

SRG Global (SRG)

Rating: Buy | Risk: High | Price Target: \$1.40

19 November 2024

SRG Global secures \$700m of contracts across Australia and New Zealand

Key Information

Current Price (\$ps)	1.20
12m Target Price (\$ps)	1.40
52 Week Range (\$ps)	0.64 - 1.20
Target Price Upside (%)	17.2%
TSR (%)	21.3%
Reporting Currency	AUD
Market Cap (\$m)	721.7
Sector	Industrials
Avg Daily Volume (m)	1.1
ASX 200 Weight (%)	0.03%

Fundamentals

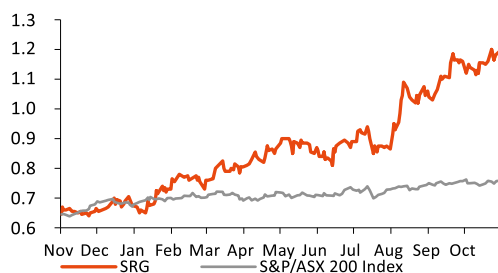
YE 30 Jun (AUD)	FY24A	FY25E	FY26E	FY27E
Sales (\$m)	1,069.3	1,335.8	1,425.3	1,496.5
NPAT (\$m)	35.9	49.7	54.4	58.4
EPS (cps)	6.9	8.5	9.1	9.7
EPS Growth (%)	20.3%	22.8%	6.9%	7.4%
DPS (cps) (AUD)	4.5	5.0	5.5	5.9
Franking (%)	100%	100%	100%	100%

Ratios

YE 30 Jun	FY24A	FY25E	FY26E	FY27E
P/E (x)	12.1	14.1	13.2	12.3
EV/EBITDA (x)	7.1	6.3	5.6	5.1
Div Yield (%)	5.4%	4.2%	4.6%	4.9%
Payout Ratio (%)	65.3%	59.1%	60.8%	60.7%

Price Performance

YE 30 Jun	1 Mth	2 Mth	3 Mth	1 Yr
Relative (%)	2.8%	11.9%	32.5%	64.7%
Absolute (%)	3.0%	13.8%	36.6%	82.4%
Benchmark (%)	0.2%	1.9%	4.1%	17.7%



Major Shareholders

Perennial Value Management	4.9%
Kohlberg Kravis Roberts & Co.	4.3%
Norges Bank Investment Management	2.6%

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Event

SRG Global (SRG) has secured \$700m of contracts in the Water, Transport, Health, Resources and Dairy sectors across Australia and New Zealand. Financial year to date contract wins now total circa \$925m and follow \$776m wins in FY24. Tenders & Pipeline totaled circa \$8.5b as at end FY24. The Diona acquisition appears to be off to a great start given the water wins. We forecast SRG to deliver EBITDA growth of 27.7% in FY25 versus comparable ASX-listed companies which are expected to deliver growth of around 10.7%. Based on FactSet consensus forecasts, SRG is trading on an FY25 PER of 11.8x and on an FY25 EV/EBITDA of 6.1x. ASX-listed peers are trading on an FY25 PER of around 14.6x and on an FY25 EV/EBITDA of around 6.6x. SRG is also trading well below our price target which remains \$1.40/s. Accordingly, we retain our BUY rating.

Highlights

- SRG has announced it has been awarded multiple contracts with existing clients in the Water, Transport, Health, Resources and Dairy sectors across Australia and New Zealand. **The value of the new works secured is \$700m.** This includes:
 - A four-year term contract with a further four-year extension option with **SA Water** to provide Pipeline Delivery Services, including the installation of pipelines and other associated water infrastructure in South Australia. The contract works will commence immediately.
 - Water Infrastructure contract with the **Department of Climate Change, Energy, the Environment and Water (DCCEEW)**. These works involve upgrading the existing water pipeline and pumping infrastructure between Nyngan to Cobar in New South Wales. The contract will commence immediately and is expected to be completed in July 2026.
 - A three-year term contract with **Fonterra** across 7 sites in New Zealand to provide specialist-engineered access services for its dairy operations. The contract will commence immediately.
 - On-going bridge maintenance works at the West Gate Bridge in Melbourne and bridge improvement and strengthening works on four bridges in Geelong for the **Department of Transport and Planning**. Works have commenced and are expected to complete mid-2025.
 - Structures contract with **Multiplex** for the St John of God Hospital facilities in Perth, WA. The contract will start immediately and is expected to be completed in 2025.
 - A five-year term contract for maintenance services associated with the continuous enhancement of Bauxite Residue Disposal Area embankments as well as other civil services with **South32** at the Worsley Alumina bauxite and alumina refinery operations in the south-west region of Western Australia (WA). The contract will commence immediately.
 - A five-year term contract for asset integrity services with **Glencore** at their Murrin Murrin mining operations in the Goldfields region of WA. The contract has now commenced.
 - Minesite infrastructure contract for earthworks and civil construction at the Roy Hill mining operations with **HanRoy** in WA. The contract commences in November 2024 and is expected to be completed mid-2025.
 - Infrastructure contract for the construction of a tailings dam at the Pilgangoora mining operation with **Pilbara Minerals** in WA. The contract commences in November 2024 and is expected to be completed mid-2025.

Recommendation

We retain our BUY rating with an unchanged price target of \$1.40/s.

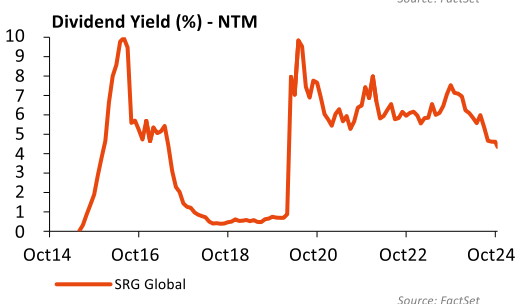
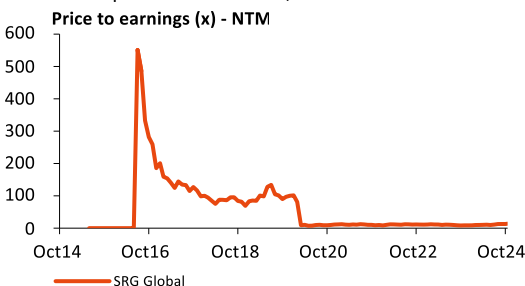
**SRG Global
Industrials
Capital Goods**

FactSet: SRG-AU / Bloomberg: SRG AU

Key Items	Data
Recommendation	BUY
Risk	HIGH
Price (\$ps)	1.20
Target Price (\$ps)	1.40
52 Week Range (\$ps)	0.64 - 1.20
Shares on Issue (m)	603.9
Market Cap (\$m)	721.7
Enterprise Value (\$m)	789.0
TSR (%)	21.3%

Valuation NPV	Data
Beta	1.20
Cost of Equity (%)	11.2%
Cost of Debt (net) (%)	4.2%
Risk Free Rate (%)	4.0%
Terminal Growth (%)	2.5%
WACC (%)	9.5%

SRG Global Ltd. is an engineering-led global specialist asset services, mining services and construction group operating across the entire asset lifecycle of engineer, construct and sustain. It operates through the following segments: Asset Services, Mining Services and Construction. The Asset Services segment supplies integrated services to customers across the entire asset life cycle. The Mining Services segment provides services to mining clients and ground solutions including production drilling, ground and slope stabilization, design engineering and monitoring services. The Construction segment supplies integrated products and services to customers involved in the construction of complex infrastructure. The company was founded in 1961 and is headquartered in Subiaco, Australia.

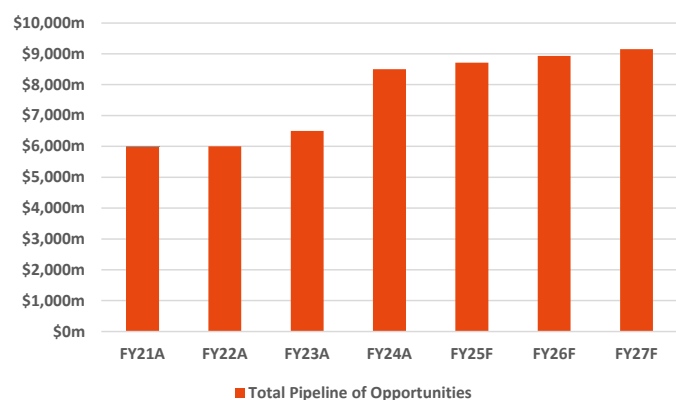


Financial Year End: 30 June

Investment Summary (AUD)	FY23A	FY24A	FY25E	FY26E	FY27E
EPS (Reported) (cps)	4.8	6.6	8.5	9.1	9.7
EPS (Underlying) (cps)	5.7	6.9	8.5	9.1	9.7
EPS (Underlying) Growth (%)	22.7%	20.3%	22.8%	6.9%	7.4%
PE (Underlying) (x)	13.1	12.1	14.1	13.2	12.3
EV / EBIT (x)	15.8	12.0	9.5	8.4	7.6
EV / EBITDA (x)	9.2	7.1	6.3	5.6	5.1
DPS (cps) (AUD)	4.0	4.5	5.0	5.5	5.9
Dividend Yield (%)	5.3%	5.4%	4.2%	4.6%	4.9%
Franking (%)	100%	100%	100%	100%	100%
Payout Ratio (%)	69.8%	65.3%	59.1%	60.8%	60.7%
Profit and Loss (AUD) (m)	FY23A	FY24A	FY25E	FY26E	FY27E
Sales	809.0	1,069.3	1,335.8	1,425.3	1,496.5
Sales Growth (%)	25.6%	32.2%	24.9%	6.7%	5.0%
EBITDA	80.1	98.5	125.8	134.3	141.9
EBITDA Margin (%)	9.9%	9.2%	9.4%	9.4%	9.5%
Depreciation & Amortisation	(33.4)	(39.7)	(42.6)	(44.4)	(46.3)
EBIT	46.7	58.8	83.2	89.9	95.6
EBIT Margin (%)	5.8%	5.5%	6.2%	6.3%	6.4%
Net Interest	(4.3)	(7.2)	(12.2)	(12.2)	(12.2)
Pretax Profit	42.3	51.6	71.0	77.7	83.5
Tax	(15.3)	(15.7)	(21.3)	(23.3)	(25.0)
Tax Rate (%)	(36.0%)	(30.3%)	(30.0%)	(30.0%)	(30.0%)
Minorities	0.0	0.0	0.0	0.0	0.0
NPAT Underlying	27.1	35.9	49.7	54.4	58.4
Significant Items	(4.5)	(1.5)	0.0	0.0	0.0
NPAT Reported	22.6	34.4	49.7	54.4	58.4
Cashflow (AUD) (m)	FY23A	FY24A	FY25E	FY26E	FY27E
EBIT	46.7	58.8	83.2	89.9	95.6
Tax Paid	(2.5)	(13.2)	(15.3)	(17.3)	(19.0)
Net Interest	(4.3)	(7.2)	(12.2)	(12.2)	(12.2)
Change in Working Capital	(21.4)	12.4	(0.8)	(0.3)	(0.2)
Depreciation & Amortisation	33.4	39.7	42.6	44.4	46.3
Other	(8.7)	3.2	0.0	0.0	0.0
Operating Cashflow	43.1	93.8	97.5	104.5	110.5
Capex	(30.3)	(25.5)	(40.1)	(42.8)	(44.9)
Acquisitions and Investments	(75.3)	0.0	(116.0)	0.0	0.0
Disposal of Fixed Assets/Investments	4.4	2.2	0.0	0.0	0.0
Other	(1.4)	(1.9)	0.0	0.0	0.0
Investing Cashflow	(102.5)	(25.3)	(156.1)	(42.8)	(44.9)
Equity Raised / Bought Back	48.8	0.0	0.0	0.0	0.0
Dividends Paid	(17.1)	(20.9)	(26.6)	(31.2)	(34.2)
Change in Debt	16.2	(22.1)	50.0	0.0	0.0
Other	0.0	0.0	0.0	0.0	0.0
Financing Cashflow	47.9	(42.9)	23.4	(31.2)	(34.2)
Exchange Rate Effect	(0.1)	0.1	0.0	0.0	0.0
Net Change in Cash	(11.6)	25.6	(35.2)	30.5	31.3
Balance Sheet (AUD) (m)	FY23A	FY24A	FY25E	FY26E	FY27E
Cash	47.7	73.4	38.2	68.7	100.0
Accounts Receivable	110.3	120.9	151.1	161.2	169.3
Inventory	21.5	26.0	32.4	34.6	36.3
Other Current Assets	92.4	97.3	97.3	97.3	97.3
PPE	119.0	122.8	140.1	158.4	168.6
Goodwill & Intangibles	170.4	167.8	277.0	270.1	263.3
Investments	0.0	0.0	0.0	0.0	0.0
Other Non Current Assets	29.9	32.3	13.3	(5.7)	(16.4)
Total Assets	591.2	640.5	749.4	784.6	818.3
Accounts Payable	116.1	143.7	179.5	191.5	201.1
Short Term Debt	20.3	17.6	17.6	17.6	17.6
Long Term Debt	44.4	38.0	88.0	88.0	88.0
Income Taxes Payable	0.5	1.2	1.2	1.2	1.2
Other	119.4	135.0	135.0	135.0	135.0
Total Liabilities	300.7	335.4	421.2	433.3	442.8
Total Shareholder Equity	290.5	305.1	328.2	351.3	375.5
Ratios	FY23A	FY24A	FY25E	FY26E	FY27E
ROE (%)	10.3%	12.1%	15.7%	16.0%	16.1%
ROIC (%)	12.4%	13.9%	16.1%	16.0%	17.4%
Gearing (%)	5.5%	(6.2%)	17.0%	9.5%	1.5%
Net Debt / EBITDA (x)	0.2	(0.2)	0.5	0.3	0.0

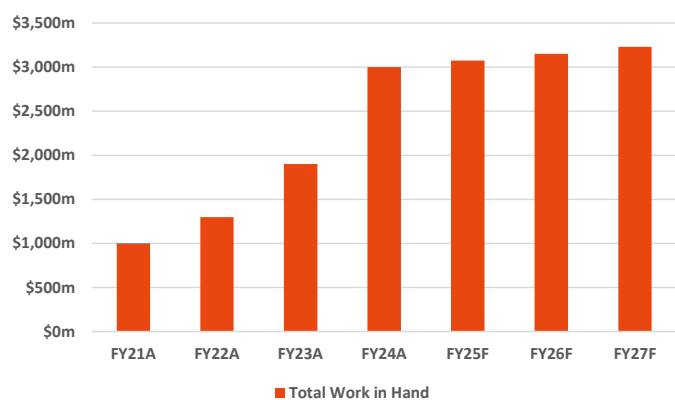
Summary in Charts

Figure 1: Pipeline of Opportunities



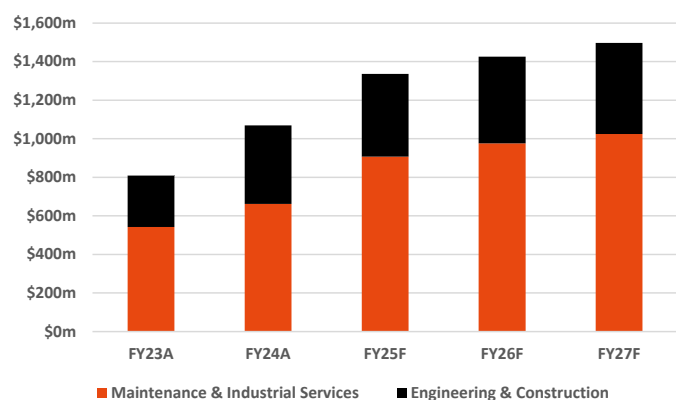
Source: Shaw and Partners; SRG

Figure 2: Work in Hand



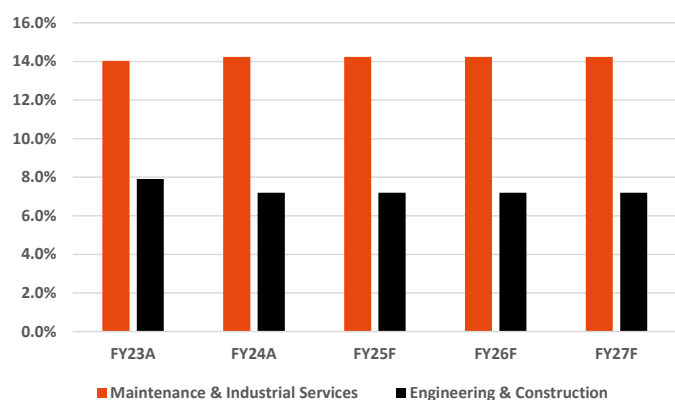
Source: Shaw and Partners; SRG

Figure 3: Revenue



Source: Shaw and Partners; SRG

Figure 4: EBITDA Margin



Source: Shaw and Partners; SRG

Figure 5: Comparable Companies

Ticker	Security Name	Last Price	Mkt Cap	PE (x)			EV/EBITDA (x)			EV/EBIT (x)			EBITDA growth	
				FY24	FY25	FY26	FY24	FY25	FY26	FY24	FY25	FY26	FY25	FY26
SRG	SRG Global	1.20	722	15.5x	11.8x	11.1x	7.3x	6.1x	5.5x	11.8x	9.3x	8.3x	27.2%	8.2%
ACF	Acrow	1.10	334	9.8x	9.1x	8.7x	5.5x	4.9x	4.5x	7.6x	6.9x	6.5x	14.6%	6.4%
ANG	Austin Engineering	0.54	335	11.3x	9.5x	8.7x	6.9x	5.3x	4.7x	8.8x	6.4x	5.6x	26.1%	9.1%
DUR	Duratec	1.57	394	18.9x	15.5x	13.4x	7.5x	6.4x	5.5x	11.1x	9.2x	7.7x	12.9%	12.7%
GNG	GR Engineering Services	2.15	359	11.7x	12.6x	11.7x	5.8x	6.6x	6.2x	6.6x	7.6x	7.0x	(13.4%)	6.2%
GNP	GenusPlus Grp	2.65	471	21.0x	17.4x	14.9x	9.2x	7.1x	6.1x	13.5x	10.1x	8.6x	24.3%	15.6%
LYL	Lycodium	10.24	407	8.0x	9.2x	8.2x	4.7x	4.9x	4.2x	5.1x	5.4x	4.6x	(9.5%)	11.0%
MAD	Mader Group	6.68	1,349	26.5x	23.8x	20.4x	14.0x	12.3x	10.5x	18.6x	16.2x	13.8x	12.5%	15.2%
MCE	Matrix Composites & Engineering	0.24	53	14.2x	20.1x	9x	6x	6x	4.9x	9.9x	11.5x	7.4x	(6.1%)	-
MGH	MAAS Group Holdings	4.49	1,483	17.5x	15.1x	12.1x	9.7x	8.4x	7.2x	13.0x	11.3x	9.3x	11.3%	14.0%
MND	Monadelphous Group	12.51	1,231	19.5x	17.8x	16.7x	8.2x	7.7x	7.2x	11.8x	11.0x	10.2x	9.0%	5.9%
NWH	NRW	3.94	1,801	14.4x	13.5x	12.5x	5.6x	5.2x	4.9x	11.6x	9.1x	8.5x	9.7%	5.1%
RDG	Resource Development Grp	0.02	47	2.7x	3.5x	53.3x	5.8x	6.5x	10.0x	6.2x	7.1x	14.0x	(21.4%)	(36.4%)
SHA	Shape Australia	2.84	237	15.2x	14.1x	13.3x	7.4x	6.9x	6.3x	9.2x	8.6x	7.8x	9.9%	6.3%
SSM	Service Stream	1.63	1,001	19.9x	17.6x	15.9x	7.8x	6.9x	6.3x	13.1x	11.5x	10.3x	10.2%	6.4%
SXE	Southern Cross Electrical	1.62	428	19.8x	13.3x	12.3x	8.8x	6.5x	5.8x	10.6x	7.6x	6.8x	33.6%	7.2%
TEA	Tasmea	3.14	721	17.1x	15.2x	13.3x	11.5x	8.9x	7.6x	13.8x	10.8x	9.1x	36.0%	12.8%
VBC	Verbrec	0.15	42	8.5x	7.5x	5.4x	5.2x	3.8x	2.4x	8.6x	5.5x	3.2x	19.9%	24.2%
VNT	Ventia Svc Grp	4.65	3,978	18.1x	16.2x	14.8x	8.8x	8.2x	7.6x	12.5x	11.3x	10.4x	6.6%	5.6%
Median				16.1x	14.6x	12.9x	7.5x	6.6x	6.2x	10.9x	9.2x	8.2x	10.7%	7.2%

Source: FactSet consensus

Figure 6: Major Contracts Won

PERIOD	DATE	CLIENT	TERM	CONTRACT VALUE	LOCATION
FY25	19-Nov-24	Multiple contracts across Water, Dairy, Resources, Transport and Health sectors	1-5 years	~ 700m	Aust & NZ
	3-Jul-24	Multiple contracts across Health, Building and Resources sectors	1-2 years	~ 225m	NSW,VIC,WA
FY24	6-Jun-24	Multiple contracts across Energy and Resources sectors	1-6 years	~125m	QLD,NSW,WA
	18-Apr-24	Multiple contracts across Energy, Resources and Transport sectors	1-5 years	~ 150m	QLD,VIC,NSW,WA
	8-Mar-24	BlueScope Steel	2 years	~ 35m	Aust & NZ
	15-Nov-23	12 Term Contracts	6 mths-5 years	~ 200m	Aust & NZ
	11-Oct-23	Transport for NSW	3 years	~ 90m	NSW
	5-Oct-23	Transpower NZ Energy Maintenance contract worth ~NZ\$130m	10 years	~\$121m	NZ
	15-Aug-23	Multiplex - Specialist Facades works at Nine The Esplanade	1 year	~\$25m	WA
	18-Jul-23	Lendlease - Frankston Hospital Facades	1 year	~\$30m	VIC
FY23	27-Jun-23	BHP, Rio Tinto and Queensland Alumina Limited	Various	~\$65m	QLD, WA
	20-Jun-23	Water Corporation	2 years	~\$50m	WA
	15-Jun-23	Lendlease	2 years	~\$40m	Sydney
	28-Mar-23	Fortescue	9 months	~\$55m	WA
	16-Mar-23	BHP, Northern Star, Albemarle Lithium, AngloGold Ashanti	3-24 months	~\$50m	WA
	28-Feb-23	Multiplex Constructions	2 years	~\$120m	Perth CBD
	16-Feb-23	ALS Asset Care acquisition			
	6-Feb-23	Dept of Transport Victoria, McConnell Dowell and CBGU JV	2-21 months	~\$40m	VIC, QLD
	2-Feb-23	Northern Star Resources Ltd	5 years	~\$220m	WA
	29-Nov-22	Lendlease - 51 Flinders Lane development in Melbourne	3 years	~\$30m	VIC
	24-Nov-22	Genesis, Channel Infra, Transpower, Southbase Cons	3, 3, 1, 3 years	~\$45m	NZ
	5-Oct-22	Iron Bridge Operations	5 years	~\$40m	WA
	20-Sep-22	Alcoa and Albemarle	4,2.5 years	~\$80m	WA, WA
	25-Aug-22	Facades / Solar Panels - Built-Obayashi / Dexus	5 years	~\$65m	Sydney CBD
	FY22	26-Jul-22	Northern Star Resources / Meridian Energy	5,7 years	~\$90m
19-Jul-22		Worsley Alumina, Fremantle Ports, BCI Minerals	2,3,2	~\$80m	WA
5-Jul-22		Iron Bridge Operations & Visy Industries Australia	5 years	~\$100m	WA & Adelaide
29-Jun-22		Lendlease defence sector contract	7 months	~\$20m	WA
22-Jun-22		Hutchinson Builders on behalf of Charter Hall and Investa	3 years	~\$30m	Brisbane
18-May-22		Alcoa civil maintenance contract	5 years	~\$95m	WA
14-Mar-22		WBHO Acquisition			
17-Feb-22		3 Mining Service Contracts - D&B	6mth/2y/2y	~\$60m	NSW/QLD/WA
15-Feb-22		Specialist Bridge and Road (Vic Govt)	14 months	~\$11m	VIC/SA/WA
10-Feb-22		MS - Drill and Blast - OneSteel Manufacturing	5 Years	\$150m	SA
15-Dec-21		Structures - Lendlease - Defence	9 months	\$30m	WA
3-Dec-21		Facades - Melb Quarter / Footscray Hosp.	17 & 24 months	~\$20m	VIC/SA/WA
7-Dec-21		Facades - Festival Square	18 months	~\$20m	SA
1-Dec-21		Facades - Westralia Sq and Elizabeth QW	9 & 12 months	~\$70m	WA
FY21	16-Nov-21	7 Term Contracts	1-3 years	~\$110m	QLD/WA/NZ
	20-Oct-22	FMG scaffold services (Aboriginal JV)	5 years	~\$25m (49%)	WA
	2-Jun-21	CHC/Fed Govt/HMAS (Facades/Structures)	6-24 months	\$50m	VIC/SA/WA
	16-Feb-21	FMG	5 years	\$150m	WA
	4-Feb-21	GFG Liberty OneSteel and Pit N Portal	5 yr / 1 yr	\$45m	SA / WA
	24-Nov-20	Facades for Multiplex & Structures D&C Corp.	2022/2023	\$100m	QLD, WA
	17-Nov-20	Transport for NSW / Water Corp. / CPB	2021	\$55m	NSW, WA, QLD
	1-Oct-20	South32	8 years	\$100m	South West WA
	1-Oct-20	South32	+2 years	\$25m	South West WA
	10-Sep-20	John Holland / LLC	Various	\$65m	Syd, Per, Mel
	5-Aug-20	Methanex / Meridian / Metlifecare / OI Glass	Up to 5 years	NZ\$50m	NZ
	29-Jul-20	Water Corp.	19 months	\$30m	WA
	23-Jul-20	Lendlease + Charter Hall	9-12 months	\$40m	Syd + Melb
FY20	21-Jul-20	Yara Pilbara	5 years	\$25m	Pilbara
	15-Jul-20	John Holland	9 months	\$25m	Clayton, VICt.
	7-Jul-20	Auckland System Mngt Maintenance Alliance	8 years	NZ\$25m	Auckland
	16-Mar-20	Saracen Mineral Holdings	5 years	\$70m	WA
	27-Feb-20	Multiplex Constructions	2 years	\$72m	Perth
	29-Jan-20	Alcoa	5 years	\$90m	WA
	23-Sep-19	Sunwater	1 year	\$12m	Emerald, Qld.
	3-Sep-19	Built Obayashi JV	1.5 years	\$44m	Sydney
	27-Jun-19	J Hutchinson	1.5 years	\$20m	Brisbane
	4-Jun-19	Transpower New Zealand	3 years	NZ\$35m	NZ
	30-May-19	OneSteel	4 years + 2	\$45m	Whyalla, SA
	FY19	27-May-19	South32	3 years + 3	\$32m
23-May-19		VicRoads	31 weeks	\$9m	Melbourne
23-May-19		Besix	~2-3 years	\$8m	Dubai
11-Apr-19		J Hutchinson	n/a	\$12m	Uni of Melbourne
9-Apr-19		Kalgoorlie Consolidated Gold Mines (KCGM)	5 years	\$18m	Kalgoorlie, WA
5-Apr-19		Evolution Mining	3 years + 2	\$115m	NSW & Qld.
31-Jan-19		Main Roads WA	18 months	\$21m (50% JV)	Perth
12-Nov-18		University of Melbourne	18 months	\$14m	Melbourne
18-Oct-18		BHP Billiton Mitsubishi Alliance (BMA)	2.5 years	\$20m	Qld.
15-Oct-18		Multiplex Constructions	2 years	\$30m	Brisbane
3-Oct-18		Woodside Energy	4 years	n/a	WA
1-Oct-18	Lendlease	1 year	\$12m	Shepparton, VIC.	

Source: SRG

Valuation

DCF Valuation

Our DCF valuation remains \$1.40 per share.

The key assumptions underlying our valuation are a Beta of 1.2, WACC of 9.5%, and terminal growth rate of 2.5%.

Key risks

- **Project delays:** Construction and mining service operations in Australia are sometimes subject to delays in the award of new projects and maintenance work. Project delays may result in lower earnings than we forecast.
- **Industry risk:** S&P categorize the global construction sector as having above-average risks. However, SRG's focus on Asset and Mining Services and annuity (and alliance) style contracts have helped manage this risk.
- **Customer risk:** SRG has a broad range of customers across its three business units. No revenue from transactions with a single external customer amount to 10% or more of the Group's revenue. Key Government (good relationships with State and Federal NZ and Australia) and blue-chip corporate clients including Rio Tinto, Woodside, South 32, Yara, Multiplex, CPB etc.
- **Employee risk:** SRG has roughly 4,300 employees (technical, engineering, operational, management). Key personnel departure represents a business risk.
- **Commodity Prices:** SRG is exposed to commodity price risk through its consumption of steel its operations use for post-tensioning, and to a lesser degree in the mining services business. SRG monitors forward steel prices and endeavours to lock in agreed prices on a project-by-project basis prior to formalizing bid prices wherever possible.
- **Foreign Exchange:** SRG is exposed to foreign exchange risk in overseas projects executed by local subsidiaries. SRG does not hedge this risk however continues to monitor exchange rates so that currency exposure is maintained at an acceptable level. There is a natural hedge in place to the extent project costs are materially of the same foreign currency.
- **Acquisitions Integration Risk:** Any transaction comes with some integration risk.

Core drivers and catalyst

- Infrastructure investment by both governments and private sector.
- Maintenance expenditure continues to increase, driven by number of assets and outsourcing trend.
- Rising commodity prices boosting Mining investment.
- All the above, resulting in improving order book / WIH / pipeline.
- Higher recurring revenues.
- Lower risk alliance style contracts.
- Acquisitions / M&A potential.
- Margin improvement at the divisional level.

Rating Classification

Buy	Expected to outperform the overall market
Hold	Expected to perform in line with the overall market
Sell	Expected to underperform the overall market
Not Rated	Shaw has issued a factual note on the company but does not have a recommendation

Risk Rating

High	Higher risk than the overall market – investors should be aware this stock may be speculative
Medium	Risk broadly in line with the overall market
Low	Lower risk than the overall market

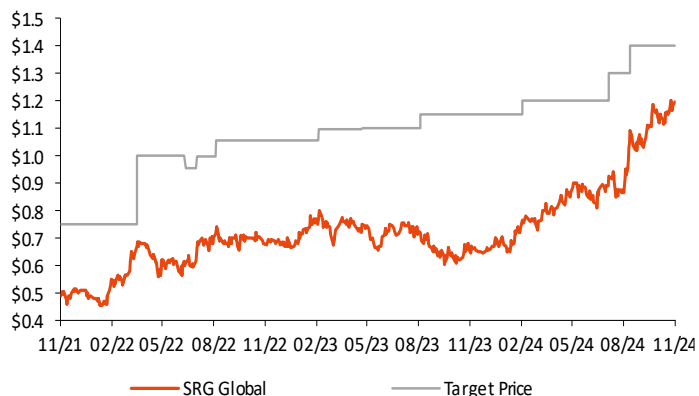
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Distribution of Investment Ratings

Rating	Count	Recommendation Universe
Buy	74	95%
Hold	4	5%
Sell	0	0%

History of Investment Rating and Target Price - SRG Global

Date	Closing Price (\$)	Target Price (\$)	Rating
30-Aug-24	1.09	1.40	Buy
23-Jul-24	0.93	1.30	Buy
20-Feb-24	0.77	1.20	Buy
22-Aug-23	0.72	1.15	Buy
10-May-23	0.75	1.10	Buy
22-Feb-23	0.76	1.10	Buy
23-Aug-22	0.71	1.05	Buy
20-Jul-22	0.67	1.00	Buy
30-Jun-22	0.61	0.95	Buy
4-Apr-22	0.67	1.00	Buy



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