

Analyst

David Coates 612 8224 2887

Authorisation

Regan Burrows 618 9326 7677

Regis Resources Ltd (RRL)

Hedge book overhang removed

Recommendation

Buy (unchanged)

Price

\$1.895

Target (12 months)

\$2.37 (previously \$2.31)

GICS Sector

Materials

Expected Return

Capital growth	25%
Dividend yield	0%
Total expected return	25%

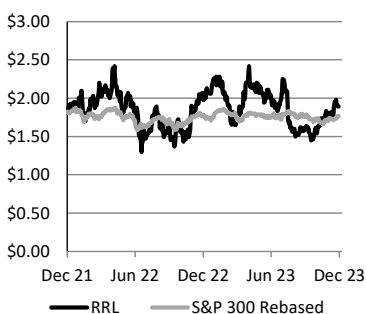
Company Data & Ratios

Enterprise value	\$1,559m
Market cap	\$1,431m
Issued capital	755.3m
Free float	100%
Avg. daily val. (52wk)	\$10.1m
12 month price range	\$1.435-\$2.46

Price Performance

	(1m)	(3m)	(12m)
Price (A\$)	1.84	1.58	2.00
Absolute (%)	3.3	19.9	-5.3
Rel market (%)	0.1	21.6	-3.7

Absolute Price



SOURCE: IRESS

63koz bought back for \$98m

RRL has announced the closure of its gold hedge book for a cost of A\$98m. The closure comprised the buyback of 63,000oz forward sold at a gold price of A\$1,571/oz, for delivery over the balance of FY24 at a rate of 10koz per month / 30koz per quarter. We calculate that for the December 2023 quarter RRL has delivered 27koz. This was its final hedge book delivery and as of 11 December 2023 RRL is fully unhedged, with all sales now exposed to spot gold prices. The closure has been funded from existing cash reserves, last reported to be A\$250m at end September 2023.

Increased investor appeal, valuation multiple expansion

While this move has been signalled to the market, its implementation is a significant milestone for the company and results in forecast earnings upgrades for FY24, offset by the expense of the closure, which we record above the EBITDA line. We calculate a net closure price of ~A\$3,120/oz, with the implication being that if the A\$ gold price is above that level through FY24, RRL will come out ahead of its \$98m outlay. More important, however, is RRL's operating margin expansion, its appeal to investors seeking unhedged gold exposure in a rising gold price environment and the increase in quarterly cash flow generation metrics that the market gives a strong weighting to in its valuation of gold producers. RRL has been heavily discounted on this metric, largely due to its hedge book. We expect this event to bring forward a re-rating of RRL's share price from mid-CY24 to the next couple of quarters, as its results are reported.

Investment thesis – Buy, TP \$2.37/sh (from Buy, TP\$2.31/sh)

Earnings changes in this report are: FY24: +9%; FY25: +1% and FY26: +2%. RRL is one of the largest ASX gold producers with an attractive all-Australian asset portfolio and organic growth options which are unique at this scale. It now offers full exposure to the gold price and strong free cash flow growth over FY24 and FY25. These attributes also make RRL an appealing corporate target in the current M&A environment. Our NPV-based valuation is up 3%, to \$2.37/sh and we retain our Buy recommendation.

Earnings Forecast

Year end 30 June	2023a	2024e	2025e	2026e
Sales (A\$m)	1,134	1,325	1,301	1,229
EBITDA (A\$m)	376	401	607	605
NPAT (reported) (A\$m)	(24)	69	221	233
NPAT (adjusted) (A\$m)	(22)	69	221	233
EPS (adjusted) (cps)	(3.0)	9.1	29.3	30.8
EPS growth (%)	-276%	nm	220%	5%
PER (x)	nm	20.7	6.5	6.1
FCF Yield (%)	3%	9%	21%	25%
EV/EBITDA (x)	4.2	3.9	2.6	2.6
Dividend (cps)	-	-	-	-
Yield (%)	0%	0%	0%	0%
Franking (%)	100%	100%	100%	100%
ROE (%)	-2%	4%	13%	12%

SOURCE: BELL POTTER SECURITIES ESTIMATES

Hedge book overhang removed

63koz bought back for \$98m

RRL has announced the closure of its gold hedge book for a cost of A\$98m. The closure comprised the buyback of 63,000oz forward sold at a gold price of A\$1,571/oz, for delivery over the balance of FY24 at a rate of 10koz per month / 30koz per quarter. We calculate that for the December 2023 quarter RRL has delivered 27koz. This was its final hedge book delivery and as of 11 December 2023 RRL is fully unhedged, with all sales now exposed to spot gold prices. The closure has been funded from existing cash reserves, last reported to be A\$250m at end September 2023.

Increased investor appeal, valuation multiple expansion

While this move has been signalled to the market, its implementation is a significant milestone for the company and results in forecast earnings upgrades for FY24, offset by the expense of the closure, which we record above the EBITDA line. We calculate a net closure price of ~A\$3,120/oz, with the implication being that if the A\$ gold price is above that level through FY24, RRL will come out ahead of its \$98m outlay.

More important, however, is RRL's operating margin expansion, its appeal to investors seeking unhedged gold exposure in a rising gold price environment and the increase in quarterly cash flow generation metrics that the market gives a strong weighting to in its valuation of gold producers. RRL has historically been heavily discounted on this metric, in large part due to the impact of its hedge book. We expect this event to bring forward a re-rating of RRL's share price from mid-CY24 to the next couple of quarters, as its results are reported.

The value play

In our view, RRL stands out as a company with much to gain in closing out its hedge book, due to the scope for a material valuation uplift on the implementation of this plan:

Valuation multiples: We last measured an EV/AISC margin multiple across the ASX Gold producers of 4.7x. We'd suggest that this is currently at the lower end of the range for a metric we typically see in the 5x – 6x range;

RRL is under-rated on this metric: RRL is currently trading at <2.0x EV/AISC margin multiple, making it very cheap relative to peers. In our view, one of the main reasons for the cheaper rating has been the burden of RRL's hedge book, which is logical. However, RRL's assets have relatively long mine lives (6-10 year mine lives of the Duketon and Tropicana assets and 10 years for major growth project, McPhillamys), which are another factor in this metric.

Valuation re-rate implication: The implication of this is that if RRL was re-rated on this multiple, there is significant upside to RRL's EV. Applying an EV/AISC margin multiple of just 4.0x to RRL's unhedged AISC margin, implies an EV of A\$3,750m. This is an increase of 141% to RRL's current EV of A\$1,560m, a valuation uplift of A\$2,195m.

When you consider RRL's FY24 production guidance midpoint of 435koz and the production rates of its peer group, a significant valuation uplift does not look demanding. It reinforces our view that RRL is currently one of the best value gold exposures on the ASX.

Changes to our forecasts

With this update we have made the following changes to our forecasts and valuation:

- Updated for the latest hedge book structure, which includes the buyback of gold forward sales from 11 December 2023 to 30 June 2024;
- Recorded a finance expense of \$98m to our modelled income statement, with the expense incurred before the EBITDA line; and
- Updated for our estimate of RRL's latest capital structure, debt, cash and bullion position and rolled our model forward.

The net impacts to our estimates are summarised in the table below:

Table 1 – Changes to our earnings estimates									
Year ending 30 June	Previous			New			Change		
	2024e	2025e	2026e	2024e	2025e	2026e	2024e	2025e	2026e
Prices & currency									
Gold (US\$/oz)	1,988	2,100	2,120	1,988	2,100	2,120	0%	0%	0%
US\$/A\$	0.66	0.70	0.70	0.66	0.70	0.70	0%	0%	0%
Gold (A\$/oz)	3,030	3,000	3,028	3,030	3,000	3,028	0%	0%	0%
Production & costs									
Gold produced (koz)	444	434	406	444	434	406	0%	0%	0%
AISC (A\$/oz)	2,068	1,843	1,743	2,064	1,835	1,727	0%	0%	-1%
Earnings & valuation									
Revenue (A\$m)	1,228	1,301	1,229	1,325	1,301	1,229	8%	0%	0%
EBITDA (A\$m)	397	603	599	401	607	605	1%	1%	1%
EBIT (A\$m)	84	321	317	89	325	323	6%	1%	2%
NPAT (underlying) (A\$m)	64	218	228	69	221	233	9%	1%	2%
NPAT (reported) (A\$m)	64	218	228	69	221	233	9%	1%	2%
EPS (reported) (cps)	8.4	28.9	30.2	9.1	29.3	30.8	9%	1%	2%
Free Cash Flow (A\$m)	132	301	357	135	306	361	2%	2%	1%
PER (x)	22.5	6.6	6.3	20.7	6.5	6.1	(1.8)	(0.1)	(0.1)
EPS growth (%)	nm	243%	4%	nm	220%	5%	nm	-23%	1%
DPS (reported) (cps)	-	-	-	-	-	-	na	na	na
Yield (%)	0%	0%	0%	0%	0%	0%	0%	0%	0%
NPV (\$/sh)	2.08	2.31	2.53	2.13	2.37	2.61	3%	3%	3%
Price Target (\$/sh)		2.31			2.37			3%	

SOURCE: BELL POTTER SECURITIES ESTIMATES

Earnings changes in this report are: FY24: +9%; FY25: +1% and FY26: +2%. This on the unhedged exposure to a higher gold price, offset by the expense of closing out the hedge book. Our NPV-based valuation lifts 3%, to \$2.37/sh.

Upcoming catalysts

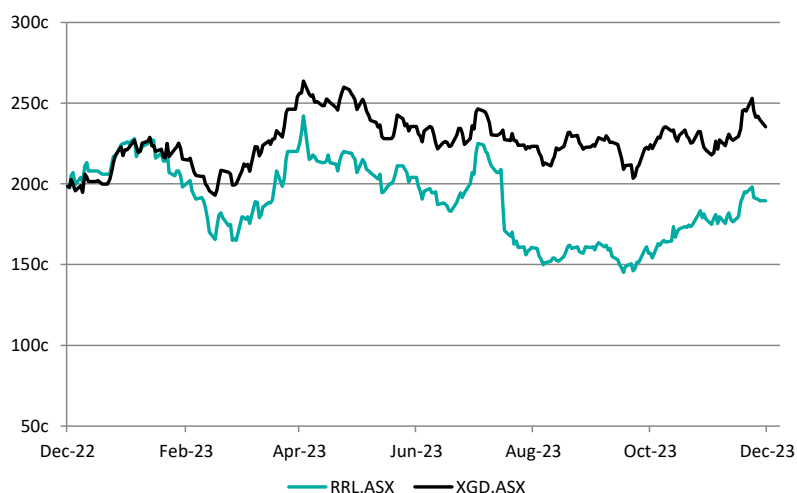
Upcoming catalysts for RRL include:

- The ongoing ramp-up of higher-grade production ore from the Rosemont and Garden Well South underground mines, which will make an important contribution to meeting FY24 production and cost targets;
- The ongoing ramp-up of open-pit ore production ore from the Havana open-pit at Tropicana and any further medium term production guidance on total material movements and production;
- The release of December 2023 quarterly report, expected in late January 2024;
- Exploration updates across the portfolio, with the Garden Well Main exploration decline a key focus. Garden Well Main represents a potentially significant addition to the underground production capacity at the Duketon Operations;
- The cessation of open-pit mining at the Duketon North operations, in the June quarter 2024;
- Following the receipt of key State approvals for McPhillamys, we anticipate the Federal Section 10 approval in coming months and the release of an updated DFS for the project early in the March quarter 2024, by a Final Investment Decision in the June quarter 2024; and
- Results from a Pre-Feasibility Study on the potential Havana underground mine at Tropicana, which has a target state date of the June quarter 2024.

Share price performance vs ASX Gold Index

Relative performance chart below:

Figure 1 - RRL relative share price performance vs XGD



SOURCE: BLOOMBERG AND BELL POTTER SECURITIES ESTIMATES

Regis Resources Ltd (RRL)

Company description

RRL is an established multi-mine gold producer with all its operating mines located in Western Australia. The Duketon Gold Project (located in the Laverton region 350km north, north-east of Kalgoorlie in WA) is RRL's flagship project and comprises the Duketon North Operations (DNO) and the Duketon South Operations (DSO) which produce a combined ~300kozpa. In May 2021 RRL completed the acquisition of a 30% interest in the Tropicana Gold Mine for cash consideration of A\$889m. It is currently producing at a rate of 135-150kozpa with an expected mine life beyond 2030. RRL also owns the McPhillamys Gold Project, a prospective, large, open pit gold development project located in NSW, about 35km from Orange and Bathurst. It has received its key permits and a final feasibility study and final investment decision is expected by the end of the June quarter 2024.

Investment thesis – Buy, TP \$2.37/sh (from Buy, TP\$2.31/sh)

Earnings changes in this report are: FY24: +9%; FY25: +1% and FY26: +2%. RRL is one of the largest ASX gold producers with an attractive all-Australian asset portfolio and organic growth options which are unique at this scale. It now offers full exposure to the gold price and strong free cash flow growth over FY24 and FY25. These attributes also make RRL an appealing corporate target in the current M&A environment. Our NPV-based valuation is up 3%, to \$2.37/sh and we retain our Buy recommendation.

Valuation methodology

Our valuation for RRL is based upon the 12-month forward NPV of our forecast free cash flows from the Duketon Gold Project and its 30% interest in the Tropicana Gold Mine, net of corporate administration costs and RRL's net cash position. This is included in a sum-of-the-parts valuation for the company which includes an NPV-based, risk adjusted valuation for the McPhillamys Gold Project and a notional estimate for the value of the exploration potential of the balance of the Duketon tenements and RRL's exploration portfolio.

Table 2 – RRL sum-of-the-parts valuation

Sum-of-the-parts (+12 month Target Price)	\$m	\$/sh
Duketon (unrisked NPV ₁₀)	680.9	0.90
Tropicana (30%, unrisked NPV ₁₀)	835.2	1.11
McPhillamys (risk adjusted NPV ₁₀)	380.0	0.50
Other exploration	70.0	0.09
Corporate overheads	(37.5)	(0.05)
Subtotal	1,928.7	2.55
Net cash (debt)	(128.0)	(0.17)
Total (undiluted)	1,800.7	2.38
Add options in the money (m)		3.5
Add cash	-	-
Total (diluted)	1,800.7	2.37

SOURCE: BELL POTTER ESTIMATES

With our latest update, we calculate an NPV-based valuation and Target Price of \$2.37/sh. With a total shareholder return of 25% from the last closing share price to our valuation, we retain our Buy recommendation.

Resource sector risks

Risks to Regis Resources include, but are not limited to:

- **Operating and development risks:** Mining companies' assets are subject to risks associated with their operation and development. Risks for each company can be heightened depending on method of operation (e.g. underground versus open pit mining) or whether it is a single mine company. Development of mining assets may be subject to receiving permits, approvals timelines or weather events, causing delays to commissioning and commercial production.
- **Occupational health and safety risks.** Mining companies are particularly exposed to OH&S risks due to the inherent hazards of the operating environment and the human resource intensity of the activities undertaken.
- **COVID-19 risks:** Mining companies' rely on freedom of movement of workforces, functioning transport routes, reliable logistics services including road, rail, aviation and ports in order to maintain operations and get their products to market. They also rely on liquid, functioning markets to sell their products. Measures being put in place to combat the COVID-19 pandemic are posing risks to these conditions.
- **Operating and capital cost fluctuations:** The cost and availability of exploration, development and mining inputs can fluctuate widely and cause significant differences between planned and actual operating and capital costs. Key operating costs are linked to energy and labour costs as well as access to, and availability of, technical skills, operating equipment and consumables.
- **Commodity price and exchange rate fluctuations:** The future earnings and valuations of exploration, development and producing Resources companies are subject to fluctuations in underlying commodity prices and foreign currency exchange rates.
- **Funding and capital management risks:** Funding and capital management risks can include access to debt and equity finance, maintaining covenants on debt finance, managing dividend payments and managing debt repayments. Exploration and development companies with no sales revenues are reliant on access to equity markets and debt financing to fund the advancement and development of their projects.
- **Resource growth and mine life extensions:** The viability of future operations and the earnings forecasts and valuations reliant upon them may depend upon resource and reserve growth to extend mine lives, which is in turn dependent upon exploration success, of which there are no guarantees.
- **Regulatory changes risks:** Changes to the regulation of infrastructure and taxation (among other things) can impact the earnings and valuation of mining companies.
- **Sovereign risks:** Mining companies' assets are subject to the sovereign risks of the jurisdiction within which they are operating.
- **Geopolitical risks:** Mining companies' assets are subject to geopolitical risks, arising from events in, and outside, the jurisdictions they operate in.
- **Corporate/M&A risks:** Risks associated with M&A activity including differences between the entity's and the market's perception of value associated with completed transactions.

Table 3 - Financial summary

PROFIT AND LOSS						FINANCIAL RATIOS								
Year ending June	Unit	2022a	2023a	2024e	2025e	2026e	Year ending June	Unit	2022a	2023a	2024e	2025e	2026e	
REVENUE						VALUATION								
Revenue	\$m	1,015.7	1,133.7	1,324.6	1,301.2	1,229.2	NPAT	\$m	13.8	(24.3)	69.1	221.1	232.8	
Expense	\$m	(679.6)	(758.2)	(923.2)	(694.6)	(624.2)	Reported EPS	c/sh	1.8	(3.2)	9.1	29.3	30.8	
EBITDA	\$m	336.1	375.5	401.3	606.7	605.0	Adjusted EPS	c/sh	3.3	(3.0)	9.1	29.3	30.8	
Depreciation	\$m	(294.6)	(385.0)	(312.4)	(281.5)	(281.5)	EPS growth	%	-93%	-276%	nm	220%	5%	
EBIT	\$m	41.5	(9.5)	88.9	325.2	323.5	PER	x	103.7x	nm	20.7x	6.5x	6.1x	
Net interest expense	\$m	0.2	-	(15.8)	(14.1)	3.8	DPS	c/sh	2.0	-	-	-	-	
Unrealised gains (Impairments)	\$m	(11.1)	(1.9)	-	-	-	Franking	%	100%	100%	100%	100%	100%	
Other	\$m	(11.2)	(22.2)	(4.0)	(4.0)	(4.0)	Yield	%	1%	0%	0%	0%	0%	
PBT	\$m	19.4	(33.6)	69.1	307.1	323.3	FCF/share	c/sh	3.3	5.7	17.8	40.5	47.9	
Tax expense	\$m	5.7	(9.3)	-	86.0	90.5	P/FCFPS	x	57.0x	33.2x	10.6x	4.7x	4.0x	
NPAT (reported)	\$m	13.8	(24.3)	69.1	221.1	232.8	EV/EBITDA	x	4.6x	4.2x	3.9x	2.6x	2.6x	
NPAT (underlying)	\$m	24.9	(22.4)	69.1	221.1	232.8	EBITDA margin	%	33%	33%	30%	47%	49%	
CASH FLOW						LIQUIDITY & LEVERAGE								
OPERATING CASHFLOW						Return on assets								
Receipts	\$m	1,015.7	1,133.7	1,324.9	1,302.6	1,229.0	Return on equity	%	1%	-1%	3%	9%	12%	
Payments	\$m	(659.0)	(736.3)	(874.6)	(732.3)	(626.5)	LIQUIDITY & LEVERAGE							
Tax	\$m	(2.4)	67.1	-	(86.0)	(90.5)	Net debt (cash)	\$m	89	393	(378)	(685)	(990)	
Net interest	\$m	(7.3)	(9.6)	(15.8)	(14.1)	3.8	ND / E	%	6%	25%	-24%	-37%	-48%	
Other	\$m	-	-	(4.0)	(4.0)	(4.0)	ND / (ND + E)	%	5%	20%	-31%	-60%	-92%	
Operating cash flow	\$m	347.0	454.9	430.5	466.2	511.7	EBITDA / Interest	x	-1371.9x	nm	nm	nm	-159.4x	
INVESTING CASHFLOW						ORE RESERVES AND MINERAL RESOURCES								
Property, plant and equipment	\$m	(144.8)	(212.4)	(122.2)	(51.6)	(48.0)	Duketon		Mt	g/t Au	(koz)			
Mine development	\$m	(120.9)	(114.9)	(105.5)	(34.4)	(32.0)	Mineral Resource		65.0	1.2	2,460			
Exploration & evaluation	\$m	(56.2)	(69.3)	(68.2)	(37.8)	(34.0)	Ore Reserve		26.0	1.1	950			
Other	\$m	-	(15.2)	-	(36.4)	(36.4)	Tropicana 30% basis		Mt	g/t Au	(koz)			
Investing cash flow	\$m	(321.9)	(411.8)	(295.8)	(160.2)	(150.4)	Mineral Resource		32.2	1.8	1,895			
Free Cash Flow	\$m	25.1	43.1	134.6	306.0	361.3	Ore Reserve		11.0	1.8	631			
FINANCING CASHFLOW						McPhillamys + Discovery Ridge								
Share issues (buy-backs)	\$m	-	-	-	-	-	Mineral Resource		80.2	1.0	2,684			
Debt proceeds	\$m	-	2.5	-	-	-	Ore Reserve		60.8	1.0	2,023			
Debt repayments	\$m	-	-	-	(298.7)	-	Total		Mt	g/t Au	(koz)			
Dividends	\$m	(21.6)	(15.1)	-	-	-	Mineral Resources		177.4	1.2	7,039			
Other	\$m	(38.8)	(33.0)	-	-	-	Ore Reserves		97.8	1.1	3,604			
Financing cash flow	\$m	(60.3)	(45.6)	-	(298.7)	-	ASSUMPTIONS - Prices							
Change in cash	\$m	(35.3)	(2.5)	134.6	7.3	361.3	Year ending June (avg)	Unit	2022a	2023a	2024e	2025e	2026e	
BALANCE SHEET						ASSUMPTIONS - Production & costs								
ASSETS						Year ending June								
Cash & short term investments	\$m	207.4	204.9	339.5	346.8	708.1	Duketon	Unit	2022a	2023a	2024e	2025e	2026e	
Accounts receivable	\$m	13.1	13.9	13.6	12.2	12.4	Gold produced	koz	315.5	327.3	303.1	288.2	260.4	
Property, plant & equipment	\$m	324.4	304.0	301.2	240.2	175.6	All-in-Sustaining-Costs (AISC)	A\$/oz	\$1,709	\$2,014	\$2,086	\$1,891	\$1,859	
Mine development expenditure	\$m	736.1	852.4	808.9	730.7	650.1	Tropicana							
Exploration & evaluation	\$m	509.1	554.8	560.5	578.4	592.5	Gold produced - 100%	koz	405.9	437.0	471.4	485.1	485.1	
Other	\$m	539.2	442.7	466.7	466.7	466.7	Gold produced - RRL 30%	koz	121.8	131.1	141.4	145.5	145.5	
Total assets	\$m	2,329.3	2,372.6	2,490.3	2,374.9	2,605.4	All-in-Sustaining-Costs (AISC)	A\$/oz	\$1,072	\$1,214	\$2,016	\$1,724	\$1,491	
LIABILITIES						Total								
Accounts payable	\$m	151.3	117.0	165.7	127.9	125.6	Gold produced	koz	437,310	458,354	444,489	433,742	405,948	
Income tax payable	\$m	-	-	-	-	-	All-in-Sustaining-Costs (AISC)	A\$/oz	\$1,556	\$1,805	\$2,064	\$1,835	\$1,727	
Borrowings	\$m	295.9	298.7	298.7	-	-	VALUATION							
Other	\$m	304.8	417.0	417.0	417.0	417.0	Ordinary shares (m)						755.3	
Total liabilities	\$m	752.0	832.8	881.4	544.9	542.6	Options in the money (m)						3.5	
SHAREHOLDER'S EQUITY						Diluted m								
Share capital	\$m	1,096.6	1,096.6	1,096.6	1,096.6	1,096.6	current	\$m	\$/sh	\$m	\$/sh	\$m	\$/sh	
Reserves	\$m	36.0	37.9	37.9	37.9	37.9	Sum-of-the-parts							
Retained earnings	\$m	444.8	405.3	474.4	695.5	928.3	Duketon (unrisked NPV10)	558.2	0.74	680.9	0.90	711.0	0.94	
Total equity	\$m	1,577.3	1,539.8	1,608.9	1,830.0	2,062.8	Tropicana (30%, unrisked NPV10)	804.4	1.06	835.2	1.11	803.5	1.06	
Weighted average shares	m	754.6	754.8	755.1	755.1	755.1	McPhillamys (risk adjusted NPV10)	380.0	0.50	380.0	0.50	380.0	0.50	
CAPITAL STRUCTURE						Other exploration								
Shares on issue	m					755.3	70.0	0.09	70.0	0.09	70.0	0.09		
Total shares on issue	m					755.3	Corporate overheads	(68.5)	(0.09)	(37.5)	(0.05)	(26.5)	(0.04)	
Share price	\$/sh					1.895	Subtotal	1,744.1	2.31	1,928.7	2.55	1,938.0	2.57	
Market capitalisation	\$m					1,431.4	Net cash (debt)	(128.0)	(0.17)	(128.0)	(0.17)	40.8	0.05	
Net cash	\$m					-128.0	Total (undiluted)	1,616.1	2.14	1,800.7	2.38	1,978.8	2.62	
Enterprise value (undiluted)	\$m					1,559.4	Add options in the money (m)				3.5	3.5		
Options outstanding (m)	m					3.5	Add cash				-	-		
Options (in the money)	m					3.5	Total (diluted)	1,616.1	2.13	1,800.7	2.37	1,978.8	2.61	
Issued shares (diluted for options)	m					758.9	MAJOR SHAREHOLDERS							
Market capitalisation (diluted)	m					1,438.0	Shareholder						%	m
Net cash + options	\$m					-128.0	Van Eck (GDx & GDxJ)						10.5%	79.6
Enterprise value (diluted)	\$m					1,566.0	IP Concept						5.0%	37.9
							Vanguard						5.0%	37.8

SOURCE: BELL POTTER SECURITIES ESTIMATES

Recommendation structure

Buy: Expect >15% total return on a 12 month view. For stocks regarded as 'Speculative' a return of >30% is expected.

Hold: Expect total return between -5% and 15% on a 12 month view

Sell: Expect <-5% total return on a 12 month view

Speculative Investments are either start-up enterprises with nil or only prospective operations or recently commenced operations with only forecast cash flows, or companies that have commenced operations or have been in operation for some time but have only forecast cash flows and/or a stressed balance sheet.

Such investments may carry an exceptionally high level of capital risk and volatility of returns.

Research Team

Staff Member	Title/Sector	Phone	@bellpotter.com.au
Chris Savage	Head of Research/Industrials	612 8224 2835	csavage
Analysts			
John Hester	Healthcare	612 8224 2871	jhester
Thomas Wakim	Healthcare	612 8224 2815	twakim
Michael Ardrey	Industrials	613 9256 8782	mardrey
Marcus Barnard	Industrials	618 9326 7673	mbarnard
Sam Brandwood	Industrials	612 8224 2850	sbrandwood
Olivia Hagglund	Industrials	612 8224 2813	ohagglund
Joseph House	Industrials	613 9325 1624	jhouse
Daniel Laing	Industrials	612 8224 2886	dlaing
Hayden Nicholson	Industrials	613 92351757	hnicolson
Chami Ratnapala	Industrials	612 8224 2845	cratnapala
Jonathan Snape	Industrials	613 9235 1601	jsnape
Andy MacFarlane	Real Estate	612 8224 2843	amacfarlane
Regan Burrows	Resources	618 9236 7677	rburrows
David Coates	Resources	612 8224 2887	dcoates
Stuart Howe	Resources	613 9325 1856	showe
Brad Watson	Resources	618 9326 7672	bwatson
James Williamson	Resources	613 9235 1692	jwilliamson
Associates			
Connor Eldridge	Associate Analyst	612 8224 2893	celdridge
Georgia Etherington	Associate Analyst	612 8224 2846	getherington
Baxter Kirk	Associate Analyst	613 9235 1625	bkirk
Ritesh Varma	Associate Analyst	613 9235 1658	rvarma

Research Coverage & Policies

For Bell Potter Securities' Research Coverage Decision Making Process and Research Independence Policy please refer to our company website: <https://bellpotter.com.au/research-independence-policy/>.

Authoring Research Analyst's Certification

The Authoring Research Analyst is responsible for the content of this Research Report, and, certifies that with respect to each security that the Analyst covered in this Report (1) all the views expressed accurately reflect the Analyst's personal views about those securities and were prepared in an independent manner and (2) no part of the Analyst's compensation was, is or will be, directly or indirectly, related to specific recommendations or views expressed by that Research Analyst in the Research Report.

Research Analyst's Compensation

Research Analyst's compensation is determined by Bell Potter Securities Research Management and Bell Potter Securities' Senior Management and is based upon activities and services intended to benefit the investor clients of Bell Potter Securities Ltd. Compensation is not linked to specific transactions or recommendations. Like all Company employees Research Analysts receive compensation that is impacted by overall Company profitability.

Prices

The Price appearing in the Recommendation panel on page 1 of the Research Report is the Closing Price on the Date of the Research Report (appearing in the top right hand corner of page 1 of the Research Report), unless a before midday (am) time appears below the Date of the Research Report in which case the Price appearing in the Recommendation panel will be the Closing Price on the business day prior to the Date of the Research Report.

Availability

The completion and first dissemination of a Recommendation made within a Research Report are shortly after the close of the Market on the Date of the Research Report, unless a before midday (am) time appears below the Date of the Research Report in which case the Research Report will be completed and first disseminated shortly after that am time.

The analyst, David Coates, holds a long position in RRL.

Dissemination

Bell Potter generally disseminates its Research to the Company's Institutional and Private Clients via both proprietary and non-proprietary electronic distribution platforms. Certain Research may be disseminated only via the Company's proprietary distribution platforms; however such Research will not contain changes to earnings forecasts, target price, investment or risk rating or investment thesis or be otherwise inconsistent with the Author's previously published Research. Certain Research is made available only to institutional investors to satisfy regulatory requirements. Individual Bell Potter Research Analysts may also opt to circulate published Research to one or more Clients by email; such email distribution is discretionary and is done only after the Research has been disseminated. The level and types of service provided by Bell Potter Research Analysts to Clients may vary depending on various factors such as the Client's individual preferences as to frequency and manner of receiving communications from Analysts, the Client's risk profile and investment focus and perspective (e.g. market-wide, sector specific long term and short term etc.) the size and scope of the overall Client relationship with the Company and legal and regulatory constraints.

Disclaimers

This Research Report is a private communication to Clients and is not intended for public circulation or for the use of any third party, without the prior written approval of Bell Potter Securities Limited.

The Research Report is for informational purposes only and is not intended as an offer or solicitation for the purpose of sale of a security. Any decision to purchase securities mentioned in the Report must take into account existing public information on such security or any registered prospectus.

This is general investment advice only and does not constitute personal advice to any person. Because this Research Report has been prepared without consideration of any specific client's financial situation, particular needs and investment objectives ('relevant personal circumstances'), a Bell Potter Securities Limited Broker (or the financial services licensee, or the representative of such licensee, who has provided you with this report by arrangement with Bell Potter Securities Limited) should be made aware of your relevant personal circumstances and consulted before any investment decision is made on the basis of this Research Report.

While this Research Report is based on information from sources which are considered reliable, Bell Potter Securities Limited has not verified independently the information contained in this document and Bell Potter Securities Limited and its directors, employees and consultants do not represent, warrant or guarantee expressly or impliedly, that the information contained in this Research Report is complete or accurate.

Nor does Bell Potter Securities Limited accept any responsibility for updating any advice, views, opinions or recommendations contained in this Research Report or for correcting any error or omission which may have become apparent after the Research Report has been issued.

Bell Potter Securities Research Department has received assistance from the Company referred to in this Research Report including but not limited to discussions with management of the Company. Bell Potter Securities Policy prohibits Research Analysts sending draft Recommendations, Valuations and Price Targets to subject companies. However, it should be presumed that the Author of the Research Report has had discussions with the subject Company to ensure factual accuracy prior to publication.

All opinions, projections and estimates constitute the judgement of the Author as of the Date of the Research Report and these, plus any other information contained in the Research Report, are subject to change without notice. Prices and availability of financial instruments also are subject to change without notice.

Notwithstanding other departments within Bell Potter Securities Limited advising the subject Company, information obtained in such role is not used in the preparation of the Research Report.

Although Bell Potter Research does not set a predetermined frequency for publication, if the Research Report is a fundamental equity research report it is the intention of Bell Potter Research to provide research coverage of the covered issuers, including in response to news affecting the issuer. For non-fundamental Research Reports, Bell Potter Research may not provide regular updates to the views, recommendations and facts included in the reports.

Notwithstanding that Bell Potter maintains coverage on, makes recommendations concerning or discusses issuers, Bell Potter Research may be periodically restricted from referencing certain Issuers due to legal or policy reasons. Where the component of a published trade idea is subject to a restriction, the trade idea will be removed from any list of open trade ideas included in the Research Report. Upon lifting of the restriction, the trade idea will either be re-instated in the open trade ideas list if the Analyst continues to support it or it will be officially closed.

Bell Potter Research may provide different research products and services to different classes of clients (for example based upon long-term or short term investment horizons) that may lead to differing conclusions or recommendations that could impact the price of a security contrary to the recommendations in the alternative Research Report, provided each is consistent with the rating system for each respective Research Report.

Except in so far as liability under any statute cannot be excluded, Bell Potter Securities Limited and its directors, employees and consultants do not accept any liability (whether arising in contract, in tort or negligence or otherwise) for any error or omission in the document or for any resulting loss or damage (whether direct, indirect, consequential or otherwise) suffered by the recipient of the document or any other person.

In the USA and the UK this Research Report is only for institutional investors. It is not for release, publication or distribution in whole or in part in the two specified countries. In Hong Kong this Research Report is being distributed by Bell Potter Securities (HK) Limited which is licensed and regulated by the Securities and Futures Commission, Hong Kong. In the United States this Research Report is being distributed by Bell Potter Securities (US) LLC which is a registered broker-dealer and member of FINRA. Any person receiving this Research Report from Bell Potter Securities (US) LLC and wishing to transact in any security described herein should do so with Bell Potter Securities (US) LLC.

Bell Potter Securities Limited
 ABN 25 006 390 772
 Level 29, 101 Collins Street
 Melbourne, Victoria, 3000
 Telephone +61 3 9256 8700
 www.bellpotter.com.au

Bell Potter Securities (HK) Limited
 Room 1601, 16/F
 Prosperity Tower, 39 Queens
 Road Central, Hong Kong, 0000
 Telephone +852 3750 8400

Bell Potter Securities (US) LLC
 Floor 39
 444 Madison Avenue, New York
 NY 10022, U.S.A
 Telephone +1 917 819 1410

Bell Potter Securities (UK) Limited
 16 Berkeley Street London, England
 W1J 8DZ, United Kingdom
 Telephone +44 7734 2929