

MONTHLY REPORT

Sandon Capital Investments Limited (ASX:SNC)

AUGUST 2025

NTA Before Tax
(ex-dividend)

\$0.9855

NTA After Tax
(ex-dividend)

\$0.9357

INVESTMENT PERFORMANCE

Gross Performance to 31 August 2025 ¹	1 month	1 year	Since inception (p.a.)
SNC	1.9%	21.4%	10.0%
All Ords Accumulation Index	3.2%	14.9%	9.5%
Outperformance²	-1.2%	6.5%	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*	\$175.4m
Market capitalisation	\$131.2m
Share price	\$0.900
Annual fully franked dividend (paid monthly)	\$0.0564
Dividend yield (annualised)	6.3%
Profits reserve (per share)	42.3cps
Franking (per share)	7.1cps
Loan-to-assets (incl. SNCHA)	17%

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

PORTFOLIO COMMENTARY

The portfolio was up 1.9% 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 3.2% for the All Ordinaries Accumulation Index.

The portfolio underperformed a very strong month for small caps in August despite the majority of our investments delivering pleasing results during reporting season. The largest positive contributors were Southern Cross Media Group Ltd (SXL) (+2.7%), Fleetwood Ltd (FWD) (+1.5%) and Alkane Resources Ltd (ALK) (+0.5%). These were partially offset by IDT Australia Ltd (IDT) (-1.0%), COG Financial Services Ltd (COG) (-1.0%), Spectra Systems plc (SPSY LN) (-0.7%) and Karoon Energy Ltd (KAR) (-0.4%).

SXL delivered a solid FY25 result with net profit increasing 239% over the depressed FY24 result. The company is taking share in its key 25-54yo target market and the LiSTNR digital app continues to see strong growth, although this is starting to moderate. The recent divestment of the television assets has helped focus the business and improve the balance sheet. SXL expects another year of earnings growth and solid free cash flows in FY26. Whilst dividend payments have resumed, we would prefer to see further debt paydown before the company meaningfully returns its large bank of franking credits (\$183.8m, or 77 cents per share) to shareholders.

FWD built upon the strong result reported at the first half and is now starting to deliver on its long-heralded potential. The Searipple accommodation village is operating near capacity and Building Solutions focus on simplified systems and processes and winning repeatable work is delivering tangible benefits.

We expect FWD to deliver continued earnings and cash flow growth into FY26 and deliver another year of very strong dividends.

IDT announced a very poor FY25 result with increased losses despite >40% revenue growth. It is clear that revenues were pursued with insufficient regard for costs. The CEO tendered his resignation in early August. We expect cost reductions and a focus on achieving profitability to be key objectives for the Board and management team.

Before the next NTA announcement, we intend to send a letter to our investors that will discuss in more detail the recently reported results of our largest portfolio holdings.

DIVIDENDS

SNC has declared 67.36 cents per share (cps) of fully franked dividends since listing in December 2013. The profits reserve is 42.3cps and there are 7.1cps of franking credits. These franking credits support the payment of up to 21.3cps of fully franked dividends.

SNC’s inaugural monthly dividend of 0.47cps will be paid on 31 October 2025. The Board recently resolved to increase the annualised rate of dividends to 5.64cps and to pay monthly dividends, commencing in October 2025.

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	12%
Spectra Systems	10%
Carbon Conscious	9%
Southern Cross Media	8%

INSTRUMENT EXPOSURE

Listed Australian Equities	72%
Listed International Equities	11%
Unlisted Investments	17%
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 11.0% 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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