Understanding the on-market buyback

SUNCORP

What is an on-market share buyback?

In an on-market share buyback, Suncorp uses a broker to purchase its own shares that are traded on the ASX at the prevailing market price from shareholders who choose to sell. The shares bought back are then cancelled, reducing the total number of shares on issue.

During FY26, Suncorp bought back $400 million of its shares via an on-market buy back. These shares were then cancelled, reducing the total number of Suncorp shares on issue by 23 million.

At the FY26 results update on 12 August 2026, Suncorp announced an intention to buy back up to $250 million of shares on-market in the 2027 financial year, subject to market conditions. Suncorp may or may not complete the intended on-market buyback. This is in addition to a special dividend of 10 cents per share.

What are the benefits of an on-market buyback for shareholders?

An on-market buyback increases each remaining shareholder's proportional ownership in Suncorp, by reducing the number of shares on issue. This means that, over time, as the shares bought back are cancelled, a buyback increases the relative earnings per share and dividends per share, providing value for remaining shareholders.

How can I participate in the on-market buyback?

There is no separate participation process for an on-market buyback. All shareholders receive the benefit of a slightly larger proportional ownership by remaining invested in Suncorp. Shareholders who wish to sell their shares can do so at any time through their broker in the normal manner.

Why has Suncorp chosen to do an on-market buyback and special dividend this year?

Suncorp regularly assesses the most appropriate approach to manage the return of excess capital and create long-term value for all shareholders.

A return of excess capital via a combination of an on-market buyback and special dividend has been selected this year because:

- An on-market buyback provides a flexible way to return excess capital to shareholders over time. The size and timing of the buyback can be adjusted depending on market conditions. It also provides the shareholder benefits over time described above.
- From time to time, surplus franking capacity becomes available, enabling Suncorp to return a portion of excess capital via fully franked special dividends. This provides an immediate cash payment for all shareholders. The use of fully franked special dividends to return excess capital to shareholders is constrained by our franking balance.

What do you need to do?

There is no action required if you want to remain invested in Suncorp.

Do you have further questions?

Contact the Suncorp Investor Relations team at investor.relations@suncorp.com.au