

SIGNIFICANT INVESTMENTS IN KEY COMMODITY COMPANIES

# Delivering long-term value in the resource sector

SEPTEMBER 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.

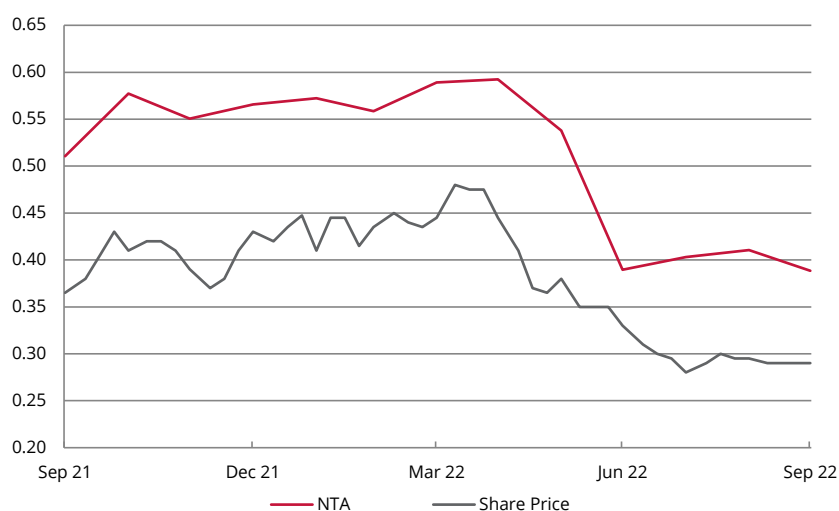
**INVESTMENT APPROACH:**

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**	(1.7%)	(12.1%)	(20.5%)	(13.4%)	(23.7%)	(15.9%)
Net Tangible Assets**	(5.4%)	(0.3%)	(23.9%)	21.6%	(2.1%)	(17.2%)

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

	Sep 22	Sep 21	Sep 20	Sep 19	Sep 18
Share Price**	(20.5%)	46.0%	(25.4%)	(20.2%)	(10.5%)
Net Tangible Assets**	(23.9%)	76.2%	(9.3%)	(15.9%)	(4.2%)

\* 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\$0.29
NTA at month end	A\$0.39
Discount to NTA	25.3%
Historic dividend yield	0.0%
Shares on issue	564,726,645

\*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\$256.9m
Bank and other Debt	A\$37.5m
Shareholders' Funds	A\$219.3m

**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\$2.1bn in funds directly and is responsible indirectly for a further US\$22.1bn 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 Copper Mountain was up 5.5% in September, rising 8 cents to C\$1.54. Horizon Gold was down 15.4%, falling 6 cents to A\$0.33. Panoramic Resources share price was down 13.6% during the month, falling 3 cents to A\$0.19.

## PERFORMANCE

Zeta's NTA per share was down 5.4% in September to A\$0.39. The decrease in the share prices of Panoramic Resources, Horizon Gold and GME Resources during the month was partially offset by an increase in the price of Copper Mountain.

During the month the prices of most of Zeta's key commodities were volatile, with majority exiting September below where they started, except for nickel. Oil, aluminium and nickel were the largest movers, down 11.0%, 8.0%, and up 4.9%, respectively.

## COMMODITY & CURRENCY MARKETS

		August	September	Movement
Gold (London PM fix)	US\$/oz	1,716	1,672	↓ 2.6%
Oil (Brent)	US\$/bbl	95.64	85.14	↓ 11.0%
Aluminium	US\$/lb	1.07	0.99	↓ 8.0%
Nickel	US\$/lb	9.64	10.11	↑ 4.9%
Copper	US\$/lb	3.5	3.47	↓ 1.0%
AUD/USD		0.6856	0.6430	↓ 6.2%
CAD/USD		0.7636	0.7278	↓ 4.7%

## OTHER

Zeta's share price closed the end of September at A\$0.29, a discount to NTA of 25.3%. At the end of August, the share price was at a discount to NTA of 28.2%.

In September 2018, Zeta commenced an on-market buy-back programme for up to 10 million ordinary shares. At the end of September 2022, 2,564,479 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\$37.5m in net debt (August: A\$37.8m).

## PORTFOLIO SUMMARY

TOP SIX HOLDINGS	% of gross assets
1. Alliance Mining Commodities	32.3%
2. Copper Mountain Mining	23.8%
3. Panoramic Resources	16.5%
4. Horizon Gold	11.2%
5. GME Resources	10.4%
6. Margosa Graphite	1.9%
<b>Total Top Six</b>	<b>96.1%</b>

## SECTOR SPLIT OF INVESTMENTS

Bauxite	32.3%
Copper	22.4%
Nickel	20.9%
Gold	13.9%
Cobalt	4.0%
Graphite	1.9%
Other	3.3%
Cash	1.3%

## GEOGRAPHICAL FOCUS OF INVESTMENTS\*

Australia	43.7%
Guinea	32.3%
Canada	21.7%
Sri Lanka	1.9%
Other	0.4%

\*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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