

# SunMirror AG

Reuters: ROR.DU

Bloomberg: ROR:GR

## Half year 2021/22 figures impacted by one-off effects

After the publication of H1/2021/22, we maintain our Buy rating for the shares of SunMirror but cut our fully diluted PT to EUR 122.40 from EUR 194.70 per share given (i) lower peer group multiples, (ii) expected delays in the commissioning of the Australian assets, (iii) higher net debt, and (iv) higher discount rates not at least due to ongoing uncertainties about the takeover of Lat66. In H1/2021/22, SunMirror reported operating losses of USD -6.7m (H1/2020/21: USD -1.3m) and after-tax losses of USD -10.4m (H1/2020/21: USD 1.3m). Profitability was impacted (i) by the full depreciation of an exclusivity premium of USD 2.8m, which SunMirror has agreed to pay as part of the acquisition price for Finnish Latitude 66 Cobalt Oy (Lat66), and (ii) by the expiry of a right to repay a loan granted to Lat66 in the amount of USD 1.5m. Driven mainly by issuing a USD 4.2m convertible bond, the company's cash position improved to USD 2.8m by 12/31/2021 from USD 0.4m after 06/30/2021, while net debt deteriorated to USD 22.9m from USD 9.2m.

### Extension of takeover bid for Latitude 66

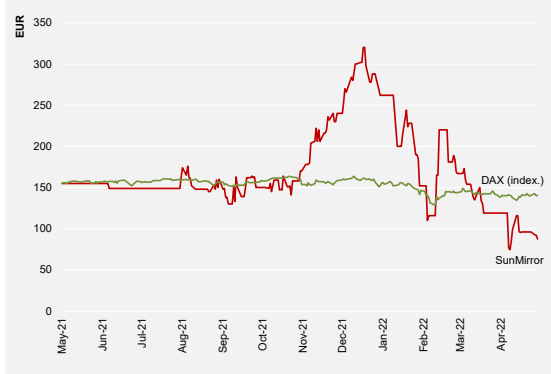
In April, SunMirror agreed with Latitude 66 a further 10-week extension to the outstanding takeover offer in respect of all of the outstanding ordinary shares of Lat66. For this extension, a loan of EUR 4m has been granted to Lat66 that becomes non-repayable if the takeover will not be completed. The Tender Offer will be extended to 21 June 2022. According to the company, more than 98% of all issued shares have been tendered by Latitude 66 shareholders.

### Maintaining Buy rating, reducing price target to EUR 122.40

We value the equity of the Dusseldorf Stock Exchange-listed company using a sum-of-the-parts valuation model based on a Net Present Value (NPV) entity model, in-situ values, and peer group multiples. We did not factor in any future acquisitions. Our price target is primarily driven by royalty schemes the company intends to generate from Cape Lambert North, for which we calculated an equity value of EUR 67.10 per share (base-case-scenario). We value Moolyella with EUR 30.30 per share, Lat66 with EUR 28.10 per share, and Kingston-Keith with EUR 6.20 per share. Together with net debt of EUR 9.40 per share, this approach calculates an equity value of EUR 122.40 per share. Higher grade potential at Kingston-Keith and Moolyella could represent substantial upside to our target price. Additional short- and medium-term upside potential could be identified, in our view, should the management decide for a trade sale of its most valuable mineral reserve, Cape Lambert, to a strategic investor or succeed in exploiting that asset in a capital-efficient manner. Upside to our price target could also arise, should the company use the proceeds from the capital increase for acquiring further strategic mineral assets significantly below market values.

**Rating:** Buy **Risk:** Very high  
**Price:** EUR 93.50  
**Price target:** EUR 122.40 (previously: EUR 194.70)

German Security Number / ISIN: A2JCKK / CH0396131929				
Indices: -				
Transparency level: Official Market Vienna Stock Exchange				
Weighted number of shares: 2,000,000				
Market capitalization: EUR 187.0m				
Trading volume/day: 1,250				
Annual report 2021/22: Expected October 2022				
P&L (USDm)	20/21	21/22e	22/23e	23/24e
Sales	0.0	0.0	0.0	0.0
EBITDA	-4.2	-13.7	-0.9	-0.9
EBIT	-4.2	-13.8	-1.0	-1.0
EBT	-1.6	-14.9	-3.4	-3.7
EAT	-1.6	-14.9	-3.4	-3.7
% of sales	20/21	21/22e	22/23e	23/24e
EBITDA	n/a	n/a	n/a	n/a
EBIT	n/a	n/a	n/a	n/a
EBT	n/a	n/a	n/a	n/a
EAT	n/a	n/a	n/a </tr	



SOURCE: COMPANY DATA, SPHENE CAPITAL FORECASTS

**Peter Thilo Hasler, CEFA**  
+ 49 (89) 74443558 / +49 (152) 31764553  
peter-thilo.hasler@sphene-capital.de

**Our NPV, in-situ approach, and gold and lithium peer group multiple based sum-of-the-parts valuation of the assets Cape Lambert, Kingston-Keith, Moolyella, and Lat66 calculates equity values of EUR 367.1m or EUR 122.40 per share.**

### Overview of our valuation methodology

Given the cash flow characteristic of the Cape Lambert royalty asset, our assessment indicates that, coupled with our assumed exploration scenario, a long-term standardized net present value (NPV) model is the most suitable valuation method for this asset. Because of the risks of the project we apply discount rates of 8%. For the valuation of Moolyella (lithium) and Kingston-Keith (gold), we use peer group multiples, while Lat66 is valued at the resources identified in the company appraisal.

In valuing SunMirror, we did not model any further acquisitions.

In our sum-of-the-parts valuation model, we made the following long-term growth assumptions:

- ☉ **Cape Lambert's** project valuation is solely based on royalty schemes the company intends to generate. We expect production to begin one year later than previously anticipated, i.e. by the year 2024/25e instead of 2023/24e, with an initial production volume of 25 million tonnes, which should increase to 50 million tonnes per year in the second year of production. We have assumed royalties of AUD 0.50 per ton (USDAUD 1.4107), which translates into annual licence revenues of approximately USD 26.6m for the period 2025/26e-2055/56e. These licence revenues have been discounted using a discount rate of 8.0%.
- ☉ **Moolyella's** lithium exploitation is expected to begin in 2027/28e. From 2029/30e onwards, we expect annual revenues of USD 28.6m. This assumption is based on 1.00% average lithium oxide (Li<sub>2</sub>O) intercepts according to the existing evaluation report, an Li<sub>2</sub>-Li conversion rate of 0.4640, and an average lithium price of USD 32.00 per kilogram.
- ☉ **Kingston-Keith** is expected to have an exploitation time of 20 years, starting in 2028/29e and ending in 2048/49e. Total gold reserves are estimated to be 35 million tonnes. Peak revenues are expected to be USD 50.3m, after considering smelter margins of 8.0%, peak net revenues should be USD 46.3m. We have assumed a total mining volume of 1,750 tonnes per year, a strip rate of 0.14, and average gold intercepts according to the valuation report of 4.00 g per ton. Average extraction rate should be 90.0% and we have assumed an average gold price of USD 1,859 per ounce in our calculations.
- ☉ We have assessed the value of **Latitude 66 Cobalt's** equity on the basis of the resources identified in the JORC compliant report compiled in accordance with the Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. In doing so, we have limited ourselves to the indicated resources and additional suspected deposits.

Our forecasts are based on the current group of companies consolidated; we did not consider additional acquisitions by SunMirror. From today's perspective, we would assume those acquisitions as highly unlikely.

### Valuation of Cape Lambert (royalty)

Applying discount rates of 8% (base-case scenario), our discounted cash flow model indicates a present equity value of EUR 201.4m. At 3.0 million shares (fully diluted), this corresponds to an equity value of EUR 67.10 per SunMirror share.

#### Valuation of Cape Lambert:

Equity value of EUR 67.10 per share (base-case-scenario).

### Expanded scenario analysis using alternative discount rates

In the following Table 1, we have applied different discount factors ranging from 3% (best-case-scenario) to 13% (worst-case-scenario). It indicates that equity values of under EUR 128.8m and over EUR 343.3m, or under EUR 42.90 and over EUR 114.40 per share, are hardly to attain by variations of the discount factor.

Simulation with share price estimates between EUR 42.90 (13% NPV worst-case-scenario) and EUR 114.40 (3% NPV best-case-scenario) per share.

TABLE 1: CAPE LAMBERT NPV SCENARIO ANALYSIS

Discount rate	%	Best case 3%					Base case 8%	Worst case 13%				
		4%	5%	6%	7%	9%		10%	11%	12%	13%	
Value	EURm	343.3	306.1	274.1	246.4	222.4	201.4	182.9	166.9	152.6	140.0	128.8
Value per share	EUR	114.40	102.00	91.40	82.10	74.10	67.10	61.00	55.60	50.90	46.70	42.90

SOURCE: SPHENE CAPITAL FORECASTS

### Valuation of Moolyella (lithium)

We calculate the value of the Moolyella lithium asset based on management's expectations of the mineral reserves of this asset by using global lithium explorers. As in the case of Kingston-Keith, there is no resources and reserves report available by SunMirror; the results should therefore be treated with caution. In addition, no long-term offtake agreement is in place so far.

#### Valuation of Moolyella:

Equity value of EUR 30.30 per share

TABLE 2: MOOLYELLA PEER GROUP VALUATION

Peer group	Mineral resources (mn t LCE)	Grade (%)	Contained LiO2 (mn t)	EV (AUDm)	EV/t (x)
European Lithium Ltd.	11.0	1.00%	0.110	94.4	858.2
European Metals Holding Ltd.	11.4	0.65%	0.074	168.0	2,267.2
Galan Lithium Ltd.	2.9	1.50%	0.044	369.8	8,388.3
Liontown Resources Ltd.	69.0	1.34%	0.925	2,378.2	2,572.1
Albemarle Corp.	210.0	1.50%	3.150	30,202.0	9,587.9
Sociedad Química y Minera Chile S.A.	800.0	1.00%	8.000	25,085.0	3,135.6
Sayona Mining Ltd.	18.4	1.01%	0.185	1,520.4	8,203.5
<b>Median</b>					<b>3,135.6</b>
<b>Moolyella</b>	<b>43.7</b>	<b>0.46%</b>	<b>0.203</b>	<b>136.9</b>	

SOURCE: COMPANY DATA, BLOOMBERG, SPHENE CAPITAL

### Valuation of Moolyella

Applying FX of 1.5081 (EURAUD), the equity value of the Moolyella asset translates into EUR 90.8m or EUR 30.30 per share:

**TABLE 3: MOOLYELLA VALUATION**

Peer group valuation	AUDm	136.9
FX	EURAUD	1.5081
Discount	%	0.0%
<b>Moolyella</b>	<b>EURm</b>	<b>90.8</b>
<b>Moolyella (per share)</b>	<b>EUR</b>	<b>30.30</b>

SOURCE: COMPANY DATA, BLOOMBERG, SPHENE CAPITAL FORECASTS

### Valuation of Kingston-Keith (Gold)

We calculate the value of Kingston-Keith based on the management's expectations of the mineral reserves of this asset by using peer group multiples. In our peer group, we have included Australian junior gold explorers with market caps similar to that of SunMirror. It should be noted that there is no JORC compliant resources and reserves report available for SunMirror; the results should therefore be treated with caution.

Valuation of Kingston Keith:  
Equity value of EUR 6.20 per share

**TABLE 4: KINGSTON-KEITH PEER GROUP VALUATION**

Peer group	Mineral resources (mn ounces)	Enterprise Value (AUDm)	EV/ounce (x)
Horizon Minerals Ltd.	1.200	66.8	55.7
Ausgold Ltd.	2.160	108.0	50.0
Calidus Resources Ltd.	15.100	408.9	27.1
Bardoc Gold Ltd.	3.070	147.6	48.1
Rumble Resources Ltd:	8.000	221.1	27.6
Rand Mining Ltd.	2.055	82.5	40.1
<b>Median</b>			<b>44.1</b>
<b>Kingston-Keith</b>	<b>0.637</b>	<b>28.1</b>	

SOURCE: COMPANY DATA, BLOOMBERG, SPHENE CAPITAL

### Valuation of Kingston-Keith

Applying FX of 1.5081 (EURAUD), the equity value of the Kingston-Keith asset is EUR 18.6m or EUR 6.20 per share:

**TABLE 5: KINGSTON-KEITH VALUATION**

Peer group valuation	AUDm	28.1
FX	EURAUD	1.5081
Discount	%	0.0%
<b>Kingston-Keith</b>	<b>EURm</b>	<b>18.6</b>
<b>Kingston-Keith (per share)</b>	<b>EUR</b>	<b>6.20</b>

SOURCE: COMPANY DATA, BLOOMBERG, SPHENE CAPITAL FORECASTS

### Valuation of Lat66 (Gold and Cobalt)

We evaluate Latitude 66 Cobalt Oy on the basis of the company's expert-assessed mineral resources. The Indicated Reserves are shown in Table 6 below:

Valuation of Lat66:

Equity value of EUR 28.10 per share

**TABLE 6: INDICATED RESERVES LAT66**

Assets	Tons (Mt)	Au grade (ppm)	Co grade (ppm)	Gold (koz)	Cobalt (t)
K1	5.80	2.70	860	552	4,988
K2	1.05	3.10	520	115	546
K3	0.45	2.20	620	35	279
K4	0.89	2.30	2,100	72	1,869
K5	0.05	7.20	300	13	15
<b>Sum/median</b>	<b>8.24</b>	<b>2.70</b>	<b>620</b>	<b>787</b>	<b>7,697</b>

SOURCE: COMPANY INFORMATION, SPHENE CAPITAL

Table 6 above shows that Lat66's indicated resources are 787,000 ounces of gold and 7,6970 tonnes of cobalt.

The additional suspected deposits ("inferred reserves") are shown in Table 7 below:

**TABLE 7: INFERRED RESERVES LAT66**

Assets	Tons (Mt)	Au grade (ppm)	Co grade (ppm)	Gold (koz)	Cobalt (t)
K1	1.20	2.00	500	24	600
K2	0.09	1.70	560	2	50
K3	0.12	2.00	580	2	70
K4	0.83	2.30	2,130	19	1,768
K5	0.05	7.20	200	4	10
<b>Sum/median</b>	<b>2.29</b>	<b>2.00</b>	<b>560</b>	<b>51</b>	<b>2,498</b>

SOURCE: COMPANY INFORMATION, SPHENE CAPITAL

Table 7 above shows that Lat66's additional suspected reserves are 51,000 ounces of gold and 2,498 tonnes of cobalt.

We have summarised the total occurrences in Table 8 below.

**TABLE 8: INDICATED AND INFERRED RESERVES LAT66**

Assets	Tons (Mt)	Au grade (ppm)	Co grade (ppm)	Gold (koz)	Cobalt (t)
K1	7.00	2.58	798	637	5,588
K2	1.14	2.99	523	120	596
K3	0.57	2.16	612	43	349
K4	1.72	2.30	2,114	140	3,637
K5	0.10	7.20	250	25	25
<b>Sum/median</b>	<b>10.53</b>	<b>2.58</b>	<b>612</b>	<b>966</b>	<b>10,195</b>

SOURCE: COMPANY INFORMATION, SPHENE CAPITAL

At current LME spot market prices of USD 75,000 per tonne of cobalt (as of 26 05 2022), the in-situ potential of the cobalt resources is equivalent to USD 765m. However, this amount does not take into account the cost of mining or purifying the resource, neither does an in-situ value consider whether the resources are economically viable.

For Lat66, we ascribed an in-situ value of USD 3,000.00 per tonne, resulting in an in-situ value of EUR 29.1m for the cobalt resources. For the gold resources, we applied an in-situ value of USD 60 per gold equivalent ounce multiple, resulting in a gold value estimate of EUR 55.2m.

In total, we calculate an in-situ value of K-camp is EUR 84.3m or EUR 28.10 per SunMirror-share:

**TABLE 9: EVALUATION OF LAT66**

<b>Gold</b>		
Total gold	koz	966
Assumed gold price	USD per ounce	60.00
Value of the gold	USDm	57.9
EURUSD	EURUSD	1.05
Value of the gold	<b>EURm</b>	<b>55.2</b>
<b>Cobalt</b>		
Total amount of cobalt	t	10,195
Assumed Cobalt Price	USD per tonne	3,000.00
Value of the cobalt	USDm	30.6
EURUSD	EURUSD	1.05
Value of the cobalt	<b>EURm</b>	<b>29.1</b>
<b>Lat66</b>	<b>EURm</b>	<b>84.3</b>
<b>Lat66 (per share)</b>	<b>EUR</b>	<b>28.10</b>

SOURCE: COMPANY INFORMATION, SPHENE CAPITAL FORECASTS

### Sum-of-the-parts valuation of SunMirror

Adding up the valuation results, our sum-of-the-parts value of the four assets of SunMirror totals EUR 367.1m. Based on 3.0 million outstanding shares (fully diluted), this translates into an equity value per share of EUR 122.40.

TABLE 10: SUNMIRROR SUM-OF-THE-PARTS VALUATION SUMMARY

	Equity value (EURm)	Equity value per share (EUR)
Cape Lambert North	201.4	67.10
Moolyella	90.8	30.30
Kingston-Keith	18.6	6.20
Lat66	84.3	28.10
Net debt	-28.1	-9.40
<b>SunMirror</b>	<b>367.1</b>	<b>122.40</b>

SOURCE: COMPANY DATA, BLOOMBERG, SPHENE CAPITAL FORECASTS

### Challenges using peer group methodology

The peer group valuation method allows the value estimated for a mining project to be benchmarked against other mining projects which are already established in the market. The methodology thus is a central tool for ensuring that value estimates are in line with what the market would actually pay for a project.

Notwithstanding, the peer group methodology has substantial challenges when valuing SunMirror:

- Ⓢ There is **no true comparable** in the mining industry, since each property is unique with respect to key factors such as geology, mineralization, costs, and stage of exploration. From this it follows that subjective judgment is needed to identify similar properties.
- Ⓢ There is only a **limited number of transactions** for mineral properties.
- Ⓢ There is a high importance of the **effective valuation date**, since the value of a property will vary widely from day to day, because of the volatility of mineral prices.

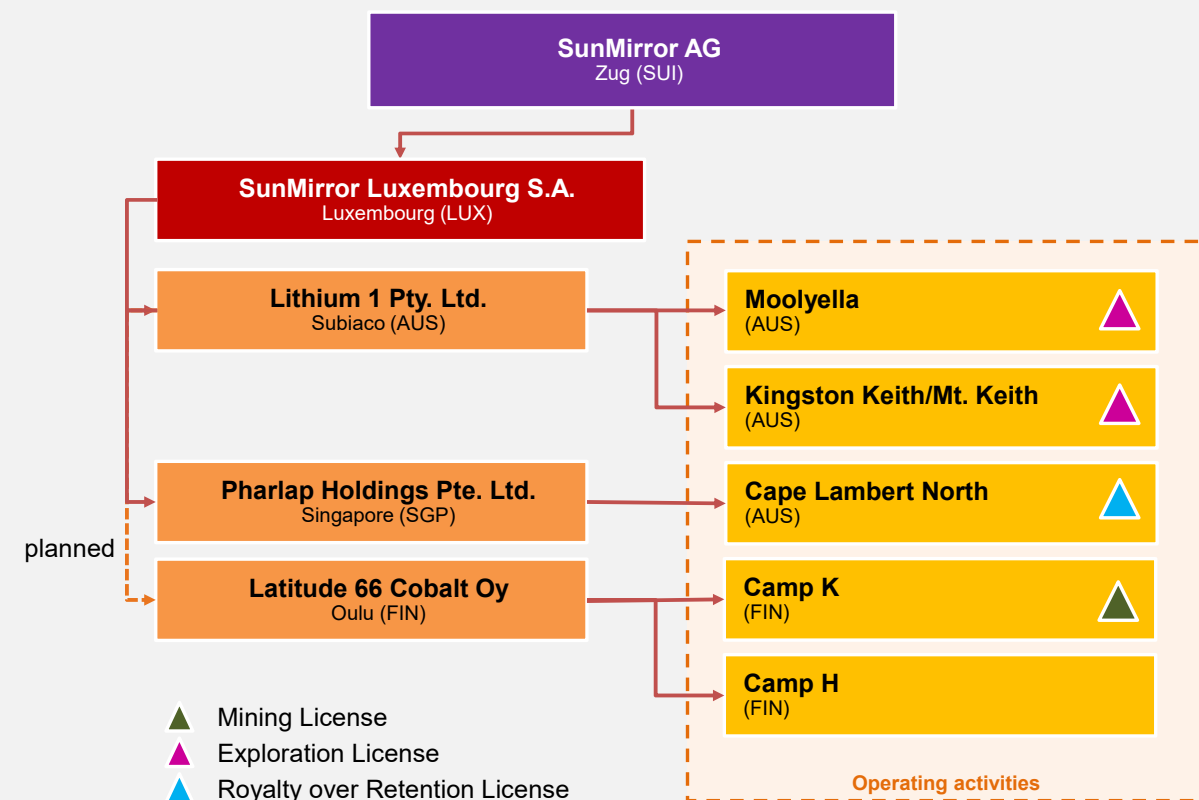
### Exploration holding company

Business model in overview

Founded in 2017, SunMirror is a Luxembourg based holding company that acquires equity stakes in mineral exploration companies with a focus on gold, lithium, and cobalt. Until now, SunMirror acquired

- ⑤ **Moolyella**, located in Northwest Australia, with a robust potential for lithium, nickel, and tin-tantalum containing minerals.
- ⑤ a tenement of the Exploration Licence in the **Kingston-Keith/Mt. Keith** Mining Project, which is situated in a prolific gold and nickel production district in central Western Australia with a proven high-grade gold mining history.
- ⑤ **Pharlap Holdings Pte. Ltd.**, which acquired an Exploration and Retention Licence on the mineral assets contained within the **Cape Lambert Magnetite** projects, which generates payments of EUR 0.50 per ton on mined magnetite Banded Iron Formation (BIF) ore.
- ⑤ **Latitude 66 Cobalt Oy**, an Australian-Finnish company with a first mover project portfolio of more than 9,000 square kilometres within the most prospective greenstone belts in northern Finland, making Lat66 one of the largest tenure holders in a region with high statistical probability of major discoveries.

FIGURE 1: SUNMIRROR ORGANIGRAM (AS PER MAY 2022)



SOURCE: COMPANY INFORMATION, SPHENE CAPITAL

NOTE: ALL HOLDINGS 100%



## Profit and Loss Account, 2020-2025/26e

IFRS (30/06)		2020*	2020/21	2021/22e	2022/23e	2023/24e	2024/25e	2025/26e
<b>Gross revenues</b>	<b>USDm</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>13.291</b>	<b>26.582</b>
YoY	%	n/a	n/a	n/a	n/a	n/a	n/a	100.0%
Changes in inventories	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Own work capitalized	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Other operating income	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
<b>Total output</b>	<b>USDm</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>13.291</b>	<b>26.582</b>
YoY	%	n/a	n/a	n/a	n/a	n/a	n/a	100.0%
<b>Total exploration, mining, and upfront costs</b>	<b>USDm</b>	<b>0.000</b>	<b>0.000</b>	<b>-8.267</b>	<b>0.000</b>	<b>0.000</b>	<b>-1.009</b>	<b>0.000</b>
In % of total output	%	n/a	n/a	n/a	n/a	n/a	-7.6%	0.0%
Total exploration and upfront costs	USDm	0.000	0.000	-8.267	0.000	0.000	-1.009	0.000
Total mining costs	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
<b>Gross profit</b>	<b>USDm</b>	<b>0.000</b>	<b>0.000</b>	<b>-8.267</b>	<b>0.000</b>	<b>0.000</b>	<b>12.282</b>	<b>26.582</b>
YoY	%	n/a	-100.0%	n/a	-100.0%	n/a	n/a	116.4%
In % of total output	%	0.0%	n/a	n/a	n/a	n/a	92.4%	100.0%
Personnel costs	USDm	-0.006	-0.442	-0.444	-0.394	-0.405	-0.416	-0.428
In % of total output	%	n/a	n/a	n/a	n/a	n/a	-3.1%	-1.6%
Other operating expenses	USDm	-0.014	-3.711	-5.740	-0.465	-0.467	-0.469	-0.471
In % of total output	%	n/a	n/a	n/a	n/a	n/a	-3.5%	-1.8%
<b>EBITDA</b>	<b>USDm</b>	<b>-0.020</b>	<b>-4.153</b>	<b>-14.451</b>	<b>-0.858</b>	<b>-0.872</b>	<b>11.396</b>	<b>25.683</b>
YoY	%	n/a	n/a	248.0%	-94.1%	1.5%	n/a	125.4%
In % of total output	%	n/a	n/a	n/a	n/a	n/a	85.7%	96.6%
Depreciation	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Amortisation	USDm	0.000	0.000	-0.100	-0.100	-0.100	0.000	0.000
<b>EBIT</b>	<b>USDm</b>	<b>0.000</b>	<b>-4.153</b>	<b>-14.551</b>	<b>-0.958</b>	<b>-0.972</b>	<b>11.396</b>	<b>25.683</b>
YoY	%	n/a	n/a	250.4%	-93.4%	1.4%	n/a	125.4%
YoY	USDm	0.000	-3.822	-10.398	13.593	-0.013	12.368	14.286
In % of total output	%	n/a	n/a	n/a	n/a	n/a	85.7%	96.6%
Income from participations	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Net financial result	USDm	-0.001	0.744	-1.147	-2.427	-2.760	-2.680	-1.400
Extraordinary items	USDm	0.000	1.771	0.000	0.000	0.000	0.000	0.000
<b>EBT</b>	<b>USDm</b>	<b>-0.002</b>	<b>-1.638</b>	<b>-15.698</b>	<b>-3.385</b>	<b>-3.732</b>	<b>8.716</b>	<b>24.283</b>
In % of total output	%	n/a	n/a	n/a	n/a	n/a	65.6%	91.4%
Income taxes	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
In % of EBT (implied tax rate)	%	n/a	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Other taxes	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
<b>Net income</b>	<b>USDm</b>	<b>-0.002</b>	<b>-1.638</b>	<b>-15.698</b>	<b>-3.385</b>	<b>-3.732</b>	<b>8.716</b>	<b>24.283</b>
In % of total output	%	n/a	n/a	n/a	n/a	n/a	65.6%	91.4%
Minorities	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Nr of shares (basic)	mn	0.0	1.9	2.0	3.0	3.0	3.0	3.0
Nr of shares (diluted)	mn	3.7	2.0	3.0	3.0	3.0	3.0	3.0
<b>EPS (basic)</b>	<b>USD</b>	<b>0.00</b>	<b>-0.88</b>	<b>-7.85</b>	<b>-1.13</b>	<b>-1.24</b>	<b>2.91</b>	<b>8.09</b>
<b>EPS (diluted)</b>	<b>USD</b>	<b>0.00</b>	<b>-0.81</b>	<b>-5.18</b>	<b>-1.12</b>	<b>-1.23</b>	<b>2.88</b>	<b>8.01</b>

SOURCE: COMPANY DATA, SPHENE CAPITAL FORECASTS

\* SHORT FISCAL YEAR (6 MONTHS)

## Segments, 2020-2025/26e

IFRS (30/06)		2020*	2020/21	2021/22e	2022/23e	2023/24e	2024/25e	2025/26e
<b>Net revenues</b>	<b>USDm</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>13.291</b>	<b>26.582</b>
Kingston-Keith	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Moolyella	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Cape Lambert	USDm	0.000	0.000	0.000	0.000	0.000	13.291	26.582
Project Nr. 4	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
<b>YoY</b>	<b>%</b>	<b>n/a</b>	<b>n/a</b>	<b>n/a</b>	<b>n/a</b>	<b>n/a</b>	<b>n/a</b>	<b>100.0%</b>
Kingston-Keith	%	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Moolyella	%	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Cape Lambert	%	n/a	n/a	n/a	n/a	n/a	n/a	100.0%
Project Nr. 4	%	n/a	n/a	n/a	n/a	n/a	n/a	n/a
<b>in % of net revenues</b>	<b>%</b>	<b>n/a</b>	<b>n/a</b>	<b>n/a</b>	<b>n/a</b>	<b>n/a</b>	<b>100.0%</b>	<b>100.0%</b>
Kingston-Keith	%	n/a	n/a	n/a	n/a	n/a	0.0%	0.0%
Moolyella	%	n/a	n/a	n/a	n/a	n/a	0.0%	0.0%
Cape Lambert	%	n/a	n/a	n/a	n/a	n/a	100.0%	100.0%
Project Nr. 4	%	n/a	n/a	n/a	n/a	n/a	0.0%	0.0%
<b>Gross profit</b>	<b>USDm</b>	<b>0.000</b>	<b>0.000</b>	<b>-8.267</b>	<b>0.000</b>	<b>0.000</b>	<b>-1.009</b>	<b>0.000</b>
Kingston-Keith	USDm	0.000	0.000	-8.267	0.000	0.000	0.000	0.000
Moolyella	USDm	0.000	0.000	0.000	0.000	0.000	-1.009	0.000
Cape Lambert	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
<b>YoY</b>	<b>%</b>	<b>n/a</b>	<b>n/a</b>	<b>n/a</b>	<b>-100.0%</b>	<b>n/a</b>	<b>n/a</b>	<b>-100.0%</b>
Kingston-Keith	%	n/a	n/a	n/a	-100.0%	n/a	n/a	n/a
Moolyella	%	n/a	n/a	n/a	n/a	n/a	n/a	-100.0%
Cape Lambert	%	n/a	n/a	n/a	n/a	n/a	n/a	n/a
<b>in % of gross revenues</b>	<b>%</b>	<b>n/a</b>	<b>n/a</b>	<b>n/a</b>	<b>n/a</b>	<b>n/a</b>	<b>-7.6%</b>	<b>0.0%</b>
Kingston-Keith	%	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Moolyella	%	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Cape Lambert	%	n/a	n/a	n/a	n/a	n/a	0.0%	0.0%
SOURCE: COMPANY DATA, SPHENE CAPITAL FORECASTS					* SHORT FISCAL YEAR (6 MONTHS)			

## Regions, 2020-2025/26e

IFRS (30/06)		2020*	2020/21	2021/22e	2022/23e	2023/24e	2024/25e	2025/26e
<b>Gross Sales</b>	<b>USDm</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>13.291</b>	<b>26.582</b>
Europe	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Asia	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
USA	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Rest of World	USDm	0.000	0.000	0.000	0.000	0.000	13.291	26.582
<b>YoY</b>	<b>%</b>	<b>n/a</b>	<b>n/a</b>	<b>n/a</b>	<b>n/a</b>	<b>n/a</b>	<b>n/a</b>	<b>100.0%</b>
Europe	%	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Asia	%	n/a	n/a	n/a	n/a	n/a	n/a	n/a
USA	%	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Rest of World	%	n/a	n/a	n/a	n/a	n/a	n/a	100.0%
<b>as of total sales</b>	<b>%</b>	<b>n/a</b>	<b>n/a</b>	<b>n/a</b>	<b>n/a</b>	<b>n/a</b>	<b>100.0%</b>	<b>100.0%</b>
Europe	%	n/a	n/a	n/a	n/a	n/a	0.0%	0.0%
Asia	%	n/a	n/a	n/a	n/a	n/a	0.0%	0.0%
USA	%	n/a	n/a	n/a	n/a	n/a	0.0%	0.0%
Rest of World	%	n/a	n/a	n/a	n/a	n/a	100.0%	100.0%
SOURCE: COMPANY DATA, SPHENE CAPITAL FORECASTS						* SHORT FISCAL YEAR (6 MONTHS)		

## Balance Sheet (Assets), 2020-2025/26e

IFRS (30/06)		2020*	2020/21	2021/22e	2022/23e	2023/24e	2024/25e	2025/26e
<b>ASSETS</b>								
<b>Non-current assets</b>	<b>USDm</b>	<b>0.003</b>	<b>35.419</b>	<b>96.319</b>	<b>96.220</b>	<b>96.120</b>	<b>93.450</b>	<b>93.451</b>
<b>Intangible assets</b>	<b>USDm</b>	<b>0.000</b>	<b>35.419</b>	<b>80.319</b>	<b>80.220</b>	<b>80.120</b>	<b>77.450</b>	<b>77.451</b>
Formation expenses	USDm	0.000	32.448	77.448	77.449	77.449	77.450	77.451
Trademarks and franchises	USDm	0.000	2.971	2.871	2.771	2.671	0.000	0.000
<b>Long-term assets</b>	<b>USDm</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>
Property	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Plant and equipment	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Other long-term assets	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Prepaid advances	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
<b>Financial assets</b>	<b>USDm</b>	<b>0.003</b>	<b>0.000</b>	<b>16.000</b>	<b>16.000</b>	<b>16.000</b>	<b>16.000</b>	<b>16.000</b>
Participations	USDm	0.000	0.000	16.000	16.000	16.000	16.000	16.000
Other long-term assets	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Loans to affiliated companies	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Prepaid advances	USDm	0.003	0.000	0.000	0.000	0.000	0.000	0.000
<b>Current assets</b>	<b>USDm</b>	<b>0.223</b>	<b>5.333</b>	<b>5.849</b>	<b>5.968</b>	<b>7.408</b>	<b>12.534</b>	<b>12.560</b>
Inventory	USDm	0.000	4.759	5.234	5.758	6.334	6.967	7.664
DIO	d	n/a	n/a	228	n/a	n/a	2,485	n/a
Trade receivables	USDm	0.001	0.129	0.025	0.025	0.025	0.690	1.354
DSO	d	n/a	n/a	n/a	n/a	n/a	19	18
Receivables from affiliated companies	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Receivables due from related parties	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Other current assets	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Cash and cash equivalents	USDm	0.222	0.445	0.589	0.185	1.049	4.878	3.542
thereof collateralized	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Deferred taxes	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Other deferred items	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Equity deficit	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
<b>Total assets</b>	<b>USDm</b>	<b>0.223</b>	<b>40.752</b>	<b>102.167</b>	<b>102.188</b>	<b>103.528</b>	<b>105.985</b>	<b>106.011</b>
SOURCE: COMPANY DATA, SPHENE CAPITAL FORECASTS						* SHORT FISCAL YEAR (6 MONTHS)		

## Balance Sheet (Liabilities), 2020-2025/26e

IFRS (30/06)		2020*	2020/21	2021/22e	2022/23e	2023/24e	2024/25e	2025/26e
<b>LIABILITIES AND EQUITY</b>								
<b>Total shareholder's equity</b>	<b>USDm</b>	<b>0.216</b>	<b>29.809</b>	<b>71.882</b>	<b>68.497</b>	<b>64.765</b>	<b>73.482</b>	<b>97.765</b>
Equity ratio	%	96.7%	73.1%	70.4%	67.0%	62.6%	69.3%	92.2%
Share capital	USDm	0.325	2.162	3.162	3.162	3.162	3.162	3.162
Capital reserve	USDm	0.001	30.888	89.413	89.413	89.413	89.413	89.413
Currency adjustments	USDm	0.000	1.755	0.000	0.000	0.000	0.000	0.000
Profit reserves	USDm	-0.089	-4.996	-4.996	-20.693	-24.078	-27.810	-19.093
Profit/Loss of period	USDm	-0.020	0.000	-15.698	-3.385	-3.732	8.716	24.283
Equity deficit	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Own shares	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Minorities	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Special items	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Pension reserves	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Other provisions	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
<b>Current liabilities</b>	<b>USDm</b>	<b>0.007</b>	<b>10.943</b>	<b>1.622</b>	<b>1.691</b>	<b>1.763</b>	<b>2.503</b>	<b>3.247</b>
Bank debt	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Trade payables	USDm	0.002	9.636	0.250	0.250	0.250	0.915	1.579
DPO	d	n/a	n/a	n/a	n/a	n/a	25	21
Prepayments	USDm	0.000	1.300	1.365	1.433	1.505	1.580	1.659
Other current liabilities	USDm	0.006	0.007	0.007	0.008	0.008	0.008	0.008
Liabilities due to related parties	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
<b>Non-current liabilities</b>	<b>USDm</b>	<b>0.000</b>	<b>0.000</b>	<b>28.663</b>	<b>32.000</b>	<b>37.000</b>	<b>30.000</b>	<b>5.000</b>
Bank debt	USDm	0.000	0.000	28.663	32.000	37.000	30.000	5.000
Other non-current liabilities	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Deferred taxes	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Other deferred items	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
<b>Total liabilities and shareholder's equity</b>	<b>USDm</b>	<b>0.223</b>	<b>40.752</b>	<b>102.167</b>	<b>102.188</b>	<b>103.528</b>	<b>105.985</b>	<b>106.011</b>
SOURCE: COMPANY DATA, SPHENE CAPITAL FORECASTS					* SHORT FISCAL YEAR (6 MONTHS)			

## Balance Sheet (Assets, Normalized), 2020-2025/26e

IFRS (30/06)		2020*	2020/21	2021/22e	2022/23e	2023/24e	2024/25e	2025/26e
<b>ASSETS</b>	%							
<b>Non-current assets</b>	%	<b>1.2%</b>	<b>86.9%</b>	<b>94.3%</b>	<b>94.2%</b>	<b>92.8%</b>	<b>88.2%</b>	<b>88.2%</b>
<b>Intangible assets</b>	%	<b>0.0%</b>	<b>86.9%</b>	<b>78.6%</b>	<b>78.5%</b>	<b>77.4%</b>	<b>73.1%</b>	<b>73.1%</b>
Formation expenses	%	0.0%	79.6%	75.8%	75.8%	74.8%	73.1%	73.1%
Trademarks and franchises	%	0.0%	7.3%	2.8%	2.7%	2.6%	0.0%	0.0%
<b>Long-term assets</b>	%	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>
Property	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Plant and equipment	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Other long-term assets	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Prepaid advances	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
<b>Financial assets</b>	%	<b>1.2%</b>	<b>0.0%</b>	<b>15.7%</b>	<b>15.7%</b>	<b>15.5%</b>	<b>15.1%</b>	<b>15.1%</b>
Participations	%	0.0%	0.0%	15.7%	15.7%	15.5%	15.1%	15.1%
Other long-term assets	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Loans to affiliated companies	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Prepaid advances	%	1.2%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
<b>Current assets</b>	%	<b>99.9%</b>	<b>13.1%</b>	<b>5.7%</b>	<b>5.8%</b>	<b>7.2%</b>	<b>11.8%</b>	<b>11.8%</b>
Inventory	%	0.0%	11.7%	5.1%	5.6%	6.1%	6.6%	7.2%
Trade receivables	%	0.5%	0.3%	0.0%	0.0%	0.0%	0.7%	1.3%
Receivables from affiliated companies	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Receivables due from related parties	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Other current assets	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Cash and cash equivalents	%	99.4%	1.1%	0.6%	0.2%	1.0%	4.6%	3.3%
thereof collateralized	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Deferred taxes	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Other deferred items	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Equity deficit	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
<b>Total assets</b>	%	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>
SOURCE: COMPANY DATA, SPHENE CAPITAL FORECASTS					* SHORT FISCAL YEAR (6 MONTHS)			

## Balance Sheet (Liabilities, Normalized), 2020-2025/26e

IFRS (30/06)		2020*	2020/21	2021/22e	2022/23e	2023/24e	2024/25e	2025/26e
<b>LIABILITIES AND EQUITY</b>								
<b>Total shareholder's equity</b>	%	<b>96.7%</b>	<b>73.1%</b>	<b>70.4%</b>	<b>67.0%</b>	<b>62.6%</b>	<b>69.3%</b>	<b>92.2%</b>
Share capital	%	145.7%	5.3%	3.1%	3.1%	3.1%	3.0%	3.0%
Capital reserve	%	0.4%	75.8%	87.5%	87.5%	86.4%	84.4%	84.3%
Currency adjustments	%	0.0%	4.3%	0.0%	0.0%	0.0%	0.0%	0.0%
Profit reserves	%	-40.0%	-12.3%	-4.9%	-20.3%	-23.3%	-26.2%	-18.0%
Profit/Loss of period	%	-9.1%	0.0%	-15.4%	-3.3%	-3.6%	8.2%	22.9%
Equity deficit	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Own shares	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Minorities	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Special items	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Pension reserves	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Other provisions	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
<b>Current liabilities</b>	%	<b>3.3%</b>	<b>26.9%</b>	<b>1.6%</b>	<b>1.7%</b>	<b>1.7%</b>	<b>2.4%</b>	<b>3.1%</b>
Bank debt	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Trade payables	%	0.9%	23.6%	0.2%	0.2%	0.2%	0.9%	1.5%
Prepayments	%	0.0%	3.2%	1.3%	1.4%	1.5%	1.5%	1.6%
Other current liabilities	%	2.5%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Liabilities due to related parties	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
<b>Non-current liabilities</b>	%	<b>0.0%</b>	<b>0.0%</b>	<b>28.1%</b>	<b>31.3%</b>	<b>35.7%</b>	<b>28.3%</b>	<b>4.7%</b>
Bank debt	%	0.0%	0.0%	28.1%	31.3%	35.7%	28.3%	4.7%
Other non-current liabilities	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Other deferred items	%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
<b>Total liabilities and shareholder's equity</b>	%	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>
SOURCE: COMPANY DATA, SPHENE CAPITAL FORECASTS						* SHORT FISCAL YEAR (6 MONTHS)		

## Cash Flow Statement, 2020-2025/26e

IFRS (30/06)		2020*	2020/21	2021/22e	2022/23e	2023/24e	2024/25e	2025/26e
Net income	USDm	-0.020	-1.638	-15.698	-3.385	-3.732	8.716	24.283
Depreciation & Amortisation	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Income from sale of assets	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Δ inventory	USDm	0.000	-4.742	-0.476	-0.523	-0.576	-0.633	-0.697
Δ trade receivables	USDm	-0.001	-0.120	0.104	0.000	0.000	-0.665	-0.665
Δ other receivables	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Δ deferred tax assets	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Δ provisions	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Δ other long-term provisions	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Δ other short-term provisions	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Δ trade payables	USDm	0.002	9.585	-9.386	0.000	0.000	0.665	0.665
Δ special items	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Δ deferred liabilities	USDm	0.001	0.000	0.000	0.000	0.000	0.000	0.000
Currency adjustments	USDm	0.000	1.771	-1.755	0.000	0.000	0.000	0.000
Other operational adjustments	USDm	0.000	-8.625	0.000	0.000	0.000	0.000	0.000
<b>Operating cash flow</b>	<b>USDm</b>	<b>-0.018</b>	<b>-2.821</b>	<b>-27.045</b>	<b>-3.740</b>	<b>-4.135</b>	<b>8.159</b>	<b>23.665</b>
Investments in financial assets	USDm	0.000	0.000	-16.000	0.000	0.000	0.000	0.000
Investments in intangible assets	USDm	0.000	-32.060	-45.000	-0.001	-0.001	2.670	-0.001
Investments in tangible assets	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Other operational adjustments	USDm	0.000	25.390	0.000	0.000	0.000	0.000	0.000
<b>Cash flow from investing</b>	<b>USDm</b>	<b>0.000</b>	<b>-6.671</b>	<b>-61.000</b>	<b>-0.001</b>	<b>-0.001</b>	<b>2.670</b>	<b>-0.001</b>
<b>Free cash flow</b>	<b>USDm</b>	<b>0.000</b>	<b>-9.492</b>	<b>-88.045</b>	<b>-3.741</b>	<b>-4.136</b>	<b>10.829</b>	<b>23.665</b>
Δ Capital stock	USDm	0.000	1.835	1.000	0.000	0.000	0.000	0.000
Δ Capital reserves	USDm	0.000	26.644	58.525	0.000	0.000	0.000	0.000
Δ Bank debt	USDm	0.000	0.000	28.663	3.337	5.000	-7.000	-25.000
Δ other interest-bearing liabilities	USDm	0.000	-0.007	0.000	0.000	0.000	0.000	0.000
Less prior-year dividend	USDm	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Other operational adjustments	USDm	0.000	-18.731	0.000	0.000	0.000	0.000	0.000
<b>Financing cash flow</b>	<b>USDm</b>	<b>0.000</b>	<b>9.741</b>	<b>88.189</b>	<b>3.337</b>	<b>5.000</b>	<b>-7.000</b>	<b>-25.000</b>
Net cash inflow	USDm	-0.018	0.249	0.144	-0.404	0.864	3.829	-1.335
Currency adjustments	USDm	0.000	-0.026	0.000	0.000	0.000	0.000	0.000
Net cash opening balance	USDm	0.240	0.222	0.445	0.589	0.185	1.049	4.878
<b>Net cash closing balance</b>	<b>USDm</b>	<b>0.222</b>	<b>0.445</b>	<b>0.589</b>	<b>0.185</b>	<b>1.049</b>	<b>4.878</b>	<b>3.542</b>

SOURCE: COMPANY DATA, SPHENE CAPITAL FORECASTS

\* SHORT FISCAL YEAR (6 MONTHS)



This analysis was prepared by



Wettersteinstraße 4 | 82024 Taufkirchen | Germany | Phone +49 (89) 74443558 | Fax +49 (89) 74443445

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- ☒ holds a more than 5% interest in the capital stock of the issuer that is the subject of the analysis,
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27 05 2022/12:25 h	EUR 92.00/EUR 122.40	Buy/36 months	8
25 10 2021/09:30 h	EUR 150.00/EUR 194.70	Buy/36 months	1, 8
31 08 2021/10:00 h	EUR 170.00/EUR 194.70	Buy/36 months	1, 2, 8
21 04 2021/15:00 h	EUR 158.00/EUR 174.30	Buy/36 months	1, 8
21 09 2020/07:55 h	EUR 1.70/EUR 68.90	Buy/36 months	1, 2, 8

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