Future Generation Australia

DO WELL. DO GOOD.

Financial Report

FOR THE HALF YEAR ENDED 30 JUNE 2026

Future Generation Australia Limited

ABN: 97 063 935 553

Future Generation Australia Limited

Future Generation Australia Limited (Future Generation Australia or the Company) is a listed investment company and is a reporting entity. The Company's primary investment objectives are to provide shareholders with a stream of fully franked dividends, achieve medium to long term capital growth and preserve shareholder capital.

Chair

Dr Philip Lowe

Directors

Stephanie Lai
David Leeton
David Paradice AO
Gabriel Radzyminski
Geoff Wilson AO
Kate Thorley

Joint Company Secretaries

Jesse Hamilton
Sandra McIntosh

Investment Committee

Geoff Wilson AO (Chair)
Bruce Tomlinson
David Smythe
Gabriel Radzyminski
John Coombe
Martyn McCathie
Matthew Kidman

Auditor

Pitcher Partners Sydney

Country of Incorporation

Australia

Registered Office

Level 26, Governor Phillip Tower
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Sydney NSW 2000

Contact Details

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Sydney NSW 2001

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Share Registry

Boardroom Pty Limited
Level 8, 210 George Street
Sydney NSW 2000

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+61 2 8023 5472 (International)

For enquiries relating to shareholdings, dividends (including participation in the Dividend Reinvestment Plan and Dividend Donation Plan) and related matters, please contact the share registry.

Australian Securities Exchange

Future Generation Australia Limited Ordinary Shares
ASX Code: FGX

Contents

Directors' Report to Shareholders

For the half year ended 30 June 2026

The Directors present their report together with the financial report of Future Generation Australia Limited for the half year ended 30 June 2026.

Directors

The following persons were Directors of the Company during the financial period and up to the date of this report:

- Dr Philip Lowe, Chair and Non-Executive Director
- Stephanie Lai, Non-Executive Director
- David Leeton, Non-Executive Director
- David Paradice AO, Non-Executive Director
- Gabriel Radzyminski, Non-Executive Director
- Geoff Wilson AO, Non-Executive Director
- Kate Thorley, Non-Executive Director
- Mike Baird AO, Non-Executive Director (resigned 1 May 2026)

Principal activity

The principal activity of the Company is to invest in funds managed by a number of leading Australian equity fund managers with a focus on long equities and absolute bias investment strategies, while also contributing to social impact partners with a focus on supporting vulnerable children aged 0 to 14 years to overcome adversity and thrive and other not-for-profit organisations. The Company invests its capital with fund managers who have agreed to provide their services for 0.0% management fees and 0.0% performance fees. The pro bono support of these fund managers, as well as the pro bono support of various service providers, allows the Company to donate 1.0% of its average monthly net assets each year to our social impact partners with a focus on Australian youth at risk and other not-for-profit organisations.

No change in the nature of the activity of the Company took place during the period or is likely to in the future.

Operating and financial review

For the six-month period ended 30 June 2026, the Company reported an operating loss before tax of $18.9 million (HY2025: operating profit before tax of $19.0 million) and an operating loss after tax of $12.4 million (HY2025: operating profit after tax of $13.3 million). The operating loss for the period was reflective of the investment portfolio performance during the six months to 30 June 2026. The after tax figure includes a $6.5 million income tax benefit, primarily delivered through franking credits received on franked distributions from the underlying fund managers and the tax benefit from the operating loss for the period. The investment portfolio decreased 2.5% during the six months, while the S&P/ASX All Ordinaries Accumulation Index increased 1.2% and the S&P/ASX Small Ordinaries Accumulation Index fell 7.9%.

The listed investment company structure, together with accumulated profits reserve, has enabled Future Generation Australia to increase its fully franked interim dividend despite the decline in investment portfolio performance during the period. At 31 July 2026, the Company had 5.5 years of dividend coverage, based on 41.8 cents per share in the profits reserve, before the payment of the fully franked interim dividend of 3.8 cents per share.

Since inception, the investment portfolio has increased 9.1% per annum, outperforming the S&P/ASX All Ordinaries Accumulation Index by 0.9% per annum and the S&P/ASX Small Ordinaries Accumulation Index by 2.5% per annum. This performance has been achieved with less volatility as measured by standard deviation.

During the period, the Australian equity market remained concentrated in a relatively small number of large companies, while the Future Generation Australia investment portfolio was significantly more diversified, helping to reduce concentration risk.

Operating and financial review (continued)

The investment portfolio's bias towards small and mid-cap companies weighed on investment portfolio performance during the six months to 30 June 2026, with the S&P/ASX Small Ordinaries Accumulation Index underperforming the S&P/ASX All Ordinaries Accumulation Index by 9.1% over the period. Despite the challenging market conditions, the investment portfolio has outperformed its benchmark over the one year, three years and since inception periods.

The Future Generation Australia Investment Committee (IC) has constructed a portfolio of active Australian fund managers that have outperformed the market over the long term. This diversified investment portfolio gives shareholders exposure to 16 of Australia's leading fund managers with a larger weighting towards small and mid-cap companies and an underweight exposure to large-cap companies. The IC continues to believe that this diversified mix of active managers will continue to drive long-term investment portfolio performance for shareholders.

The Future Generation Australia investment portfolio has been structured to provide diversification across investment managers, styles and strategies. As at 30 June 2026, the portfolio was 63.5% absolute bias, 32.7% long equities and 3.8% cash.

The operating loss for the period includes the distribution income received from underlying fund managers, in addition to the unrealised gains and losses arising as a result of the changes in the market value of the investments held with the underlying fund managers. The level of distribution income received and the movement in the market value of the investments can add to or reduce operating profit or loss in each period respectively. This treatment under the Australian Accounting Standards can cause large variations in reported operating profits or losses between periods.

The operating profit or loss for each financial period is reflective of the underlying investment portfolio performance and is important to understand with context to the overall performance of equity markets in any given period. As a result, we believe the more appropriate measures of the financial results for the period are the investment portfolio performance, the change in net tangible assets (NTA) and fully franked dividends, together with total shareholder return (TSR).

Investment portfolio performance

Investment portfolio performance measures the growth of the underlying portfolio of investments and cash before expenses, fees and taxes. The S&P/ASX All Ordinaries Accumulation Index and S&P/ASX Small Ordinaries Accumulation Index are also measured before expenses, fees and taxes.

In the six months to 30 June 2026, the investment portfolio decreased 2.5%, while the S&P/ASX All Ordinaries Accumulation Index increased 1.2% and the S&P/ASX Small Ordinaries Accumulation Index fell 7.9%. Since inception, the investment portfolio has increased 9.1% per annum, outperforming the S&P/ASX All Ordinaries Accumulation Index by 0.9% per annum and the S&P/ASX Small Ordinaries Accumulation Index by 2.5% per annum. The investment portfolio performance has been achieved with less volatility as measured by standard deviation, 11.6% versus the S&P/ASX All Ordinaries Accumulation Index's 13.6% and the S&P/ASX Small Ordinaries Accumulation Index's 16.7%.

Net tangible asset growth

NTA growth is the change in value of the Company's assets, less liabilities and costs (including tax, donation and company related expenses). The NTA represents the realisable value of the Company and is provided to shareholders and announced to the ASX each month.

The NTA before tax as at 30 June 2026 was $1.32 per share (December 2025: $1.48), and the NTA after tax was $1.33 per share (December 2025: $1.39). These figures are after the 3.6 cents per share fully franked final dividend paid to shareholders and corporate tax paid of 7.3 cents per share during the period. The franking credits attached to corporate tax payments are available for distribution to shareholders through fully franked dividends.

Directors' Report to Shareholders

For the half year ended 30 June 2026

Total shareholder return

TSR measures the tangible value shareholders gain from share price growth and dividends paid over the period, before and after the value of any franking credits distributed to shareholders through fully franked dividends.

The TSR for the Company was 7.1% during the six months to 30 June 2026, including the value of franking credits distributed to shareholders through fully franked dividends. This was driven by the closing of the share price discount to NTA from 11.3% as at 31 December 2025 to a share price premium to NTA of 2.0% as at 30 June 2026, offset by the investment portfolio decrease of 2.5% during the period. Excluding the value of franking credits, TSR was 5.9% for the period.

Material Business Risks

The Company recognises that risk is inherent in business and that effective risk management, being a key component of sound corporate governance, is essential in achieving its goals and objectives.

The Company's risk management framework, material risks and approach to managing them during the period are described in the 2025 Annual Report in the Directors' Report on pages 40-42 and in Note 16 to the 2025 Annual Financial Report on pages 73-75.

Dividends

The Board declared an increased fully franked interim dividend of 3.8 cents per share to be paid on 20 November 2026. The FY2026 fully franked interim dividend provides an annualised fully franked dividend yield of 5.6% and a grossed-up dividend yield of 8.0%, on the 30 June 2026 share price of $1.35 per share.

The Board's decision to increase the fully franked interim dividend demonstrates the strength and sustainability of the Company's model, and its ability to provide shareholders with a reliable stream of fully franked income throughout varying market conditions.

Since inception, the Company has paid 86.7 cents per share in fully franked dividends to shareholders, when including the value of franking credits. At 31 July 2026, the Company had 5.5 years of dividend coverage, based on 41.8 cents per share in the profits reserve, before the payment of the fully franked interim dividend of 3.8 cents per share.

Fund managers and service providers

Through their investment in Future Generation Australia, shareholders have unprecedented access to leading Australian fund managers and can make a significant contribution towards a brighter future for Australian children and youth at risk. This is made possible by our leading fund managers foregoing management and performance fees. The Board of Directors, the Investment Committee and most service providers also work on a pro bono basis.

We would like to thank our fund managers and service providers for their outstanding and continued generosity throughout the period. This generosity has allowed the Company to support its designated social impact partners and other Australian not-for-profit organisations. The value of the fund managers' foregone management and performance fees for the half year period ended 30 June 2026 totalled $3.4 million (HY2025: $3.7 million), and the estimated value of the service providers working for the Company on a pro bono basis totalled $0.9 million (HY2025: $0.9 million). Currently we estimate the value of this pro bono support to be approximately $8.6 million per annum, and at 1.6% of the net assets of the Company, these savings to shareholders far exceed the annual 1.0% donation to our social impact partners.

Social impact update

Future Generation Australia will deliver its twelfth annual donation of $5.9 million by the end of the year to organisations supporting some of Australia's most vulnerable children. This brings the total donations since inception to $54.9 million.

Directors' Report to Shareholders

For the half year ended 30 June 2026

Social impact update (continued)

The Company has partnered with 11 high-impact Australian not-for-profit organisations working to support children experiencing, or at known risk of, adversity to build healthy relationships, resilience and a positive sense of self – all factors that help vulnerable children to heal and grow.

Future Generation Australia's philanthropic focus is guided by the landmark 2023 Australian Child Maltreatment Study, which revealed the scale and devastating impact of childhood trauma. Research has shown that regardless of the adversity they face, through supportive relationships and experiences children can recover and thrive.

In 2025, Future Generation Australia's social impact partners supported over 12,000 children, young people and caregivers by investing in the capacities of positive childhood experiences to promote healthy development and healing.

After balance sheet date events

Since the end of the period, the Company has declared a fully franked interim dividend of 3.8 cents per share to be paid on 20 November 2026.

No other matters or circumstances have arisen since the end of the period which significantly affect, or may significantly affect, the operations of the Company, the results of those operations or the state of affairs of the Company in subsequent financial periods.

Rounding of amounts

In accordance with *ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2026/183*, the amounts in the Directors' Report have been rounded to the nearest thousand dollar, or in certain cases, the nearest dollar, unless otherwise indicated.

Auditor's Independence Declaration

A copy of the Auditor's Independence Declaration as required under Section 307C of the *Corporations Act 2001* in relation to the review for the half year is set out on page 8 of the financial report.

Signed in accordance with a resolution of the Board of Directors.

Dr Philip Lowe
Chair

Dated this 27th day of August 2026

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Auditor's Independence Declaration
To the Directors of Future Generation Australia Limited
ABN 97 063 935 553

In accordance with section 307C of the *Corporations Act 2001*, I declare to the best of my knowledge and belief in relation to the review of the financial report of Future Generation Australia Limited for the half year ended 30 June 2026, there have been:

i. no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and

ii. no contraventions of the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* in relation to the review.

R. King

Richard King
Partner

Pitcher Partners
Sydney

27 August 2026

Statement of Comprehensive Income

For the half year ended 30 June 2026

	Note	June 2026 $'000	June 2025 $'000
Investment income			
Net realised and unrealised losses on financial investments		(37,239)	(12,654)
Distribution income received		17,961	31,447
Investment management and performance fee rebates	**2**	2,698	3,045
Interest income		995	582
		(15,585)	**22,420**
Expenses provided on a pro bono basis			
Share registry maintenance costs		-	-
Directors' fees		-	-
Investment Committee fees		-	-
Accounting fees		-	-
ASX annual listing fees		-	-
Expenses			
Donation accrual	**3**	(2,846)	(2,817)
Service agreement costs		(250)	(249)
Other expenses		(125)	(189)
Disbursements, mailing and printing		(38)	(33)
Audit fees		(33)	(29)
Share registry transaction and AGM costs		(28)	(27)
ASX CHESS fees and DRP listing fees		(24)	(23)
ASIC industry funding levy		(11)	(5)
Tax fees		-	(3)
(Loss)/profit before income tax		**(18,940)**	**19,045**
Income tax benefit/(expense)		6,515	(5,714)
(Loss)/profit after income tax attributable to members of the Company		**(12,425)**	**13,331**

Other comprehensive income			
Other comprehensive income for the half year, net of tax		-	-
Other comprehensive income for the half year, net of tax		-	-

Total comprehensive (loss)/income for the half year		**(12,425)**	**13,331**

Basic and diluted (loss)/earnings per share		**(3.02) cents**	**3.26 cents**

The accompanying notes form part of these half year financial statements.

Statement of Financial Position

As at 30 June 2026

	Note	June 2026 $'000	December 2025 $'000
Assets			
Current assets			
Cash and cash equivalents		20,866	53,332
Trade and other receivables		12,009	1,760
Financial assets at fair value through profit or loss	7	518,452	555,827
Other current assets		-	19
Total current assets		**551,327**	**610,938**
Non-current assets			
Deferred tax assets		8,441	930
Total non-current assets		**8,441**	**930**
Total assets		**559,768**	**611,868**
Liabilities			
Current liabilities			
Trade and other payables		366	587
Donation accrual	3	5,890	3,067
Current tax liabilities		5,820	29,058
Total current liabilities		**12,076**	**32,712**
Non-current liabilities			
Deferred tax liabilities		-	5,461
Total non-current liabilities		**-**	**5,461**
Total liabilities		**12,076**	**38,173**
Net assets		**547,692**	**573,695**
Equity			
Issued capital	5(a)	455,566	454,348
Profits reserve	6	172,213	180,390
Accumulated losses	6	(80,087)	(61,043)
Total equity		**547,692**	**573,695**

The accompanying notes form part of these half year financial statements.

Statement of Changes in Equity

For the half year ended 30 June 2026

	Note	Issued capital $'000	Profits reserve $'000	Accumulated losses $'000	Total equity $'000
Balance at 1 January 2025		**452,058**	**155,108**	**(59,577)**	**547,589**
Net profit for the half year		-	-	13,331	13,331
Transfer to profits reserve		-	14,722	(14,722)	-
Other comprehensive income, net of tax		-	-	-	-
Transactions with owners:					
Shares issued via Dividend Reinvestment Plan	**5(b)**	1,110	-	-	1,110
Dividends paid	**4(a)**	-	(14,321)	-	(14,321)
Balance at 30 June 2025		**453,168**	**155,509**	**(60,968)**	**547,709**
Balance at 1 January 2026		**454,348**	**180,390**	**(61,043)**	**573,695**
Net loss for the half year		-	-	(12,425)	(12,425)
Transfer to profits reserve	**6**	-	6,619	(6,619)	-
Other comprehensive income, net of tax		-	-	-	-
Transactions with owners:					
Shares issued via Dividend Reinvestment Plan	**5(b)**	1,218	-	-	1,218
Dividends paid	**4(a)**	-	(14,796)	-	(14,796)
Balance at 30 June 2026		**455,566**	**172,213**	**(80,087)**	**547,692**

The accompanying notes form part of these half year financial statements.

Statement of Cash Flows

For the half year ended 30 June 2026

	June 2026 $'000	June 2025 $'000
Cash flows from operating activities		
Proceeds from sale of financial assets	39,748	66,105
Payments for purchase of investments	(29,481)	(35,930)
Interest income received	995	582
Rebate income received	278	759
Income tax paid	(29,695)	(10,500)
Donation paid	(23)	(33)
Net GST received from ATO	1	3
Payments for other expenses	(711)	(556)
Net cash (used in)/provided by operating activities	**(18,888)**	**20,430**
Cash flows from financing activities		
Dividends paid to the Company's shareholders, (net of Dividend Reinvestment Plan)	(13,578)	(13,211)
Net cash used in financing activities	**(13,578)**	**(13,211)**
Net (decrease)/increase in cash and cash equivalents	**(32,466)**	**7,219**
Cash and cash equivalents at the beginning of the half year	53,332	7,593
Cash and cash equivalents at the end of the half year	**20,866**	**14,812**
Non-cash investing and financing activities		
Distributions and rebate income reinvested	20,381	33,733
Shares issued via Dividend Reinvestment Plan	1,218	1,110

The accompanying notes form part of these half year financial statements.

Notes to the Financial Statements

For the half year ended 30 June 2026

1. Basis of preparation

These interim financial statements and notes for the half year represent those of Future Generation Australia Limited.

The half year financial statements are general purpose financial statements, which:

- have been prepared in accordance with the requirements of the *Corporations Act 2001* and Australian Accounting Standard AASB 134: *Interim Financial Reporting*, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34: *Interim Financial Reporting;*
- do not include full disclosures of the type normally included in an annual financial report. It is recommended that the half year financial report be read in conjunction with the Annual Financial Report for the year ended 31 December 2025 and any public announcements made by the Company during the half year in accordance with continuous disclosure requirements arising under the *Corporations Act 2001;*
- have been prepared on an accruals basis (except for cash flow information) and are based on historical costs, with the exception of certain financial assets which have been measured at fair value;
- are presented in Australian dollars with all amounts in the financial report rounded to the nearest thousand dollars, unless otherwise indicated, in accordance with *ASIC Corporations (Rounding in Financial/Directors' Reports) instrument 2026/183;* and
- adopt accounting policies which have been consistently applied by the Company throughout the period and are consistent with those applied in the 31 December 2025 Annual Financial Report.

The half year financial report was authorised for issue on 27 August 2026 by the Board of Directors.

2. Investment income from ordinary activities

As at 30 June 2026, the investment portfolio was made up of 16 leading Australian equity fund managers with investments in 19 unlisted unit trusts.

Where available, the Company has invested in unit classes that have zero management and performance fees. The unit trusts with a zero fee unit class are the Firetrail Australian High Conviction Fund, L1 Capital Long Short Fund, QVG Opportunities Fund, The Level 18 Fund, Vinva Australian Equities Fund and Wilson Asset Management Leaders Fund.

The aggregated value of management and performance fees foregone by the unit trusts with a zero fee unit class for the six months ended 30 June 2026 was $0.7 million (HY2025: $0.6 million).

The remaining investments are made in unlisted unit trusts with fund managers that normally charge management and performance fees. These fund managers have rebated the fees charged. The aggregate value of management and performance fees rebated to the Company was $2.7 million for the six months ended 30 June 2026 (HY2025: $3.1 million).

The estimated value of the other pro bono services provided to the Company for the six months ended 30 June 2026, including the Board and Investment Committee working on a pro bono basis, totalled $0.9 million (HY2025: $0.9 million).

3. Donation

In line with its stated objectives, the Company donates a percentage of its net assets to support its social impact partners who focus on children and youth at risk, as well as other not-for-profit organisations. The donation is accrued monthly and is equal to 1.0% per annum of the Company's average monthly net assets. All donations are made to organisations with deductible gift recipient (DGR) status. The donation represents a tax deduction for the Company.

For the six months ended 30 June 2026, the amount recognised in the Statement of Comprehensive Income was $2.8 million (HY2025: $2.8 million).

As at 30 June 2026, the 12-month accrued commitment is $5.9 million (HY2025: $5.7 million). The Company will pay its twelfth annual donation by the end of the year. The donation of $5.9 million will be made to our partners and other not-for-profit organisations, bringing the total donations since inception to $54.9 million. The specific allocation to each social impact partner will be determined by shareholder votes and directions, with the Board distributing undirected monies between the designated social impact partners.

4. Dividends

a) Ordinary dividends paid during the period

	June 2026 $'000	June 2025 $'000
2025 Final dividend: 3.6 cents per share fully franked at 30% paid 13 May 2026 (2024 Final dividend: 3.5 cents per share fully franked at 30% paid 21 May 2025)	14,796	14,321

b) Dividends not recognised during the period

	June 2026 $'000	June 2025 $'000
Since the end of the half year, the Directors have declared a fully franked interim dividend of 3.8 cents per share payable on 20 November 2026 (2025 Interim dividend: 3.6 cents per share fully franked)	15,651	14,761

5. Issued capital

a) Paid-up capital

	June 2026 $'000	December 2025 $'000
411,867,618 ordinary shares fully paid (December 2025: 410,937,338)	455,566	454,348

5. Issued capital (continued)

b) Movements in ordinary share capital

	For the 6 months to June 2026 $'000	For the 12 months to December 2025 $'000
Balance at the beginning of the period 410,937,338 ordinary shares fully paid (December 2024: 409,116,676)	454,348	452,058
930,280 shares issued on 13 May 2026 under a Dividend Reinvestment Plan	1,218	-
920,752 shares issued on 21 May 2025 under a Dividend Reinvestment Plan	-	1,110
899,910 shares issued on 26 November 2025 under a Dividend Reinvestment Plan	-	1,180
At reporting date	**455,566**	**454,348**

6. Reserves and accumulated losses

	June 2026 $'000	December 2025 $'000
Profits reserve	172,213	180,390
Accumulated losses	(80,087)	(61,043)

The profits reserve is made up of amounts transferred from current period and prior year earnings that are preserved for future dividend payments to shareholders. The profits reserve is made up of both realised and unrealised amounts from the performance of the investment portfolio in each period. The profits reserve represents the ability of the Company to frank future dividend payments for shareholders, subject to the availability of franking credits.

There can be situations where the franking account balance, including franking credits generated from the receipt of franked distributions from the underlying pro bono fund managers and the payment of tax on realised profits, may not match the profits reserve balance (which includes realised and unrealised profits).

Movements:

	For the 6 months to June 2026 $'000	For the 12 months to December 2025 $'000
Profits reserve		
Opening balance	180,390	155,108
Transfer of profits during the half year	6,619	54,361
Final dividend paid (refer to Note 4(a))	(14,796)	(14,321)
Interim dividend paid	-	(14,758)
At reporting date	**172,213**	**180,390**

Notes to the Financial Statements
For the half year ended 30 June 2026

6. Reserves and accumulated losses (continued)

Movements (continued)

	For the 6 months to June 2026 $'000	For the 12 months to December 2025 $'000
Accumulated losses		
Opening balance	(61,043)	(59,577)
Net (loss)/profit for the period	(12,425)	52,895
Transfer to profits reserve	(6,619)	(54,361)
At reporting date	**(80,087)**	**(61,043)**

7. Financial assets at fair value through profit or loss

The Company measures and recognises its financial assets at fair value through profit or loss (FVTPL) on a recurring basis. The Company has no assets or liabilities measured at fair value on a non-recurring basis in the current reporting period.

Fair value hierarchy

AASB 13: *Fair Value Measurement* requires disclosure of fair value measurements by level of the following fair value measurement hierarchy (consistent with the hierarchy applied to financial assets and financial liabilities):

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability either directly or indirectly.

Level 3: Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

I) RECOGNISED FAIR VALUE MEASUREMENTS

Included in Level 2 of the hierarchy are Future Generation Australia's investments in unlisted unit trusts.

The following table presents the Company's assets and liabilities measured and recognised at fair value at 30 June 2026 on a recurring basis:

	Level 1 $'000	Level 2 $'000	Level 3 $'000	Total $'000
At 30 June 2026				
Financial assets at FVTPL	-	518,452	-	518,452
At 31 December 2025				
Financial assets at FVTPL	-	555,827	-	555,827

There were no transfers between levels for recurring fair value measurements during the period (December 2025: nil). The Company's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

7. Financial assets at fair value through profit or loss (continued)

II) DISCLOSED FAIR VALUES

For all financial instruments other than those measured at fair value, their carrying value approximates fair value.

The carrying amounts of trade and other receivables and payables are assumed to approximate their fair values due to their short-term nature.

III) VALUATION TECHNIQUES USED TO DETERMINE FAIR VALUES

Recurring fair value measurements

The fair value of financial instruments that are not traded in an active market are determined using valuation techniques. These valuation techniques maximise the use of observable market data where it is available and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in Level 2. The Board of Directors value the Company's investments in unlisted unit trusts using the unit prices derived from the unaudited net asset backing of the unlisted unit trusts at the end of the period. The unlisted unit trusts are subject to an annual audit.

8. Segment information

The Company is engaged in investing activities including cash, term deposits, investments in underlying funds managed by prominent Australian equity fund managers and equity investments. It has no reportable business or geographical segments.

9. Contingent liabilities

The Company had no contingent liabilities at 30 June 2026 (December 2025: nil).

10. Commitments

The Company donates a percentage of its net assets each year to support its social impact partners who focus on children and youth at risk, as well as other not-for-profit organisations, under the terms outlined in the Prospectus dated 7 July 2014. The donation to our social impact partners is accrued monthly and is equal to 1.0% per annum of the Company's average monthly net assets. As at 30 June 2026, the 12-month accrued commitment is $5.9 million (December 2025: $3.1 million).

The Company will pay its twelfth annual donation by the end of the year. The donation of $5.9 million will be made to our partners and other not-for-profit organisations, bringing the total donations since inception to $54.9 million. The specific allocation to each social impact partner will be determined by shareholder votes and directions, with the Board distributing undirected monies between the designated social impact partners.

11. Events occurring after the reporting period

Since the end of the period, the Board declared a fully franked interim dividend of 3.8 cents per share to be paid on 20 November 2026.

No other matters or circumstances have arisen since the end of the period, other than already disclosed, which significantly affect or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in subsequent financial periods.

Directors' Declaration

The Directors of Future Generation Australia Limited declare that:

1. The half year financial report, as set out on pages 9 to 17, is in accordance with the *Corporations Act 2001*, including:

   a) complying with Australian Accounting Standard AASB 134: *Interim Financial Reporting*, the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and

   b) giving a true and fair view of the financial position of the Company as at 30 June 2026 and of its performance for the half year ended on that date.

2. At the date of this declaration, in the Directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the Board of Directors.

Philip Lowe

Dr Philip Lowe
Chair

Dated this 27th day of August 2026

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Independent Auditor's Review Report
To the Members of Future Generation Australia Limited
ABN 97 063 935 553

Report on the Half Year Financial Report

Conclusion

We have reviewed the half year financial report of Future Generation Australia Limited ("the Company"), which comprises the statement of financial position as at 30 June 2026, statement of comprehensive income, statement of changes in equity and statement of cash flows for the half year ended on that date, and notes comprising material accounting policy information and explanatory notes, and the Directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying half year financial report of Future Generation Australia Limited does not comply with the *Corporations Act 2001* including:

a. Giving a true and fair view of the Company's financial position as at 30 June 2026 and of its financial performance for the half year then ended; and

b. Complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001.*

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity* ("ASRE 2410"). Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* ("the Code") that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of the Company, would be in the same terms if given to the Directors as at the time of this auditor's review report.

Responsibility of the Directors for the Half Year Financial Report

The Directors of the Company are responsible for the preparation of the half year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the Directors determine is necessary to enable the preparation of the half year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility for the Review of the Half Year Financial Report

Our responsibility is to express a conclusion on the half year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Company's financial position as at 30 June 2026 and its performance for the half year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of a half year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

R. King

Richard King
Partner

Pitcher Partners

Pitcher Partners
Sydney

27 August 2026

We are proud to support our social impact partners by donating 1.0% per annum of the Company's average monthly net assets each year.

With the assistance of our pro bono service providers

With thanks to the following pro bono fund managers

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