BKI Investment Company Limited
ABN: 23 106 719 868

NTA and Monthly Report

October 2026



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

The BKI portfolio outperformed in October delivering a 1.9% return compared with a 1.1% increase in the benchmark S&P/ASX 300 Accumulation Index. For the year to 31 October 2026, BKI's Total Shareholder Return (TSR), including franking credits, was 6.8%, outperforming the benchmark's 4.8% return by 2.0%.

BKI's portfolio return for the year ending 31 October 2026 was a solid 9.4%, outperforming the Index by 6.3%. This performance was driven by strong gains across Energy and Materials holdings, reflecting BKI's disciplined focus on high-quality investments. Standout performers included Smartgroup Corporation with a 1-year TSR of 57.9%, New Hope Corporation +52.8%, Woolworths Group 45.2%, Woodside Energy 41.5% and BHP Group at 37.9%.

Sector leadership shifted markedly during the month. Utilities was the strongest performing sector, rising 9.3%, followed by Consumer Services (+9.1%), Banks (+7.7%), Insurance (+7.6%) and Health Care (+5.6%).

Origin Energy (+11.4%) recorded strong gains as the market increasingly favoured businesses with predictable cash flows and positive earnings revision momentum. Australia's major banks continued to demonstrate remarkable resilience despite relatively elevated valuation multiples. Commonwealth Bank rose 10.4%, reinforcing the market's preference for earnings certainty and capital strength. Ampol Ltd (-13.2%) was the largest detractor for the month. BKI exited Ramsay Health Care during October taking advantage of the material year-to-date performance +62%.

Valuations in aggregate remain broadly at long run average, albeit increasingly dispersed across sectors. The ASX 300 currently trades on approximately 18x forward earnings and offers a prospective dividend yield of 3%.

Consensus forecasts continue to point to a moderate earnings growth environment. Market earnings are expected to grow by 7% in FY27, with Resources forecast to contribute 7% earnings growth and domestic Industrials expected to deliver 10% growth. Banks are forecast to generate a more modest 5% increase in earnings, reflecting already elevated profitability levels and a mature credit cycle.

Company Overview	
ASX Code	BKI.ASX
Mandate	Australian Listed Equities
Market Capitalisation	$1,437m
Investment Portfolio	$1,583m
Cash & Cash Equivalents	$93m
Debt	$0
Rolling 12 Month Dividend	9.90cps
Net Tangible Assets (NTA)	
BKI Share Price	**$1.78**
Pre-Tax NTA	**$2.07**
Post Tax NTA	**$1.87**

Historical Grossed Up Dividend Yield *
7.95%
As at 31 October 2026

Portfolio Performance^
10.0% pa
Since Inception#

Management Fee
0.10%
Contact Asset Management

No Performance Fees

Total Portfolio Including Cash
$1,675m
As at 31 October 2026

Lonsec Recommended Rating
Recommended

*Grossed up yield includes franking credits, based on a tax rate of 30%. Includes FY26 Dividends of 7.95cps and 1Q FY2027 Dividend of 1.95cps and is based on BKI share price at 31/10/2026. ^Includes Franking Credits. #Since Inception date is 12 December 2003.

Board of Directors

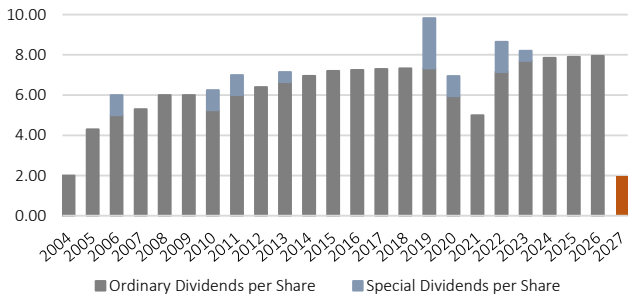
Robert Millner AO (Chair), Alex Payne, David Hall AM, Ian Huntley, Jacqui Clarke, Belinda Cleminson (Company Secretary).

Investment Management

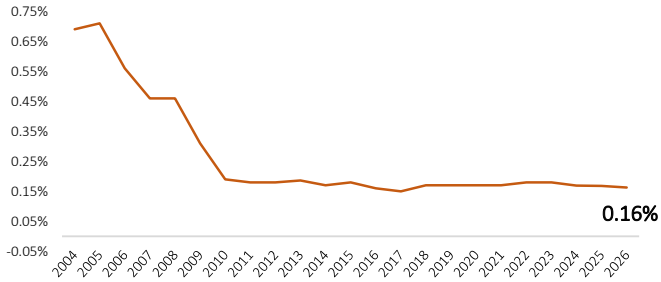
Tom Millner (Portfolio Manager), Will Culbert (Portfolio Manager), Rob Horne (Investment Analyst).

Investor Focused

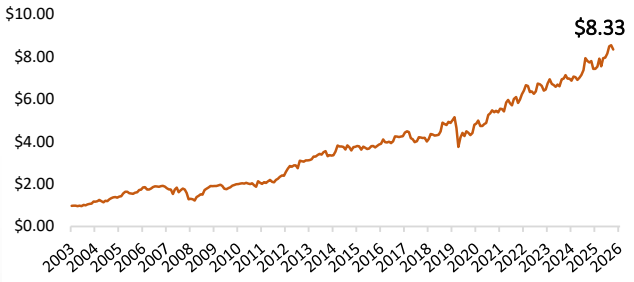
Fully Franked Dividends - BKI has a strong 23-year history of paying fully franked dividends and offering an attractive yield. BKI's FY2026 Dividends of 7.95cps was up 1% on last year. BKI's 1Qtr FY2027 Dividend was 1.95cps.



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 0.16%.



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 $8.33 per share as at 31 October 2026.



	Company	% of Total Portfolio
1	BHP Group	11.4%
2	APA Group	8.0%
3	Commonwealth Bank	6.9%
4	Woodside Energy Group	5.9%
5	National Australia Bank	5.5%
6	Macquarie Group	4.8%
7	Telstra Group	4.8%
8	New Hope Corporation	4.6%
9	Wesfarmers Limited	4.4%
10	Dalrymple Bay Infrastructure	3.9%
11	Transurban Group	3.5%
12	Woolworths Group	2.9%
13	Amcor Plc	2.8%
14	Harvey Norman Holdings	2.5%
15	Sonic Healthcare	2.5%
16	Soul Pattinson	2.1%
17	Smartgroup Corporation	2.1%
18	Origin Energy	1.9%
19	Westpac Banking Corporation	1.7%
20	Goodman Group	1.5%
21	Coles Group	1.5%
22	TPG Telecom	1.3%
23	Stockland	1.3%
24	Metcash Limited	1.3%
25	Ampol Limited	1.1%
	Cash and cash equivalents	5.5%
	Total of Top 25 plus Cash and cash equivalents	**95.6%**

Contact Us

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BKI Performance 31 October 2026	1 Year	3 Years (pa)	5 Years (pa)	10 Years (pa)	15 Years (pa)	20 Years (pa)	Since Inception
BKI Portfolio Performance	11.9%	14.4%	11.2%	10.0%	9.6%	8.6%	10.2%
BKI Total Shareholder Returns (TSR)	4.4%	7.0%	6.7%	6.1%	7.4%	6.0%	7.6%
BKI Total Shareholder Returns – 100% Franked	6.8%	9.2%	8.8%	8.2%	9.5%	8.2%	9.9%

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.