

Sims Limited 2022 AGM report

ASX code	SGM
Meeting date	8 November 2022
Type of meeting	Physical (webcast)
Monitor	Nick Bury and Elizabeth Fish
Pre AGM-meeting	With Chairman Geoff and Head of investor Relations Anne Metelo

Meeting Statistics

Number of holdings represented by ASA	62
Number of shares represented by ASA	223,533
Value of shares represented by ASA	\$m2.7025
Total number attending meeting	58
Market capitalisation	\$2.337 billion
ASA open proxies voted	215,233. ASA voted in favour of resolutions 1, 2, 3, 4 and 7 and against resolutions 5 and 6.

Resolutions 1 to 4 were respectively passed by 98.10, 98.61, 99.56 and 99.8% of votes and Remuneration Resolutions 5 and 6 were passed by 96.23 and 98.84% of votes. Interestingly Resolution 7, which was an advisory vote only on SGM's Climate Report, was passed by a lower 89.66% vote.

Shareholders asked many questions at the AGM, which were satisfactorily addressed by Chair Geoff Brunson and the board. SGM CEO Alistair Field advised that previous cost mitigation initiatives implemented in early 2023 only partially offset inflationary pressures experienced by all of SGM's businesses. Consequently SGM expects that costs will remain elevated in the first half of FY23, but has identified and will seek opportunities to reduce its cost base in the second half of FY23.

Capital investment for 2023 has been adjusted to reflect softer activity levels, so SGM is targeting a reduction in spending of \$50 million, bringing planned Capex for the year to \$170 million. The company believes that its short-term headwinds associated with macro-economic factors does not

alter its view of its medium-term outlook. Its short-term pressures will continue to need to be managed, but SGM remains well positioned for a market recovery, and is confident that over the last few years it has built a robust growth platform to deliver on its FY25 targets.

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