

NTA and Monthly Report

September 2024

Business Overview

BKI is a research driven, Listed Investment Company, investing for the long term in profitable, high yielding, well managed companies. Listed on the Australian Securities Exchange (BKI.ASX) and managed by Contact Asset Management, an investment in BKI gives shareholders access to a diversified Australian equity portfolio. BKI's Board & Portfolio Managers are shareholders in BKI. We invest for the long term and focus on creating wealth for all shareholders through capital growth, increasing fully franked dividends and by keeping costs low.

Monthly Portfolio Commentary

The S&P/ASX 300 Accumulation Index was 3.1% higher at the end of September 2024. The Small Ordinaries gained a very impressive 5.1% for the month, and the ASX Top 20 Index returned 2.4%.

Materials led the sector performance with a remarkable return of 12.9% for the month of September. IT again outperformed, returning 7.2% and Real Estate gained 6.5%. Healthcare and consumer Staples lagged the market, down 3.0% and 1.6% respectively. Having a good exposure to Materials through BHP Group (our largest position in the BKI Portfolio) and being overweight positions in Real Estate through Goodman Group, Stockland and Mirvac, saw BKI's portfolio performance gain 3.4% for the month. As at 30 September 2024, BKI's 1 year portfolio performance was 17.2%, inclusive of dividends and franking credits.

In the last week of the month, The People's Bank of China (PBOC) announced a very targeted stimulus package aimed at igniting some confidence into the troubled real estate sector and with the hope it would also lift overall economic sentiment. The package saw a cut in short-term interest rates and lower interest rates on existing mortgages as well as a longer-term intention to inject billions of dollars of liquidity into the stock market. Global markets responded sharply, led by the Materials sector. However, it was also the commodities and any stock that had direct exposure to China who were the main beneficiaries.

BKI's Portfolio was well positioned for this unexpected announcement by the PBOC with our exposure to Iron Ore and Copper through BHP Group, up 16.0% for the month and Coal through New Hope Group and Yancoal Australia, up 16.3% and 13.5% respectively. Our recently added position in Dalrymple Bay Infrastructure gained another 4.2% during September and has now gained 24.3% for the year.

New Hope Group, Soul Patts and Brickworks Limited all announced solid FY2024 results in September. The results from Brickworks and Soul Patts included further dividend growth, while New Hope was providing shareholders with a compelling 12.6% grossed-up dividend yield on results day.

Company Overview

ASX Code	BKI.ASX
Mandate	Australian Listed Equities
Market Capitalisation	\$1,417m
Investment Portfolio	\$1,444m
Cash & Cash Equivalents	\$107m
Debt	\$0
Rolling 12 Month Dividend**	7.85cps
DRP	Active

Net Tangible Assets (NTA)

BKI Share Price	\$1.755
Pre-Tax NTA	\$1.91
Post Tax NTA	\$1.76

Historical Grossed
Up Dividend Yield *

6.4%

As at 30 September 2024

Management
Expense Ratio

0.169%

As at 30 June 2023

20Yr Total Shareholder
Returns^

10.1% pa

As at 30 September 2024

Total Portfolio
Including Cash

\$1,551m

As at 30 September 2024

No
Performance
Fees

Lonsec Recommended Rating



*Grossed up yield includes franking credits and is based on a tax rate of 30%. Includes FY2024 Interim Dividend of 3.85cps and FY2024 Final Dividend of 4.00cps and is based on share price as at 30/09/2024. ^Includes Franking Credits

Board of Directors

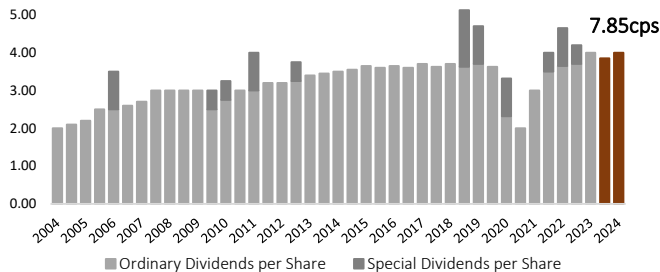
Robert Millner AO (Chair), Alex Payne, David Hall AM, Ian Huntley, Jacqui Clarke, Amanda Wong (Company Secretary).

Investment Management

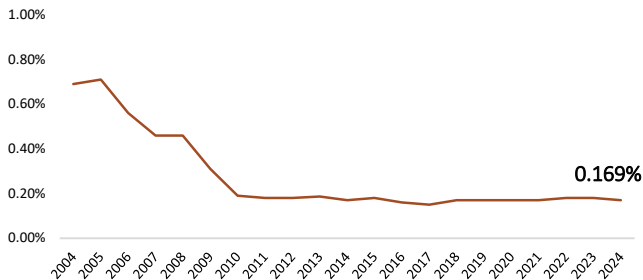
Tom Millner (Portfolio Manager), Will Culbert (Portfolio Manager), Rob Horne (Investment Analyst).

Investor Focused

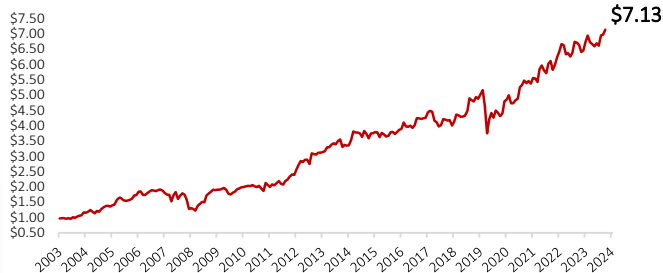
Fully Franked Dividends - BKI has a strong 20-year history of paying fully franked dividends and offering an attractive yield. BKI's FY2024 Dividends of 7.85cps was up 2% on FY2023 and was BKI's highest full year ordinary dividends paid in the 20 years of being listed on the ASX.



Management Expense Ratio (MER) – BKI offers a very competitive fee structure, with an external, active Management Fee of 0.10% and a total MER of only 0.169%.



Cumulative Share Price Returns - Assuming all dividends were reinvested and using the full benefit of franking credits, since IPO on 12th December 2003, the cumulative share price of BKI shares was \$7.13 per share as at 30 September 2024.



Company	% of Total Portfolio
1 BHP Group	8.5%
2 Commonwealth Bank	7.6%
3 Macquarie Group	7.4%
4 National Australia Bank	5.9%
5 APA Group	4.9%
6 Wesfarmers Limited	4.4%
7 New Hope Group	4.4%
8 Woodside Energy Group	3.6%
9 Telstra Group	3.4%
10 Harvey Norman Holdings	3.0%
11 ARB Corporation	3.0%
12 Transurban Group	3.0%
13 Woolworths Limited	2.6%
14 Suncorp Group	2.4%
15 Goodman Group	2.3%
16 Sonic Healthcare	2.2%
17 Amcor	2.1%
18 Aurizon Holdings	1.9%
19 TPG Telecom	1.8%
20 Stockland	1.7%
21 Dalrymple Bay Infrastructure	1.7%
22 Ramsay HealthCare	1.5%
23 Coles Group	1.3%
24 Mirvac Limited	1.3%
25 Yancoal Australia	1.0%
Cash and cash equivalents	6.9%
Total of Top 25 plus Cash and cash equivalents	89.8%

Contact Us



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BKI Performance 30 September 2024	1 Year	3 Years (pa)	5 Years (pa)	10 Years (pa)	15 Years (pa)	20 Years (pa)
BKI Portfolio Performance	17.2%	10.8%	9.3%	8.7%	8.9%	9.7%
BKI Total Shareholder Returns (TSR)	5.5%	7.6%	6.3%	5.9%	7.3%	7.9%
BKI Total Shareholder Returns – 100% Franked	7.6%	9.8%	8.3%	8.0%	9.5%	10.1%

Source: Contact Asset Management, Factset. BKI Portfolio Performance is measured by change in pre-tax NTA and is after all operating expenses, provision and payment of both income and capital gains tax and the reinvestment of dividends and includes franking. TSR includes the reinvestment of dividends. TSR including franking credits are based on BKI's dividends being fully franked. Past performance is generally not indicative of future performance. The material contained within the BKI Investment Company Limited NTA and Monthly Report (The Report) has been prepared by Contact Asset Management (AFSL 494045). Figures referred to in The Report are unaudited. The Report is not intended to provide advice to investors or take into account an individual's financial circumstances or investment objectives. This is general investment advice only and does not constitute advice to any person. The opinions within The Report are not intended to represent recommendations to investors, they are the view of Contact Asset Management as of this date and are accordingly subject to change. Information related to any company or security is for information purposes only and should not be interpreted as a solicitation of offer to buy or sell any security. The information on which The Report is based has been obtained from sources we believe to be reliable, but we do not guarantee its accuracy or completeness. Investors should consult their financial adviser in relation to any material within this document.