

29 May 2026

Judo executes upsized capital-relief securitisation transaction, strengthening CET1 and ROE

Judo Capital Holdings Limited (ASX:JDO) ("Judo Bank", "Judo" or "Bank") today announced that it has successfully priced a \$750m capital-relief securitisation transaction backed by small and medium enterprise (SME) business loans.

The transaction attracted strong investor support, enabling Judo to upsize the transaction from an initial launch amount of \$500m to \$750m.

The notes priced at a weighted average of 171 basis points over 1-month BBSW, representing an improvement of 102 basis points compared with Judo's inaugural transaction completed in September 2023 at 273bps over 1-month BBSW.

The transaction qualifies for regulatory capital relief. Following completion of the transaction, Judo's Common Equity Tier 1 (CET1) ratio will increase. As a result of the transaction, pro forma CET1 at 31 March was 13.2%, compared with the 31 March reported CET1 ratio of 12.6% (refer Appendix).

The transaction does not impact the reporting of loans in Judo's accounts. The underlying business loans will continue to be reported as gross loans and advances and generate interest income.

Further, as the transaction qualifies for capital relief, the transaction is highly accretive to Judo's return on equity (ROE). Following the transaction, Judo will generate a significant net interest margin on the underlying business loans without needing to hold capital for these assets. Assuming a normalised level of capital, the transaction is estimated to deliver a 25 – 30bps pro-forma benefit to FY27 ROE.

Judo's Chief Executive Officer, Chris Bayliss, said: "We are very pleased with the strong support received for this transaction from a broad range of domestic and international investors.

"The transaction strengthens Judo's CET1 position and increases our flexibility to support continued lending growth, while also improving ROE.

"The transaction also demonstrates that we have multiple levers to actively manage capital, providing increased optionality, including the potential to consider capital management initiatives in due course."

Settlement of the transaction is expected to occur on 4 June 2026.

Authorised for release by Yien Hong, Company Secretary.

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Appendix – CET1 bridge from December 2025 to March 2026

