

ASX Announcement

16 February 2026

- **17.1%ⁱ total shareholder returns for the 6 months to 31 December 2025 were driven by:**
 - **An 18.7% increase in dividend income received to \$8.8 million**
 - **\$4.2 million NPAT**
 - **A significant reduction in discount to NTA from 16.2% to 5.9%**
- **SNC Shares offer an attractive fully franked dividend yield of 6.4% (8.5% incl. franking)ⁱⁱ**

The Directors of Sandon Capital Investments Limited (ASX:SNC) are pleased to report a total shareholder return (TSR) of 17.1% in the six months to 31 December 2025. This TSR result was driven by SNC's increasing share price and 2.81 cents per share of fully franked dividends paid.

This announcement should be read in conjunction with the Half Year Report for the period ended 31 December 2026. The Investment Manager's commentary on the next page provides further details on performance.

Monthly Fully Franked Dividends

In August 2025, the Directors announced that any future dividends would be paid on a monthly basis commencing in October 2025, providing shareholders a more frequent income stream.

On 18 November 2025, the Directors announced their intention to pay fully franked dividends of 0.47 cents per share per month in January-March 2026, equating to an annualised fully franked dividend of 5.64 cents per share. The dividend reinvestment plan (DRP) applies to these monthly dividends, with no discount.

Indicative Monthly Dividend Timetable

The table below shows the indicative dividend timetable and may be subject to change.

	February 2026	March 2026
Fully franked dividend	0.47cps	0.47cps
Ex date	10 Feb 2026	12 Mar 2026
Record Date	11 Feb 2026	13 Mar 2026
DRP Election Date	12 Feb 2026	16 Mar 2026
Payment Date	27 Feb 2026	31 Mar 2026

SNC offers an attractive fully franked dividend yield of ~6.4% at a 3.3% discount to pre-tax NTAⁱⁱⁱ

SNC shares are currently trading at an attractive annualised yield of 6.4% (which grosses up to 8.5% when including the value of franking credits at SNC's corporate tax rate of 25%) at a 3.3% discount to pre-tax NTA.

The Company has significant profit reserves. As of 31 January 2026, SNC has profit reserves totalling 44.8 cents per share and a franking balance of 7.5 cents per share. Based on the current franking

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balance, SNC has the capacity to pay 22.5 cents per share in fully franked dividends should the directors choose. This equates to 4.0 years of dividends at the current rate of 5.64 cents per annum.

Investment Manager Commentary

The six months to 31 December 2025 was a story of two contrasting periods. The table below shows the performance of the portfolio compared to market indices.

	SNC Gross Return	Small Ordinaries Accumulation Index	All Ords Accumulation Index
6 months to 31 December 2025	3.2%	17.4%	4.4%
3 months to 30 September 2025	11.9%	15.3%	5.3%

All figures, including for SNC, are after management fees but before corporate expenses and taxes. Figures do not tally due to rounding and compounding.

Performance over the three months to 30 September 2025 reflected the generally positive results and outlook commentaries delivered during the 2025 reporting season, which supported share prices across most of the portfolio. The majority of SNC's investments over the course of 2025 delivered solid earnings growth. This contrasted with the S&P/ASX200 constituents, which according to a Goldman Sachs report, have seen average earnings decline by 10% over the past three years. Despite this decline, the S&P/ASX200 index has increased by ~35% over the same period, indicating that large cap investors are willing to pay significantly higher prices for anaemic earnings profiles.

In the last three months of the half-year, performance was more heavily influenced by sentiment and concerns about the possible effects of potential interest rate increases. Share price weakness in our portfolio was largely unrelated to company-specific news.

Among smaller capitalisation companies, precious metals, some resources and other speculative stocks drove much of the index returns. Throughout the year, investor attention shifted to 'story stocks'—thematic investments (for example, defence sector companies and undeveloped resource projects) with seductive narratives but negligible-to-no earnings history, nor proven track records. We observed a notable increase in what we would characterise as lottery-style speculation. Our portfolio did not own such investments.

Reporting season is only just beginning and most of our companies report in late February. We will provide commentary on results and announcements we consider meaningful in the February NTA report, to be released in early March.

We remain confident in the prospects for future returns as we continue to diligently and faithfully apply our investment approach.

This Announcement has been authorised by the Board.

Further information:

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ⁱ Total shareholder return is calculated using SNC's closing share prices on 30 June 2025 (\$0.805) and 31 December 2024 (\$0.905) and assumes the reinvestment of all dividends paid during the period.

ⁱⁱ Based on a closing price of \$0.88 on 13 February 2026.

ⁱⁱⁱ Calculated assuming an annualised dividend of 5.64 cents per share using SNC's closing share price on 13 February 2026 and 31 Jan 2026 pre-tax NTA.