

Investment Performance

	3 Months (%)	6 Months (%)	1 Year (%)	3 Years (% p.a.)	5 Years (% p.a.)	Since Inception ⁽³⁾ (%)	Since Inception ⁽³⁾ (% p.a.)
Gross Portfolio Performance	-4.89	-13.93	-9.94	14.60	18.37	188.10	17.13
Pre-tax Undiluted NTA Return ⁽¹⁾	-5.33	-14.34	-11.22	10.28	13.59	123.47	12.77
Pre-tax NTA Return ⁽²⁾	-5.33	-17.30	-17.50	4.53	8.18	74.98	8.72
Hurdle (RBA Cash Rate + 4.25%)	1.10	2.16	4.37	4.60	5.06	41.13	5.28
Excess Return Pre-tax Undiluted NTA Return ⁽¹⁾ (RBA cash rate + 4.25%)	-6.43	-16.50	-15.59	5.69	8.53	82.34	7.48

- Adjusted for the dilution of the exercised 26.7m RYDO options and 26.5m RYDOA options. Calculation of pre-tax NTA is prior to the provision and payment of tax.
- Fully diluted for all options exercised since inception.
- Inception Date is 22 September 2015.

Investment Commentary

Pre-tax NTA decreased by 7.47 cents during May to \$1.5191, a return of -4.69% in what continues to be a difficult and uncertain investment environment. Negative contributions continued to outpace positive contributions during the month with falls in core Portfolio holdings: Janison Education Group Limited, BCI Minerals Limited, Aurelia Metals Limited and 3P Learning Limited. Our tactical ETF position continues to perform well in a falling market, providing a small positive contribution to the Portfolio along with several modest contributions from Countplus Limited, Service Stream Limited and Macmahon Holdings Limited. We continue to take advantage of market weakness by adding to our positions in Countplus Limited and Capitol Health Limited in addition to a newly initiated industrial company where we have an increasingly high level of conviction and expect it to become a core holding. During the month Updater Inc. completed a US\$215 million credit investment with Vista Equity Partners, with the deal providing a materially improved funding runway (given the recent pausing of its NASDAQ IPO) to execute its growth plans, including the implementation of the Transcom/Homesafe Alliance contract. We continue to selectively trim and exit lower conviction positions to recycle capital into higher conviction holdings that are trading at a material discount to their intrinsic worth, some of which we expect may become takeover targets in the absence of a strong share price appreciation from current levels. We remain of the view that the immediate outlook for equity markets continues to be highly uncertain, while the outcomes for interest rate policy targets aimed at achieving a neutral setting also remain unclear. That said, we are beginning to see pockets of extreme value that will, in the fullness of time reward our patience and fortitude and we are selectively taking advantage of these opportunities as they arise. Cash increased month on month from \$16.1m (11.84% weighting) to \$18.8m (14.51% weighting) noting our ETF position, after realising ~29% of the position, was valued at ~\$2.3m (~1.75% weighting) at month end.

Investment Strategy & Objectives

- Absolute return, value driven fundamental approach
- Exceed RBA Cash rate + 4.25% p.a. over the medium to longer term
- Concentrated portfolio
- ASX listed small/micro cap focus
- Medium to long term capital growth

About Ryder Capital Limited

Ryder Capital Limited (Company) was listed in September 2015 and is managed by Ryder Investment Management Pty Ltd (Investment Manager) a Sydney based boutique fund manager pursuing a high conviction value driven investment strategy specialising in small-cap Australian equities. The Investment Manager's approach is differentiated by investing for the medium to longer term; being aligned as a significant shareholder in the Company; and being focused on generating strong absolute returns first and foremost. A key foundation to the Investment Manager's success to date has been to minimise mistakes, ignore the crowd and back their judgement.

Key Information

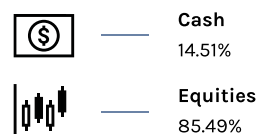
ASX Code	RYD
Date of Listing	22 Sep. 2015
Share Price	\$1.40
NTA Pre-Tax	\$1.5191
NTA Post-Tax	\$1.5090
Annual Fully Franked Dividend *	7.0 cps
Fully Franked Dividend Yield **	5.00%
Distributable Profits Reserve ***	38.8 cps
Gross Assets	\$129.67m
Market Cap	\$119.38m
Shares on Issue	85,268,263

* Trailing annual fully franked dividend

** Based on annual dividend divided by month end share price

*** Distributable profits reserve figures as of 31 December 2021

Portfolio Asset Allocation



Investment Team

Peter Constable
Chairman and Chief Investment Officer

David Bottomley
Portfolio Manager / Director

Lauren De Zilva
Senior Investment Analyst

Danuka Tennakoon
Investment Analyst

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