

12 MARCH 2026

SB2 Investment Report & NTA Update

NTA PRE TAX	NTA POST TAX	TOTAL DIVIDENDS
\$0.967	\$1.044	\$0.04

NET TANGIBLE ASSET VALUE PER SHARE AS AT 28TH FEBRUARY 2026

SB2[#] Portfolio Performance to 28th Feb 2026[†]

1 Month	3 Months	1 Year	3 Year (p.a.)	Since Inception (p.a.) [^]	Since Inception [^]
-5.01%	-3.24%	-5.95%	2.71%	2.79%	13.95%

[#] Salter Brothers Emerging Companies Limited ACN 646 715 111 (ASX:SB2)

[†] Portfolio performance is calculated net of Management fees but before taxes, other fees, and expenses. Performance has not been grossed up for franking credits received by shareholders.

[^] Inception date is 27 May 2021.

Summary

ASX Code	SB2
Net Tangible Assets	\$87.78m
SB2 Market Capitalisation	\$63.06m
Share Price	\$0.75
Discount to NTA	-28.16%
Companies Held	33
Weighted Average Market Cap of Portfolio	\$324m
Annualised Dividend Per Share	4c
Annualised Dividend Yield %	5.33%

Performance



Pre-Tax NTA, Emerging companies index (ASX:XEC) and All ordinaries (ASX:XAO) have all been rebased to 0.80. Source Iress.

Portfolio Commentary

The portfolio declined 5.01% in February, as small industrials and ASX all tech decreased 4.8% and 8.8% respectively.

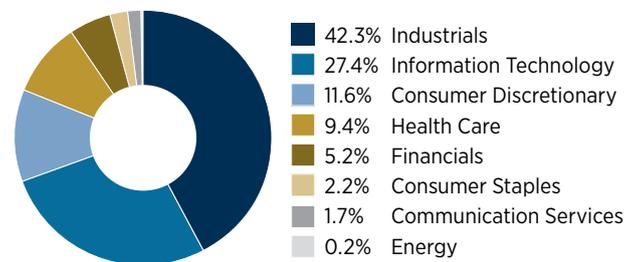
The reporting season was marked by heightened volatility and irregular market movements. Technology continued to underperform the broader market as investor sentiment continued to decline, which was exacerbated with increased tension from the middle east.

During the month portfolio performance was partially supported by the exit of two unlisted holdings.

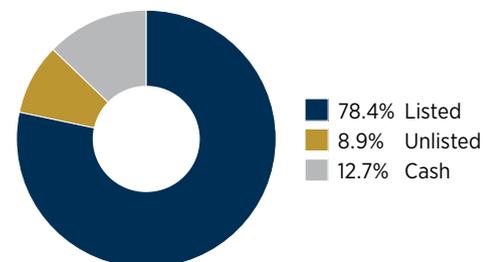
The Directors declared a 2c per share fully franked interim dividend during the month of February that will be paid in April.

 A copy of the Salter Brothers external ratings report is available at www.salterbrothers.com.au/ratings-awards

Listed Portfolio Sector Weights



Portfolio Composition



The portfolio's investment strategy was compliant with the emerging companies' investment requirements of the Australian Significant Investor Visa regime for the period ending 28th February 2026.

Feature Stocks



IPSI

In the December quarter of 2022, the Salter Brothers Equities team established and was the lead investor for a special purpose vehicle (SB SPV No.1 Pty Ltd) created to acquire and restructure IPSI.

Over the subsequent three years, IPSI evolved into a scalable, enterprise-grade payments infrastructure platform aligned with regulatory developments and growing merchant demand for intelligent payment optimisation. Customer relationships deepened, product capabilities advanced and the commercial pipeline strengthened.

During February 2026, IPSI was sold to the Commonwealth Bank of Australia (CBA) at a significant uplift to the initial cost of investment and prior carrying value of the investment in the asset value of the Fund.

Environmental Group Ltd (ASX:EGL)

After monitoring EGL's progress for several years, the fund initiated its first investment in February. EGL provides environmental engineering solutions that help industrial customers reduce emissions, improve energy efficiency and treat waste streams.

The company reported a solid 1H26 result with revenue increasing 8.6% to \$58.9m and EBITDA growing 25.9% to \$4.9m. The Waste division continues to progress on its PFAS extraction technology, with a large-scale plant now installed and undergoing commissioning.

EGL maintained FY26 guidance for EBITDA growth of 15-20%, supported by a growing base of recurring revenue across the group.

PYC Therapeutics Ltd (ASX:PYC)

PYC completed a ~\$653m capital raise in February, increasing cash on balance sheet to ~\$750m, providing runway through to ~CY2030. Materially derisking PYC as it approaches several key readouts expected in CY2026 and CY2027.

The capital raise was oversubscribed and attracted strong support from leading US specialist life sciences funds. Their participation provides external validation on the clinical pipeline whilst also enhancing strategic credibility.

While the raise was larger than initially expected, the strengthened financial position removes funding risk and provides a strong backstop to valuation as the company progresses its clinical programs.

Top 5 Holdings

1. WRKR Ltd (ASX:WRK)
2. BETR Entertainment Ltd (ASX:BBT)
3. Symal Group Ltd (ASX:SYL)
4. PYC Therapeutics Limited (ASX:PYC)
5. Alfabs Australia Limited (ASX:AAL)

Metrics of the Listed Portfolio**

	FY25A	FY26F	FY27F
Key Ratios			
EV / EBITDA (x)	7.0x	6.3x	5.5x
EV / EBIT (x)	11.1x	9.9x	7.9x
P / E (x)	13.4x	12.1x	10.3x
Portfolio Financials			
Revenue Growth (%)	19%	25%	20%
EBITDA Margin (%)	10%	8%	12%
EBIT Margin (%)	3%	0%	6%
NPAT Margin (%)	0%	-2%	4%

**All metrics reflect weighted averages of the combined portfolio based on SB2 forecasts, as at 28/02/2026, adjusted for abnormalities and key ratios earnings metrics exclude loss making entities.

Key Listed Contributors & Detractors

Key Contributors for February 2026

#	Company Name	Price Chg. (%) (Absolute)	Weighted Avg. Price Chg (%)
1	Environmental Group Ltd (ASX:EGL)	+10.9%	+0.24%
2	BETR Entertainment Ltd (ASX:BBT)	+2.0%	+0.19%
3	Cash Converters International Ltd (ASX:CCV)	+4.7%	+0.14%

Key Detractors for February 2026

#	Company Name	Price Chg. (%) (Absolute)	Weighted Avg. Price Chg (%)
1	Alfabs Australia Ltd (ASX:AAL)	-37.1%	-3.17%
2	Ai-Media Technologies Ltd (ASX:AIM)	-43.4%	-2.8%
3	WRKR Ltd (ASX:WRK)	-15.6%	-1.66%

About Salter Brothers Emerging Companies Limited

ASX:SB2 is an actively managed Australian small caps investment portfolio that seeks to provide investors with attractive risk adjusted returns over the long term. Investing in listed and unlisted emerging companies (sub \$500m market cap) across a range of sectors.

About Salter Brothers

Salter Brothers is an Australian-owned global alternatives investment manager, with offices and operations in Australia, Singapore, Japan and the USA. It is focused on real estate, equities and private credit, with group assets under management of over A\$5.4 billion.

To find out more about Salter Brothers visit salterbrothers.com.au

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