Q2 2026 | Factsheet

for the three months to 30 June 2026

LITERACY CAPITAL

Published on 27 July 2026

Helping to build great businesses

Our purpose is to invest in and support UK companies and help their management teams to achieve long-term success. Our closed-ended, permanent capital structure means we can be a long-term, highly ambitious partner.

We are focused on smaller businesses, where our expertise can greatly enhance the size and value of these companies, contributing to superior returns for BOOK shareholders.

We are also proud to have a charitable mission helping disadvantaged children in the UK learn to read. Donations equivalent to 0.5% of NAV are made each year. Donations since the set-up of Literacy Capital in 2017 now amount to £13.5 million.

472.6p
NAV per ord. share[1]

£13.3m
Capital invested

£20.6m
Proceeds received

(1.8)%
Q2 NAV per share

(7.1)%
Change in NAV per Share[2] in last 12 months

£355k
Q2 charitable donation provision

Breakdown of gross assets[3] by asset type

Buyout
£287.3m
97.0%

Growth Capital
£5.3m
1.8%

3rd Party Funds
£3.7m
1.2%

Performance to 30 June 2026

% total return	3 months	1 year	5 years	Since Admission[4]	Since Inception[5]
BOOK net assets per share[2]	**(1.8)%**	**(7.1)%**	**+163.6%**	**+200.5%**	**+382.6%**
BOOK total shareholder return	**(6.9)%**	**(28.4)%**	**+64.2%**	**+95.0%**	**n/a**
FTSE investment company index	+14.6%	+22.5%	+28.7%	+29.0%	+91.1%
FTSE all-share index	+4.7%	+21.9%	+67.9%	+65.7%	+83.1%

Key facts on 30 June 2026

Net assets[1]	£284.4 million
Net assets per ord. share[1]	472.6p
Share price (mid-price)	302.0p
Premium / (discount)	(36.1)%
Management fee	1.5%
Trading on	Specialist Fund Segment (SFS) of the LSE
Ticker	BOOK
Ordinary shares in issue[6]	60,175,000
ISIN	GB00BMF1L080

1 Net assets per share calculated post dilution from the warrants in issue, which is calculated on a straight-line basis over the vesting period. This allows a single NAV figure to be reported (rather than diluted & undiluted figures).

2 The figures presented are the diluted NAV per share inclusive of the cash returned to shareholders.

3 Gross assets of £296.3m, before borrowings, compared to net assets of £284.4m. All figures and percentages rounded to one decimal place.

4 BOOK was admitted to the London Stock Exchange on 25 June 2021.

5 Inception date treated as 30 April 2018. £54 million of capital raised.

6 Excludes warrants in issue (1,017,500 allotted on 30 June 2026).

A message from the CEO of BOOK's Investment Manager

"Despite several strong exits in the 12 months to 30 June, BOOK's NAV performance has been much weaker than historical periods.

This reflects that it has been a difficult period for smaller businesses in the UK. However, it is encouraging that the two portfolio companies, RCI and Grayce, that were the largest detractors (in £ terms) to NAV over the last year, are both showing more positive signs and contributing positively to NAV in Q2.

Various portfolio companies are gaining momentum and showing encouraging promise, which we expect to be reflected in their carrying valuations as growth and increased earnings are delivered.

We are conscious that stronger NAV performance will provide positive news flow and share price momentum. Alongside our continuous efforts to support our existing portfolio companies to enhance their value and NAV performance, we are working hard to promote BOOK and awareness of it, to remove existing impediments that prevent investors from buying the stock, and thereby closing the frustrating discount to NAV."

Richard Pindar

CEO of the Investment Manager and Director

Literacy Capital plc

Summary of Q2 performance

On 30 June 2026, net asset value (NAV) was £284.4m, or 472.6p per share (31 March 2026: 481.3p). This represents a 1.8% decrease in NAV per share (after all expenses and donations) in the quarter.

In Q2, RCI Group contributed most positively to NAV, with its modest uplift offsetting the decline in the prior quarter. It completed the bolt-on acquisition of 33n in Q2, with further M&A completed in mid-July. The group has traded in line with expectations in the first three months of its current financial year.

Live Business delivered the next largest positive contribution, after Literacy invested additional capital to increase its equity stake.

These gains were offset by reductions elsewhere, with the largest movements from Oxygen Activeplay and Cubo Work. During Q2, the UK experienced record-breaking weather, both in terms of high temperatures and low rainfall. These conditions had an inevitable impact on Oxygen's trading and carrying value.

The two most recent investments, Red Sky & Trinitatum (5.8x and 4.3x MoM respectively as at 30 June), demonstrate strong momentum, entering the top five and ten holdings respectively. Red Sky continues to explore M&A, whilst Trinitatum has grown headcount nearly fourfold in 15 months, with further NAV uplifts expected in future quarters as new contracts go live.

In Q2, TSR was (6.9)%, as the discount to NAV widened. Further initiatives are planned to stimulate awareness and demand for BOOK shares, including discussions to explore moving the fund's listing to the official list on the Main Market.

New investments and commitments

No new platform investments were completed in the period. In Q2, £13.3m was invested into existing portfolio companies. This was utilised to support growth of existing portfolio companies (via bolt-on M&A, capex and working capital).

Bolt-on acquisitions will remain a priority for certain portfolio companies in 2026, with the expectation that these transactions will generate high returns on invested capital and accelerate their eventual sale.

Cash generation and liquidity

In Q2, cash proceeds received (£20.6m) again exceeded the amount invested during the period.

£15.0m was received from the sale of Wifinity and a further £4.9m from the sale of Literacy's largest residual fund interest. The balance (£0.7m) consisted of distributions from the two remaining third-party fund interests, which have generated strong recent cash flows.

On 30 June, the RCF was drawn £8.7m, with £0.7m held in cash.

Activity since the period end

No events occurred between the end of Q2 and the publication of the factsheet requiring reported NAV to be restated.

"I really like books...they just fill you with imagination."

Child at a Roots to Reading beneficiary school.

In June, new research from the National Literacy Trust brought encouraging news: the first rise in children's reading enjoyment in five years, with 1 in 3 children aged 5-8 now enjoying reading in their free time. Still, this represents a 15% decline over two decades, underscoring why Literacy Capital's partnership with Bookmark remains critical.

Q2 saw two major milestones. Bookmark surpassed 200,000 reading sessions delivered, equivalent to over 11 years of continuous reading. Bookmark also celebrated printing its 2 millionth copy of *The Story Corner* magazine, with copies distributed to schools, food banks, hospitals and community centres, giving children a vital reading resource to enjoy at home ahead of the summer holidays.

Finally, June marked the expansion of the Roots to Reading Programme to 29 primary schools in Stoke, building on the successful London launch in Q1. Stoke was selected due to below-average Key Stage 2 attainment and high Pupil Premium eligibility. The launch delivered 5,800 books and resources to classrooms and libraries, celebrated with a visit from children's author John Dougherty at St John's CE Primary School.

Visit **bookmarkreading.org** to learn more.

Top 10 investments[1]

+17%
YoY sales growth

2.7x
Net debt / EBITDA[2]

+10%
YoY EBITDA growth

9.1x
EV / Earnings[2]

18.1%
EBITDA margins

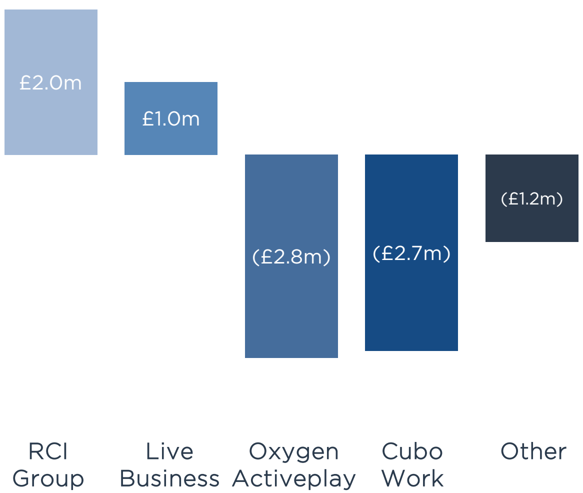
3,682
Total headcount

Portfolio overview

Companies / assets	Description	Date of investment	Carrying value (£m)	Value as % of NAV
RCI Group	Healthcare, specialist clinical & support services	Sep 18	**80.2**	28.2%
Techpoint	Electronics manufacturer & supply chain solutions	Jun 20	**25.9**	9.1%
Velociti	Provider of transportation software	Feb 20	**25.1**	8.8%
Cubo Work	Office and co-working space provider	May 23	**24.4**	8.6%
Red Sky Food Group	Manufacturer of premium meat products	Apr 25	**18.8**	6.6%
Top 5 investments			**174.4**	**61.3%**
Oxygen Activeplay	Operator of trampoline & adventure parks	Jul 21	**16.5**	5.8%
Grayce	Change & transformation for organisations	Jul 18	**16.4**	5.8%
Bright Ventures	School travel operator	Jun 22	**14.9**	5.2%
Antler Homes	Housebuilder in the Southeast of England	Jun 18	**14.6**	5.1%
Trinitatum	Test automation software for energy & trading markets	Mar 25	**12.7**	4.5%
Top 10 investments			**249.5**	**87.7%**
Other direct investments			**43.1**	15.2%
Private equity fund interests			**3.7**	1.3%
Borrowings (incl. donation accrual & impact of warrants)			**(11.9)**	(4.2)%
Total Net Asset Value			**284.4**	**100.0%**

Breakdown of movement in Q2 by assets

(before costs)



[1] Data calculated on a weighted average basis (excl. headcount)
[2] Excludes Antler Homes

Portfolio highlights

Trading performance across the portfolio was generally solid, with revenue growth in BOOK's ten largest holdings accelerating slightly to 17% year-on-year (14% in Q1), while EBITDA growth reduced moderately to 10% (16% in Q1).

BOOK's top ten holdings saw one change in the quarter: Wifinity dropped out following its sale, and Trinitatum made its first appearance.

This change in composition of the top ten accounted for 75% of the 250 headcount reduction reported quarter-on-quarter. On a like-for-like basis, headcount across the top ten holdings fell 1.8% (or 66 heads). Similarly, this shift in the top ten also accounted for most of the reduction in EBITDA margin quarter-on-quarter, rather than a deterioration at an entity level.

The concentration of the top ten holdings increased modestly to 87.7% of NAV (84.4% at the end of Q1), due to the increase in RCI's carrying valuation.

Private equity fund interests declined materially as a share of NAV (3.2% on 31 March to 1.3% on 30 June), due to the sale of one of these interests and strong distributions from the remaining two fund interests.

Net debt within the portfolio

Net debt (on a weighted average basis) of 2.7x EBITDA on 30 June 2026 was unchanged from the end of Q1 (2.7x).

This level of leverage remains prudent relative to typical PE-backed businesses. The Investment Manager continues to assess refinancing opportunities, either to support M&A activity or generate additional cash inflows for the fund.

Portfolio valuation

The weighted average EV / EBITDA multiple was 9.1x on 30 June 2026, a modest reduction on the 9.2x at the end of Q1.

The EBITDA multiple used for each portfolio company is applied to an earnings figure for the business that is deemed to be 'maintainable', in line with IPEV Valuation Guidelines.

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The Q3 2026 factsheet and next update to NAV will be published on Monday 26 October, please visit: www.literacycapital.com/investors

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