

22 December 2025

archTIS Deploys and Renews 1,000 U.S. Department of Defense Production Environment Licenses and Advances U.S. Market Penetration with a Drawdown Facility

NC Protect deployed into Microsoft DoD365 production environment within the U.S. DoD, demonstrating progress towards a significant license sale

HIGHLIGHTS:

- **Successfully Deployed into Production Environment:** archTIS' NC Protect software was deployed in the U.S. DoD's Microsoft DoD365 production environment to protect production data.
- **Renews 1,000 licenses for production deployment:** A U.S. DoD Systems Integrator has renewed 1,000 licenses for NC Protect to support the deployment for ongoing active mission operations for the U.S. warfighter network. The value of the renewal was \$38,500 for a 6-month term.
- **Customised software enhancements for NC Protect:** Customised software enhancements procured by the U.S. DoD for NC Protect are expected to be delivered on time in mid-January 2026. These enhancements are required to meet specific needs for interoperability and a larger-scaled deployment of NC Protect in the DoD365 environment.
- **Enterprise License back on track post U.S. Government Shutdown:** Enterprise Licence agreement discussions have re-commenced following deferral due to the U.S. Government shutdown and associated administrative constraints. Subsequent licenses are likely to be sold in blocks starting from 8000 users and progressing upwards to several hundred thousand.
- **Additionally, archTIS' integration with Spirion generates cost synergies:** The company's integration with Spirion is progressing well and has generated initial cost synergies of \$4.5M as archTIS launches cross-sell campaigns in the United States.
- **Draw down debt facility established:** archTIS secures a non-dilutive A\$8M debt facility for continuing Spirion integration to accelerate US market penetration.

archTIS Limited (ASX:AR9, OTCQB:ARHLF) ("archTIS" or the "Company"), a global provider of data-centric software solutions for the secure collaboration of sensitive information, today provides an update on the progress of the anticipated U.S. Department of Defense (DoD) enterprise licensing opportunity, as well as an update on the Spirion integration and non-dilutive funding.

The Company advises further progress of the anticipated U.S. DoD enterprise licensing agreement for archTIS' NC Protect product (the "Agreement"), originally announced 16 June 2025.¹

Strong engagement with the program sponsor, U.S. DoD engineering teams, and archTIS' U.S.-based prime partner and NC Protect reseller, Copper River Technologies ("Copper

¹ ASX Announcement (16 June 2025) – "*archTIS Achieves Major Milestone in Sale of NC Protect to U.S. Department of Defense*"

22 December 2025

River”), has remained active and positive, with discussions resuming immediately following the reopening of U.S. Government operations post its shutdown, which caused delays.

NC Protect Deployment in DOD365

In parallel, archTIS’ NC Protect software was deployed in the U.S. DoD’s Microsoft DOD365 production environment to protect production data. This validates NC Protect’s ability to enforce real-time, data-centric attribute-based access control (ABAC) policies directly on sensitive information within DoD365, aligning with DoD-mandated Zero Trust targets reiterated by Department leaders as recently as November of 2025.²

archTIS has also commenced a paid, fully licensed extension of the initial 1,000-user NC Protect deployment from pre-production to full production. This transition enables broader operational utilisation of NC Protect within approved DoD environments, representing a significant step from pilot and evaluation activities into sustained, mission-supporting operations for the warfighter network under authorised conditions in a live environment.

Mr Daniel Lai, CEO and Managing Director of archTIS, stated: *“The production deployment and license renewal represent a major milestone forward in our U.S. DoD sales opportunity. It demonstrates the U.S. DoD’s intention and continued investment to deploy our product within authorised DoD environments. Not many Australian companies achieve this.*

Additionally, the recent announcement by the U.S. Department of Defense Chief Information Officer, Katherine Arrington, mandates that all DoD branches, Military Services and Combat Commands, must achieve target Level Zero Trust as a ‘non-negotiable’ requirement before September 2027. This directive potentially positions archTIS at the forefront of the U.S. DoD’s strategy for enforcing Zero Trust in DOD365, presenting a significant opportunity.”

Customised Software Development Services for U.S. DoD

Despite the temporary slowdown in federal procurement activity, archTIS continues to make strong operational progress in the United States. The Company is actively delivering contracted custom development and integration services supporting the DoD365 environment, working alongside Copper River, GDIT, and DoD engineering teams, originally announced 17 October 2025.³ This project is focused on developing new features requested by the U.S. DoD for additional functionality and deeper integration with existing Defense classification and Microsoft tools in their highly secure environment. It continues uninterrupted and further embeds NC Protect within operational processes, validating and reinforcing potential demand for broader enterprise deployment.

Update on archTIS Integration with Spirion

archTIS is 90 days into the Spirion 100-day integration plan to pivot into the US market with all internal targets on track. As part of the 100-day integration plan the Company has executed a global restructuring to realise initial cost synergies of A\$4.5M per year.

² United States Department of War (13 November 2025) – “Memorandum for Senior Pentagon Leadership Commanders of the Combatant Commands Defense Agency and Dow Field Activity Directors – Implementing Target Level Zero Trust across the DoW Enterprise”

³ ASX Announcement (17 October 2025) – “archTIS Secures Additional U.S. DoD Contract to Provide Customised Development Services”

22 December 2025

\$8M Non-Dilutive Debt Facility Established

archTIS has signed a term sheet with Regal Tactical Credit Fund for a standby drawdown facility in the form of a senior secured delayed draw debt facility of up to A\$8M. The agreement has been entered into on standard commercial terms, including an establishment, drafting and exit fees to the total of A\$1M. The facility term is for 8 months providing non-dilutive funding to accelerate product integration and progress market expansion in the US.

U.S. DoD Next Steps

With U.S. federal procurement offices now returning to full operational capacity, the Company expects progress on the U.S. DoD enterprise licensing opportunity to resume. archTIS remains closely aligned with its partners and program stakeholders to support timely advancement as administrative processes normalise.

The Company will continue to update the market as appropriate.

-ENDS-

Authorised for issue by order of the Board of Directors.

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The archTIS Investor Centre is an online portal for investors to access our latest announcements, reports, and governance information.

About archTIS Limited

archTIS Limited (ASX:AR9, OTCQB:ARHLF) is a global provider of data-centric security solutions for the secure collaboration of sensitive information. Trusted by government, defence, enterprise and regulated industries, archTIS' policy-enforced zero trust, attribute-based access and data controls (ABAC) find and protect sensitive data across cloud, on-premises, and hybrid environments. The company's product suite includes Trusted Data Integration, Kojensi, NC Protect, and Spirion. For more information visit [archtis.com](https://www.archtis.com) or follow [@arch_tis](https://twitter.com/arch_tis) on X.