

Understanding the capital return and share consolidation



Suncorp sold its Banking business

Suncorp completed the sale of Suncorp Bank to ANZ on 31 July 2024. The net proceeds from the sale of \$4.1 billion will be distributed to ordinary shareholders.

Form of return of net sale proceeds - The return of net sale proceeds of \$4.1 billion will take two forms:

1 A special dividend of 22 cents per share (representing \$0.3 billion of the return) - a special dividend is a simple way to return proceeds and allows Suncorp to pass on the franking credits generated from the sale to shareholders; and

2 A cash payment to shareholders of \$3.00 per share (representing \$3.8 billion of the return), also known as the capital return.

The capital return will be accompanied by a share consolidation, which will reduce the number of shares outstanding in proportion to the amount of capital returned. The consolidation ratio is 0.8511.



Shareholders approved the capital return and share consolidation at the Suncorp 2024 Annual General Meeting on 22 October 2024

Timeline

Please refer to the separate announcement with the **detailed timetable of key dates** released to the ASX on 12 February 2025.

Payment made

You need to own shares at the close of trading on 14 February 2025 to participate in this capital return and special dividend payment. Ordinary shareholders will receive a **cash payment for the return of capital on 5 March 2025** and the **special dividend on 14 March 2025**.

Share consolidation

New holding statements showing your new share balance will be mailed by 25 February 2025.

How will it work?

If you hold 100 shares at the end of trading on 14 February 2025, you will receive:

By 25 February 2025

Consolidation

100 shares
x 0.8511 consolidation ratio

85.11 shares (post-consolidation)¹

5 March 2025

Capital return

100 shares
x \$3.00 per ordinary share

\$300.00 payment

14 March 2025

Special dividend

100 shares
x \$0.22 per ordinary share

\$22.00 payment

(paid with the interim dividend payment)

Worked example

Before the capital initiative

Number of shares I hold:	100 shares
Assumed share price:	\$20.14
Current value of 100 shares:	\$2,014

After the capital initiative

Number of shares I hold: ¹	85.11 shares
Total payment received (capital return + special dividend):	\$322
Assumed share price post consolidation:	\$19.89
Theoretical value of my shares post consolidation:	\$1,692
Total value received (value of shares + payments received) =	\$2,014

¹ Where the consolidation of your holding results in an entitlement to a fraction of an ordinary share, the fraction will be rounded up to the next whole number of ordinary shares. For the purpose of the above illustration, the number of shares has not been rounded up.

The dividend reinvestment plan will not apply to the capital return, special dividend and FY25 interim ordinary dividend payments.



Tax implications

All shareholders should seek their own taxation advice in respect of the taxation consequences of the capital return. A final class ruling is expected to be provided from the Australian Taxation Office after the payments have been completed and will be made available on the Suncorp Group website.

Do you have further questions?

Speak to the Suncorp Investor Relations team or contact the information line on 1300 882 012 (within Australia) or +61 2 8767 1219 (outside Australia).