



Spheria Emerging Companies Limited (Company)  
Level 25, 264 George Street  
Sydney NSW 2000

Telephone: 1300 010 311  
Email: [invest@pinnacleinvestment.com](mailto:invest@pinnacleinvestment.com)  
ACN 621 402 588

21 October 2025

Market Announcements Office  
ASX Limited  
Level 27  
39 Martin Place  
Sydney NSW 2000

Dear Sir/Madam,

**Spheria Emerging Companies Limited (ASX: SEC) announces quarterly fully franked dividend of 3.8 cents per share, and intention to transition to monthly dividends**

The Board of SEC has resolved to pay a quarterly dividend for the period ended 30 September 2025 of 3.8 cents per share, which will be payable on 14 November 2025. The dividend will be fully franked at the corporate tax rate of 30%. This is the highest quarterly dividend the Company has paid to date.

The payment of the dividend is consistent with the Company's dividend target to pay dividends on a quarterly basis at a level of 1.5% of post-tax NTA at the end of each calendar quarter, subject to available profits, cash flow and franking credits.

The dividend has been calculated based on the Company's post-tax NTA as at 30 September 2025 of \$2.536 per share, multiplied by 1.5%, giving rise to a fully franked dividend of 3.8 cents.

Details of the dividend are as follows:

Amount:	3.8 cents per share
Ex – Dividend Date:	24 October 2025
Dividend Record Date:	27 October 2025
Dividend Payment Date:	14 November 2025

Commenting on current market conditions, Spheria Asset Management Pty Ltd (Investment Manager of SEC) said: *"Small Caps have continued their stellar run over the last quarter with the Small Ords increasing 15.3% over the September quarter alone. The SEC portfolio underperformed by around 4.1% over the same timeframe. The largest detraction from relative performance has been the gold sector which has continued its sharp move up on the back of an extremely aggressive move in the price of gold. The price of gold increased just over 16% over the quarter (in USD terms) helping to push the resources sector up 32.6% over the quarter. Over the past year, the portfolio has returned 18.1% against the Small Ords which is up 21.5%.*

For personal use only

*In spite of the shorter term underperformance, we believe our longer term view of investing in highly cash generative, well managed and conservatively geared smaller companies is likely to drive superior returns over many cycles. Gold's appeal as a store of value is understandable in light of Government debasement of fiat currencies globally – although there is nothing new in this observation. In times like these we try to remember that famous line from Rudyard Kipling “If you can keep you head when all about you are losing theirs and blaming it on you...”*

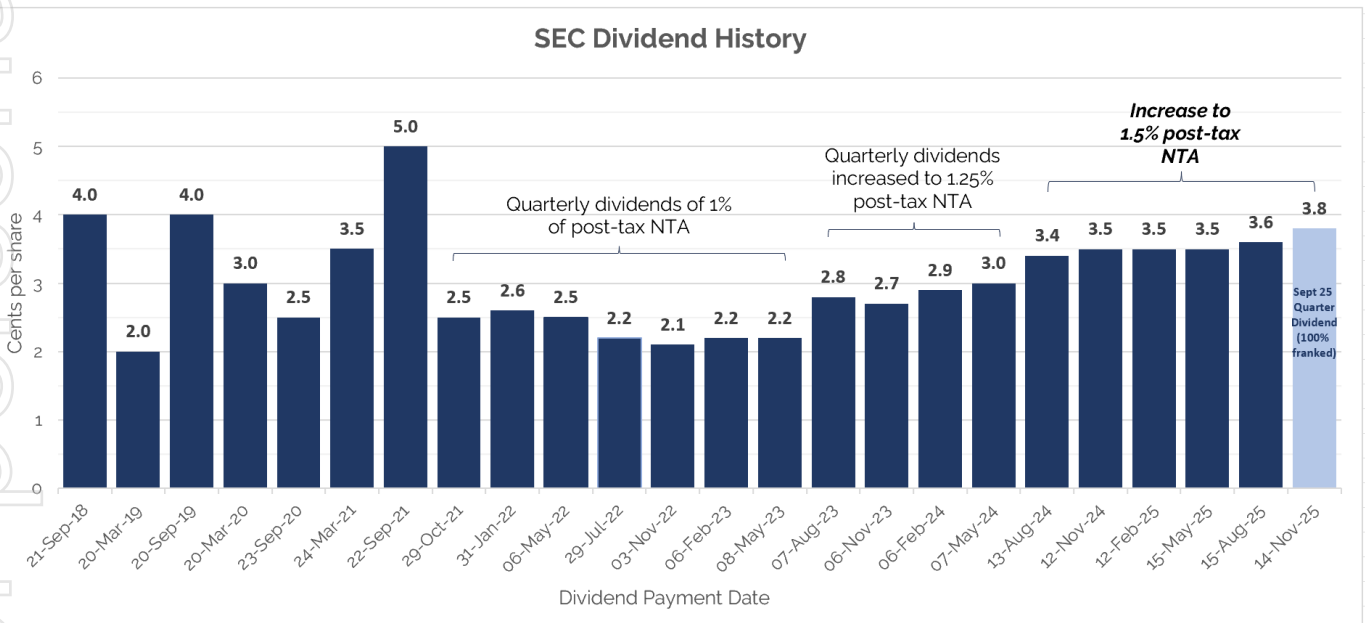
*It feels like the excitement to buy speculative names in the Smaller companies arena is increasing. The more this happens, the more we need to remind ourselves to stay the course on fundamentals which is precisely what anchors the team on a daily basis.”*

Please note that the Company's dividend reinvestment plan (**DRP**) is available for this dividend. Shareholders who would like to participate in the DRP for this dividend need to elect to do so by Tuesday, 28 October 2025.

Shareholders can enrol at: <https://investor.automic.com.au> or alternatively, please contact the Company's share registry, Automic, for assistance on 1300 902 587 (in Australia) / +61 2 7208 4521 (International).

Shareholders who would like to find out more about the DRP can visit the Company's [website](#).

After payment of this dividend, the total dividends since the Company's IPO in December 2017 will be 73.0 cents per share.



At 30 September 2025, the value of the Company's franking account was \$3.8m (6.3 cents per share). This is equivalent to 14.8 cents per share in fully-franked dividends at the Company tax rate of 30% and the Company presently maintains sufficient profit reserves for this value of dividends.

### Transition to Monthly Dividends

Per the above chart, the Company moved from the payment of half-yearly dividends to quarterly dividends from the September 2021 quarter, and increased the rate of quarterly dividends from an initial 1% of NTA per quarter to 1.25% of NTA in Q3 2023 and increased again to the current 1.5% of NTA per quarter from Q3 2024. The substantial decrease in the Company's discount to NTA since this

For personal use only

change was implemented indicates that more regular dividend payments have been warmly welcomed by shareholders.

In light of the success of this enhanced dividend policy, and in recognition of the attractiveness of regular fully franked dividend income to shareholders, the Board has decided to transition the Company to the payment of monthly dividends, starting from the first quarter of calendar 2026.

This will be achieved by the payment of the usual quarterly dividend for the December 2025 quarter in February 2026, as well as the payment of additional monthly dividends in February and March 2026, with regular monthly dividends then continuing from April 2026 onwards.

The monthly dividends are intended to continue to be based on the current rate of 1.5% of post-tax NTA, calculated on a quarterly basis but paid in three equal monthly instalments, instead of one quarterly dividend. For clarity, the intention is that monthly dividends for February and March 2026 will be based on the post-tax NTA at 31 December 2025, and the dividends from April to June 2026 will be based on the post-tax NTA at 31 March 2026, with ongoing monthly dividends then continuing to be calculated and announced on a quarterly basis. As always, monthly dividend payments will be subject to available profits, cash-flow and franking credits.

The DRP will be suspended following payment of the usual quarterly dividend for the December 2025 quarter in February 2026.

The Board will continue to monitor the Company's dividend policy based on prevailing market conditions.

This announcement was authorised for release by the Board of Directors.