



K2 Asset Management Holdings Ltd Media Release 26 February 2026 December 2025 Half-Year Financial Results

K2 Asset Management Holdings Ltd Releases HY26 Results – Revenue growth accelerates as strategic investment positions business for profitability

K2 Asset Management Holdings Ltd (**K2**) today released its half year results for the period ending 31 December 2025 (**HY26**), highlighting continued revenue growth, expanding Assets Under Management (**AUM**), and disciplined reinvestment to position the business for a return to profitability.

Total revenue for the half year amounted to **\$3.1 million**, increasing by 9% compared to the corresponding 6-months in 2024. The revenue growth reflects the continued execution of K2's diversified financial services strategy across its three core pillars and demonstrates a sustainable upward revenue trajectory. The focus continues to be on strengthening the team, expanding operational capabilities, and enhancing resources. These investments are designed to support scalable growth, deepen client relationships, and build durable revenue streams. As a result of this necessary reinvestment phase, K2 recorded a small after-tax loss of \$369,179 for the half year. Importantly, this short-term loss reflects proactive growth investment and structural investment in each business pillar.

Assets Under Management continued to grow during the half year as the Board pursued growth across the three core pillars of its diversified financial services offering. For the 12-months to 31 December 2025, AUM increased by 7% to AUD 5.02 billion. The table below provides total AUM as of 31 December 2025 and the relevant comparative periods.

| | Asset Under Management (AUM) AUD \$millions | | |
|------------------------------------------------------------|---------------------------------------------|------------------|------------------|
| | 31 December 2023 | 31 December 2024 | 31 December 2025 |
| Responsible Entity (RE), Trustee & Administration Services | 4,092.7 | 4,589.3 | 4,735.0 |
| Exchange Traded (ETF) & Listed Fund Services | 273.6 | 306.3 | 274.8 |
| Funds Management & advisory* | 71.9 | 83.2 | 290.5 |
| Total AUM | 4,117.6 | 4,676.9 | 5,019.03 |

The above information is unaudited. Spot rates as at the reference dates have been used in converting non-Australian denominated investments. Please refer to Total AUM for aggregate non-duplicated AUM. *Funds Management & advisory consists of the K2 Australian Absolute Return Fund, Select International Alpha Fund, K2 Global High Alpha Fund and K2 Australian Small Cap Fund (ASX: KSM), SMAs and private mandates. The underlying service fee charged for the above listed 3 core pillars of service offerings are at different rates.



FY26 Outlook

The Board's primary focus remains on enduring profitability. As the business moves into the second half of the financial year, it does so with improved structural alignment across its operating pillars, a more commercially focused product suite, and a materially strengthened pipeline of new client opportunities. The work undertaken during HY26 has been directed at ensuring each division is positioned to deliver scalable, recurring revenue with greater earnings visibility. The Board's active review of all products and business lines aim to ensure capital and resources are allocated to areas with the strongest long-term return potential. This disciplined approach to business optimisation will continue as K2 seeks further growth opportunities across its product suite.

Within the Responsible Entity, Trustee and Administration services pillar, the pipeline of new mandates continues to grow. Several new fund appointments are scheduled to commence during FY26, with additional managers in advanced discussions to utilise K2's AFSL and operational infrastructure. Importantly, these mandates are expected to contribute recurring and scalable fee revenue, providing improved forward visibility and supporting profitability.

Momentum is also building within the Funds Management & Advisory pillar. The investment in recent years in a third-party fund-of-fund model is performing well with strong alignment with high calibre and good performing external global and domestic managers. Further, the market continues to show strong demand for outsourced CIO services, particularly from managers seeking enhanced governance frameworks, portfolio construction expertise and risk oversight. K2's CIO offering is increasingly recognised as a flexible and institutional-quality solution. With active discussions underway and recent mandate wins, the Board expects further additions to the platform.

K2 maintains a strong balance sheet post the payment of a half cent dividend in September 2025. Cash on deposit sits at \$7.2 million and \$5.3 million in franking credits is available for distribution. This financial position provides flexibility to continue executing on growth initiatives while maintaining disciplined capital management.

In summary, HY26 reflects a period of strategic repositioning and investment. Revenue is growing steadily, AUM continues to expand, the product suite has been strengthened through targeted partnerships, and the forward pipeline of new clients provides increasing earnings visibility. The Board remains confident that these foundations will deliver profitability in FY26 and beyond.

If you have any questions, please contact:

Hollie Wight

Chief Executive Officer (CEO)

Managing Director (MD), RE & Trustee Services

reservices@k2am.com.au

03 9691 6111