

NTA and Monthly Report

December 2025

Business Overview

BKI is a research driven, Listed Investment Company, investing for the long term in profitable, high yielding, well managed companies. Listed on the Australian Securities Exchange (BKI.ASX) and managed by Contact Asset Management, an investment in BKI gives shareholders access to a diversified Australian equity portfolio.

Monthly Portfolio Commentary

In December, the Australian equity market staged a solid recovery with the S&P/ASX 300 Accumulation Index rising 1.4%. BKI's Portfolio Performance for December was 1.1% while BKI's Total Shareholder Return was flat for the month with the BKI share price remaining at \$1.715.

The market during December was defined by investors continued rotation into resource and cyclical value sectors. This shift saw the Materials sector gain 6.4% and the Financials sector rise 3.4% for the month. However, significant underlying volatility remained, particularly in the IT sector which plunged 9.1%.

BKI's portfolio is well-positioned for this environment with core overweight positions in resources and banking driving recent performance, enabling the portfolio to capitalise on the market's move away from high-growth valuations toward tangible assets and dividend yield.

In the Materials sector BKI holds BHP Group (BHP), which represents the largest portfolio weighting. BHP delivered a return of 8.8% significantly outperforming the broader materials index. Also, within the commodity and energy space, BKI's exposure to coal through Dalrymple Bay Infrastructure (DBI) was a standout surging 11.7% as its infrastructure-backed yield attracted strong buying interest leading into its quarterly dividend distribution. New Hope Corporation (NHC) also contributed positively rising 5.4% for the month. These results highlight the continued importance of energy security and high-quality bulk commodity assets in a portfolio focused on long-term capital growth and income for shareholders.

In the Financials sector, BKI's other largest allocations is to the major banks - National Australia Bank (NAB) and Commonwealth Bank (CBA). NAB gained 5.4% and CBA rose 5.2% for the month as the Australian banking sector remains supported by the "higher-for-longer" interest rate environment which should continue to support stronger Net Interest Margins across the board. Despite the RBA's cautious stance on inflation the major banks continue to demonstrate operational excellence maintaining strong capital ratios and healthy fully franked dividend yields.

BKI is scheduled to release first half FY2026 financial results on Thursday 29 January 2026. As announced to the market at the BKI AGM in October 2025, barring any unforeseen circumstance, BKI is confident of at least maintaining ordinary dividends paid to shareholders during FY2026.



Company Overview

ASX Code	BKI.ASX
Mandate	Australian Listed Equities
Market Capitalisation	\$1,384m
Investment Portfolio	\$1,505m
Cash & Cash Equivalents	\$82m
Debt	\$0
Rolling 12 Month Dividend**	7.90cps
DRP	Active

Net Tangible Assets (NTA)

BKI Share Price	\$1.715
Pre-Tax NTA	\$1.96
Post Tax NTA	\$1.79

Historical Grossed Up Dividend Yield *

6.6%

As at 31 December 2025

20Yr Total Shareholder Returns^

8.7% pa

As at 31 December 2025

Management Fee

0.10%

Contact Asset Management

No Performance Fees

Total Portfolio Including Cash

\$1,586m

As at 31 December 2025

Lonsec Recommended Rating



*Grossed up yield includes franking credits and is based on a tax rate of 30%. Includes FY2025 Final Dividend of 4.00cps and FY2025 Interim Dividend of 3.90cps and is based on share price as at 31/12/2025. ^Includes Franking Credits

Board of Directors

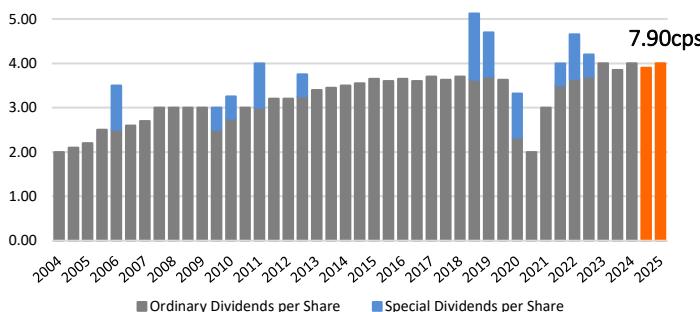
Robert Millner AO (Chair), Alex Payne, David Hall AM, Ian Huntley, Jacqui Clarke, Belinda Cleminson (Company Secretary).

Investment Management

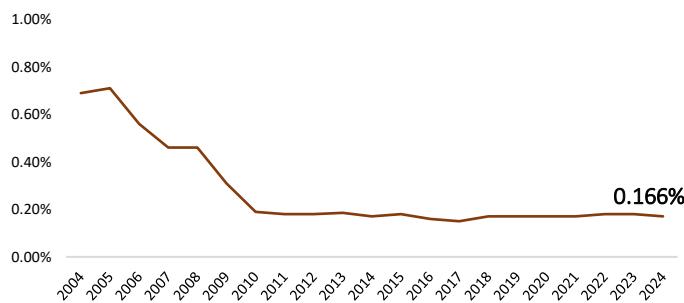
Tom Millner (Portfolio Manager), Will Culbert (Portfolio Manager), Rob Horne (Investment Analyst).

Investor Focused

Fully Franked Dividends - BKI has a strong 20-year history of paying fully franked dividends and offering an attractive yield. BKI's 2025 Full Year Dividends of 7.90cps was up 1% on last year.



Management Expense Ratio (MER) - BKI offers a very competitive fee structure, with an external, active Management Fee of 0.10% and a total MER of only 0.166%.



Cumulative Share Price Returns - Assuming all dividends were reinvested and using the full benefit of franking credits, since IPO on 12th December 2003, the cumulative share price of BKI shares was \$7.43 per share as at 31 December 2025.



Company	% of Total Portfolio
1 BHP Group	9.6%
2 National Australia Bank	7.9%
3 Commonwealth Bank	7.1%
4 APA Group	6.7%
5 Telstra Group	5.0%
6 Wesfarmers Limited	4.9%
7 Harvey Norman Holdings	4.4%
8 Woodside Energy Group	4.4%
9 Macquarie Group	4.1%
10 Transurban Group	3.8%
11 Dalrymple Bay Infrastructure	3.7%
12 New Hope Corporation	3.3%
13 Amcor	2.8%
14 Sonic Healthcare	2.7%
15 Suncorp Group	2.3%
16 Woolworths Group	2.2%
17 ARB Corporation	1.9%
18 Goodman Group	1.8%
19 Stockland	1.8%
20 WH Soul Pattinson & Company	1.8%
21 Coles Group	1.5%
22 Metcash Limited	1.4%
23 TPG Telecom	1.4%
24 Smartgroup Corporation	1.3%
25 Ramsay Health Care	1.2%
Cash and cash equivalents	5.1%
Total of Top 25 plus Cash and cash equivalents	94.3%

Contact Us

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BKI Performance 31 December 2025	1 Year	3 Years (pa)	5 Years (pa)	10 Years (pa)	15 Years (pa)	20 Years (pa)
BKI Portfolio Performance	11.1%	10.1%	11.4%	8.8%	9.1%	8.6%
BKI Total Shareholder Returns (TSR)	6.1%	3.1%	6.9%	4.9%	7.0%	6.5%
BKI Total Shareholder Returns – 100% Franked	8.2%	5.0%	8.9%	7.0%	9.2%	8.7%

Source: Contact Asset Management, Factset. BKI Portfolio Performance is measured by change in pre-tax NTA and is after all operating expenses, provision and payment of both income and capital gains tax and the reinvestment of dividends and includes franking. TSR includes the reinvestment of dividends. TSR including franking credits are based on BKI's dividends being fully franked. Past performance is generally not indicative of future performance. The material contained within the BKI Investment Company Limited NTA and Monthly Report (The Report) has been prepared by Contact Asset Management (AFSL 494045). Figures referred to in The Report are unaudited. The Report is not intended to provide advice to investors or take into account an individual's financial circumstances or investment objectives. This is general investment advice only and does not constitute advice to any person. The opinions within The Report are not intended to represent recommendations to investors, they are the view of Contact Asset Management as of this date and are accordingly subject to change. Information related to any company or security is for information purposes only and should not be interpreted as a solicitation of offer to buy or sell any security. The information on which The Report is based has been obtained from sources we believe to be reliable, but we do not guarantee its accuracy or completeness. Investors should consult their financial adviser in relation to any within this document.