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K2 Asset Management Holdings Ltd
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2026 Financial Year End Results and Update

K2 Asset Management Holdings Ltd (**K2**) today released its full year results for the period ending 30 June 2026 (**FY26**), highlighting resilient revenue, continued growth across its core service offerings and the successful completion of strategic initiatives expected to materially reduce the Group's cost base going forward.

Revenue was $6.1 million, while Assets Under Management (**AUM**) totalled $4.7 billion at year end. K2 reported a net loss after tax of $0.48 million for FY26.

During the year, the Board undertook a strategic review of the Group's operations and resolved to focus resources on the core Responsible Entity (RE), Trustee, Administration and Investment Advisory businesses. While the financial benefit of this initiative was not reflected in the FY26 result, they are expected to deliver meaningful ongoing cost savings and improve the Group's operating leverage from FY27 onwards. This strategic repositioning has created a simpler, more focused business with a clearer pathway to sustainable profitability.

K2 remains committed to growing its investment management capabilities through its CIO Office, Investment Advisory offering and Fund of Fund model, allowing the Group to continue delivering investment solutions to clients while focusing on areas of recurring revenue and long-term growth.

The RE, Trustee and Administration Services division continues to be the cornerstone of K2's operations. Throughout FY26, K2 continued to support a growing number of investment managers and managed investment schemes through the provision of governance, compliance, trustee, administration and related services. Now spanning over 20 managers across a diverse range of asset classes, revenue from ongoing RE, trustee and licensing services grew by 5% during the year. Investment Advisory Services also delivered strong growth, with advisory revenue increasing to $0.7 million, reflecting growing client demand for portfolio construction, asset allocation, manager selection and risk management services.

The AUM of approximately $4.7 billion across the Group has been achieved alongside K2 distributing or returning over $289 million in unitholder funds during FY2026 and circa $1.2 billion in the past three years. This is a testament to the meaningful growth of the underlying business and the securing of sustainable revenue. Pleasingly, several newly secured mandates are also expected to commence or seed during FY27.

The table below provides total AUM as of 30 June 2026 and the relevant comparative periods.

	Asset Under Management (AUM) AUD $millions		
	30 June 2024	30 June 2025	30 June 2026
Responsible Entity (RE), Trustee & Administration Services	4,336.4	4,673.4	4,417.2
Exchange Traded (ETF) & Listed Fund Services	257.4	303.3	226.2
Funds Management & Investment Advisory*	82.3	291.0	238.3
Total AUM	**4,369.7**	**4,966.3**	**4,668.4**

This release has been prepared and authorised for release by K2 Asset Management Holdings Ltd.

The above information is unaudited. Spot rates as at the reference dates have been used in converting non-Australian denominated investments. Please refer to Total AUM for aggregate non-duplicated AUM. *Funds Management & advisory consists of the K2 Opportunities Fund (formerly K2 Australian Absolute Return Fund), Select International Alpha Fund, Adamantos Fund (formerly K2 Global High Alpha Fund) and K2 Australian Small Cap Fund (ASX: KSM), SMAs and private mandates. The underlying service fee charged for the above listed 3 core pillars of service offerings are at different rates.

K2's financial position remains strong, with cash and term deposits of approximately $7.3 million at year end. The Group also finished the year with approximately $5.3 million of franking credits available.

The business will continue to monitor the proposed changes to Responsible Entity capital requirements announced by ASIC in July 2026. The current Net Tangible Asset requirement is expected to increase from $5 million to approximately $7 million as of 1 July 2027, together with a range of broader industry reforms. K2 remains well positioned relative to its peers, supported by a strong balance sheet, substantial cash reserves and no debt.

As the business enters FY27, K2 does so with a more focused operating model, a materially lower cost base and a clearer strategic direction. The Board expects the benefits of the initiatives undertaken during FY26 to become increasingly evident throughout the coming financial years, as cost savings are realised and operating leverage improves. Supported by a strong balance sheet, recurring revenue streams and a growing pipeline of opportunities, the Board remains confident in K2's ability to improve profitability and deliver long-term value for shareholders.

If you have any questions, please contact:

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