

ASX Announcement for release – 12 August 2024

WTL FY2024 INDICATIVE RESULTS PRESENTATION

UNDERLYING NPBT UP MORE THAN 50% FOR FOURTH STRAIGHT YEAR STRONG OPERATING CASHFLOW PROVIDES FOR A RETURN TO DIVIDENDS

Investor Webinar and presentation deck

The Company will shortly hold an investor webinar to discuss the Company's indicative results. Details for the webinar and a registration link are provided below with a copy of the presentation attached with this release.

WT Financial Group Investor Webinar

10.30am AEST (8.30am AWST) TODAY

Wednesday 14th August 2024

Presenter: Keith Cullen, Founder and Managing Director

Register using the following link:

https://janemorganmanagement-au.zoom.us/webinar/register/WN_OYmZixNNRX6JlJrwgyluTNg

After registering your interest, you will receive a confirmation email with information about joining the webinar. Participants will be able to submit questions via the panel throughout the presentation, however we encourage shareholders and investors to send through questions via email beforehand to:

info@janemorganmanagement.com.au

HIGHLIGHTS

Summary of indicative results for the underlying business

- *Revenue & Other Income* for the underlying business is expected to increase by **15.3% to \$185.1M** (FY23 \$160.5M). *Direct Cost of Sales* were **\$167.4M** (FY23 \$145.4M), resulting in an expected gross profit increase of **17.4% to \$17.7M** (FY23 \$15.1M).
- *Earnings Before Interest and Tax ("EBIT")* for the underlying business is expected to be up **41.5% to \$5.2M** (FY23 \$3.7M) after *Total Operating Expenses* of the underlying business increased just **12.4% to \$11.9M** (FY23 \$10.6M); and *Depreciation & Amortisation* fell to **\$624K** (FY23 \$832K).
- Underlying net profit before tax ("**NPBT**") is expected to be up **51.4% to \$4.4M** (FY23 \$2.9M), after *Net Interest Expense* of **\$774K** (FY23 \$751K).
- *Cash and Cash Equivalents* increased **50.8% to \$8.0M** at year end (30 June 2023 \$5.3M) net of a \$2.0M cash payment in December 2023 related to the acquisition of Millennium3 ("**M3**").
- The strong result represents **the fourth consecutive year of compounding growth** for the underlying business and provides for **a return to dividends**. The Board anticipates being able to declare a **fully franked dividend of 0.4 cents** on release of the Company's Audited Financial Statements and has reinstated its policy to pay dividends biannually (subject to available cash).

WT Financial Group Limited ("**WTL**" or "**the Company**") is pleased to provide indicative results for the full year to 30 June 2024 ("**FY24**" or "**Period**"), with the Company's underlying business operations recording a 15.3% increase in revenue to \$185.1M (FY23 \$160.5M) and a 51.4% increase in underlying net profit before tax ("**NPBT**") to \$4.4M (FY23 \$2.5M). Solid operating cashflow resulted in a more than 50% increase in year-end cash to \$8.0M, providing for a return to a policy of paying dividends biannually.

A summary of the indicative results is provided herein, including details of the expected positive impact on the underlying business results in the Company's statutory accounts from one-off income and expenses.

One-off income and expenses to (positively) impact Statutory Results

Adding to the result of the underlying business, net *one-off income and expenses* relating to the sale of assets (B2C mortgage book) and purchase of assets (M3) during the Period are expected to positively impact profit by \$357K. The impact is expected to increase the *Statutory NPBT* to \$4.8M (FY23 result was \$4.9M, after a positive impact on the underlying business of \$2.0M from *gains on contracts* related to prior acquisitions).

The Company is yet to finalise its tax position but anticipates a *Statutory Tax Expense* of circa \$900K (FY2023 \$736K) resulting in a *Statutory NPAT* of circa \$3.9M (FY23 \$4.3M). However, with the benefit of carried-forward tax losses no cash tax liability will arise. Notwithstanding carried-forward tax losses, the Company has a franking credit balance more than \$1.4M, which will enable a dividend to be fully franked.

Net assets as at 30 June 2024 increased 14.9% to \$29.4M (30 June 2023 \$25.6M), and the Company had a total of 339.2M shares and 1.5M options on issue as at 30 June 2024. No shares or options were issued during the Period.

Appendix 4E and Audited Financial Statements

The Company is expected to lodge its Financial Statements and Appendix 4E on or before 31 August 2024 and its Audited Financial Statements and Annual Report by mid-September 2024. The Company does not anticipate any material variances to the indicative results.

ENDS

About WT Financial Group Limited

WT Financial Group Limited has established itself as amongst the very largest financial adviser networks in Australia. Its wealth management, retirement planning and personal risk insurance advice services are delivered primarily through a group of around 400 privately-owned advice practices whose advisers operate as authorised representatives under its Wealth Today, Sentry Advice, Synchron Advice, and Millennium3 subsidiaries.

The Group's B2C division delivers a range of financial advice services directly to wholesale and retail clients through its Spring Financial Group brand.

The Group's Wealth Adviser division is the Company's central services and support hub and also offers market-leading services and solutions to advisers and their clients outside of WTL's subsidiary cohorts including through regular in-person and livestreamed seminar and professional development programs and the publication of a library of more than 100 financial literacy handbooks and manuals in both digital and printed formats.

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