

Australian Brokers Call - 20 March 2023

Summary Of Brokers Calls

Company	CMP	Call	Target AUD	By
360	\$4.75	Neutral	\$8.50	Morgans
AGL	\$7.10	Outperform	\$8.31	Macquarie
COG	\$1.35	Buy	\$1.90	Ord Minnett
EDV	\$6.53	Outperform	\$7.50	Macquarie
KAR	\$1.98	Neutral	\$2.30	Ord Minnett
LNK	\$2.04	Neutral	\$2.20	Citi
MIN	\$78.34	Neutral	\$94.00	Citi
NHC	\$5.00	Neutral	\$6.30	Ord Minnett

360 LIFE360 INC
Overnight Price: \$4.75

Morgan Stanley rates 360 as Overweight

While Life360's FY22 results were largely pre-guided, Morgan Stanley expects details on cash flows will be well received by the market.

While management's FY23 revenue guidance for US\$300-310m was in line with the broker's US\$300m forecast, cost-out is expected to pull forward the cash flow positive date.

Australian Brokers Call - 20 March 2023

AGL AGL ENERGY LIMITED

Overnight Price: \$7.11

Macquarie rates AGL as Outperform

After a two-year period of research restriction, Macquarie resumes coverage of AGL Energy with an Outperform rating and \$8.31 target.

The company is trading at an attractive net present value and sum-of-the-parts valuation, according to Macquarie, as well as trading at a price earnings discount relative to the market.

COG COG FINANCIAL SERVICES LIMITED

Overnight Price: \$1.35

Ord Minnett rates COG as Buy

COG Financial Services has announced it will acquire Paywise, an established salary packaging and novated leasing business servicing government and private sector customers, at a cost of \$30m.

Inclusive of synergies, Ord Minnett expects the purchase can contribute \$5m to earnings in the next fiscal year. The offer is expected to settle simultaneously with the company's \$15m sale of an 18% stake in FleetNetwork. The additional \$15m is expected to be paid in early April, funded by existing corporate debt facilities.

EDV ENDEAVOUR GROUP LIMITED

Overnight Price: \$6.53

Macquarie rates EDV as Outperform

Macquarie suggests the regulatory risk that has weighed on Endeavour Group's share price should ease after the NSW election.

Separately, hotels have experienced a rebound in sales after covid as consumers shift spending toward services, and the broker sees significant opportunity for the group to reinvest in its Hotel network.

Australian Brokers Call - 20 March 2023

KAR KAROON ENERGY LIMITED

Overnight Price: \$1.92

Ord Minnett rates KAR as Neutral

Ord Minnett initiates coverage on Karoon Energy while the company is in the process of doubling the annual output of its Bauna oil field through interventions and new developments.

The analyst does point out Bauna is likely past its prime, but the asset is well located and maintains life and growth potential.

LNK LINK ADMINISTRATION HOLDINGS LIMITED

Overnight Price: \$2.04

Citi rates LNK as Neutral

Citi anticipates investors will warm to the announcement that Link Administration is selling its BCM operations, despite the price tag of EUR30m being lower than earlier bids.

Given Citi had expected BCM to continue to be loss making, the sale, targeted for completion in the second quarter of 2023, improves earnings per share.

MIN MINERAL RESOURCES LIMITED

Overnight Price: \$77.16

Citi rates MIN as Neutral

Citi has adjusted its forecasts for Mineral Resources, marking to market iron ore price forecasts for 2023 and reduced Wodgina ownership to 50% from the end of the March quarter.

The Neutral rating and target price of \$94.00 are retained.

Australian Brokers Call - 20 March 2023

NHC NEW HOPE CORPORATION LIMITED

Overnight Price: \$4.94

Ord Minnett rates NHC as Neutral

Ord Minnett highlights New Hope will be required to sell some coal into the domestic market at capped prices, as per the New South Wales government's recently introduced Coal Reservation Scheme.

While this does see the broker modestly reduce its valuation for the company, it continues to expect thermal coal prices to remain well above the marginal cost of production through to 2025.

Australian Brokers Call - 20 March 2023

Disclaimer and General Advice Instructions:

This document is provided by Laverne Securities Pty Ltd T/as Investor Desk. Laverne Securities Pty Ltd, CAR 001269781 of Laverne Capital Pty Ltd AFSL No. 482937.

The material in this document may contain general advice or recommendations which, while believed to be accurate at the time of publication, are not appropriate for all persons or accounts. This document does not purport to contain all the information that a prospective investor may require. The material contained in this document does not take into consideration an investor's objectives, financial situation or needs. Before acting on the advice, investors should consider the appropriateness of the advice, having regard to the investor's objectives, financial situation, and needs. The material contained in this document is for sales purposes. The material contained in this document is for information purposes only and is not an offer, solicitation or recommendation with respect to the subscription for, purchase or sale of securities or financial products and neither or anything in it shall form the basis of any contract or commitment. This document should not be regarded by recipients as a substitute for the exercise of their own judgment and recipients should seek independent advice.

The material in this document has been obtained from sources believed to be true but neither Investor Desk and Banyan Tree nor its associates make any recommendation or warranty concerning the accuracy or reliability or completeness of the information or the performance of the companies referred to in this document. Past performance is not indicative of future performance. Any opinions and or recommendations expressed in this material are subject to change without notice and, Investor Desk and Banyan Tree are not under any obligation to update or keep current the information contained herein. References made to third parties are based on information believed to be reliable but are not guaranteed as being accurate.

Investor Desk and Banyan Tree and its respective officers may have an interest in the securities or derivatives of any entities referred to in this material. Investor Desk and Banyan Tree do and seek to do, business with companies that are the subject of its research reports. The analyst(s) hereby certify that all the views expressed in this report accurately reflect their personal views about the subject investment theme and/or company securities.

Although every attempt has been made to verify the accuracy of the information contained in the document, liability for any errors or omissions (except any statutory liability which cannot be excluded) is specifically excluded by Investor Desk and Banyan Tree, its associates, officers, directors, employees, and agents. Except for any liability which cannot be excluded, Investor Desk and Banyan Tree, its directors, employees and agents accept no liability or responsibility for any loss or damage of any kind, direct or indirect, arising out of the use of all or any part of this material. Recipients of this document agree in advance that Investor Desk and Banyan Tree are not liable to recipients in any matters whatsoever otherwise; recipients should disregard, destroy or delete this document. All information is correct at the time of publication. Investor Desk and Banyan Tree do not guarantee reliability and accuracy of the material contained in this document and is not liable for any unintentional errors in the document.

The securities of any company(ies) mentioned in this document may not be eligible for sale in all jurisdictions or to all categories of investors. This document is provided to the recipient only and is not to be distributed to third parties without the prior consent of Investor Desk and Banyan Tree.