

Market Analysis

Inside Market Analysis

Inexperienced investors, massive liquidity, leverage and FOMO. What could possibly go wrong?..... 1, 14
 Ardea Resources to mine Gold?..... 4
 The Reject Shop: Realise some profits 6, 7
 REJECT Village Roadshow low priced takeover 7

Australian Tax Loss Selling 8
 Neglect Ratings of New Zealand Shares 9
 Neglect Ratings of Australian Shares 11, 12
 Short Interest in Australian Shares 12, 13

Founder: James R Cornell (B.Com.)

Summary and Recommended Investment Strategy.

When shoeshine boys give stock tips - or laid off millenials with handout money start buying risky stocks - the market may be dangerously popular and we should start to worry. We will hold most of our shares, but consider some selling and build up a small cash reserve.

Investment Outlook.

The United States stockmarket is approaching all-time highs and most other stockmarkets have recovered over half of their earlier declines. This is not based upon the economic situation (e.g. the start-up, recovery and return to normal). More likely, Government cash hand-outs, intended to boost consumption, are inflating share prices!

US news sources report that “bored” millennials who lost their jobs have become day traders, using their government hand-out money to buy such (risky) assets as **US Global Jets ETF**. JETS owns US airline stocks, had total assets of just \$33 million at the start of March and has now expanded by 3000% to over \$1 billion in assets. Investor numbers are up from 500 to 30,000.

At the other extreme, Warren Buffett has sold all of his airline stocks and while we certainly don't agree with everything he does we'd back Buffett's judgement versus a “crowd” of 30,000 first time investors!

New millennial investors are also reported to be large buyers of leveraged “long” ETF index funds . . . and large buyers of leveraged “short” ETF index funds. Those are *conflicting* strategies - so at *least half* will be wrong and suffer a significant loss of capital. In fact, both are *extremely leveraged* strategies that could wipe out most of the equity of *both sides*. The current stockmarket rally could quickly wipe out the leveraged “short” investors and a moderate pull back could then wipe out the leveraged “long” investors!

In *any* situation a leveraged (long or short) ETF will under-perform expectations. In a fluctuating market that moved *sideways*, both types of fund would decline in value by 5-10% per year! See *International Investor*, Issue 281, May 2019 - which can be downloaded free from our website - for a short discussion on leveraged ETFs. (Spoiler Alert: Don't ever buy leveraged ETFs as a long term investment.)

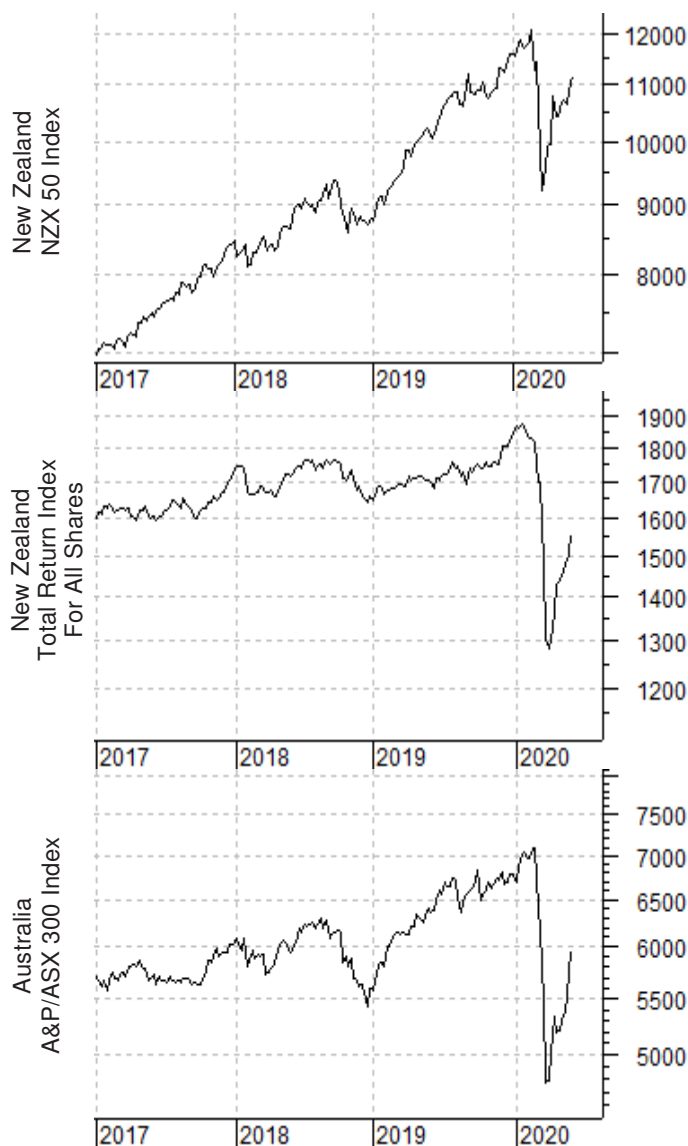
There are similar reports of people using the lockdown to learn about the stockmarket in New Zealand . . . also noting they were “more likely to take bigger risks”.

Stockmarkets are being driven by new, inexperienced investors - making very risky bets - and there is still too much leverage in the market. This never ends well.

(Continued on Page 15)

Stockmarket Forecasts

	One-Month	One-Year
Australia:	97% (Bullish)	72% (Bullish)
New Zealand:	90% (Bullish)	62% (Bullish)



Recommended Investments

Cavalier Corporation is “investigating a range of opportunities to realise additional funds”, including “the potential sale and lease back of land and buildings” (which would require shareholder approval).

Its bank has approved an increase in debt facilities “to cope with Covid-19” but “the company may not require this increase”.

Cavalier Corporation

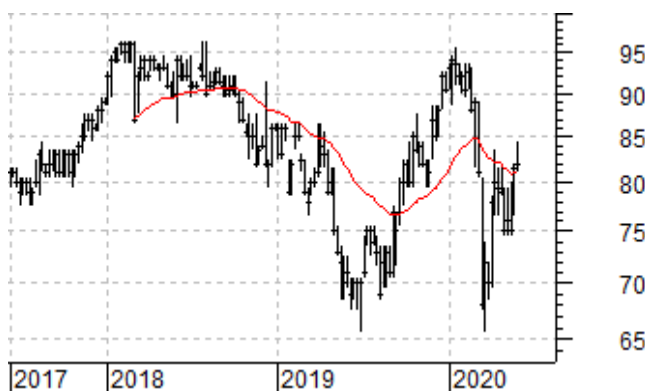


CDL Investments reports sales for the first four months to the end of April of \$18.8 million, up 26.2% on the previous year. Much of this is probably *settlements* of sales contracts signed in late 2019 or early 2020 before the Covid-19 lockdown.

Cash on hand at 30 April was \$61.1 million (21.9 cents per share), up from \$54.1 million on 31 December 2019.

The “economic downturn” is expected to “impact section sales” in the September 2020 quarter and into 2021 but the business is “nimble and able to accelerate development work where demand warrants it and turn off where it doesn’t”. The current year will be profitable, but below the record profit in 2019.

CDL Investments



Colonial Motor Company reports that new vehicle registrations in New Zealand were down 37% in March (i.e. compared with the same month in 2019), down 90% in April (during the Level 4 lockdown) and down 32% in May (with a return to Level 3 in late April and Level 2 in mid-May).

Company revenues fell 37% in March and 82% in April - when car dealerships were closed except for heavy truck and tractors sales and services to essential businesses.

Most employees and directors are on 80% of normal pay, with Government subsidies covering one-third of normal payroll. Future new vehicle sales will depend upon consumer confidence.

Write-downs in property, inventory and receivables may be necessary for the current year to 30 June 2020.

Colonial Motor Company



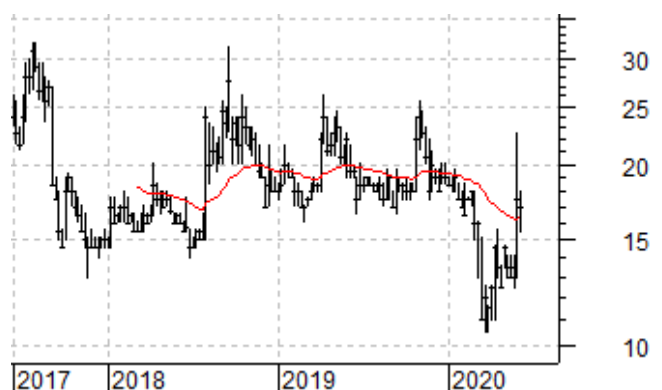
Australian Shares

(This section is in Australian currency, unless stated.)

Acrux Ltd has entered a sales, marketing and distribution agreement with US based **TruPharma LLC** for six new products at various stages of development. Under the agreement Acrux will continue to “conduct the development, scientific and bioequivalence activities” and seek regulatory approval with the **FDA**, while TruPharma will manage each FDA application, and manufacture, market and distribute each product.

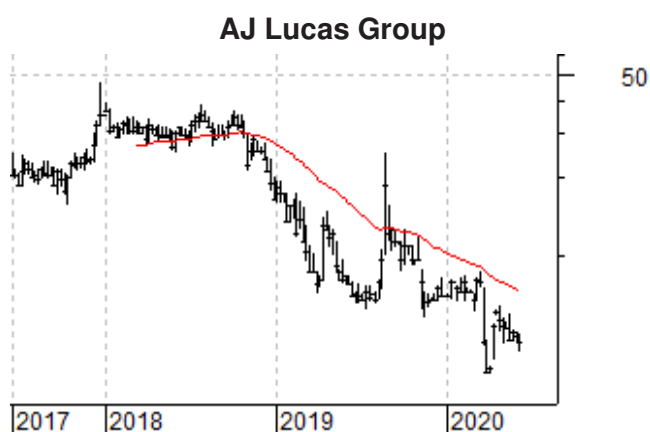
Acrux and TruPharma will “share the gross profits from the sale” of these products. TruPharma is a small US business that specialises in this type of partnership to bring products to market.

Acrux Ltd



AJ Lucas Group reports its *Drilling* business earnings are “similar to the prior financial year”, with high rig utilisation and no significant impact from Covid-19.

Cuadrilla Resources (which is now wholly owned) has been merged into the group. A “return to operations will not take place this calendar year” and awaits the lifting of a moratorium on hydraulic fracturing. Cuadrilla is also reviewing the potential for conventional oil and gas exploration - that does not require hydraulic fracturing - “within an extensive UK inshore licence acreage”.



ALS Ltd lifted revenues, profits and cash flows, but cut its final dividend as “prudent capital management” during the Covid-19 situation.

Year to 31/3/2020

	Latest	Previous	Change
Revenues	\$1,836.1m	\$1,672.5m	+9.8%
Net Profit	\$188.8m	\$181.0m	+4.3%
Net Cash Surplus	\$259.0m	\$218.8m	+18.4%
Earnings per share	39.1c	37.3c	+4.9%
Dividends per share	17.6c	22.5c	-21.8%

In addition there were impairment losses of \$90 million and a gain of \$55.5 million on the sale of the Environmental testing business in China.

(Continued on Page 4)

Portfolio of Recommended Investments

CURRENT ADVICE	Company	Code	Initial Recommendation - Date -	Price	Performance Forecast	Issued Shares (mil.)	Vola- tility Ratio	Price/ Sales Ratio	Price/ Earnings Ratio	Gross Dividend Yield	Recent Share Price	Cash Dividends Rec'd	Total Return %
<u>NZ Shares</u>													
BUY	CDL Investments Ltd	CDI	12/01/99	25.0	C	278.1	1.3	2.68	7	5.9	82	43.3	+401%
HOLD	Cavalier Corporation	CAV	05/12/95	156*	D	68.7	2.1	0.12	8	Nil	23	282.0	+96%
HOLD	Colonial Motor Company	CMO	10/11/92	128*	B	32.7	0.4	0.25	10	9.2	680	657.8	+945%
HOLD+	South Port New Zealand	SPN	13/02/96	120	C	26.2	0.4	4.12	18	5.2	690	336.3	+755%
HOLD	Steel & Tube Holdings	STU	08/08/00	139*	E	166.0	1.3	0.22	11	10.4	67	351.1	+201%
<u>Australian Shares (in Aust cents)</u>													
HOLD	Acrux Limited	ACR	12/05/14	99.0	C	166.7	2.3	5.36	NE	Nil	17.0	14.0	-69%
BUY	Ardea Resources	ARL	13/01/20	54.5	C	117.3	2.2	NA	NE	Nil	30	Nil	-45%
HOLD	AJ Lucas Group	AJL	13/05/03	107*	E	1462.7	4.8	0.28	NE	Nil	4.6	36.4	-62%
HOLD+	ALS Limited	ALQ	12/10/99	72.3*	B	482.4	0.5	1.90	18	2.4	723	358.4	+1395%
HOLD	Atlas Pearls & Perfume	ATP	14/05/96	73.0	E	424.8	16.8	0.16	NE	Nil	0.6	17.5	-75%
HOLD+	Brickworks Ltd	BKW	12/11/12	1115	A	149.9	0.4	2.63	10	3.5	1613	320.5	+73%
HOLD+	CardieX Ltd	CDX	11/11/13	15.0	C	695.5	6.9	4.81	NE	Nil	2.7	Nil	-82%
HOLD	CPT Global Ltd	CGO	10/03/08	88.0	B	37.8	2.8	0.17	5	6.0	12.5	20.0	-63%
BUY	Cynata Thera.	CYP	13/03/17	50.0	E	101.9	1.2	NA	NE	Nil	67	Nil	+33%
BUY	Elixir Energy	EXR	07/12/19	4.2	E	500.9	5.6	NA	NE	Nil	3.7	Nil	-12%
BUY	Ellex Medical Lasers	ELX	14/03/06	49.0	C	143.6	1.4	0.87	NE	Nil	50	Nil	+1%
HOLD	FBR Limited	FBR	07/07/17	13.5	C	1798.0	4.3	NA	NE	Nil	6.3	Nil	-53%
HOLD-	Fiducian Group	FID	11/02/08	260	A	31.4	0.7	3.37	16	4.2	525	139.6	+156%
BUY	Finbar Group Ltd	FRI	12/04/10	106	B	272.1	1.1	1.32	20	8.0	75	77.5	+44%
BUY	Greenland Minerals	GGG	11/11/19	11.0	C	1191.0	2.6	NA	NE	Nil	13.5	Nil	+23%
HOLD	Ignite Ltd	IGN	08/04/03	82.2*	C	89.6	8.9	0.01	NE	Nil	1.6	70.5	-12%
HOLD	Iluka Resources Ltd	ILU	12/10/04	471	A	422.8	0.5	3.19	14	1.4	901	314.0	+158%
HOLD	Integrated Research	IRI	14/01/08	40.0	A	171.9	0.5	6.14	28	2.1	360	66.8	+967%
HOLD	McMillan Shakespeare G	MMS	07/11/16	1041	B	77.4	0.6	1.45	9	7.7	964	247.0	+16%
HOLD	Michael Hill Int'l Ltd	MHJ	11/06/91	4.4*	B	387.8	1.7	0.26	9	10.4	39	72.3	+2402%
BUY	Mt Gibson Iron	MGX	10/11/14	44.0	B	1157.7	1.6	2.86	11	5.7	71	9.0	+81%
HOLD-	Opthea Limited	OPT	10/02/04	188	B	269.2	0.7	NA	NE	Nil	336	65.0	+113%
HOLD	OZ Minerals	OZL	14/03/16	522	B	324.2	0.5	2.93	20	2.3	1003	71.0	+106%
BUY	Prophecy International	PRO	08/09/08	26.0	C	64.0	1.3	3.93	NE	Nil	66	24.5	+246%
BUY	Reckon Limited ¹	RKN	08/08/16	141	A	113.3	1.1	1.05	10	7.1	70	13.0	-13%
HOLD	SIV Capital Ltd	SIV	13/11/17	740	C	39.3	1.3	0.12	NE	Nil	70	10.0	-89%
HOLD+	St Barbara	SBM	12/08/19	396	A	703.1	0.6	3.21	15	2.7	300	8.0	-22%
HOLD-	The Reject Shop Ltd	TRS	11/01/05	250*	A	38.2	0.5	0.23	NE	1.7	602	506.7	+343%
HOLD	Village Roadshow	VRL	10/08/09	71.1*	C	195.2	0.7	0.43	NE	2.3	215	289.3	+610%
HOLD	Woodside Petroleum	WPL	08/04/19	3410	B	954.4	0.5	3.18	15	5.5	2336	136.4	-27%

The average Total Return (i.e. both Capital Gains/Losses plus Dividends received) of all current investments from initial recommendation is +243.2%. This is equal to an average annual rate of +20.9%, based upon the length of time each position has been held.

The average annual rate of gain of ALL recommendations (both the 35 current and 173 closed out) is +27.3%, compared with a market gain of +3.3% (by the SRC Total Return Index).

CURRENT ADVICE is either Buy, Hold+, Hold, Hold- or Sell. Hold+ indicates the most attractive shares not rated as Buy. Hold- indicates relatively less attractive issues.

* Initial Recommendation Prices adjusted for Share Splits, Bonus and Cash Issues.

(1) Reckon Ltd's return includes 1/3 share of GetBusy plc (GETB) worth 66 pence (120.0 Aust cents) cents.

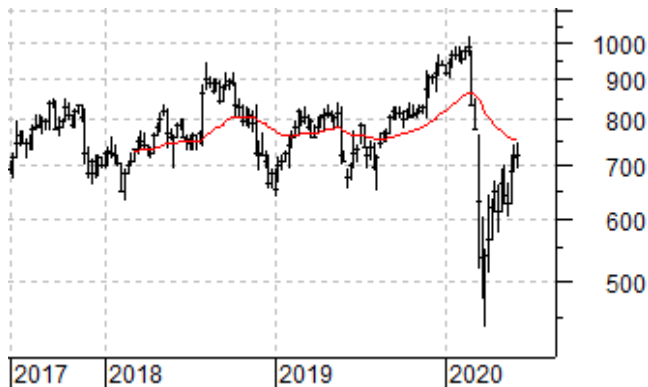
Recommended Investments

(Continued from Page 3)

Life Science revenues rose 13.0% to \$939.2 million with earnings up 15.7% at \$143.9 million. *Commodities* revenues were up 3.5% at \$642.2 million (despite a 9% fall in sample volumes), with earnings down 3.1% at \$162.5 million. Commodity samples fell sharply in April (i.e. after this reporting period) owing to the global lockdown.

Industrial revenues rose 17.6% to \$250.5 million, with earnings up 13.1% at \$24.2 million.

ALS Ltd



Ardea Resources reports an Inferred Mineral Resource at *Big Four Gold* of 178,000 tonnes at 2.7 grams/tonne of Gold, or 15,300 ounces of Gold. The company has a mining lease for *Big Four Gold* and held preliminary discussions about processing at a third party owned plant.

A proposed mining strategy is to commence with a starter pit down to 20 metres to collect geotechnical data or to drill two holes first to further upgrade the resource.

The company has received a \$2 million R&D tax refund, boosting cash on hand to \$10.4 million (8.9 cents per share).

Ardea Resources



Atlas Pearls reports that the two instalments (of \$750,000 and \$500,000) owing to **Boneyard Investments** are now scheduled for repayment on 30 June.

Atlas Pearls



Cynata Therapeutics increased the size of its *Share Purchase Plan* from \$2.0 million to \$4.8 million. Both the share placement and SPP raised a total of \$8.3 million.

Shareholders applied for \$10.66 million worth of shares, of which \$4.8 million was accepted. All applications were scaled back to about 44.8% of the new shares for which shareholders applied.

Cynata Therapeutics



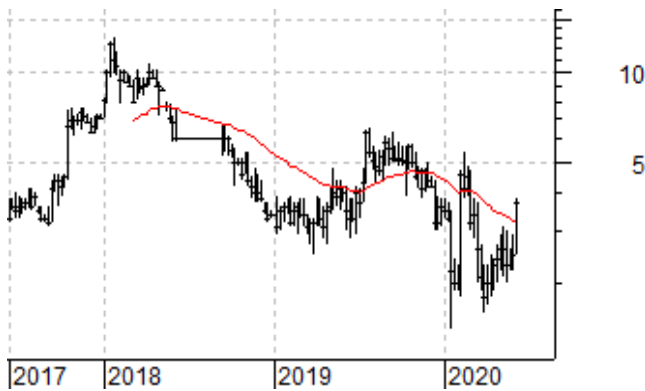
Elixir Energy's \$250,000 *Share Purchase Plan* was also heavily over-subscribed, with shareholder applications totalling \$2.9 million!

The SPP was increased to \$1.65 million and applications will be scaled to 75% of the number of original number of shares held, subject to a minimum of \$2500 (i.e. 125,000 shares) and the maximum of \$30,000 (i.e. 1,500,000 new shares for shareholders who held at least 2,000,000 shares before the offer).

The share placement and SPP therefore raised a total of \$3.35 million and this will allow the company to expand its planned exploration, with increased 2D seismic coverage, further exploration holes “in both the *Nomgon* sub-basin and in new sub-basins” and “possibly following up a successful strat-hole with one or more fully tested core-holes”.

Field work will commence in early July. Mongolia has only recorded 50 Covid-19 cases, and no deaths, on a population of 3.2 million. There is an international travel ban but the company has local management and resident expats, requires no equipment imports and uses experienced local sub-contractors for drilling and other services.

Elixir Energy



FBR Ltd's share price more than *tripled* to a high of 10.5 cents (before dipping back) after announcing an increased laying speed of 200 blocks per hour for its second *Hadrian X, H02*. That is 300% faster than *H01* achieved in February 2019. The company notes that “200 blocks per hour throughout the course of a full house build makes the *Hadrian X* commercially competitive and its use case highly compelling”.

H01 is “undergoing more substantive upgrades of both software and componentry which are expected to deliver an even greater speed increase over and above that achieved by *H02* in the coming months”.

While this is all good news, the company is still *primarily* focused on building bigger, better, faster robot toys . . . not on the commercialisation of this technology by building actual structures for customers and earning revenues and income. Even with a 4-fold increase in the laying speed, management's focus is not winning business but simply to make *H01* even faster than *H02*.

Net cash burn is now under \$1 million per month and the company had \$5 million in the bank at the end of May and expects to receive a \$4 million R&D tax refund in September.

There is good technology here and we would like to see FBR Ltd commercialise this technology as this would build a very large business and generate significant shareholder wealth.

FBR Ltd



Finbar Group has completed the *One Kennedy Maylands* development. 43% of the 123 apartments in the \$54.4 million development were pre-sold, realising \$23.5 million in initial settlements starting this month.

These settlements will leave Finbar Group debt-free with approximately \$187 million of completed stock (on all projects) available for sale, with just under half attributable to joint venture partners (i.e. Finbar Group's share is worth more than 35 cents per share).

80% of sales were to owner occupiers, with 40% being first home buyers.

Group sales were depressed in April but improved in the second half of May, while pricing has remained steady.

Finbar Group has also established its own sales division after recruiting the former team from **Knight Frank** which has marketed their properties for the last 14 years.

Finbar Group



Iuka Resources had “no net debt” as at 31 March 2020. That is, cash in the bank slightly exceeded the \$63 million of debt (drawn against facilities totalling \$548 million).

The final \$40 million testing of the commercial viability of a new *Underground Mining Technology* (UMT) will begin “as soon as practicable” on the “large, deep, high grade rutile, zircon and ilmenite rich deposits” at *Balranald*. If successful, production units will be designed in 2021 and production will begin in 2022. One production unit would require a capital investment of \$80-100 million, while a second unit would cost just \$55-75 million. Each unit could produce 180-200,000 tonnes per annum of Heavy Mineral Concentrate.

Balranald has a Mineral Resource of 45 million tonnes at 31.6% heavy mineral, or 14.4 Mt of HM. That would indicate a mine life of 70 years with one production unit (or 35 years with two units). This is a very large, high grade deposit, but too deep for conventional mining methods.

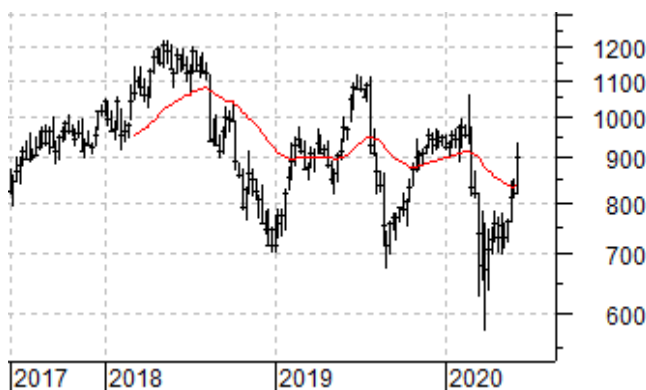
A successful UMT would make other deep global deposits commercially viable. (Continued on Page 6)

Recommended Investments

(Continued from Page 5)

The demerger of the iron ore royalty business is still scheduled for the second half of 2020. As previously reported, annual production from 2023 will increase 140% to 145 Mtpa for over 25 years. The North and South Flank mining areas cover 360km² but the total royalty area covers 1028km², so lower grade ores will likely be mined for a century. The royalty company will also own five other royalty interests established by Iluka Resources: *Yoongarillup Mineral Sands* (operated by **Doral Mineral Sands**, royalty revenue \$600,000 in 2019) and four other currently non-operating mineral sands/gold royalty interests (which can earn milestone payments and on-going royalties if and when mining occurs).

Iluka Resources



Michael Hill International re-opened some of its Australian and New Zealand stores from mid-May and some Canadian stores from late May.

At least five under-performing Australian stores, three New Zealand stores and one Canadian store will not re-open and further closures are likely based on performance and the outcome of landlord negotiations.

Digital sales in early May exceeded the previous peak digital sales for Christmas 2019.

Michael Hill International



Mt Gibson Iron remains an attractive, cash-rich, income producing business and investment. From around US\$85-90/tonne in late 2019, Iron Ore prices dipped only slightly to US\$75-85 tonnes in March/April and

have since recovered to around US\$100/tonne so far in June.

Mt Gibson Iron



Reckon Ltd reports it has “noticed no material changes to performance” owing to Covid-19. 90% of revenue is subscription based.

Business Group revenues for the first four months (i.e. to the end of April) were up 9% compared with the same period in 2019, while cloud users increased 6% to 80,000 since the end of 2019.

The *Accounting Group* launched a new cloud practice management product and a new cloud Scan and Print Workflow product will be launched in July, but Accountants are expected to “be slower to take up new technology in these times”.

Legal Group revenues are up 14% (although only 6% in constant currency terms) but expected to slow as “new business has become more difficult to close and install”. In the United States the *Legal Group* has received a US\$800,000 loan under the *CARES Act* and most of that loan will be written off if the company retains its US employees.

Reckon Ltd



The Reject Shop's share price has risen sharply - and for investors with a larger holding in this company it may be appropriate to realise part (e.g. 25-35%) of this investment.

As previously reported, the company had \$51.9 million net cash at 31 December 2019 but cancelled its interim dividend *and* raised an additional \$25 million

through a cash issue. That should give a cash holding of \$76.9 million or 201 cents per share. At the time, and even now with hindsight, that does not look like a good capital management decision.

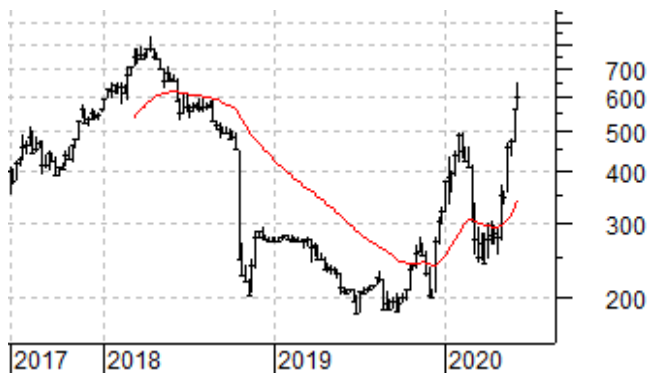
During February and March the company reported significantly higher revenues - probably from pre-Covid-19 panic buying and stockpiling. These sales were likely made at higher margins . . . which can compound to result in significantly higher profits, at least in the short term.

The company, however, has provided no updates on revenues since its announcement of 23 March. One of the major shareholders, **Grahger Retail**, sold a few shares in early May, reducing its holding from 15.56% to 14.50%. Since then the share price has risen 75% to 602 cents.

We like the business and believe it could do much better . . . but there are some uncertainties. The company provided revenue updates in late February, mid-March and late March, but has been silent about business conditions and revenues in April and May. The pre-Covid-19 boom may not have continued and retail sales may be depressed going forward. What is the current situation sourcing new products in China? Are there any significant supply chain issues?

At current share prices it may be prudent to realise some of this investment and boost our cash holding.

The Reject Shop



Village Roadshow's major shareholders appear to be seeking to buy out the public shareholders at a low price through private equity company **BGH Capital Pty** via a scheme of arrangement.

The company has entered an exclusive *Transaction Process Deed* with BGH.

There are two suggested options. “Structure A” would see insiders paid mainly in equity (and some cash) while the public shareholders would be bought out for cash (with the option to buy 15% of the equity). The consideration for the public shares would be 220 cents (plus up to another 20 cents if the Theme Parks and Cinemas are open at the date of the transaction).

The “Structure B” offers the public a lower 210 cents

(plus up to another 20 cents) with the *insiders* receiving 45% of the equity and the public would receive cash (with the option to re-invest some of that for 10% of the equity).

Why two proposed structures? Perhaps because “Structure A” is so bad that the only way to get the public shareholders to agree is to offer “Structure B” (i.e. worse). Of course, the third option is reject both proposals.

Under “Structure A” insiders will own 30% of the equity, other public shareholders 0-15% and BGH Capital investors 55-70%. Under “Structure B”, insiders would own 35% of the equity, public shareholders 0-10% and BGH Capital 55-65%

BGH Capital originally proposed this takeover in January at an indicative price of 400 cents!

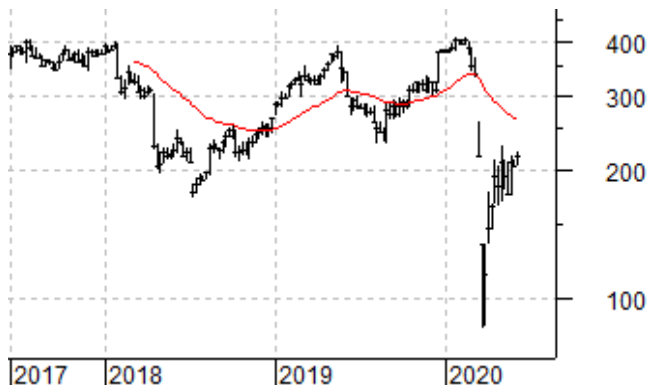
We are not particularly interested in owning equity in a private equity fund owning Village Roadshow (i.e. the existing business, plus more debt and fees to BGH Capital) but this is clearly a transaction to buy out the public shareholders cheaply in cash, while insiders largely maintain their ownership in the business (and their management jobs).

This is a very opportunistic offer and where *insiders* receive *equity* but the public shareholders receive *cash*. Shareholders will get to vote on these schemes of arrangement as early as mid-June (but probably later) and this is a situation where it could be very important to vote “No” on both proposed structures for this transaction!

While its Theme Parks and Cinemas remain closed, Village Roadshow expects a cash outflow (after *JobKeeper* subsidies) of \$10-15 million per month. Further expenditure will be necessary before re-opening and after re-opening the businesses are not expected to immediately generate positive cashflows. Cash and undrawn facilities were \$63 million at the end of April and expected to be \$32 million by the end of June.

Village Roadshow is negotiating with its lenders to increase its debt financing facilities and in discussion with industry groups, State and Federal Governments “to develop financial action plans and support”.

Village Roadshow



Australian Tax Loss Selling

Australian resident investors (but not foreign investors) are subject to a *realised* capital gains tax (CGT) on share investments. In certain circumstances this could lead to some last minute “tax loss selling” to realise losses just ahead of the 30 June end of the tax year. Realised capital losses can be deducted from realised capital gains, with the net gain subject to tax.

Smaller company shares subject to this tax loss selling could become very depressed in the last week of June . . . only to bounce back in value by mid to late July. This offers a potential short term trading opportunity.

Some of these shares could be very depressed recovery situations and be suitable as long term investments.

Australian Capital Gains Taxes

Australian companies, Australian trusts and Australian investors are all subject to this realised capital gains tax, but at different rates. Companies pay tax on the full capital gain at the company tax rate of 30% (or 27.5% for smaller “base rate” companies).

Trusts have a 33.33% CGT discount (i.e. pay tax on two-thirds of the net gain) at a 30% tax rate and individuals have a 50.0% CGT discount but pay this tax at their marginal tax rate (i.e. up to 45%).

So a \$10,000 realised capital gain will result in tax of \$3000 or \$2750 for a company, \$2000 for a trust and up to \$2,250 for an individual.

For an investor with realised capital gains so far this tax year, realising a \$10,000 capital loss will result in a tax saving of \$2250 to \$3000.

Trading Tax loss Selling

As a short term trader or long term investor, depressed share prices towards the end of June may offer an attractive buying opportunity to acquire shares at even more depressed prices.

If an investor (with a potential CGT liability) owns 10,000 shares with a cost price of 110 cents but a current market price of 10 cents, then selling those shares before 30 June will realise a \$10,000 capital loss (to offset against other realised capital gains) and a CGT saving of \$2250-3000.

Selling the shares at 10 cents will realise only \$1000 in cash - so the CGT saving far exceeds the value received from selling the shares. To realise that larger CGT saving the seller may be relatively indifferent to the actual price received for the shares, willing to sell for 8 cents or even 5 cents to realise the larger tax saving in the current tax year.

The trader who seeks to buy into this weakness aims to acquire the shares at 5-8 cents, expecting the price to return to around 10 cents by mid to late July. In fact, the shares are probably already depressed by smarter tax selling in May and early June, so once this tax loss selling ends (i.e. after 30 June) the shares may bounce back to 12-15 cents.

Often an investor may sell in June to realise a tax loss and wish to later repurchase the shares to maintain their investment in the company. The Australian Tax Office

can disallow the CGT loss on such a “wash sale” if the repurchase occurs within an undefined “short period” of time. Nevertheless, some investors may sell in late June and repurchase those same shares in late July or early August.

Tax Loss Trading Strategy

The most likely shares to be subject to tax loss selling (and become further depressed in late June) are the shares that have fallen the greatest percentage in value. Investors will likely have potential CGT losses in these shares.

Ideally those shares will be at or close to their lows.

Both large and smaller company shares can be subject to tax loss selling, but it just takes a small number of sellers in a small, more illiquid share to depress the price a further 10-30%. Smaller companies may therefore offer the best opportunities to buy at depressed prices.

It is, of course, more difficult to acquire shares in smaller, illiquid shares. It could be possible to produce a list of potential smaller company shares that may be subject to tax loss selling. The trader or investor could then place limit buy orders at or below the last trade or current bid price . . . but perhaps only 20-50% of those orders will be filled. This is not a situation where one should chase prices higher to fill an order!

Having produced a potential list of shares that could be subject to tax selling, we would favour those companies that meet some standard share selection criteria.

We would favour shares with the most insider buying. The directors, who know the company best, would see recovery potential in the shares. The investors selling may be motivated solely by the short term tax advantage of realising the loss.

Low priced, very high volatility shares - especially at depressed prices - could be attractive. These benefit from the fact that the returns of individual shares are “skewed to the right” or “positively skewed” . . . which simply means that your losses are limited to 100% but there is no limit to potential gains.

Shares with high short interest (and high relative to historical levels) could also be attractive, although these would tend to be larger company shares. Investors who have borrowed shares to sell them short must, at some time in the future, repurchase those shares on-market and return them to the lender. So high short interest is future potential buying demand.

And, of course, companies with attractive businesses or attractive development projects should be preferred.

Summary and Strategy

Given that markets have been to new highs, fallen to panic lows and then recovered there may be a large number of investors who have realised capital gains accrued over many years. There could be significant tax loss selling in late June.

We shall prepare a report in two weeks time (emailed 22 June) highlighting depressed “tax loss selling” shares that may be attractive buying situations.

Computer Selections of NZ Shares based upon our Comprehensive Share Selection Criteria

For an explanation of this table see the *Share Selection Methods* report available from our website. These shares are not formal “buy” and “sell” recommendations, but the “Under-Valued”, “Best Performing” and “Income” shares should be considered for purchase, while the “Over-Valued” and “Worst Performing” shares can generally be sold to release money for re-investment in more attractive shares.

Company	STRENGTH RATING				Price to NTA	Return on Equity	Volatility	Price/Earn. Ratio	Dividend Yield	Price/Sales Ratio	Market Cap'n
	Share Price	Cur. rent	4-Wk Chg.	Rank 0-99							

UNDER-VALUED SHARES: Lowest Price/Sales, Yld > 0, Rel Strength > 0
None

BEST PERFORMING SHARES: Strongest Shares, P/E < 20, P/S < 1.0
None

INCOME SHARES: Highest Yields, Capitalisation > NZ\$100 million

Sky Network TV	16	-35.7	+0.0	95	2-0	5	0.2	11	1.8	2	65.5	0.21	237
Z Energy Ltd	306	-22.8	-2.4	86	4-0	4	1.3	20	0.7	7	19.5	0.22	1,224
Air New Zealand	164	-32.1	-2.9	94	2-4	5	0.9	13	0.8	7	18.6	0.32	1,841
Kathmandu Ltd	122	-39.6	-9.0	97	0-0	3	0.6	13	0.8	5	18.2	0.51	276
Tourism Hold.	235	-32.3	-0.7	94	1-0	3	1.1	11	0.6	10	16.0	0.73	310
Hallenstein G.	403	-20.7	-0.9	77	0-12	-	3.2	39	0.4	8	15.2	0.83	240
Turners Auto.	176	-21.9	-3.4	83	2-1	-	0.7	10	0.7	7	13.4	0.45	152
NZ Refining Co	89	-31.1	-2.4	92	0-0	2	0.4	4	0.7	9	11.7	0.77	2,782
Warehouse Group	215	-11.0	-1.2	58	0-0	4	1.5	14	0.5	11	11.0	0.24	742
Steel & Tube	67	-16.4	-0.6	69	4-0	4	0.4	4	0.8	11	10.4	0.22	111

INSIDER BUYING: Most Insider Buying, Relative Strength > 0

Sol. Dynamics	211	+6.4	+3.0	7	3-0	-	10.0	34	0.4	29	3.5	1.83	30
F & P Health.	2808	+20.2	-1.9	2	3-0	7	72.5	86	0.4	84	1.1	N/A	16,028
Comvita	304	+5.6	+10.8	7	7-4	1	0.9	-	0.5	NE	Nil	0.92	157
Mercer Group	26	+3.0	-0.9	10	2-0	-	3.7	-	1.2	NE	Nil	0.57	16
Chorus Ltd	795	+9.8	+0.4	6	3-1	4	3.6	5	0.5	66	4.0	3.60	3,492
Tilt Renewables	343	+0.1	-1.3	13	3-1	-	2.5	2	0.6	132	Nil	8.33	1,610
Blis Technology	8	+28.6	+4.6	1	1-0	-	22.9	-	3.0	NE	Nil	N/A	91
Pushpay Hold.	706	+25.5	+15.9	1	1-0	-	32.4	46	0.6	70	Nil	N/A	1,943

OVER-VALUED SHARES: Highest Price/Sales Ratios, Relative Strength < 0

Investore Prop.	176	-3.9	-0.1	28	0-0	4	1.1	11	0.4	10	4.2	9.75	461
Argosy Property	120	-14.2	-1.8	65	3-1	5	0.9	13	0.5	7	5.3	9.24	947
IkeGPS Limited	74	-7.8	-1.3	48	1-1	-	7.2	-	0.8	NE	Nil	8.37	67
Stride Property	162	-19.5	-3.9	76	0-0	-	0.8	13	0.4	6	8.0	7.98	590
MetLifeCare	434	-16.6	-7.9	71	4-0	3	0.6	3	0.6	24	2.5	7.45	926
Napier Port	350	-9.5	+2.1	51	1-0	2	2.1	2	0.7	102	1.0	7.01	698
TruScreen Ltd	6	-17.6	-4.4	72	3-0	-	1.1	-	2.1	NE	Nil	5.92	13
NZ Exchange Ltd	145	-0.5	+1.1	16	4-0	2	6.2	18	0.5	34	5.8	5.84	394
Kiwi Property	113	-21.4	-3.4	81	1-0	5	0.8	7	0.5	12	6.2	5.66	1,619
Allied Farmers	67	-7.4	+0.6	45	0-2	-	26.6	28	0.9	95	0.4	5.63	120
Cooks Global Fd	6	-7.6	+1.8	47	0-0	-	-	-	3.0	NE	Nil	4.78	28
Asset Plus	39	-20.8	-3.8	78	0-0	-	0.6	3	0.7	17	9.2	4.73	63
Heartland Group	134	-19.5	-3.6	76	0-0	-	1.3	10	0.5	13	7.8	4.68	630
Delegat Group	1135	-7.1	+3.5	43	0-0	1	3.1	13	0.4	24	2.1	4.13	1,148
South Port NZ	690	-4.7	+1.2	30	0-0	-	4.2	23	0.2	18	5.2	4.12	181
Arvida Group	137	-11.5	-3.9	60	0-1	2	1.0	11	0.6	10	4.7	3.72	567
Mercury NZ	477	-5.4	-0.6	33	5-1	5	2.0	7	0.5	29	4.4	3.70	6,678
Meridian Energy	492	-4.9	-0.3	31	1-1	5	2.3	6	0.6	37	4.6	3.61	12,610
NZ Windfarms	15	-3.5	+0.4	25	0-2	-	1.0	1	1.3	67	20.7	3.43	42
Oceania Health.	95	-18.6	-2.5	74	11-3	-	-	-	0.7	13	4.9	3.06	580

WORST PERFORMING SHARES: Weakest Shares, P/S Ratio > 0.25, Yield < Twice Average

Vital Health PT	258	-58.3	+0.0	98	0-0	3	1.4	9	0.4	16	3.4	N/A	1,484
Vista Group Ltd	185	-36.5	-3.4	97	5-0	2	2.1	8	0.9	25	2.5	2.34	306
Gentech Group	176	-35.9	+1.0	96	0-0	3	0.9	6	0.4	15	Nil	1.55	174
Augusta Capital	70	-28.3	-16.6	91	2-0	1	0.7	8	0.6	9	8.6	2.54	61
Moa Group Ltd	17	-25.6	-2.1	88	0-0	-	1.5	-	1.3	NE	Nil	0.75	12
Serko Limited	344	-25.6	-2.1	88	0-0	-	10.6	6	0.8	170	Nil	N/A	278
Evolve Educat.	12	-22.7	+1.5	85	1-0	-	-	-	1.4	NE	Nil	N/A	21
Sky City Ltd	288	-22.3	-0.8	84	1-0	7	1.7	13	0.4	13	9.6	2.41	1,936
Kiwi Property	113	-21.4	-3.4	81	1-0	5	0.8	7	0.5	12	6.2	5.66	1,619
WN Drive Tech.	11	-20.9	-1.1	79	0-0	-	4.6	-	1.5	NE	Nil	0.50	30
Asset Plus	39	-20.8	-3.8	78	0-0	-	0.6	3	0.7	17	9.2	4.73	63
Heartland Group	134	-19.5	-3.6	76	0-0	-	1.3	10	0.5	13	7.8	4.68	630
Stride Property	162	-19.5	-3.9	76	0-0	-	0.8	13	0.4	6	8.0	7.98	590
Akd Int Airport	696	-18.8	-1.2	75	0-3	6	1.5	11	0.3	13	4.3	N/A	8,370
Oceania Health.	95	-18.6	-2.5	74	11-3	-	-	-	0.7	13	4.9	3.06	580
Fletcher Build.	391	-18.1	-4.6	74	3-0	9	0.8	6	0.7	14	8.2	0.40	3,327
Pac Edge Bio.	12	-17.8	+2.4	73	4-1	-	4.6	-	1.3	NE	Nil	N/A	63
TruScreen Ltd	6	-17.6	-4.4	72	3-0	-	1.1	-	2.0	NE	Nil	5.92	13
PaySauce Ltd	46	-16.9	-3.3	71	0-1	-	-	-	2.0	NE	Nil	1.67	1,539
MetLifeCare	434	-16.6	-7.9	71	4-0	3	0.6	3	0.5	24	2.5	7.45	926

Company	STRENGTH RATING				Insider Buy	Brokers Following	Price to NTA	Return on Equity	Volatility	Price/Earn. Ratio	Dividend Yield	Price/Sales Ratio	Market Cap'n
	Share Price	Cur. rent	4-Wk Chg.	Rank 0-99									

INSIDER SELLING: Most Insider Selling, Relative Strength < 0

Hallenstein G.	403	-20.7	-0.9	77	0-12	-	3.2	39	0.3	8	15.2	0.83	240
Scales Corp Ltd	492	-1.0	+3.9	19	1-5	2	2.8	12	0.3	24	5.2	1.71	688
Akd Int Airport	696	-18.8	-1.2	75	0-3	6	1.5	11	0.3	13	4.3	N/A	8,370
Ryman Health.	1345	-12.0	-3.1	62	2-5	4	3.1	15	0.6	21	1.7	N/A	6,725
Contact Energy	636	-10.1	-0.8	54	3-6	5	1.7	5	0.5	35	7.0	2.11	4,556
Allied Farmers	67	-7.4	+0.6	45	0-2	-	26.6	28	0.8	95	0.4	5.63	120
NZ Windfarms	15	-3.5	+0.4	25	0-2	-	1.0	1	1.1	67	20.7	3.43	42
Air New Zealand	164	-32.1	-2.9	94	2-4	5	0.9	13	0.7	7	18.6	0.32	1,841
PaySauce Ltd	46	-16.9	-3.3	71	0-1	-	-	-	1.9	NE	Nil	1.67	1,539
Kingfish Ltd	167	-3.0	-0.9	23	0-1	-	1.1	15	0.5	7	7.0	N/A	330

“Neglect” Ratings of NZ Shares

“Neglected” Shares = 0-2 Brokers, “Moderately Followed” Shares = 3-4 Brokers, “Widely Followed” Shares = 5 or more Brokers.

Company	No. of Brokers Following	Market Capitalisation (NZ\$ Mill.)	Company	No. of Brokers Following	Market Capitalisation (NZ\$ Mill.)
A2 Milk Company	7	13,528	Metro Per Glass	4	34
AMP Limited	11	5,570	NZ Exchange Ltd	2	394
Abano Health.	1	76	NZ King Salmon	3	269
Air New Zealand	5	1,841	NZ Refining Co	2	2,782
Akd Int Airport	6	8,370	Napier Port	2	698
Argosy Property	5	947	PGG Wrightsons	2	202
Arvida Group	2	567	Port Tauranga	4	4,977
Augusta Capital	1	61	Precinct Prop.	5	2,041
Briscoe Group	1	685	Property F Ind.	4	1,197
Chorus Ltd	4	3,492	Restaurant Brds	3	1,597
Comvita	1	157	Ryman Health.	4	6,725
Contact Energy	5	4,556	Sanford Limited	2	641
Delegat Group	1	1,148	Scales Corp Ltd	2	688
Ebos Group Ltd	5	3,554	Skellerup Hold.	1	386
F & P Health.	7	16,028	Sky City Ltd	7	1,936
Fletcher Build.	9	3,327	Sky Network TV	5	237
Fonterra S/H Fd	3	390	Spark NZ Ltd	7	8,144
Freightways Ltd	5	720	Steel & Tube	4	111
Genesis Energy	5	3,071	Summerset Group	4	1,428
Gentech Group	3	174	Synlait Milk	6	1,255
Goodman Prop.	5	2,946	Tourism Hold.	3	310
Investore Prop.	4	461	Tower Limited	2	201
Kathmandu Ltd	3	276	Vector Ltd	4	3,740
Kiwi Property	5	1,619	Vista Group Ltd	2	306
Mainfreight Gp	5	4,028	Vital Health PT	3	1,484
Mercury NZ	5	6,678	Warehouse Group	4	742
Meridian Energy	5	12,610	Z Energy Ltd	4	1,224
MetLifeCare	3	926			

Computer Selections of Australian Shares based upon our Comprehensive Share Selection Criteria

For an explanation of this table see the *Share Selection Methods* report available from our website. These shares are not formal “buy” and “sell” recommendations, but the “Under-Valued”, “Best Performing” and “Income” shares should be considered for purchase, while the “Over-Valued” and “Worst Performing” shares can generally be sold to release money for re-investment in more attractive shares.

STRENGTH RATING														STRENGTH RATING															
Company	Share Price	Cur- rent	4-Wk Chg.	Rank 0-99	Insider Buy-Sell	Brokers Following	Short Interest	Price to P/E	ROE	Volatility	P/E Ratio	Div Yield	P/S Ratio	Market Cap'n	Company	Share Price	Cur- rent	4-Wk Chg.	Rank 0-99	Insider Buy-Sell	Brokers Following	Short Interest	Price to P/E	ROE	Volatility	P/E Ratio	Div Yield	P/S Ratio	Market Cap'n
OVER-VALUED SHARES: Highest Price/Sales Ratios, Relative Strength < 0																													
Livetiles Ltd	28	-19.0	+1.7	68	0-0	3	0.1	27.5	-	0.8	NE	Nil	9.94	248	Swift Media	6	-41.0	+3.7	98	0-0	-	-	6.3	-	1.5	NE	Nil	0.56	44
OBJ Limited	2	-1.7	+0.5	22	0-0	-	-	-	-	3.1	NE	Nil	9.89	27	Liq Natural Gas	4	-40.8	-3.8	98	0-1	-	2.2	0.3	-	2.0	NE	Nil	N/A	25
Money Me Ltd	127	-24.1	-0.9	80	2-0	-	0.2	-	-	0.6965	Nil	9.80	215	Creso Pharma	5	-40.2	+0.7	98	0-0	-	-	-	-	1.9	NE	Nil	2.50	11	
Quattro Plus RE	95	-3.3	-0.7	24	0-0	-	-	19.0	88	0.5	22	Nil	9.69	78	Victory Offices	50	-39.6	-7.1	97	0-0	-	-	-	-	0.8	2	Nil	0.43	20
Carsales.com	1652	-8.0	-0.4	35	3-0	12	0.8	51.6	-	0.4	47	2.8	9.67	4,052	Visioneering T.	2	-39.3	-2.7	97	0-0	-	-	0.1	-	2.7	NE	Nil	0.92	7
Envirosuite Ltd	19	-23.3	+0.9	79	2-0	-	0.2	-	-	0.9	NE	Nil	9.62	188	Prosopa Group	127	-39.2	-0.3	97	16-0	-	-	-	-	0.7	NE	Nil	1.50	205
Bionomics Ltd	7	-22.8	+4.3	78	0-0	1	-	1.0	-	2.1	NE	Nil	9.60	39	Sheffield Res.	12	-39.2	+2.4	97	0-0	-	-	-	-	1.0	NE	Nil	N/A	36
SenSen Networks	9	-13.3	-4.0	50	2-0	-	-	-	-	1.5	NE	Nil	9.53	36	FAR Ltd	2	-39.1	-0.5	97	3-0	5	0.5	-	-	2.6	NE	Nil	N/A	170
Charter Social	249	-20.8	-3.7	74	1-0	3	0.1	1.0	9	0.3	11	6.4	9.51	754	Buddy Tech.	1	-38.6	-2.7	97	0-0	-	1.3	1.3	-	3.3	NE	Nil	2.73	31
Droneshield Ltd	14	-30.7	+0.9	91	0-0	-	0.2	6.8	-	1.3	NE	Nil	9.42	34	Vintage Energy	9	-38.5	-3.0	97	0-0	-	1.6	-	-	1.5	NE	Nil	N/A	19
Lark Distilling	95	-11.4	+0.7	44	0-0	-	-	-	-	0.6	NE	Nil	9.35	52	Odin Metals Ltd	5	-38.2	+2.9	97	0-0	-	-	-	-	1.9	NE	Nil	N/A	7
Centuria Indust	297	-12.1	-3.4	47	1-0	3	0.3	1.0	10	0.3	10	6.2	9.30	1,032	Aurora Labs	7	-37.9	-5.2	97	1-0	-	-	0.6	-	1.3	NE	Nil	7.16	6
Cooper Energy	43	-14.8	-1.4	56	0-0	9	4.8	2.0	-	0.8	NE	Nil	9.23	699	Sunstone Metals	1	-37.7	+1.1	97	1-0	-	-	-	-	4.5	NE	Nil	N/A	10
Vitalharvest F.	77	-5.7	+2.7	29	0-0	-	-	-	-	0.6	NE	7.3	9.23	142	Impedimed Ltd	7	-37.6	+1.5	96	0-0	3	3.1	0.5	-	1.8	NE	Nil	9.11	37
NAOS Small Cap	52	-18.7	-1.4	67	2-0	-	-	0.5	3	0.6	19	10.6	9.20	88	Ansila Energy	2	-37.3	+6.4	96	0-0	-	-	-	-	3.1	NE	Nil	N/A	8
Icar Asia Ltd	32	-13.4	-1.7	50	0-0	1	-	6.4	-	0.8	NE	Nil	9.15	136	Threat Protect	5	-36.9	-5.7	96	0-0	-	-	-	-	1.5	NE	Nil	0.51	10
Impedimed Ltd	7	-37.6	+1.5	96	0-0	3	3.1	0.5	-	1.9	NE	Nil	9.11	37	Cann Global Ltd	1	-36.8	-0.5	96	0-0	-	-	-	-	4.4	NE	Nil	3.02	14
Sydney Airport	648	-18.3	-2.2	66	1-0	13	1.0	2.2	6	0.4	36	6.0	8.93	14,644	MGM Wireless	14	-36.8	+2.0	96	0-0	-	0.9	-	-	0.9	NE	Nil	2.36	18
Living Cell T.	1	-21.5	-1.6	75	0-0	-	-	1.2	-	3.5	NE	Nil	8.91	7	Hydrocarbon Dyn	3	-36.3	+1.0	96	0-0	-	-	-	-	2.1	NE	Nil	N/A	11
Tian An Aust.	30	-17.5	+3.3	63	0-0	-	-	0.2	-	0.7	NE	Nil	8.90	26	Jayride Group	20	-35.8	+1.1	96	1-1	-	-	-	-	1.0	NE	Nil	4.98	16
APN Conv Retail	350	-6.3	-2.2	31	1-0	2	-	-	-	0.3	12	6.0	8.72	329	Botanix Pharma.	5	-35.7	-1.9	96	0-1	-	0.9	4.7	-	2.2	2	Nil	N/A	46
Roto-Gro Int'l	8	-31.9	-1.3	93	0-0	-	-	-	-	1.4	NE	Nil	8.59	10	Cons Zinc Ltd	0	-35.6	-2.1	96	3-1	-	-	-	-	6.2	NE	Nil	7.07	11
Growthpoint Pro	329	-17.4	-3.0	63	1-0	3	0.1	1.1	18	0.4	6	7.0	8.48	2,539	Rhinomed Ltd	8	-35.5	-3.2	95	2-0	-	-	4.0	-	1.4	NE	Nil	3.44	17
Pharmaust Ltd	11	-2.9	+2.2	24	1-0	-	-	3.7	-	1.3	NE	Nil	8.40	31	Vista Group	182	-35.4	-3.4	95	0-0	2	-	1.7	5	0.4	32	1.7	2.37	372
Aucidian Group	18	-10.7	+0.7	42	3-1	-	0.0	-	-	1.1	NE	Nil	8.36	173	Petsec Energy	2	-35.3	-3.6	95	0-0	-	-	0.3	-	2.5	NE	Nil	5.41	8
Asquest Ltd	1	-3.6	+6.8	25	0-0	-	-	-	-	3.3	NE	Nil	8.32	10	Xref Limited	14	-35.3	+0.6	95	1-0	1	-	2.3	-	1.0	NE	Nil	2.32	23
APN Industria	254	-14.6	-2.7	55	1-0	3	1.2	1.0	6	0.2	16	6.7	8.32	502	MC Mining	15	-35.3	-8.4	95	0-0	-	-	-	-	1.0	NE	Nil	0.62	20
HUB24 Limited	1128	-8.9	+3.9	37	4-0	8	5.1	40.3	29	0.5	139	0.3	8.27	709	Panoramic Res.	8	-35.1	-3.8	95	0-0	4	0.0	-	-	1.4	5	Nil	1.86	60
Medlab Clinical	21	-22.9	-0.1	78	0-1	-	-	7.0	-	1.0	NE	Nil	8.26	49	Netlinkz Ltd	6	-34.6	+1.9	95	1-0	-	-	6.0	-	1.5	NE	Nil	N/A	106
Namoi Cotton	35	-4.8	-0.3	27	1-0	1	-	0.3	-	0.7	NE	Nil	8.24	49	Atomos Limited	55	-34.5	-1.8	95	2-0	-	0.0	-	-	1.2	NE	Nil	1.58	103
Tinybeans Group	96	-27.9	+1.0	87	3-1	-	-	-	-	0.8	NE	Nil	8.24	43	Locality Plan.	33	-34.4	-0.4	95	0-1	-	-	1.1	-	0.7	NE	Nil	0.60	17
Rooflife Group	2	-23.5	+2.0	79	0-0	-	-	0.4	-	2.7	NE	Nil	8.05	6	Quantum Graph.	4	-34.1	+2.5	95	0-0	-	-	-	-	1.9	NE	Nil	N/A	276
Delaware 13	4	-0.4	+0.1	18	0-0	-	-	-	-	1.9	NE	Nil	7.99	22	Hydrix Ltd	12	-34.0	-2.3	95	0-0	-	-	-	-	1.4	NE	Nil	0.57	8
Nuheara Limited	2	-29.2	+1.5	89	2-0	-	0.0	1.8	-	2.9	NE	Nil	7.97	19	Mint Payments	2	-33.9	+1.4	94	0-0	-	-	-	-	2.3	NE	Nil	3.22	16
Hotel Property	279	-15.2	-1.4	57	3-0	4	0.0	1.1	13	0.3	8	7.1	7.96	438	88 Energy Ltd	1	-33.8	-14.3	94	0-0	-	0.0	-	-	5.3	NE	Nil	N/A	36
Shopping Centre	231	-11.3	-5.1	43	4-3	8	2.4	1.1	5	0.4	20	6.4	7.92	2,176	Comet Ridge Ltd	10	-33.7	+2.0	94	2-0	4	-	-	-	1.2	NE	Nil	N/A	73
PPK Group Ltd	445	-18.6	-2.3	67	1-0	-	-	24.7	-	0.3	NE	Nil	7.86	380	Polax Ltd	3	-33.7	+5.5	94	1-0	-	-	-	-	2.3	NE	Nil	N/A	11
National Stor.	186	-8.5	-4.9	36	5-0	5	0.8	1.4	16	0.4	9	5.2	7.85	1,469	Global Energy V	6	-33.4	-7.2	94	1-0	-	-	-	-	1.8	NE	Nil	N/A	20
GDI Property	113	-17.6	-3.4	64	1-1	-	0.1	1.0	14	0.4	7	6.9	7.84	613	INSIDER SELLING: Most Insider Selling, Relative Strength < 0														
Blackwall Prop.	133	-6.0	+2.1	30	24-1	-	-	0.9	6	0.3	15	2.6	7.83	197	Phoslock Env.	50	-23.8	+0.3	80	0-9	-	2.2	-	-	0.7	94	Nil	N/A	280
Cochlear Ltd	19246	-9.4	-1.1	38	1-1	14	0.9	54.2	-	0.2	40	1.7	7.79	12,340	Enerco Refresh	6	-3.5	+0.1	25	0-7	-	-	1.5	-	1.7	NE	Nil	1.83	17
Platinum Asset	392	-11.6	+0.9	45	0-0	10	4.3	6.9	48	0.5	14	6.9	7.72	2,300	Credit Corp	1810	-30.6	-7.2	91	4-10	6	2.3	3.5	25	0.2	14	4.0	3.07	994
Tasman Resource	3	-15.0	+3.1	57	0-0	-	-	-	-	2.3	NE	Nil	7.69	18	Catalyst Metals	275	-2.2	+0.9	23	0-5	-	0.0	-	-	0.3	NE	Nil	N/A	227
Family Zone CS	16	-8.9	+8.0	37	0-0	-	0.0	-	-	1.3	NE	Nil	7.67	39	Oliver's Real F	5	-11.4	-9.6	44	0-4	-	-	-	-	1.9	NE	Nil	0.37	13
Pluto Inc Max	99	-10.4	-0.6	41	0-0	-	-	-	-	0.5	10	6.1	7.63	294	Structural Mon.	57	-29.3	-2.3	89	0-4	-	-	19.0	-	0.5	NE	Nil	4.03	66
NSX Limited	10	-18.4	-4.2	66	0-0	-	-	3.2	-	1.2	NE	Nil	7.53	18	Volpara Health	140	-13.4	+0.9	51	0-4	3	0.8	-	-	0.4	NE	Nil	N/A	305
Raiz Invest.	70	-18.0	-0.6	65	1-0	-	-	-	-	0.6	NE	Nil	7.45	46	Goodman Group	1505	-3.3	-0.7	24	0-3	9	0.7	3.6	12	0.3	29	2.0	N/A	27,518
Paygroup Ltd	68	-10.5	-0.2	41	2-0	-	-	-	-	0.7	NE	Nil	7.42	35	Avita Medical	49	-13.8	-6.1	52	0-3	6	2.3	49.0	-	0.6	NE	Nil	N/A	1,045
Chart H Retail	336	-17.6	-5.7	64	0-0	7	0.8	0.8	3	0.3	28	8.6	7.33	1,566	K2 Asset Mgmt	6	-14.5	+3.2	55	0-3	-	-	1.5	-	1.3	NE	Nil	3.01	14
Cromwell Prop.	89	-19.7	-3.5	70	0-0	3	2.1	1.0	7	0.5	14	8.2	7.30	2,312	Broo Limited	2	-19.2	+7.0	68	0-3	-	-	2.2	-	2.4	NE	Nil	3.72	14
WORST PERFORMING SHARES: Weakest Shares, P/S Ratio > 0.25, Yield < Twice Average																													
GI Dynamics	1	-48.9	-2.1	99	0-0	-	-	0.0	-	6.0	NE	Nil	N/A	9	Titomic Ltd	78	-22.1	+0.3	76	0-3	-	0.4	-	-	0.8	NE	Nil	N/A	118
Australis O & G	3	-46.1	-1.4	99	2-0	-	0.1	-	-	2.1	3	Nil	0.38	29	Integral Diag.	360	-8.0	-1.9	35	0-3	-	0.0	-	-	0.3	35	2.2	2.81	701
Jaxsta Limited	3	-46.1	-1.8	99	0-0	-	-	-	-	2.4	NE	Nil	N/A	7	Imdex Limited	117	-17.2	-3.2	63	0-3									

“Neglect” Ratings of Australian Shares

“Neglected” Shares = 0-2 Brokers, “Moderately Followed” Shares = 3-9 Brokers, “Widely Followed” Shares = 10 or more Brokers.

Company	No. of Brokers Following Company	Market Capitalisation (\$ Mill.)	Company	No. of Brokers Following Company	Market Capitalisation (\$ Mill.)	Company	No. of Brokers Following Company	Market Capitalisation (\$ Mill.)	Company	No. of Brokers Following Company	Market Capitalisation (\$ Mill.)
1300 Smiles Ltd	3	124	CSL Limited	13	129,554	Gold Road Res.	7	1,364	Mirvac Group	10	9,796
360 Capital Grp	1	201	Cann Group	1	157	Goodman Group	9	27,518	Moelis Aust.	1	574
3P Learning	1	107	Capital Health	4	170	Graincorp	8	1,018	Monash IVF Grp	3	140
A.P. Eagers	7	1,863	Cardno Ltd	1	118	Growthpoint Pro	3	2,539	Monadelphous Gr	12	1,165
AFT Pharma.	1	443	Cardinal Res.	1	208	HT&E Limited	5	434	Money3 Corp Ltd	3	348
AGL Energy Ltd	11	11,055	Carindale Prop	1	256	HUB24 Limited	8	709	Mosaic Brands	1	90
ALS Limited	11	3,488	Carsales.com	12	4,052	Hansen Tech.	3	618	Motorcycle Hold	2	105
AMA Group Ltd	5	494	Catapult Group	4	259	Harvey Norman	10	4,473	Mt Gibson Iron	2	816
AMP Ltd	11	6,152	Cedar Woods Prp	2	471	Healius Ltd	8	1,582	Myer Holdings	5	226
ANZ Bank	14	56,071	Centuria Office	4	1,070	Helloworld Trav	5	373	Mystate Ltd	3	373
APA Group	11	13,510	Centuria Indust	3	1,032	Hotel Property	4	438	NRW Holdings	6	900
APN Industria	3	502	Challenger Ltd	12	3,117	Huon Aquacult.	4	311	Namoi Cotton	1	49
APN Conv Retail	2	329	Charter Social	3	754	IDP Education	9	4,668	Nanosonics Ltd	7	2,083
ARB Corporation	7	1,412	Chart H Retail	7	1,566	IGO Ltd	13	3,031	Nat'l Aust Bank	14	58,131
ARQ Group	2	12	Chart Hall Long	4	2,103	IOOF Holdings	9	1,829	National Tyre	1	37
ASX Limited	11	16,849	Charter Hall GR	8	4,485	IPH Limited	6	1,531	National Stor.	5	1,469
AUB Group	4	1,025	Citadel Group	2	254	IRESS Limited	6	2,035	Navigator Gl In	2	233
AV Jennings	1	177	City Chic Coll.	8	548	Icar Asia Ltd	1	136	Nearmap Ltd	7	1,004
Abacus Property	3	1,797	Class Limited	3	170	Iluka Resources	8	3,809	Netwealth Group	9	2,044
Accent Group	4	737	Clean Teq Hold.	3	146	Imdex Limited	6	454	Neuren Pharm.	1	168
Acrow Formwork	2	63	Cleanaway Waste	8	4,437	Impedimed Ltd	3	37	New Energy Sol.	1	413
Adacel Tech.	1	33	Clearview Wlth	2	169	Incitec Pivot	10	3,404	New Hope Corp.	5	1,243
Adairs Limited	6	325	Clover Corp.	3	374	Infigen Energy	5	791	Newcrest Mining	15	22,345
Adbri Ltd	11	2,263	CocaCola Amatil	12	6,378	Infomedia Ltd	5	521	Nextdc Limited	12	3,983
Aeon Metals	1	22	Cochlear Ltd	14	12,340	Ingenia Com Grp	1	1,175	Nib Holdings	9	2,101
Ainsworth Game	4	165	Collins Foods	5	958	Inghams Group	9	1,249	Nick Scali Ltd	3	466
Ale Property	3	961	Collection Hse	3	154	Insurance Aust.	11	14,282	Nine Entertain.	8	2,652
Alliance Aviat.	3	377	Com'wealth Bank	14	121,669	Int Research	2	619	Nthn Star Res.	14	9,976
Altium Limited	8	4,571	Comet Ridge Ltd	4	73	Invocare Ltd	7	1,311	Nufarm Limited	11	1,872
Alumina Ltd	12	4,723	Computershare	11	7,280	Ive Group	2	179	OZ Minerals Ltd	16	3,252
Amaysim Aust.	2	155	Cooper Energy	9	699	JB Hi-Fi Ltd	13	4,636	Oceania Health.	1	534
Ampol Ltd	3	14,891	Corp Travel M.	10	1,450	James Hardie	10	11,943	Oil Search Ltd	14	5,459
Ampol Ltd	9	7,059	Costa Group	8	1,259	Janus Henderson	10	1,415	Omni Bridgeway	2	1,179
Ansell Ltd	10	4,539	Credit Corp	6	994	Japara Health.	5	151	Oncosil Medical	2	86
Appen Limited	10	3,538	Cromwell Prop.	3	2,312	Johns Lyng Grp	4	596	Onewue Holdings	2	100
Arena REIT	5	734	Crown Resorts	10	7,022	Jumbo Interact.	3	724	Ooh!Media	5	651
Aristocrat Leis	12	17,349	Cynata Therap.	2	68	Karoon Energy	4	346	Opthea Limited	3	904
Asaleo Care Ltd	3	557	Dacian Gold Ltd	4	110	Kina Securities	1	194	Orica Ltd	10	7,119
Aspen Group Ltd	1	100	Danakali Ltd	2	127	Kogan.com Ltd	4	1,174	Origin Energy	11	10,972
Aurizon Hold.	11	9,142	Data 3 Ltd	2	828	Korvest Ltd	1	42	Orocobre Ltd	11	734
AusNet Services	11	6,392	Decmil Group	1	101	LendLease Group	8	7,371	Orora Limited	10	3,306
Austal Limited	5	1,209	Dexus	10	10,541	Lifestyle Com.	2	970	Over The Wire	4	185
Aust Agricult.	1	651	Domain Holdings	9	1,893	Lindsay Aust	1	107	P2P Transport	1	4
Aust Finance Gr	2	366	Domino's Pizza	11	5,642	Link Admin.	8	2,424	PWR Holdings	2	435
Aust Vintage	2	121	Downer EDI Ltd	7	2,902	Lithium Power	1	37	Pacific Smiles	3	236
Austin Eng.	3	87	EML Payments	4	1,416	Livetiles Ltd	3	248	Pacific Current	1	272
Aust Pharm. Ind	5	584	Eclixp Group	4	441	Livehive Ltd	1	71	Pact Group Hold	5	788
Auswide Bank	2	196	Elanor Investor	1	150	Lovisa Holdings	7	764	Palia Pharma	2	101
Aventus Retail	5	1,170	Elders Limited	5	1,484	Lynas Corp Ltd	4	1,478	Panoramic Res.	4	60
Avita Medical	6	1,045	Ellex Medical	1	71	MMA Offshore	4	69	Pantoro Limited	2	218
BHP Group Ltd	16	107,023	Emeco Holdings	7	418	MNF Group	3	451	Peet Ltd	2	469
BWP Trust	3	2,422	Energy Resource	1	591	MSL Solutions	1	22	Pendal Group	12	2,066
BWX Limited	7	497	Enero Group Ltd	1	117	MacMahon Hold	1	582	Peninsula En.	1	24
Baby Bunting Gr	4	409	Equity Trustees	1	552	Maca Limited	2	252	People Infra.	3	147
Bank of Q'land	14	2,821	Estia Health	5	428	Macquarie Group	13	41,817	Perenti Global	6	1,010
Bapcor Limited	7	1,697	Event Hospital.	4	1,525	Macquarie C Tel	1	653	Perpetual Ltd	11	1,556
Base Resources	2	211	Evolution Min.	14	9,545	Magellan Fin Gp	11	10,572	Persus Mining	6	1,337
Beacon Lighting	2	236	Experience Co	3	78	Marley Spoon AG	1	151	Pharmaxis Ltd	1	35
Beach Energy	14	3,889	FAR Ltd	5	170	Mastermyne Grp	1	70	Piedmont Lith.	1	107
Bega Cheese Ltd	7	1,078	Fleetwood Corp	2	156	Matrix Comp.	1	19	Pilbara Mineral	7	789
Bendigo Bank	13	3,878	Flexicorp Ltd	4	568	Maxi TRANS	1	30	Pinnacle Invest	3	825
Big River Ind.	1	82	Flight Centre	13	1,561	Mayne Pharma Gr	8	781	Pioneer Credit	1	18
Bingo Indust.	8	1,706	Fortescue Metal	18	44,768	McMillan Shake.	5	746	Platinum Asset	10	2,300
Bionomics Ltd	1	39	Freedom Foods	4	1,077	McPherson's Ltd	2	304	Polynovo Ltd	6	1,699
Blackmores Ltd	10	1,444	Frontier Digit.	2	235	Medical Dev Int	3	509	Premium Ltd	6	168
Bluescope Steel	10	6,218	G.U.D. Holdings	7	945	Medibank Priv.	9	7,987	Premier Invest	10	2,661
Boral Limited	8	4,232	G8 Education	8	476	Megaport Ltd	9	2,052	Prime Media Grp	1	37
Brainchip Hold.	1	119	GPT Group	10	8,279	Mesoblast Ltd	2	2,004	Pro Medicus Ltd	6	2,758
Brambles Ltd	11	17,082	GR Engineering	1	106	Metals X Ltd	3	84	Q.B.E. Insur.	11	11,878
Breville Group	8	2,821	GWA Group Ltd	7	874	Metcash Ltd	11	2,500	Qantm I.P.	1	144
Brickworks Ltd	3	2,418	Galaxy Res.	10	395	Metro Mining	1	139	Qantas Airways	10	6,902
Buru Energy Ltd	1	45	Galilee Energy	1	128	Metro Per Glass	4	34	Qube Holdings	9	4,556
C.S.R. Ltd	10	2,077	Garda Div Prop	2	158	Michael Hill	3	149	REA Group Ltd	10	13,805
CIMIC Group	6	8,763	Genex Power	3	86	Midway Limited	4	81	Ramelius Res.	4	1,229
CML Group	2	58	Genworth Mort.	2	932	Mineral Res.	5	3,711	Ramsay Health	12	13,562

(Continued on Page 12)

Company	No. of Brokers Following Company	Market Capitalisation (\$ Mill.)	Company	No. of Brokers Following Company	Market Capitalisation (\$ Mill.)	Company	No. of Brokers Following Company	Market Capitalisation (\$ Mill.)	Company	No. of Brokers Following Company	Market Capitalisation (\$ Mill.)
Reckon Limited	2	79	Senex Energy	9	386	Steadfast Group	7	2,892	Virgin Money UK	20	1,724
Red River Res.	3	33	Service Stream	6	816	Sth Cross Media	4	177	Virgin Aust	4	726
Redflex Holding	1	68	Servcorp Ltd	2	244	Stockland	10	9,442	Virtus Health	4	284
Reece Limited	4	5,474	Seven West Med.	7	208	Suncorp Group	11	12,559	Vista Group	2	372
Regis Resources	13	2,571	Seven Group	7	5,827	Sunland Group	1	171	Vita Group Ltd	2	183
Regis Health.	6	453	Shaver Shop Grp	2	78	Super Retail Gr	10	1,689	Viva Energy Grp	9	3,345
Reliance W/wide	10	2,568	Shine Justice	1	151	Superloop Ltd	5	388	Vocus Group Ltd	11	1,992
ResAoo Health	1	127	Shopping Centre	8	2,176	Supply Network	1	175	Volpara Health	3	305
Resolute Mining	8	1,163	Sigma Health.	6	620	Sydney Airport	13	14,644	Wagners Hold.	4	228
Rhipe Limited	4	293	Silver Lake Res	5	1,720	Syrah Resources	4	170	Waypoint REIT	4	2,022
Ridley Corp.	3	240	Sims Ltd	10	1,707	TPG Telecom Ltd	8	7,320	Wesfarmers Ltd	13	47,292
Rio Tinto Ltd	13	36,602	Smartgroup Corp	5	873	Tabcorp Holding	12	7,011	Western Areas	14	655
Rural Funds Grp	3	684	Smart Parking	2	41	Tassal Group	3	832	Westpac Banking	14	67,864
SG Fleet Group	2	524	Somnomed Ltd	2	95	Technology One	6	2,887	Westgold Res.	3	868
Salt Lake Pot.	2	135	Sonic Health	12	13,672	Telstra	13	38,296	West African R.	3	784
Sandfire Res.	15	871	Soul Pattinson	2	4,819	Temple Webster	3	527	Whitehaven Coal	16	1,929
Santos Ltd	14	11,978	South32 Limited	14	10,613	The Reject Shop	2	230	Wisetech Global	7	7,051
Saracen Mineral	12	5,007	Spark Infrastru	11	3,530	Think Childcare	3	40	Woodside Petrol	14	22,294
Scentre Group	10	13,028	Speedcast Int'l	1	189	Transurban Grp	14	40,151	Woolworths Grp	11	46,741
Sealink Travel	7	1,026	St Barbara Ltd	8	2,109	Treasury Wine	14	7,698	Worsley Ltd	10	4,840
Seek Ltd	10	7,076	Starpharma Hold	3	397	Vicinity Centre	8	6,471	XRF Scientific	1	33
Select harvest	5	613	Star Entertain.	11	3,000	Village Road.	3	420	Xref Limited	1	23
									Zip Co Ltd	5	2,202

Short Interest in Australian Shares

Company	Short Interest Ratio	Market Capitalisation (\$ Mill.)	Company	Short Interest Ratio	Market Capitalisation (\$ Mill.)	Company	Short Interest Ratio	Market Capitalisation (\$ Mill.)	Company	Short Interest Ratio	Market Capitalisation (\$ Mill.)
5G Networks	0.0%	95	Argo Investment	0.0%	5,481	Boss Resources	0.0%	92	Cochlear Ltd	0.9%	12,340
88 Energy Ltd	0.0%	36	Aristocrat Leis	3.7%	17,349	Botanix Pharma.	0.9%	46	Codan Ltd	0.1%	1,289
A.P. Eagers	1.6%	1,863	Asaleo Care Ltd	0.3%	557	Brainchip Hold.	0.0%	119	Coles Group	0.4%	21,023
A2B Australia	0.6%	106	Atlas Arteria	0.8%	5,863	Brambles Ltd	0.1%	17,082	Collins Foods	0.2%	958
AGL Energy Ltd	1.2%	11,055	Atomos Limited	0.0%	103	Bravura Sol.	1.2%	1,119	Collection Hse	5.7%	154
ALS Limited	0.1%	3,488	Audio Pixels	0.1%	617	Breville Group	0.7%	2,821	Comwealth Bank	0.8%	121,669
AMA Group Ltd	4.0%	494	Audinate Group	0.7%	456	Brickworks Ltd	1.0%	2,418	Computershare	1.4%	7,280
AMP Ltd	5.3%	6,152	Aurelia Metals	1.1%	415	Buddy Tech.	1.3%	31	Cooper Energy	4.8%	699
ANZ Bank	0.7%	56,071	Aurizon Hold.	1.1%	9,142	Byron Energy	0.1%	126	Copper Mountain	0.1%	11
APA Group	0.5%	13,510	AusNet Services	0.9%	6,392	C.S.R. Ltd	3.9%	2,077	Corp Travel M.	7.4%	1,450
APN Industria	1.2%	502	Austal Limited	0.8%	1,209	CIMIC Group	1.6%	8,763	Costa Group	4.8%	1,259
ARB Corporation	3.5%	1,412	Aust Agricult.	2.1%	651	CSL Limited	0.3%	129,554	Credit Corp	2.3%	994
ARQ Group	0.3%	12	Aust Finance Gr	0.0%	366	Calix Limited	0.1%	91	Cromwell Prop.	2.1%	2,312
ASX Limited	0.5%	16,849	Australis O & G	0.1%	29	Calima Energy	0.2%	13	Croplogix Ltd	0.0%	13
AUB Group	0.4%	1,025	Aust U. Office	0.0%	366	Cann Group	0.0%	157	Crown Media	0.1%	9
AV Jennings	0.0%	177	Aust Mines Ltd	0.0%	31	Canyon Res.	0.0%	80	Crown Resorts	2.6%	7,022
AVZ Minerals	1.2%	148	Aust Pharm. Ind	1.1%	584	Capital Health	0.3%	170	Dacian Gold Ltd	5.1%	110
Abacus Property	0.2%	1,797	Aust Ethical In	0.0%	754	Capricorn Metal	0.1%	549	Danakali Ltd	0.0%	127
Accent Group	0.2%	737	Autosports Grp	0.0%	207	Carbon Rev.	0.3%	233	De Grey Mining	0.0%	563
Acrow Formwork	0.2%	63	Aventus Retail	0.3%	1,170	Cardno Ltd	0.4%	118	Dexus	0.3%	10,541
Adairs Limited	0.1%	325	Avita Medical	2.3%	1,045	Cardinal Res.	0.4%	208	Dicker Data Ltd	0.2%	1,269
Adbri Ltd	2.6%	2,263	BHP Group Ltd	4.7%	107,023	Carnarvon Pet.	3.5%	360	Digital CC Ltd	0.0%	16
Adriatic Metals	0.1%	182	BUBS Australia	4.5%	605	Carsales.com	0.8%	4,052	Domain Holdings	1.1%	1,893
Advance NanoTek	0.1%	296	BWP Trust	0.8%	2,422	Cash Converters	0.1%	120	Domino's Pizza	5.3%	5,642
Aeormetrex Ltd	0.0%	151	BWX Limited	2.5%	497	Castile Res.	0.0%	26	Doncor Inter'l	0.1%	44
Afterpay Ltd	6.0%	13,463	Baby Bunting Gr	1.3%	409	Catalyst Metals	0.0%	227	Downer EDI Ltd	2.3%	2,902
Alcidian Group	0.0%	173	Bank of Q'land	8.1%	2,821	Cedar Woods Prp	0.1%	471	Droneshield Ltd	0.2%	34
Ale Property	0.1%	961	Bapcor Limited	1.0%	1,697	Celsius Res.	0.3%	8	Dropsuite Ltd	0.1%	34
Alita Resources	0.3%	121	Base Resources	0.0%	211	Centaurus Metal	0.0%	63	Dubber Corp.	0.1%	251
Alkane Explor.	0.1%	539	Beacon Lighting	0.5%	236	Centuria Office	0.3%	1,070	EML Payments	1.4%	1,416
Alliance Aviat.	1.8%	377	Beach Energy	1.6%	3,889	Centuria Indust	0.3%	1,032	Eclixp Group	2.5%	441
Althea Group	0.3%	58	Bega Cheese Ltd	5.3%	1,078	Centuria Cap'l	0.2%	927	Ecofibre Ltd	2.7%	343
Altium Limited	1.1%	4,571	Bellevue Gold	4.4%	570	Challenger Ltd	5.5%	3,117	Eden Innovation	0.0%	60
Altura Mining	0.5%	167	Bendigo Bank	6.9%	3,878	Champion Iron	0.5%	1,380	Elanor Ret Prop	0.0%	103
Alumina Ltd	4.5%	4,723	Berkeley Energy	0.0%	76	Charter Social	0.1%	754	Elders Limited	1.8%	1,484
Amaysim Aust.	0.6%	155	Betmakers Tech.	0.0%	204	Chart H Retail	0.8%	1,566	Electro Optic	0.7%	707
Amcor Ltd	1.0%	14,891	Bid Energy Ltd	0.6%	88	Chart Hall Long	1.6%	2,103	Elixinol Global	0.6%	31
Ansell Ltd	2.1%	4,539	Bigtincan Hold.	0.0%	286	Charter Hall GR	0.2%	4,485	Ellex Medical	0.0%	71
Antipa Minerals	0.0%	60	Bingo Indust.	4.5%	1,706	Citadel Group	0.3%	254	Elmo Software	0.0%	487
Apollo Tourism	0.1%	67	Biotron Limited	0.0%	62	City Chic Coll.	0.6%	548	Emeco Holdings	2.7%	418
Appen Limited	3.9%	3,538	Blackmores Ltd	4.9%	1,444	Class Limited	1.0%	170	Emerald Res.	0.1%	244
Arafura Res.	0.5%	82	Blackham Res.	0.0%	129	Clean Teq Hold.	5.2%	146	Emerge Gaming	0.1%	8
Ardea Resources	0.1%	35	Blue Sky Alt In	1.1%	14	Cleanaway Waste	0.5%	4,437	Empire Energy	0.1%	78
Ardent Leisure	2.0%	225	Bluescope Steel	0.5%	6,218	Clinuvel Pharm.	9.5%	1,173	Energy World	1.0%	117
Arena REIT	0.5%	734	Boart Longyear	0.0%	57	Clover Corp.	0.0%	374	Envirosuite Ltd	0.2%	188
Argosy Minerals	0.4%	75	Boral Limited	5.3%	4,232	CocaCola Amatil	3.1%	6,378	Estia Health	4.7%	428

Company	No. of Brokers Following Company	Market Capitalisation (\$ Mill.)	Company	No. of Brokers Following Company	Market Capitalisation (\$ Mill.)	Company	No. of Brokers Following Company	Market Capitalisation (\$ Mill.)	Company	No. of Brokers Following Company	Market Capitalisation (\$ Mill.)
Euroz Limited	0.0%	150	Kalina Power	0.0%	25	Oil Search Ltd	2.8%	5,459	Seven West Med.	2.0%	208
Euro. Lithium	0.0%	39	Karoo Energy	4.5%	346	Oklo Resources	0.0%	142	Seven Group	3.0%	5,827
Event Hospital.	0.2%	1,525	Kingsgate Cons.	0.0%	92	Omni Bridgeway	1.5%	1,179	Shopping Centre	2.4%	2,176
Evolution Min.	1.3%	9,545	King River Res.	0.0%	67	Onevue Holdings	0.0%	100	Sigma Health.	0.7%	620
Experience Co	0.1%	78	Kogan.com Ltd	6.5%	1,174	Ooh!Media	2.8%	651	Silver Lake Res	0.8%	1,720
FAR Ltd	0.5%	170	LendLease Group	1.3%	7,371	Openpay Group	0.0%	207	Silver Mines	0.0%	92
FBR Limited	0.4%	113	Lepidico Ltd	0.0%	42	Opthea Limited	0.1%	904	Silver Heritage	0.0%	13
Family Zone CS	0.0%	39	Life 360 Inc.	0.3%	287	Orica Ltd	0.6%	7,119	Sims Ltd	6.4%	1,707
Fatfish B'chain	0.1%	6	Lifestyle Com.	1.3%	970	Origin Energy	0.7%	10,972	Slater & Gordon	0.0%	109
Fedician Group	0.0%	165	Linus Tech.	0.1%	15	Orocobre Ltd	13.0%	734	Smartgroup Corp	0.2%	873
Fineos Corp Ltd	0.0%	950	Link Admin.	0.9%	2,424	Orora Limited	0.4%	3,306	Sonic Health	1.3%	13,672
Fleetwood Corp	0.1%	156	Liontown Res.	0.0%	220	Othroccl Ltd	0.7%	66	Soul Pattinson	2.6%	4,819
Flexicorp Ltd	0.7%	568	Liq Natural Gas	2.2%	25	Over The Wire	0.3%	185	South32 Limited	1.5%	10,613
Flight Centre	9.4%	1,561	Lithium Power	0.0%	37	PSC Insurance	0.0%	695	Spark Infrastru	2.5%	3,530
Fluence Corp.	0.0%	178	Lithium Aust.	0.0%	29	PTB Group Ltd	0.0%	82	Speedcast Int'l	13.2%	189
Fortescue Metal	1.4%	44,768	Livetiles Ltd	0.1%	248	PWR Holdings	0.1%	435	Splitit Payment	0.2%	173
Freedom Foods	2.5%	1,077	Livehive Ltd	0.0%	71	Pact Group Hold	8.1%	788	St Barbara Ltd	1.4%	2,109
Freelancer Ltd	0.0%	223	Longtable Group	0.1%	25	PainChek Ltd	0.0%	166	Stanmore Coal	0.2%	227
G.U.D. Holdings	4.2%	945	Lovisa Holdings	4.7%	764	Paladin Energy	1.9%	233	Starpharma Hold	3.9%	397
G8 Education	6.8%	476	Lynas Corp Ltd	4.7%	1,478	Panoramic Res.	0.0%	60	Star Entertain.	1.4%	3,000
GDI Property	0.1%	613	MMA Offshore	0.7%	69	Pantor Limited	0.3%	218	Stavely Mineral	0.0%	118
GPT Group	0.3%	8,279	MNF Group	0.2%	451	Paradigm Bio.	2.1%	607	Steadfast Group	0.1%	2,892
GTN Limited	0.0%	110	MRG Metals Ltd	0.0%	6	Paragon Care	0.1%	51	Sth Cross Elect	0.0%	114
GWA Group Ltd	6.0%	874	MacMahon Hold	0.1%	582	Peak Resources	0.0%	29	Sth Cross Media	3.9%	177
Galan Lithium	0.0%	29	Maca Limited	0.4%	252	Pendal Group	0.5%	2,066	Stockland	0.2%	9,442
Galaxy Res.	16.4%	395	Macquarie Group	0.4%	41,817	People Infra.	0.1%	147	Strandline Res.	0.0%	70
Galilee Energy	0.1%	128	Magellan Fin Gp	1.5%	10,572	Perenti Global	0.2%	1,010	Strike Energy	1.0%	341
Gascoyne Res.	0.3%	39	Magnis Energy T	0.0%	54	Perpetual Ltd	7.8%	1,556	Suncorp Group	0.4%	12,559
Genworth Mort.	2.3%	932	Mastermyne Grp	0.1%	70	Perseus Mining	1.2%	1,337	Sundance Res.	0.0%	47
Getswift Ltd	0.1%	130	Mayne Pharma Gr	6.3%	781	Pharmaxis Ltd	0.1%	35	Sunland Group	0.1%	171
Godolphin Res.	0.0%	12	McMillan Shake.	0.5%	746	Phoslock Env.	2.2%	280	Super Retail Gr	8.2%	1,689
Gold Road Res.	3.1%	1,364	McPherson's Ltd	0.1%	304	Piedmont Lith.	0.0%	107	Superloop Ltd	4.1%	388
Goodman Group	0.7%	27,518	Medibio Limited	0.2%	7	Pilbara Mineral	9.4%	789	Sydney Airport	1.0%	14,644
Graincorp	3.4%	1,018	Medical Dev Int	0.4%	509	Pinnacle Invest	2.2%	825	Syrax Resources	6.7%	170
Grange Resource	1.5%	295	Medibank Priv.	1.1%	7,987	Pioneer Credit	0.1%	18	TALI Digital	0.1%	23
Greenland Min.	0.0%	161	Megaport Ltd	1.6%	2,052	Platinum Asset	4.3%	2,300	TPG Telecom Ltd	0.6%	7,320
Growthpoint Pro	0.1%	2,539	Megnetite Mines	0.0%	2	Platina Res.	0.1%	8	Tabcorp Holding	3.7%	7,011
HT&E Limited	4.4%	434	Mesoblast Ltd	4.7%	2,004	Pointsbet Hold.	1.5%	842	Talga Resources	0.1%	111
HUB24 Limited	5.1%	709	Metals X Ltd	3.7%	84	Polynovo Ltd	4.7%	1,699	Tassal Group	2.1%	832
Hansen Tech.	0.3%	618	Metcash Ltd	7.7%	2,500	Praemium Ltd	0.2%	168	Technology One	4.0%	2,887
Harvey Norman	6.4%	4,473	Metro Mining	0.0%	139	Premier Invest	0.2%	2,661	Telix Pharma.	0.2%	360
Healius Ltd	0.2%	1,582	Michael Hill	0.2%	149	Pro Medicus Ltd	1.5%	2,758	Telstra	0.2%	38,296
Hearts & Minds	0.0%	687	Mineral Res.	3.2%	3,711	Q.B.E. Insur.	0.4%	11,878	Temple Webster	1.7%	527
Helloworld Trav	0.1%	373	Mirvac Group	0.4%	9,796	Qantas Airways	0.6%	6,902	The Reject Shop	0.3%	230
Highfield Res.	0.0%	170	Moelis Aust.	0.1%	574	Qube Holdings	2.1%	4,556	Thorn Group Ltd	0.0%	44
Home Consortium	0.0%	594	Monash IVF Grp	1.3%	140	REA Group Ltd	2.4%	13,805	Titomic Ltd	0.4%	118
Horizon Oil Ltd	0.2%	90	Monadelphous Gr	3.8%	1,165	RXP Services	0.0%	44	Transurban Grp	0.5%	40,151
Hotel Property	0.0%	438	Money Me Ltd	0.2%	215	Ramelius Res.	0.9%	1,229	Treasury Wine	2.8%	7,698
I-SignThis Ltd	1.4%	1,172	Money3 Corp Ltd	0.8%	348	Ramsay Health	2.0%	13,562	Tribune Res.	0.0%	362
IDP Education	1.4%	4,668	Mortgage Choice	1.0%	107	Reckon Limited	0.0%	79	Tungsten Mining	0.1%	85
IGO Ltd	0.3%	3,031	Mosaic Brands	0.0%	90	Red 5 Ltd	0.0%	404	Tyro Payments	0.9%	1,999
IOOF Holdings	5.6%	1,829	Mt Gibson Iron	1.5%	816	Red River Res.	1.0%	33	US Masters Res.	0.0%	133
IPH Limited	1.1%	1,531	Myanmar Metals	0.1%	108	Redbubble Ltd	0.1%	313	Unibail-Rod.	0.5%	1,388
IRESS Limited	0.4%	2,035	Myer Holdings	10.0%	226	Redcope Hotel	0.1%	458	Uniti Group	0.0%	514
Iluka Resources	1.4%	3,809	Mystate Ltd	0.7%	373	Reece Limited	0.3%	5,474	United Malt Grp	3.1%	1,144
Imdex Limited	0.2%	454	NGE Capital	0.0%	19	Regis Resources	2.2%	2,571	Vicinity Centre	0.7%	6,471
Impedimed Ltd	3.1%	37	NRW Holdings	1.3%	900	Regis Health.	3.0%	453	Village Road.	0.4%	420
Incitec Pivot	2.5%	3,404	Nanosonics Ltd	1.4%	2,083	Reliance W/wide	3.9%	2,568	Vintage Energy	1.6%	19
Infigen Energy	1.8%	791	Nat'l Aust Bank	0.5%	58,131	ResAoo Health	0.1%	127	Virgin Money UK	1.3%	1,724
Infomedica Ltd	0.0%	521	National Stor.	0.8%	1,469	Resolute Mining	6.2%	1,163	Virgin Aust	0.2%	726
Ingenia Com Grp	0.2%	1,175	Navigator Gl In	0.1%	233	Retail Food Grp	0.0%	146	Virtus Health	1.7%	284
Inghams Group	10.3%	1,249	Nearmap Ltd	6.8%	1,004	Rhipe Limited	0.1%	293	Vita Group Ltd	0.3%	183
Insurance Aust.	0.9%	14,282	Neometals Ltd	0.0%	93	Ridley Corp.	0.6%	240	Viva Energy Grp	1.1%	3,345
Int Research	1.0%	619	Netwealth Group	2.6%	2,044	Rio Tinto Ltd	3.1%	36,602	Vocus Group Ltd	0.8%	1,992
Intega Group	0.1%	118	New Century Res	9.0%	124	Rumble Resource	0.1%	41	Volpara Health	0.8%	305
Integral Diag.	0.0%	701	New Energy Sol.	0.0%	413	Rural Funds Grp	4.3%	684	WPP AUNZ Ltd	0.3%	268
Investec A Prop	0.1%	764	New Hope Corp.	1.1%	1,243	S/Tracks ASX200	0.1%	3,641	Wagners Hold.	0.4%	228
Invocare Ltd	6.7%	1,311	Newcrest Mining	0.7%	22,345	S2 Resources	0.1%	27	Wameja Ltd	0.0%	103
Ioneer Limited	3.3%	218	News Corp.	2.2%	937	SG Fleet Group	0.1%	524	Wattle Health	0.7%	105
Iselect Limited	0.8%	56	Nextdc Limited	2.8%	3,983	SIV Capital	1.1%	27	Webjet NL	11.3%	609
Isentia Group	0.2%	35	Nib Holdings	2.7%	2,101	SRG Global	0.3%	103	Wesfarmers Ltd	0.5%	47,292
Ive Group	0.1%	179	Nick Scali Ltd	1.5%	466	Sandfire Res.	3.7%	871	Western Areas	1.7%	655
JB Hi-Fi Ltd	10.8%	4,636	Nickel Mines	2.1%	776	Santos Ltd	1.5%	11,978	Westpac Banking	0.6%	67,864
James Hardie	0.9%	11,943	Nine Entertain.	4.7%	2,652	Saracen Mineral	1.8%	5,007	Westgold Res.	1.0%	868
Janus Henderson	2.8%	1,415	Nova Minerals	0.5%	66	Scentre Group	0.7%	13,028	West African R.	2.2%	784
Japara Health.	3.5%	151	Nthn Star Res.	0.7%	9,976	Sealink Travel	0.5%	1,026	Whitehaven Coal	3.1%	1,929
Jervois Mining	0.0%	109	Nufarm Limited	4.8%	1,872	Seek Ltd	7.1%	7,076	Wisetech Global	4.4%	7,051
Johns Lyng Grp	0.2%	596	Nuheara Limited	0.0%	19	Select harvest	0.3%	613	Woodside Petrol	1.8%	22,294
Jumbo Interact.	3.6%	724	OFX Group	0.4%	350	Senex Energy	3.8%	386	Woolworths Grp	0.5%	46,741
Jupiter Mines	1.7%	588	OM Holdings	0.0%	307	Service Stream	0.8%	816	Worsley Ltd	3.9%	4,840
K-TIG Limited	0.0%	18	OZ Minerals Ltd	1.0%	3,252	Servcorp Ltd	0.2%	244	Zip Co Ltd	7.8%	2,202
									Zoono Group	2.3%	400

Performance Forecasts

"Performance Forecasts" are computer generated predictions of the relative future price performance of a company's shares over the next three to six months. Performance Forecasts are calculated for every listed NZ share (except Investment Trusts) on a rating scale using the letters "A" (Highest potential for capital appreciation over the next 3-6 months), "B" (Above Average), "C" (Average), "D" (Below Average) and "E" (Lowest). These predictions are NOT buy or sell recommendations, but can be useful to help time planned purchases or sales, or to identify shares worthy of further study and analysis.

Performance Forecast					Price/Sales Ratio					P/E Ratio					Gross Yield								
Company	Forecast	Price	Ratio	Ratio	Yield	Company	Forecast	Price	Ratio	Ratio	Yield	Company	Forecast	Price	Ratio	Ratio	Yield	Company	Forecast	Price	Ratio	Ratio	Yield
A2 Milk Company	A	1900	N/A	NE	Nil	Geo Ltd	C	6.1	0.99	NE	Nil	Property F Ind.	D	240	N/A	11	3.1	Orica Ltd	A	1755	1.14	27	3.1
AFC Group Hold.	A	0.1	N/A	NE	Nil	Goodman Prop.	B	228	N/A	9	2.9	Pushpay Hold.	C	706	N/A	70	Nil	Origin Energy	A	623	0.78	9	3.8
AFT Pharma.	A	469	1.50	NE	Nil	Good Spirits	D	9.0	0.15	7	Nil	QEX Logistics	E	63	0.56	17	Nil	Orora Limited	A	274	0.69	21	4.7
AMP Limited	B	191	0.85	NE	7.7	Green Cross H.	C	102	0.26	9	9.5	Rakon Ltd	D	27	0.54	18	Nil	Pendal Group	A	640	3.55	11	8.1
AWF Madison Grp	B	139	0.17	23	16.2	Hallenstein G.	C	403	0.83	8	15.2	Restaurant Brds	D	1280	2.01	45	Nil	Perenti Global	A	147	0.62	6	4.8
Abano Health.	A	291	0.27	10	11.5	Heartland Group	C	134	4.68	13	7.8	Rubicon Limited	D	19	1.89	NE	Nil	Perpetual Ltd	A	3311	3.01	13	0.1
Air New Zealand	A	164	0.32	7	18.6	IkeGPS Limited	C	74	8.37	NE	Nil	Ryman Health.	D	1345	N/A	21	1.7	Perseus Mining	A	115	2.63	NE	Nil
Akd Int Airport	A	696	N/A	13	4.3	Infratil NZ	B	511	N/A	16	4.7	Sanford Limited	C	685	1.18	15	4.7	Platinum Asset	A	392	7.72	14	6.9
Allied Farmers	E	67	5.63	95	0.4	Investore Prop.	B	176	9.75	10	4.2	Scales Corp Ltd	C	492	1.71	24	5.2	Polynovo Ltd	B	257	N/A	NE	Nil
Aorere Res.	N/R	0.1	5.02	NE	Nil	Just Life Group	C	46	2.40	19	6.0	Scott Tech. Ltd	E	187	0.64	17	5.4	Premier Invest	A	1679	2.23	32	3.7
Argosy Property	C	120	9.24	7	5.3	Kathmandu Ltd	B	122	0.51	5	18.2	SeaDragon Ltd	E	4.2	0.42	NE	Nil	Pro Medicus Ltd	A	2653	N/A	NE	0.3
Arvida Group	C	137	3.72	10	4.7	Kingfish Ltd	A	167	N/A	7	7.0	Seeka Kiwifruit	D	432	0.62	17	3.9	Q.B.E. Insur.	B	908	0.62	15	5.7
Asset Plus	C	39	4.73	17	9.2	Kiwi Property	D	113	5.66	12	6.2	Serko Limited	E	344	N/A	NE	Nil	Qantas Airways	B	463	0.40	8	5.4
Augusta Capital	C	70	2.54	9	8.6	Mainfreight Grp	A	4000	1.36	29	1.9	Skellerup Hold.	E	198	1.57	13	9.1	Qube Holdings	B	280	2.74	23	4.4
Barramundi Ltd	C	70	N/A	16	7.7	Marlborough WE	B	18	N/A	NE	Nil	Sky City Ltd	D	288	2.41	13	9.6	REA Group Ltd	A	10481	N/A	NE	1.1
Blackwall Gbl.	B	0.8	2.81	NE	Nil	Marlin Global	B	104	N/A	18	7.6	Sky Network TV	D	16	0.21	2	65.5	Ramelius Res.	A	674	3.05	49	0.6
Blis Technology	B	8.3	N/A	NE	Nil	Marsden Mar.	A	633	N/A	28	3.5	Smartpay NZ Ltd	E	60	4.84	NE	Nil	Ramsay Health.	A	1611	1.17	25	2.3
Briscoe Group	B	309	1.08	11	9.0	Mercury NZ	B	477	3.70	29	4.4	Smiths City	E	14	0.04	NE	Nil	Reeca Limited	B	976	1.00	27	2.1
Burger Fuel	C	44	1.13	19	Nil	Mercur Group	B	26	0.57	NE	Nil	Snakk Media Ltd	D	5.5	0.09	NE	Nil	Regis Resources	A	506	3.92	17	2.1
CDL Investments	C	82	2.68	7	5.9	Meridian Energy	B	492	3.61	37	4.6	Sol. Dynamics	C	211	1.83	29	3.5	Reliance W/wide	B	325	2.33	19	2.8
CSM Group Ltd	C	2.3	N/A	NE	Nil	MetLifeCare	C	434	7.45	24	2.5	South Port NZ	C	690	4.12	18	5.2	Resolute Mining	B	109	1.85	11	1.8
Cannasouth Ltd	C	46	N/A	NE	Nil	Metro Per Glass	C	19	0.13	7	28.4	Spark NZ Ltd	C	444	2.30	20	7.8	Rio Tinto Ltd	A	9860	2.62	14	6.4
Cavalier Corp	D	23	0.12	8	Nil	Mid-Cap Index	B	531	N/A	8	2.5	Steel & Tube	E	67	0.22	11	10.4	S/Tracks ASX200	A	5565	N/A	8	1.6
Chatham Rock	C	24	N/A	NE	Nil	Millennium & C.	C	198	1.43	5	2.5	Sthn Charter F.	D	0.1	3.24	NE	Nil	Santos Ltd	B	575	2.09	12	1.9
Chorus Ltd	B	795	3.60	66	4.0	Moa Group Ltd	D	17	0.75	NE	Nil	Stride Property	E	162	7.98	6	8.0	Saracen Mineral	B	454	6.70	40	Nil
Col Motor Co	B	680	0.25	10	9.2	NZ Exchange Ltd	B	145	5.84	34	5.8	Summerset Group	E	644	N/A	7	2.0	Scentre Group	B	251	5.02	11	4.5
Comvita	B	304	0.92	NE	Nil	NZ King Salmon	C	194	1.56	24	3.6	Synlait Milk	D	700	1.22	15	Nil	Sealink Travel	A	470	2.28	24	3.0
Contact Energy	B	636	2.11	35	7.0	NZ Oil & Gas	N/R	56	2.17	NE	Nil	T&G Global	D	272	0.28	93	6.1	Seek Ltd	A	2010	4.54	39	2.3
Cooks Global Fd	C	5.8	4.78	NE	Nil	NZ Refining Co	C	89	0.77	9	11.7	TIL Logistics	E	64	0.15	14	10.9	Seven Group	A	1717	1.43	27	2.4
Delegat Group	B	1135	4.13	24	2.1	NZ Windfarms	C	15	3.43	67	20.7	Tilt Renewables	D	343	8.33	NE	Nil	Shopping Centre	B	231	7.92	20	6.4
EROAD Ltd	D	245	2.73	NE	Nil	NZME Limited	C	26	0.13	4	10.7	Tourism Hold.	E	235	0.73	10	16.0	Silver Lake Res	B	196	5.30	NE	Nil
Ebos Group Ltd	A	2198	0.51	26	4.6	NZSX 10 Fund	B	199	N/A	12	3.4	Tower Limited	D	60	0.58	12	Nil	Sims Ltd	B	848	0.26	11	5.0
Enprise Group	C	68	0.96	NE	1.5	NZSX 50 Port.	B	287	N/A	14	3.8	Training Sol.	E	0.2	N/A	NE	Nil	Sonic Health	A	2878	2.22	25	2.9
Evolve Educat.	C	12	N/A	NE	Nil	NZX Aust MidCap	B	687	N/A	7	2.9	TruScreen Ltd	E	5.6	5.92	NE	Nil	Soul Pattinson	A	2013	2.98	19	2.9
F & P Health.	A	2808	N/A	84	1.1	Napier Port	C	350	7.01	NE	1.0	Trust Power Ltd	C	715	2.38	24	6.4	South32 Limited	B	219	1.06	20	5.1
Finzsoft Sol'ns	B	113	0.80	NE	Nil	New Talisman	N/R	0.8	N/A	NE	Nil	Turners Auto.	E	176	0.45	7	13.4	Spark Infrastru	A	205	N/A	18	7.3
Fletcher Build.	C	391	0.40	14	8.2	Oceania Health.	D	95	3.06	13	4.9	Vector Ltd	E	374	2.84	45	6.1	St Barbara Ltd	A	300	3.21	15	2.7
Foley Wines Ltd	C	168	2.30	22	2.5	Ozzy (Tortis)	B	354	N/A	13	9.2	Vista Group Ltd	E	185	2.34	25	2.5	Star Entertain.	A	327	1.39	15	6.3
Fonterra S/H Fd	C	379	0.02	NE	Nil	PGG Wrightsons	D	268	0.25	51	7.8	Vital Health PT	D	258	N/A	16	3.4	Steadfast Group	A	335	4.59	22	2.5
Freightways Ltd	B	715	1.17	11	5.9	Pac Edge Bio	E	12	N/A	NE	Nil	Vital Ltd	D	73	0.87	7	5.7	Stockland	B	396	3.46	9	6.7
Future Mobility	C	2.7	0.09	NE	Nil	PaySauce Ltd	E	46	1.67	NE	Nil	WN Drive Tech.	E	11	0.50	NE	Nil	Suncorp Group	B	996	0.89	15	2.6
General Capital	B	11	7.66	NE	Nil	Plexure Group	D	95	N/A	NE	Nil	Warehouse Group	D	215	0.24	11	11.0	Super Retail Gr	A	855	0.62	12	5.8
Geneva Finance	C	41	1.34	7	11.9	Port Tauranga	C	732	N/A	49	2.5	Z Energy Ltd	C	306	0.22	7	19.5	Sydney Airport	B	648	8.93	36	6.0
Genesis Energy	C	300	1.14	52	7.9	Precinct Prop.	E	169	N/A	8	3.4	Ave of 133 Cos	C	312	0.41	17	4.9	TPG Telecom Ltd	A	789	2.95	42	0.5
Gentech Group	C	176	1.55	15	Nil	Promisia Integ.	D	0.2	5.23	NE	Nil	Ave of 1938 Cos	C	219	0.36	3	1.6	Tabcorp Holding	B	345	1.81	NE	6.1
A.P. Eggers	A	725	0.24	12	5.0	Dicker Data Ltd	A	782	0.72	23	3.5	Technology One	A	906	N/A	49	1.0	Telstra	B	322	1.52	18	3.1
AGL Energy Ltd	A	1749	0.90	7	6.7	Domain Holdings	B	324	5.66	43	1.9	Transurban Grp	A	1468	N/A	68	3.8	Transurban Wine	B	1068	2.71	18	3.6
ALS Limited	B	723	1.90	18	2.4	Domino's Pizza	A	6542	7.03	46	1.6	Treasury Wine	B	1068	2.71	18	3.6	Tyro Payments	C	402	N/A	NE	Nil
AMP Ltd	B	179	0.33	NE	7.8	Downer EDI Ltd	B	488	0.23	11	5.7	Unibail-Rod.	A	530	0.42	1	3.3	United Malt Grp	B	450	N/A	NE	Nil
ANZ Bank	C	1977	1.59	9	8.1	EML Payments	C	399	N/A	NE	Nil	Vicinity Centre	B	174	5.10	19	9.1	Viva Energy Grp	E	189	0.62	NE	Nil
APA Group	B	1145	5.56	47	6.3	Elders Limited	A	953	0.68	15	1.9	Vincent Energy	B	172	0.20	30	2.7	Vocus Group Ltd	A	321	1.05	59	Nil
ARB Corporation	A	1769	3.31	28	2.1	Event Hospital.	B	946	1.57	14	5.5	WAM Capital Ltd	A	199	N/A	98	7.8	Waypoint REIT	A	259	N/A	12	5.4
ASX Limited	A	8703	N/A	38	2.5	Evolution Min.	A	560	6.29	44	1.7	Westpac Banking	C	1879	1.69	8	10.0	Wesfarmers Ltd	A	4171	1.69	24	4.3
AUB Group	A	1388	3.69	21	3.3	Flight Centre	A	1539	0.59	0	10.9	Whitehaven Coal	B	188	0.78	0	6.9	Westpac Bankng	C	1879	1.69	8	10.0
Abacus Property	A	275	5.16	7	6.5	Fortescue Metal	A	1454	4.87	38	1.6	Wisetech Global	B	2215	N/A	NE	0.2	Woolworths Grp	B	3706	0.85	30	2.5
Adri Ltd	A	347	1.49	48	1.4	Freedom Foods	A	390	2.24	92	0.8	Woodside Petrol	B	2336	3.18	15	5.5	Worsley Ltd	B	930	0.70	29	3.0
Afterpay Ltd	A	5061	N/A	NE	Nil	GFT Group	B	425	6.00	9	6.2	Yancoal Aust.	C	218	N/A	NE	17.8	Zimplats Hold.	B	1028	1.23	5	8.5
Altium Limited	A	3490	N/A	61	0.9	Gold Road Res.	C	155	N/A	NE	Nil	Zip Co Ltd	C	564	N/A	NE	Nil						
Alumina Ltd	A	164	N/A	5	19.6	Goodman Group	E	1505	N/A	29	2.0												
Amcor Ltd	A	1517	3.14	69	5.4	Graincorp	E	445	0.21	NE	Nil												
Ampol Ltd	A	2827	0.32	18	2.9	Growthpoint Pro	C	329	8.48	6	7.0												
Aneka Tambang	B	100	9.65	NE	Nil	Harvey Norman	B	359	1.95	11	9.2												
Ansell Ltd	A	3523	2.20	24	1.9	Healius Ltd	B	254	0.88	28	2.8												
Appen Limited	A	2908	8.51	74	0.2	Hutchison Tel.	D	15	N/A	NE	Nil												
Argo Investment	A	761	N/A	14	4.3	I-Sign This Ltd	C	107	N/A	NE	Nil												
Aristocrat Leis	A	2717	4.89	32	1.7	IDP Education	A	1694	7.21	65	1.2												
Atlas Arteria	C	667	N/A	NE	4.5	IGO Ltd	A	513	3.86	40													

Investment Outlook*(Continued from Page 1)*

More experienced investors are driven by FOMO (i.e. the fear of missing out).

Too much euphoria and too much leverage could easily lead to another panic sell-off similar to March 2020.

While the stockmarket is all rainbows and butterflies and unicorns, the real world has civil unrest in the United States, the Trade War is heating up over Hong Kong and every country is still dealing with Covid-19 and depressed economic activity.

Civil unrest is uncorrelated with future stockmarket returns (i.e. does not predict either higher or lower future share prices) but probably a symptom of the wealth divide (e.g. the top 1% own 43% of the United States' net worth, with the next 19% owning 50% and the bottom 80% only 7%) *plus* 20 million job losses in April and May.

China's imposition of its security laws on Hong Kong will result in Hong Kong losing its special trading status with the United States (and other Western countries), *plus* sanctions on any Chinese officials or Chinese firms that *enforce* or *benefit* from the new security laws. The *US/China Trade War* is about to escalate . . . which is *unfavourable* for the global economy, corporate profits and stockmarkets.

There may have been very few Covid-19 cases (i.e. about 300 per million population) and a statistically insignificant number of deaths (i.e. 4 per million) in New Zealand and Australia but there is significant economic damage. Unemployment is up, incomes are down and important sectors of the economy will remain depressed for many months.

Incomes are down - which Governments are trying to fight by printing money. In many cases people are using that to simply reduce debt (or build a small "rainy day" fund), so consumption remains depressed. With businesses closed (or supply chains or market access disrupted) production is down. Most businesses are deferring all but essential capital investment.

Before the start of 2020 the global economy was

heading into a recession. Now we likely have a depression and probably only a slow recovery.

Money printing will ultimately be inflationary (although perhaps there will be some deflation through the rest of 2020 as businesses discount prices to attract at least some revenues).

The global economy is probably heading into a long period of stagflation (i.e. slow economic growth and high inflation). The last time that happened - in the 1970's - share prices traded on high *single* figure Price/Earnings ratios (i.e. around 5-10 times earnings), not the 10-25 times we see today. Cash in the bank is not attractive as inflation will erode the real value of Government debt and personal savings.

So we are cautious about current stockmarket valuations that appear to fully anticipate a rapid and complete economic recovery.

As we have previously mentioned, equity prices have been high over recent years while commodity prices have been low. In a period of stagflation that situation would slowly reverse. We therefore continue to favour commodity based companies - gold miners, copper producers, renewable energy strategic minerals - as a major component of a diversified investment portfolio.

Total Return Index for All Listed Shares

May 11	1482.90	May 18	1479.64
May 12	1491.38	May 19	1484.39
May 13	1483.21	May 20	1490.06
May 14	1475.33	May 21	1483.45
May 15	1478.29	May 22	1478.20
May 25	1481.11	Jun 1	Holiday
May 26	1490.94	Jun 2	1519.61
May 27	1506.19	Jun 3	1530.51
May 28	1502.46	Jun 4	1544.78
May 29	1503.70	Jun 5	1555.07

Dividend \$

Company	Cents per Share	Ex-Date	Pay-able	Tax Credit
CDL Investments	3.50	30-04	15-05	Full
	<u>Australian Shares</u>			
ALS Ltd	6.10	09-06	06-07	

Next Issue:

The next issue of *Market Analysis* will be emailed in five weeks time on Monday July 13, 2020.

The print version will be delivered later that week, depending upon printing and postal delivery times.

MARKET ANALYSIS is published 12 times per year by Securities Research Company Limited, 3/47 Boyce Ave, Mt Roskill, Auckland. Subscribe online at www.stockmarket.co.nz or email james@stockmarket.co.nz.

Readers are advised that they should not assume that every recommendation made in the future will be profitable or equal the performance of recommendations made in the past. A summary of all prior recommendations is published on the website. The information presented has been obtained from original and published sources believed to be reliable, but its accuracy cannot be guaranteed.

The entire contents are copyright. Reproduction in whole or part is strictly forbidden without the approval of the publisher.