

SHARE PRICE: 33.00p *
* as at 9 March 2022

NAV/SHARE: 68.1p

DISCOUNT: 51.5% *



ABOUT LMS CAPITAL PLC

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

Our competitive advantage lay in our long experience, our relationships with exceptional management teams with knowledge of, and connections in, the sectors where we focus - particularly in real estate, energy and late-stage private equity

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 dividend.

YEAR ENDED 31 DECEMBER 2021

The Company published its audited results for the year ended 31 December 2021 on 12 March 2022.

Financial Highlights

- The net asset value (“NAV”) at 31 December 2021 was £49.1 million, 60.8 pence per share (31 December 2020: £47.9 million, 59.4 pence per share);
- Dividends paid to shareholders were £0.7 million, or 0.9 pence per share. A final dividend of 0.625 pence per share for the 2021 year is recommended by the Board and subject to shareholder approval at the AGM in May 2022;
- Realised and unrealised portfolio gains were £3.8 million and generated an 11.6% return on the mature portfolio (2020: £2.1 million net losses);
- Cash proceeds from realisations in the year totaled £2.7 million, mainly

from the redemption of Northbridge Industrial convertible debt and distributions from ICU Eyewear (2020: £9.3 million);

- Running costs were £1.8 million and investment related costs were £0.3 million (2020: £1.7 million running costs and £0.2 million of investment related costs); and
- Cash at 31 December 2021 was £20.1 million (31 December 2020: £20.6 million), representing approximately 41.0% of the NAV and 24.9 pence per share.

Other Highlights

- Completed our first cornerstone investment in Dacian Petroleum (“Dacian”), a newly formed Romanian oil and natural gas production company that has acquired and now operates mature onshore energy production assets.

OUTLOOK

The completion of the Dacian transaction is an important milestone for all our activities. It allows us to demonstrate to shareholders, to co-investors and to the markets in which we wish to invest, the characteristics of the opportunities we seek to pursue and demonstrates our ability to execute on deals.

Looking forward in 2022, our focus is to:

- use our Board position to nurture the Dacian investment and to ensure that there is a clear operating plan to achieve the production objectives envisaged at the time the investment was made;
- develop the opportunities for additional capital deployment within the acquired Dacian portfolio, and more widely; and
- bring forward opportunities with our real estate teams.

PORTFOLIO BREAKDOWN - 31 DECEMBER 2021

	£m	% NAV
Portfolio total	30.9	62.9%
Mature Investment Portfolio		
UK Private	0.9	1.8%
Elateral	0.8	1.6%
IDE Convertible Debt	0.1	0.2%
US Private SFEP	1.7	3.5%
Total YesTo	0.0	0.0%
Total ICU	1.7	3.5%
US Private - Other	6.0	12.2%
Medhost	6.0	12.2%
UK Listed	0.2	0.4%
IDE Group	0.2	0.4%
US Listed	0.2	0.4%
Other	0.2	0.4%
UK Funds	7.2	14.7%
Brockton Capital	5.6	11.4%
Eden	0.5	1.0%
EMAC ILF	0.7	1.4%
Simmons	0.4	0.8%
US Funds	6.8	13.8%
Weber	2.7	5.5%
Opus Capital	4.0	8.1%
Others	0.1	0.2%
Total Mature Portfolio	23.0	
New Investment Portfolio		
US Private		
Dacian Petroleum	7.9	16.1%
Total New Investment Portfolio	7.9	16.1%
Cash	20.1	40.9%
Other Net Assets/Liabilities	-1.9	-3.9%
Net Asset Value	49.1	