

ASX Release

Solvar H1 FY26 Results

18 February 2026

Solvar Limited (ASX: "SVR", "Solvar" or the "Group"), the leading provider of specialised finance, is pleased to announce its financial performance for the half-year ended 31 December 2025 (H1 FY26).

Key Highlights

- Normalised **Net Profit After Tax (NPAT) of \$20.0 million**, up 5.8% on pcp;
- Statutory NPAT of \$17.8 million, up 5.8% on pcp;
- **Earnings Per Share (EPS) up 13.5% to 9.3 cents** per share on pcp;
- Fully franked interim dividend of 6.0 cents, plus a special fully franked dividend of 2.5 cents per share, totalling **8.5 cents per share payable on 7 April 2026**;
- A total of **11.0 cents per share fully franked dividend** for H1 FY26 including the 2.5 cents fully franked special dividend paid in January 2026;
- Australian loan book up 1.7% since June 2025 to \$846.6 million;
- **Bad debt expense down \$6.2 million on pcp** due to the sale of written off loan book in New Zealand;
- Over \$500.0 million in funding headroom available for growth.

Financial Performance

In November 2025, the Group sold the New Zealand written-off loan book for NZ\$9.4 million, NZ\$8.0 million collected up front with a further NZ\$1.4 million held in retention which is expected to be realised after 36 months. The sale accelerated the recognition of future cash flows from New Zealand lifting H1 FY26 NPAT. It also simplifies and accelerates the exit from New Zealand.

Capital Management

The Group continues to prioritise capital efficiency and shareholder return through disciplined balance sheet management. The result has been a material improvement in **Earnings Per Share to 9.3 cents (Normalised EPS of 10.4 cents per share) up by 13.5% on pcp**.

Debt Structure

In November 2025, the Group continued broadening and diversifying its funding with a new competitively priced \$488.0 million warehouse debt facility, and repriced & resized its existing Money3 warehouse facility to \$270.0 million (from \$510.0 million), with flexibility to expand when required. The revised pricing arrangements provide a material reduction in funder margins and is expected to deliver significant interest cost savings in FY27 based on current utilisation levels, enhancing the return profile as the loan book scales.

Both warehouse facilities have a two-year funding availability period with extension options. These enhancements increase funding limits to approximately \$1.1 billion and provide over \$500.0 million of headroom to support ongoing loan book growth.

Equity Structure

An on-market share buyback program purchased 5.3 million shares for \$8.3 million during the period while Solvar traded below the Net Tangible Asset value. The average share price was \$1.58, a 7.1% discount on Net Tangible Assets.

Dividends / Share Buyback

Solvar paid a special fully franked dividend of 2.5 cents per share on 29 January 2026 resulting from the sale of the New Zealand written off loan book. Consistent with the announcement made in November 2025 regarding franking credits, the Board will continue to prioritise special fully franked dividends aligned with the collection of the New Zealand loan book.

The Board is pleased to advise of a further payment of a **2.5 cent special fully franked dividend to be paid on 7 April 2026.**

The Board has considered a range of shareholder feedback in relation to Share buyback vs special dividends made possible from the collection of the loan book in New Zealand. With the current share price trading near or above the Group's Net Tangible Assets the Board does not intend to renew the current Share buyback program.

Regulatory matters

On 5 September 2025, judgment was delivered on the matter of ASIC v Money3, with majority of the claims against Money3 being dismissed. A hearing as to the penalty payable by Money3 will be heard in February 2026 with the judgement expected prior to the end of the financial year.

Mr Scott Baldwin, CEO and Managing Director of Solvar, said: “We are delighted with the sale of the written off loan book for NZ\$9.4m and partnership in New Zealand, providing Solvar with an accelerated exit while allowing customers to transition to a local provider.”

“Solvar welcomes the judgement on the ASIC matter, concluding a period of uncertainty in relation to Money3’s lending practices. Over the period of the ASIC matter Money3 has made considerable investment making changes to its underwriting practices, credit risk appetite, engagement with the Financial Counsellor community, and training of staff in relation to First Nations peoples, hardship & vulnerability. ”

“Solvar continues to invest in the development of new products and establishing a dedicated commercial lending team, with the commercial loan book now at ~\$67.0 million and growing. Solvar anticipates continued growth in commercial lending as Bennji establishes itself in the market.”

Outlook

The Australian loan book is expected to continue disciplined growth with expansion of commercial lending and improving new loan origination from AFS and Money3.

Solvar reiterates FY26 guidance of **normalised NPAT of \$36.0 million** (including the one-off sale of the written off loan book in New Zealand).

Further Information

Solvar management will host a webinar this morning at 11.00am to discuss the half year results. Registration is available at the following link:

https://us02web.zoom.us/webinar/register/WN_0eoOLVsORpmqYold7aAfqA

Further information related to H1 FY26 results is provided in the Appendix 4D and the Interim Financial Report and the investor presentation released on the same date.

Approved for release by the Board of Directors of Solvar Limited.

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For further information please contact:

Managing Director & CEO

Scott Baldwin

+61 3 7031 6019

s.baldwin@solvar.com.au

Chief Financial Officer

Siva Subramani

+61 3 7031 6018

s.subramani@solvar.com.au

ABOUT SOLVAR LIMITED (ASX: SVR)

Solvar is a market leading Consumer and Commercial finance company with over 20 years' experience in Australia and New Zealand, having funded over \$2 billion of vehicles and personal loans. Dominating the used-vehicle finance market and delivering a unique customer experience from loan application to the final loan payment the group leverages technology to provide a seamless application process from a broker, online or directly to the Group.