



Netwealth Group Limited and Controlled Entities

Half Year Report

1H25

ACN: 620 145 404

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Acknowledgement of Country

In the spirit of reconciliation, Netwealth acknowledges the Traditional Custodian of country throughout Australia and their connections to land, sea and community.

We pay our respect to their Elders past and present and extend that respect to all Aboriginal and Torres Strait Islander peoples today.

This statement is made by Netwealth Group Limited on behalf of its reporting entities for the half year ended 31 December 2024.

Appendix 4D

Report for the half year ended 31 December 2024 (1H25).

Netwealth Group Limited
ABN: 84 620 145 404

Details of the reporting period

Report for the half year ended 31 December 2024 (1H25).

Previous corresponding period half year ended 31 December 2023 (1H24).

Results for announcement to the market

	1H25 \$'000	1H24 \$'000	Increase/ (Decrease)	Var %
Revenue from ordinary activities	155,387	123,344	32,043	26.0%
Profit from ordinary activities before tax attributable to members	75,409	56,847	18,562	32.7%
Net profit for the period attributable to members	57,587	39,288	18,299	46.6%

Refer to the attached half year report (Directors' report – Review of operations section), for further commentary on the half year results.

Net tangible assets per ordinary security

	1H25	1H24
Net tangible assets per ordinary security	62.6 cents	51.2 cents

Dividend information

	Amount per Share (cents)	Franked Amount per Share (cents)	% Franked	Tax rate for Franking Credit
Final 2024 dividend per share (paid 26 Sep 2024)	14.0	6.0	100%	30%
Interim 2025 dividend per share (to be paid 27 Mar 2025)	17.5	7.5	100%	30%

Interim dividend dates

Ex-dividend date	5 March 2025
Record date	6 March 2025
Payment date	27 March 2025

There is no dividend reinvestment plan.

Entities over which control has been gained or lost during the period

Netwealth acquired the remaining equity of Xeppo Pty Ltd (Xeppo) on 12 August 2024 and 100% of the equity in Flux Corp Pty Ltd and its wholly owned subsidiaries on 14 October 2024. Please refer to Note 11 in the financial report for more information.

Details of associates and joint venture entities

Netwealth owned 25% of the equity of Xeppo, a specialist fintech data solution provider prior to the step-up acquisition on 12 August 2024 (30 June 2024: 25%).

Information about review

This report is based on the consolidated financial statements for the half year ended 31 December 2024 which were subject to review by Netwealth Group Limited's auditors, Deloitte Touche Tohmatsu, with the review report on 43.














Matt Heine

Chief Executive Officer and Managing Director
20 February 2025

Corporate highlights

Netwealth has continued to experience significant growth in the half year to December 2024. Some highlights for the half year were (comparative period being half year 31 December 2023):

	1H FY25	Growth (vs PCP)	Growth %
 FUA	\$101.6B	+\$23.6B	+30.2%
 FUA Net Flows	\$8.5B	+\$3.8B	+80.2%
 FUM	\$24.0B	+\$5.9B	+32.9%
 Clients	151,437	+18,611	+14.0%
 Total Income	\$155.4M	+\$32.0M	+26.0%
 EBITDA ¹	\$78.0M	+\$19.3M	+32.8%
 EBITDA Margin ¹	50.2%	+2.6%	+5.5%
 NPAT	\$57.6M	+\$18.3M	+46.6%
 NPAT Margin	37.1%	+5.2%	16.3%
 EPS	23.6 cents	+7.5 cents	+46.6%
 Interim Dividend	17.5cps	+3.5cps	+25.0%

¹ Directors consider these non-IFRS information to be a key metric in evaluating the operating performance of the Group. Reconciliations to IFRS information are on pages 9-11.

EPS – Earnings per share; CPS – Cents per share; PCP – Prior year corresponding period

Directors' Report

The Directors present their report on Netwealth Group Limited "the Company" and its controlled entities for the half year ended 31 December 2024 (1H25). The consolidated entity is referred to as "the Group" or "Netwealth". To comply with the provisions of the Corporations Act 2001, the Directors report as follows:

Directors

The names of the Directors in office at any time during, or since the end of the period are:

Non-Executive Directors:

- Timothy Antonie (Chair)
- Davyd Lewis
- Kate Temby
- Michael Heine
- Sally Freeman
- Sarah Brennan

Executive Directors:

- Matthew Heine

All Directors have been in office since the start of the financial year to the date of this report.

Principal Activities

The principal activities of the Group are to provide Financial Intermediaries and clients with wealth administration and management services including managed funds, investor directed portfolio services, a superannuation master fund, managed accounts service, self-managed superannuation and non-custodial administration services. There were no significant changes to the principal activities of the Group during the half year that are not otherwise disclosed in this Half Year Report.

Operating and Financial Review

Key platform statistics

Set out in the below table is a summary of key platform statistics for 1H25 and 1H24.

	Consolidated Group for Period Ended			
	31 Dec 2024	31 Dec 2023	Variance	Variance %
FUA – Custodial - End of Period (EOP) (\$'M)	100,878	77,772	23,106	29.7%
FUA – Non-custodial (EOP) (\$'M)	694	228	466	204.2%
Total FUA (\$'M)	101,572	78,000	23,572	30.2%
FUA inflows - Custodial (\$'M)	14,783	9,636	5,147	53.4%
FUA outflows – Custodial (\$'M)	(6,486)	(5,020)	(1,466)	(29.2%)
FUA Net flows – Custodial (\$'M)	8,297	4,616	3,681	79.7%
FUA Net flows – Non-custodial (\$'M)	187	91	96	105.2%
FUA Market Movement - Custodial (\$'M)	5,027	3,010	2,017	67.0%
FUA Market Movement – Non-custodial (\$'M)	59	11	48	436.4%
Annualised platform revenue/average FUA (bps)	31.4	33.0	(1.6)	(4.7%)
FUM (EOP*) (\$'M)	24,014	18,073	5,941	32.9%
FUM Net flows (\$'M)	2,619	1,509	1,110	73.6%
Managed Account (EOP*) (\$'M)	20,771	15,513	5,258	33.9%
Managed Account Net flows (\$'M)	2,362	1,341	1,021	76.1%
Managed Funds (EOP*) (\$'M)	3,243	2,560	683	26.7%
Managed Funds Net flows (\$'M)	258	168	90	53.7%
Cash transaction account as % of FUA (EOP*)	5.5%	5.6%	(10 bps)	-
Accounts (EOP*) (number)	151,437	132,826	18,611	14.0%
Financial Intermediaries (EOP*) (number)	3,811	3,633	178	4.9%
Average FUA per average number of Accounts (\$'000)	647	560	87	15.5%
Annualised platform revenue/average number of Accounts (\$)	2,032	1,849	183	9.9%

* EOP=End of Period

Netwealth achieved record Funds Under Administration (FUA) at 1H25 of \$101.6B, an increase of \$23.6B (30.2% increase) from 1H24.

FUA net flows of \$8.5B for the period, was an increase of \$3.8B (80.2%) in FUA net flows from 1H24, due to consistently high transition rates from existing financial intermediaries, and strong conversion rates from the group's new business pipeline across all client groups and segments. FUA net flows were a record in successive quarters during the half year.

Non-custodial FUA net flows of \$187M, was an increase of \$96M (105.5% increase) from 1H24.

Funds Under Management (FUM) at 1H25 were \$24.0B, an increase of \$5.9B (32.9%) from 1H24.

Managed Account balance at 1H25 was \$20.8B, an increase of \$5.3B (33.9%) from 1H24. The Managed Account net flows has increased by \$1.0B (76.1%) to \$2.4B at 1H25.

Total client accounts increased by 18,611 or 14.0% to 151,437 at 1H25. Financial Intermediaries using the platform increased by 178 or 4.9% to 3,811 at 1H25.

Average account size increased to \$647,000 for 1H25, up from \$560,000 in 1H24. Annualised platform revenue per account for 1H25 increased by \$183 or 9.9% to \$2,032 (1H24: \$1,849).

Annualised platform revenue/average FUA of 31.4 bps for 1H25, a decrease of 1.6 bps or 4.7% from 1H24. The earn rate on the administration fee income contracted slightly predominantly from the impact of tiered administration fees and fee caps on the large positive market movement and to a smaller extent, institutional net flows.

Subscription and advertising revenues from Xeppo and Flux post-acquisition have been included as platform revenues in ancillaries.

Financial Review

Set out in the table below is the consolidated statement of profit or loss and other comprehensive income for 1H25 presented in full to reflect other financial metrics.

	Consolidated Group for Period Ended			
	31 Dec 2024 \$'000	31 Dec 2023 \$'000	Variance \$'000	Variance %
Income				
Platform revenue	150,808	120,745	30,063	24.9%
Other income	4,579	2,599	1,980	76.2%
Total income	155,387	123,344	32,043	26.0%
Expenses				
Employee benefits expenses	(52,283)	(44,590)	7,693	17.3%
Share-based payment expense	(982)	(1,521)	(539)	(35.4%)
Technology and communication	(10,619)	(7,587)	3,032	40.0%
Professional and insurance	(4,287)	(3,347)	940	28.1%
Brokerage, investment & custody	(3,281)	(2,316)	965	41.7%
Advertising and marketing	(1,771)	(1,480)	291	19.7%
Other costs and expenses	(4,128)	(3,751)	377	10.1%
Total expenses	(77,351)	(64,592)	12,759	19.8%
EBITDA	78,036	58,752	19,284	32.8%
EBITDA margin	50.2%	47.6%	260 bps	5.4%
Interest on leases	(309)	(259)	50	19.3%
Depreciation and amortisation	(2,318)	(1,646)	672	40.8%
NPBT	75,409	56,847	18,562	32.7%
Income tax expense	(17,822)	(17,559)	263	1.5%
NPAT	57,587	39,288	18,299	46.6%
NPAT margin	37.1%	31.9%	520 bps	16.3%
EPS (cents per share)	23.6	16.1	7.5	46.6%

Netwealth achieved total income of \$155.4M for 1H25, a 26.0% increase from prior period. Platform revenues, increased by \$30.1M (24.9%) to \$150.8M for 1H25. Platform revenues remain predominantly recurring and are well diversified with the proportion of transaction fee income increasing to 14.1% of platform revenue (increased by 2.2%) and management fee income to 6.1% of platform revenue (increased by 0.4%).

Total expenses of \$77.4M for 1H25, increased by \$12.8M (19.8%) compared to 1H24 with key drivers noted below.

Employee benefits expenses, excluding share-based payment increased by \$7.7M to \$52.3M, accounting for 67.6% of total expenses. The operating headcount as at 1H25 was 664, an increase of 51 roles from 1H24, primarily in technology and client services teams, and from the acquisition of Xeppo and Flux.

Technology and communication expenses (non-employees) increased by \$3.0M to enhance system scalability and security, and to upgrade our cloud technology infrastructure. These increases support our ongoing investment to enhance the platform in features and functionalities, security and cloud capabilities, data integration and artificial intelligence technologies.

Brokerage, investment & custody expense increased by \$1.0M or 41.7% compared to 1H24, correlating with revenue growth due to high volume of trades during the period.

Netwealth's 25% investment in Xeppo was revalued following the full acquisition, leading to Netwealth recognising a \$1.2M gain on revaluation of investment in other income.

The Group delivered EBITDA of \$78.0M for 1H25, an increase of \$19.3M (32.8%) versus 1H24 with an EBITDA margin of 50.2%.

The tax rate decreased to 23.6% from 30.9%, attributed to the tax benefit from FY23 Research & Development (R&D) expenditure and the establishment of an Employee Share Trust.

Record net profit after tax (NPAT) of \$57.6M was achieved, an increase of \$18.3M or 46.6% over 1H24 with a NPAT margin of 37.1%.

Earnings per share (EPS) was 23.6 cents in 1H25, an increase of 46.6% over 1H24.

Cash Flow Statement 1H25

The table below sets out the summary of the consolidated statement of cash flows for 1H25 and 1H24.

	Consolidated Group for Period Ended			
	31 Dec 2024	31 Dec 2023	Variance	Variance
	\$'000	\$'000	\$'000	%
Receipts from customers	156,464	122,868	33,596	27.3%
Payment to suppliers and employees	(84,399)	(65,732)	(18,667)	(28.4%)
Dividends and Interest received	3,218	2,630	588	22.4%
Operating net cash flows before tax	75,283	59,766	15,517	26.0%
Less: Investing activities (excluding acquisition of subsidiaries)	(3,149)	(2,325)	(824)	(35.4%)
Payments and interest on lease	(1,216)	(1,017)	(199)	(19.6%)
Free cash flows before tax	70,918	56,424	14,494	25.7%

Free cash flows before tax is a non-International Financial Reporting Standard (IFRS) measure and should not be considered in isolation from, or as a substitute for financial information prepared in accordance with IFRS.

Management considers free cash flow to be a performance measure that provides useful information to management and investors about the amount of cash generated by the Group (before tax) available for strategic opportunities, dividends and for strengthening the Group's financial position.

The table above provides the reconciliation to IFRS financial information in this financial report.

External Outlook

Netwealth continues to invest in our people and technology and remains well-positioned to leverage trends to deliver positive outcomes. The Group maintains a strong risk management framework and culture that supports our ability to adapt to potential market and regulatory changes. The Board continuously monitors economic conditions and assesses their impact on operations. In response to cyber threats, Netwealth has implemented robust governance measures, continuous system monitoring and business continuity plans.

Significant changes in the state of affairs

There were no other significant changes in the state of affairs during the half year.

Dividends

During the half year, the Company declared on 13 August 2024 and paid on 26 September 2024 a fully franked dividend of 14.0 cents per share representing a total dividend of \$34,163,690 for 2H FY24. There is no dividend reinvestment plan.

Options, Rights and shares

On 16 August 2024, 46,208 Rights were exercised for no cash consideration and converted to Fully Paid Ordinary Shares.

On 16 September 2024, eligible employees who had served 3 or more years were offered ordinary shares valued at \$1,000 as a gift for no consideration resulting in 10,800 new ordinary shares issued at \$21.89 per share.

On 23 August 2024, 73,354 (\$554,145) Options and 154,241 (\$2,427,753) which vested on 30 June 2020 and 30 June 2022 respectively were exercised and converted to Fully Paid Ordinary shares.

On 23 October 2024, 48,654(\$367,552) Options and 411,897 (\$6,483,259) which vested on 30 June 2020 and 30 June 2022 respectively were exercised and converted to Fully Paid Ordinary shares.

During the period, a number of employees were granted performance Rights as part of the Group's long-term incentive plan. This resulted in the Group issuing 118,299 performance rights during the half year.

Corporate sustainability

Netwealth remains committed to corporate sustainability and has a comprehensive corporate sustainability framework that reflects our core values of being genuine, agile, collaborative, curious, courageous and optimistic. This framework enables Netwealth to be clear in our vision and goals and be held accountable in each area of sustainability through the following four pillars.

1. Enhance our core business.
2. Be genuine and transparent.
3. Foster diversity, talent and wellbeing.
4. Create a positive social and environmental impact.

Our FY24 Corporate Sustainability Report, and current initiatives are available on the Company's website at

<https://www.netwealth.com.au/web/about-netwealth/corporate-sustainability/>

Events subsequent to the end of the reporting period

On 20 February 2025, the Company declared a fully franked interim dividend for 1H25 of 17.5 cents per share (total dividend of \$42,836,000). The interim dividend is payable on 27 March 2025.

There are no other matters or circumstances that have arisen since the end of the period which significantly affected or may significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group.

Proceedings on behalf of the Group

No person has applied for leave to bring proceedings on behalf of the Group or intervene in any proceedings to which the Group is a part of for the purpose of taking responsibility on behalf of the Group for all or any part of those proceedings. The Group was not a party to any such proceedings during the half year.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under s307C of the Corporations Act 2001 is set out on page 14.

Rounding of amounts

The Group is of a kind referred to in the Australian Securities and Investments Commissions Corporations (Rounding in Financials/Directors' Reports) Instrument 2016/191 and therefore the amounts contained in this Directors' report have been rounded to the nearest thousand dollars, unless otherwise stated.

Signed in accordance with a resolution of the Board of Directors:

**Tim Antonie**

Chair

20 February 2025

Auditor's Independence Declaration

Deloitte.

Deloitte Touche Tohmatsu
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www.deloitte.com.au

The Board of Directors
Netwealth Group Limited
Level 6, 180 Flinders Street
Melbourne VIC 3000

20 February 2025

Dear Directors,

Auditors' Independence Declaration to Netwealth Group Limited

In accordance with section 307C of the Corporations Act 2001, I am pleased to provide the following declaration of independence to the directors of Netwealth Group Limited.

As lead audit partner for the review of the half year financial report of Netwealth Group Limited for the half year ended 31 December 2024, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the Corporations Act 2001 in relation to the review; and
- (ii) any applicable code of professional conduct in relation to the review.

Yours faithfully,

Deloitte Touche Tohmatsu

DELOITTE TOUCHE TOHMATSU

Lani Cockrem

Lani Cockrem
Partner
Chartered Accountants

Liability limited by a scheme approved under Professional Standards Legislation.
Member of Deloitte Asia Pacific Limited and the Deloitte organisation.

Consolidated Statement of Profit or Loss and Other Comprehensive Income

For the half year ended 31 December 2024.

	Note	Consolidated Group for Period Ended	
		31 December 2024 \$'000	31 December 2023 \$'000
Income			
Revenue ¹		150,808	120,745
Other income ¹		4,579	2,599
Total income	3	155,387	123,344
Expenses			
Employee benefits expenses		(52,283)	(44,590)
Share-based payment expense		(982)	(1,521)
Brokerage, investment & custody		(3,281)	(2,316)
Technology and communication expenses		(10,619)	(7,587)
Client transactions & communication		(980)	(824)
Professional fees		(2,736)	(1,702)
Insurance		(1,551)	(1,645)
Advertising & marketing		(1,771)	(1,480)
Depreciation		(1,510)	(1,325)
Amortisation		(808)	(321)
Interest expense		(309)	(259)
Other operating expenses		(3,136)	(2,774)
Share of joint venture NPAT	10(i)	(12)	(153)
Total expenses		(79,978)	(66,497)
Profit before income tax		75,409	56,847
Income tax expense	4	(17,822)	(17,559)
Profit for the period		57,587	39,288
Total comprehensive income for the period		57,587	39,288
Total comprehensive income attributable to:			
Members of the parent entity		57,587	39,288
Earnings per share			
Basic (cents per share)	6	23.6	16.1
Diluted (cents per share)	6	23.5	16.1

¹In the prior year, the Group revised the classification and disclosure of cost of capital recovery \$2.9M cost of capital recovery has been presented as Revenue in the comparative figure. Refer to Note 1 Material Accounting Policies.

[The accompanying notes form part of these financial statements](#)

Consolidated Statement of Financial Position

As at 31 December 2024.

		Consolidated Group as at	
	Note	31 December 2024	30 June 2024
		\$'000	\$'000
Assets			
Current assets			
Cash and cash equivalents		141,436	126,676
Trade and other receivables		28,975	22,316
Other current assets	7	11,770	8,307
Financial Assets at FVTPL*	16	518	682
Total current assets		182,699	157,981
Non-current assets			
Property, plant and equipment		2,072	1,545
Intangible assets	9	25,555	9,644
Lease assets	8	13,103	13,741
Deferred tax assets	4	4,935	3,030
Investment in joint venture	10(i)	-	1,345
Financial Assets at FVTPL*	10(ii), 16	-	2,200
Total non-current assets		45,665	31,505
Total assets		228,364	189,486
Current liabilities			
Trade and other payables		16,310	14,223
Provisions	12	9,396	8,664
Current tax liabilities		1,659	6,132
Lease liability	8	1,917	1,773
Other current liability		5,048	36
Total current liabilities		34,330	30,828
Non-current liabilities			
Lease liability	8	12,520	13,142
Contingent consideration	11,16	1,451	-
Provisions	12	1,219	996
Total non-current liabilities		15,190	14,138
Total liabilities		49,520	44,966
Net assets		178,844	144,520
Equity			
Issued capital	13	38,466	28,381
Reserves		10,446	9,591
Retained earnings		129,932	106,548
Total equity		178,844	144,520

*Fair value through Profit & Loss

[The accompanying notes form part of these financial statements](#)

Consolidated Statement of Changes in Equity

For the half year ended 31 December 2024.

Consolidated Group	Note	Issued capital \$'000	Reserves \$'000	Retained earnings \$'000	Total \$'000
Balance at 1 July 2023		27,228	6,772	89,049	123,049
Shares issued and fully paid during the period		1,093	-	-	1,093
Total comprehensive income for the period		-	-	39,288	39,288
Share-based payments		-	1,430	-	1,430
Dividends paid	5	-	-	(31,706)	(31,706)
Balance at 31 December 2023		28,321	8,202	96,631	133,154
Balance at 1 July 2024		28,381	9,591	106,548	144,520
Shares issued and fully paid during the period		10,085	-	-	10,085
Total comprehensive income for the period		-	-	57,587	57,587
Share-based payments		-	855	-	855
Dividends paid	5	-	-	(34,203)	(34,203)
Balance at 31 December 2024		38,466	10,446	129,932	178,844

The accompanying notes form part of these financial statements.

Consolidated Statement of Cash Flows

For the half year ended 31 December 2024.

	Note	Consolidated Group for Period Ended	
		31 December 2024	31 December 2023
		\$'000	\$'000
Cash flows from operating activities			
Receipts from customers		156,464	122,868
Payments to suppliers and employees		(84,399)	(65,732)
Dividends received		11	11
Interest received		3,207	2,619
Interest paid on leases		(309)	(259)
Income tax paid		(24,170)	(18,869)
Net cash generated by operating activities		50,804	40,638
Cash flows from investing activities			
Purchase of property, plant and equipment		(971)	(276)
Proceeds from sale of investments		325	166
Acquisition of subsidiaries	11	(7,744)	-
Purchase of investments		(37)	(225)
Purchase of intangibles		(2,466)	(1,990)
Net cash used in investing activities		(10,893)	(2,325)
Cash flows from financing activities			
Proceeds from issue of shares		9,959	1,002
Payment of lease liabilities		(907)	(758)
Drawdown of loan to joint venture		-	(600)
Dividends paid		(34,203)	(31,706)
Net cash used in financing activities		(25,151)	(32,062)
Net increase in cash held		14,760	6,251
Cash and cash equivalents at beginning of period		126,676	109,482
Cash and cash equivalents at end of period		141,436	115,733

The accompanying notes form part of these financial statements.

Notes to the Financial Statements

1 Material Accounting Policies

Basis of preparation

This consolidated financial report for the half year ended 31 December 2024:

- is for the consolidated entity consisting of Netwealth Group Limited and its controlled entities (trading on the ASX under the symbol 'NWL');
- is presented in Australian dollars, with all values rounded to the nearest thousand dollars, or in certain cases, the nearest dollar, in accordance with the Australian Securities and Investment Commission Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191;
- has been prepared in accordance with Australian Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Act 2011;
- does not include all the notes of the type normally included in an annual financial report. Accordingly, this report should be read in conjunction with the annual report for the year ended 30 June 2024 and any public announcements made by Netwealth Group Limited during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2011;
- complies with International Financial Reporting Standards as issued by the International Accounting Standards Board; and
- has accounting policies and methods of computation which are consistent with the most recently published full year accounts, unless otherwise stated in this interim financial report.

Principles of consolidation

The consolidated financial statements incorporate the financial statements of the Company and its subsidiaries. Control is achieved when the Company:

- has power over the investee;
- is exposed, or has rights, to variable returns from its involvement with the investee; and
- has the ability to use its power to affect its returns.

Consolidation of a subsidiary begins when the Company obtains control over the subsidiary and ceases when the Company loses control of the subsidiary.

The financial statements of all the entities are prepared for the same reporting period as the parent entity with consistent accounting policies.

Profit or loss and each component of other comprehensive income are attributed to the owners of the Company.

All intragroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

Adoption of new and revised Standards and Interpretations

The Group has adopted new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (the AASB) that are relevant to its operations and effective for an accounting period that begins on or after 1 July 2024. Set out below are the relevant new and revised Standards and Interpretations effective for the current year for the Group:

AASB 2020-1 & AASB 2020-6 Amendments to Australian Accounting Standards – Classification of Liabilities as Current or Non-current (applicable to annual reporting periods beginning on or after 1 January 2024)

From 1 July 2024, the Group is required to adopt the amendments outlined in AASB 2020-1 & AASB 2020-6 *Amendments to Australian Accounting Standards – Classification of Liabilities as Current or Non-current*. As per the amendment, a liability is classified as a non-current liability if at the end of the reporting period the entity has the right to defer settlement of the liability for at least twelve months after the end of the reporting period.

These changes did not have a notable impact on the Group's consolidated financial statements.

New and revised Australian Accounting Standards and Interpretation on issue but not yet adopted

New and revised Standards and Interpretations issued by the AASB which are not mandatory for the 31 December 2024 reporting period have not yet been applied in these financial standards. The Group's assessment of the relevant new Standards and Interpretations are as below:

AASB 18 Presentation and Disclosure in Financial Statements (applicable to annual reporting periods beginning on or after 1 January 2027)

From 1 January 2027, the Group is required to adopt the new presentation and disclosure standard, *AASB 18 Presentation and Disclosure in Financial Statement* which replaces the existing standard, *AASB 101 Presentation of Financial Statements*. The new standard will not change the recognition and measurement of items in the financial statements but will affect the presentation and disclosures in the financial statements. As per the new standard, the following key features are required:

- New categories and defined subtotals in the Statement of Profit or Loss and Other Comprehensive Income
- New disclosures about management-defined performance measures (MPMs)
- Enhanced guidance on the grouping of financial statement.

The transition to AASB 18 has an impact on how financial information is presented to users of the financial statement and requires retrospective application on comparative numbers. The Group is currently assessing the full impact of adopting AASB 18 and is not early adopting this standard.

Critical accounting estimates and key sources of estimation uncertainty

In the application of the Group's accounting policies, management are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources.

The estimates and underlying assumptions are evaluated on an ongoing basis and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The key areas in which critical estimates and judgements have been applied were:

- valuation of the contingent liability in relation to acquisition of Flux (note 11);
- recognition of intangible assets and their expected useful life (note 9).
- valuation of share based payments (note 14)

Change in Disclosures

During the period, the classification and disclosure of cost of capital recovery on Operational Risk Financial Requirements (ORFR) has been revised and presented as Revenue from Other Income (refer Note 3 Revenue). This change was made to provide a more accurate representation of the economic substance and terms of the contractual arrangements.

To ensure consistency and comparability, comparative figures have been reclassified to align with the current period disclosure.

	1H24 Financial Report	Reallocation	Post-Reallocation
	31 December 2023		31 December 2023
	\$'000		\$'000
Income			
Revenue	117,849	2,896	120,745
Other Income	5,495	(2,896)	2,599
Total income	123,344	-	123,344

2 Segment Information

The operating segment is consistent with the basis on which internal financial reports are provided to the Board of Directors and Executive Management Team (CODM) to assess performance and allocate resources. The accounting policies adopted for internal reporting to the CODM are consistent with those adopted in the financial statements.

The Group reassessed its operating segments following the acquisitions of Xeppo and Flux and has identified a single operating segment, 'Platform Operations' segment, as prescribed by the Accounting Standard AASB 8 *Operating Segments*. The Group will continue to operate and disclose one reportable segment, 'Platform Operations segment.'

The Group's operations are based solely in Australia. No single customer contributed 10 per cent or more to the Group's revenue.

3 Revenue

Revenue and other income

	Note	Consolidated Group	
		31 December 2024 \$'000	31 December 2023 \$'000
Platform Revenue			
Administration fees		63,403	54,207
Ancillary fees ¹		53,480	42,895
Transaction fees		21,214	13,914
Management fees		9,161	6,833
Cost of capital recovery		3,550	2,896
Total Revenue from Contracts with Customers		150,808	120,745
Other income			
Interest received		3,207	2,619
Net gain on disposal of investments		2	3
Unrealised investment gain/(loss)		122	(73)
Dividends and distributions received		17	15
Gain on revaluation on investment	10 (i)	1,229	-
Other Income		2	35
Total other income		4,579	2,599
Total income		155,387	123,344

¹Ancillary Fees includes revenues earned on the cash transaction account and from Xeppo and Flux subsidiaries.

4 Income Taxes

	Consolidated Group	
	31 December 2024 \$'000	31 December 2023 \$'000
a) The components of tax expense/(income) comprise:		
Current tax	19,698	15,663
Deferred tax	(1,875)	1,902
Over provision from prior years	(1)	(6)
	17,822	17,559
b) The prima facie tax on profit before income tax is reconciled to income tax as follows:		
Prima facie tax before income tax at 30%	22,623	17,054
Other non-allowable/assessable items	(4,801)	505
Income tax expense attributable to entity	17,822	17,559

	Consolidated Group	
	31 December 2024 \$'000	31 December 2023 \$'000
c) The components of deferred tax assets comprise:		
Expenditure deductible over 5 years	74	76
Lease liability	4,331	4,732
Leave provision	3,418	2,702
Temporary differences	2,291	2,001
	10,114	9,511
d) The components of deferred tax liabilities comprise:		
Property, equipment and intangible assets	515	837
Right-of-use assets	3,931	4,444
Temporary differences	733	134
	5,179	5,415

	Opening Balance 1 Jan 2024	Charged to Income	Transferred from Assets acquired	Closing Balance 30 Jun 2024
	\$'000	\$'000	\$'000	\$'000
Deferred tax assets/liabilities				
Expenditure deductible over 5 years	90	(30)	-	60
Provisions	2,492	370	-	2,862
Property, plant & equipment and intangible assets	(1,016)	347	-	(669)
Leases	227	126	-	353
Other temporary difference	401	23	-	424
	2,194	836	-	3,030

	Opening Balance 1 Jul 2024	Charged to Income	Transferred from Assets acquired	Closing Balance 31 Dec 2024
	\$'000	\$'000	\$'000	\$'000
Deferred tax assets/liabilities				
Expenditure deductible over 5 years	60	(15)	29	74
Provisions	2,862	774	-	3,636
Property, plant & equipment and intangible assets	(669)	154	-	(515)
Leases	353	47	-	400
Other temporary differences	424	916	-	1,340
	3,030	1,876	29	4,935

Offsetting within tax consolidated group

Netwealth and its fully owned subsidiaries applies the tax consolidation legislation which result in these entities being taxed as a single entity. The deferred tax assets and deferred tax liabilities of these entities have been offset in the consolidated financial statements.

5 Dividends

Dividends paid or declared by the Company in the half year ended 31 December 2024 were:

	Cents Per Share	Total Amount \$'000	% Franked	Date of Payment
1H25				
Final 2024 ordinary	14.0	34,165	100%	26 Sep 2024
Total dividend	14.0	34,165		

During the period, the Company declared on 13 August 2024 and paid on 26 September 2024 a fully franked dividend of 14.0 cents per share representing a total dividend of \$34,163,690. There is no dividend reinvestment plan.

Subsequent events

Since the end of the half year, the Company declared the following interim dividend on 20 February 2024. The dividend has not been provided for as at 31 December 2024 and there are no tax consequences.

	Cents Per Share	Total Amount \$'000	% Franked	Date of Payment
Interim 2025 ordinary	17.5	42,836	100%	27 Mar 2025
Total dividend	17.5	42,836		

6 Earnings Per Share

Basic earnings per share (EPS) is calculated by dividing the profit attributable to owners of the Company by the weighted average number of ordinary shares on issue during the year.

Diluted EPS is determined by adjusting the profit attributable to owners of the Company and the weighted average number of ordinary shares on issue for the effects of all dilutive ordinary shares. Total dilutive options were less than 0.1% of total ordinary shares on issue as at 31 December as summarised below:

	Consolidated Group	
	31 December 2024 Cents per Share	31 December 2023 Cents per Share
Basic earnings per share	23.6	16.1
Diluted earnings per share	23.5	16.1

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

	Consolidated Group	
	31 December 2024 \$'000	31 December 2023 \$'000
Profit for the half year attributable to owners of the Company	57,587	39,288
Profit for the half year attributable to owners of the Company	57,587	39,288

	31 December 2024	31 December 2023
	Number	Number
Weighted average number of issued ordinary shares	244,408,372	243,980,892
Effect of Dilution: LTI options	827,710	206,012
Weighted average number of ordinary shares used in the calculation of diluted earnings per share	245,236,082	244,186,904

7 Other Current Assets

	Consolidated Group	
	31 December 2024 \$'000	30 June 2024 \$'000
Accrued income	5,179	4,906
Prepayments	6,495	3,322
Other receivables	96	79
Total other current assets	11,770	8,307

8 Leases

	Property \$'000	Office Equipment \$'000	Total \$'000
Right-of-use assets			
Balance as at 31 December 2023	14,756	56	14,812
Depreciation	(1,065)	(6)	(1,071)
Balance as at 30 June 2024	13,691	50	13,741
Additions	409	20	429
Depreciation	(1,060)	(7)	(1,067)
Total right-of-use assets as at 31 December 2024	13,040	63	13,103
Lease liability			
Balance as at 31 December 2023	15,716	56	15,772
Payment of lease liabilities	(1,164)	(7)	(1,171)
Interest on leases	312	2	314
Balance as at 30 June 2024	14,864	51	14,915
Additions	409	18	427
Payment of lease liabilities	(1,209)	(6)	(1,215)
Interest on leases	309	1	310
Total lease liability as at 31 December 2024	14,373	64	14,437
Current	1,903	14	1,917
Non-current	12,470	50	12,520
Total lease liability as at 31 December 2024	14,373	64	14,437

Amounts recognised in Statement of Comprehensive Income

	31 December 2024	31 December 2023
	\$'000	\$'000
Depreciation charge of right-of-use assets	1,066	962
Interest expense on lease liabilities	309	259

Amounts recognised in Statement of Cash Flows

	31 December 2024	31 December 2023
	\$'000	\$'000
Total cash outflows for leases	(907)	(758)

	Property	Office Equipment
	\$'000	\$'000
Undiscounted lease payments to be paid		
Year 1	2,462	18
Year 2	2,537	18
Year 3	2,619	18
Year 4	2,705	18
Year 5	2,409	1
> 5 years	3,618	-
Total	16,350	73

Impact of new lease

On 1 July 2024, Netwealth entered into a new 5-year lease for its office in Brisbane with its annual increases fixed at 4.0% per annum.

Short-term leases

Netwealth has no low-value assets. For the period ended 31 December 2024, \$0.1M of short-term lease payments has been recognised in the income statement.

9 Intangible Assets

	Consolidated Group	
	31 December 2024 \$'000	30 June 2024 \$'000
Carrying amount of:		
Software and website developments costs	5,803	5,616
Software – Work in Progress (WIP)	5,498	4,028
Goodwill on acquisitions*	14,254	-
Total intangibles	25,555	9,644

*Goodwill on acquisitions refers to the fair value on provisional purchase price allocation (PPA) for the Xeppe and Flux acquisitions.

	Customer relationships \$'000	Software and website \$'000	Software- Work in Progress \$'000	Goodwill \$'000	Total \$'000
Cost					
Balance at 31 December 2023	300	4,440	5,107	-	9,847
Additions	-	-	2,072	-	2,072
Transfer	-	3,151	(3,151)	-	-
Balance at 30 June 2024	300	7,591	4,028	-	11,919
Additions	-	107	2,358	14,254	16,719
Transfer	-	888	(888)	-	-
Balance at 31 December 2024	300	8,586	5,498	14,254	28,638

	Customer relationship \$'000	Software and website \$'000	Software- Work in progress \$'000	Goodwill \$'000	Total \$'000
Accumulated amortisation and impairment					
Balance at 31 December 2023	(300)	(1,372)	-	-	(1,672)
Amortisation	-	(603)	-	-	(603)
Balance at 30 June 2024	(300)	(1,975)	-	-	(2,275)
Amortisation	-	(808)	-	-	(808)
Balance at 31 December 2024	(300)	(2,783)	-	-	(3,083)

10 Investment in Joint Venture

(i) Share in Joint Venture

	Consolidated Group		
	Note	31 December 2024 \$'000	30 June 2024 \$'000
Opening Balance		1,345	1,614
Share of Joint Venture NPAT		(12)	(269)
Gain on revaluation on investments	3	1,229	-
Transfer to investment in subsidiaries		(2,562)	-
Total Investment in Joint Venture		-	1,345

The Group's joint venture at the balance date are:

Joint Venture	Ownership Interest 30 Dec 2024	Ownership Interest 30 Jun 2024	Nature of activities	Financial Reporting Date	Carrying Value 31 Dec 2024 \$'000	Carrying Value 30 Jun 2024 \$'000
Xeppo Pty Limited	100%	25%	Fintech Data Solutions Provider	30 June	-	1,345

Xeppo Pty Ltd

At the start of the period, Netwealth held a 25% interest in Xeppo, an Australian Fintech data solutions provider based in Adelaide.

On 12 August 2024, Netwealth acquired the remaining equity stake in Xeppo to complete the full acquisition of Xeppo Pty Ltd. Please refer to Note 11 for further details.

(ii) Financial Assets at Fair Value through P&L

Netwealth has recognised the loan to Xeppo as a Financial Asset held at FVTPL in accordance with AASB 9.

	Consolidated Group	
	31 December 2024	30 June 2024
	\$'000	\$'000
Loan and Call Option at FVTPL	-	2,200
Total Financial Assets at Fair Value through P&L	-	2,200

11 Acquisition of Subsidiaries

Acquisition of Xeppo on 12 August 2024

On 12 August 2024, Netwealth obtained control of Xeppo by exercising its call option to convert the \$2.2M loan provided to Xeppo into equity and acquired the remaining issued share capital of Xeppo for cash consideration of \$5.9M.

The acquisition aligns Xeppo's strategic initiatives with the Group, enabling the Group to accelerate its strategy on data and artificial intelligence (AI) technologies. The combined businesses enhance capabilities, expand distribution and accelerate the Group's strategy on data services.

Acquisition of Flux Group on 14 October 2024

On 14 October 2024, Netwealth acquired all issued share capital of Flux and its subsidiaries for \$2.46M in cash plus up to \$1.75M in contingent consideration, payable after FY26. Total contingent consideration payable is based on Flux meeting specific revenue and profitability targets in FY25 and FY26.

Flux creates digital content, a mobile application, and financial tools, engaging a community audience of over 430,000 members. The mobile application offers both free and paid subscription services, which include financial education, stock market and economic news, and personal budgeting tools.

The strategy on this acquisition is to broaden Netwealth's range of products and services, enabling advisers and licensees to better connect with younger clients.

Net cash outflow arising on acquisition

	Xeppo – 12 Aug 2024	Flux- 14 Oct 2024
	\$'000	\$'000
Consideration paid in cash	5,858	2,460
Less: cash and cash equivalent balances acquired	(350)	(224)
Consideration paid net of cash acquired	5,508	2,236

The provisional fair values of the identifiable assets acquired and liabilities assumed at the date of acquisition were:

	Xeppo – 12 Aug 2024	Flux- 14 Oct 2024
	\$'000	\$'000
Cash and cash equivalents	350	224
Trade and other receivables	60	32
Other current assets	37	16
Other non-current assets	47	-
Trade and other payables	(193)	(32)
Provisions	(209)	(53)
Total identifiable assets acquired, and liabilities assumed	92	187

Provisional goodwill arising on acquisition

	Xeppo – 12 Aug 2024	Flux- 14 Oct 2024
	\$'000	\$'000
Fair value of consideration given for controlling interest	5,858	2,460
Fair value of previously held interest in Xeppo	2,562	-
Loan to Xeppo converted into equity	2,202	-
Contingent consideration	-	1,451
Less: fair value of net assets acquired, and liabilities assumed	(92)	(187)
Provisional goodwill	10,530	3,724

As at the date of release of this half-year report, the final purchase price allocation had not been completed and the fair value of the goodwill remains provisional. The purchase price allocation is expected to be finalised in 2H25. Acquisition costs, primarily legal fees of \$0.2M have been expensed in profit or loss in the half year.

As part of the acquisition, an earn-out arrangement up to \$1.75M is payable if Flux meets key financial metrics in the 2025 and 2026 financial years. As of 31 December 2024, the directors estimate that these targets will be met, and accordingly, a contingent consideration obligation at a fair value of \$1.4M has been recognised.

Impact of acquisition on the result of the Group

If the acquisitions of Xeppo and Flux had occurred on 1 July 2024, the Group's revenue for the half year would have increased by \$0.4M and a reduction of \$0.1M in profit from continuing operations.

12 Provisions

	Consolidated Group	
	31 December 2024 \$'000	30 June 2024 \$'000
Employee benefits	10,537	9,536
Make good provisions	78	124
Total provisions	10,615	9,660
Current	9,396	8,664
Non-Current	1,219	996
Total provisions	10,615	9,660

13 Issued Capital

	Consolidated Group	
	31 December 2024 \$'000	30 June 2024 \$'000
Balance at beginning of the reporting period	884,439	884,379
Employee gift shares issued	252	-
Cash received from options exercised	9,833	60
Total share capital	894,524	884,439
Reorganisation reserve	(856,058)	(856,058)
Issued capital	38,466	28,381

The Company recognised a reorganisation reserve of \$856M to reflect the market value of \$3.70 per Fully Paid Ordinary share during the initial public offering.

	Consolidated Group	
	31 December 2024 Number	30 June 2024 Number
Fully Paid Ordinary shares		
Balance at beginning of the reporting period	244,034,237	244,026,357
Issue of shares from employee gift shares	10,800	-
Issue of shares from exercised options and rights	734,354	7,880
At the end of the reporting period	244,779,391	244,034,237
Shares with value	244,779,391	244,034,237

On 16 August 2024, 46,208 Rights were exercised for no cash consideration and converted to Fully Paid Ordinary Shares.

On 23 August 2024 and 23 October 2024, 688,146 (\$9,832,709) Options that have vested were exercised and converted to Fully Paid Ordinary shares.

On 16 September 2024, 10,800 (\$236,412) Fully Paid Ordinary shares were issued at no cost to eligible employees as part of the Employee Gift Offer.

The Company has issued share capital amounting to 244,779,391 Ordinary shares (June 2024: 244,034,237 shares).

14 Share Based Payments

Netwealth Equity Incentive Plan (NEIP)

The Group operates an equity-settled share-based compensation plan for which the Board, under the NEIP may make offers of “incentive securities” in the form of rights, options, restricted shares or a combination of these to selected employees in exchange for their services. The value of the employee services rendered for the grant of these incentive securities is recognised as an expense over the vesting period, with the amount determined by the fair value of these incentive securities granted. The NEIP does not apply to Non-Executive Directors.

As at 31 December 2024, the Group had the following share-based payment arrangements:

Rights Granted

The Company granted and issued 118,299 performance rights to the executive team under the NEIP during the period (1H24: 120,937 performance rights).

The following performance rights are issued and remains outstanding at the end of the reporting period:

Series	Grant date	Number	Plan	Vesting Date	Weighted Average Fair Value at Grant Date
Series 31	11 September 2024	56,840	FY25 Rights - LTI	30 June 2027	\$21.85
Series 32	11 September 2024	2,284	FY25 Rights – LTI (Sign-on)	30 June 2026	\$22.13
Series 33	20 November 2024	47,968	FY25 Rights - LTI	30 June 2027	\$28.62
Series 34	13 December 2024	7,544	FY25 Rights - LTI	30 June 2027	\$28.21
Series 35	13 December 2024	3,663	FY23 Rights - LTI	30 June 2025	\$28.71

The inputs into the calculation of the Rights using the Black Scholes Model are as follows:

	31 December 2024	30 June 2024
Weighted average share price	\$25.22	\$14.80
Expected Volatility	40%	40%
Expected life	3 years	3 years
Risk-free rate	3.75%	4.09%
Expected dividend yields	0.99%	1.62%

From FY25 onwards, the following vesting conditions apply to the FY25 LTI Scheme Rights:

- The holder must be either continuously employed by or hold office continually until 30 June 2027;
- In each of the three financial years ending with the FY27, the holder must achieve performance ratings of 'achieving' and achieve all minimum KPIs as detailed in the performance plan applicable for the relevant year;
- 30% of the Rights are based on the individual effective execution of Business Plan over the vesting period;
- 35% of Rights are subject to achieving a Total Shareholder Return relative to the Group's ranking in the Comparator Group (being the ASX 300 Diversified Financial Index); and
- 35% of Rights are subject to the Group achieving the target EPS growth rate over the vesting period.
- A proportion of the CEO, CFO and CRO's Rights are subject to deferral of vesting based on the Board's assessment of the proportion of holder's duties and responsibilities that is related to Netwealth Superannuation Services Pty Ltd as an APRA-related registerable superannuation entity.
- The CEO and CRO's Rights are deferred over an additional 2 years while the CEO's Rights are deferred over an additional 3 years.

The following vesting conditions apply to the FY25 LTI Scheme Rights (Sign-On):

- The holder must be either continuously employed by or hold office continually until 30 June 2026; and
- In both financial years, FY25 and FY26, the holder must achieve performance ratings of 'achieving' and achieve all minimum KPIs as detailed in the performance plan applicable for the relevant year.

Vested options

734,354 options that vested were exercised during the period (30 June 2024: 128,448).

The following vested options remain outstanding at the end of the reporting period:

Series	Grant date	Number	Plan	Expiry Date	Exercise Price	Fair Value at Grant Date
Series 14	17 October 2019	183,451	FY20 Options - LTI	30 June 2034	\$7.5544	\$2.73
Series 15	12 November 2019	78,232	FY20 Options - LTI	30 June 2034	\$7.5544	\$3.00
Series 16	23 September 2021	906,208	FY22 Options - LTI	30 June 2036	\$15.74	\$3.14
Series 17	23 September 2021	259,321	FY22 Options - LTI	30 June 2036	\$15.74	\$2.78
Series 18	27 October 2021	75,000	FY22 Options - LTI	30 June 2036	\$15.74	\$4.52

15 Controlled Entities

	Country of Incorporation	Percentage Owned	
		31 December 2024 %	30 June 2024 %
Subsidiaries of Netwealth Group Limited			
Netwealth Holdings Limited	Australia	100	100
Wealthtech Pty Ltd	Australia	100	100
Subsidiaries of Netwealth Holdings Limited			
Netwealth Investments Limited	Australia	100	100
Netwealth Group Services Pty Ltd	Australia	100	100
Netwealth Fiduciary Services Pty Ltd	Australia	100	100
Netwealth Superannuation Services Pty Ltd	Australia	100	100
Xeppo Pty Ltd	Australia	100	25
Flux Corp Pty Ltd	Australia	100	-
Subsidiaries of Flux Corp Pty Ltd			
Flux Media Pty Ltd	Australia	100	-
Flux Technologies Pty Ltd	Australia	100	-
Flux Insights Pty Ltd	Australia	100	-
Compeer Finance Pty Ltd	Australia	100	-

Wealthtech is not operational as of 31 December 2024.

16 Financial Instruments

The Group's financial instruments consist of deposits with banks, money markets and short term investments, accounts receivable and payable and contingent consideration.

The carrying amount for each category of financial instruments, measured in accordance with *AASB 9 Financial Instruments*, as detailed in the accounting policies to these financial statements, are as follows:

	Consolidated Group	
	31 December 2024	30 June 2024
	\$'000	\$'000
Financial assets		
Cash & cash equivalent	141,436	126,676
Trade & other receivables	28,975	22,316
Financial assets at FVTPL	518	682
Loan and Call Option at FVTPL	-	2,200
Total financial assets	170,929	151,874
Financial liabilities		
Trade & other payables	14,964	13,064
Lease Liabilities	14,437	14,915
Contingent consideration	1,451	-
Total financial liabilities	30,852	27,979

Fair value of financial instruments

The fair values of financial assets and financial liabilities that are measured at amortised cost are presented in the following table:

	Net Carrying Value	
	31 December 2024	30 June 2024
	\$'000	\$'000
Financial assets		
Cash & cash equivalent	141,436	126,676
Trade & other receivables	28,975	22,316
Total financial assets	170,411	148,992
Financial liabilities		
Trade & other payables	14,964	13,064
Total financial liabilities	14,964	13,064

For all in the above table, the carrying value approximates their fair value.

Financial instruments measured at fair value

The financial instruments recognised at fair value in the statement of financial position have been analysed and classified using a fair value hierarchy reflecting the significance of the inputs used in making the measurements. The fair value hierarchy consists of the following levels:

- Unadjusted quoted prices in active markets for identical assets or liabilities (Level 1). The listed and unlisted investments are valued by reference to the quoted prices in active markets and are deemed to be Level 1 instruments in accordance with AASB 13 fair value hierarchy of measurement. In this regard, there is no subjectivity in relation to their value.
- In valuing investments included in Level 2 of the hierarchy, valuation techniques, such as comparison to similar investments for which market observable prices are available, are adopted to determine the fair value of these investments.
- Fair value for investments included in Level 3 are determined using valuation techniques that include inputs for the asset or liability and discounted cashflows that are not based on observable market data (unobservable inputs).

	Level 1	Level 2	Level 3	Total
	\$'000	\$'000	\$'000	\$'000
31 December 2024				
FVTPL financial assets:				
Listed investments	47	-	-	47
Other	-	471	-	471
Total FVTPL financial assets	47	471	-	518
FVTPL financial liabilities:				
Contingent consideration arrangement	-	-	1,451	1,451
Total FVTPL financial liabilities	-	-	1,451	1,451

30 June 2024				
FVTPL financial assets:				
Listed investments	38	-	-	38
Other	-	644	-	644
Loan and Call Option at FVTPL	-	-	2,200	2,200
Total FVTPL financial assets	38	644	2,200	2,882

Reconciliation of Level 3 fair value measurements

	Contingent consideration arrangement
	\$'000
31 December 2024	
Opening balance	-
Contingent consideration arrangement ¹	1,451
Closing balance	1,451

¹Refer to Note 11 Acquisition of Subsidiaries

17 Events Occurring after Reporting Date

On 20 February 2025, the Company declared a fully franked interim dividend for 1H25 of 17.5 cents per share (total dividend of \$42,836,000). The interim dividend is payable on 27 March 2025.

In the opinion of the Board, there are no other matters or circumstances which have arisen between 31 December 2024 and the date of this report that have significantly affected or may significantly affect the operations of the Group, the results of those operations and the state of affairs for the Group in subsequent financial periods.

Directors' Declaration

The Directors declare that:

- a. the attached financial statements and notes are in accordance with the Corporations Act 2001, comply with Accounting Standard AASB 134 Interim Financial Reporting, Corporation Regulations 2001 and other mandatory professional reporting requirements;
- b. the attached financial statements and notes thereto give a true and fair view of the financial position as at 31 December 2024 and its performance for the half year ended on that date of the consolidated entity; and
- c. in the Directors' opinion, 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 the Directors made pursuant to s.303(5) of the Corporations Act 2001.

On behalf of the Directors



Timothy Antonie

Chair

20 February 2025

Independent Auditor's Review Report



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Independent Auditor's Review Report to the Members of Netwealth Group Limited

Conclusion

We have reviewed the half-year financial report of Netwealth Group Limited (the "Company") and its subsidiaries (the "Group"), which comprises the consolidated statement of financial position as at 31 December 2024, the consolidated statement of profit and loss and other comprehensive income, the consolidated statement of cash flows and the consolidated statement of changes in equity for the half-year ended on that date, notes to the financial statements, including material accounting policy information 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 accompanying half-year financial report of the Group does not comply with the *Corporations Act 2001*, including:

- Giving a true and fair view of the Group's financial position as at 31 December 2024 and of 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*.

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*. 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 our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001* which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's review report.

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*.

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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.

Deloitte Touche Tohmatsu
DELOITTE TOUCHE TOHMATSU

Lani Cockrem

Lani Cockrem
Partner
Chartered Accountants

Melbourne, 20 February 2025

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