

Westgold Resources

Outperform

Leaner operating model yielding better AISC

Key Points

- FY24 guidance was mixed with prod guidance softer (flat YoY) than we anticipated while AISC was stronger and ~A\$100/oz better YoY.
- The company notes that key organic growth projects are set to 'establish a growth runway into FY25'; we expect +300koz in FY25.
- We trim our 5-year prod outlook ~15kozpa but reduce our AISC by ~A\$68/oz to reflect the benefits of WGX's leaner operating strategy.

• **Mixed FY24 guidance:** FY24 production guidance has been set at 245-265koz at an AISC of \$1,800-2,000/oz. We previously expected 298koz at an AISC of A\$2,009/oz. We note that while FY24 guidance (mid-pont) implies flat YoY production AISC is expected to fall ~A\$100/oz across the group, it is a positive indication that WGX's leaner operating model (making big mines bigger and 'right sizing' smaller mines) is yielding results, in our view. Growth capex guidance of A\$130m was also A\$32m higher than our prior estimate.

• **Growth flagged into FY25:** WGX notes that organic growth projects are set to 'establish a growth runway into FY25' (we now expect 304koz in FY25). Key projects include developing down to the high-grade lodges at Great Fingall (first ore 2HFY25), commencing an LHOS operation in the deeper areas of Big Bell (first ore late-FY24) and re-starting the Fender underground (first ore 2QFY24).

• **Leaning our outlook:** We have adjusted our long-term outlook at Meekatharra (Murchison operation) and Fortnum (Bryah operation) to reflect WGX's prior commentary of the 'right sizing' of the Paddy's Flat and Starlight underground mines. While this sees our 5-year production outlook trimmed by an average of ~15kozpa, we also reduce our AISC expectation by an average of ~A\$68/oz over the same period to reflect the benefits of WGX's leaner operating strategy.

Earnings changes: FY24 guidance (lower prod but better AISC) sees our FY24 EPS improve 3%. Trimming our production outlook while reducing AISC (WGX's transition to leaner operating model) sees FY25/FY26 EPS fall 1%/9% with a 3% improvement in FY27.

Valuation: 50:50 blend of 1.1x NAV and 7x OCF (unchanged). We retain our A\$2.00/sh target price.

Catalyst: Outcomes of the Big Bell's expansion study remain important near term as does the successful re-start of the Fender mine and development of Great Fingall.

Investment Thesis and Recommendation

Outperform: FY24 guidance was mixed, with softer production and capex with stronger AISC. Growth projects will begin seeing ore in FY24, while Great Fingall will take another ~1.5 years. WGX's operating strategy is yielding results highlighted by stronger YoY AISC guidance despite flat production.

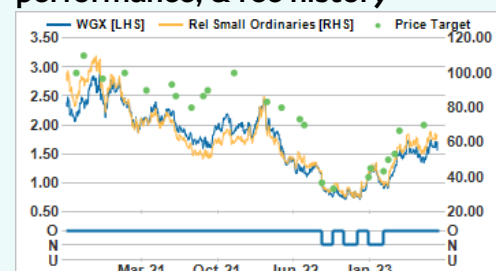
Metals & Mining Australia

WGX AU	Outperform
Price (at 2 Aug 2023)	AUD1.56
12-month target	AUD2.00
12 month TSR (%)	30.0
Volatility Index	High
Market Cap (Local) (m)	739
Market Cap (USD) (m)	489
30-day avg turnover (AUD)(m)	2.8

Investment Fundamentals

Year end 30 Jun	2022A	2023E	2024E	2025E
Revenue (m)	647.6	654.4	703.0	809.5
EBITDA (m)	222.1	170.5	252.2	269.3
EBITDA growth (%)	(9.7)	(23.2)	47.9	6.8
EBIT (m)	28.8	33.4	121.3	131.6
EBIT growth (%)	(73.0)	15.8	263.3	8.5
Reported profit (m)	(111.1)	18.5	85.0	92.4
Adjusted profit (m)	76.7	15.0	85.0	92.4
EPS adj (€)	17.5	3.1	17.8	19.3
EPS adj growth (%)	3.4	(82.1)	470.1	8.6
PER adj (x)	8.9	50.0	8.8	8.1
PER rel (x)	0.6	2.6	0.6	0.6
Total DPS (€)	0.0	1.0	3.0	3.0
Total DPS growth (%)	NM	NM	200.0	0.0
Total div yield (%)	0.0	0.6	1.9	1.9
Franking (%)	NM	0.0	0.0	0.0
ROA (%)	3.3	4.0	13.3	13.1
ROE (%)	12.8	2.5	13.3	12.9
EV/EBITDA (x)	2.9	4.1	2.8	2.6
Net debt/equity (x)	(23.8)	(23.2)	(21.5)	(29.0)
P/BV (x)	1.2	1.2	1.1	1.0

WGX AU rel Small Ordinaries performance, & rec history



Source: FactSet, Macquarie Research, Aug 2023 (all figures in AUD unless noted, TP in AUD)

Mixed FY24 guidance

- FY24 production guidance has been set at 245-265koz at an AISC of \$1,800-2,000/oz. This compares to the 298koz at an AISC of A\$2,009/oz we previously expected.
- We note that while FY24 guidance (mid-pont) implies flat YoY production AISC is expected to fall ~A\$100/oz YoY across the group, it is a positive indication that WGX's leaner operating model (making big mines bigger and 'right sizing' smaller mines) is yielding results, in our view. Growth capex guidance of A\$130m was also A\$32m higher than our prior estimate.
- We have adjusted our FY24 outlook to match WGX's respective guidance ranges. We now expect WGX to generate A\$19m in FCF in FY24 using our gold and FX outlook with the potential to generate ~A\$77m under a spot price scenario.

Figure 1 - FY24 guidance vs Macq prior outlook

Guidance	Low	High	Average	Macq	Var - Low	Var - High	Var - Av.
Production (koz)	245	265	255	258	5%	-3%	1%
AISC (A\$/oz)	1,800	2,000	1,900	1,900	6%	-5%	0%
Growth capex (A\$m)	-	130	130	130	-	-	0%

Source: WGX, Macquarie Research, August 2023

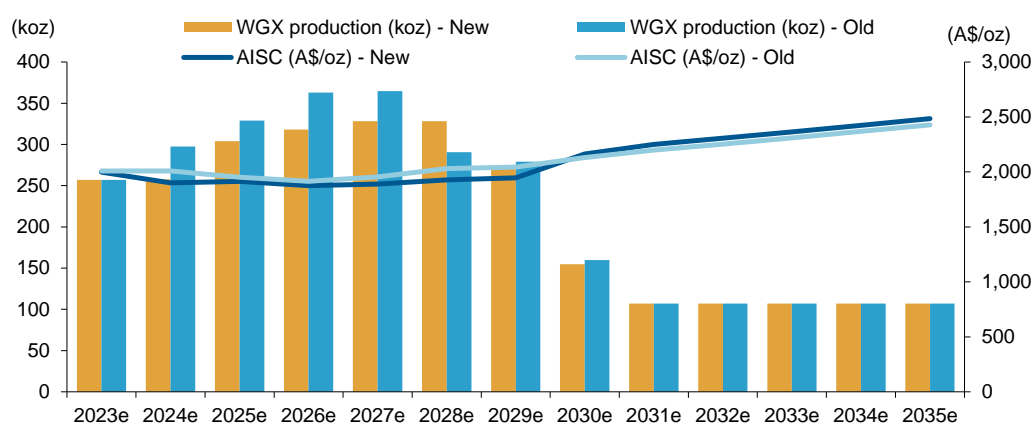
Growth flagged into FY25

- The company notes that key organic growth projects are set to 'establish a growth runway into FY25' (we previously assumed 328koz of production in FY25 but now expect 304koz). Key projects include developing down to the high-grade lodes at Great Fingall (first ore expected 2HFY25), commencing an LHOS operation in the deeper areas of Big Bell (first ore expected late-FY24) and re-starting the Fender underground (first ore expected 2QFY24).
- The company plans to fund these projects from existing cash reserves noting that the business will be hedge commitment-free from August 2023. We note that all these projects are part of our prior outlook.

Leaning our outlook

- We have adjusted our long-term outlook at Meekatharra (Murchison operation) and Fortnum (Bryah operation) to reflect WGX's prior commentary of the 'right sizing' of the Paddy's Flat and Starlight underground mines. While this sees our 5-year production outlook trimmed by an average of ~15kozpa, we also reduce our AISC expectation by an average of ~A\$68/oz over the same period to reflect the benefits of WGX's leaner operating strategy.

Figure 2 - Changes to our production and AISC (inflated) outlook for WGX



Source: WGX, Macquarie Research, August 2023

Earnings and target price revision

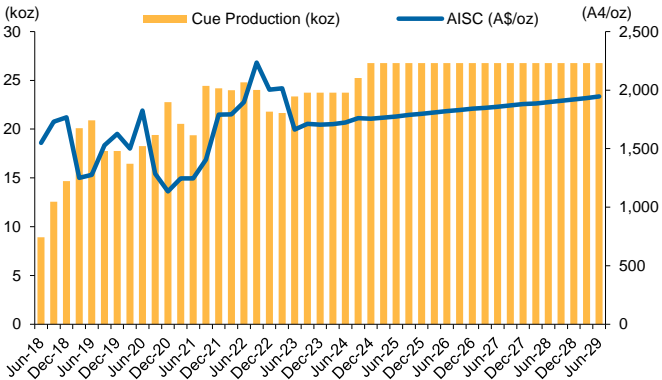
- The FY24 guidance (lower production but better AISC) sees our FY24 EPS estimate improve 3%. Reducing our production outlook at Fortnum and Meekatharra while also reducing AISC (due to WGX's recent transition to leaner operating model highlighted by flat FY24 YoY production guidance and lower YoY AISC) sees FY25/FY26 EPS fall 1%/9% with a 3% improvement in FY27. We retain our A\$2.00/sh target price.

Figure 3 - Changes to our earnings and target price for WGX

Y/E June	FY23e	FY24e	FY25e	FY26e	FY27e	Price Target
EPS (A\$/sh) - Old	3.1	17.2	19.5	27.8	23.1	2.00
EPS (A\$/sh) - New	3.1	17.8	19.3	25.2	23.7	2.00
Change	0%	3%	-1%	-9%	3%	0%

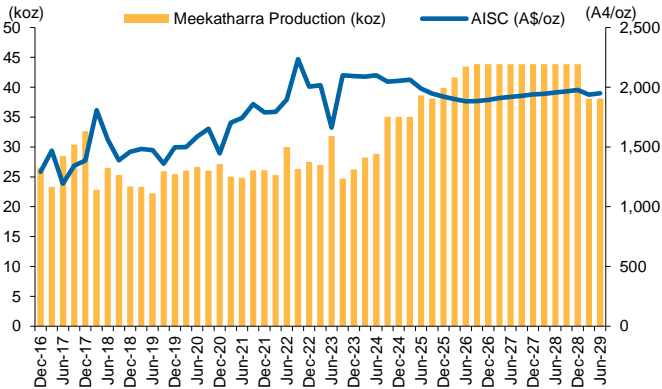
Source: WGX, Macquarie Research, August 2023

Figure 4 - Cue production profile



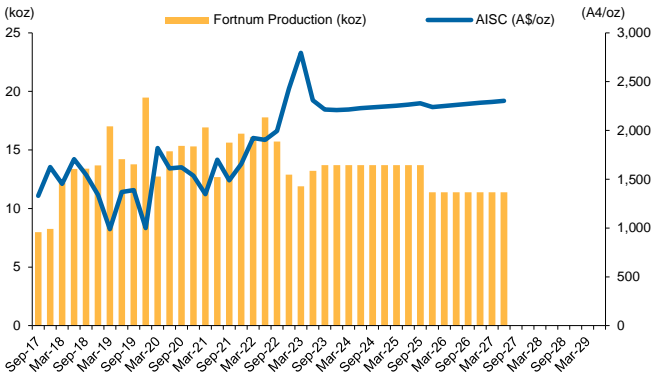
Source: WGX, Macquarie Research, August 2023

Figure 5 - Meekatharra production profile



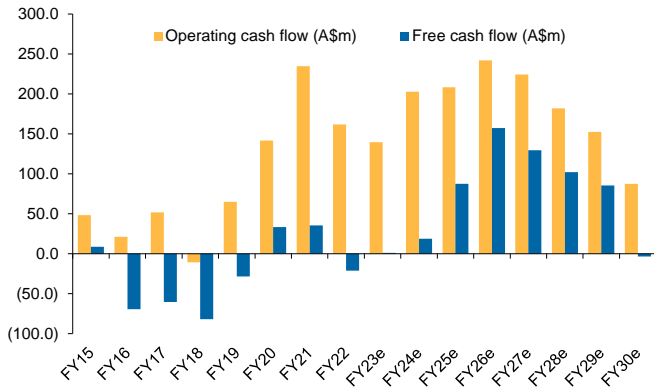
Source: WGX, Macquarie Research, August 2023

Figure 6 - Fortnum production profile



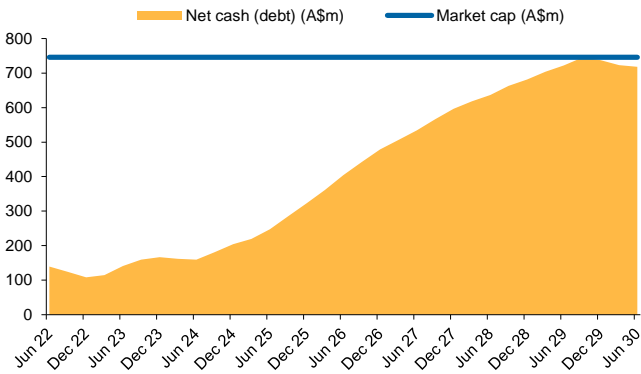
Source: WGX, Macquarie Research, August 2023

Figure 7 - WGX cash flow outlook



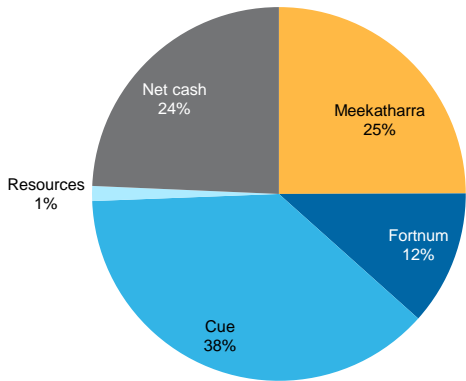
Source: WGX, Macquarie Research, August 2023

Figure 8 - WGX net cash vs Mkt cap



Source: WGX, Macquarie Research, August 2023

Figure 9 - WGX NPV breakdown



Source: WGX, Macquarie Research, August 2023

Figure 10 - WGX summary financials

Westgold Resources												
ASX: WGX	Price: (A\$ps)	1.56						Year end: Jun	Rating: Outperform	Up/dn	TSR	
	Mkt cap: (A\$m)	746						Diluted shares (m)	478.1	Target: 2.00	28%	30%
	Mkt cap: (US\$m)	563										

ASSUMPTIONS		FY22	FY23e	FY24e	FY25e	FY26e	FY27e	FY28e
Exchange Rate	A\$/US\$	0.73	0.67	0.67	0.69	0.70	0.70	0.70
Spot Gold	(US\$/oz)	1,834	1,832	1,844	1,838	1,875	1,850	1,746
Spot Gold	(A\$/oz)	2,528	2,722	2,742	2,663	2,698	2,643	2,499

RATIO ANALYSIS		FY22	FY23e	FY24e	FY25e	FY26e	FY27e	FY28e
Diluted share capital	m	438.9	478.1	478.1	478.1	478.1	478.1	478.1
EPS (diluted and pre sig. items)	A¢	17.5	3.1	17.8	19.3	25.2	23.7	15.3
P/E	x	8.9x	50.0x	8.8x	8.1x	6.2x	6.6x	10.2x
CFPS	A¢	36.8	29.2	42.4	43.5	50.6	47.0	38.1
P/CF	x	4.2x	5.3x	3.7x	3.6x	3.1x	3.3x	4.1x
DPS	A¢	0.0	1.0	3.0	3.0	4.0	3.0	2.0
Dividend yield	%	0.0%	0.6%	1.9%	1.9%	2.6%	1.9%	1.3%
Franking Level	%	0%	0%	0%	0%	0%	0%	0%
Book value per share	x	1.34	1.27	1.42	1.58	1.80	2.00	2.13
P/Book value	x	1.2x	1.2x	1.1x	1.0x	0.9x	0.8x	0.7x
R.O.E. (pre sig items)	%	13%	2%	13%	12%	14%	12%	7%
R.O.A. (pre sig items)	%	3%	4%	13%	13%	15%	13%	8%
Interest Cover	x	25.5x	3.2x	-940.7x	-402.3x	-129.9x	-59.5x	-26.9x
EBITDA per share	A\$ps	0.51	0.36	0.53	0.56	0.63	0.61	0.48
EV/EBITDA	x	2.7x	3.5x	2.4x	2.0x	1.3x	0.9x	0.8x
Free cash flow yield	%	(3%)	0%	3%	12%	21%	17%	14%

ATTRIBUTABLE MINE OUTPUT		FY22	FY23e	FY24e	FY25e	FY26e	FY27e	FY28e
Gold production								
Meekatharra	(koz)	107.5	112.6	108.0	143.8	163.0	175.5	175.5
Fortnum	(koz)	65.9	53.7	54.8	54.8	47.9	45.6	45.6
Cue	(koz)	97.4	90.8	95.0	105.5	107.1	107.1	107.1
Total	(koz)	270.9	257.1	257.8	304.1	318.0	328.1	328.1

C1 Cash costs		FY22	FY23e	FY24e	FY25e	FY26e	FY27e	FY28e
Meekatharra	(A\$/oz)	1,521	1,665	1,672	1,679	1,571	1,568	1,614
Fortnum	(A\$/oz)	1,299	1,743	1,599	1,638	1,682	1,728	1,773
Cue	(A\$/oz)	1,464	1,678	1,518	1,577	1,617	1,659	1,703
C1 Cash costs	(A\$/oz)	1,446	1,686	1,600	1,636	1,603	1,620	1,665

AISC (inflated)		FY22	FY23e	FY24e	FY25e	FY26e	FY27e	FY28e
Meekatharra	(A\$/oz)	1,837	1,964	2,095	2,037	1,911	1,902	1,942
Fortnum	(A\$/oz)	1,557	2,103	1,842	1,879	1,913	1,952	1,980
Cue	(A\$/oz)	1,721	1,980	1,712	1,764	1,804	1,844	1,883
AISC (inflated)	(A\$/oz)	1,727	1,999	1,900	1,914	1,875	1,890	1,928
EV/Production	(A\$/oz)	2,237	2,353	2,348	1,990	1,903	1,844	1,844

OPERATIONAL OUTLOOK							
(koz)	Meekatharra (koz)	Fortnum (koz)	Cue (koz)	AISC (A\$/oz) (inflated)			

EARNINGS		FY22	FY23e	FY24e	FY25e	FY26e	FY27e	FY28e
Sales Revenue	A\$m	648	654	703	810	858	867	820
Other Revenue	A\$m	4	1	0	0	0	0	0
Total Revenue	A\$m	652	656	703	810	858	867	820
Operating Costs	A\$m	(418)	(472)	(437)	(526)	(540)	(562)	(575)
Operational EBITDA	A\$m	234	184	266	284	318	305	245
Corporate & Other Costs	A\$m	(12)	(14)	(14)	(14)	(15)	(15)	(16)
EBITDA	A\$m	222	171	252	269	303	290	229
Exploration Expense/Write-offs	A\$m	(0)	0	(5)	(5)	(5)	(5)	(4)
D&A	A\$m	(193)	(137)	(126)	(133)	(127)	(126)	(125)
EBIT	A\$m	29	33	121	132	171	159	101
Net Interest	A\$m	(1)	(10)	0	0	1	3	4
Profit Before Tax	A\$m	28	23	121	132	172	162	104
Tax Expense	A\$m	49	(8)	(36)	(40)	(52)	(49)	(31)
Minorities	A\$m	0	0	0	0	0	0	0
Adjusted NPAT	A\$m	77	15	85	92	120	113	73
Significant Items (post tax)	A\$m	(188)	4	0	0	0	0	0
Reported NPAT	A\$m	(111)	19	85	92	120	113	73

CASHFLOW		FY22	FY23e	FY24e	FY25e	FY26e	FY27e	FY28e
Net Profit	A\$m	(111)	19	85	92	120	113	73
Interest/Tax/D&A	A\$m	118	125	117	124	126	108	106
Working Capital/other	A\$m	155	(3)	1	(9)	(5)	3	3
Net Operating Cashflow	A\$m	162	140	203	208	242	224	182
Capex	A\$m	(188)	(141)	(184)	(120)	(85)	(95)	(80)
Investments	A\$m	5	4	0	0	0	0	0
Sale of PPE and Other	A\$m	0	(2)	0	0	0	0	0
Free cash flow	A\$m	(21)	1	19	88	157	130	102
Dividends Paid	A\$m	(6)	0	(14)	(14)	(14)	(19)	(9)
Debt	A\$m	(37)	(8)	0	0	0	0	(1)
Equity Issuance	A\$m	97	0	0	0	0	0	0
Other	A\$m	0	0	0	0	0	0	0
Net Financing Cashflow	A\$m	53	(8)	(14)	(14)	(14)	(19)	(10)
Net change in cash	A\$m	32	(7)	5	73	143	111	92

BALANCE SHEET		FY22	FY23e	FY24e	FY25e	FY26e	FY27e	FY28e
Cash	A\$m	183	176	181	254	397	508	600
PP&E & Mine Development	A\$m	412	435	534	522	479	448	404
Exploration	A\$m	105	124	137	150	163	176	191
Total Assets	A\$m	827	852	968	1,043	1,156	1,250	1,311
Debt	A\$m	43	35	35	35	35	35	35
Total Liabilities	A\$m	239	246	291	287	295	294	292
Total Net Assets / Equity	A\$m	588	606	677	755	861	956	1,019
Net Debt / (Cash)	A\$m	(140)	(141)	(145)	(219)	(362)	(473)	(565)
Gearing (net debt/(nd + equity))	%	(31%)	(30%)	(27%)	(41%)	(72%)	(98%)	(124%)
Gearing (net debt/equity)	%	(24%)	(23%)	(21%)	(29%)	(42%)	(49%)	(55%)

RESERVES AND RESOURCES (ATTRIBUTABLE)				
Gold Reserves				
Project		Mt	g/t koz	
Meekatharra		4.2	3.06 413	
Fortnum		5.5	1.83 324	
Cue		16.2	2.64 1,377	
Total		25.9	2.54 2,114	
Gold Resources				
Project		Mt	g/t koz	
Meekatharra		44.8	2.02 2,917	
Fortnum		20.7	2.00 1,330	
Cue		44.8	2.57 3,693	
Total		110.2	2.24 7,940	
	EV/Reserves (A\$/oz)	286	EV/Resources (A\$/oz)	76

EQUITY DCF VALUATION		Spot prices		Macquarie forecasts	
Projects		A\$m	A\$ps	A\$m	A\$ps
Meekatharra		542	1.13	217	0.45
Fortnum		174	0.36	101	0.21
Cue		779	1.63	328	0.69
Resources		12	0.02	11	0.02
Unpaid capital		4	0.01	4	0.01
Forwards		(20)	(0.04)	(17)	(0.04)
Corporate		(79)	(0.17)	(79)	(0.16)
Cash		176	0.37	176	0.37
Debt (inc. leases)		(35)	(0.07)	(35)	(0.07)
Net Equity Value (WACC @ 5%)		1,552	3.25	707	1.48
Price Target (50/50 Blend of 1.1x NPV and 7.0x Op cash flow)					2.00

Source: WGX, Macquarie Research, August 2023

Key Risks to Investment Thesis

- Movements in commodity prices present the most significant upside and downside risk to our earnings forecasts and valuation. We also make assumptions within our forecasts for production, capital expenditure and operating costs, in addition to exchange rates. Variances in these assumptions versus our base case present material risks, both to the upside and downside, to earnings forecast and valuation.

Company Description

West Gold Resources (WGX) is a Perth based gold producer with three gold mines (Cue, Meekatharra and Fortnum) across two operational areas, Murchison and Bryah, located in the Murchison region of Western Australia. WGX's in-house mining division serves as the specialist underground mining operator for the groups underground gold operations.

Key Quant Pick

The quant model currently holds a marginally positive view on Westgold Resources. The strongest style exposure is Earnings Momentum, indicating this stock has received earnings upgrades and is well liked by sell side analysts. The weakest style exposure is Valuations, indicating this stock is over-priced in the market relative to its peers.

Macquarie Alpha Model: Key rankings

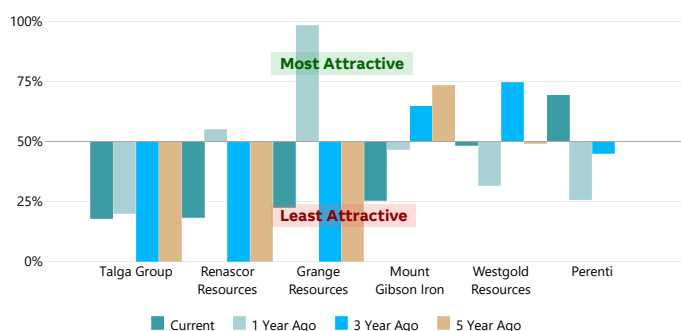
The Macquarie Quant's flagship Alpha model is a dynamic multi-factor model based on a staple of quant factors such as value, momentum, revisions, quality, and risk.

	Global	Market (Country)	Sector
	Whole Universe	Australia & NZ	Metals & Mining
Macquarie Alpha Model	7873/17570	217/419	288/672
Fundamental (Consensus) *	1352/17570	10/419	63/672

* based on Total Shareholder Return = Consensus Price target / Current Price

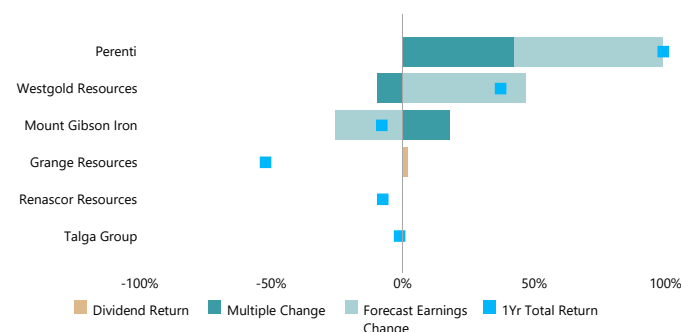
Current and Historical Alpha Model Rank

The chart shows the Macquarie Alpha model ranking against the company's peers and over recent history.



Drivers of Stock Return

Breakdown of 1-year total return (local currency) into returns from dividends, changes in forward earnings estimates and the resulting change in earnings multiple.



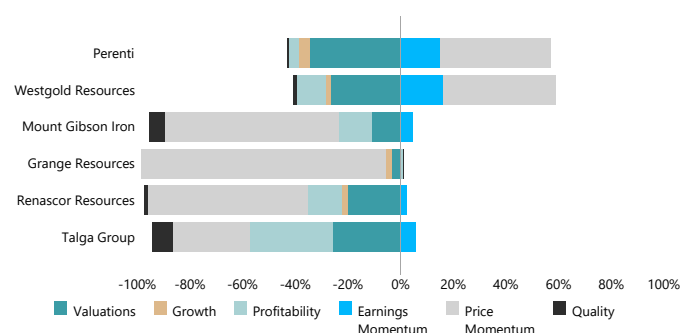
Alpha Model Decomposition

The Macquarie Alpha is decomposed into its sector and market relative factor & styles exposures (a higher/better percentile is coded in green, whilst lower in red).

Factors / Styles	Percentile relative to		Core factors in definition
	sectors (/672)	market (/419)	
ALPHA	57%	48%	See all the styles below
VALUE	34%	33%	Book, CF, Yield, Earnings Multiples
ANALYST	94%	91%	Revisions (Earnings, Recommendations)
MOMENTUM	90%	87%	Price Momentum
GROWTH	60%	73%	EPS, Sales (Forecast, Historic)
PROFITABILITY	50%	30%	ROE, Margin, Asset Turnover
QUALITY	51%	64%	Accruals, Earn Stability, Cash Conversion
CAPITAL	24%	25%	Investment/Capex, Net share issuance
LIQUIDITY	56%	42%	Size, Turnover, Analyst Coverage
RISK	18%	19%	Beta, Volatility, Earn.Cert, Leverage
TECHNICAL	61%	59%	MACD, RSI, Bollinger, Williams R, etc

Factors driving the Alpha Model vs peers

For the comparable firms this chart shows the key underlying styles and their contribution to the current overall Alpha score.



Macquarie Style Returns over last year

Recent performance to Macquarie style factors

Australia & NZ	Monthly Factor Long-Short Returns for												Last 5 Years (ann)	Last 10 Years (ann)
	Jul - 23	Jun - 23	May - 23	Apr - 23	Mar - 23	Feb - 23	Jan - 23	Dec - 22	Nov - 22	Oct - 22	Sep - 22	Aug - 22		
ALPHA	-3%	2%	1%	-3%	0%	0%	-1%	-1%	-3%	0%	4%	6%	-6%	-1%
VALUE	1%	4%	3%	-3%	-5%	-1%	-2%	1%	2%	-2%	4%	6%	1%	-2%
ANALYST	0%	-1%	-1%	0%	-1%	0%	0%	-3%	-5%	-3%	5%	5%	8%	6%
MOMENTUM	-4%	0%	-1%	-3%	1%	-4%	-2%	0%	-3%	2%	5%	5%	-14%	-4%
GROWTH	-1%	2%	5%	-2%	0%	-3%	-4%	0%	-6%	3%	-1%	5%	-8%	-2%
PROFITABILITY	-3%	6%	-1%	-4%	3%	-5%	4%	-3%	5%	-2%	4%	-3%	2%	2%
QUALITY	-3%	1%	3%	-2%	-1%	0%	-2%	-1%	2%	-6%	0%	-2%	-12%	-9%
CAPITAL	-1%	1%	0%	-1%	4%	-3%	-2%	0%	1%	1%	-3%	1%	-2%	-1%
LIQUIDITY	1%	0%	0%	0%	1%	-9%	0%	2%	4%	1%	2%	1%	-2%	-1%
RISK	-2%	0%	3%	-1%	-4%	6%	-5%	0%	-2%	-3%	1%	0%	1%	-1%
TECHNICAL	-2%	0%	1%	3%	4%	1%	3%	-1%	8%	4%	0%	3%	12%	10%

Source (all charts): FactSet, Refinitiv, and Macquarie Quant. For more details on the Macquarie Alpha model or for more customised analysis and screens, please contact the Macquarie Global Quantitative Team: maccpequitiesresearchquantglobal@macquarie.com. Explanation for items on this page can be found at <https://www.macquarieinsights.com/rp/d/r/p/OTUyMzg1>

Important Disclosures

Recommendation definitions	Volatility index definition	Financial definitions
<p>Macquarie – Asia and USA Outperform – expected return >10% Neutral – expected return from -10% to +10% Underperform – expected return <-10%</p> <p>Macquarie – Australia/New Zealand Outperform – expected return >10% Neutral – expected return from 0% to 10% Underperform – expected return <0%</p> <p>During periods of share price volatility, recommendations and target prices may occasionally and temporarily be inconsistent with the above definitions.</p> <p>Recommendations – 12 months Note: Quant recommendations may differ from Fundamental Analyst recommendations</p>	<p>This is calculated from the volatility of historical price movements.</p> <p>Very high – highest risk – Stock should be expected to move up or down 60–100% in a year – investors should be aware this stock is highly speculative.</p> <p>High – stock should be expected to move up or down at least 40–60% in a year – investors should be aware this stock could be speculative.</p> <p>Medium – stock should be expected to move up or down at least 25–40% in a year.</p> <p>Low – stock should be expected to move up or down at least 15–25% in a year.</p> <p>* Applicable to select stocks in Asia/Australia/NZ</p> <p>Note: expected return is reflective of a Medium Volatility stock and should be assumed to adjust proportionately with volatility risk</p>	<p>All "Adjusted" data items have had the following adjustments made: Added back: goodwill amortisation, provision for catastrophe reserves, IFRS derivatives & hedging, IFRS impairments & IFRS interest expense Excluded: non recurring items, asset revals, property revals, appraisal value uplift, preference dividends & minority interests</p> <p>EPS = adjusted net profit / efpowa* ROA = adjusted ebit / average total assets ROA Banks/Insurance = adjusted net profit /average total assets ROE = adjusted net profit / average shareholders funds Gross cashflow = adjusted net profit + depreciation *equivalent fully paid ordinary weighted average number of shares</p> <p>All Reported numbers for Australian/NZ listed stocks are modelled under IFRS (International Financial Reporting Standards).</p>

Recommendation proportions for quarter ending 30 June 2023

	AU/NZ	Asia	USA	
Outperform	56.88%	63.90%	63.89%	(for global coverage by Macquarie, 2.58% of stocks followed are investment banking clients)
Neutral	36.88%	23.06%	33.33%	(for global coverage by Macquarie, 1.22% of stocks followed are investment banking clients)
Underperform	6.25%	13.04%	2.78%	(for global coverage by Macquarie, 0.00% of stocks followed are investment banking clients)

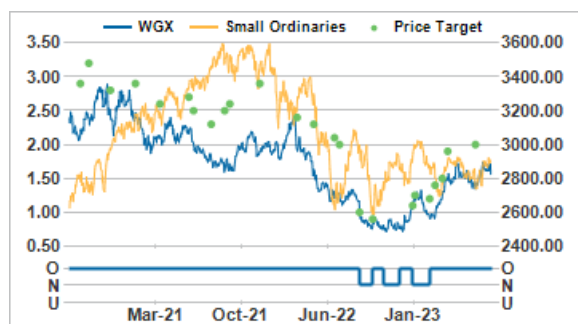
Company-Specific Disclosures

Company Name	Disclosure
<p>Westgold Resources (WGX AU) Outperform 12-month target: AUD2.00 - 50:50 blend of 1.1x NAV and 7x OCF Valuation: AUD 1.48 - DCF (WACC 5.0%, beta 0.4, ERP 5.0%, RFR 3.1%, TGR 2.6%) Price: AUD1.56</p>	<p>Macquarie analyst(s) involved with the preparation of this research have, in the past 12 months, visited material operations of Westgold Resources. The company furnished local transportation as part of this site visit, which was authorized in adherence with Macquarie policy requirements.</p>

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Recommendation history

Company name	Date	Recommendation	Target price
Westgold Resources (WGX AU)	23-Jun-2023	Outperform	AUD 2.00
	12-Apr-2023	Outperform	AUD 1.90
	29-Mar-2023	Outperform	AUD 1.50
	10-Mar-2023	Outperform	AUD 1.40
	24-Feb-2023	Outperform	AUD 1.20
	17-Jan-2023	Neutral	AUD 1.25
	11-Jan-2023	Neutral	AUD 1.10
	9-Dec-2022	Outperform	AUD 0.90
	28-Oct-2022	Neutral	AUD 0.90
	29-Sep-2022	Outperform	AUD 0.90
	26-Aug-2022	Neutral	AUD 1.00
	5-Jul-2022	Outperform	AUD 2.00
	22-Jun-2022	Outperform	AUD 2.10
	29-Apr-2022	Outperform	AUD 2.30
	17-Mar-2022	Outperform	AUD 2.40
	10-Dec-2021	Outperform	AUD 2.90
23-Sep-2021	Outperform	AUD 2.60	
10-Sep-2021	Outperform	AUD 2.50	



6-Aug-2021	Outperform	AUD 2.30
21-Jun-2021	Outperform	AUD 2.50
9-Jun-2021	Outperform	AUD 2.70
26-Mar-2021	Outperform	AUD 2.60
21-Jan-2021	Outperform	AUD 2.90
17-Nov-2020	Outperform	AUD 2.80
22-Sep-2020	Outperform	AUD 3.20
31-Aug-2020	Outperform	AUD 2.90

Analyst Certification

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