



**BUY** HOLD SELL

Company update

## Recap provides flexibility – BUY

We retain our BUY rating. Hillgrove Resources' recent debt restructure and \$10m equity capital raising sees it in a stronger capital position. The new debt facility provides it with more flexibility to pursue its near mine exploration program (\$5m over the next 12 months), as well as providing additional working capital to complete the Giant pit cutback. Once the cutback is completed, we expect a jump in free cash flows (Jun-16 quarter onwards). With few listed copper producers, Hillgrove remains an attractive proposition on a 12-month view. BUY retained, target price \$0.62 per share. We note our valuation attributes no value for the \$21.3m of Hillgrove's franking credits, providing further potential upside.

### Key points

**Hillgrove's debt restructure and equity capital raising has resulted in a number of key changes:** 1) a new US\$14m debt facility due in Mar-18 with first principal not due until Mar-16, 2) the \$10m of new capital has provided funding to pursue additional exploration over the next 12 months (~\$5m), and 3) it provides additional working capital to complete the Giant pit cutback by early CY16. In total this represents a net positive to the business, albeit it has been partly at the expense of existing shareholders given the dilution.

**Additional hedging helps protect margins:** Hillgrove has extended its copper hedging program, entering swaps covering ~53% of copper sales in CY16 and 44% in CY17 (~81% in CY15). Given Hillgrove's debt position as well as the volatility in the copper price, we view this as a positive for shareholders.

**Exploration provides some upside potential:** Hillgrove has two options which may extend the current mine life – 1) a second cutback of the Giant Pit to access additional tonnes, which may prove to be economic given the low costs which Kanmantoo is continuing to operate under, and 2) an exploration program to the north of the pit, early indications of which have yielded some promise – Hillgrove will be continuing its exploration program with a focus to this northern zone over the next 12 months.

**Valuation:** Post the dilution of the recent capital raising our valuation for Hillgrove decreases to \$0.62 per share, based on a DCF using a WACC of 11.5%.

### Risks and catalysts

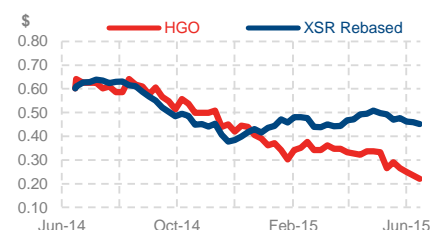
**Key risks around HGO:** 1) operational risk at the Kanmantoo mine, and 2) future weakness in the copper price.

**Catalysts:** 1) debt restructuring, 2) any capital management initiatives, and 3) an improved copper market or weaker AUD.

12-mth target price (AUD)	\$0.620
Share price @ 02-Jul-15 (AUD)	\$0.220
Forecast 12-mth capital return	181.8%
Forecast 12-mth dividend yield	12.6%
<b>12-mth total shareholder return</b>	<b>194.4%</b>
Market cap	\$41m
Enterprise value	\$52m
Shares on issue	188m
Sold short	0.0
ASX 300 weight	0.0%
Median turnover/day	\$0.0m

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12-mth share price performance



	1-mth	6-mth	12-mth
Abs return (%)	-22.8	-49.4	-63.4
Rel return (%)	-15.7	-54.9	-38.4

Year-end January (AUD)	FY13A	FY14A	FY15F	FY16F	FY17F
Revenue (\$m)	139.2	166.8	158.4	170.5	176.0
EBITDA margin (%)	27	32	12	25	20
NPAT norm (\$m)	1.7	10.1	-10.4	5.9	5.8
Consensus NPAT (\$m)			-8.9	6.5	18.3
EPS norm (cps)	1.3	6.7	-7.0	4.0	3.9
EPS growth (%)	113	426	-206	156	-1
P/E norm (x)	17.3	3.3	-3.1	5.6	5.6
EV/EBITDA (x)	1.4	1.0	2.8	1.2	1.5
CFM (x)	5.2	1.0	2.5	1.1	1.3
DPS (cps)	0.0	0.0	0.0	2.0	3.0
Franking (%)	0	0	0	100	100

Source: Company data, WHTM estimates, S&P Capital IQ

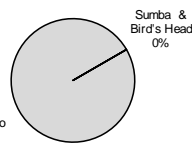
KEY CHANGES	07-Apr	After	Var %
<b>Revenue:</b> FY15F	158	158	0.1%
(\$m) FY16F	179	170	-4.5%
FY17F	185	176	-4.8%
<b>EBITDA:</b> FY15F	30.0	18.5	-38.5%
(\$m) FY16F	49.6	42.0	-15.4%
FY17F	43.4	35.3	-18.7%
<b>EPS:</b> FY15F	-0.6	-7.0	>99%
norm FY16F	7.9	4.0	-50.0%
(cps) FY17F	8.1	3.9	-51.6%
<b>Price target:</b>	<b>0.80</b>	<b>0.62</b>	<b>-22.6%</b>
<b>Rating:</b>	<b>BUY</b>	<b>BUY</b>	



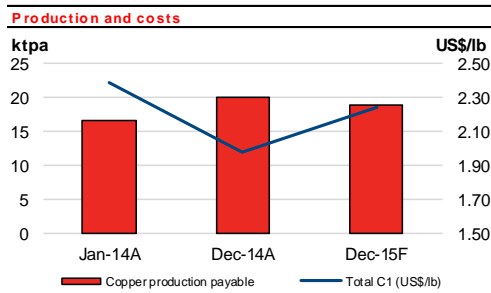
Table 1: HGO – financial summary

Capital profile				Now Dec year end						
				Jan-14A	Dec-14A	Dec-15F	Dec-16F	Dec-17F	Dec-18F	
Number of shares (m)	188			15	3.8	-10.4	5.9	5.8	5.4	
Market capitalisation (A\$m)	41			17	10.1	-10.4	5.9	5.8	5.4	
Enterprise value (A\$m)	52			0.2	6.8	-7.0	4.0	3.9	3.6	
Enterprise value (US\$m)	39			-0.5	11.1	-1.5	22.4	24.1	22.3	
				0.0	0.0	0.0	2.0	3.0	3.0	
				135.5	3.2	nm	5.6	5.6	6.1	
				-44.3	2.0	-14.8	10	0.9	10	
				18	2.0	2.7	0.5	-0.1	-0.9	
				-15%	4105%	-203%	-156%	-1%	-8%	
				0.0%	0.0%	0.0%	9.1%	13.6%	13.6%	
				0.97	0.90	0.78	0.79	0.80	0.80	
				3.62	3.22	2.80	2.96	3.01	3.08	
				14.2	12.67	12.10	12.50	12.43	12.23	
				23.87	18.92	17.19	18.75	19.63	19.75	
				16.6	20.0	18.9	18.2	18.3	18.0	
				5.5	6.3	5.7	9.7	13.6	13.6	
				17.6	21.1	20.1	20.1	20.9	20.5	
				2.38	1.97	2.24	1.98	1.95	1.98	
				0.04	0.05	0.07	0.08	0.27	0.28	
				0.16	0.21	0.16	0.14	0.14	0.14	
				2.59	2.23	2.46	2.20	2.36	2.40	
				0.08	0.04	0.04	0.04	0.06	0.06	
				2.67	2.27	2.50	2.24	2.42	2.46	
				0.76	0.98	0.98	1.03	0.86	0.87	
				3.35	3.21	3.44	3.23	3.22	3.27	
				103	0.99	0.34	0.76	0.64	0.68	
				0.95	0.95	0.30	0.72	0.59	0.62	
				0.27	0.01	-0.64	-0.27	-0.22	-0.19	
				140	167	158	170	176	177	
				102	113	140	128	141	144	
				38	54	18	42	35	33	
				29	36	32	33	28	28	
				8	18	-13	9	8	5	
				0	0	1	1	2	3	
				6	4	2	2	1	0	
				0	0	0	0	0	0	
				3	14	-15	8	8	8	
				1	4	-4	3	2	2	
				2	10	-10	6	6	5	
				0	6	0	0	0	0	
				1	4	-10	6	6	5	
				6%	10%	-	6%	4%	3%	
				27%	32%	12%	25%	20%	19%	
				33%	27%	30%	30%	30%	30%	
				3%	6%	-5%	4%	4%	3%	
				1%	4%	-5%	2%	2%	2%	
				38	54	18	42	35	33	
				11	44	18	41	36	33	
				-3	-2	-2	-2	-3	-3	
				-16	-28	-2	-8	0	0	
				-8	14	-4	31	33	30	
				-22	-30	-26	-13	-3	-3	
				0	-22	10	-9	-6	-13	
				-11	-8	2	19	26	17	
				42	19	19	11	9	1	
				229	240	226	236	239	240	
				322	304	280	272	268	258	
				16	9	11	29	56	73	
				25	10	8	-18	-46	-72	
				11%	4%	4%	-8%	-19%	-30%	
				10%	4%	4%	-8%	-24%	-43%	
				0.7	0.2	0.5	-0.4	-1.3	-2.2	
				14	4.9	-8.5	8.8	-10.7	-2.5	
				6.4	14.9	11.8	38.9	-49.7	-15.0	
				-19%	35%	-10%	75%	79%	72%	

Operations NPV split	Valuation inputs	
	Rf rate	5.3%
	MRP	6.0%
	Equity beta	1.52
	Ke	14%
	Kd	7.0%
	Gearing	30%
	Tax rate	30%
	WACC	12%
	DCF (A\$)	0.62
	Prem/disc	0%
	Target (A\$)	0.62



Sensitivity (A\$ps/A\$m)	NPV (\$ps)	Dec-14A	Dec-15F
Base Case NPV / NPAT	0.62	10.1	-10.4
Copper price +10% increase	+0.22	+2.1	+5.7
Copper price +10% increase	+34%	+20%	+97%
AUD +10% increase	-0.23	-2.2	60.5
AUD +10% increase	-34%	21%	91%
AUD +1% increase	-0.03	-0.3	7.7
AUD +1c increase	-4%	3%	12%



Source: Company data, Wilson HTM



## Highlights

- **Debt:** Hillgrove has entered into a new US\$14m debt facility, with potential for it to extend to US\$20m (primarily dependent upon further reserve additions). First debt repayments are now not due until Mar-16, and then comprise “tailored” quarterly debt repayments with the facility expiring in Jun-18. Interest is 8.5% p.a.
- **Performance bonds:** Hillgrove also refinanced A\$20m of performance bonds. Initial hedging program for the bond facility is 24,161 tonnes of AUD copper swaps (for 1-Jul-15 until end of CY17). Hillgrove’s balance of copper hedging has an average price of ~A\$7,738.
- **New equity:** Hillgrove has raised A\$10m via a 3 for 11 non-renounceable rights issue. As a result of this raising and the associated underwriting, Freepoint (which has the offtake agreement for concentrate produced at Kanmantoo) now has a 12.3% interest in Hillgrove, while Ariadne’s interest in Hillgrove has increased from 12.70% to 13.07%.
- Hillgrove is aiming to evaluate **resource and mine life extension** potential at Kanmantoo through both a second Giant pit cutback as well as exploration potential to the north of the current pit.
- **CY15 guidance is unchanged**, at 18.5-20.5 kt of copper in concentrate (C1 costs of US\$2.00-2.25/lb).

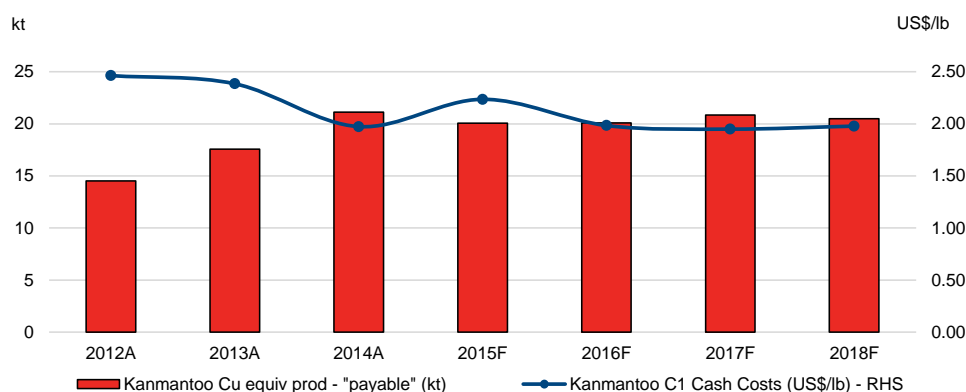
**Figure 2: Sources and uses of HGO’s capital raising**

### Purpose of Capital Raising

Sources (A\$M)		Uses (A\$M)	
Restricted Cash	\$ 5.0	Restricted Cash	\$ 8.0
Available Cash	\$ 1.0	Repayment of Debt	\$15.0
Freepoint Debt and PP Deferral	\$21.3	Exploration	\$ 5.0
Rights Issue	\$10.0	Giant Cutback (12 Months)	\$17.1
Kanmantoo Cash Generation	\$32.9	Other Capex	\$ 3.4
		Borrowing Expenses (12 Months)	\$ 2.2
		Corporate Expenses (12 Months)	\$ 5.8
		Working Capital	\$13.7
<b>Total Sources of Funds</b>	<b>\$70.2</b>	<b>Total Uses of Funds</b>	<b>\$70.2</b>

Source: Company presentation

**Figure 3: HGO copper equiv production and C1 cash costs**



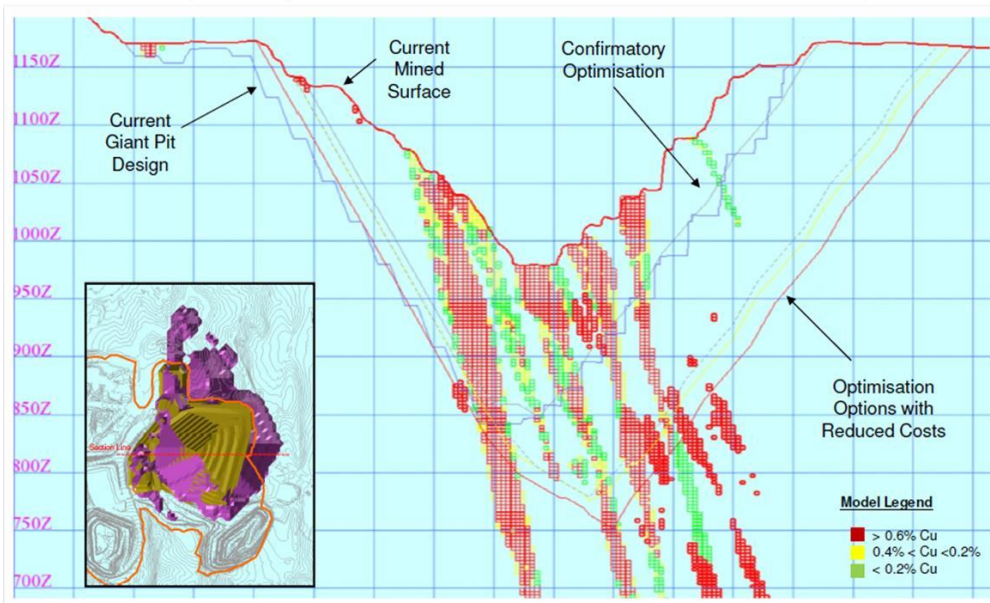
*We forecast copper equiv production to remain above 20 ktpa over the medium term*

Source: Company data, Wilson HTM



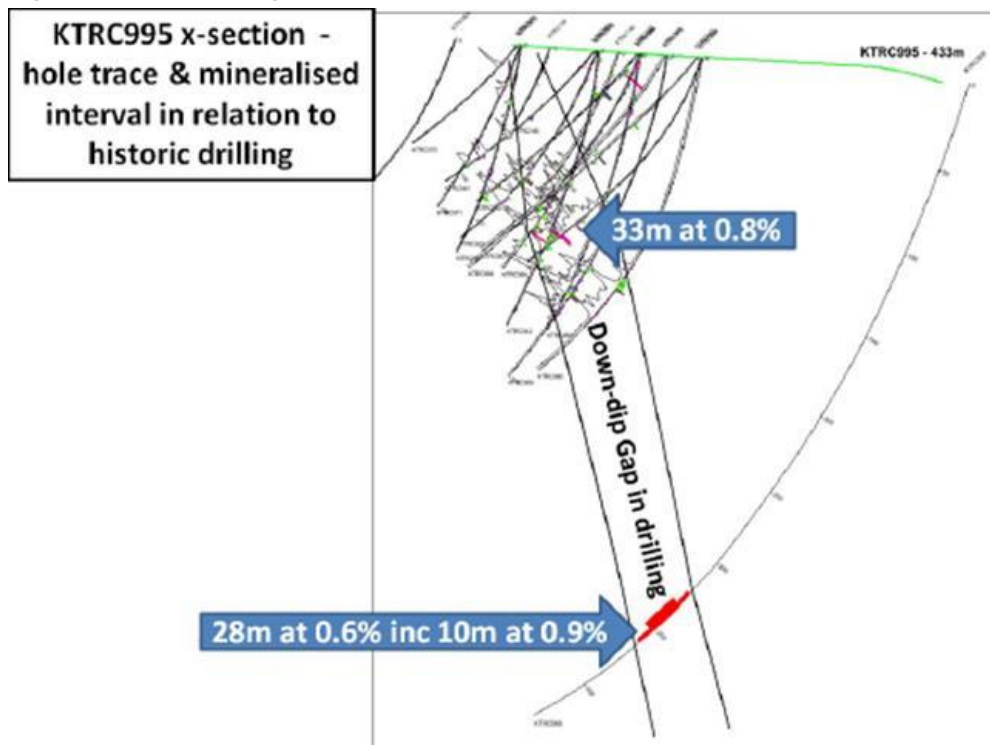
**Figure 4: Potential for second Giant Pit cutback due to lower operating costs**

■ Lower costs potentially allow a second cutback on the Giant Pit with existing resource.



Source: Company presentation

**Figure 5: Recent drilling cross section (KTRC995)**



Recent drilling 200m to the north of the Giant pit has intersected reasonable copper grades, which could potential be an extension down dip of the mineralisation of the Giant pit resource – further work will be undertaken over the next 12 mths

Source: Company presentation



**Table 6: Changes to forecasts**

	Dec-14A	Dec-15F	Dec-16F	Dec-17F	NPV (A\$ps)	Target price (A\$ps)
Underlying NPAT (A\$m) - previous	10.1	-0.8	12.0	12.3	0.82	0.80
Underlying NPAT (A\$m) - revised	10.1	-10.4	5.9	5.8	0.62	0.62
Change (A\$m)	0.0	-9.6	-6.1	-6.5	-0.20	-0.18
Change (%)	0%	119%	-51%	-53%	-25%	-23%

Source: Company data, Wilson HTM

## Valuation and risks

We value Hillgrove using a discounted cash flow methodology, on which we base our target price. We apply a weighted average cost of capital of 11.5%. The key downside risks to our target price are higher capex or operating costs, or lower achieved copper prices, than we have forecast. The main upside risks to our forecasts are higher-than-expected achieved prices, or shipments above our expectations.



PRICE TARGET		
	Val. A\$m	Val. A\$ps
Kanmantoo	136.200	0.724
Sumba & Bird's Head	0.000	0.000
<b>Total operations</b>	<b>136.200</b>	<b>0.724</b>
Net (debt)/cash	-1.928	-0.010
Corp overheads (incl WC)	-18.206	-0.097
Franking credits	0.000	0.000
Listed investments	0.000	0.000
Exploration	0.000	0.000
<b>Total valuation</b>	<b>116.066</b>	<b>0.617</b>
Premium (discount)		0.003
<b>Target price</b>		<b>0.620</b>

INTERIMS (\$m)					
Half-year (AUD)	Jul 13	Jan 14	Jul 14	Jan 15	
	1HA	2HA	1HE	2HE	
Sales revenue	92.5	74.3	80.2	78.2	
EBITDA	28.0	25.7	10.9	7.6	
EBIT	8.1	9.4	-6.3	-7.0	
<b>Net profit</b>	<b>5.8</b>	<b>4.3</b>	<b>-4.9</b>	<b>-5.5</b>	
<b>Norm EPS</b>	<b>3.9</b>	<b>2.8</b>	<b>-3.3</b>	<b>-3.7</b>	
EBIT/sales (%)	8.8	12.6	-7.8	-9.0	
Dividend (c)	0.0	0.0	0.0	0.0	
Franking (%)	0.0	0.0	0.0	0.0	

FINANCIAL STABILITY			
Year-end January (AUD)	FY14A	FY15F	FY16F
Net debt	10.2	8.5	-18.4
Net debt/equity (%)	4.3	3.8	<0
<b>Net debt/EV (%)</b>	<b>19.7</b>	<b>16.4</b>	<b>&lt;0</b>
Current ratio (x)	5.5	6.4	10.9
Interest cover (x)	4.9	<0	8.8
<b>Adj cash int cover (x)</b>	<b>14.0</b>	<b>8.5</b>	<b>39.1</b>
Debt/cash flow (x)	0.9	1.0	0.5
Net debt (cash)/share (\$)	0.1	0.1	<0
NTA/share (\$)	1.6	1.5	1.6
Book value/share (\$)	1.6	1.5	1.6
Payout ratio (%)	0	0	51
Adj payout ratio (%)	0	0	2

EPS RECONCILIATION (\$m)				
	FY14A		FY15F	
	Rep	Norm	Rep	Norm
Sales revenue	167	167	158	158
EBIT	23.8	17.5	-13.3	-13.3
<b>Net profit</b>	<b>16.4</b>	<b>10.1</b>	<b>-10.4</b>	<b>-10.4</b>
Notional earn	0.0	0.0	0.0	0.0
Pref/conv div	0.0	0.0	0.0	0.0
<b>Profit for EPS</b>	<b>16.4</b>	<b>10.1</b>	<b>-10.4</b>	<b>-10.4</b>
Diluted shrs (m)	148	148	148	148
<b>Diluted EPS (c)</b>	<b>11.1</b>	<b>6.7</b>	<b>-7.0</b>	<b>-7.0</b>

RETURNS				
	FY14A	FY15	FY16	FY17
ROE (%)	4.4	-4.5	2.5	2.4
ROIC (%)	5.0	-3.9	2.9	2.6
Incremental ROE	208.3	-382.1	-	-0.8
Incremental ROIC	-273.9	717.6	-101.8	6.3

KEY ASSUMPTIONS								
Year-end January (AUD)	FY13A	FY14A	FY15F	FY16F	FY17F	FY18F	FY19F	FY20F
AUD/USD	0.9684	0.9024	0.7762	0.7850	0.7975	0.8000		
Copper price (US\$/lb)	3.33	2.87	2.74	3.16	3.15	3.08		
Copper price (US\$/t)	7,332	6,356	6,046	6,972	6,944	6,779		
Gold price (US\$/oz)	1,412	1,267	1,210	1,250	1,243	1,223		
Silver price (US\$/oz)	23.9	18.9	17.2	18.8	19.6	19.8		
Copper prod payable (kt)	16.6	20.0	18.9	18.2	18.3	18.0		
Gold prod payable (koz)	5.5	6.3	5.7	9.7	13.6	13.6		
Cu. equiv prod payable (kt)	17.6	21.1	20.1	20.1	20.9	20.5		

PROFIT AND LOSS (\$m)								
Year-end January (AUD)	FY13A	FY14A	FY15F	FY16F	FY17F	FY18F	FY19F	FY20F
Sales revenue	139.2	166.8	158.4	170.5	176.0	176.8		
EBITDA	37.6	53.7	18.5	42.0	35.3	33.2		
Depn & amort	29.2	36.2	31.8	32.6	27.7	27.7		
<b>EBIT</b>	<b>8.4</b>	<b>17.5</b>	<b>-13.3</b>	<b>9.4</b>	<b>7.6</b>	<b>5.4</b>		
Net interest expense	5.9	3.6	1.6	1.1	-0.7	-2.2		
Tax	0.8	3.8	-4.5	2.5	2.5	2.3		
Minorities/pref divs	0.0	0.0	0.0	0.0	0.0	0.0		
Equity accounted NPAT	0.0	0.0	0.0	0.0	0.0	0.0		
<b>Net profit (pre-sig items)</b>	<b>1.7</b>	<b>10.1</b>	<b>-10.4</b>	<b>5.9</b>	<b>5.8</b>	<b>5.4</b>		
Abns/exts/signif	0.2	6.3	0.0	0.0	0.0	0.0		
<b>Reported net profit</b>	<b>1.9</b>	<b>16.4</b>	<b>-10.4</b>	<b>5.9</b>	<b>5.8</b>	<b>5.4</b>		

CASH FLOW (\$m)								
Year-end January (AUD)	FY13A	FY14A	FY15F	FY16F	FY17F	FY18F	FY19F	FY20F
EBITDA	37.6	53.7	18.5	42.0	35.3	33.2		
Interest & tax	-2.8	-2.4	-1.6	-1.4	0.3	-0.1		
Working cap/other	-23.8	-6.2	1.4	0.0	0.0	0.0		
<b>Operating cash flow</b>	<b>11.0</b>	<b>45.1</b>	<b>18.2</b>	<b>40.6</b>	<b>35.6</b>	<b>33.1</b>		
Maintenance capex	-3.0	-2.0	-2.0	-2.0	-3.0	-3.0		
<b>Free cash flow</b>	<b>8.0</b>	<b>43.1</b>	<b>16.2</b>	<b>38.6</b>	<b>32.6</b>	<b>30.1</b>		
Dividends paid	0.0	0.0	0.0	-0.7	-4.4	-4.4		
Development capex	-16.0	-28.1	-24.0	-11.0	-0.1	-0.2		
Invest/disposals	0.5	0.2	0.0	0.0	0.0	0.0		
Other inv flows	-3.7	0.0	0.0	0.0	0.0	0.0		
<b>Cash flow pre-financing</b>	<b>-11.3</b>	<b>15.1</b>	<b>-7.8</b>	<b>26.8</b>	<b>28.1</b>	<b>25.5</b>		
Funded by equity	10.2	0.0	9.5	0.0	0.0	0.0		
Funded by debt	-9.8	-21.9	0.0	-8.0	-2.0	-8.1		
Funded by cash	11.0	6.8	-1.7	-18.8	-26.1	-17.4		

BALANCE SHEET SUMMARY (\$m)								
Year-end January (AUD)	FY13A	FY14A	FY15F	FY16F	FY17F	FY18F	FY19F	FY20F
Cash	16.5	8.9	10.6	29.4	55.5	72.9		
Current receivables	5.0	5.0	2.3	1.3	0.7	0.3		
Current inventories	26.2	32.7	15.3	8.7	4.4	2.2		
Net PPE	215.3	212.8	202.1	179.0	154.4	129.8		
Investments	0.0	0.0	0.0	0.0	0.0	0.0		
Intangibles/capitalised	0.3	0.0	0.0	0.0	0.0	0.0		
Other	48.6	46.1	49.7	53.2	53.2	53.2		
<b>Total assets</b>	<b>311.8</b>	<b>305.4</b>	<b>280.0</b>	<b>271.6</b>	<b>268.2</b>	<b>258.5</b>		
Current payables	27.0	32.3	20.0	9.3	5.1	2.6		
Total debt	41.7	19.0	19.0	11.0	9.0	0.9		
Other liabilities	28.1	15.0	15.0	15.0	15.0	15.0		
<b>Total liabilities</b>	<b>96.7</b>	<b>66.4</b>	<b>54.1</b>	<b>35.3</b>	<b>29.2</b>	<b>18.6</b>		
Minorities/convertibles	0.0	0.0	0.0	0.0	0.0	0.0		
<b>Shareholder equity</b>	<b>215.1</b>	<b>239.0</b>	<b>225.9</b>	<b>236.3</b>	<b>239.0</b>	<b>239.9</b>		
<b>Total funds employed</b>	<b>256.8</b>	<b>258.1</b>	<b>244.9</b>	<b>247.3</b>	<b>248.1</b>	<b>240.8</b>		



## Hillgrove Resources Limited (HGO)

### BUSINESS DESCRIPTION

Hillgrove Resources Limited (HGO) is an Australian mining company focused on the operation of the Kanmantoo copper mine in South Australia, and exploration of its Indonesian tenements. The Kanmantoo copper mine is located less than 55 km from Adelaide. The open pit mine and processing circuit are operating with throughput of ~3.0-3.3 Mtpa producing ~80 kt of concentrate per annum (~20-22 ktpa of copper metal).

### INVESTMENT THESIS

Hillgrove completed a \$10m raising in 1H15 to provide sufficient working capital to allow it to complete the Giant Pit cutback and commit funds to a near mine exploration program aimed at increasing reserves. We value the company at \$0.62/sh. Hillgrove provides one of the few ways to gain copper production exposure on the ASX. We rate Hillgrove a BUY.

### REVENUE DRIVERS

- Copper and gold prices
- Improved mining rates and copper feed grades to the mill
- Successful exploration at Kanmantoo and Indonesia

### BALANCE SHEET

- Equity: 1,180.9m
- Options: 50m
- Market capitalisation: \$43m (at A\$0.22/sh)
- Cash: ~\$17.0m (30-Jun-15F)
- Debt: ~\$19.0m (30-Jun-15F)

### KEY ASSETS

The Kanmantoo copper mine (South Australia) is an open-cut mine with throughput of 3.0-3.3 Mtpa, producing approximately 80,000 tonnes of concentrate and containing about 20,000 tonnes of copper metal and 6-10,000 ounces of gold with exploration potential for further copper.

### RESERVES & RESOURCES

Kanmantoo:

- In-situ resource: 31.2 Mt @ 0.82% copper
- Long-term stockpile resource: 1.6 Mt @ 0.37% copper

### BOARD

- Dean Brown (Chairman)
- John Gooding (Non-Executive Director)
- John Quirke (Non-Executive Director)
- Douglas Snedden (Non-Executive Director)
- Edwin Zemancheff (Non-Executive Director)

### KEY ISSUES/CATALYSTS

- Maintaining production in excess of 20 ktpa
- Increased resource at Kanmantoo to increase mine life towards 10 years

### MANAGEMENT

- Steven McClare (Managing Director and General Manager, Kanmantoo Copper Mine)
- Paul Kiley (Chief Financial Officer)
- Shanthi Smith (Company Secretary)

### RISK TO VIEW

- Inability to achieve and maintain full production capacity at Kanmantoo

### MISCELLANEOUS AND OTHER

### CONTACT DETAILS

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## Disclosures and disclaimers

### Recommendation structure and other definitions

Definitions at <http://www.wilsonhtm.com.au/Disclosures>

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### Disclosure of interest. Hillgrove Resources Limited

The Directors of Wilson HTM Ltd advise that at the date of this report they and their associates have relevant interests in Hillgrove Resources Ltd. They also advise that Wilson HTM Ltd and Wilson HTM Corporate Finance Ltd A.B.N. 65 057 547 323 and their associates have received and may receive commissions or fees from Hillgrove Resources Ltd in relation to advice or dealings in securities. Some or all of Wilson HTM Ltd authorised representatives may be remunerated wholly or partly by way of commission.

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### Regulatory disclosures

Wilson HTM Corporate Finance Ltd acted as Lead Manager and joint Underwriter for the placement announced by Hillgrove Resources Ltd in May 2015 and earned fees for acting in this capacity. Wilson HTM Corporate Finance Ltd acted as Lead Manager for the placement announced by Hillgrove Resources Ltd in September 2013 and earned fees for acting in this capacity. Wilson HTM Ltd, Wilson HTM Corporate Finance Ltd and its related bodies corporate trades or may trade as principal in the securities that are subject of the research report. Wilson HTM Corporate Finance Ltd has received compensation for corporate advisory services from this company, its subsidiaries or affiliates during the previous 12 months.

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