

Appendix 4D

Half Year Report

for the half year ended 30 June 2025



Results for announcement to the market

All comparisons for the half year ended 30 June 2024
(unless specified for 31 December 2024)

Future Generation Australia Limited
ABN 97 063 935 553

	\$'000	up/down	% mvmt
Revenue from ordinary activities	22,420	down	31.7%
Profit from ordinary activities before income tax expense	19,045	down	35.6%
Net profit from ordinary activities after income tax expense	13,331	down	42.9%

Dividend information	Cents per share	Franking %	Tax rate for franking
2025 Interim dividend cents per share	3.6	100%	30%
2024 Final dividend cents per share	3.5	100%	30%

Interim dividend dates

Ex-dividend date	13 November 2025
Record date	14 November 2025
Last election date for the DRP	18 November 2025
Payment date	26 November 2025

Dividend Reinvestment Plan

The Dividend Reinvestment Plan (DRP) is in operation and the recommended fully franked interim dividend of 3.6 cents per share qualifies. Participating shareholders will be entitled to be allotted the number of shares (rounded to the nearest whole number) which the cash dividend would purchase at the relevant issue price. The relevant issue price will be calculated as the volume weighted average market price (VWAP) of shares sold on the ASX (on an ex-dividend basis) four trading days from the ex-dividend date, inclusive of the ex-dividend date. The DRP will operate without a discount for the fully franked interim dividend.

	30 Jun 25	31 Dec 24
Net tangible asset backing (before tax) per share	\$1.39	\$1.40
Net tangible asset backing (after tax) per share	\$1.34	\$1.34

After the FY2024 fully franked final dividend of 3.5 cents per share paid to shareholders during the six month period to 30 June 2025.

This report is based on the Half Year Financial Report for the six months ended 30 June 2025 which has been subject to independent review by the Auditors, Pitcher Partners Sydney. All the documents comprise the information required by Listing Rule 4.2A. This information should be read in conjunction with the Annual Report for the year ended 31 December 2024.

**Future
Generation
Australia**

DO WELL. DO GOOD.

Financial Report

FOR THE HALF YEAR ENDED 30 JUNE 2025

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 long-term capital growth and preserve shareholder capital.

Chair

Dr Philip Lowe

Directors

Stephanie Lai
David Leeton
David Paradice AO
Gabriel Radzyninski
Geoff Wilson AO
Kate Thorley
Mike Baird AO

Joint Company Secretaries

Jesse Hamilton
Mark Licciardo

Investment Committee

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

Chief Executive Officer

Caroline Gurney

Chief Investment Officer

Lee Hopperton

Auditor

Pitcher Partners Sydney

Country of Incorporation

Australia

Registered Office

Level 26, Governor Phillip Tower,
1 Farrer Place, Sydney NSW 2000

Contact Details

Postal Address: GPO Box 4658
Sydney NSW 2001

T: (02) 9247 9202
E: info@futuregeninvest.com.au
W: futuregeninvest.com.au

Share Registry

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

T: 1300 420 372 (in Australia)
+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	4
-----------------------------------	---

Auditor's Independence Declaration	8
------------------------------------	---

Statement of Comprehensive Income	9
-----------------------------------	---

Statement of Financial Position	10
---------------------------------	----

Statement of Changes in Equity	11
--------------------------------	----

Statement of Cash Flows	12
-------------------------	----

Notes to the Financial Statements	13
-----------------------------------	----

Directors' Declaration	18
------------------------	----

Independent Auditor's Review Report	19
-------------------------------------	----

Directors' Report to Shareholders

For the half year ended 30 June 2025

The Directors present their report together with the financial report of Future Generation Australia Limited (Future Generation Australia or the Company) for the half year ended 30 June 2025.

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 Paradise AO, Non-Executive Director
- Gabriel Radzynski, Non-Executive Director
- Geoff Wilson AO, Non-Executive Director
- Kate Thorley, Non-Executive Director
- Mike Baird AO, Non-Executive Director

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, absolute bias and market neutral investment strategies while also contributing to Australian children and youth at risk social impact partners 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 invest 1.0% of its average monthly net assets each year in our social impact partners with a focus on Australian youth at risk and other not-for-profit organisations.

There was no change in the nature of the activity of the Company during the period or is likely in the future.

Operating and financial review

For the six-month period ended 30 June 2025, the Company reported an operating profit before tax of \$19.0 million (HY2024: \$29.6 million) and an operating profit after tax of \$13.3 million (HY2024: \$23.3 million). The operating profit was reflective of the investment portfolio performance over the period, increasing 4.0%^{*} over the six months compared to 6.0%^{*} in the prior period to 30 June 2024. During the half year, the S&P/ASX All Ordinaries Accumulation Index rose 5.9% and the S&P/ASX Small Ordinaries Accumulation Index increased 6.4%.

Since inception, the investment portfolio has increased 9.2%^{*} per annum, outperforming the S&P/ASX All Ordinaries Accumulation Index by 0.8% per annum and the S&P/ASX Small Ordinaries Accumulation Index by 2.8% per annum. This performance has been achieved with less volatility as measured by standard deviation[^].

The Future Generation Australia Investment Committee (IC) has constructed a portfolio of Australian fund managers that have outperformed the market over the long term. This has resulted in a diversified investment portfolio that gives shareholders exposure to 17 of Australia's leading fund managers with a larger weighting towards small, mid and micro-cap companies and an underweight exposure to large-cap companies. The IC continue to believe that this diversified mix of active managers and bias to small, mid and micro-cap sectors will drive long-term performance for shareholders.

The Future Generation Australia investment portfolio has been structured to provide diversification across equity strategies, managers and investment styles. As at 30 June 2025, the portfolio was 55.6% absolute bias, 41.8% long equities and 2.6% cash.

^{*}Investment portfolio performance is before expenses, fees and taxes to compare to the relevant indexes which are also before expenses, fees and taxes.

[^]Volatility is a statistical measure of the dispersion of returns for a given security or market index. Volatility is measured by standard deviation, and can be thought of as an assessment of the risk in the investment portfolio. In most cases, the higher the volatility, the riskier the investment.

Directors' Report to Shareholders

For the half year ended 30 June 2025

Operating and financial review (cont'd)

The operating profit 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 in each period respectively. This treatment under the Accounting Standards can cause large variations in reported operating profits between periods.

The operating profit or loss for each financial period is reflective of the underlying investment portfolio performance and is important to understand within the context of 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 equities 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 2025, the investment portfolio increased 4.0%^{*}. The S&P/ASX All Ordinaries Accumulation Index rose 5.9% and the S&P/ASX Small Ordinaries Accumulation Index increased 6.4% over the period. Since inception, the investment portfolio has increased 9.2%^{*} per annum, outperforming the S&P/ASX All Ordinaries Accumulation Index by 0.8% per annum and the S&P/ASX Small Ordinaries Accumulation Index by 2.8% per annum. The investment portfolio outperformance has been achieved with less volatility as measured by standard deviation[^], 11.6% versus the S&P/ASX All Ordinaries Accumulation Index's 13.9% and the S&P/ASX Small Ordinaries Accumulation Index's 16.8%.

Net tangible asset growth

NTA growth is the change in value of the Company's assets, less liabilities and costs (including tax, social investment 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 2025 was \$1.39 per share (December 2024: \$1.40), and the NTA after tax was \$1.34 per share (December 2024: \$1.34). These figures are after the 3.5 cents per share FY2024 fully franked final dividend paid to shareholders and corporate tax paid of 2.6 cents per share during the period. The franking credits attached to corporate tax payments are available for distribution to shareholders through fully franked dividends.

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 0.4% during the six months to 30 June 2025, including the value of franking credits distributed to shareholders through franked dividends. This was driven by the investment portfolio performance of 4.0%^{*} during the period, offset by the widening of the share price discount to NTA before tax from 10.0% as at 31 December 2024 to 12.3% as at 30 June 2025. Excluding the value of franking credits, TSR was -0.8% for the period.

^{*}Investment portfolio performance is before expenses, fees and taxes to compare to the relevant indexes which are also before expenses, fees and taxes.

[^]Volatility is a statistical measure of the dispersion of returns for a given security or market index. Volatility is measured by standard deviation, and can be thought of as an assessment of the risk in the investment portfolio. In most cases, the higher the volatility, the riskier the investment.

Directors' Report to Shareholders

For the half year ended 30 June 2025

Dividends

The Board declared an increased fully franked interim dividend of 3.6 cents per share to be paid on 26 November 2025. The FY2025 fully franked interim dividend provides an annualised fully franked dividend yield of 5.9% and a grossed-up dividend yield of 8.4%[#], on the 30 June 2025 share price of \$1.215 per share.

The Board's decision to increase the fully franked interim dividend was informed by the annualised grossed-up dividend yield of 7.4%[#] on NTA before tax and the objective to provide shareholders both capital growth (i.e. movement in the Company's share price) and income (i.e. through franked dividends paid to shareholders on a semi-annual basis) returns.

Since inception, the Company has paid 76.4 cents per share in fully franked dividends to shareholders, including the value of franking credits. At 31 July 2025, the Company had 5.8 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 3.6 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 make a significant contribution towards a brighter future for children and youth at risk in Australia. This is made possible by the fund managers forgoing management and performance fees. Most service providers, Directors, the Audit and Risk Committee and the Investment Committee also work on a pro bono basis.

We would like to thank the 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' forgone management and performance fees for the half year period ended 30 June 2025 totalled \$3.7 million (HY2024: \$3.4 million) and the estimated value of the service providers working for the Company on a pro bono basis totalled \$0.9 million (HY2024: \$0.9 million). Currently we estimate the value of this pro bono support to be approximately \$9.2 million per annum, and at 1.7% of the net assets of the Company, these savings to shareholders far exceed the annual 1.0% investment to our social impact partners.

Social impact update

Future Generation Australia will deliver its eleventh annual social investment by the end of the year. The investment of \$5.7 million will be made to our social impact partners and other not-for-profit organisations, bringing the total investment since inception to \$49.0 million.

This year marks a pivotal moment in our giving. Following a strategic review, guided by the landmark 2023 Australian Child Maltreatment Study which revealed the scale and devastating impact of childhood trauma, we have refined our philanthropic focus to supporting vulnerable children aged 0 to 14 to overcome adversity and thrive.

Following this, we undertook a national Expression of Interest to identify high-performing non-profits that work with children experiencing (or at known risk of) adversity. We were looking for organisations that promote resilience, a positive sense of self, and healthy relationships with caregivers and others – all factors that help vulnerable children to heal and grow.

We received 329 applications and have selected six new social impact partners – KidsXpress, Yawarda Services, GUTS Dance, Yiliyapinya, Brave Foundation and Karinya House – each with a strong track record and the potential to grow their impact. They join five continuing partners – Raise Foundation, Giant Steps, Lighthouse Foundation, Australian Children's Music Foundation and The Mirabel Foundation – in a portfolio that balances continuity and renewal.

[#]Grossed-up dividend yield includes the value of franking credits and is based on a tax rate of 30.0%.

Directors' Report to Shareholders

For the half year ended 30 June 2025

Social impact update (cont'd)

In line with philanthropic best practice and subject to each social impact partner continuing to meet our requirements, we intend to provide these organisations with multi-year untied funding and measure their impact in supporting vulnerable young children to overcome adversity and thrive.

After balance sheet date events

Since the end of the period, the Company has declared a fully franked interim dividend of 3.6 cents per share to be paid on 26 November 2025.

No other matters or circumstances have occurred subsequent to period end that has significantly affected, 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 2016/191*, 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 28th day of August 2025

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

In relation to the independent auditor's review of Future Generation Australia Limited for the half-year ended 30 June 2025, I declare that to the best of my knowledge and belief there have been:

- i. no contraventions of the auditor's independence requirements of the *Corporations Act 2001*; and
- ii. no contraventions of APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)*.

**Richard King**
Partner**Pitcher Partners**
Sydney

28 August 2025

Statement of Comprehensive Income

For the half year ended 30 June 2025

	NOTE	JUNE 2025 \$'000	JUNE 2024 \$'000
Investment income			
Net realised and unrealised losses on financial investments		(12,654)	(8,910)
Distribution income received		31,447	38,809
Investment management and performance fee rebates	2	3,045	2,524
Interest income		582	415
		22,420	32,838
Expenses provided on a pro bono basis			
Share registry maintenance costs		-	-
Directors' fees		-	-
Investment Committee fees		-	-
Accounting fees		-	-
ASX annual listing fees		-	-
Expenses			
Social investment accrual	3	(2,817)	(2,780)
Service agreement costs		(249)	(175)
Other expenses		(189)	(164)
Disbursements, mailing and printing		(33)	(33)
Audit fees		(29)	(39)
Share registry transaction and AGM costs		(27)	(26)
ASX CHESS fees and DRP listing fees		(23)	(17)
ASIC industry funding levy		(5)	(6)
Tax fees		(3)	(3)
Profit before income tax		19,045	29,595
Income tax expense		(5,714)	(6,262)
Profit after income tax for the period attributable to members		13,331	23,333
Other comprehensive income			
Other comprehensive income for the period, net of tax		-	-
Other comprehensive income for the period, net of tax		-	-
Total comprehensive income for the period		13,331	23,333
Basic and diluted earnings per share		3.26 cents	5.73 cents

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

Statement of Financial Position

As at 30 June 2025

	NOTE	JUNE 2025 \$'000	DECEMBER 2024 \$'000
Assets			
Current assets			
Cash and cash equivalents		14,812	7,593
Trade and other receivables		26,071	2,333
Financial assets at fair value through profit or loss	7	533,619	566,452
Other current assets		-	19
Total current assets		574,502	576,397
Non-current assets			
Deferred tax assets		1,743	919
Total non-current assets		1,743	919
Total assets		576,245	577,316
Liabilities			
Current liabilities			
Trade and other payables		395	408
Social investment accrual	3	5,743	2,959
Current tax liabilities		12,863	9,916
Total current liabilities		19,001	13,283
Non-current liabilities			
Deferred tax liabilities		9,535	16,444
Total non-current liabilities		9,535	16,444
Total liabilities		28,536	29,727
Net assets		547,709	547,589
Equity			
Issued capital	5(a)	453,168	452,058
Profits reserve	6	155,509	155,108
Accumulated losses	6	(60,968)	(59,577)
Total equity		547,709	547,589

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

Statement of Changes in Equity

For the half year ended 30 June 2025

	NOTE	ISSUED CAPITAL \$'000	PROFITS RESERVE \$'000	ACCUMULATED LOSSES \$'000	TOTAL EQUITY \$'000
Balance at 1 January 2024		449,654	123,195	(47,667)	525,182
Net profit for the period		-	-	23,333	23,333
Transfer to profits reserve		-	23,335	(23,335)	-
Other comprehensive income, net of tax		-	-	-	-
Transactions with owners:					
Shares issued via Dividend Reinvestment Plan	5(b)	1,203	-	-	1,203
Dividends paid	4(a)	-	(13,638)	-	(13,638)
Balance at 30 June 2024		450,857	132,892	(47,669)	536,080
Balance at 1 January 2025		452,058	155,108	(59,577)	547,589
Net profit for the period		-	-	13,331	13,331
Transfer to profits reserve	6	-	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

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

Statement of Cash Flows

For the half year ended 30 June 2025

	JUNE 2025 \$'000	JUNE 2024 \$'000
Cash flows from operating activities		
Proceeds from sale of financial assets	66,105	45,318
Payments for purchase of investments	(35,930)	(22,212)
Interest income received	582	415
Rebate income received	759	356
Income tax paid	(10,500)	(7,475)
Social investment	(33)	(30)
Net GST received from ATO	3	3
Payments for other expenses	(556)	(601)
Net cash provided by operating activities	20,430	15,774
Cash flows from financing activities		
Dividends paid to the Company's shareholders, (net of Dividend Reinvestment Plan)	(13,211)	(12,435)
Net cash used in financing activities	(13,211)	(12,435)
Net increase in cash and cash equivalents	7,219	3,339
Cash and cash equivalents at the beginning of the period	7,593	181
Cash and cash equivalents at the end of the period	14,812	3,520
Non-cash investing and financing activities		
Distributions and rebate income reinvested	33,733	40,977
Shares issued via Dividend Reinvestment Plan	1,110	1,203

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

Notes to the Financial Statements

For the half year ended 30 June 2025

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 2024 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 dollar, unless otherwise indicated, in accordance with *ASIC Corporations (Rounding in Financial/Directors' Reports) instrument 2016/191*, 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 2024 Annual Financial Report.

The half year financial report was authorised for issue on 28 August 2025 by the Board of Directors.

2. Investment income from ordinary activities

As at 30 June 2025, the investment portfolio was made up of 17 leading Australian equity fund managers with investments in 20 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 Wilson Asset Management Leaders Fund, Vinva Australian Equities Fund, Centennial Level 18 Fund, Firetrail Australian High Conviction Fund and the QVG Opportunities Fund.

The aggregated value of management and performance fees forgone by the unit trusts with a zero fee unit class for the six months ended 30 June 2025 was \$0.6 million (HY2024: \$0.9 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 \$3.1 million for the six months ended 30 June 2025 (HY2024: \$2.5 million).

The estimated value of the other pro bono services provided to the Company for the six months ended 30 June 2025, including the Board and Investment Committee working on a pro bono basis, totalled \$0.9 million (HY2024: \$0.9 million).

Notes to the Financial Statements

For the half year ended 30 June 2025

3. Social investment

In line with its stated objectives, the Company invests 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 investment is accrued monthly and is equal to 1.0% per annum of the Company's average monthly net assets. All investments are made to organisations with deductible gift recipient (DGR) status. The investment represents a tax deduction for the Company.

For the six months ended 30 June 2025, the amount recognised in the Statement of Comprehensive Income was \$2.8 million (HY2024: \$2.8 million).

As at 30 June 2025, the 12-month accrued commitment is \$5.7 million (HY2024: \$5.4 million). The Company will pay its eleventh annual investment by the end of the year. The social investment of \$5.7 million will be made to our partners and other not-for-profit organisations, bringing the total investment since inception to \$49.0 million. The specific allocation to each organisation will be determined by shareholder votes and directions, with the Board distributing undirected monies between our social impact partners.

4. Dividends

a) Ordinary dividends paid during the period

	JUNE 2025 \$'000	JUNE 2024 \$'000
2024 Final dividend: 3.5 cents per share fully franked at 30% paid 21 May 2025 (2023 Final dividend: 3.35 cents per share fully franked at 30% paid 22 May 2024)	14,321	13,638

b) Dividends not recognised during the period

	JUNE 2025 \$'000	JUNE 2024 \$'000
Since the end of the half year, the Directors have declared a fully franked interim dividend of 3.6 cents per share payable on 26 November 2025 (2024 Interim dividend: 3.5 cents per share fully franked)	14,761	14,285

5. Issued capital

a) Paid-up capital

	JUNE 2025 \$'000	DECEMBER 2024 \$'000
410,037,428 ordinary shares fully paid (December 2024: 409,116,676)	453,168	452,058

Notes to the Financial Statements

For the half year ended 30 June 2025

5. Issued capital (continued)

b) Movements in ordinary share capital

	JUNE 2025 \$'000	DECEMBER 2024 \$'000
Balance at the beginning of the period	452,058	449,654
409,116,676 ordinary shares fully paid (December 2024: 407,114,405)		
920,752 shares issued on 21 May 2025 under a Dividend Reinvestment Plan	1,110	-
1,042,199 shares issued on 22 May 2024 under a Dividend Reinvestment Plan	-	1,203
960,072 shares issued on 29 October 2024 under a Dividend Reinvestment Plan	-	1,201
At reporting date	453,168	452,058

6. Reserves and accumulated losses

	JUNE 2025 \$'000	DECEMBER 2024 \$'000
Profits reserve	155,509	155,108
Accumulated losses	(60,968)	(59,577)

The profits reserve is made up of amounts transferred from current period and prior year earnings (retained 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:

	JUNE 2025 \$'000	DECEMBER 2024 \$'000
Profits reserve		
Opening balance	155,108	123,195
Transfer of profits during the period	14,722	59,838
Final dividend paid (refer Note 4(a))	(14,321)	(13,638)
Interim dividend paid	-	(14,287)
At reporting date	155,509	155,108

Notes to the Financial Statements

For the half year ended 30 June 2025

6. Reserves and accumulated losses (continued)

Movements (cont'd)

	JUNE 2025 \$'000	DECEMBER 2024 \$'000
Accumulated losses		
Opening balance	(59,577)	(47,667)
Net profit for the period	13,331	47,928
Transfer to profits reserve	(14,722)	(59,838)
At reporting date	(60,968)	(59,577)

7. Fair value measurements

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 (as prices) or indirectly (derived from prices); and

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

I) RECOGNISED FAIR VALUE MEASUREMENTS

The following table presents the Company's assets and liabilities measured and recognised at fair value at 30 June 2025 on a recurring basis:

	LEVEL 1 \$'000	LEVEL 2 \$'000	LEVEL 3 \$'000	TOTAL \$'000
At 30 June 2025				
Financial assets at FVTPL	-	533,619	-	533,619
At 31 December 2024				
Financial assets at FVTPL	-	566,452	-	566,452

There were no transfers between levels for recurring fair value measurements during the period (December 2024: 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.

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.

Notes to the Financial Statements

For the half year ended 30 June 2025

7. Fair value measurements (continued)

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 and investments in unlisted unit trusts managed by prominent Australian equity fund managers. It has no reportable business or geographical segment.

9. Contingencies

There were no contingent liabilities for the Company at 30 June 2025 (December 2024: nil).

10. Commitments

The Company invests 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. The investment is accrued monthly and is equal to 1.0% per annum of the Company's average monthly net assets. As at 30 June 2025, the 12-month accrued commitment is \$5.7 million (December 2024: \$3.0 million).

The Company will pay its eleventh annual investment by the end of the year. The social investment of \$5.7 million will be made to our partners and other not-for-profit organisations, bringing the total investment since inception to \$49.0 million. The specific allocation to each organisation will be determined by shareholder votes and directions, with the Board distributing undirected monies between our social impact partners.

11. Events occurring after the reporting period

Since the end of the period, the Company declared a fully franked interim dividend of 3.6 cents per share to be paid on 26 November 2025.

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.

Directors' Declaration

The Directors of Future Generation Australia Limited declare that:

1. The half year financial report, as set out in pages 9 to 17, are 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 2025 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.



Dr Philip Lowe

Chair

Dated this 28th day of August 2025

**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 2025, 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 other selected explanatory information, 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 2025 and of its financial performance for the half-year ended on that date; 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 2025 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.



Richard King
Partner

28 August 2025



Pitcher Partners
Sydney

We are proud to support



With the assistance of our service providers



With thanks to the following Fund Managers

PARADICE
INVESTMENT MANAGEMENT

REGAL
FUNDS

BAEP

L1 CAPITAL

Wilson
Asset Management

COOPER
INVESTORS

SANDON CAPITAL

TenCap

vinva
INVESTMENT MANAGEMENT

SAGE
CAPITAL

CENTENNIAL
ASSET MANAGEMENT

clime

LANYON

Firetrail
INVESTMENTS

Smallco

QVG
CAPITAL

ELEY GRIFFITHS
GROUP

futuregeninvest.com.au
T +61 2 9247 9202

info@futuregeninvest.com.au
Level 26, Governor Phillip Tower,
1 Farrer Place, Sydney NSW 2000 Australia