

Equities

6 October 2011 | 22 pages

3Q11 Global Mining & Construction Survey

Signs of Pricing & Funding Weakening; Mining Capex Still Robust

■ Industry Overview

- **Citi Global Mining & Construction Survey** — We examine the results of our quarterly proprietary Mining & Construction Survey, which tracks the 12-month forward-looking capex intentions of mining and construction customers. The survey captures >\$140bn in annual sales by customers (including mining and construction equipment dealers, mining, construction and minerals processing companies).
- **Macro Uncertainty Impacts Future Capex in Construction But Less So in Mining** — In this survey, we asked a new question whether survey participants are considering to lower their future capex budgets due to the prevailing macro uncertainty. In construction, 57% of participants are considering lowering future capex budgets and only 28% said the same for mining capex.
- **Funding Outlook Falls Further in Construction** — Only 32% of all participants are now finding it easier (vs. 41% in 2Q11 and 70% in 1Q11) to fund equipment purchases. In mining, the sentiment is broadly unchanged, with 40% of mining companies finding it easier to fund equipment purchases (vs. 42% in 2Q11 and 70% in 1Q11), whereas in construction, a notable deceleration is seen, with only 14% of construction companies and dealers finding it easier (vs. 38% in 2Q11 and 67% in 1Q11).
- **Pricing Sentiment Down Sequentially in Both Mining and Construction** — In mining, pricing for new equipment is expected to increase 4.7% Y/Y over the next 6-12 months, a sequential decline vs. 8.4% in our 2Q11 survey (1Q11: +7.2%; 4Q10: +8.2%) and in construction, to rise 2.5% Y/Y vs. +4.4% at the time of our 2Q11 survey.
- **Inventory Levels Are Still Average** — Despite a slight increase in the level of inventory vs. our 2Q11 survey, inventory levels are still close to the average level for both new and used mining and construction equipment.
- **Mining Capex Growth Expectations Still Robust** — Mining capex is on average set to grow by 16% Y/Y in the next 12 months, slightly down vs. 19% expected at the time of our 2Q11 survey. Our proprietary Mining Capex model (based on CIRA forecasts for >40 companies) points to more solid capex growth of 20% Y/Y over the next 12 months. The majority of mining companies still plan to significantly increase capex in 2012-2013.
- **Construction Capex Growth Outlook Weakens Further** — Construction capex is now expected to decline 2% Y/Y during the next 12 months vs. -1% expected in the 2Q11 survey and 5% growth during the previous two surveys. Now a majority of participants are pushing backward their plans to step up capex spending towards 2013.
- **Demand by Type of Equipment** — Over the next 12 months, participants should be spending above the average level on for drilling equipment, mining trucks, crushing equipment and hydraulic excavators, generally positive in Europe for Atlas Copco, FLSmidth and Sandvik and in the US especially for Caterpillar and Deere. Participants should be spending below the average level on compactors, motor graders, cranes, demolition equipment and rollers, generally negative in Europe for Atlas Copco.

Top Picks — We continue to favour in Europe: FLSmidth and Sandvik (both Buy rated) over Atlas Copco, Metso and Weir Group (both Hold rated); in US we prefer Cummins, Deere and Eaton.

See Appendix A-1 for Analyst Certification, Important Disclosures and non-US research analyst disclosures.

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Executive Summary

In this report, we examine the results of our quarterly proprietary Mining & Construction Survey, which tracks the 12-month forward-looking capex intentions of mining and construction customers. The survey captures >\$140bn in annual sales by customers (including mining and construction equipment dealers, mining, construction and minerals processing companies). Below are the key conclusions from the report:

- **Macro Uncertainty Impacts Future Capex in Construction But Less So in Mining** — In this survey, we asked a new question: whether survey participants are considering to lower their future capex budgets due to the prevailing macro uncertainty. In construction, 57% of participants are considering to lower future capex budgets (Figure 1) and only 28% said the same for mining capex (Figure 2).

Figure 1. Mining Companies: Given the prevailing macroeconomic uncertainty, are you considering lowering your future capex budgets?

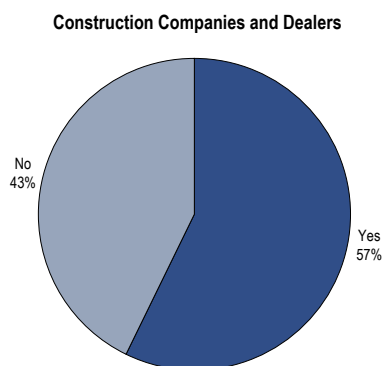
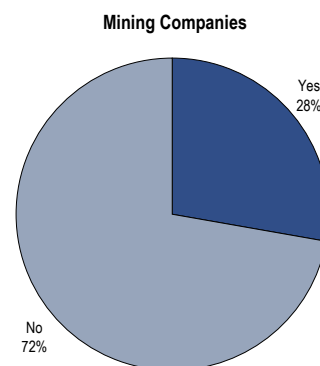


Figure 2. Construction Companies and Dealers: Given the prevailing macroeconomic uncertainty, are you considering lowering your future capex budgets?



Source: Citi Investment Research and Analysis

Source: Citi Investment Research and Analysis

- **Funding Outlook Falls Further** — Funding is an important condition for capex growth. In this survey only 32% of participants are now finding it easier to fund equipment purchases. The first signs of deteriorating funding outlook were spotted at our previous 2Q11 survey¹, which showed a decline in the sentiment with that 41% of participants are finding it easier to fund equipment purchases, in contrast to the improving momentum seen to date (for example, 70% in 1Q11). In mining, the sentiment is broadly unchanged compared to our 2Q11 survey with 40% of mining companies (Figure 3) are finding it easier to fund equipment purchases (vs. 42% in 2Q11 and 70% in 1Q11), whereas in construction (Figure 4), a notable deceleration is seen with only 14% of construction companies and dealers finding it easier (vs. 38% in 2Q11 and 67% in 1Q11).

¹ 2Q11 Global Mining & Construction Survey - Some Signs of Funding Outlook Leveling Off (July 18, 2011)

Figure 3. Mining Companies: Is it Becoming Easier to Fund Equipment Purchases?



Source: Citi Investment Research and Analysis

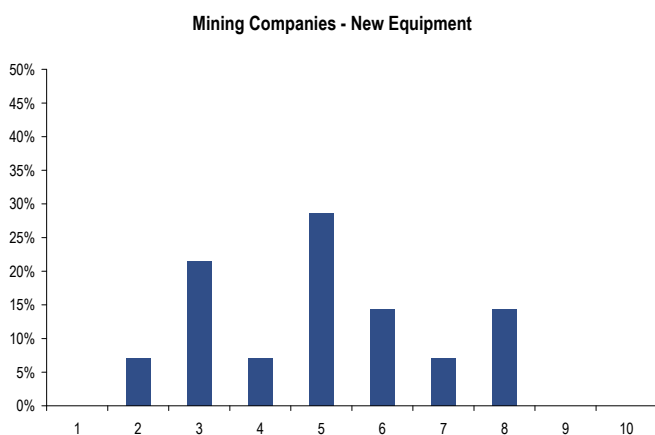
Figure 4. Construction Companies and Dealers: Is it Becoming Easier to Fund Equipment Purchases?



Source: Citi Investment Research and Analysis

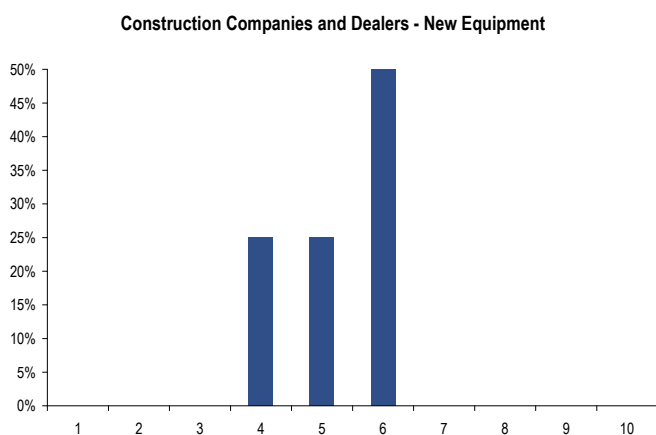
- **Pricing Sentiment Down Sequentially in Both Mining and Construction** — In mining, pricing for new equipment is expected to increase 4.7% Y/Y over the next 6-12 months, a sequential decline vs. 8.4% in our 2Q11 survey (1Q11: +7.2%; 4Q10: +8.2%). In construction, new equipment pricing is expected to rise 2.5% Y/Y vs. +4.4% at the time of our 2Q11 survey.
- **Inventory Levels Are Still Average** — Despite a slight increase in the level of inventory vs. our 2Q11, inventory levels are still close to the average level. Mining companies on average rate their inventory level for new equipment at 5.0 (out of 10) and construction companies at 5.3 (out of 10). The level of inventories for used equipment is also closer to the average level for mining companies at 6.0 (out of 10) and for construction companies at 5.4.

Figure 5. New Mining Equipment Inventory Level (1 – Too little inventory, 10 – Too much inventory)



Source: Citi Investment Research and Analysis

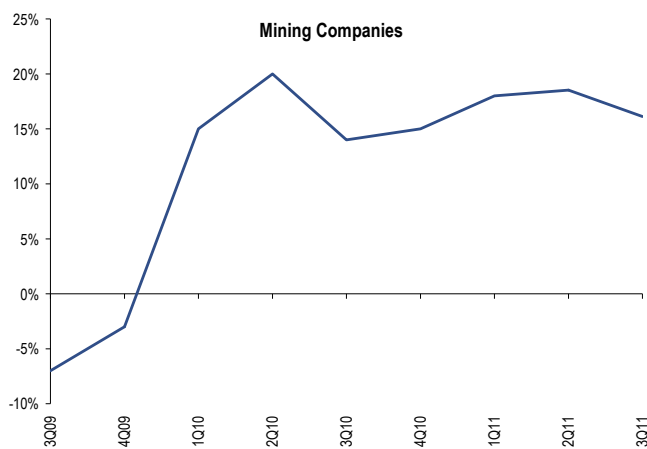
Figure 6. New Construction Equipment Inventory Level (1 – Too little inventory, 10 – Too much inventory)



Source: Citi Investment Research and Analysis

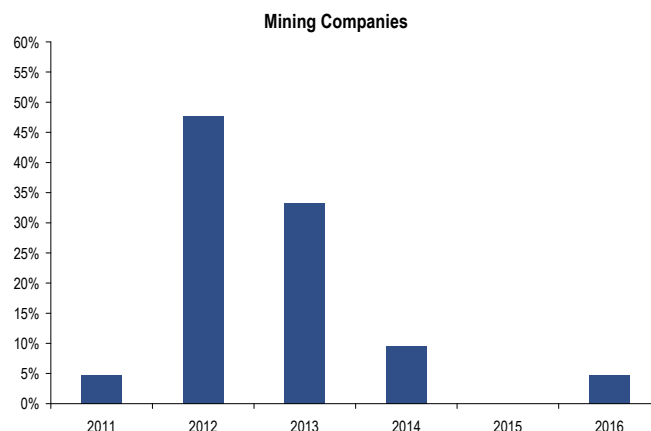
- **Mining Capex Growth Expectations Still Robust** — Mining capex is on average set to grow by 16% Y/Y in the next 12 months, slightly down vs. 19% expected at the time of our 2Q11 survey. Our proprietary Mining Capex model (based on CIRA forecasts for >40 companies) points to more solid capex growth of 20% Y/Y over the next 12 months. The majority of mining companies still plan to significantly increase capex in 2012-2013. Recently suppliers, including Sandvik, FLSmidth and Metso, recently noted a continuing high level of activity in their mining businesses.

Figure 7. Mining Companies – Capex Intentions Over the Next 12 Months Compared to the Last 12 Months



Source: Citi Investment Research and Analysis

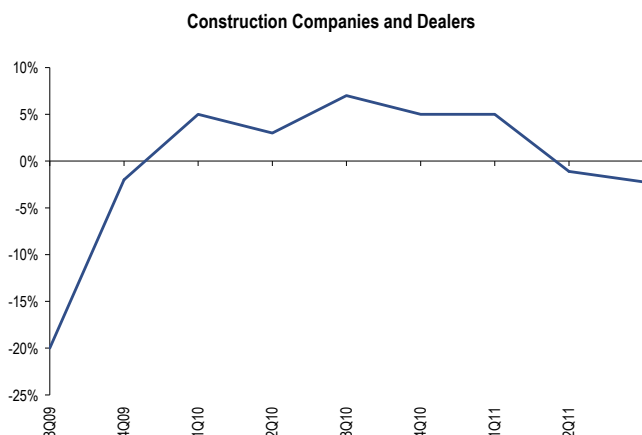
Figure 8. In Which Year Do Mining Companies Expect a Substantial Increase in Equipment Purchasing (CAPEX)?



Source: Citi Investment Research and Analysis

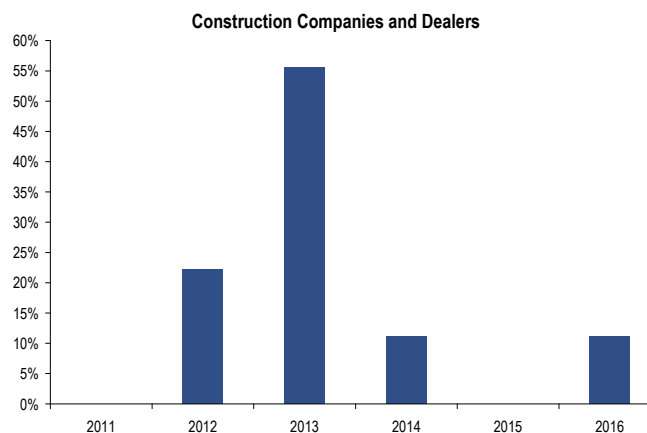
- **Construction Capex Growth Outlook Falls Further** — Construction capex is now expected to decline 2% Y/Y during the next 12 months vs. -1% expected in the 2Q11 survey and 5% growth during the previous two surveys. Now majority of participants are pushing backward their plans to step up capex spending towards 2013. Recent indicators for construction demand remain soft in developed markets, evidenced by US construction spending still posting year-over-year declines, while European forecasts now point to slight declines in 2011 and only muted growth in 2012. Worth noting at our recent Industrial Conference the largest global equipment rental company reported that based on their survey of ~3,000 customers, ~80% expected 2012 equipment demand to be flat or up compared with 2011. This compares to prior year survey results in which only 46% of participants planned to maintain or increase their spending. However, the company also cautioned that demand for their equipment tends to be a lagging indicator.

Figure 9. Construction Companies and Dealers – Capex Intentions Over the Next 12 Months Compared to the Last 12 Months



Source: Citi Investment Research and Analysis

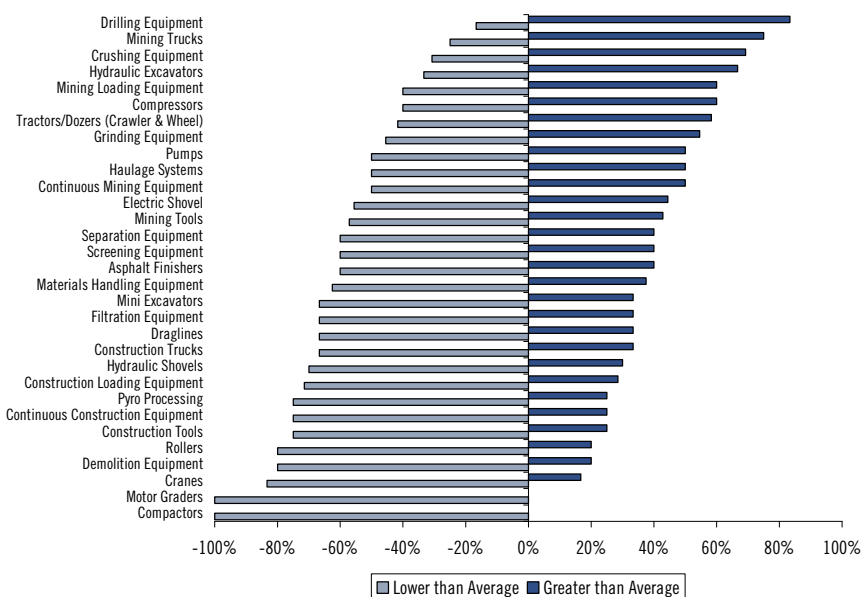
Figure 10. In Which Year Do Construction Companies and Dealers Expect a Substantial Increase in Equipment Purchasing (CAPEX)?



Source: Citi Investment Research and Analysis

- **Demand by Type of Equipment** — Over the next 12 months, participants should be spending above the average level on for drilling equipment, mining trucks, crushing equipment and hydraulic excavators, generally positive in Europe for Atlas Copco, FLSmidth and Sandvik and in the US especially for Caterpillar and Deere. On the other hand, they should be spending below the average level on compactors, motor graders, cranes, demolition equipment and rollers, generally negative in Europe for Atlas Copco (Figure 11).

Figure 11. Over the next 12 months, demand for which of the following types of equipment will be lower or greater than average or unchanged?



Source: Citi Investment Research and Analysis

- **Top Picks** — We continue to favour in Europe: Sandvik and FLSmidth (both Buy rated) over Atlas Copco, Metso and Weir Group (both Hold rated); in US we favour Cummins, Deere and Eaton.

Figure 12. Comparable Valuation Table, based on 2012E forecasts

						2012E			
	Recommendation		Currency	Share Price	Target Price	Adjusted PE	EV/EBIT (Adj)	EV/Sales	EBIT (Adj) Margin
Europe									
Atlas Copco (ATCOa.ST)	Hold/High Risk	(2H)	SEK	122.50	125.00	11.8	8.6	1.8	20.9%
FLSmidth (FLS.CO)	Buy/High Risk	(1H)	DKK	275.00	400.00	8.5	6.3	0.6	9.2%
Metso (MEO1V.HE)	Hold/High Risk	(2H)	EUR	21.48	22.00	9.1	7.8	0.6	7.6%
Sandvik (SAND.ST)	Buy/High Risk	(1H)	SEK	74.95	110.00	9.5	7.6	1.2	15.8%
Weir Group (WEIR.L)	Hold/Medium Risk	(2M)	GBP	14.36	16.00	9.9	7.3	1.4	19.0%
US									
Cummins Inc (CMI.N)	Buy/Medium Risk	(1M)	USD	88.32	112.00	8.7	4.5	0.6	14.9%
Deere & Co (DE.N)	Buy/Medium Risk	(1M)	USD	66.16	83.00	9.4	7.4	0.9	12.0%
Eaton Corp (ETN.N)	Buy/Medium Risk	(1M)	USD	37.54	50.00	8.6	7.9	0.9	11.4%

Source: Powered by dataCentral

Mining, construction capex growth
expectations move slightly lower

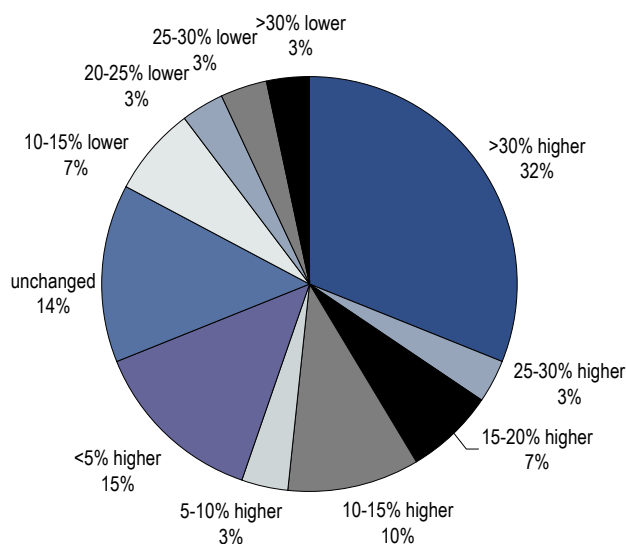
Survey Results

1. For the next 12 months, what are your equipment purchasing (CAPEX) intentions compared to the last 12 months?

Over the next 12 months, capex is on average expected to increase by 10% YoY (Figure 13). Sentiment has slightly declined vs. the 2Q11 survey, where capex was expected on average to increase by 12% YoY.

Of the 69% who plan to increase capex, the average increase is of a magnitude of 21% over the next 12 months, vs. +22% expected at the time of our 2Q11 survey, +27% at the time of our 1Q11 survey, +22% at the time of our 4Q10 survey and +24% at the time of our 3Q10 survey.

Figure 13. Mining and Construction Survey Participants (Dealers and Direct Customers) Equipment Purchasing (CAPEX) Intentions Over the Next 12 Months Compared to the Last 12 months

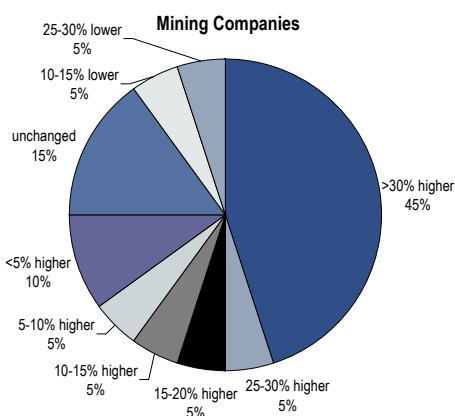


Source: Citi Investment Research and Analysis

Looking at the different end-user segments, mining capex is expected on average to grow by 16% YoY during the next 12 months (Figure 14) vs. 19% expected at the time of our 2Q11 survey, 18% at the time of our 1Q11 survey, 15% at the time of our 4Q10 survey and 14% at the time of our 3Q10 survey. 75% of mining companies plan to increase spending (avg. +24%).

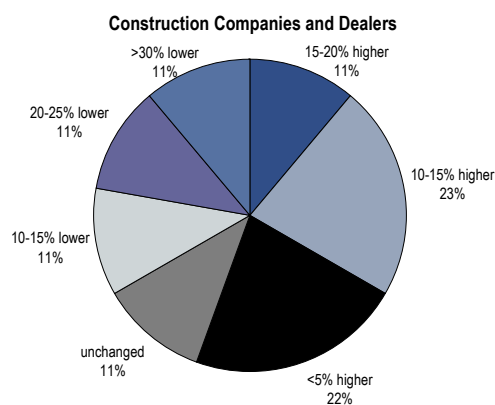
Construction companies and dealers now expect capex on average to be down 2% YoY during the next 12 months (Figure 15) vs. -1% expected at the time of the 2Q11 survey, 5% at the time of the 1Q11 survey, 5% at the time of the 4Q10 survey and 7% at the time of the 3Q10 survey.

Figure 14. Mining Companies Equipment Purchasing (CAPEX) Intentions Over the Next 12 Months Compared to the Last 12 Months



Source: Citi Investment Research and Analysis

Figure 15. Construction Companies and Dealers Equipment Purchasing (CAPEX) Intentions Over Next 12 Months Compared to Last 12 Months



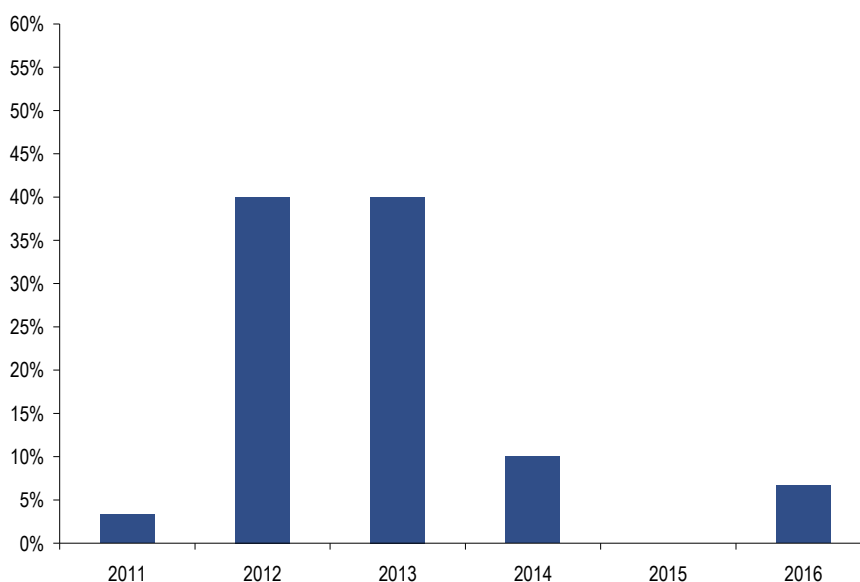
Source: Citi Investment Research and Analysis

Mining capex to grow substantially in 2012, construction in 2013

2. Based on your medium-term demand environment outlook, in which year are you most likely to substantially increase equipment purchasing (CAPEX)?

Overall, 40% of mining and construction participants (including direct customers and dealers) are planning to substantially increase equipment purchasing in 2012 and 2013 (Figure 16). This is largely in-line with our 2Q11 survey, when 30% of participants planned to substantially increase spending in 2012 and 2013. We believe the concentration around 2012-13 is due to a prolonged capex growth cycle for mining companies and the timing of the first meaningful recovery in construction.

Figure 16. In Which Year Do Mining and Construction Survey Participants (Dealers and Direct Customers) Expect a Substantial Increase in Equipment Purchasing (CAPEX)?

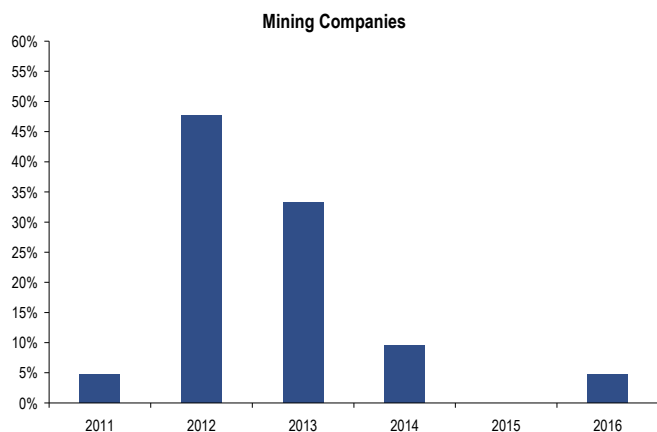


Source: Citi Investment Research and Analysis

Looking at the different end-user segments, 48% of mining companies plan to substantially boost spending in 2012 (Figure 17) and 56% of construction companies and dealers plan to substantially boost spending in 2013 (Figure 18).

This compares with our 2Q11 survey, where for mining 43% of companies planned to substantially boost spending in 2012. Compared with our 2Q11 survey, construction companies and dealers have noticeably delayed a significant increasing in spending to 2013 as previously 2012 was indicated by the most number of participants (40%) as the year they intended to significantly increase capex.

Figure 17. In Which Year Do Mining Companies Expect a Substantial Increase in Equipment Purchasing (CAPEX)?



Source: Citi Investment Research and Analysis

Figure 18. In Which Year Do Construction Companies and Dealers Expect a Substantial Increase in Equipment Purchasing (CAPEX)?



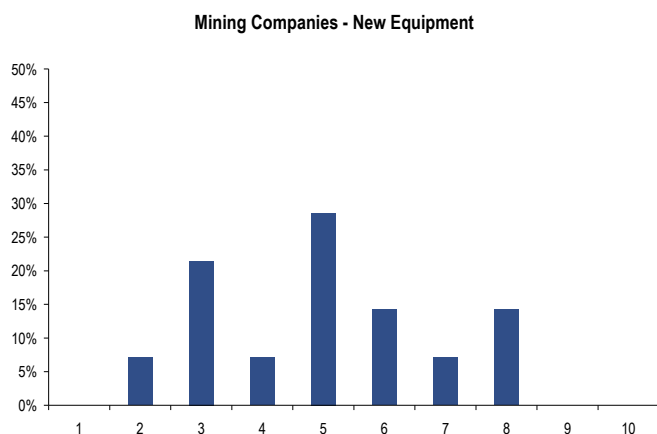
Source: Citi Investment Research and Analysis

Increase in new and used equipment inventories, but still close to the average level

3. On a scale of 1 to 10 (1 - Too little inventory, 10 - Too much inventory), can you rank the level of your current inventory of equipment?

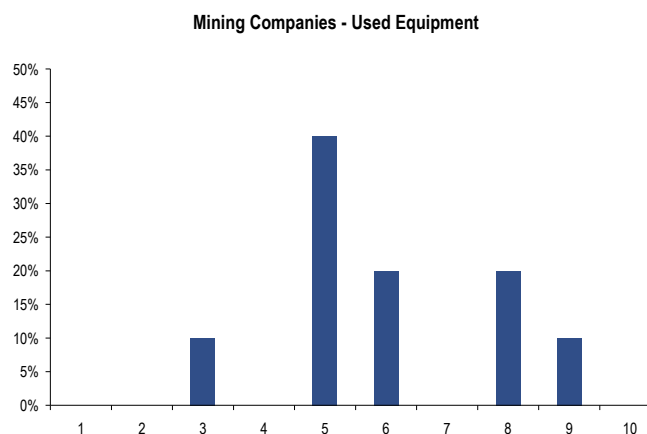
Mining companies on average rate their inventory level 5.0 and 6.0 for new and used equipment, respectively (Figure 19 & Figure 20).

Figure 19. New Mining Equipment Inventory Level (1 – Too little inventory, 10 - Too much inventory)



Source: Citi Investment Research and Analysis

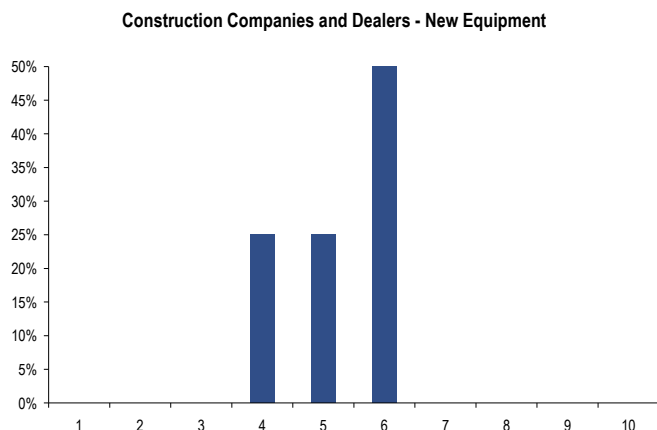
Figure 20. Used Mining Equipment Inventory (1 - Too little inventory, 10 - Too much inventory)



Source: Citi Investment Research and Analysis

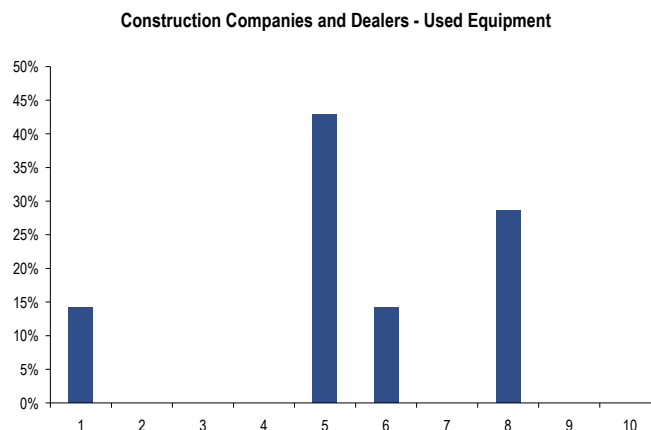
Construction companies on average rate their inventory level 5.3 and 5.4 for new and used equipment, respectively (Figure 21 & Figure 22).

Figure 21. New Construction Equipment Inventory Level (1 – Too little inventory, 10 – Too much inventory)



Source: Citi Investment Research and Analysis

Figure 22. Used Construction Equipment Inventory (1 - Too little inventory, 10 - Too much inventory)



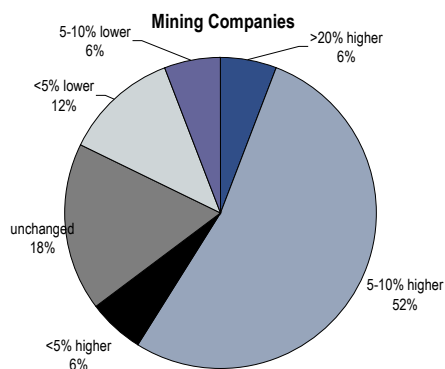
Source: Citi Investment Research and Analysis

Price expectations move slightly down
for mining and construction

4. For the next 6-12 months, what do you expect prices of new equipment purchases compared to last year to be?

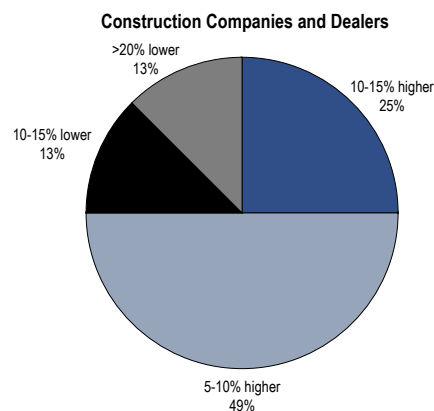
Pricing for new mining and construction equipment is expected to increase by 4.7% by mining companies (Figure 23) during the next 6-12 months vs. last year and up 2.5% by construction companies and dealers (Figure 24). This is a sequential decline vs. expectations of an 8.4% increase in pricing by mining companies and up 4.4% by construction companies and dealers at the time of our 2Q11 survey. There continues to be a meaningful difference of 2.2ppts (2Q11: 4.0ppts) between the two end-user segments, which is consistent with the relatively brighter outlook for capex spend by mining companies.

Figure 23. Mining Companies Prices of New Equipment Purchases Over the Next 6-12 Months Compared to the Last Year



Source: Citi Investment Research and Analysis

Figure 24. Construction Companies and Dealers Prices of New Equipment Purchases Over the Next 6-12 Months Compared to the Last Year



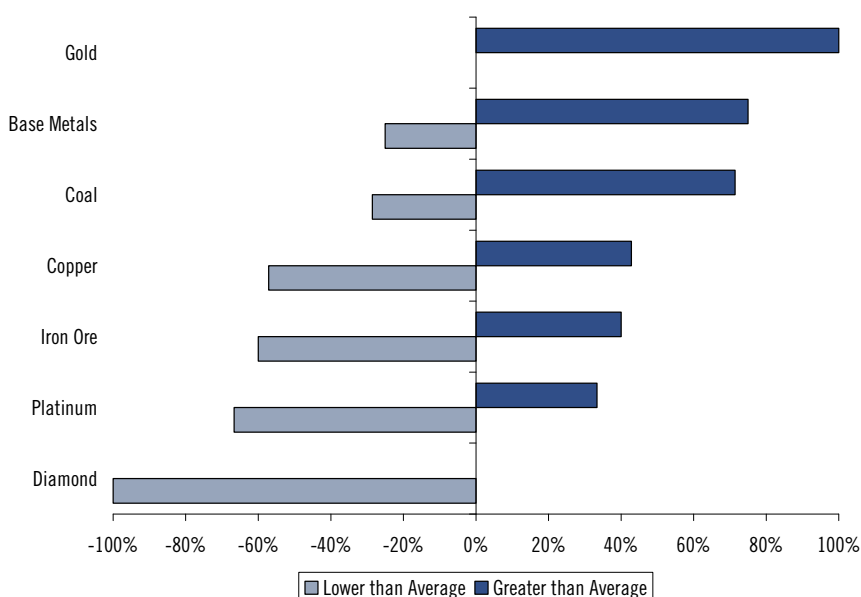
Source: Citi Investment Research and Analysis

5. Over the next 6-12 months, equipment demand for which of the following types of mining market segments will be greater or lower than average?

Gold, base metals and coal in focus

On a segmental basis, mining companies are most likely to increase spending on gold, base metals and coal (Figure 25). For these categories, the number of “greater than average” responses outnumbers the “lower than average” responses. Relative to our 2Q11 survey results, copper and platinum have moved down the ladder with “lower than average” responses are now outnumbering “greater than average.”

Figure 25. Over the next 6-12 months, equipment demand for which of the following types of mining market segments will be:



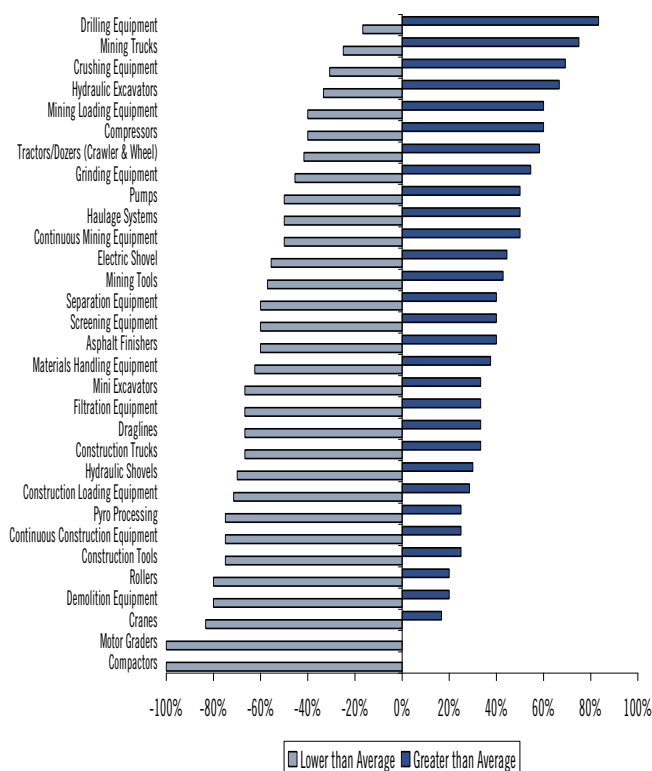
Source: Citi Investment Research and Analysis

Strength in demand for drilling equipment, mining trucks, crushing equipment and hydraulic excavators in the next 12 months.

6. Over the next 12 months, demand for which of the following types of equipment will be lower or greater than average or unchanged?

Responses from mining and construction participants (including direct customers and dealers) show relative strength for drilling equipment (Atlas Copco, Sandvik), mining trucks (in underground mining trucks: Atlas Copco and Sandvik), crushing equipment (Atlas Copco, FLSmidth, Metso and Sandvik) and hydraulic excavators. The survey also points to relative weakness in demand for compactors (Atlas Copco), motor graders, cranes, demolition equipment (Atlas Copco) and rollers (Atlas Copco) in the next 12 months (Figure 26 and Figure 27).

Figure 26. Mining and Construction Survey Participants (Dealers and Direct Customers)



Source: Citi Investment Research and Analysis

Only c.40% of capex budgets are for equipment and machinery

Figure 27. European Mining and Construction Equipment Suppliers – Key Product Overlap

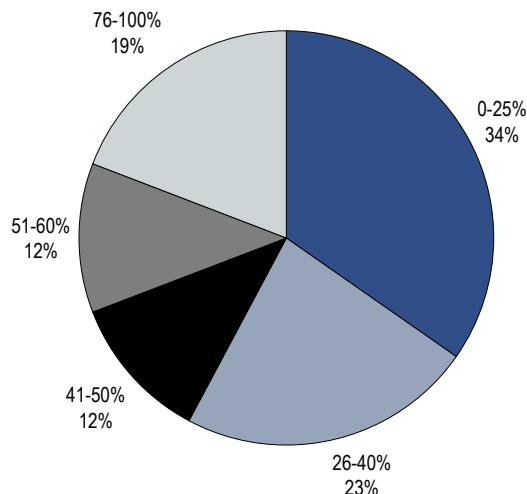
	Atlas Copco	FLSmidth	Metso	Sandvik	Weir
Drilling Equipment	✓			✓	
Mining Trucks	✓			✓	
Crushing Equipment	✓	✓	✓	✓	
Hydraulic Excavators					
Mining Loading Equipment	✓			✓	
Compressors	✓				
Tractors/Dozers (Crawler & Wheel)					
Grinding Equipment		✓	✓		
Pumps		✓			✓
Haulage Systems			✓	✓	
Continuous Mining Equipment				✓	
Electric Shovel					
Mining Tools	✓			✓	
Separation Equipment		✓	✓		
Screening Equipment		✓	✓	✓	
Asphalt Finishers	✓				
Materials Handling Equipment		✓	✓	✓	
Mini Excavators					
Filtration Equipment		✓			
Draglines					
Construction Trucks					
Hydraulic Shovels					
Construction Loading Equipment					
Pyro Processing Equipment		✓	✓		
Continuous Construction Equipment	✓			✓	
Construction Tools	✓			✓	
Rollers	✓				
Demolition Equipment	✓				
Cranes					
Motor Graders					
Compactors	✓				

Source: Citi Investment Research and Analysis

7. What proportion of your capital expenditure budget is used for equipment and machinery?

Mining companies have recently announced record capex budgets, yet the number of very large orders for equipment suppliers has been limited. Our survey finds that on average 40% of the capex budgets of participants (including direct customers and dealers) are spent on equipment and machinery, which partly explains the limited impact on orders (Figure 28). This compares to 46% on average at the time of our 2Q11 survey and 37% at the time of our 1Q11 survey.

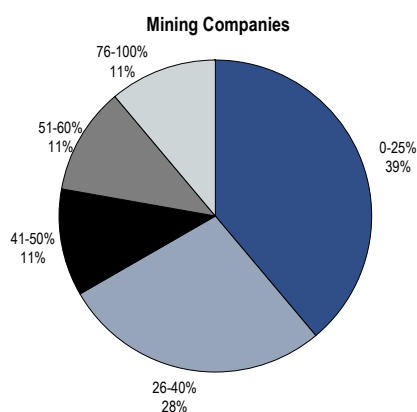
Figure 28. Mining and Construction Survey Participants: What Proportion of your Capital Expenditure Budget is used for Equipment and Machinery?



Source: Citi Investment Research and Analysis

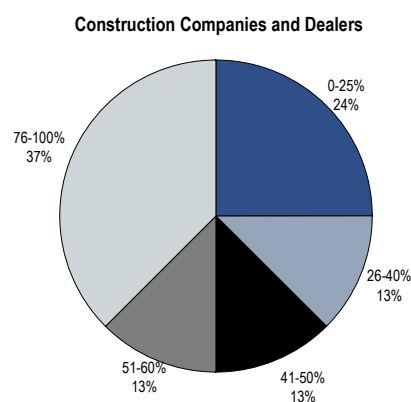
Looking at the different end-user segments, 35% of mining companies' capex budgets are spent on equipment and machinery (Figure 29) while construction companies and dealers on average use 53% of their capex (Figure 30).

Figure 29. Mining Companies: What Proportion of your Capital Expenditure Budget is used for Equipment and Machinery?



Source: Citi Investment Research and Analysis

Figure 30. Construction Companies and Dealers: What Proportion of your Capital Expenditure Budget is used for Equipment and Machinery?



Source: Citi Investment Research and Analysis

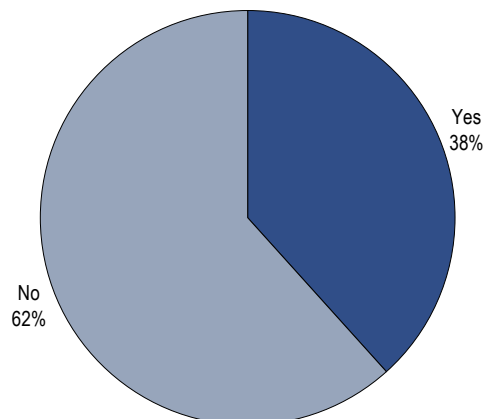
38% of companies would consider buying from low-cost companies

8. Would you consider buying from a low-cost equipment supplier?

The results of our survey show that 38% of participants would consider buying from a low-cost equipment supplier, vs. 44% in 2Q11 (Figure 31). In terms of equipment type, participants have noted they would consider purchasing construction equipment, particularly light construction equipment. This is supportive of our

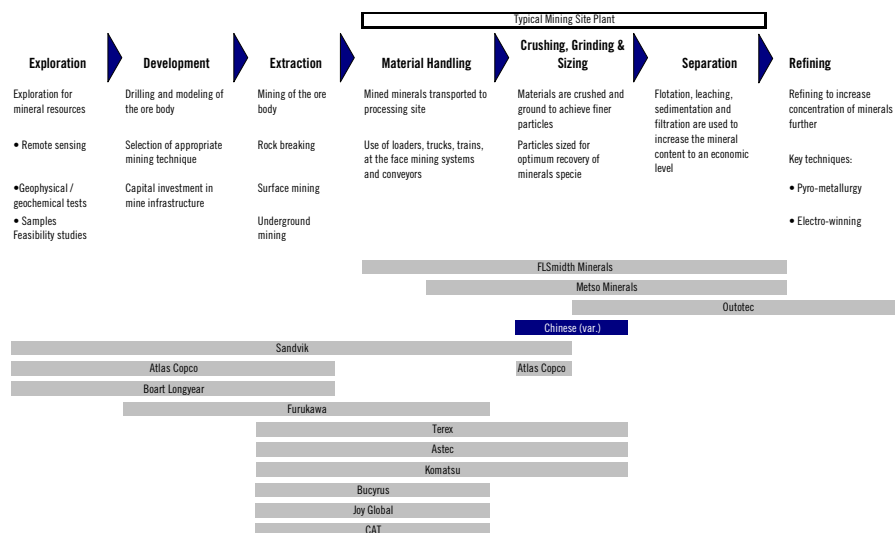
conclusions from our recently published report, [Global Engineering Sector in China - Winners and Losers – What's New in the 12th FYP?](#), where we highlighted the increasing threat from Chinese competition, featuring Atlas Copco and Metso as stocks that, in our view, have the least to gain and perhaps more to lose.

Figure 31. Mining and Construction Survey Participants: Would You Consider Buying From a Low Cost Equipment Supplier?



Source: Citi Investment Research and Analysis

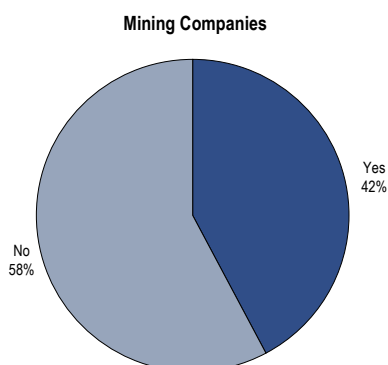
Figure 32. Mining Equipment Suppliers



Source: FLSmidth and CIRA

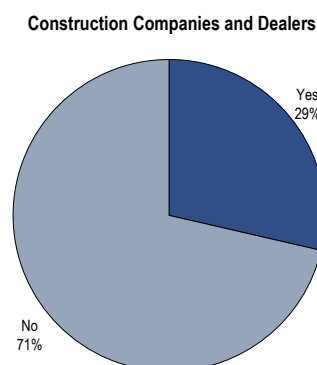
Looking at the different end-user segments, 42% of mining companies would consider buying from a low cost equipment supplier (Figure 33) while 29 % of construction companies and dealers would considering doing so (Figure 34).

Figure 33. Mining Companies: Would You Consider Buying From a Low Cost Equipment Supplier?



Source: Citi Investment Research and Analysis

Figure 34. Construction Companies and Dealers: Would You Consider Buying From a Low Cost Equipment Supplier?



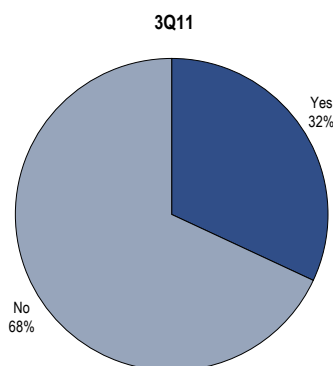
Source: Citi Investment Research and Analysis

Further sequential decline in funding sentiment, particularly for construction companies and dealers

9. Is it becoming easier to fund equipment purchases?

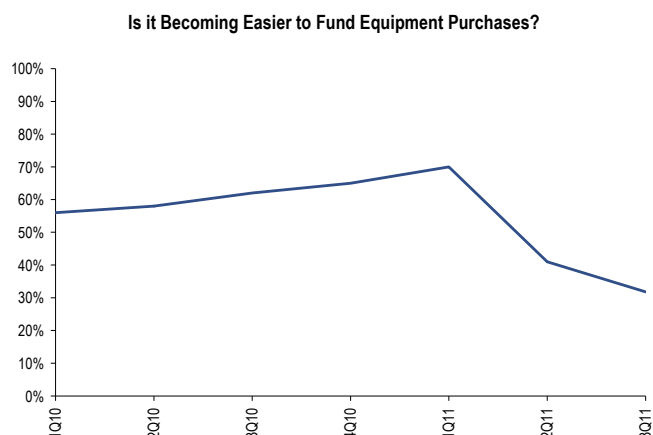
The results of our survey show that only 32% of participants are finding it easier to fund equipment purchases (Figure 35). This is in contrast to the improving momentum seen as recently as the 1Q11 survey. Throughout 2010 the proportion of participants responding “yes” increased steadily from 56% in 1Q10 to 58% in 2Q10, 62% in 3Q10, 65% in 4Q10 and finally 70% in 1Q11 (Figure 36). Funding is an important condition for capex growth and we believe the further sequential decline in sentiment could be a sign of a deteriorating funding environment. However, in our 2Q11 survey we noted that the decline could just be representative of a leveling off in funding conditions rather than a more substantial tightening, which we believe also remains a likely scenario. Looking at the different end-user segments, 40% of mining companies are finding it easier to fund equipment purchases vs. 14% of construction companies and dealers. One US based construction survey participant noted simply that “the banks won’t lend”, providing anecdotal evidence of a difficult funding environment.

Figure 35. Mining and Construction Survey Participants (Dealers and Direct Customers): Is it Becoming Easier to Fund Equipment Purchases?



Source: Citi Investment Research and Analysis

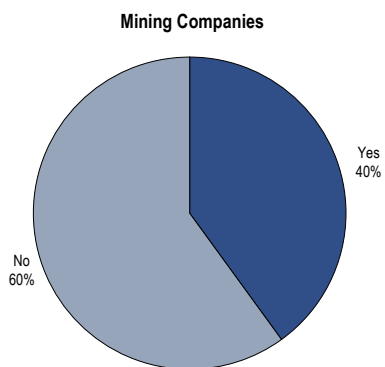
Figure 36. Mining and Construction Survey Participants (Dealers and Direct Customers): Is it Becoming Easier to Fund Equipment Purchases?



Source: Citi Investment Research and Analysis

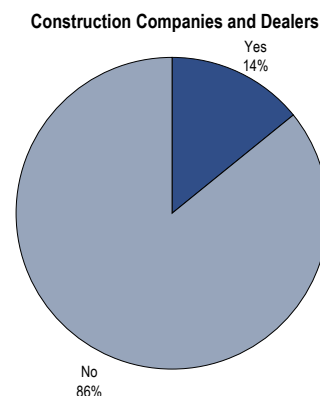
Looking at the different end-user segments, 40% of mining companies are finding it easier to fund equipment purchases (Figure 37) while only 14% of construction companies and dealers are finding it easier (Figure 38).

Figure 37. Mining Companies: Is it Becoming Easier to Fund Equipment Purchases?



Source: Citi Investment Research and Analysis

Figure 38. Construction Companies and Dealers: Is it Becoming Easier to Fund Equipment Purchases?



Source: Citi Investment Research and Analysis

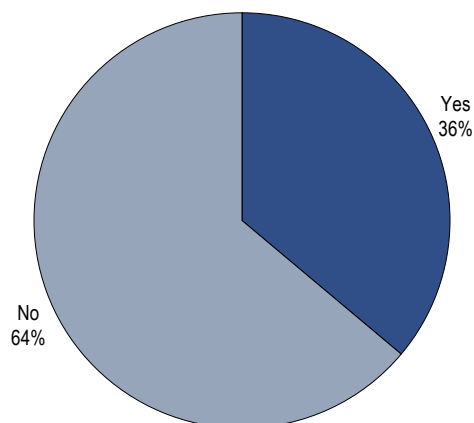
Majority of construction companies and dealers considering lowering their capex plans

10. Given the prevailing macroeconomic uncertainty, are you considering lowering your future capex budgets?

Macroeconomic uncertainty has increased during 2011 and most recently commodity prices such as for copper, which is strongly correlated to mining capex, has fallen c.33% from 2011 highs. Results from our survey find that on average as many as 36% of all participants are considering lowering their future capex budgets given the prevailing macroeconomic uncertainty (Figure 39).

This question has not appeared in our previous surveys.

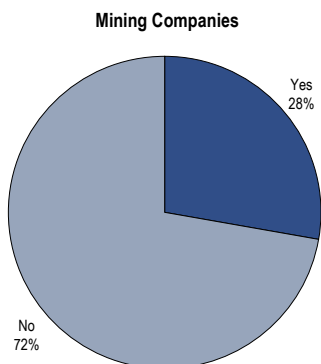
Figure 39. Mining and Construction Survey Participants (Dealers and Direct Customers): Given the prevailing macroeconomic uncertainty, are you considering lowering your future capex budgets?



Source: Citi Investment Research and Analysis

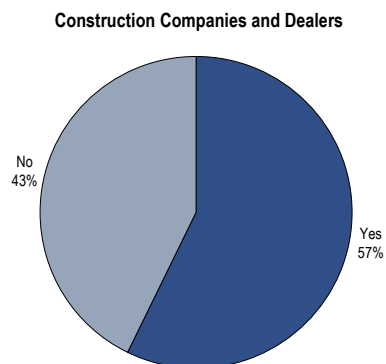
Looking at the different end-user segments, there is a wide divergence between the two end user groups as 28% of mining companies (Figure 40) are considering lowering their capex plans vs. 57% of construction companies and dealers (Figure 41).

Figure 40. Mining Companies: Given the prevailing macroeconomic uncertainty, are you considering lowering your future capex budgets?



Source: Citi Investment Research and Analysis

Figure 41. Construction Companies and Dealers: Given the prevailing macroeconomic uncertainty, are you considering lowering your future capex budgets?



Source: Citi Investment Research and Analysis

Appendix A-1

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