

ASX Announcement

26 August 2024

Non-cash impairment

As disclosed in its quarterly updates for FY24, Perpetual Limited (Perpetual) (ASX:PPT) experienced net outflows, including in certain investment strategies managed by J O Hambro and TSW. As a consequence of these outflows, having undertaken impairment testing, Perpetual expects to recognise a non-cash impairment charge of approximately \$547 million, pre-tax, in its financial results for the full year ended 30 June 2024 (subject to completion of the audit process and Board approval).

As previously announced in its quarterly updates throughout FY24, and in the second half of FY24 in particular, some key strategies experienced greater than expected net outflows, with net outflows of A\$8.0 billion for J O Hambro and A\$4.0 billion for TSW.

Based on the projected earnings impact of these outflows and a resulting moderation of expectations for future flows, compared to the assumptions made at the time of the Pandal Group acquisition, a non-cash impairment charge of \$417 million will be recognised against the carrying value of goodwill for J O Hambro, and \$130 million for TSW. This will impact the statutory results of the Group for the FY24 financial year.

Perpetual is in compliance with its banking covenants and there is no impact on Perpetual's current liquidity profile¹.

-ENDS-

This announcement was approved by Perpetual's Board of Directors.

Contacts

Investors:

Susie Reinhardt
Head of Investor Relations
Perpetual Limited
Tel: +61 2 9125 7047
susie.reinhardt@perpetual.com.au

Media:

Jon Snowball | Lachlan Johnston
Sodali & Co
+61 477 946 068 | +61 499 953 336
j.snowball@sodali.com |
Lachlan.johnston@sodali.com

¹ Perpetual will disclose its borrowings as current liabilities in its FY24 results due to accounting standards applying that impairment as if it occurred on 30 June 2024. However, while completing the impairment testing, Perpetual obtained a waiver from its banking syndicate such that the impairment is excluded when testing impairment-related covenants. Accordingly, subsequent to year end, the borrowings have been classified as non-current with the debt not due for repayment until 22 November 2025.

About Perpetual Group

Perpetual Limited (Perpetual Group) is an ASX listed (ASX:PPT) global financial services firm operating a multi-boutique asset management business, as well as wealth management and trustee services businesses.

Perpetual Group owns leading asset management brands including Perpetual, Pandal, Barrow Hanley, J O Hambro, Regnan, Trillium and TSW.

Perpetual Group's wealth management division services high-net worth clients, not for profits, and private businesses through brands such as Perpetual Private, Fordham and Jacaranda Financial Planning.

Perpetual Group's corporate trust division provides services to managed funds, the debt market and includes a growing digital business, encompassing Laminar Capital.

Headquartered in Sydney, Perpetual services its global client base from offices across Australia as well as internationally from Asia, Europe, the United Kingdom and United States.