



18 February 2026

ASX Market Announcements Office
ASX Limited
20 Bridge Street
Sydney NSW 2000

2026 HALF YEAR RESULTS APPENDIX 4D AND INTERIM FINANCIAL REPORT

The Lottery Corporation Limited (**The Lottery Corporation**) attaches for immediate release the following documents:

1. Appendix 4D Results for Announcement to the Market; and
2. Interim Financial Report for the half year ended 31 December 2025.

This announcement was authorised for release by the Board of The Lottery Corporation.

For more information

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Appendix 4D

Results for announcement to the market

Half year report for the 6 months ended 31 December 2025

The Lottery Corporation Limited (ABN 21 081 925 706)

Results	\$m	% change increase/ (decrease)
Revenue from ordinary activities	1,815.0	2%
Profit from ordinary activities after tax attributable to members	173.3	(1)%
Net profit for the period attributable to members	173.3	(1)%

Dividend	Record date	Payment date	Amount per share	Franked amount per share
Final dividend	28 August 2025	25 September 2025	8.5 ¢	8.5 ¢
Interim dividend	26 February 2026	26 March 2026	8.0 ¢	8.0 ¢

	December 2025	December 2024
Net tangible asset backing ⁽ⁱ⁾	\$	\$
Net tangible asset backing per ordinary share	(1.14)	(1.17)
Net tangible asset backing per ordinary share including licences	(0.86)	(0.88)

(i) Net tangible assets includes liabilities in relation to leasing and the corresponding right-of-use assets.

Supplementary information

The previous corresponding period is the half year ended 31 December 2024.

For additional Appendix 4D disclosures, and further commentary on these results, refer to the accompanying Interim Financial Report (which includes the Directors' Report) for the half year ended 31 December 2025 and the Media Release lodged with the ASX on 18 February 2026.

This Appendix 4D should be read in conjunction with The Lottery Corporation Limited's Annual Report 2025 which was published on 20 August 2025 and any public announcements made in the period by The Lottery Corporation in accordance with the continuous disclosure requirements of the *Corporations Act 2001* (Cth) and the ASX Listing Rules.

The Lottery Corporation Limited

Interim Financial Report
for the half year ended 31 December 2025



The Lottery Corporation Limited
ABN 21 081 925 706

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Directors' Report



Directors' Report

The Directors of The Lottery Corporation Limited (**The Lottery Corporation**, or the **Company**) present their report for the consolidated entity comprising the Company and its subsidiaries (the **Group**) in respect of the half year ended 31 December 2025 (**1H26**).

1. Directors

The names of the Company's Directors in office at any time during or since the end of the half year are set out below. Directors were in office for the entire period unless otherwise stated.

- Doug McTaggart (Chairman)
- Wayne Pickup (Managing Director and CEO) (from 9 December 2025)⁽ⁱ⁾
- Sue van der Merwe (Managing Director and CEO) (until 27 November 2025)
- Harry Boon
- Anne Brennan
- Stephen Morro
- John O'Sullivan
- Tim Poole (from 6 August 2025)
- Megan Quinn

(i) Mr Pickup was first appointed as Chief Executive Officer and as an Observer to the Board on 27 November 2025.

2. Principal activities

The principal activities of the Group during the half year comprised the operation of a portfolio of lottery and Keno games. There have been no significant changes to the nature of the principal activities of the Group during 1H26.

3. Review and results of operations

1H26 Group Result

The Group's revenue for 1H26 increased 2.0% on the prior corresponding period (pcp) to \$1,815.0m. A summary statement of the Group's results is set out in the table over the page.

The Group's net profit after tax (NPAT) for 1H26 was \$173.3m, a decrease of \$2.4m or 1.4% on the pcp.

EBIT for 1H26 was \$313.0m, a decrease of 1.0% or \$3.2m on the pcp.

Earnings per share (EPS) for 1H26 was 7.8 cents per share, down 0.1 cents per share or 1.3% compared to the pcp.

	1H26	1H25 ⁽ⁱ⁾
Group results for the half year ended 31 December 2025	\$m	\$m
Revenue	1,815.0	1,779.2
Taxes, levies, commissions, fees and consumables	(1,302.0)	(1,267.6)
Operating expenses	(146.0)	(141.9)
EBITDA	367.0	369.7
Depreciation and amortisation	(54.0)	(53.5)
EBIT	313.0	316.2
NPAT	173.3	175.7
EPS - cents per share	7.8	7.9
Interim dividend (fully franked) - cents per share	8.0	8.0

(i) The presentation of Revenue, and Taxes, levies, commissions, fees and consumables for Keno in NSW has been aligned to the change in financial information reported to the Chief Operating Decision Maker. This change has no impact on EBITDA. The effect of this change is to increase Revenue, with a corresponding offset of increases in Taxes, levies, commissions, fees and consumables. The 1H25 comparative information for only the Keno segment (but not the Group result) has been presented on a consistent basis (\$38.1m increase in Revenue) and reconciled in the financial statements in accordance with the accounting standards, refer note A1 Segment information.

Additional information relating to the dividend for 1H26 is set out in section 5 below.

1H26 Results Overview

Resilient underlying performance in the least favourable half for jackpot outcomes since demerger (turnover impact of c.\$400m)
Interim dividend 8.0 cps, in line with pcg, payout ratio of 103%; free cash flow remains strong
Successful Saturday lotto game change - strong price retention of 103%
Digital share of Lotteries turnover up 80bps to 41.2%, despite low jackpot outcomes
Continued strong Keno growth
Balance sheet remains robust, supporting ongoing investment and flexibility for organic opportunities

4. Business results

Lotteries

	1H26	1H25
Lotteries results for the half year ended 31 December 2025	\$m	\$m
Revenue	1,615.7	1,631.1
Taxes, levies, commissions, fees and consumables	(1,182.8)	(1,195.3)
Operating expenses	(124.3)	(121.1)
EBITDA	308.6	314.7
Depreciation and amortisation	(39.3)	(37.6)
EBIT	269.3	277.1

Lotteries revenue was \$1,615.7m, down 0.9% on the pcg, and EBIT was \$269.3m, down 2.8% on the pcg.

The Lotteries division delivered a resilient underlying performance in the least favourable half for jackpots since The Lottery Corporation's demerger from Tabcorp Holdings Limited in 2022.

This impacted volumes from Powerball – our biggest game – and Oz Lotto. The cumulative value of Powerball and Oz Lotto jackpots in the half was \$873m, 14.2% lower than the pcpc – which resulted in a c.\$400m unfavourable impact on turnover (vs. a c.\$200m unfavourable impact in 1H25).

Growth in the base game portfolio largely offset reduced jackpot games volumes, with game changes and active portfolio management having a positive impact.

The new \$6 million Division 1 offer and subscription price increase for Saturday lotto (in May 2025) won immediate acceptance with strong price retention of 103% - surpassing prior changes. A Powerball subscription price increase was implemented in November 2025.

Set for Life will be our next game refresh (expected in September 2026, subject to regulatory approvals) with additional upfront prizes for Divisions 1 and 2, accompanied by a subscription price increase to 70c (from 60c).

Digital share of turnover (vs pcpc) continued to grow despite lower jackpot activity, accounting for 41.2% of Lotteries turnover in 1H26 (40.4% in the pcpc). This helped lift the Variable Contribution/Revenue margin to 26.8% (26.7% in the pcpc).

Operating expenses increased by 2.6%, with continued disciplined cost management keeping growth to below inflation.

Keno

	1H26	1H25 ⁽ⁱ⁾
Keno results for the half year ended 31 December 2025	\$m	\$m
Revenue	199.3	186.2
Taxes, levies, commissions, fees and consumables	(119.2)	(110.4)
Operating expenses	(21.7)	(20.8)
EBITDA	58.4	55.0
Depreciation and amortisation	(14.7)	(15.9)
EBIT	43.7	39.1

(i) The presentation of Revenue, and Taxes, levies, commissions, fees and consumables for Keno in NSW has been aligned to the change in financial information reported to the Chief Operating Decision Maker. This change has no impact on EBITDA. The effect of this change is to increase Revenue, with a corresponding offset of increases in Taxes, levies, commissions, fees and consumables. The 1H25 comparative Keno results has been presented on a consistent basis and reconciled in the financial statements in accordance with the accounting standards, refer note A1 Segment information.

Keno revenue was \$199.3m, up 7.0% on the pcpc and EBIT was \$43.7m, up 11.8% on the pcpc.

Keno continued its recent strong performance with turnover growing above the historical trend.

Retail turnover growth of 7.5% reflected strong visitation to pubs and clubs and effective marketing initiatives to make Keno an attractive option for patrons in licensed venues. The online channel returned to growth following the introduction of mandatory spend limits in FY25, with turnover up 3.5% in the half.

Keno also benefited from a strong Keno Mega Millions jackpot run, which was ultimately won in the new year by a Queenslander who took home an \$8.8 million windfall.

5. Dividend

The Directors have determined to pay an interim dividend of 8.0 cents per share, fully franked, and in line with the pcpc, which represents approximately 103% of 1H26 NPAT.

6. Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 8. This auditor's independence declaration forms part of this Directors' Report.

7. Rounding of amounts

Dollar amounts in the Financial Report and the Directors' Report have been rounded to the nearest hundred thousand unless specifically stated to be otherwise, in accordance with the Australian Securities and Investments Commission Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191.

Signed in accordance with a resolution of the Directors:



Doug McTaggart
Chairman



Wayne Pickup
Managing Director and Chief Executive Officer

18 February 2026



**Shape the future
with confidence**

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Auditor's Independence Declaration to the Directors of The Lottery Corporation Limited

As lead auditor for the review of the half-year financial report of The Lottery Corporation Limited for the half-year ended 31 December 2025, I declare to the best of my knowledge and belief, there have been:

- a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review;
- b) no contraventions of any applicable code of professional conduct in relation to the review; and
- c) no non-audit services provided that contravene any applicable code of professional conduct in relation to the review.

This declaration is in respect of The Lottery Corporation Limited and the entities it controlled during the financial period.

Ernst & Young

Michael Collins
Partner
18 February 2026

Financial Report



Income Statement

For the half year ended 31 December 2025

		December 2025	December 2024
	Note	\$m	\$m
Revenue	A4	1,815.0	1,779.2
Other income		1.9	1.9
Government taxes and levies		(976.0)	(972.6)
Commissions, fees and consumables		(326.0)	(295.0)
Employment costs		(80.1)	(75.8)
Communications and technology costs		(25.6)	(25.8)
Advertising and promotions		(19.4)	(18.7)
Other expenses		(22.8)	(23.5)
Depreciation and amortisation	A4	(54.0)	(53.5)
Profit before income tax and net finance costs		313.0	316.2
Finance income	A4	4.7	5.7
Finance costs	A4	(66.7)	(66.3)
Profit before income tax		251.0	255.6
Income tax expense		(77.7)	(79.9)
Net profit after tax		173.3	175.7
Other comprehensive income			
Items that may be reclassified to profit or loss			
Change in fair value of cash flow hedges taken to equity		53.6	(14.4)
Income tax relating to these items		(14.3)	5.7
Items that will not be reclassified to profit or loss			
Change in fair value of equity instruments		–	(0.1)
Other comprehensive income for the period, net of income tax		39.3	(8.8)
Total comprehensive income for the period		212.6	166.9
		December 2025	December 2024
		cents	cents
Earnings per share:			
Basic and diluted earnings per share	A2	7.8	7.9
Dividends per share:			
Interim dividend	A3	8.0	8.0

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

Balance Sheet

As at 31 December 2025

		December 2025	June 2025
	Note	\$m	\$m
Current assets			
Cash and cash equivalents	C2	516.9	476.9
Receivables		53.2	41.7
Prepayments		25.7	21.8
Derivative financial instruments	B3	27.9	27.3
Other financial assets	B1	63.9	73.6
Other		130.5	127.4
Total current assets		818.1	768.7
Non current assets			
Receivables		6.1	6.5
Other financial assets	B1	340.8	328.7
Licences		629.8	647.1
Other intangible assets		2,248.2	2,258.3
Property, plant and equipment		106.7	93.7
Right-of-use assets		61.9	67.4
Derivative financial instruments	B3	244.9	234.6
Other		0.2	0.2
Total non current assets		3,638.6	3,636.5
TOTAL ASSETS		4,456.7	4,405.2
Current liabilities			
Payables	C1	892.8	892.2
Interest bearing liabilities	B2	157.0	160.5
Lease liabilities		13.5	13.3
Current tax liabilities		13.4	32.7
Provisions		16.5	15.8
Derivative financial instruments	B3	4.7	0.2
Other		122.5	112.8
Total current liabilities		1,220.4	1,227.5
Non current liabilities			
Payables	C1	383.8	381.7
Interest bearing liabilities	B2	2,292.3	2,259.8
Lease liabilities		61.0	66.8
Deferred tax liabilities		143.7	130.5
Provisions		11.2	11.2
Other		4.7	5.9
Total non current liabilities		2,896.7	2,855.9
TOTAL LIABILITIES		4,117.1	4,083.4
NET ASSETS		339.6	321.8
Equity			
Issued capital		778.8	781.6
Retained earnings		683.4	699.3
Reserves		(1,122.6)	(1,159.1)
TOTAL EQUITY		339.6	321.8

The balance sheet should be read in conjunction with the accompanying notes.

Cash Flow Statement

For the half year ended 31 December 2025

	December 2025	December 2024
	\$m	\$m
Cash flows from operating activities		
Net cash receipts in the course of operations	1,908.3	1,763.1
Payments to suppliers, service providers and employees	(559.4)	(515.2)
Payments to government (including GST)	(974.5)	(946.3)
Finance income received	4.7	5.6
Finance costs paid	(61.3)	(63.2)
Income tax paid	(98.1)	(99.7)
Net cash flows from operating activities	219.7	144.3
Cash flows from investing activities		
Payment for property, plant and equipment and intangibles	(43.3)	(26.3)
Transfers to term deposits relating to certain lottery games	(2.3)	(22.1)
Redemption from managed fund relating to certain lottery games	—	18.3
Net cash flows used in investing activities	(45.6)	(30.1)
Cash flows from financing activities		
Net repayment to revolving bank facilities	70.0	110.0
Payment of lease liabilities	(5.8)	(5.2)
Dividends paid ⁽ⁱ⁾	(189.2)	(233.7)
Net outlay for share purchases under employee incentive plans	(9.1)	(2.2)
Net cash flows used in financing activities	(134.1)	(131.1)
Net increase/(decrease) in cash held	40.0	(16.9)
Cash at beginning of period	476.9	445.9
Cash at end of period	516.9	429.0

- (i) Includes on-market share purchase for dividend reinvestment plan of \$32.1m (2024: \$44.1m). Refer to note A3 for further details.

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

Statement of Changes in Equity

For the half year ended 31 December 2025

	Number of shares		Issued capital		Retained earnings	Reserves			Total equity
	Ordinary	Treasury	Ordinary shares	Treasury shares		Hedging	Demerger	Other	
	m	m	\$m	\$m	\$m	\$m	\$m	\$m	\$m
2025									
Balance at 1 July 2025	2,224.9	0.9	785.9	(4.3)	699.3	(34.7)	(1,137.1)	12.7	321.8
Profit for the period	–	–	–	–	173.3	–	–	–	173.3
Other comprehensive income	–	–	–	–	–	39.3	–	–	39.3
Total comprehensive income	–	–	–	–	173.3	39.3	–	–	212.6
Dividends paid	–	–	–	–	(189.2)	–	–	–	(189.2)
Share based payments	–	–	–	–	–	–	–	3.5	3.5
Transfers	0.5	(0.5)	(1.0)	2.0	–	–	–	(1.0)	–
Net outlay to purchase shares	(0.7)	0.7	–	(3.8)	–	–	–	(5.3)	(9.1)
Balance at 31 December 2025	2,224.7	1.1	784.9	(6.1)	683.4	4.6	(1,137.1)	9.9	339.6
TOTAL	Shares	2,225.8	Issued capital	\$778.8m		Reserves	(\$1,122.6m)		
2024									
Balance at 1 July 2024	2,225.2	0.6	785.9	(3.2)	746.0	(35.1)	(1,137.1)	6.6	363.1
Profit for the period	–	–	–	–	175.7	–	–	–	175.7
Other comprehensive income	–	–	–	–	–	(8.7)	–	(0.1)	(8.8)
Total comprehensive income	–	–	–	–	175.7	(8.7)	–	(0.1)	166.9
Dividends paid	–	–	–	–	(233.7)	–	–	–	(233.7)
Share based payments	–	–	–	–	–	–	–	3.6	3.6
Transfers	0.2	(0.2)	–	1.1	–	–	–	(1.1)	–
Net outlay to purchase shares	(0.5)	0.5	–	(2.2)	–	–	–	–	(2.2)
Balance at 31 December 2024	2,224.9	0.9	785.9	(4.3)	688.0	(43.8)	(1,137.1)	9.0	297.7
TOTAL	Shares	2,225.8	Issued capital	\$781.6m		Reserves	(\$1,171.9m)		

The statement of changes in equity should be read in conjunction with the accompanying notes.

Notes to the Financial Statements: About this Report

For the half year ended 31 December 2025

About this Report

The Lottery Corporation Limited (**The Lottery Corporation** or the **Company**) is a company incorporated and domiciled in Australia. The general purpose condensed consolidated half year financial report of the Company for the six months ended 31 December 2025 (half year financial report) comprises the Company and its subsidiaries (the **Group**).

The half year financial report was authorised for issue by the Board of Directors on 18 February 2026 and has been prepared in accordance with AASB 134 'Interim Financial Reporting' and the *Corporations Act 2001* (Cth), and with IAS 34 'Interim Financial Reporting'.

This half year financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 June 2025 and any public announcements made by the Company during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001* (Cth).

The accounting policies used are consistent with those applied in the 30 June 2025 financial report.

The Directors are of the opinion that the Company is a going concern, and have prepared the financial report on this basis.

The Group's balance sheet reflects a net current asset deficiency as follows:

	Note	December 2025 \$m	June 2025 \$m
Current assets			
Cash and cash equivalents ⁽ⁱ⁾	C2	516.9	476.9
Receivables		53.2	41.7
Other financial assets ⁽ⁱⁱ⁾	B1	63.9	73.6
SA Lotteries monies held in trust		121.0	111.3
Other		63.1	65.2
Total current assets		818.1	768.7
Current liabilities			
Payables - prize liabilities and customer account balances		626.7	618.8
Payables - other		266.1	273.4
Interest bearing liabilities	B2	157.0	160.5
SA Lotteries monies held in trust		121.0	111.3
Other		49.6	63.5
Total current liabilities		1,220.4	1,227.5
Net current asset deficiency		(402.3)	(458.8)

(i) Includes restricted cash balances (Dec-25: \$475.9m; Jun-25: \$406.2m). Refer to note C2 for further details.

(ii) Other financial assets are held to fund payments to winners of certain lottery games, where winnings are payable for up to 20 years.

The net current asset deficiency largely arises due to prize liabilities and customer account balances totalling \$626.7m, and is impacted by the timing of lottery draws, receipt of customers' entries, prize settlements, jackpot activity, new winners for long-term annuity prizes, and the maturity profile of debt and investments relating to long-term annuity prizes.

The Group maintains cash balances of \$516.9m (of which \$475.9m is restricted). The Group holds other financial assets (current) of \$63.9m required to be held to satisfy licence conditions to fund winnings of certain lottery games payable for up to 20 years. The Group has access to undrawn debt facilities of \$560.0m (June 2025: \$630.0m) to meet working capital and licence requirements, including settlement of prizes payable and customer account balances.

Notes to the Financial Statements: About this Report

For the half year ended 31 December 2025

About this Report (continued)

Note disclosures in this half year financial report have been grouped into the following three sections:

A Group Performance

- A1 Segment information
- A2 Earnings per share
- A3 Dividends
- A4 Revenue and expenses
- A5 Subsequent events

B Capital and Risk Management

- B1 Other financial assets
- B2 Interest bearing liabilities
- B3 Derivative financial instruments
- B4 Fair value measurement

C Operating Assets and Liabilities

- C1 Payables
- C2 Cash and cash equivalents

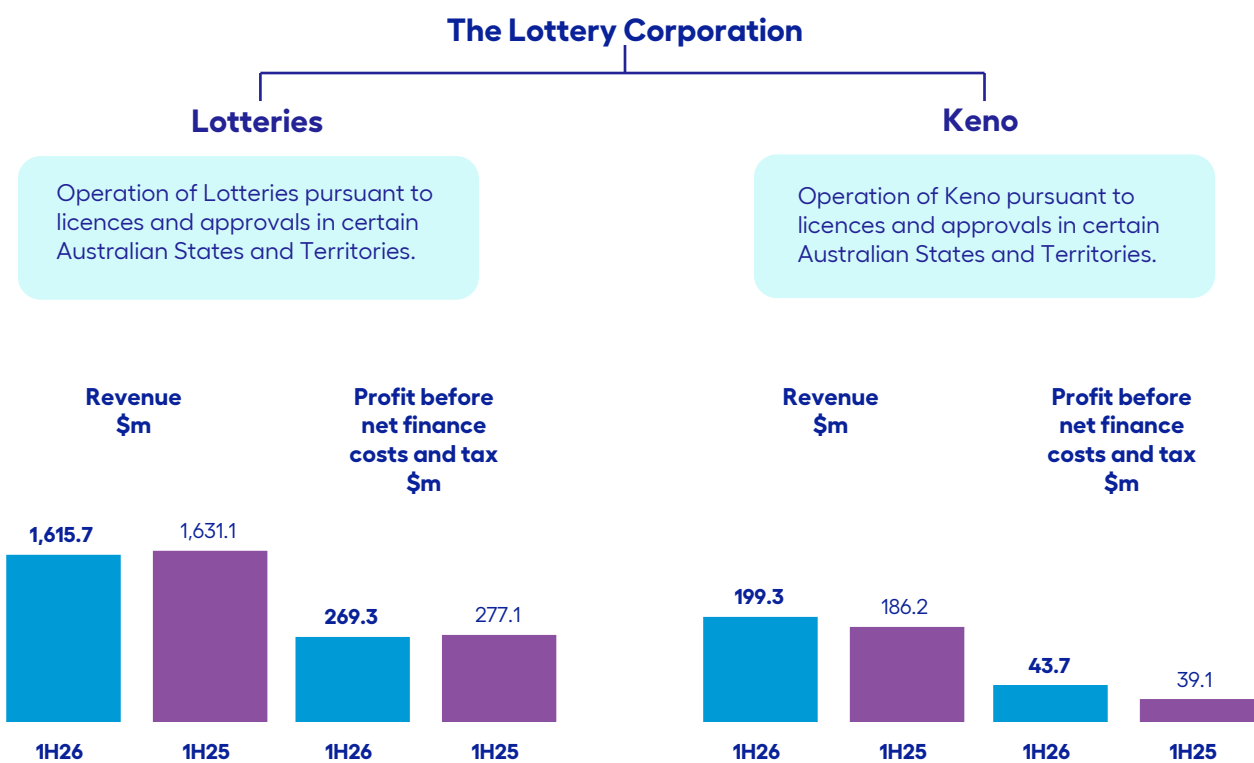
Notes to the Financial Statements: Group Performance
For the half year ended 31 December 2025

SECTION A - GROUP PERFORMANCE

A1 Segment information

Operating segments reflect the business level at which financial information is provided to the Managing Director and Chief Executive Officer (Chief Operating Decision Maker), for decision making regarding resource allocation and performance assessment. The measure of segment profit used excludes significant and other unallocated items not considered integral to the ongoing performance of the segment. Intersegment pricing is determined on commercial terms and conditions.

The Group has two operating segments at period end.



Notes to the Financial Statements: Group Performance

For the half year ended 31 December 2025

SECTION A - GROUP PERFORMANCE (CONTINUED)

A1 Segment information (continued)

	Lotteries \$m	Keno \$m	Total \$m
December 2025			
Segment revenue ⁽ⁱ⁾	1,615.7	199.3	1,815.0
Taxes, levies, commissions, fees and consumables	(1,182.8)	(119.2)	(1,302.0)
Operating expenses ⁽ⁱⁱ⁾	(124.3)	(21.7)	(146.0)
Depreciation and amortisation ⁽ⁱⁱⁱ⁾	(39.3)	(14.7)	(54.0)
Segment profit before net finance costs and tax ⁽ⁱ⁾	269.3	43.7	313.0
December 2024			
Segment revenue ⁽ⁱ⁾	1,631.1	186.2	1,817.3
Taxes, levies, commissions, fees and consumables	(1,195.3)	(110.4)	(1,305.7)
Operating expenses ⁽ⁱⁱ⁾	(121.1)	(20.8)	(141.9)
Depreciation and amortisation ⁽ⁱⁱⁱ⁾	(37.6)	(15.9)	(53.5)
Segment profit before net finance costs and tax ⁽ⁱ⁾	277.1	39.1	316.2

(i) Lotteries includes interest revenue, refer to note A4.

(ii) Total agrees to the Group's income statement and comprises Other income, Employment costs, Communications and technology costs, Advertising and promotions and Other expenses.

(iii) Total agrees to the Group's income statement.

A reconciliation (where required) of the segment result to the Group's income statement is as follows:

	Revenue		Taxes, levies, commissions, fees and consumables ⁽ⁱ⁾		Profit before income tax	
	December 2025	December 2024	December 2025	December 2024	December 2025	December 2024
	\$m	\$m	\$m	\$m	\$m	\$m
Segment total (per above)	1,815.0	1,817.3	(1,302.0)	(1,305.7)	313.0	316.2
Keno presentation change ⁽ⁱⁱ⁾	-	(38.1)	-	38.1	-	-
Unallocated items:						
- finance income	-	-	-	-	4.7	5.7
- finance costs	-	-	-	-	(66.7)	(66.3)
Total per income statement	1,815.0	1,779.2	(1,302.0)	(1,267.6)	251.0	255.6

(i) Total per the Group's income statement comprises Government taxes and levies and Commissions, fees and consumables.

(ii) The presentation of Revenue, Government taxes and levies, and Commissions, fees and consumables for Keno in NSW has been aligned to the change in financial information reported to the Chief Operating Decision Maker. This change has no impact on segment profit before net finance costs and tax. The effect of this change is to increase Revenue, with a corresponding offset of increases in Government taxes and levies, and Commissions, fees and consumables. The December 2024 comparative segment information has been presented on a consistent basis in accordance with the accounting standards.

Notes to the Financial Statements: Group Performance

For the half year ended 31 December 2025

SECTION A - GROUP PERFORMANCE (CONTINUED)

A2 Earnings per share

	December 2025	December 2024
	\$m	\$m
Earnings used in calculation of earnings per share (EPS) attributable to shareholders	173.3	175.7
	December 2025	December 2024
	Number (m)	Number (m)
Weighted average number of ordinary shares used in calculating basic EPS	2,224.8	2,225.1
Effect of dilution from Performance Rights and Treasury shares	5.7	4.3
Weighted average number of ordinary shares used in calculating diluted EPS	2,230.5	2,229.4

A3 Dividends

	December 2025	December 2024	December 2025	December 2024
	Cents per share	Cents per share	\$m	\$m
Fully franked dividends declared and paid during the period:				
Prior year final dividend	8.5	8.0	189.2	178.1
Prior year special dividend	–	2.5	–	55.6
	8.5	10.5	189.2	233.7
Fully franked dividends declared and recognised after balance date:				
Interim dividend	8.0	8.0	178.1	178.1
	8.0	8.0	178.1	178.1

Notes to the Financial Statements: Group Performance

For the half year ended 31 December 2025

SECTION A - GROUP PERFORMANCE (CONTINUED)

A4 Revenue and expenses

	December 2025	December 2024
	\$m	\$m
(a) Revenue comprises:		
Revenue from contracts with customers ⁽ⁱ⁾	1,804.0	1,768.6
Interest revenue	11.0	10.6
	1,815.0	1,779.2
(b) Finance income		
Interest income	4.7	5.7
	4.7	5.7
(c) Finance costs		
Interest costs on interest bearing liabilities	(62.2)	(62.8)
Interest costs on lease liabilities	(0.9)	(0.9)
Other	(3.6)	(2.6)
	(66.7)	(66.3)
(d) Depreciation and amortisation		
Licences	(17.3)	(17.2)
Other intangible assets	(18.9)	(19.1)
Property, plant and equipment	(12.0)	(11.5)
Right-of-use assets	(5.8)	(5.7)
	(54.0)	(53.5)

(i) Includes management fees recognised in relation to the Master Agent Agreement associated with the operation of SA Lotteries of \$78.5m (2024: \$78.2m).

A5 Subsequent events

Other than the events disclosed elsewhere in this report, no additional matters or circumstances have arisen since the end of the half year, that may significantly affect the Group's operations, the results of those operations or the state of affairs of the Group.

Notes to the Financial Statements: Capital and Risk Management

For the half year ended 31 December 2025

SECTION B - CAPITAL AND RISK MANAGEMENT

B1 Other financial assets

Other financial assets are held to fund payments to winners of certain lottery games, where winnings are payable for up to 20 years.

	December 2025	June 2025
	\$m	\$m
Equity instruments at fair value through other comprehensive income		
Unlisted investments - managed fund ⁽ⁱ⁾	5.8	5.7
Debt instruments at amortised cost		
Investment - term deposits ⁽ⁱ⁾	398.9	396.6
	404.7	402.3
Current	63.9	73.6
Non current	340.8	328.7
	404.7	402.3

(i) Held to satisfy various regulatory requirements per State and Territory-based licences under which the Group operates. Refer to note C2 for further details.

B2 Interest bearing liabilities

The Group borrows money from financial institutions and debt investors in the form of bank loans and foreign currency denominated notes.

The following table details the debt position of the Group at balance date:

Facility	Details	Facility limit \$m	Maturity	December 2025 \$m	June 2025 \$m
Bank loans - unsecured	Floating interest rate revolving facility	400.0	Jul-27	387.4	317.0
		550.0	Jul-29	–	–
		950.0		387.4	317.0
US Private Placement	Fixed interest rate US dollar debt. Aggregate US dollar principal of \$1,250.0m (June 2025: \$1,250.0m). Cross currency interest rate swaps are in place for all US dollar debt. These swaps hedge the underlying US dollar debt amounts payable, resulting in the aggregate Australian dollar amount payable at maturity being \$1,626.5m (June 2025: \$1,626.5m).	USD 105.0	Jun-26	157.0	160.5
		USD 450.0	Jun-28	674.1	689.2
		USD 520.0	Jun-30	780.7	798.1
		USD 175.0	Jun-33	263.8	269.6
		AUD 97.3	Jun-35	93.3	93.1
		AUD 97.3	Jun-36	93.0	92.8
				2,061.9	2,103.3
				2,449.3	2,420.3
Current				157.0	160.5
Non current				2,292.3	2,259.8
				2,449.3	2,420.3

All facilities are subject to financial undertakings as to leverage and interest cover, with reporting required at 30 June and 31 December. The Group has complied with these financial undertakings in both the current and prior financial periods.

Notes to the Financial Statements: Capital and Risk Management

For the half year ended 31 December 2025

SECTION B - CAPITAL AND RISK MANAGEMENT (CONTINUED)

B3 Derivative financial instruments

The Group holds the following derivative financial instruments, all at fair value based on level 2 observable inputs (refer to note B4):

	December 2025 \$m	June 2025 \$m
Current assets		
Cross currency interest rate swaps	20.9	23.9
Interest rate swaps	7.0	3.4
	27.9	27.3
Non current assets		
Cross currency interest rate swaps	233.9	230.7
Interest rate swaps	11.0	3.9
	244.9	234.6
	272.8	261.9
Current liabilities		
Cross currency interest rate swaps	4.5	–
Foreign currency forward	0.2	0.2
	4.7	0.2

B4 Fair value measurement

The fair value of financial assets and financial liabilities is estimated for recognition, measurement and disclosure purposes at each balance date. Various methods are available to estimate the fair value of a financial instrument, and comprise:

Level 1 - calculated using quoted prices in active markets.

Level 2 - estimated using inputs other than quoted prices included in level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices).

Level 3 - estimated using inputs for the asset or liability that are not based on observable market data.

The carrying amount of financial assets or liabilities recognised in the financial statements is deemed to be the fair value unless stated below:

	Carrying amount		Fair value	
	December 2025 \$m	June 2025 \$m	December 2025 \$m	June 2025 \$m
Financial liabilities				
US Private Placement	2,061.9	2,103.3	2,066.7	2,099.3

The fair value of the Group's financial instruments is estimated as follows:

US Private Placement

Fair value is calculated using discounted future cash flow techniques, where estimated cash flows and estimated discount rates are based on market data at balance date, in combination with restatement to foreign exchange rates at balance date (level 2 in fair value hierarchy).

Cross currency interest rate and interest rate swaps

Fair value is calculated using discounted future cash flow techniques, where various inputs including the credit quality of counterparties, foreign exchange spot and forward rates, yield curves of the respective currencies, currency basis spreads between the respective currencies and interest rate curves are based on market data at balance date (level 2 in fair value hierarchy).

Equity instruments at fair value through other comprehensive income

Fair value is referenced to market prices prevailing at balance date (level 2 in fair value hierarchy).

There have been no significant transfers between level 1 and level 2 during the half year ended 31 December 2025.

Notes to the Financial Statements: Operating Assets and Liabilities

For the half year ended 31 December 2025

SECTION C - OPERATING ASSETS AND LIABILITIES

C1 Payables

	December 2025	June 2025
	\$m	\$m
Current		
Payables ⁽ⁱ⁾	892.8	892.2
Non current		
Payables ⁽ⁱⁱ⁾	383.8	381.7

(i) Includes prize liabilities and customer account balances totalling \$626.7m (June 2025: \$618.8m).

(ii) Comprises prizes payable to the winners of certain lottery games where winnings are payable for up to 20 years (refer to note B1).

C2 Cash and cash equivalents

	December 2025	June 2025
	\$m	\$m
Cash and cash equivalents comprise:		
Cash on hand and in banks - significant restrictions ⁽ⁱ⁾	475.9	406.2
Cash on hand and in banks - available for corporate use	41.0	70.7
	516.9	476.9

(i) Significant restrictions

The Group operates under State and Territory-based licences which have various regulatory requirements in place that restrict the Group's use of certain cash balances and other financial assets (refer to note B1) for payment of lotteries duties and licence fees and to satisfy customer prize payment obligations. These restrictions arise under the trading conditions for each licence in connection with the Group's liability obligations and vary by jurisdiction. Cash on hand and in banks subject to restrictions as presented are held in accounts segregated from cash held for general use for corporate purposes where required.

Directors' Declaration

In the opinion of the Directors of The Lottery Corporation Limited:

- a) the financial statements and notes of the Group are in accordance with the *Corporations Act 2001* (Cth), including:
 - (i) giving a true and fair view of the Group's financial position as at 31 December 2025 and of its performance for the half year ended on that date; and
 - (ii) complying with Accounting Standards and *Corporations Regulations 2001* (Cth); 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.

Signed in accordance with a resolution of Directors.



Doug McTaggart
Chairman



Wayne Pickup
Managing Director and Chief Executive Officer

18 February 2026

Independent auditor's review report to the members of The Lottery Corporation Limited

Conclusion

We have reviewed the accompanying half-year financial report of The Lottery Corporation Limited (the Company) and its subsidiaries (collectively the Group), which comprises the Balance sheet as at 31 December 2025, Income statement, Cash flow statement and Statement of changes in equity for the half year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of the Group does not comply with the *Corporations Act 2001*, including:

- a. Giving a true and fair view of the consolidated financial position of the Group as at 31 December 2025 and of its consolidated financial performance for the half-year ended on that date; and
- b. Complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity* (ASRE 2410). Our responsibilities are further described in the *Auditor's responsibilities for the review of the half-year 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 reviews of the half-year financial report of public interest entities in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

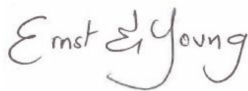
Directors' responsibilities for the half-year financial report

The directors of the Company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year 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 half-year financial report

Our responsibility is to express a conclusion on the half-year 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 half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2025 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of a half-year 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.



Ernst & Young



Michael Collins
Partner
Melbourne
18 February 2026