



# Plato Income Maximiser Limited (ASX:PL8)

## INVESTMENT UPDATE AS AT 30 JUNE 2019

### Performance Update

As at 30 June 2019, the Company's investments delivered a total return of 15.0%<sup>4</sup> and the Company has distributed a yield of 12.2% (incl. franking) in the last 12mths compared to the S&P/ASX 200 Franking Credit Adjusted Daily Total Return Index (Tax-Exempt) ('Benchmark') return of 13.4%<sup>4</sup> and a yield of 6.0%<sup>4</sup>.

### 12mth Dividend Yield over 11%

The Company aims to pay regular monthly dividends. The PL8 Board has declared three fully franked dividends of \$0.005 per share for July, August and September 2019 which translates to a 7.6% annualised gross yield<sup>4</sup> based on the PL8 share price on June 30, 2019. The company also paid a special dividend of \$0.03 per share in May 2019. This takes the total 12 month historical dividend yield including the special dividend to 11.4% (incl. franking) based on the PL8 share price on June 30, 2019.

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

Total return last 12mths:	15.0% <sup>4</sup>
1 month – June 2019:	4.0%
Income <sup>2</sup> last 12mths:	12.2%
1 month – June 2019:	0.7%

### Company Snapshot

ASX code   share price:	PL8   \$1.125
Market capitalisation:	\$334m
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> :	\$1.106

1 Past performance is not a reliable indicator of future performance.  
Performance is quoted in AUD net of portfolio related fees, costs and taxes.  
2 Distributed income including franking credits.  
3 0.82% p.a. inclusive of the net impact of GST and RITC.  
4 Including franking credits.

## Market Overview

The Australian market rallied again in June, rising 3.7% over the month and 19.8% for the first six months of 2019. After outperforming global markets strongly in May post the Australian election result, our index trailed global markets in June which were up 5.6% on an expectation the US Fed would pre-emptively cut rates as insurance against trade war headwinds. The RBA cut interest rates by 25bps to 1.25%, the first change in interest rates in almost 3yrs and Australia's 10-year bond yield fell another 13bps to end the month of June at 1.32%, the lowest level in Australia's history putting further pressure on the income an investor can receive from cash and fixed income investments.

The largest positive contributors to the Company's investments during the month were overweight positions in Magellan, Regis Resources and Northern Star as well as underweight positions in South32 and A2 Milk. However, an overweight position in Wesfarmers (which reported weak sales from Kmart and Target) as well as underweight positions in Newcrest, APA Group and ASX detracted from relative performance.

The Company's investments remain actively positioned to deliver superior income and franking whilst also being able to allocate to companies that are expected to provide solid capital returns.

PORTFOLIO PERFORMANCE <sup>1</sup>	1 MTH	3 MTHS	1 YR	INCEPT. P.A.
Total return <sup>4</sup>	4.0%	8.3%	15.0%	11.6%
Income <sup>5</sup>	0.7%	6.0%	12.2%	8.3%
Capital growth	3.3%	2.3%	2.8%	3.3%
Benchmark total return <sup>4</sup>	3.7%	8.3%	13.4%	11.6%
Excess total return <sup>4</sup>	0.3%	0.0%	1.6%	0.0%
Excess income <sup>5</sup>	0.4%	4.9%	6.3%	2.3%
Excess franking <sup>5</sup>	0.2%	1.5%	2.0%	0.9%

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

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

## NET TANGIBLE ASSETS (NTA)<sup>6</sup>

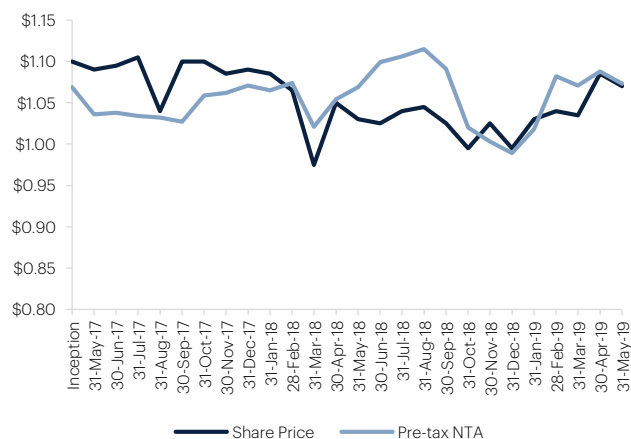
Pre-tax NTA <sup>7</sup>	\$1.106
Post-tax NTA <sup>8</sup>	\$1.109
Distributed Dividends since inception	\$0.132
Distributed Dividends (incl. franking)	\$0.189

<sup>6</sup> NTA calculations exclude the Deferred Tax Asset relating to capitalised costs deductions and carried forward tax losses of \$0.008. The Franking Account Balance (not reflected in NTA) is \$0.019 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.

PL8 Share Price v NTA<sup>6,7</sup>



TOP 10 HOLDINGS	TOP 10 YIELDING	YIELD% P.A. <sup>2</sup>
BHP Billiton	Alumina	19.2
Commonwealth Bank	Fortescue Metals	16.2
CSL	Whitehaven Coal	12.8
Macquarie Group	Wesfarmers	11.3
Rio Tinto	BHP Billiton	10.7
Telstra	Rio Tinto	10.5
Wesfarmers	NAB	9.7
Westpac	Westpac	9.5
Woodside Petroleum	CSR	8.8
Woolworths	ANZ	8.1