

17 November 2020

By Electronic Lodgement

Market Announcements Office
ASX Ltd
20 Bridge Street
SYDNEY NSW 2000

Dear Sir/Madam,

Plato Income Maximiser Limited (ASX: PL8) – Monthly Investment Update

Please find attached a copy of the investment update the month ending 31 October 2020.

For further information, please contact 1300 010 311.

Authorised by:

Calvin Kwok
Company Secretary

PERFORMANCE AND COMPANY UPDATE

As at 31 October 2020, the Company's investments delivered a total return of 5.8%⁴ and distributed a yield of 7.9% (incl. franking) since inception⁵ compared to the S&P/ASX 200 Franking Credit Adjusted Daily Total Return Index (Tax-Exempt) ('Benchmark') return of 5.5%⁴ and a yield of 5.4%⁴. During the last 12mths, in a period when many high yield stocks have underperformed, it is pleasing that the company's investments have outperformed its benchmark by 2.0%.

MONTHLY DIVIDENDS

The Company aims to pay regular monthly dividends. The PL8 Board has resolved to pay three fully franked dividends of \$0.004 per share for October, November and December 2020. This is a continuation of the previous recent monthly dividends of \$0.004 per share, and is a level the Board feels is prudent given current economic conditions and the related uncertainty on the outlook for Australian company dividends experienced as a result of the COVID-19 virus.

PORTFOLIO PERFORMANCE ¹	
Total return ² since inception ³ :	5.8%
1 Month - October 2020:	1.7%
Income ² since inception ³ :	7.9%
1 Month - October 2020:	0.5%

¹Past performance is not a reliable indicator of future performance. Performance is quoted in AUD net of portfolio related fees, costs and taxes.

²Total return includes franking credits and special dividends. Income is distributed income including franking credits.

³Inception date 28th April 2017.

COMPANY SNAPSHOT	
Share Price (PL8):	\$1.070
Market Capitalisation:	\$458m
Inception date:	28-Apr-17
Listing date:	5-May-17
Management fee:	0.80% p.a. ¹
Pre-tax NTA ² :	\$0.953

¹0.82% p.a. inclusive of the net impact of GST and RITC.

²Pre-tax NTA includes tax on realised gains or losses and other earnings, but excludes any provision for tax on unrealised gains or losses.

MARKET OVERVIEW

The Australian market rose strongly for the most part of October as the re-opening of Victoria and stimulus announced in the Federal Budget supported the market, before losing much of the gains as the re-imposition of lockdowns following the second/third wave of Covid cases in Europe and the United States and a US election reduced the monthly gain to 1.9%. Our market outperformed the fall of 2.8% in the S&P 500 driven by a 7.5% rise in Banks as bond yields rallied and bad debts come out better than previous expectations. Rising Covid-19 cases outside Australia resulted in poor returns for ASX travel names such as Flight Centre and Sydney Airport, however Qantas, which has a greater exposure to the domestic travel market whose prospects look to be improving rose over the month. The top performing sectors were Information Technology, Financials and Consumer Staples in contrast to Industrials, Utilities and Materials sectors which finished in negative territory for the month.

The largest positive contributors to the Company's investments during the month were overweight positions in Northern Star (which agreed to a merger with Saracen), Macquarie and Fortescue as well as underweight positions in Newcrest and Sydney Airport. However, overweight positions in Regis Resources, BHP, St Barbara and Aurizon underperformed and an underweight position in Afterpay Touch detracted from relative performance.

TOP 10 HOLDINGS	TOP 10 YIELDING	YIELD% P.A. ¹
ANZ	Fortescue Metals	15.4
BHP Group	Woodside Petroleum	9.7
Commonwealth Bank	Aurizon Holdings	8.4
CSL	ANZ	8.1
Fortescue Metals Group	BHP Group	7.0
Macquarie Group	Medibank Private	6.8
Northern Star Resources	Westpac	6.8
Telstra Corporation	Commonwealth Bank	6.7
Westpac	Harvey Norman	6.6
Woolworths	AusNet Services	6.6

¹Including franking credits

The Company remains actively positioned to seek higher income than the benchmark and we are forecasting to deliver ~7% gross income in the next 12 months. While many dividend paying stocks are challenged in the Australian market, Plato is actively seeking to invest in sound businesses with positive earnings outlook who have the ability to maintain or increase dividends and avoiding dividend traps is more important than ever.

PORTFOLIO PERFORMANCE ¹	1M%	3M%	1YR% P.A.	3YRS% P.A.	INCEPTION% P.A.
Total return ²	1.7	-0.1	-5.2	6.5	5.8
Income ³	0.5	1.7	7.1	9.0	7.9
Bench. total return ²	1.9	1.3	-7.2	5.5	5.5
Excess total return ²	-0.2	-1.4	2.0	1.0	0.3
Excess Income ³	0.5	0.3	2.9	3.7	2.5
Excess franking ³	0.2	0.1	1.1	1.3	1.0

¹Past performance is not a reliable indicator of future performance. Performance is quoted in AUD net of portfolio related fees, costs and taxes.

²Including franking credits and special dividends.

³Distributed income including franking credits.

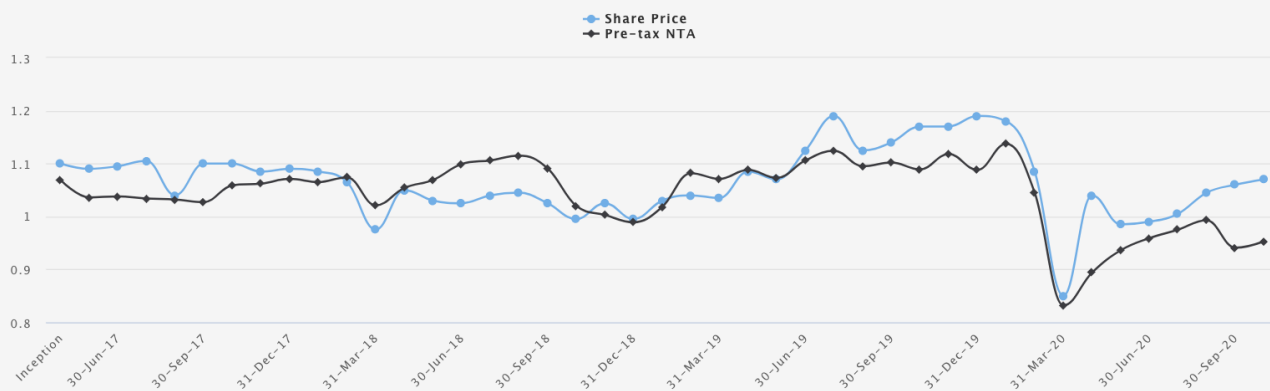
NET TANGIBLE ASSETS ¹	
Pre-tax NTA ²	\$0.953
Post-tax NTA ³	\$1.001
Distributed Dividends since inception	\$0.205
Distributed Dividends (incl. franking)	\$0.293

¹NTA calculations exclude Deferred Tax Assets relating to capitalised cost deductions and carried forward tax losses of \$0.005. The Franking Account Balance (not reflected in NTA) is \$0.012 per share.

²Pre-tax NTA includes tax on realised gains or losses and other earnings, but excludes any provision for tax on unrealised gains or losses.

³Post-tax NTA includes tax on realised and unrealised gains or losses and other earnings.

PL8 SHARE PRICE V NTA^{1,2}



Source: Iress, Plato Investment Management.

¹NTA calculations exclude Deferred Tax Assets relating to capitalised cost deductions and carried forward tax losses of \$0.005. The Franking Account Balance (not reflected in NTA) is \$0.012 per share.

²Pre-tax NTA includes tax on realised gains or losses and other earnings, but excludes any provision for tax on unrealised gains or losses.