



ASX announcement

19 June 2026

Strong execution of strategy and transformation agenda FY26 Adjusted EBIT expectations updated and share buy-back announced

IDP Education Limited (ASX: IEL) (“IDP” or the “Company”) confirms FY26 Adjusted EBIT expectations, provides an update on cost reduction as part of its ongoing transformation program and announces a \$50m share buy-back program.

FY26 Financial Results

IDP expects FY26 Adjusted EBIT¹ to be approximately \$122 million, with strong yield performance and cost reduction mitigating the impact of market conditions. Work to simplify the balance sheet, improve working capital discipline and cash conversion has resulted in an expected Net Leverage Ratio² of around 1.0x at 30 June 2026.

Transformation Program

The Company is executing on its transformation agenda to become a simpler, more agile and technology enabled business. Work to strengthen and simplify the business is progressing well. The Company is now expecting a \$30 million net reduction in the cost base in FY26, ahead of the \$25 million target previously announced. As work on the next phase of the transformation progresses, additional cost reductions have been identified for FY27, which are expected to more than offset natural cost inflation. Further detail on the next phase of the multi-year transformation program will be provided at the Company’s results announcement on 20 August 2026.

Share buy-back

IDP is also announcing an on-market share buy-back program for up to \$50 million of its issued capital, in line with the Company’s capital allocation framework. The buy-back reflects the Company’s robust balance sheet and strong cash generation. This is a result of continued improvement in working capital discipline as well as the Board’s confidence in the Company’s transformation strategy and intrinsic value. The Board has determined that an on-market buy-back is an efficient use of capital and provides the opportunity to enhance shareholder returns. The timing and scale of purchases will depend on market conditions, share price and alternative investment opportunities.

Should the buy-back reach \$50 million over FY27, the FY27 Net Leverage Ratios at 31 December 2026 and 30 June 2027 are expected to be broadly in line with FY26.

Financial and operational performance will be provided at the Company’s results announcement on 20 August 2026.

¹ Unaudited Adjusted EBIT excludes acquired intangible amortisation, M&A related costs, unrealised FX Losses, provisions for credit losses and any restructuring charges associated with IDP’s cost reduction program.

² Unaudited Net Leverage Ratio calculated as expected borrower group net debt divided by pre-AASB16 reported EBITDA plus add back of transformation costs for the twelve months to period end.

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This announcement was authorised for release by the Board of Directors of IDP.

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About IDP Education

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We specialise in combining human expertise with digital technology to help people get accepted into their ideal course, take an English language test or learn English in our schools. Our teams work side-by-side with our customers through every step, from course search to starting their dream course or career.

We partner with more than 1000 quality universities and institutions across Australia, Canada, Ireland, New Zealand, the UK and the US. Our data insights are relied upon by organisations around the world to help ensure policies are informed by the diverse needs, challenges and motivations of students.

Disclaimer

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