Cadence Opportunities Fund Limited
(ASX Code: CDO)
Share Purchase Plan Webcast

In this Share Purchase Plan webcast, Karl Siegling first gives a summary on CDO’s performance, historic dividend yields, profits reserve and franking credit balances. Karl then discusses the Share Purchase Plan in detail and the upcoming fully franked final and special dividends. He then gives some insights into CDO’s current portfolio positioning and discusses the outlook for CDO for the rest of the year, with reference to the current reporting season. Karl closes by discussing how CDO shareholders can apply for the Share Purchase Plan (SPP).

You can watch the webcast at ***https://www.cadencecapital.com.au/cdo-aug-2026-webcast/***

Regards,

Wayne Davies
Cadence Opportunities Fund Limited

Cadence Opportunities Fund Ltd ACN 627 359 166
Level 6, 131 Macquarie Street, Sydney NSW 2000 Australia
Telephone +612 8298 2450, Facsimile +612 8298 2499
Web: www.cadencecapital.com.au
Email: info@cadencecapital.com.au

Cadence Opportunities Fund Limited

CADENCE

CDO Summary

Returns (as at 30 June 2026)	**CDO**	**All Ords Accum**
1 Year Return	30.3%	5.7%
5 Years Return (per annum)	8.3%	7.4%
Since Inception Return (per annum)	22.8%	10.1%
CDO Since Inception Total Return (7.5 years)	366.7%	105.7%
Historic Yield		
Franked Yield - 2026	7.4%	3.2%
Gross Yield -2026	10.5%	4.2%
Franked Yield - previous 5 year average	7.4%	3.7%
Gross Yield - previous 5 year average	10.6%	4.9%
More than 4 years' worth of Profits Reserves	73 cps	
2.5 years' worth of Franking Credits	16.2 cps	
Share Price		
Premium to Pre-Tax NTA (14 July to 31 Aug)	3% - 18%	
1 Year Share price move incl. dividends & franking	41.0%	
Cash	35%	
FUM	$36 Mill	

CADENCE

Share Purchase Plan (SPP)

- Eligible CDO shareholders will have the opportunity to subscribe for **up to $30,000** worth of CDO shares
- The SPP is priced at Pre-Tax NTA of **$2.21** per share as at 28th August 2026. This is a **3.5% discount** to the CDO share price of $2.29 as at the same date. CDO has been trading at between a **3% and 18% premium** since announcing its dividends and year end results
- This is an opportunity for CDO shareholders to **buy CDO shares at NTA** rather than at a premium
- Participants of the SPP will receive the upcoming **final dividend of 7.5 cps fully franked** and the **special dividend of 2.0 cps fully franked**
- This equates to an annualized **11% gross yield** or **7.7%** fully franked yield (including the special dividend)
- The Board of Directors have committed to grow CDO to **improve the liquidity** of the Company's shares and to **reduce the fixed expense ratio** of the Company
- The **Board and Management** of CDO intend to participate in the SPP.
- SPP opens on **3 September 2026** and closes on **17 September 2026**

Fund Performance

- For the Financial Year 2026, CDO's portfolio was up **30.3%** and its share price, including dividends and franking, was up **41%**
- The CDO portfolio was up approximately **5%** for the month of August
- The solid returns for the start of the 2027 financial year have been achieved despite holding high levels of cash
- In addition to high levels of cash the invested funds are very liquid with **90%** of the portfolio able to be liquidated in 5 days
- The Fund is predominantly invested in stocks that can benefit in a rising interest rate and inflationary environment reflecting the current investment landscape
- The investment landscape has changed dramatically in the last two years, and CDO's mandate allows it to benefit from the current environment
- CDO is one of **Australia's top-performing investment companies** returning **22.8%** per annum since its inception 7.5 years ago

Dividends, Retained Earnings & Franking

- The Board of CDO has declared a **fully franked** Final Dividend of **7.5 cents** per share**. The** Ex-Date is 29 September 2026
- In addition, the Board also announced a **fully franked** Special Dividend of **2.0 cents** per share**.** Ex-Date is 15 December 2026
- The Fund has accumulated **a Profits Reserve** of 73 cents per share which is **more than 4 years' worth of dividends** based on current dividend payments
- The Fund has accumulated **Franking Credits** of 16.2 cents per share which is **2.5 years' worth of fully franked dividends** based on current dividend payments
- **Profit Reserves** and **Franking Credits** have put CDO in a very strong position to pay dividends going forward **before** earning any future profits or franking
- The current Portfolio has a mix of highly yielding assets, core positions and trading opportunities which generate additional fully franked yield

Outlook

- The Board of CDO have committed to growing the fund over time to improve the liquidity of the fund and reduce the fixed expense ratio of the company
- The Share Purchase Plan will create a fund that is still nimble and able to adapt easily to the changing investment environment
- The **2026 Full Year reporting season** is now largely complete with a clear and continuing picture emerging:
    - US debt went through **$40 trillion** during reporting season
    - Australian debt went through **$1 trillion** during reporting season
    - Interest rates went up during reporting season
    - Australia's large exporters; coal, gas, iron ore, precious metals and critical minerals reported good earnings and cash flow
    - Consumer facing stocks reported stalling or declining earnings
    - Companies with large debts exposed to **rising interest rates** face a new business environment after 42 years of falling interest rates

For more information contact Cadence Opportunities Fund on 02 8298 2444 or email info@cadencecapital.com.au
Register to receive our FREE newsletter at www.cadencecapital.com.au/newsletter-cdo

Outlook (Cont'd)

- Inflation remains stubborn and a longer-term risk for many economies, with increasing focus on how to contain inflation, or alternatively, how to operate in a higher interest rate environment
- Company valuations in many sectors remain at historically high levels with 'little room for error' which has resulted in higher volatility and risk
- On the flip side we have observed falling dividend yields in many sectors this reporting season
- Against this backdrop CDO is well positioned with a flexible mandate that can adapt to the existing investment environment
- CDO will continue to operate using the CDO investment process and we remain optimistic that the current environment will present opportunities for the Fund
- As the largest shareholders in the Fund, we remain committed to the continued long-term performance of the fund

How to Apply for the SPP

- On the 3rd **September 2026** Boardroom will send **personalised SPP application forms** out to all CDO shareholders
- To apply for the SPP, CDO shareholders simply need to pay for their application via **BPAY®** using the **biller code and customer reference number** found on the their SPP application form.
- Once you have made your application payment by BPAY® it is **not necessary** to return your application form.
- If you have questions on applying for the SPP, please call Boardroom on 1300 737 760 or +61 2 9290 9600 (outside Australia) between 8:30am and 5:30pm (AEST) Monday to Friday during the Offer period.

Disclaimer

The information contained in this report has been prepared with all reasonable care by Cadence Asset Management Pty Ltd and is of a general nature only. It is provided for information purposes only and should not be construed as an offer or solicitation. Nothing contained in this document constitutes investment, legal, financial, business, tax or other advice. It should not be relied upon as the sole basis for making an investment decision, nor should a decision be made until the risks of the investment are fully understood. Cadence Asset Management Pty Ltd assumes no responsibilities for errors, inaccuracies or omissions in this summary. The information is provided without warranty of any kind. Past performance is not indicative of future performance. Investors may not get back the full amount originally invested.