SALTER BROTHERS
EMERGING COMPANIES LIMITED

12 NOVEMBER 2026

SB2 Investment Report & NTA Update

NTA PRE TAX[1]	NTA POST TAX[2]	TOTAL DIVIDENDS
$0.727	$0.823	$0.08

NET TANGIBLE ASSET VALUE PER SHARE AS AT 31ST OCTOBER 2026

SB2# Portfolio Performance to 31st October 2026†

1 Month	3 Months	1 Year	3 Year (p.a.)	Since Inception (p.a.)^	Since Inception^
-7.59%	-6.87%	-29.75%	1.94%	-1.99%	-10.31%

Salter Brothers Emerging Companies Limited ACN 646 715 111 (ASX:**SB2**)

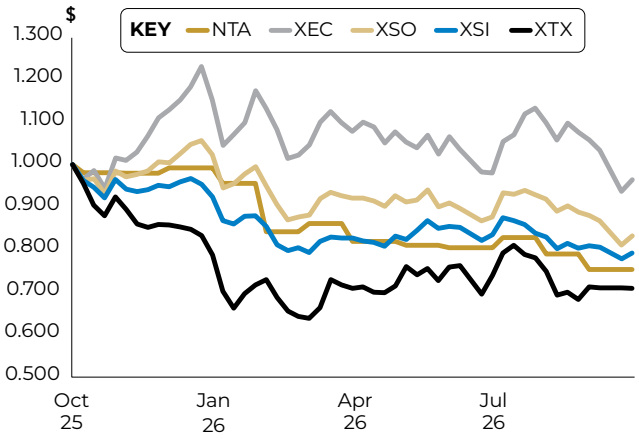
† Portfolio performance is calculated net of Management fees but before taxes, other fees, and expenses. Performance has not been grossed up for franking credits received by shareholders.

^ Inception date is 27 May 2021.

Summary

ASX Code	SB2
Net Tangible Assets	$69.20m
SB2 Market Capitalisation	$46.66m
Share Price	$0.555
Discount to NTA	-32.56%
Companies Held	37
Weighted Average Market Cap of Portfolio	$245m
Annualised Dividend Per Share	4c
Annualised Dividend Yield %	7.21%

Performance



Post-Tax NTA, Emerging Companies Index (ASX:XEC), Small Ordinaries (ASX:XSO), Small Industrials (ASX:XSI) and All Technology Index (ASX:XTX) have all been rebased to 1. Source: Iress

Portfolio Commentary

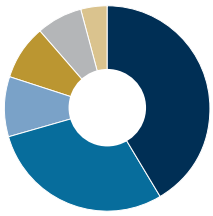
The portfolio decreased 7.59% during October and performing in line with relevant benchmarks in a volatile month. Performance across the small-cap market was disappointing throughout the month, with the Emerging Companies Index decreasing 9.5% and ASX Small Industrials Index decreasing 2.9%.

Volatility throughout the month was high and the market was broadly negative. Key downgrades through the month were led by data center exposed names and resources.

The RBA further increased the cash rate to 4.85% the highest level since 2008. Although, the split decision and softer messaging has eased future expectations with the market pricing some probability of a rate cut in CY27. Additionally, the US midterms saw democrats take full control of the United States congress a positive outcome for the markets as the capacity for policy change decreases, lowering uncertainty and volatility.

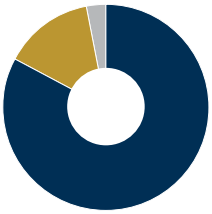
A copy of the Salter Brothers external ratings report is available at www.salterbrothers.com/ratings-awards

Listed Portfolio Sector Weights



41.5% Information Technology
29.1% Industrials
9.5% Financials
8.7% Consumer Discretionary
7.2% Health Care
4.0% Communication Services

Portfolio Composition



83.0% Listed
14.0% Unlisted
3.0% Cash

The portfolio's investment strategy was compliant with the emerging companies' investment requirements of the Australian Significant Investor Visa regime for the period ending 31st October 2026.

1. NTA Pre Tax: Includes provision for tax on realised gains/losses and other earnings, but excluding provision for tax on unrealised gains/losses, and any deferred tax assets relating to capitalised issue costs, income tax losses, and other earnings (where the fund is in an overall loss position).
2. NTA Post Tax: Includes provision for tax on unrealized gains/losses and other earnings, and includes deferred tax assets relating to capitalised issue costs and income tax.

Feature Stocks



Betr Entertainment Ltd (ASX:BBT)

Betr released their first quarter results in September, with unfavourable sporting outcomes across the AFL and World Cup finals impacting the net win margin, which declined to 8.9%. Combined with seasonally elevated marketing expenditure, this resulted in an operating cash outflow of $6.8m.

Encouragingly turnover remained strong, increasing +19% on pcp, highlighting continued growth in customer engagement and a greater share of customers wallet.

Betr reaffirmed their FY27 EBITDA guidance of $13-19m, supporting the earnings trajectory of the business. Adjusting for the value of its investment in Pointsbet, Betr trades on just 5.0x FY27 EV/EBITDA at the midpoint of guidance. Using MIXI's final offer price of $1.30 per PBH share, the implied FY27 EV/EBITDA multiple reduces to 2.1x at the midpoint.

The investment team remains confident in a favourable outcome with MIXI, while the underlying business continues to improve.

Wrkr Ltd (ASX:WRK)

Wrkr delivered a strong first quarter update in September, demonstrating continued progress across both user onboarding and activation. As at 21 October, the company had onboarded 2.64m users, an increase of 1.04m from 30 June. User activation has continued to increase in line with expectation rising to 53.4% from 26.1% at 30 June and key customers have now transitioned legacy services to read only, reflecting the ongoing migration and activation.

Wrkr has contracted >$30m additional ARR above their FY26 ARR of $10m. A meaningful portion of this will be activated over the coming months as WRKR completes their back-end integration with MUFG.

Pipeline activity remains strong, with further opportunities emerging following MUFG's acquisition of Grow inc.

The investment team remains bullish on Wrkr's outlook, as they are well funded through to substantial contracted profitability.

PYC Therapeutics Ltd (ASX:PYC)

During October, PYC presented encouraging early clinical data from its lead kidney disease program (PYC-003) at the American Society of Nephrology conference. Results demonstrated a favourable safety profile, evidence of target engagement and indications of stabilisation in kidney volume.

Despite these positive developments PYC's share price declined significantly following a strong September which benefited from inclusion into the ASX300 index. PYC remains well funded with ~ $655m in cash and investments supporting funding out to 2030.

The investment team looks forward to several key clinical catalysts, including further data from PYC's multiple ascending dose study in January 2027, followed by longer-term kidney volume results in the second half of 2027. Positive results could support future pharmaceutical partnering discussions.

Top 5 Holdings

1. Wrkr Ltd (ASX:**WRK**)
2. Ai-Media Technologies Ltd (ASX:**AIM**)
3. Betr Entertainment Ltd (ASX.**BBT**)
4. Alfabs Australia Ltd (ASX:**AAL**)
5. Camplify Holdings Ltd (ASX:**CHL**)

Metrics of the Listed Portfolio**

	FY26A	FY27F	FY28F
Key Ratios			
EV / EBITDA (x)	7.4x	6.3x	5.0x
EV / EBIT (x)	7.8x	6.3x	5.1x
P / E (x)	11.1x	10.2x	9.0x
Portfolio Financials			
Revenue Growth (%)	11%	19%	14%
EBITDA Margin (%)	7%	11%	14%
EBIT Margin (%)	-3%	3%	6%
NPAT Margin (%)	-7%	0%	3%

** All metrics reflect weighted averages of the combined portfolio based on SB2 forecasts, as at 31/10/2026, adjusted for abnormalities and key ratios earnings metrics exclude loss making entities.

Key Listed Contributors & Detractors

Key Contributors for October 2026

#	Company Name	Price Chg. (%) (Absolute)	Weighted Avg. Price Chg (%)
1	Wrkr Ltd (ASX:**WRK**)	+9.3%	+0.76%
2	Asset Vision Co Ltd (ASX:**ASV**)	+11.1%	+0.34%
3	Credit Clear Ltd (ASX:**CCR**)	+3.7%	+0.25%

Key Detractors for October 2026

#	Company Name	Price Chg. (%) (Absolute)	Weighted Avg. Price Chg (%)
1	Betr Entertainment Ltd (ASX:**BBT**)	-25.7%	-2.39%
2	PYC Therapeutics Ltd (ASX:**PYC**)	-29.9%	-1.85%
3	Alfabs Australia Ltd (ASX:**AAL**)	-20.0%	-1.62%

SALTER BROTHERS

EMERGING COMPANIES LIMITED

About Salter Brothers Emerging Companies Limited

ASX:SB2 is a an actively managed Australian small caps investment fund 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 a global alternatives asset manager with over 150 staff throughout its offices with operations in Australia, Singapore, Japan, Dubai and the USA.

The firm specialises in providing investment opportunities for high net worth and institutional clients across real estate, credit, equities and specialist decarbonisation strategies. The firm manages over A$10.3 billion through its various business lines, including investment mandates of over A$5.4 billion, trustee and administration services for over A$4.0 billion in assets, and a multi-family office managing over A$0.9 billion.

For more about Salter Brothers visit **salterbrothers.com**

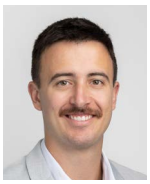
Investment Team



Gregg Taylor
Investment Director



Emily Mohan
Investment Director



Francis Crossle
Analyst



Dane Grant
Analyst

Important - General information and Disclaimer

This information contained in this document has been prepared by Salter Brothers Funds Management Pty Ltd ACN 608 295 683 (**Manager**), a corporate authorised representative of Salter Brothers Asset Management Pty Ltd ACN 119 833 760 (AFSL 308 971) (**SBAM**) and Salter Brothers Emerging Companies Limited ACN 646 715 111 (**SB2**) (the Manager and SB2 are collectively known as the **Disclosers**).

The information contained in this document is general in nature and not intended to constitute financial product, investment, accounting, financial, legal or tax advice. It has been prepared without taking into account any person's objectives, financial situation or needs. Each recipient of this information should determine its interest in any opportunity presented, including any investment in SB2, on the basis of all independent investigations that it considers necessary or desirable, and should obtain its own legal, financial, taxation and other professional advice regarding this information before making a decision based on this information.

This document should be read in conjunction with SB2's other periodic and continuous disclosure announcements lodged with the ASX, which are available at www.asx.com.au.

This document is not a prospectus, disclosure statement or other form of disclosure document under the *Corporations Act 2001* (Cth) or any similar or analogous document in any other jurisdiction. It is for information purposes only and should not be considered as an offer or invitation to apply for or purchase any shares or other securities, or as an inducement to make an offer or invitation with respect to shares or securities, in any jurisdiction.

All investments, including any investments in SB2, are subject to risks. No guarantee or assurance is given by the Disclosers or any of their respective related bodies corporate or their respective officers or representatives in relation to the performance of SB2 or that any specific rate of return will be achieved or that there will be no loss of capital invested.

Unless otherwise stated, statements made in this document are made only as at the date of this document. The information in this document is subject to change without notice. Past performance is provided for illustrative purposes only and should not be relied upon – it is not indicative of or a guarantee of future performance.

To the extent that any forward looking statements are made in this document, those statements reflect the views of the Disclosers as at the date of this document. Such statements involve known and unknown risks, uncertainties, assumptions and other important factors that could cause the actual results, performance or achievements of SB2 to differ materially from the results, performance or achievements expressed, implied or projected in this document. None of Disclosers or any of their respective officers or any other party associated with the preparation of this document: (a) make any representation or warranty (either express or implied) in relation to any forward looking statement or any events or results (either expressed or implied) in any forward looking statement, and recipients are cautioned not to place undue reliance on these statements; or (b) guarantee that any specific objective or forecast contained in this document will be achieved.

While care has been taken in preparing the information in this document, no representation or warranty, express or implied, is made as to the currency, accuracy, reliability, materiality, completeness or fairness of the information, opinions and conclusions contained in this document. The information in this document has been obtained from, or is based on, sources believed by the Disclosers to be reliable.

This document and its general disclaimer may be translated into languages other than English. Translation may be undertaken by a third party, and no guarantee can be made that such a translation will be complete or correct. In the case of any conflict between the different versions of this document and its disclaimer, the English version will prevail.

To the maximum extent permitted by law, the Disclosers, SBAM, their related bodies' corporate and each of their respective, directors, partners, advisors, officers and affiliates (**Representatives**) expressly disclaims any and all liability (whether direct, indirect, consequential or contingent), including, without limitation, any liability arising out of fault or negligence on the part of any person, for any loss, expenses, damages or costs arising from the use of information contained in this document including representations or warranties or in relation to the accuracy or completeness of the information, statements, opinions or matters, express or implied, contained in, arising out of or derived from, or for omissions from, this document including, without limitation, any financial information, any estimates, projections, forecasts or forward-looking statements and any other derived financial information. Anyone proposing to rely on or use such information should independently verify and check the accuracy, completeness, reliability and suitability of the information and should obtain independent and specific advice from appropriate professionals or experts.

Stay informed

Please subscribe to our newsletter and follow us on our social channels for market updates, results and webinars presented by our investment experts.

E | info@salterbrothersemergingcompanies.com.au
P | 03 9258 2100
W | www.salterbrothers.com

Authorised for release by the Board of SB2.

Visit the SB2 Website