

### About Chesapeake Capital

Chesapeake Capital Limited (“Chesapeake” or the “Company”) commenced as a Pooled Development Fund (“PDF”) investing in a concentrated portfolio of generally listed companies. It was renamed and recapitalised with a new Board at the end of FY2015, commencing with circa \$1.5m of investable capital. PDF status was relinquished in December 2020.

### Performance Update

As At 30 June 2022	Jun '22 Quarter	Mar '22 Quarter	Dec '21 Quarter	Sep '21 Quarter	Jun '21 Quarter
Chesapeake Capital Limited NTA (unaudited)	\$3.49m	\$6.20m	\$4.76m	\$5.39m	\$6.70m
Chesapeake Capital Limited NTA Change (excl. div)	-43.7%	+29.4%	-11.7%	-19.4%	+49.8%
Small Ordinaries Accumulation Index	-20.4%	-4.2%	+1.4%	+3.4%	+8.5%
All Ordinaries Accumulation Index	-12.9%	+1.6%	+2.7%	+2.0%	+8.7%
Emerging Companies Index	-28.2%	-0.1%	+8.1%	+18.2%	+8.2%

### Overview

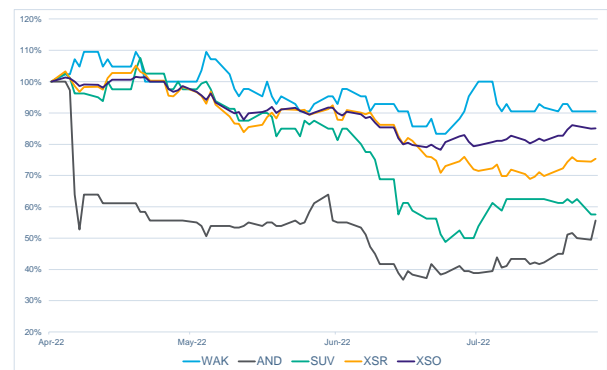
May’s market turmoil turned into a complete market rout across June tipping key indices into negative territory for the financial year. As articulated in our last report, Podium Minerals Limited (“POD”) was 78% of the portfolio and such was our conviction that we were going to remain committed to POD for the foreseeable future. There is an emerging platinum group metals domain in Western Australia with the likes of POD, Chalice, Galileo and Future Metals. This will create growing interest in the metals that make up the domain and will, in our view, invariably attract new investors to POD. On many metrics and deliverables POD stands out (Breakaway Research June 2022 contains a central valuation of \$1.00 per share within a range of 60¢ to \$4.82 per share). Our conviction has not wavered, but invariably capital raisings can weigh on a share price and POD was completing a \$6.6m capital raising running into 30 June. POD continues to release solid drill results and is slowly lifting its profile.

But when markets capitulate like they did against rising interest rates and recessionary fears nothing helps share prices until things settle. POD might be expected to continue adding to its resource creating significant value and we believe the share price will come to reflect this value creation.



We found ourselves back at an NTA of \$3.49m, which inclusive of the 3¢ per share dividend implies a negative return of 45.4% for the year. Disappointing.

WA Kaolin’s (“WAK”) share price remained steady throughout as it announced that it had completed the construction of its Wickepin Plant on budget. Such an achievement is a novelty in the current construction environment. The company is on track to commission its Stage 1 processing plant by late August and ramp up to full production rate by year-end. From there building out Stage 2 to double production is a course of action that the company has articulated to the market and would appear to be capable of funding from existing sources.



During the June quarter, Babylon Pump & Power (“BPP”) made some changes and embarked on a capital raising that closed with the end of the financial year which in turn ensured that the share price finished on a low.



Whilst the timing was not great, independently of Chesapeake Capital’s Jamie Cullen, after engaging with BPP, resolved to become its Non-Executive Chairman and elected to be remunerated in shares at issue prices of 2¢ and greater to fully align with shareholders. We had supported BPP from scratch as a start-up under our former PDF framework and as disclosed in the BPP Investor Presentation of 31 May 2022 the company has built revenue up from “0” to circa \$27m over 5 years with a blue chip- client base. The capital raising was billed as a “restructuring, repositioning, and refocused” initiative and would appear to be precisely that, with the company flagging “targeted business acquisitions”.

Jamie Cullen has a track record of growth – both organic and through acquisition – and few CEO’s can lay claim to having been taken over on the ASX 3 times in their career. Accordingly, the Chesapeake board (excluding Jamie Cullen) supported the capital raising emerging with a substantially increased shareholding at an average price of circa 1¢. With a refreshed board and the capital in place BPP now needs to gather operational momentum to take it to the next level.

## Key Investments



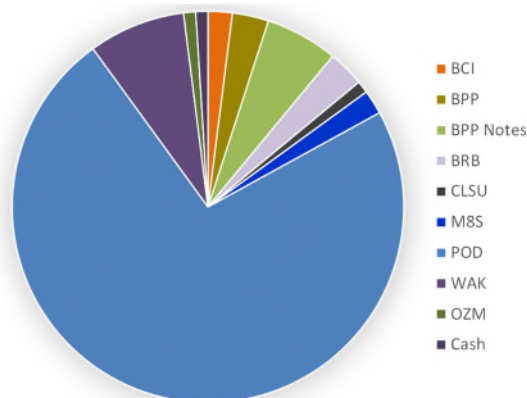
## Corporate Snapshot

The make-up of Chesapeake's asset base and P&L at 30 June 2022 is provided below, reflecting unaudited NTA of \$3.49m (23.1¢ per share).

As At 30 June 2022	\$'m
1 Jul 2021 Opening Net Tangible Assets	6.70
New Capital	0.42
Investment Gains (Losses)	(3.81)
Operating Costs	(0.24)
Income Tax (Expense) Benefit	0.84
Dividends	(0.42)
Net Tangible Assets	3.49

Directors	Position	Related Shareholding
Aaron Constantine Group	Non Executive Chairman	20.6%
James Cullen Group	Non Executive Director	15.5%
Ian Macliver	Non Executive Director	5.4%
Bernard Romanin	Non Executive Director	0.5%
Shares on Issue (m)		15.12
Number of Shareholders		452

### Indicative Distribution of Investment Assets



### Indices Relative



	30 Jun 2017	30 Jun 2018	30 Jun 2019	30 Jun 2020	30 Jun 2021	30 Sep 2021	31 Dec 2021	31 Mar 2022	30 Jun 2022
Net Tangible Assets (\$'m)	3.19	3.26	2.79	2.69	6.70	5.39	4.76	6.20	3.49
Shares on Issue (m)	11.92	13.11	14.00	14.00	14.00	14.00	14.00	15.12	15.12
NTA per Share (¢)	26.8	24.7	20.0	19.2	47.8	38.5	34.0	43.9	23.1
Dividend (¢ps)	-	-	-	-	-	-	-	3.0	-
Franking (%)	-	-	-	-	-	-	-	100.0	-
S&P/ASX Small Ords Accum Index (XSOAI)	6,552	8,140	8,296	7,826	10,427	10,785	11,005	10,540	8,391
S&P/ASX All Ords Accum Index (XAOAI)	54,897	62,434	69,326	64,231	83,786	85,502	87,626	89,045	77,551
S&P/ASX Emerging Companies Index (XEC)	1,221	1,479	1,411	1,365	2,144	2,535	2,741	2,733	1,962

\* Initial net investment capital available post-resurrection and recapitalisation

This document is issued by Chesapeake Capital Limited (ABN 80 106 213 772) in relation to its activities. The information provided in this document is general information only and does not constitute financial advice or a forecast. The content of this document does not constitute tax or legal advice or an offer of solicitation to subscribe for shares in Chesapeake Capital Limited. The information in this report has been prepared without taking into account your objectives, financial situation or needs. Chesapeake Capital Limited, the Directors, their affiliates and associates accept no liability for any inaccurate, incomplete or omitted information of any kind or any losses caused by using this information. All investments carry risks. There can be no assurance that Chesapeake Capital Limited will achieve its targeted rate of return and no guarantee against loss resulting from an investment in Chesapeake Capital Limited or the repayment of capital or income invested in Chesapeake Capital Limited. Past investment performance is not indicative of future performance. Before acting on any information contained in this document, recipients should consider the appropriateness of the information provided and should consider consulting a qualified financial adviser.