

SANDON CAPITAL

Sandon Capital Investments Limited

ACN 107 772 467

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14 August 2014

The Manager

ASX Market Announcements

NTA as at 31 July 2014

Net tangible assets per share for Sandon Capital Investments Limited (**SNC or the Company**) as at 31 July 2014 were:

| | |
|-----------|----------|
| Pre-tax: | \$1.0102 |
| Post-tax: | \$0.9985 |

Manager's Investment Update

The largest contributor to this month's performance was the Company's investment in Coventry Group Limited (CYG), whose share price increased 17% over the month and which paid a special dividend, bring the total return for the month to 21%. CYG represented approximately 8.3% of the portfolio at months' end.

We now await CYG's full year results (and we are particularly keen to read any announcements the company might make regarding a board renewal process, something we believe is crucial to the company's future prospects).

The previous guidance from the company was for a full year statutory profit result in the \$1-\$2 million range, and given that it reported \$1.2 million in the half year to 31 December 2013, and has made no updates to the earlier guidance, we can't expect to see more than \$0.8 million emerging from the second half of the year.

We continue to invest selectively, adding to current positions as well as establishing some new ones.

We remain cautious about the global macro outlook, as market conditions remain fertile for sentiment to overshoot value (both up and down). The consequences of the significant macro factors at play globally are difficult to predict or quantify.

We are focused on investment opportunities that have high levels of tangible (or easily saleable) assets, marketable securities or cash that can be purchased well below our assessment of their intrinsic value and whose prospects are somewhat independent of market and economic conditions, as we believe these offer the best risk-adjusted returns in the current environment.

Future Generation Investment Fund Limited (FGX) SNC Shareholder Priority Allocation

The Future Generation Investment Fund Limited gives investors the opportunity to gain unprecedented access to a group of prominent Australian fund managers in a single investment vehicle and also support Australian charities.

Investors will be provided with diversified exposure to Australian equities through different investment strategies and styles. As the fund managers and service providers are providing their services on a pro bono basis, the Company will charge no management fees and no performance fees. The benefit of this pro bono support will allow the Company to donate 1.0% of its assets each year to Australian charities, while also delivering exceptional value to shareholders.

Paul Jensen, one of SNC's non-executive directors and I, are directors of FGX (along with Jonathan Trollip and Geoff Wilson). We have obtained a priority allocation for any SNC shareholders who would like to invest in FGX.

If you would like to learn more about FGX, including the fund managers who have donated their skills and the charities who will benefit from donations, please visit www.futuregeninvest.com.au. Priority Offer Applications are due to close on 28 August 2014 (or earlier) and these will be treated on a first-come, first-served basis. You should read the FGX prospectus in its entirety before making any decision to apply for shares and options. The SNC Priority Offer should not be construed as a recommendation to apply for shares by either SNC or its directors.

If you have any questions regarding the Company or its investments, please call Gabriel Radzynski on 02 8014 1188. If you have questions regarding your shareholding, please contact Link, whose details appear below.

Further information:

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Sandon Capital Investments Limited

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Share registry:

Link Market Services

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