

Parity PEG Price Report



Briefed Up

Duke Royalty

DUKE

| Market Data | |
|-------------------------|-----------|
| Date | 19-Feb-19 |
| Price | 41.0p |
| Market Cap (m) | £82.0 |
| Net Debt / (Cash -) (m) | £9.2 |
| % of Market Cap | 11.2% |
| % of PBT | 196% |
| EV (m) | £91.2 |
| Forecast Yield % | 6.8% |
| Broker note | Cenkos |
| (from Research Tree) | 19-Feb-19 |



Stock chart from Stockopedia

| Quality Metrics | |
|--------------------|------------|
| ROCE | 0.7% |
| vs Industry Median | Well Above |
| Op Margin | 14.0% |
| vs Industry Median | Well Above |

| Financial Summary | | | | | |
|-------------------|-------|--------|--------|--------|-------|
| FY | 2016A | 2017A | 2018A | 2019E | 2020E |
| Revenue | | £0.0 | £1.8 | £6.5 | £11.8 |
| +/- % | | | | 261.1% | 81.5% |
| PBT | | -£1.3 | £0.8 | £4.7 | £8.9 |
| +/- % | | | 161.5% | 487.5% | 89.4% |
| EPS | | -14.8p | 1.3p | 2.5p | 3.9p |
| +/- % | | | 108.8% | 92.3% | 56.0% |
| Dividend | | | 2.1p | 2.8p | 3.6p |
| +/- % | | | | 33.3% | 28.6% |

| FY Forecasts Analysis | 2019E | 2020E |
|------------------------|--------|------------------------|
| Current Price | 41.0p | 2019E Parity PEG Price |
| Forecast EPS | 2.5p | Forecast EPS |
| PER * | 16.4 | PER * |
| EPS Growth Rate | 92.3% | EPS Growth Rate |
| PEG * | 0.18 | PEG * |
| 2019E Parity PEG Price | 230.8p | Parity PEG Price |
| Upside / Downside % ** | 462.9% | Upside / Downside ** |

* The PER and the PEG are based on the Price and Forecast EPS figures above it

** Upside / Downside % in both cases is based on the Current Price

Notes & Summary

Just acquired only known competitor (4-Feb-19).
 Not an Industry (Holding Company) in my universe.
 Net Debt vs PBT a little high but manageable enough.
 Revenue (Net Investment Gain), PBT, EPS and Dividend growth plus 7% or so Yield should provide support.

Looks way undervalued on a 1 and 2 Year view - Net Debt a minor concern but all round growth and 7% or so Yield look great.