30 October 2026

Company Announcements
Australian Securities Exchange

Clime Investment Management Limited (Clime, ASX: CIW)

September Quarter Update

Review of FY26 results

Shareholders are encouraged to read Clime's FY26 Annual Report containing the annual audited results that were announced to the ASX on 16 October 2026. This included detailed commentary on the results including reports from the Chairman, Managing Director, CFO and the Board. It is available in the market announcements section for CIW at www.asx.com.au.

In summary

- **Total Operating Revenue**: $7.57 million, which was down 17% from FY25 ($9.1 million). This decline was deliberate, reflecting corporate restructuring, divested or closed fund structures, and a drop in corporate advisory fees to $0.5 million (down from $2.5 million in FY25).
- **Other Income:** $3.94 million, was generated through strategic transactions, including the divestment of the Clime International and All Cap Funds, alongside trimming the company's equity stake in James Street Wealth.
- **Profit Before Tax** (Continuing Operations): $1.40 million, representing a 47% increase compared to FY25.
- **Net Profit After Tax**: $0.80 million, surging by 57% from the $510,676 recorded in the previous year.
- **Net Tangible Assets**: $17.51 million (equivalent to 21.3 cents per share), up materially from the prior year's position.
- **Performance Fees:** $2.29 million, compared to minimal fees in FY25.
- **FY26 Dividend**: Subject to the outcomes of the Board Review (see below), the intention remains to declare a fully franked final dividend of 0.50 cents per share.

FY26 Audit

- **Delay in audit:** Increased regulatory scrutiny of private credit and unlisted asset valuations resulted in our auditor requesting additional independent valuation evidence – specifically related to Clime Capital Limited (ASX: CAM) which could not be obtained before the 30 September reporting deadline.

- **Audit and Board Review**: Clime has initiated a board-led review to fully investigate and resolve the issues that delayed the audit. Well progressed is the work of independent consultants and valuers to review Clime's private credit investments and unlisted asset assets.
- **Performance Fees:** Payment of the FY26 performance fee to Clime has been deferred until completion of the Board Review.

Strategic Transformation

- Simplified Operations: Clime has substantially completed its transformation into a focused investment manager centred on IMAs, CAM, and exclusive investment opportunities for valued clients.
- Exceptional Digital Growth: Clime's YouTube channel has reached 6,630 subscribers, growing 57% in 60 days, and more than 890,000 cumulative views, with recent programs exceeding 40,000 views. Building on founder John Abernethy's original approach of sharing investment insights and developing trusted relationships, Clime's weekly programs now reach a much larger audience without paid advertising or direct product promotion.
- Investment in Distribution: Following the simplification of its operations and growth in its digital audience, Clime is expanding its distribution capability through the appointment of a Melbourne-based Key Account Manager.

Operational review

The FY27 financial year commenced with Clime in a strategically stronger position than it was at the start of FY26. As a simplified mandate-led investment and asset consulting business, Clime is focussed on expanding recurring mandate revenue, strengthening strategic partnerships and improving returns for shareholders.

Investment Performance – FY 26

At the portfolio level, Clime's active investment management delivered significant outperformance against the broader market. In our equity portfolios, this reflected a more disciplined application of Clime's established intrinsic value methodology, while our multi-asset portfolios benefited from investments made over the past year in strengthening our internal investment team and its capabilities.

Under the investment management direction of Clime, the listed investment company Clime Capital Limited (ASX: CAM) outperformed the general equity market index by 12.0% in FY26. CAM's Gross Portfolio Return (FY26) was 17.7% before fees. The S&P/ASX All Ordinaries Benchmark was only 5.7% over the same period.

Asset Consulting and Capital under Mandates (FUMA) – FY27

Total FUMA increased by 9.4% during the September quarter due to an increase in asset consulting and mandates.

Clime both directly manages client portfolios ($829 million) and has strategic investments in advisory groups who advise or manage portfolios ($1.9 billion).

The decline in SMA FUM reflects restrictions on onboarding new clients through third-party platforms. SMAs are platform-issued products, generally offering lower margins and operating on terms outside Clime's control. While Clime remains open to working constructively with preferred platform partners, its strategic preference is for direct investment management relationships that provide greater flexibility, stronger client engagement and more sustainable margins.

FUNDS UNDER MANAGEMENT & ADVICE (Unaudited)	30-Sept-26 $mill	30-Jun-26 $mill	Change $mill (Jun – Sept)	Change %
Clime Capital Limited (Listed Investment Co.)	*$154*	*$157*	*($3)*	*(1.9%)*
IMAs and Direct FUM&A	*$412*	*$332*	*$80*	*24.1%*
Separately Managed Accounts (SMAs)	*$263*	*$318*	*($55)*	*(17.2%)*
Asset Consulting and mandates	*$1,909*	*$1,695*	*$214*	*12.6%*
TOTAL FUM&A	***$2,738***	***$2,502***	***$236***	***9.4%***

Outlook

With the structural transformation largely complete, Clime is now positioned to grow as a more focused, scalable investment management business with materially reduced operational complexity.

FY27 will be focused on:

- expanding Asset Consulting mandates;
- growing recurring portfolio management revenue;
- integrating strategic partnerships;
- completing remaining structural initiatives;
- maintaining disciplined capital allocation; and
- continuing to improve investment performance.

This announcement is approved by the Board of Directors of Clime Investment Management Limited for release to the ASX.

For enquiries, please contact Michael Baragwanath (Managing Director of Clime) on 1300 788 568 or via email at info@clime.com.au.



Michael Baragwanath
Managing Director