

COMPANY INFORMATION

Last NTA (28-02-17) \$0.2050
 Shares on issue 119,494,677
 Total Net Assets \$24,493,606.95

Precision Opportunities Fund Ltd ("POF") is a boutique investment vehicle that identifies emerging opportunities and undervalued companies listed on the ASX and other recognised exchanges.

The investment focus of POF is predominantly in the small-mid cap sectors which are companies typically capitalised outside the ASX100. The Investment Manager may invest from time to time in unlisted opportunities that have a clear path to market or exit. Through its exposure to the Investment Manager's network and skill-set, POF intends to provide its Shareholders with access to opportunities not generally available to investors using traditional methods of equity investment.

For more information please refer to our website
www.precisionfm.com.au

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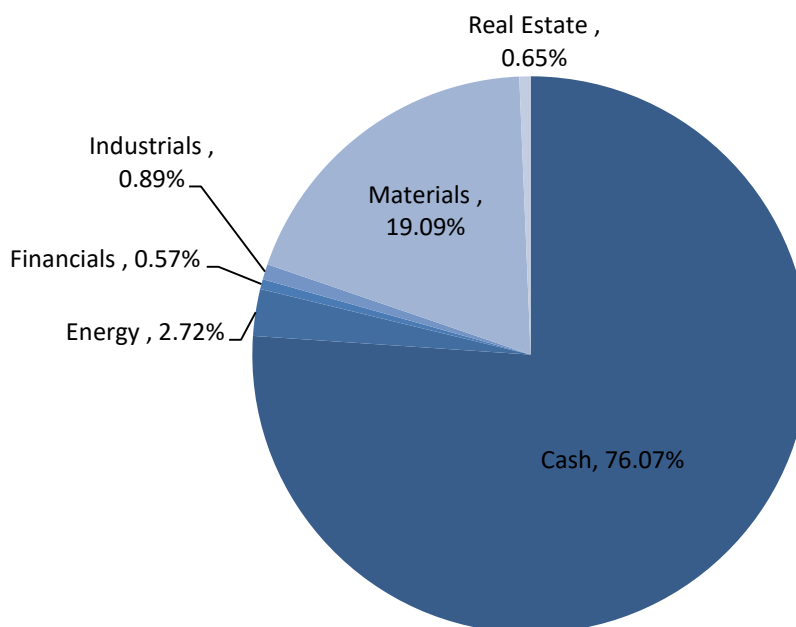
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Net Tangible Assets

Cents	February 2017	January 2017
NTA per share	20.50c	20.19c

Net tangible assets of the company include allowance for tax assets and liabilities that may rise from both realised and unrealised gains and/or losses.

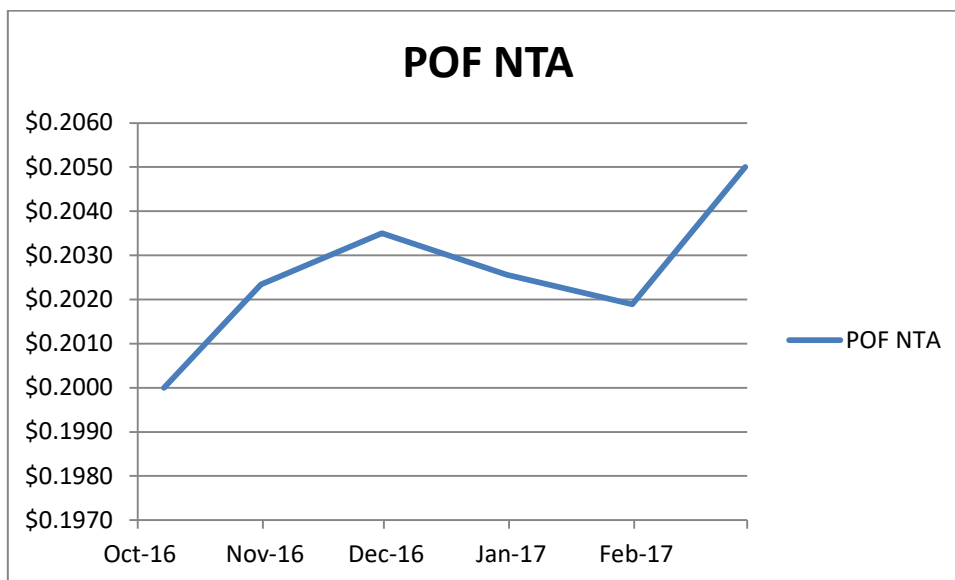
Portfolio Holdings



Independence Group	6.3%
Venturex Resources	2.9%
Capricorn Metals	2.1%
Orecorp Ltd	2.1%
Trek Metals Ltd	1.4%
Australis Oil & Gas	1.1%
Galaxy Resources	1.0%
Other	6.1%
Cash	77.0%
TOTAL	100%

Based on Fund valuation as at 28th February 2017

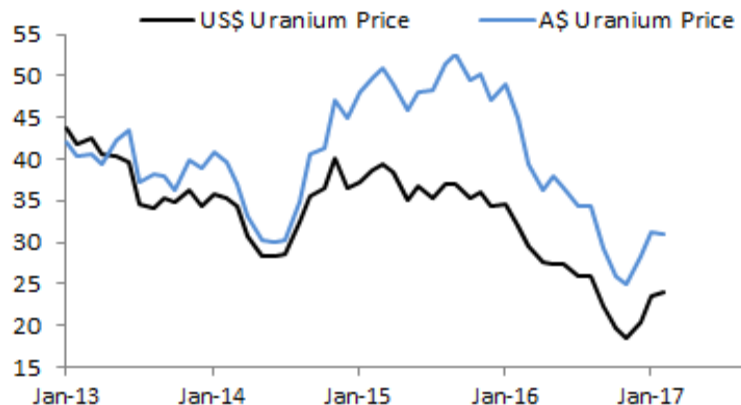
Portfolio Performance



Investment Themes

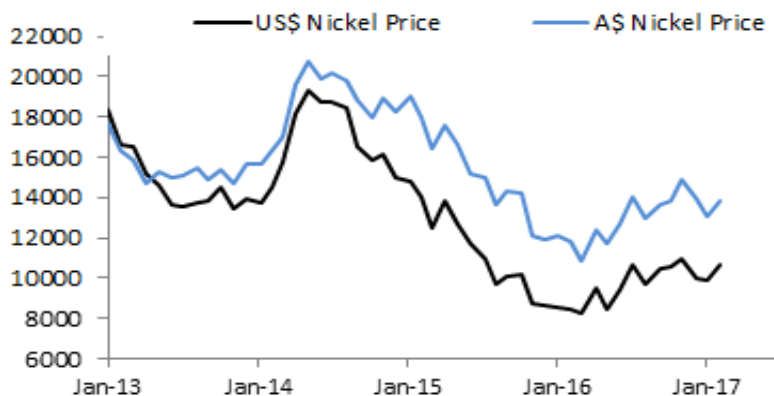
A\$ Uranium Commodity

- After close to a decade of oversupply and legacy sale contracts driving the commodity price lower, the supply side is now seeing producer discipline.
- This is being led by Kazakhstan, the world's largest producer, agreeing to cut production by 10% in 2017.



A\$ Nickel Commodity

- Political uncertainty from one of the world's largest nickel exporters, the Philippines, has resulted in raising a question about the strength of the Nickel supply chain.
- Approximately +20 mines have been ordered to cease operations, with at least 50% of these being nickel.



Whos shaking the tin?

- **Galaxy Resources (GXY, \$0.505)** GXY raises \$61m at 54 cents to accelerate the development of their Sal De Vida (Argentina) and James Bay (Canada) lithium projects.
- **Blackham Resources (BLK, \$0.62)** BLK raised \$35m at 68 cents to assist converting their large gold inventory into reserves commencing a 60,000m drill program.
- **Beadell Resources (BDR, \$0.285)** BDR plans raise \$51m at 29 cents via an institutional share placement and share purchase plan. The proceeds will be used to acquire long lead items for their upgraded mill and fund their current exploration activities.
- **Dacian Gold (DCN, \$1.95)** DCN has raised \$110m at \$2.00 via a fully underwritten Institutional Placement and Accelerated Rights Issue to continue development of the Mt Morgans Gold Project following the recent feasibility study.
- **Australis Oil & Gas Ltd (ATS, \$0.28)** ATS has received commitments to raise \$100m at \$0.23 via a Share Placement to fund the acquisition of the Tuscaloosa Marine Shale assets of Encana Corporation. The Placement is conditional on shareholder approval and the acquisition completion conditions being satisfied or waived.

Stocks in the Spotlight

Venturex Resources (VXR)...Value Engineering Study

VXR controls two zinc – copper projects in the Pilbara containing 910,000 tonnes of zinc and 320,000 tonnes of copper.

Results of a recent Value Engineering Study at Sulphur Springs highlighted the following metrics:

- 11.7mt @ 3.6% Zn, 1.4% Cu
- 1 Mtpa mill feed
- 12 year mine life
- 32,000 tpa Zn
- 12,000tpa Cu
- C1 cost \$US0.14 per pound of zinc
- Pre-tax NPV \$A338m
- IRR 52%
- Capex \$183m
- 1.6 years Payback

Capital Structure	
Issued Shares	2,611m
Market Capitalisation	\$26m
Cash (31 Dec 2016)	\$2.7m
Board	
Chairman	Tony Kiernan
Managing Director	John Nitschke
Non-Executive Director	Anthony Reilly
Non-Executive Director	Darren Stralow
Key Shareholders	
Regent Pacific	22.5%
Northern Star Resources	13.6%
Board & Management	4.9%

The study demonstrates that Sulphur Springs is a highly robust base metals project which is well positioned for development, particularly against a backdrop of improving zinc and copper prices. Venturex's Managing Director, John Nitschke, said the highly successful Value Engineering Study had

delivered a number of important outcomes which confirmed the robust nature of the Sulphur Springs Project.

“We already knew from the extensive work completed historically that Sulphur Springs ticked all the boxes as an attractive base metals development opportunity in a premier mining jurisdiction,” he said.

“The work completed as part of the Value Engineering Study since the release of the DFS in December 2012 has further strengthened this work, with the recent identification of the potential to treat the supergene material through the proposed flotation plant representing another really important breakthrough for the Project.”

Precision holds a significant investment in Venturex (VXR) and believe the company represents excellent exposure to two of our preferred metal exposures.