

## MONTHLY REPORT

# Sandon Capital Activist Fund (SCAF)

Entry Price      Exit Price  
\$2.3193      \$2.3055

MAY 2025

## PERFORMANCE RESULTS

	1 month	1 year	3 years (p.a.)	5 years (p.a.)	Annualised since Fund inception	Total Return since Fund inception
SCAF	0.8%	30.0%	8.3%	13.4%	10.8%	<b>403.5%</b>
S&P/ASX 200 Accumulation	4.2%	13.4%	9.6%	12.1%	8.6%	<b>265.8%</b>
Small Ordinaries Accumulation	5.8%	9.8%	4.7%	6.8%	5.0%	<b>114.2%</b>
Cash	0.3%	4.4%	3.6%	2.2%	2.6%	<b>48.9%</b>

*Note: Inception date is Sep 2009. SCAF returns are net of all fees and expenses. 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 May 2025 was 0.8%, bringing total returns (net of all fees and expenses) since inception to the equivalent of 10.8% per annum. Cash levels ended the month at approximately 0%.

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 COG Financial Services Ltd (COG) (+1.2%), Karoon Energy Ltd (KAR) (+0.9%), Magellan Financial Group Ltd (MFG) (+0.5%), BCI Minerals Ltd (BCI) (+0.4%) and Carbon Conscious Investments Ltd (CCIL) (+0.4%). These were partially offset by Coventry Group Ltd (CYG) (-1.3%), IDT Australia Ltd (IDT) (-0.5%) and Fleetwood Ltd (FWD) (-0.5%).

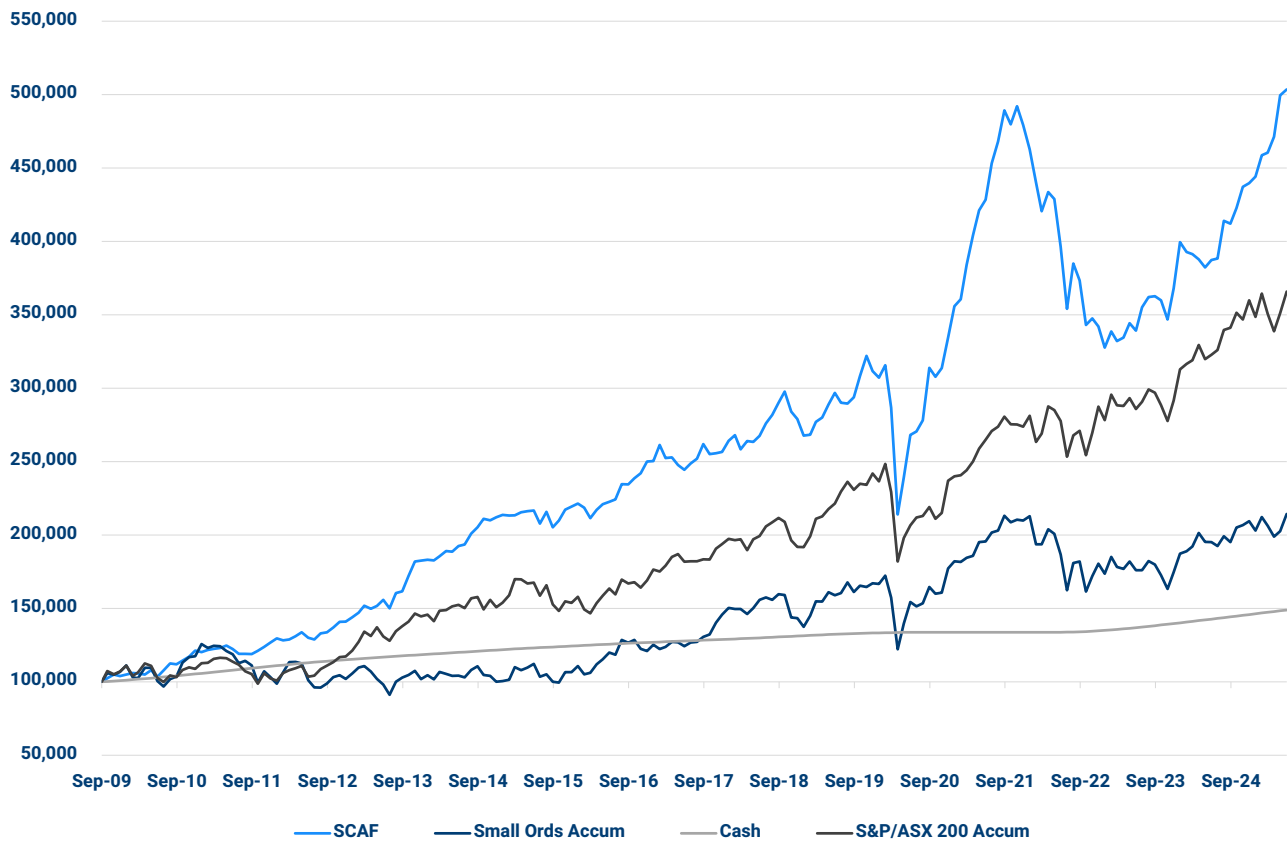
COG announced the sale of its stakes in Earlypay Ltd (EPY) and Centrepont Alliance Ltd (CAF) in quick succession for total proceeds in excess of \$26 million. The company highlighted at its most recent Annual General Meeting that it was looking to realise some non-core assets and the sale of these stakes 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.

GROWTH OF INVESTMENT SINCE INCEPTION (\$)



PORTFOLIO EXPOSURES

Net Exposure	100%
Net Cash	0%
Long Positions	23
Short Positions	2

TOP 5 POSITIONS

COG Financial Services	19%
Fleetwood	18%
Coventry Group	7%
Global Data Centre Group	7%
BCI Minerals	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	Barrenjoey Markets Pty Ltd
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

Copyright © 2025 Sandon Capital Pty Ltd All Rights Reserved

This document has been prepared by Sandon Capital Pty Ltd (ACN 130 853 691) (AFS License 331663) (**Sandon Capital**). This document contains general information only. It is not intended to take the place of professional, legal, tax or financial advice. Sandon Capital has prepared this document in good faith in relation to the facts known to it at the time of preparation. In preparing this document, Sandon Capital did not consider the investment objectives, financial situation or particular needs of any recipient, and the recipient should not rely on the opinions, recommendations and other information contained in this document alone. Sandon Capital does not express any views about the accuracy or completeness of the information in this document and is not required to update the information in this document. Past performance is not a reliable indicator of future performance.

One Fund Services Ltd (ACN 615 523 003) (AFSL 493421) is the trustee of the Sandon Capital Activist Fund. The information contained in this document was not prepared by OFSL but was prepared by other parties. While OFSL has no reason to believe that the information is inaccurate, the truth or accuracy of the information in this document cannot be warranted or guaranteed. Anyone reading this report must obtain and rely upon their own independent advice and inquiries. Investors should consider the Information Memorandum (**IM**) relevant to the Fund before making any decision to acquire, continue to hold or dispose of units in the Fund. You should also consult a licensed financial adviser before making an investment decision in relation to the Fund. A copy of the IM and related application form may be obtained from the [Sandon Capital Website](#) or [info@oneregistryservices.com.au](mailto:info@oneregistryservices.com.au).

**Lonsec Research Ratings and Logos:** The rating issued 10/2023 is published by Lonsec Research Pty Ltd ABN 11 151 658 561 AFSL 421 445 (Lonsec). Ratings are general advice only, and have been prepared without taking account of your objectives, financial situation or needs. Consider your personal circumstances, read the product disclosure statement and seek independent financial advice before investing. The rating is not a recommendation to purchase, sell or hold any product. Past performance information is not indicative of future performance. Ratings are subject to change without notice and Lonsec assumes no obligation to update. Lonsec uses objective criteria and receives a fee from the Fund Manager. Visit [lonsec.com.au](http://lonsec.com.au) for ratings information and to access the full report. © 2022 Lonsec. All rights reserved.