



## AUSTRALIA

DCN AU Outperform

Price (at 06:10, 06 Jun 2016 GMT) A\$2.22

Valuation A\$ 2.83

- DCF (WACC 11.0%, beta 1.8, ERP 5.0%, RFR 3.3%)

12-month target A\$ 2.80

12-month TSR % +26.1

Volatility Index Very High

GICS sector Materials

Market cap A\$m 294

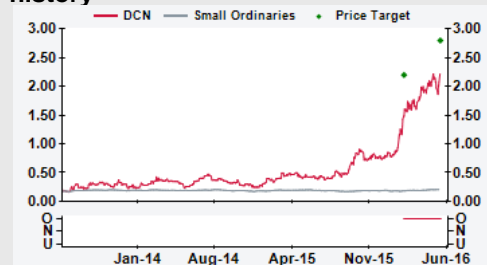
30-day avg turnover A\$m 0.6

Number shares on issue m 132.7

## Investment fundamentals

Year end 30 Jun		2015A	2016E	2017E	2018E
Revenue	m	0.0	0.0	0.0	0.0
EBIT	m	-8.6	-9.5	-9.2	-11.0
Reported profit	m	-8.0	-8.9	-8.4	-12.5
Adjusted profit	m	-8.0	-8.9	-8.4	-12.5
Gross cashflow	m	-0.7	-1.7	-2.3	-8.8
CFPS	¢	-0.7	-1.2	-1.4	-4.8
CFPS growth	%	38.1	-76.9	-13.2	-250.2
EPS adj	¢	-8.3	-6.2	-5.2	-6.8
EPS adj growth	%	-43.2	25.8	16.3	-31.2
Total DPS	¢	0.0	0.0	0.0	0.0
Total div yield	%	0.0	0.0	0.0	0.0
ROA	%	-51.7	-43.9	-12.3	-6.3
ROE	%	-57.0	-50.2	-12.0	-11.5
EV/EBITDA	x	-156.1	-112.1	-116.6	-48.8
Net debt/equity	%	-45.0	-61.7	-33.4	97.6
P/BV	x	21.0	12.7	3.6	4.0

## DCN AU vs Small Ordinaries, &amp; rec history



Note: Recommendation timeline - if not a continuous line, then there was no Macquarie coverage at the time or there was an embargo period.

Source: FactSet, Macquarie Research, June 2016

(all figures in AUD unless noted)

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7 June 2016

Macquarie Securities (Australia) Limited

## Dacian Gold

## Morgans UG offers more upside

## Event

- DCN has released more high-grade drilling results from the Morgans underground. We have reviewed our mining assumptions for the project and believe it could deliver meaningful upside on DCN's scoping study.

## Impact

- Results continue to build confidence.** Drilling results from the final 34 diamond drill holes at the Morgans underground prospect continue to deliver both high-grade and wide intersections.
- Bulk mining opportunities.** Having recognised the existence of multiple mineralised BIF horizons, DCN now believes that widths of up to 35m could be achieved at mineable grade. Encouragingly, these bulk zones also appear to be coincident with a high-grade northerly plunge.
- Resource upgrade expected in June/July.** DCN will complete a re-estimation of the Westralia resource with the intention of releasing an updated resource in July. We expect the key feature of the upgrade to be a significant improvement in confidence in the resource. We expect the upgrade in JORC classification to allow higher-grade underground material to be brought forward in the mine schedule.
- Change to our mining assumptions.** We now assume slightly larger mining inventory for the Westralia UG adding 6 months to our assumed mine life. However, the principle upgrade to our assumptions has been to bring high-grade material forward in the schedule. This delivers approximately 40kozpa of higher-grade ore to the first two years of operation.

## Earnings and target price revision

- The changes to our mining assumptions have driven a number of revisions to our earnings forecast. However, we do not expect DCN to report meaningful earnings until at least FY19. Improved cash flows, particularly in the early years of production have driven a 30% increase in our valuation of Mt Morgans to \$324m. In light of DCN's strong share price appreciation over recent months, we have increased the price of our assumed \$100m equity raising, consequently reducing dilution. Our per share valuation increases 23% and we raise our price target for DCN to \$2.80/sh from \$2.20, equivalent to a P/NAV of 0.85x.

## Price catalyst

- 12-month price target: A\$2.80 based on a DCF methodology.
- Catalyst: The release of the upgraded resource estimate in June/July should provide the most near-term catalyst for DCN.

## Action and recommendation

- Maintain Outperform.** The Morgans and Westralia underground prospects continue to deliver strong results. We expect the underground at Mt Morgans to become a significant underground operation and believe the surrounding exploration portfolio offers additional upside.

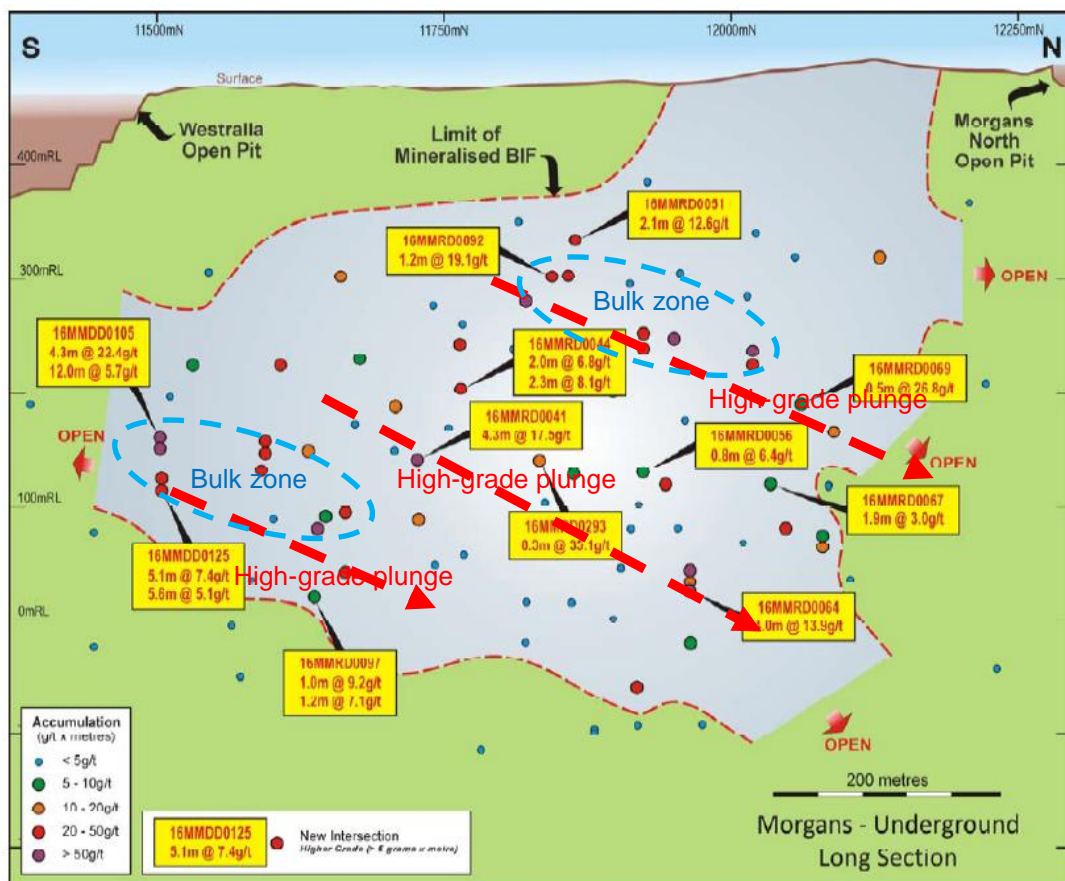
### Mt Morgans underground optimisation

- DCN recently released more infill drilling results from the company’s Morgans underground prospect at the Mt Morgans Gold Project. Assay results continue to be highly encouraging and suggest to us that the deposit is likely to deliver substantial upside on the Mt Morgans scoping study released September 2015. In our view, additional data and improved geological confidence will allow DCN to optimise Morgans underground bringing higher grade material to the early years of the mine plan.
- As a result of the strong mineralisation trends being observed and their potential for extension, along with the apparent potential for areas of bulk mining we also now factor in a higher resource to reserve conversion of 60%. Overall our revised assumptions for the Morgans underground have resulted in a ~20% increase in mined tonnes, grade and mined ounces.

### Results continue to build confidence

- Drilling results from the final 34 diamond drill holes at the Morgans underground prospect continue to deliver both high-grade and wide intersections, highlights of which include:
  - ⇒ 4.3m @ 22.4 g/t Au from 317.7m
  - ⇒ 4.3m @ 17.5 g/t Au from 421.4m
  - ⇒ 4.0m @ 13.9 g/t Au from 528.0m
  - ⇒ 12.0m @ 5.7 g/t Au from 341.0m
- DCN reports that mineralisation is principally located in the footwall banded iron formation of the easterly dipping Westralia BIF package. To date the company has identified at least two subordinate BIF units within the package that are also carrying gold. We see a number of strong northerly plunging high-grade trends developing (red arrows Fig 1). At least two of which are yet to be closed off by drilling and offer potential for extensions.

**Fig 1 We see a number of mineralisation trends developing and potential extensions**



Source: DCN, Macquarie Research, June 2016

### Bulk tonnage

- Having recognised the existence of multiple mineralised BIF horizons DCN has completed some initial analysis for the potential to bulk mine where these units come within close proximity of one another. An initial review of drill results suggests that widths of up to 35m could be achieved at mineable grade:
  - ⇒ 35.3m @ 4.8 g/t Au in 16MMRD0105
  - ⇒ 23.4m @ 5.2 g/t Au in 15MMRD0034
  - ⇒ 20.1m @ 5.2 g/t Au in 15MMRD0016
  - ⇒ 15.5m @ 5.5 g/t Au in 15MMRD0018
- Encouragingly these bulk zones also appear to be coincident with the high-grade northerly plunge (blue ellipses Fig 1).

### Resource upgrade expected in June/July

- A total of 97 drill holes have now been drilled at the combined Morgans and Westralia underground prospects. Data from the final 26 holes drilled at Westralia are still awaited. Once received DCN will complete a re-estimation of the Westralia resource with the intention of releasing an updated resource in July.

**Fig 2 Current Westralia resource – 78% of ounces are inferred**

Westralia		Mt	g/t	Koz
Westralia	Measured	0.23	4.63	35
Westralia	Indicated	1.96	4.65	293
Westralia	Inferred	7.07	5.24	1,192
<b>Westralia</b>	<b>Total</b>	<b>9.27</b>	<b>5.10</b>	<b>1,520</b>

Source: DCN, Macquarie Research, June 2016

- We expect the key feature of the upgrade to be a significant improvement in confidence with the majority of inferred material, which currently accounts for 78% of the total resource, to be upgraded to at least indicated.
- Under the JORC code lower confidence inferred material cannot be scheduled ahead of higher confidence material in proposed mine plans. We expect the upgrade in JORC classification to allow higher grade underground material to be brought forward in the feasibility mine schedule.

### Change to our mining assumptions

- We now assume a slightly larger mining inventory for the Westralia underground (Westralia and Morgans UG combined). We model a total inventory of 984koz, a 17% increase on our previous assumption, tonnes increase by a similar amount but our grade assumption is essential unchanged at 5.38g/t. We have left our mining inventory assumptions for all the other ore sources unchanged.

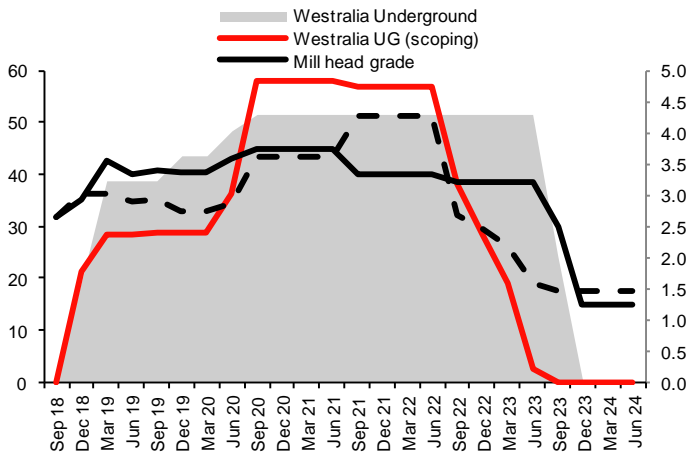
**Fig 3 Assumed mining Inventory**

Deposit	Mt	g/t	koz
Jupiter Open Pit	11.4	1.34	490
Westralia Open Pit	0.1	3.00	10
Westralia Underground	5.7	5.38	984
Transvaal Underground	0.5	4.54	73
<b>Total Mining Inventory</b>	<b>17.7</b>	<b>2.74</b>	<b>1,557</b>

Source: DCN, Macquarie Research, June 2016

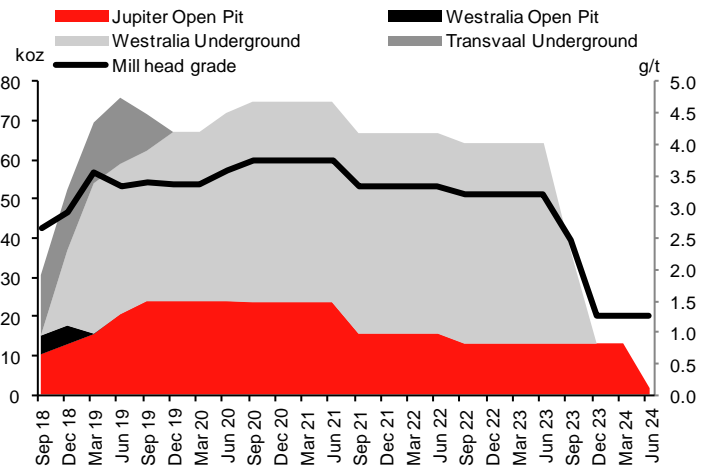
- Whilst the increased mining inventory adds 6 months to our assumed mine life for the Westralia UG, the principle upgrade to our assumption has been to bring high-grade material forward in the schedule. This not only delivers approximately 40koz pa of higher-grade ore to the first two years of operation but also reduces the rate of mining in the open pits, and defers the consumption of stockpile material.

**Fig 4 We expect Westralia UG to contribute more ounces over a longer period...**



Source: DCN, Macquarie Research, June 2016

**Fig 5 ...and to be the largest single contributor to mill feed**



Source: DCN, Macquarie Research, June 2016

**Changes to our earnings forecast and valuation**

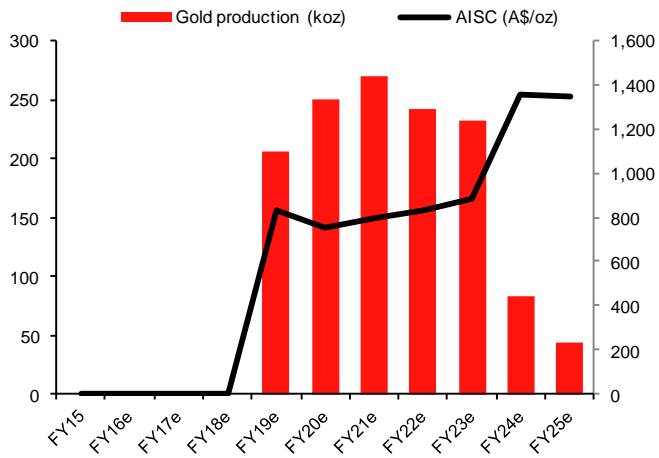
- The changes to our mining assumptions have driven a number of revisions to our earnings forecast. However, we do not expect DCN to report meaningful earnings until at least FY19. Improved cash flows, particularly in the early years of production have driven a 30% increase in our valuation of Mt Morgans to \$324m. In light of DCN’s strong share price appreciation over recent months, we have increased the price of our assumed \$100m equity raising, consequently reducing dilution. Our per share valuation increases 23% and we raise our price target for DCN to \$2.80/sh, equivalent to a P/NAV of 0.85x.

**Fig 6 Changes to our valuation of DCN**

Projects	New		Old		Variance	
	A\$m	A\$ps	A\$m	A\$ps	A\$m	A\$ps
Mt Morgans	328	1.78	229	1.14	30%	36%
Undeveloped Resources	94	0.51	107	0.53	-14%	-4%
Unpaid capital & Equity Raising	109	0.59	109	0.54	0%	9%
Corporate	(30)	(0.16)	(28)	(0.14)	8%	16%
Cash	20	0.11	20	0.10	0%	9%
<b>Net Equity Value (@ 11% WACC)</b>	<b>521</b>	<b>2.83</b>	<b>438</b>	<b>2.18</b>	<b>16%</b>	<b>23%</b>

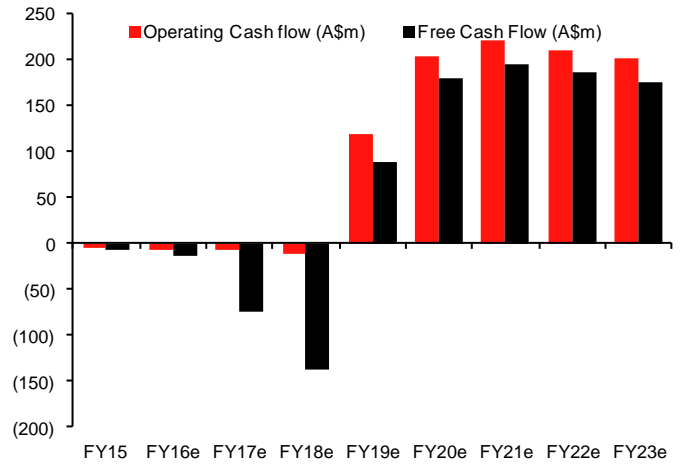
Source: DCN, Macquarie Research, June 2016

**Fig 7 Mt Morgans forecast production**



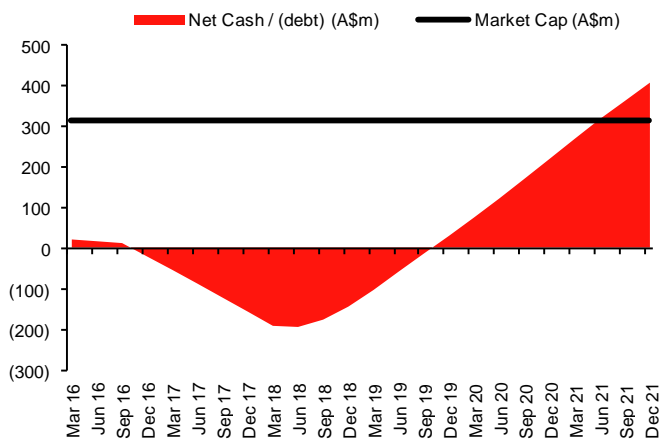
Source: DCN, Macquarie Research, June 2016

**Fig 8 Production by ore source**



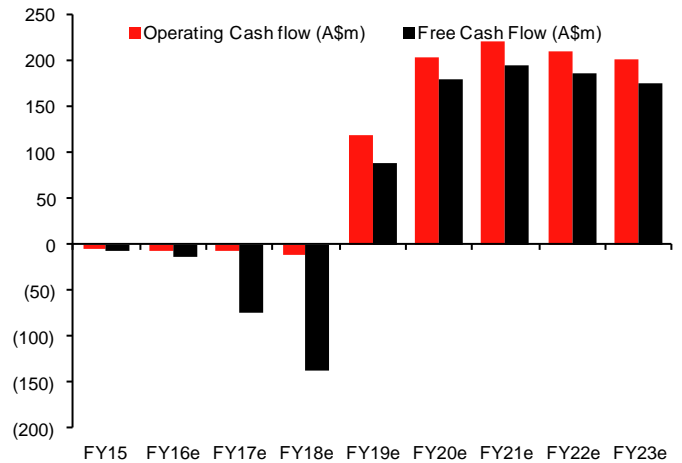
Source: DCN, Macquarie Research, June 2016

**Fig 9 Cumulative cash generation**



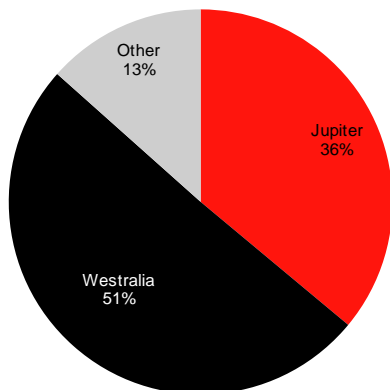
Source: DCN, Macquarie Research, June 2016

**Fig 10 Operating and free cash flow**



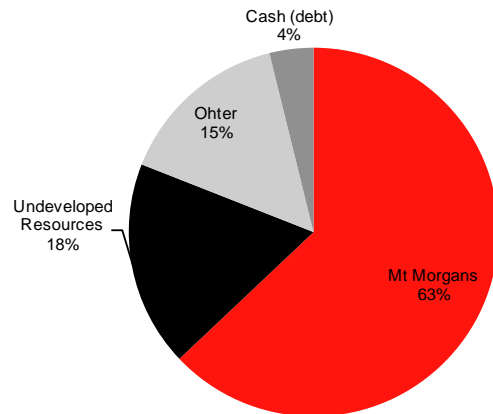
Source: DCN, Macquarie Research, June 2016

**Fig 11 Mt Morgans resource breakdown**



Source: DCN, Macquarie Research, June 2016

**Fig 12 DCN NPV breakdown**



Source: DCN, Macquarie Research, June 2016

Fig 13 DCN summary model

Dacian Gold								
ASX: DCN	Price: (A\$ps)	2.37		Year end:	Jun	Rating: Outperform	Up/dn	TSR
	Mkt cap: (A\$m)	314		Diluted shares (m)	132.4	Target: 2.80	18%	18%
ASSUMPTIONS								
Exchange Rate	A\$/US\$	0.84	0.72	0.72	0.72	0.72	0.72	0.72
Spot Gold	(US\$/oz)	1,223	1,186	1,280	1,312	1,345	1,379	1,414
RATIO ANALYSIS								
Diluted share capital	m	96.1	144.0	184.0	184.0	184.0	184.0	184.0
EPS (diluted and pre sig. items)	A¢	-8.4	-6.2	-5.2	-6.8	52.8	81.2	92.7
P/E	x	-28.3x	-38.4x	-45.9x	-35.0x	4.5x	2.9x	2.6x
CFPS	A¢	(6.4)	(5.3)	(4.6)	(6.8)	64.0	109.9	119.9
P/CF	x	-36.8x	-45.0x	-51.8x	-35.0x	3.7x	2.2x	2.0x
DPS	A¢	0.0	0.0	0.0	0.0	0.0	25.0	28.0
Dividend yield	%	0.0%	0.0%	0.0%	0.0%	0.0%	10.5%	11.8%
Franking Level	%	0%	0%	0%	0%	100%	100%	100%
Book value per share	x	0.11	0.17	0.62	0.56	1.08	1.78	2.46
P/Book value	x	22.3x	13.6x	3.8x	4.3x	2.2x	1.3x	1.0x
R.O.E. (pre sig items)	%	-79%	-35%	-7%	-12%	49%	46%	38%
R.O.A. (pre sig items)	%	-63%	-32%	-8%	-5%	51%	54%	45%
Interest Cover	x	37.9x	21.7x	11.7x	-7.5x	27.3x	-154.3x	-40.5x
EBITDA per share	A\$ps	-0.09	-0.07	-0.05	-0.06	1.04	1.44	1.58
EV/EBITDA	x	-36.8x	-31.6x	-29.9x	-37.6x	1.7x	0.6x	0.1x
EARNINGS								
Sales Revenue	A\$m	0	0	0	0	385	478	529
Other Revenue	A\$m	0	0	0	0	0	0	0
<b>Total Revenue</b>	<b>A\$m</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>385</b>	<b>478</b>	<b>529</b>
Operating Costs	A\$m	0	0	0	0	(184)	(203)	(229)
<b>Operational EBITDA</b>	<b>A\$m</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>201</b>	<b>275</b>	<b>300</b>
Exploration Expense/Write-offs	A\$m	(7)	(7)	(6)	(4)	(1)	(1)	(1)
Corporate & Other Costs	A\$m	(1)	(2)	(3)	(7)	(9)	(9)	(9)
<b>EBITDA</b>	<b>A\$m</b>	<b>(8)</b>	<b>(9)</b>	<b>(9)</b>	<b>(11)</b>	<b>191</b>	<b>265</b>	<b>290</b>
D&A	A\$m	(0)	(0)	0	0	(47)	(53)	(53)
<b>EBIT</b>	<b>A\$m</b>	<b>(9)</b>	<b>(10)</b>	<b>(9)</b>	<b>(11)</b>	<b>144</b>	<b>212</b>	<b>238</b>
Net Interest	A\$m	0	0	1	(1)	(5)	1	6
<b>Profit Before Tax</b>	<b>A\$m</b>	<b>(8)</b>	<b>(9)</b>	<b>(8)</b>	<b>(12)</b>	<b>139</b>	<b>214</b>	<b>244</b>
Tax Expense	A\$m	0	0	0	0	(42)	(64)	(73)
Minorities	A\$m	0	0	0	0	0	0	0
<b>Adjusted NPAT</b>	<b>A\$m</b>	<b>(8)</b>	<b>(9)</b>	<b>(8)</b>	<b>(12)</b>	<b>97</b>	<b>149</b>	<b>171</b>
Significant Items (post tax)	A\$m	0	0	0	0	0	0	0
<b>Reported NPAT</b>	<b>A\$m</b>	<b>(8)</b>	<b>(9)</b>	<b>(8)</b>	<b>(12)</b>	<b>97</b>	<b>149</b>	<b>171</b>
CASHFLOW								
<b>Net Profit</b>	<b>A\$m</b>	<b>(8)</b>	<b>(9)</b>	<b>(8)</b>	<b>(12)</b>	<b>97</b>	<b>149</b>	<b>171</b>
Interest/Tax/D&A	A\$m	2	1	0	0	59	53	53
Working Capital/other	A\$m	0	1	0	0	(38)	0	(2)
<b>Net Operating Cashflow</b>	<b>A\$m</b>	<b>(6)</b>	<b>(8)</b>	<b>(8)</b>	<b>(12)</b>	<b>118</b>	<b>202</b>	<b>221</b>
Capex	A\$m	(0)	(5)	(67)	(126)	(29)	(23)	(26)
Investments	A\$m	0	0	0	0	0	0	0
Sale of PPE and Other	A\$m	0	0	0	0	0	0	0
<b>Free cash flow</b>	<b>A\$m</b>	<b>(6)</b>	<b>(13)</b>	<b>(75)</b>	<b>(138)</b>	<b>88</b>	<b>179</b>	<b>194</b>
Dividends Paid	A\$m	0	0	0	0	(21)	(47)	(47)
Debt	A\$m	(0)	(0)	0	120	(100)	(20)	0
Equity Issuance	A\$m	(0)	24	98	0	0	0	0
Other	A\$m	0	0	0	0	0	0	0
<b>Net Financing Cashflow</b>	<b>A\$m</b>	<b>(0)</b>	<b>24</b>	<b>98</b>	<b>120</b>	<b>(100)</b>	<b>(41)</b>	<b>(47)</b>
<b>Net change in cash</b>	<b>A\$m</b>	<b>(6)</b>	<b>11</b>	<b>23</b>	<b>(18)</b>	<b>(12)</b>	<b>138</b>	<b>148</b>
BALANCE SHEET								
Cash	A\$m	5	16	38	20	9	147	295
PP&E & Mine Development	A\$m	0	6	73	198	181	151	125
Exploration	A\$m	8	8	8	8	8	8	8
<b>Total Assets</b>	<b>A\$m</b>	<b>14</b>	<b>30</b>	<b>119</b>	<b>227</b>	<b>285</b>	<b>393</b>	<b>523</b>
Debt	A\$m	0	0	0	120	20	0	0
<b>Total Liabilities</b>	<b>A\$m</b>	<b>3</b>	<b>5</b>	<b>5</b>	<b>125</b>	<b>85</b>	<b>65</b>	<b>71</b>
<b>Total Net Assets / Equity</b>	<b>A\$m</b>	<b>10</b>	<b>25</b>	<b>115</b>	<b>102</b>	<b>199</b>	<b>328</b>	<b>452</b>
Net Debt / (Cash)	A\$m	(5)	(16)	(38)	100	11	(147)	(295)
Gearing (net debt/(nd + equity))	%	(82%)	(161%)	(50%)	49%	5%	(81%)	(187%)
Gearing (net debt/equity)	%	(45%)	(62%)	(33%)	98%	6%	(45%)	(65%)
ATTRIBUTABLE MINE OUTPUT								
<b>Gold production (equ)</b>		FY15	FY16e	FY17e	FY18e	FY19e	FY20e	FY21e
Mt Morgans	(koz)	0.0	0.0	0.0	0.0	206.1	250.2	270.1
<b>Total</b>	<b>(koz)</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>206.1</b>	<b>250.2</b>	<b>270.1</b>
CASH COSTS - AISC								
Mt Morgans	(A\$/oz)	0	0	0	0	987	897	933
<b>Cash costs - AISC</b>	<b>(A\$/oz)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,026</b>	<b>929</b>	<b>963</b>
C1 Cash cost - Mt Morgans	(A\$/oz)	0	0	0	0	828	756	798
EV/Production	(A\$/oz)	nm	nm	nm	nm	2,172	1,155	524
OPERATIONAL OUTLOOK								
MINING INVENTORY								
<b>Mining Inventory</b>								
Deposit		Mt	g/t	koz				
Jupiter Open Pit		11.4	1.34	490				
Westralia Open Pit		0.1	3.00	10				
Westralia Underground		5.7	5.38	984				
Transvaal Underground		0.5	4.54	73				
<b>Total Mining Inventory</b>		<b>17.7</b>	<b>2.74</b>	<b>1,557</b>				
RESERVES AND RESOURCES (ATTRIBUTABLE)								
<b>Reserves</b>								
Project		Mt	g/t	koz				
Craic		0.0	8.9	8				
Transvaal		0.0	0.0	0				
<b>Mill feed</b>		<b>0.0</b>	<b>8.9</b>	<b>8</b>				
<b>Resources</b>								
Project		Mt	g/t	koz				
King Street		0.5	1.93	33				
Jupiter		26.6	1.27	1,085				
Westralia		9.3	5.10	1,520				
Craic		0.2	7.57	46				
Transvaal		1.3	5.21	210				
Ramornie		0.4	4.01	57				
<b>Mill feed</b>		<b>38.2</b>	<b>2.40</b>	<b>2,951</b>				
Heap Leach		3.5	0.51	57				
<b>Resources</b>		<b>41.7</b>	<b>2.24</b>	<b>3,008</b>				
		EV/Reserve (A\$/oz)	189	EV/Resource (A\$/oz)	109			
EQUITY DCF VALUATION								
		Macquarie forecasts		Spot prices				
Projects		A\$m	A\$ps	A\$m	A\$ps			
Mt Morgans		328	1.78	328	1.78			
Undeveloped Resources		94	0.51	94	0.51			
Unpaid capital & Equity Raising		109	0.59	109	0.59			
Forwards		0	0.00	0	0.00			
Corporate		(30)	(0.16)	(30)	(0.16)			
Cash		20	0.11	20	0.11			
Debt		(0)	(0.00)	(0)	(0.00)			
<b>Net Equity Value (@ 11% WACC)</b>		<b>521</b>	<b>2.83</b>	<b>521</b>	<b>2.83</b>			
Price Target		<b>2.80</b>						
P/NAV		<b>0.85x</b>						

Source: DCN, Macquarie Research, June 2016

Important disclosures:

<p><b>Recommendation definitions</b></p> <p><b>Macquarie - Australia/New Zealand</b>                  Outperform – return &gt;3% in excess of benchmark return                  Neutral – return within 3% of benchmark return                  Underperform – return &gt;3% below benchmark return</p> <p>Benchmark return is determined by long term nominal GDP growth plus 12 month forward market dividend yield</p> <p><b>Macquarie – Asia/Europe</b>                  Outperform – expected return &gt;+10%                  Neutral – expected return from -10% to +10%                  Underperform – expected return &lt;-10%</p> <p><b>Macquarie – South Africa</b>                  Outperform – expected return &gt;+10%                  Neutral – expected return from -10% to +10%                  Underperform – expected return &lt;-10%</p> <p><b>Macquarie - Canada</b>                  Outperform – return &gt;5% in excess of benchmark return                  Neutral – return within 5% of benchmark return                  Underperform – return &gt;5% below benchmark return</p> <p><b>Macquarie - USA</b>                  Outperform (Buy) – return &gt;5% in excess of Russell 3000 index return                  Neutral (Hold) – return within 5% of Russell 3000 index return                  Underperform (Sell)– return &gt;5% below Russell 3000 index return</p>	<p><b>Volatility index definition*</b></p> <p>This is calculated from the volatility of historical price movements.</p> <p><b>Very high-highest risk</b> – Stock should be expected to move up or down 60–100% in a year – investors should be aware this stock is highly speculative.</p> <p><b>High</b> – stock should be expected to move up or down at least 40–60% in a year – investors should be aware this stock could be speculative.</p> <p><b>Medium</b> – stock should be expected to move up or down at least 30–40% in a year.</p> <p><b>Low-medium</b> – stock should be expected to move up or down at least 25–30% in a year.</p> <p><b>Low</b> – stock should be expected to move up or down at least 15–25% in a year.</p> <p>* Applicable to Asia/Australian/NZ/Canada stocks only</p> <p><b>Recommendations</b> – 12 months  <b>Note:</b> Quant recommendations may differ from Fundamental Analyst recommendations</p>	<p><b>Financial definitions</b></p> <p>All "Adjusted" data items have had the following adjustments made:                  Added back: goodwill amortisation, provision for catastrophe reserves, IFRS derivatives &amp; hedging, IFRS impairments &amp; IFRS interest expense                  Excluded: non recurring items, asset revals, property revals, appraisal value uplift, preference dividends &amp; minority interests</p> <p><b>EPS</b> = adjusted net profit / efpowa*  <b>ROA</b> = adjusted ebit / average total assets  <b>ROA Banks/Insurance</b> = adjusted net profit / average total assets  <b>ROE</b> = adjusted net profit / average shareholders funds  <b>Gross cashflow</b> = adjusted net profit + depreciation                  *equivalent fully paid ordinary weighted average number of shares</p> <p>All Reported numbers for Australian/NZ listed stocks are modelled under IFRS (International Financial Reporting Standards).</p>
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**Recommendation proportions – For quarter ending 31 March 2016**

	AU/NZ	Asia	RSA	USA	CA	EUR	
Outperform	50.34%	59.09%	46.67%	44.76%	60.66%	46.12%	(for global coverage by Macquarie, 3.72% of stocks followed are investment banking clients)
Neutral	34.14%	25.66%	32.00%	49.90%	30.33%	35.10%	(for global coverage by Macquarie, 4.79% of stocks followed are investment banking clients)
Underperform	15.52%	15.26%	21.33%	5.33%	9.02%	18.78%	(for global coverage by Macquarie, 2.31% of stocks followed are investment banking clients)



**12-month target price methodology**

DCN AU: A\$2.80 based on a DCF methodology

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Date	Stock Code (BBG code)	Recommendation	Target Price
23-Feb-2016	DCN AU	Outperform	A\$2.20

**Target price risk disclosures:**  
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