SANDON CAPITAL

MONTHLY REPORT

Sandon Capital Activist Fund (SCAF)

Entry Price (cum-distribution)	Exit Price (cum-distribution)
$1.5858	$1.5764

JUNE 2026

PERFORMANCE RESULTS

	1 month	1 year	3 years (p.a.)	5 years (p.a.)	Annualised since Fund inception	Total Return since Fund inception
SCAF	-6.1%	-20.3%	3.5%	-2.8%	8.5%	**293.9%**
S&P/ASX 200 Accumulation	0.7%	6.1%	10.6%	7.8%	8.5%	**293.7%**
Small Ordinaries Accumulation	-2.0%	8.1%	9.9%	3.0%	5.2%	**133.6%**
Cash	0.4%	3.8%	4.1%	3.0%	2.6%	**55.1%**

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 2026 was -6.1%, bringing total returns (net of all fees and expenses) since inception to the equivalent of 8.5% per annum. Cash levels ended the month at approximately 0%.

The largest positive contributors were BCI Minerals Ltd (BCI) (+1.3%) and Magellan Financial Group Ltd (MFG) (+1.2%). These were more than offset by QPM Energy Ltd (QPM) (-2.3%), COG Financial Services Ltd (COG) (-2.0%), Southern Cross Media Group Ltd (SXL) (-1.9%) and Karoon Energy Ltd (KAR) (-1.8%).

After month end, QPM announced the disappointing news that its directors had placed the company into administration. As at 30 June 2026, QPM comprised 3.2% of the portfolio. At this stage, we expect to write this position down to nil. We will provide further commentary as more information becomes available.

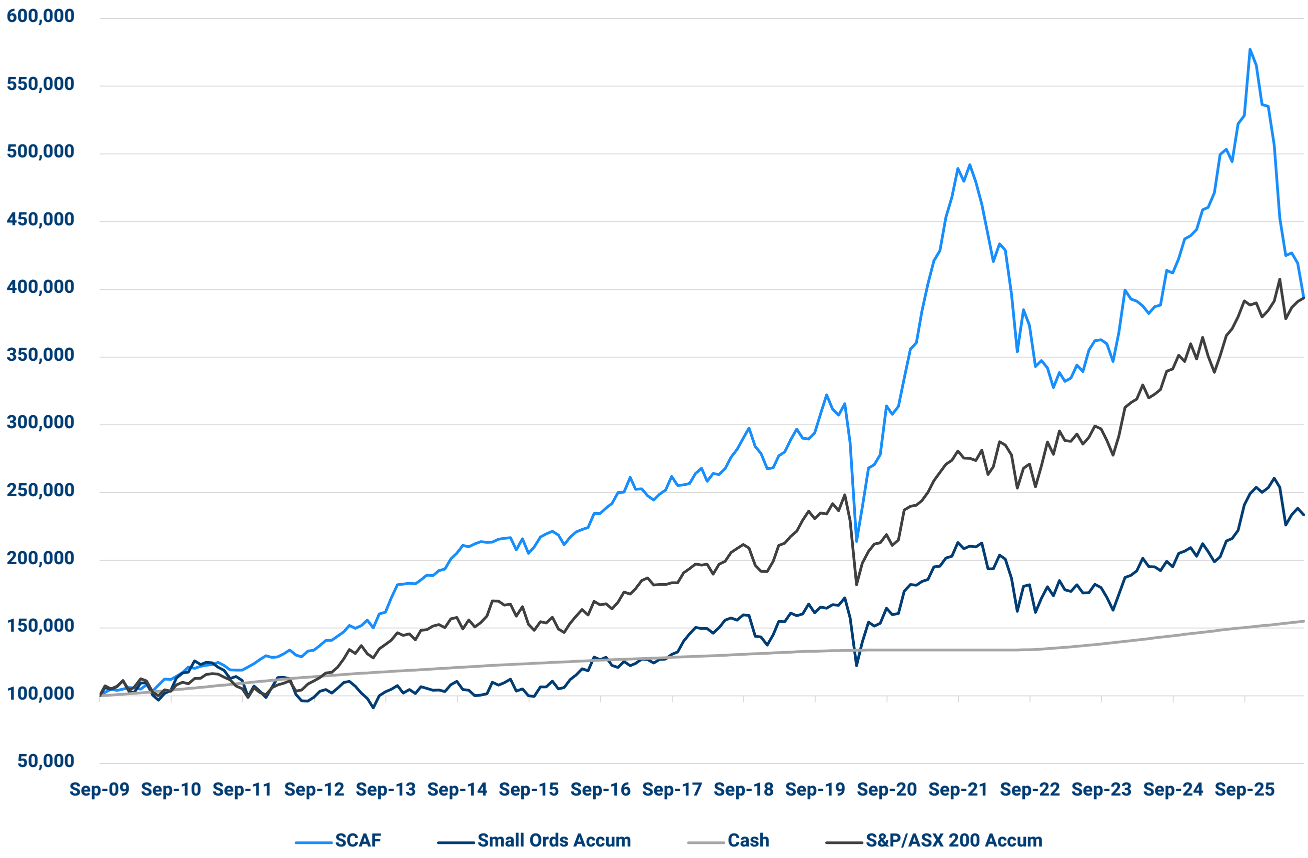
MFG received ACCC approval for its merger with Barrenjoey Capital Partners (**Barrenjoey**) with the merger completing on 1 July.

SXL announced a trading update with FY26 revenue expected to be $1,860-1,870 million (-2.6% vs previous guidance) and FY26 underlying EBITDA expected to be $185-190 million (-10.7% vs previous guidance). In conjunction with the trading update, SXL announced an expanded cost reduction program which is expected to deliver annual run rate benefits of $145-150 million.

FWD is streamlining its business, announcing its intention to exit its RV Solutions business and optimise its Building Solutions manufacturing footprint by closing its Smithfield facility in NSW, which in contrast to other states, has struggled for some time. The net cash cost of these decisions is expected to be minimal. We support these decisions as they set FWD up to be a more simplified and profitable business over the long term. The company also announced its 30 June net cash balance was $61.5 million indicating exceptionally strong free cash flow in 2HFY26.

As a result of the delayed reinstatement of production at Who Dat, KAR downgraded CY26 production guidance to 7.2-8.2 MMboe (from 8.1-9.2 MMboe). The company also announced the restoration of production from the Bauna SPS-92 well following a successful intervention program, albeit at higher capital expenditure than expected.

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	22%
Fleetwood	16%
BCI Minerals	12%
Magellan	10%
Southern Cross Media	9%

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 Fund Services Ltd
Prime Broker	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	Daily /Quarterly

SANDON CAPITAL

+61 2 8014 1188
info@sandoncapital.com.au
sandoncapital.com.au