

Market Announcements Office  
Australian Securities Exchange  
Level 4, 20 Bridge Street  
Sydney NSW 2000

Sydney, 28 August 2025

## **TPG Telecom Limited Results for Half Year Ended 30 June 2025 – Appendix 4D and Half Year Report**

TPG Telecom Limited (ASX: TPG) today releases its results for the half year ended 30 June 2025.

Please find attached TPG Telecom Limited's Appendix 4D and 2025 Half Year Report.

Iñaki Berroeta, Chief Executive Officer and Managing Director, and John Boniciolli, Group Chief Financial Officer, will present TPG Telecom's results via webcast, followed by a live question-and-answer session at 10.30am (Sydney time), on Thursday, 28 August 2025.

Webcast link: <https://loghic.eventsair.com/656532/882123/Site/Register>

A replay of the webcast will be available via the same link following the presentation.

Authorised for lodgement with ASX by the TPG Telecom Board.

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# TPG Telecom Limited

(ABN 76 096 304 620)

## and its controlled entities

Lodged with the Australian Securities Exchange ('ASX') under Listing Rule 4.2A.3.

The ASX Appendix 4D covers the group consisting of TPG Telecom Limited and its controlled entities ('the Group').

This Appendix 4D report should be read in conjunction with the TPG Telecom Half-Year Financial Report 2025 incorporating information including the Directors' Report and Financial Report.

### ASX Appendix 4D for the half-year ended 30 June 2025

(Previous corresponding period: Half-year ended 30 June 2024)

#### Results for announcement to the market

##### Reported results

		30 JUN 2025	30 JUN 2024	CHANGE
Revenue from continuing operations	\$m	2,448	2,400	2 %
Earnings before interest, taxes, depreciation and amortisation (EBITDA) from continuing operations	\$m	813	805	1 %
Profit after tax for half-year from continuing operations	\$m	32	7	357 %
Profit after tax for half-year from discontinued operations	\$m	29	22	32 %
Profit attributable to owners of the company	\$m	61	29	110 %
Basic earnings per share - includes discontinued operations	cps	3.3	1.6	106 %
Diluted earnings per share - includes discontinued operations	cps	3.3	1.6	106 %

##### Dividend information

	AMOUNT PER SHARE	FRANKED AMOUNT PER SHARE
Final dividend for FY24	9.0 cents	0%
Interim dividend for FY25	9.0 cents	0%

The interim dividend for FY25 has a record date of 5 September 2025 and will be paid on 3 October 2025.

##### Net Assets

		30 JUN 2025	30 JUN 2024
Net assets per security	\$	5.96	6.17

##### Net Tangible Assets

		30 JUN 2025	30 JUN 2024
Net tangible assets per security	\$	(1.12)	(1.25)

Net tangible assets are calculated by deducting the value of intangible assets and right-of-use asset from the net assets of the Group. It should be noted that valuable assets owned by the Group, such as mobile spectrum licences and indefeasible rights of use of bandwidth capacity, are classified as intangible assets and are therefore excluded from the Group's net tangible assets.

Details of entities where control has been gained or lost during the period

NAME OF ENTITY	COUNTRY OF INCORPORATION	DATE OF CONTROL GAINED/LOST	EQUITY HOLDINGS	
			30 JUN 2025 %	30 JUN 2024 %
iiNet New Zealand AKL Limited	New Zealand	6th March 2025	—	100

Details of investments in joint ventures

NAME OF ENTITY	COUNTRY OF INCORPORATION	INTEREST %	
		30 JUN 2025 %	30 JUN 2024 %
3GIS Pty Limited	Australia	50	50
3GIS Properties (No 1) Pty Limited	Australia	50	50
3GIS Properties (No 2) Pty Limited	Australia	50	50
Tovadan Pty Limited	Australia	50	50
Mondjay Pty Limited	Australia	50	50

The Consolidated Financial Statements contained within the TPG Telecom Half-Year Financial Report 2025, of which this report is based upon, has been reviewed by PricewaterhouseCoopers.



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Half-Year  
Financial Report  
2025

## About this report

This report is published with the HY25 Appendix 4D and Investor Presentation and is for TPG Telecom Limited (ABN 76 096 304 620) and its controlled entities for the half-year ended 30 June 2025 (HY25).

TPG Telecom encourages readers to refer to all publications available at [tpgtelecom.com.au](http://tpgtelecom.com.au) for a complete view of the Group's financial and operational performance.

All financial information is presented in Australian dollars (AUD), unless otherwise stated.

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## Forward-looking statements

Forward-looking statements, opinions and estimates provided in this report are based on assumptions and contingencies, which are subject to change without notice, as are statements about market and industry trends, which are based on interpretations of current market conditions. Forward-looking statements, including projections, guidance on future earnings and estimates, are provided as a general guide only and should not be relied upon as an indication or guarantee of future performance.

Investors should form their own views as to these matters and any assumptions on which any forward-looking statements, estimates or opinions are based. Except as required by applicable laws or regulations, TPG Telecom does not undertake to publicly update or revise any forward-looking statements to reflect any change in expectations, contingencies or assumptions, whether as a result of new information or future events. To the maximum extent permitted by law, none of TPG Telecom, its directors, employees or agents, nor any other person accepts any liability, including, without limitation, any liability arising out of fault or negligence, for any loss arising from the use of the information contained in this report.

## Acknowledgement of Country

We acknowledge the Traditional Custodians of Country throughout Australia and the lands on which we and our communities live, work and connect. We pay our respects to their Elders, past and present.

'Listening to Land - Connecting to Country' by Riki Salam (Mualgal, Kaurareg, Kuku Yalanji), We Are 27 Creative.





# Directors’ report

The Directors present their report, together with the Half-Year Financial Report of TPG Telecom Limited (the ‘Company’) and its controlled entities (collectively referred to as ‘TPG Telecom’ or the ‘Group’) for the half-year ended 30 June 2025 (‘HY25’) in compliance with the provisions of the *Corporations Act 2001 (Cth)*.

## Board of Directors

Details of Directors of the Company who held office at any time during or since the end of the half-year period are set out below:

Name
Fok Kin Ning, Canning (Chairman)
Iñaki Berroeta
Paula Dwyer
Pierre Klotz
Robert Millner AO
Antony Moffatt
Dr Helen Nugent AC
John Otty (appointed on 18 August 2025)
Frank Sixt
Jack Teoh
Serpil Timuray (resigned on 1 July 2025)

## Review of financial performance

### Introduction and business overview

TPG Telecom provides telecommunications services to consumers, businesses, enterprises, governments and wholesale customers in Australia. The Group markets its services primarily through the Vodafone, TPG, felix, iiNet, Lebara and kogan.com. The Group provides around 7.6 million fixed and mobile telecommunications services using a network of more than 7,700 mobile sites including regional network sharing sites.

On 31 July 2025 the Group completed the sale of its fibre network infrastructure assets and Enterprise, Government and Wholesale fixed business to Vocus Group Limited (‘Vocus Transaction’). Post the Vocus Transaction, TPG is a capital efficient, mobile-led integrated telecommunications company.

The Group employed approximately 3,300 people across Australia as at 30 June 2025, including approximately 535 employees who transferred to Vocus on 1 August 2025.

# Directors' report

## Review of financial performance

### Key financial metrics

The following section provides an overview of key financial metrics and operating performance on a statutory continuing operations basis, subsequent to the Vocus Transaction, unless otherwise stated.

For classification details of continuing and discontinued operations, please refer to Notes 3 to Note 5, on pages 24 to 26.

To aid comparison with ongoing performance, information is also provided where relevant on a non-statutory Pro Forma basis, as if new commercial arrangements arising from the Vocus Transaction (the Transmission and Wholesale Fibre Agreement (TAWFA) and Vision Wholesale Broadband Agreement (WBA)) had been in place for the entire period.

Readers should read this section with the consolidated financial statements starting on page 14 and refer to the HY25 Investor Presentation available via the ASX and on the Company's website.

Refer to the Glossary on page 38 for definitions of capitalised terms.

### Service Revenue

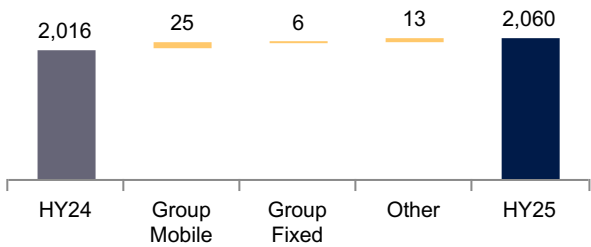
Service Revenue was \$2,060 million, an increase of \$44 million or 2.2% (HY24: \$2,016 million).

Mobile Service Revenue was \$1,145 million, an increase of \$25 million or 2.2% (HY24: \$1,120 million). This increase was attributable to strong mobile subscriber growth following the introduction of the Multi-Operator Core Network (MOCN) regional infrastructure sharing arrangement, and moderate growth in Average Revenue Per User (ARPU).

Fixed Service Revenue was \$843 million, an increase of \$6 million or 0.7% (HY24: \$837 million), following continued growth in Fixed Wireless subscribers and pricing growth in NBN services offsetting lower NBN subscriber numbers.

Other Service Revenue was \$72 million, an increase of \$13 million or 22.0% (HY24: \$59 million), primarily reflecting growth from Mobile Virtual Network Operators (MVNOs).

### Service Revenue Bridge (\$m)



### Gross Margin

Gross Margin was \$1,320 million, an increase of \$11 million or 0.8% (HY24: \$1,309 million), primarily reflecting Service Revenue growth and the impact in the cost of telecommunications services of the commencement of the the MOCN arrangement.

The cost of telecommunication services was \$749 million, an increase of \$35 million or 4.9% (HY24: \$714 million). MOCN costs were \$26 million, in line with TPG Telecom's expectations. In addition, there were modest increases in NBN input costs and off-net messaging costs.

Cost of telecommunication services on a Pro Forma basis would have been \$29 million higher at \$778 million, an increase of \$36 million or 4.9% (HY24: \$742 million)<sup>1</sup>.

Net margin from the sale of handsets and hardware was \$7 million, an increase of \$5 million (HY24: \$2 million), driven mainly by an improvement in fixed device margin.

Gross Margin on a Pro Forma basis would have been \$1,291 million (HY24: \$1,281 million).

<sup>1</sup> Corresponding cost of telecommunication services disclosed on 5 August 2025 was \$737 million, which included \$5 million other income.

# Directors' report continued

## Review of financial performance

### EBITDA

Earnings before interest, tax, depreciation and amortisation (EBITDA) was \$813 million, an increase of \$8 million or 1.0% (HY24: \$805 million), reflecting Gross Margin growth and a modest increase in indirect operating costs.

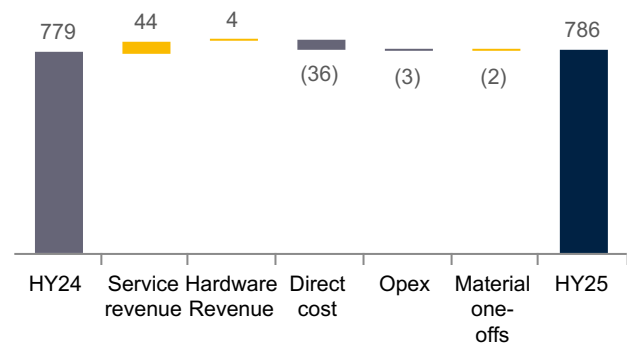
Indirect operating costs were \$507 million, an increase of \$3 million or 0.6% (HY24: \$504 million). Within operating costs:

- Technology expense was \$126 million, up \$2 million or 1.6% (HY24: \$124 million), reflecting higher electricity costs from increased consumption and higher prices, partially offset by lower network maintenance and support costs.
- Employee benefits expense was \$176 million, down \$11 million or 5.9% (HY24: \$187 million), reflecting the outsourcing of Manila support centre operations (now transferred to other operating expenses) in the first half of 2024, as well as lower employee numbers.
- Other operating expense was \$205 million, up \$12 million or 6.2% (HY24:\$193 million), reflecting the transfer of the Manila service centre and increased marketing investment related to the MOCN launch and TPG brand refresh.

EBITDA on the basis TPG Telecom has provided guidance to the market, which is on a Pro Forma basis and excludes material one-off impacts<sup>2</sup>, would have been \$786 million, an increase of \$7 million or 0.9% (HY24: \$779 million).

Material one-off impacts of \$3 million (HY24: \$2 million) came from redundancy costs and professional services fees not related to the Vocus Transaction (which are within discontinued operations).

### EBITDA Bridge, guidance basis (\$m)



### NPAT

Net profit after tax (NPAT) was \$32 million, an increase of \$25 million (HY24: \$7 million), reflecting EBITDA growth, minimal increase in depreciation and amortisation expense, lower net financing costs and an income tax benefit.

Depreciation and amortisation expense was \$608 million, an increase of \$2 million, (HY24: \$606 million), primarily due to increased network equipment depreciation.

Net financing costs were \$181 million, a decrease of \$7 million, or 3.7% (HY24: \$188 million), primarily reflecting lower market interest rates.

The income tax benefit of \$8 million (HY24: \$4 million expense), reflected the recognition of previously unrecognised tax losses, partially offset by tax on current period profit (see Note 6 on page 28).

<sup>2</sup> Impacts arising from events such as transactions, redundancy, restructuring, mergers and acquisitions, disposals, impairments and any other items as determined by the Board and management (other than those already excluded through Discontinued Operations).

## Directors' report continued

### Review of financial performance

#### Earnings per share

Statutory earnings per share (EPS) from continuing operations was 1.7 cents, an increase of 1.3 cents (HY24: 0.4), reflecting the increase in NPAT.

#### Return on Invested Capital

Return on Invested Capital (ROIC) was 6.2%, an increase of approximately 80 basis points (HY24: 5.4%), primarily reflecting increased net operating profit after tax resulting from improved trading momentum.

#### Free cash flow

Operating Free Cash Flow (OFCF) was \$246 million, an increase of \$47 million or 23.6% (HY24: \$199 million). This increase primarily reflected lower capital expenditure and a reduction in working capital impacts offset by higher lease payments, primarily due to timing impacts.

Cash capital expenditure excluding spectrum payments was \$473 million a decrease of \$37 million or 7.3% (HY24: \$510 million), the reduction in capex reflects lower additions to property, plant and equipment as TPG Telecom passes the peak years of investment to deliver the 5G mobile network upgrade, including the change-out of legacy Huawei equipment, and to modernise IT systems to enable product and plan simplification for customers.

Working capital movement was \$39 million, an improvement of \$32 million (HY24: \$7 million), reflecting the reduced impact from the unwind of legacy handset receivables financing arrangements, as well as other movements, which more than offset a reduced benefit from lower net additions to handset receivables, and the impact of higher inventory.

Lease payments were \$133 million, up \$30 million primarily reflecting a larger proportion of payments for mobile network tower and rooftop mast access arrangements occurring in the first half of the year than in the prior corresponding period.

On a Pro Forma basis, OFCF would be \$171 million, an increase of 34.6% (HY24: \$127 million).

Free cash flow to equity was \$103 million, up \$152 million (HY24: \$(49) million), reflecting OFCF growth as well as the non-recurrence of \$128 million of spectrum payments from HY24, more than offsetting a modest, timing-related increase in cash bank borrowing costs.

#### Dividends

The TPG Telecom Board has declared an interim dividend of 9.0 cents per share to be paid on 3 October 2025. The dividend will be unfranked as the Company has no franking credits available at the time of dividend declaration.

TPG Telecom announced a new dividend policy on 5 August 2025 targeting an increase in annual dividends over time in line with sustainable growth in profit and cash flow, and an FY25 annual dividend of 18 cents per share (FY24: 18 cents per share).

#### Financial Position

Net assets were largely unchanged at 30 June 2025 at \$11,076 million (31 December 2024: \$11,173 million), including \$4,231 million of assets held for sale under the Vocus Transaction.

Net borrowings (gross borrowings less cash) were also largely unchanged at \$4,102 million (31 December 2024: \$4,057 million). Gross borrowings were \$4,147 million (31 December 2024: \$4,099 million).

In June 2025, TPG Telecom refinanced \$2,086 million of bank debt facilities that were due to mature in June 2026, extending them until July 2027 and July 2028. As part of the refinance TPG Telecom reduced the margin paid on borrowings.

TPG Telecom announced its capital management plans on 5 August using an estimated \$4.7 billion in net cash proceeds from the Vocus Transaction. These plans include the intention to undertake a Capital Reduction of up to \$3 billion, provide minority shareholders the opportunity to re-invest their Capital Reduction proceeds in new shares (raising up to \$688 million), and pay down up to \$2.4 billion in bank borrowings.

## Directors' report continued

### Review of financial performance

#### Summary of consolidated income statement

Below is a simplified version of the Group's income statement for continuing operations, to assist with understanding of commentary in the Key Financial Metrics section. Refer to Note 5 on page 26 for further details on discontinued operations.

Continuing Operations	30 JUN 2025 \$m	30 JUN 2024 \$m
<b>Revenue</b>		
Service Revenue	2,060	2,016
Handset and hardware revenue	388	384
<b>Total revenue</b>	<b>2,448</b>	<b>2,400</b>
Other income	2	5
Cost of telecommunication services	(749)	(714)
Cost of handsets and hardware sold	(381)	(382)
Technology expense	(126)	(124)
Employee benefits expense	(176)	(187)
Other operating expense	(205)	(193)
<b>EBITDA</b>	<b>813</b>	<b>805</b>
Depreciation and amortisation	(608)	(606)
<b>Operating profit</b>	<b>205</b>	<b>199</b>
Net financing costs	(181)	(188)
<b>Profit before tax from continuing operations</b>	<b>24</b>	<b>11</b>
Income tax benefit/(expense)	8	(4)
<b>Profit after tax</b>	<b>32</b>	<b>7</b>

## Directors' report continued

### Review of financial performance

#### Summary of consolidated financial position

Below is a simplified version of the Group's financial position as at 30 June 2025 to assist with understanding of commentary in the Key Financial Metrics section. Refer to Note 5 on page 26 for further details on discontinued operations.

	30 JUN 2025	31 DEC 2024
	\$m	\$m
Cash and cash equivalents	45	42
Trade and other receivables	921	972
Inventories	52	82
Other current assets	58	65
Assets classified as held for sale	4,231	—
<b>Total current assets</b>	<b>5,307</b>	<b>1,161</b>
Property, plant and equipment	2,473	3,865
Right-of-use assets	1,283	1,469
Spectrum licences	1,446	1,586
Other intangible assets	7,647	10,337
Deferred tax assets	410	218
Other non-current assets	4	11
Trade and other receivables	440	447
<b>Total non-current assets</b>	<b>13,703</b>	<b>17,933</b>
Trade and other payables	783	1,031
Contract liabilities	308	315
Lease liabilities	112	136
Liabilities classified as held for sale	467	—
Other current liabilities	104	124
<b>Total current liabilities</b>	<b>1,774</b>	<b>1,606</b>
Borrowings	4,147	4,099
Lease liabilities	1,899	2,069
Other non-current liabilities	114	147
<b>Total non-current liabilities</b>	<b>6,160</b>	<b>6,315</b>
<b>Net assets</b>	<b>11,076</b>	<b>11,173</b>
Contributed equity	18,399	18,399
Treasury shares	—	—
Reserves and accumulated losses	(7,323)	(7,226)
<b>Total equity</b>	<b>11,076</b>	<b>11,173</b>



## Directors' report continued

### Review of financial performance

#### Summary of consolidated cash flow

Below is a simplified version of the statement of cash flows and reconciliation to free cash flow from continuing operations, to assist with understanding of commentary in the Key Financial Metrics section. Refer to Note 5 on page 26 for further details on discontinued operations.

	30 JUN 2025	30 JUN 2024
	\$m	\$m
Cash flow from operating activities	950	961
Cash flow from operating activities - discontinued operations	(98)	(149)
<b>Cash flow from operating activities - continuing operations</b>	<b>852</b>	<b>812</b>
Capital expenditure - continuing operations	(473)	(510)
Lease costs - continuing operations	(133)	(103)
Cash tax - continuing operations	—	—
<b>Operating Free Cash Flow (OFCF) - continuing operations</b>	<b>246</b>	<b>199</b>
Spectrum payments	—	(128)
Borrowing costs	(143)	(125)
Receipts from sale of subsidiary	—	5
<b>Free cash flow - continuing operations</b>	<b>103</b>	<b>(49)</b>
Pro Forma adjustment	(75)	(72)
Change in borrowings	51	110
Payments for shares acquired by TPG Employee Incentive Plan Trust	—	(12)
Dividends paid	(167)	(167)
<b>Net cash flow - Pro Forma</b>	<b>(88)</b>	<b>(190)</b>

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# Directors' report continued

## Review of financial performance

### Business segment and product highlights

#### Consumer segment

Service Revenue was \$1,888 million, an increase of \$28 million or 1.5% (HY24: \$1,860 million). This comprised:

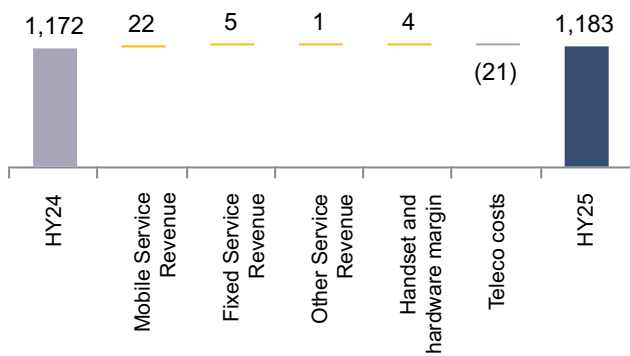
- Mobile Service Revenue was \$1,050 million, an increase of \$22 million or 2.1% (HY24: \$1,028 million), reflecting strong subscriber growth and moderate ARPU growth.
- Fixed Service Revenue was \$834 million, an increase of \$5 million or 0.6% (HY24: \$829 million), reflecting increases in the price of NBN plans and continued Fixed Wireless growth offsetting a lower NBN subscriber base.

Cost of telecommunication services was \$710 million, an increase of \$21 million or 3.0% (HY24: \$689 million), primarily reflecting the introduction of the MOCN and increased NBN costs. This was partially offset by lower bad debt expense and lower payments to other telcos for intercarrier services.

Handset and hardware margin was \$5 million, an increase of \$4 million (HY24: \$1 million) reflecting improved fixed device margin.

Gross Margin was \$1,183 million, an increase of \$11 million or 0.9% (HY24: \$1,172 million).

#### Gross Margin Bridge (\$m)



#### Enterprise, Government and Wholesale segment

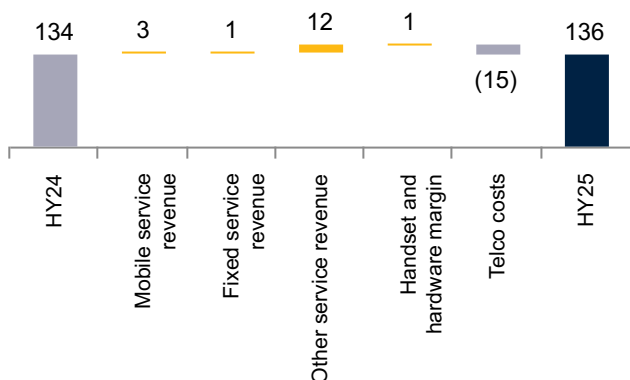
Service Revenue was \$172 million, an increase of \$16 million or 10.3% (HY24: \$156 million), reflecting the growth profile of the business excluding the assets sold in the Vocus Transaction. This comprised:

- Mobile Service Revenue was \$95 million, an increase of \$3 million or 3.3% (HY24: \$92 million) reflecting an increase in mobile subscribers.
- Fixed Service Revenue was \$9 million, an increase of \$1 million or 12.5% (HY24: \$8 million).
- Other Service Revenue was \$68 million, an increase of \$12 million or 21.4% (HY24: \$56 million) mainly from MVNO growth and increased revenue for push notification text messaging services, partially offset by a reduction in Internet of Things (IoT) revenue.

Cost of telecommunication services \$38 million, an increase of \$15 million or 65.2% (HY24: \$23 million), primarily reflecting the introduction of the MOCN and the increase in push notification revenue.

Gross Margin was \$136 million, an increase of \$2 million or 1.5% (HY24: \$134 million).

#### Gross Margin Bridge (\$m)



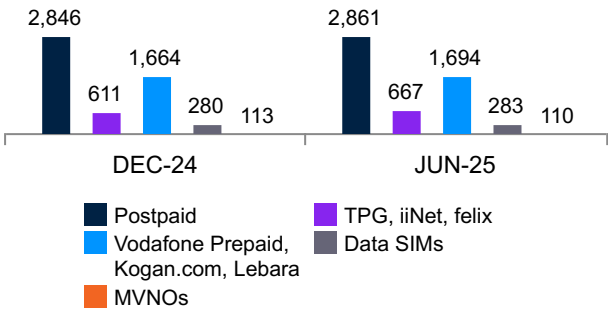
# Directors' report continued Review of financial performance

## Mobile subscribers and ARPU

Total mobile subscribers were 5.62 million as at 30 June 2025 (31 December 2024: 5.51 million). This reflected subscriber growth following the regional network expansion in late January 2025, which drove increased market share in metropolitan and regional centres. This offset a decline in subscriber additions from international students in the period. Net additional subscribers were 100,000, (HY24:64,000).

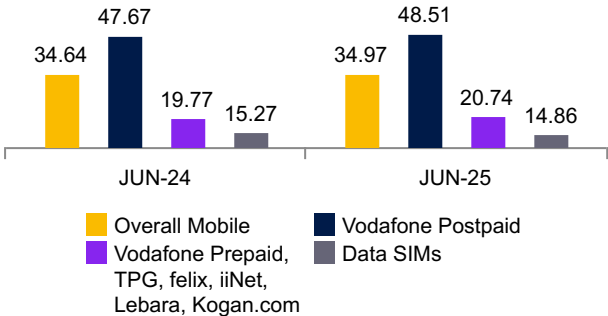
Vodafone Postpaid subscribers were 2.86 million, up 15,000 (31 December 2024: 2.85 million). Vodafone Prepaid, TPG, iiNet, felix, Lebara and kogan.com subscribers were 2.36 million, up 86,000 (31 December 2024: 2.28 million). Data SIM subscribers were 283,000, up 3,000 (31 December 2024: 280,000). MVNO subscribers were 110,000, a decrease of 3,000 (31 December 2024: 113,000).

## Mobile subscribers by brand (000's)



Total ARPU excluding MVNOs was \$34.97 per month, an increase of \$0.33 or 1.0% (HY24: \$34.64), reflecting moderate price rises. Vodafone Postpaid ARPU was \$48.51 per month, an increase of \$0.84 or 1.8% (HY24: \$47.67). Aggregate ARPU across Vodafone Prepaid, TPG, iiNet, felix, Lebara and kogan.com was \$20.74 per month, an increase of \$0.97 or 4.9% (HY24: \$19.77).

## Mobile ARPU by subscriber type (\$)



## Fixed subscribers and AMPU<sup>3</sup>

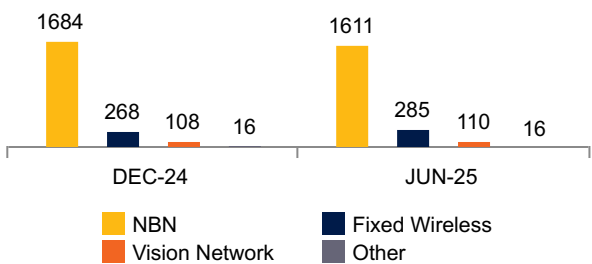
Total fixed subscribers declined by 55,000 in the half, bringing the total to 2.02 million (31 December 2024: 2.08 million).

NBN subscribers decreased to 1.61 million, down 73,000 or 4.2% (31 December 2024: 1.68 million), reflecting ongoing intense competition from both telco and non-telco operators, partially mitigated by TPG promotional activity following the relaunch of the TPG consumer brand in April 2025.

Fixed Wireless subscribers increased to 285,000, up 17,000 (31 December 2024: 268,000), despite heightened competition.

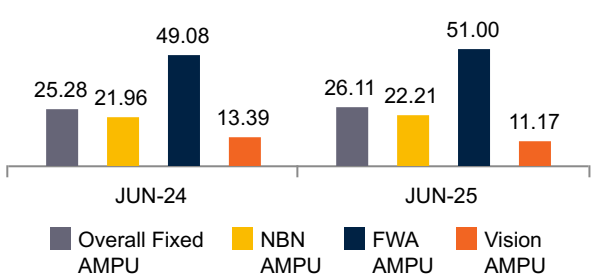
Vision Network subscribers increased to 110,000, up 2,000 (31 December 2024: 108,000), following the launch of Vision products on the Vodafone brand during the second quarter.

## Fixed subscribers by product (000's)



Average Margin Per User (AMPU) across all Fixed products was \$26.11 per month, an increase of \$0.83 or 3.3% (HY24: \$25.28). This primarily reflected higher NBN and Fixed Wireless margin, partially offset by Vision Network promotional discounts.

## Fixed broadband AMPU by product type



<sup>3</sup> Includes all Consumer and small office/home products; includes Vision Network costs due to Vocus Transaction.

## Directors' report continued

### Review of financial performance

#### Auditor's independence declaration

A copy of the auditor's independence declaration, as required under section 307C of the *Corporations Act 2001*, is set out on page 13.

#### Rounding of amounts

The Company is of a kind referred to in the *ASIC Corporations Instrument 2016/191 (Rounding in Financial/Directors' Reports)* and, in accordance with that instrument, all financial information presented in the consolidated financial statements and Directors' Report has been rounded to the nearest million dollars, unless otherwise indicated.

This Directors' report is made in accordance with a resolution of the Directors on 28 August 2025.



**Fok Kin Ning, Canning**  
Chairman

28 August 2025



**Iñaki Berroeta**  
Chief Executive Officer and Managing Director

28 August 2025

# Auditor's independence declaration



## Auditor's Independence Declaration

As lead auditor for the review of TPG Telecom Limited for the half-year ended 30 June 2025, I declare that to the best of my knowledge and belief, there have been:

- a. no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- b. no contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of TPG Telecom Limited and the entities it controlled during the period.

A handwritten signature in black ink, appearing to read 'Mark Dow'.

Mark Dow  
Partner  
PricewaterhouseCoopers

Sydney  
28 August 2025

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# Half-Year Financial Report

## About this report

The Half-Year Financial Report covers the group consisting of TPG Telecom Limited and its controlled entities.

All amounts are presented in Australian dollars unless stated otherwise.

TPG Telecom Limited is a company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business is:

Level 27, Tower Two, International Towers Sydney, 200 Barangaroo Avenue, Barangaroo NSW 2000.

A description of the nature of the Group's operations and its principal activities is included in the Directors' report on pages 3 to 12.

The financial report was authorised for issue by the Directors on 28 August 2025. The Directors have the power to amend and reissue the financial report.

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# Consolidated income statement

for the half-year ended 30 June 2025

		30 JUN 2025	30 JUN 2024
	NOTES	\$m	Restated* \$m
<b>Continuing operations</b>			
Revenue from contracts with customers	3	2,448	2,400
Other income	4	2	5
Cost of provision of telecommunication services		(749)	(714)
Cost of handsets and hardware sold		(381)	(382)
Technology costs		(126)	(124)
Employee benefits expense	4	(176)	(187)
Other operating expenses	4	(205)	(193)
<b>Earnings before interest, tax, depreciation and amortisation</b>		<b>813</b>	<b>805</b>
Depreciation and amortisation expense	4	(608)	(606)
<b>Results from operating activities</b>		<b>205</b>	<b>199</b>
Finance income	4	1	2
Finance expenses	4	(182)	(190)
Net financing costs		(181)	(188)
<b>Profit before income tax from continuing operations</b>		<b>24</b>	<b>11</b>
Income tax benefit/(expense)	6	8	(4)
<b>Profit after income tax from continuing operations</b>		<b>32</b>	<b>7</b>
<b>Discontinued operations</b>			
<b>Profit after income tax from discontinued operations</b>	5	<b>29</b>	<b>22</b>
<b>Profit for the half year</b>		<b>61</b>	<b>29</b>
Attributable to:			
Owners of the Company		61	29
		<b>61</b>	<b>29</b>

		CENTS	CENTS Restated*
<b>Earnings per share for profit attributable to the owners of the Company</b>			
<b>Total</b>			
Basic earnings per share	13	3.3	1.6
Diluted earnings per share	13	3.3	1.6
<b>Continuing operations</b>			
Basic earnings per share	13	1.7	0.4
Diluted earnings per share	13	1.7	0.4

The above consolidated income statement should be read in conjunction with the accompanying notes.

\*Balances for the half-year ended 30 June 2024 (HY24) have been restated to reflect the classification of fibre network infrastructure assets and Enterprise, Government and Wholesale (EGW) fixed operations as a discontinued operation. Refer to Note 5 for further details.

# Consolidated statement of comprehensive income

for the half-year ended 30 June 2025

		30 JUN 2025	30 JUN 2024
	NOTES	\$m	Restated* \$m
<b>Profit for the half-year</b>		<b>61</b>	<b>29</b>
<b>Other comprehensive income</b>			
<b>Items that may subsequently be reclassified to the income statement, net of tax:</b>			
Net (loss)/gain on cash flow hedges taken to equity		(2)	1
<b>Other comprehensive (loss)/income for the half-year, net of tax</b>		<b>(2)</b>	<b>1</b>
<b>Total comprehensive income for the half-year, net of tax</b>		<b>59</b>	<b>30</b>
Attributable to:			
Owners of the Company		59	30
		<b>59</b>	<b>30</b>
<b>Total comprehensive income arises from:</b>			
Continuing operations		30	8
Discontinued operations	5	29	22

The above consolidated statement of comprehensive income should be read in conjunction with the accompanying notes.

\*HY24 presentation have been restated to reflect the classification of fibre network infrastructure assets and Enterprise, Government and Wholesale (EGW) fixed operations as a discontinued operations. Refer to Note 5 for further details.



# Consolidated statement of financial position

as at 30 June 2025

	Notes	30 JUN 2025 \$m	31 DEC 2024 \$m
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents		45	42
Trade and other receivables	7	921	972
Inventories		52	82
Derivative financial instruments		1	5
Prepayments and other assets		57	60
Assets classified as held for sale	5	4,231	—
<b>Total current assets</b>		<b>5,307</b>	<b>1,161</b>
<b>Non-current assets</b>			
Trade and other receivables	7	440	447
Property, plant and equipment	8	2,473	3,865
Right-of-use assets		1,283	1,469
Intangible assets	9	9,093	11,923
Deferred tax assets		410	218
Prepayments and other assets		4	11
<b>Total non-current assets</b>		<b>13,703</b>	<b>17,933</b>
<b>Total assets</b>		<b>19,010</b>	<b>19,094</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Trade and other payables		783	1,031
Contract liabilities		308	315
Lease liabilities		112	136
Provisions		69	92
Other liabilities		35	32
Liabilities classified as held for sale	5	467	—
<b>Total current liabilities</b>		<b>1,774</b>	<b>1,606</b>
<b>Non-current liabilities</b>			
Contract liabilities		4	17
Borrowings	11	4,147	4,099
Lease liabilities		1,899	2,069
Provisions		81	101
Other liabilities		29	29
<b>Total non-current liabilities</b>		<b>6,160</b>	<b>6,315</b>
<b>Total liabilities</b>		<b>7,934</b>	<b>7,921</b>
<b>Net assets</b>		<b>11,076</b>	<b>11,173</b>
<b>EQUITY</b>			
Contributed equity	12	18,399	18,399
Reserves		7	(2)
Accumulated losses		(7,330)	(7,224)
<b>Equity attributable to owners of the Company</b>		<b>11,076</b>	<b>11,173</b>
<b>Total equity</b>		<b>11,076</b>	<b>11,173</b>

The above consolidated statement of financial position should be read in conjunction with the accompanying notes.

# Consolidated statement of changes in equity

for the half-year ended 30 June 2025

	Notes	ATTRIBUTABLE TO OWNERS OF THE COMPANY			TOTAL EQUITY
		CONTRIBUTED EQUITY	RESERVES	ACCUMULATED LOSSES	
		\$m	\$m	\$m	\$m
<b>Balance at 1 January 2025</b>		<b>18,399</b>	<b>(2)</b>	<b>(7,224)</b>	<b>11,173</b>
Profit for the period		—	—	61	61
Other comprehensive loss for the period, net of tax		—	(2)	—	(2)
Transfer from other reserves to retained earnings		—	—	—	—
Employee share schemes – value of employee services		—	11	—	11
Acquisition of treasury shares	15	—	—	—	—
Dividends paid	14	—	—	(167)	(167)
<b>Balance at 30 June 2025</b>		<b>18,399</b>	<b>7</b>	<b>(7,330)</b>	<b>11,076</b>
<b>Balance at 1 January 2024</b>		<b>18,399</b>	<b>—</b>	<b>(6,782)</b>	<b>11,617</b>
Profit for the period		—	—	29	29
Other comprehensive income for the period, net of tax		—	1	—	1
Transfer from other reserves to retained earnings		—	1	(1)	—
Employee share schemes – value of employee services		—	7	—	7
Acquisition of treasury shares	15	—	(12)	—	(12)
Dividends paid	14	—	—	(167)	(167)
<b>Balance at 30 June 2024</b>		<b>18,399</b>	<b>(3)</b>	<b>(6,921)</b>	<b>11,475</b>

The above consolidated statement of changes in equity should be read in conjunction with the accompanying notes.

# Consolidated statement of cash flows

for the half-year ended 30 June 2025

	Notes	30 JUN 2025 \$m	30 JUN 2024 \$m
<b>Cash flows from operating activities</b>			
Receipts from customers (inclusive of GST)		3,041	2,990
Payments to suppliers and employees (inclusive of GST)		(2,091)	(2,027)
		950	963
Income taxes paid		—	(2)
<b>Net cash generated from operating activities</b>		<b>950</b>	<b>961</b>
<b>Cash flows from investing activities</b>			
Payments for property, plant and equipment		(410)	(446)
Payments for intangible assets		(133)	(121)
Payments for spectrum licenses		—	(128)
Receipts from sale of subsidiary		—	5
Interest received		1	2
<b>Net cash outflows from investing activities</b>		<b>(542)</b>	<b>(688)</b>
<b>Cash flows from financing activities</b>			
Proceeds from borrowings		810	660
Repayment of borrowings		(759)	(550)
Principal elements of lease payments		(83)	(52)
Payments for shares acquired by the TPG Employee Incentive Plan Trust		—	(12)
Finance costs paid		(206)	(191)
Dividends paid		(167)	(167)
<b>Net cash outflows from financing activities</b>		<b>(405)</b>	<b>(312)</b>
<b>Net increase/ (decrease) in cash and cash equivalents</b>		<b>3</b>	<b>(39)</b>
Cash and cash equivalents at 1 January		42	116
<b>Cash and cash equivalents at 30 June</b>		<b>45</b>	<b>77</b>

The above consolidated statement of cash flows should be read in conjunction with the accompanying notes.

Cash flows from discontinued operations have been included for the full period. Refer to Note 5 for further details.

# Notes to the consolidated financial statements

## Note 1. Basis of preparation

TPG Telecom Limited (the 'Company') is a for-profit company limited by shares, which is incorporated and domiciled in Australia and listed on the Australian Securities Exchange (ASX).

The half-year financial statements as at, and for the half-year ended, 30 June 2025 comprise the accounts of the Company and its controlled entities (together referred to as the 'Group').

The Half-Year Financial Report was authorised for issue in accordance with a resolution of the Directors on 28 August 2025.

The Half-Year Financial Report is a consolidated interim financial report for the half-year reporting period ended 30 June 2025 and has been prepared in accordance with Accounting Standard *AASB 134 Interim Financial Reporting* and the *Corporations Act 2001*. Compliance with *AASB 134* ensures compliance with International Financial Reporting Standard *IAS 34 Interim Financial Reporting*.

In accordance with *AASB 134*, the Half-Year Financial Report does not include all information included within an annual financial report and should be read in conjunction with the annual report for the year ended 31 December 2024, which is available on the Company's website at [www.tpgtelecom.com.au](http://www.tpgtelecom.com.au), and any public announcements made by the Company during the interim reporting period until the date of this report's signing in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The accounting policies adopted by the Group in the Half-Year Financial Report are consistent with those of the previous financial year and corresponding interim reporting period. Where applicable, certain comparative figures have been reclassified to discontinued operations, to conform with the current period presentation, as a result of the expected divestment. Refer to Note 5 for further details.

### (a) Going concern

The consolidated financial statements have been prepared on a going concern basis, which assumes the Group will be able to realise its assets and discharge its liabilities in the normal course of business.

### (b) Rounding of amounts

The Company is of a kind referred to in *ASIC Legislative Instrument 2016/191*, relating to the 'rounding off' of amounts in the directors' report and financial report. Amounts in the directors' report and financial report have been rounded off to the nearest million dollars in accordance with the instrument, unless otherwise indicated.

### (c) New accounting standards and interpretations

#### New and amended standards adopted by the Group

A number of new or amended standards became applicable for the current reporting period. The group did not have to change its accounting policies or make retrospective adjustments as a result of adopting these amended standards.

#### New standards and interpretations not yet adopted by the Group

Certain new accounting standards and interpretations have been published that are not mandatory for the half-year ended 30 June 2025 and these have not been early adopted by the Group.

### (d) Key accounting estimates and judgements

#### Summary of key accounting estimates and judgements

The preparation of financial statements requires the use of accounting estimates which, by definition, will seldom equal the actual results. The Group also needs to exercise judgement in applying its accounting policies.

# Notes to the consolidated financial statements

## Note 1. Basis of preparation continued

### (d) Key accounting estimates and judgements continued

Estimates and judgements are continually evaluated. They are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Group and that are believed to be reasonable under the circumstances.

The Group's key accounting estimates and judgements are disclosed in the 31 December 2024 annual report. Updates to these accounting judgements and estimates for the period ended 30 June 2025 are as below:

#### (i) Assets held for sale

Judgement is required to assess the criteria for held for sale classification as it is met only when the sale is highly probable, and the asset or disposal group is available for immediate sale in its present condition. The Group assessed whether the disposal group met the held for sale criteria, based on the expectation that their carrying amounts will be recovered principally through a sale transaction rather than through continuing use. Estimation is required to determine the fair value of the assets and liabilities held for sale. At 30 June 2025, disposal groups classified as held for sale are measured at the lower of their carrying amount and fair value less costs to sell. Costs to sell are the incremental costs directly attributable to the disposal of an asset (disposal group), excluding finance costs and income tax expense.

Following approval obtained from ACCC in March 2025, the assets and liabilities of the disposal group have been classified as held for sale in the Consolidated Statement of Financial Position as at 30 June 2025. Refer to Note 5 for the details of discontinued operations.

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# Notes to the consolidated financial statements

## Note 2. Segment reporting

The Group has identified its operating segments based on the internal reports that are reviewed and used by the Group Chief Executive Officer (being the chief operating decision maker) in assessing performance and in determining the allocation of resources.

The Group has the following two reportable segments which are managed and organised separately because they require different product and service offerings to address different segments in the market. The organisational structure for these segments include dedicated sales, marketing and customer care teams, that are supported by the technology and support functions within the Group. The following summary describes the operations of each reportable segment.

SEGMENT	PRINCIPAL ACTIVITIES
Consumer	Provision of telecommunications services to residential and small office/home office customers.
Enterprise, Government and Wholesale	Provision of telecommunications services to corporate, government and wholesale customers. Mobile small and medium-sized enterprise customers have been categorised in this segment.

The Group Chief Executive Officer primarily uses a measure of segment result to assess the performance of the operating segments. Consistent with information presented for internal management reporting, the result of each operating segment is measured based on its EBITDA contribution, which differs from our reported EBITDA. Information about segment revenue is disclosed in Note 3.

Segment results exclude the effects of significant items of income and expenditure which may have a material one-off or temporary impact.

Unallocated items to the segment results include net financing costs, depreciation and amortisation costs, certain head office costs, other income and other one-off expenses. There were no one-off transactions that met the quantitative thresholds for the inclusion of other reportable segments for the half-years ended 30 June 2025 and 2024.

Following the classification of fibre network infrastructure assets and EGW fixed operations as a discontinued operation, the associated performance is not included within the EGW segment performance. Prior period comparatives have been restated to reflect the revised reportable segments for the continuing operations of the Group. Refer to details in Note 5.

# Notes to the consolidated financial statements

## Note 2. Segment reporting continued

	CONSUMER	ENTERPRISE, GOVERNMENT AND WHOLESALE	TOTAL REPORTABLE SEGMENTS OF CONTINUING OPERATIONS
	\$m	\$m	\$m
<b>For the half-year ended 30 June 2025</b>			
Revenue from contracts with customers	2,237	211	2,448
<b>Segment revenue</b>	<b>2,237</b>	<b>211</b>	<b>2,448</b>
Cost of provision of telecommunication services	(710)	(38)	(748)
Cost of handsets and hardware sold	(344)	(37)	(381)
<b>Segment gross margin</b>	<b>1,183</b>	<b>136</b>	<b>1,319</b>
<b>Segment EBITDA</b>	<b>741</b>	<b>74</b>	<b>815</b>

<b>For the half-year ended 30 June 2024 (Restated*)</b>			
Revenue from contracts with customers	2,205	195	2,400
<b>Segment revenue</b>	<b>2,205</b>	<b>195</b>	<b>2,400</b>
Cost of provision of telecommunication services	(689)	(23)	(712)
Cost of handsets and hardware sold	(344)	(38)	(382)
<b>Segment gross margin</b>	<b>1,172</b>	<b>134</b>	<b>1,306</b>
<b>Segment EBITDA</b>	<b>732</b>	<b>72</b>	<b>804</b>

### Reconciliation of segment EBITDA to the Group's profit before income tax is as follows:

	30 JUN 2025	30 JUN 2024 Restated*
	\$m	\$m
Total segment EBITDA	815	804
Other income	2	5
Head office costs	(1)	(2)
Transaction costs	(3)	(2)
Depreciation and amortisation expense	(608)	(606)
Net financing costs	(181)	(188)
<b>Profit before income tax from continuing operations</b>	<b>24</b>	<b>11</b>

\*HY24 presentation have been restated to reflect the classification of fibre network infrastructure assets and Enterprise, Government and Wholesale (EGW) fixed operations as a discontinued operations. Refer to Note 5 for further details.

## Notes to the consolidated financial statements

### Note 3. Revenue from contracts with customers

The Group's operations and main revenue streams are those described in the last annual financial statements.

#### Major product categories

	TIMING OF REVENUE RECOGNITION	CONSUMER		ENTERPRISE, GOVERNMENT AND WHOLESALE		TOTAL OF CONTINUING OPERATIONS	
		30 JUN 2025	30 JUN 2024	30 JUN 2025	30 JUN 2024	30 JUN 2025	30 JUN 2024
		Restated*		Restated*		Restated*	
		\$m	\$m	\$m	\$m	\$m	\$m
Mobile – Post-paid	Over time	760	766	95	92	855	858
Mobile – Prepaid	Over time	290	262	—	—	290	262
Fixed revenue	Over time	834	829	9	8	843	837
Other service revenue	Over time	4	3	68	56	72	59
Handsets, accessories and other hardware	Point in time	349	345	39	39	388	384
		<b>2,237</b>	<b>2,205</b>	<b>211</b>	<b>195</b>	<b>2,448</b>	<b>2,400</b>

\*HY24 presentation have been restated to reflect the classification of fibre network infrastructure assets and Enterprise, Government and Wholesale (EGW) fixed operations as a discontinued operations. Refer to Note 5 for further details.

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# Notes to the consolidated financial statements

## Note 4. Other profit and loss items

### (a) Other income

	30 JUN 2025	30 JUN 2024 Restated*
	\$m	\$m
Gain on sale of subsidiary	—	3
Other income	2	2
	<b>2</b>	<b>5</b>

### (b) Employee benefits expense

	30 JUN 2025	30 JUN 2024 Restated*
	\$m	\$m
Superannuation expense	20	24
Redundancy costs	4	2
Other employee benefits expense	152	161
	<b>176</b>	<b>187</b>

### (c) Other operating expenses

	30 JUN 2025	30 JUN 2024 Restated*
	\$m	\$m
Advertising and promotion expenses	87	66
Consulting and outsourced services costs	82	85
Facilities expenses	12	15
Administration and other expenses	24	27
	<b>205</b>	<b>193</b>

### (d) Depreciation and amortisation expense

	30 JUN 2025	30 JUN 2024 Restated*
	\$m	\$m
Depreciation of property, plant and equipment	227	211
Depreciation of right-of-use assets	69	72
Amortisation of intangible assets	312	323
	<b>608</b>	<b>606</b>

### (e) Net financing costs

	30 JUN 2025	30 JUN 2024 Restated*
	\$m	\$m
Finance income		
Interest income	(1)	(2)
Finance expenses		
Amortisation of borrowing costs	3	3
Interest and finance charges for borrowings and lease liabilities	179	187
	<b>181</b>	<b>188</b>

\*HY24 presentation have been restated to reflect the classification of fibre network infrastructure assets and Enterprise, Government and Wholesale (EGW) fixed operations as a discontinued operations. Refer to Note 5 for further details.

## Notes to the consolidated financial statements

### Note 5. Discontinued operations

On 14 October 2024, the Group announced it had entered into a binding Share Purchase Agreement to sell its fibre network infrastructure assets and Enterprise, Government and Wholesale (EGW) fixed business to Vocus Group Limited.

On 20 March 2025, the ACCC issued clearance of the proposed sale, marking an important regulatory milestone. At this date, the Group considered the sale highly probable and classified the disposal group as held for sale. The assets of the disposal group are measured at the lower of their carrying amount and fair value less costs to sell, and depreciation on those assets has ceased. The sale finalised after the half year period on 31 July 2025.

The EGW fixed business represented the majority of the Group's EGW operating segment. At 30 June 2025, the EGW fixed business and assets, together with the fibre network infrastructure assets and related costs, were reported as discontinued operations and classified as a disposal group held for sale.

The results of the discontinued operations included in the profit for the period are set out below. The comparative profit and cash flows from discontinued operations have been restated:

	30 JUN 2025	30 JUN 2024
	\$m	\$m
Revenue from contracts with customers	328	347
Other income	4	5
Cost of provision of telecommunication services	(76)	(76)
Technology costs	(60)	(62)
Employee benefits expense	(30)	(32)
Other operating expenses	(12)	(10)
Depreciation and amortisation expense	(64)	(135)
Finance expenses	(3)	(2)
<b>Profit before income tax</b>	<b>87</b>	<b>35</b>
Income tax expense	(27)	(11)
<b>Profit after income tax</b>	<b>60</b>	<b>24</b>
Transaction and separation costs	(45)	(3)
Income tax benefit	14	1
<b>Profit for the period from discontinued operations</b>	<b>29</b>	<b>22</b>

The net cash flows generated by the discontinued operations are as follows:

	30 JUN 2025	30 JUN 2024
	\$m	\$m
Operating activities	98	149
Investing activities	(70)	(57)
Financing activities	(12)	(13)
<b>Net cash inflow</b>	<b>16</b>	<b>79</b>

## Notes to the consolidated financial statements

### Note 5. Discontinued operations continued

The following assets and liabilities were re-classified as held for sale in relation to the discontinued operations:

	30 JUN 2025
	\$m
<b>ASSETS</b>	
Trade and other receivables	38
Inventories	1
Property, plant and equipment	1,386
Right-of-use assets	141
Intangible assets	2,649
Other assets	16
<b>Total assets classified as held for sale</b>	<b>4,231</b>
<b>LIABILITIES</b>	
Trade and other payables	(71)
Contract liabilities	(26)
Lease liabilities	(126)
Deferred tax liabilities	(197)
Provisions	(47)
<b>Total liabilities classified as held for sale</b>	<b>(467)</b>
<b>Net assets directly associated with disposal group</b>	<b>3,764</b>

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# Notes to the consolidated financial statements

## Note 6. Income tax

### Numerical reconciliation between tax expense and pre-tax accounting profit

	30 JUN 2025	30 JUN 2024 Restated*
	\$m	\$m
Profit from continuing operations before income tax	24	11
Income tax expense using the Australian tax rate of 30% (30 June 2024: 30%)	7	3
Tax effect of amounts which are not deductible (taxable) in calculating taxable income:		
Non-deductible expenses	—	2
Under / (over) from prior periods	—	(3)
Initial recognition of deferred tax assets	(15)	—
Withholding tax paid on dividend received from subsidiary	—	2
<b>Income tax (benefit)/expense</b>	<b>(8)</b>	<b>4</b>

\*HY24 presentation have been restated to reflect the classification of fibre network infrastructure assets and Enterprise, Government and Wholesale (EGW) fixed operations as a discontinued operations. Refer to Note 5 for further details.

In December 2021, the Organisation for Economic Co-operation and Development (OECD) issued model rules for a new global minimum tax framework (Pillar Two). In Australia, legislation has been enacted with effect from 1 January 2024. The Group is within the scope of the OECD Pillar Two model rules and has applied the exception under *AASB 112 Income Taxes*, which exempts entities from recognising and disclosing deferred tax assets and liabilities arising from Pillar Two income taxes. Based on work undertaken to date, the Group is not expected to incur any top-up taxes under the Pillar Two legislation for the period ended 30 June 2025.

## Note 7. Trade and other receivables

At 30 June 2025, the Group had a total trade and other receivables balance of \$1,361 million (31 December 2024: \$1,419 million). This includes \$1,048 million of total handset and accessories receivables (31 December 2024: \$1,069 million).

## Note 8. Property, plant and equipment

Additions to property, plant and equipment during the half-year were \$366 million (30 June 2024: \$382 million). As part of the proposed divestment detailed in Note 5, \$1,386 million of property, plant and equipment has been transferred to the assets held for sale. Refer to Note 5 for details.

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## Notes to the consolidated financial statements

### Note 9. Intangible assets

As part of the proposed divestment detailed in Note 5, \$2,649 million of intangible assets has been transferred to the assets held for sale. Refer to Note 5 for details.

#### Impairment testing for intangible assets with indefinite useful lives

Indefinite life intangible assets, such as goodwill and brand names, are not subject to amortisation and are tested annually for impairment, or more frequently if events or changes in circumstances indicate that it might be impaired. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows known as cash generating units ("CGUs").

Due to significant change in the nature and operation of the continuing CGUs as a result of the planned divestment (refer to Note 5), impairment testing was conducted on the remaining CGUs as at 30 June 2025. The Group uses the value-in-use method in order to assess the recoverable amount of the continuing CGUs to which the indefinite life intangible assets have been allocated

#### Critical Estimates and Judgements: Determining the Group's cash generating units

Judgement is required in determining the Group's CGUs. The Group is of the view that its telecommunications network is integrated in nature, and no single component of the network individually generates cash flows from delivering products and services. For the purposes of impairment testing, the Group is of the view that the manner in which operations are monitored by the Group best reflects the Group's CGUs.

	30 JUN 2025 \$m	31 DEC 2024 \$m
<b>Indefinite-life intangible assets</b>		
Consumer CGU	6,315	6,695
Enterprise, Government and Wholesale CGU	701	2,227
<b>Total</b>	<b>7,016</b>	<b>8,922</b>

## Notes to the consolidated financial statements

### Critical Estimates and Judgements: Impairment of goodwill

The following key assumptions have been used in determining the recoverable amount of the CGUs:

- Cash flow projections - cash flow projections are based on a five-year board approved long range plan. These include EBITDA related assumptions (such as expected customer subscriber growth rates, average revenue per user, product and pricing mix changes, direct costs to deliver telecommunication services, forecast employee headcount and wage inflation, marketing costs and other overheads), and capital related assumptions (including mobile and fixed networks, IT systems and spectrum). These assumptions are determined by an extrapolation of historical performance and future company plans.
- Discount rate - a pre-tax discount rate has been used to discount the projected cash flows of the CGUs and is based on the Group's weighted average cost of capital adjusted to reflect an estimate of specific risks assumed in the cash flow projections.
- Terminal value growth rate – a long term growth rate is applied to extrapolate a CGU's cash flows beyond the five-year forecast period. This growth rate is based on the expected long-term performance for the market.

	30 JUN 2025		31 DEC 2024	
	CONSUMER	ENTERPRISE, GOVERNMENT AND WHOLESALE	CONSUMER	ENTERPRISE, GOVERNMENT AND WHOLESALE
Discount rate (pre-tax)	9.89%	10.45%	9.58%	10.21%
Terminal growth rate	3.00%	3.00%	3.00%	3.00%

Sensitivity analysis on all of the key assumptions employed in the value-in-use calculations has been performed. From this, the Group has concluded that a reasonable possible change in the key assumptions will not cause the carrying amounts of the Consumer and EGW CGUs to exceed the recoverable amounts.

### Note 10. Commitments

#### Capital commitments

Capital expenditure contracted for at the end of the reporting period but not recognised as liabilities is as follows:

	30 JUN 2025	31 DEC 2024
	\$m	\$m
Property, plant & equipment	403	365
	<b>403</b>	<b>365</b>

## Notes to the consolidated financial statements

### Note 11. Borrowings

	30 JUN 2025	31 DEC 2024
	\$m	\$m
<b>Non-current</b>		
Bank loans (unsecured)	4,160	4,110
Capitalised borrowing costs	(13)	(11)
<b>Net bank loans</b>	<b>4,147</b>	<b>4,099</b>

#### Available facilities

In June 2025, the Group refinanced the loan facilities maturing in June 2026. The maturity dates of those facilities were extended by 1 year and 2 years to July 2027 and July 2028 and the total facilities were reduced by \$175 million (from \$2,260 million to \$2,085 million).

At 30 June 2025, the Group has total loan facilities of \$4,585 million (31 December 2024: \$4,760 million). The total amount of undrawn borrowing facilities at 30 June 2025 was \$460 million (31 December 2024: \$685 million) which includes a committed overdraft facility of \$35 million (31 December 2024: \$35 million).

Subsequent to the 30 June 2025, the Group repaid and cancelled \$1,671 million of loan facilities funded by the net cash proceeds received on completion of the Vocus Transaction on 31 July 2025.

The Group's bank loan facilities contain undertakings to comply with financial covenants. These require that the Group operates within certain financial ratios. The financial covenants that the Group is subject to are Leverage and Interest Coverage. Additionally, the Group is required to ensure that the Total Assets and EBITDA of the guarantors meet minimum threshold amounts of Total Assets and consolidated EBITDA of the Group.

There were no breaches of financial covenants during the half-year ended 30 June 2025.

### Note 12. Contributed equity

	30 JUN 2025	31 DEC 2024	30 JUN 2025	31 DEC 2024
	SHARES	SHARES	\$m	\$m
<b>Ordinary shares (fully paid)</b>	<b>1,859,341,669</b>	1,859,341,669	<b>18,399</b>	18,399

# Notes to the consolidated financial statements

## Note 13. Earnings per share

	UNITS	30 JUN 2025	30 JUN 2024 Restated*
<b>Basic earnings per share</b>			
From continuing operations	cents	1.7	0.4
From discontinued operations	cents	1.6	1.2
<b>Total basic earnings per share</b>	cents	<b>3.3</b>	<b>1.6</b>
<b>Diluted earnings per share</b>			
From continuing operations	cents	1.7	0.4
From discontinued operations	cents	1.6	1.2
<b>Total diluted earnings per share</b>	cents	<b>3.3</b>	<b>1.6</b>
<b>Earnings used in calculating basic and diluted earnings per share</b>			
Profit from continuing operations	\$m	32	7
Profit from discontinued operations	\$m	29	22
<b>Weighted average number of shares used as the denominator</b>			
Weighted average number of ordinary shares used in calculating Basic EPS	number	1,854,932,766	1,855,399,640
Weighted average number of ordinary shares used in calculating Diluted EPS	number	1,856,672,675	1,857,226,090

\*HY24 presentation have been restated to reflect the classification of fibre network infrastructure assets and Enterprise, Government and Wholesale (EGW) fixed operations as a discontinued operations. Refer to Note 5 for further details.

The Group presents basic and diluted earnings per share ('EPS') data for its ordinary shares.

Basic EPS is calculated by dividing the profit or loss attributable to owners of the Company by the weighted average number of ordinary shares during the period. The weighted average number of ordinary shares is adjusted to exclude the shares held by the TPG Employee Incentive Plan Trust. Refer to Note 15 for information on equity instruments issued under the employee share scheme.

Diluted EPS is determined by adjusting the weighted average number of ordinary shares outstanding for the effects of all dilutive potential ordinary shares. Rights granted to employees under share-based payments arrangements are considered to be potential ordinary shares and have been included in the determination of diluted earnings per share.

## Note 14. Dividends

During the half-year ended 30 June 2025, an unfranked final FY24 dividend of \$167 million (9.0 cents per fully paid share) was paid on 4 April 2025. No other dividends were declared or paid during the half-year (30 June 2024: \$167 million).

Subsequent to the half-year end, on 28 August 2025, the Board of Directors has declared an unfranked interim FY25 dividend of 9.0 cents per share. As the interim dividend was not declared or resolved to be paid by the Board as at 30 June 2025, the dividend has not been provided for in the Consolidated Statement of Financial Position. The interim FY25 dividend has a record date of 5 September 2025 and will be paid on 3 October 2025.

The Group does not operate a Dividend Reinvestment Plan.



# Notes to the consolidated financial statements

## Note 15. Treasury shares

The table below provides the number and amount of treasury shares.

	NUMBER OF SHARES	\$m
Opening balance at 1 January 2025	5,478,250	29
Shares acquired by the TPG Employee Incentive Plan Trust	—	—
Issue of shares under the employee incentive plan	(1,604,021)	(9)
Balance at 30 June 2025	<b>3,874,229</b>	<b>20</b>

	NUMBER OF SHARES	\$m
Opening balance at 1 January 2024	3,626,913	21
Shares acquired by the TPG Employee Incentive Plan Trust	2,583,525	12
Issue of shares under the employee incentive plan	(732,188)	(4)
Balance at 30 June 2024	<b>5,478,250</b>	<b>29</b>

## Note 16. Fair value measurement of financial instruments

### Fair value measurement

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal market at the measurement date under current market conditions. Fair value is an exit price regardless of whether that price is directly observable or estimated using another valuation technique.

Specific valuation techniques used to value financial instruments include:

- the use of quoted market prices or dealer quotes for similar instruments;
- the fair value of interest rate swaps is determined using the present value of the estimated cash flows based on observable yield curves; and
- the fair value of the remaining financial instruments is determined using discounted cash flow analysis.

### Fair value hierarchy

To provide an indication about the reliability of the inputs used in determining fair value, the Group classifies its financial instruments into the three levels prescribed under the accounting standards.

- Level 1:** The fair value of financial instruments traded in active markets (such as publicly traded derivative, and trading and available-for-sale securities) is based on quoted (unadjusted) market prices at the end of the reporting period. The quoted market price used for financial assets held by the Group is the current bid price. These instruments are included in Level 1.
- Level 2:** The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques. These valuation techniques maximise the use of observable market data where it is available and rely as little as possible on entity specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in Level 2.
- Level 3:** If one or more of the significant inputs is not based on observable market data, the instrument is included in Level 3. This is the case for unlisted equity securities.

# Notes to the consolidated financial statements

## Note 16. Fair value measurement of financial instruments continued

### Fair value hierarchy

The following table presents the Group's financial assets and liabilities measured and recognised at fair value at 30 June 2025 and 31 December 2024:

	LEVEL 1 \$m	LEVEL 2 \$m	LEVEL 3 \$m	TOTAL \$m
<b>At 30 June 2025</b>				
<b>Financial assets</b>				
Interest rate swaps	—	—	—	—
Forward foreign exchange contracts	—	1	—	1
<b>Total financial assets</b>	—	1	—	1
<b>At 31 December 2024</b>				
<b>Financial assets</b>				
Interest rate swaps	—	2	—	2
Forward foreign exchange contracts	—	3	—	3
<b>Total financial assets</b>	—	5	—	5

## Note 17. Events occurring after the reporting period

Other than the below mentioned matters, there have been no other matter or circumstance that has arisen after the reporting date that has significantly affected, or may significantly affect:

- (a) the operations of the Company and of the Group in future financial years, or
- (b) the results of those operations in future financial years, or
- (c) the state of affairs of the Company and of the Group in future financial years.

### Sale of Enterprise, Government and Wholesale (EGW) fixed operations

The Group completed the sale of its fibre network infrastructure assets and Enterprise, Government and Wholesale fixed business to Vocus Group Limited on 31 July 2025, for an enterprise value of \$5.25 billion.

### Borrowings

The details of borrowings repaid and cancelled after 30 June 2025 are disclosed in Note 11.

### Dividends

The details of dividends declared after 30 June 2025 are disclosed in Note 14.

## Directors' Declaration

In the Directors' opinion:

- (1) the financial statements and notes set out on pages 14 to 34 are in accordance with the *Corporations Act 2001*, including:
  - (i) complying with Australian Accounting Standard *AASB 134 Interim Financial Reporting*, the *Corporations Regulations 2001* and other mandatory professional reporting requirements, and
  - (ii) giving a true and fair view of the Company and the Group's financial position as at 30 June 2025 and of its performance for the half-year ended on that date, and
- (2) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable, and

This declaration is made in accordance with a resolution of the Directors.



**Fok Kin Ning, Canning**

Chairman

28 August 2025



**Iñaki Berroeta**

Chief Executive Officer and Managing Director

28 August 2025

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# Independent Auditor's Review Report



## Independent auditor's review report to the members of TPG Telecom Limited

### Report on the half-year financial report

#### Conclusion

We have reviewed the half-year financial report of TPG Telecom Limited (the Company) and the entities it controlled during the half-year (together the Group), which comprises the consolidated statement of financial position as at 30 June 2025, the consolidated statement of comprehensive income, consolidated statement of changes in equity, consolidated statement of cash flows and consolidated income statement for the half-year ended on that date, selected explanatory notes 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 TPG Telecom Limited does not comply with the *Corporations Act 2001* including:

1. giving a true and fair view of the Group's financial position as at 30 June 2025 and of its performance for the half-year ended on that date
2. 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* (ASRE 2410). Our responsibilities are further described in the *Auditor's responsibilities for the review of the half-year financial report* section of our report.

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# Independent Auditor's Report continued



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 & Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to the audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

## Responsibilities of the directors for the half-year financial report

The directors of the Company are responsible for the preparation of the half-year financial report, in accordance with Australian Accounting Standards and the *Corporations Act 2001*, including giving a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that 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 30 June 2025 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*.

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.

A handwritten signature in black ink, appearing to read 'PricewaterhouseCoopers'.

PricewaterhouseCoopers

A handwritten signature in black ink, appearing to read 'Mark Dow'.

Mark Dow  
Partner

Sydney  
28 August 2025

## Additional information

### Disclaimer

#### Forward-looking statements

Forward-looking statements, opinions and estimates provided in this report are based on assumptions and contingencies which are subject to change without notice, as are statements about market and industry trends, which are based on interpretations of current market conditions. Forward-looking statements, including projections, guidance on future earnings and estimates, are provided as a general guide only and should not be relied upon as an indication or guarantee of future performance.

Investors should form their own views as to these matters and any assumptions on which any forward-looking statements, estimates or opinions are based. Except as required by applicable laws or regulations, TPG Telecom does not undertake to publicly update or revise any forward-looking statements to reflect any change in expectations, contingencies or assumptions, whether as a result of new information or future events. To the maximum extent permitted by law, none of TPG Telecom, its directors, employees or agents, nor any other person accepts any liability, including, without limitation, any liability arising out of fault or negligence, for any loss arising from the use of the information contained in this report.

### Glossary

TERM	EXPLANATION
AMPU	Average margin per user.
ARPU	Average revenue per user.
Capex	Capital expenditure.
EPS (LTIP basis)	EPS (LTIP basis) is statutory NPAT adjusted by adding back customer base amortisation and material one-offs (subject to the discretion of the Board), divided by weighted number of shares on issue.
eJV	eJV is a joint venture between TPG Telecom and Optus for the sharing of passive mobile network tower and rooftop assets.
FWA	Fixed Wireless Access.
Group	The Company and entities controlled by the Company (its subsidiaries).
MOCN	Multi-operator core network sharing arrangement.
Opex	Operating expense.
EBITDA	Earnings before interest, income tax expense, depreciation and amortisation.
NPAT	Net Profit After Tax - the total revenue minus all expenses and tax.
NOPAT	Net operating profit after tax but before finance expense.
OFCF	Operating Free Cash Flow, calculated as cash flows from operating activities less capital expenditure (excluding spectrum payments), lease payments and cash tax; continuing operations only.
ROIC	NOPAT adjusted to remove customer base amortisation expense and material one-offs (subject to discretion of the Board), divided by average invested capital excluding goodwill, brand and customer base intangibles.
Spectrum	Radio frequency spectrum is where radio waves are transmitted and received.

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