Results for Announcement to the Market

Appendix 4D

Name of entity	Latitude Group Holdings Limited
ACN	604 747 391
Reporting period	Half-year ended 30 June 2026
Previous corresponding period	Half-year ended 30 June 2025

Extracts from the income statement ($ million)	Change on previous period		
	30 June 2026	Up/down	%
Revenue from ordinary activities[1]	621.1	up	3.5 %
Profit from ordinary activities after tax attributable to members on a continuing basis	54.4	up	37.0 %
Net profit for the period attributable to members	54.4	up	38.8 %

[1] *Information is presented on a continuing operations basis, unless otherwise stated.*

Details relating to dividends

	Amounts per share (cents)	Franked amount per share	Tax rate for franking credits
Interim 2026 dividend per share declared	5.50	2.36	30 %
Final 2025 dividend per share paid	5.00	2.14	30 %
Interim dividend dates			
Ex-dividend date			18 September 2026
Record date			21 September 2026
Payment date			22 October 2026

Dividend Reinvestment Plan details

The Dividend Reinvestment Plan (DRP) remains suspended until further notice.

Net tangible assets per security

	30 June 2026	30 June 2025
Net tangible assets per security	$0.54	$0.44

Additional information

Information supporting the Appendix 4D disclosure requirements can be found in the Directors' Report and the Consolidated Interim Financial Report for the half-year ended 30 June 2026.

This report is based on the Consolidated Interim Financial Report for the half-year ended 30 June 2026 which has been reviewed by KPMG and is not subject to qualification.

LATITUDE

Consolidated Interim Financial Report

30 June 2026

Contents

Directors' Report

The Directors present their report together with the financial statements of Latitude Group Holdings Limited ('the Company') and the entities it controlled ('the Group') at the end of, or during, the half-year ended 30 June 2026 ('half-year') and the auditor's report thereon.

Directors

The following persons held office as Directors of Latitude Group Holdings Limited during the reporting period and up to the date of this report, unless otherwise stated:

Mike Tilley	*Independent Non-Executive Chairman*
Robert Belan	*Managing Director and CEO*
Julie Raffe	*Independent Non-Executive Director*
Mark Joiner	*Independent Non-Executive Director*
Alison Ledger	*Independent Non-Executive Director*
Philip Busfield	*Non-Executive Director*
Ilfryn Carstairs	*Non-Executive Director*
Tim Eastwood	*Non-Executive Director, appointed 22 July 2026*
Beaux Pontak	*Non-Executive Director, resigned 22 July 2026*

Company Secretary

Tiffany Barton	*Company Secretary*

Directors' Report

Principal activities

The Group offers customers in Australia and New Zealand the following products:

Pay Division: credit cards that allow customers to make everyday purchases and access interest free payment plans to finance goods and services from Latitude's retail partners.

Money Division: providing secured and unsecured lending products to customers who are seeking personal loans and motor loans products.

Summary of Group performance

Statutory profit after tax from continuing operations increased from $39.7 million in 1H25 to $54.4 million in 1H26, an increase of $14.7 million.

Cash Net Profit After Tax (Cash NPAT)[1] from continuing operations increased from $46.2 million in 1H25 to $64.3 million in 1H26, an increase of $18.1 million. The movements in Cash NPAT are discussed in detail below.

Summary of financial results

	30-Jun-26	31-Dec-25	30-Jun-25	Change %	Change %
$'m	**1H26**	**2H25**	**1H25**	**HOH**	**YOY**
Net interest income	428.1	417.5	396.1	2.5 %	8.1 %
Other operating income	9.7	14.3	11.6	(32.2)%	(16.4)%
Total operating income	**437.8**	**431.8**	**407.7**	**1.4 %**	**7.4 %**
Net charge offs	(152.0)	(136.2)	(130.1)	(11.6)%	(16.8)%
Risk adjusted income[1]	**285.8**	**295.6**	**277.6**	**(3.3)%**	**3.0 %**
Cash operating expenses[1][2]	(180.8)	(178.0)	(184.1)	(1.6)%	1.8 %
Cash PBT[1]	**105.0**	**117.6**	**93.5**	**(10.7)%**	**12.3 %**
Movement in provision for impairment	(15.0)	(22.2)	(12.1)	32.4 %	(24.0)%
Depreciation & amortisation (excluding leases)	(7.7)	(14.1)	(17.7)	45.4 %	56.5 %
Profit before tax & notable items	82.3	81.3	63.7	1.2 %	29.2 %
Income tax expense	(18.0)	(22.4)	(17.5)	19.6 %	(2.9)%
Cash NPAT[1] from continuing operations	**64.3**	**58.9**	**46.2**	**9.2 %**	**39.2 %**
Notable items after tax[1][2]	(9.9)	(4.2)	(6.5)	(135.7)%	(52.3)%
Statutory profit after tax from continuing operations	**54.4**	**54.7**	**39.7**	**(0.5)%**	**37.0 %**
Discontinued operations	—	0.1	(0.5)	(100.0)%	100.0 %
Statutory profit after tax	**54.4**	**54.8**	**39.2**	**(0.7)%**	**38.8 %**

[1] Cash NPAT, Risk Adjusted Income and Notable items are non-IFRS metrics used for management reporting and reflects what the Group considers to be the underlying performance of the business. Cash NPAT is not audited or reviewed.
[2] Cash operating expenses excludes notable items. Notable Items are items outside the ordinary course of business and temporary in nature or relate to the costs associated with entering new segments and markets where the associated revenues or benefits from that investment will not evolve during the reporting period.

Directors' Report

Note on statutory profit and cash NPAT

Statutory profit is prepared in accordance with the Corporations Act 2001 and the Australian Accounting Standards, which comply with International Financial Reporting Standards (IFRS). Figures disclosed in the Summary of Group Performance are on a cash NPAT basis unless stated as being on a statutory profit after tax basis. Cash NPAT is unaudited. Cash NPAT exclusions relate to:

- Restructuring costs – reflects the transition costs to a simplified operating structure and the costs associated with acquisitions and integrations,
- Remediation costs – reflects the costs relating to customer remediation, regulatory and enforcement activities and legal costs net of interim insurance recoveries received,
- Asset impairment – primarily reflects the decommissioning of platforms and site relocation, and
- Decommissioned facilities – reflects the costs relating to facilities that are decommissioned and are not intended to be utilised going forward.

Reconciliation of cash NPAT from continuing operations to statutory profit/(loss) after tax from continuing operations

$'m	30-Jun-26 1H26	31-Dec-25 2H25	30-Jun-25 1H25	Change % HOH	Change % YOY
Cash NPAT from continuing operations	**64.3**	**58.9**	**46.2**	**9.2 %**	**39.2 %**
Restructuring costs	**(2.7)**	(1.5)	(1.7)	(80.0)%	(58.8)%
Remediation costs	**(6.7)**	—	(3.1)	— %	(116.1)%
Asset impairment	**(0.5)**	(2.7)	(1.4)	81.5 %	64.3 %
Decommissioned facilities	**—**	—	(0.3)	— %	100.0 %
Statutory profit after tax from continuing operations	**54.4**	**54.7**	**39.7**	**(0.5)%**	**37.0 %**

Reconciliation of notable items

$'m	Cash NPAT	Restructuring costs	Remediation costs	Asset impairment	Statutory profit after tax
Net interest income	428.1	—	—	—	428.1
Other operating income	9.7	—	—	—	9.7
Total Operating Income	**437.8**	—	—	—	**437.8**
Net charge offs	(152.0)	—	—	—	(152.0)
Risk Adjusted Income	**285.8**	—	—	—	**285.8**
Cash operating expenses	(180.8)	(3.9)	(6.1)	(0.7)	(191.5)
Cash PBT	**105.0**	**(3.9)**	**(6.1)**	**(0.7)**	**94.3**
Movement in provision for impairment	(15.0)	—	—	—	(15.0)
Depreciation & Amortisation (excluding leases)	(7.7)	—	—	—	(7.7)
Profit before Tax	**82.3**	**(3.9)**	**(6.1)**	**(0.7)**	**71.6**
Income tax (expense)/benefit	(18.0)	1.2	(0.6)	0.2	(17.2)
Statutory profit after tax from continuing operations	**64.3**	**(2.7)**	**(6.7)**	**(0.5)**	**54.4**

Directors' Report

Review of operations

The first half of 2026 delivered another period of strong financial and operational progress for Latitude, underpinned by disciplined execution and ongoing momentum across the Group's Pay and Money Divisions. Total new volume increased 3.8% YoY to $4.4 billion, supported by continued growth in everyday card spend and resilient demand for lending products. Receivables for the Group grew 4.4% YoY to $7.3 billion, while interest-bearing receivables up 7.1% YoY. Supported by margin expansion, disciplined cost control and a strengthened balance sheet, culminating in Cash NPAT of $64.3 million, up 39.2% YoY.

Operating income increased 7.4% YoY to $437.8 million driven by a 8.1% uplift in net interest income. Net interest margin expanded 27bps YoY to 11.95% as a result of lower funding costs and pricing strategy discipline. Despite a challenging operating environment and ongoing pressure on household budgets, risk adjusted income increased 3.0% YoY to $285.8 million, delivering strong risk-adjusted returns of 7.98%.

Credit performance remained aligned with portfolio risk settings, with higher loss rates reflecting prevailing macroeconomic conditions and supported by strong risk-adjusted returns. Net Charge-offs increased to 4.24% of average gross receivables, up 41bps YoY.

Cash operating expenses decreased 1.8% YoY to $180.8 million. The Group continued to invest in technology, artificial intelligence capabilities, cyber security and strategic initiatives to support growth. Ongoing productivity improvements and disciplined expense management more than offset inflationary pressures, resulting in a 390bps YoY improvement in the cost to income ratio to 41.3% and demonstrating continued operating leverage across the business.

The results of 1H26 reflect continued improvement across key financial and operational metrics, positioning Latitude well to deliver sustainable receivables growth, maintain strong risk-adjusted returns and create long-term shareholder value.

Summary of financial analysis

Cash NPAT of $64.3 million increased by 39.2% compared to 1H25 and 9.2% compared to 2H25 due to the following key drivers:

- **Total Operating Income** rose 7.4% YoY to $437.8 million. This growth was primarily driven by 8.1% increase in net interest income to $428.1 million, reflecting a 27bps YoY improvement in net interest margin to 11.95%. Interest expense/AGR down 55bps YoY to 5.12% due to funding cost improvements with benefits from lower spreads including funding optimisation as well as lower base rates in New Zealand. This is offsetting a decrease in interest income yield by 28bps to 17.06%. Other operating income declined by $1.9 million YoY due to FX market volatility, with other operating income yield falling 7bps to 0.27%. Despite this, total operating income margin improved 20bps YoY to 12.22%.

- **Net Charge Offs** increased 16.8% YoY to $152.0 million up 41bps YoY to 4.24%. The increase is attributed to the increasing delinquencies and remains within expectations given the interest rate cycle and macro economic environment, facilitating strong risk adjusted returns at 8.0% .

- **Cash operating expenses** were $180.8 million, down 1.8% YoY, with productivity improvements helping offset the expense impact of cost inflation and higher volumes, enabling operating leverage across the half. The cash cost-to-income ratio reduced 390bps YoY to 41.3%.

- **Provision movement** increased to $15.0 million, due to increased coverage rates and receivable growth (excluding FX). Group coverage rose to 4.59%, up 14bps since Dec-25, reflecting prudent provisioning for the macro economic environment.

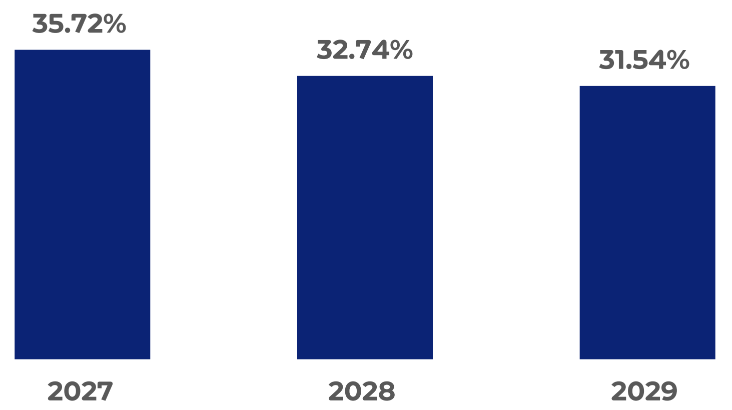
Balance sheet management and dividends

The results achieved in 1H26, the growing momentum of the Group's business performance and the continued strength of the balance sheet, which saw Latitude's Tangible Equity Ratio (TER) close the half-year at 8.1%, (would be 7.0% on a pro forma basis assuming redemption of Capital Notes 1 at its first call date on 27 October 2026) enabling Latitude's Board to declare an interim fully franked dividend of 5.50 cents per share.

Latitude systematically manages its maturity profile within its target range of no more than 50% of funding maturities in any given year and no more than 40% of funding maturities within the next 12 months.

Directors' Report

The following graph sets out Latitude's debt maturity profile as at 30 June 2026.



(1) Amortising ABS term deals included at their 10% call option date.

Over the 6-month period Latitude raised $500 million of new term funding and refinanced $1.8 billion of private credit facilities at more favourable margins and structural terms, while enhancing the diversification of its funding sources and extending our debt maturity profile. The Group maintained a strong liquidity runway with greater than $1.0 billion of committed headroom available as at 30 June 2026 to support continued receivables growth in 2H26.

Latitude maintained a low level of corporate debt outstanding rolling an existing facility on improved terms. Latitude continues to have access to undrawn commitments of $76.6 million via the syndicated facility agreement.

Latitude successfully issued $134.6m of Capital Notes 2, comprising $64.0 million of reinvestment of Capital Notes 1 and $70.6 million of new investment to be used for general corporate purposes, including funding the potential redemption of Capital Notes 1 that were not reinvested into the Capital Notes 2 offer.

Dividends and distributions

Information relating to dividends and distributions for the current and prior financial period, including dividends determined by the Board since the half-year ended 30 June 2026, is set out in notes 2.4(a) & 2.4(b) of the consolidated interim financial report.

Significant changes in the state of affairs

There were no significant changes in the Group's state of affairs during the half-year ended 30 June 2026.

Events subsequent to balance date

On 28 July 2026 the Group received a $20 million penalty decision from the Federal Court of Australia (proceeding NSD 843 of 2022) in relation to misleading advertising of Latitude GO Mastercard between 1 January 2020 and 11 August 2021. As the penalty decision provided additional evidence regarding conditions that existed at 30 June 2026, the matter has been treated as an adjusting event in accordance with AASB 110. The incremental impact of the penalty has been reflected in the measurement of the relevant liabilities and related disclosures included within these financial statements.

There has been no additional open item, transaction or event of a material nature likely, in the opinion of the Directors of the Group, to affect significantly the operations of the Group, the results of those operations or the state of affairs of the Group, in future financial years.

Environmental regulation

AASB S2 Climate-related Disclosures, issued under the Australian Sustainability Reporting Standards (ASRS), is effective for the Group. In accordance with AASB S2, the Group presents climate-related disclosures in a dedicated Sustainability Report accompanying its Annual Report.

The Group does not believe that its operations are subject to any other particular or significant environmental regulation under a law of the Commonwealth or of a State or Territory.

Directors' Report

Insurance of officers and indemnities

Insurance of officers

During the half-year and subsequent to the half-year ended 30 June 2026, Latitude Financial Services Australia Holdings Pty Ltd, a subsidiary of the Group, has paid Directors and Officers insurance and liability premiums on behalf of the Group's Parent and its subsidiaries. The insurance has a limit of liability unless specified within the policy.

The insurance policies prohibit the disclosure of limits of liability, the nature of liability indemnified and the premium payable.

Indemnity of auditors

The Group has not during or since the end of the half-year, paid or agreed to pay any premiums in respect of any person who has been an auditor of the Group for the purposes of indemnifying them against any claims by third parties arising from their audit report.

Auditor's independence declaration

As required under section 307C of the Corporations Act 2001, the lead auditor's independence declaration is set out on page 8 and forms part of this report.

Rounding of amounts

The Company is of a kind referred to in ASIC Corporations Instrument 2016/191, issued by the Australian Securities and Investments Commission, relating to the 'rounding off' of amounts in the Directors' report. Amounts in the Directors' report have been rounded off in accordance with that Instrument to the nearest hundred thousand dollars, unless otherwise indicated.

Signed in accordance with a resolution of the Directors.

Michael Tilley
Director

Sydney
21 August 2026

Directors' Declaration

The Directors of Latitude Group Holdings Limited declare that:

(a) the consolidated financial statements and notes set out on pages 9 to 36 are in accordance with the Corporations Act 2001, including:

(i) giving a true and fair view of the Group's financial position as at 30 June 2026 and of its performance for the half-year ended on that date; and

(ii) complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the Corporations Regulations 2001; and

(b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This report is made in accordance with a resolution of Directors.

Michael Tilley
Director

Sydney
21 August 2026

Lead Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

To the Directors of Latitude Group Holdings Limited

I declare that, to the best of my knowledge and belief, in relation to the review of the interim financial report of Latitude Group Holdings Limited for the half-year ended 30 June 2026 there have been:

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

ii. no contraventions of any applicable code of professional conduct in relation to the review.

KPMG

KPMG

B. Durrani

Beenish Durrani
Partner
Melbourne
21 August 2026

Consolidated Income Statement

	Notes	30 June 2026 $'m	30 June 2025 $'m
Continuing operations			
Interest Income		**611.4**	588.4
Interest expense		**(183.3)**	(192.3)
Net interest income	2.2(a)	**428.1**	396.1
Other operating income	2.2(b)	**9.7**	11.6
Total operating income		**437.8**	407.7
Loan impairment expense	3.2(e)	**(167.0)**	(142.2)
Operating expenses			
Employee benefit expense		**(74.5)**	(66.5)
Depreciation and amortisation expense		**(8.5)**	(19.7)
IT and data processing expenses		**(43.5)**	(40.9)
Marketing expenses		**(15.0)**	(19.5)
Administrative and professional expenses		**(26.1)**	(29.4)
Occupancy and operating expenses		**(7.3)**	(10.4)
Other expenses		**(24.3)**	(24.7)
Total operating expenses		**(199.2)**	(211.1)
Profit before income tax		**71.6**	54.4
Income tax expense	2.3(a)	**(17.2)**	(14.7)
Profit from continuing operations		**54.4**	39.7
Discontinued operations			
Net loss after tax from discontinued operations		**—**	(0.5)
Profit for the period		**54.4**	39.2

The above statement should be read in conjunction with the accompanying notes.

Consolidated Statement of Comprehensive Income

	Notes	30 June 2026 $'m	30 June 2025 $'m
Profit for the period		**54.4**	39.2
Other comprehensive income			
Items that may be reclassified to income statement			
Cash flow hedges - fair value gain/(loss)		**5.4**	(9.4)
Currency translation differences arising during the period		**(8.9)**	4.9
Other comprehensive loss for the period net of income tax		**(3.5)**	(4.5)
Total comprehensive income for the period is attributable to:			
Owners of Latitude Group Holdings Limited		**50.9**	34.7
Total comprehensive income for the period		**50.9**	34.7
Earnings per share for income attributable to the ordinary equity holders of the Company		**Cents**	Cents
Earnings per share	2.5	**5.2**	3.8
Diluted earnings per share	2.5	**4.3**	3.3
Earnings per share for income from continuing operations attributable to the ordinary equity holders of the Company		**Cents**	Cents
Earnings per share	2.5	**5.2**	3.8
Diluted earnings per share	2.5	**4.3**	3.4

The above statement should be read in conjunction with the accompanying notes.

Consolidated Balance Sheet

	Notes	30 June 2026 $'m	31 December 2025 $'m
Assets			
Cash and cash equivalents	3.1(b)	**308.3**	300.7
Derivative financial instruments		**15.5**	10.0
Loans and other receivables	3.1(c)	**6,916.5**	6,859.2
Other assets		**14.1**	11.4
Current tax assets		**9.9**	—
Deferred tax assets		**200.9**	200.1
Other financial assets		**14.2**	14.2
Property, plant and equipment		**6.7**	7.9
Intangible assets	5.1(a)	**718.8**	731.8
Total assets		**8,204.9**	8,135.3
Liabilities			
Trade and other liabilities	3.1(d)	**153.9**	161.6
Current tax liabilities		**—**	11.1
Derivative financial instruments		**2.3**	6.8
Provisions	5.1(b)	**92.8**	92.4
Deferred tax liabilities		**28.4**	26.8
Borrowings	3.1(e)	**6,647.5**	6,618.9
Total liabilities		**6,924.9**	6,917.6
Net assets		**1,280.0**	1,217.7
Equity			
Contributed equity	4.1(a)	**2,279.4**	2,211.5
Reserves		**(719.5)**	(679.3)
Retained losses		**(279.9)**	(314.5)
Total equity		**1,280.0**	1,217.7

The above statement should be read in conjunction with the accompanying notes.

Consolidated Statement of Changes in Equity

	Attributable to owners of Latitude Group Holdings Limited			
	Contributed equity $'m	Reserves $'m	Retained losses $'m	Total Equity $'m
At 1 January 2026	**2,211.5**	**(679.3)**	**(314.5)**	**1,217.7**
Profit for the period	**—**	**—**	**54.4**	**54.4**
Other comprehensive loss for the period	**—**	**(3.5)**	**—**	**(3.5)**
Total comprehensive profit for the period	**—**	**(3.5)**	**54.4**	**50.9**
Transactions with owners in their capacity as owners:				
Capital note issuance	**70.6**	**—**	**—**	**70.6**
Transaction costs	**(2.7)**	**—**	**—**	**(2.7)**
Capital note distributions	**—**	**—**	**(4.9)**	**(4.9)**
Dividends paid	**—**	**—**	**(52.0)**	**(52.0)**
Share-based payments - unwind	**—**	**(37.1)**	**37.1**	**—**
Share-based payments	**—**	**0.4**	**—**	**0.4**
Total transactions with owners	**67.9**	**(36.7)**	**(19.8)**	**11.4**
At 30 June 2026	**2,279.4**	**(719.5)**	**(279.9)**	**1,280.0**
At 1 January 2025	2,222.5	(675.1)	(323.0)	1,224.4
Profit for the period	—	—	39.2	39.2
Other comprehensive loss for the period	—	(4.5)	—	(4.5)
Total comprehensive loss for the period	—	(4.5)	39.2	34.7
Transactions with owners in their capacity as owners:				
Capital note buy-back	(3.3)	—	—	(3.3)
Dividends paid	—	—	(31.2)	(31.2)
Capital note distributions	—	—	(7.3)	(7.3)
Share-based payments	—	0.4	—	0.4
Total transactions with owners	(3.3)	0.4	(38.5)	(41.4)
At 30 June 2025	2,219.2	(679.2)	(322.3)	1,217.7

The above statement should be read in conjunction with the accompanying notes.

Consolidated Statement of Cash Flows

	Notes	30 June 2026 $'m	30 June 2025 $'m
Cash flows from operating activities			
Interest received		**600.1**	579.7
Interest paid		**(184.5)**	(189.4)
Other operating income received		**7.1**	18.4
Operating expenses paid		**(120.3)**	(154.7)
Net income taxes refunded/(paid)		**(40.3)**	(12.8)
Cash flow from operating activities before changes in operating assets and liabilities		**262.1**	241.2
Net increase in loans and other receivables		**(313.4)**	(335.6)
Net decrease in trade and other liabilities		**(21.2)**	(22.2)
Changes in operating assets and liabilities arising from cash flow movements		**(334.6)**	(357.8)
Net cash used in operating activities	2.2(c)	**(72.5)**	(116.6)
Cash flows from investing activities			
Net purchases of intangible assets, property, plant & equipment		**(1.4)**	(7.8)
Net cash used in investing activities		**(1.4)**	(7.8)
Cash flows from financing activities			
Proceeds from borrowing issuances and drawdowns		**2,059.6**	849.4
Repayment of borrowings		**(1,970.3)**	(789.5)
Payments of transaction costs from financing activities		**(1.6)**	(1.6)
Repayment of facility agreements		**—**	(16.1)
Dividends paid		**(52.0)**	(31.2)
Capital note distributions paid		**(4.1)**	(6.7)
Capital note buy-back		**—**	(3.3)
Capital note proceeds		**70.6**	—
Transaction costs paid on capital note issuance		**(3.9)**	—
Outflow from share-based payment plan		**—**	(0.3)
Payment of lease liabilities		**(0.9)**	(2.3)
Net cash provided by financing activities		**97.4**	(1.6)
Net increase/(decrease) in cash and cash equivalents		**23.5**	(126.0)
Cash and cash equivalents at beginning of financial half-year		**300.7**	410.2
Effects of exchange rate changes on cash and cash equivalents		**(15.9)**	3.6
Cash and cash equivalents at end of financial half-year	3.1(b)	**308.3**	287.8

The above statement should be read in conjunction with the accompanying notes.

Notes to the Consolidated Interim Financial Statements

Section 1 | Basis of preparation

1.1 Basis of preparation

(a) Reporting entity

The consolidated interim financial report is for Latitude Group Holdings Limited (the 'Company') and its controlled entities (the 'Group'). Latitude Group Holdings Limited is a for-profit public company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business is Level 18, 130 Lonsdale Street, Melbourne, Victoria 3000.

These consolidated financial statements were authorised for issue by the Directors on 21 August 2026.

(b) Statement of compliance

The consolidated interim financial statements have been prepared on a consolidated basis, in accordance with AASB 134 Interim Financial reporting and the Corporations Act 2001. The consolidated interim financial statements comply with International Financial Reporting Standards (IFRS) adopted by the International Accounting Standards Board (IASB).

The consolidated interim financial statements do not include all the information required for a complete set of annual financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance since the last annual consolidated financial statements as at and for the last year ended 31 December 2025.

Certain comparative amounts have been restated to conform with the basis of preparation adopted in the current period.

(c) Basis of measurement

These consolidated financial statements have been prepared under the historical cost basis, except for the following:

- Derivative financial instruments;
- Financial assets and financial liabilities designated at fair value through profit or loss (FVTPL);
- Financial assets designated at fair value through other comprehensive income (FVOCI); and
- Assets held for sale - measured at the lower of carrying amount and fair value less costs of disposal.

(d) Functional and presentation currency

These consolidated interim financial statements are presented in Australian Dollars, which is Latitude Group Holdings Limited's deemed functional and presentation currency.

(e) Rounding of amounts

The Company is of a kind referred to in ASIC Corporations Instrument 2016/191, issued by the Australian Securities and Investments Commission, relating to the 'rounding off' of amounts in the consolidated interim financial report. Amounts in the consolidated financial report have been rounded off in accordance with that Instrument to the nearest hundred thousand dollars, unless otherwise indicated.

(f) Significant estimates and judgements

The preparation of the consolidated interim financial statements that conform to accounting standards requires Management to exercise judgement in applying the Group's accounting policies and to make estimates and assumptions. The significant estimates and judgements made by Management in preparing these consolidated interim financial statements were the same as those applied to the consolidated financial statements for the year ended 31 December 2025.

1.2 Material accounting policies

Material accounting policies adopted in the preparation of these consolidated interim financial statements are consistent with those adopted in the Group's annual consolidated financial statements for the year ended 31 December 2025.

Notes to the Consolidated Interim Financial Statements

1.3 New and amended standards

(a) New and amended standards adopted

The Group has adopted new and amended accounting standards from 1 January 2026. These did not have a material impact on the consolidated interim financial statements for the half-year ended 30 June 2026.

(b) New standards and interpretations not yet adopted

Certain new accounting standards and interpretations have been issued but are not yet effective and have not been early adopted by the Group. These will be adopted from their respective effective dates.

AASB 18 Presentation and Disclosure in Financial Statements (effective 1 January 2027) will replace AASB 101 Presentation of Financial Statements. The Group has assessed the impact of this standard and it will affect the presentation and disclosures in the financial statements.

Notes to the Consolidated Interim Financial Statements

Section 2 | Results

2.1 Segment information

(a) Description of segments

The Group's Managing Director and Chief Executive Officer (CEO), who is the chief operating decision maker (CODM) is responsible for the overall performance of the Group and is accountable for monitoring the Group's business affairs, setting its strategic direction, establishing policies and overseeing the Group's financial position. The CODM assesses the business on a Cash NPAT basis where the Cash NPAT is calculated by adding back the after-tax impact of notable items to Statutory profit/(loss) after tax from continuing operations.

The CEO has identified the following reportable segments of its business:

- **Australia and New Zealand Pay (A&NZ Pay):** credit cards, including cards that offer interest free payment plans.
- **Australia and New Zealand Money (A&NZ Money):** personal loans and motor loans.
- **Other:** other business activities and corporate costs.

Transactions between segments are carried out at arm's length and are eliminated on consolidation when they arise within the Group.

No single customer contributes revenue greater than 10% of the Group's revenue.

	External Revenue from continuing operations		Non-current assets[1]	
	30 June 2026	30 June 2025	30 June 2026	31 December 2025
	$'m	$'m	$'m	$'m
Geographical information				
Australia	508.2	481.6	3,431.8	3,437.5
New Zealand	112.9	118.4	713.4	710.1
Total	**621.1**	**600.0**	**4,145.2**	**4,147.6**

[1] *Non-current assets exclude financial instruments and deferred tax assets.*

Notes to the Consolidated Interim Financial Statements

2.1 Segment information (continued)

(b) Operating segment overview

Half-year ended 30 June 2026	A&NZ Pay $'m	A&NZ Money $'m	Other $'m	Total $'m
External revenue				
Interest income	327.0	284.2	0.2	611.4
Interest expense	(93.9)	(87.5)	(1.9)	(183.3)
Net interest income	**233.1**	**196.7**	**(1.7)**	**428.1**
Other operating income	8.1	2.9	(1.3)	9.7
Total operating income	**241.2**	**199.6**	**(3.0)**	**437.8**
Net charge offs	(74.2)	(77.8)	—	(152.0)
Risk adjusted income	**167.0**	**121.8**	**(3.0)**	**285.8**
Cash operating expenses	(111.2)	(69.6)	—	(180.8)
Cash PBT	**55.8**	**52.2**	**(3.0)**	**105.0**
Movement in provision	(3.8)	(11.2)	—	(15.0)
Depreciation & amortisation (excluding leases)	(6.9)	(0.8)	—	(7.7)
Profit/(loss) before tax & notable items	**45.1**	**40.2**	**(3.0)**	**82.3**
Income tax expense	—	—	(18.0)	(18.0)
Cash NPAT	**45.1**	**40.2**	**(21.0)**	**64.3**
Notable items				
Remediation costs			(6.1)	(6.1)
Restructuring costs			(3.9)	(3.9)
Asset impairment			(0.7)	(0.7)
Tax effect of adjustments			0.8	0.8
Statutory profit/(loss) after tax from continuing operations	**45.1**	**40.2**	**(30.9)**	**54.4**
Discontinued operations				—
Statutory profit after tax				**54.4**
30 June 2026				
Segment balance sheet information				
Total assets reported by the Consolidated Group	3,934.9	3,637.5	632.5	8,204.9
Total liabilities reported by the Consolidated Group	(3,285.2)	(2,682.6)	(957.1)	(6,924.9)

Notes to the Consolidated Interim Financial Statements

2.1 Segment information (continued)

Half-year ended 30 June 2025	A&NZ Pay $'m	A&NZ Money $'m	Other $'m	Total $'m
External revenue				
Net interest income	229.6	168.4	(1.9)	396.1
Other operating income	9.8	2.5	(0.7)	11.6
Total operating income	**239.4**	**170.9**	**(2.6)**	**407.7**
Net charge offs	(67.6)	(62.5)	—	(130.1)
Risk adjusted income	**171.8**	**108.4**	**(2.6)**	**277.6**
Cash operating expenses	(113.3)	(70.8)	—	(184.1)
Cash PBT	**58.5**	**37.6**	**(2.6)**	**93.5**
Movement in provision	(0.2)	(11.9)	—	(12.1)
Depreciation & amortisation (excluding leases)	(15.9)	(1.8)	—	(17.7)
Profit/(loss) before tax & notable items	**42.4**	**23.9**	**(2.6)**	**63.7**
Income tax expense	—	—	(17.5)	(17.5)
Cash NPAT	**42.4**	**23.9**	**(20.1)**	**46.2**
Notable items				
Remediation costs			(4.4)	(4.4)
Restructuring costs			(2.5)	(2.5)
Asset impairment			(2.0)	(2.0)
Decommissioned facilities			(0.4)	(0.4)
Tax effect of adjustments			2.8	2.8
Statutory profit/(loss) after tax from continuing operations	**42.4**	**23.9**	**(26.6)**	**39.7**
Discontinued operations				(0.5)
Statutory profit after tax				**39.2**
31 December 2025				
Segment balance sheet information				
Total assets reported by the Consolidated Group	3,947.4	3,480.1	707.8	8,135.3
Total liabilities reported by the Consolidated Group	(3,104.9)	(2,587.8)	(1,224.9)	(6,917.6)

Notes to the Consolidated Interim Financial Statements

2.2 Revenue and expenses

(a) Net interest income

	30 June 2026 $'m	30 June 2025 $'m
Interest income	**605.6**	582.0
Bank interest income	**5.8**	6.4
Total interest income calculated using the effective interest method	**611.4**	588.4
Finance costs on borrowings	**(183.1)**	(191.9)
Lease interest expense	**(0.2)**	(0.4)
Total interest expense	**(183.3)**	(192.3)
Net interest income	**428.1**	396.1

(b) Other operating income

	30 June 2026 $'m	30 June 2025 $'m
Interchange and operating fees	**10.4**	12.7
Other	**(0.7)**	(1.1)
Total other operating income	**9.7**	11.6

(c) Reconciliation of profit/(loss) after income tax to net cash inflow/(outflow) from operating activities

	30 June 2026 $'m	30 June 2025 $'m
Net profit after income tax	**54.4**	39.2
(Increase) in interest receivable	**(11.3)**	(8.8)
(Increase)/decrease in interest payable	**(1.2)**	2.9
Depreciation and amortisation	**8.5**	19.7
Non-cash charge offs	**208.0**	179.4
Other expenses including income tax	**3.7**	8.8
(Increase) in loans and other receivables	**(313.4)**	(335.6)
Net (decrease) in trade and other liabilities	**(21.2)**	(22.2)
Net cash (used in) operating activities	**(72.5)**	(116.6)

Notes to the Consolidated Interim Financial Statements

2.3 Income tax expense and deferred tax

(a) Income tax expense

	30 June 2026 $'m	30 June 2025 $'m
Current tax on profits for the year	**23.2**	13.2
Prior year tax credits[1]	**(6.5)**	(1.3)
Current tax expense	**16.7**	11.9
Origination and reversal of temporary differences	**0.5**	2.8
Deferred tax benefit	**0.5**	2.8
Income tax expense	**17.2**	14.7
Income tax expense is attributable to:		
Profit from continuing operations	**17.2**	14.7
(Loss) from discontinued operations	**—**	—
Income tax expense	**17.2**	14.7

(b) Numerical reconciliation of income tax expense/(benefit) to prima facie tax payable

	30 June 2026 $'m	30 June 2025 $'m
Profit/(loss) from continuing operations before income tax expense	**71.6**	54.4
Loss from discontinued operations before income tax expense	**—**	(0.5)
	71.6	53.9
Tax at the Australian tax rate of 30% (2025: 30%)	**21.5**	16.2
Tax effect of amounts which are not deductible (taxable) in calculating taxable income:		
Permanent differences	**2.6**	(0.2)
Effect of differences in tax rates in foreign jurisdictions	**(0.4)**	—
Prior year tax credits[1]	**(6.5)**	(1.3)
Income tax expense	**17.2**	14.7

[1] *Includes tax benefits recognised on tax losses acquired in a prior year business combination following assessment of their recoverability.*

Notes to the Consolidated Interim Financial Statements

2.4 Dividends and distributions

(a) Dividends

The following dividends were declared and paid by the Company during the current and comparative half-year.

Half-year ended 30 June 2026	Cents per share	Total $'m	Date of payment	Franked amount per share
Interim 2026 Dividend	**5.50**	**57.2**	**22 October 2026**	**Fully franked**
Final 2025 Dividend	5.00	52.0	21 April 2026	Fully franked

Half-year ended 30 June 2025	Cents per share	Total $'m	Date of payment	Franked amount per share
Interim 2025 Dividend	**4.00**	41.6	23 October 2025	Unfranked
Final 2024 Dividend	**3.00**	31.2	23 April 2025	Unfranked

Dividend reinvestment plan

The Dividend Reinvestment Plan (DRP) remains suspended until further notice.

(b) Distributions

Distributions paid on other equity instruments relate to capital notes issued as described in note 4.1(a). The following distributions were paid during the current and comparative half-year.

	30 June 2026 $'m	30 June 2025 $'m
Distributions paid on capital notes[1]	**4.1**	6.7

[1] Distributions payable is within trade and other payables Note 3.1(d)

Notes to the Consolidated Interim Financial Statements

2.5 Earnings/(loss) per ordinary share

(a) Earnings/(loss) per share

The earnings and weighted average number of ordinary shares used in the calculation of basic and diluted earnings per share are as follows:

	Basic		Diluted	
	30 June 2026	**30 June 2025**	**30 June 2026**	**30 June 2025**
Earnings ($'m)				
Profit/(loss) for the period attributable to owners of the Company	**54.4**	39.2	**54.4**	39.2
Net loss from discontinued operations attributable to owners of the Company	**—**	(0.5)	**—**	(0.5)
Earnings from continuing operations attributable to owners of the Company	**54.4**	39.7	**54.4**	39.7
Weighted average number of ordinary shares (millions)				
Weighted average number of ordinary shares	**1,039.7**	1,039.7	**1,039.7**	1,039.7
Potential dilutive weighted average number of ordinary shares:				
Conversion of capital notes	**—**	—	**235.3**	134.5
Total weighted average number of ordinary shares	**1,039.7**	1,039.7	**1,275.0**	1,174.2
Earnings per share (cents) attributable to owners of the Company				
Earnings/(loss) per share (cents)	**5.2**	3.8	**4.3**	3.3
Earnings/(loss) per share (cents) from continuing operations	**5.2**	3.8	**4.3**	3.4

Notes to the Consolidated Interim Financial Statements

Section 3 | Financial Instruments and Risk Management

3.1 Financial assets and liabilities

(a) Financial assets and financial liabilities

Financial assets	Notes	Assets designated FVOCI $'m	Assets designated FVTPL $'m	Assets at amortised cost $'m	Total $'m
30 June 2026					
Cash and cash equivalents	3.1(b)	**—**	**—**	**308.3**	**308.3**
Derivative financial instruments		**—**	**15.5**	**—**	**15.5**
Loans and other receivables	3.1(c)	**—**	**—**	**6,916.5**	**6,916.5**
Other financial assets		**1.6**	**—**	**12.6**	**14.2**
Total financial assets		**1.6**	**15.5**	**7,237.4**	**7,254.5**
31 December 2025					
Cash and cash equivalents	3.1(b)	—	—	300.7	300.7
Derivative financial instruments		—	10.0	—	10.0
Loans and other receivables	3.1(c)	—	—	6,859.2	6,859.2
Other financial assets		1.6	—	12.6	14.2
Total financial assets		1.6	10.0	7,172.5	7,184.1

Financial liabilities	Notes	Liabilities designated FVTPL $'m	Liabilities at amortised cost $'m	Total $'m
30 June 2026				
Trade and other liabilities	3.1(d)	**—**	**153.9**	**153.9**
Derivative financial instruments		**2.3**	**—**	**2.3**
Borrowings	3.1(e)	**—**	**6,647.5**	**6,647.5**
Total financial liabilities		**2.3**	**6,801.4**	**6,803.7**
31 December 2025				
Trade and other liabilities	3.1(d)	—	161.6	161.6
Derivative financial instruments		6.8	—	6.8
Borrowings	3.1(e)	—	6,618.9	6,618.9
Total financial liabilities		6.8	6,780.5	6,787.3

Notes to the Consolidated Interim Financial Statements

3.1 Financial assets and liabilities (continued)

(b) Cash and cash equivalents

	30 June 2026 $'m	31 December 2025 $'m
Current assets		
Cash and cash equivalents	**308.3**	298.6
Restricted cash[1]	**—**	2.1
Total cash and cash equivalents	**308.3**	300.7

[1] *Being cash deposited as a security*

(c) Loans and other receivables

	30 June 2026 $'m	31 December 2025 $'m
Loans and advances		
Loans and advances	**7,265.6**	7,211.5
Unearned income	**(28.7)**	(40.1)
Provision for impairment losses	**(333.3)**	(321.0)
Total loans and advances	**6,903.6**	6,850.4
Other receivables		
Trade receivables	**6.7**	4.5
Other receivables	**6.2**	4.3
Total other receivables	**12.9**	8.8
Total loans and other receivables	**6,916.5**	6,859.2
Current	**3,496.8**	3,451.3
Non-current	**3,419.7**	3,407.9
Total loans and other receivables	**6,916.5**	6,859.2

As the majority of the Group’s customer loans are variable rate products, their fair values are deemed not to be significantly different to their carrying amounts. Other receivables are generally of a short-term nature whose fair value approximates their carrying amounts.

Information about the impairment of loans and other receivables, their credit quality and the Group’s exposure to credit risk can be found in section 3.2.

Notes to the Consolidated Interim Financial Statements

3.1 Financial assets and liabilities (continued)

(d) Trade and other liabilities

	30 June 2026 $'m	31 December 2025 $'m
Current		
Trade and other payables	**50.9**	60.7
Accrued expenses	**49.9**	47.8
Customer credit balances	**44.4**	44.3
Lease liability	**2.0**	1.7
Capital note distributions	**2.2**	1.5
Current trade and other liabilities	**149.4**	156.0
Non-Current		
Lease liability	**4.5**	5.6
Non-current trade and other liabilities	**4.5**	5.6
Total trade and other liabilities	**153.9**	161.6

The carrying amounts of trade and other liabilities approximates fair value. When measuring lease liabilities, the Group discounts lease payments using its incremental borrowing rate. The weighted-average discount rate applied is 5.64% as at 30 June 2026 (31 December 2025: 5.66%).

(e) Borrowings

	30 June 2026 $'m	31 December 2025 $'m
Current		
Secured securitisation liabilities	**966.5**	1,364.6
Unsecured facility agreements	**29.5**	30.5
Current borrowings	**996.0**	1,395.1
Non-current		
Secured securitisation liabilities	**5,651.5**	5,223.8
Non-current borrowings	**5,651.5**	5,223.8
Total borrowings	**6,647.5**	6,618.9

Significant changes in funding during the half-year ended 30 June 2026 include:

Securitisation liabilities

- In March 2026, The Australian Auto Loans Trust was refinanced for $712.5 million with a scheduled amortisation date of 19 March 2029.
- In March 2026, the Australian Credit Card Master Trust Series 2023-1 was redeemed on the expected redemption date of 23 March 2026. All note holders were repaid in full, with the remaining balance of loans sold to the Australian credit card warehouses.
- In April 2026, the Australian Credit Card Master Trust Series 2026-1 was issued for $500 million with an expected redemption date of 24 September 2029.
- In June 2026, The Australian Personal Loans Trust No. 2 was refinanced for $346.9 million with a scheduled amortisation date of 17 June 2029.
- In June 2026, The New Zealand Sales Finance and Credit Card Trust was refinanced for NZD $813.9 million with a scheduled amortisation date of 22 June 2029.

Notes to the Consolidated Interim Financial Statements

3.1 Financial assets and liabilities (continued)

Facility agreements

- In March 2026, the USD $20 million unsecured single draw bullet term credit facility #1 with SBI Shinsei Bank was extended to mature in March 2027.

As at 30 June 2026, AUD $2.5 million of Facility A & C was utilised to support bank guarantees. AUD $75.0 million of Facility A & C remained undrawn. USD $39.9 million of Facility B was utilised to support existing letters of credit provided as collateral for access to Schemes. USD $1.1 million of Facility B remained undrawn.

Transaction costs incurred to establish funding

Borrowings are shown net of capitalised transaction costs incurred to establish the funding programme. Unamortised transaction costs of $5.8 million are set off against borrowings at 30 June 2026 (31 December 2025: $6.1 million). During the half-year $1.6 million (half-year to 30 June 2025: $1.6 million) of borrowing costs were capitalised.

Covenants

Under the terms of the major borrowing facilities, the Group is required to comply with financial covenants. The Group has complied with the financial covenants during the half-year ended 30 June 2026 and in the comparative reporting period. There are no indications that the Group may have difficulties complying with the debt covenants within 12 months of the reporting date.

Fair value

For the Group's borrowings, the fair values are not materially different to their carrying amounts, since the interest payable on those borrowings is either close to current market rates or the borrowings are of a short-term nature.

(f) Recognised fair value measurements

The Group uses valuation techniques and hierarchy levels to determine the value of its financial instruments measured at fair value. Three classification levels are used. There were no transfers between levels for recurring fair value measurements during the half-year.

Level 1: This includes instruments for which the valuation is based on quoted market prices.

Level 2: This includes instruments that do not have quoted market prices, where observable market data is used to determine fair value.

Forward foreign exchange contracts are valued using forward pricing valuation techniques. The fair value is determined using quoted forward foreign exchange rates at the reporting date and present value calculations based on high credit quality yield curves in the respective currencies.

Interest rate swaps are valued using swap models. The fair value is calculated as the present value of the estimated future cash flows. Estimates of future floating-rate cash flows are based on quoted swap rates, future prices and interbank borrowing rates. Estimated cash flows are discounted using a yield curve constructed from similar sources and which reflects the relevant benchmark interbank rate used by market participants for this purpose when pricing interest rate swaps. The fair value estimate is subject to a credit risk adjustment that reflects the credit risk of the Group and of the counterparty; this is calculated based on credit spreads derived from current credit default swap or bond prices.

Level 3: This category level has no observable market data inputs.

The Group holds two unquoted equity investments with no active market within Level 3, of which one has previously been recognised at nil value and remains as such at the reporting date. The fair value inputs are based on entity-specific financial statement information, discounted for their non-marketable nature and any other considerations such as the proximity of the transaction to the reporting date.

Notes to the Consolidated Interim Financial Statements

3.1 Financial assets and liabilities (continued)

(g) Recurring fair values

30 June 2026	Level 1 $'m	Level 2 $'m	Level 3 $'m	Total $'m
Financial assets				
Derivative financial assets				
Derivatives used for hedging - interest rate swaps	**—**	**15.0**	**—**	**15.0**
Derivatives - other	**—**	**0.5**	**—**	**0.5**
Other financial assets	**—**	**—**	**1.6**	**1.6**
Total financial assets	**—**	**15.5**	**1.6**	**17.1**
Financial liabilities				
Derivative financial liabilities				
Derivatives used for hedging - interest rate swaps	**—**	**2.0**	**—**	**2.0**
Derivatives - foreign exchange contracts	**—**	**0.3**	**—**	**0.3**
Total financial liabilities	**—**	**2.3**	**—**	**2.3**

31 December 2025	Level 1 $'m	Level 2 $'m	Level 3 $'m	Total $'m
Financial assets				
Derivative financial assets				
Derivatives used for hedging - interest rate swaps	—	10.0	—	10.0
Other financial assets	—	—	1.6	1.6
Total financial assets	—	10.0	1.6	11.6
Financial liabilities				
Derivative financial liabilities				
Derivatives used for hedging - interest rate swaps	—	4.2	—	4.2
Derivatives - foreign exchange contracts	—	2.6	—	2.6
Total financial liabilities	—	6.8	—	6.8

The table shows the fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

Financial assets using significant unobservable inputs (Level 3), have no impact on profit or loss or other comprehensive income for the half-year.

(h) Level 3 fair values

Reconciliation from the opening balances to the closing balances for Level 3 fair values:

	30 June 2026 $'m	31 December 2025 $'m
Other financial assets:		
Opening balance as at 1 January	**1.6**	1.6
Acquisitions/disposals	**—**	—
Closing balance	**1.6**	1.6

Notes to the Consolidated Interim Financial Statements

3.2 Financial risk management

Credit risk

Exposure

(a) Total undrawn exposure of loans and advances to credit risk by credit risk rating grades

	Stage 1 $'m	Stage 2 $'m	Stage 3 $'m	Total $'m
Very low risk	**4,528.8**	**1.8**	**—**	**4,530.6**
Low risk	**424.6**	**0.2**	**—**	**424.8**
Medium risk	**223.2**	**0.1**	**—**	**223.3**
Moderate risk	**36.8**	**5.1**	**—**	**41.9**
High risk	**20.3**	**3.2**	**—**	**23.5**
At 30 June 2026	**5,233.7**	**10.4**	**—**	**5,244.1**

	Stage 1 $'m	Stage 2 $'m	Stage 3 $'m	Total $'m
Very low risk	4,933.7	2.0	—	4,935.7
Low risk	468.0	0.3	—	468.3
Medium risk	229.9	0.1	—	230.0
Moderate risk	34.0	9.7	—	43.7
High risk	7.3	6.2	—	13.5
At 31 December 2025	5,672.9	18.3	—	5,691.2

Credit risk rating

(b) Loans and advances by credit risk rating grades

	Stage 1 $'m	Stage 2 $'m	Stage 3 $'m	Total $'m
Very low risk	**2,625.1**	**45.6**	**—**	**2,670.7**
Low risk	**1,501.1**	**42.6**	**—**	**1,543.7**
Medium risk	**1,562.6**	**82.6**	**—**	**1,645.2**
Moderate risk	**541.2**	**111.2**	**—**	**652.4**
High risk	**198.0**	**333.4**	**222.2**	**753.6**
At 30 June 2026	**6,428.0**	**615.4**	**222.2**	**7,265.6**

	Stage 1 $'m	Stage 2 $'m	Stage 3 $'m	Total $'m
Very low risk	2,647.2	38.3	—	2,685.5
Low risk	1,533.7	36.7	—	1,570.4
Medium risk	1,558.0	68.6	—	1,626.6
Moderate risk	502.1	92.1	—	594.2
High risk	221.0	329.0	184.8	734.8
At 31 December 2025	6,462.0	564.7	184.8	7,211.5

The credit risk grade scale is used to summarise the risk distribution of the portfolio, based on the probability of an account going to default as determined by behavioural scorecards.

Notes to the Consolidated Interim Financial Statements

3.2 Financial risk management (continued)

Credit quality

(c) Loans and advances aging

Gross loans and advances	30 June 2026 $'m	31 December 2025 $'m
Current	**6,330.6**	6,278.9
Past due 1-29 days	**605.6**	629.5
Past due 30-89 days	**202.8**	187.6
Past due > 90 days	**126.6**	115.5
Total	**7,265.6**	**7,211.5**

Provision for impairment losses

(d) Movements in the provision for impairment of loans and advances

Movements in the provision for impairment of loans and advances that are assessed for impairment collectively below include transition between stages of loans considered modified.

	Stage 1		Stage 2		Stage 3		Total	
	Loans & Advances $'m	Provisions $'m	Loans & Advances $'m	Provisions $'m	Loans & Advances $'m	Provisions $'m	Loans & Advances $'m	Provisions $'m
At 1 January 2026	**6,462.0**	**(91.4)**	**564.7**	**(140.7)**	**184.8**	**(88.9)**	**7,211.5**	**(321.0)**
Transfers between stages:								
Transfers to Stage 1	**163.9**	**(37.4)**	**(152.4)**	**32.6**	**(11.5)**	**4.8**	**—**	**—**
Transfers to Stage 2	**(302.9)**	**3.6**	**314.6**	**(8.5)**	**(11.7)**	**4.9**	**—**	**—**
Transfers to Stage 3	**(73.0)**	**0.9**	**(75.1)**	**16.0**	**148.1**	**(16.9)**	**—**	**—**
Net of receivables movements and charge-offs	**235.8**	**5.2**	**(31.5)**	**7.8**	**(86.0)**	**34.3**	**118.3**	**47.3**
Net remeasurement of loss allowance	**—**	**36.4**	**—**	**(53.2)**	**—**	**(45.4)**	**—**	**(62.2)**
Foreign exchange movements	**(57.8)**	**0.7**	**(4.9)**	**1.2**	**(1.5)**	**0.7**	**(64.2)**	**2.6**
At 30 June 2026	**6,428.0**	**(82.0)**	**615.4**	**(144.8)**	**222.2**	**(106.5)**	**7,265.6**	**(333.3)**
At 1 January 2025	6,050.2	(89.6)	552.6	(135.6)	144.9	(64.2)	6,747.7	(289.4)
Transfers between stages:								
Transfers to Stage 1	169.1	(35.4)	(159.4)	31.4	(9.7)	4.0	—	—
Transfers to Stage 2	(280.1)	3.5	291.0	(7.8)	(10.9)	4.3	—	—
Transfers to Stage 3	(52.7)	0.7	(55.7)	11.1	108.4	(11.8)	—	—
Net of receivables movements and charge-offs	286.4	2.8	(41.3)	15.7	(65.2)	23.6	179.9	42.1
Net remeasurement of loss allowance	—	38.3	—	(51.2)	—	(41.3)	—	(54.2)
Foreign exchange movements	30.8	(0.4)	2.7	(0.7)	0.7	(0.3)	34.2	(1.4)
At 30 June 2025	6,203.7	(80.1)	589.9	(137.1)	168.2	(85.7)	6,961.8	(302.9)

The Group's total provision for impairment losses increased $12.3 million between 31 December 2025 and 30 June 2026 ($321.0 million to $333.3 million) and the coverage ratio increased by 14bps (4.45% at 31 December 2025 to 4.59% at 30 June 2026). The application of model risk overlays is used to offset a number of inherent model risks.

Notes to the Consolidated Interim Financial Statements

3.2 Financial risk management (continued)

A consistent approach has been applied to the following model risk overlays held by the Group for the 30 June 2026 reporting period compared to 31 December 2025:

- A model imprecision overlay, calculated as 10% of the core model coverage rate and applied evenly across all products $29.8 million (31 December 2025: $28.1 million); and
- A seasonality overlay to adjust for ordinary movements in the stage distribution of receivables due to seasonal delinquency trends exhibited by the underlying portfolios -$3.7 million (31 December 2025: $0.7 million); and
- An economic overlay to cater for forward looking impacts and uncertainty that are not easily modelled, leveraging sensitivity on staging taking into consideration the potential impacts to hardship and delinquency from the changing economic outlook $9.5 million (31 December 2025: $8.5 million).

The Group applied the below scenario weightings during the half-year ended 30 June 2026:

Scenario	Weighting 2026		Weighting 2025	
	Australia	New Zealand	Australia	New Zealand
Scenario One – Upside A 100% weighting to this scenario would result in a decrease to the total ECL provision at the reporting date of $37.0 million	10%	10%	10%	10%
Scenario Two – Baseline A 100% weighting to this scenario would result in a decrease to the total ECL provision at the reporting date of $9.9 million	65%	60%	65%	60%
Scenario Three – Downside A 100% weighting to this scenario would result in an increase to the total ECL provision at the reporting date of $40.5 million	25%	30%	25%	30%

Latitudes Economic Panel recommended maintaining the economic scenario weightings for both Australia - 10% upside scenario, 65% baseline scenario, and 25% downside scenario; and New Zealand - 10% upside scenario, 60% baseline scenario, and 30% downside scenario.

The Group considers inflation, GDP, unemployment rate and housing prices in the determination of the scenarios noted above.

Impairment losses

(e) Losses recognised in relation to loans and advances

During the half-year, the following losses were recognised:

	30 June 2026 $'m	30 June 2025 $'m
Recognised in profit or loss		
Movement in provision on loans and advances	**(15.0)**	(12.1)
Net impairment loss on loans and advances	**(152.0)**	(130.1)
Losses recognised in relation to loans and advances	**(167.0)**	(142.2)

Notes to the Consolidated Interim Financial Statements

Section 4 | Capital Management

4.1 Capital Management

(a) Contributed equity

	30 June 2026 $'m	31 December 2025 $'m
Ordinary share capital	**2,075.6**	2,075.6
Capital notes	**203.8**	135.9
Total contributed equity	**2,279.4**	2,211.5

Ordinary share capital

For the half-year ended 30 June 2026	Number of shares	$'m
Balance as at 1 January 2026	**1,039,732,901**	**2,075.6**
Issue of shares - dividend reinvestment plan	—	—
Balance as at 30 June 2026	**1,039,732,901**	**2,075.6**

Capital notes

For the half-year ended 30 June 2026	Number of securities	$'m
Balance as at 1 January 2026	**1,389,382**	**135.9**
Capital notes redemption	**(640,084)**	**(64.0)**
Capital notes issuance	**1,346,455**	**134.6**
Capital note transaction costs	—	**(2.7)**
Balance as at 30 June 2026	**2,095,753**	**203.8**

On 21 February 2025, the Group announced the launch of an on-market buy-back program of up to $10 million of its $150 million capital notes for a period of 12 months. The program subsequently increased to $20 million and extended to 26 October 2026. No buyback activity was conducted in the half year ended 30 June 2026.

Section 5 | Other Assets and Liabilities

5.1 Other Assets and Liabilities

(a) Intangible assets

	Goodwill $'m	Customer contracts $'m	Software $'m	Total $'m
Balance at 1 January 2026	698.3	16.9	16.6	731.8
Additions	—	0.9	—	0.9
Amortisation charge	—	(1.4)	(6.9)	(8.3)
Impairment loss	—	—	(0.5)	(0.5)
Foreign exchange movements	(4.9)	(0.1)	(0.1)	(5.1)
Balance at 30 June 2026	**693.4**	**16.3**	**9.1**	**718.8**
Cost	693.4	20.5	37.9	751.8
Accumulated amortisation	—	(4.2)	(28.8)	(33.0)
Net book amount at 30 June 2026	**693.4**	**16.3**	**9.1**	**718.8**

Notes to the Consolidated Interim Financial Statements

5.1 Other Assets and Liabilities (continued)

(b) Provisions

	30 June 2026 $'m	31 December 2025 $'m
Current		
Leave obligations	**14.3**	13.2
Other employee benefit obligations	**10.7**	14.6
Current employee benefit obligations	**25.0**	27.8
Remediation and other provisions	**59.3**	59.6
Total current provisions	**84.3**	87.4
Non-current		
Leave obligations	**0.9**	0.9
Other employee benefit obligations	**4.9**	1.9
Non-current employee benefit obligations	**5.8**	2.8
Remediation and other provisions	**2.7**	2.2
Total non-current provisions	**8.5**	5.0
Total Provisions	**92.8**	92.4

Leave obligations and other employee benefits

Leave obligations represent the Group's liability for long service leave and annual leave. The current portion of this liability includes all of the accrued annual leave, the unconditional entitlements to long service leave where employees have completed the required period of service and also those where employees are entitled to pro-rata payments in certain circumstances. Other employee benefit obligations cover the Group's liability for other employee benefit obligations such as bonus payments and cash-settled long-term incentives offered to eligible employees.

	Remediation $'m	Other $'m	Total $'m
Balance at 1 January 2026	55.3	6.5	**61.8**
Additional provision	8.0	1.5	**9.5**
Amounts utilised or reversed during the half-year	(8.3)	(1.0)	**(9.3)**
Balance at 30 June 2026	**55.0**	**7.0**	**62.0**
Balance comprised of:			
Current	55.0	4.3	**59.3**
Non-current	—	2.7	**2.7**
Total provisions	**55.0**	**7.0**	**62.0**

Remediation

Remediation includes customer remediation for expected refunds to customers, related customer claims, remediation project costs, cyber-incident remediation costs for customer identification document replacement, costs to respond to the regulatory investigations, regulatory enforcement costs (refer to section 6.3 for further details), regulatory remediation provisions and other remediation project costs.

Other

Other provisions include various other provisions including make-good provisions associated with leased premises, fraud losses and buy-back provisions.

Notes to the Consolidated Interim Financial Statements

Section 6 | Other Disclosures

6.1 Share-based payments

(a) Description of share-based payment arrangements

There have been no new share-based payment grants or modifications to existing arrangements during the half-year. The Group's long-term incentive plan continues to be accounted for as a cash-settled arrangement, consistent with the change implemented in 2025. Performance Rights granted in 2024 remain equity-settled under their original terms and conditions.

There have been no material changes to the valuation, assumptions or accounting treatment of share-based payments since 31 December 2025.

6.2 Related party transactions

(a) Ultimate parent entity

Latitude Group Holdings Limited is the ultimate parent entity of the Group.

(b) Key Management Personnel

The terms of arrangement for related parties are consistent with those disclosed in 31 December 2025 financial report.

(c) Other transactions and outstanding balances

Loan payable to related party relates to an unsecured single draw bullet term credit facility agreement with SBI Shinsei Bank, for USD $20.0 million (AUD $29.0 million) which was extended in March 2026 to mature in March 2027.

	30 June 2026 $'thousands	30 June 2025 $'thousands
Other transactions paid		
Ordinary share dividends paid	**51,987**	31,166
Capital note distribution paid	**4,099**	6,722
Interest paid to related party	**950**	1,832

	30 June 2026 $'thousands	31 December 2025 $'thousands
Outstanding balances		
Loan payable to related party	**29,028**	29,944
Interest payable to related party	**460**	519
Capital note distribution payable	**2,246**	1,469

6.3 Contingent liabilities and contingent assets

The Group is subject to a number of obligations which, if not discharged or considered not to be discharged, may give rise to potential claims or other costs. Where some loss from an actual or alleged non-performance of an obligation is more likely than not and can be reliably estimated, provisions have been made.

Regulatory and customer exposures arising from business operations

The Group has received regulatory notices and requests for information across various areas of its operations and continues to work with regulators to respond to these inquiries.

There is a risk that any customer complaint, claim or regulatory inquiry may lead to penalty or other costs following any settlement or determination by a regulator or by a Court in any legal proceedings. The outcomes and total costs associated with such matters remain uncertain.

Specific contingent liabilities that may impact the Group are set out below.

Class Action

In February 2026, Latitude Finance Australia, a subsidiary of Latitude Group Holdings Limited, was served with a class action in the Supreme Court of Queensland. The class action relates to the historical advertisements of Interest Free Plans on Latitude GO Mastercard. The outcome of the Class Action and any potential financial impacts are unknown, including the extent to which any amounts might be covered by the Group's insurance policies. The Group intends to vigorously defend the matter.

Taxation matters

The Group was subject to a Tax Audit by the Australian Taxation Office regarding the transfer pricing of the transaction fees charged to the Group when it was acquired in 2015.

In March 2026 the ATO issued the Group with a Statement of Audit Position (SOAP) and amended Notices of Assessments (NOA) for 2016 through to 2021. Subsequently the Group entered into a 50/50 payment arrangement ($7.55 million) with the ATO to specifically mitigate recovery actions from the ATO and suspend further interest accruing. The amount will be refundable if the Group is ultimately successful with the dispute.

In May 2026 the Group formally objected to the amended assessments for all years.

The Group has received independent legal advice in respect of its position. The Group believes its tax treatment of the transaction fees is in accordance with the law. The Group lodged its tax returns for the periods in question on that basis and believes that it will be successful in its position.

The Group intends to pursue all available objection and review processes in accordance with applicable law, including court proceedings if required, should its objections to the ATO be unsuccessful.

Regulatory and customer exposures arising from the Cyber incident

In March 2023, the Group was subject to a Cyber incident via a supply chain attack, which resulted in a data breach of customers' personal information.

In May 2023, the Office of the Australian Information Commissioner (OAIC) and the New Zealand Office of the Privacy Commissioner (OPC) commenced investigations into the personal information handling practices of the Group. The investigations to date have focused on whether the Group took reasonable steps to protect customers' personal information and whether the Group took reasonable steps to destroy or de-identify personal information that was no longer required.

Whilst the Group does not believe that there is any evidence of customers having suffered financial loss arising from the Cyber incident, it has provided a range of support services to customers including reimbursing customers who replaced their identification documents.

The investigations and determinations may result in potential litigation, customer compensation or other regulatory enforcement action.

The Group continues to fully cooperate with the respective regulators and ombudsman in relation to the Cyber incident.

Notes to the Consolidated Interim Financial Statements

6.3 Contingent liabilities and contingent assets (continued)

At 30 June 2026, the Group maintains a provision that relates to anticipated remediation costs for customers for identification document replacement, costs to respond to the investigations and regulatory and enforcement action costs. This provision does not include the potential for:

- **Representative complaints and class actions:** Latitude is aware that two representative complaints were filed with the OAIC. At the current time, no class action has been filed. Given the status of the aforementioned matters, and the Group's belief that there is no evidence of customers having suffered financial loss arising from the Cyber incident, no provision has been recognised.
- **Insurance Proceeds:** The Group maintains insurance policies to cover risks, including Cyber-security risks. The Group is cooperating with the respective insurers, across our policies, as they assess the potential claims. Interim recovery payments have been received, however the respective claims assessment processes are continuing. At this point further recoveries are not considered virtually certain, therefore further insurance recoveries have not been recognised.

6.4 Events occurring after the reporting date

On 28 July 2026 the Group received a $20 million penalty decision from the Federal Court of Australia (proceeding NSD 843 of 2022) in relation to misleading advertising of Latitude GO Mastercard between 1 January 2020 and 11 August 2021. As the penalty decision provided additional evidence regarding conditions that existed at 30 June 2026, the matter has been treated as an adjusting event in accordance with AASB 110. The incremental impact of the penalty has been reflected in the measurement of the relevant liabilities and related disclosures included within these financial statements.

There has been no additional open item, transaction or event of a material nature likely, in the opinion of the Directors of the Group, to affect significantly the operations of the Group, the results of those operations or the state of affairs of the Group, in future financial years.

Independent Auditor's Review Report

To the shareholders of Latitude Group Holdings Limited

Report on the Interim Financial Report

Conclusion

We have reviewed the accompanying ***Interim Financial Report*** of Latitude Group Holdings Limited.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the Interim Financial Report of Latitude Group Holdings Limited does not comply with the *Corporations Act 2001*, including:

- giving a true and fair view of the ***Group's*** financial position as at 30 June 2026 and of its performance for the ***Interim Period*** ended on that date; and
- complying with *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*.

The ***Interim Financial Report*** comprises:

- Consolidated statement of financial position as at 30 June 2026
- Consolidated Income Statement, Consolidated Statement of Comprehensive Income, Consolidated Statement of Changes in Equity and Consolidated Statement of Cash Flows for the Interim Period ended on that date
- Notes 1 to 6 comprising material accounting policies and other explanatory information
- The Directors' Declaration.

The ***Group*** comprises Latitude Group Holdings Limited (the Company) and the entities it controlled at the Interim Period's end or from time to time during the Interim Period.

The ***Interim Period*** is the 6 months ended on 30 June 2026.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by ethe Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report.

We are independent of the Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the *Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with these requirements.

Responsibilities of the Directors for the Interim Financial Report

The Directors of the Group are responsible for:

- the preparation of the Interim Financial Report that gives a true and fair view in accordance with *Australian Accounting Standards* and the *Corporations Act 2001*
- such internal control as the Directors determine is necessary to enable the preparation of the Interim Financial Report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Review of the Interim Financial Report

Our responsibility is to express a conclusion on the Interim Financial Report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the Interim Financial Report does not comply with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 30 June 2026 and its performance for the Interim Period ended on that date and complying with *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of an Interim Period Financial Report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with *Australian Auditing Standards* and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

KPMG

KPMG

B. Durrani

Beenish Durrani

Partner

Melbourne

21 August 2026