SANDON CAPITAL

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MONTHLY REPORT

Sandon Capital Investments Limited (ASX:SNC)

JULY 2026

NTA Before Tax (ex-dividend)	NTA After Tax (ex-dividend)
$0.7439	$0.7538

INVESTMENT PERFORMANCE

Gross Performance to 31 July 2026[1]	1 month	1 year	Since inception (p.a.)
SNC	3.5%	-18.4%	7.4%
All Ords Accumulation Index	1.7%	4.8%	8.9%
Outperformance[2]	**1.8%**	**-23.1%**	**-1.5%**

1. The SNC gross returns are after investment management fees and brokerage expenses but before performance fees and corporate expenses. Index returns are before all fees and expenses and before any taxes. Dividends paid during the period are included when calculating SIN's gross investment performance.
2. Figures may not tally due to rounding,

SANDON CAPITAL INVESTMENTS LIMITED

ASX Code	SNC
Gross assets*	$149.9m
Market capitalisation	$110.1m
Share price	$0.71
Annual fully franked dividend (paid monthly)	$0.0564
Dividend yield (annualised)	7.9%
Profits reserve (per share)	40.0cps
Franking (per share)	6.8cps
Loan-to-assets (incl. SNCHA)	22%

*Includes the face value of 4.8% unsecured notes (ASX: SNCHA). These figures will change on 10 July 2026.

PORTFOLIO COMMENTARY

The portfolio was up 3.5% for the month, on a gross basis, after investment management fees and brokerage but before performance fees and corporate expenses, compared to an increase of 1.7% for the All Ordinaries Accumulation Index.

The largest positive contributors were Fleetwood Ltd (FWD) (+4.1%), Karoon Energy Ltd (KAR) (+1.0%), BCI Minerals Ltd (BCI) (+1.0%), Southern Cross Media Group Ltd (SXL) (+0.5%) and Coventry Group Ltd (CYG) (+0.5%). These were partially offset by QPM Energy Ltd (QPM) (-2.1%), Spectra Systems plc (SPSY LN) (-1.4%) and COG Financial Services Ltd (COG) (-0.7%).

FWD announced that it had entered into an agreement to acquire Red Dog Village, a large-scale transient worker accommodation facility located in Karratha, for consideration of $20 million. The economics appear attractive with FWD estimating that the acquisition has the potential to increase Earnings Before Interest & Tax (EBIT) by $10-20 million on an annual basis. The acquisition also provides longer term flexibility with FWD controlling ~3,500 rooms in Karratha, allowing it to support key worker accommodation for the foreseeable future whilst working with key stakeholders on longer term residential options. Subject to satisfaction of conditions precedent, the acquisition is expected to close in December 2026 with FWD assuming operational control from January 2027.

KAR provided an encouraging production update with the Bauna operation in Brazil now operating near capacity (~22,000 barrels per day) following a major FPSO revitalisation and maintenance campaign as well as restoration of production at the SPS-92 and PRA-2 wells. In the Gulf of Mexico, the Who Dat A1 sidetrack came online in mid-July and we expect that a final investment decision on Who Dat East is imminent.

KAR remains well placed to generate strong free cash flows in the current oil price environment.

CYG's 4Q trading update demonstrated solid sales growth and an improvement in earnings, albeit off a depressed base. Following a cost out program ($10 million) and with continued sales growth, we expect further earnings improvement in FY27. Critical for CYG will be to convert earnings into cash. The strategic review announced in January remains ongoing with no material update provided.

As reported in our last newsletter, QPM announced the disappointing news that its directors had placed the company into administration. We will provide further commentary as more information becomes available.

DIVIDENDS

SNC has declared 71.59 cents per share (cps) of fully franked dividends since listing in December 2013. The profits reserve is 40.0cps and there are 6.8cps of franking credits. These franking credits support the payment of up to 20.5cps of fully franked dividends.

SNC's inaugural monthly dividend of 0.47cps was paid on 31 October 2025. The Board recently announced their intention to pay dividends of 0.47 cents per share per month for each of July, August and September 2026. These monthly dividends represent an annualised fully franked dividend rate of 5.64 cents per share.

A full list of SNC dividends announced since the IPO in December 2013 can be found here.

TOP 5 POSITIONS

Fleetwood	14%
COG Financial Services	11%
Carbon Conscious	10%
Spectra Systems plc	9%
BCI Minerals	9%

INSTRUMENT EXPOSURE

Listed Australian Equities	72%
Listed International Equities	11%
Unlisted Investments	17%
Cash or Cash Equivalents	0%

COMPANY OVERVIEW

Sandon Capital Investments Limited is a specialist 'Activist' listed investment company, managed by Sandon Capital. Sandon Capital devises and implements activist shareholder strategies that seek to unlock value inherent in securities held in our investment portfolios.

SNC provides investors with exposure to a portfolio of Australian companies that are typically not available to traditional investors. Through active engagement with the target company, Sandon Capital seeks to release the embedded value for shareholders. Target companies are likely to be in the small- to mid-cap market segment.

Sandon Capital has successfully employed its Activist investment strategy since September 2009. The wholesale Sandon Capital Activist Fund's investment performance since inception is 8.7% p.a. (after all fees and expenses).

Investment Objectives

- To provide absolute positive investment performance over the medium to long term, ensuring capital preservation, while providing capital growth.
- To provide an investment strategy that few investors have the capacity to implement themselves.
- To provide shareholders with a growing stream of fully franked dividends.

Positions and exposure based on weights in the investment portfolio

SANDON CAPITAL

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