

M&A Rumor and Activity

The Australian market finished the week 0.81% lower with the S&P / ASX 100 ending at 4364 points following a plunge early in the week on concerns that the US Federal Reserve may soon lift interest rates and fears that other central banks may begin to reduce monetary stimulus efforts. The Australian dollar decreased 0.66% for the week to end at US 0.7488 cents as investors unwind carry trades in riskier assets.

Ausenco Limited (AAX.AX) confirmed that the scheme of arrangement, by which Resource Capital Fund VI. L.P. will acquire all of the issued shares of Ausenco Limited, has been implemented on 15 September 2016. The shares of Ausenco will be removed from the official list of ASX Limited from the close of trading on 16 September 2016.

The Australian reported that the potential suitors for Arrium Limited (ARI.AX)'s **Moly-Cop** grinding media division is understood to be narrowed down to about six bidders, which include Blackstone, Bain Capital and Apollo. It is expected that the decision to either list Moly-Cop on the ASX or to divest the business via a trade sale is expected to be made by the end of October.

News Headlines and Key Sector Developments

Ticker	News/Event	Ticker	News/Event
BYL	Reached an agreement with Main Roads Western Australia to resolve the Great Eastern Highway contract dispute	MCS	Announced the resignation of Mr. Warren Roy Saxelby as a Director
DOW	Won five contracts valued at over \$250m through its mining services business	SND	Advised that it has been awarded a new \$9m contract to design and construct two 15ML storage tanks, associated foundation work and the repair of an existing 15ML tank for Viva Energy Australia
DOW	Evolution Rail, the consortium comprising DOW, CRRC Changchun Railway Vehicles and Plenary Group, has been selected as the preferred respondent for the High Capacity Metro Trains (HCMT) project in Victoria	SWL	Advised that its 50/50 joint venture with Fulton Hogan has been awarded the contract to design and construct the Bruce Highway Upgrade. The contract is valued at \$442m, of which SWL's share is \$221m

Source: Thomson Reuters, Company Announcements, LCC research

Ticker	Company Name	Market Cap (A\$ m)	Open Price (A\$)	Close Price (A\$)	Week High (A\$)	Week Low (A\$)	Weekly change (%)	Volume Trend	EV/ EBITDA	EV/ EBIT
AJL.AX	AJ Lucas Group Ltd	134	0.32	0.35	0.32	0.31	▲ 12.9%	■ ■ ■ ■ ■	14.4x	1,223.8x
ASL.AX	Ausdrill Ltd	481	1.62	1.54	1.60	1.48	▼ (7.2%)	■ ■ ■ ■ ■	5.6x	12.5x
AAX.AX	Ausenco Ltd	79	0.40	0.40	0.40	0.40	— 0.0%	■ ■ ■ ■ ■	n.m.	n.m.
ANG.AX	Austin Engineering Ltd	58	0.12	0.11	0.11	0.11	▼ (8.3%)	■ ■ ■ ■ ■	n.m.	n.m.
BLY.AX	Boart Longyear Ltd	108	0.13	0.12	0.12	0.11	▼ (8.0%)	■ ■ ■ ■ ■	n.m.	n.m.
BKN.AX	Bradken Ltd	385	2.49	2.25	2.32	2.20	▼ (10.7%)	■ ■ ■ ■ ■	3.1x	3.1x
BYL.AX	Brierty Ltd	11	0.09	0.09	0.09	0.08	▼ (5.6%)	■ ■ ■ ■ ■	n.m.	n.m.
BOL.AX	Boom Logistics Ltd	60	0.13	0.13	0.13	0.12	▼ (3.8%)	■ ■ ■ ■ ■	10.2x	n.m.
BSA.AX	BSA Ltd	132	0.33	0.31	0.32	0.30	▼ (8.1%)	■ ■ ■ ■ ■	10.0x	23.2x
CDD.AX	Cardno Ltd	388	0.76	0.81	0.78	0.76	▲ 4.5%	■ ■ ■ ■ ■	16.9x	n.m.
CIM.AX	CIMIC Group Ltd	9,029	28.19	27.75	27.72	27.14	▼ (4.1%)	■ ■ ■ ■ ■	7.0x	11.0x
DCG.AX	Decmil Group Ltd	155	0.91	0.91	0.90	0.87	— 0.0%	■ ■ ■ ■ ■	16.4x	61.4x
DSB.AX	Delta SBD Ltd	10	0.23	0.18	0.20	0.18	▼ (20.0%)	■ ■ ■ ■ ■	3.5x	6.6x
DOW.AX	Downer EDI Ltd	2,060	4.93	4.85	4.89	4.72	▼ (3.6%)	■ ■ ■ ■ ■	4.2x	7.8x
EAL.AX	E&A Ltd	15	0.13	0.11	0.12	0.11	▼ (12.0%)	■ ■ ■ ■ ■	n.m.	n.m.
EGN.AX	Engenco Ltd	45	0.15	0.15	0.16	0.15	— 0.0%	■ ■ ■ ■ ■	6.2x	14.4x
EHL.AX	Emeco Holdings Ltd	30	0.05	0.05	0.05	0.05	▲ 4.2%	■ ■ ■ ■ ■	6.7x	n.m.
FWD.AX	Fleetwood Corp Ltd	113	1.83	1.85	1.80	1.79	▲ 0.5%	■ ■ ■ ■ ■	11.0x	165.8x
GCS.AX	Global Construction Services Ltd	92	0.48	0.46	0.48	0.42	▼ (2.1%)	■ ■ ■ ■ ■	3.9x	6.4x
GNG.AX	GR Engineering Services Ltd	230	1.43	1.51	1.44	1.32	▲ 4.5%	■ ■ ■ ■ ■	7.0x	7.5x
HDX.AX	Hughes Drilling Ltd	17	0.08	0.08	0.08	0.08	— 0.0%	■ ■ ■ ■ ■	3.1x	7.5x
IMD.AX	Imdex Ltd	162	0.58	0.57	0.55	0.51	▼ (3.4%)	■ ■ ■ ■ ■	12.3x	36.8x
LCM.AX	LogiCamms Ltd	32	0.41	0.46	0.45	0.39	▲ 15.0%	■ ■ ■ ■ ■	n.m.	n.m.
LYL.AX	Lycopodium Ltd	116	2.90	2.92	2.92	2.87	▲ 0.7%	■ ■ ■ ■ ■	5.7x	6.3x
MLD.AX	MACA Ltd	412	1.77	1.77	1.71	1.64	▼ (0.3%)	■ ■ ■ ■ ■	5.1x	23.0x
MAH.AX	Macmahon Holdings Ltd	140	0.11	0.12	0.12	0.11	▲ 4.5%	■ ■ ■ ■ ■	2.1x	15.5x
MYE.AX	Mastermyne Group Ltd	18	0.19	0.20	0.20	0.19	▲ 11.4%	■ ■ ■ ■ ■	8.7x	n.m.
MIN.AX	Mineral Resources Ltd	2,035	11.00	10.89	10.79	10.32	▼ (3.2%)	■ ■ ■ ■ ■	6.7x	12.8x
MCE.AX	Matrix Composites & Engineering Ltd	43	0.42	0.46	0.46	0.42	▲ 7.0%	■ ■ ■ ■ ■	4.7x	n.m.
MCS.AX	McAleese Ltd	7	0.03	0.03	0.03	0.03	— 0.0%	■ ■ ■ ■ ■	12.9x	n.m.
MND.AX	Monadelphous Group Ltd	782	8.00	8.35	7.95	7.66	▲ 1.8%	■ ■ ■ ■ ■	5.1x	6.3x
MRM.AX	MMA Offshore Ltd	125	0.36	0.34	0.34	0.33	▼ (9.5%)	■ ■ ■ ■ ■	6.2x	n.m.
MSV.AX	Mitchell Services Ltd	37	0.03	0.03	0.03	0.03	▼ (10.7%)	■ ■ ■ ■ ■	93.0x	n.m.
NWH.AX	NRW Holdings Ltd	145	0.53	0.52	0.52	0.50	▼ (4.6%)	■ ■ ■ ■ ■	4.2x	8.5x
OTR.AX	Onterran Ltd	23	0.41	0.40	0.41	0.40	▼ (1.2%)	■ ■ ■ ■ ■	12.4x	292.1x
OTC.AX	OTOC Ltd	81	0.31	0.29	0.31	0.29	▼ (6.5%)	■ ■ ■ ■ ■	5.2x	8.3x
PRG.AX	Programmed Maintenance Services Ltd	489	1.94	1.90	1.92	1.89	▼ (4.8%)	■ ■ ■ ■ ■	9.0x	13.0x
RCR.AX	RCR Tomlinson Ltd	368	2.58	2.63	2.56	2.46	▲ 1.9%	■ ■ ■ ■ ■	12.1x	30.3x
RDG.AX	Resource Development Group Ltd	17	0.04	0.03	0.04	0.03	▼ (25.0%)	■ ■ ■ ■ ■	0.6x	0.9x
RUL.AX	Rungepincockminarco Ltd	92	0.48	0.51	0.50	0.48	▲ 7.4%	■ ■ ■ ■ ■	n.m.	n.m.
SND.AX	Saunders International Ltd	47	0.59	0.59	0.59	0.58	— 0.0%	■ ■ ■ ■ ■	7.6x	8.9x
SSM.AX	Service Stream Ltd	376	1.04	1.03	1.03	0.97	▼ (1.0%)	■ ■ ■ ■ ■	9.5x	11.9x
SWL.AX	Seymour Whyte Ltd	68	0.74	0.77	0.75	0.69	▲ 0.7%	■ ■ ■ ■ ■	5.7x	17.7x
SXE.AX	Southern Cross Electrical Engineering Ltd	88	0.51	0.55	0.54	0.51	▲ 6.8%	■ ■ ■ ■ ■	3.9x	6.6x
STS.AX	SRG Ltd	90	1.36	1.42	1.38	1.31	▲ 4.8%	■ ■ ■ ■ ■	5.5x	10.4x
SWK.AX	Swick Mining Services Ltd	61	0.29	0.29	0.29	0.27	▼ (3.4%)	■ ■ ■ ■ ■	5.9x	n.m.
TPP.AX	Tempo Australia Ltd	54	0.28	0.27	0.26	0.25	▼ (3.6%)	■ ■ ■ ■ ■	5.6x	5.7x
UGL.AX	UGL Ltd	346	2.18	2.08	2.16	2.06	▼ (6.7%)	■ ■ ■ ■ ■	n.m.	n.m.
VMG.AX	VDM Group Ltd	16	0.00	0.00	0.00	0.00	— 0.0%	■ ■ ■ ■ ■	n.m.	n.m.
WOR.AX	WorleyParsons Ltd	1,746	7.86	7.11	7.61	7.11	▼ (15.1%)	■ ■ ■ ■ ■	11.1x	17.9x
WTP.AX	Watpac Ltd	167	0.85	0.90	0.87	0.85	▲ 3.4%	■ ■ ■ ■ ■	(3.5x)	n.m.

Source: Thomson Reuters, LCC research

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