

Gold Road Resources (GOR: \$A1.64)

Gold Road Resources climbs 2.8% on rising relative strength
Wednesday April 17, 2024 16:00 AEST

Gold Road Resources Limited's (ASX: GOR \$A1.64) stock price climbed 4.50c (2.8%) from its previous trading session to close at \$A1.64.

Compared with the All Ordinaries Index which fell 1.3 points (0.02%) in the day, the relative price increase was 2.8%.

Gold Road Resources Limited is Australia's 38th largest Materials company by market cap.

In the Australian market, the stock's relative price strength percentile is rising at 40 for 6 months, 50 for 3 months, and 63 for 30 days. A price rise combined with a rising relative strength is a bullish signal.

There were 6,182,669 shares worth \$A10.1 million traded today. Wednesday's price rise was propped up by robust volume of 1.6 times the average daily volume of 3.9 million shares.

ANNUAL REPORT

Gold Road Resources (ASX:GOR) reported net profit for the year-ended 31 December 2023 [FY2023] of \$A116m, up 82% from \$A63.7m in the previous year [FY2022]. Earnings per share (EPS) were up 83% from 6.0c in FY2022 to 11.0c in FY2023.

Annual growth in Revenue, Net Profit and EPS

Year-ended	31 December [FY/2023]	31 December [FY/2022]
Revenue, AUD Million	472	383
Revenue, \$ Million	321	261
Growth in Revenue %	23.3	39.4
Net Profit, AUD Million	116	63.7
Net Profit, \$ Million	78.7	43.3
Growth in Net Profit %	81.7	73.1
EPS, c	11.0	6.0
Growth in EPS %	83.3	43.5

Figure 1: Stock Identifiers

ISIN	AU000000GOR5
PermID	4295858624

Fig 2: Stock Summary

Market Cap	\$A1.8 billion
Shares Outstanding	1,083,344,563
EPS Growth (%)	83.3
Relative Strength (3 mo)	50

Fig 3: Technical Indicators

Name	Value	Comment
RSI	54.2	Neutral
William % R	-64.4	Neutral
MFI	62.7	Neutral

Fig 4: Moving Averages

Name	Value	Comment
P/MAP20	1.01	Price/MAP20 above 1 and rising
P/MAP50	1.04	Price/MAP50 above 1 and rising

Fig 5: Financials Summary

Year ended Dec	FY2023	FY2022	FY2021
Sales (\$ M)	308	249.8	179.2
Pretax (\$ M)	109	59.2	33.5
Net (\$ M)	75.5	41.5	24
EPS (AUD)	0.11	0.06	0.0418

EPS up 83.3% to 11.0c in FY2023 [y.e. 31 Dec 2023]

Net profit was up 81.7% from \$41.5 million in FY2022 to \$75.5 million in FY2023. Earnings Per Share (EPS) was up 83.3% from 6.0c in FY2022 to 11.0c in FY2023.

Bullish Signals

Uptrend

Price/Moving Average Price:

- The price to 50-day EMAP ratio is 1.0, a bullish indicator. In the past 50 days this ratio has exceeded 1.0, 13 times suggesting further upside. The 50-day EMAP has increased to \$A1.60. An increase is another bullish indicator.

Past Week:

- The stock posted rises of more than 2.7% on 2 out of 5 days in the past week of trading. The top rise was 4.1%.

Past Month:

- The price lifted 2.8% in the past month. The rise has been propped up by robust volume of 1.5 times average for the month.

- Rises to Falls: in the past month the number of rises outnumbered falls 13:7 or 1.9:1.

Fig 6: High Price Performance Indicators and rank of Gold Road Resources in the Australian market:

Description	GOR Value	Rank In Market
Today's Trading Turnover	\$A10.1 million	In Top 9%
MCap	\$A1.8 billion	In Top 13%

Undervaluation [compared with sector average]

Price/Earnings and Earnings Yield:

- Price/Earnings of 14.9 [20.5]. We estimate Gold Road Resources stock is trading at a current year P/E of 8.7 and a forward year P/E of 4.9. The P/E of 14.9 plus annual inflation in the Australia of 3.7% adds up to 18.6, well within the value benchmark Rule of 19.

- Earnings yield of 6.7% is 1.5 times the 10-year bond yield of 4.33%.