

MONTHLY REPORT

Sandon Capital Investments Limited (ASX:SNC)

JUNE 2025

NTA Before Tax

NTA After Tax

\$0.9602

\$0.9202

INVESTMENT PERFORMANCE

Gross Performance to 30 June 2025 ¹	1 month	1 year	Since inception (p.a.)
SNC	0.2%	28.0%	9.7%
All Ords Accumulation Index	1.4%	13.2%	9.1%
Outperformance²	-1.3%	14.8%	0.6%

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*	\$168.3m
Market capitalisation	\$121.3m
Share price	\$0.835
Annual fully franked dividend (paid quarterly)	\$0.056
Dividend yield (annualised)	6.8%
Profits reserve (per share)	40.8cps
Franking (per share)	7.5cps
Loan-to-assets (incl. SNCHA)	20%

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

PORTFOLIO COMMENTARY

The portfolio was up 0.2% 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 1.4% for the All Ordinaries Accumulation Index.

The largest positive contributors were Spectra Systems plc (SPSY LN) (+1.9%), BCI Minerals Ltd (BCI) (+1.0%), Karoon Energy Ltd (KAR) (+0.9%) and COG Financial Services Ltd (COG) (+0.8%). These were mostly offset by Fleetwood Ltd (FWD) (-1.5%), Southern Cross Media Group Ltd (SXL) (-1.4%), IDT Australia Ltd (IDT) (-0.6%) and QPM Energy Ltd (QPM) (-0.5%).

During the month, Carbon Conscious Investments Ltd (CCIL) sold a number of Australian Carbon Credit Units (ACCUs) at a price of \$54 per unit. This is a significant premium to the prevailing generic ACCU price of ~\$35 per unit. CCIL's projects are classified as Environmental Planting carbon farming projects. The ACCUs generated from these projects are considered high-quality and high-integrity, underpinning the significant premium they command. The majority of ACCUs generated from CCIL's project are subject to off-take agreements with Origin Energy and BP for the next few years. CCIL will receive all future ACCUs once these agreements expire.

QPM, one of the more recent additions to the portfolio, announced a \$10 million placement and a \$2 million share purchase plan to accelerate development of the 112MW Isaac Power Station (IPS). The Fund participated in the placement. The feasibility study for the IPS highlights attractive economics; a capital cost (excluding contingency) of \$196 million, average annual revenue of \$71 million and operating margin of \$49 million over a 30-year life.

The project's delivery and schedule have been substantially de-risked through the procurement of 2 x 55.8MW gas fired aeroderivative turbines from GE Vernova under a fixed price contract.

KAR secured 100% interests in six Santos Basin blocks offshore from Brazil, including Piracucá near the Neon field and four deepwater blocks near Baúna. We consider this a low-cost option for KAR to potentially add incremental reserves to nearby hydrocarbon fields and infrastructure.

The next two months will encompass reporting season, when companies report their full year results for the 2025 fiscal year. In the absence of other information, our next few monthly reports will provide brief summaries of those results we consider most relevant to the Fund's prospects.

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 40.8cps 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	13%
COG Financial Services	12%
Spectra Systems	11%
Carbon Conscious	9%
BCI Minerals	6%

INSTRUMENT EXPOSURE

Listed Australian Equities	70%
Listed International Equities	12%
Unlisted Investments	18%
Cash or Cash Equivalents	0%

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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 10.6% 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.

SANDON CAPITAL

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