Tribeca Global Natural Resources

12 June 2020

ASX Market Announcements
ASX Limited
20 Bridge Street
Sydney NSW 2000

BY ELECTRONIC LODGEMENT

Monthly NTA Statement and Investment Update as at 31 May 2020

In accordance with ASX Listing Rule 4.12, please find attached statement of TGF's net tangible asset backing of its quoted securities as at 31 May 2020.

For any enquiries please contact TGF at TGFinvestors@tribecaip.com.au or by calling +61 2 9640 2600.

Authorised for released by the Board of Tribeca Global Natural Resources Limited.

Ken Liu
Company Secretary
Tribeca Global Natural Resources Limited

Sydney
Level 23, 1 O'Connell Street
Sydney NSW 2000 Australia
T +61 2 9640 2600

Singapore
Level 16, Singapore Land Tower
50 Raffles Place, Singapore 048623
T +65 6320 7718

Web: www.tribecaip.com/lic
Email: TGFinvestors@tribecaip.com
ABN: 16 627 596 418

Monthly NTA Statement

Please note that the NTA data included in this Statement are as at 31 May 2020. We refer investors to the Investment Update released by the Company on 9 June 2020 and estimated impact to June 2020 NTA as a result of the impairment of the Company's credit exposure to the Paringa Group.

Investment Update as at 31 May 2020

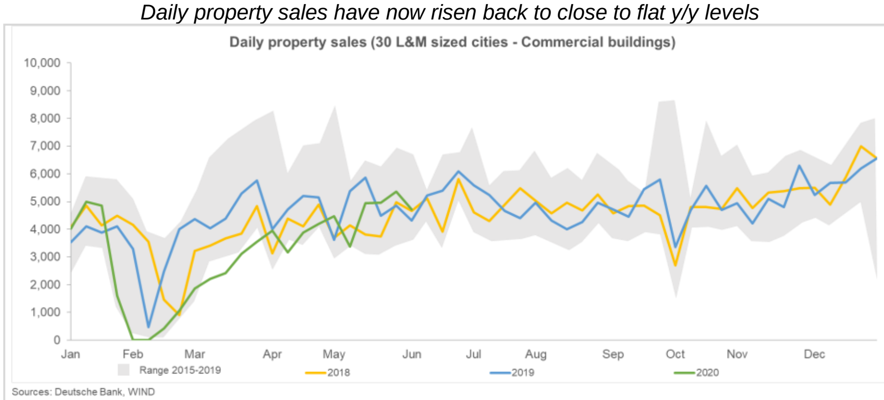
The Company's NTA increased in May by 0.63% on a pre-tax basis and 0.47% on a post-tax basis (from $126.1m to $126.3m). Gains were led by exposures across precious metals (+1.68%) and base metals (+0.52%) while the performance of other exposure groups was flat or marginally detracted from performance. The biggest drivers of performance in the second quarter to date have been long positions in base metals, gold and uranium producers which are the portfolio's largest net long exposures, representing 15%, 15% and 13% respectively at the end of May.

As we discuss below, the setup for the commodity sector remains positive with fundamental demand and supply for most commodities now in deficit as Chinese driven demand outweighs Covid-19 impacted supply. This is resulting in material inventory declines and price appreciation. There is also the broader thematic of rotation into value that we have been falsely expecting for the last couple of years that seems to be now taking hold with the US dollar selling off and flows into cyclicals and emerging markets in recent weeks. The necessary ingredients for a sustained move higher in asset prices within the commodity landscape are present and we discuss in detail our base metals exposure below.

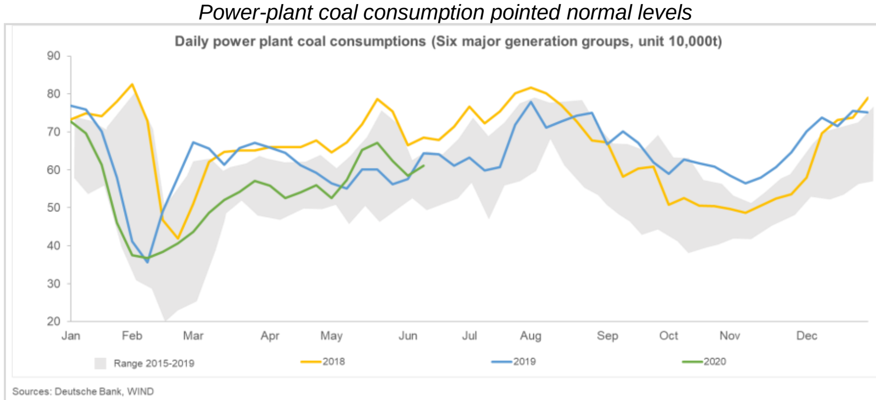
China's V-Shape Recovery Continues

We have been suggesting since February that the broader Chinese economy would show a V-shaped recovery from the Covid-19 impacts felt in the first quarter due to the prevailing tailwinds of credit growth coupled with stimulus. The recovery has been even faster than we anticipated with several key leading indicators that we track already normalising and, in some cases, now showing above-trend growth.

Daily property sales have now risen back to close to flat y/y levels



Power-plant coal consumption pointed normal levels

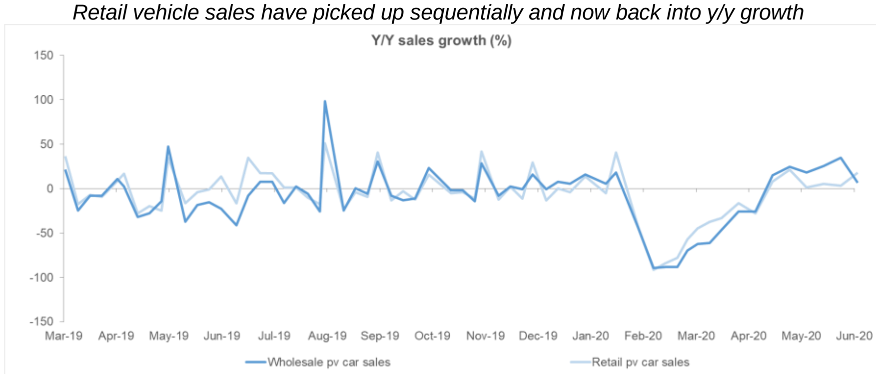


Sydney
Level 23, 1 O'Connell Street
Sydney NSW 2000 Australia
T +61 2 9640 2600

Singapore
Level 16, Singapore Land Tower
50 Raffles Place, Singapore 048623
T +65 6320 7718

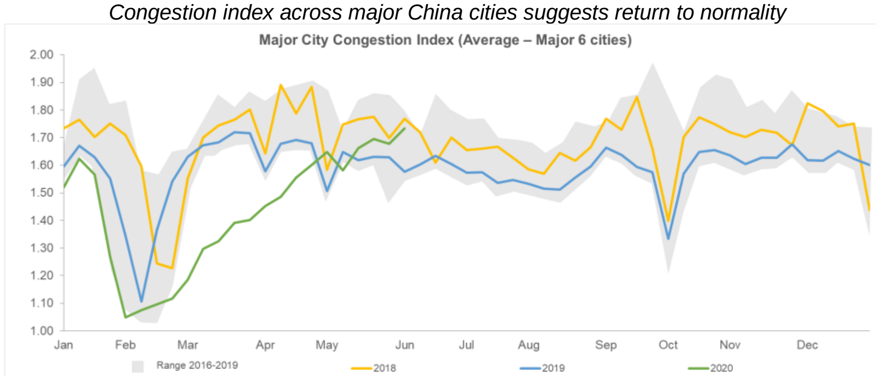
Web: www.tribecaip.com/lic
Email: TGFinvestors@tribecaip.com
ABN: 16 627 596 418

Retail vehicle sales have picked up sequentially and now back into y/y growth



Sources: Deutsche Bank, WIND

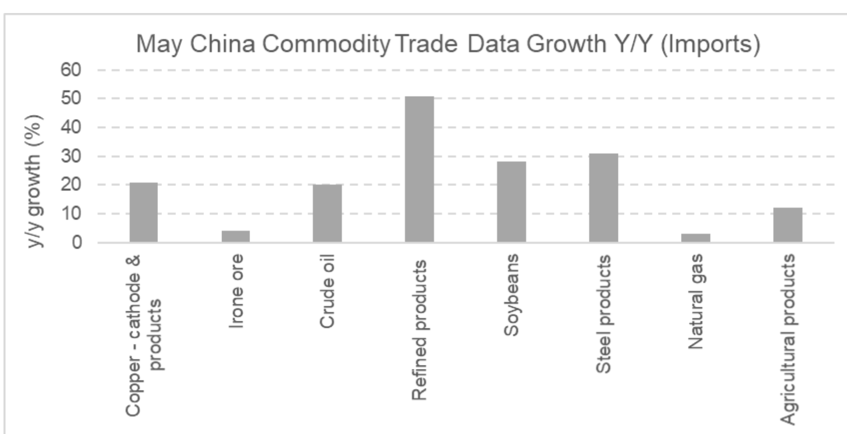
Congestion index across major China cities suggests return to normality



Sources: Deutsche Bank, WIND

In late May, the National People's Congress (NPC) showed that policymakers are willing to provide significant support for China's infrastructure sector. Infrastructure spending is slated to increase ~75% in 2020. The increased support for China's infrastructure sector is not surprising given the backdrop of weak external demand. However, the demand impulse is unlikely to last through 2020. Policymakers have front-loaded infrastructure spending to boost economic growth. Around 60% of the budgeted spending has been used in the first 5 months of 2020 which raises the chance of further stimulus measures in the second half of the year.

The latest China trade data for May confirms the spectacular strength in physical demand for commodities since the end of the first quarter. Chinese demand for copper rose 22% year over-year in May and has now risen 9% year-over-year for the year-to-date. No less impressive is the steel demand trend, rising 18% year over year in May and now up 3% year over year, year-to-date. Underlying Chinese end demand continues to trend positively and given the much-reduced level of inventories, the majority of onshore metal markets are likely to remain tight and price supportive in the second half.



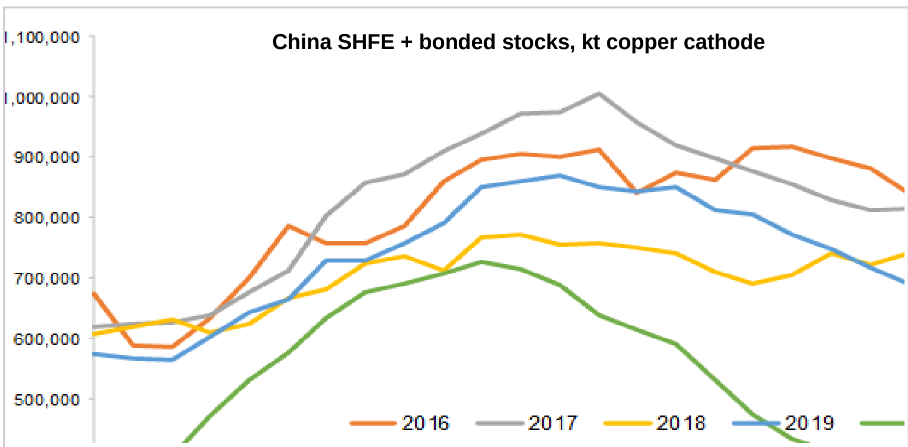
Source: China Customs

Base Metals Set for Further Upside – Prefer Copper and Nickel

With headline data improving, consensus expectations for commodity consumption in 2020 have been ramping higher in June with a number of investment banks reversing uber-bearish calls made in March. Given investor positioning remains light across the commodity complex and fundamentals strong we do see further upside for commodity prices and producer equities over the next couple of months. If the rotation back into value continues, we see the most upside in base metals and in particular for copper and nickel prices and producers.

As we discussed above the general recovery in the broader Chinese economy is helping to drive the pickup in demand for base metals, but it is the strong infrastructure spending that is really driving demand. This was a tailwind we witnessed in the fourth quarter of 2019 and expected to play out in the first quarter of 2020, but Covid-19 happened. We now seem to be entering a scenario for base metals with Covid-19 supply issues still a major problem in South America and Africa while Chinese demand is ramping back up. This has driven a material decline in copper inventory in China to 5-year lows.

Copper Inventories Continue to Trend Lower, 5-Year Lows Onshore



Source: Deutsche Bank, WIND

During May, the moves in our core holdings were more muted following strong rises in April. Freeport McMoRan ("Freeport"), our largest core copper holding and one of the largest copper producers in the world was up 3% for the month. Since announcing in April its revised operating plans to deal with the dual impact of Covid-19 and a low copper price environment, Freeport's focus has been on execution. Importantly, its plan calls for cutting capital expenditure and reducing operating costs, which will see the company deliver positive free-cash-flow of circa US$400 million for the remainder of the year at a US$2.30 per pound copper price (current spot ~US$2.55). Moreover, it will be in a stronger financial position by year end than previously projected despite a lower copper price.

Our other core holding, Lundin Mining, was down 6% for the month. Lundin has been primarily impacted by the virus through its Zinc Expansion Project in Portugal, which has been put on hold for the time being until the virus dissipates in Europe. The project employs hundreds of contractors across Europe and it was getting prohibitive to manage them given all the travel restrictions and need for social distancing. The project would have added growth in zinc production for 2020 of circa 30,000 tonnes and more in 2021 but that has since been pared back. Despite the deferral, Lundin remains appealing because of its strong balance sheet, capable management and growth in copper and gold production, which will see it through until the zinc project is restarted.

Cornerstone Capital Resources ("Cornerstone"), another key holding, was up circa 30% for the month. Cornerstone owns 15% of the highly prospective Cascabel copper-gold project in Ecuador. The Cascabel project received a major boost in May when Solgold Plc ("Solgold"), 85% owner of Cascabel, secured substantial funding through a royalty stream on the Alpala deposit, which is the main deposit within Cascabel. The US$100m package from the well-known royalty company Franco Nevada will enable Solgold to progress Cascabel without needing to resort to equity financing in these turbulent times. As a reminder, Cornerstone remains financed in Cascabel through to Bankable Feasibility Study.

Our primary nickel exposure, Nickel Mines was flat in May after the company took the opportunity to raise up to A$231 million in equity to finance the purchase of an additional 20% interest in the ferronickel facilities it operates in Indonesia. This will see Nickel Mines' interest in those facilities move to 80% from 60% and its attributable production of nickel units increase to circa 34,500 tonnes per annum from circa 26,000 previously.

The increased attributable nickel production makes Nickel Mines the largest primary nickel producer listed on the ASX. The next largest by comparison, is IGO Ltd with guided production of up to 30,000 tonnes of nickel for FY20. The growth for Nickel Mines from here is gaining an interest in new nickel capacity being built by Tsingshan at the industrial park where the operations are located. Management has indicated that new nickel capacity is currently being constructed.

Teck Resources – Other Activists Circle the Company

Our largest listed equity position in the portfolio is Teck Resources. The company owns some of the best base metals assets in the world and will benefit from the aforementioned recovery in Chinese demand for copper and zinc. The share price of the company has rallied ~50% off its March lows but we still see at least 100% upside from here if the company is managed properly.

15 Largest Long Equity Holdings (in alphabetical order)

Alumina Ltd	AWC AU
BHP Group	BHP AU
Boss Resources Ltd	BOE AU
Cornerstone Capital Resource	CGP CA
Freeport-Mcmoran Copper	FCX US
Iluka Resources Ltd	ILU AU
Kirkland Lake Gold Ltd	KL CA
Lundin Mining Corp	LUN CA
Newmont Mining Corp	NEM US
Nickel Mines Ltd	NIC AU
Resolute Mining Ltd	RSG AU
Saracen Mineral Holdings Limited	SAR AU
Teck Resources Ltd-Cls B	TECKB CA
Warrior Met Coal Inc	HCC US
Yellow Cake PLC	YCA GB

Private Credit Exposure Breakdown by Sector

Bulk Mining	67%
Soft Commodities Services	9%
Diversified Commodities & Other	18%
Gas	2%
Soft Commodities	3%

Source: Tribeca Investment Partners

Key Details as at 31 May 2020

ASX Code	TGF
Listing Share Price	$2.50
Share Price	$1.27
Shares on Issue	62.72 million
Market Capitalisation	$79.91 million
Listing Date	12 October 2018

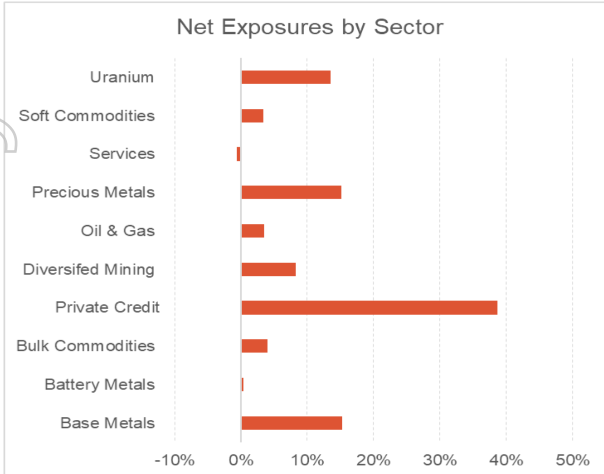
Net Tangible Assets (NTA) Per Share

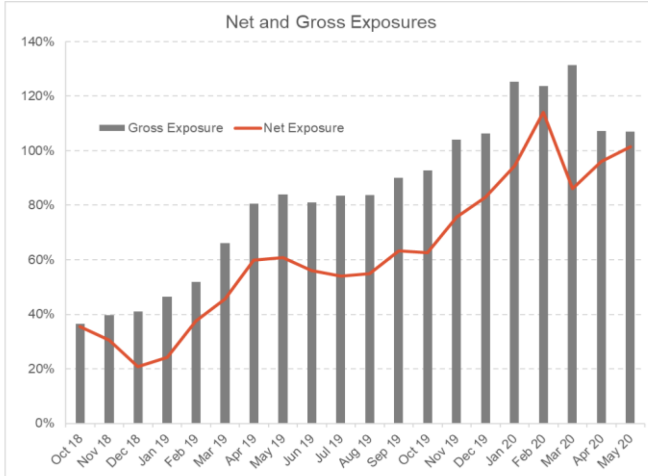
NTA Pre-Tax	$1.8455
NTA Post-Tax	$2.0145

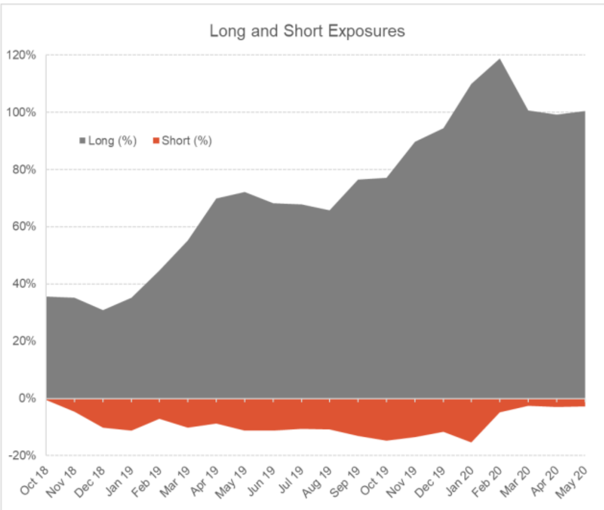
Source: Citco Fund Services

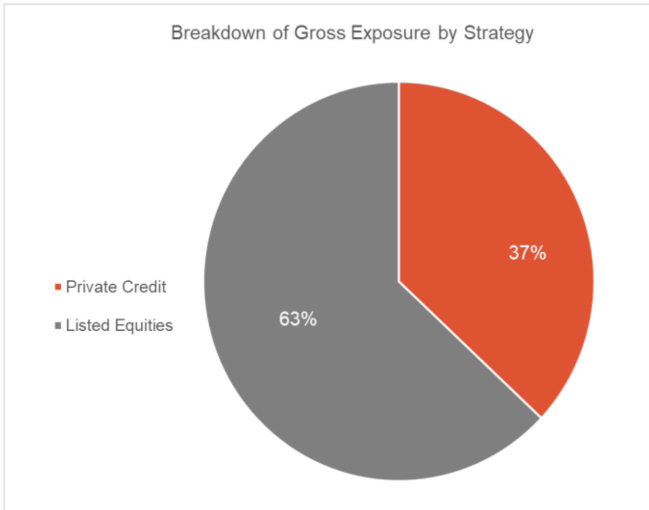
Net Performance

1 Month (Pre-tax)	0.63%
1 Month (Post-tax)	0.47%
Financial YTD (Post-tax)	-16.25%
Total Return Since Inception (Post-tax)	-19.42%









Board of Directors		Key Contacts	
Bruce Loveday	Independent Chairman	Company Secretary	Ken Liu
Greg Clarke	Independent Director	Investor Relations	TGFinvestors@tribecaip.com.au
Judy Mills	Independent Director	Share Registry	Boardroom Pty Limited
Benjamin Cleary	Director		Level 12, 225 George Street
David Aylward	Director		NSW 2000