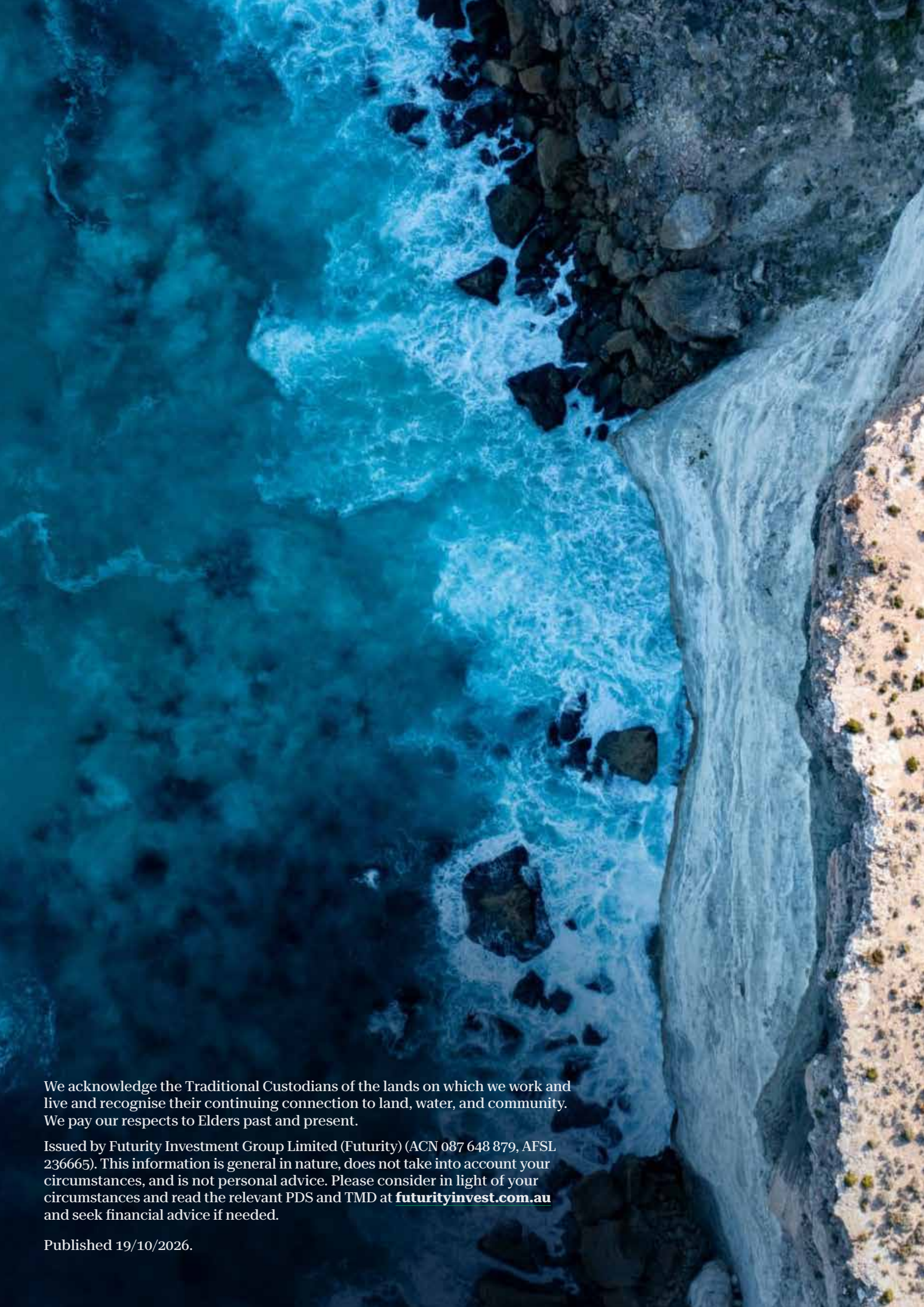
FUTURITY

Futurity Investment Group Limited
Annual Report FY2026

Unlock life's potential.



We acknowledge the Traditional Custodians of the lands on which we work and live and recognise their continuing connection to land, water, and community. We pay our respects to Elders past and present.

Issued by Futurity Investment Group Limited (Futurity) (ACN 087 648 879, AFSL 236665). This information is general in nature, does not take into account your circumstances, and is not personal advice. Please consider in light of your circumstances and read the relevant PDS and TMD at **futurityinvest.com.au** and seek financial advice if needed.

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At Futurity, an investment is never *just* an investment.

It is an opportunity to unlock life's potential; big ambitions; and the goals that really matter to you, your family and their future.

Futurity supports whatever you want to help unlock – life changing education for the grandkids; a house deposit for the next generation; a dream retirement.

A leading expert

We are one of Australia's leading issuers of tax-efficient products outside of superannuation.

Our products are designed to help you protect, grow, and pass on your wealth. Our products are flexible, so you can choose from a wide range of underlying investments, and access funds any time.

We bring together hands-on help when you need it and a digital experience designed to make sophisticated, tax-efficient investing simple, transparent and easy to manage.

Creating a better world

We believe people achieve more together – it's part of our DNA as a mutual that is owned by Members and run for Members. We are committed to giving back. That is why we support initiatives that unlock the potential of education for everyone.

Futurity is one of Australia's leading issuers of tax effective education savings products.

Our belief

Education is a transformative force for good, with the power to create a more equitable society, and a more innovative, and prosperous world.

Our vision

Everyone has the education and lifelong learning opportunities needed to fulfil their aspirations.

Our purpose

- Provide financial products that help Members save and plan for lifelong education costs.
- Advocate for quality education that is affordable, accessible and inclusive.
- Enable education pathways for people experiencing disadvantage through philanthropy.

Our 10-year vision

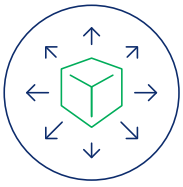
Our ambitious 10-year vision aims to deliver sustained growth in membership, and funds under management, while expanding our impact. This approach will make sure Futurity continues to sustainably grow for the benefit of all Members.

Growth

We will pursue disciplined, and sustainable growth that delivers improved outcomes for Members.

Disciplined commercial and Member growth.

Product innovation and diversification.



Multi-channel sales distribution.

Inorganic growth where appropriate.

Underpinning our commercial growth will be sustainable operating margins and a robust capital allocation framework.

Impact

As a mutual, our purpose extends beyond financial performance. We are committed to contributing to positive social outcomes and strengthening the communities we serve.

Over the coming decade, we will build on our established impact platform by extending the reach and effectiveness of our initiatives through Futurity and our philanthropic entity, Futurity Education Foundation.

We will aim to deliver positive impact to the community through:

Expansion of the National Excellence in Teaching Awards.

Investment in teacher-led innovation.

A reconciliation journey in line with Reconciliation Australia's framework.

Commissioning research that informs policy discussion and decisions.

Advocating for meaningful education system reform.

Fund Centres of Excellence which use evidence to strengthen and transform the education sector.

Education has the power to change lives. At the core of Futurity's impact focus sits the enduring purpose to advocate for quality education that is affordable, accessible, inclusive, and enables education access for people experiencing disadvantage through philanthropy.

Chair and CEO report

FY2026 was another transformative year for Futurity.

It has been a privilege to lead Futurity through this period of significant progress, a year in which we strengthened our operational foundations, developed a new Investment Bond product, significantly increased Education Bond funds under management, and progressed our impact agenda.

These achievements are important because they strengthen our capacity to serve our Members for the long term.

During FY2026, we provided $169M in Member benefits, bringing cumulative Member benefits since 1974 to $4.14B. This reflects a record of not only performance, but of purpose fulfilled over more than five decades.

We also refreshed our brand identity during the year to better reflect Futurity's identity as a modern, trusted, and purpose led organisation serving Members with care and ambition.

Impact

At Futurity, positive social impact is not an adjunct to our work. It is central to our purpose and embedded in our Corporate Governance Rules.

That purpose continued to guide us throughout FY2026 as we supported The Smith Family, Yalari, and Country Education Foundation of Australia through funding provided by Futurity Education Foundation. These partnerships reflect a simple but powerful belief that education has the power to change lives, and that more young Australians should have the opportunity to fulfil their potential.

In November, nine outstanding educators were recognised at the 32nd National Excellence in Teaching Awards, or NEiTA. It was a privilege to hear from past winner and keynote speaker Sylvia Arotin, and to engage more broadly with our alumni network throughout the year. Their commitment, talent, and service remind us that lasting impact is always built through people.

We are also proud to be deepening our impact in FY2027 through Futurity Education Foundation's new $1M partnership with Victoria University. As the founding philanthropic partner of a new research-based Centre of Impact, the Foundation will help support the development of scalable solutions to key challenges within the education system and contribute to informing public policy. This is an important step forward, not only in extending our reach but in helping shape better outcomes for future generations.

Strategy

Our three-year strategic plan (FY2025-FY2027) is built around two clear objectives:

- Financial sustainability and operational maturity; and
- Extending our reach and impact.

In FY2026, we made strong progress against both. Alongside improved operational performance, Education Bond funds under management grew by 63%. Our Financial Adviser network expanded, contributing to our leading market share, and strengthening our position for future growth.

But strong organisations do not stand still. They build on momentum. And they prepare for what comes next.

That is why, in FY2027, we will launch an Investment Bond. This new offering will provide Members and their Financial Advisers with greater choice and will complement our market-leading Education Bond. It is an important step in diversifying both our distribution channels and our product suite, and ensuring Futurity is well placed to meet the changing needs of Members into the future.

With strong and stable foundations now in place, and a clear pathway for growth established, and being delivered, the Board determined that this was the right moment to look beyond the traditional three-year planning horizon. The result is an ambitious 10-year vision, one that spans both commercial performance and social impact, and one that will help ensure Futurity continues to grow sustainably for the benefit of all Members.

This long-term vision will be supported by disciplined three-year strategic plans that keep us focused, accountable, and ambitious. The next of these plans will be developed ahead of FY2028, reflecting the significant progress achieved over the past two years. Its focus will centre on Member experience, commercial growth, and expanding our impact.

Delivering for Members

Throughout FY2026, we took significant steps to improve the digital experience for both Members and Financial Advisers.

The result is a more sophisticated and agile portal, designed to deliver a meaningful uplift in user experience and to evolve alongside the business as we continue to grow. Launched in August 2026, the new portal provides improved user experience and functionality including Bond performance reporting, a broader range of self-service features, and stronger communication with Members and their Financial Advisers.

At the same time we updated our Education Bond Product Disclosure Statement (PDS) and Target Market Determination (TMD), which introduced three new investment menu options, additional product features and simplified disclosure. Together, these enhancements reflect our ongoing commitment to providing Members with greater transparency, flexibility, and choice.

After an extensive review and careful consideration, Futurity closed the Pathway Education Fund NZ, The Education Fund NZ and the Supplementary Education Program NZ in August 2026.

Eligible Members received their full benefit entitlement.

Thank you

None of this progress happens without people.

Our people are at the heart of Futurity. Our aspiration to build a culture of excellence within a supportive environment was reflected in the FY2026 Employee Engagement Survey with overall scores exceeding industry benchmarks with particularly strong levels of employee confidence in leadership, diversity, equity and inclusion, and work-life blend.

Our growing success and operational maturity are a credit to a high-performing, risk-aware team that is deeply aligned to our purpose. On behalf of the Board and Executive, we thank our employees for their skill, dedication, and commitment over the past year.

We also extend our sincere thanks to the Member Advisory Group whose insights and contributions were invaluable throughout FY2026.

As part of our continued focus on strong governance through the engagement of a skills based Board, we welcomed three new Non-Executive Directors during FY2026, Nick Vamvakas, Andrew Zbik, and Jenny Dawson.

We also acknowledge with gratitude the contribution of four Non-Executive Directors whose service to Futurity has been substantial and deeply valued. Neelesh Mehta, Phillip Vernon, and Tony Brain. Leon Nash will retire at the upcoming Annual General Meeting (AGM).

Collectively, Neelesh, Phil, Tony, and Leon have given 44 years of service. They played an important role in providing strategic oversight during the transformation from ASG to Futurity, the launch of the Education Bond, and the work of Futurity Education Foundation. Their contribution helped shape the organisation we are today, and we thank them sincerely.

Looking ahead

The future we see is one of continuing to support our Members, underpinned by Member focus growth, and deeper community impact.

We have a robust strategy. We will shortly launch an Investment Bond and we have an ambitious 10-year vision to become a large-scale change-maker.

This is a bold ambition. But it is the right one.

The measure of an organisation like ours is not only in the strength of its financial performance but also in the confidence we give our Members, the opportunities we help create, and the lasting difference we make to the lives of others.

This is an exciting time for Futurity. We are confident that together, we will continue to build an organisation that is financially strong, operationally mature, and true to its purpose.

Dr Jacqueline Jennings
Board Chair

Sam Sondhi
CEO

Futurity is passionate about delivering for its Members.

Futurity Member, Michelle and her daughter Angelina.

Feedback received from our Members and their Financial Advisers, together with input from the Member Advisory Group, identified the need to improve our online portal. We have listened and launched a new portal in August 2026 to improve the online experience.

In addition to increasing self service functions and reducing the need for paper forms, the new portal delivers improvements around four key user priorities:

Better experience

Greater control

Smarter insights

Mobility and access

The biggest improvement for Members is the ability to request changes to their Education Bond within the portal, reducing the need to download and complete forms.

Self-service functions include being able to:

- Update your personal details including your bank account.
- Make changes to Education Bond roles and appoint or remove people from key roles within the Education Bond including beneficiaries, guardians and representatives.
- Arrange to make additional contributions.
- Request withdrawals.
- Check investment performance, switch investment options or change Default Investment Allocation.

ASG Members will transition to the new portal in FY2028.

In the past year, Futurity also collaborated with renowned child and adolescent psychologist, Dr Michael Carr-Gregg AO to write a series of articles (published in Scholastic, Futurity's Member newsletter) that equip Members with valuable information about navigating the different stages of parenting.

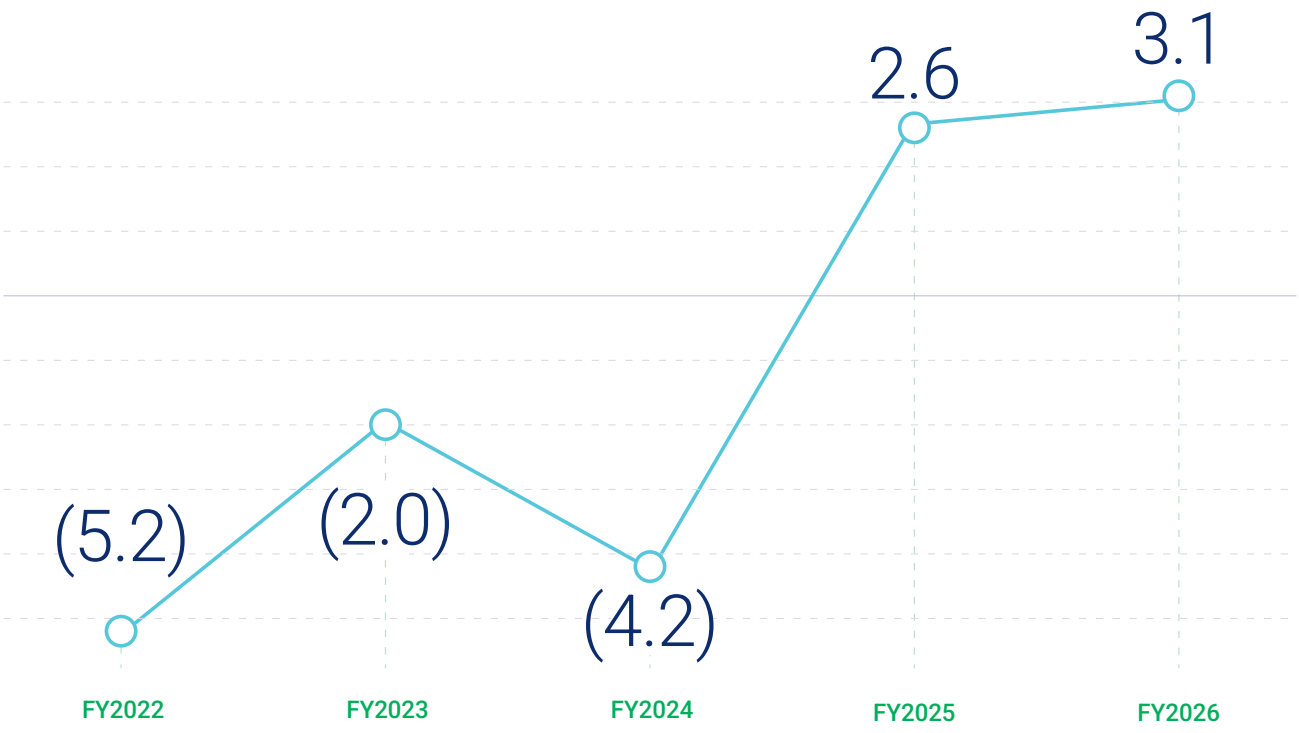
Homework without heartbreak

Making parent - teacher interviews count

In August 2026, Futurity updated its Education Bond PDS and boosted Member choice with the introduction of three new Education Bond investment menu options. Members can now access dollar cost averaging, auto-reweight across their investments, and enhanced Regular Savings Plan. The updated Education Bond PDS is available on the website and in the Member portal.

Key highlights

Net profit or (loss) after tax ($'M)



Education Bond FUM growth

Funds under management ($M), FY2022-FY2026

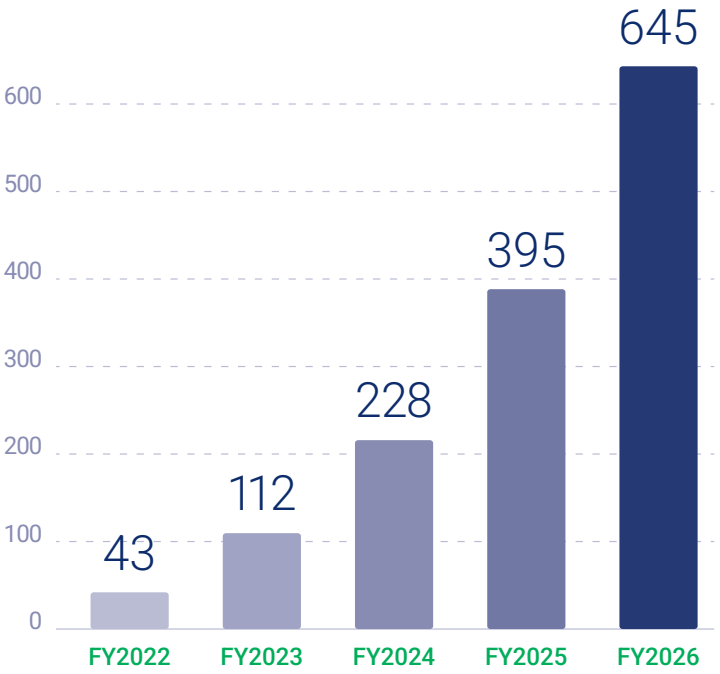
$645M
EDUCATION BOND FUM
as at 30 June 2026

96.8%
CAGR[1]
FY2022-FY2026

15.0x
FUM GROWTH
since FY2022

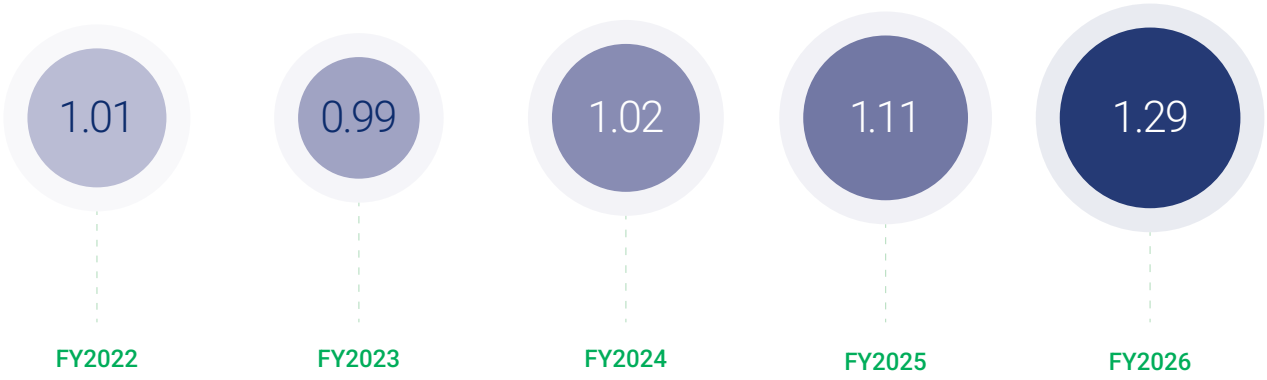
1. Compound Annual Growth Rate.

FUM trajectory +$602M increase over the period

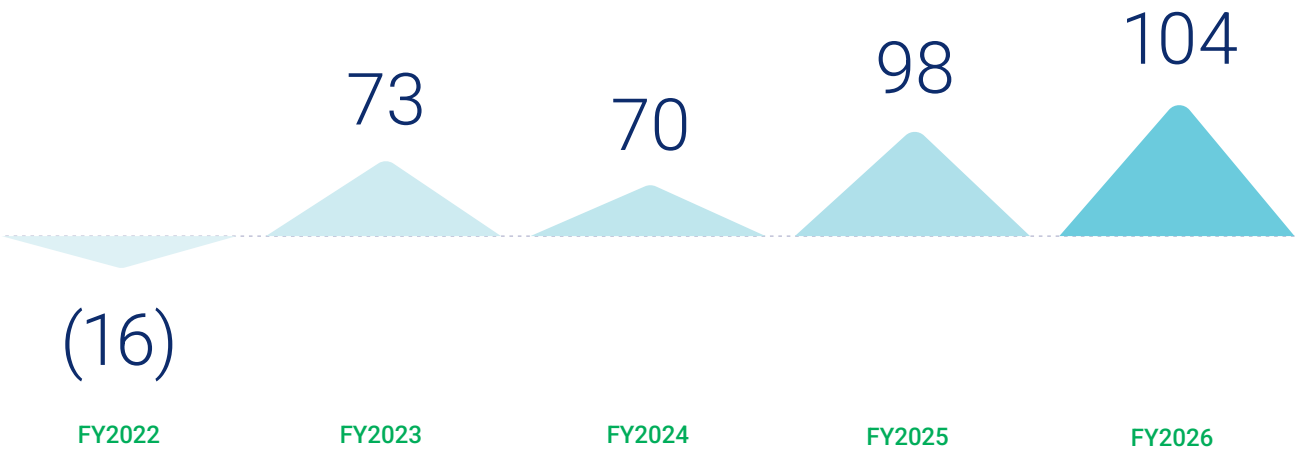


Education Bond FUM has increased fifteenfold since FY2022.
Growth continued in FY2026, with FUM increasing by $250M during the year.

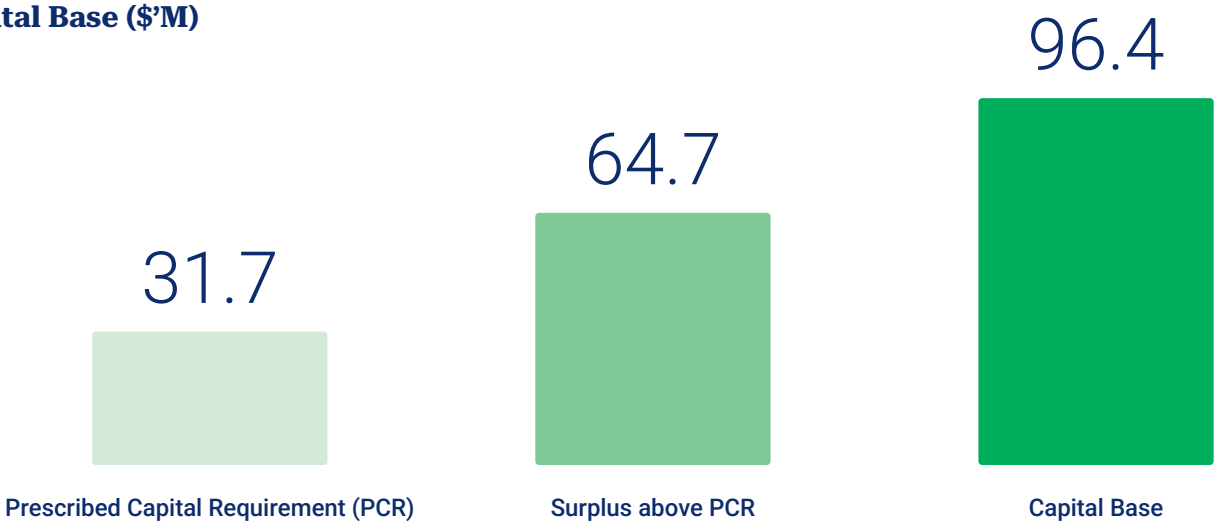
Total FUM ($'B)



Total Revenue ($'M)



Capital Base ($'M)



Key highlights

Members

44,700

Paid to Members as benefits in FY2026

$169M

Paid to Members since 1974

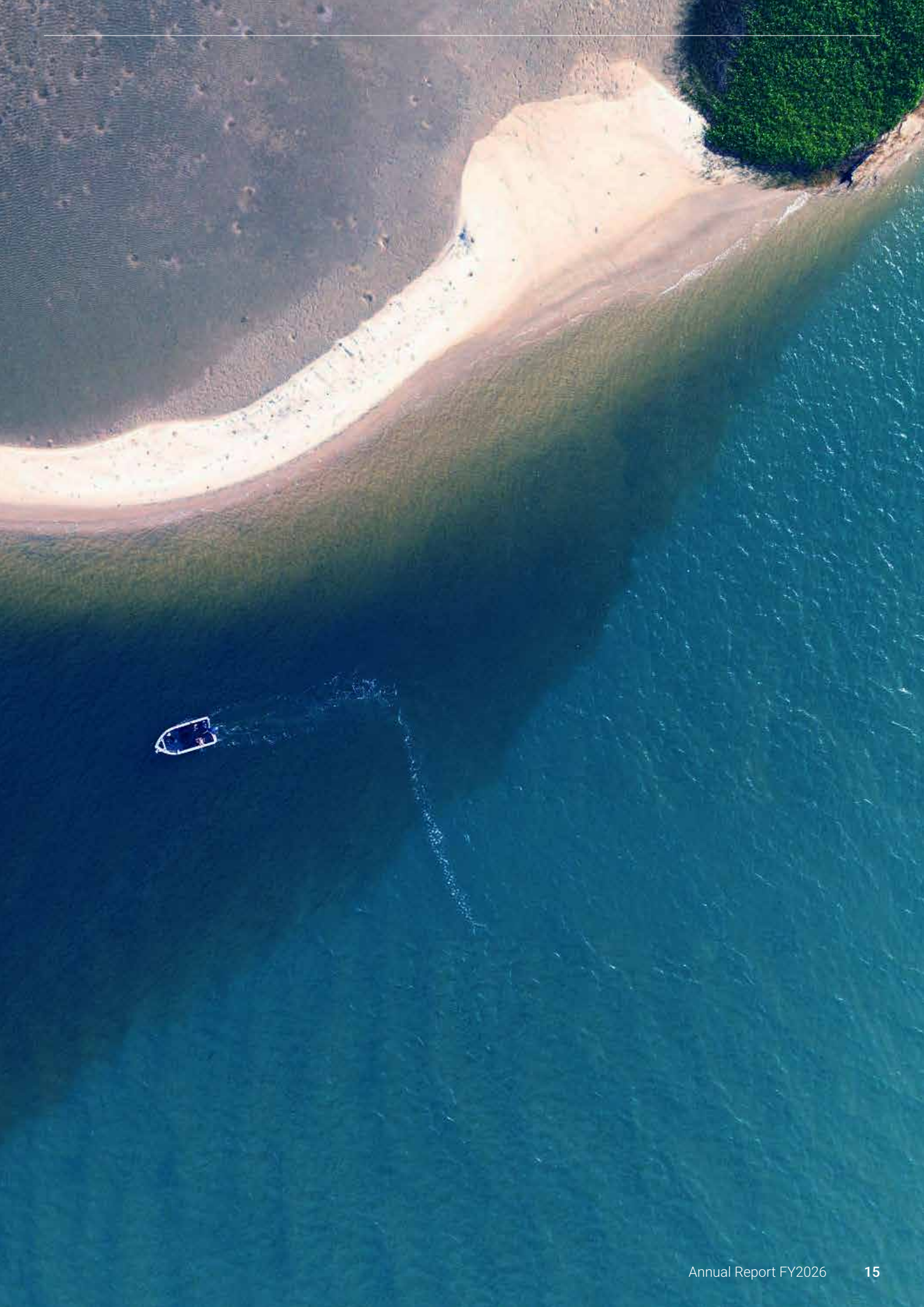
$4.14B

#1 Market share in Education Bonds[1]

Highly regarded Education Bond[2]

Member-first purpose-driven mutual

1. Plan for Life
2. See page 72 for disclaimers



Futurity will launch an Investment Bond in FY2027.

The Futurity Investment Bond will build on our expertise in tax-effective investment products and offer choice for Australians who are planning and investing for life's important milestones.

The Futurity Investment Bond will combine tax effective investing and the flexibility to pursue financial goals with the certainty of a clear estate planning framework.

Designed for long-term investors, the Futurity Investment Bond will provide a simple and efficient way for Australians to grow wealth, manage intergenerational wealth transfers, and support their financial future.

Tax-effective wealth creation.

Estate planning and wealth transfer features.

Simple and accessible investing.

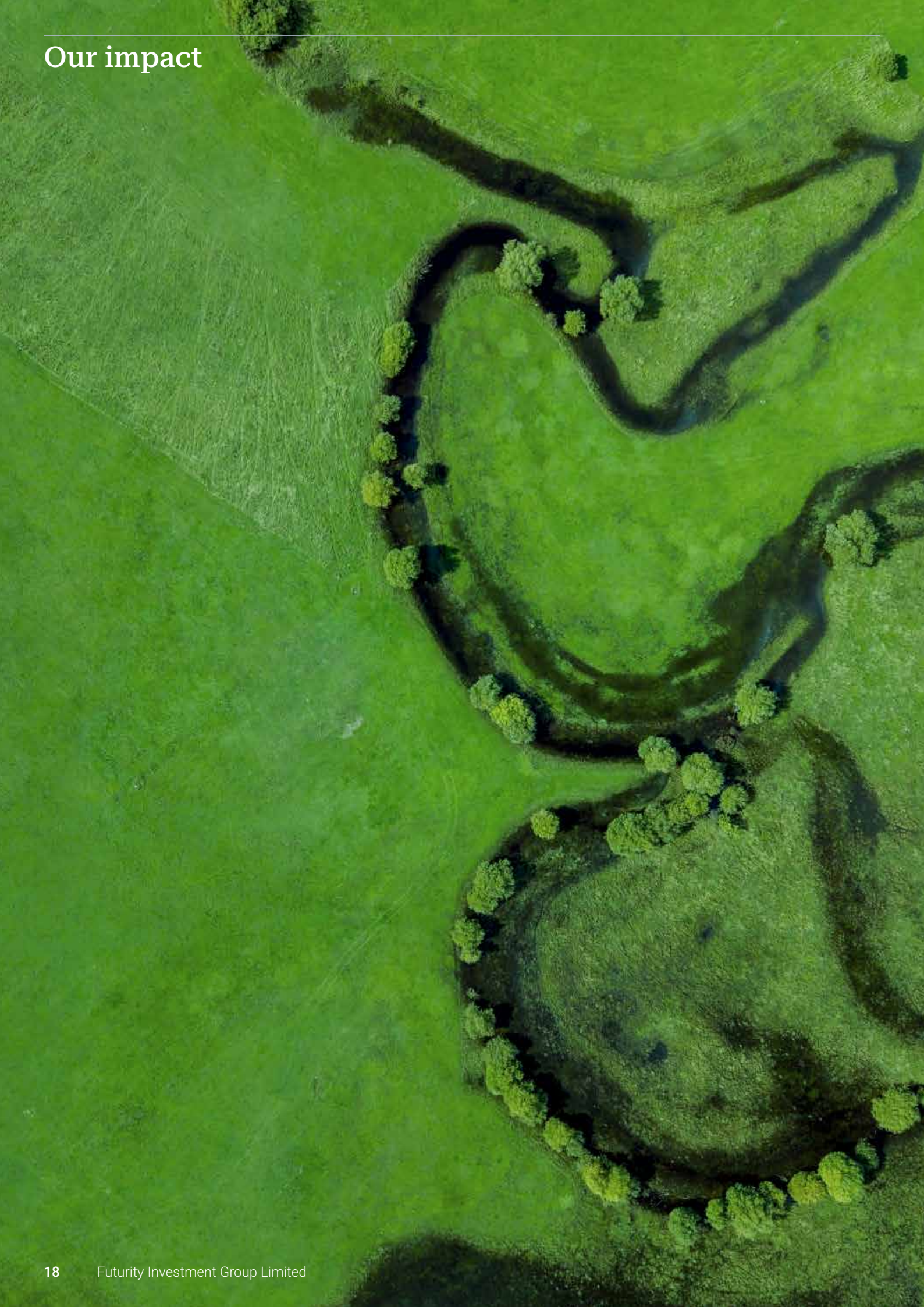
Investment flexibility and choice.

A complement to superannuation.

Competitive fees and digital convenience.

This is general information only about a product that has not yet launched. It does not constitute an offer and does not take into account your objectives, financial situation or needs. Before making a decision, read the Product Disclosure Statement and Target Market Determination, which will be available once the product launches.

Our impact



Member story

Andrew, Futurity Member

Property developer Andrew and his wife, Leigh, value education.

The couple were looking for innovative ways to invest in their children's education, when they discovered Futurity's Education Bond.

The Sydney couple have four children, Dani (19) who is studying Interior Architecture at the University of Technology Sydney, Jordi (17), Ricki (13) and Sasha (10).

"We were searching for a credible product we could trust," Andrew said.

"The tax effectiveness of the Education Bond was instantly attractive, however, the main driver was to help take the load off if and when our younger children attend university.

"Our Education Bond is a key part of the plan.

"It's important our kids can get ahead. A good education means they are one step closer to getting there.

"We never want to hold them back, especially if they want to attend university. Our Education Bond will help us do that, whatever their university aspirations are.

"Our youngest two children will likely be the beneficiaries of the Education Bond.

"Ricki loves dancing, while Sasha is into cars and motorbikes.

"This emerging generation will likely change jobs multiple times throughout their careers, so who knows what they'll choose to study at university.

"Our Education Bond means we've got our bases covered and can afford to send our children to university."

> "Our Education Bond is a key part of the plan."

Ricki, Leigh, Andrew, Sasha, Dani, and Jordi.

Our impact

Futurity Education Foundation[1]

Present

Founded by Futurity in 2021, Futurity Education Foundation is Futurity's philanthropic entity that is breaking down barriers and helping students experiencing disadvantage to access the education and lifelong learning opportunities they need to fulfil their aspirations.

In FY2026, Futurity Education Foundation became a Public Ancillary Fund and retained its deductible gift receipt status. The immediate focus is growing awareness of Futurity Education Foundation and the difference it is making through grants and partnerships.

Future

Futurity Education Foundation will play a central role as a funding partner in delivering Futurity's ambition of positively impacting more than one million people by FY2036.

Guided by a 10-year vision, Futurity Education Foundation will achieve tangible national impact on educational outcomes and position Futurity as a large-scale change-maker.

A website will also be launched in FY2027 to showcase the work of Futurity Education Foundation and to facilitate donations. All donations more than $2 will be tax deductible and help fund research and innovation designed to solve systemic problems in the Australian education system.

The Smith Family
Learn today, change tomorrow.

- 22-year partnership

$838K
donated since 2004

Yalari
Educating Indigenous Children

- First Nations focused

$300K
grant (FY2024–FY2026)

Country Education Foundation AUSTRALIA

- Rural and regional focus

$225K
grant (FY2025–FY2027)

1. ABN 71 990 561 840

National Excellence in Teaching Awards (NEiTA)

Present

In November 2025, NEiTA celebrated and recognised Australasia's best teachers at the State Library of Victoria, with nine teachers and teams sharing $75K in professional development grants and prizes.

872

NEiTA nominations in FY2026.

NEiTA is the longest running community awards program that recognises teaching excellence in Australasia.

$1.5M

Since 1994, NEiTA Foundation has recognised 1,120 exceptional educators and gifted $1.5M in professional development grants.

Future

NEiTA will continue to focus on teacher excellence and share stories of excellence to profile the teaching profession and to showcase the high-quality work being undertaken in schools across Australia and New Zealand.

NEiTA Foundation will explore expansion opportunities aligned to the ambitious 10-year vision of growth and amplified impact.

Lasting legacy

NEiTA is a launchpad for further national and international teacher recognition. We are proud of the achievements of all our winners, many of whom have gone on to win additional awards including:

Daniel Edwards (2023 NEiTA winner)

- 2024 Prime Minister's Prize for Excellence in Science Teaching in Primary Schools.

Sylvia Arotin (2024/2025 NEiTA winner)

- 2025 Woman of the Year and Woman in Education – Early Childhood Education | Women Changing the World Awards.

Dr Adrian Camm (2025 NEiTA winner)

- 2025 Australian Principal of the Year | Australian Education Awards.
- 2025 Australian Principal of the Year | Non-Government | Australian Education Awards.

Our impact

Reconciliation Action Plan

United, 2024, Mya Wilson, Wurundjeri, Acrylic on Canvas

Present

In FY2026, Futurity started the transition from a Reflect Reconciliation Action Plan (RAP) to an Innovate RAP.

The Reflect RAP focused on scoping, building awareness, and understanding how to engage in reconciliation, and included employee focused education sessions during Reconciliation Week and NAIDOC Week.

The Innovate RAP moves beyond planning to implement tailored, practical actions that trial strategies for change.

Future

Our Innovate RAP, which is on track to be launched in FY2027, will focus on continuing our reconciliation journey across the four RAP pillars: Relationships, Respect, Opportunities and Governance.

About the artwork

United, a stunning artwork painted by Mya Wilson, depicts the concept of unity and collaboration, symbolising the importance of collective effort and Futurity's shared vision of supporting education.

Research and advocacy

Present

Futurity has a rich history of commissioning research and advocacy papers that inform policy discussion and decisions, including the Cost of Education Index. The FY2026 research revealed the true cost of education in Australia, and detailed the financial pressures and costs associated with education.

45%

of parents are having fewer children because of the cost of raising a child.

71%

of parents reduced their ancillary spending in the past year by purchasing second-hand uniforms or sports kits.

57%

of parents rely of the support of others to pay for their child's education, including grandparents.

Futurity believes parents who have planned and saved for education will be in a better position in the long run and will have the opportunity to explore and afford choice when it comes to their child's education.

Over the past decade, Futurity's Cost of Education campaign has reached millions of Australians and raised awareness about planning and saving for the true cost of educating a child over 13 years of schooling.

Future

Futurity will continue to generate debate and drive policy discussions via its respected and celebrated Cost of Education Index.

In FY2027, Futurity will release its inaugural Wealth Transfer Index, which will explore Australians' preparedness for intergenerational wealth transfer, including intent, structures and the appetite for expert financial advice.

View stories

How Aussie parents are trying to keep education costs down
9 News

True cost of education in Australia
7 News

Education never been more expensive, reports finds
ABC News

Our impact

Centres of Excellence

Future

Centres of Excellence is Futurity's new impact channel, and is underpinned by a three-year $1M contribution, the largest ever funded by Futurity Education Foundation.

Centres of Excellence will bring together philanthropy and subject matter experts to design and test solutions to some of the systemic issues plaguing Australia's education system.

The first Centre will be formalised in early FY2027 when Futurity Education Foundation becomes the founding philanthropic partner of Victoria University's (VU) new Centre of Impact for Thriving Childhoods, under the leadership of Professor Kim Cornish AM.

Futurity Education Foundation will support the Thriving Educators Stream at VU's Centre of Impact, with a focus on early career teachers and mentoring. The goal is to shape national policy adoption through research that seeks to demonstrate mentoring reduces teacher attrition and improves the wellbeing and effectiveness of early career teachers.

As a Founding Partner of VU's Centre of Impact, Futurity CEO, and Futurity Education Foundation Director, Sam Sondhi will join the Centre of Impact's Advisory Council.

Futurity intends to enter into additional Centres of Excellence partnerships that fund and support the development of innovative and scalable solutions to systemic issues in the Australian education system.

Member story

Rachael, ASG Member

Writer and producer Rachael and her husband, Ben, have been prioritising education for almost 30 years.

Their children, Kiko (28), Archie (15), and Claudia (12), have all benefited from their decision to invest with ASG.

"We purchased out first product in 1999, then again in 2012 and 2013, as the children were born," Rachael said.

"I went to a public school, and Ben a boarding school in the United Kingdom, however, we both wanted the opportunity to afford and explore choice when the kids started secondary school.

"For us, that meant a progressive, co-educational private school with exceptional resources, and a focus on wellbeing and the whole child.

"A quality education and the opportunities it presents is a gift.

"However, it hasn't always easy, and there were times we were both in-between jobs, making it tough to meet the repayments.

"But life is about priorities and we struggled through and prioritised education, which has undoubtedly been a good decision for our family."

Rachael and Ben's ASG product eases the burden of private school fees, with a substantial lump sum payment arriving every December.

"It takes the stress off the first cycle of school fees each and every year," Rachael said.

"Indirectly, this helps the kids focus on what they love. Kiko supports himself now and is pursuing seed funding opportunities to start a business venture. Archie is both entrepreneurial and empathetic and might do something in humanities, while Claudia is a born leader who loves fashion and design."

Rachael is also a member of Futurity's Member Advisory Group, which provides considered feedback to help improve the Member experience.

Archie, Rachael, Claudia, and Ben.

Product performance (Education Bond)

Our Education Bond offers an investment menu of 35[1] options, which provides choice for Financial Advisers and self-directed investors.

The table below provides a summary of the returns generated by our top five Education Bond investment options to 30 June 2026, based on one-year returns.

Education Bonds are tax-paid investments. The returns displayed are after all fees and taxes.[1]

			Returns after fees and taxes[1]				
APIR code	**Benefit fund name**	**Underlying managed fund**	**1 year**	**2 years**	**3 years**	**4 years**	**5 years**
FIG9033AU	Futurity Sectoral Indexed – Emerging Market Equities	Vanguard Emerging Markets Shares Index Fund	26.05%	18.95%	14.92%	11.70%	5.85%
FIG6780AU	Futurity Sectoral Active – Emerging Market Equities	MFS Emerging Markets Equity Trust	19.66%	20.33%	15.61%	13.48%	6.25%
FIG2984AU	Futurity Sectoral Indexed – International Equities	Vanguard International Shares Index Fund – Hedged	16.78%	12.85%	13.62%	13.17%	7.82%
FIG1838AU	Futurity Sectoral Indexed – Responsible Investment	Vanguard Ethically Conscious International Shares Index Fund – Global Equities	13.02%	12.96%	14.09%	14.48%	9.48%
FIG3945AU	Futurity Diversified Active – Growth – 2	Dimensional World Allocation 70/30 Trust	9.33%	8.70%	8.50%	n/a	n/a

1. It should be noted that Futurity's products are tax-paid investments, and our returns quoted after taxes have been applied to the earnings at the applicable tax rate (generally 30% for our funds). This tax rate is nominally prescribed as 30%, however, depending on the types of asset classes held in each Investment Option – and the level of franking and foreign tax offsets passed from its Underlying Management Funds (UMFs) and our tax provisioning – its "effective" Portfolio Tax rate can be considerably less than 30%. We do receive a tax benefit when we pay our scholarship benefits, which we pass on to the Education Beneficiaries via higher payments. The Education Bond's Unit Price does not include the tax benefit returned to Education Beneficiaries in respect of an Education Benefit Claim withdrawal.

Past performance is not a reliable indicator or guarantee of future performance. The investment returns shown are historical returns and may vary over time.

Product performance (ASG products)

The table below provides the FY2026 declared rates of return, which is after fees and taxes, for the ASG Pooled Risk Group Benefit Funds. Please be aware that Futurity is entitled to claim a tax deduction for any education benefits it pays to members.

Futurity then passes the full value of the tax benefits arising from this deduction onto your nominated child when your education benefits are paid. This means that if earnings are paid out as education benefits, Futurity will recover tax paid on the earnings and include this in your benefit payments. Accordingly, your benefit payment could be higher than shown below.

ASG Pooled Risk Group Benefit Fund	FY2026 declared rate of return after fees and taxes
The Education Fund	4.35%
Supplementary Education Fund	4.20%
Pathway Education Fund*	4.08%

*Annualised

Past performance is not a reliable indicator or guarantee of future performance. The investment returns shown are historical returns and may vary over time.

Our Board

Dr Jacqueline Jennings

Chair

B MET, M MGT, PHD MGT, GAICD.

Jacqui joined Futurity as a Board Advisor in 2011. She was appointed a Non-Executive Director in 2012, Deputy Chair in 2023, and Chair in 2025.

Jacqui is a professional Non-Executive Director and has more than 30 years' experience across the building, health insurance and tourism sectors.

- Member of Investment Committee.
- Member of People and Culture Committee.
- Trustee of NEiTA Foundation.
- Chair of Futurity Education Foundation Board.

Claire Higgins

Deputy Chair

B COM (ACC, ECO, COMM LAW), FAICD, FCPA.

Claire joined Futurity as a Non-Executive Director in 2024. She was appointed Deputy Chair in 2025.

Claire has extensive board experience across a range of industries, including health care, investments, and emergency services.

- Chair of Risk and Compliance Committee.
- Trustee of NEiTA Foundation.

Leon Nash

Non-Executive Director

B BUS, MBA, FCPA, FAICD.

Leon joined Futurity as a Non-Executive Director in 2006.

Leon has extensive experience in general management, accounting, economics, human resources, and corporate finance.

- Chair of Audit Committee.
- Member of People and Culture Committee.
- Member of Futurity Education Foundation Board.
- Trustee of NEiTA Foundation.

Catherine O'Sullivan

Non-Executive Director

EMPA (ANZSOG), DIP ED, BA (UNE).

Catherine joined Futurity as a Board Advisor in 2021 and was appointed a Non-Executive Director in 2024.

A former teacher and principal, Catherine brings more than 25 years' experience in education, with expertise in leadership, stakeholder engagement, strategy and organisational management.

- Chair of NEiTA Foundation.
- Chair of People and Culture Committee.
- Member of Futurity Education Foundation Board.

Nicholas Vamvakas

Non-Executive Director

B ECO & B MKTG, SENIOR FELLOW OF FINSIA, GAICD, AIST.

Nick joined Futurity as a Board Advisor in 2024. He was appointed a Non-Executive Director in 2025.

Nick has more than 40 years' experience in investments, banking and superannuation and is the current Chair of SuperFriend.

- Chair of Investment Committee.
- Member of Audit Committee.
- Trustee of NEiTA Foundation.

Andrew Zbik

Non-Executive Director

BBA LLB, GAICD, SSA, GRADDIPLP, DIPFP.

Andrew joined Futurity as a Non-Executive Director in 2025.

Andrew has more than 19 years' experience in financial planning, investment strategy, and governance, with strong expertise in wealth management and regulatory compliance.

- Member of Risk and Compliance Committee.
- Member of Investment Committee.

Jenny Dawson

Non-Executive Director

FAICD, FCA, B BUS (ACNG).

Jenny joined Futurity as a Non-Executive Director in 2025.

Jenny is a professional Non-Executive Director and has more than 25 years' experience across the financial services, wealth management, and infrastructure sectors.

- Member of Audit Committee.
- Member of Risk and Compliance Committee.

Simon Sheikh

Board Advisor

B COM (ECO, ACC, BUSINESS LAW).

Simon joined Futurity as a Board Advisor in 2024.

Simon is an experienced senior executive and Non-Executive Director. He is the CEO and co-founder of Future Group, a rapidly growing ethical superannuation group in Australia with $17B in assets and funds under management.

- Member of Futurity Education Foundation Board.
- Trustee of NEiTA Foundation.

Simon stepped down from his role as a Board Advisor in April 2026.

Our Executives

Sam Sondhi

Chief Executive Officer

B COM (HONS 1), LLB, MAICD.

Kevin Roberts

Chief Operating Officer

B A (HONS), FCCA.

Greg Hanigan

Chief Risk Officer

B COM, ADVDIPFS (FP), CERTGOV (PRAC), FGIA.

Peter Taubman

Executive General Manager, Financial Services

B EC (HONS), M.APP.FIN, F FIN, GAICD.

Sarah McAdie

Executive General Manager, Marketing and Corporate Affairs

B A, GAICD.

Stacey Glen

Executive General Manager, People and Culture

B BUS, MHFA, MAHRI.

Regulatory oversight

Futurity is subject to both Australian Prudential Regulation Authority (APRA) and Australian Securities and Investments Commission (ASIC) regulation and oversight.

As the holder of Australian Financial Services Licence 236665, Futurity is also subject to the licensee obligations under Part 7.6 of the Corporations Act 2001, including financial resource and compliance requirements attaching to the licence

Futurity's products are established (as will our Investment Bond product once launched) and must be maintained under a secure framework with legal protections governed by the *Life Insurance Act 1995*.

During FY2026 our operations in New Zealand were regulated by the Financial Markets Authority (FMA) and the New Zealand Companies Office. Subsequent to 30 June 2026 Futurity commenced the process of terminating the remaining New Zealand funds and returning funds to members and beneficiaries.

Board role and responsibility

The role of our Board is to provide leadership, oversight and strategic guidance. As a mutually structured organisation, the Board derives its power from the Futurity's Corporate Governance Rule, as well as the *Corporations Act 2001*, and is accountable to Members and other key stakeholders.

The key responsibilities of the Board include:

- Approving the strategic direction, annual budget and business plan, and monitoring performance against them.
- Approving and monitoring the effectiveness of compliance and risk management, including satisfying itself through appropriate reporting and oversight that internal control mechanisms are in place and are being implemented in accordance with regulatory requirements.
- Oversight of Management's implementation of Futurity's strategic initiatives.
- Oversight of Management's implementation of the Service Level Agreement between Futurity and Futurity Education Foundation to ensure Futurity Education Foundation receives the necessary support to meet its compliance obligations and delivers social impact.

Board composition

Futurity's Board values and supports diversity in all areas, including gender and race. The Board regularly reviews the skills represented by the Directors against the strategic objectives of Futurity, ensuring that the Board consists of Directors with a broad range of skills and relevant experience.

The Board must comprise at least five Directors and not exceed eight. Directors can only offer themselves for re-election if they satisfy the APRA Fit and Proper requirements and meet eligibility requirements outlined in the Corporate Governance Rules.

Directors are appointed for a term of up to three years, at which point they must stand for re-election. Directors are elected by the Members at the AGM.

The Board is supported by its four Board Committees and historically, Board Advisors appointed to provide specialist knowledge and technical expertise.

Current Directors

Average tenure

6.2 years

Corporate Governance Statement

Directors' responsibilities and obligations

The responsibilities and obligations of Futurity Directors are extensive and onerous. The Directors of Futurity, as a life company prudentially regulated by APRA, have a primary duty, pursuant to s48 of the *Life Insurance Act 1995*, to Futurity Members.

Directors have obligations as outlined in Futurity's Corporate Governance Rules, in common law, under the Corporations Act as well as other relevant legislation.

Directors have a duty to Futurity's Members, employees and creditors as well as to ASIC, APRA and the FMA (NZ) to:

- Act with care and diligence.
- Act in good faith and in the best interests of Futurity.
- Make sure Futurity can pay its debts.
- Ensure proper financial records are kept.
- Use any information gained through the Director position properly and ethically.

There are a significant number of laws under which a Director can be found to be personally liable in the event of a contravention, e.g. workplace health and safety, privacy, employment and taxation. Contravention of certain duties can lead to criminal and/or civil sanctions as well as disqualification.

Corporate Governance Framework

Futurity documents and regularly reviews its Corporate Governance Framework, which includes the Board Charter that sets out the following:

- The expectations and roles and responsibilities of the Board, individual Directors and the Board Chair.
- Board composition and renewal.
- The relationship between Directors and Management.

The Board has established four committees to assist it in discharging its responsibilities. The committee's consider matters within their respective areas of responsibility and make recommendations to the Board where appropriate. Each committee has a documented charter detailing its role and responsibilities. The principle commitees are:

- Investment Committee
- Audit Commitee
- Risk and Compliance Committee
- Joint Audit, and Risk and Compliance Committee
- People and Culture Commitee.

Conflicts of interest

To avoid any possible conflicts of interest, Directors and Board Advisors must declare any specific conflicts of interest arising from the business at Board and Committee meetings. A declaration of interest register is maintained and updated as required and verified at least once a year.

The Directors of Futurity submit the annual Directors' Report for the financial year ending 30 June 2026.

Dr Jacqueline Jennings	• Chair (from 1 September 2025) • Deputy Chair (ceased 31 August 2025)
Claire Higgins	• Deputy Chair (from 1 September 2025) • Non-Executive Director (ceased 31 August 2025)
Leon Nash	• Non-Executive Director
Catherine O'Sullivan	• Non-Executive Director
Nicholas Vamvakas[1]	• Non-Executive Director (from 31 October 2025)
Andrew Zbik[1]	• Non-Executive Director (from 31 October 2025)
Jenny Dawson[1]	• Non-Executive Director (from 31 October 2025)
Craig Dunstan	• Chair (resigned 31 August 2025)
Neelesh Mehta	• Non-Executive Director (resigned 17 September 2025)
Tony Brain[1]	• Non-Executive Director (retired by rotation 31 October 2025)
Phillip Vernon[1]	• Non-Executive Director (retired by rotation 31 October 2025)

1. 31 October 2025 date of FY2025 AGM

Current Directors' qualifications, experience, special responsibilities and time in office are detailed on pages 28 and 29.

Directors' Report

Company Secretary

David Goldberg was Company Secretary during FY2026.

David Goldberg LLB (Hons), BA, GAICD.

Appointed as Company Secretary on 14 November 2023. Role end date 21 September 2026.

David is an experienced lawyer, senior risk and compliance executive, Board Director and Company Secretary that is retained by 'for purpose' organisations across a wide array of industries. David's clients include elite sporting organisations, statutory regulators, universities, and health and allied health services.

Jennifer Smith was appointed Company Secretary on 21 September 2026.

Jennifer Smith FGIA, FCPA, GradCertGovRisk, PostgradDipAdvAcct, B Bus(Actg).

Jennifer is an experienced governance and finance professional with expertise across financial services, corporate and not-for-profit sectors. Most recently, she has held Company Secretary roles across superannuation, insurance and education.

Futurity's strategic direction

Futurity's strategic direction is covered on page six and discussed in the Chair and CEO's report on pages eight and nine. The strategic plan, as referred to, assists Futurity in establishing stronger foundations for which more ambitious purpose-aligned growth can be achieved in future financial years.

Principal activities

Futurity is registered as a company limited by shares and guarantee, and operates as a friendly society-based life insurance company that is Member-owned and structured as a mutual.

Futurity is a current issuer in Australia of Education Bond savings and investment products and maintains a closed scholarship plan Benefit Fund business within Australia and New Zealand.

The principal activities of Futurity and its subsidiaries during the financial year were the provision of savings and investment products to help fund the cost of education. Futurity also undertakes advocacy and research activities aligned to the education and lifelong learning objectives of its Members.

Generating investment income for Members through its financial products enables Futurity to meet its organisational and Member objectives.

Review of operations

The report of the financial year to 30 June 2026 has been compiled and audited.

Futurity's consolidated operating revenue for FY2026 was $104.1M (FY2025: $97.9M). The result, after income tax, for Futurity for FY2026 was a $3.1M profit (FY2025: $2.6M profit).

Net assets increased during the financial year to $100.1M (FY2025: $97.3M).

In FY2026 Futurity paid $169M to Members as benefits (FY2025: $169M) and donated $230K to Futurity Education Foundation (FY2025: $84K).

Significant changes in principal activity

During FY2026, there were no significant changes in the principal activities of Futurity.

Matters subsequent to the end of the financial year

Consideration has been given to the impact on Futurity as required by AASB110 *Events after the Reporting Period*. Subsequent to 30 June 2026, Futurity commenced the process of terminating its New Zealand benefit funds.

Other than the matter disclosed above, the Directors are not aware of any matter or circumstances arising since 30 June 2026 that has significantly affected or may significantly affect:

a. Futurity's operations in future financial years.

b. The results of those operations in future financial years.

c. Futurity's state of affairs in future financial years.

Directors' interests and benefits

Since the end of the previous financial year and to the date of signing this report, no Director of Futurity has received or become entitled to receive any benefit by reason of a contract made by Futurity with the Director or with a firm of which the Director is a Board Member, or with a company in which the Director has a substantial interest.

Board and Committee meetings

EL Eligible to attend*
A Attended

	Board of Directors		Investment Committee		Audit Committee		Risk and Compliance Committee		Joint Audit, and Risk and Compliance Committee		People and Culture Committee	
Directors	**EL**	**A**	**EL**	**A**	**EL**	**A**	**EL**	**A**	**EL**	**A**	**EL**	**A**
Dr Jacqueline Jennings (Chair)	11	11	7	7	–	–	–	–	–	–	5	5
Claire Higgins (Deputy Chair)	11	9**	–	–	2	2	4	3	1	1	–	–
Leon Nash	11	10	–	–	2	1	–	–	–	–	5	4
Catherine O'Sullivan	9	9	–	–	2	2	–	–	1	1	2	2
Nicholas Vamvakas	11	10	7	7	5	4	–	–	1	0	–	–
Andrew Zbik	7	7	5	5	–	–	3	3	–	–	–	–
Jenny Dawson	7	7	–	–	3	3	3	3	–	–	–	–
Craig Dunstan	2	2	–	–	–	–	–	–	–	–	1	0
Neelesh Mehta	3	2	1	1	–	–	1	1	1	1	–	–
Tony Brain	4	4	–	–	2	2	1	1	1	1	–	–
Phillip Vernon	4	4	–	–	–	–	1	1	1	1	–	–

* Reflects the number of scheduled meetings held during the time the Director held office during the year.
** Claire Higgins recused herself from one meeting due to a conflict of interest.

Indemnification of and insurance for Directors and Officers

During the financial year, Futurity paid a premium for a contract insuring the Directors, Board Advisors, and Officers of Futurity to the extent permitted by the *Corporations Act 2001* against liabilities incurred in their respective capacities. In accordance with common commercial practice, the insurance policy prohibits disclosure of the nature of the liabilities covered and the amount of the premium.

In accordance with the Corporate Governance Rules of Futurity and under a separate deed, the Directors, Advisors and Officers are indemnified to the extent permitted by law against any liability incurred by them in connection with the proper discharge of their duties, other than for conduct involving a lack of good faith.

Proceedings

No person has applied for leave of Court to bring proceedings on behalf of Futurity or intervene in any proceedings to which Futurity is a party for the purpose of taking responsibility on behalf of Futurity for all or any part of those proceedings. Futurity was not a party to any such proceedings during FY2026.

Shares, dividends and options

Futurity has not issued any shares, and the Directors have no present intention to issue shares or declare any dividends in FY2026. No options over interests in Futurity were granted during or since the end of FY2026 and there were no options outstanding at the date of this report.

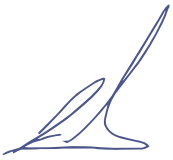
Rounding of amounts

Futurity is a company of the kind referred to in ASIC Corporations (Rounding in Financial/Directors' Report) Instrument 2016/191, dated 24 March 2016, and in accordance with that Corporations Instrument, amounts in the Directors' Report and the financial statements are rounded off to the nearest thousand dollars, unless otherwise indicated.

Signed in accordance with a resolution of the Directors made pursuant to s.298(2) of the *Corporations Act 2001*.

On behalf of the Directors:

Dr Jacqueline Jennings
Chair
22 September, 2026



Leon Nash
Chair of Audit Committee
22 September, 2026

Key Management Personnel remuneration

The purpose of the Remuneration Report is to set out the principles and Remuneration Strategy that Futurity applies to remunerate Key Management Personnel (KMP). The report also demonstrates how the Remuneration Strategy is aligned to our goals and strategic imperatives, enabling performance-based rewards and supporting the recruitment and retention of high calibre employees.

This Remuneration Report details remuneration information for the year ending 30 June 2026 as it applies to KMP, including Board Non-Executive Directors, the Chief Executive Officer and Management.

1 Oversight of remuneration

In line with the People and Culture Committee (the Committee) Charter, the Committee is responsible to Futurity's Board for Futurity's Employee Remuneration Policy as well as the Board Remuneration Policy. These policies determine the nature and amount of KMP remuneration.

Our Remuneration Framework aligns with APRA Regulatory Standard CPS 511 and the Financial Accountability Regime (FAR) and is approved by the Board annually. It outlines the remuneration arrangements and its effective application in line with relevant policies. Other responsibilities of the Committee (and Futurity's other Board committees) are outlined in the Corporate Governance section of Futurity's website.

2. Key Management Personnel – Non-Executive Director remuneration

Directors serving at year end

Name	Position	Notes
Dr Jacqueline Jennings[1]	Chair	Appointed Chair 1 September 2025
Claire Higgins[2]	Deputy Chair	Appointed Deputy Chair 1 September 2025
Leon Nash	Non-Executive Director	
Catherine O'Sullivan	Non-Executive Director	
Nicholas Vamvakas	Non-Executive Director	Appointed 31 October 2025
Andrew Zbik	Non-Executive Director	Appointed 31 October 2025
Jenny Dawson	Non-Executive Director	Appointed 31 October 2025

[1] Dr Jacqueline Jennings served as Deputy Chair until 31 August 2025 and was appointed Chair on 1 September 2025.

[2] Claire Higgins served as a Non-Executive Director until 31 August 2025 and was appointed Deputy Chair on 1 September 2025.

Changes to Board Membership during the reporting year

Name	Position	Notes
Craig Dunstan	Chair	Resigned 31 August 2025
Neelesh Mehta	Non-Executive Director	Resigned 17 September 2025
Tony Brain	Non-Executive Director	Retired 31 October 2025
Phillip Vernon	Non-Executive Director	Retired 31 October 2025

Non-Executive Director remuneration is calculated in accordance with relevant market salary data with consideration of the skills required to ensure Futurity's success. Remuneration is reviewed on an annual basis with reference to Futurity's performance.

Futurity's Corporate Governance Rules provide that Non-Executive Directors will be remunerated for their services, subject to the fees not exceeding the annual sum last approved at a general meeting.

At the October 2024 AGM, Members approved a pool of $720,000 for Non-Executive Director fees, including Committee fees and the superannuation guarantee.

Total Non-Executive Director fees are inclusive of superannuation, and paid out of the approved pool, for the 2026 financial year as follows:

KMP – Non-Executive Directors fees

The fees for each role as a Non-Executive Director is set out below:

Role	Fees
Chair	$117,967
Deputy Chair	$81,670
Director	$60,294

The fees paid to Committee Chairs and Committee Members are set out below:

Committee	Committee Chair	Per Committee Member
Audit	$6,732	$3,913
Risk and Compliance	$6,732	$3,913
People and Culture	$6,732	$3,913
Investment	$9,424	$5,478

	FY2026	FY2025
Total annual remuneration (incl. Directors fees, Committee fees and superannuation)	$570,030	$584,611

2.1 Supplementary Superannuation Benefit Plan – Non-Executive Directors

In addition to the above, Non-Executive Directors who were appointed prior to 1 February 2013 are entitled to a defined superannuation benefit under the Futurity Supplementary Superannuation Benefit Plan (the Plan).

The Plan has been closed to new Non-Executive Directors since 1 February 2013. It entitles members of the Plan to a supplementary benefit, which is determined by length of eligible service, category classification and salary at the date of termination of service.

Contributions are treated as an expense in the year they are made.

There are two remaining Non-Executive Directors entitled to Member benefits under the Plan.

2.2 Payments to Non-Executive Directors as Members

Under Futurity's Corporate Governance Rules, each Non-Executive Director is required to be a Member of a benefit fund to be eligible to hold a position on the Board of the Company. Therefore, each Non-Executive Director holds at least one membership in a benefit fund and is entitled to benefits in accordance with the terms of the rules of the relevant benefit fund as they apply to all other Members of the relevant fund(s).

The payments set out in the table below are made on the same terms and conditions that were available to all Members of Futurity at the time enrolment into the applicable benefit fund took place.

	FY2026	FY2025
Payments made by Futurity out of the benefit funds to KMP – Non-Executive Directors	$21,214	$7,678

3 Key Management Personnel – Management remuneration

Key Management Personnel – Management (KMP – Management) is defined as the Chief Executive Officer (CEO) and five executives who report to the CEO.

KMP – Management is remunerated in accordance with Futurity's Remuneration Policy and practices and is reflective of the executive role it performs for Futurity, which is reviewed annually.

In setting an individual's remuneration, Futurity considers:

- Adherence to expected behaviours outlined in Futurity's Code of Conduct – Our Ways of Working and our corporate values.
- Risk management outcomes.
- Role complexity and responsibilities.
- Individual capabilities, experience, and knowledge.
- Business and individual performance.
- Internal and external market role benchmarks.
- The market environment and trends as they relate to general remuneration.
- Input from the Committee and the CEO on the target remuneration for key individuals.

KMP – Management

	FY2026	FY2025
Total annual remuneration*	$1,910,122	$1,720,518
Total variable bonus	$111,195	$84,443

* Inclusive of the superannuation guarantee.

Any performance-based components of remuneration for all employees must meet performance and behavioural criteria. The CEO recommends the allocation of individual amounts for any eligible employee, including KMP – Management, based on calibration of performance, by using the structure and process agreed upon by the People and Culture Committee (Committee).

Performance-based remuneration for KMP – Management is endorsed by the Committee with approval by the Board.

The CEO's performance is reviewed against key performance indicators determined by the Board at the start of each financial year, and performance-related remuneration is endorsed by the Committee for approval by the Board.

Deloitte.

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22 September 2026

The Board of Directors
Futurity Investment Group Limited
Level 15/ 333 Collins St Melbourne VIC 3000

Dear Board Members

Auditor's Independence Declaration to Futurity Investment Group Limited

In accordance with section 307C of the *Corporations Act 2001*, I am pleased to provide the following declaration of independence to the directors of Futurity Investment Group Limited.

As lead audit partner for the audit of the financial report of Futurity Investment Group for the financial year ended 30 June 2026, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- The auditor independence requirements of the *Corporations Act 2001* in relation to the audit of the financial report and review of the sustainability report; and
- Any applicable code of professional conduct in relation to the audit or review.

Yours faithfully

Deloitte Touche Tohmatsu

DELOITTE TOUCHE TOHMATSU

Prasad

Malvin Prasad

Partner
Chartered Accountants

Liability limited by a scheme approved under Professional Standards Legislation.
Member of Deloitte Asia Pacific Limited and the Deloitte organisation.

Financial Report FY2026

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Disclaimer

Issued by Futurity Investment Group Limited (ACN 087 648 879, AFSL/ACL 236665). This information is general in nature, does not take into account your circumstances and is not personal advice. Please consider in light of your circumstances and read the relevant PDS and TMD at www.futurityinvest.com.au and seek financial advice if needed.

Consolidated Statements of Profit or Loss and Other Comprehensive Income

For the year ended 30 June 2026

	Notes	Parent 2026 $'000	Parent 2025 $'000	Consolidated 2026 $'000	Consolidated 2025 $'000
Continuing Operations					
Revenue					
Investment income		103,284	96,864	103,284	96,254
Funds management income		689	1,442	689	1,442
Other operating revenue		122	225	122	225
Total revenue	4	**104,095**	**98,531**	**104,095**	**97,921**
Expenses					
Investment income allocated to benefit fund members		(58,566)	(55,772)	(58,566)	(55,772)
Policy liability revaluation		(110)	169	(110)	169
Operating expenses		(17,992)	(16,994)	(17,992)	(16,994)
Total expenses	5	**(76,668)**	**(72,597)**	**(76,668)**	**(72,597)**
Profit before tax		27,427	25,934	27,427	25,324
Income tax expense	6(a)	(24,321)	(22,693)	(24,321)	(22,694)
Profit/(loss) for the year		**3,106**	**3,241**	**3,106**	**2,630**
Other comprehensive income					
Items that will not be reclassified subsequently to profit or loss:					
Remeasurement of defined benefit obligations		(43)	(276)	(43)	(276)
Items that may be reclassified subsequently to profit or loss:					
Exchange differences on translation of foreign operations		(234)	22	(233)	21
Other comprehensive income for the year, net of tax		(277)	(254)	(276)	(255)
Total comprehensive income/(loss) for the year		**2,824**	**2,987**	**2,825**	**2,375**
Profit/(loss) attributable to:					
Members of Futurity Investment Group		3,106	3,241	3,106	2,630
Total comprehensive income/(loss) attributable to:					
Members of Futurity Investment Group		2,824	2,987	2,825	2,375

The accompanying notes form part of, and are to be read in conjunction with, these consolidated financial statements.

Consolidated Statement of Financial Position

As at 30 June 2026

	Notes	Parent 2026 $'000	Parent 2025 $'000	Consolidated 2026 $'000	Consolidated 2025 $'000
Assets					
Cash and cash equivalents		35,231	9,482	35,231	9,482
Trade and other receivables	8	2,667	2,007	2,655	1,994
Investment assets	7	1,278,369	1,115,311	1,278,380	1,115,322
Other assets		1,060	317	1,060	317
Right-of-use-assets	11	985	1,498	985	1,498
Deferred tax assets	6(d)	-	1,402	-	1,402
Total assets		**1,318,312**	**1,130,017**	**1,318,311**	**1,130,015**
Liabilities					
Trade and other payables	9	26,941	24,604	26,941	24,604
Lease liability	11	1,229	1,774	1,229	1,774
Current tax liabilities	6(c)	-	4,698	-	5,419
Employee entitlements	10	2,836	2,618	2,836	2,618
Benefit fund member liabilities	17	1,169,335	998,314	1,169,335	998,314
Deferred tax liabilities	6(d)	17,834	-	17,834	-
Total liabilities		**1,218,175**	**1,032,008**	**1,218,175**	**1,032,729**
Net assets		**100,137**	**98,009**	**100,136**	**97,286**
Equity					
Policyholder equity		2,800	3,263	2,800	3,263
Reserves		(854)	(577)	(904)	(628)
Retained earnings		98,191	95,323	98,240	94,651
Total equity		**100,137**	**98,009**	**100,136**	**97,286**

The accompanying notes form part of, and are to be read in conjunction with, these consolidated financial statements.

Consolidated Statement of Changes in Equity

For the year ended 30 June 2026

Parent	Policyholder equity $'000	Reserves $'000	Retained earnings $'000	Total equity $'000
Balance at 30 June 2024	3,987	(323)	91,358	95,022
Transfers from benefit funds	-	-	650	650
Transfers to management fund	(650)	-	-	(650)
Profit/(loss) for the year	(74)	-	3,315	3,241
Other comprehensive income/(expense)	-	(254)	-	(254)
Total comprehensive profit/(loss) for the year	**(74)**	**(254)**	**3,315**	**2,987**
Balance at 30 June 2025	**3,263**	**(577)**	**95,323**	**98,009**
Other movements			(721)	(721)
Transfers from benefit funds	-	-	25	25
Transfers from insurance funds	-	-	550	550
Transfers to management fund	(550)	-	-	(550)
Profit/(loss) for the year	92	-	3,014	3,106
Other comprehensive income/(expense)	(5)	(277)	-	(282)
Total comprehensive profit/(loss) for the year	87	(277)	3,014	2,824
Balance at 30 June 2026	**2,800**	**(854)**	**98,191**	**100,137**
Consolidated				
Balance at 30 June 2024	3,987	(373)	91,297	94,911
Transfers from benefit funds	-	-	650	650
Transfers to management fund	(650)	-	-	(650)
Profit/(loss) for the year	(74)	-	2,704	2,630
Other comprehensive income/(expense)	-	(255)	-	(255)
Total comprehensive profit/(loss) for the year	**(74)**	**(255)**	**2,704**	**2,375**
Balance at 30 June 2025	**3,263**	**(628)**	**94,651**	**97,286**
Transfers from benefit funds	-	-	25	25
Transfers from insurance funds	-	-	550	550
Transfers to management fund	(550)	-	-	(550)
Profit/(loss) for the year	92	-	3,014	3,106
Other comprehensive income/(expense)	(5)	(276)	-	(281)
Total comprehensive profit/(loss) for the year	87	(276)	3,014	2,825
Balance at 30 June 2026	**2,800**	**(904)**	**98,240**	**100,136**

Consolidated Statement of Cash Flows

For the year ended 30 June 2026

	Notes	Parent 2026 $'000	Parent 2025 $'000	Consolidated 2026 $'000	Consolidated 2025 $'000
Cash flows from operating activities					
Benefit funds - contributions received		294,775	210,782	294,775	210,782
Benefit funds - withdrawals		(177,031)	(168,884)	(177,031)	(168,884)
Investment income received		32,872	36,198	32,872	36,198
Payments to suppliers and employees		(19,218)	(15,356)	(19,218)	(15,356)
Income tax payments		(10,507)	(6,858)	(10,507)	(6,858)
Net cash generated by operating activities	16	**120,891**	**55,882**	**120,891**	**55,882**
Cash flows from investing activities					
Payment for investment securities		(270,292)	(276,714)	(270,292)	(276,714)
Proceeds from sale of investment securities		176,759	221,563	176,759	222,130
Payment for intangible assets		(928)	-	(928)	-
Net cash used in investing activities		**(94,461)**	**(55,151)**	**(94,461)**	**(54,584)**
Cash flows from financing activities					
Transfers from Subsidiaries		-	600	-	-
Payment to lease liability		(607)	(576)	(607)	(576)
Payment of Interest on lease liability		(74)	(99)	(74)	(99)
Net cash used in financing activities		**(681)**	**(75)**	**(681)**	**(675)**
Increase in cash and cash equivalents		25,749	656	25,749	623
Cash and cash equivalents at the beginning of the financial year		9,482	8,826	9,482	8,909
Effects of exchange rate changes on the balance of cash held in foreign currencies		-	-	-	(50)
Cash and cash equivalents at the end of the financial year	16	**35,231**	**9,482**	**35,231**	**9,482**

The accompanying notes form part of, and are to be read in conjunction with, these consolidated financial statements.

1. General information

The Futurity Investment Group Limited ("Futurity", "the Parent") is a registered Australian public company limited by guarantee under the *Corporations Act 2001* and a friendly society under the Life Insurance Act 1995.

These consolidated financial statements are for the consolidated entity consisting of the Futurity Investment Group Limited and its subsidiaries, referred to in these consolidated financial statements collectively as "the Group".

The company is domiciled in Australia and its registered office and principal place of business is:

Level 15, 333 Collins St
Melbourne VIC 3000

A description of the nature of the Parent's and Group's principal activities is included in the Directors' Report which is not part of these consolidated financial statements.

2. Material accounting policies

The following material accounting policies have been adopted in the preparation and presentation of the consolidated financial statements:

2.1 Statement of compliance

These consolidated financial statements are general purpose financial statements which have been prepared in accordance with the *Life Insurance Act 1995*, *Corporations Act 2001*, Australian Accounting Standards and Interpretations, and comply with other requirements of the law.

The consolidated financial statements also comply with International Financial Reporting Standards ('IFRS') as issued by the International Accounting Standards Board.

The consolidated financial statements were authorised for issue by the directors on 22 September 2026.

2.2 Basis of preparation

The consolidated financial statements have been prepared on an accrual basis based on historical cost, unless otherwise stated.

Historical cost is based on the fair values of the consideration given for services or in exchange for assets and liabilities. Fair value is the price that would be received to sell an asset or paid to transfer liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique.

Fair value for measurement and/or disclosure purposes in these consolidated financial statements is determined on such a basis, unless another basis is specifically required by the Australian Accounting Standards Board (AASB).

Amounts in the consolidated financial statements are rounded off to the nearest thousand dollars, unless otherwise indicated. All amounts are presented in Australian dollars, unless otherwise stated.

2.3 Basis of consolidation

The consolidated financial statements, which incorporate the financial statements of Futurity and entities controlled by Futurity, including subsidiaries, is referred to as 'the Group'. Control is achieved where Futurity:

- has power over its subsidiaries
- is exposed, or has rights, to variable returns from its involvement with its subsidiaries
- has the ability to use its power to affect its subsidiaries' returns.

Futurity assesses whether or not it controls its subsidiaries if there are changes to one or more of the three elements of control listed.

Intercompany transactions and transactions between the management fund and benefit funds are eliminated in the preparation of the financial statements.

2.4 Revenue recognition

Investment income

The Parent and the Group's main sources of income are interest, dividends distributions and gains and losses on financial investment held at fair value.

Gains and losses on Financial Instruments are calculated as the difference between the fair value at sale or balance date and the value at the previous valuation point.

Dividend income from investments is recognised when the Parent and the Group's right to receive payment has been established.

Interest income from a financial asset is recognised when it is probable that the benefits will flow to the Parent and the Group and the amount can be measured reliably. Interest income is accrued at the balance date, based on the principal amount outstanding and at the effective interest rate applicable.

2.5 Foreign currency transactions

All foreign currency transactions during the financial year are brought to account using the exchange rate in effect at the date of the transaction. Foreign currency monetary items at reporting date are translated at the exchange rate existing at reporting date.

Exchange differences are recognised in profit or loss in the period in which they arise.

2.6 Employee benefits

Short-term and long-term employee benefits

A liability is recognised for benefits accruing to employees in respect of wages and salaries, annual leave and long service leave when it is probable that settlement will be required and amounts can be measured reliably.

Liabilities recognised in respect of short-term employee benefits, are measured at their nominal values using the remuneration rate expected to apply at the time of settlement.

Liabilities recognised in respect of long-term employee benefits consider services provided by employees up to the reporting date, and are based on the present value of the estimated future cash outflows.

2.7 Taxation

The income tax for the period is the tax payable on the current period's taxable income, based on the applicable income tax rate. This is adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the consolidated financial statements because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible.

Current income tax assets and liabilities for the current and prior periods are recognised at the amount expected to be recovered from or paid to the taxation authorities based on the current period's taxable income. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted by the end of the reporting period.

Deferred tax

Deferred income tax is provided on all temporary differences at the end of the reporting period between the tax bases of assets and liabilities and their carrying amounts in the consolidated financial statements.

Deferred income tax liabilities are recognised for all taxable temporary differences.

Deferred income tax assets are recognised for all deductible temporary differences, carry-forward of unused tax credits and unused tax losses. This is recognised to the extent that it is probable that taxable profit will be available against which these items can be utilised.

The carrying amount of deferred income tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilised.

Unrecognised deferred income tax assets are reassessed at the end of each reporting period and are recognised to the extent that it has become probable that future taxable profit will allow the deferred tax assets to be recovered.

Deferred income tax assets and liabilities are measured at the tax rates that are expected to apply to the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the end of the reporting period.

Deferred tax assets and deferred tax liabilities are offset only if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred tax assets and liabilities relate to the same taxable entity and the same taxation authority.

Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Current and deferred tax is recognised as an expense or income in the consolidated statement of income and other comprehensive income, except when it relates to items credited or debited directly to equity, in which case the deferred tax is also recognised directly in equity.

Tax consolidation

During the 2004 financial year, the directors elected that Futurity and its wholly owned Australian resident entities would form a tax consolidated group and are therefore taxed as a single entity from that date. The head entity within the tax-consolidated group is Futurity.

Nature of tax funding arrangements and tax sharing agreements

Entities within the tax-consolidated group have entered into a tax funding arrangement and a tax-sharing agreement with the head entity. Under the terms of the tax funding arrangement, Futurity and each of the entities in the tax-consolidated group has agreed to pay a tax equivalent payment to or from the head entity, based on the current tax liability or current tax asset of the entity. Such amounts are reflected in amounts receivable from or payable to other entities in the tax-consolidated group.

The tax sharing agreement entered into between members of the tax consolidated group provides for the determination of the allocation of income tax liabilities between the entities should the head entity default on its tax payment obligations. No amounts have been recognised in the consolidated financial statements in respect of this agreement as the likelihood of the Group defaulting on its tax payment obligations and therefore payment of any amounts under the tax sharing agreement is considered remote.

Tax expense, deferred tax liabilities and deferred tax assets arising from temporary differences of the members of the tax consolidated group are recognised in their separate financial statements.

Current tax liabilities and assets and deferred tax assets arising from unused tax losses and tax credits of the members of the tax consolidated group are recognised by the Group.

2.8 Financial instruments

Financial assets and financial liabilities are recognised in the Group's consolidated statement of financial position when the Group becomes a party to the contractual relevant instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised in profit or loss.

Financial assets

All regular way purchases or sales of financial assets are recognised and derecognised on a trade date basis. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the time frame established by regulation or convention in the marketplace.

The Group's financial assets are classified as fair value through profit or loss (FVTPL).

Financial assets at fair value through profit or loss

Financial assets at FVTPL are measured at fair value at the end of each reporting period, with any resulting gains or losses recognised in profit or loss. Interest income, dividend income and changes in fair value arising from financial assets measured at FVTPL are recognised in profit or loss in the period in which they arise.

Derecognition of financial assets

The Group derecognises a financial asset only when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity. If the Group neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Group recognises its retained interest in the asset and an associated liability for amounts it may have to pay. If the Group retains substantially all the risks and rewards of ownership of a transferred financial asset, the Group continues to recognise the financial asset and recognises a collateralised borrowing for the proceeds received.

Financial liabilities

All financial liabilities are measured at FVTPL.

Financial liabilities at FVTPL

Financial liabilities are classified as at FVTPL when the financial liability is (i) contingent consideration of an acquirer in a business combination, (ii) held for trading or (iii) it is designated as at FVTPL.

Financial liabilities at FVTPL are measured at fair value, with any gains or losses arising on changes in fair value recognised in profit or loss.

Derecognition of financial liabilities

The Group derecognises financial liabilities when the Group's obligations are discharged, cancelled or they expire. The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable is recognised in profit or loss.

Valuation of benefit fund member liabilities

The entitlements of members to benefit payments are recognised as financial liabilities. They are calculated as the amount of the accrued benefits as at the reporting date, being the benefits that the Fund is presently obliged to transfer to members or their beneficiaries in the future as a result of the membership up to the end of the reporting period.

Defined Contribution benefit funds

Defined contribution member account balances are measured using unit prices determined by the Group based on the underlying investment option values selected by members are recognised as financial liabilities.

The defined contribution members bear the investment risk relating to the underlying investment options. Unit prices used to measure defined contribution member liabilities are updated daily for movements in investment values

2.9 Provisions

Provisions are recognised when the Group has a present obligation (legal or constructive) because of a past event, it is probable that the Group will be required to settle that obligation and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the reporting date, considering the risks and uncertainties surrounding the obligation. Where a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material).

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognised as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

2.10 Goods and services tax

Revenues, expenses and assets are generally recognised inclusive of the amount of goods and services tax (GST) as generally the amount of GST incurred is not recoverable from the taxation authority, it is recognised as part of the cost or acquisition of an asset or as part of an item of expense.

The net amount of GST recoverable from, or payable to, the taxation authority is included as part of receivables or payables.

Cash flows are included in the Cash Flow Statement on a gross basis. The GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified within operating cash flows.

2.11 Comparative information

Comparative information has been revised where appropriate to enhance comparability to conform with changes in presentation in the current year.

2.12 Accounting for insurance contracts

The Group has concluded that the insurance contracts it issues do not include material insurance risk to the Group and therefore has not adopted AASB 17 Insurance Contracts.

The Group has concluded that the insurance contracts it issues meet the definition of financial instruments under AASB 9 Financial Instruments and has therefore adopted AASB 9 to account for its insurance contracts.

Life investment contract assets are measured at fair value through profit or loss and are presented as Investments in the Consolidated Statement of Financial Position.

Life investment contract liabilities are measured at fair value through profit or loss and are presented as Benefit Fund Liabilities in the Consolidated Statement of Financial Position.

2.13 Adoption of new and revised standards New and Amendments to AASB accounting standards that are effective for the current year.

The Australian Accounting Standards Board has issued a limited number of new and amended accounting standards that are effective for annual reporting periods beginning on or after 1 July 2025. These include AASB 2023 5 *Amendments to Australian Accounting Standards – Lack of Exchangeability and AASB 2026 1 Amendments to Australian Accounting Standards – Disclosures about Uncertainties in the Financial Statements.*

Management has assessed the applicability of these standards to Futurity and determined that they do not have a material impact on the recognition or measurement of the Group's assets and liabilities for the year ended 30 June 2026. The amendments primarily relate to enhanced disclosures and apply only in specific circumstances. Accordingly, no changes to accounting policies or disclosures have been made in the current year as a result of these new or amended standards.

New and Amendments to AASB accounting standards in issue not yet effective

A number of new and amended Australian Accounting Standards have been issued but are not yet effective for the year ended 30 June 2026. These include AASB 18 Presentation and Disclosure in Financial Statements and AASB 2024 2 Amendments to Australian Accounting Standards – Classification and Measurement of Financial Instruments, which are effective for annual reporting periods beginning on or after 1 January 2027 and later.

Futurity has not early adopted any of these standards. Management is continuing to assess their impact on the Group's financial statements, however at this stage these standards are not expected to have a material impact on Futurity's financial position or performance when they are first applied.

3. Critical accounting judgements, estimates and assumptions

In the application of the accounting policies of the Group, management is required to make judgements, estimates and assumptions about carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and various other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are only recognised in the periods affected.

Significant judgments, estimates and assumptions made by management in the preparation of these consolidated financial statements are outlined below:

Valuation of unlisted unit trusts

Fair value of unlisted unit trusts have been estimated based on the redemption price quoted by the Fund Managers at the reporting date.

4. Revenue

	Parent		Consolidated	
	2026 $'000	2025 $'000	2026 $'000	2025 $'000
Investment income				
Distributions income	49,448	38,695	49,448	38,069
Interest income	8,564	13,649	8,564	13,663
Net realised/unrealised (losses)/gains of financial assets held at fair value through profit and loss	45,272	44,520	45,272	44,522
Funds management income				
Fees and other charges	689	1,442	689	1,442
Other operating revenue	122	225	122	225
	104,095	**98,531**	**104,095**	**97,921**

5. Expenses

Investment income allocated to benefit funds	(58,566)	(55,772)	(58,566)	(55,772)
Policy liability revaluation	(110)	169	(110)	169
Operating expenses				
Salaries and related cost	(8,784)	(8,166)	(8,784)	(8,166)
Staff related costs	(985)	(795)	(985)	(795)
Marketing and digital expenses	(1,459)	(1,055)	(1,459)	(1,055)
IT Expenses	(2,628)	(2,423)	(2,628)	(2,423)
Professional and compliance services	(1,792)	(1,719)	(1,792)	(1,719)
Facilities and related expenses	(1,052)	(1,040)	(1,052)	(1,040)
Finance expenses	(438)	(547)	(438)	(547)
Administration expenses	(39)	(49)	(39)	(49)
Depreciation and amortisation	(61)	(56)	(61)	(56)
Donation to Futurity Education Foundation	(230)	(84)	(230)	(84)
Other operating expenses	(524)	(1,060)	(524)	(1,060)
	(17,992)	(16,994)	(17,992)	(16,994)
Total expenses	**(76,668)**	**(72,597)**	**(76,668)**	**(72,597)**

6. Income tax

	Parent		Consolidated	
	2026 $'000	2025 $'000	2026 $'000	2025 $'000
(a) Income tax recognised in profit or loss				
Current tax	20,816	8,204	20,816	8,205
Deferred tax	3,505	14,489	3,505	14,489
Total income tax expense recognised in the current year	**24,321**	**22,693**	**24,321**	**22,694**
The income tax expenses for the year can be reconciled to the accounting profit as follows:				
Profit before tax from continuing operations	27,427	25,934	27,427	25,324
Income tax expense calculated at statutory tax rate	8,228	7,781	8,228	7,782
Effect of income that is exempt from taxation	(37)	(58)	(37)	(58)
Tax effect of non deductible income allocated to benefit funds	17,694	16,912	17,694	16,912
Other	(1,998)	(1,781)	(1,998)	(1,781)
	23,887	22,854	23,887	22,855
Adjustments recognised in the current year in relation to the current tax of prior years	434	(161)	434	(161)
	24,321	22,693	24,321	22,694

The tax rate used in the 2026 and 2025 reconciliation is the corporate tax rate of 30 per cent, under Australian tax law, payable by tax-consolidated group, Futurity Investment Group Limited.

(b) Income tax recognised in other comprehensive income				
Deferred tax				
Arising on income and expenses recognised in other comprehensive income:				
Defined benefit obligations	18	118	18	118
Total income tax recognised in other comprehensive income	**18**	**118**	**18**	**118**
(c) Current tax assets/(liabilities)				
Income tax payable attributable to:				
Parent entity	(8,578)	2,377	(8,578)	1,656
Tax payable/(losses) transferred to Deferred Tax Assets	6,214	(10,146)	6,214	(10,146)
Tax credits & instalments	2,364	3,071	2,364	3,071
	-	(4,698)	-	(5,419)
Current tax balances are presented in the consolidated statement of financial position as follows:				
Current tax assets/(liabilities)	-	(4,698)	-	(5,419)
(d) Deferred tax balances				
Deferred tax balances are presented in the consolidated statement of financial position as follows:				
Deferred tax (liabilities)/assets	(17,834)	1,402	(17,834)	1,402

6. Income tax (continued)

Taxable and deductible temporary difference arise from the following:

	Opening balance $'000	Recognised in profit or loss and other comprehensive income $'000	Tax losses utilised during the year $'000	Closing balance $'000
Parent				
2026				
Gross deferred tax liabilities:				
Currency exchange difference	(81)	81	-	-
Gross deferred tax assets:				
Financial assets at fair value through profit or loss	(20,466)	(3,621)	-	(24,087)
Tax losses carried forward	20,834	-	(15,731)	5,103
Trade receivables, provisions and other items	1,115	35		1,150
Total net deferred tax (liabilities)/assets	**1,402**	**(3,505)**	**(15,731)**	**(17,834)**
Consolidated				
2026				
Gross deferred tax liabilities:				
Currency exchange difference	(79)	81	-	5
Gross deferred tax assets:				
Financial assets at fair value through profit or loss	(20,466)	(3,621)	-	(24,087)
Tax losses carried forward	20,834	-	(15,731)	5,103
Trade receivables, provisions and other items	1,110	35	-	1,145
Total net deferred tax (liabilities)/assets	**1,402**	**(3,586)**	**(15,731)**	**(17,834)**

6. Income tax (continued)

	Opening balance $'000	Recognised in profit or loss and other comprehensive income $'000	Tax losses utilised during the year $'000	Closing balance $'000
Parent				
2025				
Gross deferred tax liabilities:				
Currency exchange difference	(79)	(2)	-	(81)
Gross deferred tax assets:				
Financial assets at fair value through profit or loss	(5,830)	(14,636)	-	(20,466)
Tax losses carried forward	-	-	20,834	20,834
Trade receivables, provisions and other items	966	149	-	1,115
Total net deferred tax (liabilities)/assets	**(4,943)**	**(14,489)**	**20,834**	**1,402**
Consolidated				
2025				
Gross deferred tax liabilities:				
Currency exchange difference	(74)	(2)	-	(76)
Gross deferred tax assets:				
Financial assets at fair value through profit or loss	(5,830)	(14,636)	-	(20,466)
Tax losses carried forward	-	-	20,834	20,834
Trade receivables, provisions and other items	961	149	-	1,110
Total net deferred tax (liabilities)/assets	**(4,943)**	**(14,489)**	**20,834**	**1,402**

7. Financial instruments

(a) Financial risk management objectives

Risk Management is a fundamental element of the Group's overall corporate governance structure. It has an important role in oversight of the controls that mitigate against potential risks that may impact on the Group's ability to achieve its business objectives. The Group's Risk Management Framework outlines the core minimum requirements that the Group must follow in the management of risks at the Group. Effective risk management requires a coordinated framework across the entire organisation.

The Group recognises that staff at the Group have a responsibility for risk management under the Group's Risk Governance Framework. In terms of governance, the Group board is responsible for setting the overall corporate governance strategy.

The Group's board of directors has established an Audit Committee, a Risk and Compliance Committee, an Investment Committee and a People and Culture Committee to assist the Board in the effective discharge of its risk management and oversight responsibilities. The Investment Committee assists the Board in overseeing market, liquidity and credit risks arising from the Group's investment activities. The Audit Committee and Risk and Compliance Committee oversee business, operational and reputational risks across the Group. The People and Culture Committee is responsible for advising the Board on governance and remuneration matters, having regard to Futurity's Remuneration Policy and Framework, and oversees matters relating to people, culture and workforce management.

The Internal Audit and Risk and Compliance functions support the Audit Committee and Risk and Compliance Committee respectively, in relation to their risk oversight, including compliance. Senior management is responsible for managing the risk process with oversight from the Internal Audit and Risk and Compliance functions. The Internal Audit and Risk and Compliance functions actively partner with the Group's management to help the Group to effectively identify, access, manage and report its risks. To assist in this regard, these functions provide various tools, policies and procedures, training and advice. Refer to the Governance Statement for information regarding the principal responsibilities of each of the Audit Committee and Risk and Compliance Committee.

Senior management has responsibility for implementing the Group's risk management strategy and for identifying, assessing, managing and reporting risks within the business.

The Group's activities expose it primarily to the financial risks of changes in interest rates and market price, as well as credit and liquidity risks.

(b) Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: price risk, foreign currency risk and interest rate risk. Market risk is managed and monitored via regular reporting, monitoring and through controls that align investment activities in accordance with established mandates and investment strategies.

Financial instruments held by the benefit funds managed by Futurity are exposed to market risk. However, as these financial instruments are matched with member liabilities in the benefit funds; any movement in the carrying value of financial instruments held by the benefit funds has an equal and opposite effect on member liabilities. Market risk is borne by the members.

(i) Price risks

Price risk is the risk that the fair value of future cash flows of a financial instrument may fluctuate because of changes in market prices. The Group is exposed to price risk. This arises from investments held by the Group and classified on the statement of financial position as financial assets 'at fair value through profit or loss'.

To manage its price risk arising from investments in equity securities, the Group diversifies its portfolio. Diversification of the portfolio is achieved in accordance with investment policies overseen by the Investment Committee, the objective of which is to manage risk within acceptable limits.

It should be noted that in relation to Futurity's benefit funds, a 10 per cent change in the unit price of investments in unlisted trusts would lead to a $116.91 million change (2025: $100.06 million change) in investment income which would be offset by an investment income/loss allocated to policyholders. Therefore, the net financial position of Futurity's benefit funds would remain unchanged before and after a 10 per cent change in price.

As the majority of the Group's financial instruments are carried at fair value with changes in fair value recognised in the Consolidated Statement of Profit, all changes in market conditions will directly affect investment income and investment income allocated to members, and therefore the rate of return that can be paid to members.

The following table illustrates the effects on profit or loss and total equity of the Group based on the pricing risk Futurity was exposed to at reporting date:

Table 1

		Profit		Total Equity	
		2026 $'000	2025 $'000	2026 $'000	2025 $'000
	Change in variable				
Pricing risk	+/(-) 10%	+/-10,624	+/-10,197	+/-10,624	+/-10,197

(ii) Foreign currency risk management

Foreign exchange risk arises as the value of monetary securities denominated in other currencies fluctuates due to changes in exchange rates. Management monitors the exposure of all assets and liabilities denominated in foreign currencies. Since most transactions and account balances are in AUD, the foreign currency risk is not significant. The impact of foreign exchange risk on the account balances is considered immaterial to the Group.

(iii) Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Group's main interest rate risk arises from fixed income investments.

The Group faces interest rate risk due to its investment activities in financial instruments with both fixed and floating interest rates. Management closely monitors the exposure of all fixed income investments. Since the fixed income securities held are not substantial, there is no significant interest rate risk. Consequently, the impact of interest rate risk on the account balances is considered immaterial to the Group.

(iv) Climate Risk

Climate change represents a significant long-term risk to the Group's investment portfolio. The transition of the economy from current carbon-based energy to a lower, and ultimately net-zero economy, presents economic climate transition risks to companies domestically and overseas, and therefore potentially the Group's investments.

The Group manages climate risk in accordance with the Board Investment Policy, with the aim to invest majority of total funds under management with investment managers who are signatories to the United Nations Principles for Responsible Investment (UNPR) and/or the United National Global Compact (UNGC), of which the Group is a signatory of.

While climate-related factors are considered as part of the Group's investment oversight framework, the immediate impact of climate risk on the Group's account balances is considered immaterial to the Group.

(c) Capital risk management

Capital risk management is an important element of the Group's Risk Management Framework. The associated policies and processes support effective management of the Group's capital through employing strategies that manage capital resources in line with documented targets and reserves, supporting alignment with prudential standards.

The Group's investments are managed with a view to assuring each fund of Futurity and each entity in the group will be able to promptly meet its obligations as and when they fall due. The management of investments is carried out in accordance with the Group's constitution, Board policies, the prudential standards issued by APRA, the *Life Insurance Act 1995* and disclosure documents and any relevant directives from APRA.

Capital is utilised to finance growth, non-current asset acquisitions and business plans, and provides support if adverse outcomes arise from investment performance or other activities.

The appropriate level of capital is determined by the Board based on both regulatory and economic considerations.

(d) Credit risk management

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Group. The Group has adopted a policy of only dealing with creditworthy counterparties and obtaining sufficient collateral where appropriate, as a means of mitigating the risk of financial loss from defaults. The Group's exposure and the credit ratings of its counterparties are continuously monitored and the aggregate value of transactions concluded is spread among approved counterparties. Credit exposure is controlled by counterparty limits that are reviewed and approved by the Investment Committee periodically. Periodic assessments of debtor balances are undertaken by management and provisions for doubtful debts are raised as appropriate. The Group measures credit risk on a fair value basis.

The Group does not have any significant exposure to any single counterparty or any group of counterparties having similar characteristics. Investments in the various instrument categories comply with the guidelines for counterparties and issuers contained within the Board's investment policy and the authorised investments and investment ranges (counterparty limits) specific to each benefit fund outlined in the relevant investment mandates.

Investments in debt instruments are securities from issuers which have a credit rating of investment grade BBB- or higher or equivalent from independent rating agency. Investments in short-term securities and cash are securities from issuers, which have a short-term rating of investment grade A-3 or equivalent from an independent rating agency.

The credit risk on liquid funds is limited because the counterparties are banks with high credit ratings assigned by international credit-rating agencies.

Futurity has ceased to offer mortgage products to members and the general public. However, it does maintain a mortgage portfolio. Loans are secured by registered first mortgage over capital improved property and comply with mortgage investment guidelines.

Maximum credit risk exposure of the Group is equivalent to financial assets included in the consolidated statement of financial position and disclosed as $1,169 million (2025: $998 million).

(e) Liquidity risk management

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities.

The Group defines liquidity risk as the potential that the Group may be unable to meet its obligations because of a timing mismatch between asset and liability cash flow patterns. In managing this risk, the Management has a system in place that monitors the liabilities of each benefit fund, while management has systems in place that monitor the liabilities of the Group's subsidiaries. Management has processes to monitor the level of liquid assets maintained for the operations of Futurity's benefit funds plus a buffer for unforeseen demands.

The Group manages liquidity risk by maintaining adequate reserves and banking facilities by continuously monitoring forecast and actual cash flows and managing the maturity profiles of financial assets and liabilities.

The authorised investments of Futurity's benefit funds are contained in their respective rules. For the benefit funds, a minimum of 15 per cent of total assets must be held in liquid funds.

The Group's liquidity risk varies between products. Futurity directly manages the assets of benefit funds that are closed to new members and has responsibility for meeting the anticipated payments to members. Futurity manages the liquidity risk of its current open benefit funds but the risk is substantially passed through to the membership.

In determining suitability of assets, it is important to note that the majority of assets are readily realisable. Ability to realise a sizeable proportion of the assets in an orderly manner at short notice is consistent with the fact that members' benefits may be withdrawn at any time.

The assets held are invested in accordance with APRA Prudential Standards and each of the Fund's rules and are in accordance with the current investment strategy set down by Futurity for each fund.

The following tables detail the Group's exposure to liquidity risk as at 30 June 2026.

7. Financial instruments (continued)

	Weighted average effective interest rate %	Parent 2026 $'000 Less than 1 year	Parent 2025 $'000 Less than 1 year	Consolidated 2026 $'000 Less than 1 year	Consolidated 2025 $'000 Less than 1 year
Financial assets:					
Financial assets held at amortised cost:					
Cash and cash equivalents	4.35	35,231	9,482	35,231	9,482
Receivables		2,667	2,006	2,655	1,994
		37,898	11,488	37,886	11,476
Fair value through profit or loss:					
Unlisted trust		1,278,101	1,105,942	1,278,112	1,105,953
Other securities		-	8,984	-	8,984
Mortgage loans	8.81	268	385	268	385
		1,278,369	1,115,311	1,278,380	1,115,322
Total financial assets		**1,316,267**	**1,126,799**	**1,316,266**	**1,126,798**
Financial liabilities:					
Trade and other payables		26,941	24,604	26,941	24,604
Benefit fund member liabilities		1,169,335	998,314	1,169,335	998,314
Total financial liabilities		**1,196,276**	**1,022,918**	**1,196,276**	**1,022,918**

(f) Categories of financial instruments

	Parent 2026 $'000	Parent 2025 $'000	Consolidated 2026 $'000	Consolidated 2025 $'000
Financial assets				
Fair value through profit or loss (FVTPL)	1,278,369	1,115,311	1,278,380	1,115,322
Loans and receivables (amortised cost)	2,667	2,006	2,655	1,994
Cash and cash equivalents	35,231	9,482	35,231	9,482
Financial liabilities				
Benefit fund member liabilities	1,169,335	998,314	1,169,335	998,314
Other liabilities	26,941	24,604	26,941	24,604

(g) Fair value of financial instruments

The directors consider that the carrying amount of financial assets and financial liabilities recorded in the consolidated financial statements approximates their fair values unless otherwise stated.

The fair values of financial assets and financial liabilities are determined as follows:

- The fair value of financial assets and financial liabilities with standard terms and conditions and traded on active liquid markets are determined with reference to quoted market prices.
- The fair value of other financial assets is determined in accordance with generally accepted pricing models based on discounted cash flow analysis.
- They are recognised as financial liabilities in accordance with AASB132 Financial Instruments: Presentation because members may call the benefits at any time and the liabilities represents the expected cash outflows on settlement or derecognition.

The consolidated financial statements include holdings in unlisted unit trusts which are measured at fair value. Fair value of unlisted unit trusts has been estimated based on the redemption price quoted by the Fund Managers at the reporting date. Level 2 investments have publicly available quoted prices. Level 3 investments have prices that are not publicly available.

Managers at the reporting date. Level 2 investments have publicly available quoted prices. Level 3 investments have prices that are not publicly available.

Fair value measurements recognised in the consolidated statement of financial position

In addition, for consolidated financial statements reporting purposes, fair value measurements are categorised into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly.
- Level 3 inputs are unobservable inputs for the asset or liability.

The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3 based on the degree to which the fair value is observable.

7. Financial instruments (continued)

	Parent		Consolidated	
	2026 $'000	2025 $'000	2026 $'000	2025 $'000
Level 1				
Other securities	-	-	-	-
	-	-	-	-
Level 2				
Unlisted trust	1,096,787	914,859	1,096,798	914,870
Other securities	2,799	12,338	2,799	12,338
	1,099,586	927,197	1,099,597	927,208
Level 3				
Unlisted trust	178,515	187,729	178,515	187,729
Others	268	385	268	385
	178,783	188,114	178,783	188,114
	1,278,369	1,115,311	1,278,380	1,115,322

Reconciliation of Level 3 fair value measurements of financial assets

	Parent		Consolidated	
	2026 $'000	2025 $'000	2026 $'000	2025 $'000
Opening balance	188,114	240,532	188,114	240,532
Total gains or losses:				
in profit or loss	29	35	29	35
change in fair value of financial assets designated at fair value	(3,362)	18,705	(3,362)	18,705
Purchases/drawdowns	(5,852)	(71,075)	(5,852)	(71,075)
Mortgage repayments/settlements	(146)	(83)	(146)	(83)
Closing balance	178,783	188,114	178,783	188,114

The fair values of the financial assets and financial liabilities included in the level 2 and level 3 categories above have have been estimated based on the redemption price quoted by the Fund Managers at the reporting date. Level 2 investments have publicly available quoted prices, Level 3 investments prices are not publicly available.

8. Trade and other receivables at amortised cost

	Parent		Consolidated	
	2026 $'000	2025 $'000	2026 $'000	2025 $'000
Trade receivables	654	158	653	157
Receivables from subsidiaries / benefit funds	12	14	-	3
Segregated Fund	-	160	-	160
Distributions receivables from investment assets	2,001	1,675	2,002	1,674
	2,667	2,007	2,655	1,994

9. Trade and other payables at amortised cost

	Parent		Consolidated	
	2026 $'000	2025 $'000	2026 $'000	2025 $'000
Segregated Fund	22,280	17,332	22,280	17,332
Trade payables	687	3,271	687	3,271
Accruals	3,831	3,858	3,831	3,858
Contract liabilities	143	143	143	143
	26,941	24,604	26,941	24,604

All payables are due within 12 months and the amounts disclosed are equivalent to the contractual undiscounted cash flows expected to be paid.

Segregated Fund

Futurity activated the Comprehensive Scheme (which established a framework for the distribution of surpluses arising in benefit funds) in FY2021 following detailed discussion with APRA and advice from the Appointed Actuary.

These surpluses are being managed by the operation of the Segregated Fund which is a discreet component of the Management Fund.

The net assets of the Segregated Fund is excluded from the Capital Base in determining Futurity's capital position.

	Parent		Consolidated	
	2026 $'000	**2025 $'000**	**2026 $'000**	**2025 $'000**
Opening balance	17,332	18,668	17,332	18,668
Additional transferred in from benefit funds, investment income and payments to student beneficiaries, management fee rebate during the year	4,948	(1,336)	4,948	(1,336)
Closing balance	**22,280**	**17,332**	**22,280**	**17,332**

10. Employee entitlements

	Parent		Consolidated	
	2026 $'000	**2025 $'000**	**2026 $'000**	**2025 $'000**
Employee benefits	1,469	1,087	1,469	1,087
Superannuation payable	1,367	1,531	1,367	1,531
	2,836	2,618	2,836	2,618

11. Lease

Leases

The Group leases several assets, mainly buildings. The average lease terms is 5 years. The Group has no options to purchase the leased assets at the end of the lease terms. The Group's obligation are secured by the lessors' title to the leased assets for such leases.

	Parent		Consolidated	
	2026 $'000	2025 $'000	2026 $'000	2025 $'000
Amounts recognised in profit and loss				
Depreciation expenses on right-of-use assets	513	514	513	514
Interest expenses on lease liabilities	74	99	74	99
Right of use asset at cost				
Balance at the beginning of the financial year	3,484	3,484	3,484	3,484
Additions	-	-	-	-
Balance at 30 June	3,484	3,484	3,484	3,484
Accumulated depreciation	(1,986)	(1,472)	(1,986)	(1,472)
Depreciation expense	(513)	(514)	(513)	(514)
Balance at the end of the financial year	(2,499)	(1,986)	(2,499)	(1,986)
Net book value	985	1,498	985	1,498

On 12 April 2022, the Group entered into a 5 years lease to rent property in Melbourne CBD as a result, a lease liability and right-of-use asset has been recognised as at 30 June 2026 and 2025.

12. Remuneration of auditors

Deloitte and related network firms	Parent 2026 $	Parent 2025 $	Consolidated 2026 $	Consolidated 2025 $
Audit of the financial reports:				
- Futurity Investment Group Limited	219,234	211,823	219,234	211,823
- Futurity's Benefit Funds (New Zealand)	69,081	66,745	69,081	66,745
- NEiTA Foundation	11,000	18,542	11,000	18,542
	299,315	297,110	299,315	297,110
Statutory assurance services required by legislation to be provided by the auditor				
- Futurity Investment Group Limited				
LPS 310 Report (Review)	54,384	52,545	54,384	52,545
APRA Return (Audit)	33,277	32,152	33,277	32,152
AFSL Form FS71 (Audit)	13,811	13,343	13,811	13,343
	101,472	98,040	101,472	98,040
Total audit fees *	**400,787**	**395,150**	**400,787**	**395,150**
Agreed upon procedures				
- Futurity's Benefit Funds (New Zealand)				
Reporting to New Zealand Supervisor	10,485	10,132	10,485	10,132
Total non-audit fees *	**10,485**	**10,132**	**10,485**	**10,132**
Total remuneration of auditors *	**411,272**	**405,282**	**411,272**	**405,282**

*The auditor of Futurity is Deloitte Touche Tohmatsu and costs incurred include the non-recoverable component of GST.

13. Details of controlled entities

Name of subsidiary	Proportion of ownership interest and voting power held by the Group	
	2026 %	2025 %
Parent Entity Futurity Investment Group Limited		
Controlled Entities: Futurity Custodians Pty Ltd	100	100

All companies are incorporated in Australia (Victoria).

14. Events since the end of the financial year

Subsequent to 30 June 2026, the Group began the termination processes of its New Zealand benefit funds.

Other than the matter disclosed above, there is no any matter or circumstance arising since 30 June 2026 which has significantly affected or may significantly affect the financial status or results of the Group and which has not been separately disclosed in this report.

15. Related party disclosures
(a) Interests in controlled entities and related parties

Information in relation to the Group's interests in controlled entities is provided in Note 13 to the consolidated financial statements. Transactions with related parties are disclosed in Note 15(c).

(b) Key management personnel compensation and key management payment

The key management personnel of Futurity consisted of the following 13 positions (June 2025: 14):

- Chief Executive Officer
- Chief Financial Officer / Executive General Manager Corporate Services
- Chief Risk Officer
- Executive General Manager Financial Services
- Executive General Manager Strategy and Corporate Affairs
- Executive General Manager People & Culture
- Non-Executive Directors (7).

The aggregate compensation of the key management personnel of Futurity is set out below:

	2026 $	2025 $
Short-term employee benefits	2,354,279	2,111,429
Post-employment benefits Total	237,068	278,144
Total	**2,591,347**	**2,389,573**

(c) Transactions with related parties

Transactions with Subsidiaries

As at 30 June 2026, there was a loan balance owing to the Parent from:

- Futurity Custodians Pty Ltd $10,906 (2025: $10,906).

Transactions with other related parties

The Futurity Education Foundation ("FEF") and the NEiTA Foundation ("NEiTA") are related parties of Futurity through common governance arrangements, including directors and trustees who also serve as directors of Futurity. Futurity is also the founder of NEiTA.

Futurity provides administrative and operational support to the FEF and NEiTA. During the financial year, transactions with these related parties included sponsorships, donations, reimbursement of expenses and the provision of office accommodation and support services.

During the financial year:

- Futurity donated $230,072 (2025: $83,778) to FEF.
- Futurity provided sponsorship of $143,468 (2025: 142,446) to NEiTA.

Other than the above, there were no transactions with key management personnel and related entities on terms and conditions no more favourable than those available on similar transactions to other parties.

(d) Intra-group transactions

The effect of all intra-group transactions and outstanding balances are eliminated in the preparation of the consolidated financial statements.

16. Notes to the Consolidated Statement of Cash Flows

(a) Reconciliation of cash and cash equivalents

For the purposes of the Consolidated Statement of Cash Flows, cash and cash equivalents includes cash on hand and in bank accounts and, net of outstanding bank overdrafts. Cash and cash equivalents at the end of the financial year as shown in the Consolidated Statement of Financial Position as follows:

	Parent		Consolidated	
	2026 $'000	2025 $'000	2026 $'000	2025 $'000
Cash and cash equivalents	35,231	9,482	35,231	9,482
(b) Reconciliation of profit from ordinary activities after related income tax to net cash flows from operating activities				
Profit from ordinary activities after related income tax	3,106	3,241	3,106	2,630
Non-cash flows in profit from ordinary activities:				
Depreciation, amortisation and disposal of non-current assets	61	561	61	561
(Increase)/decrease in market value of investments	(15,735)	(9,822)	(15,735)	(9,750)
(Decrease)/increase in benefit fund liabilities	117,256	40,245	117,256	40,245
Movement in general reserve	438	(254)	438	(284)
(Increase)/decrease in assets:				
Receivables	4,977	18,802	4,977	19,371
Other assets	80	(70)	80	(70)
Increase/(decrease) in liabilities:				
Payables	(3,326)	1,259	(3,326)	1,259
Provisions	218	422	218	422
Current tax liability	(6,998)	16,589	(6,998)	16,589
Deferred tax balances	20,814	(15,091)	20,814	(15,091)
Net cash from operating activities	**120,891**	**55,882**	**120,891**	**55,882**

17. Benefit Funds

Futurity manages the following benefit funds:

Futurity Managed & Blended

- Balanced Portfolio
- Growth Portfolio
- Socially Responsible Investment Portfolio

Vanguard Indexed Range

- Conservative
- Balanced
- Growth
- High Growth

MLC Diversified Active Range

- Conservative
- Balanced
- Growth
- High Growth

Dimensional Diversified Active Range

- Balanced – 2
- Growth – 2
- Responsible Investment

Other Diversified Active Range

- Growth – 3
- High Growth – 2
- Responsible Investment – 2

Vanguard Sectoral Indexed Range

- Australian Fixed Income
- Australian Equities
- International Equities
- Emerging Market Equities
- Property
- Responsible Investment
- International Fixed Income

Specialist Sectoral Active Managers Range

- Cash
- Australian Fixed Income
- Australian Equities
- International Equities
- Emerging Market Equities
- International Fixed Income
- Responsible Investment
- Responsible Investment – 2

Legacy Funds (closed to new members)

- Children's Bursary Fund
- Children's Bursary Fund No. 2
- Children's Scholarships Fund
- Children's Scholarships Fund No. 2
- Pathway Education Fund
- Supplementary Education Program
- The Education Fund
- Children's Bursary Fund (NZ)
- Children's Bursary Fund No. 2 (NZ)
- Children's Scholarships Fund (NZ)
- Children's Scholarships Fund No. 2 (NZ)
- Pathway Education Fund (NZ)
- Supplementary Education Program (NZ)
- The Education Fund (NZ)

Accounting for benefit funds

The life insurance operations of the Group are conducted within separate benefit funds as required by the Life Insurance Act 1995 (Life Act) and are reported in aggregate with the management fund in the Consolidated Statement of Profit or Loss and Other Comprehensive Income, Consolidated Statement of Financial Position, Consolidated Statement of Changes in Equity and Consolidated Statement of Cash Flows.

Assets backing benefit fund liabilities

Assets backing benefit fund liabilities are held within discrete benefit funds. The use of assets is restricted by the benefit fund rules, investment policy, requirements of the *Life Insurance Act 1995* and prudential standards.

Contributions and withdrawals

Withdrawals relating to benefit funds, in the form of surrenders and benefit payments, are determined to be withdrawal in nature and are recognised as a change in benefit fund liabilities.

Basis of expense recognition

Apportionment of expenses, to the extent that it is permissible under the benefit fund rules, is primarily by direct allocation.

No costs or charges other than policy acquisition and maintenance fees, investment management fees, bank charges, duties, taxes and benefits payable to members and nominated children may be paid out of the benefit funds.

Policy acquisition expenses and policy maintenance expenses of the benefit funds are received as the revenue component of member contributions.

Investment management expenses and ongoing management charges are allocated to the benefit funds based on the average size of each fund over each quarter and are determined by the percentage stipulated in the relevant benefit fund rule.

Allocation of benefit fund surplus

The proposed amounts available for benefit fund bonus distribution are transferred from the benefit fund profit or loss account to the benefit funds' unallocated surplus prior to the recommendation being given by Futurity's Actuary. Once declared by Futurity's Board of Directors the amounts are credited to members' accounts.

Benefit Fund member liabilities

They are recognised as liabilities following the criteria under AASB 132 Financial Instrument Presentation as the benefits can be called by the member at any time for cash and therefore represent the expected cash flows on derecognition of the liability.

Scholarship benefit funds

Policy liabilities for all of Futurity's scholarship benefit funds are valued using the accumulation method and are equal to the contributions made by members, net of fees, together with bonus additions to date. The balance of the fund is the unvested policyholder benefit liabilities (or surplus). Each year's bonus declaration results in a movement from unvested policyholder benefit liabilities to the vested policyholder benefit liabilities. The declared rate of return is subject to the amount vesting being no more than the distributable portion of unvested policyholder benefit liabilities.

The main variables that determine the declared rate of return for a benefit fund are the value of the net assets of each benefit fund at the end of the year, amounts left over after the bonus declaration through the previous year and the investment return (net of fees and taxes where applicable) earned by the fund throughout the year. The excess of the net assets of the benefit fund over the liabilities after meeting the prudential standards is the surplus that is generally able to be distributed to members as a bonus.

Changes in economic conditions will alter the unallocated surplus. The capital requirements are designed to provide sufficient unallocated surplus to cover the effect of these changes. The expenses of the benefit funds are equal to the management allowances transferred to the Management Fund.

Capital Base Valuation

The Capital Base represents the assets available for capital purposes.

Capital Base of a benefit fund in a friendly society is:

- the net assets of the fund as shown in the accounts; less
- policy liabilities of the fund; less
- all regulatory adjustments to the net assets of the benefit fund (e.g. Deferred Tax Assets).

Prescribed Capital Amount Valuation

Friendly societies are required to hold prudential reserves over and above their policy liabilities, as a buffer against adverse experience and poor investment returns. The minimum level of resources required to be held is set by the Life Insurance Act 1995 and accompanying actuarial standards. These standards are Prudential Standards LPS001, LPS110, LPS112, LPS114, LPS115, LPS118, LPS320, LPS340, LRS001 and LRS110.1.

The Prescribed Capital Amount (PCA) represents the amount of capital that must be held for regulatory purposes, to cover:

- Asset risks (including interest rates, inflation, currency, equity, property, credit spreads and default)
- Insurance risks (including an expense reserve)
- Concentration risks
- Operational risks.

To comply with APRA's capital standards, the Capital Base must exceed the PCA plus any supervisory adjustment imposed by APRA.

17. Benefit Fund Member Liabilities

The requirements of these standards have been met for the benefit funds as at 30 June 2026.

Futurity's benefit fund policy liabilities are set out below and reflect the operations of the benefit funds managed by Futurity.

	2026 $'000	2026 $'000
(a) Analysis of policy liabilities		
Total policy liabilities comprising benefit fund member liabilities	**1,169,335**	**998,314**
(b) Reconciliations of changes in benefit fund member liabilities		
Balance at the beginning of the financial year	998,314	902,805
Liability component of contributions	294,109	209,223
Withdrawals - paid to policyholders	(168,856)	(168,517)
Withdrawals - transferred to Management Fund and/or Segregated Fund	(8,200)	(366)
Policy liability revaluation	178	(107)
Proposed allocation of current year's surplus	57,423	54,617
Foreign translation movement	(3,633)	659
Balance at the end of the financial year	**1,169,335**	**998,314**

Consolidated Entity Disclosure Statement

For the year ended 30 June 2026

Consolidated entity disclosure statement

Details of the Parent's subsidiaries at the end of the reporting period are as follows:

		Body corporates		Tax residency	
Entity name	Entity type	Place formed or incorporated	% of share capital held	Australia or foreign	Foreign jurisdiction
Futurity Investment Group Limited	Body corporate	Australia	N/A	Australia	N/A
Futurity Custodians Pty Ltd	Body corporate	Australia	100%	Australia	N/A

Directors' Declaration

For the year ended 30 June 2026

The directors declare that:

(a) in the directors' opinion, there are reasonable grounds to believe that Futurity Investment Group Limited will be able to pay its debts as and when they become due and payable;

(b) in the directors' opinion, the attached consolidated financial statements and notes thereto are in accordance with the *Life Insurance Act 1995* and *Corporations Act 2001*, including compliance with accounting standards and giving a true and fair view of the financial performance and position of the Futurity Investment Group Limited;

(c) in the director's opinion, the attached consolidated financial statements are in compliance with Australian Accounting Standards Board as stated in Note 2 to the consolidated financial statements; and

(d) in the director's opinion, the attached consolidated entity disclosure statement is true and correct.

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

On behalf of the directors

Dr Jacqueline Jennings
Chair
22 September, 2026

Leon Nash
Chair of Audit Committee
22 September, 2026

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Independent Auditor's Report to the Members of Futurity Investment Group Limited

Opinion

We have audited the financial reports of Futurity Investment Group Limited (the "Company") and its subsidiaries (the "Group") which comprise the Group's and the Company's statements of financial position as at 30 June 2026, the statements of profit or loss and other comprehensive income, the statements of changes in equity and the statements of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information and other explanatory information, the Consolidated Entity Disclosure Statement and the directors declaration.

In our opinion, the accompanying financial reports of the Group and the Company are in accordance with the *Corporations Act 2001*, including:

- Giving a true and fair view of the Group and the Company's financial position as at 30 June 2026 and of their financial performance for the year then ended; and
- Complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

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 Reports* 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 APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* issued by the Accounting Professional & Ethical Standards Board (the Code) that are relevant to audits of the financial reports in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's report.

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

Other information

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

Our opinion on the financial reports 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 reports, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial reports 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.

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Member of Deloitte Asia Pacific Limited and the Deloitte organisation.

Deloitte.

Responsibilities of the directors for the financial reports

The directors are responsible:

- For the preparation of the financial reports in accordance with the *Corporations Act 2001*, including giving a true and fair view of the financial position and performance of the Group and the Company in accordance with Australian Accounting Standards; and
- For such internal control as the directors determine is necessary to enable the preparation of the financial reports in accordance with the *Corporations Act 2001*, including giving a true and fair view of the financial position and performance of the Group and the Company, and are free from material misstatement, whether due to fraud or error.

In preparing the financial reports, the directors are responsible for assessing the ability of the Group and the Company to continue as going concerns, 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 the Company or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial reports

Our objectives are to obtain reasonable assurance about whether the financial reports as a whole are 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 the financial reports.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial reports, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group or the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group or the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial reports or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group or the Company to cease to continue as going concerns.
- Evaluate the overall presentation, structure and content of the financial reports, including the disclosures, and whether the financial reports represent the underlying transactions and events in a manner that achieves fair presentation.
- Plan and perform the group audit to obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group as a basis for forming an opinion on the Group financial report. We are responsible for the direction, supervision and review of the audit work performed for purposes of the group audit. We remain solely responsible for our audit opinion.

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We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Deloitte Touche Tohmatsu

DELOITTE TOUCHE TOHMATSU

Prasad

Malvin Prasad
Partner
Chartered Accountants

Melbourne, 22 September 2026

Notes:

1. Chant West Disclaimer:
   The Zenith CW Pty Ltd ABN 20 639 121 403 AFSL 226872/AFS Rep No. 1280401 Chant West Investment Bond rating (assigned 12/2025) is limited to General Advice only and has been prepared without considering your objectives or financial situation, including target markets where applicable. The rating is not a recommendation to purchase, sell or hold any product and is subject to change at any time without notice. You should seek independent advice and consider the PDS or offer document before making any investment decisions. Ratings have been assigned based on third party data. Liability is not accepted, whether direct or indirect, from use of the rating. Past performance is not an indication of future performance. Refer to www.chantwest.com.au for full ratings information and our FSG.

2. Lonsec Rating – Education Bond:
   The rating issued 04/2026 is published by Lonsec Research Pty Ltd ABN 11 151 658 561 AFSL 421 445 (Lonsec). Ratings are general advice only, and have been prepared without taking account of your objectives, financial situation or needs. Consider your personal circumstances, read the product disclosure statement and seek independent financial advice before investing. The rating is not a recommendation to purchase, sell or hold any product. Past performance information is not indicative of future performance. Ratings are subject to change without notice and Lonsec assumes no obligation to update. Lonsec uses objective criteria and receives a fee from the Fund Manager.Visit lonsec.com.au for ratings information and to access the full report. © 2026 Lonsec. All rights reserved.

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