

SHARE PRICE: 35.00p *
* as at 3 August 2021

NAV/SHARE: 59.0p

DISCOUNT: 40.7% *



ABOUT LMS CAPITAL PLC

LMS Capital plc (“LMS” or “the Company”) is fully listed investment company. We harness experience, capital and access to specialist investment teams to create enhanced shareholder returns for family offices, high net worth investors and others.

We seek to achieve a balance between preserving and growing wealth. We expect to deliver an overall total return, net of costs, over the longer term of 12% to 15% per annum, of which an element will include an annual distribution.

HALF YEAR ENDED 30 JUNE 2021

The Company published its half year results for the period ended 30 June 2021 on 3 August 2021.

Financial Highlights

- The net asset value (“NAV”) at 30 June 2021 was £47.6 million, 59.0 pence per share (31 December 2020: £47.9 million, 59.4 pence per share);
- Realised and unrealised portfolio gains, excluding £0.2 million of foreign exchange losses, were £1.4 million;
- Running costs were £0.9 million and investment related costs were £0.1 million;
- Cash proceeds of £2.4 million from realisations during the half year;
- Final dividend payment in June 2021 of 0.6 pence per share for the year ended 31 December 2020; and
- Cash at 30 June 2021 was £21.4 million (31 December 2020: £20.6 million), including £5.9 million held in subsidiaries and representing approximately 26.5p per share.

Other Highlights

- Under the Company’s progressive annual dividend policy, the Board targets a dividend in respect of each financial year of approximately 1.5% of that year’s closing net asset value.
- The Board has approved an interim dividend in respect of the Company’s financial year to 31 December 2021 of 0.3 pence per share. The dividend will be paid on 15 September 2021 to

shareholders on the share register at close of business on 13 August 2021 (with an ex-dividend date of 12 August 2021).

- We continue to focus the investment strategy on our chosen sectors: energy, real estate and late-stage private equity.

Energy - Dacian

- The management team at Dacian, the Romanian oil and gas production business in which LMS has committed to invest, continue to await final regulatory approval in Romania for that company’s first acquisition.
- The approval process has taken substantially longer than anticipated. LMS remains in close contact with the management team in Romania and at this stage continues to believe that the merits of the investment outweigh the delay.

Real Estate

- We are working with two experienced teams for Development and Investment – in each case unencumbered by existing assets and well positioned to take advantage of market opportunities which play to their respective strengths and have the potential to deliver attractive risk adjusted returns to LMS.

Late-stage private equity

- We have been shown a wide range of opportunities over the last 18 months since our return to internal management and in reviewing these we have sought to identify themes where we not only have the necessary expertise but also have some competitive advantages and can differentiate ourselves from the wider market.
- We are building our pipeline and have broadened the network of people with whom we work. We hope to deploy capital during the second half of the year.

for family offices, high net worth investors, institutions and others attracted by the returns it achieves and the character of its investments. In order to achieve this, we will:

- Further develop our deal pipeline and deploy capital in our chosen sectors;
- Expand our co-investment programme; and
- Identify routes to expand the capital base of the Company.

PORTFOLIO BREAKDOWN AS AT 30 JUNE 2021

	£m	% NAV
Portfolio total	21.4	45.0%
UK Private	0.5	1.1%
Elateral	0.4	0.8%
IDE Convertible Debt	0.1	0.2%
US Private SFEP	2.4	5.0%
Total YesTo	0.7	1.5%
Total ICU	1.7	3.6%
US Private - Other	5.3	11.1%
Medhost	5.3	11.1%
UK Listed	0.2	0.4%
IDE Group	0.2	0.4%
US Listed	0.1	0.2%
Other	0.1	0.2%
UK Funds	6.6	13.9%
Brockton Capital	4.9	10.3%
Eden	0.5	1.1%
EMAC ILF	0.8	1.7%
Simmons	0.4	0.8%
US Funds	6.3	13.2%
Weber	2.3	4.8%
Opus Capital	3.9	8.2%
Others	0.1	0.2%
Cash	21.4	45.0%
Dacian Investment - Funds Deposited	6.6	13.9%
Other Net		
Assets/Liabilities	-1.8	-3.8%
Net Asset Value	47.6	

OUTLOOK

The Company has a strong balance sheet with significant holdings of cash. The Board’s objective is to broaden the Company’s shareholder base and develop the Company into an attractive investment