Underwood Capital Limited
Level 57
25 Martin Place
Sydney NSW Australia 2000

www.uwcl.com.au
info@uwcl.com.au

12 November 2026

UWC Investment Portfolio Performance – October 2026

Underwood Capital Limited (ASX: UWC) ("UWC" or the "Company") is an Australian-listed specialist investment company which concentrates on producing capital growth for shareholders over the medium term from investments in listed and unlisted equities and debt securities.

UWC Investment Portfolio Performance

UWC is pleased to provide the portfolio performance for October 2026 which includes the disclosure pursuant to Listing Rule 4.12.

- - - - - - - - - -

Investor and Media Enquiries
Announcement authorised for release to ASX by:
Jim Hallam
Chief Financial Officer and Company Secretary
E: Compsec@uwcl.com.au

About UWC

Underwood Capital Limited (ASX:UWC) ("UWC") ABN 91 601 236 417 is an Australian-listed specialist investment company which concentrates on producing capital growth for shareholders over the medium term from investments in listed and unlisted equities and debt securities.

Important Notice

This announcement contains reference to certain intentions, expectations, future plans, strategy and prospects of UWC. Those intentions, expectations, future plans, strategy and prospects may or may not be achieved. They are based on certain assumptions, which may not be met or on which views may differ and may be affected by known and unknown risks. The performance and operations of UWC may be influenced by a number of factors, many of which are outside the control of UWC. No representation or warranty, express or implied, is made by UWC, or any of its directors, officers, employees, advisers or agents that any intentions, expectations or plans will be achieved either totally or partially or that any particular rate of return will be achieved. Given the risks and uncertainties that may cause UWC's actual future results, performance or achievements to be materially different from those expected, planned or intended, recipients should not place undue reliance on these intentions, expectations, future plans, strategy and prospects. UWC does not warrant or represent that the actual results, performance or achievements will be as expected, planned or intended. Nothing in this material should be construed as either an offer to sell or a solicitation of an offer to buy or sell securities. It does not include all available information and should not be used in isolation as a basis to invest in UWC. This document does not constitute any part of any offer to sell, or the solicitation of an offer to buy, any securities in the United States or to, or for the account or benefit of any "US person" as defined in Regulation S under the US Securities Act of 1993 ("Securities Act"). UWC's shares have not been, and will not be, registered under the Securities Act or the securities laws of any state or other jurisdiction of the United States, and may not be offered or sold in the United States or to any US person without being so registered or pursuant to an exemption from registration including an exemption for qualified institutional buyers.

UNDERWOOD

CAPITAL LTD.

Investment Portfolio Report

October 2026

Important Notice

This announcement contains reference to certain intentions, expectations, future plans, strategy and prospects of UWC. Those intentions, expectations, future plans, strategy and prospects may or may not be achieved. They are based on certain assumptions, which may not be met or on which views may differ and may be affected by known and unknown risks. The performance and operations of UWC may be influenced by a number of factors, many of which are outside the control of UWC. All information is unaudited unless stated otherwise. No representation or warranty, express or implied, is made by UWC, or any of its directors, officers, employees, advisers or agents that any intentions, expectations or plans will be achieved either totally or partially or that any particular rate of return will be achieved. Given the risks and uncertainties that may cause UWC's actual future results, performance or achievements to be materially different from those expected, planned or intended, recipients should not place undue reliance on these intentions, expectations, future plans, strategy and prospects. UWC does not warrant or represent that the actual results, performance or achievements will be as expected, planned or intended. Nothing in this material should be construed as either an offer to sell or a solicitation of an offer to buy or sell securities. It does not include all available information and should not be used in isolation as a basis to invest in UWC. This document does not constitute any part of any offer to sell, or the solicitation of an offer to buy, any securities in the United States or to, or for the account or benefit of any "US person" as defined in Regulation S under the US Securities Act of 1993 ("Securities Act"). UWC's shares have not been, and will not be, registered under the Securities Act or the securities laws of any state or other jurisdiction of the United States, and may not be offered or sold in the United States or to any US person without being so registered or pursuant to an exemption from registration including an exemption for qualified institutional buyers. The investment returns shown are historical and no warranty can be given for future performance. Historical performance is not a reliable indicator of future performance. Due to the volatility in a company's underlying assets and other risk factors associated with investing, investment returns can be negative, particularly in the short-term.

UNDERWOOD CAPITAL LTD.

Investment Portfolio Report

Underwood Capital (ASX:UWC) | ABN 91 601 236 417

About Underwood Capital

Underwood Capital Limited ("Underwood Capital", "UWC" or the "Company") (ASX: UWC) is an Australian-listed, specialist investment company that has traded on the ASX since 2015.

UWC's investment manager is HD Capital Partners Pty Ltd (ACN 664 583 537) ("HD"). HD was appointed to that role for a term of five years commencing 1 July 2023.

HD is a value-oriented, fundamental bottom-up stock picker focussing primarily on opportunities in listed small cap equities markets including:

a) undervalued, well-managed growth companies, often founder-led, that are off the radar of the broader investment community;
b) undervalued securities where HD seeks to realise value; and
c) situations that are dependent on a specific corporate action, such as mergers, liquidations, tender offers and divestments.

UWC Investment Performance[1] [2]

UWC Historical Performance - period ended	1 month	Financial year to date	12 months	Since inception
Pre tax return	(6)%	(1)%	(22)%	(12)%

For Underwood's latest investor presentations and news, please visit **www.uwcl.com.au**

General Investor Queries
E: info@uwcl.com.au
W: uwcl.com.au

Share Registry
Automic Registry Services
P: 1300 288 664
W: automic.com.au

Performance Update

Net Tangible Asset Value Per Share Before Tax[3][4] as at 31 October 2026

$0.1030

Key Metrics as at		31-Oct-26	30-Sep-26
Net Asset Value - post tax	$m	19.5	20.4
Net Asset Value - pre tax	$m	20.7	22.1
Investee Porfolio (ex cash)	$m	17.7	20.3
Cash and cash equivalents	$m	2.5	1.9
Net Tangible Asset per share - pre-tax (issued pursuant to LR 4.12)	$	0.1030	0.1095
Net Tangible Asset per share - post tax (issued pursuant to LR 4.12)	$	0.0971	0.1010
Net Asset Value per share	$	0.0972	0.1011
UWC share price (ASX)	$	0.052	0.054
Market capitalisation	$m	10.4	10.9
ASX Investment Type		Listed Investment Company	
Initial Public Offering Date (inception date)		22-Jan-15	
No. of ordinary shares on issue	m	201	

[1] Inception is 30 June 2018 being the date on which Underwood commenced accounting for investments as an investment entity.

[2] The quoted returns for one month and financial year to date are absolute, i.e., not annualised. The quoted returns for 12 months and since inception are annualised. The periods are to the end of the month for which the NTA per share is reported.

[3] Excludes tax on unrealised gains on the investment portfolio and company tax accrued for the current financial year. The financial information within this report is unaudited.

[4] Rounding may result in individual components of NAV not equalling total quoted NAV.

UNDERWOOD CAPITAL NEWS

UWC Financial Results for October 2026

During October 2026, UWC's Net Asset Value (before provision for tax) decreased by 6%. The decrease was primarily due to an approximately $1.5m decrease in the valuation ascribed by UWC to its investment in Weed Me Inc ("Weed Me").

The decrease in the Weed Me valuation arose from a 21% decrease in the Enterprise Value to Net Revenue Multiple (EV/NRM) used by UWC when valuing its investment in Weed Me.

A material proportion of UWC's NTA is its investment in Weed Me. UWC determines its valuation of Weed Me by:

- calculating a blended EV/NRM using the end of month market valuations of various listed Canadian companies, each of which UWC considers to be broadly comparable to Weed Me;
- determining what the value of UWC's Weed Me holding would be if that same blended EV/NRM was applied to Weed Me's 12 month historical revenues as most recently advised by Weed Me to UWC; and
- applying a 15% discount to that derived value, to account for Weed Me being unlisted.

UWC's shareholders should always be mindful that:

- UWC's NTA is constantly fluid, and UWC's reported month-end NTA is a point-in-time assessment only;
- for so long as Weed Me remains a large part of UWC's portfolio, UWC's NTA will be affected by fluctuations in the Weed Me valuation; and
- management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events which management believes to be reasonable under the circumstances[1]. Because Weed Me is unlisted, the value that UWC ascribes to its Weed Me holding is necessarily an estimate, using the valuation techniques described above.

Investment Manager Update[2]

We spent October meeting with the management teams of our existing holdings and those of some prospective investments. One of these meetings was with the Interim CEO of Praemium (PPS). Post some changes at board level, PPS now looks very attractively priced and should see earnings increase significantly in FY27 driven by the previously disclosed cost savings and continued top line growth.

We attended Laserbond's (LBL) AGM where the company gave a positive trading update, noting that 1) activity from their mining customers had begun to pick up, 2) volumes with their OEMs in the Product division were returning to normal and 3) Komatsu had committed to another Technology sale, and appears keen to commit to several more, validating Laserbond's technology and providing a substantial source of additional earnings.

We view LBL as an under the radar Australian success story. The stock trades on 11-12x PE (HD estimate) and we expect growth to accelerate from 2H27 onwards.

The Australian small cap market is currently experiencing a correction with many stocks having halved or more in a short period. In this environment we are pleased that our listed portfolio has held up well, and with our substantial cash position we are well placed to take advantage of an increasing pool of opportunities.

HD Capital Partners

[1] The judgments, estimates, and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within future reporting periods are discussed in the notes to the Financial Statements in UWC's annual report for the year ended 30 June 2026.

[2] The Investment Manager Update details the views of UWC's investment manager, HD Capital Partners

Appendix One

1. The year-to-date performance of UWC is detailed in Table One below:

Table One

UWC Historical Performance - financial year to date		30-Jun-23	30-Jun-24	30-Jun-25	31-Dec-25	30-Jun-26	30-Sep-26	31-Oct-26
Share price $	AUD	0.042	0.046	0.046	0.064	0.054	0.054	0.052
Net Asset Value	AUD	0.0922	0.0933	0.0935	0.1099	0.0947	0.1011	0.0972
NTA Post Tax $	AUD	0.0918	0.0929	0.0930	0.1089	0.0946	0.1010	0.0971
NTA Pre Tax $	AUD	0.1028	0.1037	0.1044	0.1273	0.1033	0.1095	0.1030

UWC's investment portfolio is detailed in Table Two:

Table Two

Investment	**Cannabis investments** 31-Oct-26 AUDm	**Non-Cannabis investments** 31-Oct-26 AUDm	**Total Portfolio Book Value** (unaudited) 31-Oct-26 AUDm	Weight	Total Portfolio Book Value (unaudited) 30-Jun-26 AUDm	Weight
Listed investments:						
Portfolio of listed small caps	0.0	11.7	11.7	56%	13.3	62%
Total Listed Investments	**0.0**	**11.7**	**11.7**	**56%**	**13.3**	**62%**
Unlisted investments:						
Weed Me	6.0	0.0	6.0	29%	7.0	33%
Total Unlisted Investments	6.0	0.0	6.0	29%	7.0	33%
	6.0	11.7	17.7	85%	20.4	**95%**
Cash	0.0	0.8	0.8	4%	0.7	3%
Receivable from sale of listed securities	0.0	0.5	0.5	3%	**0%**	**0%**
AAA ETF	0.0	1.7	1.7	8%	0.4	2%
	0.0	3.0	3.0	15%	1.1	5%
Total Portfolio	**6.0**	**14.7**	**20.8**	**100%**	**21.5**	**100%**

Note:

The reference to AAA ETF refers to the investment in higher yielding cash on call deposits via an investment in ASX:AAA.
UWC's investment in Weed Me comprises 4.24m shares representing approximately 13% of Weed Me's issued capital (as at month end, UWC had ascribed to these shares a valuation of CAD1.40 per share).

2. Valuation of Assets

UWC values its investments by applying the following principles:

(a) Listed securities – the book value is based on the closing share prices for public companies at period end.

(b) Unlisted equity securities – Generally, UWC's preference is to value its investment in Weed Me by applying an Enterprise Value to Net[1] Revenue Multiple (EV/NRM) provided these valuations are materially consistent with any recent material capital raises by Weed Me. The applied multiple of 0.9[2] (prior month: 1.1) is derived from market valuations of various listed Canadian companies, each of which UWC considers to be broadly comparable to Weed Me. The applied multiple represents the average of these multiples which range between 0.6 and 1.1. UWC also applies a liquidity discount of 15% to the EV/NRM valuation, to account for Weed Me's unlisted status. The Net Asset Value or NAV is calculated after deducting a provision for company tax on any net unrealised gains that may arise on such theoretical disposal. UWC does not hedge the carrying value of existing investments denominated in non-AUD currencies. UWC's financial statements are subject to statutory audit or review by UWC's independent auditor at 31 December and 30 June each year.

Note:

a) All information within this release is unaudited unless stated otherwise.
b) The book value includes shares, convertible notes, options, loans, warrants and accrued interest.

[1] Gross sales less government excise taxes and sales discounts

[2] The multiple is rounded to one decimal place

Glossary

ABBREVIATION	***Definition***
AUD	*means Australian dollars.*
ASX	*means ASX Limited (ACN 008 624 691) or the financial market operated by ASX Limited, as the context requires.*
ASX Listing Rules	*means the Listing Rules of ASX.*
CAD	*means Canadian dollars.*
Company or UWC	*means Underwood Capital Limited (ACN 601 236 417).*
EBITDA	*means Earnings before Interest, Tax, Depreciation and Amortisation.*
IPO	*Initial public offering of securities on a recognised securities exchange.*
NAV	*means net asset value.*
Option	*means an option to acquire a Share usually at predetermined price.*
Share	*means a fully paid ordinary share in the capital of a company.*
Shareholder	*means a registered holder of a Share.*