

SIGNIFICANT INVESTMENTS IN KEY COMMODITY COMPANIES

Delivering long-term value in the resource sector

DECEMBER 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	TBA

PERFORMANCE



PERFORMANCE (Total return including dividends)

	1 month	3 months	1 year	3 years	5 years	Inception*
Share Price**	-1.8%	-3.4%	-34.9%	-9.7%	-13.8%	-18.8%
Net Tangible Assets**	-2.5%	-6.6%	-35.8%	17.4%	-21.3%	-22.6%

ROLLING 12 MONTH PERFORMANCE (Total return including dividends)

	Dec 22	Dec 21	Dec 20	Dec 19	Dec 18
Share Price**	-34.9%	53.6%	-9.7%	6.9%	-10.8%
Net Tangible Assets**	-35.8%	54.5%	18.5%	-3.6%	-30.4%

* 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\$0.36
Discount to NTA	22.8%
Historic dividend yield	0.0%
Shares on issue	564,594,645

*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\$223.7m
Bank and other Debt	A\$18.9m
Shareholders' Funds	A\$204.9m

BOARD

Peter Sullivan (Chair)
Martin Botha
André Liebenberg
Xi Xi

ICM TEAM

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

INVESTMENT MANAGER

Zeta Resources Limited is managed by ICM Limited. ICM currently manages over US\$1.9bn in funds directly and is responsible indirectly for a further US\$21.5bn of assets in subsidiary investments.

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 Panoramic Resources was up 2.9% in December, rising 0.5 cents to A\$0.175. Horizon Gold share price was up 3.3% during the month, rising 1 cent to A\$0.31. Copper Mountain was down 6.6%, falling 12 cents to C\$1.70.

PERFORMANCE

Zeta's NTA per share was down 2.5% in December to A\$0.36. The gains in the share prices of Panoramic Resources and Horizon Gold were offset by the decreases experienced by Copper Mountain and Star Royalties.

During the month, the price of most of Zeta's key commodities exited December above where they started, except for oil and aluminium. Nickel, gold, and copper were the largest movers, up 14.8%, 3.4%, and 2.3%, respectively.

COMMODITY & CURRENCY MARKETS

		November	December	Movement
Gold (London PM fix)	US\$/oz	1,754	1,814	↑ 3.4%
Oil (Brent)	US\$/bbl	86.97	85.91	↓ -1.2%
Aluminium	US\$/lb	1.08	1.07	↓ -1.1%
Nickel	US\$/lb	12.02	13.80	↑ 14.8%
Copper	US\$/lb	3.72	3.80	↑ 2.3%
AUD/USD		0.6697	0.6782	↑ 1.3%
CAD/USD		0.7376	0.7380	↑ 0.1%

OTHER

Zeta's share price closed the end of December at A\$0.28, a discount to NTA of 22.8%. At the end of November, the share price was at a discount to NTA of 23.4%.

In September 2018, Zeta commenced an on-market buy-back programme for up to 10 million ordinary shares. At the end of December 2022, 2,700,479 shares had been bought back since the start of the programme, at an average share price of A\$0.34.

DEBT

At month-end Zeta had A\$18.3m in net debt (November: A\$22.5m).

PORTFOLIO SUMMARY

	% of gross assets
TOP SIX HOLDINGS	
1. Alliance Mining Commodities	35.1%
2. Copper Mountain Mining	22.4%
3. Panoramic Resources	16.3%
4. Horizon Gold	12.1%
5. GME Resources	9.1%
6. Star Royalties	1.7%
Total Top Six	96.7%

SECTOR SPLIT OF INVESTMENTS

Bauxite	35.1%
Nickel	21.1%
Copper	20.5%
Gold	14.9%
Cobalt	2.5%
Graphite	1.2%
Other	3.0%
Cash	1.7%

GEOGRAPHICAL FOCUS OF INVESTMENTS*

Australia	43.0%
Guinea	35.2%
Canada	20.5%
Sri Lanka	1.2%
Other	0.1%

*Based on segmental revenues of operating entities

Registered Office: C/- Trinity Corporate Services Ltd, Trinity Hall, 43 Cedar Avenue, Hamilton HM 12, Bermuda

Telephone: +1 441 542 9242 **Email:** contact@icm.limited

Australian Registered Office: Level 11, 1 York Street, Sydney NSW 2000, Australia

Canadian Office: 1800-510 West Georgia Street, Vancouver BC V6B 0M3, Canada

Telephone: +1 604 227 0458 **Email:** contactca@icm.limited

New Zealand Office: Level 10, 45 Johnston Street, Wellington 6011, New Zealand

Telephone: +64 4 901 7600 **Email:** contact@icmz.co.nz

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.

Past performance is no guide to the future. The value of investments and the income from them may go down as well as up and investors may not get back the full amount they originally invested. The information presented has been obtained from sources believed to be reliable, but no representation or warranty is given or may be implied that they are accurate or complete.

