

## APPENDIX 4C

### Quarterly Cashflow Report for quarter ended 31 December 2024

Netlinkz Limited (ASX:NET) and its consolidated subsidiaries (“Netlinkz” or “the Company”) is pleased to provide its Appendix 4C for the quarter ended 31 December 2024 (2<sup>nd</sup> Quarter, December quarter) along with the following operational update for its key business divisions.

#### Highlights

- POC's have been established with PT&T Enterprise and Government customers to showcase the VSN and its positive impact on network security and improved network performance.
- Initial POCs have seen significant increases in performance and security for customers by bundling the VSN+ with Starlink Satellite broadband connectivity.
- Continued effort and progress in extending debt terms, and refinancing of all short-term debt (~\$10m)
- Receipts from customers were \$2.4 million for quarter, including subscription fees \$0.5 million, SSI \$0.7 million and China \$1.2 million.

#### Operations

##### Australia

The Company's operations are focused on developing a significant market in the ASEAN Region to fill a gap in the market due to a lack of availability of cost effective cyber security offerings for Enterprise and Government customers. Current Cyber product solutions provided by well-known US companies often require a significant outlay of capital (USD\$1m) to invest in hardware and also involve a three year contract commitment.

The demand for cyber secure products in the Philippines and the ASEAN Region is extremely large and expected to continue to grow. IT services spend in the Philippines is expected to be USD3.6bn by 2029 growing at 9.8% per year.

##### Philippines

An Agreement to establish a joint venture with PT&T was signed during the quarter. The Joint Venture will be based in Manila and named Securelink Networks. This entity will enable Netlinkz to deliver its VSN+ and SSI products via locally incorporated business. The Philippine Market and ASEAN Market in general, offer a unique opportunity for Netlinkz to harness the 60 year Telco history of PT&T and its long-standing customer relationships with Business and Government Agencies in the region. We believe that establishing a Joint Venture with PT&T will offer the most cost effective and best chance for success in delivering the Netlinkz products to regional customers.

PT&T will own 51% and Netlinkz 49%. This will enable the JV to secure Government contracts as a local entity not foreign owned. It is anticipated that the process should be finalised in Q1 2025.

Additionally, the Philippine Government has sought the assistance of Netlinkz to advise on the regulatory framework for robust telecommunication data monitoring and legal line interception policies.

### **Financial**

Receipts from customers for the quarter were \$2.4 million. China sales were below budget as demand from customers softened in the December quarter.

The SSI business remains profitable with revenues in line with budget. Discussions are ongoing with existing customers to extend the length of contracts.

### **Product**

#### **VSN**

The company has established multiple VSN POC's with existing PT&T customers, both Enterprise and Government, to showcase the network performance enhancement and security across a diverse range of sites and conditions. Initial results have seen significant improvement in Network speed with the VSN deployed, particularly when coupled with the Starlink Satellite dishes in remote locations.

Mobile testing of VSN & Starlink across a range of customer Metro manila sites, also achieved significant performance improvement in connectivity with download speeds exceeding expectations.

### **Corporate**

The Company continues to be focused on restructuring its debt to extend the terms and reduce costs. The current facilities are as outlined in section 7.6 below of the Appendix 4C. Where no maturity date is stated, the facility term is in the process of being extended or part of an proposed debt reconstruction which has yet to be finalized.

Payments to directors during the quarter for director fees and salaries amounted to \$103,000.

This report has been approved by the Board for release to the ASX.

Quarterly cash flow report for entities  
subject to Listing Rule 4.7B

Name of Entity: Netlinkz Limited

ABN: 55 141 509 426

Quarter ended ("current quarter"): 31 December 2024

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
1.	Cash flows from operating activities		
1.1	Receipts from customers	2,446	7,229
1.2	Payments for		
	research and development	(1,621)	(1,952)
	product manufacturing and operating costs	(336)	(1,897)
	advertising and marketing	(54)	(64)
	leased assets		
	staff costs	(440)	(2,042)
	administration and corporate costs	(383)	(1,200)
1.3	Dividends received (see note 3)		
1.4	Interest received		
1.5	Interest and other costs of finance paid	(305)	(438)
1.6	Income taxes paid		
1.7	Government grants and tax incentives		
1.8	Other		
1.9	Net cash used in operating activities	(693)	(364)

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Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
<b>2.</b>	<b>Cash flows from investing activities</b>		
2.1	Payments to acquire or for:		
	a) entities	-	-
	b) businesses	-	-
	c) property, plant and equipment	(87)	(87)
	d) investments	-	-
	e) intellectual property	-	-
	f) other non-current assets	-	-
2.2	Proceeds from disposal of:		
	a) entities	-	-
	b) businesses	-	-
	c) property, plant and equipment	-	-
	d) investments	-	-
	e) intellectual property	-	-
	f) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
2.6	Net cash from / (used in) investing activities	(87)	(87)

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Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
<b>3.</b>	<b>Cash flows from financing activities</b>		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	-
3.2	Proceeds from issue of convertible debt securities	-	
3.3	Proceeds from exercise of options	-	
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	
3.5	Proceeds from borrowings	570	570
3.6	Repayment of borrowings	(130)	(130)
3.7	Transaction costs related to loans and borrowings		
3.8	Dividends paid	-	
3.9	Other (provide details if material)	(24)	(24)
3.10	Net cash from / (used in) financing activities	416	416

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<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (6 months) \$A'000</b>
<b>4.</b>	<b>Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1	Cash and cash equivalents at beginning of period	1,202	884
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(693)	(364)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(87)	(87)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	416	416
4.5	Effect of movement in exchange rates on cash held	122	111
4.6	Cash and cash equivalents at end of period	960	960

<b>5.</b>	<b>Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts</b>	<b>Current quarter \$A'000</b>	<b>Previous quarter \$A'000</b>
5.1	Bank balances	960	1,202
5.2	Call deposits	-	
5.3	Bank overdrafts	-	
5.4	Other (provide details)		
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	960	1,202

<b>6.</b>	<b>Payments to related parties of the entity and their associates</b>	<b>Current quarter \$A'000</b>
6.1	Aggregate amount of payments to related parties and their associates included in item 1	209
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-

Amounts shown in item 6.1 relate to remuneration payments made to Directors – fees and salaries.

**CONSOLIDATED STATEMENT OF CASH FLOWS**

<b>7.</b>	<b>Financing facilities</b>	<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</b>
7.1	Loan facilities	13,380	13,380
7.2	Credit standby arrangements	-	-
7.3	Other – Convertible note	2,595	2,595
7.4	Total financing facilities	15,975	15,975
7.5	Unused financing facilities available at quarter end relating to the convertible note are approximately \$7.5 million.		-
7.6	Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.		

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The Company had the following current borrowings at 31 December 2024:

Lender	Secured/unsecured	Principal outstanding \$	Maturity date
LA & MDP Pty Ltd	Secured	3,225,149	15 August 2026
Syndicate	Secured	2,055,000	2 January 2026
Loan Notes	Unsecured	280,000	Not determined
Akuna Finance Pty Ltd	Unsecured	1,000,000	15 August 2026
Others	Unsecured	1,000,000	31 January 2026
Booker Super Services Pty Ltd	Unsecured	3,250,000	30 September 2026
Philbook Pty Ltd		2,570,000	30 September 2026
Convertible note	Unsecured	2,594,869	
<b>Total</b>		<b>15,975,018</b>	

<b>8. Estimated cash available for future operating activities</b>	<b>\$A'000</b>
8.1 Net cash from / (used in) operating activities (item 1.9)	(693)
8.2 Cash and cash equivalents at quarter end (item 4.6)	960
8.3 Unused finance facilities available at quarter end (item 7.5)*	-
8.4 Total available funding (item 8.2 + item 8.3)	960
8.5 Estimated quarters of funding available (item 8.4 divided by item 8.1)	<b>1.4</b>
*not shown as drawdown subject to agreement	
Note: if the entity has reported positive net operating cash flows in item 1.9, answer item 8.5 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.5.	
8.6 If item 8.5 is less than 2 quarters, please provide answers to the following questions:	
8.6.1 Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?	
Answer: Yes, the Company is developing its JV with PT&T Philippines and has had R&D and development costs.	
8.6.2 Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?	
Answer: The Company has the support of its lenders – who will continue to fund the Company until re-admission to trading on the ASX.	
8.6.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?	
Answer: Yes, as above	
Note: where item 8.5 is less than 2 quarters, all of questions 8.6.1, 8.6.2 and 8.6.3 above must be answered.	

COMPLIANCE STATEMENT has been prepared in accordance with accounting standards and policies which

1 comply with Listing Rule 19.11A.

2 This statement gives a true and fair view of the matters disclosed.

7 July 2025 Authorised by: The Board

**For further information, please contact:**

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#### **About Netlinkz Limited (ASX:NET)**

Netlinkz Limited (ASX:NET) is a networking vendor with a vision to create secure personalised connections for every user. The Netlinkz Network-as-a-Service (NaaS) proposition that is user-centric, creating a per-user private network that is available, secure and performance optimised, for authorised users regardless of their location.

Netlinkz allows enterprises to embrace their new-normal by allowing IT departments to consistently enforce employee connectivity policies (compliance), simplifying operations (cost), improving security (business continuity), while directly correlating technology investment to user productivity (value).

The company offers a range of products across three broad categories:

- Secure Internet, with Netlinkz transforming Starlink technology into a business grade service providing secure high-speed internet and an invisible cloud network.
- Network Security, which future proofs clients' business with Netlinkz's high-speed, secure cloud first private work solutions.
- Secure CCTV and IoT, with Netlinkz ensuring that all clients' video feeds and data from their CCTV and IoT systems are securely transferred, integrity checked and securely stored.

To learn more, please visit: <http://www.netlinkz.com>

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To learn more about Netlinkz Limited (ASX:NET) please click here: <http://www.netlinkz.com>

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