

> TIP SHEET ROUND-UP

Resources frenzy starts to hit dotcom levels

THE amount of money chasing small resources companies has become reminiscent of the dotcom boom, the tip sheets are warning.

Fat Prophets says the recent frenzy over uranium has sparked irrational buying in companies whose reserves have not been proven. Their recommendation is to stick with the big resource boys – BHP Billiton (BHP).

Still on the resources front, wise-owl.com recommends Mount Gibson

Iron Limited (MGX) – an emerging iron ore producer in Western Australia – as a speculative buy. Wise-owl.com's Simon Guzowski says: "A number of quality resource companies remain a good investment. Mount Gibson is one of these and as it ramps up production and exploration over the next few years, we expect the market to anticipate stronger earnings and re-rate the stock."

Alert Trader recommends

Transurban (TCL) as a medium-term buy. Traffic and revenue figures are expected to be strong this quarter and Alert Trader expects an upside target in the \$7.75 area.

Finally, GT Financial recommends health-care group IBA Health (IBA).

IBA's recent contracts for its medical software bring the total for major new business to \$17.5 million, compared with the \$10 million outlined in its half-year report.

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