

# SANDON CAPITAL

**Sandon Capital Investments Limited**  
ABN 31 107 772 467

## **Appendix 4D – HALF YEAR REPORT** **For the half year ended 31 December 2024**

**Results For Announcement to the Market**  
*All comparisons to the half year ended 31 December 2023*

	\$	Movement Up/(down)	Movement Up/(down) %
Revenue from ordinary activities	22,967,531	Up	11%
Profit from operating activities before tax attributable to members	19,988,031	Up	10%
Profit from operating activities after tax attributable to members	16,777,695	Up	13%
Total comprehensive income attributable to members	16,777,695	Up	13%

<b>Interim Dividend</b>	<b>Cents per share</b>	<b>Franked amount per share</b>	<b>Tax rate of franking</b>
2025 3 <sup>rd</sup> quarter dividend	1.4	1.4	25.0%
Ex-dividend date			18 February 2025
Record date			19 February 2025
Payment date			7 March 2025

### **Dividend Reinvestment Plan**

The Dividend Reinvestment Plan (DRP) will apply to this fully franked dividend. No discount will be offered.

<b>Dividends paid during the period</b>	<b>Cents per share</b>	<b>Franked amount per share</b>	<b>Tax rate for franking</b>
2024 Final dividend paid 7 November 2024	2.75	2.75	25%

<b>Net tangible Assets Per Share</b>	<b>31 December 2024 Cents</b>	<b>31 December 2023 Cents</b>
Net tangible assets per share (before tax)	91.82	85.09
Net tangible assets per share (after tax)	89.44	83.74

A dividend of 2.75 cents per share was paid during the half year to 31 December 2024.

This report is based on the Half Year Financial Report attached which has been subjected to independent review by the auditors, Pitcher Partners Sydney. All documents comprise the information required by Listing Rule 4.2A. This information should be read in conjunction with the 30 June 2024 Annual Financial Report.

**Sandon Capital Investments Limited**  
**ABN 31 107 772 467**

**Interim Financial Report**  
**For the half year ended 31 December 2024**

**Sandon Capital Investments Limited**  
**ABN 31 107 772 467**

**Interim Financial Report**  
**For the half year ended 31 December 2024**

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**Sandon Capital Investments Limited**  
**ABN 31 107 772 467**

**Company Particulars**

**Registered Office**

Level 5, 139 Macquarie Street  
Sydney NSW 2000  
Telephone 02 8014 1188

**Website**

[www.sandoncapital.com.au](http://www.sandoncapital.com.au)

**Email**

[info@сандонcapital.com.au](mailto:info@сандонcapital.com.au)

**Stock exchange listing**

Sandon Capital Investments Limited ordinary shares  
(ASX code: SNC)

Sandon Capital Investments Limited 4.8% p.a Unsecured Notes maturing 10 July 2026  
(ASX code: SNCHA)

**Directors**

Gabriel Radzynski – Non-Executive Chairman  
Peter Velez – Independent Non-Executive Director  
Jacqueline Sullivan – Independent Non-Executive Director

**Company Secretary**

Mark Licciardo  
Acclime Australia  
Level 7, 330 Collins Street  
Melbourne VIC 3000

**Auditor**

Pitcher Partners Sydney  
Level 16, Tower 2, Darling Park  
201 Sussex Street  
Sydney NSW 2000

**Share Registry**

Link Market Services Limited  
Level 12, 680 George Street, Sydney, NSW 2000  
Telephone 1300 554 474  
[www.linkmarketservices.com.au](http://www.linkmarketservices.com.au)

**Sandon Capital Investments Limited**  
**ABN 31 107 772 467**

**Directors' Report to Shareholders**  
**For the half year ended 31 December 2024**

The Directors of Sandon Capital Investments Limited ("**SNC**" or "**the Company**") present their report together with the interim financial statements of the Company for the half year ended 31 December 2024.

Sandon Capital Investments Limited is a company limited by shares and is incorporated in Australia.

**Directors**

The following persons were Directors of the Company during the half year and up to the date of this report:

Gabriel Radzynski – Non-Executive Chairman (Non-independent)

Peter Velez – Independent Non-Executive Director

Jacqueline Sullivan – Independent Non-Executive Director

**Principal activities**

The Company's principal activity is investing for profit in accordance with the investment strategy disclosed in the Prospectus dated 11 November 2013. It is a listed investment company whose assets are managed by an external investment manager, Sandon Capital Pty Ltd ("**Sandon Capital**" or "**the Manager**").

Sandon Capital is an activist value manager. It seeks to buy investments at prices the Manager considers are below the intrinsic value of those investments. It looks for investments with high levels of tangible assets, marketable securities or cash, although investments may not always have these characteristics. The Manager deploys a range of activist strategies aimed at realising or improving the intrinsic value of those investments. The Manager may also take advantage of other market opportunities where it considers there are reasonable prospects for a satisfactory return.

The Company may invest in cash, term deposits, unlisted and listed securities, and debt instruments.

**Operating Results and Financial Position**

The Company had net realised gains of \$2,061,266 (31 December 2023: Loss \$22,775,520) and unrealised gains in the value of the investment portfolio of \$13,418,925 (2023: \$11,580,848). Other revenue, including dividends and distributions, was \$7,487,340 (2023: \$31,856,293). Together these represented a total income of \$22,967,531 (31 December 2023: \$20,661,621).

The Company's net profit after tax for the 6 months was \$16,777,695 (31 December 2023: \$14,854,666).

The Company paid a fully franked dividend of 2.75 cents per share during the period.

During the period, the Company issued 1,566,298 shares in respect of the Dividend Reinvestment Plan ("DRP"). Total SNC shares on issue are 144,189,697.

Net Tangible Assets ("**NTA**") before tax as at 31 December 2024 was \$0.9182 per share (31 December 2023: \$0.8509). The NTA after tax was \$0.8944 per share (31 December 2023: \$0.8374). These figures are after the payment of fully franked dividends of 2.75 cents per share during the period.

The return to shareholders for the 6-month period was a positive return of 18.4%. This is calculated as the change in June 2024 NTA of \$0.8067 per share before tax plus dividend paid of 2.75 cents with imputation credits.

**Carbon Conscious Investments Ltd**

On 12 April 2024, the Company announced its intention to make a conditional off-market takeover for Carbon Conscious Investments Limited ("**CCIL**") to acquire all issued and outstanding ordinary shares of CCIL not owned by the Company and Sandon Capital Activist Fund ("**SCAF**") (another fund managed by Sandon Capital Pty Ltd) for \$0.067 in cash for every CCIL share held.

On 8 July 2024, SNC and SCAF announced that their voting power in CCIL was 91.48% and that SNC intended to acquire the remaining CCIL shares in accordance with the compulsory acquisition provisions of the *Corporations Act 2001*.

**Sandon Capital Investments Limited**  
**ABN 31 107 772 467**

**Directors' Report to Shareholders**  
**For the half year ended 31 December 2024**

**Director's Report (continued)**

**Carbon Conscious Investments Ltd (continued)**

On 23 July 2024, SNC commenced the compulsory acquisition of CCIL and subsequently on 4 September 2024, SNC completed its compulsory acquisition. SNC owns 90% of CCIL's shares and SCAF owns 10%.

**Dividends commences quarterly payments**

On 12 December 2024, the Directors announced on the ASX they intended to increase the annualised dividend from 5.5 cents per share (fully franked) to 5.6 cents per share (fully franked) and to commence paying dividends on a quarterly basis. The inaugural quarterly dividend will be paid on 7 March 2025.

**Dividends**

Subsequent to 31 December 2024, the Board has determined to pay a quarterly fully franked dividend of 1.4 cents per share. This quarterly fully franked dividend will be paid to shareholders on 7 March 2025. The Dividend Reinvestment Plan (DRP) will apply to this dividend. There will be no discount for the DRP.

A fully franked final dividend of 2.75 cents per share for the financial year ending 30 June 2024 was paid on 7 November 2024. The total dividends paid to shareholders during the 6-month period were \$3,922,143.

**Rounding of amounts to the nearest dollar**

In accordance with the *ASIC (rounding in Financial/Directors' Reports) Instruments 2016/191*, the amounts in the Directors' Report and in the financial report have been rounded to the nearest dollar (where indicated).

**Auditor's independence declaration**

A copy of the Auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 4.

This report is made in accordance with a resolution of Directors, pursuant to section 306(3)(a) of the *Corporations Act 2001*.

On behalf of the Directors,



Gabriel Radzynski  
Chairman

Sydney  
12 February 2025

**Auditor's Independence Declaration  
To the Directors of Sandon Capital Investments Limited  
ABN 31 107 772 467**

In relation to the independent auditor's review of Sandon Capital Investments Limited for the half year ended 31 December 2024, to the best of my knowledge and belief there have been:

- (i) no contraventions of the auditor independence requirements of the *Corporations Act 2001*; and
- (ii) no contraventions of APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)*.

**Richard King**  
Partner**Pitcher Partners**  
Sydney

12 February 2025

**Sandon Capital Investments Limited**  
**ABN 31 107 772 467**

**Statement of Profit or Loss and Other Comprehensive Income**  
**For the half year ended 31 December 2024**

	<b>Note</b>	<b>December 2024</b>	<b>December 2023</b>
		<b>\$</b>	<b>\$</b>
Net realised gains/(loss) on financial assets	<b>2(a)</b>	2,061,266	(22,775,520)
Net unrealised gains on financial assets	<b>2(b)</b>	13,418,925	11,580,848
Other revenue from operating activities	<b>2(c)</b>	7,487,340	31,856,293
<b>Total income</b>		<b>22,967,531</b>	<b>20,661,621</b>
Management fees		(1,032,168)	(950,213)
Directors' fees		(35,226)	(30,411)
Brokerage expense		(43,646)	(48,045)
Company secretarial fees		(21,996)	(22,492)
Finance costs	<b>3</b>	(1,141,171)	(816,825)
Custody fees		(14,759)	(58,057)
ASX listing and CHESS fees		(45,406)	(72,294)
Share registry fees		(98,379)	(31,907)
Legal fees		(12,508)	(6,872)
Accounting fees		(124,450)	(81,671)
Audit fees		(68,695)	(85,499)
Taxation fees		(206,970)	(215,039)
Other operating expenses		(134,126)	(100,306)
<b>Total expenses</b>		<b>(2,979,500)</b>	<b>(2,519,631)</b>
<b>Profit before income tax</b>		<b>19,988,031</b>	<b>18,141,990</b>
Income tax expense		(3,210,336)	(3,287,324)
<b>Profit attributable to members of the Company</b>		<b>16,777,695</b>	<b>14,854,666</b>
<b>Other comprehensive income for the period</b>		<b>-</b>	<b>-</b>
<b>Total comprehensive income for the period</b>		<b>16,777,695</b>	<b>14,854,666</b>
<b>Basic Profit and Diluted Profit per share (cents per share)</b>		<b>11.73</b>	<b>10.64</b>

The accompanying notes form part of these financial statements.



**Sandon Capital Investments Limited**  
ABN 31 107 772 467

**Statement of Financial Position**  
As at 31 December 2024

	Notes	December 2024	June 2024
		\$	\$
<b>Assets</b>			
Cash and cash equivalents	7(a)	79,721	8,106,628
Trade and other receivables		270,975	543,960
Funding to Subsidiary		750,000	200,000
Prepayments		57,090	92,477
Financial assets at fair value through profit or loss	8	166,193,573	137,190,847
Deferred tax assets		100,693	213,512
<b>Total assets</b>		<b>167,452,052</b>	<b>146,347,424</b>
<b>Liabilities</b>			
Trade and other payables		419,254	1,182,170
Financial liabilities at fair value through profit or loss	8	1,617,474	-
Current tax liability		7,712	121,882
Unsecured notes		27,953,167	27,606,926
Financial liabilities at amortised cost	6	4,644,376	1,881,978
Deferred tax liabilities		3,531,727	385,813
<b>Total liabilities</b>		<b>38,173,710</b>	<b>31,178,769</b>
<b>Net assets</b>		<b>129,278,342</b>	<b>115,168,655</b>
<b>Equity</b>			
Issued capital	5	135,900,080	134,645,945
Profits reserve		56,225,785	41,350,828
Accumulated losses		(62,847,523)	(60,828,118)
<b>Total equity</b>		<b>129,278,342</b>	<b>115,168,655</b>

The accompanying notes form part of these financial statements.

**Sandon Capital Investments Limited**  
ABN 31 107 772 467

**Statement of Changes in Equity**  
**For the half year ended 31 December 2024**

	Notes	Issued Capital \$	Accumulated losses \$	Profits Reserve \$	Total Equity \$
<b>Balance at 1 July 2023</b>		132,253,531	(59,504,900)	33,371,637	106,120,268
Profit for the period attributable to the owners of the Company		-	14,854,666	-	14,854,666
Other comprehensive income for the period		-	-	-	-
<b>Total comprehensive income for the period</b>		<b>132,253,531</b>	<b>(44,650,234)</b>	<b>33,371,637</b>	<b>120,974,934</b>
Transfer to profits reserve		-	(7,007,411)	7,007,411	-
<b>Transactions with owners:</b>					
Shares issued via dividend reinvestment plan		1,192,088	-	-	1,192,088
Dividends paid	4	-	-	(3,826,199)	(3,826,199)
<b>Balance at 31 December 2023</b>		<b>133,445,619</b>	<b>(51,657,645)</b>	<b>36,552,849</b>	<b>118,340,823</b>
<b>Balance at 1 July 2024</b>		<b>134,645,945</b>	<b>(60,828,118)</b>	<b>41,350,828</b>	<b>115,168,655</b>
Profit for the period attributable to the owners of the Company		-	16,777,695	-	16,777,695
Other comprehensive income for the period		-	-	-	-
<b>Total comprehensive income for the period</b>		<b>134,645,945</b>	<b>(44,050,423)</b>	<b>41,350,828</b>	<b>131,946,350</b>
Transfer to profits reserve		-	(18,797,100)	18,797,100	-
<b>Transactions with owners:</b>					
Shares issued via dividend reinvestment plan		1,254,135	-	-	1,254,135
Dividends paid	4	-	-	(3,922,143)	(3,922,143)
<b>Balance at 31 December 2024</b>		<b>135,900,080</b>	<b>(62,847,523)</b>	<b>56,225,785</b>	<b>129,278,342</b>

The accompanying notes form part of these financial statements.

**Sandon Capital Investments Limited**  
**ABN 31 107 772 467**

**Statement of Cash Flows**  
**For the half year ended 31 December 2024**

	<b>December 2024</b>	<b>December 2023</b>
	<b>\$</b>	<b>\$</b>
<b>Cash flows from operating activities</b>		
Proceeds from sale of investments	11,516,332	15,393,970
Payments for investments	(23,421,393)	(7,524,955)
Dividends and capital return received	7,229,528	2,198,155
Interest received	441,712	26,489
Income tax refunds/ (payments)	1,197	(540)
Management fees (GST inclusive)	(1,087,897)	(1,011,184)
Brokerage expense (GST inclusive)	(46,840)	(51,560)
Payment of other operating expenses	(1,500,818)	(447,591)
<b>Net cash (used in)/provided by operating activities</b>	<b>(6,868,179)</b>	<b>8,582,784</b>
<b>Cash flows from financing activities</b>		
Dividends paid net of re-investment	(2,668,008)	(2,634,111)
Movement in prime broker overdraft	-	(2,547,296)
Interest payment on unsecured notes	(703,118)	(703,119)
Repayment of loan with subsidiary	-	(207,372)
Funding of loan to subsidiary	(550,000)	-
<b>Net cash (used in)/provided by financing activities</b>	<b>(3,921,126)</b>	<b>(6,091,898)</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(10,789,305)</b>	<b>2,490,886</b>
Cash and cash equivalents at beginning of period	6,237,766	147,121
<b>Cash and cash equivalents at end of the period</b>	<b>7(a) (4,551,539)</b>	<b>2,638,007</b>

The accompanying notes form part of these financial statements.

**Sandon Capital Investments Limited**  
ABN 31 107 772 467

**Notes to the Interim Financial Report**  
**For the half year ended 31 December 2024**

**1. Summary of material accounting policy information**

These financial statements and notes for the half year represent those of Sandon Capital Investments Limited (“SNC” or “the Company”).

The interim financial report was authorised for issue on 12 February 2025 by the Board of Directors.

**Basis of preparation**

The half year financial statements are interim financial statements that have been prepared in accordance with the requirements of the *Corporations Act 2001* and *Australian Accounting Standard AASB 134: Interim Financial Reporting*.

The half year report does not include full disclosures of the type normally included in an annual financial report. It is recommended that the half year financial report be read in conjunction with the Annual Financial Report for the year ended 30 June 2024 and any public announcements made by the Company during the half year in accordance with continuous disclosure requirements arising under the *Corporations Act 2001*.

Except for cash flow information, the financial statements have been prepared on an accruals basis and are based on historical cost with the exception of financial assets and certain other financial assets and liabilities which have been measured at fair value.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period.

**New and amended Accounting Standards and Interpretations adopted.**

The Company has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board that are mandatory for the current reporting period.

There were no new or amended Accounting Standards or Interpretations that were not yet mandatory and early adopted which are expected to have a significant impact on the Company’s financial statements.

**Rounding of amounts to the nearest dollar**

In accordance with the *ASIC (rounding in Financial/Directors’ Reports) Instruments 2016/191*, the amounts in the Directors’ report and in the financial report has been rounded to the nearest dollar (where indicated).

<b>2. Total income/(loss)</b>	<b>December 2024</b>	<b>December 2023</b>
	<b>\$</b>	<b>\$</b>
<b>(a) Net realised gains/(loss) on financial assets</b>		
Net realised gains on other financial assets	2,061,266	3,481,886
Net realised loss on subsidiary	-	(26,257,406)
	<b>2,061,266</b>	<b>(22,775,520)</b>
<b>(b) Net unrealised gains/(loss) on financial assets</b>		
Net unrealised gains on other financial assets	11,745,460	15,328,897
Net unrealised gains on subsidiaries	1,673,465	-
Net unrealised loss on subsidiaries	-	(3,748,049)
	<b>13,418,925</b>	<b>11,580,848</b>
<b>(c) Other revenue from operating activities</b>		
Dividend income	7,205,590	2,178,919
Dividend income from subsidiary	-	29,620,677
Interest income	281,750	56,697
	<b>7,487,340</b>	<b>31,856,293</b>

**Sandon Capital Investments Limited**  
**ABN 31 107 772 467**

**Notes to the Interim Financial Report**  
**For the half year ended 31 December 2024**

<b>3. Finance costs</b>	<b>December 2024</b>	<b>December 2023</b>
	<b>\$</b>	<b>\$</b>
Interest paid on unsecured notes at 4.8%	703,119	703,119
Interest accrued on unsecured notes at 4.8%	346,242	96,076
	<u>1,049,361</u>	<u>799,195</u>
Interest paid on Prime Broker facility	91,810	17,630
	<u><b>1,141,171</b></u>	<u><b>816,825</b></u>

**4. Dividends**

<b>(a) Dividends paid during the year</b>	<b>Amount per security (cents)</b>	<b>Franked amount per security (cents)</b>
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The following dividends were paid or provided for during the half year:

Final fully franked dividend for the year ended 30 June 2024 paid on 7 November 2024.	2.75	2.75
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	<b>December 2024</b>	<b>December 2023</b>
	<b>\$</b>	<b>\$</b>
Final fully franked dividend of 2.75 cents per share paid on 7 November 2024 (2023: Final fully franked dividend of 2.75 cents per share paid on 8 November 2023).	3,922,143	3,826,199

In addition to the dividends paid during the reporting period, since the end of the half year, the Board has determined to pay a quarterly fully franked dividend of 1.4 cents per share. The dividend is fully franked at 25% and has not been recognised as a liability at half year end.

	<b>December 2024</b>	<b>December 2023</b>
	<b>\$</b>	<b>\$</b>
Interim fully franked dividend	-	3,876,595
Quarterly fully franked dividend	2,018,656	-

**5. Issued Capital**

	<b>December 2024</b>	<b>December 2024</b>	<b>December 2023</b>	<b>December 2023</b>
	<b>\$</b>	<b>Number</b>	<b>\$</b>	<b>Number</b>
<b>(a) Share Capital</b>				
Fully paid ordinary shares	135,900,080	144,189,697	133,445,619	140,967,091
<b>(b) Movements in shares on issue:</b>				
Opening balance	134,645,945	142,623,399	132,253,531	139,134,520
Shares issued under a dividend reinvestment plan	1,254,135	1,566,298	1,192,088	1,832,571
Closing balance	<u><b>135,900,080</b></u>	<u><b>144,189,697</b></u>	<u><b>133,445,619</b></u>	<u><b>140,967,091</b></u>

**Sandon Capital Investments Limited**  
ABN 31 107 772 467

**Notes to the Interim Financial Report**  
**For the half year ended 31 December 2024**

**6. Financial liabilities at amortised cost**

	<b>December 2024</b>	<b>June 2024</b>
	<b>\$</b>	<b>\$</b>
Amount payable to wholly owned subsidiary	13,116	13,116
Overdraft drawn under Prime Broker facility (Note 7(a))	4,631,260	1,868,862
	<b>4,644,376</b>	<b>1,881,978</b>

**7. Cash and cash equivalents**

	<b>December 2024</b>	<b>December 2023</b>
	<b>\$</b>	<b>\$</b>
<b>(a) Reconciliation to the statement of cash flows</b>		
Cash at bank	79,721	164,380
Cash held under Prime Broker facility	-	2,473,627
Overdraft drawn under Prime Broker facility	(4,631,260)	-
	<b>(4,551,539)</b>	<b>2,638,007</b>
<b>(b) Non-cash transactions</b>		
Proceeds from intragroup shares transfer	-	28,834,389
Payments for intragroup shares transfer	-	(49,891,120)
Dividend from subsidiary	-	29,620,677
MVT Novated notes	-	27,180,429
Dividend Reinvestment Plan	1,254,135	1,192,088

**8. Financial instruments measured at fair value**

**(a) Fair value hierarchy**

AASB 13 requires disclosure of fair value measurements by level of the following fair value measurement hierarchy (consistent with the hierarchy applied to financial assets and financial liabilities):

**Level 1:** Quoted prices (unadjusted) in active markets for identical assets or liabilities

**Level 2:** Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices)

**Level 3:** Inputs for the asset or liability that are not based on observable market data (unobservable inputs)

Included in Level 1 of the hierarchy are listed investments. The fair value of these financial assets is the last traded price. Where the last traded price is higher than the bid and offer spread the offer price is used at the end of the reporting period. Where the last traded price is lower than the bid and offer spread the bid price is used at the end of reporting period. Both last traded and offer prices exclude transactions costs.

Included in Level 2 of the hierarchy are unlisted investment companies. The fair value of an investment has been based on its net asset backing, being the underlying value of its cash, cash equivalents and investment portfolio values at the end of the reporting period.

As at 31 December 2024, the Company has five investments classified as Level 2. Three of the investments are Ask Funding Pty Ltd ("**ASK**"), Richfield International Pty Ltd ("**RIL**") and CCIL which are unlisted wholly owned subsidiaries. ASK and RIL have been valued at their underlying post-tax net asset backing at the end of the reporting period. CCIL's valuation was based on an Independent Expert valuation ranging from 7.82 cents per share to 8.61 cents per share and the Company has adopted the midpoint of this range of 8.22 cents per share.

The other two investments, Dawney & Co Ltd and Sietel Ltd are thinly traded securities, therefore they are classified as Level 2.

**Sandon Capital Investments Limited**  
**ABN 31 107 772 467**

**Notes to the Interim Financial Report**  
**For the half year ended 31 December 2024**

**8. Financial instruments measured at fair value (continued)**

**(a) Fair value hierarchy (continued)**

The Company had eight unlisted investments classified as Level 3, representing a total of \$20,680,616 as at the end of this reporting period.

The Company's investment in Yellow Brick Road Holdings Limited ("**YBR**") is classified as a Level 3 investment and was valued at \$6,754,711 (30 June 2024: \$6,691,583). The fair value of YBR is calculated as the net tangible assets per share based on the figures reported in YBR's 30 June 2024 Audited Financial Statements. The Company will review the carrying value of this investment when its next financial report is released.

The Company's holding in Foundation Life ("**FL**") totalled \$6,666,712 (30 June 2024: \$6,767,155). The investment is based on its share of Foundation Life's shareholder equity and ownership of Foundation Life's notes. The fair value of Foundation Life is calculated as the net tangible assets per share based on the figures reported in Foundation Life's reviewed half yearly and audited full year accounts (in March and September respectively).

The Company's investment in Scantech Limited ("**SCD**") as at 31 December 2024, was valued at \$94,556 (30 June 2024: \$87,374). This valuation was based on SCD's 30 June 2024 Audited Financial Statement NTA less a special fully franked dividend of 20 cents per share. The Company will review the carrying value of this investment when SCD's next financial report is released.

The Company's holding in Pacific Equity Partners Fund IV Core and Supplementary ("**PEP**") was valued at \$660,042 (30 June 2024: \$660,042). The investment is based on latest available valuation provided by PEP's Fund Manager on a quarterly basis.

The Company's investment in DMX Corporation Limited ("**DMX**") as at 31 December 2024 was valued at \$4,800 (30 June 2024: \$4,800). The valuation was based on DMX's 30 June 2023 management accounts and the Company's assessment of the investment.

The Company's investment in Global Data Centre Group ("**GDC**") was classified as Level 1 as at 30 June 2024 and transferred to Level 3 due to its suspension from quotation by the ASX on 20 November 2024. The fair value as at 31 December 2024 was \$5,344,343 (30 June 2024: \$7,353,386), which incorporates GDC's ASX release on 3 December 2024 of its Unaudited Net Asset Value Post Suspension and the Company's assessment of the investment. The Company will review the carrying value of this investment when GDC releases further information on the ASX.

The Company's investment in Alterra Limited ("**1AG**") was reclassified from a Level 1 investment to a Level 3 investment following its voluntary suspension from the ASX on 24 July 2024 and subsequently delisting from the ASX on 29 July 2024. 1AG was valued at \$688,252 (30 June 2024: \$688,252) based on the last traded price on the ASX. The Company will review the carrying value of this investment when 1AG's next financial report is released.

The Company has also subscribed to Alterra Limited Convertible Notes with an issue price of \$100 per note and interest rate of 12% per annum payable quarterly in arrears. The total investment held by the Company as at 31 December 2024 is \$527,200 (30 June 2024: Nil).

**Sandon Capital Investments Limited**  
ABN 31 107 772 467

**Notes to the Interim Financial Report**  
**For the half year ended 31 December 2024**

**8. Financial instruments measured at fair value (continued)**

**(a) Fair value hierarchy (continued)**

The following table presents the Company's assets and liabilities measured recognised at fair value:

<b>31 December 2024</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Financial assets held for trading:</b>				
Listed investments	124,731,650	3,200,310	-	127,931,960
Unlisted investments	-	17,580,997	20,680,616	38,261,613
Financial liabilities	(1,617,474)	-	-	(1,617,474)
	<b>123,114,176</b>	<b>20,781,307</b>	<b>20,680,616</b>	<b>164,576,099</b>
<b>30 June 2024</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Financial assets held for trading:</b>				
Listed investments	112,608,317	-	-	112,608,317
Unlisted investments	-	8,997,147	15,585,383	24,582,530
Financial liabilities	-	-	-	-
	<b>112,608,317</b>	<b>8,997,147</b>	<b>15,585,383</b>	<b>137,190,847</b>

The Company will transfer financial assets from Level 1 or 2 to Level 3 in the fair value hierarchy at the end of each reporting period.

The Company will transfer the financial assets from Level 1 to Level 2 if the stock is thinly traded and there is a lack of liquidity. It will also classify as Level 2 unlisted investments with a fair value based on its net asset backing, being the underlying value of its cash, cash equivalents and investment portfolio values at the end of each reporting period.

The Company will transfer the financial assets from Level 1 or 2 to Level 3 in the fair value hierarchy should those assets be privatised or suspended from quotation by the ASX.

The following table presents the movement in Level 3 instruments for the period ended 31 December 2024:

<b>Unlisted Investments</b>	<b>December 2024</b>	<b>June 2024</b>
	<b>\$</b>	<b>\$</b>
Opening Balance	15,585,383	675,124
Transfer into Level 3	5,913,424	-
Transfer out of Level 3	(322,787)	-
Purchases	3,753,585	11,430,499
Sales	-	(568,725)
Return of Capital	(3,216,116)	-
Total unrealised (loss)/gain in profit or loss	(963,140)	4,191,057
Total foreign exchange loss in profit or loss	(69,733)	(142,572)
<b>Closing Balance</b>	<b>20,680,616</b>	<b>15,585,383</b>



**Sandon Capital Investments Limited**  
**ABN 31 107 772 467**

**Notes to the Interim Financial Report**  
**For the half year ended 31 December 2024**

**8. Financial instruments measured at fair value (continued)**

**(b) Level 3 unobservable inputs sensitivity analysis**

The following table summarises the financial impacts of a hypothetical 5% increase and decrease in the market value of Level 3 investments (financial assets at fair value through profit or loss) at reporting date.

	<b>Impact to pre-tax profit</b>	
	<b>December 2024</b>	<b>June 2024</b>
	\$	\$
<b>Trading equities</b>		
Increase in financial assets at fair value by 5%	1,034,031	779,269
Decrease in financial assets at fair value by 5%	(1,034,031)	(779,269)

**9. Contingencies and commitments**

There are no contingent assets or liabilities as at 31 December 2024 (30 June 2024: Nil).  
As at 31 December 2024, the Company had nil commitments (30 June 2024: Nil).

**10. Related party transactions**

During the period, the Company provided a further \$550,000 loan to ASK for working capital purposes bringing the total loan to \$750,000 (30 June 2024: \$200,000). The loan is non-interest bearing and the termination date is when the principal outstanding is nil or as the Company or ASK agree to in writing.

There is amount payable to ASK \$13,116 (30 June 2024: \$13,116).

**11. Segment information**

The Company currently engages in investing activities, including cash, term deposits, unlisted and listed securities, and debt instruments. It has one segment being investing activities and one geographic location in which the Company operates in Australia.

**12. Events occurring after the reporting period**

On 3 February 2025, the Board announced their intention to pay a 3<sup>rd</sup> quarter fully franked dividend of 1.4 cents per share on 7 March 2025. The DRP will apply to this dividend with no discount.

Apart from the above, no events have occurred subsequent to the balance sheet date that would require adjustment to, or disclosure in, the financial report.

**Sandon Capital Investments Limited**  
**ABN 31 107 772 467**

**Directors' Declaration**  
**For the half year 31 December 2024**

The Directors of Sandon Capital Investments Limited declare that:

1. The financial statements and notes, as set out on pages 6 to 14, are in accordance with the *Corporations Act 2001*, including:
  - a) Complying with Australian Accounting Standard AASB 134: *Interim Financial Reporting* and the *Corporations Regulations 2001*; and
  - b) Giving a true and fair view of the financial position of the Company as at 31 December 2024 and of its performance for the half year ended on that date.
2. In the Directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of Directors, pursuant to section 306(3)(a) of the *Corporations Act 2001*.

On behalf of the Directors,



Gabriel Radzynski  
Chairman

Sydney  
12 February 2025

**Independent Auditor's Review Report  
To the Members of Sandon Capital Investments Limited  
ABN 31 107 772 467****Report on the Half-Year Financial Report****Conclusion**

We have reviewed the half-year financial report of Sandon Capital Investments Limited ("the Company") which comprises the statement of financial position as at 31 December 2024, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, and notes comprising material accounting policy information and other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of Sandon Capital Investments Limited does not comply with the *Corporations Act 2001* including:

- a) giving a true and fair view of the Company's financial position as at 31 December 2024 and of its performance for the half-year ended on that date; and
- b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

**Basis for Conclusion**

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* ("the Code") that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001* which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's review report.

**Responsibility of the Directors for the Financial Report**

The directors of the Company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility for the Review of the Financial Report**

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Company's financial position as at 31 December 2024 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



**Richard King**  
Partner

12 February 2025



**Pitcher Partners**  
Sydney