

PRECISION

OPPORTUNITIES
FUND



Western Australian Investment Company

Growth Focused, Dividend Paying

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Precision

Independent funds management company, formed in 2016

Committed & passionate supporter of listed WA emerging growth companies

Experienced people with proven investment track records

Directors and Management hold 18% of POF, committed to > \$2.5m in this Offer

Growth focused & paying fully franked dividends

Healthy profit and franking credits reserves

People | Board & Management

Investment Committee

Dermot Woods Portfolio manager, 20+ years funds management/industrial research

Andy Clayton Portfolio manager, 20+ years resources research/funds management

Tony Kenny Executive Director, 25+ years equity sales/funds management

Tim Weir Executive Director, 25+ years equity sales/funds management

Non-Executive Directors

Michael Blakiston
(Non-Executive Chairman) Partner Gilbert + Tobin. Extensive experience across the resources sector

Bill Beament Mining Engineer. Successful, experienced resource company executive

Shane Mcleay Mining Engineer. Founder of mining consultancy firm Entech, expert in project evaluation

Company Secretary & Operations Management

Jess Ridley Chartered Secretary with over 15 year experience in financials services

POF | Overview

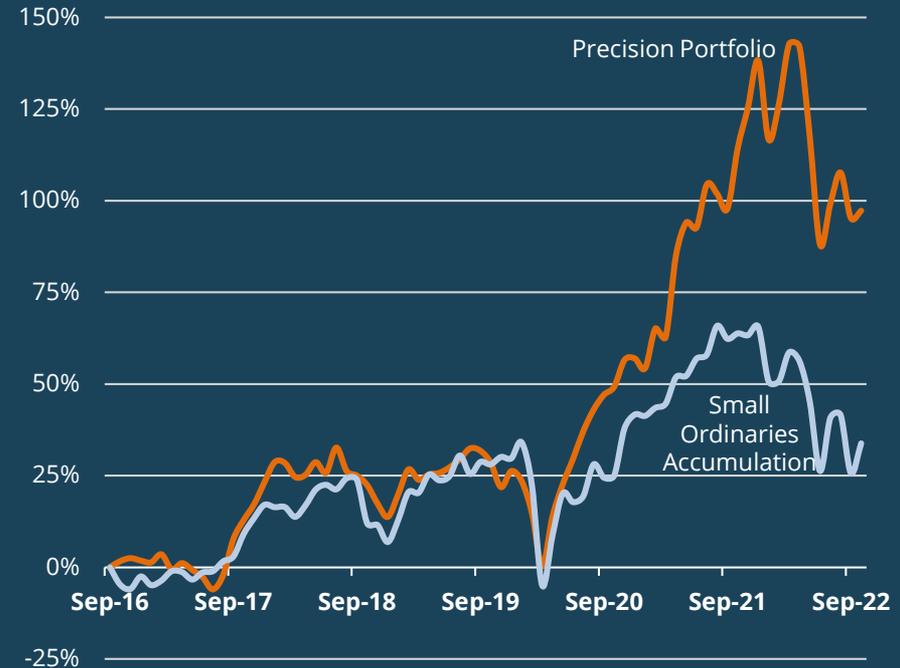
Capital Structure

Shares on issue	171.3m
Portfolio Valuation	\$64m
Total Net Assets (after fees and tax)	\$56.4m

Net Tangible Assets per Share, October 2022

NTA before tax	37.6c
Tax -realised and unrealised	(4.7c)
NTA after tax	32.9c
August 2022 Fully Franked Dividend	1.0c

Portfolio return after all fees and expenses



POF | Payout

Franking credits only valuable in hands of shareholders

Growth focused so DRP is in place with high participation rate

All POF Management & Directors fully participated in the DRP

Fund currently has large existing profit reserve and growing franking credit balance

Target Dividend for FY2023 of 1c per share fully franked

POF | Investment Considerations

People

- Direct relevant experience
- Aligned through personal investment

Capital

- Appropriate amount and structure
- Management & Board understand equity markets

Return Potential

- Macro drivers and identifiable catalysts
- Cash flow potential of assets
- Share price upside

Valuation

- What is in the price?
- Focus on fundamental analysis
- Prepared to take a contrarian view

POF | Current Market

Hangover we had to have after excessive liquidity of 2020/21

Inflation fears at peak

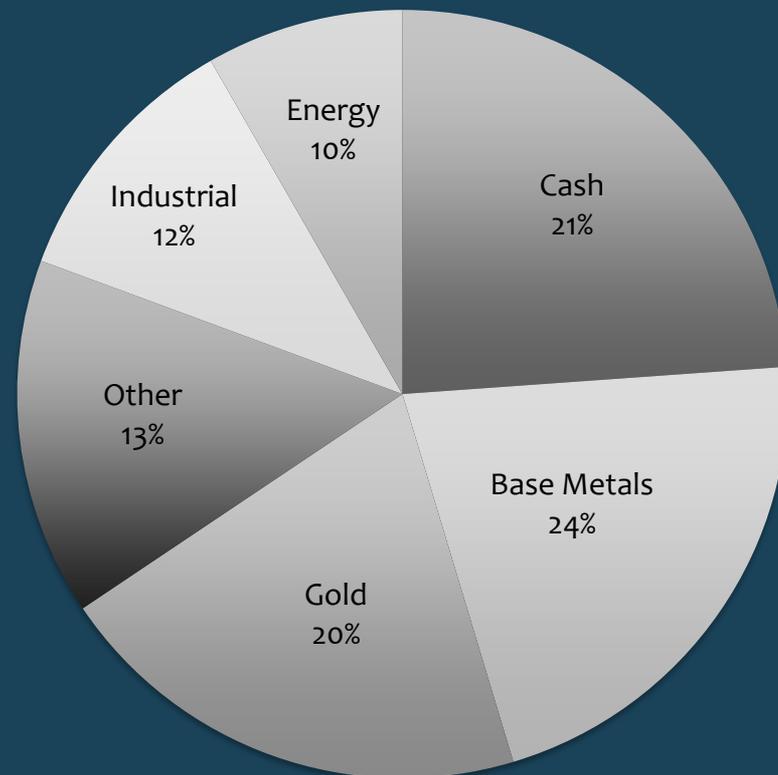
Asset prices deflating, value emerging

Bargains coming in 2023 as earnings downgrades gather pace

Industrials position in fund likely to increase significantly

POF | Portfolio Composition

Company	Portfolio %*
Develop Global Ltd	12%
Capricorn Metals Ltd	5%
Centaurus Metals Ltd	5%
Red Dirt Metals Ltd	4%
Genesis Minerals Ltd	4%
Austin Engineering Ltd	4%
West African Res Ltd	3%
Talon Energy Ltd	3%
Orecorp Ltd	3%
SRG Global Ltd	3%
Other	33%
Cash	21%



*As at October 2022

POF | Fund Facts

Fund Facts

Management Fee	1.5% of NTA <u>after tax</u>
Performance Fee	20% of NTA <u>after tax</u> return > hurdle rate
Hurdle Rate	3 month BBSW + 2%
Governance	Board Structure
Auditor	BDO
Nominee	Adelaide Bank
Liquidity	Can buy back 10% of shares p.a., + small grey market facility

Risk Controls

Concentration	No position >10% of portfolio value at time of investment
Derivatives	Company does <u>not</u> use derivatives
Unlisted	Unlisted securities <10% of portfolio value, typically near to listing or trade sale



POF | Capital Raising

Offer Details

Raising up to \$10m, with ability to accept over subscriptions. Offer shares to rank equally with existing shares.

The Offer is only available to sophisticated and professional investors under section 708 of the Corporations Act.

Timetable

Offer Opens	Monday, 28 November 2022
Closing Date	Monday, 19 December 2022
Extended Closing Date	28 November 2023

Pricing

Applications received prior to the Closing Date will be issued at an issue price of \$0.32.

Applications received after the Closing Date and before the Extended Closing Date will be issued at an issue price equal to 5% discount to the NTAPS at the end of the month in which an application is received.



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