

About Clime Capital Limited

Dividend yield growth

The last 12 month rolling dividend per share is growing. The last 4 dividends are Jun-23: 1.34 cents; Sep-23: 1.35 cents, Dec-23: 1.35 cents and Mar-24: 1.35 cents which represents a 4.05% rise over the year.

Fully franked dividends

CAM is paying fully franked dividends on a quarterly basis.

CAM yield vs Market yield (ASX200)

CAM is achieving a dividend yield on NTA in excess of the ASX market yield. Currently, the market yield is approximately 4.25% (approximately 70% franked) whereas CAM is trading at a dividend yield of approximately 6.7% (100% franked).

Net Tangible Assets (NTA)

2024	April ¹	March ¹	February ¹
NTA before tax	\$0.810	\$0.850	\$0.825
NTA after tax	\$0.815	\$0.845	\$0.825

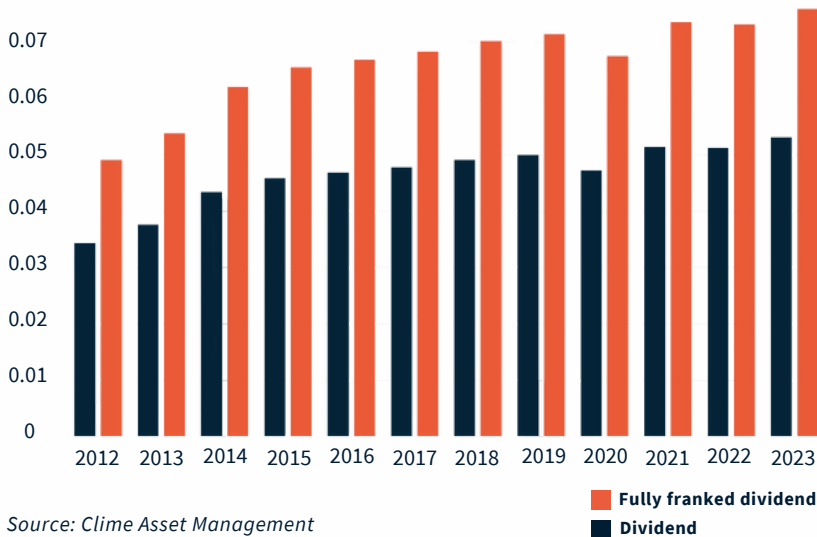
¹ On 28 February 2024, the Board declared a fully franked dividend of 1.35 cents per share in respect of the Company's ordinary shares for the period 1 January 2024 to 31 March 2024, paid on 24 April 2024. NTA before and after tax disclosed above for February 2024 and March 2024 is before the effect of this dividend payment, and for April 2024 was after the effect of this dividend payment.

Performance*

	1 month	3 months	6 months	1 year	2 years p.a.	5 years p.a.	10 years p.a.	ITD p.a.
Gross Return	-3.2%	0.6%	10.5%	3.3%	4.1%	5.3%	6.1%	10.4%
Benchmark Return	-2.7%	1.5%	16.0%	9.9%	5.6%	8.4%	8.1%	10.4%
Active Return (Gross)	-0.5%	-1.0%	-5.5%	-6.7%	-1.6%	-3.0%	-2.0%	0.0%

*All performance figures are based off NTA.

History of fully franked dividends



Snapshot numbers

NTA before tax	NTA after tax
\$0.810 as at 30 April 2024	\$0.815 as at 30 April 2024
Cash Dividend** 5.39 cents fully franked	Running Yield 6.7% fully franked
Total Portfolio Including Cash \$153.3m	Grossed up Running Yield - Pre Tax 9.6%

*CAMG are unsecured, convertible notes in CAM which, if redeemed, would need to be paid out at face value of \$1.
** Cash dividend includes: Jun-23: 1.34 cents; Sept-23: 1.35 cents; Dec-23: 1.35 cents and Mar-24 1.35 cents.

Top 10 Holdings (in alphabetical order)

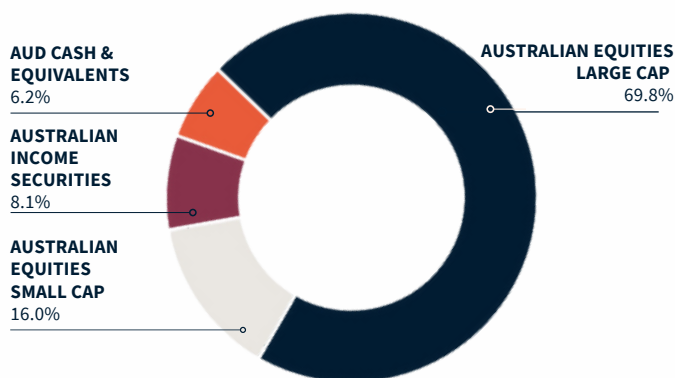
Company	ASX Code
Ampol	ALD
Australia & New Zealand Banking Group	ANZ
BHP Billiton	BHP
Commonwealth Bank of Australia	CBA
Coles Group	COL
National Australia Bank	NAB
Newmont Corporation - Cdi	NEM
QBE Insurance Group	QBE
Telstra Group	TLS
Woodside Energy Group	WDS



Portfolio Asset Allocation

Gross Asset Allocation

Assets	\$M
Australian Equities	136.2
Australian Income Securities	12.5
AUD Cash & Equivalents	4.7
Gross Portfolio Valuation	153.3
Convertible Notes (CAMG)*	-34.7
Net Tangible Assets Before Tax	118.6



Portfolio Commentary

Clime Capital retreated with the market declining -3.20% in March, marginally underperforming the broader market with the ASX All Ordinaries down -2.70%.

Inflation data came in higher than expectations resulting in markets factoring in a delayed expectation of rate cuts by the US Federal Reserve. While economic data remained robust, negative sentiment weighed on global markets, causing poorer April performance in both overseas and domestic equities. The recent backup in bond yields remains a risk on the forward multiples of stocks, however the IMF released its economic outlook to the market which painted a picture of improved economic resilience with steady growth and inflation slowing. It appears that a soft-landing scenario is increasingly likely and overall, 2024 is likely to see positive share market returns helped by falling rates late in the year. The share market sold off throughout April after a very strong first 3 months of the year, with the ASX 300 finishing -2.94%. This was led by a sell-off in REITs, similarly, we saw weakness across the board with the consumer discretionary sector off -5.1% while healthcare fared relatively better at -2.47%.

The materials sector was the only positive sector during April, returning +0.6%. The portfolios materials sector exposure outperformed the market, benefiting from its larger weight in Newmont Corporation which returned +18.6% during the month. This was driven by NEM's better-than-expected March quarterly result and earnings upgrades from the rally in the gold price, which now sits comfortably above US\$2300/oz, while improving sentiment in lithium names from oversold levels saw PLS return towards fairer value up +6%.

We are seeing corporate activity increasing, which we believe should suit Clime's focus on intrinsic value. However, on the last day of the month, key holding Worley moved sharply lower as a major shareholder sold their 20% holding on the market at a steep discount. We retain a positive view on the stock and saw the sell-down as an attractive opportunity to top up at \$14.35. We have seen the stock move sharply higher in April which should support portfolio performance ongoing.

Looking ahead

While April's risk off reset was unsurprising after months of consecutive strong performance in the Australian share market, investor sentiment remains upbeat with many companies flagging earnings upgrades at the end of the March quarterly season. Equity market performance is underpinned by the eventuality of rate cuts by the RBA, however stickier-than-expected inflation would prove to lower market exuberance and is a risk that remains on the table. Clime remains optimistic on the outlook for the ASX and will continue to construct diversified portfolios with a focus on quality companies with the ability to deliver a combination of capital and franked income.

Your Portfolio Manager



Will Riggall
Chief Investment Officer



Invest in people, who invest in you.

Client Services 1300 788 568 | info@clime.com.au | climecapital.com.au

The information contained in this document is published by CAM's Investment Manager, Clime Asset Management Pty Limited ABN 72 098 420 770 AFSL 221146 (Clime).

All statistics referenced are sourced from the named Company's ASX announcements or share prices unless otherwise stated. The information contained herein does not take into account the investment objectives, financial situation and advisory needs of any particular person nor does the information provided constitute investment advice. Under no circumstances should investments be based solely on the information herein. Past performance is no guarantee of future performance, and investing involves risk. Information is current as at 31st January 2024, unless otherwise stated.