

MONTHLY REPORT

Sandon Capital Activist Fund (SCAF)

Entry Price Exit Price
\$2.2772 \$2.2636

JUNE 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	-1.8%	27.3%	11.8%	12.8%	10.6%	394.3%
S&P/ASX 200 Accumulation	1.4%	13.8%	13.6%	11.8%	8.6%	271.0%
Small Ordinaries Accumulation	0.8%	12.3%	10.0%	7.4%	5.0%	116.1%
Cash	0.3%	4.3%	3.7%	2.2%	2.6%	49.4%

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 June 2025 was -1.8%, bringing total returns (net of all fees and expenses) since inception to the equivalent of 10.6% per annum. Cash levels ended the month at approximately 3%.

The largest positive contributors were COG Financial Services Ltd (COG) (+1.1%), BCI Minerals Ltd (BCI) (+1.0%) and Karoon Energy Ltd (KAR) (+1.0%). These were more than offset by Fleetwood Ltd (FWD) (-1.6%), Southern Cross Media Group Ltd (SXL) (-1.3%), IDT Australia Ltd (IDT) (-0.8%) and QPM Energy Ltd (QPM) (-0.7%).

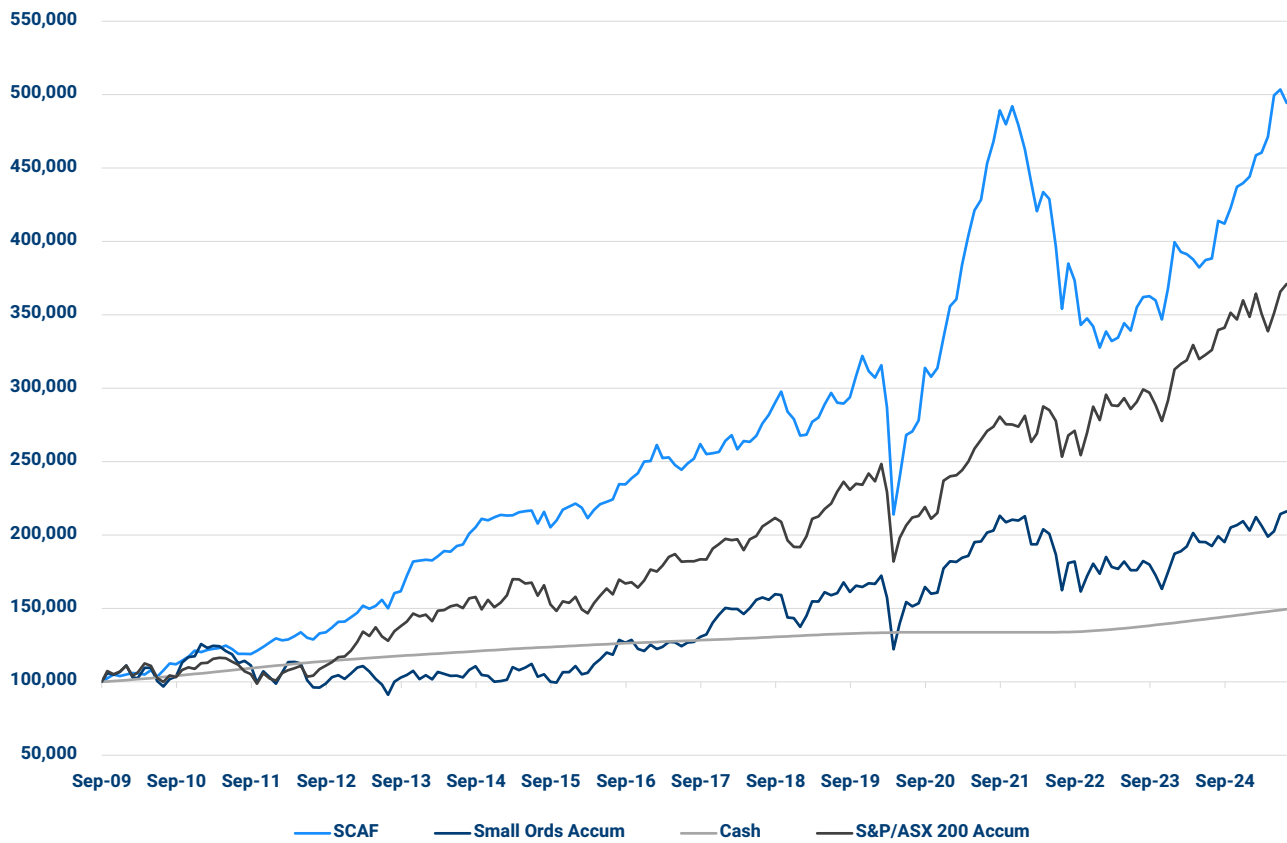
During the month, Carbon Conscious Investments Ltd (CCIL) sold a number of Australian Carbon Credit Units (ACCUs) at a price of \$54 per unit. This is a significant premium to the prevailing generic ACCU price of ~\$35 per unit. CCIL's projects are classified as Environmental Planting carbon farming 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.

GROWTH OF INVESTMENT SINCE INCEPTION (\$)



PORTFOLIO EXPOSURES

Net Exposure	97%
Net Cash	3%
Long Positions	23
Short Positions	1

TOP 5 POSITIONS

COG Financial Services	20%
Fleetwood	16%
BCI Minerals	7%
Karoon Energy	7%
Coventry Group	7%

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

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