

Return	NTA cps July 2021	Month (%)	Quarter (%)	FYTD (%)	1 Year (%)	2 Years (%)	Since Inception (%)
Precision Opportunities Fund Ltd ¹	34.49	-1.2	3.1	3.7	32.4	41.6	72.5
Benchmark ²	-	0.17	0.51	0.51	2.21	4.80	15.8
Outperformance	-	-1.3	2.6	3.2	30.2	36.8	56.6

Overview

The portfolio was flat for the month. Global markets continued to breach new highs as the inevitable taper talk was pushed down the road with Federal Reserve Chairman, Powell, continuing to talk transitory inflation rather than structural. The true economic impact of the current delta strain is also creating some market uncertainty. A strong US Non Farm Payroll July jobs report saw equity rotation kick back into gear favouring value over tech, higher yields and a stronger USD. This saw the gold price fall by US\$100/oz before clawing back to finish the month unchanged at US\$1,800/oz. A slowing Chinese economy and suggestion that China is imposing more restrictive measures on steel production in the second half of CY'21 to ensure output is lower year on year to meet carbon emission goals saw a 23% fall in the iron price for the month. This didn't stop the big miners reporting very strong earnings in August and declaring big dividends with the big three (BHP, RIO and FMG) returning \$17bn in dividends. Copper and Nickel were flat for the month. The stubbornly low spot uranium price started to move and by month end hit a multi year high of US\$35/lb. Spot market physical purchases by the newly formed Sprott Physical Uranium Trust ('SPUT') has thus far had the desired effect. Lithium prices continued to appreciate, albeit not at the same rate as previous month but we note prices have now doubled since the end of CY'21. Equity raisings were more subdued due to reporting season but we expect this to reverse in the coming months.

Firefinch Ltd ('FFX') was again a key contributor for the month adding 45%. It announced formal executed agreements with Ganfeng, agreed to expedite FID and form a new ASX listed company called Leo Lithium in the 1st Q CY'23. Only FFX shareholders will receive and in-specie distribution and entitlement offer and Leo will list as a fully funded (up to US\$194m) development company with first production targeted in late CY'23. In addition, FFX announced a stunning intersection of 10.5m @ 30.4 g/t Au beneath the main Morila pit targeting high grade intersections outside the current 1.86moz resource.

Capricorn Resources Ltd ('CMM') also had a strong month adding 14%. Greater understanding of the Mt Gibson Gold Project acquisition (announced end of July) and the potential for this to become CMM's 2nd operation in due course contributed to the positive sentiment. A Karlawinda update post monthly showed production of 9.8koz in August (annualised 115koz) and on track for steady state operations in Sept – an excellent achievement. It is strongly cashflow positive and aims to make a \$5m debt repayment in September.

Positive uranium sentiment and the formation of the Sprott Physical Uranium Trust ('SPUT') the worlds largest physical uranium, all contributed to a six year high on the spot uranium price and the flow on effect to Lotus Resources Ltd ('LOT') which was up 15% for the month. SPUT has been set up to invest in and hold substantially its assets in the form of U₃O₈ and is estimated to have thus far bought ~ 2.7m lbs in the spot market.

Venturex Resources Ltd (VXR) was our largest detractor for the month, falling 20%. However, this should be put in the context that it is still up ~600% since Feb'21 and appears to be more related to some profit taking post the entitlement issues rather than any stock specific announcement.

OreCorp Ltd ('ORR') fell 5% for the quarter after some indigestion post the \$56m capital raising at \$0.80/sh. We continue to believe this is one of the best undeveloped gold projects with a resource of 3moz @ 4 g/t Au and a PFS showing a very robust project capable of producing >200koz pa at an AISC of US\$850/oz for 13yrs. A DFS is slated to be delivered in Q1 CY'22.

PYC Therapeutics ('PYC') fell 6% for the month on light to medium volumes. The market is waiting on news of the toxicity trials on medium sized animals, namely monkeys. This is due within the next few months which, if positive, should pave the way for a US listing.

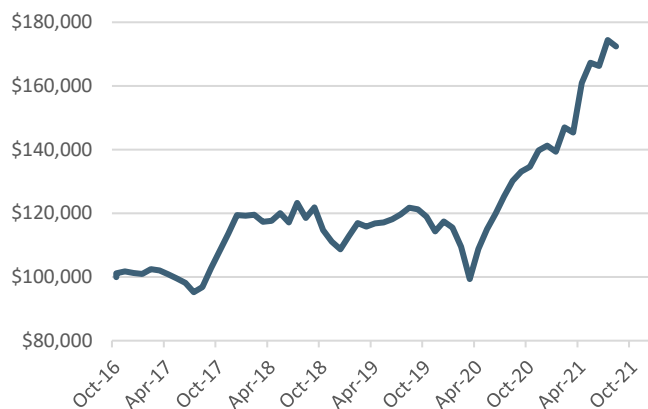
Portfolio Performance

Top 3 Contributors		Bottom 3 Detractors	
Company	Sector	Company	Sector
Firefinch Resources	Gold/Lithium	Venturex Resources	Copper
Capricorn Metals Ltd	Gold	OreCorp Ltd	Gold
Lotus Resources Ltd	Uranium	PYC Therapeutics	Biotech

¹ Returns after fees and taxes

² The Benchmark being the average 90 day bill plus 2% (annually)

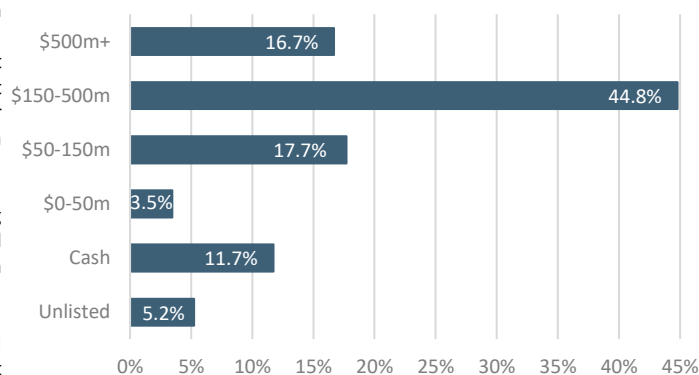
Growth of \$100,000 Since Inception



Top 5 Portfolio Holdings

Company	Sector	Portfolio %
Venturex Resources	Copper	20.8
OreCorp Ltd	Gold	6.4
Capricorn Metals Ltd	Gold	6.0
Centaurus Metals	Nickel	4.2
Mincor Resources	Nickel	4.0

Market Capitalisation Exposure



Portfolio Composition

