84	20.9%	7.8x	11.1x		
	WHC.AX	Whitehaven Coal Ltd	3,642	3.70	3.55	▼ (3.3%)	2.36	3.89	77.8%	3.6x	6.8x		
	YAL.AX	Yancoal Australia Ltd	4,598	0.11	0.11	▲ 5.0%	0.10	0.55	1.5%	19.2x	29.6x		
Uranium	ERA.AX	Energy Resources Of Australia Ltd	294	0.57	0.57	— 0.0%	0.33	0.77	55.7%	(7.5x)	(18.0x)		
	TOE.AX	Toro Energy Ltd	62	0.03	0.03	— 0.0%	0.03	0.06	10.8%	n.m.	n.m.		
	VMY.AX	Vimy Resources Ltd	41	0.12	0.12	▼ (4.2%)	0.11	0.28	5.7%	n.m.	n.m.		

Source: Thomson Reuters, LCC research



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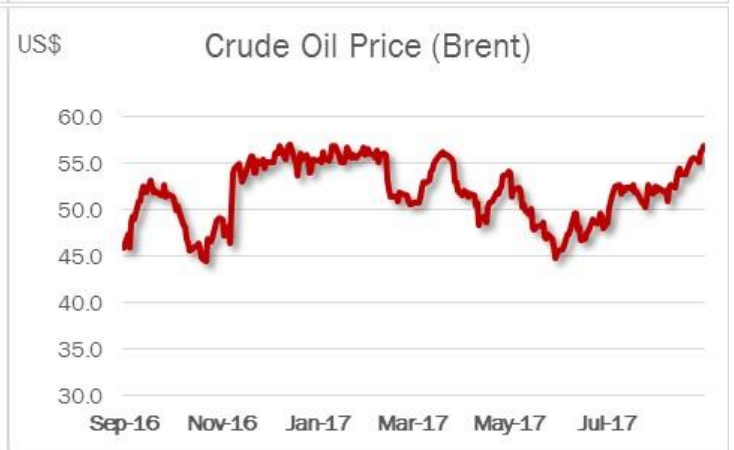
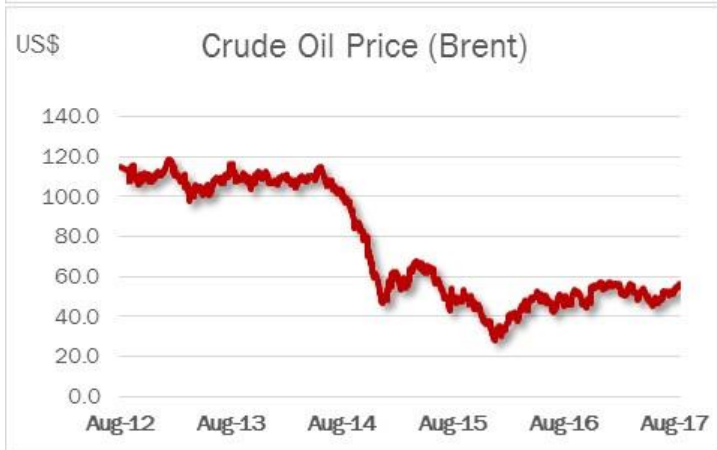
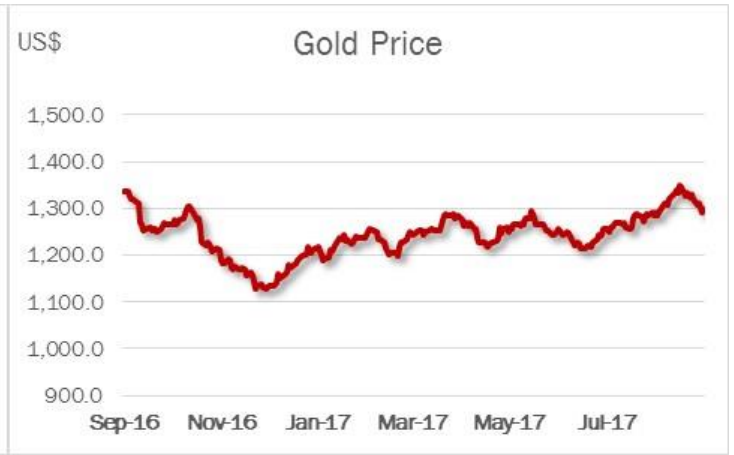
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5-year charts

1-year charts



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