

ASX Announcement
30 September 2025**AVADA GROUP LIMITED: ADJUSTMENTS TO FY25 RESULTS**

Avada Group Limited (ASX: AVD) (AVADA or the Company) advises that in accordance with ASX Listing Rule 3.1 and Listing Rule 4.3A, and following the release of the Company's audited financial statements for the year ended 30 June 2025, that there have been material adjustments to income tax expense, current and non-current classification of borrowings, and a reallocation of profit/(loss) after tax and assets and liabilities between Operating Segments compared to the Company's Appendix 4E – Preliminary Financial Statements lodged with ASX on 29 August 2025. None of the adjustments impact operating revenue or cash flow from operations.

Key Material Changes**1. Income Tax Benefit and Deferred Tax Balances**

Adjustment: Income tax benefit increased by \$2.038 million and accordingly Deferred Tax balances reduced due to finalisation of Deferred Tax calculations.

Reason: Awaiting audited financial statements to finalise the tax journal.

Impact: Reduction in loss after tax for the year by \$2.04 million to \$15.78 million and increase in Net Assets by \$2.04 million.

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Financial Report \$'000	Appendix 4E \$'000	Variance \$'000
Profit/(loss) before income tax	(17,756)	(17,756)	-
Income tax benefit	2,194	156	2,038
Profit/(loss) for the year	(15,562)	(17,600)	2,038
Total comprehensive profit/(loss) for the year	(15,782)	(17,820)	2,038
Total allocated to owners	(15,782)	(17,820)	2,038

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Financial Report \$'000	Appendix 4E \$'000	Variance \$'000
Assets			
Current tax asset	953	1,729	(776)
Total current assets	39,200	39,976	(776)
Total assets	107,399	108,175	(776)
Trade and other payables	23,575	23,960	(385)
Total current liabilities	34,089	33,349	740
Deferred tax liabilities	1,750	4,180	(2,430)
Total non-current liabilities	34,624	38,179	(3,555)
Total liabilities	68,713	71,528	(2,815)
Net assets	38,686	36,647	2,038
Equity			
Accumulated losses	(32,631)	(34,669)	2,038
Total equity	38,686	36,647	2,038

2. Current/Non-current Borrowings reclassification

Adjustment: Reclassification of borrowings from non-current to current liabilities in respect of certain principal repayments under the CBA loan facility.

Reason: Ongoing negotiations for deferral of the facility repayment clause in the facility contract for Commonwealth Bank of Australia.

Impact: Net Current Assets reduced by \$1.125 million.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Financial Report \$'000	Appendix 4E \$'000	Variance \$'000
Borrowings	5,824	4,699	1,125
Non-current borrowings	29,440	30,565	(1,125)

3. Reallocation of Profit/(Loss) After Tax and Assets and Liabilities between Cash Generating Units (Note 5: Operating Segments)

Adjustment: This adjustment incorporates Adjustment 1 and Adjustment 2 above together with further allocation adjustments mainly between Unallocated Items and the other Cash Generating Units (CGUs).

Reason: Operating Segment adjustments identified after implementation of ERP software.

Impact: Allocation to Operating Segments of Key Material Changes outlined in 1 and 2 above and additional reallocation of ERP adjustments to Operating Segments of items between CGUs to accurately reflect assets and liabilities of CGUs.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Financial Report \$'000	Appendix 4E \$'000	Variance \$'000	Financial Report \$'000	Appendix 4E \$'000	Variance \$'000	Financial Report \$'000	Appendix 4E \$'000	Variance \$'000
	QLD			NSW			VIC		
Current assets	19,942	22,900	(2,958)	8,503	9,313	(810)	8,034	10,693	(2,659)
Non-current assets	36,976	36,866	110	3,278	3,097	181	23,017	22,406	611
Total assets	56,918	59,766	(2,848)	11,781	12,410	(629)	31,051	33,099	(2,048)
Current liabilities	12,741	25,561	(12,820)	5,080	5,963	(883)	4,278	7,387	(3,109)
Non-current liabilities	5,830	4,406	1,424	848	822	26	2,750	2,366	384
Total liabilities	18,571	29,967	(11,396)	5,928	6,785	(857)	7,028	9,753	(2,725)
Net assets/(liabilities)	38,347	29,799	8,548	5,853	5,625	228	24,023	23,346	677

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)

	Financial Report \$'000	Appendix 4E \$'000	Variance \$'000	Financial Report \$'000	Appendix 4E \$'000	Variance \$'000	Financial Report \$'000	Appendix 4E \$'000	Variance \$'000
	NZ			Unallocated			Total		
Current assets	1,177	1,177	-	1,544	(4,106)	5,650	39,200	39,976	(776)
Non-current assets	3,542	3,486	56	1,386	2,344	(958)	68,199	68,199	-
Total assets	4,719	4,662	57	2,930	(1,762)	4,692	107,399	108,175	(776)
Current liabilities	3,368	3,368	-	8,621	(8,930)	17,551	34,089	33,349	740
Non-current liabilities	4,550	4,494	56	20,646	26,091	(5,445)	34,624	38,179	(3,555)
Total liabilities	7,918	7,861	57	29,267	17,161	12,106	68,713	71,528	(2,815)
Net assets/(liabilities)	(3,199)	(3,199)	-	(26,337)	(18,923)	(7,414)	38,686	36,647	2,038

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	Financial Report \$'000	Appendix 4E \$'000	Variance \$'000	Financial Report \$'000	Appendix 4E \$'000	Variance \$'000	Financial Report \$'000	Appendix 4E \$'000	Variance \$'000
	QLD			NSW			VIC		
Profit/(loss) before income tax	12,422	12,422	-	(5,432)	(5,432)	-	2,825	2,825	-
Income tax benefit	(1,675)	-	(1,675)	(2,153)	-	(2,153)	(118)	-	(118)
Profit/(loss) after tax for the year	10,747	12,422	(1,675)	(7,585)	(5,432)	(2,153)	2,707	2,825	(118)

CONSOLIDATED STATEMENT OF PROFIT OR LOSS (CONTINUED)

	Financial Report \$'000	Appendix 4E \$'000	Variance \$'000	Financial Report \$'000	Appendix 4E \$'000	Variance \$'000	Financial Report \$'000	Appendix 4E \$'000	Variance \$'000
	NZ			Unallocated			Total		
Profit/(loss) before income tax	(11,787)	(11,787)	-	(15,782)	(15,782)	-	(17,756)	(17,756)	-
Income tax benefit	1,412	116	1,296	4,726	41	4,686	2,194	156	2,038
Profit/(loss) after tax for the year	(10,375)	(11,671)	1,296	(11,055)	(15,742)	4,686	(15,562)	(17,600)	2,038

Summary of Impact and Commentary

The changes reported above do not affect operating revenue or cash flow from operations. The Board confirms that the Company remains in a strong financial position and that all adjustments are of a non-cash nature.

The audited financial statements have been lodged with ASIC and are available on our website and the ASX platform.

This announcement has been authorised for release by the Board of Avada Group Limited.

About AVADA Group Limited

AVADA Group is a leading, independent Australian traffic management operator and ancillary service provider with an established and extensive network throughout Queensland, New South Wales, Victoria and New Zealand. AVADA Group provides services to government clients and major contractors in the civil infrastructure and maintenance sector.

Visit us at avadagroup.com.au

For further information contact the following:

Donald Montgomery
Chief Executive Officer
+61 427 516 855
dmontgomery@avadagroup.com.au

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