

## M&A Rumor and Activity

The Australian market finished the week 1.87% higher with the S&P/ASX200 ending at 5721 points, following the strong lead from the US equities markets and optimism that the Trump Administration will pursue pro-growth policies. The Australian dollar decreased 0.27% for the week to end at US76.36 cents, following the Reserve Bank of Australia's decision to hold interest rate steady on Tuesday.

**Jacobs Engineering Group Inc (JEC.N)**, a global provider of full-spectrum technical, professional and construction services for industrial, commercial and government organizations, announced on 29 January 2017 that it has acquired **Aquenta Consulting**, an Australian providing integrated project services to the public and private sector clients, for an undisclosed value.

**Emeco Holdings Limited (EHL.AX)** announced that it will hold a creditors' scheme meeting to seek approval for its revised restructuring scheme on 13 March 2017.

The *Australian Financial Review* reported on 7 February 2017 that **Boart Longyear (BYL.AX)** is attempting to refinance its debt of approximately US\$700 million, with its biggest shareholder and secured creditor, US private equity firm Centerbridge, is on board with its current plans, while its secured noteholders has yet to agree to any terms.

## News Headlines and Key Sector Developments

Ticker	News/Event	Ticker	News/Event
ASB	Announced that Expeditionary Fast Transport 8, USNS Yuma, has successfully completed US Navy acceptance trials	MAH	Announced that it has signed, for an undisclosed value, a three-year MOU with Indonesia's PT Amman Mineral Nusa Tenggara to evaluate options to accelerate production from its Batu Hijau copper and gold mine on Sumbawa Island in Indonesia
BKN	As part of its off-market takeover bid for all the ordinary shares in Bradken Limited, Hitachi Construction Machinery Co., Ltd announced the fulfilment of the condition relating to the CFIUS approval	MIN	Announced the inaugural shipment of lithium concentrates produced at the Mt Marion Lithium Project in Western Australia
CIM	Reported FY16 results with NPAT of \$580 million (up 11.5% compared to prior corresponding period). Provided FY17 NPAT guidance of \$640m-\$700m	RUL	Provided a trading update for 1H17. Expects to achieve EBITDA of \$3.1 million for 1H17
CIM	Announced that Thiess secured a new contract with Cakrawala Langit Sejahtera and a contract extension based on Thiess' partnership with Bayan Resources Group for a combined value of \$134m	UBN	Announced that Mr. Almero Strauss has joined the Board of Directors
DCG	Announced that Mr Giles Everist has resigned as a Director	UBN	Completed a 63.5m share placement to a private investment company at 22.5 cents per share to raise \$14.3m. c.\$12m of the proceeds were used to fund the acquisition of complementary platforms and fund business growth
IMD	Announced the appointment of Ms Sally-Anne Layman as a Non-Executive Director	WOR	Announced that it has been chosen to provide engineering, procurement, construction management and fabrication services for Chevron's Salt Lake Refinery Retrofit Project in Salt Lake City with a contract value of c.US\$67m
LLC	Announced that its Group Chief Risk Officer, Mr Robert McNamara, will be retiring on 31 March 2017		

Source: Thomson Reuters, Company Announcements, LCC research

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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
<b>Engineering Services</b>										
AJL.AX	AJ Lucas Group Ltd	142	0.40	0.37	0.40	0.37	▼ (7.6%)	■■■■	15.0x	1,275.5x
BOL.AX	Boom Logistics Ltd	52	0.12	0.11	0.12	0.11	▼ (4.3%)	■■■■	9.5x	n.m.
BSA.AX	BSA Ltd	150	0.34	0.36	0.34	0.33	▲ 2.9%	■■■■	14.5x	50.5x
BYL.AX	Brierty Ltd	16	0.14	0.13	0.14	0.13	▼ (10.7%)	■■■■	n.m.	n.m.
CDD.AX	Cardno Ltd	559	1.22	1.17	1.20	1.13	▼ (2.5%)	■■■■	23.5x	n.m.
CIM.AX	CIMIC Group Ltd	12,487	34.69	38.51	38.58	34.50	▲ 0.10	■■■■	12.1x	18.2x
DCG.AX	Decmil Group Ltd	165	1.03	0.96	1.00	0.96	▼ (4.0%)	■■■■	16.9x	65.6x
DOW.AX	Downer EDI Ltd	2,846	6.89	6.70	6.71	6.65	▼ (0.4%)	■■■■	5.9x	10.9x
EAL.AX	E&A Ltd	9	0.07	0.07	0.07	0.07	▼ (8.5%)	■■■■	7,392.6x	n.m.
EGN.AX	Engenco Ltd	51	0.16	0.165	0.16	0.16	— 0.0%	■■■■	5.9x	16.5x
GCS.AX	Global Construction Services Ltd	116	0.59	0.58	0.58	0.57	▼ (1.7%)	■■■■	4.7x	7.5x
GNG.AX	GR Engineering Services Ltd	245	1.57	1.60	1.57	1.52	▲ 4.9%	■■■■	7.6x	8.2x
LCM.AX	LogiCamms Ltd	29	0.38	0.36	0.37	0.36	▼ (2.7%)	■■■■	n.m.	n.m.
LLC.AX	LendLease Group	8,541	14.46	14.65	14.56	14.15	▲ 0.02	■■■■	14.9x	17.1x
LYL.AX	Lycopodium Ltd	101	2.60	2.55	2.60	2.55	▼ (1.9%)	■■■■	4.6x	5.1x
MND.AX	Monadelphous Group Ltd	1,004	10.48	10.70	10.53	10.17	▲ 4.5%	■■■■	7.0x	8.6x
MCE.AX	Matrix Composites & Engineerin	51	0.51	0.55	0.52	0.49	▲ 7.8%	■■■■	5.8x	n.m.
OTR.AX	Onterarran Ltd	20	0.35	0.32	0.35	0.32	▼ (10.0%)	■■■■	n.m.	n.m.
RCR.AX	RCR Tomlinson Ltd	435	3.15	3.11	3.15	3.09	▼ (0.6%)	■■■■	14.2x	36.7x
RDG.AX	Resource Development Group L	18	0.03	0.03	0.03	0.03	— 0.0%	■■■■	0.3x	0.4x
SND.AX	Saunders International Ltd	47	0.58	0.58	0.58	0.56	— 0.0%	■■■■	7.6x	8.9x
SSM.AX	Service Stream Ltd	422	1.18	1.16	1.17	1.12	▼ (2.1%)	■■■■	10.7x	13.6x
SWL.AX	Seymour Whyte Ltd	80	0.90	0.91	0.89	0.87	▲ 1.1%	■■■■	7.6x	23.5x
SXE.AX	Southern Cross Electrical Engine	88	0.55	0.55	0.57	0.55	— 0.0%	■■■■	3.9x	6.5x
STS.AX	SRG Ltd	99	1.48	1.55	1.52	1.48	▲ 3.3%	■■■■	5.5x	8.6x
TPP.AX	Tempo Australia Ltd	57	0.24	0.24	0.24	0.24	▲ 2.1%	■■■■	6.1x	6.2x
VMG.AX	VDM Group Ltd	5	0.00	0.00	0.00	0.00	▼ (33.3%)	■■■■	n.m.	n.m.
VRS.AX	Veris Ltd	63	0.23	0.20	0.23	0.20	▼ (13.3%)	■■■■	4.1x	6.5x
WOR.AX	WorleyParsons Ltd	2,374	9.89	9.62	9.54	9.34	▲ 0.5%	■■■■	7.7x	9.9x
<b>Mining Services</b>										
ASL.AX	Ausdrill Ltd	457	1.43	1.47	1.44	1.41	▲ 0.3%	■■■■	5.4x	12.1x
ANG.AX	Austin Engineering Ltd	107	0.18	0.19	0.18	0.18	▲ 5.7%	■■■■	n.m.	n.m.
BLY.AX	Boart Longyear Ltd	118	0.13	0.13	0.13	0.12	▼ (3.8%)	■■■■	n.m.	n.m.
BKN.AX	Bradken Ltd	663	3.22	3.22	3.22	3.19	— 0.0%	■■■■	3.8x	4.6x
DSB.AX	Delta SBD Ltd	15	0.27	0.27	0.27	0.27	— 0.0%	■■■■	4.0x	6.3x
EHL.AX	Emeco Holdings Ltd	52	0.10	0.09	0.10	0.09	▼ (10.3%)	■■■■	7.2x	n.m.
IMD.AX	Imdex Ltd	236	0.73	0.72	0.70	0.69	▲ 2.1%	■■■■	5.3x	6.8x
MAH.AX	Macmahon Holdings Ltd	179	0.15	0.15	0.15	0.15	▲ 1.7%	■■■■	4.2x	n.m.
MIN.AX	Mineral Resources Ltd	2,373	12.78	12.69	12.44	12.21	▲ 1.6%	■■■■	7.8x	14.9x
MLD.AX	MACA Ltd	375	1.63	1.60	1.65	1.57	▼ (2.4%)	■■■■	4.5x	20.6x
MSV.AX	Mitchell Services Ltd	47	0.03	0.03	0.03	0.03	— 0.0%	■■■■	111.6x	n.m.
MYE.AX	Mastermyne Group Ltd	36	0.40	0.39	0.40	0.39	▼ (1.3%)	■■■■	13.9x	n.m.
NWH.AX	NRW Holdings Ltd	235	0.72	0.73	0.71	0.67	▲ 4.3%	■■■■	6.1x	12.2x
RUL.AX	Rungepincockminarco Ltd	136	0.60	0.64	0.63	0.60	▲ 6.7%	■■■■	n.m.	n.m.
SWK.AX	Swick Mining Services Ltd	67	0.32	0.32	0.31	0.29	▲ 5.0%	■■■■	6.3x	n.m.
<b>Marine Services</b>										
ASB.AX	Austal Ltd	611	1.68	1.76	1.71	1.67	▲ 0.04	■■■■	n.m.	n.m.
MBO.AX	Mobilarm Ltd	12	0.03	0.03	0.03	0.03	— 0.0%	■■■■	71.7x	n.m.
MRM.AX	MMA Offshore Ltd	106	0.28	0.285	0.29	0.28	— 0.0%	■■■■	5.9x	n.m.
NMS.AX	Neptune Marine Services Ltd	68	1.02	1.12	1.12	1.02	▲ 6.7%	■■■■	121.5x	n.m.
VEE.AX	VEEM Ltd	81	0.62	0.63	0.65	0.62	— 0.0%	■■■■	10.4x	13.8x
ZGL.AX	Zicom Group Ltd	31	0.15	0.15	0.15	0.14	— 0.0%	■■■■	6.5x	n.m.
<b>Facilities Management</b>										
AEI.AX	Aeris Environmental Ltd	53	0.38	0.34	0.38	0.34	▼ -0.11	■■■■	n.m.	n.m.
GMG.AX	Goodman Group Pty Ltd	12,971	6.98	7.25	7.16	6.85	▲ 0.04	■■■■	40.5x	41.4x
HIL.AX	Hills Ltd	77	0.36	0.33	0.34	0.33	▼ -0.03	■■■■	11.6x	n.m.
MIL.AX	Millennium Services Group Ltd	73	1.65	1.59	1.63	1.57	▼ -0.02	■■■■	8.2x	10.2x
PRG.AX	Programmed Maintenance Serv	466	1.85	1.81	1.79	1.71	▲ 0.02	■■■■	7.2x	10.9x
SKS.AX	Stokes Ltd	10	0.30	0.33	0.33	0.30	▲ 0.10	■■■■	n.m.	n.m.
SPO.AX	Spotless Group Holdings Ltd	1,032	0.94	0.95	0.94	0.91	▲ 0.02	■■■■	5.7x	8.4x
TPS.AX	Threat Protect Australia Ltd	18	0.02	0.03	0.03	0.02	▲ 0.04	■■■■	n.m.	n.m.
UBN.AX	Urbanise com Ltd	42	0.13	0.13	0.13	0.11	— 0.00	■■■■	n.m.	n.m.

Source: Thomson Reuters, LCC research

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