

Return	NTA cps May 2021	Month (%)	Quarter (%)	FYTD (%)	1 Year (%)	2 Years (%)	Since Inception (%)
Precision Opportunities Fund Ltd <sup>1</sup>	33.46	3.95	13.8	39.5	45.4	42.9	67.3
Benchmark <sup>2</sup>	-	0.17	0.51	1.88	2.05	4.81	15.3
Outperformance	-	3.78	13.3	37.6	43.4	38.1	52.0

### Overview

The portfolio added 4% in May. The US\$ Gold price increased by US\$135/oz (7.9%) for the month with the large global gold ETF's; GDX and GDXJ both adding 15%. This was driven by continuing negative real yields, some inflation concerns and no doubt a rotation from some crypto currencies which had a volatile month with Bitcoin falling 35%.

Commodities continued to rally with the Iron Ore price (62% CFR China) hitting a record high of US\$245/t before settling back to US\$190/t to finish the month unchanged. Continued strong demand and Brazil supply constraints continue to support the price. The Copper price hit a record high of US\$4.85/lb, before consolidating around the US\$4.50-4.60/lb level, driven by a continued strong demand/supply imbalance and the renewable/EV thematic that points to a significant long term supply deficit. The Nickel price remained largely unchanged at US\$8.00/lb. Lithium prices continued to appreciate, albeit not at the same rate as previous months and uranium stocks remain well supported, belying the underlying spot price that remains rangebound between US\$28-33/lb. Capital raisings continued at a solid pace across all sectors and commodities.

Our top performer for the month was Lotus Resources Ltd ('LOT') up 48%. Positive ore sorting results from initial test work on the Kayelekera ore combined with a greater market recognition that this project was one of the few projects that achieved historical forecast production (11m lbs produced over 5yrs). Capital cost to restart operations is estimated at US\$50m with a capital intensity of US\$21/lb of production which is at the bottom quartile of its peers. Matador Mining Ltd ('MZZ') returned 32% for the month after announcing some early encouraging results from its power auger program in conjunction with the start of a 20,000m diamond program to test 9 high priority targets. MZZ has current resource of 837koz @ 2 g/t Au, has completed a positive scoping study (Pre tax NPV5 of C\$300m) and is exploring in a highly prospective, under explored region. Their target is to define a resource base of >2moz. MLG Oz Ltd ('MLG') successfully listed on the ASX after raising \$70.7m at \$1.00/sh. The shares performed well trading between \$1.25-\$1.40/sh, closing the month at \$1.29, delivering a 29% return for the fund. MLG was founded in 2002 by Murray Leahy and has grown into a significant provider of integrated logistics supply chain services to the Mining and Civil industries. It has delivered pro forma Revenue and EBITDA CAGR of 22.1% and 38% respectively over the past 4 yrs. Murray Leahy remains a significant shareholder with 50.1%.

Our worst performer for the month was Talon Petroleum Ltd ('TPD') which was down 22% for the month. This was after the strong run in the preceding months after it announced a deal to acquire a Mongolian Coal Bed Methane Project and booked a Maiden Best (P50) resource of 408 BCF at Condor. We see good price catalysts in the next few months including granting of the Mongolian licence, maiden resource from this project and drilling to commence at Waylaring in Sept/Oct'21. STX fell 17% for the month after some indigestion from its \$75m capital raising at \$0.30/sh which was completed in late April and market speculation that it may look to acquire its JV partner Warrego Energy Ltd ('WGO'). Castille Resources Ltd ('CST') retraced 16% after delivering some solid drill results from Rover 1 including 10.8m @ 9 g/t Au but not quite the magnitude of previous high grade results.

### Portfolio Performance

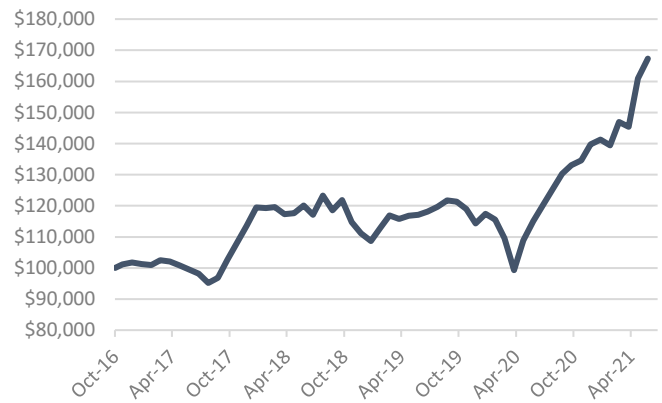
Company	Sector	Change in Price (MOM) %
<b>Top 3 Contributors<sup>3</sup></b>		
Lotus Resources	Uranium	48.1
Matador Mining	Gold	32.4
MLG Oz Ltd	Mining Services	29.0
<b>Bottom 3 Detractors<sup>3</sup></b>		
Talon Petroleum Ltd	Energy	-22.2
Strike Energy Ltd	Energy	-17.3
Castille Resources Ltd	Gold	-16.1

<sup>1</sup> Returns after fees and taxes

<sup>2</sup> The Benchmark being the average 90 day bill plus 2% (annually)

<sup>3</sup> Stocks with a portfolio market value ~A\$500k +

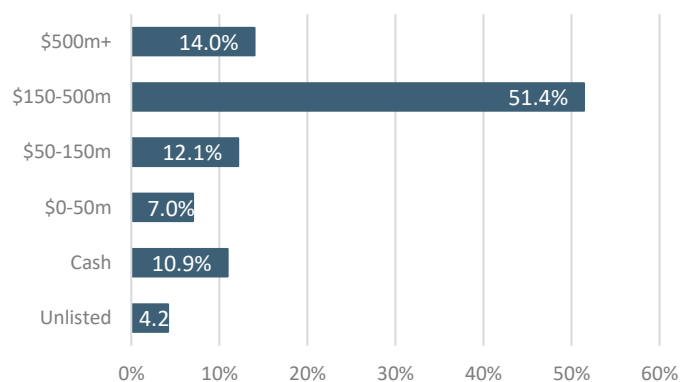
### Growth of \$100,000 Since Inception



### Top 5 Portfolio Holdings

Company	Sector	Portfolio %
Venturex Resources	Copper	18.4
OreCorp Ltd	Gold	6.4
MLG Oz Limited	Mining Services	4.9
PYC Therapeutics Ltd	Other	4.4
Mincor Resources NL	Nickel	3.9

### Market Capitalisation Exposure



### Portfolio Composition

