NTA AND INVESTMENT UPDATE

August 2026

Net Tangible Assets as at 31st August 2026	
Pre Tax NTA	$2.205
Post Tax NTA	$2.291
Share Price (ASX Code: CDO)	$2.270
Premium/ (Discount) to Pre Tax NTA	3.0%
1 Yr Share Price movement (Incl. dividends & franking)	38.0%

Fund Performance

Gross Performance* to 31st August 2026	CDO
1 Month	5.0%
1 Year	25.0%
5 Years (per annum)	6.8%
Since Inception (per annum)	22.7%
Since Inception (7.7 years) (total return)	378.9%

* Gross Performance: before Management and Performance Fees

Cadence Opportunities Fund returned a gross performance of 5.0% in August, outperforming the All Ordinaries Accumulation Index by 3.1%. Over the past year the fund was up 25.0%, compared to the All Ordinaries Accumulation Index which was up 3.5%. CDO's share price over the past year, including dividends and franking, was up 38.0%. CDO is one of Australia's top-performing investment companies returning 22.7% per annum since inception 7.7 years ago.

On 31 August 2026 the company announced a **Share Purchase Plan (SPP)** giving CDO shareholders the opportunity to subscribe for up to **$30,000** worth of ordinary shares at **$2.21 per share**. CDO shares have been trading at between **3%** and **18%** premium since announcing its final and special dividends and full year results. This is an opportunity for CDO shareholders to buy CDO shares at Pre-Tax NTA, rather than at a premium.

The SPP offer opened on 3 September 2026. Boardroom has distributed SPP paperwork to all eligible CDO shareholders on the register on the Record Date of 28 August 2026. The SPP closes on **17 September 2026**. Please see more SPP details (including the SPP Webcast) in the newsletter below.

The top contributors to performance during August were Turaco Gold, CSL, Kantra Copper (previously Hillgrove Resources), Generation Development Group and Cyprium Metals. The detractors from performance were Life360 and Guzman Y Gomez.

Kantra Copper (KAN) is a South Australian based copper producer. A new and experienced management team has led a transformational period culminating in increased production rates, lower costs and a reduced hedge book. These factors, together with higher copper prices, have led to a significant cash flow inflection point for the business. This foundation has enabled additional drilling to extend mine life at Kanmantoo and the progression of its nearby Kalkaroo copper growth project to deliver additional copper production in the future.

Generation Development Group (GDG) is a financial services group with businesses across investment bonds, investment research and managed accounts/portfolio services. GDG is a short position in the fund. The company is trading on an FY27 PE multiple of 26x, a higher multiple than we believe each of its individual businesses deserve. There are also signs that competition is increasing for its investment bonds business. GDG's share price fell in August after it guided that FY27 revenue growth would be lower than expected and cost growth would be higher than expected.

CDO Share Purchase Plan (SPP)

The SPP is priced at the Pre-tax Net Tangible Assets (NTA) of $2.21 per share at market close on Friday 28 August 2026. This was at a 3.5% discount to the share price of $2.29 per share at the same date.

Shareholders who participate in 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 annualised 11% gross yield or 7.7% fully franked yield (including the special dividend).

Based on the final dividend, CDO has a profits reserve of 73 cps or more than 4 years' worth of dividends and franking credits of 16.2 cps or 2.5 years' worth of fully franked dividends.

The Board of Directors has 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.

To watch the Share Purchase Plan Webcast please **click here** .

If you have questions on applying for the SPP, please call Boardroom on 1300 737 760 or +61 2 9290 9600.

Fully Franked Final and Special Dividends

During July 2026 the Board announced a 7.5 cents per share fully franked final dividend, bringing the full year dividend to 15.0 cents per share fully franked. The Ex-Date for the final dividend is 29 September 2026, and the payment date is 15 October 2026.

On 15 July 2026 the Board also announced a Special December quarter dividend of 2 cents per share fully franked. The Ex-Date for the special dividend is 15 December 2026, and the payment date is 23 December 2026.

The dividend re-investment plan (DRP) will be in operation for the final dividend. The DRP will be priced at the weighted average share price over the relevant DRP pricing period. If you are not registered for the DRP and you would like to participate, please contact Boardroom on 1300 737 760.

Historic CDO Dividend Yields

	CDO	All Ords ^	Outperformance	
Franked Yield - 2026	7.4%	3.2%	+4.2%	2.3 x
Gross Yield -2026*	10.5%	4.2%	+6.3%	2.5 x
Franked Yield - average since listing	7.4%	3.7%	+3.7%	2.0 x
Gross Yield - average since listing*	10.6%	4.9%	+5.7%	2.2 x
Dividends paid since inception (per share)		$0.845		
Dividends and franking paid since inception (per share)		$1.207		

* Grossed up for franking credits ^Source: ATO, S&P Dow Jone Indices

In 2026 CDO's franked and gross yields were around two and a half times higher than those of the All Ordinaries Index. This outperformance in yield is even higher than the previous 5 year average.

Fund Exposure (Gross and Net)

Sector	Long	Short	Net Exposure
Basic Materials	38.7%		38.7%
Consumer, Non-cyclical	11.7%		11.7%
Energy	6.0%		6.0%
Technology	3.1%		3.1%
Financial	4.0%	-1.6%	2.4%
Communications	1.9%		1.9%
Consumer, Cyclical	0.8%		0.8%
Net Exposure	**66.2%**	**-1.6%**	**64.6%**
Gross Exposure (Long plus Short)			**67.8%**

During the second half of last financial year, the changing trends in resource stocks led us to sell down more than 80% of our gold and resource exposure, leading to our elevated cash position. Since then, opportunities have emerged to invest in good businesses that have been heavily sold off by the market. Previously these "market darling" businesses were on extreme valuations that did not meet the Cadence fundamental criteria. We have initiated positions in these companies and have added to several as their share prices have risen. CDO's portfolio is currently very liquid allowing the fund to be opportunistic in this environment.

News

Please **click here** to watch the June Investor Roadshow Presentation Webcast. Karl Siegling first gives an update on CDM and CDO's performance, the recently announced fully franked final and special dividends and an update on the premium/ discount to NTA. He then discusses some current investments trends and talks through the Cadence investment process. Karl closes with an update on the outlook for the year ahead and a summary of CDM and CDO. Karl then discusses some of the **Q&A's** that were asked during the Investor Roadshows Presentations.

To view all previous Cadence webcasts and interviews please visit the **Media Section** of the website.

We encourage you to visit our **52 books you should read before buying your next stock** page on our website. We have compiled a list of books/ documentaries that have influenced our investment style or helped provide insight into the investment process.

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