

MONTHLY REPORT

Sandon Capital Activist Fund (SCAF)

Entry Price Exit Price
\$1.9507 \$1.9391

JUNE 2024

PERFORMANCE RESULTS

	1 month	1 year	3 years (p.a.)	5 years (p.a.)	Annualised since Fund inception	Total Return since Fund inception
SCAF	0.3%	9.4%	-5.0%	6.0%	9.6%	288.4%
S&P/ASX 200 Accumulation	1.0%	12.1%	6.4%	7.3%	8.3%	226.0%
Small Ordinaries Accumulation	-1.4%	9.3%	-1.5%	3.7%	4.5%	92.5%
Cash	0.4%	4.3%	2.3%	1.6%	2.5%	43.2%

Note: Inception date is Sep 2009. Entry/Exit prices are for CUM entitlement Lead Series Units. SCAF returns are net of all fees and expenses and are calculated for Lead Series units. Index and cash returns sourced from Bloomberg. Investors should refer to their personalised statements for the performance of their investment.

FUND COMMENTARY

The Fund return for June 2024 was +0.3%, bringing total returns (net of all fees and expenses) since inception to the equivalent of 9.6% per annum. Cash levels ended the month at approximately 8%.

The largest positive contributors were Fleetwood Ltd (FWD) (0.9%), Global Data Centre Group (GDC) (+0.7%) and IDT Australia Ltd (IDT) (+0.6%). These were partly offset by Midway Ltd (MWY) (-0.8%) and City Chic Collective Ltd (CCX) (-0.8%).

FWD made no major announcements during the month, however continued to undertake some limited buy-back activities. A large parcel of shares was traded during the month, later revealed to be sold by a fund that had previously announced it was winding up. The sale of this stake, and the consequent elimination of the overhang may have contributed to the improved share price performance of FWD for the month.

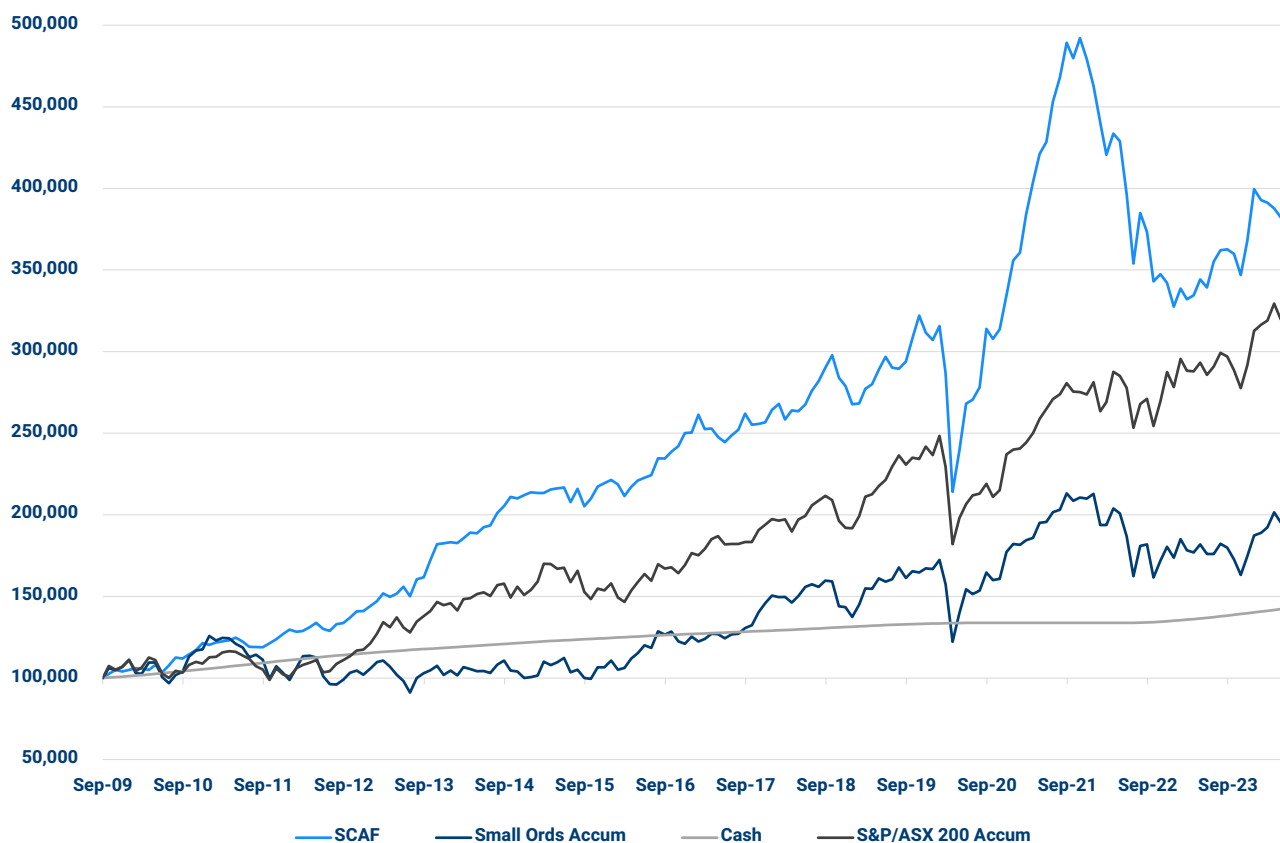
GDC announced the completion of the previously announced sale of its Perth data centre. It also issued a notice of extraordinary meeting to consider the sale of its main undertaking, the European data centre business Etix Everywhere, as well as an on-market unit buy-back. We intend to vote in favour of the resolutions.

IDT announced a capital raising to fund capital expenditure relating to current and potential future works in mRNA therapeutics, enhancing its capabilities in Antibody Drug Conjugate ahead of an expected increase in work orders and general working capital. The company has made significant progress over the last 12-18 months securing a number of domestic and international contracts. The funds raised should help to augment the recent strong growth. In addition, IDT announced that it had received a non-binding indicative proposal from Myndbio Pty Ltd in relation to a potential acquisition of all the shares in IDT for consideration of \$0.15 per share.

CCX announced that (i) it had sold its US business, Avenue, for a disappointing price, (ii) revenues and profits were down significantly, and (iii) it needed to raise new capital. We are deeply disappointed in our handling of CCX. What had initially been an exceptional investment has now become one of our few duds. Although we had sold more than half of our shares as CCX became a market darling, it's the remainder that has cost us all dearly.

The next two months will encompass reporting season, when companies report their full year results for the 2024 fiscal year. Although many of these are already well-flagged, the release of annual reports will provide plenty of good quality information to digest and incorporate into our investment thinking. Our next few monthly reports will, in the absence of other information, provide brief summaries of those results we consider most relevant to the Fund's prospects.

GROWTH OF INVESTMENT SINCE INCEPTION (\$)



PORTFOLIO EXPOSURES

Net Exposure	92%
Net Cash	8%
Long Positions	19
Short Positions	0

TOP 5 POSITIONS

Global Data Centre Group	16%
COG Financial Services	14%
Coventry Group	12%
Fleetwood	12%
Magellan Financial Group Ltd	6%

FUND DESCRIPTION

The objective of the Fund is to deliver returns to investors through a combination of capital growth and distributions. The Fund aims to achieve this objective by seeking to invest in opportunities that are considered by Sandon Capital to be trading below their intrinsic value and that offer the potential of being positively influenced by investors taking an active role in proposing changes in the areas of corporate governance, capital management, strategic and operational issues, management arrangements and other related activities. Neither returns nor capital are guaranteed.

FUND DETAILS

Structure	Wholesale unit trust
Trustee	One Fund Services Ltd
Custodian	One Managed Investment Funds Limited
Fund Auditor	Crowe Australasia
Investment Manager	Sandon Capital Pty Ltd
Inception	4 Sep 2009
Minimum Investment	\$250,000 (or as agreed with trustee)
Trustee/Admin Fees	0.21%
Management Fees	1.33%
Performance Fees	15.375% of returns above cash
High water Mark	Yes
Buy/Sell Spread	±0.30%
Applications/Withdrawals	Monthly /Quarterly

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