

MONTHLY REPORT

Sandon Capital Investments Limited (ASX:SNC)

MAY 2025

NTA Before Tax
(ex-dividend)

\$0.9479

NTA After Tax
(ex-dividend)

\$0.9287

INVESTMENT PERFORMANCE

Gross Performance to 31 May 2025 ¹	1 month	1 year	Since inception (p.a.)
SNC	3.0%	25.6%	9.7%
All Ords Accumulation Index	4.2%	12.4%	9.0%
Outperformance²	-1.2%	13.2%	0.7%

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*	\$170.4m
Market capitalisation	\$119.8m
Share price	\$0.825
Annual fully franked dividend (paid quarterly)	\$0.056
Dividend yield (annualised)	6.8%
Profits reserve (per share)	40.6cps
Franking (per share)	7.5cps
Loan-to-assets (incl. SNCHA)	19%

*Includes the face value of 4.8% unsecured notes (ASX: SNCHA)

PORTFOLIO COMMENTARY

The portfolio was up 3.0% 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 4.2% for the All Ordinaries Accumulation Index.

Whilst the portfolio delivered positive performance during the month, it did not keep up with the very strong results delivered by broader market indices. The largest positive contributors were Carbon Conscious Investments Ltd (CCIL) (+2.0%), Karoon Energy Ltd (KAR) (+0.9%), COG Financial Services Ltd (COG) (+0.8%) and BCI Minerals Ltd (BCI) (+0.5%). These were partially offset by Coventry Group Ltd (CYG) (-0.9%) and Fleetwood Ltd (FWD) (-0.4%).

COG announced the sale of its stakes in Earlypay Ltd (EPY) and Centrepont Alliance Ltd (CAF) in quick succession for total proceeds in excess of \$26 million. The company highlighted at its most recent Annual General Meeting that it was looking to realise some non-core assets and the sale of these stakes brings an end to the company's strategy to diversify into Financial Advisory and grow its Asset Management & Lending business. We expect the focus going forward to be on the core Broking & Aggregation and Novated Leasing businesses and the sale of the EPY and CAF stakes provides capital for further inorganic growth in these segments.

Grant Thornton completed an independent valuation of CCIL during the month, with the updated equity value now 9.44 cents per share. This compares to the midpoint of 8.22 cents per share in the Independent Expert's Report released in May 2024. The uplift is primarily driven by cost savings that have been achieved in the period since CCIL has been owned by entities managed by Sandon Capital.

Global Data Centre Group (GDC) announced a distribution of \$1.44 per unit, with the cash to be received on 10 June. Remaining in GDC will be \$0.12 per unit to cover forecast running costs of the vehicle over the wind down period and identified risks associated with tax and contractual obligations from past asset disposals. We have identified opportunities into which to redeploy a portion of the GDC proceeds.

During the month, funds managed by Sandon Capital disclosed a 5.1% holding in QPM Energy Ltd (QPM). We will provide further updates on this position as appropriate.

DIVIDENDS

SNC has declared and paid 64.55 cents per share (cps) of fully franked dividends since listing in December 2013. The profits reserve is 40.6cps and there are 7.5cps of franking credits. These franking credits support the payment of up to 22.5cps of fully franked dividends.

SNC's most recent quarterly dividend of 1.4cps was paid on 6 June 2025. The inaugural quarterly dividend of 1.4cps was paid on 7 March 2025.

A full list of SNC dividends since the IPO in December 2013 can be found [here](#).

TOP 5 POSITIONS

Fleetwood	14%
COG Financial Services	11%
Spectra Systems	10%
Carbon Conscious	9%
BCI Minerals	5%

INSTRUMENT EXPOSURE

Listed Australian Equities	71%
Listed International Equities	11%
Unlisted Investments	18%
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 10.8% 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.

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