

# Zeta Resources Limited is a closed end investment company, listed on the Australian Securities Exchange

FEBRUARY 2020

## Zeta Resources Limited

### OBJECTIVE:

To maximise total returns for shareholders by identifying and investing in resource companies and assets where the underlying value is not reflected in the market price.

### INVESTMENT APPROACH:

Zeta is focused on making both direct and indirect investments in resources projects and mining companies. Zeta invests in a range of resources entities, including those focused on nickel, gold, copper, oil & gas, bauxite, graphite and base metals exploration and production.

### KEY DATES

Launch Date	12 June 2013
Year End	30 June
AGM Date	30 December 2019

### PERFORMANCE



### PERFORMANCE (Total return including dividends)

	1 month	3 months	1 year	Inception
Share Price	(7.0%)	(20.9%)	(23.2%)	(39.8%)*
Net Tangible Assets**	(19.5%)	(35.7%)	(47.1%)	(62.7%)

\* Performance since shares first traded at A\$0.44 on 14 June 2013

\*\* Historic NTAs adjusted for the Feb 2014 entitlement issue

### FUND DETAILS

#### ORDINARY SHARES

Ticker: ZER:ASX

Share Price at launch of Zeta Resources Limited*	A\$0.44
Share Price at Month End	A\$0.265
NTA at Month End	A\$0.256
Premium to NTA	3.4%
Historic Dividend Yield	0.0%
Shares on issue	287,713,076

\*Shares first traded at A\$0.44 on 14 June 2013

#### CAPITAL STRUCTURE

Gross Assets less Current Liabilities	A\$176.3m
Bank and other Debt	A\$102.5m
Shareholders' Funds	A\$73.8m

#### BOARD

Peter Sullivan (Chair)  
Martin Botha  
André Liebenberg  
Xi Xi

#### ICM TEAM

Directors:  
Duncan Saville, Alasdair Younie  
Investment Management Team:  
Dugald Morrison, Eduardo Greca, Tristan Kingcott

#### INVESTMENT MANAGER

Zeta Resources Limited is managed by ICM Limited. ICM currently manages over US\$2.3bn in funds directly and is responsible indirectly for a further US\$17.8bn of assets in subsidiary investments.

[www.icm.limited](http://www.icm.limited)

#### INVESTMENT ADVISER FEE

0.5%

#### ADMINISTRATION FEE

0.12% (minimum A\$50k)

#### PERFORMANCE FEE

15% of the outperformance over benchmark subject to "high water" mark

### SIGNIFICANT AND LONG-TERM INVESTMENTS IN KEY COMMODITY COMPANIES

## PERFORMANCE

Zeta's NTA per share fell 19.5% in February to A\$0.265. The decrease during the month was due to a fall in the share prices of all of Zeta's top listed investments.

## PORTFOLIO

The share price of Panoramic Resources was down during February, falling 3 cents to A\$0.205. Copper Mountain Mining's share price fell 15 cents to C\$0.51. GME Resources' share price was down 0.2 cents to A\$0.051. Resolute Mining's share price was down 13.5 cents to A\$1.01.

During the month, Zeta Resources purchased 20,237,037 shares in Horizon Gold from Panoramic Resources, more than doubling the Horizon Gold shares held directly by Zeta from c. 20.1% to 46.6%. However, the acquisition did not change Zeta's existing relevant interest in Horizon Gold, with Zeta's relevant interest and voting power in Horizon Gold remaining at 71.1%.

## OTHER

Zeta's share price closed end of February at A\$0.265, a premium to NTA of 3.4%. At the end of January, the discount to NTA was 10.6%.

In September 2018, Zeta commenced an on-market buy-back programme for up to 10 million ordinary shares. At the end of February 2020, 807,948 shares had been bought back since the start of the programme, at an average share price of A\$0.37. The buyback was renewed in September 2019.

## DEBT

At month-end Zeta had A\$102.4m in net debt (January: A\$95.4m).

## PORTFOLIO SUMMARY

TOP SIX HOLDINGS	% of gross assets
1. Alliance Mining Commodities	30.9%
2. Panoramic Resources	30.3%
3. Copper Mountain Mining	12.3%
4. GME Resources	5.7%
5. Margosa Graphite	4.7%
6. Resolute Mining	4.2%
<b>Total Top Six</b>	<b>88.1%</b>

## SECTOR SPLIT OF INVESTMENTS

Bauxite	30.9%
Nickel	26.4%
Copper	16.2%
Gold	10.3%
Graphite	4.7%
Oil & Gas	4.6%
Cobalt	4.5%
Other	1.6%
Cash	0.8%

## COMMODITY & CURRENCY MARKETS

		January	February	Movement
Gold (London PM fix)	US\$/oz	1,584	1,610	↑ 1.6%
Oil	US\$/bbl	56.67	50.00	↓ 11.8%
Aluminium	US\$/lb	0.78	0.75	↓ 2.7%
Nickel	US\$/lb	5.75	5.51	↓ 4.1%
Copper	US\$/lb	2.53	2.53	↑ 0.0%
AUD/USD		0.6708	0.6580	↓ 1.9%
CAD/USD		0.7569	0.7470	↓ 1.3%

## GEOGRAPHICAL FOCUS OF INVESTMENTS\*

Australia	44.8%
Guinea	30.9%
Canada	11.7%
Sri Lanka	4.7%
Mali	2.6%
Namibia	2.1%
UK	1.6%
Other	1.6%

\*Based on segmental revenues of operating entities

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## Important Notes

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