

Return	NTA cps Oct 2021	Month (%)	Quarter (%)	FYTD (%)	1 Year (%)	2 Years (%)	Since Inception (%)
Precision Opportunities Fund Ltd ¹	36.25	6.8	3.9	9.0	34.6	52.3	81.3
Benchmark ²	-	0.2	0.5	0.8	2.2	4.6	16.2
Outperformance	-	6.7	3.4	8.1	32.4	47.7	65.1

Overview

The portfolio returned 6.8% for the month helped by higher copper and nickel prices, strong performance from our uranium holdings and a takeover for Apollo Consolidated Ltd. Globally, all eyes were on the US earnings reporting season again with beats running at ~85% with the large tech names continuing their upward run. Tesla announced an order of 100,000 vehicles from Hertz and promptly added US\$100bn. The Gold price remained rangebound for the month – between US\$1,750 - \$1,810/oz, consolidating at the upper end of this band at months end. Both the GDJ and GDX were up 2-3% which helped our mid cap producers which all released their production reports. The stand out qtrly report was West African Resources which delivered operating cashflow of >\$100m for the Q and announced a deal to acquire the neighbouring Kiaki resource of 6.8moz for US\$100m. We participated in the subsequent \$126m equity raising and believe this company has the potential to double production to >400koz for 10yrs. M&A continued in the gold sector with Westgold upping its bid for Gasgoyne Resources Ltd who was in the process of a scheme with Firebird Resources Ltd. Uranium remained very topical during the month. The recently formed Sprott Physical Uranium Trust ('SPUT') continued to buy uranium in the spot market and now holds ~ 35mlbs with a value of US\$1.56bn. Both our uranium exposures; BOE and LOT were up ~ 30% for the month and we took the opportunity to lock in some LOT profit.

In total we had five stocks (DVP, AOP, STM, CMM and LOT) which all returned greater than 1% attribution for the month. Of these, our top three were DVP, AOP and STM. Higher Copper prices and the commencement of an infill and extensional drill program at Sulphur Springs saw Develop Global Ltd ('DVP') add 21% for the month. Post Q, DVP announced it had established the company Underground Services division and tendered for the Bellevue Gold Project development.

Long term portfolio position, Apollo Consolidated Ltd ('AOP') received a cash and scrip takeover offer from mid tier gold producer Ramelius Resources Ltd ('RMS') valuing AOP at \$0.56/sh. This was subsequently matched by an unconditional cash bid at \$0.56/sh from Gold Road Resources Ltd ('GOR') who also emerged with a 19.9% interest. Post Q, RMS increased their cash/scrip bid to \$0.62/sh and secured key Director/Mgt shares for also a 19.9% interest. Currently, AOP is trading at \$0.65/sh, a 3x uplift on our average entry price of \$0.21/sh.

Sunstone Metals Ltd ('STM') had a sensational month after it discovered a significant gold-copper porphyry at El Palmar. Initial results included 163.5m @ 0.71 g/t Au and 0.2% Cu (1.05 g/t Au eq) from 52.3m within a 480.8m @ 0.66 g/t Au equivalent zone from 11.3m. The stock added >200% for the month to close at \$0.066/sh, a >10x uplift on our entry price. Whilst we have taken some profits on the way up, STM is still a >2% holding in the portfolio.

Warrego Energy Ltd ('WGO') was our worst performer for the month down 34% after announcing maiden independently certified Reserves and Resource of 2P Reserves - 300PJ (gross recoverable) and 2C Resources - 128 PJ (gross recoverable). These estimates were considerably less than the numbers (1.18Tcf gross recoverable) previously determined by its 50% JV partner Strike Energy ('STX') in Nov'19 post the West Erregulla-2 discovery.

Lower iron ore prices for the month and lack of news resulted in Genmin Ltd falling 13%. The PFS for Baniaka remains on track for early CY'22 and we believe this will demonstrate a high margin, long life project with an NPV far in excess of its current market enterprise value of just \$45m.

Delays to the Nifty re start study saw Cyprum Metals Ltd ('CYM') fall 10% on light volume. The market is waiting for clarity on both capital cost/funding and timing to first production. A recent site visit confirmed significant potential and we believe if they team can execute it is worth multiples of the current share price.

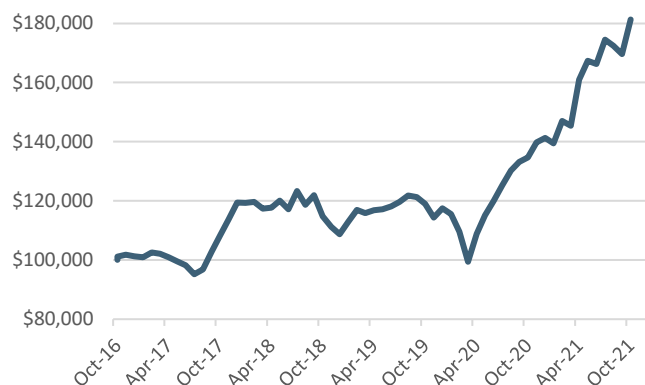
Portfolio Performance

Top 3 Contributors		Bottom 3 Detractors	
Company	Sector	Company	Sector
Develop Global	Copper	Warrego Energy	Energy
Apollo Consolidated	Gold	Genmin Ltd	Iron Ore
Sunstone Metals	Gold	Cyprum	Copper

¹ Returns after fees and taxes

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

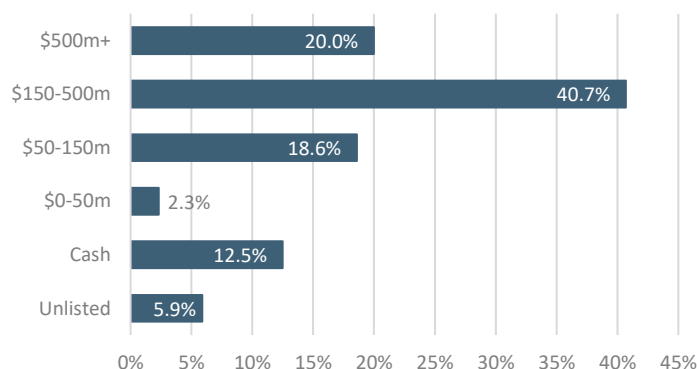
Growth of \$100,000 Since Inception



Top 5 Portfolio Holdings

Company	Sector	Portfolio %
Develop Global Ltd	Copper	19.2
Capricorn Metals Ltd	Gold	5.8
Orecorp Ltd	Gold	5.6
Centaurus Metals	Nickel	4.1
Mincor Resources	Nickel	3.9

Market Capitalisation Exposure



Portfolio Composition

