

Future Generation

DO WELL. DO GOOD.

August 2025 Investment Update

Dear Fellow Shareholder,

August 2025 Investment Portfolio Update

- The Future Generation Australia (ASX: FGX) investment portfolio increased 4.1%, outperforming the S&P/ASX All Ordinaries Accumulation Index by 0.9% and taking the 12-month investment portfolio performance to 15.8%*.
- The Future Generation Global (ASX: FGG) investment portfolio rose 0.4%, while the MSCI AC World Index (AUD) increased 0.7%. This takes the 12-month investment portfolio performance to 20.1%, outperforming the MSCI AC World Index (AUD) by 0.6% over the same period.

Small cap resurgence

After several years of lagging large-caps, small-cap equities are showing real signs of a comeback. Over the past 12-months, the S&P/ASX Small Ordinaries Accumulation Index has surged 23.4%, outperforming the S&P/ASX All Ordinaries Accumulation Index by 8.5%. Small-caps returned 12.4% over the past three months – well ahead of the broader market's 7.3% - sparking renewed investor interest.

Despite its bias toward small and mid-caps, the Future Generation Australia investment portfolio has outperformed the S&P/ASX Small Ordinaries Accumulation Index over most time periods and kept pace with the S&P/ASX All Ordinaries Accumulation Index. This is testament to the skill and expertise of our active fund managers. With small-caps gaining momentum, we believe Future Generation Australia is well positioned to continue its strong performance.

Future Generation Australia HY2025 Results Q&A Webinar recording

Catch up on the Future Generation Australia HY2025 Results Q&A Webinar with insights from Ben Griffiths, Executive Chairman of Eley Griffiths Group, and one of our founding and top-performing pro bono fund managers. Access the recording and transcript [here](#).

Register for our October Shareholder Presentations

We look forward to speaking with you in Newcastle, Gold Coast, Toowoomba and Noosa. Please [register](#) here.

Meet Future Generation Australia's new social impact partners

Following a highly competitive Expression of Interest, with 329

applicants, we have selected six new social impact partners – each with a strong track record and the potential to grow their impact. They join five continuing partners in a portfolio that balances continuity with renewal. Watch our Social Impact Director, Emily Fuller on [ausbiz](#), read Damon Kitney's coverage in [The Australian](#), and the update on page six to learn more.

Vote on your annual social investment

[Voting](#) is now open and will close on Tuesday 30 September at 5:00pm (Sydney time). During this time, we invite you to allocate your portion of the investment. Please see our 2025 Impact Brochures for [Future Generation Australia](#) and [Future Generation Global](#) to learn more about our partners' incredible work.

Interim results released for both Future Generation Australia and Future Generation Global

- Read the Future Generation Australia interim [media release](#) and [financial report](#).
- Read the Future Generation Global interim [media release](#) and [financial report](#).

Time for active management

In our latest episode of [2fold: Take Stock](#), I sat down with Doug Tynan, Chief Investment Officer of GCQ Funds Management, and one of our leading Future Generation Global pro bono fund managers. Known for delivering outstanding returns through a disciplined and highly concentrated investment approach, Doug outlines how recent market uncertainty provides opportunities for active fund managers. Read more on page 4.

If you would like to speak to myself or the Future Generation team, please call us on (02) 9247 9202 or email info@futuregeninvest.com.au.



Caroline Gurney
CEO, Future Generation

*Investment portfolio performance is before expenses, fees and taxes to compare to the relevant indexes which are also before expenses, fees and taxes.

*Risk is measured by volatility. Volatility is a statistical measure of the dispersion of returns for a given security or market index. Volatility is measured by standard deviation, and can be thought of as an assessment of the risk in the investment portfolio. In most cases, the higher the volatility, the riskier the investment.



\$99.5m

SOCIAL
INVESTMENT
TO 2025



\$5.7m

Future
Generation
Australia
2025

\$6.6m

Future
Generation
Global
2025

2025 total social
investment

\$12.3m

2025 annualised
savings on management
fees, performance fees
and service provider
fees forgone

\$19.9m

Total savings on
management fees,
performance fees
and service provider
fees forgone since
inception to 2025

\$172.0m

Investment portfolio performance

The Board declared a fully franked interim dividend of 4.0 cents per share, payable on 28 November 2025.

The NTA before tax is after the refund of \$1.1m (0.28 cents per share) in tax during the month.

Net tangible assets before tax	Month-end share price (at 29 August 2025)	Grossed-up dividend yield [^]
175.27c	\$1.56	7.3% Annualised fully franked interim dividend yield: 5.1% [^]
Net tangible assets after tax and before tax on unrealised gains	Assets	Dividends paid since inception (per share)
171.20c	\$709.7m	34.1c Including the value of franking credits: 48.7c
Net tangible assets after tax	Volatility*	Profits reserve (per share)
160.43c	9.8% MSCI AC World Index (AUD): 10.6%	71.4c

*Volatility is a statistical measure of the dispersion of returns for a given security or market index. Volatility is measured by standard deviation, and can be thought of as an assessment of the risk in the investment portfolio. In most cases, the higher the volatility, the riskier the investment.

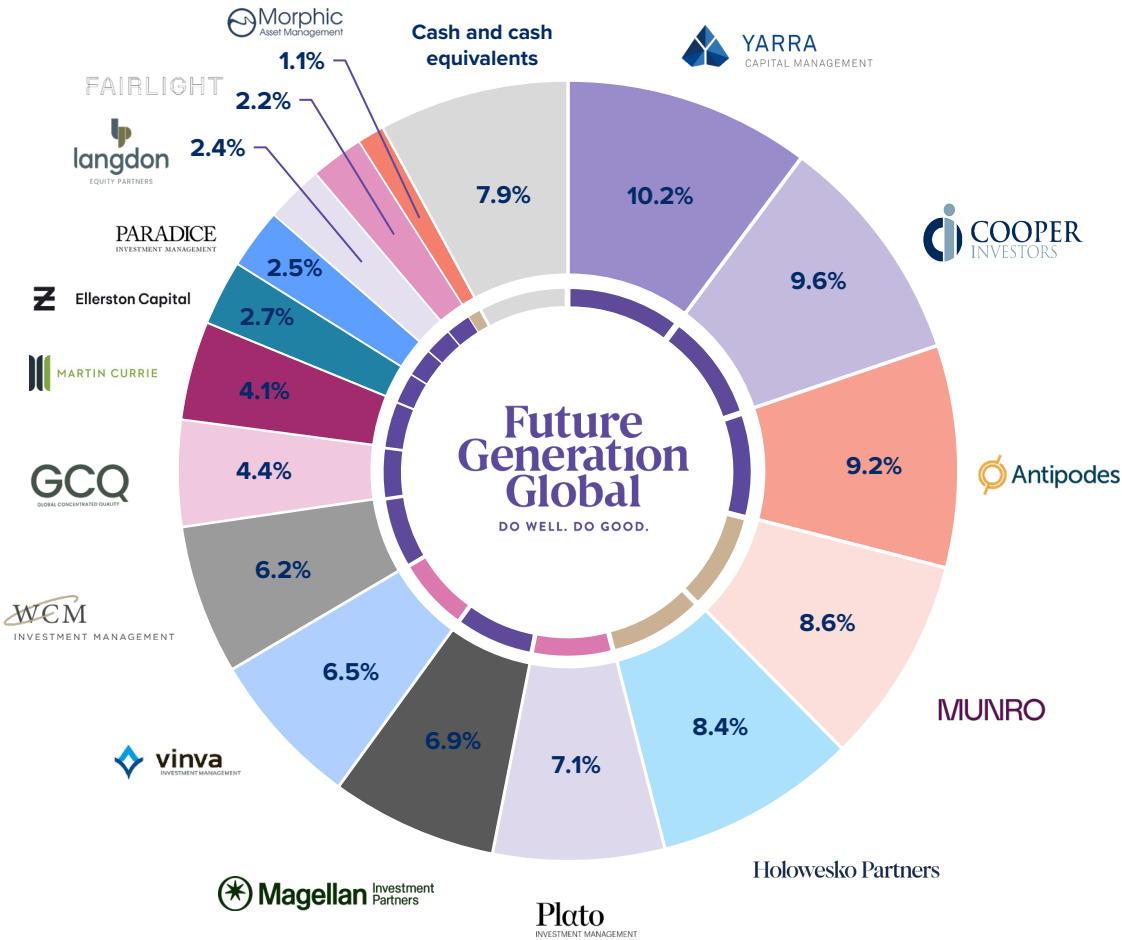
[^]Based on the 29 August 2025 share price and the annualised FY2025 fully franked interim dividend of 8.0 cents per share. Grossed-up dividend yield includes the value of franking credits and is based on a tax rate of 30.0%.

Investment portfolio performance at 31 August 2025	Fin YTD	1 yr	3 yrs	5 yrs	7 yrs	Since inception %pa (Sept-15)
Future Generation Global	9.0%	20.1%	17.9%	9.8%	9.4%	10.0%

Investment portfolio performance is before expenses, fees and taxes. Future Generation Global's financial year is from 1 January to 31 December.

Fund manager allocations

0% management fees
0% performance fees



Long equities	60.4%
Absolute bias	18.1%
Quantitative	13.6%
Cash	7.9%

Investment portfolio performance

The Board declared a fully franked interim dividend of 3.6 cents per share, payable on 26 November 2025.

The NTA before tax is after the refund of \$0.2m (0.06 cents per share) in tax during the month.

Net tangible assets before tax	Month-end share price (at 29 August 2025)	Grossed-up dividend yield [^]
149.97c	\$1.315	7.9% Annualised fully franked interim dividend yield: 5.5% [^]
Net tangible assets after tax and before tax on unrealised gains	Assets	Dividends paid since inception (per share)
144.85c	\$622.1m	53.5c Including the value of franking credits: 76.4c
Net tangible assets after tax	Volatility*	Profits reserve (per share)
141.48c	11.6% S&P/ASX All Ordinaries Accumulation Index: 13.8%	45.5c

*Volatility is a statistical measure of the dispersion of returns for a given security or market index. Volatility is measured by standard deviation, and can be thought of as an assessment of the risk in the investment portfolio. In most cases, the higher the volatility, the riskier the investment.

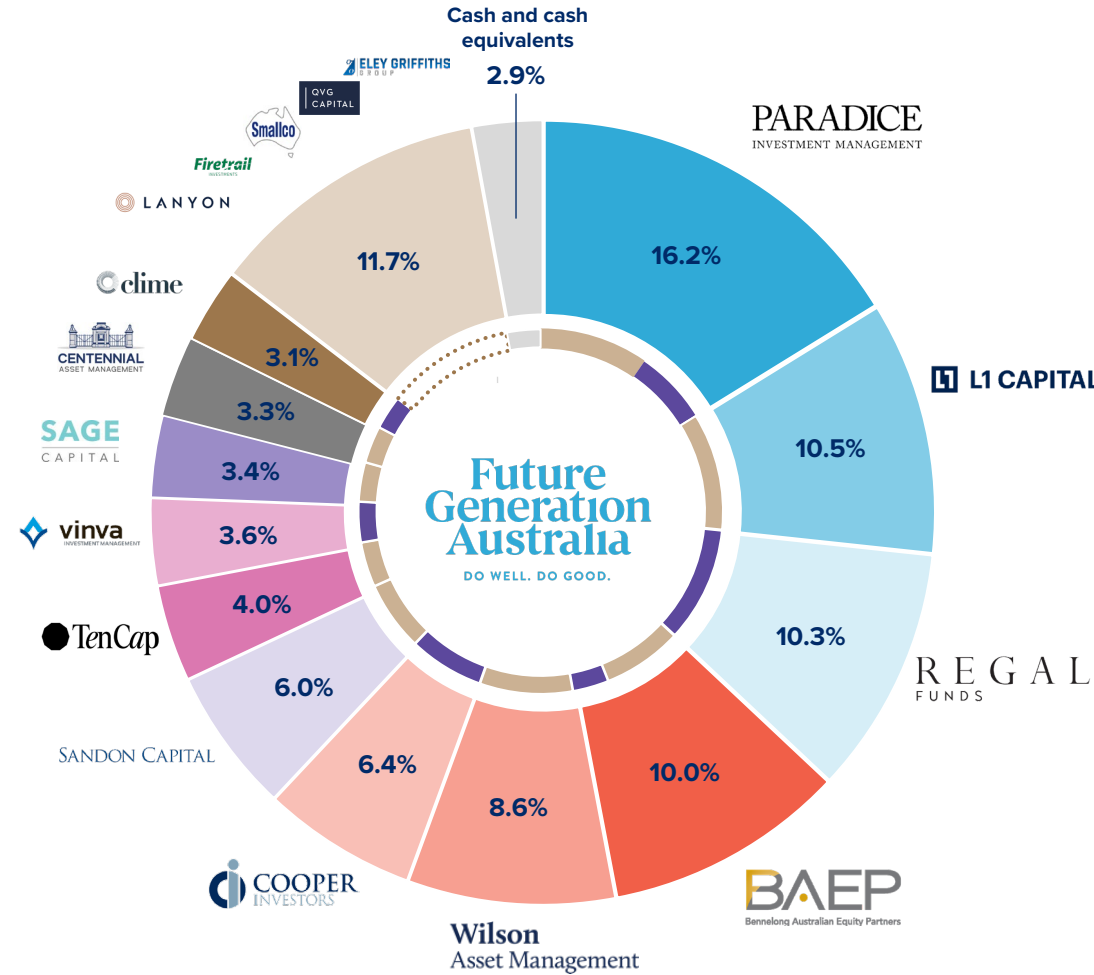
[^]Based on the 29 August 2025 share price and the annualised FY2025 fully franked interim dividend of 7.2 cents per share. Grossed-up dividend yield includes the value of franking credits and is based on a tax rate of 30.0%.

Investment portfolio performance at 31 August 2025	Fin YTD	1 yr	3 yrs %pa	5 yrs %pa	7 yrs %pa	Since inception %pa (Sept-14)
Future Generation Australia	12.6%	15.8%	12.4%	11.3%	9.2%	9.9%

Investment portfolio performance is before expenses, fees and taxes. Future Generation Australia's financial year is from 1 January to 31 December.

Fund manager allocations

0% management fees
0% performance fees



11.7% fund manager breakdown

Lanyon Asset Management	3.0%	QVG Capital	2.3%	Absolute bias	55.4%
Firetrail Investments	2.5%	Eley Griffiths Group	1.5%	Long equities	41.7%
Smallco Investment Manager	2.4%			Cash	2.9%

Meet the Manager



“It’s in our DNA”: Doug Tynan on the investing discipline that delivers returns

In our latest [2fold: Take Stock](#) episode, Doug Tynan, co-founder of GCQ Funds Management, and one of our leading Future Generation Global (ASX: FGG) pro bono fund managers, shares the mindset, rules and real world examples behind his high performance investing approach.

Why are checklists so important to your investing?

The checklist is such an important part of our process; it’s in our DNA. Just like an airline pilot going from Sydney to Brisbane, you can’t skip the checklist. You don’t ever skip it once, because then you’ll skip it twice, then three times, and you’ve made that normal.

Coming up with the checklist - that’s the easy part. The hard part is the discipline to stick to it. That’s what makes the difference.

How does that checklist help you avoid bad investments?

There is no example at GCQ where we do something that clearly does not get through our

checklist. I can give you one example: Swatch Group (XSWX: UHR). They try to call themselves luxury, but when you break apart their earnings, they’re not.

I really like Swatch watches, I collect them. But they don’t have pricing power. They discount. That fails our super luxury checklist. So, we didn’t buy the stock - and the share price hasn’t done well at all.

What does pass the “super luxury” checklist?

We have a very clear checklist for that: the brand has to be 100+ years old. Everything’s got to be hand-made in Italy, France or Switzerland. And they must never discount.

Once you discount, you’re training the customer to only buy on sale. Plus, you’re annoying the one who paid full price last week. When we walk into a boutique - not a shop - we don’t want to see price tags. Cartier doesn’t have price tags. Neither does Van Cleef or Hermès. That’s how you know it’s real.

Have you ever had to sell a great business because of your rules?

WD-40 (NASDAQ: WDFC) is a great example. I’m very positively biased towards it; it’s a wonderful product with an incredible brand. But the share price got up to over \$300USD and was trading at 55 times free cash flow.

I could hear myself making excuses. I’m a bad seller - and that’s exactly why we have rules. We sold it down to about 1% and the share price has come off since. So, we’ve had an opportunity to buy some back. But that decision came from the checklist, not emotion.

How far will you go to understand a company before investing?

We’d been watching Uber (NYSE: UBER) for eight years when it finally passed the checklist. I signed up as a driver in Sydney. Did 20 rides, mainly to the airport. I was hoping to pick up someone I knew, but I didn’t! I got a five-star rating though - the highest rating - and a few tips.

Uber is one of the greatest network effect businesses in the world. It wins city by city, and once it’s the biggest, it becomes self-fulfilling. We bought the stock when people were worried about autonomous vehicles. We think that’s actually a big positive - and just like Visa (NYSE: V) or Mastercard (NYSE: MA), it will end up making money off other people’s hard work.

To listen to the full conversation with Doug, [click here](#).



The Future Generation companies provide exposure to leading Australian and global fund managers

Future Generation Australia fund managers

PARADICE
INVESTMENT MANAGEMENT

R E G A L
F U N D S

BAEP
Bennelong Australian Equity Partners

L1 CAPITAL

Wilson
Asset Management

COOPER
INVESTORS

SANDON CAPITAL

TenCap

vinva
INVESTMENT MANAGEMENT

SAGE
CAPITAL

CENTENNIAL
ASSET MANAGEMENT

clime

LANYON

Firetrail
INVESTMENTS

Smallco

QVG
CAPITAL

ELEY GRIFFITHS
GROUP

Future Generation Global fund managers

COOPER
INVESTORS

YARRA
CAPITAL MANAGEMENT

Antipodes

MUNRO

Holowesko Partners

Magellan
Investment Partners

Plato
INVESTMENT MANAGEMENT

vinva
INVESTMENT MANAGEMENT

WCM
INVESTMENT MANAGEMENT

GCCQ
GLOBAL CONCENTRATED QUALITY

MARTIN CURRIE

Ellerston Capital

langdon
EQUITY PARTNERS

PARADICE
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FAIRLIGHT

Morphic
Asset Management

Meet our new Future Generation Australia social impact partners

In the ten years since Future Generation Australia (ASX: FGX) was launched, we've seen profound shifts in the challenges facing young children and their families. As we approached this milestone anniversary, we began a review of our giving strategy to ensure we are optimising our impact for vulnerable Australian children.

Guided by the landmark 2023 Australian Child Maltreatment Study which revealed the scale and devastating impact of childhood trauma - we have refined our philanthropic focus to **supporting vulnerable children aged 0 to 14 to overcome adversity and thrive.**

We followed this with a national Expression of Interest to identify high-performing non-profits that work with children experiencing (or at known risk of) adversity. We were looking for organisations that promote resilience, a positive sense of self, and healthy relationships with caregivers and others - all factors that help vulnerable children to heal and grow.

We received 329 applications and have selected six new social impact partners - [Brave Foundation](#), [GUTS Dance](#), [Karinya House](#), [KidsXpress](#), [Yawarda Services](#), and [Yiliyapinya](#) - each with a strong track record and the potential to grow their impact. They join five continuing partners - [The Australian Children's Music Foundation](#), [Giant Steps](#), [Lighthouse Foundation](#), [The Mirabel Foundation](#), and [Raise Foundation](#) - in a portfolio that balances continuity and renewal.

Dr Philip Lowe, Chair of Future Generation Australia, said: "I think we all have a responsibility to help kids that have these early adverse events in their life, and the charities that Future Generation is supporting really have that as their core mission."

To learn more about our evidence-based impact strategy and our partners' incredible work, please see our [Future Generation Australia Social Impact Brochure](#), read Damon Kitney's coverage in [The Australian](#), and visit our [website](#).

Our social impact partners



Our pro bono service providers



**Fund manager
allocation and
investments at
market value as at
31 August 2025**

Fund Manager	Investment	Strategy	% of Gross Assets
Yarra Capital Management	Yarra Global Share Fund	Long equities	10.2%
Cooper Investors	Cooper Investors Global Equities Fund (Unhedged)	Long equities	9.6%
Antipodes Partners	Antipodes Global Value Fund	Long equities	9.2%
Munro Partners	Munro Global Growth Fund	Absolute bias	8.6%
Holowesko Partners	Holowesko Global Fund Limited	Absolute bias	8.4%
Plato Investment Management	Plato Global Alpha Fund	Quantitative	7.1%
Magellan Asset Management	Magellan Global Fund	Long equities	6.9%
Vinva Investment Management	Vinva International Equity Fund	Quantitative	6.5%
WCM Investment Management	WCM Quality Global Growth Managed Fund	Long equities	6.2%
GCQ Funds Management	GCQ Flagship Fund	Long equities	4.4%
Martin Currie Investment Management	Martin Currie Global Long-term Unconstrained Fund	Long equities	4.1%
Ellerston Capital	Ellerston Global Mid Small Cap Fund	Long equities	2.7%
Paradice Investment Management	Paradice Global Small Cap Fund	Long equities	2.5%
Langdon Equity Partners	Langdon Global Smaller Companies Fund	Long equities	2.4%
Fairlight Asset Management	Fairlight Global Small & Mid Cap (SMID) Fund	Long equities	2.2%
Morphic Asset Management	Morphic Ethical Equities Fund Limited	Absolute bias	1.1%
	Cash and cash equivalents		7.9%

**Fund manager
allocation and
investments at
market value as at
31 August 2025**

Fund Manager	Investment	Strategy	% of Gross Assets
	Equity Alpha Plus/Mid Cap Funds (split out below)		16.2%
Paradice Investment Management	Paradice Equity Alpha Plus Fund	Absolute bias	9.5%
	Paradice Australian Mid Cap Fund	Long equities	6.7%
	Long Short/Catalyst Funds (split out below)		10.5%
L1 Capital	L1 Capital Long Short Fund	Absolute bias	7.3%
	L1 Capital Catalyst Fund	Long equities	3.2%
Regal Funds Management	Regal Australian Long Short Equity Fund	Absolute bias	10.3%
Bennelong Australian Equities Partners	Bennelong Australian Equities Fund	Long equities	10.0%
	Equity/Leaders Funds (split out below)		8.6%
Wilson Asset Management	Wilson Asset Management Equity Fund	Absolute bias	4.8%
	Wilson Asset Management Leaders Fund	Absolute bias	3.8%
Cooper Investors	Cooper Investors Australian Equities Fund	Long equities	6.4%
Sandon Capital	Sandon Capital Activist Fund	Absolute bias	6.0%
Ten Cap Investment Management	Ten Cap Alpha Plus Fund	Absolute bias	4.0%
Vinva Investment Management	Vinva Australian Equities Fund	Long equities	3.6%
Sage Capital	Sage Capital Equity Plus Fund	Absolute bias	3.4%
Centennial Asset Management	The Level 18 Fund	Absolute bias	3.3%
Clime Investment Management	Clime All Cap Australian Equities Fund	Long equities	3.1%
Lanyon Asset Management	Lanyon Investment Fund	Absolute bias	3.0%
Firetrail Investments	Firetrail High Conviction Fund	Long equities	2.5%
Smallco Investment Manager	Smallco Broadcap Fund	Long equities	2.4%
QVG Capital	QVG Opportunities Fund	Long equities	2.3%
Eley Griffiths Group	Eley Griffiths Group Small Companies Fund	Long equities	1.5%
	Cash and cash equivalents		2.9%