BKI INVESTMENT COMPANY LIMITED

2026

BKI INVESTMENT COMPANY LIMITED
ABN: 23 106 719 868

Appendix 4E

Preliminary Final Report – 30 June 2026

Lodged with the ASX under Listing Rule 4.2A

The reporting period is the year ended 30 June 2026 with the previous corresponding period being for the year ended 30 June 2025

Results for Announcement **to the Market**

	Change			2026 $'000		2025 $'000
Revenue performance						
Total revenue – Ordinary	**Up**	**2.0%**	**to**	**70,722**	from	69,332
Special investment revenue	Up	46.9%	to	**1,659**	from	1,129
Total revenue	Up	2.7%	to	**72,381**	from	70,461
Profits						
Operating result after tax – before special investment revenue and applicable tax	**Up**	**3.3%**	**to**	**62,756**	from	60,730
Special investment revenue net of applicable tax	Up	46.9%	to	**1,659**	from	1,129
Net profit from ordinary activities after tax attributable to shareholders	Up	4.1%	to	**64,415**	from	61,859
Net profit attributable to shareholders	Up	4.1%	to	**64,415**	from	61,859

	Change			Cents		Cents
Earnings per share:						
Basic earnings per share after tax and before special investment revenue	**Up**	**3.3%**	**to**	**7.78**	from	7.53
Basic earnings per share after tax and after special investment revenue	Up	4.0%	to	**7.98**	from	7.67
Dividends per share:						
Interim – Ordinary, fully franked	Up	1.3%	to	**3.95**	from	3.90
Final – Ordinary, fully franked	Steady	0.0%	to	**4.00**	from	4.00

Explanation of Operating Results

BKI's Total Ordinary Revenue was up 2.0% to $70.7 million with higher dividends received from BHP Group, Harvey Norman Holdings, Telstra Group, Dalrymple Bay Infrastructure, Macquarie Group, Wesfarmers Limited, Transurban Group, Commonwealth Bank, APA Group and Sonic Healthcare. Special Investment Revenue was $1.7 million, up from the $1.1 million received last year. Special dividends were received from TPG Telecom, ARB Corporation, Wesfarmers Limited and Smartgroup Corporation.

BKI's interest received was $2.9 million, down from $4.2 million received in FY2025 following lower rates of interest and lower cash on deposit during the year.

BKI's Net Operating Profit, after tax and before special investment revenue, was $62.8 million, an increase of 3.3% over the previous corresponding period. BKI's basic earnings per share before special investment revenue increased by 3.3% to 7.78 cents per share.

Net Profit attributable to shareholders was $64.4 million, up 4.1% on the FY2025 result. BKI's FY2026 basic earnings per share, including special investment revenue, was 7.98 cents per share, an increase of 4.1% from FY2025.

Results for Announcement to the Market (continued)

	Ordinary Operations 2026 $'000	Special Investment Revenue 2026 $'000	Statutory Numbers 2026 $'000	Statutory Numbers 2025 $'000
Ordinary revenue from investment portfolio	**67.819**	**1,659**	**69,477**	66,191
Revenue from bank deposits	**2,903**	**–**	**2,903**	4,180
Other income	**–**	**–**	**–**	90
Other gains	**–**	**–**	**–**	–
Income from operating activities	**70,722**	**1,659**	**72,380**	70,461
Operating expenses	**(2,600)**	**–**	**(2,600)**	(2,535)
Operating result before tax	**68,122**	**1,659**	**69,780**	67,926
Income tax expense	**(5,366)**	**–**	**(5,366)**	(6,067)
Net operating result	**62,756**	**1,659**	**64,415**	61,859

	Cents per share		Cents per share	Cents per share
Basic and diluted earnings per share	**7.78**		**7.98**	**7.67**

NTA Backing	June 2026	June 2025
Net Tangible Asset backing per ordinary share before tax	**$2.07**	$1.96
Net Tangible Asset backing per ordinary share after tax	**$1.88**	$1.79

Additional Dividend Information

The Directors have declared a Final Dividend of 4.00 cents per share, fully franked at the tax rate of 30%. This takes FY2026 Total Dividends to 7.95cps up from 7.90cps paid in FY2025. BKI's Final Dividend will be paid to shareholders on Friday 28 August 2026. The Record date for the dividend is Monday 17 August 2026.

The Board has determined that BKI's Dividend Reinvestment Plan (DRP) will be suspended indefinitely, effective from today's full-year results announcement. Consequently, the DRP will not apply to the upcoming Final Dividend and existing shareholder DRP elections will be deferred until the plan is reinstated. Accordingly, all shareholders will receive their upcoming dividend payment fully in cash.

Other Information

This report is based on audited accounts. A copy of the 2026 Annual Report, which includes the audited accounts, is attached to this Appendix 4E.

BKI INVESTMENT COMPANY LIMITED

2026

BKI INVESTMENT COMPANY LIMITED

ABN: 23 106 719 868

Annual Report

for the year ended 30 June 2026

BKI INVESTMENT COMPANY LIMITED

For personal use only

Contents

Corporate **Directory**

Directors

Robert Dobson Millner AO
Non-Executive Chair

David Capp Hall AM
Independent Non-Executive Director

Alexander James Payne
Independent Non-Executive Director

Ian Thomas Huntley
Independent Non-Executive Director

Jacqueline Ann Clarke
Independent Non-Executive Director

Investment Manager

Contact Asset Management Pty Limited (Contact)

Thomas Charles Dobson Millner
Portfolio Manager

William Anthony Culbert
Portfolio Manager

Company Secretary

Belinda Cleminson
(appointed 5 September 2025)

Amanda Wong
(resigned 5 September 2025)

Registered office and principal place of business

Suite 302, Level 3
1 Castlereagh Street
Sydney NSW 2000

Telephone: (02) 7251 6242
Facsimile: (02) 8355 1617

Postal Address:
PO Box H280
Australia Square NSW 1215

Share Register

MUFG Corporate Markets (AU) Limited
Liberty Place
Level 41, 161 Castlereagh Street
Sydney NSW 2000

Telephone: 1300 853 816

Auditor

MGI Sydney Assurance Services Pty Ltd
Level 14
20 Martin Place
Sydney NSW 2000

ASX listing

BKI Investment Company Limited shares are listed on the Australian Securities Exchange (ASX code: **BKI**)

Website

www.bkilimited.com.au

Corporate Governance Statement

www.bkilimited.com.au/about-us/corporate-governance/#statement

Financial **Highlights**

		Change		2026 $'000		2025 $'000
Revenue performance						
Total revenue – ordinary	up	2.0%	to	**70,722**	from	69,332
Special investment revenue	up	46.9%	to	**1,659**	from	1,129
Total income from ordinary activities	up	2.7%	to	**72,381**	from	70,461
Profits						
Operating result after tax - before special investment revenue	up	3.3%	to	**62,756**	from	60,730
Special investment revenue	up	46.9%	to	**1,659**	from	1,129
Net profit from ordinary activities after tax attributable to shareholders	up	4.1%	to	**64,415**	from	61,859
Net profit attributable to shareholders	up	4.1%	to	**64,415**	from	61,859
Portfolio						
Total portfolio value (including cash and receivables)	up	5.9%	to	**1,674,621**	from	1,581,970

		Change		Cents		Cents
Earnings per share (EPS)						
Basic EPS before special investment revenue and applicable tax	up	3.3%	to	**7.78**	from	7.53
Basic EPS after special investment revenue and applicable tax	up	4.0%	to	**7.98**	from	7.67
Dividends per share:						
Interim – Ordinary	up	1.3%	to	**3.95**	from	3.90
Final – Ordinary	steady	0%	to	**4.00**	from	4.00
Full Year Total	up	0.63%	to	**7.95**	from	7.90

10 Year Dividend History (cents per share)

30 June	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026
Interim – Ordinary	3.60	3.625	3.625	3.625	2.00	3.50	3.70	3.85	3.90	**3.95**
Interim – Special	–	–	2.500	1.000	–	0.50	0.50	–	–	**–**
Final – Ordinary	3.70	3.700	3.700	2.320	3.00	3.65	4.00	4.00	4.00	**4.00**
Final – Special	–	–	–	–	–	1.00	–	–	–	**–**
Total	**7.30**	**7.325**	**9.825**	**6.945**	**5.00**	**8.65**	**8.20**	**7.85**	**7.90**	**7.95**

All ordinary and special dividends paid by BKI Investment Company Limited ("BKI") since listing on the Australian Securities Exchange have been fully franked.

10 Year Net Tangible Asset (NTA) History ($ per share)

30 June	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026
NTA before tax	1.61	1.63	1.69	1.47	1.71	1.66	1.75	1.83	1.96	**2.07**
NTA after tax	1.52	1.54	1.58	1.43	1.59	1.58	1.64	1.70	1.79	**1.88**

Financial Highlights (continued)

List of Securities as at 30 June 2026

	Number of securities held	Market value $'000	Portfolio weight %
Financials			
Commonwealth Bank of Australia	697,000	**$114,740**	6.85%
National Australia Bank Limited	2,208,519	**$83,615**	4.99%
Macquarie Group Limited	320,507	**$80,220**	4.79%
Washington H Soul Pattinson & Company Limited	770,777	**$35,571**	2.12%
Westpac Banking Corporation	767,090	**$27,009**	1.61%
EQT Holdings Limited	447,932	**$7,301**	0.44%
E&P Financial Group Limited	6,631,759	**$4,344**	0.26%
Carlton Investments Limited	35,614	**$1,238**	0.07%
		$354,038	**21.15%**
Industrials			
Dalrymple Bay Infrastructure Limited	11,650,537	**$66,991**	4.00%
Transurban Group	4,261,146	**$61,275**	3.66%
Smartgroup Corporation Limited	2,830,000	**$36,196**	2.16%
Lindsay Australia Limited	17,141,631	**$9,685**	0.58%
IPH Limited	1,990,000	**$7,681**	0.46%
		$181,828	**10.86%**
Consumer Discretionary			
Wesfarmers Limited	960,000	**$86,784**	5.18%
Harvey Norman Holdings Limited	10,100,000	**$48,682**	2.91%
ARB Corporation Limited	978,590	**$18,515**	1.11%
		$153,981	**9.20%**
Materials			
BHP Group Limited	3,330,000	**$197,802**	11.81%
Amcor Limited	713,320	**$44,625**	2.66%
		$242,427	**14.47%**
Energy			
Woodside Energy Group Limited	2,950,000	**$83,220**	4.97%
New Hope Corporation Limited	12,950,952	**$69,158**	4.13%
Origin Energy Limited	2,010,000	**$22,070**	1.32%
Ampol Limited	480,000	**$15,792**	0.94%
		$190,240	**11.36%**

List of Securities as at 30 June 2026 (continued)

	Number of securities held	Market value $'000	Portfolio weight %
Telecommunications Services			
Telstra Group Limited	16,175,000	**$82,169**	4.91%
TPG Telecom Limited	5,748,362	**$20,694**	1.24%
		$102,863	**6.14%**
Consumer Staples			
Woolworths Limited	1,209,906	**$48,433**	2.89%
Metcash Limited	1,137,838	**$27,729**	1.66%
Coles Group Limited	6,700,045	**$19,765**	1.18%
		$95,927	**5.73%**
Property Trusts			
Goodman Group Limited	945,000	**$29,418**	1.76%
Stockland Corporation Limited	5,050,000	**$20,604**	1.24%
Mirvac Limited	9,250,000	**$15,910**	0.95%
		$65,932	**3.95%**
Utilities			
APA Group	11,840,845	**$120,066**	7.17%
		$120,066	**7.17%**
Health Care			
Sonic Healthcare Limited	2,110,000	**$43,909**	2.62%
Ramsay Healthcare Limited	575,000	**$25,289**	1.51%
Regis Healthcare Limited	1,807,428	**$11,730**	0.70%
		$80,928	**4.83%**
Total Portfolio		**$1,588,230**	**100%**
Investment portfolio		**$1,588,230**	100%
Trading portfolio		**–**	–
Total Portfolio		**$1,588,230**	**94.84%**
Cash and dividends receivable		**$86,391**	5.16%
Total Investment Assets		**$1,674,621**	**100%**

BKI INVESTMENT COMPANY LIMITED

Chair’s Address

Dear Shareholders,

I am pleased to enclose the 23rd Annual Report of BKI Investment Company Limited (BKI) for the year to 30 June 2026 (“FY2026”).

The Australian equity market in FY2026 was ultimately defined by a stark reality check against the extreme valuation expansion seen in late calendar 2025. While the RBA’s August 2025 rate cut to 3.60% initially fuelled a major rally across Financials and Real Estate, the declining cash rate cycle came to an early, abrupt halt. Inflation growth in early 2026 saw the RBA aggressively reverse course with three consecutive rate hikes, lifting the cash rate back to 4.35%. This rapid tightening cycle is beginning to place some pressure on cost-sensitive, debt-exposed sectors.

Conversely, Materials served as a vital defensive anchor. Secular demand for copper, gold and critical minerals, fuelled by global AI infrastructure and energy needs, drove a rotation into tangible assets. Simultaneously, Middle East conflicts pushed energy commodities higher, allowing the Energy and Infrastructure sectors to shield portfolios from geopolitical shocks. This divided the market: asset-rich large-caps thrived, while the broader economy slowed. In addition, the Federal Budget introduced an extra layer of uncertainty as investors weighed the implications of ongoing fiscal deficits, government spending and Australia’s longer-term productivity outlook.

Looking ahead to FY2027, we believe the market will continue to transition from a phase of macro-driven events to more stock specific outcomes. With the RBA expected to keep the cash rate on hold at 4.35% well into the new financial year, top-line growth and structural cost efficiencies will replace multiple expansion as the primary drivers of equity returns. We anticipate a more balanced risk-reward profile across the Financials sector, while the strategic hedge offered by Materials will remain vital as geopolitical supply chain risks and energy concerns continue to underwrite commodity demand. Success in FY2027 will heavily favour a stock-picker’s market, one focused on identifying quality businesses with genuine pricing power, robust balance sheets and a proven ability to sustain attractive, fully franked dividends in a higher-for-longer interest rate environment.

Result Highlights

BKI has delivered a strong FY2026 result, with Net Operating Result, after tax and before special investment revenue up 3.3% on last year and Net Profit After Tax up 4.1%. BKI’s core investment philosophy centres on holding high-quality, well-managed companies with the strength to reward shareholders across all market cycles through the payment of reliable dividends. This long-term approach was clearly validated over the year, as our major portfolio holdings demonstrated their earnings resilience by accelerating dividend growth into BKI’s second half.

While BKI’s total dividend income was temporarily dampened in the first half by cyclical payout cuts from major resource holdings, our focus on companies with leading business models, strong balance sheets and reliable management teams ensured BKI was well positioned for a subsequent rebound in the second half of FY2026.

A standout in BKI’s earnings performance for the year was BHP Group, which leveraged its operational quality and expanding copper production to stage a major turnaround, posting a 31% increase in dividends during the January to June period. Income growth across the rest of BKI’s core, high-conviction holdings also remained robust. BKI benefited from increased dividends across major portfolio positions, including Harvey Norman Holdings, which grew dividends by 21%, Telstra Group (up 11%), Macquarie Group up (8%), Wesfarmers Limited (up 7%) and Commonwealth Bank (up 4%).

Defensive positions like Dalrymple Bay Infrastructure grew distributions by a further 9%, Transurban Group (up 6%), APA Group (up 4%) and Sonic Healthcare (up 2%) all contributed positively to BKI results. This underlying portfolio strength proved essential in smoothing out short-term earnings in a highly volatile market.

The forward-looking narrative for the Materials sector shifted dramatically as it emerged as the market’s standout performer over the year, fuelled by the strength of gold and critical minerals in particular. This momentum was further underpinned by a strategic rotation within the AI thematic, as global investment focus shifted from software applications to the physical infrastructure required to build them. Consequently, demand has surged for underlying commodities, especially copper, which remains essential for both the significant expansion of global data centres and ongoing global energy requirements.

Chair's Address (continued)

Interest income was lower, reflecting both a lower interest rate environment for much of the year and lower cash held by BKI. Interest income for the year was $2.9 million, down from $4.2 million in FY2025.

BKI's Total Ordinary Revenue from the Investment Portfolio was $67.8 million up 4.2% and Special Investment Revenue was $1.7 million, up from $1.1 million in the previous corresponding period. Total Revenue for the period was $70.7 million up 2.0%. BKI's Net Operating Result, after tax and before special investment revenue, was $62.8 million, up 3.3% on last year.

BKI's Special Investment Revenue was $1.7 million, up from the $1.1 million received last year. Special dividends were received from TPG Telecom, ARB Corporation, Wesfarmers Limited and Smartgroup Corporation. BKI also received a capital return of $8.7 million from TPG Telecom and $1.1 million from Wesfarmers during the year. These capital returns were received as cash. Because they represent a return of cost base rather than a distribution of profits, they were not accounted for as dividend income in this result.

BKI's Net Profit After Tax was $64.4 million, up 4.1%.

BKI's basic earnings per share for the period, excluding special investment revenue, was 7.78 cents per share up 3.3%. Including special investment revenue, BKI's basic earnings per share for the period was 7.98 cents per share up 4.0%.

Dividend Information

The BKI Board has declared a Final Dividend of 4.00 cents per share (cps) fully franked at the tax rate of 30%. This takes FY2026 Total Dividends to 7.95cps up from 7.90cps paid in FY2025. Using FY2026 Total Dividends of 7.95cps, BKI's historical grossed-up dividend yield is 6.2%, based on a tax rate of 30% and a share price of $1.825 at 30 June 2026.

The Ex-Dividend for BKI's Final Dividend of 4.00cps date is Friday 14 August 2026 and the Record Date for determining entitlements to the dividend is Monday 17 August 2026. BKI's Final Dividend will be paid to shareholders on Friday 28 August 2026. Key dates for the 2026 final ordinary dividend are as follows:

Key Dates	
Last trading date to be eligible for dividend	Thursday 13 August 2026
Ex-dividend Date	**Friday 14 August 2026**
Record Date	Monday 17 August 2026
Dividend Payment Date	**Friday 28 August 2026**
Annual General Meeting	Tuesday 13 October 2026

Introducing Quarterly Dividends

To provide shareholders with a more regular and consistent income stream, the Board has determined to transition BKI's dividend payment schedule from a half-yearly to a quarterly basis. Consequently, following the payment of the upcoming final dividend, future distributions are intended to be declared and paid four times per financial year. This new framework aims to smooth cash flow delivery to investors while maintaining BKI's long-standing commitment to distributing fully franked dividends. Subject to Board approval, BKI's first quarterly dividend is expected to be paid in September 2026.

Dividend Reinvestment Plan (DRP)

The Board has determined that BKI's Dividend Reinvestment Plan (DRP) will be suspended indefinitely, effective from today's full-year results announcement. Consequently, the DRP will not apply to the upcoming Final Dividend and existing shareholder DRP elections will be deferred until the plan is reinstated. Accordingly, all shareholders will receive their upcoming dividend payment fully in cash.

Chair's Address (continued)

Management Expense Ratio (MER)

BKI's MER as at 30 June 2026 was 0.160%, down 4% from 0.166% in the corresponding period. Our focus remains on creating wealth for all shareholders by keeping costs low, increasing fully franked dividends and generating capital growth over the long term. BKI has no debt and thus shareholder returns are not diluted by interest payable on such a facility. BKI's MER continues to compare very favourably to other externally managed LICs, ETFs and managed funds in the domestic market that provide a similar broad-based exposure to Australian equities.

Outlook

Looking ahead to FY2027, we believe the market will continue to transition from a phase of macro-driven events to more stock specific outcomes. With most economists expecting the RBA to keep the cash rate on hold at 4.35% well into the new financial year, top-line growth and structural cost efficiencies will replace multiple expansion as the primary drivers of equity returns. We anticipate a more balanced risk-reward profile across the Financials sector, while the strategic hedge offered by Materials will remain vital as geopolitical supply chain risks and energy concerns continue to underwrite commodity demand.

Success in FY2027 will heavily favour a stock-picker's market, one focused on identifying quality businesses with genuine pricing power, robust balance sheets and a proven ability to sustain attractive, fully franked dividends in what could be a higher-for-longer interest rate environment.

BKI benefits from a highly stable Board, Investment Committee, Audit Committee and Investment Management team. This expertise is fully aligned with shareholder interests consistently striving towards the common goal of long-term value creation and the distribution of an increasing income stream to BKI shareholders through fully franked dividends. We are proud of our strong and proven track record.

Our portfolio continues to comprise high-quality, dividend-paying stocks. Furthermore, with no debt, a very low operating cost structure and approximately $86 million in cash or liquid current assets, BKI is well-positioned to capitalise on any market opportunities that may emerge in the year ahead.

Robert D Millner AO
Chair

CONTACT
ASSET MANAGEMENT

Portfolio Managers' Report

Dear Shareholders,

Contact Asset Management, as the Investment Manager of BKI Investment Company, is pleased to include our Investment Report for FY2026.

Market Commentary

FY2026 was a year defined by divergence. Equity markets delivered solid returns overall, but beneath the surface there were significant differences between regions, sectors and companies. Artificial Intelligence (AI) remained the dominant global investment theme, while geopolitical events, fiscal policy and interest rate expectations continued to shape investor sentiment.

Global equity markets produced another strong year despite an uncertain backdrop. Japan was the standout performer, supported by ongoing corporate governance reforms, a weaker Yen and continued international capital flows. Chinese equities also recovered strongly following policy support and improving sentiment towards the technology sector. In the United States, the S&P 500 and NASDAQ again generated impressive returns as investors continued to reward companies exposed to Artificial Intelligence and digital infrastructure.

AI evolved from a technology story into a global investment cycle. Capital increasingly flowed beyond software and semiconductor companies into the infrastructure required to support AI. Data centres, electricity generation, transmission networks and critical minerals all attracted significant investment. This broadened the opportunity set and reinforced the importance of commodities such as copper, while increasing demand for reliable sources of energy such as oil, gas and thermal coal.

Geopolitical developments remained a key driver of markets throughout the year. The conflict involving Israel and Iran, together with concerns over shipping through the Strait of Hormuz, highlighted the vulnerability of global energy supply chains. Oil and LNG prices experienced periods of heightened volatility as markets assessed the risk of supply disruptions. Although these concerns eased as the year progressed, the events reinforced the importance of energy security and the strategic value of reliable commodity producers.

The Australian market delivered a positive, albeit more modest, return than many overseas markets. The S&P/ASX 300 Accumulation Index (franked at 70%) returned 7.6% for the financial year. Performance, however, was far from uniform. The market was driven by a relatively small number of sectors, while several areas struggled under the weight of slowing earnings growth, elevated interest rates and weaker investor confidence.

Resources were the clear standout. The Materials sector returned more than 50%, making it the strongest performing sector on the Australian market by a considerable margin. Investors increasingly recognised Australia's strategic position as a supplier of iron ore, copper, gold and critical minerals. Gold producers benefited from geopolitical uncertainty and higher bullion prices, while copper and diversified miners were supported by growing expectations that electrification, AI infrastructure and the energy transition will require substantial long-term investment in commodities.

The Energy sector also delivered a strong return. Higher oil, LNG and coal prices, combined with renewed attention on global energy security, supported Australian energy producers throughout much of the year. Companies with disciplined capital management and strong free cashflow generation continued to provide attractive shareholder returns, reinforcing the sector's importance within income-focused portfolios.

Utilities also outperformed as investors recognised the increasing electricity demands associated with AI infrastructure and data centre development. Reliable electricity generation and transmission are becoming increasingly valuable assets as global power demand continues to rise. Infrastructure stocks also delivered robust returns for the year, providing some vital stability and shielding investors from geopolitical tensions and global currency fluctuations.

Portfolio Managers' Report (continued)

In contrast, Health Care and Information Technology were among the weakest performing sectors. Investors became more selective, rewarding businesses capable of delivering sustainable earnings while reassessing companies trading on elevated valuations. Telecommunications and Consumer Discretionary also underperformed as competition, margin pressure and cautious consumer spending weighed on earnings.

The domestic economic backdrop remained mixed. While the RBA's August 2025 rate cut to 3.60% initially fuelled a major rally across Financials and Real Estate, the declining cash rate cycle came to an early, abrupt halt. Inflation growth in early 2026 saw the RBA aggressively reverse course with three consecutive rate hikes, lifting the cash rate back to 4.35%.

This rapid tightening cycle quickly placed severe strain on cost-sensitive, debt-exposed sectors. Household budgets remained squeezed by climbing mortgage repayments and living costs, while businesses grappled with persistent wage inflation and higher operating expenses. Meanwhile, the Federal Budget introduced an extra layer of uncertainty as investors weighed the implications of ongoing fiscal deficits, government spending and Australia's longer-term productivity outlook.

While the near-term outlook remains uncertain, the long-term investment case for Australia remains compelling. Australia is one of the world's largest exporters of the commodities required to support electrification, AI infrastructure and global energy requirements. Australia's investment appeal is underpinned by strong institutions, a robust legal and regulatory framework, transparent capital markets and a compulsory superannuation system that provides a stable and growing source of long-term domestic capital. Importantly, many Australian companies have demonstrated an ability to generate resilient cashflows, maintain conservative balance sheets and pay sustainable dividends through a range of economic cycles.

Portfolio Movements

Over FY2026, BKI invested $203 million into existing holdings including Woodside Energy, BHP Group, Sonic Healthcare, APA Group, Amcor and Smartgroup Corporation. BKI sold positions worth $172 million over the period.

The performance of the BKI portfolio for the year was further strengthened by our strategic decision to execute a rotation of capital out of Commonwealth Bank and National Australia Bank and into Woodside Energy, BHP Group and APA Group in particular. However, both Commonwealth Bank and National Australia Bank remain significant BKI holdings with a 6.9% and 5.0% portfolio weighting respectively. We maintain our view that both companies are high-quality businesses with a clear market-leading positions and attractive dividend profiles, run by excellent management teams.

We added Origin Energy to the portfolio throughout the year. Origin's balance sheet is strong and supported by sound cash flows. Origin offers an attractive, fully franked dividend yield of over 5%. Key to its future growth is the rapidly expanding Octopus Energy Group, a British-based global clean energy technology and retail company, along with the Kraken Technology Platform, which is part of its Octopus Energy stake. Although current profits are offset by these growth investments, the potential upside for Origin's valuation in both Octopus and Kraken is significant.

Late in FY2026, we also added Westpac Banking Corporation to the portfolio to capture its attractive, fully franked dividend yield and potential valuation upside as the bank implements its "UNITE" cost-efficiency program. We funded this purchase through a reduction in our significant overweight position in NAB. This rebalancing allows BKI to maintain its high dividend income while capturing a compelling risk-reward recovery story of Westpac at a valuation discount to its peers.

We exited BKI's positions in Suncorp Group, Aurizon Holdings, Yancoal Australia, Johns Lyng Group and Reece Limited due to concerns over future earnings and dividends. Additionally, we sold the stake in Tuas Limited due to the company not paying a dividend.

As at 30 June 2026, there were 34 stocks within the BKI Portfolio. The Investment Portfolio (including cash) was valued at $1.7 billion. BKI's cash position of $86 million represents 5.1% of the total portfolio.

Portfolio Managers' Report (continued)

Top 25 Investments

	Company	% of Total Portfolio
1	BHP Group	11.8%
2	APA Group	7.2%
3	Commonwealth Bank	6.9%
4	Wesfarmers Limited	5.2%
5	National Australia Bank	5.0%
6	Woodside Energy Group	5.0%
7	Telstra Group	4.9%
8	Macquarie Group	4.8%
9	New Hope Corporation	4.1%
10	Dalrymple Bay Infrastructure Limited	4.0%
11	Transurban Group	3.7%
12	Harvey Norman Holdings	2.9%
13	Woolworths Group	2.9%
14	Amcor	2.7%
15	Sonic Healthcare	2.6%
16	Smartgroup Corporation	2.2%
17	Soul Pattinson	2.1%
18	Goodman Group	1.8%
19	Coles Group	1.7%
20	Westpac Banking Corporation	1.6%
21	Ramsay Health Care	1.5%
22	Origin Energy	1.3%
23	TPG Telecom	1.2%
24	Stockland	1.2%
25	Metcash Limited	1.2%
	Cash and cash equivalents	5.1%
	Total of top 25 plus cash and cash equivalents	**94.5%**

Portfolio Managers' Report (continued)

Performance

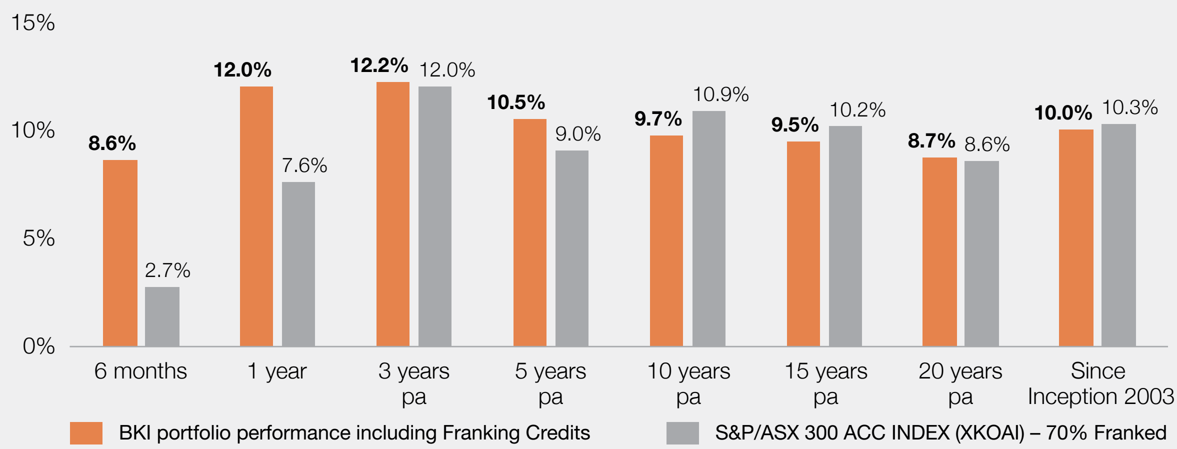
For the financial year ended 30 June 2026, the S&P/ASX 300 Accumulation Index (franked at 70%) returned 7.6%. BKI's Portfolio Performance* was 12.0%, outperforming the Index by 4.4% over the same period. The strength of this result from BKI demonstrates the clear long-term benefits of our investment process, with performance heavily driven by our core, high-conviction holdings across the resources and infrastructure sectors. Our strategic asset allocation and capital positioning ensured that the portfolio capitalised on significant positive tailwinds while successfully mitigating headwinds in other areas of the market.

A key driver of this year's performance was our largest portfolio holding, BHP Group, which represents 11.8% of the total portfolio and delivered a stellar total return of 68.3% over the 1-year period. The performance contribution was strengthened by other significant resource positions, including New Hope Corporation (representing 4.1% of the portfolio), which surged 52.4% and Woodside Energy Group (5.0% weighting), which posted a strong return of 26.5%. Smartgroup Corporation also provided strong positive momentum to the overall result, achieving an exceptional return of 84.6% over the year.

Our meaningful allocations to high-quality, infrastructure-style real assets provided both defensive reliability and excellent capital growth during FY2026. APA Group, our second-largest position at 7.2% of the portfolio, returned a robust 31.7%. Dalrymple Bay Infrastructure (4.0% weighting) and Transurban Group (3.7% weighting) delivered solid returns of 42.5% and 7.8% respectively. Other core pillars of the portfolio continued to reward shareholders and support the headline return, including Macquarie Group (4.8% weighting) returning 13.0%, Wesfarmers Limited (5.2% weighting) up 11.4% and Telstra Group (4.9% weighting) returning 9.2%.

Conversely, our deliberate decision to reduce weightings within the banking sector proved advantageous in preserving capital. While Commonwealth Bank remains a core holding at 6.9% of the portfolio, its negative return of 8.4% acted as a drag on performance, validating our earlier strategic move to trim this position. Similarly, National Australia Bank (5.0% weighting) finished the year practically flat at 0.2%. Additional performance drag came from cyclical pullbacks in Sonic Healthcare, down 18.6% over the year. Ultimately, the collective outperformance of BKI's largest asset allocations significantly offset these softer segments.

BKI Net Portfolio Returns Including Franking Credits as at 30 June 2026

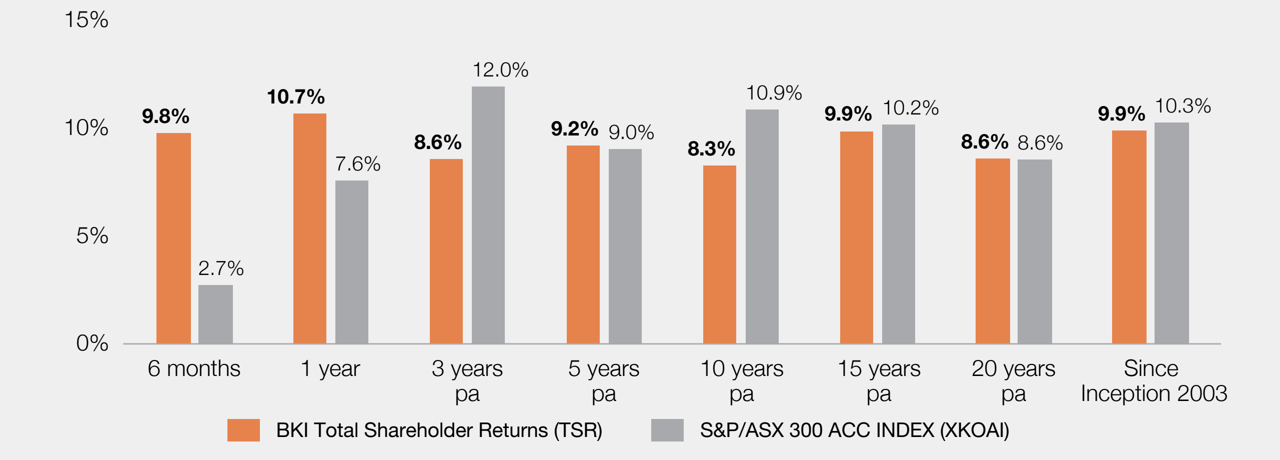


** After all operating expenses, provisions and payment of both income and capital gains tax and the reinvestment of dividends and franking credits.*

Portfolio Managers' Report (continued)

As of 30 June 2026, BKI's share price closed at $1.825, representing a 12% discount to its Pre-Tax Net Tangible Assets (NTA) of $2.07. This widening discount has caused BKI's Total Shareholder Returns (TSR) to lag the broader market benchmark over the medium term.

More positively, BKI delivered a strong short-term recovery for the year ending 30 June 2026, with a TSR (including franking credits) of 10.7%, comfortably outperforming the index return of 7.6%.



BKI Total Shareholder Returns (TSR) Including Franking Credits as at 30 June 2026

Research and Ratings

BKI currently has a Recommended rating from LONSEC

Tom Millner and Will Culbert
Contact Asset Management

Directors' Report

The Directors present their report, together with the financial statements, on the consolidated entity (referred to hereafter as the 'Group') consisting of BKI Investment Company Limited (referred to hereafter as the 'Company' or 'parent entity') and the entities it controlled at the end of, or during, the year ended 30 June 2026.

Directors

The following persons were directors of BKI Investment Company Limited during the whole of the financial year and up to the date of this report, unless otherwise stated:

Robert Dobson Millner AO	Non-Executive Director and Chair
David Capp Hall AM	Non-Executive Director
Ian Thomas Huntley	Non-Executive Director
Alexander James Payne	Non-Executive Director
Jacqueline Ann Clarke	Non-Executive Director

Principal activities

The principal activities of the Group are that of a Listed Investment Company (LIC) primarily focused on long-term investment in ASX listed securities. There were no significant changes in the nature of those activities during the year.

Dividends

Dividends paid during the financial year were as follows:

	Consolidated	
	2026 $'000	2025 $'000
Final ordinary dividend for the year ended 30 June 2025 of 4.00 cents per share (2024 final: 4.00 cents per share) fully franked at the tax rate of 30%, paid on 28 August 2025	**32,285**	32,197
Interim ordinary dividend for the year ended 30 June 2026 of 3.95 cents per share (2025: 3.90 cents per share) fully franked at the tax rate of 30%, paid on 27 February 2026	**31,875**	31,478
Total dividends paid	**64,160**	63,675

Operating results

BKI's Total Ordinary Revenue was up 2.0% to $70.7 million with higher dividends received from BHP Group, Harvey Norman Holdings, Telstra Group, Dalrymple Bay Infrastructure, Macquarie Group, Wesfarmers Limited, Transurban Group, Commonwealth Bank, APA Group and Sonic Healthcare. Special Investment Revenue was $1.7 million, up from the $1.1 million received last year.

BKI's interest received was $2.9 million, down from $4.2 million received in FY2025 following lower rates of interest and lower cash on deposit during the year.

BKI's Net Operating Profit, after tax and before special investment revenue, was $62.8 million, an increase of 4% over the previous corresponding period. BKI's basic earnings per share before special investment revenue increased by 3% to 7.78 cents per share.

Net Profit attributable to shareholders was $64.4 million, up 4% on the FY2025 result. BKI's FY2026 basic earnings per share, including special investment revenue, was 7.98 cents per share, an increase of 4% from FY2025.

Directors' Report (continued)

BKI's Special Investment Revenue was $1.7 million, up from the $1.1 million received last year. Special dividends were received from TPG Telecom, ARB Corporation, Wesfarmers Limited and Smartgroup Corporation. BKI also received a capital return of $8.7 million from TPG Telecom and $1.1 million from Wesfarmers during the year. These capital returns were received as cash. Because they represent a return of cost base rather than a distribution of profits, they were not accounted for as dividend income in this result.

Review of operations

The operating result for the Group after providing for income tax amounted to $64.4 million (30 June 2025: $61.9 million).

BKI's MER as at 30 June 2026 was 0.160%, down from 0.166% in the corresponding period. BKI's MER continues to compare very favourably to other externally managed LICs, ETFs and managed funds in the domestic market that provide a similar broad-based exposure to Australian equities.

Over FY2026, BKI invested $203 million into existing holdings including Woodside Energy, BHP Group, Sonic Healthcare, APA Group, Amcor and Smartgroup Corporation. BKI sold positions worth $172 million over the period.

The performance of the BKI portfolio for the year was further strengthened by our strategic decision to execute a rotation of capital out of Commonwealth Bank and National Australia Bank and into Woodside Energy, BHP Group and APA Group in particular. However, both Commonwealth Bank and National Australia Bank remain significant BKI holdings with a 6.9% and 5.0% portfolio weighting respectively.

BKI added Origin Energy to the portfolio throughout the year. Origin's balance sheet is strong and supported by sound cash flows. Origin offers an attractive, fully franked dividend yield of over 5%. Key to its future growth is the rapidly expanding Octopus Energy Group, a British-based global clean energy technology and retail company, along with the Kraken Technology Platform, which is part of its Octopus Energy stake. Although current profits are offset by these growth investments, the potential upside for Origin's valuation in both Octopus and Kraken is significant.

Late in FY2026, we also added Westpac Banking Corporation to the portfolio to capture its attractive, fully franked dividend yield and potential valuation upside as the bank implements its "UNITE" cost-efficiency program. We funded this purchase through a reduction in our significant overweight position in NAB. This rebalancing allows BKI to maintain its high dividend income while capturing a compelling risk-reward recovery story of Westpac at a valuation discount to its peers.

BKI's exited positions in Suncorp Group, Aurizon Holdings, Yancoal Australia, Johns Lyng Group and Reece Limited due to concerns over future earnings and dividends. Additionally, we sold the stake in Tuas Limited due to the company not paying a dividend.

As at 30 June 2026, there were 34 stocks within the BKI Portfolio. The Investment Portfolio (including cash) was valued at $1.7 billion. BKI's cash position of $86 million represents 5.1% of the total portfolio.

Financial position

Net assets of the Group increased during the year to $1,516.3 million (2025: $1,442.2 million) as a result of the increased value of the investment portfolio.

Employees

The Group had no employees as at 30 June 2026 (2025: nil).

Significant changes in the state of affairs

There were no significant changes in the state of affairs of the Group during the financial year.

Matters subsequent to the end of the financial year

No matter or circumstance has arisen since 30 June 2026 that has significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future financial years.

Directors' Report (continued)

Likely developments and expected results of operations

The operations of the Group will continue with planned long-term investments in Australian equities and fixed interest securities. The Group will continue its strategy of investing for the long term in a portfolio of assets to deliver shareholders an increasing income stream and long-term capital growth. The success of this strategy will be strongly influenced by the performance of the underlying investee companies, their share price movements, and capital management and income distribution policies.

The performance of these companies will be influenced by general economic and market conditions such as economic growth rates, interest rates and inflation. Performance could also be influenced by regulatory change. These external conditions are difficult to predict and not within the control of the Group, making it difficult to forecast the future results of the Group.

However, BKI is a research driven, long-term manager focusing on investing in well managed, profitable companies, focusing on the merits of individual companies rather than market and economic trends. BKI will continue to implement prudent business practice to allow the achievement of the Group's Corporate Objectives and Business Strategy.

Environmental regulation

The Group is not subject to any significant environmental regulation under Australian Commonwealth or State law.

Information on directors

Robert Dobson Millner AO FAICD

Non-Executive Director and Chair

Experience and expertise: Mr Millner was appointed Non-executive Chair upon the Company's formation in October 2003. Mr Millner has extensive experience in the investment industry.

Other current directorships:

- Washington H Soul Pattinson and Company Limited (appointed 1984, Chair since 1998)
- New Hope Corporation Limited (appointed 1995, Chair since 1998)

Former directorships (last 3 years):

- TPG Telecom Limited (appointed July 2020, resigned 8 May 2026)
- Aeris Resources Limited (appointed July 2022, resigned 1 December 2025)
- Brickworks Limited (appointed 1997, resigned 2025 following delisting from ASX on 24 September 2025)
- Tuas Limited (appointed May 2020, resigned 14 May 2025)
- Apex Healthcare Berhad (appointed 2000, resigned 2026 following delisting from the Main Market of Bursa Malaysia on 27 January 2026.

Special responsibilities:

- Chair of the Board
- Chair of the Investment Committee
- Member of the Remuneration Committee
- Chair of the Nomination Committee

Interests in shares: 11,684,390

Directors' Report (continued)

Information on Directors (continued)

David Capp Hall AM FCA, FAICD

Non-Executive Director

Experience and expertise: Mr Hall was appointed a Non-executive Director and Chair of the Audit & Risk Committee upon the Company's formation in October 2003. Mr Hall is a Chartered Accountant with extensive experience in corporate management, finance and as a Company Director.

Other current directorships: None

Former directorships (last 3 years): None

Special responsibilities:

- Chair of the Audit & Risk Committee
- Member of the Remuneration Committee
- Member of the Nomination Committee

Interests in shares: 3,225,899

Ian Thomas Huntley BA

Non-Executive Director

Experience and expertise: Mr Huntley joined the Board as a Non-Executive Director in February 2009. After a career in financial journalism, Mr Huntley acquired "Your Money Weekly" newsletter in 1973. Over the following 33 years, Mr Huntley built the Your Money Weekly newsletter into one of Australia's best known investment advisory publications. He and his partners sold the business to Morningstar Inc of the USA in mid-2006.

Other current directorships: None

Former directorships (last 3 years): None

Special responsibilities:

- Member of the Investment Committee
- Member of the Remuneration Committee
- Member of the Audit & Risk Committee

Interests in shares: 12,156,352

Alexander James Payne B.Comm, Dip Cm, FCPA, FCIS, FCIM

Non-Executive Director

Experience and expertise: Mr Payne was appointed a Non-executive Director upon the Company's formation in October 2003 and has been a member of the Audit & Risk Committee since then. Mr Payne was Chief Financial Officer of Brickworks Limited for 13 years and has considerable experience in finance and investment.

Other current directorships: None

Former directorships (last 3 years): None

Special responsibilities:

- Member of the Audit & Risk Committee
- Member of the Investment Committee
- Chair of the Remuneration Committee

Interests in shares: 598,073

Directors' Report (continued)

Jacqueline Ann Clarke FCA, CTA, JP, GAICD and Registered Tax Agent
Non-Executive Director

Experience and expertise: Ms Clarke is an experienced board chair and Non-Executive Director, published author and veteran business executive with over 30 years of experience in the big 4, 15 of which as partner of Deloitte. Having held a number of executive roles across Australia, New Zealand and Asia, her experience covers many industries and sectors including retail, property, automotive, professional services (accounting, legal and engineering), technology, financial services, agriculture and oil & gas. Ms Clarke is also the co-founder of boutique accounting and advisory firm Maxima Private.

Other current directorships: None

Former directorships (last 3 years):

- Empire Energy Group Limited (alternate Director) (appointed 16 August 2021, resigned 16 November 2023)

Special responsibilities:

- Member of the Audit & Risk Committee
- Member of the Investment Committee
- Member of the Remuneration Committee
- Member of the Nomination Committee

Interests in shares: 95,053

'Other current directorships' quoted above are current directorships for ASX listed entities only and excludes directorships of all other types of entities, unless otherwise stated.

'Former directorships (last 3 years)' quoted above are directorships held in the last 3 years for ASX listed entities only and excludes directorships of all other types of entities, unless otherwise stated.

Company secretary

Ms Belinda Cleminson was appointed as Company Secretary on 5 September 2025 and is the current Company Secretary. Ms Cleminson has over 20 years' experience as a company secretary of Australian listed and unlisted companies, including ASX 200 clients. She is the company secretary of various public and private companies, including ASX, NZX and OTC listed companies across a range of industries.

Ms Cleminson is a member of the Governance Institute of Australia and a Member of the Australian Institute of Company Directors.

Ms Wong (CPA, LLB) was appointed as Company Secretary on 1 June 2022 and resigned on 5 September 2025.

Meetings of directors

The number of meetings of the Company's Board of Directors ('the Board') and of each Board committee held during the year ended 30 June 2026, and the number of meetings attended by each director were:

	Full Board		Investment		Audit & Risk		Remuneration		Nomination	
	Attended	Held	Attended	Held	Attended	Held	Attended	Held	Attended	Held
R D Millner AO	7	7	13	13	–	–	2	2	1	1
A J Payne	7	7	13	13	2	2	2	2	–	–
D C Hall AM	7	7	–	–	2	2	2	2	1	1
I T Huntley	7	7	13	13	2	2	2	2	–	–
J A Clarke	7	7	13	13	2	2	2	2	1	1

Held: represents the number of meetings held during the time the director held office or was a member of the relevant committee.

Remuneration Report

Remuneration report (audited)

The remuneration report details the key management personnel remuneration arrangements for the Group, in accordance with the requirements of the Corporations Act 2001 and its Regulations.

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including all directors.

The remuneration report is set out under the following main headings:

- Principles used to determine the nature and amount of remuneration
- Details of remuneration
- Service agreements
- Share-based compensation
- Additional disclosures relating to key management personnel

Principles used to determine the nature and amount of remuneration

This remuneration report outlines the Director and Executive remuneration arrangements of the Group in accordance with the requirements of the Corporations Act 2001 and its Regulations. For the purposes of this report, Key Management Personnel of the Group are defined as those persons having authority and responsibility for planning, directing and controlling the major activities of the Group, directly or indirectly.

The Company has externalised its investment management, accounting and company secretarial functions to Contact Asset Management Pty Limited, and currently has no employees.

Remuneration Policy

The Board is responsible for determining and reviewing remuneration arrangements, including performance incentives, for the Directors themselves and the Company Secretary. It is the Group's objective to provide maximum shareholder benefit from the retention of a high quality Board and Executive team by remunerating Directors and Key Management Personnel fairly and appropriately with reference to relevant employment market conditions, their performance, experience and expertise.

Elements of Director and Key Management Personnel (KMP) remuneration

The Board's policies for determining the nature and amount of remuneration for Key Management Personnel of the Group is as follows:

- The Director Remuneration Policy and Executive Remuneration Policy are developed by the Remuneration Committee and approved by the Board. Professional advice is sought from independent external consultants if deemed appropriate.
- Key Management Personnel are eligible to receive a base fee, or salary and superannuation, combined with performance incentives if deemed appropriate by the Board.
- Performance incentives are only paid once predetermined key performance indicators have been met.
- Incentives paid in the form of shares are intended to align the interests of the Key Management Personnel with those of the shareholders.
- The Remuneration Committee reviews the remuneration packages of Key Management Personnel annually by reference to the Group's performance, KMP performance and comparable information from industry sectors.

The performance of Key Management Personnel is assessed annually by the Board. Assessment of performance incentives offered is conducted annually, based on the growth of shareholder and portfolio returns. The Board may exercise discretion in relation to approving incentives and can recommend changes to the Remuneration Committee's recommendations. Any changes must be justified by reference to measurable performance criteria. The policies are designed to attract the highest calibre of KMP and reward them for performance results leading to long-term growth in shareholder wealth.

Directors' Report (continued)

Remuneration Report (continued)

All remuneration paid to Key Management Personnel is valued at the cost to the Group and expensed. No performance incentives were paid during the 2026 financial year (2025: nil).

Non-executive directors remuneration

The Board's policy is to remunerate Non-Executive Directors at market rates for time, commitment and responsibilities. The Remuneration Committee determines payments to the Non-Executive Directors and reviews their remuneration annually, based on market practice, duties and accountability. Independent external advice is sought when required. The maximum aggregate amount of fees that can be paid to Non-Executive Directors is subject to approval by shareholders at the Annual General Meeting.

The combined annual payment to all Non-Executive Directors is capped at $400,000 until shareholders, by ordinary resolution, approve some other fixed sum amount. The aggregate pool of remuneration paid to Non-Executive Directors was approved by shareholders on 18 October 2022. This amount is to be divided amongst the Directors as the Board may determine. These fees exclude any additional fee for any service-based agreement which may be agreed from time to time and the reimbursement of out of pocket expenses. No such payments were made in 2026 financial year (2025: nil).

Performance-based remuneration

BKI previously established the BKI Executive Incentive Scheme to form part of the remuneration packages of the Group's executive team.

The aims of the BKI Incentive Scheme are:

(1) To promote superior performance at BKI over both the short and more importantly, long term.

(2) To ensure remuneration is fair and reasonable market remuneration to reward staff.

(3) To promote long term staff retention and alignment.

In July 2021 the Remuneration Committee resolved to cease making any new grants under the BKI Incentive Scheme until further notice.

Use of remuneration consultants

The Group did not engage remuneration consultants during the year ended 30 June 2026.

Voting and comments made at the Company's 14 October 2025 Annual General Meeting ('AGM')

At the 14 October 2025 AGM, 97.79% of the votes received supported the adoption of the remuneration report for the year ended 30 June 2025. The Company did not receive any specific feedback at the AGM regarding its remuneration practices.

Details of remuneration

Amounts of remuneration

Details of the remuneration of key management personnel of the Group are set out in the following tables.

The key management personnel of the Group consisted of the following directors of BKI Investment Company Limited:

- **R D Millner AO** – Non-Executive Director and Chair
- **D C Hall AM** – Non-Executive Director
- **I T Huntley** – Non-Executive Director
- **A J Payne** – Non-Executive Director
- **J A Clarke** – Non-Executive Director

Directors' Report (continued)

Remuneration Report (continued)

	Short-term benefits	Post-employment benefits	
	Cash salary and fees $	Super-annuation $	Total $
2026			
Non-Executive Directors:			
R D Millner AO	84,525	–	84,525
D C Hall AM	68,393	8,207	76,600
I T Huntley	57,545	6,905	64,450
A J Payne	57,545	6,905	64,450
J A Clarke	64,450	–	64,450
	332,458	**22,017**	**354,475**
2025			
Non-Executive Directors:			
R D Millner AO	81,600	–	81,600
D C Hall AM	66,323	7,627	73,950
I T Huntley	55,807	6,418	62,225
A J Payne	55,807	6,418	62,225
J A Clarke	62,225	–	62,225
	321,762	**20,463**	**342,225**

The proportion of remuneration linked to performance and the fixed proportion are as follows:

	Fixed remuneration		At risk – STI		At risk – LTI	
	2026	2025	2026	2025	2026	2025
Non-Executive Directors						
R D Millner AO	**100%**	100%	**–**	–	**–**	–
D C Hall AM	**100%**	100%	**–**	–	**–**	–
I T Huntley	**100%**	100%	**–**	–	**–**	–
A J Payne	**100%**	100%	**–**	–	**–**	–
J A Clarke	**100%**	100%	**–**	–	**–**	–

Service agreements

There are no service agreements with key management personnel.

Directors' Report (continued)

Remuneration Report (continued)

Share-based compensation

Issue of shares

There were no shares issued to directors and other key management personnel as part of compensation during the year ended 30 June 2026.

Options

There were no options over ordinary shares issued to directors and other key management personnel as part of compensation that were outstanding as at 30 June 2026.

Additional disclosures relating to key management personnel

Shareholding – Ordinary shares

The number of shares in the Company held during the financial year by each director and other members of key management personnel of the Group, including their personally related parties, is set out below:

	Balance at the start of the year	Received as part of remuneration	Additions*	Disposals/ others	Balance at the end of the year
Ordinary shares					
R D Millner AO	11,653,297	–	31,093	–	11,684,390
D C Hall AM	3,175,899	–	50,000	–	3,225,899
I T Huntley	12,019,352	–	137,000	–	12,156,352
A J Payne	598,073	–	–	–	598,073
J A Clarke	95,053	–	–	–	95,053
	27,541,674	**–**	**218,093**	**–**	**27,759,767**

* Directors acquired shares through the Dividend Reinvestment Plan and/or on-market purchase.

All KMP or their associated entities, being shareholders, are entitled to receive dividends.

This concludes the remuneration report, which has been audited.

Directors' Report (continued)

Remuneration Report (continued)

Shares under option

There were no unissued ordinary shares of BKI Investment Company Limited under option at the date of this report.

Shares issued on the exercise of options

There were no ordinary shares of BKI Investment Company Limited issued on the exercise of options during the year ended 30 June 2026 and up to the date of this report.

Indemnity and insurance of officers

The Company has indemnified the directors and executives of the Company for costs incurred, in their capacity as a director or executive, for which they may be held personally liable, except where there is a lack of good faith.

During the financial year, the Company paid a premium in respect of a contract to insure the directors and executives of the Company against a liability to the extent permitted by the Corporations Act 2001. The contract of insurance prohibits disclosure of the nature of the liability and the amount of the premium.

Indemnity and insurance of auditor

The Company has not, during or since the end of the financial year, indemnified or agreed to indemnify the auditor of the Company or any related entity against a liability incurred by the auditor.

During the financial year, the Company has not paid a premium in respect of a contract to insure the auditor of the Company or any related entity.

Proceedings on behalf of the Company

No person has applied to the Court under section 237 of the Corporations Act 2001 for leave to bring proceedings on behalf of the Company, or to intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or part of those proceedings.

Non-audit services

There were no non-audit services provided during the financial year by the auditor.

Officers of the Company who are former partners of MGI Sydney Assurance Services Pty Ltd

There are no officers of the Company who are former partners of MGI Sydney Assurance Services Pty Ltd.

Rounding of amounts

The Company is of a kind referred to in Corporations Instrument 2026/183, issued by the Australian Securities and Investments Commission, relating to 'rounding-off'. Amounts in this report have been rounded off in accordance with that Corporations Instrument to the nearest thousand dollars, or in certain cases, the nearest dollar.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is on page 48.

Auditor

MGI Sydney Assurance Services Pty Ltd continues in office in accordance with section 327 of the Corporations Act 2001.

This report is made in accordance with a resolution of directors, pursuant to section 298(2)(a) of the Corporations Act 2001.

On behalf of the directors

Robert D Millner AO
Chair

28 July 2026
Sydney

Financial Report Contents

Consolidated statement of **Profit or Loss**

for the year ended 30 June 2026

	Note	Consolidated 2026 $'000	Consolidated 2025 $'000
Ordinary revenue from investment portfolio	5	**67,819**	65,062
Revenue from bank deposits	5	**2,903**	4,180
Other income	5	**–**	90
Other gains	5	**–**	–
Income from operating activities before special investment revenue		**70,722**	69,332
Operating expenses	6	**(2,600)**	(2,535)
Operating result before income tax expense and special investment revenue		**68,122**	66,797
Special investment revenue	5	**1,659**	1,129
Operating result before income tax expense		**69,781**	67,926
Income tax expense	7	**(5,366)**	(6,067)
Operating result after income tax expense for the year attributable to the owners of BKI Investment Company Limited	13	**64,415**	61,859

	Note	2026 Cents	2025 Cents
Basic and diluted earnings per share before special investment revenue	25	**7.78**	7.53
Basic and diluted earnings per share after special investment revenue	25	**7.98**	7.67

The above Consolidated statement of Profit or Loss should be read in conjunction with the accompanying notes.

Consolidated statement of **Other Comprehensive Income**

for the year ended 30 June 2026

		Consolidated	
	Note	2026 $'000	2025 $'000
Operating result after income tax expense for the year attributable to the owners of BKI Investment Company Limited		**64,415**	61,859
Other comprehensive income			
Items will not be reclassified to profit and loss			
Unrealised gains on investment portfolio		**52,952**	61,037
Deferred tax expense on unrealised gains on investment portfolio		**(15,886)**	(18,311)
Realised gains on investment portfolio		**38,853**	38,980
Tax expense relating to realised gains on investment portfolio	7	**(2,053)**	(11,694)
Other comprehensive income for the year, net of tax		**73,866**	70,012
Total comprehensive income for the year attributable to the owners of BKI Investment Company Limited		**138,281**	131,871

The above Consolidated statement of Other Comprehensive Income should be read in conjunction with the accompanying notes.

BKI INVESTMENT COMPANY LIMITED

Consolidated statement of **Financial Position**

as at 30 June 2026

	Note	Consolidated 2026 $'000	Consolidated 2025 $'000
Assets			
Current assets			
Cash and cash equivalents	8	**55,128**	43,440
Other financial assets	8	**20,000**	55,000
Trade and other receivables	9	**11,491**	10,433
Other		**60**	42
Total current assets		**86,679**	108,915
Non-current assets			
Investment portfolio	10	**1,588,229**	1,474,006
Property, plant and equipment		**–**	1
Deferred tax	7	**55**	–
Total non-current assets		**1,588,284**	1,474,007
Total assets		**1,674,963**	1,582,922
Liabilities			
Current liabilities			
Trade and other payables		**304**	296
Income tax	7	**2,837**	3,214
Total current liabilities		**3,141**	3,510
Non-current liabilities			
Deferred tax	7	**155,538**	137,236
Total non-current liabilities		**155,538**	137,236
Total liabilities		**158,679**	140,746
Net assets		**1,516,284**	1,442,176
Equity			
Share capital	11	**1,043,613**	1,043,626
Reserves	12	**376,458**	302,592
Retained profits	13	**96,213**	95,958
Total equity		**1,516,284**	1,442,176

The above Consolidated statement of Financial Position should be read in conjunction with the accompanying notes.

Consolidated statement of **Changes in Equity**

for the year ended 30 June 2026

Consolidated	Share capital $'000	Revaluation reserve $'000	Realised capital gains reserve $'000	Retained profits $'000	Total equity $'000
Balance at 1 July 2024	**1,039,911**	**243,139**	**(10,559)**	**97,774**	**1,370,265**
Operating result after income tax expense for the year	–	–	–	61,859	61,859
Other comprehensive income for the year, net of tax	–	42,726	27,286	–	70,012
Total comprehensive income for the year	–	42,726	27,286	61,859	131,871
Transactions with owners in their capacity as owners:					
Contributions of equity, net of transaction costs (note 11)	3,715	–	–	–	3,715
Dividends paid (note 14)	–	–	–	(63,675)	(63,675)
Balance at 30 June 2025	**1,043,626**	**285,865**	**16,727**	**95,958**	**1,442,176**
Balance at 1 July 2025	**1,043,626**	**285,865**	**16,727**	**95,958**	**1,442,176**
Operating result after income tax expense for the year	–	–	–	64,415	64,415
Other comprehensive income for the year, net of tax	–	37,066	36,800	–	73,866
Total comprehensive income for the year	–	37,066	36,800	64,415	138,281
Transactions with owners in their capacity as owners:					
Contributions of equity, net of transaction costs (note 11)	(13)	–	–	–	(13)
Dividends paid (note 14)	–	–	–	(64,160)	(64,160)
Balance at 30 June 2026	**1,043,613**	**322,931**	**53,527**	**96,213**	**1,516,284**

The above Consolidated statement of Changes in Equity should be read in conjunction with the accompanying notes.

BKI INVESTMENT COMPANY LIMITED

Consolidated statement of **Cash Flows**

for the year ended 30 June 2026

	Note	Consolidated 2026 $'000	Consolidated 2025 $'000
Cash flows from operating activities			
Payments to suppliers and employees		**(2,609)**	(2,516)
Dividends and distributions received		**67,812**	67,603
Interest received		**3,510**	3,806
Other revenue		**–**	90
Income taxes paid		**(5,434)**	(4,662)
Net cash from operating activities	24	**63,279**	64,321
Cash flows from investing activities			
Payments for investments		**(207,107)**	(165,975)
(Payments for)/receipts from other financial assets		**35,000**	(35,000)
Proceeds from sale of investment portfolio		**184,689**	160,655
Net cash from/used in investing activities		**12,582**	40,320
Cash flows from financing activities			
Share issue transaction costs	11	**(13)**	(52)
Dividends paid	14	**(64,160)**	(59,908)
Net cash used in financing activities		**(64,173)**	(59,960)
Net increase/(decrease) in cash and cash equivalents		**11,688**	(35,959)
Cash and cash equivalents at the beginning of the financial year		**43,440**	79,399
Cash and cash equivalents at the end of the financial year	8	**55,128**	43,440

The above Consolidated statement of Cash Flows should be read in conjunction with the accompanying notes

Notes to the Financial Statements

for the year ended 30 June 2026

Note 1. General information

The financial statements cover BKI Investment Company Limited as a Group consisting of BKI Investment Company Limited and the entities it controlled at the end of, or during, the year. The financial statements are presented in Australian dollars, which is BKI Investment Company Limited's functional and presentation currency.

BKI Investment Company Limited is a listed public company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business is:

Suite 302, Level 3
1 Castlereagh Street
Sydney NSW 2000

A description of the nature of the Group's operations and its principal activities are included in the directors' report, which is not part of the financial statements.

The financial statements were authorised for issue, in accordance with a resolution of directors, on 28 July 2026. The directors have the power to amend and reissue the financial statements.

Note 2. Material accounting policy information

The accounting policies that are material to the Group are set out below. The accounting policies adopted are consistent with those of the previous financial year, unless otherwise stated.

New or amended Accounting Standards and Interpretations adopted

The Group has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Basis of preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the Corporations Act 2001, as appropriate for for-profit oriented entities. These financial statements also comply with International Financial Reporting Standards as issued by the International Accounting Standards Board ('IASB').

Historical cost convention

The financial statements have been prepared under the historical cost convention, except for, financial assets at fair value through other comprehensive income.

Critical accounting estimates

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in note 3.

Notes to the Financial Statements (continued)

Note 2. Significant accounting policies (continued)

Parent entity information

In accordance with the Corporations Act 2001, these financial statements present the results of the Group only. Supplementary information about the parent entity is disclosed in note 21.

Financial instruments

The Group has two portfolios of securities, the investment portfolio and the trading portfolio. The investment portfolio relates to holdings of securities which the Directors intend to retain on a long-term basis and the trading portfolio comprises securities held for short term trading purposes.

Securities are initially measured at cost on trade date, which includes transaction costs, when the related contractual rights or obligations exist. Subsequent to initial recognition these instruments are measured at fair value. Fair value is determined based on last sale price for all quoted investments. For unquoted investments, fair value is determined using valuation models that incorporate either observable or unobservable inputs.

Securities within the investment portfolio are classified as 'financial assets measured at fair value through other comprehensive income', and are designated as such upon initial recognition. Securities held within the trading portfolio are classified as 'mandatorily measured at fair value through profit or loss' in accordance with AASB 9.

Where disposal of an investment occurs, any revaluation increment or decrement relating to it is transferred from the Revaluation Reserve to the Realised Capital Gains Reserve.

Revenue

Sale of investments occurs when the control of the right to equity has passed to the buyer.

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

Dividend and distribution revenue is recognised when the right to receive a dividend or distribution has been established.

All revenue is stated net of the amount of goods and services tax (GST).

Income tax

Deferred tax assets and liabilities are recognised for temporary differences at the tax rates expected to be applied when the assets are recovered or liabilities are settled, based on those tax rates that are enacted or substantively enacted, except for:

- When the deferred income tax asset or liability arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and that, at the time of the transaction, affects neither the accounting nor taxable profits; or
- When the taxable temporary difference is associated with interests in subsidiaries, associates or joint ventures, and the timing of the reversal can be controlled and it is probable that the temporary difference will not reverse in the foreseeable future.

Deferred tax liabilities have been recognised for Capital Gains Tax on unrealised gains in the investment portfolio at the current tax rate of 30%. As the Group does not intend to dispose of the portfolio, this tax liability may not be crystallised at the amount recognised in the statement of financial position.

Cash and cash equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Comparative figures

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year. Where a retrospective restatement of items in the statement of financial position has occurred, presentation of the statement as at the beginning of the earliest comparative period has been included.

Rounding of amounts

The Company is of a kind referred to in Corporations Instrument 2026/183, issued by the Australian Securities and Investments Commission, relating to 'rounding-off'. Amounts in this report have been rounded off in accordance with that Corporations Instrument to the nearest thousand dollars, or in certain cases, the nearest dollar.

New Accounting Standards and Interpretations not yet mandatory or early adopted

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the Group for the annual reporting period ended 30 June 2026. The Group's assessment of the impact of these new or amended Accounting Standards and Interpretations, most relevant to the consolidated entity, are set out below.

AASB 18 Presentation and Disclosure in Financial Statements

This standard is applicable to annual reporting periods beginning on or after 1 January 2027 and early adoption is permitted. The standard replaces IAS 1 'Presentation of Financial Statements', with many of the original disclosure requirements retained and there will be no impact on the recognition and measurement of items in the financial statements. But the standard will affect presentation and disclosure in the financial statements, including introducing five categories in the statement of profit or loss and other comprehensive income: operating, investing, financing, income taxes and discontinued operations. The standard introduces two mandatory sub-totals in the statement: 'Operating profit' and 'Profit before financing and income taxes'. There are also new disclosure requirements for 'management-defined performance measures', such as earnings before interest, taxes, depreciation and amortisation ('EBITDA') or 'adjusted profit'. The standard provides enhanced guidance on grouping of information (aggregation and disaggregation), including whether to present this information in the primary financial statements or in the notes. The consolidated entity will adopt this standard from 1 July 2027 and it is expected that there will be a significant change to the layout of the statement of profit or loss and other comprehensive income.

Note 3. Critical accounting judgements, estimates and assumptions

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

Deferred tax balances

The carrying amounts of certain assets and liabilities are often determined based on estimates and assumptions of future events. In accordance with AASB 112: *Income Taxes* deferred tax liabilities have been recognised for Capital Gains Tax on unrealised gains in the investment portfolio at the current tax rate of 30%.

As the Group does not intend to dispose of the portfolio, this tax liability may not be crystallised at the amount disclosed in note 7. In addition, the tax liability that arises on disposal of those securities may be impacted by changes in tax legislation relating to treatment of capital gains and the rate of taxation applicable to such gains at the time of disposal.

Apart from this, there are no other key assumptions or sources of estimation uncertainty that have a risk of causing a material adjustment to the carrying amount of certain assets and liabilities within the next reporting period.

Note 4. Operating segments

Identification of reportable operating segments

Operating segments are reported in a manner consistent with the internal reporting used by the chief operating decision-maker. The Board has been identified as the chief operating decision-maker, as it is responsible for allocating resources and assessing the performance of the operating segments. The Group operates solely in the securities industry in Australia and has no reportable segments.

Notes to the Financial Statements (continued)

Note 5. Revenue

	Consolidated 2026 $'000	Consolidated 2025 $'000
(a) Ordinary revenue from investment portfolio		
Fully franked dividends	**47,330**	47,432
Unfranked dividends	**7,846**	6,516
Trust distributions	**12,643**	11,114
Total ordinary revenue from investment portfolio	**67,819**	65,062
(b) Special investment revenue		
Fully franked dividends	**1,142**	1,129
Unfranked dividends	**517**	–
	1,659	1,129
(c) Revenue from bank deposits		
Interest received	**2,903**	4,180
(d) Other income		
Other revenue	**–**	90
Total revenue	**72,381**	70,461

Note 6. Operating expenses

	2026 $'000	2025 $'000
Administration expenses	**356**	419
Employment expenses	**354**	342
Investment management	**1,661**	1,560
Professional fees	**229**	214
Total operating expenses	**2,600**	2,535

For personal use only

Note 7. Income tax

	Consolidated 2026 $'000	Consolidated 2025 $'000
(a) Income tax expense on operating profit before net gains on investments		
Current tax	**6,488**	987
Deferred tax – origination and reversal of temporary differences	**237**	4,823
Adjustment recognised for prior periods	**(1,359)**	257
Aggregate income tax expense	**5,366**	6,067
Numerical reconciliation of income tax expense and tax at the statutory rate		
Operating result before income tax expense	**69,781**	67,926
Tax at the statutory tax rate of 30%	**20,934**	20,378
Tax effect amounts which are not deductible/(taxable) in calculating taxable income:		
Franked dividends and distributions received	**(14,199)**	(14,568)
Discount on the acquisition of subsidiary net of expenses	**–**	–
Other items	**(10)**	–
	6,725	5,810
Adjustment recognised for prior periods	**(1,359)**	257
Income tax expense	**5,366**	6,067
(b) Total tax expense		
Net income tax expense on operating profit before net gains on investments	**5,366**	6,067
Income tax on net realised gains/(losses) on investment portfolio	**2,053**	11,694
Total tax expense	**7,419**	17,761

(c) Movements in deferred tax assets

	Opening balance $'000	Credited/(charged) to profit or loss $'000	Credited/(charged) to equity $'000	Closing balance $'000
Transaction costs on equity issues	53	–	(10)	43
Accrued expenses	11	17	–	28
Realised capital tax losses	3,755	(3,826)	–	(71)
Balance as at 30 June 2025	**3,819**	**(3,809)**	**(10)**	**–**
Transaction costs on equity issues	43	–	(18)	25
Accrued expenses	28	2	–	30
Realised capital tax losses	(71)	71	–	–
Balance as at 30 June 2026	**–**	**73**	**(18)**	**55**

Notes to the Financial Statements (continued)

Note 7. Income tax (continued)

(d) Movements in deferred tax liabilities

	Opening balance $'000	(Credited)/ charged to profit or loss $'000	Credited/ (charged) to equity $'000	Closing balance $'000
Revaluation of investment portfolio	104,156	–	26,436	130,592
Unfranked dividends receivable and interest receivable	5,630	1,014	–	6,644
Balance as at 30 June 2025	**109,786**	**1,014**	**26,436**	**137,236**
Revaluation of investment portfolio	130,592	–	17,992	148,584
Unfranked dividends receivable and interest receivable	6,644	310	–	6,954
Balance as at 30 June 2026	**137,236**	**310**	**17,992**	**155,538**

	Consolidated 2026 $'000	Consolidated 2025 $'000
(e) Provision for income tax		
Provision for income tax	**2,837**	3,214

Note 8. Current assets – cash and cash equivalents

Cash at bank	**55,128**	43,440
Other financial assets	**20,000**	55,000

Other financial assets consists of term deposits with maturity greater than 90 days.

Note 9. Current assets – trade and other receivables

Dividends and distributions receivable	**11,263**	9,524
Other receivables	**128**	202
Interest receivable	**100**	707
	11,491	10,433

Note 10. Non-current assets – Investment portfolio

Listed securities at fair value through other comprehensive income	**1,583,885**	1,470,557
Unlisted securities at fair value through other comprehensive income	**4,344**	3,449
	1,588,229	1,474,006

Notes to the Financial Statements (continued)

Fair value measurement

BKI measures the fair value of its trading portfolio and investment portfolio with reference to the following fair value measurement hierarchy mandated by accounting standards:

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 assets or liabilities that are not based on observable market data (unobservable inputs).

All listed securities in the trading portfolio and investment portfolio are classified as Level 1. Unlisted securities are classified as either Level 2 or Level 3, depending on whether their fair value is based on observable or unobservable inputs. The unlisted securities at 30 June 2026 are classified as Level 2 and represent an investment in a single entity that delisted in December 2024. The Investment was independently valued by a 3rd party as at 31 December 2025.

Note 11. Equity – Share capital

	Consolidated			
	2026 Shares	**2025** Shares	**2026** $'000	**2025** $'000
Ordinary shares – fully paid	**807,134,229**	807,134,229	**1,043,613**	1,043,626

Movements in ordinary share capital

	Shares	$'000
Balance at 1 July 2024	804,918,528	1,039,911
Dividend reinvestment plan	2,215,701	3,767
Transaction costs	–	(52)
Deferred tax credit recognised directly in equity		–
Balance at 30 June 2025	807,134,229	1,043,626
Transaction costs		(13)
Deferred tax credit recognised directly in equity		–
Balance at 30 June 2026	**807,134,229**	**1,043,613**

Ordinary shares

Ordinary shares entitle the holder to participate in dividends and the proceeds on the winding up of the Company in proportion to the number of and amounts paid on the shares held. The fully paid ordinary shares have no par value and the Company does not have a limited amount of authorised capital.

On a show of hands every member present at a meeting in person or by proxy shall have one vote and upon a poll each share shall have one vote.

Share buy-back

There is no current on-market share buy-back.

Notes to the Financial Statements (continued)

Note 11. Equity – Share capital (continued)

Capital risk management

The Group's objective in managing capital is to provide shareholders with attractive investment returns through access to a steady stream of fully franked dividends and enhancement of capital invested, with goals of paying an enhanced level of fully franked dividends and providing attractive total returns over the medium to long term.

The Group recognises that its capital will fluctuate in accordance with market conditions, and in order to maintain or adjust the capital structure the Group may adjust the amount of dividends paid, issue new shares from time-to-time or return capital to shareholders.

The Group's capital consists of shareholders' equity plus net debt. The movement in equity is shown in the Consolidated Statement of Changes in Equity. At 30 June 2026 net debt was $nil (2025: $nil).

The capital risk management policy remains unchanged from the 30 June 2025 Annual Report.

Note 12. Equity – reserves

	Consolidated	
	2026 $'000	**2025** $'000
Revaluation surplus reserve	**322,931**	285,865
Capital profits reserve	**53,527**	16,727
	376,458	302,592

Financial assets at fair value through other comprehensive income reserve

The reserve is used to recognise increments and decrements in the fair value of financial assets at fair value through other comprehensive income.

Realised capital gains reserve

The realised capital gains reserve records net gains and losses after applicable income tax arising from the disposal of securities in the investment portfolio.

Movements in reserves

Movements in each class of reserve during the current and previous financial year are set out below:

Consolidated	**Revaluation reserve** $'000	**Realised capital gains reserve** $'000	**Total** $'000
Balance at 1 July 2024	243,139	(10,559)	232,580
Gross revaluation of investment portfolio	61,037	–	61,037
Deferred tax provision on unrealised gains/losses	(18,311)	–	(18,311)
Net gains on investment portfolio transferred from Statement of Comprehensive Income	–	27,286	27,286
Balance at 30 June 2025	285,865	16,727	302,592
Gross revaluation of investment portfolio	52,952	–	52,952
Deferred tax provision on unrealised gains/losses	(15,886)		(15,886)
Net gains on investment portfolio transferred from Statement of Comprehensive Income	–	36,800	36,800
Balance at 30 June 2026	**322,931**	**53,527**	**376,458**

Note 13. Equity – retained profits

	Consolidated	
	2026 $'000	**2025** $'000
Retained profits at the beginning of the financial year	**95,958**	97,774
Operating result after income tax expense for the year	**64,415**	61,859
Dividends paid (note 14)	**(64,160)**	(63,675)
Retained profits at the end of the financial year	**96,213**	95,958

Note 14. Equity – dividends

	Consolidated	
	2026 $'000	**2025** $'000
(a) Dividends paid during the year		
Final ordinary dividend for the year ended 30 June 2025 of 4.00 cents per share (2024 final: 4.00 cents per share) fully franked at the tax rate of 30%, paid on 28 August 2025	**32,285**	32,197
Interim ordinary dividend for the year ended 30 June 2026 of 3.95 cents per share (2025: 3.90 cents per share) fully franked at the tax rate of 30%, paid on 27 February 2026	**31,875**	31,478
Total dividends paid	**64,160**	63,675
(b) Reconciliation of total dividends paid to dividends paid in cash		
Total dividends paid	**64,160**	63,675
Less: Dividends reinvested in shares via DRP	**–**	(3,767)
Dividends paid in cash	**64,160**	59,908
(c) Franking accounting balance		
Balance of the franking account after allowing for tax payable in respect of the current year's profits and the receipt of dividends recognised as receivables	**36,477**	42,609
Franking credits available for subsequent financial years based on a tax rate of 30%	**36,477**	42,609
Estimated impact on the franking account of dividends declared but not recognised as a liability at the end of the financial year (refer below)	**(13,837)**	(13,837)
Net imputation credits available for future dividends	**22,640**	28,772
Maximum fully franked dividends payable from available franking credits at the tax rate of 30% (2025: 30%)	**75,467**	67,135

The above amounts represent the balance of the franking account as at the end of the financial year, adjusted for:

- franking credits that will arise from the payment of the amount of the provision for income tax at the reporting date
- franking debits that will arise from the payment of dividends recognised as a liability at the reporting date
- franking credits that will arise from the receipt of dividends recognised as receivables at the reporting date

Notes to the Financial Statements (continued)

Note 14. Equity – dividends (continued)

Dividends declared after reporting date

Since the end of the year the Directors have declared a final ordinary dividend for the year ended 30 June 2026 of 4.00 cents per share fully franked at the tax rate of 30% (2025: final ordinary dividend of 4.00 cents per share fully franked at the tax rate of 30%), payable on 28 August 2026, but not recognised as a liability at the year end.

Note 15. Financial instruments

The risks associated with the holding of financial instruments such as investments, cash, bank bills and borrowings include market risk, credit risk and liquidity risk. The Board has approved the policies and procedures that have been established to manage these risks. The effectiveness of these policies and procedures is reviewed by the Audit & Risk Committee.

Capital risk management

The Group invests its equity in a diversified portfolio of assets that aim to generate a growing income stream for distribution to shareholders in the form of fully franked dividends.

The capital base is managed to ensure there are funds available for investment as opportunities arise. Capital is increased annually through the issue of shares under the Dividend Reinvestment Plan. Other means of increasing capital include Rights Issues, Share Placements and Share Purchase Plans.

Financial instruments' terms, conditions and accounting policies

The Group's accounting policies are included in note 2, while the terms and conditions of each class of financial asset, financial liability and equity instrument, both recognised and unrecognised at the balance date, are included under the appropriate note for that instrument.

Net fair values

The carrying amounts of financial instruments in the balance sheets approximate their net fair value determined in accordance with the accounting policies disclosed in Note 2 to the accounts.

Credit risk

The risk that a financial loss will occur because a counterparty to a financial instrument fails to discharge an obligation is known as credit risk.

The credit risk on the Group's financial assets, excluding investments, is the carrying amount of those assets. The Group's principal credit risk exposures arise from the investment in liquid assets, such as cash and bank bills, and income receivable.

Cash and bank bills are reviewed monthly by the Board to ensure cash is only placed with pre-approved financial institutions with low risk profiles (primarily "Big 4" banks) and that the spread of cash and bank bills between banks is within agreed limits. Income receivable is comprised of accrued interest and dividends and distributions which were brought to account on the date the shares or units traded ex-dividend.

There are no financial instruments overdue or considered to be impaired.

Notes to the Financial Statements (continued)

Note 15. Financial instruments (continued)

Market risk

Price risk

Market risk is the risk that changes in market prices will affect the fair value of a financial instrument.

The Group is a long term investor in companies and trusts and is therefore exposed to market risk through the movement of the share/unit prices of the companies and trusts in which it is invested.

The market value of the listed portfolio changes continuously because the market value of individual companies within the portfolio fluctuates throughout the day. The change in the market value of the listed and unlisted portfolio is recognised through the Revaluation Reserve. Listed and unlisted investments represent 95% (2025: 93%) of total assets.

As at 30 June 2026, a 5% (2025: 5%) movement in the fair value of the BKI portfolio would result in:

- A 5% movement in the net assets of BKI before provision for tax on unrealised capital gains (2025: 5%); and
- A movement of 9.8 cents per share in the net asset backing before provision for tax on unrealised capital gains (2025: 9.1 cents).

The performance of the companies within the portfolio, both individually and as a whole, is monitored by the Investment Committee and the Board.

BKI seeks to reduce market risk at the investment portfolio level by ensuring that it is not, in the opinion of the Investment Committee, overly exposed to one Group or one sector of the market.

At 30 June 2026 and 30 June 2025, the spread of investments was in the following sectors:

	Percentage of total investment		Amount	
	2026 %	**2025** %	**2026** $'000	**2025** $'000
Financials	**21.14**	25.83	**354,038**	408,839
Materials	**14.48**	9.23	**242,427**	146,023
Energy	**11.36**	8.6	**190,240**	136,035
Industrials	**10.86**	11.35	**181,828**	179,502
Consumer discretionary	**9.19**	10.52	**153,981**	166,587
Utilities	**7.17**	5.02	**120,066**	79,384
Telecommunications services	**6.14**	7.67	**102,863**	121,235
Consumer staples	**5.73**	5.54	**95,927**	87,550
Health care	**4.83**	4.38	**80,928**	69,076
Property	**3.94**	5.04	**65,932**	79,775
Total investments	**94.84**	93.18	**1,588,230**	1,474,006
Cash, dividends and distributions receivable	**5.16**	6.82	**86,391**	107,964
Total portfolio	**100.00**	100.00	**1,674,621**	1,581,970

Notes to the Financial Statements (continued)

Note 15. Financial instruments (continued)

Securities representing over 5% of the investment portfolio at 30 June 2026 or 30 June 2025 were:

	Percentage of total investment		Amount	
	2026 %	2025 %	2026 $'000	2025 $'000
BHP Group	**11.8**	6.1	**197,802**	96,653
APA Group	**7.2**	5.0	**120,066**	79,385
Commonwealth Bank	**6.9**	10.1	**114,740**	160,178
Wesfarmers Limited	**5.2**	5.1	**86,784**	81,360
National Australia Bank	**5.0**	7.4	**83,615**	116,970

The relative weightings of the individual securities and relevant market sectors are reviewed at each meeting of the Investment Committee and the Board, and risk can be managed by reducing exposure where necessary. There are no set parameters as to a minimum or maximum amount of the portfolio that can be invested in a single company or sector.

Foreign currency risk

The Group is not exposed to foreign currency risk as all investments are quoted in Australian dollars.

Interest rate risk

The Group is not materially exposed to interest rate risk. All cash investments are short term (up to 1 year) for a fixed rate, except for cash in operating bank accounts which are at-call and attract variable rates.

The Group has no interest bearing financial liabilities as at 30 June 2026 (2025: Nil).

Liquidity risk

Liquidity risk is the risk that the Group is unable to meet financial obligations as they fall due.

The Group has no borrowings, and sufficient cash reserves to fund core operations at current levels for more than 10 years.

The Group's other major cash outflows are the purchase of securities and dividends paid to shareholders and the level of both of these is fully controllable by the Board.

Furthermore, the majority of the assets of the Group are in the form of readily tradeable securities which can be sold on-market if necessary.

Note 16. Key management personnel disclosures

Compensation

The aggregate compensation made to directors and other members of key management personnel of the Group is set out below:

	Consolidated	
	2026 $'000	2025 $'000
Short-term employee benefits	**332**	322
Post-employment benefits	**22**	20
	354	342

Note 17. Remuneration of auditors

During the financial year the following fees were paid or payable for services provided by MGI Sydney Assurance Services Pty Ltd, the auditor of the Company:

	Consolidated	
	2026 $'000	**2025** $'000
Audit services – MGI Sydney Assurance Services Pty Ltd		
Audit or review of the financial statements	**38**	32

Note 18. Contingent liabilities

The Group had no contingent liabilities as at 30 June 2026 and 30 June 2025.

Note 19. Commitments

The Group had no capital and leasing commitments as at 30 June 2026 and 30 June 2025.

Note 20. Related party transactions

Parent entity

BKI Investment Company Limited is the parent entity.

Subsidiaries

Interests in subsidiaries are set out in note 22.

Key management personnel

Disclosures relating to key management personnel are set out in note 16 and the remuneration report included in the directors' report.

Transactions with related parties

Contact Asset Management Pty Limited (Contact) is the Investment Manager of the Group and provides accounting, administrative, and company secretarial services, including the preparation of all financial accounts. Contact is an entity in which Mr R D Millner has an indirect interest.

Fees payable to Contact for services provided to the Parent and controlled entities for the year to 30 June 2026 were $1,944,915 including GST (2025: $1,838,997) and are at standard market rates. As at 30 June 2026 the Group owed $167,198 to Contact (2025: $158,851).

Loans to/from related parties

There were no loans to or from related parties at the current and previous reporting date.

Notes to the Financial Statements (continued)

Note 21. Parent entity information

Set out below is the supplementary information about the parent entity.

	Parent	
	2026 $'000	**2025** $'000
Statement of profit or loss and other comprehensive income		
Operating result after income tax	**64,404**	61,862
Other comprehensive income for the year, net of tax	**73,865**	70,011
Total comprehensive income	**138,269**	131,873
Statement of financial position		
Total current assets	**86,654**	108,840
Total non-current assets	**1,805,264**	1,690,987
Total assets	**1,891,918**	1,799,827
Total current liabilities	**18,507**	18,823
Total non-current liabilities	**364,930**	346,628
Total liabilities	**383,437**	365,451
Net assets	**1,508,481**	1,434,376
Equity		
Share capital	**1,043,613**	1,043,626
Reserves	**377,662**	303,795
Retained profits	**87,206**	86,955
Total equity	**1,508,481**	1,434,376

Guarantees entered into by the parent entity in relation to the debts of its subsidiaries

The parent entity had no guarantees in relation to the debts of its subsidiaries as at 30 June 2026 and 30 June 2025.

Contingent liabilities

The parent entity had no contingent liabilities as at 30 June 2026 and 30 June 2025.

Capital commitments – Property, plant and equipment

The parent entity had no capital commitments for property, plant and equipment as at 30 June 2026 and 30 June 2025.

Material accounting policy information

The accounting policies of the parent entity are consistent with those of the Group, as disclosed in note 2, except for the following:

- Investments in subsidiaries are accounted for at cost, less any impairment, in the parent entity.
- Dividends received from subsidiaries are recognised as other income by the parent entity and its receipt may be an indicator of an impairment of the investment.

Note 22. Interests in subsidiaries

The consolidated financial statements incorporate the assets, liabilities and results of the following subsidiaries in accordance with the accounting policy described in note 2:

Name	Principal place of business / Country of incorporation	Ownership interest 2026 %	Ownership interest 2025 %
Brickworks Securities Pty Limited	Australia	**100%**	100%
Huntley Investment Company Pty Limited	Australia	**100%**	100%
BKI Sub2 Pty Limited	Australia	**100%**	100%
Pacific Strategic Investments Pty Limited	Australia	**100%**	100%
BKI Sub Pty Limited	Australia	**100%**	100%

Note 23. Events after the reporting period

No matter or circumstance has arisen since 30 June 2026 that has significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future financial years.

Note 24. Cash flow information

Reconciliation of operating result after income tax to net cash from operating activities

	Consolidated 2026 $'000	Consolidated 2025 $'000
Operating result after income tax expense for the year	**64,415**	61,859
Adjustments for:		
Other non-cash expenses	**–**	–
Other gains – non-cash	**–**	–
Change in operating assets and liabilities:		
Decrease/(increase) in trade and other receivables	**(1,058)**	1,038
Decrease in income tax refund due	**–**	–
Decrease/(increase) in deferred tax assets	**(55)**	3,819
Decrease in prepayments	**(18)**	10
Increase/(decrease) in trade and other payables	**7**	9
Increase/(decrease) in provision for income tax	**(377)**	141
(Decrease)/increase in deferred tax liabilities	**365**	(2,555)
Net cash from operating activities	**63,279**	64,321

Non-cash investing and financing activities

Dividend reinvestment plan

Dividends under the terms of the dividend reinvestment plan have been neutralised in the current year. In the prior year $3,767,000 of dividends were paid via the issue of 2,215,701 shares.

Note 25. Earnings per share

(a) Calculation of earnings

	Consolidated 2026 $'000	Consolidated 2025 $'000
Operating result after income tax attributable to the owners of BKI Investment Company Limited	**64,415**	61,859
Less: Special investment revenue	**(1,659)**	(1,129)
Earnings used in calculating basic and diluted earnings per share before special investment revenue	**62,756**	60,730

(b) Number of shares

	Number	Number
Weighted average number of ordinary shares used in calculating basic earnings per share, before and after special investment revenue	**807,134,229**	806,770,004
Weighted average number of ordinary shares used in calculating diluted earnings per share, before and after special investment revenue	**807,134,229**	806,770,004

(c) Earnings per share

	Cents	Cents
Basic and diluted earnings per share before special investment revenue	**7.78**	7.53
Basic and diluted earnings per share after special investment revenue	**7.98**	7.67

Consolidated Entity Disclosure Statement

for the year ended 30 June 2026

Basis of Preparation

This Consolidated Entity Disclosure Statement (CEDS) has been prepared in accordance with the Corporations Act 2001, reflecting the amendments to section 295(3A)(vi) and (vii) which clarify the definition of foreign resident as being an entity that is treated as a resident of a foreign country under the tax laws of that foreign country. The CEDS includes certain information for each entity that was part of the consolidated entity at the end of the financial year in accordance with AASB 10 Consolidated Financial Statements.

Determination of Tax Residency

Section 295(3B)(a) of the Corporation Acts 2001 defines Australian resident as having the meaning in the Income Tax Assessment Act 1997. The determination of tax residency involves judgement as there are currently several different interpretations that could be adopted, and which could give rise to a different conclusion on residency. Section 295 (3A)(a)(vii) requires the determination of tax residency in a foreign jurisdiction to be based on the law of the foreign jurisdiction relating to foreign income tax.

In determining tax residency, the consolidated entity has applied the following interpretations:

Australian tax residency

The consolidated entity has applied current legislation and judicial precedent, including having regard to the Tax Commissioner's public guidance in Tax Ruling TR 2018/5.

Entity name	Entity type	% of share capital held	Country of incorporation	Australian Resident	Foreign jurisdiction(s) in which the entity is a resident for tax purposes
BKI Investment Company Limited (parent entity)	Body Corporate	N/A	Australia	Yes	N/A
Brickworks Securities Pty Limited	Body Corporate	100%	Australia	Yes	N/A
Huntley Investment Company Pty Limited	Body Corporate	100%	Australia	Yes	N/A
BKI Sub Pty Limited	Body Corporate	100%	Australia	Yes	N/A
BKI Sub2 Pty Limited	Body Corporate	100%	Australia	Yes	N/A
Pacific Strategic Investments Pty Limited	Body Corporate	100%	Australia	Yes	N/A

BKI INVESTMENT COMPANY LIMITED

Directors' **Declaration**

for the year ended 30 June 2026

In the directors' opinion:

- the attached financial statements and notes comply with the *Corporations Act 2001,* the Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements;
- the attached financial statements and notes comply with International Financial Reporting Standards as issued by the International Accounting Standards Board as described in note 2 to the financial statements;
- the attached financial statements and notes give a true and fair view of the Group's financial position as at 30 June 2026 and of its performance for the financial year ended on that date;
- there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable; and
- the information disclosed in the attached consolidated entity disclosure statement is true and correct.

The directors have been given the declarations required by section 295A of the *Corporations Act 2001.*

Signed in accordance with a resolution of directors made pursuant to section 295(5)(a) of the *Corporations Act 2001.*

On behalf of the directors

Robert D Millner AO
Chair

28 July 2026
Sydney

Auditor's
Independence Declaration

MGI Sydney Assurance Services Pty Limited
Level 14, 20 Martin Place
Sydney NSW 2000
Tel: +61 2 9230 9200
PO Box H258
Australia Square
Sydney NSW 1215
ABN 24 160 063 525
www.mgisyd.com.au

BKI INVESTMENT COMPANY LIMITED AND CONTROLLED ENTITIES

ABN: 23 106 719 868

AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001 TO THE DIRECTORS OF BKI INVESTMENT COMPANY LIMITED AND CONTROLLED ENTITIES

As lead auditor for the audit of BKI Investment Company Ltd and its Controlled Entities for the year ended 30 June 2026, I declare that, to the best of my knowledge and belief, there have been:

(i) no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and

(ii) no contraventions of any applicable code of professional conduct in relation to the audit.

MGI Sydney Assurance Services.

MGI Sydney Assurance Services Pty Limited
Chartered Accountants

Clayton Lawrence
Director

Sydney, 28 July 2026

MGI refers to one or more of the independent member firms of MGI Worldwide. MGI Worldwide is a network of independent auditing, accounting and consulting firms. Each MGI firm in Australasia is a separate legal entity and has no liability for another Australasian or international member's acts or omissions. MGI is a brand name for the MGI Australasian network and for each of the member firms of MGI Worldwide. Liability limited by a scheme approved under Professional Standards Legislation.

Chartered Accountants
and Taxation Advisors

BKI INVESTMENT COMPANY LIMITED

Independent
Auditor's Report

to the Members of BKI Investment Company Limited

MGI Sydney Assurance Services Pty Limited
Level 14, 20 Martin Place
Sydney NSW 2000
Tel: +61 2 9230 9200
PO Box H258
Australia Square
Sydney NSW 1215
ABN 24 160 063 525
www.mgisyd.com.au

Report on the Audit of the Financial Report

Opinion

We have audited the accompanying financial report of BKI Investment Company Limited (the Company) and its controlled entities (together the Group), which comprises the consolidated statement of financial position as at 30 June 2026, the consolidated income statement, consolidated statement of other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information, the consolidated entity disclosure statement and the directors' declaration of the Group comprising BKI Investment Company Limited and the entities it controlled at the year end or from time to time during the year.

In our opinion, the accompanying financial report of BKI Investment Company Limited and its controlled entities is in accordance with the *Corporations Act 2001,* including:

a) giving a true and fair view of the Group's financial position as at 30 June 2026 and of its performance for the year ended on that date; and
b) complying with Australian Accounting Standards and the *Corporations Regulations 2001.*
c) the financial report also complies with the *International Financial Reporting Standards* as disclosed in Note 2.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Group 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* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Chartered Accountants
and Taxation Advisors

Independent Auditor's Report (continued)

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial report of the current period. These matters were addressed in the context of our audit of the financial report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key Audit Matter	How Our Audit Addressed the Key Audit Matter
Valuation and Existence of the Investment Portfolio Refer to Note 10 The investment portfolio as at 30 June 2026 comprised of listed equity investments of $1,588.23 million. We focused on the valuation and existence of investments because investments represent the principal element of the net asset value disclosed on the Consolidated Statement of Financial Position in the financial report.	We tested the valuation of a representative sample of listed investments by vouching the share prices to external market information to ensure they are fairly stated. We agreed the existence of a representative sample of listed investments by confirming shareholdings with share registries. No material differences were identified.
Revenue from Investments ASAs presume there are risks of fraud in revenue recognition unless rebutted. We focused on the cut-off, accuracy and completeness of dividend revenue and dividend receivables.	We assessed the accounting policy for revenue recognition for compliance with the accounting standards and performed testing to ensure that revenue had been accounted for in accordance with the accounting policy. We found that the accounting policies implemented were in accordance with the accounting standards, and that revenue has been accounted for in accordance with the accounting policy. We tested the accuracy and completeness of dividend revenue by agreeing the dividends and distributions of a representative sample of investments to supporting documentation obtained from share registries. We tested the cut-off and completeness of dividend revenue and dividend receivables by checking the dividend details of a representative sample of investments from external market information and ensured that dividends that were declared before, but payable after, the reporting date were recorded. No material differences were identified.

Other Information

The directors of the Company are responsible for the other information. The other information comprises the information in the annual report for the year ended 30 June 2026, but does not include the financial report and the auditor's report thereon.

Our opinion on the financial report does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Independent Auditor's Report (continued)

Responsibilities of the Directors for the Financial Report

The directors of the Company are responsible for the preparation of the 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 financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error. In Note 2, the directors also state, in accordance with Accounting Standard AASB 101: *Presentation of Financial Statements,* the financial statements comply with *International Financial Reporting Standards.*

In preparing the financial report, the directors are responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial reports.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: https://www.auasb.gov.au/auditors_responsibilities/ar1.pdf. This description forms part of our auditor's report.

Report on the Remuneration Report

Opinion on the Remuneration Report

We have audited the Remuneration Report included on pages 17 to 20 of the directors' report for the year ended 30 June 2026.

In our opinion, the Remuneration Report of BKI Investment Company Limited for the year ended 30 June 2026, complies with section 300A of the *Corporations Act 2001.*

Responsibilities

The directors of BKI Investment Company Limited are responsible for the preparation and presentation of the Remuneration Report in accordance with section 300A of the *Corporations Act 2001.* Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

MGI Sydney Assurance Services.

MGI Sydney Assurance Services Pty Limited
Chartered Accountants

Clayton Lawrence
Director

Sydney, 28 July 2026

Shareholder Information

for the year ended 30 June 2026

The shareholder information set out below was applicable as at 30 June 2026.

Distribution of equitable securities

Analysis of number of equitable security holders by size of holding:

	Ordinary shares	
Number of shares held	**Number of holders**	**% of total shares issued**
1 to 1,000	1,555	0.07
1,001 to 5,000	2,295	0.82
5,001 to 10,000	2,019	1.89
10,001 to 100,000	8,632	38.03
100,001 and over	1,322	59.20
	15,823	**100.00**
Holding less than a marketable parcel of 273 shares	655	–

Equity security holders

Twenty largest quoted equity security holders

The registered names of the twenty largest security holders of quoted equity securities are listed below:

	Ordinary shares	
	Number held	**% of total shares issued**
Washington H Soul Pattinson and Company Limited	64,534,868	8.00
BNP Paribas Nominees Pty Ltd – Hub24 Custodial Serv Ltd	26,508,990	3.28
HSBC Custody Nominees (Australia) Limited	19,207,012	2.38
Netwealth Investments Limited – Wrap Services A/C	9,869,545	1.22
Huntley Group Investments Pty Ltd – Huntley Group Investment A/C	8,523,274	1.06
Citicorp Nominees Pty Limited	8,150,069	1.01
J S Millner Holdings Pty Limited	6,484,373	0.80
HSBC Custody Nominees (Australia) Limited – A/C 2	4,038,143	0.50
I R McDonald Pty Ltd	3,000,000	0.37
Fennybentley Pty Ltd	2,969,200	0.37
T N Phillips Investments Pty Ltd	2,387,524	0.30
K C Perks Investments Pty Ltd – Kym Perks S/F A/C	2,382,296	0.30
John E Gill Trading Pty Ltd	2,364,881	0.29
Nibot Pty Limited – The Hall Investment A/C	2,251,845	0.28
G Guglielmini Nominees Pty Ltd	2,173,085	0.27
Mr Timothy Frank Robertson – Est Francis A Robertson A/C	2,154,183	0.27
Mr Timothy Frank Robertson	2,017,575	0.25
Luton Pty Ltd	1,895,544	0.23
Gemline Pty Ltd – S & A Simson Super Fund A/C	1,816,000	0.22
Mrs Angela Jane Biven	1,731,845	0.21
	174,460,252	**21.61**

Shareholder Information (continued)

Equity security holders (continued)

Article 5.12 of the Company's Constitution provides:

(a) Subject to this Constitution and any rights or restrictions attached to a class of Shares, on a show of hands at a meeting of Members, every Eligible Member present has one vote.

(b) Subject to this Constitution and any rights or restrictions attached to a class of Shares, on a poll at a meeting of Members, every Eligible Member present has:

one vote for each fully paid up Share (whether the issue price of the

(i) Share was paid up or credited or both) that the Eligible Member holds; and

(ii) a fraction of one vote for each partly paid up Share that the Eligible Member holds. The fraction is equal to the proportion which the amount paid up on that Share (excluding amounts credited) is to the total amounts paid up and payable (excluding amounts credited) on that Share.

Unquoted equity securities

There are no unquoted equity securities.

Substantial holders

As at 30 June 2026 the name and holding of each substantial shareholder as disclosed in a notice received by the Parent is listed below. The number of shares held and percentage ownership do not necessarily reflect the current ownership levels of these shareholders, as any subsequent movements of less than 1% would not need to be disclosed to ASX or the Company.

Substantial Shareholder	Number Held	% of total shares issued
Washington H Soul Pattinson & Company Limited[1]	64,534,868	**8.00**

1 Details included on substantial shareholder notice dated 25 September 2025.

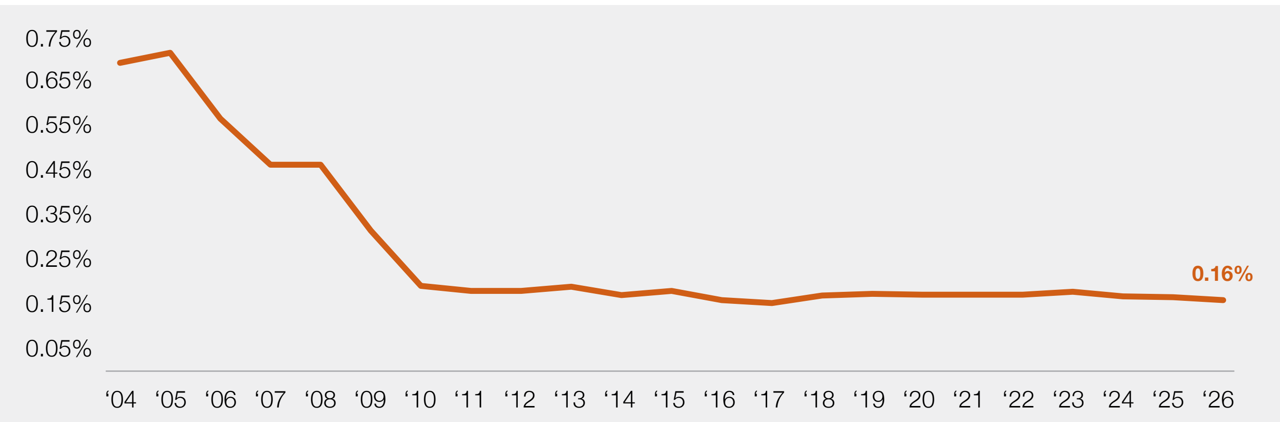
Other information

There is no current on-market buy-back in place.

There were 59 (2025: 66) transactions in securities undertaken by the Group and the total brokerage paid or accrued during the year was $697,508 (2025: $335,105).

Management expense ratio

The Management Expense Ratio ("MER") is the operating expenses of the Group for the financial year, as shown in the income statement, expressed as a percentage of the average total assets of the Group for the financial year. The graph below summarises the MER for each financial year ended 30 June.



Designed and Produced by **APM Graphics Management** › 1800 806 930

BKI INVESTMENT COMPANY LIMITED

ABN: 23 106 719 868

Suite 302, Level 3
1 Castlereagh Street
Sydney NSW 2000