

SIGNIFICANT INVESTMENTS IN KEY COMMODITY COMPANIES

Delivering long-term value in the resource sector

FEBRUARY 2023

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**	-3.6%	-5.3%	-37.9%	1.9%	-28.9%	-21.7%
Net Tangible Assets**	-3.8%	-3.8%	-35.9%	41.4%	-26.2%	-23.6%

ROLLING 12 MONTH PERFORMANCE (Total return including dividends)

	Feb-23	Feb-22	Feb-21	Feb-20	Feb-19
Share Price**	-37.9%	45.0%	13.2%	-23.2%	-9.2%
Net Tangible Assets**	-35.9%	19.6%	84.4%	-31.1%	-24.3%

* 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\$0.27
NTA at month end	A\$0.36
Discount to NTA	24.6%
Historic dividend yield	0.0%
Shares on issue	564,577,052

*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\$213.7m
Bank and other Debt	A\$11.5m
Shareholders' Funds	A\$202.1m

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\$1.8bn in funds directly and is responsible indirectly for a further US\$22.2bn 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 down 23.5% in February, falling 4 cents to A\$0.13. Horizon Gold share price was down 8.8% during the month, falling 3 cents to A\$0.31. Alliance Nickel was down 5%, falling 0.5 cents to A\$0.095.

PERFORMANCE

Zeta's NTA per share was down 3.8% in February to A\$0.36. The pullback in Panoramic, Horizon, Star Royalties, and Alliance Nickel's share prices were partially offset by an increase in Copper Mountain's share price.

During the month, the price of Zeta's key commodities exited February below where they started. Nickel, aluminium, and gold were the largest movers, down 15.6%, 9.2%, and 5.2%, respectively.

OTHER

Zeta's share price closed the end of February at A\$0.27, a discount to NTA of 24.6%. At the end of January, the share price was at a discount to NTA of 24.8%.

In September 2018, Zeta commenced an on-market buy-back programme for up to 10 million ordinary shares. At the end of February 2023, 3,286,019 shares had been bought back since the start of the programme, at an average share price of A\$0.33.

DEBT

At month-end Zeta had A\$11.5m in net debt (January: A\$13.8m).

COMMODITY & CURRENCY MARKETS

		January	February	Movement
Gold (London PM fix)	US\$/oz	1,924	1,825	↓ -5.2%
Oil (Brent)	US\$/bbl	85.46	83.45	↓ -2.4%
Aluminium	US\$/lb	1.15	1.04	↓ -9.2%
Nickel	US\$/lb	13.34	11.26	↓ -15.6%
Copper	US\$/lb	4.12	4.01	↓ -2.5%
AUD/USD		0.7047	0.6744	↓ -4.3%
CAD/USD		0.7494	0.7345	↓ -2.0%

PORTFOLIO SUMMARY

	% of gross assets
TOP SIX HOLDINGS	
1. Alliance Mining Commodities	31.2%
2. Copper Mountain Mining	26.6%
3. Horizon Gold	12.9%
4. Panoramic Resources	12.7%
5. Alliance Nickel	11.5%
6. Star Royalties	1.9%
Total Top Six	96.8%

SECTOR SPLIT OF INVESTMENTS

Bauxite	31.2%
Copper	22.2%
Nickel	20.4%
Gold	17.6%
Cobalt	2.4%
Graphite	1.3%
Other	3.4%
Cash	1.5%

GEOGRAPHICAL FOCUS OF INVESTMENTS*

Australia	38.6%
Guinea	31.2%
Canada	28.8%
Sri Lanka	1.3%
Other	0.1%

*Based on segmental revenues of operating entities

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Important Notes

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