

21 October 2019

ASX CODE: SAU

Speculative Buy

Capital Structure

Sector	Materials
Share Price (\$)	0.25
Fully Paid Ordinary Shares (m)	83.6
Options (ex 18c, exp 12/21) (m)	10.2
Options (ex 17c, exp 9/20) (m)	4.4
Options (ex 15c, exp 12/20) (m)	4.0
Options (ex 24-50c, exp 20/23) (m)	5.5
Market Capitalisation (undil) (\$m)	21.0
Share Price Year Low-High (\$)	0.105-0.27
Approx. Cash (\$m)	5.1

Directors & Management

Greg Boulton	Non-Executive Chairman
Simon Mitchell	Managing Director
Beejay Kim	Executive Director
Peter Bamford	Non-Executive Director
David Turvey	Non-Executive Director

Major Shareholders

PS Super Nominees P/L	10.0%
Ilwella P/L	8.4%
Potenza Gromadka	5.6%

Analyst

GT Le Page +61 8 6380 9200



Source: CMC Markets

Southern Gold Limited

Site visit to South Korean gold portfolio...

Site visit highlights gold potential



Weolyu Project: L-R G Boswell, BJ Kim (SAU), B. Cook, S Mitchell (SAU), S Francis, B. Shin (SAU), C Orssich, C Panther, H. Kim, (SAU).

- A four day site (18-22/9/2019) visit to **SAU's** South Korean key gold exploration projects (Deokon, Weolyu & Beopseongpo) confirmed the outstanding high-grade epithermal Au-Ag potential of the Ogcheon belt that is host to numerous operating and historic gold mines.
- Infrastructure (grid power, sealed highways and proximity to major regional centres) is excellent and **RMR** anticipates developing in this mining friendly jurisdiction to face few unforeseen hurdles other than the usual technical issues.
- There has been minimal modern exploration on most prospects and we anticipate a rapid rate of discovery. With only weeks of fieldwork at Deokon, for example, the **SAU** technical team has already discovered outcropping ore Au-Ag mineralisation associated with steeply dipping epithermal veins striking for over 500 metres.

South Korea...best mining jurisdiction in Asia?

- Ranked 7th for economic freedom and 4th in the world for ease of doing business, South Korea is truly a first world jurisdiction.
- While South Korea has transitioned to first world businesses (technology) and left mining behind to a large extent, **RMR** sees a significant opportunity for the deployment of state of the art exploration methods in this highly prospective belt.

First Mover Advantage

- **SAU** is set to establish a large footprint in South Korea with few other explorers (including **Peninsula Mines Ltd**, ASX: **PSM**) active in country. **RMR** believes the next 12 months will see a significant increase in **SAU's** ground position leaving the door open for multiple joint venture opportunities.

Near-Term Price Catalysts

- Diamond drilling is underway at Beopseongpo and scheduled to commence at Deokon, Weolyu this month with approximately 3-4,000 metres spread across the projects. Given reconnaissance and drilling results to date, **RMR** anticipate a successful campaign.

Action and Recommendation

- **RMR** is maintaining its speculative buy on this highly leveraged explorer that is in the process of picking the eyes out of the most prospective South Korean exploration terrane. Backed by a highly capable exploration team **RMR** considers a Company making discovery could be just around the corner. **ACCUMULATE** below 25 cents.

FIGURE 1: L-R Simon Francis (Analyst) Chris Brown (Morgans) inspecting cut hand epithermal hand specimens from SAU prospects with epithermal expert and geologist Craig Panther.

INVESTMENT CASE



Focussed Gold Play: SAU represents a pure South Korean gold play in a friendly mining jurisdiction. The Company has first mover advantage and is set to acquire a very large position in the most prospective regions of South Korea.

Quality Exploration Team: The Company is bringing a highly experienced Australian exploration team (including epithermal expert Craig Panther-figure 1) supplemented with local South Korean knowledge. The target is high-grade low to moderate sulphidation epithermal gold mineralisation within the Cretaceous age Ogcheon mobile belt.

Focussed Korean gold play with first mover advantage...

Early results returning high-grade Au-Ag values over significant strike lengths

South Korea ranks 4th in the world for ease of doing business...

...no government royalties with low corporate tax rate

Extensive highway networks

Comparable companies have much higher valuations

Strong cash position

Tight structure with sufficient funds to test multiple targets...

...good leverage in the event of any significant discovery

Early exploration shows promise: Our site visit to Weolyu, Beopseongpo and Deokon confirms their prospectivity for epithermal gold mineralisation. Recent reconnaissance exploration has identified significant strike lengths of outcropping ore grade Au/Ag mineralisation and several underground mine exposures. The pending multi-target diamond drill program has a high probability of success

Country	2017	2016	2016 *
New Zealand	1	2	1
Singapore	2	1	3
Denmark	3	3	2
Hong Kong	4	5	5
South Korea	5	4	4
Norway	6	9	8
United Kingdom	7	6	6
United States	8	7	7
Sweden	9	8	9
Macedonia	10	12	16
Thailand	46	49	46

Note: *Ranks after the methodology revision

Source: World Bank

First World Jurisdiction: South Korea (Table 1) is ranked 7th in the world for economic freedom and 4th for ease of doing business. There are no government royalties, low levels of corruption and a free trade agreement with Australia. Top corporate tax rate is a competitive 24.2%.

TABLE 1: 2017 World ease of doing business survey (Source: World Bank, 2017).

Infrastructure Advantages: Importantly the country is criss-crossed with highways and the majority of prospects having sealed road access adjacent to grid power and populated areas.

Comparables: Two Japanese explorers with similar portfolios include **Japan Gold Corp** (TSX-V: **JG**) (market capitalisation of \$A37m) and **Irving Resources Inc** (CSE: **IRV**) (market capitalisation of \$A\$117m).

Fully Funded/Tight Structure: The recent fully subscribed placement/rights issue together with the sale of the Australian exploration portfolio has resulted in a strong cash position of approximately \$5.0 million. Capital structure remains tight with under 90 million shares on issue and the top 20 controlling over 60% of the register.



FIGURE 2: South Korea is well serviced with infrastructure (Source: SAU, Presentation, September 2019).

EXPLORATION OVERVIEW

SAU are focussed on the identification of low to moderate sulphidation epithermal gold deposits....

...within the Cretaceous age Ogcheon mobile belt

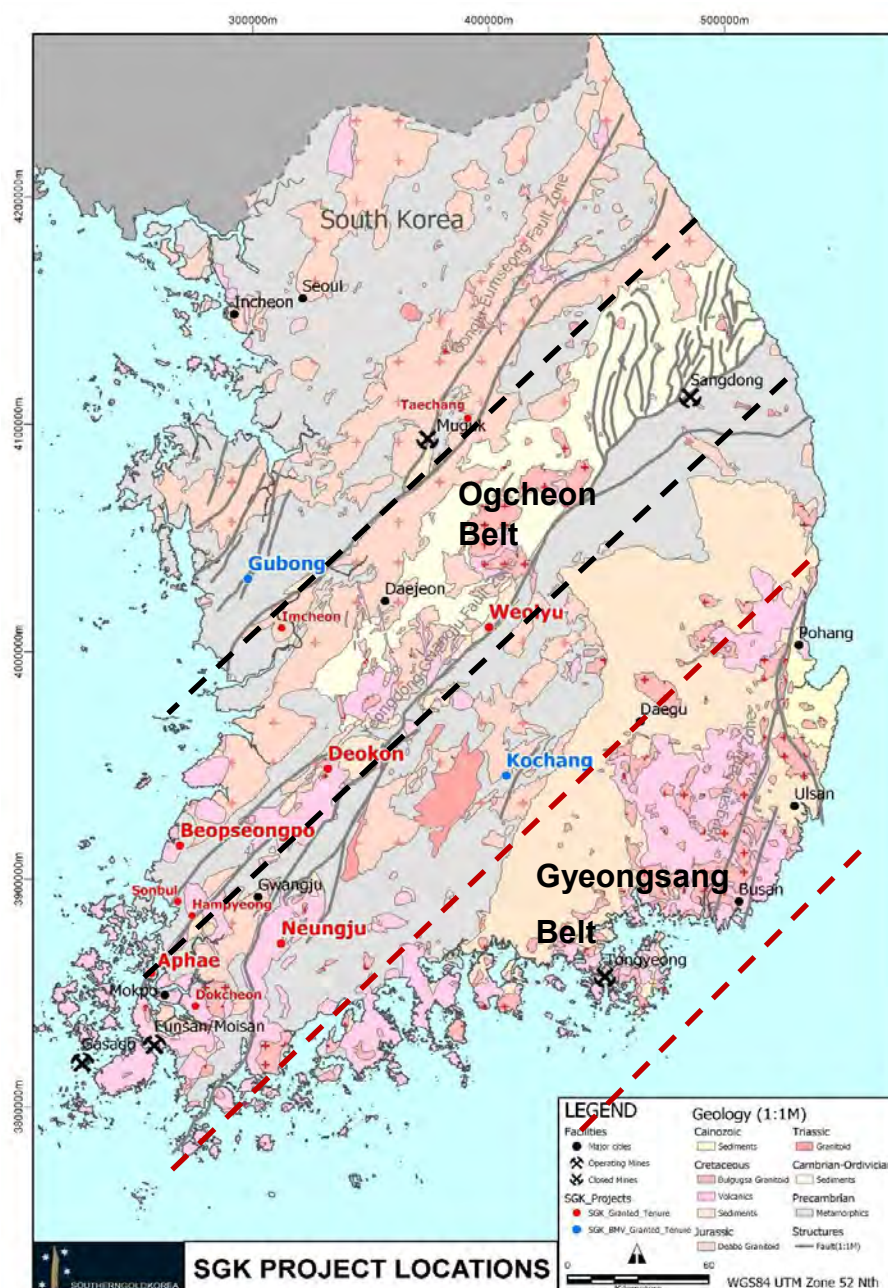


FIGURE 3: Korean regional geology showing Ogcheon and Gyeongsang and SAU gold prospects (source: SAU, Annual Report, September 2019).

The **SAU** Korean gold prospects (Figure 3) are dotted along the Cretaceous age Ogcheon mobile belt which comprises numerous high-grade low to intermediate sulphidation epithermal gold mines hosted in highly deformed felsic volcanics/meta-sediments.

Significantly, almost all prospects have had no modern exploration (drilling, geophysics) and limited fieldwork by the **SAU** technical team over 2018/2019 has returned numerous high-grade Au+/-Ag assays associated with outcropping veins on surface with considerable strike lengths. Analogous epithermal gold deposits in the region include Kushikino (past production 55t Au, 497t Ag) and Hishikari (past production 206t Au) in Japan.

Analogous epithermal gold deposits include Hishikari (Japan) with past production over 200t of gold

FIGURE 5: Epithermal mineralisation at Golden Surprise (Deokon Project) Site visit, 21/9/2019).

Au-Ag Mineralisation at Golden Surprise presents SAU with walk-up drill targets....

...Native silver + electrum have been identified in cut hand specimens.

RMR anticipate initial drilling will target Bonanza and Thorn Zones

Like Deokon, Weolyu is situated along the regional Yeongdong-Gwangju Fault

With only 112 samples collected in first pass reconnaissance exploration as part of a 1:5,000 mapping program which has already identified a 60m wide x 500m mineralised trend at Golden Surprise, **RMR** considers the chances of economic intersections in the next drill program to be high.



FIGURE 6: Golden Surprise Project-Bonanza Zone
(Source: **SAU** ASX Announcement, 17/7/2019).



FIGURE 7: Golden Surprise Project-Thorn Zone
(Source: **SAU** ASX Announcement, 17/7/2019).



FIGURE 8: Low to intermediate sulphidation epithermal vein from Bonanza Zone grading 14.3g/t Au and 1190g/t Ag (Source: **SAU**, ASX Announcement, 17/7/2019).



FIGURE 9: Low to intermediate sulphidation epithermal vein from Thorn grading 20.2 g/t Au and 585g/t Ag (Source: **SAU**, ASX Announcement, 17/7/2019).

Proposed Exploration

In addition to further reconnaissance exploration, we anticipate the upcoming 1,000 to 1,500 metres of drilling at Deokon will follow up down dip expressions of the high grade gold-silver results at the Bonanza and Thorn zones. We believe there could be multiple parallel mineralised zones striking between 100-300 metres, 0.5-3 metres wide with unknown depth extents.

Weolyu Project (SAU: 100%)

Location

The Weolyu Project (Figure 3) is situated approximately 65km east south east of the regional city of Daejeon (Yeongdong Province) and was our first stop on the site visit.

Geology and Mineralisation

Weolyu has a similar geological setting to Deokon and is situated on the south-eastern edge of the Cretaceous age Ogcheon belt along the Yeongdong-Gwangju Fault.

Mineralisation is associated with low to moderate sulphidation epithermal veins containing high-grade gold and silver. Successive phases of underground channel sampling and diamond drilling have outlined 0.34m to 1.18 metre wide veins with the southern shoot (Figure 10,11) averaging 10.6g/t gold and 346g/t silver between the 210 and 230 levels.

Grades average 10.6g/t Au and 346g/t Ag with an average width of 0.43 metres between the 210 and 230 levels...

...Mapping & sampling by SAU has outlined high-grade shoot development

800 metres of drilling (mostly from underground) is planned at Weolyu

Hydraulic drilling will aim to commence underground drilling shortly

Parallel lodes mapped at surface have been missed by previous miners

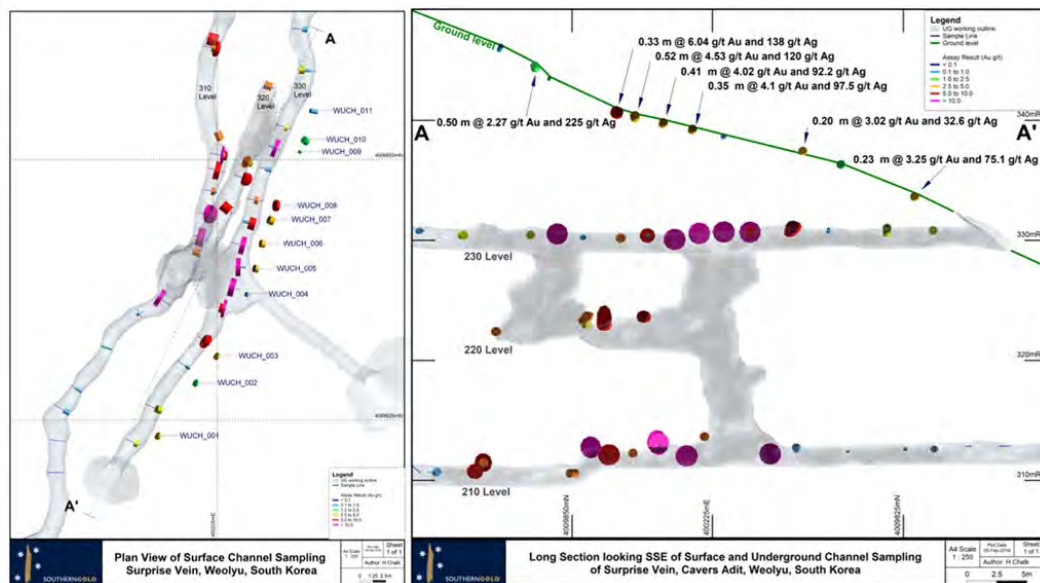


FIGURE 10: Plan view of Weolyu channel sampling: **FIGURE 11 (right):** Long section of Southern Shoot sampling (Source: SAU Quarterly Report, March 2019).

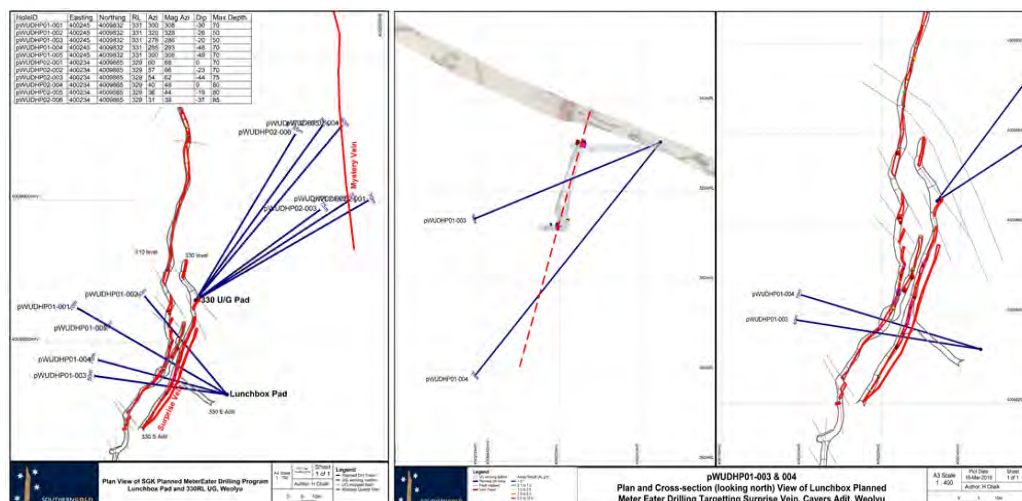


FIGURE 12: Planned drilling at Surprise and Mystery veins. **FIGURE 13:** Cross-section of proposed drill holes targeting Surprise. **FIGURE 14:** Plan view of drill holes targeting Surprise. (Source: SAU Quarterly Report, March 2019).



FIGURE 15: KRD500635 from 230 level (upper) returned 32.8g/t Au, & 364g/t Ag (Source: SAU ASX Announcement, October 2019).

Proposed Exploration

Around 10 holes for 800 metres is planned to start immediately after the Deokon drill campaign using the hydraulic “meter eater” rig at Surprise from surface (near 330 East Adit), then to the underground workings on 330 Level targeting the Mystery vein. The planned underground drilling program is set out in Figures 12–14.

There appear to be additional parallel veins sets picked up on surface that have not been the subject of historic mining that could significantly added to near surface, mineable ounces. We anticipate underground drilling should pick up these vein sets at depth.

Epithermal systems exhibit significant variation in not only grades but also widths. While historical mined grades and widths are interesting, the potential for parallel lodes together with significant vertical relief has the potential to re-rate Weolyu following a few phases of drilling.

Beopseongpo is our second ranking prospect in the SAU portfolio

5 mineralised epithermal veins identified...

....widths > 20m and strike length > 2.0km

Beopseongpo Project (SAU: 100%)

Location

Beopseongpo Project (Figure 3, 16) is situated approximately 65km east north east of the regional city of Gwangju and was our last stop on the site visit. This is our second ranking prospect based on very preliminary work by SAU.

Geology and Mineralisation

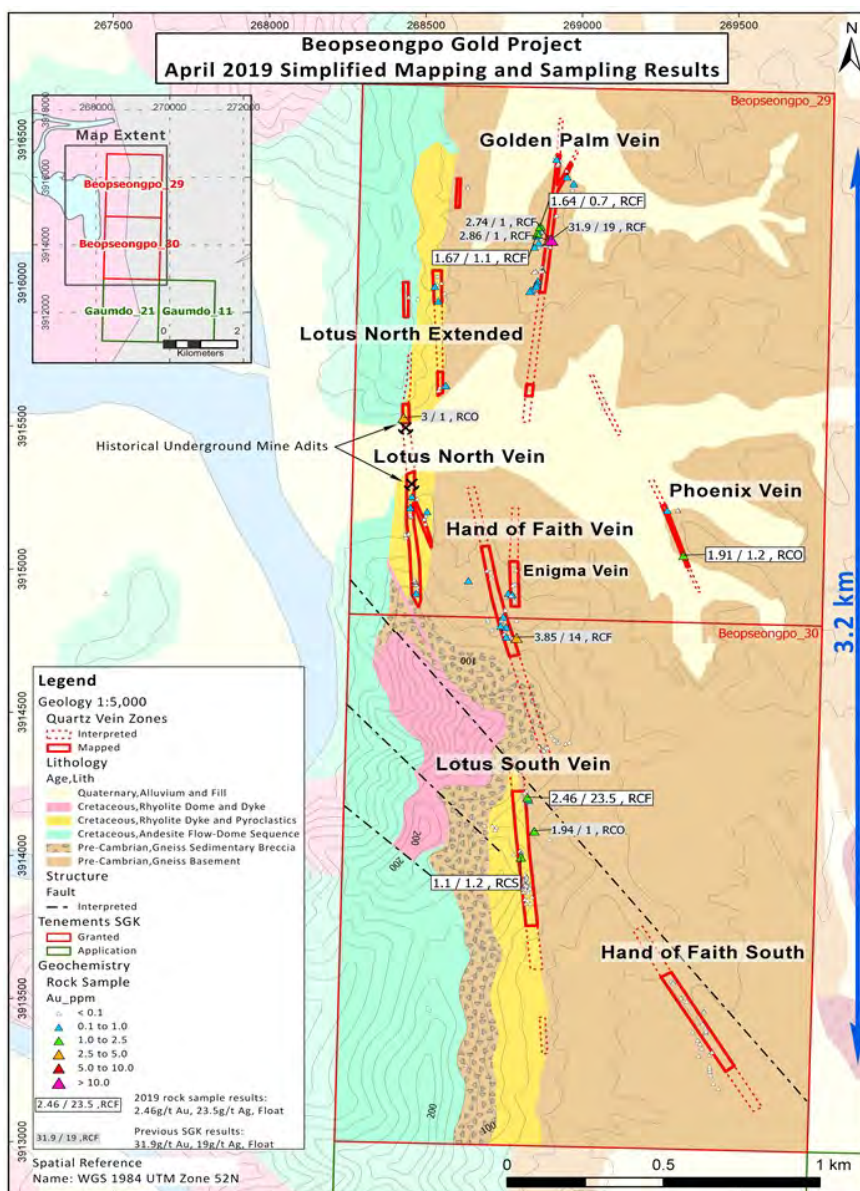


FIGURE 16: Plan view of Beopseongpo key prospects (Source: SAU Presentation, September 2019).

Exploration (figure 16) has been underway since May this year with 5 major high level, low sulphidation epithermal veins so far being identified with widths up to 20 metres and a combined strike length in excess of 2.5 kilometres. Field investigations at Hand of Faith would indicate the vein disappears under cover to the north (figure 16). Mineralisation remains open in all directions.

Vein textures (figures 17) are typical of dynamic multi-phase Au-Ag rich systems displaying classic epithermal textures including — chalcedonic to meso-crystalline quartz-adularia ± sulphide re-healing and colloform- and crustiform-banding with peak rock results to date of 31 g/t Au, 25g/t Ag.

Field inspections reviewed broad zones of highly altered epithermal veins over considerable widths

Epithermal veins remain open to the north at Golden Palm

Importantly textures indicative of boiling would indicate the preserved target is 100-500 metres from surface which presents multiple drill targets (figure 16) for **SAU**.

Our site visit took us to the office to inspect core from the first hole at Hand of Faith then on to the Hand of Faith Prospect where we tracked outcropping epithermal mineralisation (Figure 17, 18) and observed outcropping highly altered epithermal veins.



FIGURE 17 (above) Outcropping epithermal Au-Ag mineralisation at Hand of Faith and **Figure 18 (right)** SAU Project Geologist Harry Chalk inspecting outcropping veins.



We then proceeded to the rig at Hand of Faith where drilling was targeting epithermal veins at around 80—100 metres vertical depth. First results are due in 3-4 weeks



FIGURE 19: Harry Chalk pointing out the northernmost limits of the Beopseongpo Project (Golden Palm) showing previously unsampled epithermal veins diving under cover.

Our final stop was the northern extent of the Beopseongpo Project at Golden Palm (figure 19) where considerable widths of outcropping epithermal mineralisation (much of it unsampled) dives under-cover beneath rice paddy's to the north.

We are encouraged by what we saw at Beopseongpo, for three reasons;

- I. Epithermal textures indicate that current elevations are near the "top" of an epithermal system which would put the primary "preserved" target at only 100-500 metres below surface;
- II. Gold and silver grades were either anomalous or elevated on all 5 vein arrays.
- III. Field inspections demonstrated significant widths and strike lengths with miner-

alisation.

- IV. Mineralisation remains open in all directions.
- V. Infrastructure and access is excellent with good local relations.

Early days on this project however we are reasonably confident that **SAU's** technical interpretations are correct and the current drill program will turn up some interesting results. We intend to provide some "flash note" updates should any results materialise prior to the next quarterly.

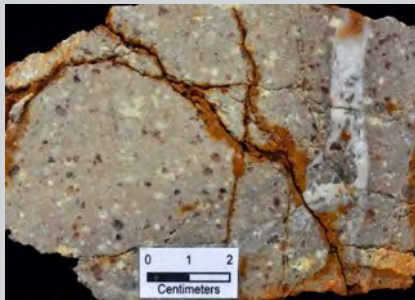


FIGURE 20: Sub-crop sample KRS206458, 31.8g/t Au and 6.6g/t Ag. Naesin Vein Zone (Western End). (Source: SAU Presentation, September 2019).

First pass rock chip sampling has returned highlight anomalous Au + Ag values...

...up to 31.8 g/t Au and 25.2 g/t Ag

The presence of epithermal alteration and oxidised veins has provided the basis for a first pass diamond drill campaign in early 2020

OTHER PROJECTS

- **NEUNGJU PROJECT (SAU 100%):** Situated 25km SE of Gwangju city (Figure 3, 21) with reconnaissance activity comprising several traverses and channel samples on veins (Figure 20 and 21). SAU announced high grade rock chip samples peaking at 31.8g/t Au and 6.6g/t Ag with 5 epithermal zones identified from 2-100m in width and striking for >1.0km. Drilling is likely in 2020.

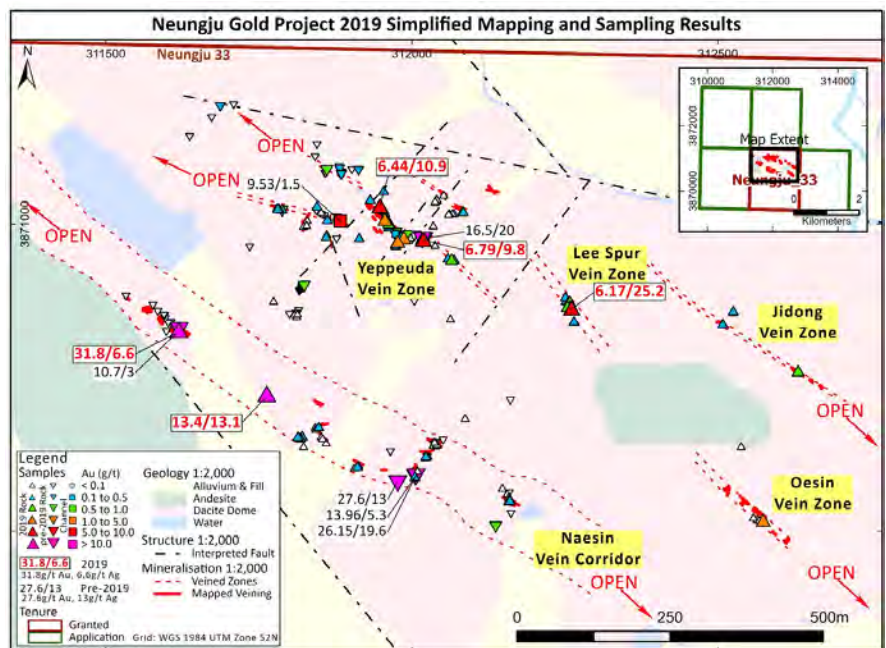


FIGURE 21 Plan of Neungju showing mapping and surface sample results. (Source: SAU Presentation, September 2019).

- **APHAEE GOLD PROJECT: (SAU 100%):** Epithermal quartz veins (figure 22) have been identified along a coastal platform and can be traced NE to old underground workings. The presence of rhyolite dykes and anomalous gold samples has justified a first pass diamond drilling program in early 2020.

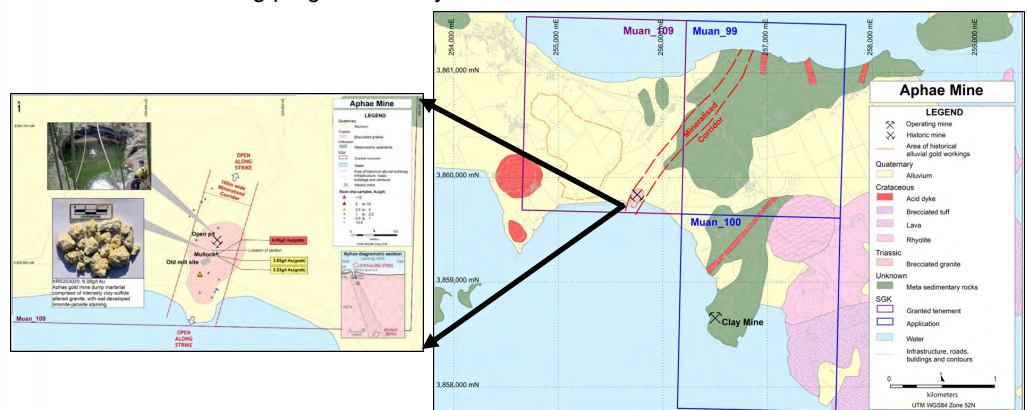


FIGURE 22: Aphae project showing alluvial field and recent surface sampling near the old workings (Source: SAU Presentation, September 2019).

- **DOKCHEON GOLD PROJECT:** This is situated SE of Gwangju city (Jeolla Province-figure 3). Results from reconnaissance activity expected in the near term.

RMR consider both Gubong and Kochang as non-core assets and JV's have alleviated balance sheet pressures

JOINT VENTURES

- GUBONG JV** (SAU 50%: Bluebird Merchant Ventures Ltd-AIM: **BMV** 50% and manager). Studies by **BMV**, a specialist underground mining company have indicated (SAU ASX Announcement 1/8/2018) that it will be feasible to reopen the old workings commencing with a low cost VAT leach processing plant (figure 23). **BMV** have recently received their "Permit to Develop" from the Ministry of Trade, Industry and Energy paving the way for the commencement of production in late CY 2019.

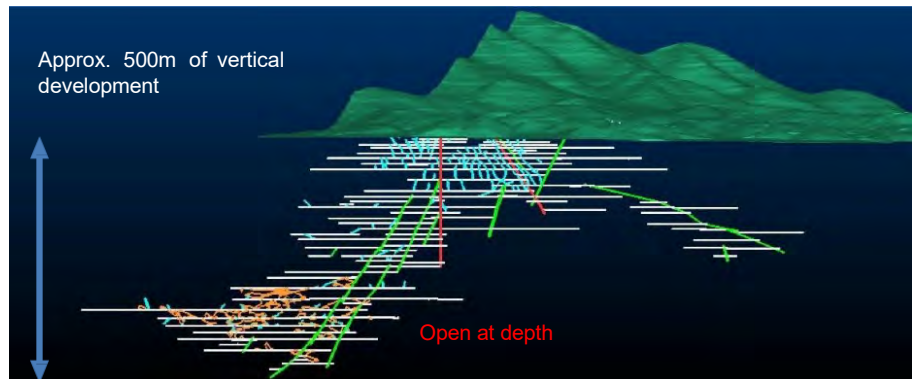


FIGURE 23: Long section of old underground workings at Gubong JV showing extent of vertical development. (Source: SAU Presentation, September 2019).

- KOCHANG GOLD PROJECT:** (SAU 50%: **BMV** 50% and manager): Channel sampling, assaying and metallurgical test work was conducted over 2018/2019 and returned gravity recoveries up to 80% (Au) and 60% (Ag). The development model (Figure 24) contemplates the establishment of a low capital cost, small scale operation ramping up operations progressively. A 'Permit to Develop' application is also in progress.

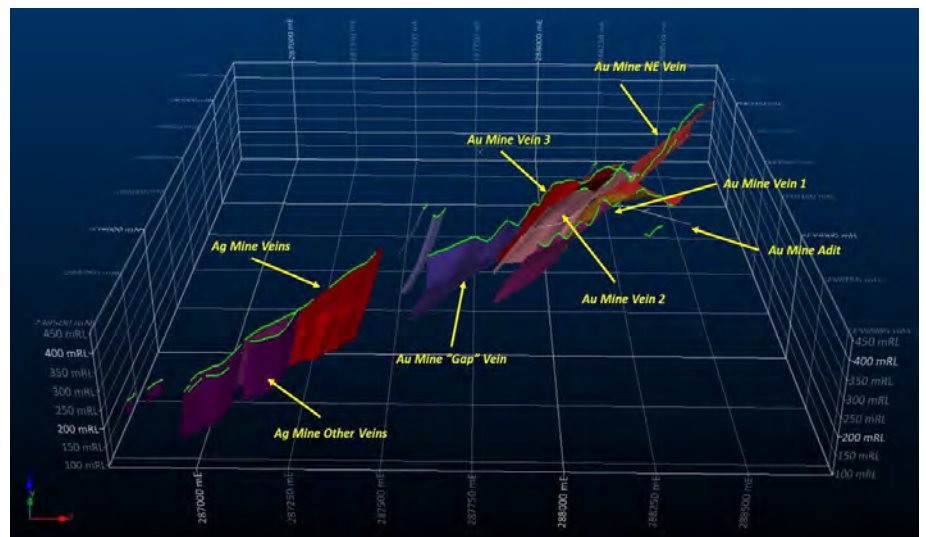


FIGURE 24: 3D image showing major epithermal vein systems at the Kochang JV (Source: SAU Presentation, September 2019).

RMR don't place much weight on comparables at this early stage....

...however the valuations of JG and IRV are indicative of a growing awareness of the potential in Japan given limited modern exploration

COMPARABLE COMPANIES

- **JAPAN GOLD CORP (TSX-V: JG).**

A similar story line to **SAU** with their core focus being 24 projects in Japan prospective for epithermal Au-Ag projects. Many of these projects contain historical workings with a provenance of high-grade Au mining and they currently have a market capitalisation of around \$37 million. Their corporate presentation www.japangold.com/images/presentation/2019/sept/JG-CorporatePresentation_24_09_2019.pdf provides a good overview of the mining history of Japan which is dotted with high-grade epithermal gold deposits in Pleistocene meta-sediments.



FIGURE 25: Plan view of Japan Gold's Japanese exploration portfolio (Source: JG Presentation, September 2019).

- **IRVING RESOURCES INC (CNX: IRV).**

Canadian Securities Exchange listed **IRV** is another gold explorer active on Japan with five epithermal prospecting license applications (final approvals underway) covering over 750 square kilometres licenses on the islands of Hokkaido and Sado.

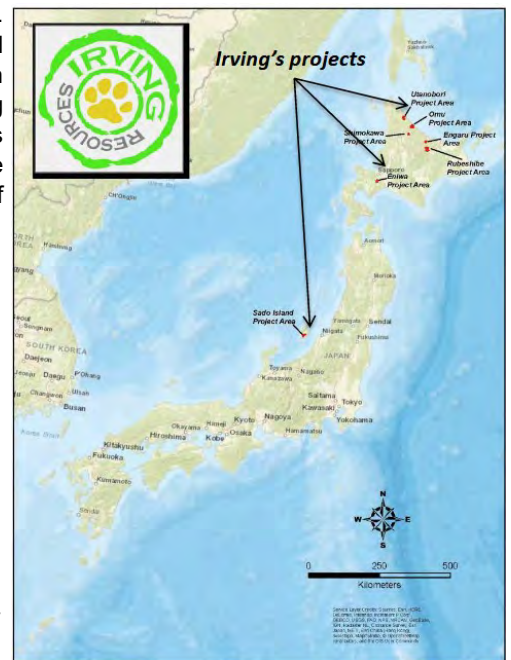


FIGURE 26: Plan view of Irving Resources Japanese exploration portfolio (Source: IRV Presentation, September 2019).

Gold could test 2011..2013 highs...

Sale of Australian exploration portfolio and recently completed Rights Issue has placed **SAU** in a strong position with >\$5.0 million in cash...

Overall South Korea represents a very low risk proposition for Southern Gold...

GOLD MARKET OUTLOOK

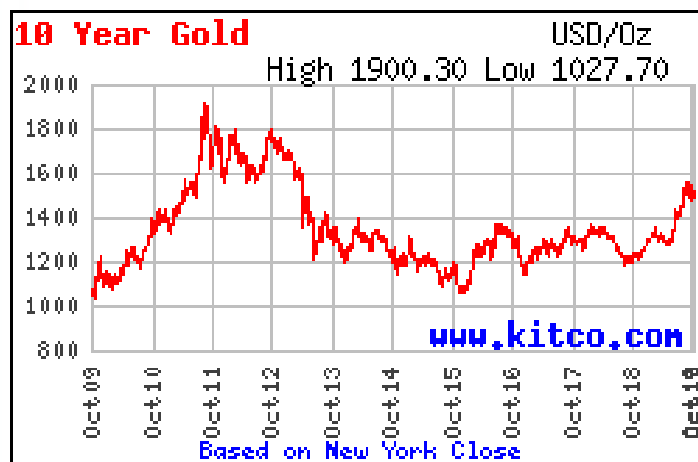


FIGURE 27: 10 Year gold price (\$US/oz). (Source: www.kitco.com).

Spot gold prices (figure 27) are expected to trade stronger for longer, possibly rising above US\$2,000/oz and posting new cyclical highs in the near term. From a macro perspective, lower projected nominal and real interest rates together with rising global recession risks (driven partly by US-China trade war) have prompted strong central bank and investor buying. These themes are likely to continue driving gold prices.

The potential for currency wars and devaluation is also gaining momentum with conditions supportive of gold as a currency alternative. In fact the PBoC have purchased around 100t since December 2018, including 6t in August. Citibank (September 2019) are projecting bullion markets could re-test 2011-2013 nominal price peaks and trade in the range of \$1,800-2,000/oz by 2021/22 on the back of a US business cycle turn towards slower growth/recession on top of election uncertainty.

CORPORATE

SAU recently closed (23/7/2019) a 1 for 3 rights issue at 11 cents (with one 1/2 free attaching options exercisable at 18 cents expiring 31/12/21) raising \$2.2 million and followed on with a \$440K placement on the same terms.

In early August 2019, the Company also announced the sale of its Australian exploration assets including Bulong South (Cannon Gold Mine), Glandore, and Cowarna gold projects to private company **Aurenne Group Holdings Pty Ltd** for a total consideration of \$2.50 million.

In early September 2019, ex Samsung/Hyundai executive and experienced South Korean project manager Mr Beejay Kim joined the board as an executive director.

RISKS

POLITICAL RISK: South Korea is ranked 4th in the world for ease of business, 7th in terms of economic freedom. The fiscal regime is favourable including no royalties and a 24.2% company tax rate.

PERMITTING: Long history of mining with access to government funding. Low risk for **SAU**.

INFRASTRUCTURE: First world with ready access to grid power and sealed roads right up to most prospects. Urbanisation is a threat but unlikely to impede underground gold mining.

COMMODITY PRICE OUTLOOK: **SAU** is entirely exposed to the gold price whose volatility could also reflect in volatility in the **SAU** share price. Gold price risks are currently skewed to the upside.

METALLURGY/PROCESS RISK: We consider this risk is modest as metallurgy from previous mining on/adjacent to the existing projects is relatively favourable.

FINANCE RISK: Drilling out high-grade/narrow vein epithermal gold deposits can be capital intensive however the Company remains well funded with many "walk -up" drill targets. We anticipate the discovery cost/ounce to be favourable.

Greg has over 40 years of business experience and has been a strong supporter of SAU

Simon has been the main driver behind the Korea gold strategy

Beejay's 30 year career includes senior roles with Hyundai and Samsung

Peter is a mining engineer with over 40 years experience.

David was previously Managing Director of FerrAus

DIRECTORS AND MANAGEMENT

GREG BOULTON B.A. (Acct), FCA, FCPA, FAICD

NON-EXECUTIVE CHAIRMAN

Greg Boulton has extensive commercial and resource sector experience spanning over 40 years as a CEO and Non-Executive Director for many public and private companies. He has broad experience in corporate governance, capital raisings, acquisitions and commercial negotiations. He is a Fellow of the Australian Institute of Company Directors, Institute of Chartered Accountants and CPA Australia. Mr Boulton is currently a Director of **State-wide Superannuation Fund, Kangaroo Island Plantation Timber Limited** and various private Companies based in South Australia.

SIMON MITCHELL, BSc (Hons), GradDipAppFin, MSEG, MAusIMM

MANAGING DIRECTOR

Mr Mitchell is a geologist and finance executive with 29 years of resources industry experience in technical and corporate roles including 10 years gold exploration and mine development experience with **Normandy NFM, RGC, Goldfields** and **Aurora Gold** in Australia, Bolivia, Chile, Peru, Papua New Guinea and Indonesia. Mr Mitchell worked for 6 years at the **Commonwealth Bank of Australia**, predominantly in Project Finance, and more than 6 years with **Toro Energy** as General Manager of Business Development where he was responsible for mergers and acquisitions, capital raisings and promotion. Previously Mr. Mitchell was Managing Director of **Asiatic Gold Ltd**, an unlisted public company with gold exploration projects in South Korea. These assets that were subsequently acquired in mid 2016 by **SAU**.

BEEJAY KIM, M.B.A.

NON-EXECUTIVE DIRECTOR

Beejay is a project manager who has had 30 year career with **Samsung C&T Corporation** and **Hyundai Engineering and Construction Company**. As a senior executive for **Samsung C&T**, Mr. Kim led projects in several countries including the Middle East, Australia and South East Asia. This includes more recent positions as Vice President and Regional Representative of **Saudi Arabia LLC** and Head of **MENA** in the UAE for **Samsung C&T**. Mr Kim's work has involved leading construction and infrastructure in various countries including two years in Australia where he set up **Samsung C&T's** office and was involved in several project tenders incorporating an iron ore infrastructure project in Western Australia. Mr. Kim has an MBA and has attended leadership programs at UC Berkeley and Cornell University.

PETER BAMFORD, B. Sc (Eng). ARSM, MAICD, FAusIMM

NON-EXECUTIVE DIRECTOR

Peter has a career spanning more than 40 years in the construction and mining industries, principally in underground mining operations as a mining engineer, mine manager and corporate executive. Peter's experience includes senior appointments with **Mount Isa Mines, Metana/Gold Mines of Australia, Dominion Mining** (subsequently **Kingsgate Consolidated**) and **Doray Minerals**. Peter has also served on the boards of **Maiden Gold, Heron Resources** and **Dominion Mining**.

DAVID TURVEY, B.Sc (Hons), MAusIMM, MSEG

NON-EXECUTIVE DIRECTOR

David Turvey is a geologist with over 30 years' experience in the Australian and Asian mining industries where he has driven business development and corporate M&A activities in precious metals, bulk commodities and industrial minerals. His experience includes holding key management roles and consulting assignments in minerals exploration, technical marketing, project development and commercial evaluation of mineral asset investments. Mr Turvey was formerly a Non-Executive Director of ASX listed **Lawson Gold Limited** and was previously Managing Director of **FerrAus Limited**.

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Care has been taken to define the level of risk to return associated with a particular company. Our recommendation ranking system is as follows:

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Speculative Buy	We forecast strong earnings growth or value creation that may achieve a return well above that of the broader market. These companies also carry a higher than normal level of risk.
Hold	A sound well managed company that may achieve market performance or less, perhaps due to an overvalued share price, broader sector issues, or internal challenges.
Sell	Risk is high and upside low or very difficult to determine. We expect a strong underperformance relative to the market and see better opportunities elsewhere.

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