



ASX Announcement: 22 September 2025
Income Asset Management (IAM)

UPDATE ON ACCOUNT RECONCILIATION AND RESUMPTION OF ASX TRADING

Income Asset Management Group Limited (ASX: IAM) ("IAM" or "Company") announces that it will resume trading on the Australian Securities Exchange (**ASX**) on the commencement of trading today.

The Company reported to ASX on 19 September 2025 that it had identified suspected fraudulent transfers made from a bank account maintained by IAM's previous sub-custodian. Following further investigation, the Company now believes that approx. A\$1.5m of Company funds have been fraudulently transferred to the account of a former employee. The funds are not client funds, and the Company is not aware of any client funds or assets being lost or removed from safe custody.

The Company maintains sufficient resources to operate its businesses in the ordinary course and meet all its obligations as required for and on behalf of its clients and in the interests of its shareholders. The Company can and will continue its participation in debt capital raising obligations across numerous transactions for and on behalf of IAM clients.

The Company became aware of the fraudulent transfers during an account reconciliation review undertaken by IAM staff alongside forensic accountants FTI Consulting who were appointed to review certain internal bank account ledgers.

As part of the account reconciliation review, almost all of approximately 22,000 historical transactions conducted between June 2021 and August 2025 have been investigated, cleared and resolved; the confirmation of the correct allocation of less than 200 transactions remains to be finalised and is the subject of further manual reviews by IAM and FTI Consulting.



The Company's insurers¹ have been notified and the Company has taken urgent steps in the Federal Court of Australia in relation to the fraudulent transactions, including obtaining orders to preserve assets and obtain information to support the investigation. The matter has been referred to the relevant authorities including ASIC and AUSTRAC, and a complaint has been lodged with the Queensland police. The Company has advised its auditors (BDO) of the matter.

The Company's finance team and auditors did not have visibility of the fraudulent transfers. As a result, it appears likely that some of the revenue associated with these funds was not recognised and accounted for in the Company's FY25 accounts. The Company will work with its auditors to establish whether the FY25 accounts need to be restated.

Perpetual Corporate Trust (**PCT**)², a leading Australian custodian holds IAM client assets in safe custody and manage transaction settlements and payments. Client asset holdings are reconciled and reported upon any transaction being entered into, coupon or maturity payment being made, and a monthly portfolio holding report is sent for each account holder. IAM reconciles the cash versus security / asset settlement daily with PCT. The historic matters outlined in this release and the fraudulent transfers do not involve or concern IAM's bond administration and custody arrangements with PCT in any way.

The Company has focused on resolving this issue quickly as part of its ongoing commitment to safeguarding client assets and maintaining transparent communications with regulators, shareholders and clients. The Company will update the market as required and upon the conclusion of its investigations.

This announcement was approved for lodgement with ASX by the IAM Board of Directors.

For more information, please contact:

Jon Lechte, CEO

E: info@incomeam.com

W: incomeam.com

¹ IAM maintains fidelity insurance covering theft and fraud, has notified the insurer and sought external advice on its insurance position.

² A small number of client assets remain with our previous custodian



About Income Asset Management:

Income Asset Management is a full-service investment house with market leading expertise in both bond and loan markets. We aim to provide investors, advisers and portfolio managers with the most capable platform to research, execute, and manage their income investments.

With a wealth of specialised industry experience and with more than \$2.6 billion funds under administration, our business offers leading debt origination advice and execution, along with investment advice and sales to advisers and direct investors.