

30 September 2026

Investor Report

City Natural Resources Growth and Income PLC (the “Company” or the “Trust”)

Key Facts¹

Launch Date	August 2003
Total Net Assets ²	£157.1m
Reference Currency	GBP
Ordinary Shares	Net Asset Value (NAV) per Share: 393.92p Mid-Market Share Price: 410.00p
Dividend Yield (historic) ³	6.9%
Net Gearing ⁴	1.8%
Premium/(Discount)	4.1%
Ordinary Shares in Issue	39,878,238
Ongoing Charge Ratio	1.80%
Annual Management Fee	1.0% p.a. on net assets
Bloomberg	CYN LN
Reuters	CYN.L
SEDOL	0035392
Year End	30 June
Contact Information	cyn@tufton.com
AGM	December
Dividend Information 2025/26	6.02p interim paid on 28 November 2025 7.00p interim paid on 27 February 2026 8.34p interim paid on 29 May 2026 6.94p interim paid on 28 August 2026 TOTAL: 28.30p
Investor Report	Monthly Factsheet
Annual Report & Accounts	October
Results Announced	Finals: October Interims: March



Portfolio Managers

Keith Watson and Robert Crayford

Description

The Company aims to generate capital growth and income, predominantly from a portfolio of mining and resource equities, and from mining, resource and industrial fixed interest securities.

Key Advantages for the Investor

- Access to under-researched, mid and smaller-cap companies in the Natural Resources sector
- Actively managed across commodity weights through the cycle
- Dividend policy targeting distributions of 8% of NAV per annum, paid quarterly; not guaranteed

Key risks and definitions are on page 3 under ‘Important Information’

Ordinary Share and NAV Performance (cumulative total return)⁵

	1 Month (%)	3 Months (%)	6 Months (%)	1 Year (%)	3 Years (%)	5 Years (%)	Since Inception (%)
NAV	(5.3)	15.7	(1.7)	42.0	116.7	174.7	1488.8
Share Price	(5.3)	21.5	14.4	46.6	168.2	271.6	1771.0
MSCI World Energy Index ⁶	(0.1)	15.3	(0.2)	42.2	44.1	165.0	816.1
MSCI World Metals & Mining Index ⁶	(6.9)	8.3	7.0	39.6	80.2	135.1	921.9

Past performance is not a reliable indicator of future results. Performance to 13 September 2026 was achieved under Manulife | CQS and is not indicative of Tufton's track record.

Commentary⁷

September saw no resolution to the war in the Middle East, but tanker-tracking firms, such as Kpler, estimated that oil and product flows through the Strait of Hormuz had recovered to as much as 80% of pre-war levels, primarily via the southern Omani shipping route. This recovery was met with a pickup in Iranian attacks on ships. Over the month, strikes against key energy infrastructure continued, including on the East/West Pipeline in Saudi Arabia, a release valve for regional crude supply, as well as numerous refineries across the region, as clashes with Iranian-backed Houthis in Yemen escalated. The duration of the war and resulting disruptions remain the most important factors driving commodities and arguably the global economy.

The fears of an oil crisis have shifted to fears of a product crisis, with refining crack spreads (gross margins), the cost of processing oil, increasing from \$84.4 to \$97.7/bbl over the month (against a more normal \$19.8/bbl at the start of the year, when oil was \$60/bbl). With Brent above \$100/bbl,

this equates to a c.\$200/bbl product cost. Much of the month saw speculation that the US might impose a diesel export ban to contain record domestic diesel prices ahead of the midterm elections. In early October, the G7 agreed a coordinated 100M bbl release of diesel and crude from strategic reserves. The diesel shortage will have knock-on effects on the broader economy, not least miners' costs, although we believe higher-margin gold producers are better protected than high-altitude, large bulk copper miners that may see a greater margin squeeze. We believe this further supports our weighting to energy and precious metals relative to our low exposure to copper and other base metals.

Shipping rates have risen sharply, driven by disruptions in the Strait of Hormuz, supporting holdings such as Frontline (crude tanker owner) and BW LPG (LPG carrier owner). Much of the crude transiting the strait is transhipped onto VLCCs (Very Large Crude Carriers), adding transportation inefficiencies and tightening an already tight market. More ships are being removed from the global fleet through Iranian attacks in the Strait of Hormuz, while the growing Houthi threat is disrupting transits through the Bab al-Mandab Strait, another key pinch point.

This commodity backdrop adds significant inflationary pressures throughout the economy, forcing central banks to raise interest rates (including the Federal Reserve on 16 September), which has seen government bond yields rise globally. Whilst higher rates are initially negative for gold, we believe the appeal of gold over US Treasuries and its defensive nature make this a supportive backdrop for the metal, underpinning our large allocation to precious metal miners, which we believe are attractively valued, although the shares can be volatile. Conversely, we are cautious on the outlook for copper, whose demand has historically been more economically sensitive (e.g. in white goods and construction). Copper use in data centre build-out is growing but remains a small part of demand.

Change of Manager and Name Change

On 14 September 2026, management of the Trust transferred to Tufton Investment Management Ltd and the name was subsequently changed from CQS Natural Resources Growth and Income PLC to City Natural Resources Growth and Income PLC. Keith Watson and Robert Crayford, who have been the long-term co-portfolio managers of the Trust for over 10 years, resumed management of the Trust on 14 September 2026 having joined Tufton on 3 September 2026.

Sources:

1 Manulife | CQS / Tufton Investment Management Ltd and Frostrow Capital LLP as at the last business day of the month indicated at the top of this investor report. Key risks and definitions are on page 3 under ‘Important Information’.

2 Total Net Assets are total assets less borrowings and other liabilities.

3 Dividend yield: dividends of 28.30p for the year to 30 June 2026 divided by the 410.00p share price. This is distinct from the dividend policy, under which each quarterly dividend is 2% of the preceding quarter-end NAV per share. Dividends are not guaranteed.

4 Net Gearing: Net Debt (Loans less Liquidity) as a percentage of Total Net Assets.

5 Cumulative total return performance, with dividends reinvested, net of fees and expenses as at the last business day of the month indicated at the top of this investor report.

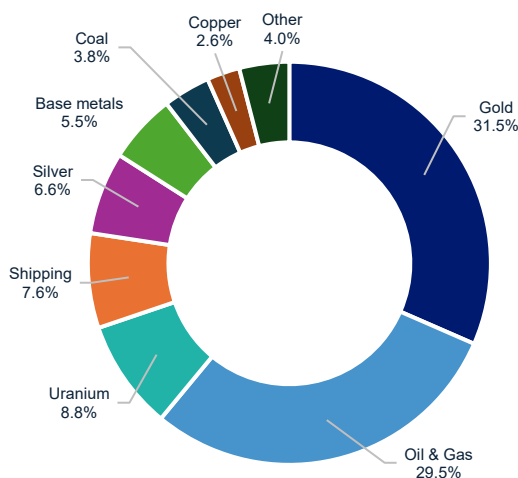
6 The Company has no formal benchmark; the MSCI indices are shown for comparison only. Source: MSCI. Total return, sterling adjusted.

7 All market data sourced from Bloomberg unless otherwise stated. All returns quoted in local currency unless otherwise stated. The Company may since have exited some or all of the positions detailed in the commentary.

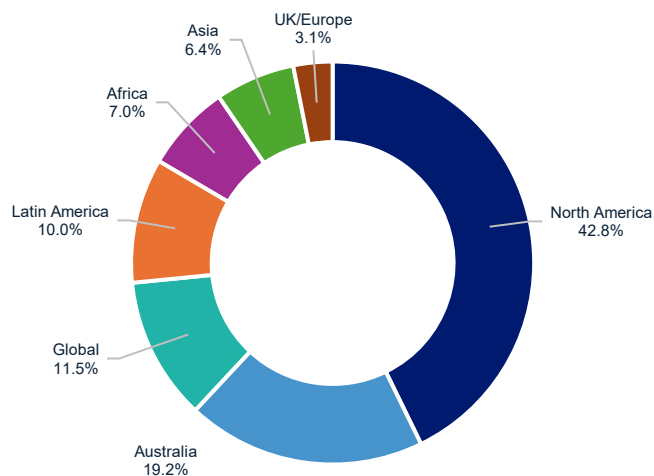
Monthly Investor Report – City Natural Resources Growth and Income PLC – September 2026

Portfolio Analysis (% of total investments market value)^{1,2}

Sector



Region³



Top 20 Holdings (% of total investments market value)^{1,2}

Name	%
TAMBORAN RESOURCES	4.7%
NEXGEN ENERGY	4.6%
BW LPG	4.0%
EMERALD RESOURCES	4.0%
SPARTAN DELTA CORP	3.9%
PDI GOLD*	3.7%
TALON METALS CORP	3.2%
ORA BANDA MINING	2.9%
WEST AFRICAN RESOURCES	2.8%
FRONTLINE	2.6%
Top 10 Holdings Represent	36.4%

Name	%
SOUTHERN CROSS GOLD	2.6%
GREATLAND RESOURCES	2.6%
SUNCOR ENERGY	2.5%
CORE NATURAL RESOURCES	2.5%
TRANSOCEAN	2.3%
METALS X	2.2%
EQUINOX GOLD CORP	2.2%
G MINING VENTURE CORP	2.0%
CENOVUS ENERGY	1.9%
POLYMETALS RESOURCES	1.8%
Top 20 Holdings Represent	59.0%

*Formerly Predictive Discovery Limited, name change took effect on the Australian Securities Exchange (ASX) and Toronto Stock Exchange (TSX) starting September 9, 2026

AIFMD Leverage Limits (% of NAV)

	Gross Leverage (%) ⁴	Commitment Leverage (%) ⁴
City Natural Resources Growth and Income PLC	102	109

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Sources:

1 Manulife | CQS / Tufton Investment Management Ltd as at the last business day of the month indicated at the top of this investor report.

2 Percentages are of total investments (the market value of the portfolio, excluding cash) as at 30 September 2026. All holdings data are rounded to one decimal place. Totals may therefore differ to sum of constituents.

3 Region reflects the location of a company's principal operations. Earlier months used a different classification and are not directly comparable.

4 Tufton Investment Management Ltd as at the last business day of the month indicated at the top of this investor report. For methodology details see Article 4(3) of Directive 2011/61/EU (AIFMD) and Articles 6, 7, 9 and 10 of Delegated Regulation 231/2013.

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Important Information

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The Company's ordinary shares are admitted to trading on the London Stock Exchange and are available to retail investors. Before making any investment decision, investors should read the Company's Key Information Document ([KID](#)) and Pre-Investment Disclosure Document ([PIDD](#)), available at www.citynats.com, together with the Company's most recent [Annual Report](#) and other applicable regulatory disclosures. This document does not replace those documents, which take precedence over any information contained herein.

The payment of dividends and the repayment of capital are not guaranteed by the Company. Dividends may be paid from capital reserves. Any forecast, projection or target is indicative only and is not guaranteed in any way. Any opinions or views expressed in this document are those of Tufton and do not constitute investment advice; they are subject to change without notice, and neither the Company nor Tufton is under any obligation to update them.

Past performance is not a reliable indicator of future performance, and investors may not get back the original amount invested. The value of investments, and the income from them, can go down as well as up.

Performance for periods ending 30 September 2026 includes time before 14 September 2026, when the Company was managed by Manulife | CQS. Performance to 13 September 2026 was generated under Manulife | CQS and is not indicative of Tufton's own track record.

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Key Risks

An investment in the Company involves risk. Key risks include:

- **Commodity and sector concentration:** The Company invests mainly in mining, resource and energy companies, so its performance is closely linked to commodity prices and conditions in those sectors, including inflation, interest rates and geopolitical events, and it can fall sharply. It currently has a large allocation to precious metals miners.
- **Smaller companies:** Mid and smaller-sized companies can be more volatile and harder to sell than larger companies, particularly when markets are under stress.
- **Borrowing:** The Company uses borrowing (gearing) to seek to enhance returns. This can increase gains when investment values rise but magnifies losses when they fall. The Company's bank facility is secured over its assets. If the lender withdraws the facility or asset-cover requirements are breached, borrowings may have to be repaid, which could require investments to be sold at a time or price not of the Company's choosing.
- **Share price and liquidity:** The Company is a closed-ended investment company. Its shares are bought and sold on the London Stock Exchange at the market price, which may be above or below the net asset value per share, so a sale may return less than the underlying value. Investors have no right to redeem their shares or to require the Company to buy them back. You may not be able to sell when you want or at the price you expect, particularly in stressed markets.
- **Currency:** Many of the Company's investments are denominated in currencies other than sterling, and the Company does not currently hedge its currency exposure. Exchange-rate movements can therefore increase or decrease the sterling value of its investments and the income it receives.
- **Key people:** The Company relies on a small number of portfolio managers, and the loss of key personnel could affect performance.
- **Dividends:** Dividends are not guaranteed and may vary from quarter to quarter. They may be paid from capital reserves, which can reduce capital growth.

These are not the only risks. See the Company's Annual Report and Pre-Investment Disclosure Document, available at <http://www.citynats.com/>, for further information.

Yield and Charges Note

- **Dividend yield:** The historic dividend yield shown in Key Facts is dividends of 28.30p for the year to 30 June 2026 divided by the 410.00p share price. It is distinct from the dividend policy, under which each quarterly dividend is 2% of the preceding quarter-end NAV per share. Dividends are not guaranteed.
- **Ongoing charges ratio:** 1.80% for the six months ended 31 December 2025 (unaudited), calculated on the AIC methodology and including the management fee.

Definitions

Understanding the figures:

- NAV (net asset value) is the value of the Company's assets less its liabilities;
- NAV per share divides this by the number of shares. A premium means the share price is above NAV per share, a discount that it is below.
- MV (market value) is the market price of a holding.
- Net gearing compares loans less liquid assets with Total Net Assets.
- Gross and commitment leverage compare total investment exposure with NAV using different methods; they are exposure measures, not borrowing percentages.

Discrete 12-month total return (%), calendar years

	2021	2022	2023	2024	2025	2026*
NAV	43.3	22.7	(8.7)	(3.5)	92.7	19.2
Share Price	30.2	30.2	(11.9)	16.8	101.8	22.5
MSCI World Energy Index	43.0	65.2	(1.8)	5.7	6.5	39.3
MSCI World Metals & Mining Index	16.7	21.8	4.5	(10.0)	54.4	20.9

*2026 is year to date; other years are complete 12-month periods. NAV and share price returns are total returns with dividends reinvested, net of fees and expenses; MSCI indices are total return, sterling adjusted. Past performance is not a reliable indicator of future results.