

Harris Technology Group Limited

ABN 93 085 545 973

Current reporting period: 1 July 2024 to 30 June 2025

Previous corresponding period: 1 July 2023 to 30 June 2024

Appendix 4E - Results for Announcement to the Market

		% Change from previous corresponding period		Current reporting period \$A
Revenues from ordinary activities	down	-17.23%	to	13,829,922
Profit/(Loss) from ordinary activities after tax attributable to members	down	-31.88%	to	(958,240)
Profit/(Loss) for the period attributable to members	down	-31.88%	to	(958,240)

Dividends (distributions)	Amount per share	Franked amount per share
Final dividend		
Interim dividend	Nil ¢	Nil ¢
Previous corresponding period	Nil ¢	Nil ¢
Record date for determining entitlements to the dividends	N/A	

Brief explanation of any of the figures reported above necessary to enable the figures to be understood:

Revenue for the year ending 30 June 2025 was \$13,829,922, a decrease of 31% from the previous corresponding period (2024: \$16,708,641).

Net loss from continuing operations for the year ended 30 June 2025 was \$958,240, an improvement of 57% from the previous corresponding period (2024 loss: \$1,406,794).

The Company does not propose to pay a dividend.

Further details about results and operations during the year can be found in the Harris Technology Group Limited 2025 Statement of Profit and Loss and Statement of Financial Position.

Net tangible assets	June 2025	June 2024
Net tangible assets per ordinary security	(0.29)	(0.47)

Control gained or lost over entities

Nil

Details of associates and joint venture entities

Nil

Attachments

The unaudited annual financial report of Harris Technology Group Limited for the year ended 30 June 2025 is attached.

Commentary

Sales revenue of \$13.8 million represented a decline on the previous year but this was in line with the continued shift to a higher margin mix of products within the product portfolio and a focus on gross product margins generated and inventory turnover ratio.

Harris Technology entered the refurbished IT products category with sales generated through online marketplaces and own [home.ht](https://www.home.ht) channel. The entry into the category is showing good success and has contributed well towards increasing the average margins delivered.

Harris Technology ended FY25 with \$2.9M of inventory on hand, down from the \$3.3M at the end of FY24. The reduction in inventory is in line with better inventory hold times and working capital preservation initiatives.

Signed

As authorised by the Board of Directors



Alan Sparks
Chairman
28 August 2025

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

(FOR THE YEAR ENDED 30 JUNE 2025)

	Notes	2025 \$	2024 \$
Sales revenue	7 (a)	13,829,922	16,708,641
Direct costs		(8,855,917)	(11,843,715)
Gross profit		4,974,005	4,864,926
Other income	7 (b)	31,192	9,353
Expenses			
Sales transaction expenses	8 (b)	(2,193,622)	(2,663,860)
Employee, contractor and director expenses		(2,499,751)	(2,159,783)
Distribution expenses		(501,768)	(496,015)
Legal, administration and registry expenses		(177,131)	(362,042)
Depreciation expenses	8 (a)	(162,560)	(167,143)
Finance costs	8 (c)	(226,391)	(185,561)
Technology expenses		(83,407)	(143,999)
Marketing expenses		(26,490)	(48,238)
Foreign exchange (loss)/gain		(2,593)	4,743
Other expenses		(89,724)	(59,175)
		(5,963,437)	(6,281,073)
Loss before income tax for the year		(958,240)	(1,406,794)
Income tax expense	9	-	-
Loss after income tax for the year		(958,240)	(1,406,794)
Other comprehensive income for the year		-	-
Total comprehensive income/(loss) for the year		(958,240)	(1,406,794)
Earnings per share from profit			
- Basic earnings per share	10	(0.29)	(0.47)
- Diluted earnings per share	10	(0.29)	(0.47)

CONSOLIDAD STATEMENT OF FINANCIAL POSITION

(AS AT 30 JUNE 2025)

	Notes	2025 \$	2024 \$
Current Assets			
Cash and cash equivalents	11	1,863,483	974,318
Trade and other receivables	12	949,896	1,132,511
Inventories	13	2,924,085	3,281,219
Prepayments and deposits	14	277,900	552,574
Total Current Assets		6,015,364	5,940,622
Non-current Assets			
Property, plant and equipment	15	53,107	79,851
Right-of-use assets	16	1,145,191	1,281,007
Intangible assets		9,491	9,491
Total Non-current Assets		1,207,789	1,370,349
Total Assets		7,223,153	7,310,971
Current Liabilities			
Trade and other payables	17	1,556,532	2,330,523
Borrowings	18	480,000	333,300
Lease liabilities	19	137,447	132,789
Employee benefit liabilities	20	125,950	132,355
Total Current Liabilities		2,299,929	2,928,967
Non-current Liabilities			
Redeemable preference shares	21	699,954	-
Borrowings	18	1,474,164	1,395,147
Lease liabilities	19	1,184,753	1,296,290
Employee benefit liabilities	20	119,701	114,756
Total Non-current Liabilities		3,478,572	2,806,193
Total Liabilities		5,778,501	5,735,160
Net Assets		1,444,652	1,575,811
Equity			
Contributed equity	22	18,187,378	17,590,784
Convertible option reserve	21	230,487	
Accumulated losses	23	(16,973,213)	(16,014,973)
Total Equity		1,444,652	1,575,811

CONSOLIDATED STATEMENT OF CASH FLOWS

(FOR THE YEAR ENDED 30 JUNE 2025)

	Notes	2025 \$	2024 \$
Cash flows from operating activities			
Receipts from customers		13,641,858	16,773,443
Payments to suppliers and employees		(14,177,341)	(16,768,424)
Interest received		5,166	8,659
Net cash flows provided by/ (used in) operating activities	11	(530,317)	13,678
Cash flows from investing activities			
Payments for plant and equipment		-	(5,822)
Net cash flows used in investing activities		-	(5,822)
Cash flows from financing activities			
Proceeds from shares issued		596,594	
Proceeds from Preference shares issued		897,406	
Proceeds from / (repayment) of borrowings		105,307	(621,578)
Repayment of lease liabilities		(179,825)	(177,978)
Net cash flows (used in)/ provided by financing activities		1,419,482	(799,556)
Net (decrease) in cash and cash equivalents		889,165	(791,700)
Cash and cash equivalents at the beginning of the financial year		974,318	1,766,018
Cash and cash equivalents at the end of the financial year		1,863,483	974,318

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(FOR THE YEAR ENDED 30 JUNE 2025)

	Share Capital	Reserves	Accumulated Losses	Total Equity
	\$	\$	\$	\$
At 1 July 2024	17,590,784	-	(16,014,973)	1,575,811
Loss for the year	-	-	(958,240)	(958,240)
Total comprehensive income/(loss)	-	-	(958,240)	(958,240)
Contributions to equity	596,594	230,487	-	827,081
At 30 June 2025	18,187,378	230,487	(16,973,213)	1,444,652

	Share Capital	Reserves	Accumulated Losses	Total Equity
	\$	\$	\$	\$
At 1 July 2023	17,590,784	-	(14,608,179)	2,982,605
Loss for the year	-	-	(1,406,794)	(1,406,794)
Total comprehensive income/(loss)	-	-	(1,406,794)	(1,406,794)
Contributions to equity (net of equity raising costs)	-	-	-	-
Share based payment transactions	-	-	-	-
At 30 June 2024	17,590,784	-	(16,014,973)	1,575,811

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(FOR THE FINANCIAL YEAR ENDED 30 JUNE 2025)

11. CASH AND CASH EQUIVALENTS

	2025	2024
	\$	\$
Cash at bank and on hand	1,863,483	974,318
Total cash and cash equivalents	1,863,483	974,318

Reconciliation of net profit/(loss) after tax to net operating cash flows	2025	2024
	\$	\$
Net (loss) after tax	(958,240)	(1,406,794)
Non-cash items		
Interest expenses	226,391	185,561
Depreciation and amortisation	162,560	167,143
TOTAL non-cash items	388,951	352,704
Changes in operating assets and liabilities		
Decrease in trade and other receivables	182,615	310,496
Decrease/(Increase) in prepayments and deposits	274,674	(318,374)
Decrease in inventories	357,134	1,466,638
(Decrease) in trade and other payables	(773,991)	(393,822)
Increase in employee benefit liabilities	(1,460)	2,830
TOTAL changes in operating assets and liabilities	38,972	1,067,768
Net cash flows provided by/(used in) operating activities	(530,317)	13,678

Notes to the Consolidated Financial Statements

(for the Financial Year ended 30 June 2025)

12. TRADE AND OTHER RECEIVABLES

	2025 \$	2024 \$
Trade and other receivables	998,210	1,180,834
Allowance for expected credit losses	(48,314)	(48,323)
Total trade and other receivables	949,896	1,132,511

	2024 \$	2024 \$
Current		
30 days	940,680	1,138,720
60 days	9,216	17,428
90 days +	-	24,686
Total	949,896	1,180,834

Trade and other receivables are usually non-interest bearing, unsecured and generally payable on no more than 30-day terms.

Past due but not impaired receivables At balance date no trade and other receivables were past due but not impaired.

Impaired receivables At balance date, other than debtors that have been provided for as a doubtful from the prior year, no other receivables have been determined to be impaired.

Credit risk The Group has no significant credit risks identified at 30 June 2025. The sales of goods receivable balances outstanding are within the terms of the customer agreements and are considered to be of high credit quality.

Notes to the Consolidated Financial Statements

(for the Financial Year ended 30 June 2025)

13. INVENTORIES

	2025	2024
	\$	\$
Finished goods	3,089,695	3,556,685
Provision for stock obsolescence	(165,610)	(275,466)
Total inventories	2,924,085	3,281,219

14. PREPAYMENTS AND DEPOSITS

	2025	2024
	\$	\$
Prepayments	276,660	552,574
Deposits	1,240	-
Total prepayments and deposits	277,900	552,574

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(FOR THE FINANCIAL YEAR ENDED 30 JUNE 2025)

15. PROPERTY, PLANT AND EQUIPMENT

	Office and warehouse equipment \$	Furniture & Fixtures \$	Total \$
Gross carrying amount			
At 1 July 2024	133,148	20,796	153,944
Additions – assets acquired	-	-	-
Disposal	-	-	-
At 30 June 2025	133,148	20,796	153,944
Accumulated Depreciation			
At 1 July 2024	64,312	9,781	74,093
Depreciation for the year	21,173	5,571	26,744
Disposal – reversal depreciation	-	-	-
At 30 June 2025	85,485	15,352	100,836
Net carrying amount			
At 30 June 2024	68,836	11,014	79,851
At 30 June 2025	47,663	5,444	53,107

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(FOR THE FINANCIAL YEAR ENDED 30 JUNE 2025)

16. RIGHT-OF-USE ASSETS

	2025	2024
	\$	\$
Buildings right-of-use assets cost	1,683,521	1,683,521
Less: Accumulated depreciation	(538,330)	(402,514)
Carrying value	1,145,191	1,281,007

The Group leases land and buildings for its office and warehouse under an agreement of two further terms of three years each. Expiry date of the term being 4 May 2026 and renewal 6 months prior to the expiry date of 4 May 2026.

Reconciliations

Reconciliations of the written down values at the beginning and end of the current and previous financial year are set out below:

	Buildings right-of-use \$
Opening carrying value at 30 June 2024	1,281,007
Depreciation expense	(135,816)
At 30 June 2025	1,145,191

17. TRADE AND OTHER PAYABLES

	2025	2024
	\$	\$
Trade payables	1,488,785	2,159,420
Other payables	67,747	171,103
Total trade and other payables	1,556,532	2,330,523

Terms and conditions of the above trade and other payables:

- (i) Trade payables are non-interest bearing and are normally settled on 30 days EOM terms.
- (ii) Other creditors are non-interest bearing and are normally payable within 30 and 90 days.

Fair value

Due to the short-term nature of these payables, their carrying value is assumed to approximate their fair value.

Foreign exchange and interest rate risk

Detail regarding foreign exchange and interest rate risk exposure is disclosed in note 3.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(FOR THE FINANCIAL YEAR ENDED 30 JUNE 2025)

18. BORROWINGS

	2025 \$	2024 \$
Unsecured		
Related party loans (Note 24)	1,954,164	1,728,447
Third party loans	-	-
Total current borrowings	1,954,164	1,728,447
Opening balance	1,728,447	2,250,918
Interest	120,411	107,113
Proceeds from borrowings	400,000	
Non-cash settlement	(4,694)	(8,006)
Repayment of borrowings	(290,000)	(621,578)
Closing balance	1,954,164	1,728,447

19. LEASE LIABILITIES

	2025 \$	2024 \$
Lease liabilities – current	137,447	132,789
Lease liabilities – non-current	1,184,753	1,296,290
Total lease liabilities	1,322,200	1,429,079

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(FOR THE FINANCIAL YEAR ENDED 30 JUNE 2025)

20. EMPLOYEE BENEFIT LIABILITIES

	2025 \$	2024 \$
Current		
Annual leave	109,760	105,631
Long service leave	16,190	26,724
Total current	125,950	132,355
Non-current		
Annual Leave	67,426	86,091
Long service leave	52,275	28,665
Total non-current	119,701	114,756

Reconciliations of the liabilities at the beginning and end of the current and previous financial year are set out below:

	2024 \$	2024 \$
Movement in liabilities - Annual Leave		
Opening balance	191,722	209,108
Expense recognition	121,370	104,954
Leave taken	(135,907)	(122,340)
Closing balance	177,185	191,722

Movement in liabilities - Long Service Leave

	2025 \$	2024 \$
Opening balance	55,389	35,174
Expense recognition	29,149	22,441
Leave taken adjustment	(16,072)	(2,226)
Closing balance	68,466	55,389

21. REDEEMABLE PREFERENCE SHARES

On 14 March 2025, the Company issued 44,870,322 redeemable preference shares to FSP Technology Inc. for a subscription value of \$897,406, under a broader share and redeemable preference share agreement amounting to a total of \$1,494,000. The redeemable preference shares are non-voting, carry no dividend or participation rights, and are redeemable in cash on 14 March 2027 unless converted earlier.

Conversion may occur at the holder's election or mandatorily if the Company's ordinary share VWAP equals or exceeds \$0.04 for 15 consecutive trading days. As at the reporting date, no conversion notice has been issued.

The instrument is classified as a compound financial instrument under AASB 132, comprising:

- A financial liability of \$666,919, measured at present value using a market rate of 16%; and
- An equity component of \$230,487, recognised in the Convertible Option Reserve.

Interest expense of \$33,035 was accrued during the year using the effective interest method. The liability is carried at amortised cost; the equity component is not subsequently remeasured.

	2025	2024
	\$	\$
Financial liability – initial value	666,919	-
Accrued interest expense	33,035	-
Total Financial liability	699,954	-
Convertible option reserve (equity)	230,487	-

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(for the Financial Year ended 30 June 2025)

22. CONTRIBUTED EQUITY

Issued and paid-up capital	2025	2024
	\$	\$
Ordinary shares fully paid (net of equity raising costs)	18,187,378	17,590,784
Contributed equity	18,187,378	17,590,784

Movements in ordinary shares on issue	Number of Shares	
Opening balance	299,135,481	299,135,481
Shares issued during the year	29,829,678	-
Closing balance	328,965,159	299,135,481

Terms and conditions of ordinary shares

Ordinary shares have the right to receive dividends as declared and, in the event of winding up the Company, to participate in the proceeds from the sale of all surplus assets in proportion to the number and amounts paid up on shares held. Ordinary shares entitle their holder to one vote, either in person or by proxy, at a meeting of the Company.

Capital management

The primary objective of the Group's capital management is to ensure that it maintains a strong credit rating and healthy capital ratios to support its business and maximise the shareholder's value.

The Group manages its capital structure and makes adjustments to it in light of changes in economic conditions. To maintain or adjust the capital structure, the Group may return capital to shareholders or issue new shares. The Group monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt.

(for the Financial Year ended 30 June 2025)

23. ACCUMULATED LOSSES

	2025 \$	2024 \$
Balance at beginning of financial year	(16,014,973)	(14,608,179)
Net profit for the year	(958,240)	(1,406,794)
Share based payments transfer	-	-
Share based payment adjustment	-	-
Balance at end of financial year	(16,973,213)	(16,014,973)

24. RELATED PARTY LOANS

The loan balances are set out as below:

	2025 \$	2024 \$
Name of director		
Garrison Huang	1,954,164	1,728,447
Total related party loans	1,954,164	1,728,447

The facility is interest only, with a fixed interest rate of 6% effective from 1 July 2023, matures on 30 September 2026.

The loan facility previously had a maturity of 30 September 2025 and was extended 30 September 2026 on 30 June 2025. Mr Huang has committed a total facility of \$4M

At 30 June 2025, the Group had access to:

	2024 \$	2024 \$
Cash advance facility	4,000,000	3,000,000
Drawn balance	(1,954,164)	(1,728,447)
Undrawn balance	2,045,836	1,271,553