

NTA and Monthly Report

August 2024

Business Overview

BKI is a research driven, Listed Investment Company, investing for the long term in profitable, high yielding, well managed companies. Listed on the Australian Securities Exchange (BKI.ASX) and managed by Contact Asset Management, an investment in BKI gives shareholders access to a diversified Australian equity portfolio. BKI's Board & Portfolio Managers are shareholders in BKI. We invest for the long term and focus on creating wealth for all shareholders through capital growth, increasing fully franked dividends and by keeping costs low.

Monthly Portfolio Commentary

The S&P/ASX 300 Accumulation Index was flat for August, returning 0.4%. The Midcap 50 Index returned 2.0% and the ASX100 Index returned 0.7%. The Small Ordinaries fell 2.0% for the month.

IT led the sector performance with a remarkable return of 7.2% for the month of August. Industrials gained 3.5% and Communications gained 3.4%. Energy and Materials lagged, down 6.2% and 1.7% respectively. As a result of limited exposure to IT and an overweight position in Energy, BKI's portfolio performance declined 1.2% for the month. As at 31 August 2024, BKI's 1 year portfolio performance was 11.4%, inclusive of dividends and franking credits.

BKI's exposure to the Industrials sectors includes positions in Transurban, Aurizon Holdings, Dalrymple Bay Infrastructure, Lindsay Australia and Reece Limited. All produced reasonable results during the most recent reporting season, with some good growth in dividends received. BKI's exposure to the Communications sector saw TPG Telecom gain 4.4% and Telstra gain 2.0% for the month. Results delivered showed solid revenue growth from mobiles driven by a higher average subscriber base and a restructure in pricing on various mobile plans.

In Energy we saw mixed results from Yancoala Australia, Ampol Limited and Woodside Energy, with total shareholder returns from these companies falling 23.8%, 11.8% and 1.5% respectively. The decision from Yancoala to not pay shareholders a dividend with their results was very disappointing.

While revenues were resilient across many of the results this reporting season, the common theme was that inflation continued to drag on earnings. We saw a continued rise in labour and interest costs in particular. We are hopeful that both of these inputs are close to peak cycle and that management teams are well on their way to addressing higher expenses through a variety of cost out programs.

We added further to our positions in Dalrymple Bay Infrastructure Suncorp Group, Telstra Corporation, Woodside Energy and Aurizon Holdings.

Company Overview

ASX Code	BKI.ASX
Mandate	Australian Listed Equities
Market Capitalisation	\$1,384m
Investment Portfolio	\$1,415m
Cash & Cash Equivalents	\$83m
Debt	\$0
Rolling 12 Month Dividend**	7.85cps
DRP	Active

Net Tangible Assets (NTA)

BKI Share Price	\$1.715
Pre-Tax NTA	\$1.85
Post Tax NTA	\$1.71

Historical Grossed
Up Dividend Yield *

6.5%

As at 31 August 2024

Management
Expense Ratio

0.169%

As at 30 June 2023

20Yr Total Shareholder
Returns^

10.0% pa

As at 31 August 2024

Total Portfolio
Including Cash

\$1,497m

As at 31 August 2024

No
Performance
Fees

Lonsec Recommended Rating



*Grossed up yield includes franking credits and is based on a tax rate of 30%. Includes FY2024 Interim Dividend of 3.85cps and FY2024 Final Dividend of 4.00cps and is based on share price as at 31/07/2024. ^Includes Franking Credits

Board of Directors

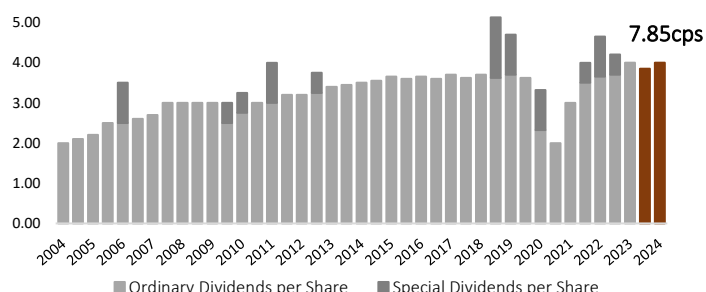
Robert Millner AO (Chair), Alex Payne, David Hall AM, Ian Huntley, Jacqui Clarke, Amanda Wong (Company Secretary).

Investment Management

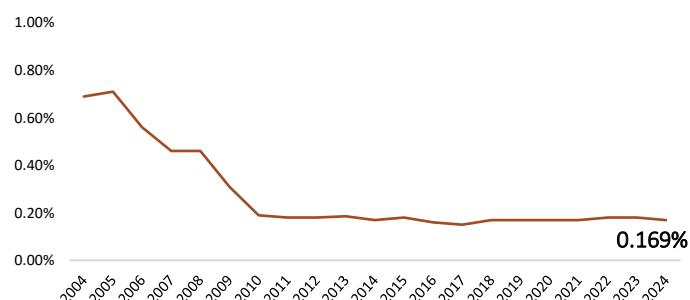
Tom Millner (Portfolio Manager), Will Culbert (Portfolio Manager), Rob Horne (Analyst).

Investor Focused

Fully Franked Dividends - BKI has a strong 20-year history of paying fully franked dividends and offering an attractive yield. BKI's FY2024 Dividends of 7.85cps was up 2% on FY2023 and was BKI's highest full year ordinary dividends paid in the 20 years of being listed on the ASX.



Management Expense Ratio (MER) – BKI offers a very competitive fee structure, with an external, active Management Fee of 0.10% and a total MER of only 0.169%.



Cumulative Share Price Returns - Assuming all dividends were reinvested and using the full benefit of franking credits, since IPO on 12th December 2003, the cumulative share price of BKI shares was \$6.75 per share as at 31 August 2024.



Company		% of Total Portfolio
1	Commonwealth Bank	8.1%
2	BHP Group	7.9%
3	Macquarie Group	7.1%
4	National Australia Bank	6.3%
5	Wesfarmers Limited	6.0%
6	APA Group	4.9%
7	Woodside Energy Group Limited	4.0%
8	New Hope Corporation	3.9%
9	Telstra Group Limited	3.5%
10	Transurban Group	3.2%
11	Woolworths Limited	2.9%
12	ARB Corporation	2.8%
13	Harvey Norman Holdings Limited	2.6%
14	Suncorp Group	2.5%
15	Sonic Healthcare	2.3%
16	Amcor	2.1%
17	Goodman Group Limited	2.1%
18	TPG Telecom Limited	1.9%
19	Aurizon Holdings	1.9%
20	Stockland	1.7%
21	Dalrymple Bay Infrastructure	1.7%
22	Ramsay HealthCare	1.6%
23	Coles Group	1.4%
24	Mirvac Limited	1.3%
25	Lindsay Australia	1.0%
Cash and cash equivalents		5.5%
Total of Top 25 plus Cash and cash equivalents		90.2%

Contact Us



Web bkilimited.com.au



E-Mail info@bkilimited.com.au



Phone Amanda Wong 02 7251 6242
 Tom Millner 0408 754 180
 Will Culbert 0410 627 378

BKI Performance 31 August 2024	1 Year	3 Years (pa)	5 Years (pa)	10 Years (pa)	15 Years (pa)	20 Years (pa)
BKI Portfolio Performance	11.4%	9.1%	9.0%	7.8%	9.1%	9.6%
BKI Total Shareholder Returns (TSR)	2.0%	6.3%	5.6%	4.9%	7.3%	7.9%
BKI Total Shareholder Returns – 100% Franked	3.9%	8.4%	7.6%	7.0%	9.5%	10.0%

Source: Contact Asset Management, Factset. BKI Portfolio Performance is measured by change in pre-tax NTA and is after all operating expenses, provision and payment of both income and capital gains tax and the reinvestment of dividends and includes franking. TSR includes the reinvestment of dividends. TSR including franking credits are based on BKI's dividends being fully franked. Past performance is generally not indicative of future performance. The material contained within the BKI Investment Company Limited NTA and Monthly Report (The Report) has been prepared by Contact Asset Management (AFSL 494045). Figures referred to in The Report are unaudited. The Report is not intended to provide advice to investors or take into account an individual's financial circumstances or investment objectives. This is general investment advice only and does not constitute advice to any person. The opinions within The Report are not intended to represent recommendations to investors, they are the view of Contact Asset Management as of this date and are accordingly subject to change. Information related to any company or security is for information purposes only and should not be interpreted as a solicitation of offer to buy or sell any security. The information on which The Report is based has been obtained from sources we believe to be reliable, but we do not guarantee its accuracy or completeness. Investors should consult their financial adviser in relation to any material within this document.