

13 August 2020

By Electronic Lodgement

Market Announcements Office  
ASX Ltd  
20 Bridge Street  
SYDNEY NSW 2000

Dear Sir/Madam,

## Plato Income Maximiser Limited (ASX: PL8) – Monthly Investment Update

Please find attached a copy of the investment update the month ending 31 July 2020.

For further information, please contact 1300 010 311.

Authorised by:

Calvin Kwok

Company Secretary



# Plato Income Maximiser Limited (ASX:PL8)

## INVESTMENT UPDATE AS AT 31 JULY 2020

### Performance and Company Update

As at 31 July 2020, the Company's investments delivered a total return of 6.3%<sup>4</sup> and distributed a yield of 8.0% (incl. franking) since inception<sup>5</sup> compared to the S&P/ASX 200 Franking Credit Adjusted Daily Total Return Index (Tax-Exempt) ('Benchmark') return of 5.5%<sup>4</sup> and a yield of 5.4%<sup>4</sup>. In the month of July, the company's investments outperformed its benchmark by 1.7% bringing the outperformance for the last 12mths to 2.9%.

### Monthly Dividends

The Company aims to pay regular monthly dividends. The PL8 Board has resolved to pay three fully franked dividends of \$0.004 per share for July, August and September 2020. This is a continuation of the previous recent monthly dividends of \$0.004 per share, and is a level the Board feels is prudent given current economic conditions and the related uncertainty on the outlook for Australian company dividends experienced as a result of the COVID-19 virus.

See more information [here](#).

### Portfolio Performance <sup>1</sup>

|                                                          |      |
|----------------------------------------------------------|------|
| Total return <sup>4</sup> since inception <sup>5</sup> : | 6.3% |
| 1 month – July 2020:                                     | 2.2% |
| Income <sup>2</sup> since inception <sup>5</sup> :       | 8.0% |
| 1 month – July 2020:                                     | 0.6% |

### Company Snapshot

|                            |                         |
|----------------------------|-------------------------|
| ASX code   Share price:    | PL8   \$1.005           |
| Market capitalisation:     | \$431m                  |
| Inception date:            | 28 April 2017           |
| Listing date               | 5 May 2017              |
| Management fee:            | 0.80% p.a. <sup>3</sup> |
| Pre-tax NTA <sup>7</sup> : | \$0.975                 |

<sup>1</sup> Past performance is not a reliable indicator of future performance.  
Performance is quoted in AUD net of portfolio related fees, costs and taxes.

<sup>2</sup> Distributed income including franking credits.

<sup>3</sup> 0.82% p.a. inclusive of the net impact of GST and RITC.

<sup>4</sup> Including franking credits.

<sup>5</sup> Inception date 28<sup>th</sup> April 2017

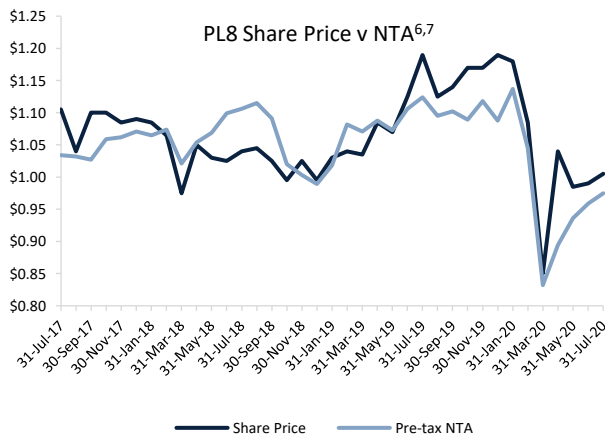
# Plato Income Maximiser Limited (ASX:PL8)

## Market Overview

The Australian market finished only marginally up in July, after a surge in COVID-19 cases in Victoria and a subsequent stage three lockdown erased early gains in the month and increased fears of a slower than expected recovery. The 4.1% rise in the Australian dollar (vs the US dollar) put pressure on stocks with a high proportion of overseas earnings such as some of the large Healthcare stocks. The top performing sectors were Materials, Information Technology and Telcos which are all not particularly exposed to the re-imposition of lockdowns in parts of Australia. In contrast, the Energy, Healthcare and Industrials sectors finished in negative territory for the month.

The largest positive contributors to the Company's investments during the month were overweight positions in Coles, Rio Tinto, Telstra and Fortescue as well as an underweight position in National Australia Bank. However, overweight positions in Aurizon and Orora underperformed and underweight positions in Newcrest and Afterpay Touch detracted from relative performance.

The Company's investments remain actively positioned to seek superior income than the benchmark, albeit, we expect dividends for both the benchmark and our strategy to fall at least 30% due to the economic impact of COVID. However, the distribution of this cut in dividends is not expected to be consistent across sectors. Whilst we think the dividends from financials, retail property trusts and energy stocks are challenged, we expect solid dividends from iron ore and gold miners as well as Consumer Staples like Woolworths and Coles.



| PORTFOLIO PERFORMANCE <sup>1</sup>  | 1 MTH | 3 MTHS | 1 YR  | INCEPT. P.A. |
|-------------------------------------|-------|--------|-------|--------------|
| Total return <sup>4</sup>           | 2.2%  | 10.9%  | -5.9% | 6.3%         |
| Income <sup>5</sup>                 | 0.6%  | 1.7%   | 7.3%  | 8.0%         |
| Benchmark total return <sup>4</sup> | 0.5%  | 7.7%   | -8.8% | 5.5%         |
| Excess total return <sup>4</sup>    | 1.7%  | 3.2%   | 2.9%  | 0.8%         |
| Excess income <sup>5</sup>          | 0.6%  | 1.4%   | 2.6%  | 2.6%         |
| Excess franking <sup>5</sup>        | 0.2%  | 0.5%   | 1.0%  | 1.0%         |

<sup>4</sup> Including franking credits and special dividends.

<sup>5</sup> Distributed income including franking credits.

| NET TANGIBLE ASSETS (NTA) <sup>6</sup> |         |
|----------------------------------------|---------|
| Pre-tax NTA <sup>7</sup>               | \$0.975 |
| Post-tax NTA <sup>8</sup>              | \$1.014 |
| Distributed Dividends since inception  | \$0.193 |
| Distributed Dividends (incl. franking) | \$0.276 |

<sup>6</sup> NTA calculations exclude Deferred Tax Assets relating to capitalised cost deductions and carried forward tax losses of \$0.006. The Franking Account Balance (not reflected in NTA) is \$0.009 per share.

<sup>7</sup> Pre-tax NTA includes tax on realised gains or losses and other earnings, but excludes any provision for tax on unrealised gains or losses.

<sup>8</sup> Post-tax NTA includes tax on realised and unrealised gains or losses and other earnings.

| TOP 10 HOLDINGS     | TOP 10 YIELDING        | YIELD% P.A. <sup>4</sup> |
|---------------------|------------------------|--------------------------|
| ANZ                 | Rio Tinto              | 9.2                      |
| Aurizon             | AGL Energy             | 9.0                      |
| BHP Group           | Commonwealth Bank      | 8.6                      |
| Coles Group         | BHP Group              | 8.3                      |
| Commonwealth Bank   | Fortescue Metals Group | 8.2                      |
| CSL                 | Super Retail Group     | 8.0                      |
| Macquarie Group     | Origin Energy          | 8.0                      |
| Rio Tinto           | Orora                  | 8.0                      |
| Telstra Corporation | Aurizon Holdings       | 7.6                      |
| Wesfarmers          | Telstra Corporation    | 6.8                      |

# Plato

INCOME MAXIMISER

For more information, please contact T: 1300 010 311 or E: [invest@plato.com.au](mailto:invest@plato.com.au) W: [plato.com.au](http://plato.com.au)

Plato Investment Management Limited (ABN 77 120 730 136, AFSL 504616) ('Plato') is the investment manager of Plato Income Maximiser Limited ACN 616 746 215 ('PL8' or the 'Company'). PL8 is the issuer of the shares in the Company under the Offer Document. Any offer or sale of securities are made pursuant to definitive documentation, which describes the terms of the offer ('Offer Document') available at <https://plato.com.au/lic-overview/>

This communication is not, and does not constitute, an offer to sell or the solicitation, invitation or recommendation to purchase any securities and neither this communication nor anything contained in it forms the basis of any contract or commitment. Prospective investors should consider the Offer Document in deciding whether to acquire securities under the offer. Prospective investors who want to acquire under the offer will need to complete an application form that is in or accompanies the Offer Document. The Offer Document is an important document that should be read in its entirety before deciding whether to participate in the offer. Prospective investors should rely only on information in the Offer Document and any supplementary or replacement document. Prospective investors should contact their professional advisers with any queries after reading the Offer Document. Any opinions or forecasts reflect the judgment and assumptions of Plato and its representatives on the basis of information at the date of publication and may later change without notice. The information is not intended as a securities recommendation or statement of opinion intended to influence a person or persons in making a decision in relation to investment. This communication is for general information only. It has been prepared without taking account of any person's objectives, financial situation or needs. Any persons relying on this information should obtain professional advice relevant to their particular circumstances, needs and investment objectives. Past performance is not a reliable indicator of future performance.