

Spodumene concentrate US\$900/t

AJM – the next spodumene concentrate producer

Recommendation

Strong BUY, High Risk

Price

17.5c

Valuation

31.0c

Commodity

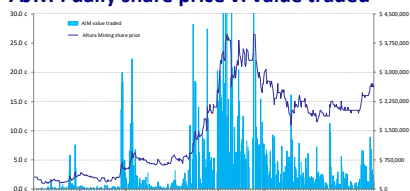
Lithium / spodumene

- On 14 December 2016, Galaxy (GXY) announced that pricing for its 2017 shipments of US\$ 905/t for 6.0% Li₂O, up from US\$ 655/t for 2016.
- On 25 January and 31 January, AJM banked \$41.6m in equity; adding a net \$37.1m to the cash as at December.
- AJM has secured a camp for operations, and has placed orders for all long lead time mechanical equipment.
- AJM has been required to re-submit its Mining Proposal and expects it to be approved in February.
- AJM is in negotiation for the debt to be able to begin construction, which is expected to follow approval of AJM's Mining Proposal.

Snapshot

Market Cap	\$270m
Cash on hand (31 Dec 2016)	\$11.5m
Plus \$net 37.1m equity received in January	
Shares on Issue	1,541.2m
52 Week High	28.2c
52 Week Low	5.2c
1 month / 6 month VWAP	16.2c / 14.3c

AJM : daily share price v. value traded



AJM produced a scoping study on Pilgangoora in November 2012. The results of a PFS, processing 1.0Mt/yr, were announced in February 2016 and in April 2016, AJM announced updated PFS results for a 1.4Mt/yr operation.

AJM announced the results of its DFS in September 2016.

AJM has raised the equity required to being construction, but was required to lodge a revised Mining Proposal.

Construction is expected to begin in March, after the Mining Proposal has been approved and debt finance secured.

First product is expected early in 2018.

Author : Pieter Bruinstroop
pbruinstroop@beerandco.com.au

Spodumene concentrate now over US\$ 900/t

On 8 March 2016, GXY announced it had agreed to sell 60kt of 5.5% Li₂O concentrate for delivery during 2016 at US\$ 600/t (or \$655/t for the standard 6.0% Li₂O spodumene concentrate).

On 14 December, 2016, GXY announced that shipments for 2017, once 2016 shipments have been executed, are priced at US\$ 905/t for 6.0% Li₂O conc. Beer & Co has adjusted our near term Li₂O concentrate price projections.

AJM has now received \$A 41.6m in new equity

On 8 November 2016, AJM announced that Shaanxi J&R Optimum Energy agreed to invest \$41.6m in new equity in AJM. This was approved at a General Meeting on 13 December.

AJM received a deposit of \$4.5m in December 2016 and the remaining funds in 2 tranches, on 25 January and 31 January 2017.

Mining Proposal re-submitted

On 7 September 2016, AJM announced that it had been granted Mining Leases for its Pilgangoora project, and that AJM had subsequently lodged its Mining Proposal, the final permit to begin on-site works.

Following discussion with the WA Department of Mines and Petroleum (DMP), AJM submitted a revised Mining Proposal in December. It is expected to take about 2 months for review.

First product in early 2018

AJM has in place nearly all its requirements; AJM is in discussion on debt finance, which will be finalised after the Mining Proposal has been granted.

AJM has ordered its long lead time mechanical equipment.

Beer & Co has adjusted our estimate of first product from December 2017 to February 2018.

Beer & Co affirms Strong BUY, High Risk recommendation

Beer & Co has included AJM's revised Resources and Reserves estimates, and revised our timing and near term pricing, giving a revised valuation of 31c.

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Concentrate Prices up

GXY's contract now US\$ 905/t for 2017

On 8 March 2016, GXY announced it had committed to ship 60kt of 5.5% Li₂O spodumene concentrate at a price of US\$ 600/t, FOB Esperance. Adjusting this price to a grade 6.0%, without taking into account any benefit for lower proportions of non-valuable (and possibly deleterious) material, gives an equivalent of US\$ 655/t.

Spodumene price is stronger than anyone expected

Prepayments of US\$ 18m, being 50% of the value of the shipment, were made.

However, no material was shipped in 2016, with the first shipment being made in early January, 2017.

On 14 December, 2016, GXY announced that shipments for 2017 are priced at US\$ 905/t for 6.0% Li₂O material.

Beer & Co comment

This is due to stronger demand, especially from China

Pricing for spodumene concentrate is opaque as the product is not traded through a recognised market, and sales from producers to consumers are infrequent.

Beer & Co was surprised by the value of the March 2016 announcement, as our understanding at that time was that traded prices were about US\$ 500/t.

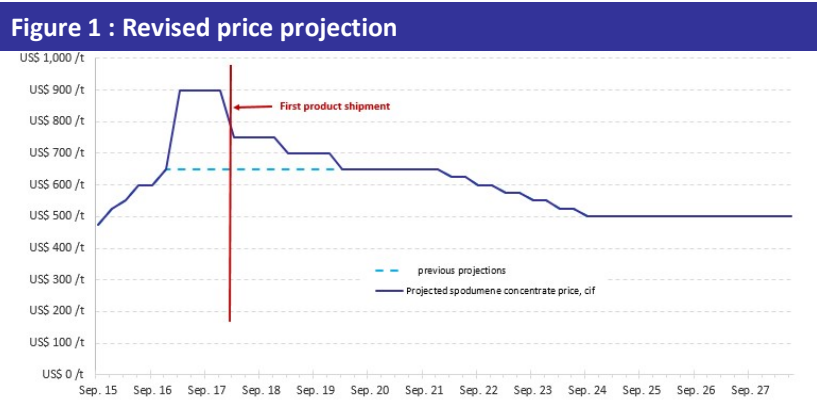
Beer & Co is even more surprised at the 2017 contract price.

We have been advised, by a number of sources, that the price shows how strong demand is for spodumene.

Revised Price Projections

Figure 1 shows Beer & Co's previous price projections and our revised price projections.

Beer & Co has revised its projected spodumene concentrate prices in the medium term.



Source : Beer & Co

Analysis

Figure 1 shows that Beer & Co assumes that the current price is a peak and that the price then drifts down, holding about \$650/t, until about 2021, when it falls further down to a long-run value of \$500/t.

Demand is growing more strongly than expected, as shown by the current price, while supply is struggling to respond, as shown by the delayed start at GXY's Mt Cattlin, which expected to ship 60kt in 2016, but made its first shipment on January 2017, and the Mt Marion project, which was also about 6 months late.

Revised Resources and Reserves

Resources

Figure 2a shows AJM's Mineral Resources Estimate which was used in the Definitive Feasibility Study, while Figure 2b shows the revised estimate recently announced.

Figure 2a : Previous Resource estimate

Resources	cut-off	Li ₂ O	
		grade	contained
Category	Li ₂ O		
Measured	0.40 %		
Indicated	0.40 %	30.6 Mt	1.04 % 318,000 t
Inferred	0.40 %	8.6 Mt	0.95 % 82,000 t
TOTAL		39.2 Mt	1.02 % 400,000 t

Source : AJM announcement 22 September 2016

Figure 2b : Revised Resource estimate

Resources	cut-off	Li ₂ O	
		grade	contained
Category	Li ₂ O		
Measured	0.40 %		
Indicated	0.40 %	40.3 Mt	1.00 % 403,000 t
Inferred	0.40 %	2.3 Mt	0.90 % 21,000 t
TOTAL		42.6 Mt	1.00 % 424,000 t

Source : AJM announcement 30 January 2017

AJM has increased its Resources, with a significant lift in Indicated Resources

Comparing Figure 2b with Figure 2a shows that, while the global Resource has increased, the major change is a shift from Inferred to Indicated, which is due to infill drilling directed in the areas of the mining pit outline, and is required for mine production.

And Reserves are up

Reserves

Reserves can only come from Measured and Indicated Resources, so that the increase in Indicated Resources of nearly 32% (in terms of tonnes of material, or 27% in contained Li₂O) should lead to an increase in Reserves.

Figure 3 shows a significant increase in Reserves, of 48% in terms of ore, or 46% in terms of contained Li₂O.

Figure 3a : Previous Reserves estimate

		Li ₂ O	
		grade	contained
Proven			
Probable	20.3 Mt	1.06 %	215,000 t
TOTAL	20.3 Mt	1.06 %	215,000 t

Source : AJM announcement 22 September 2016

Figure 3b : Revised Reserves estimate

		Li ₂ O	
		grade	contained
Proven			
Probable	30.1 Mt	1.04 %	313,000 t
TOTAL	30.1 Mt	1.04 %	313,000 t

Source : AJM announcement 30 January 2017

Project Delayed

Mining Proposal

AJM lodged its Mining Proposal in September.

AJM announced, on 7 September, that it had been granted the 2 Mining Leases required for the development of its Pilgangoora project.

AJM lodged its Mining Proposal that day, expecting it would take about 2 to 3 months for the final approval to be granted.

AJM submitted a revised Mining Proposal in December.

In the quarterly for the period to 31 December 2016, AJM advised that, following discussions with the WA Department of Mines and Petroleum (DMP), AJM lodged a revised Mining Proposal in December.

It is expected that this final permit will be granted in February.

Other

Apart from approval of the Mining Proposal, AJM has secured all other regulatory requirements.

AJM still need to finalise its financing.

Equity Finance

AJM has secured the equity finance required to develop its Pilgangoora project.

On 8 November, AJM announced that one of its off-take partners, Shaanxi J&R Optimum Energy, had agreed to subscribe for 306m AJM shares at 13.8c each for a total raising of \$42.2m. This raising was done at a premium to the 1 month VWAP of 13.2c.

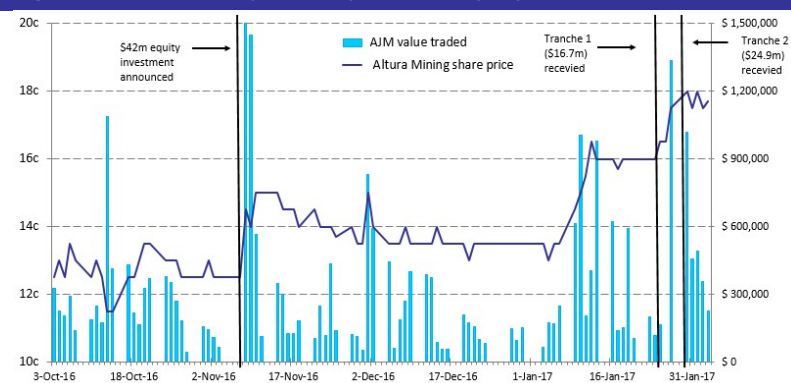
In our modelling prior to this announcement, Beer & Co had factored in a smaller equity raising, of \$25m, at a lower price of 12.5c/share.

This means that, through this transaction, AJM :

- Secured all the equity finance required to finance the development of its Pilgangoora spodumene concentrate project;
- Secured its major off-taker into a strategic alliance; and
- Secured both markets and potential financing to grow its production.

Figure 4 shows that the AJM share price and volume response to the announcements around this equity injection.

Figure 4 : AJM share price response to equity investment



Source : IRESS, Beer & Co

In Beer & Co's view, while the response to the 8 November announcement was positive, it was muted; less than we would have expected given that it removed the need for AJM to raise further equity from existing or new shareholders with the subsequent cost and the discount to the share price at the time.

Figure 4 also shows that the AJM share price then drifted, as some scepticism as to whether Chinese investors would be able to send the money to invest, given that there have been many instances of Chinese investors failing to complete announced investments, at least partly due to tightened foreign exchange controls.

Finally, Figure 4 shows that actual completion of the investment has had a positive impact on the share price.

Debt Finance

On 26 September, 2016, AJM announced the results of their DFS, which included total project capital expenditure of \$139.7m, of which \$7.6m was sustaining capital and \$132.1m was initial project capital.

Beer & Co is confident that AJM will secure the debt funding very soon after the Mining Proposal has been approved.

Adding in expected on-going corporate costs until the project is generating cash gives a total financing requirement of about \$145m, of which AJM currently has about \$48m in cash, meaning that AJM needs to secure about \$100m in debt,

Beer & Co is confident that this will be secured as :

- The Pilgangoora project generates strong cashflows, with an average margin of about \$A 900/t on current prices, for over 220kt/yr (in the early years) of concentrate supply;
- AJM has executed Binding Off-take Agreements covering its production;
- There is a strategic need for spodumene concentrate supply into China.

Beer & Co understands that AJM currently has been offered more than is required :

- Offers are not firm until after the final permit has been granted, which is expected in February; and
- AJM is working to secure the best deal, rather than just any deal or the quickest deal.

Project Execution

Project Delays

It appears that all projects for the supply of lithium are delayed, with Mt Marion (Minerals Resources (MIN.ASX), NeoMetals (NMT.ASX) and their off-take partner, Gangfeng) and Mt Cattlin (Galaxy Resources (GXY.ASX)) both delayed by about 6 months for the supply of spodumene concentrate.

Brine projects have been subject to even more significant delays.

These project delays have contributed to the presently strong prices.

Beer & Co is backing AJM

Figure 5 summarises the expected timetable to first product in March 2018 (ie. 13months from now).

The critical path item, subject to the greatest uncertainty in terms of timing, is the approval of the Mining Proposal. Once this is done, Beer & Co expects the debt funding to be quickly finalised.

Figure 5 : Expected timetable

Activity	Time	Completion
Feasibility Study		September 2016
Mining Proposal approved		February 2017
Debt approved	1 month	March 2017
Construction starts	0 months	March 2017
Commissioning begins	11 months	February 2018
First product	1 month	March 2018

Source : AJM announcements, Beer & Co

Once the debt is finalised, we expect on-site construction to being quickly as AJM has already organised contractors for the civil works / mine development and the plant construction.

Despite the industry record, Beer & Co is backing AJM as :

- AJM has contractors lined up to start and has organised all long lead time items, especially the SAG mill, which was originally built for a different project;
- 11 months for site construction is sufficient time; and
- The management team has successfully delivered many (coal) projects previously.

Revised Valuation 31c/share

Revised Valuation

Beer & Co's previous update on AJM, on 24 November 2016 (see [AlturaMining_2016Nov24.pdf](#)) gave a valuation of 31c/share.

Beer & Co's revised valuation is now also 31c/share, as shown in Figure 6.

Beer & Co's revised valuation is 31s/share

the same as previously.

Figure 6 : Beer & Co's revised valuation

discount rate = 12.0 %	risk :	30 June 2016		13-Feb-17	
		100%	Product	per share	
Pilgangoora Reserves	90 %	\$ 382m	\$ 344m	22.2 c	25.2 c
franking credits	54 %	\$ 91m	\$ 49m	3.2 c	3.4 c
Resources	80 %	\$ 12m	\$ 9m	0.6 c	0.7 c
franking credits	48 %	\$ 5m	\$ 3m	0.2 c	0.2 c
Indonesian Coal	90 %	\$ 9m	\$ 8m	0.5 c	0.2 c
Mining Services	90 %	\$ 5m	\$ 4m	0.3 c	0.2 c
Philippines Coal	90 %	\$ 0m	\$ 0m	0.0 c	0.0 c
Mt Webber Iron Ore	90 %	\$ 0m	\$ 0m	0.0 c	0.0 c
Lithium Corp	90 %	\$ 1m	\$ 1m	0.1 c	0.1 c
Corporate	100 %	(\$ 12m)	(\$ 12m)	(0.8c)	(0.8c)
Cash / Debt	100 %	\$ 4m	\$ 4m	0.2 c	0.9 c
Equity raisings	100 %	\$ 39m	\$ 39m	2.5 c	0.9 c
TOTAL		\$ 536m	\$ 449m	29.0 c	31.1 c
Shares on issue	1,222m	F P O shares	0.0m	Options	
	319m	to be issued	6.4m	Perf Rights	

Source : Beer & Co estimates

Figure 6 uses 30 June 2016 as the start date, with an adjustment to the current date based on the estimated value as at 30 June 2017.

Our model shows shares to be issued of 219m, though these shares were issued on 2 February 2017. The model shows that the NPV, as at 30 June 2016, of the \$41.6m received in late January 2017, was \$39m.

Revisions

Beer & Co's valuation has been subjected to positive adjustments from :

- Increased near term product prices, as shown in Figure 1; and
- Increased Reserves and Resources, improving the confidence in our estimate.

Our valuation has also been negatively impacted by the delay in approval, which impacts :

- Due to the increase in corporate costs before project cashflow; and
- The delay in receiving project cash inflow.

The impacts have, co-incidentally, cancelled each other out.

Conclusions

Summary

Spodumene concentrate prices are firmer than expected, as shown by the announcement by GXY on 14 December 2016.

Beer & Co's risked base case valuation is nearly 2x AJM's current share price

Beer & Co retains our general pricing structure for spodumene concentrate prices, with a long run price of US\$ 500/t, from mid 2024. This reflects our view of

- The strength of the demand for lithium-ion batteries and the lithium feedstocks, especially those from hard -rock sources which are relatively easier to bring into production;
- The time it will take the plethora of present projects to reach production; and
- The price necessary to keep the required volume in production.

Beer & Co is very positive on lithium as a commodity

Beer & Co had expected AJM to be in construction by now, but progress has been delayed by the need to submit a revised Mining Proposal.

It is expected that AJM's Mining Proposal will be approved in February and that on-site construction will begin in March 2017, leading to first product in February 2018 and first shipment in March 2018.

AJM is progressing its Pilgangoora project to be able to begin construction in March 2017

AJM has secured its required equity funding.

Beer & Co is confident that AJM will secure the required debt financing very soon after the Mining Proposal has been approved. This confidence is driven by

- Binding Off-take Agreements AJM has in place; and
- The high margins and strong cashflows expected to be generated.

Beer & Co is confident that AJM will deliver as the management has delivered other (coal) projects in the past, mostly for New Hope Coal (NHC.ASX).

Beer & Co affirms our Strong BUY

AJM has a Binding Off-Take Agreement in place for 100 – 150kt/yr of spodumene concentrate and has an MOU that will cover the balance.

Final Comment

Beer & Co is confident

- In the demand for hard rock sources of lithium; and
- That AJM is a very cheap exposure.

Beer & Co affirms our STRONG BUY, High Risk, recommendation on AJM.

Beer & Co Research								
Altura Mining (AJM.ASX) February 2017								
Section 1 - P&L								
Year ended June	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	
Sales revenue	\$A m	1	6	55	226	215	211	207
Interest revenue	\$A m	0	0	0	1	3	4	5
Other revenue	\$A m	1	0	0	0	0	0	0
Total Revenue	\$A m	3	6	55	227	218	215	213
Cost of Goods Sold	\$A m	(2)	(4)	(22)	(70)	(71)	(72)	(72)
Royalties	\$A m	0	0	(3)	(13)	(12)	(12)	(12)
Corporate Costs	\$A m	(7)	(6)	(6)	(6)	(6)	(6)	(6)
Exploration Expense	\$A m	(4)	0	0	0	0	0	0
Other Operating Expenses	\$A m	(0)	0	0	0	0	0	0
Total Operating Expenses	\$A m	(12)	(10)	(31)	(89)	(89)	(90)	(90)
EBITDA	\$A m	(10)	(4)	24	138	129	125	123
Dep'n & Amort'sn	\$A m	(1)	0	(5)	(22)	(22)	(22)	(22)
EBIT	\$A m	(10)	(4)	19	116	107	103	101
Interest Expense	\$A m	(0)	0	(2)	(7)	(6)	(5)	(3)
Other	\$A m	(20)	0	0	0	0	0	0
Pre-Tax Profit	\$A m	(30)	(4)	16	109	101	98	97
Tax Expense	\$A m	(1)	(0)	(6)	(34)	(32)	(31)	(31)
NPAT	\$A m	(31)	(4)	10	75	69	67	67
Section 2 - Key Data								
Ordinary shares - year end	m	1,222	1,541	1,545	1,545	1,545	1,545	1,545
Fully diluted shares on issue	m	1,234	1,545	1,545	1,545	1,545	1,545	1,545
Weighted # shares	m	975	1,387	1,544	1,545	1,545	1,545	1,545
Earnings per Share	(3.5c)	0.0 c	0.0 c	0.9 c	5.2 c	4.8 c	4.7 c	4.6 c
Dividends Per Share	0.0 c	0.0 c	0.0 c	0.0 c	0.0 c	0.0 c	0.0 c	0.0 c
Section 3 - Balance Sheet								
Cash	\$A m	22	20	28	149	240	327	412
Receivables	\$A m	1	1	13	28	26	26	25
Other	\$A m	1	0	0	0	0	0	0
CURRENT ASSETS	\$A m	24	20	41	177	266	354	437
Receivables	\$A m	2	0	0	0	0	0	0
P, P & E	\$A m	1	34	128	108	87	66	45
Mining Properties / Exploration	\$A m	14	15	15	14	13	13	12
Other	\$A m	1	0	0	0	0	0	0
NON-CURRENT ASSETS	\$A m	19	49	143	122	101	79	57
TOTAL ASSETS	\$A m	43	69	184	299	367	433	494
Payables	\$A m	2	1	5	8	8	9	8
Debt	\$A m	5	0	13	14	16	17	13
Other	\$A m	1	0	0	0	0	0	0
CURRENT LIABILITIES	\$A m	8	1	18	23	24	26	22
Long Term Debt	\$A m	18	81	68	54	38	21	7
Other	\$A m	0	0	0	0	0	0	0
Provisions	\$A m	0	0	0	0	0	0	0
NON-CURRENT LIABILITIES	\$A m	18	81	68	54	38	21	7
TOTAL LIABILITIES	\$A m	26	82	86	77	62	46	29
NET ASSETS	\$A m	17	(13)	97	222	304	386	465
Accumulated Profit (Loss)	\$A m	(84)	(84)	(69)	10	84	156	227
Reserves	\$A m	(0)	(78)	18	63	71	81	88
Contributed Equity	\$A m	106	149	149	149	149	149	149
Minority Interest	\$A m	21	(13)	97	222	304	386	465
Minority Interest	\$A m	0	0	0	0	0	0	0
Total Equity	\$A m	22	(13)	97	222	304	386	465
Section 4 - Cashflow								
Net Cashflow from operations	\$A m	(10)	(4)	24	138	129	125	123
Net Interest Paid	\$A m	(0)	0	(2)	(6)	(3)	(1)	2
Taxes Paid	\$A m	0	0	0	0	(22)	(21)	(22)
Change in Working Capital	\$A m	1	(1)	(8)	(11)	1	(0)	1
OPERATING CASHFLOW	\$A m	(9)	(5)	14	121	105	103	104
Exploration + Feasibility	\$A m	2	1	0	0	0	0	0
Maintenance Capex	\$A m	0	0	0	1	1	1	1
Expansion Capex	\$A m	0	33	99	0	0	0	0
PPE Acquisitions (Total Capex)	\$A m	2	34	99	1	1	1	1
PPE Divestments	\$A m	0	0	0	0	0	0	0
INVESTING CASHFLOW	\$A m	2	34	99	1	1	1	1
Change in Equity	\$A m	54	43	0	0	0	0	0
Dividends Paid	\$A m	0	0	0	0	0	0	0
Change in Debt	\$A m	6	58	0	(13)	(14)	(16)	(17)
FINANCING CASHFLOW	\$A m	60	101	0	(13)	(14)	(16)	(17)
Free Cashflow	\$A m	(7)	29	113	122	106	104	104.7
Net Cashflow	\$A m	53	130	113	108	91	88	88
Commodity price assumptions								
Year ended June	2016-17	2017-18	2018-19	2019-20	2020-21	L-R		
AUD/USD	0.750	0.750	0.750	0.750	0.750	0.750	0.750	
Spodumene, Chemical grade	763	825	725	675	650	500	500	
Mine Production / Sales, contained product								
Spodumene, 6% Li2O, conc. '000 t	49	228	233	237	216			
Resources, Reserves and assumed mining inventory								
Pilgangoora Mineral Resources								
Resources	cut-off	Li2O						
Category	Li2O	grade	contained					
Measured	0.40 %	0 Mt	0 t					
Indicated	0.40 %	40.3 Mt	1.00 %	403,000 t				
Inferred	0.40 %	2.3 Mt	0.90 %	21,000 t				
TOTAL		42.6 Mt	1.00 %	424,000 t				
Pilgangoora Ore reserves								
Proven	0.0 Mt	0.00 %	0 t					
Probable	30.1 Mt	1.04 %	313,000 t					
TOTAL		30.1 Mt	1.04 %	313,000 t				
Beer & Co estimated mining inventory, Pilgangoora								
Reserves	Li2O							
Higher grade	6.2 Mt	1.13 %	70 kt					
Mid grade	3.5 Mt	1.05 %	37 kt					
Lower grade	20.4 Mt	1.01 %	206 kt					
Resources	10.2 Mt	0.88 %	90 kt					
Other	0.0 Mt	0 kt						
TOTAL	40.3 Mt	1.00 %	403 kt					
Asset based Valuation								
discount rate = 12.0 %	30 June 2016		13-Feb-17					
Pilgangoora Reserves	90 %	\$ 382m	\$ 344m	22.2 c	25.2 c			
franking credits	54 %	\$ 91m	\$ 49m	3.2 c	3.4 c			
Resources	80 %	\$ 12m	\$ 9m	0.6 c	0.7 c			
franking credits	48 %	\$ 5m	\$ 3m	0.2 c	0.2 c			
Indonesian Coal	90 %	\$ 9m	\$ 8m	0.5 c	0.2 c			
Mining Services	90 %	\$ 5m	\$ 4m	0.2 c	0.2 c			
Philippines Coal	90 %	\$ 0m	\$ 0m	0.0 c	0.0 c			
Mt Webber Iron Ore	90 %	\$ 0m	\$ 0m	0.0 c	0.0 c			
Lithium Corp	90 %	\$ 1m	\$ 1m	0.1 c	0.1 c			
Corporate	100 %	(\$ 12m)	(\$ 12m)	(0.8c)	(0.8c)			
Cash / Debt	100 %	\$ 4m	\$ 4m	0.2 c	0.9 c			
Equity raisings	100 %	\$ 39m	\$ 39m	2.5 c	0.9 c			
TOTAL		\$ 536m	\$ 449m	29.0 c	31.1 c			
Shares on issue	1,222.5m	F P O shares	0.0m	Options				
	318.7m	to be issued	6.4m	Perf Rights				
Financial Ratios								
Year ended June	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	
Revenue	\$A m	3	6	55	227	218	215	
EBITDA	\$A m	(10)	(4)	24	138	129	125	
EBIT	\$A m	(10)	(4)	19	116	107	103	
NPAT (reported)	\$A m	(31)	(4)	10	75	69	67	
Adjusted EPS (cps)	(3.5c)	0.0 c	0.9 c	5.2 c	4.8 c	4.7 c	4.7 c	
EPS Growth (%)		101 %	4,732 %	444 %	(7%)	(3%)		
DPS (c)	0.0 c	0.0 c	0.0 c	0.0 c	0.0 c	0.0 c	0.0 c	
Dividend Yield (%)	0 %	0 %	0 %	0 %	0 %	0 %	0 %	
PE adj. (x)	x	(0.7)	891	18	3.4	3.7	3.8	
EV / EBITDA (x)	x	(4)	(53)	14	2.3	1.5	0.7	
EV / EBIT (x)	x	(3)	(53)	18	2.8	1.8	0.8	
Gearing (%)		55 %	118 %	44 %	23 %	15 %	9 %	
Return on Assets	(24%)	(6%)	10 %	39 %	29 %	24 %		
Return on Equity	(145%)	32 %	10 %	34 %	23 %	17 %		
EBITDA Margin (%)	(333%)	(716%)	(73%)	44 %	61 %	60 %		
Interest Cover (x)	x	(62.4)	(36.7)	n/a	8.4	16.4	18.1	
Shareholdings								
Board & Management				Others				
Allan Buckler	177,194m	11.5 %	J&R Optimum	306,000m	19.9 %			
Paul Mantell	32,503m	2.1 %	Maxwell Smith	167,264m	10.9 %			
James Brown	26,518m	1.7 %	Farjoo Pty Ltd	48,784m	3.2 %			
Beng Kuan	20,800m	1.3 %	Lionergy	27,191m	1.8 %			
Dennis O'Neill	14,333m	0.9 %	Navibell Services Ltd.	34,892m	2.3 %			
TOTAL	271,348m	17.6 %	TOTAL	584,132m	37.9 %			

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Report prepared by : Pieter Bruinstroop pbruinstroop@beerandco.com.au

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Beer & Co Pty Ltd, ABN 88 158 837 186, Authorised Representative of Melbourne Venture Securities Pty Ltd AFSL No. 224 313	Suite 4, Level 2, Bank House 11 - 19 Bank Place Melbourne, Vic, Australia 3000	Tel : (+613) 9600 3599 Fax : (+613) 9602 2291 e : info@beerandco.com.au W: www.beerandco.com.au
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