

SHARE PRICE: 21.3p *
* as at 31 July 2023

NAV/SHARE: 55.2p

DISCOUNT: 61.4% *



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.

HALF YEAR ENDED 30 JUNE 2023

The Company published its half year results for the period ended 30 June 2023 on 1 August 2023.

Financial Highlights

- The net asset value (“NAV”) at 30 June 2023 was £44.6 million, 55.2 pence per share (31 December 2022: £46.5 million, 57.7 pence per share);
- Overall portfolio net losses were £0.5 million. These comprise underlying gains of £0.6 million offset by unrealised foreign exchange losses of £1.1 million reflecting the weakening of the US Dollar compared to sterling in H1;
- Running costs were £0.9 million, investment related costs were £0.3 million and other net income was £0.3 million;
- Cash proceeds from realisations in the first half totalled £0.3 million, mainly from the disposal of ICU Eyewear;

- Final dividend payment in June 2023 of 0.6 pence per share for the year ended 31 December 2022, totalling £0.5 million;
- The Board has approved an interim dividend in respect of the Company’s financial year to 31 December 2023 of 0.3 pence per share. The dividend will be paid on 12 September 2023 to shareholders on the share register at close of business on 11 August 2023 (with an ex-dividend date of 10 August 2023); and
- Cash at 30 June 2023 was £16.5 million (31 December 2022: £17.9 million), representing approximately 37.0% of the NAV and 20.4 pence per share.

NET ASSET VALUE

The NAV at the end of June 2023 is based on the valuation of the Company’s investments as at 31 December 2022 adjusted for transactions in the six month period, price movements on quoted securities, movements in foreign currency exchange rates, cash calls and distributions from funds and the latest information available from third-party asset managers.

OUTLOOK

Looking forward in 2023, our priorities are:

- to bring to fruition the work that has been undertaken with our real estate teams, particularly on the development side where we have been actively seeking opportunities in the later living sector, to deploy new capital from our own balance sheet in conjunction with our co-investors;
- to support the Dacian team as it enters its second year of operation with an emphasis on its workover program to increase production; and
- to continue to manage the mature asset portfolio to optimise realisation proceeds.

PORTFOLIO BREAKDOWN –
30 JUNE 2023

	£m	% NAV
Portfolio total	30.2	67.7%
<i>Mature Investment Portfolio</i>		
UK Private	0.7	1.6%
Elateral	0.6	1.3%
Tialis Convertible Debt	0.1	0.2%
US Private	5.9	13.2%
Medhost	5.9	13.2%
UK Listed	0.1	0.2%
Tialis	0.1	0.2%
US Listed	0.1	0.2%
Other	0.1	0.2%
UK Funds	7.0	15.7%
Brockton Capital	6.4	14.3%
EMAC ILF	0.3	0.7%
Simmons	0.3	0.7%
US Funds	6.7	15.0%
Weber	2.4	5.4%
Opus Capital	4.3	9.6%
Total Mature Portfolio	20.5	46.0%
<i>New Investment Portfolio</i>		
US Private		
Dacian Petroleum	9.7	21.7%
Total New Investment Portfolio	9.7	21.7%
Cash	16.5	37.0%
Other Net Assets/Liabilities	(2.1)	-4.7%
Net Asset Value	44.6	