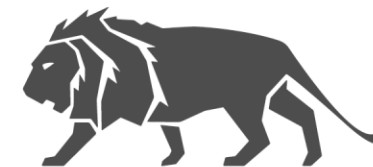




Hedley Widdup

Resource Rising Stars
September 2024

www.lionselection.com.au



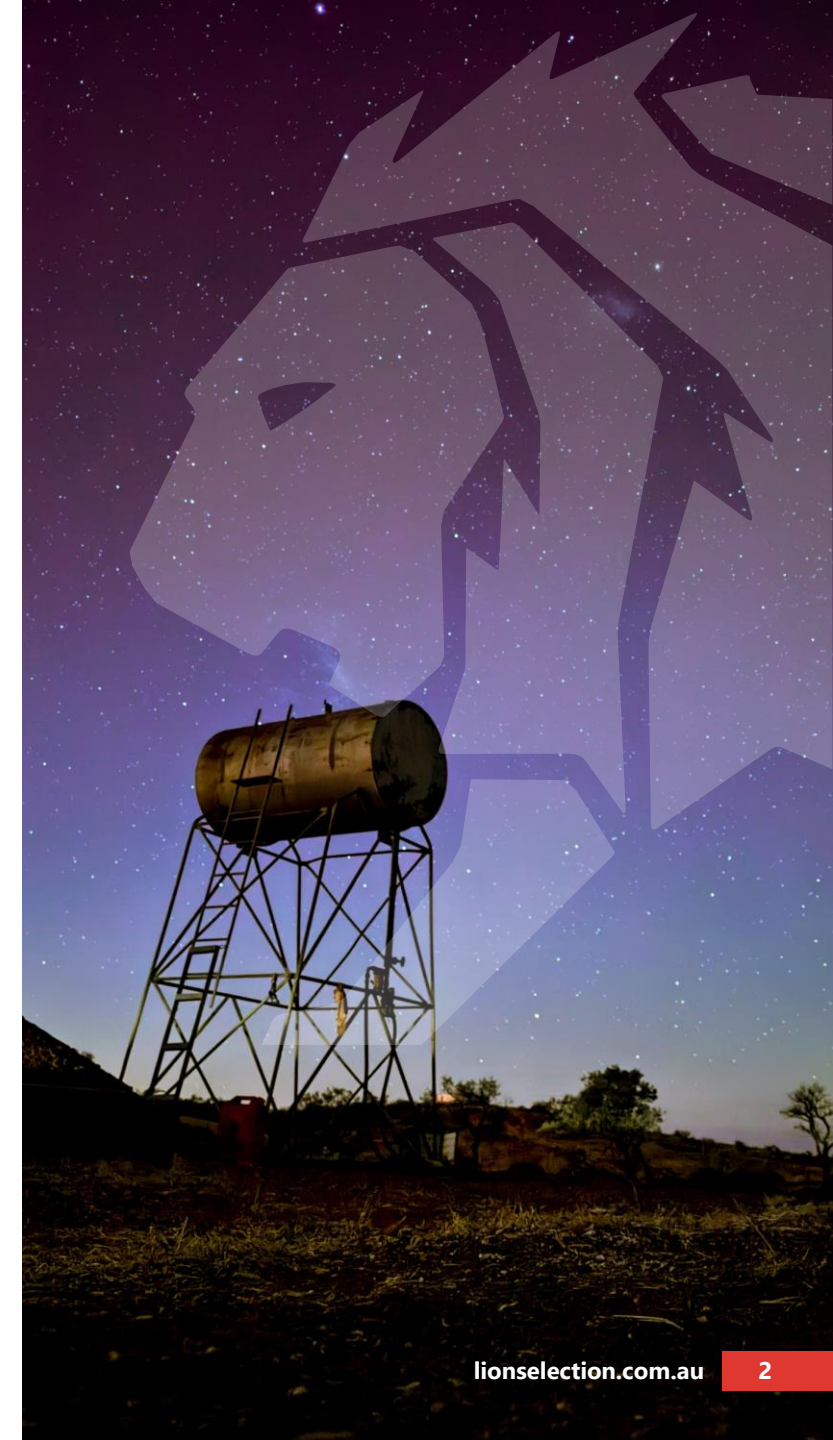
Lion Selection Group

Disclaimer

This presentation does not constitute investment advice. Neither this presentation nor the information contained in it constitutes an offer, invitation, solicitation or recommendation in relation to the purchase or sale of shares in any jurisdiction. This presentation does not take into account any person's particular investment objectives, financial resources or other relevant circumstances and the opinions and recommendations in this presentation are not intended to represent recommendations of particular investments to particular persons. To the fullest extent permitted by law, each of Lion Selection Group Limited (Lion), Lion Manager Pty Ltd (Lion Manager), or any of its related bodies corporate, or any of its directors, officers, employees, agents, representatives and advisers do not make any representation or warranty, express or implied, as to the accuracy or completeness of any information, statements, opinions, estimates, forecasts or other representations contained in this presentation. No responsibility for any errors or omissions from this presentation arising out of negligence or otherwise is accepted.

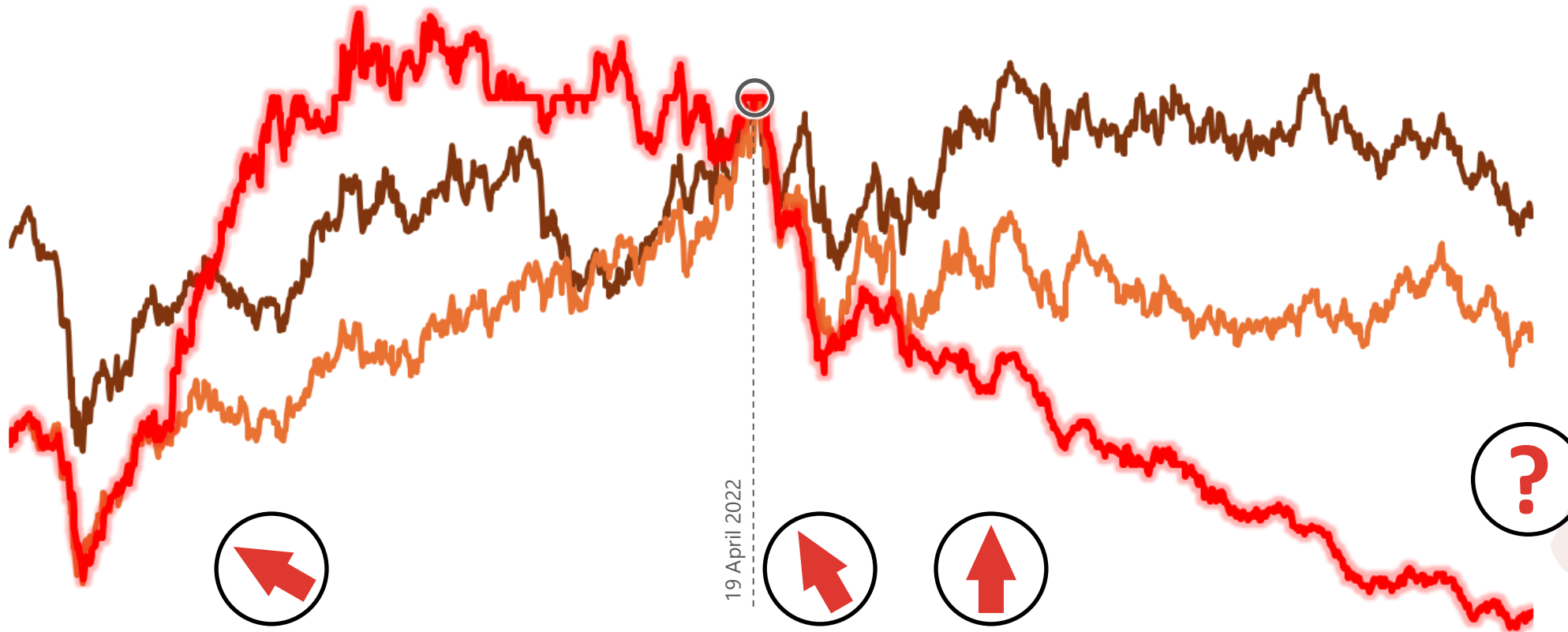
This presentation may include forward looking statements. Forward looking statements are only predictions and are subject to risks, uncertainties and assumptions which are inherently speculative and outside the control of Lion and Lion Manager. These risks, uncertainties and assumptions include commodity prices, currency fluctuations, economic and financial market conditions in various countries and regions, environmental risks and legislative, fiscal or regulatory developments, political risks, project delay or advancement, approvals and cost estimates. Accordingly, there can be no assurance that actual values, results or events will not vary significantly from those expressed or implied in this presentation. Lion and Lion Manager do not undertake any obligation to update or revise any information or any of the forward looking statements in this presentation for changes in events, conditions or circumstances on which any such forward looking statement is based following the date of this presentation.

This presentation may include figures illustrating past performance. Past performance is not and should not be relied upon as a guide to future performance. Future returns are not guaranteed and a loss of original capital may occur.



Equity Market

Jan 2020 – Present



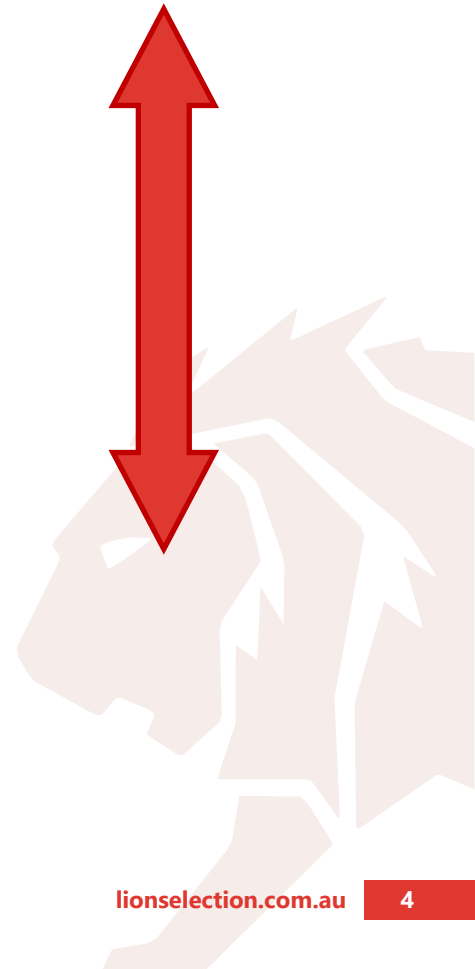
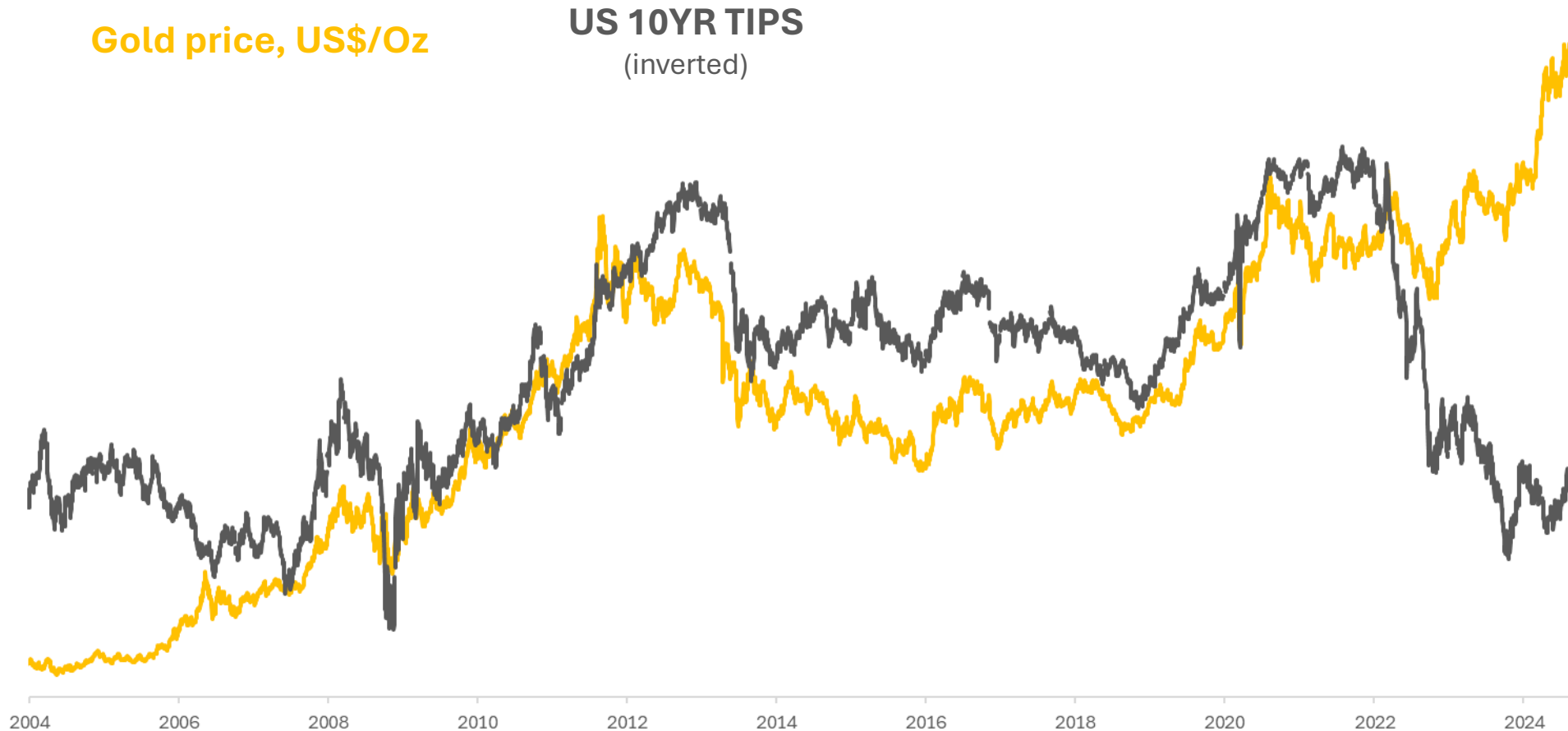
ASX100 Resources
-16%

ASX Small Resources
-33%

Micro Resources*
-70%

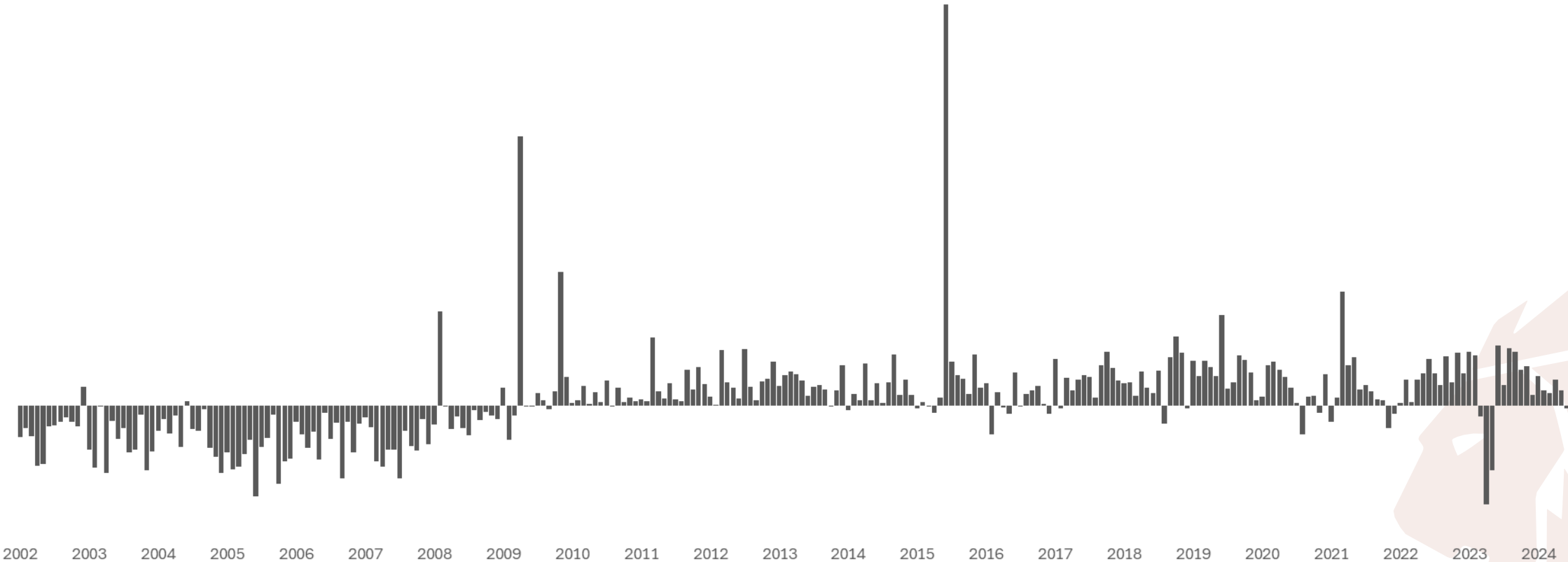
Gold VS Real Yields

Inverse Correlation: BLOWN APART



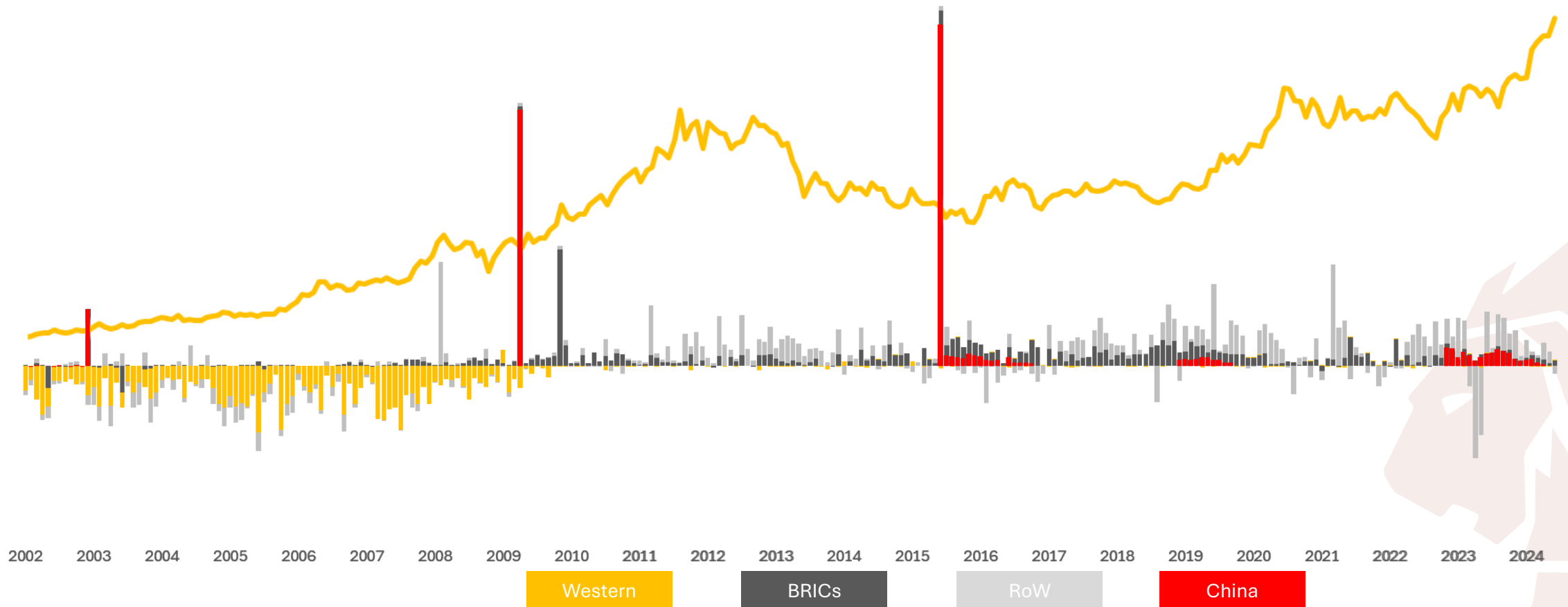
Gold: Central Bank Purchases

Net Purchases



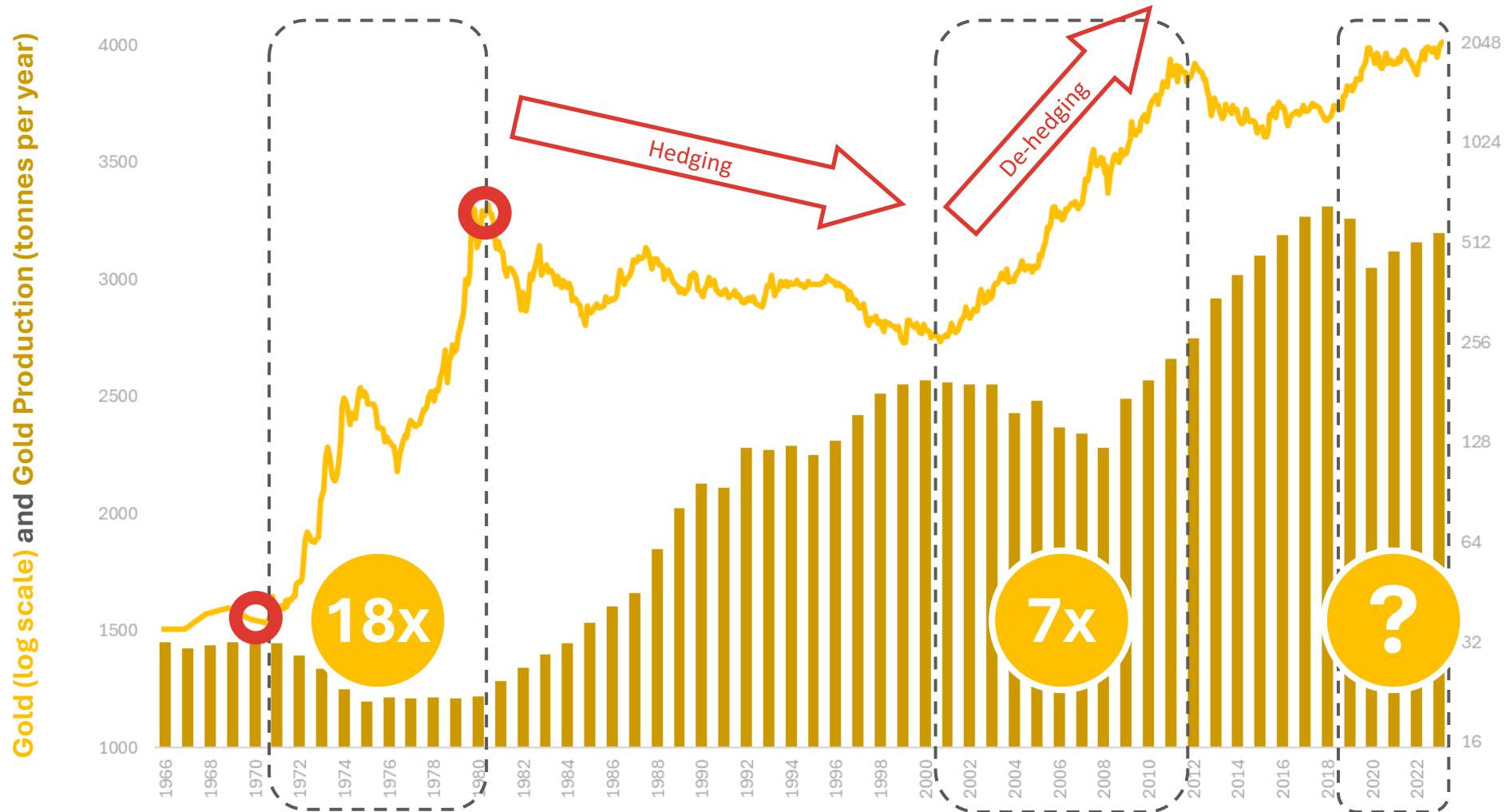
Gold: Central Bank Purchases

West to East



Gold: Thinking point

Supply vs demand



Availability of supply ?

- Limited by depletion
- Unlocked by technology and discovery

Producer selling ?

- Hedging depressed the gold price for over a decade
- De-hedging behind 7x gold price run

“Hedley, what’s your bloody point”

pers comm

Paul Armstrong
(many times)

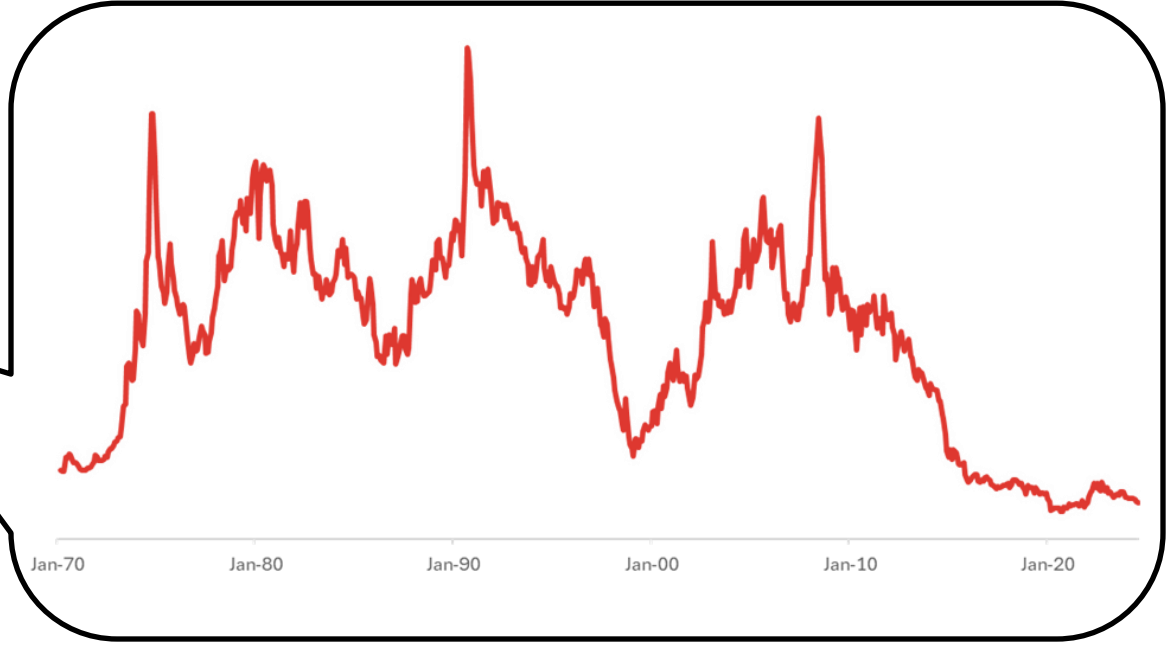


Hedley, The Lion Clock is at 4 o'clock - are we at the bottom ?

Paul, we've spoken before about people who pick bottoms...

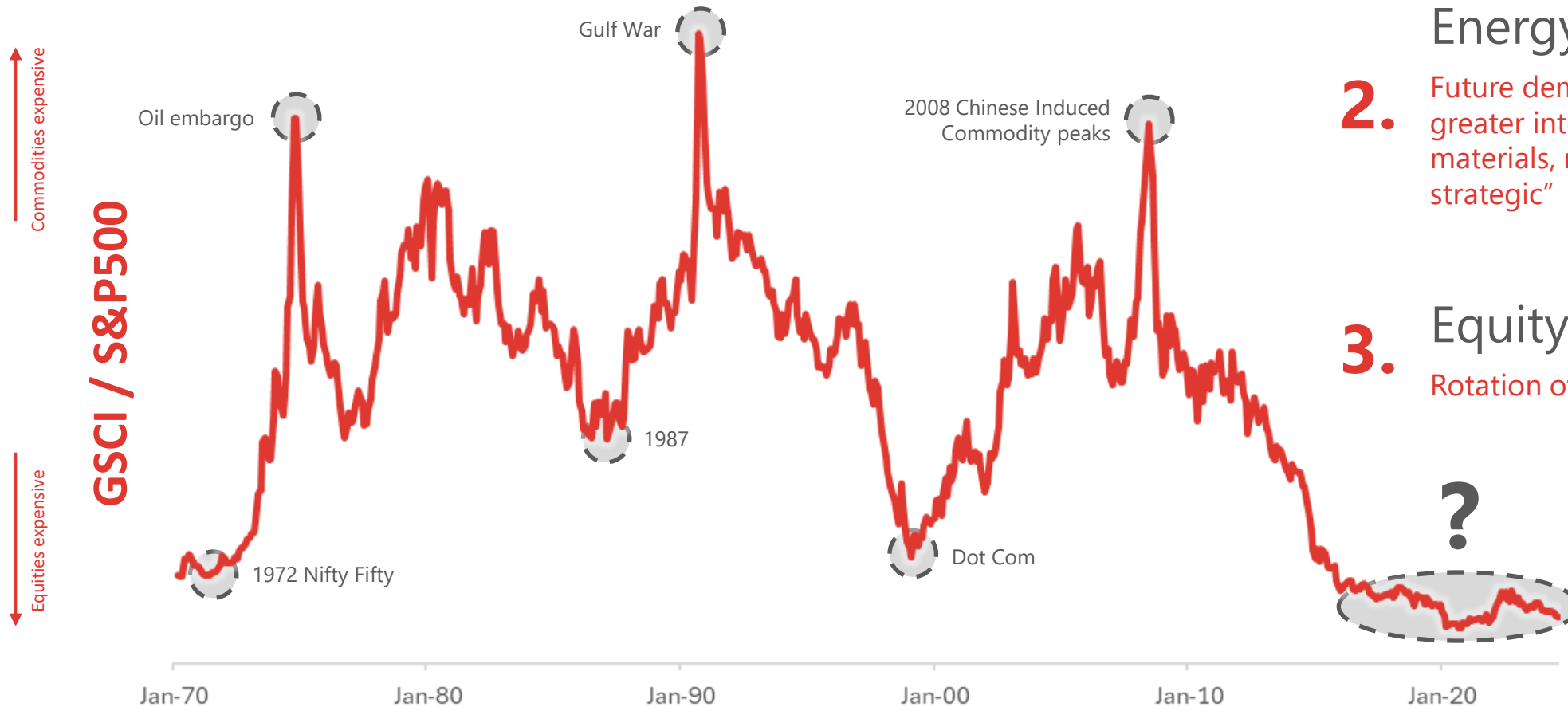


Righto. In your neatest speech bubble handwriting - what's there to be optimistic about ?



Commodities VS Equities

How will history describe the present...?



1. Future supply

The mining industry is *the most* under invested in future supply it has ever been

Energy transition

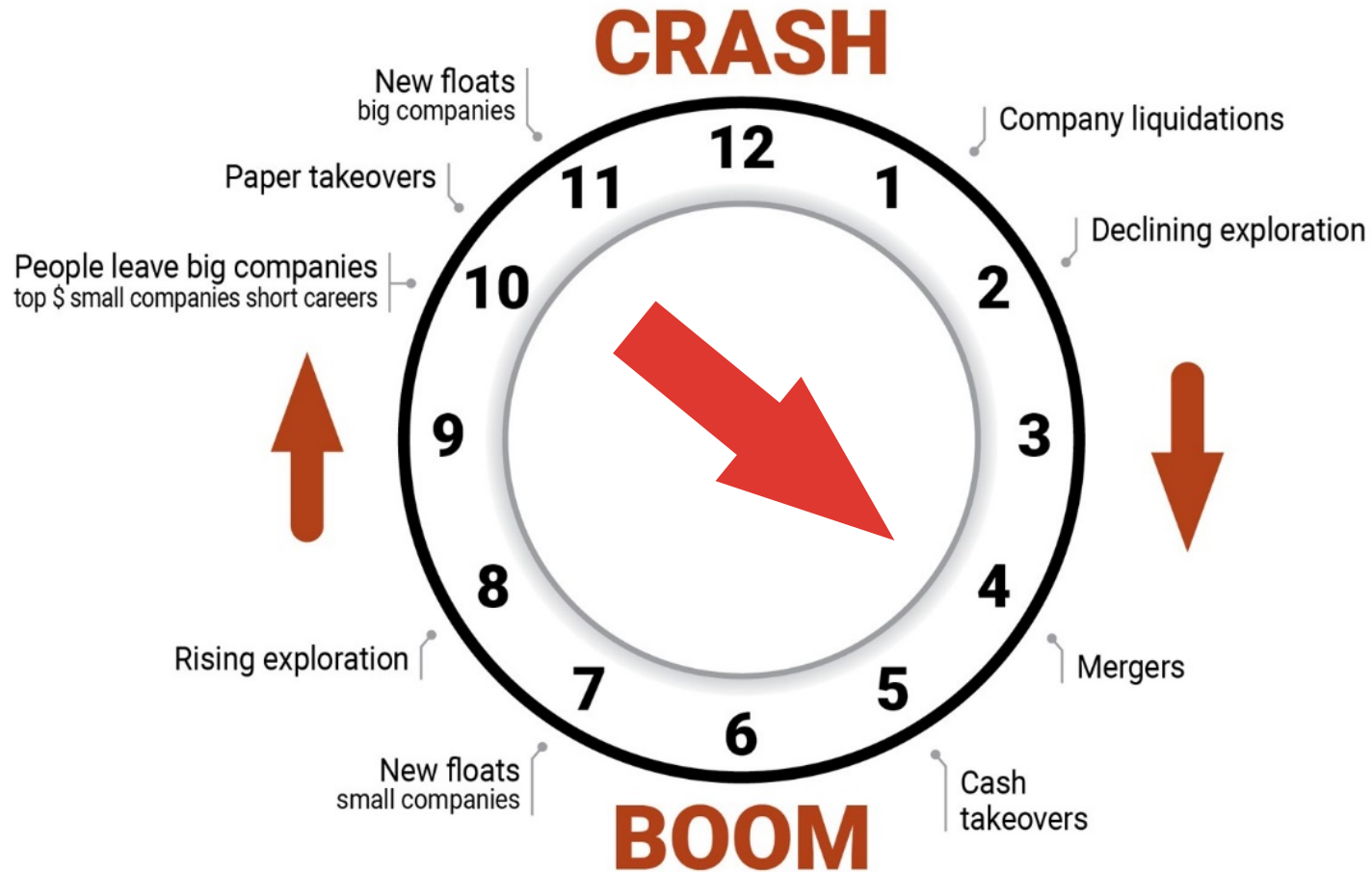
2. Future demand patterns will reflect greater intensity of use for many materials, now regarded as "critical / strategic"

3. Equity market fad

Rotation of capital: tech to mining ?

Mining Cycle – The Lion Clock

Central to Lion investment strategy



- Characteristic patterns define cycles for resources stocks
- Provides strong buying and selling signals

Conclusions

1.

Cyclical recovery

Await the next mining boom

2.

Interest rates

Period of interest rate hikes
subdued equity market risk
appetite for micro- and small-
caps

3.

Future supply

Mining industry the most under
invested in future supply it ever
has been

4.

New gold
paradigm

Chinese investors have replaced
Western ETFs as the price setter
for gold

5.

Energy transition

Future demand patterns will
reflect greater intensity of use
for many materials, now
regarded as "critical / strategic"

6.

Equity market

Rotation: tech to mining ?

Lion Selection Group

- Highly liquid investor (\$56.6M cash)
- Investing decisions driven by the cycle
- Lion went to 90% cash in 2022
- Investing through bottom of market



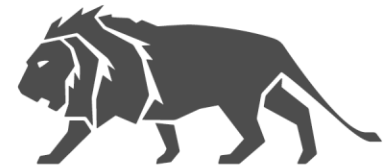
**Subscribe for Lion
Announcements**

<http://www.lionselection.com.au>

**Level 2/175 Flinders Lane
Melbourne VIC 3000**

T +61 3 9614 8008

E info@lsg.com.au



Lion Selection Group