

## SIGNIFICANT INVESTMENTS IN KEY COMMODITY COMPANIES

# Delivering long-term value in the resource sector

JULY 2022

## Zeta Resources Limited

Closed-end investment company, listed on the Australian Securities Exchange

### 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.

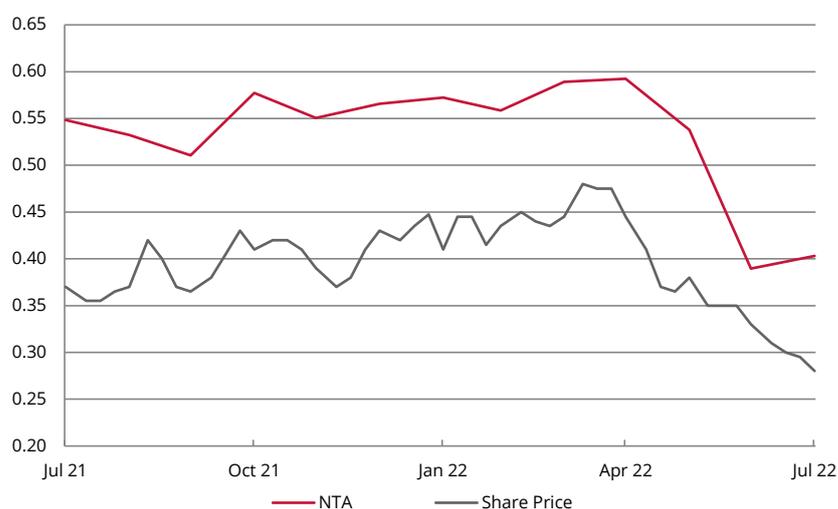
### INVESTMENT APPROACH:

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 bauxite, gold, copper, nickel, graphite, oil & gas and base metals exploration and production.

### KEY DATES

Launch Date	12 June 2013
Year End	30 June
AGM Date	November

### PERFORMANCE



### PERFORMANCE (Total return including dividends)

	1 month	3 months	1 year	3 years	5 years	Inception*
Share Price**	(15.2%)	(37.1%)	(24.3%)	(22.2%)	(22.2%)	(18.8%)
Net Tangible Assets**	3.4%	(32.0%)	(26.5%)	16.9%	10.5%	(14.0%)

### ROLLING 12 MONTH PERFORMANCE (Total return including dividends)

	Jul 22	Jul 21	Jul 20	Jul 19	Jul 18
Share Price**	(24.3%)	85.0%	(44.4%)	(11.1%)	12.5%
Net Tangible Assets**	(26.5%)	109.7%	(24.1%)	(37.1%)	50.2%

\* Performance since shares first traded on 14 June 2013

\*\* Historic figures adjusted for the Feb 2014 entitlement issue and the Sep 2020 bonus option issue

### FUND DETAILS

ORDINARY SHARES	Ticker: ZER:ASX
Share price at launch of Zeta Resources Limited*	A\$0.35
Share price at month end	A\$0.28
NTA at month end	A\$0.40
Discount to NTA	30.5%
Historic dividend yield	0.0%
Shares on issue	565,357,012

\*Adjusted for bonus and entitlement issues; shares first traded at A\$0.44 on 14 June 2013

### CAPITAL STRUCTURE

Gross Assets less Current Liabilities	A\$267.4m
Bank and other Debt	A\$39.5m
Shareholders' Funds	A\$227.9m

### BOARD

Peter Sullivan (Chair)  
Martin Botha  
André Liebenberg  
Xi Xi

### ICM TEAM

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

### INVESTMENT MANAGER

Zeta Resources Limited is managed by ICM Limited. ICM currently manages over US\$2.6bn in funds directly and is responsible indirectly for a further US\$24.0bn 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

## PORTFOLIO

The share price of Horizon Gold was up 54% in July, climbing 14 cents to A\$0.40. Copper Mountain's share price was down 4.2% during the month, falling 7 cents to C\$1.61. GME Resources was up 7.5%, rising 0.7 cents to A\$0.10.

## PERFORMANCE

Zeta's NTA per share was up 3.4% in July to A\$0.40. The increase in the share price of Horizon Gold during the month was partially offset by smaller declines in the price of Copper Mountain and Panoramic Resources.

During the month the prices of most of Zeta's key commodities were volatile, with most exiting July close to where they started. Oil, copper, and nickel were the largest movers, down 4.6%, 5.4%, and 4.5%, respectively.

## COMMODITY & CURRENCY MARKETS

		June	July	Movement
Gold (London PM fix)	US\$/oz	1,817	1,753	↓ 3.5%
Oil (Brent)	US\$/bbl	109.03	103.97	↓ 4.6%
Aluminium	US\$/lb	1.09	1.11	↑ 2.3%
Nickel	US\$/lb	10.48	10.00	↓ 4.5%
Copper	US\$/lb	3.74	3.54	↓ 5.4%
AUD/USD		0.6877	0.6978	↑ 1.5%
CAD/USD		0.7752	0.7804	↑ 0.7%

## OTHER

Zeta's share price closed the end of July at A\$0.28, a discount to NTA of 30.5%. At the end of June, the share price was at a discount to NTA of 15.3%.

In September 2018, Zeta commenced an on-market buy-back programme for up to 10 million ordinary shares. At the end of July 2022, 2,359,366 shares had been bought back since the start of the programme, at an average share price of A\$0.35.

## DEBT

At month-end Zeta had A\$39.5m in net debt (June: A\$39.0m).

## PORTFOLIO SUMMARY

	% of gross assets
<b>TOP SIX HOLDINGS</b>	
1. Alliance Mining Commodities	28.6%
2. Copper Mountain Mining	23.5%
3. Panoramic Resources	17.5%
4. Horizon Gold	13.1%
5. GME Resources	9.5%
6. Margosa Graphite	3.6%
<b>Total Top Six</b>	<b>95.8%</b>

## SECTOR SPLIT OF INVESTMENTS

Bauxite	28.6%
Copper	22.4%
Nickel	20.9%
Gold	15.5%
Cobalt	4.0%
Graphite	3.6%
Other	3.8%
Cash	1.2%

## GEOGRAPHICAL FOCUS OF INVESTMENTS\*

Australia	45.5%
Guinea	28.7%
Canada	21.9%
Sri Lanka	3.6%
Other	0.3%

\*Based on segmental revenues of operating entities

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## Important Notes

The information presented on this factsheet is solely for information purposes and is not intended to be, and should not be construed as, an offer or recommendation to buy and sell investments. If you are in any doubt as to the appropriate course of action, we would recommend that you consult your own independent financial adviser, stockbroker, solicitor, accountant or other professional adviser.

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