

Valuation Analysis

YE 31 July

5/04/2022

4.41

	5/04/2022	31/07/2022	31/07/2023	31/07/2024	31/07/2025	31/07/2026	31/07/2027	31/07/2028	31/07/2029	31/07/2030	31/07/2031
Dividend		249.7	600.0	500.0	450.0	350.0	350.0	350.0	350.0	350.0	590.9
Franking Credits		107.0	257.1	214.3	192.9	150.0	150.0	150.0	150.0	150.0	253.2
Shareholder Return	0	356.7	857.1	714.3	642.9	500.0	500.0	500.0	500.0	500.0	844.1
PV	10%	3,870									
Net Cash		225.1									
IV		4.41									

Bengalla - key operation	Inflation		4%	3%	3%	3%	3%	3%	3%	3%	3%	
	FX Rate		0.75	0.8	0.8	0.8	0.8	0.8	0.8	0.8	0.8	
	Coal US\$/t		150.00	100.00	103.00	106.09	109.27	112.55	115.93	119.41	122.99	126.68

	31/07/2020	31/07/2021	31/07/2022	31/07/2023	31/07/2024	31/07/2025	31/07/2026	31/07/2027	31/07/2028	31/07/2029	31/07/2030	31/07/2031	H1 FY21	H1 FY22
Mining Results	2020	2021	2022	2023	2024	2025	2026	2027	2028	2029	2030	2031		
Saleable Coal Produced	kt	11,285	9,589										4,433.0	4,372.0
Coal Sales	kt	11,482	10,035	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	4,815.0	5,138.0
Average Sale Price	A\$/t	91.54	101.36	200.00	125.00	128.75	132.61	136.59	140.69	144.91	149.26	153.73	77.98	192.38
SALES	A\$m	1,051.1	1,017.1	2,000.0	1,250.0	1,287.5	1,326.1	1,365.9	1,406.9	1,449.1	1,492.6	1,537.3	375.5	988.4
Underlying FOB Cash Costs	A\$/t	64.00	63.70	65.00	67.60	69.63	71.72	73.87	76.08	78.37	80.72	83.14	64.56	87.57
Average Margin	A\$/t	27.54	37.66	135.00	57.40	59.12	60.90	62.72	64.60	66.54	68.54	70.59	13.42	104.81
MARGIN	A\$m	316.2	377.9	1,350.0	574.0	591.2	609.0	627.2	646.0	665.4	685.4	705.9	64.6	538.5

	2020	2021	2022	2023	2024	2025	2026	2027	2028	2029	2030	2031	2021	2022
Financial Results														
Revenue	1,084.0	1,054.0	2,000.0	1,250.0	1,287.5	1,326.1	1,365.9	1,406.9	1,449.1	1,492.6	1,537.3	1,583.5	405.5	1,025.6
COS	- 749.4	- 658.7	- 650.0	- 676.0	- 696.3	- 717.2	- 738.7	- 760.8	- 783.7	- 807.2	- 831.4	- 856.3	- 304.7	- 468.4
Margin	334.6	395.3	1,350.0	574.0	591.2	609.0	627.2	646.0	665.4	685.4	705.9	727.1	100.8	557.1
Marketing & Transport	- 186.7	- 198.2	- 180.0	- 187.2	- 192.8	- 198.6	- 204.6	- 210.7	- 217.0	- 223.5	- 230.2	- 237.1	- 180.2	- 86.2
Admin	- 14.5	- 12.3	- 15.0	- 15.6	- 16.1	- 16.6	- 17.0	- 17.6	- 18.1	- 18.6	- 19.2	- 19.8		
Other	- 14.1	- 2.6	-	-	-	-	-	-	-	-	-	-		
Financing	- 26.4	- 26.7	- 10.0	-	-	-	-	-	-	-	-	-		
Impairment of Assets	- 346.6	- 44.7	-	-	-	-	-	-	-	-	-	-		
PBT	- 225.6	110.7	1,145.0	371.2	382.3	393.8	405.6	417.8	430.3	443.2	456.5	470.2	- 79.3	470.9
0.28 Tax	68.8	31.4	314.9	102.1	105.1	108.3	111.5	114.9	118.3	121.9	125.5	129.3	24.0	140.6
NPAT	- 156.8	79.4	830.1	269.1	277.2	285.5	294.1	302.9	312.0	321.3	331.0	340.9	- 55.4	330.4
Weighted Ave Shares (diluted)	832.6	840.5											832.9	928.1
Issued capital	831.7	832.4											832.4	832.4
Convertible bond - Equity	-	7.6											-	95.2

	2020	2021	2022	2023	2024	2025	2026	2027	2028	2029	2030	2031	2021	2022
Cash														
Cash	70.4	424.7	589.2	343.8	200.2	108.9	120.5	135.6	154.6	178.2	206.7	-	424.7	513.1
Debt	- 439.1	- 597.9											- 597.9	- 288.0
Net Cash	- 368.7	- 173.2	589.2	343.8	200.2	108.9	120.5	135.6	154.6	178.2	206.7	-	- 173.2	225.1
Dividend to be paid			- 249.7	- 600.0	- 500.0	- 450.0	- 350.0	- 350.0	- 350.0	- 350.0	- 350.0	- 590.9	-	249.7
Op Cash Flow	255.5	296.1	962.2	394.6	396.4	398.7	401.6	405.1	409.0	413.6	418.6	424.1	62.4	452.7
PPE (Net) & Exploration	- 108.8	- 42.8	- 50.0	- 40.0	- 40.0	- 40.0	- 40.0	- 40.0	- 40.0	- 40.0	- 40.0	- 40.0	- 28.0	4.5
Free Cash Flow	146.7	253.3	1,012.2	354.6	356.4	358.7	361.6	365.1	369.0	373.6	378.6	384.1	34.4	457.2
Franking Credits \$m	508.5	490.6	698.5	543.4	434.3	349.7	311.3	276.2	244.5	216.4	191.9	68.0		

	2020	2021	2022	2023	2024	2025	2026	2027	2028	2029	2030	2031
Depreciation & Amortisation												
Buildings, Plant & Equipment	- 59.3	- 63.2	- 60.0	- 57.0	- 54.2	- 51.5	- 48.9	- 46.5	- 44.1	- 41.9	- 39.8	- 37.8
Mining	- 78.9	- 75.8	- 72.0	- 68.4	- 65.0	- 61.7	- 58.7	- 55.7	- 52.9	- 50.3	- 47.8	- 45.4
Right of use assets	- 11.6	- 9.3	-	-	-	-	-	-	-	-	-	-
Other	- 1.1	- 1.1	-	-	-	-	-	-	-	-	-	-
	- 150.9	- 149.4	- 132.0	- 125.4	- 119.2	- 113.2	- 107.5	- 102.2	- 97.1	- 92.2	- 87.6	- 83.2