ASX Release

FY26 Results

19 August 2026

Solvar Limited (ASX: SVR) ("Solvar" or "the Group") today announced its financial results for the year ended 30 June 2026, **delivering improved earnings quality, continued capital returns and significant progress against its strategic objectives.**

The result reflects the continued execution of initiatives undertaken over recent years to strengthen the Group's funding platform, simplify operations, expand commercial lending, and improve capital efficiency.

FY26 Highlights

- **Normalised Net Profit After Tax (NPAT) increased to $36.1 million, up 7.5% on FY25**;
- Statutory NPAT of $29.5 million, down 6.2% on FY25;
- **Normalised EPS increased to 19.0 cents per share,** up 14.7% on FY25**,** supported by earnings growth and ongoing capital management initiatives;
- A total of **19.5 cents per share fully franked dividend** for FY26 including 7.5 cents special dividend;
- Fully franked final 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 October 2026**;
- **Loan book in continuing operations increased to $920.3 million, up 10.5% on FY25;**
- **Commercial lending continued to scale,** with Bennji reaching $49.7m loan book, pushing total commercial loan book to $109.8 million;
- Bad debt expense in continuing operations was 4.4% of gross loan book, consistent with guidance of the upper end of the target range of 3.5% - 4.5%;
- **Funding capacity expanded to ~$1.1 billion,** providing over $400 million of available headroom to support future growth.

Progress on Strategic Priorities

FY26 represents a significant milestone in Solvar's transformation journey. The Group continued to simplify its operating model and invest in scalable growth platforms including expanding its presence in commercial finance.

Commercial lending remains a key strategic priority and is expected to become an increasingly important contributor to earnings as the business scales. The Bennji commercial loan book continued to grow during FY26, reaching $49.7 million, supported by broker distribution and demand from small businesses and sole traders.

The continued growth of Bennji is helping diversify earnings and supporting the Group's long-term objective of delivering sustainable and profitable growth.

Strengthened Funding

A major focus for Solvar has been strengthening Solvar's funding and capital position. During FY26, Solvar established a new $488 million warehouse facility for Money3 and repriced existing facilities, reducing funding margins by ~1% and increasing overall funding capacity.

These initiatives are expected to deliver meaningful funding cost savings in FY27 while supporting continued loan book growth. The Group now has approximately $1.1 billion of total funding capacity and more than $400 million available to support future growth opportunities.

Capital Management and Shareholder Returns

Solvar remains committed to disciplined capital allocation. During FY26, the Group continued its on-market share buyback program, acquiring 7.5 million shares while the share price traded below its net tangible assets. The buyback was executed at an average acquisition price of $1.54 per share, enhancing earnings per share and shareholder value.

The Board has declared a fully franked final dividend of 6.0 cents per share plus a fully franked special dividend of 2.5 cents per share, bringing total FY26 dividends to 19.5 cents per share fully franked.

New Zealand Exit and Regulatory Matters

The Group continued to execute its orderly exit from New Zealand. During FY26, Solvar completed the sale of its New Zealand written-off loan book for NZ$9.4 million, accelerating cash realisation and simplifying the Group structure. The transaction reduced future management complexity while supporting capital returns to shareholders.

In relation to the historical ASIC proceedings, the matter was concluded during FY26. Solvar has strengthened its credit assessment processes, compliance frameworks, customer engagement practices and staff training programs over recent years. These enhancements position the Group strongly from both a governance and customer outcomes perspective.

Mr Scott Baldwin, CEO and Managing Director of Solvar, said: "FY26 was an important year for Solvar as we continued rebuilding the foundations of the business to create a platform delivering sustainable growth."

"We have substantially completed our New Zealand exit, materially improved our funding position, strengthened our regulatory framework and continued to build scale in commercial lending through Bennji. The investments made over recent years have positioned Solvar with a stronger balance sheet, improved funding economics and significant capacity to support future growth."

"As we move into FY27, focus remains on disciplined loan book growth, expanding commercial lending capability, improving productivity through technology and delivering attractive long-term returns for shareholders."

Outlook

Solvar enters FY27 with a position of strength. The Group expects:

- Continued growth in our consumer and commercial lending portfolios;
- Further expansion of Bennji's commercial lending activities;
- Improved earnings quality;
- Ongoing productivity gains through technology and operating model simplification; and
- Continued disciplined capital allocation focused on shareholder value creation.

The Board believes Solvar is well positioned to deliver sustainable long-term growth supported by a strengthened funding platform, scalable operating model and responsible lending framework.

Further Information

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

https://us02web.zoom.us/webinar/register/WN_zSWYZhPVQsO1nxKeZH0lCw

Further information related to FY26 results is provided in the Annual Report and the investor presentation released on the same date.

Approved for release by the Board of Directors of Solvar.

-ENDS-

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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 $3 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.