

DCF output

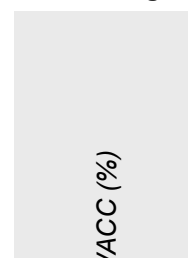
Summary financials and cashflow

DCF Forecast Year	0	1
Mar YE (\$m)	2020E	2021E
Revenue	1,139	1,139
<i>% growth</i>		0.0%
EBITDA	94	93
<i>% margin</i>	8.3%	8.1%
<i>% growth</i>		(1.6%)
D&A	(36)	(40)
<i>% of revenue</i>	3.2%	3.6%
<i>% of capex</i>		79.3%
EBIT	58	52
<i>% margin</i>	5.1%	4.6%
Tax on EBIT		(9)
<i>% tax rate</i>		17.0%
Capex		(51)
<i>% of revenue</i>		4.5%
Change in NWC		16
Other Cashflows		0
<i>% of revenue</i>		0.0%
Exceptional items		(18)
<i>% of revenue</i>		1.6%
Unlevered free cash flow		31
Cashflow Timing (Years to Discount)		1
Discount Factor		0.92
Discounted DCF cashflows		28

Net Present Value based on Perpetuity Growth Method

Value Based on 8.5% WACC & 0.5% TGR	Amount (\$m)	% of NPV
Present Value of Cashflows	409	50.9%
PV of Terminal Value	394	49.1%
Implied Firm NPV	803	100.0%
Net debt & adjustments	(85)	

Sensitising firm



Implied equity value	718
Implied share price (\$c)	361
% premium to current	118.8%

Σ

2	3	4	5	6	7	8
2022E	2023E	2024E	2025E	2026E	2027E	2028E
1,139	1,139	1,139	1,139	1,139	1,139	1,139
0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
112	124	128	131	133	136	138
9.8%	10.9%	11.2%	11.5%	11.7%	11.9%	12.1%
20.7%	11.3%	2.6%	2.3%	2.1%	1.9%	1.7%
(47)	(52)	(55)	(54)	(52)	(51)	(50)
4.1%	4.6%	4.8%	4.7%	4.6%	4.5%	4.4%
94.4%	103.7%	109.6%	107.2%	104.7%	102.3%	99.9%
65	73	73	77	81	85	88
5.7%	6.4%	6.4%	6.8%	7.1%	7.4%	7.7%
(11)	(12)	(12)	(13)	(14)	(14)	(15)
17.0%	17.0%	17.0%	17.0%	17.0%	17.0%	17.0%
(50)	(50)	(50)	(50)	(50)	(50)	(50)
4.4%	4.4%	4.4%	4.4%	4.4%	4.4%	4.4%
15	11	4	0	0	0	0
(5)	(5)	(5)	(5)	(5)	(5)	(5)
0.4%	0.4%	0.4%	0.4%	0.4%	0.4%	0.4%
(7)	25	(5)	0	0	0	0
0.6%	(2.2%)	0.4%	0.0%	0.0%	0.0%	0.0%
54	93	59	62	64	66	68
2	3	4	5	6	7	8
0.85	0.78	0.72	0.67	0.61	0.56	0.52
46	73	43	42	40	38	35

n value (\$m) and implied offer price to WACC and TGR

	Perpetuity Growth Rate (%)				
	0.00%	0.25%	0.50%	0.75%	1.00%
7.5%	888 / 404c	905 / 412c	923 / 421c	943 / 431c	964 / 442c
8.0%	830 / 374c	844 / 382c	859 / 389c	875 / 397c	893 / 406c
8.5%	778 / 348c	790 / 355c	803 / 361c	817 / 368c	831 / 375c

9.0%	732 / 325c	743 / 331c	754 / 336c	765 / 342c	778 / 348c
9.5%	691 / 305c	700 / 309c	710 / 314c	720 / 319c	730 / 324c

9	10	TV
2029E	2030E	
1,139	1,139	
0.0%	0.0%	
140	142	
12.3%	12.5%	
1.5%	1.3%	
(49)	(48)	
4.3%	4.2%	
97.4%	95.0%	
91	94	
8.0%	8.3%	
(16)	(16)	
17.0%	17.0%	
(50)	(50)	
4.4%	4.4%	
0	0	
(5)	(5)	
0.4%	0.4%	
0	0	
0.0%	0.0%	
70	71	891
9	10	
0.48	0.44	
33	31	394
