NTA AND INVESTMENT UPDATE

August 2026

Net Tangible Assets as at 31st August 2026	
Pre Tax NTA	$0.837
Post Tax NTA	$1.035
Share Price (ASX Code: CDM)	$0.785
Premium/ (Discount) to Pre Tax NTA	-6.2%
1 Yr Share Price movement (Incl. dividends & franking)	27.7%

Fund Performance

Gross Performance* to 31st August 2026	CDM	All Ords Accum	Outperformance
1 Month	2.7%	1.9%	+0.8%
1 Year	17.7%	3.5%	+14.2%
5 Years (per annum)	3.7%	7.4%	-3.7%
Since Inception (20.9 years) (per annum)	10.9%	7.7%	+3.2%
Since Inception (20.9 years) (total return)	764.2%	367.4%	+396.8%

* Gross Performance: before Management and Performance Fees

Cadence Capital Limited returned a gross performance of 2.7% in August outperforming the All Ordinaries Accumulation Index by 0.8% for the month. Over the past year the fund was up 17.7%, compared to the All Ordinaries Accumulation Index which was up 3.5%. CDM's share price over the past year, including dividends and franking, was up 27.7%. The top contributors to performance during August were Turaco Gold, CSL, Generation Development Group, Cyprium Metals, Aeris Resources and Yancoal. The detractors from performance were Life360 and Westgold Resources.

Yancoal is a large-scale producer of thermal and metallurgical coal in Australia. In 1H 2026, Yancoal achieved record production rates and EBITDA up 29% on the prior comparative period. Since these results, the price of both thermal and metallurgical coal has increased due to tight global energy markets and supply disruptions out of China and Indonesia. These pricing benefits will flow through to Yancoal's earnings in the 2H 2026 period.

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.

Fully Franked Final and Special Dividends

On 15 July 2026 the Board announced a 3.0 cents per share fully franked final dividend, bringing the full year dividend to 6.0 cents per share fully franked. This equated to a 7.9% fully franked yield or an 11.4% gross yield (grossed up for franking credits) based on the share price of $0.755 on the day of the announcement. The Ex-Date for the final dividend is 29 September 2026, and the payment date is 15 October 2026.

Based on this final dividend, CDM has a profits reserve of 25 cps or 4 years' worth of dividends and franking credits of 5.4 cps or 2 years' worth of fully franked dividends.

On 15 July 2026 the Board also announced a Special December quarter dividend of 1.0 cent per share fully franked. Including this Special Dividend, the fully franked yield is 9.3%, and the gross yield is 13.2%. 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. The Company will buy-back the shares it issues under the DRP. This buy-back will operate when the CDM share price is trading at a discount to the Pre-Tax NTA.

If you are not registered for the DRP and you would like to participate, please contact Boardroom on 1300737760.

CDM Historic Dividend Yields

	CDM	All Ords ^	Outperformance	
Franked Yield - 2026 (Incl. special dividend)	9.3%	3.2%	+6.1%	2.9 x
Gross Yield -2026* (Incl. special dividend)	13.2%	4.2%	+9.0%	3.1 x
Franked Yield - previous 5 year average	8.9%	3.7%	+5.2%	2.4 x
Gross Yield - previous 5 year average*	12.0%	4.9%	+7.1%	2.4 x
Dividends paid since inception (per share)		$1.457		
Dividends and franking paid since inception (per share)		$2.059		

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

In 2026 CDM's franked and gross yields were approximately 3 times higher than those of the All Ordinaries Index. This outperformance in yield is even higher than the previous 5 year average.

CDM has paid $1.457 in dividends ($2.059 including franking) since its inception.

Fund Exposure (Gross and Net)

Sector	Long	Short	Net Exposure
Basic Materials	23.0%		23.0%
Consumer, Non-cyclical	9.0%		9.0%
Energy	5.1%		5.1%
Technology	2.4%		2.4%
Communications	1.6%		1.6%
Consumer, Cyclical	0.5%		0.5%
Financial	1.6%	-1.4%	0.3%
Net Exposure	**43.3%**	**-1.4%**	**41.9%**
Gross Exposure (Long plus Short)			**44.7%**

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. CDM'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 also 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 Cadence investment process.

Disclaimer

For more information contact Cadence Capital Limited on 02 8298 2450 or email info@cadencecapital.com.au