



## **Saferoads Holdings Limited December Quarterly Activity Report.**

Sales for the second quarter have continued to be encouraging with total sales at \$3,489k, slightly up on the first quarter of \$3,418k. Cash flow from operations for the quarter at \$4,828 were however up \$2,264k on the previous first quarter. Within those sales for the current quarter are sales to On-site Rentals (OSR) at \$2,001k making total sales to them for the first half of \$3,657k. It is pleasing that those sales continued to be strong and a good sign. The total sales subsequent to OSR's purchase of the rental business are now \$825 ahead of their original \$3 million commitment.

The net profit for the half year from our management accounts is in the area of \$511k that is of course subject to audit review. The first quarter profit was \$228k and the second quarter has been a profit of \$283k. For the remainder of the 2026 financial year there continues to be uncertainty on two key factors, our ability to gain market share for our products following the strengthening of our sales team and the future level of product orders from OSR. Accordingly the current level of profitability may not be sustained.

Operating Cashflow was a positive \$228k. The significant cash reinvestment in the previous quarter to increase inventory to an appropriate level was not needed this quarter. The expenses continue to be closely controlled with the only increase of note being the salaries for the expansion of our senior sales team.

The main R&D project in the quarter was the successful MASH crash testing in November of our HV2 barrier in a pinned format. In its pinned format we expect the market demand for this product to be stronger because of the unique diversity it offers being a barrier that is either free-standing or pinned depending on the deployment requirements. Our next step is to obtain the required formal regulatory approval for that product and that is currently underway. A number of other smaller projects are also in progress to boost our product range.



## Appendix 4C

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

Name of entity			
Saferoads Holdings Limited			
ABN		Quarter ended (“current quarter”)	
81 116 668 538		31 December 2025	
Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
<b>1. Cash flows from operating activities</b>			
1.1	Receipts from customers	4,828	7,383
1.2	Payments for		
	(a) research and development	(3,449)	(5,453)
	(b) product manufacturing and operating costs		
	(c) advertising and marketing	(33)	(76)
	(d) leased assets		
	(e) staff costs	(670)	(1,247)
	(f) administration and corporate costs	(454)	(1,000)
1.3	Dividends received (see note 3)		
1.4	Interest received	19	41
1.5	Interest and other costs of finance paid	(3)	(3)
1.6	Income taxes paid		
1.7	Government grants and tax incentives		
1.8	Other (provide details if material)		
<b>1.9</b>	<b>Net cash from / (used in) operating activities</b>	<b>238</b>	<b>(355)</b>
<b>2. Cash flows from investing activities</b>			
2.1	Payments to acquire or for:		
	(a) entities		
	(b) businesses		
	(c) property, plant and equipment	(64)	(64)
	(d) investments		
	(e) intellectual property	(125)	(125)
	(f) other non-current assets		

<b>Consolidated statement of cash flows</b>	<b>Current quarter \$A'000</b>	<b>Year to date (6 months) \$A'000</b>
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)		
<b>2.6 Net cash from / (used in) investing activities</b>	<b>(189)</b>	<b>(189)</b>
<b>3. 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	64	64
3.6 Repayment of borrowings	(14)	(27)
3.7 Transaction costs related to loans and borrowings		
3.8 Dividends paid		
3.9 Other (provide details if material)		
<b>3.10 Net cash from / (used in) financing activities</b>	<b>50</b>	<b>37</b>
<b>4. Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1 Cash and cash equivalents at beginning of period	2,888	3,494
4.2 Net cash from / (used in) operating activities (item 1.9 above)	238	(355)
4.3 Net cash from / (used in) investing activities (item 2.6 above)	(189)	(189)

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (6 months) \$A'000</b>
4.4	Net cash from / (used in) financing activities (item 3.10 above)	50	37
4.5	Effect of movement in exchange rates on cash held		
4.6	<b>Cash and cash equivalents at end of period</b>	<b>2,987</b>	<b>2,987</b>
<b>5. Reconciliation of cash and cash equivalents</b> at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts		<b>Current quarter \$A'000</b>	<b>Previous quarter \$A'000</b>
5.1	Bank balances	946	866
5.2	Call deposits	2,041	2,022
5.3	Bank overdrafts	-	
5.4	Other (provide details)		
5.5	<b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>2,987</b>	<b>2,888</b>
<b>6. 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		(121)
6.2	Aggregate amount of payments to related parties and their associates included in item 2		-
<i>Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.</i>			

The amount at item 6.1 includes gross salary and superannuation payments to the Managing Director \$82k, Non-executive Directors fees of \$33k, Payments totalling \$6k, at market rates for office rent to an entity related to the Managing Director.

<b>7. Financing facilities</b> <small>Note: the term 'facility' includes all forms of financing arrangements available to the entity. Add notes as necessary for an understanding of the sources of finance available to the entity.</small>		<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</b>																						
7.1	Loan facilities	-	-																						
7.2	Credit standby arrangements: - Charge Card	75	-																						
7.3	Other (please specify): - Motor Vehicle finance contracts	141	141																						
7.4	<b>Total financing facilities</b>	216	141																						
7.5	<b>Unused financing facilities available at quarter end</b>		75																						
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.																								
	<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th>Lender</th> <th>Product Facility</th> <th>Limit</th> <th>Utilised</th> <th>Available</th> <th>Interest Rate</th> <th>Maturity</th> </tr> </thead> <tbody> <tr> <td>CBA Capital Finance</td> <td>Charge Card Vehicle Finance</td> <td>\$75,000 \$140,784</td> <td>- \$140,784</td> <td>\$75,000 -</td> <td>17.99% 7.35%</td> <td>N/A Oct 2030</td> </tr> <tr> <td colspan="2"></td><td colspan="2" rowspan="2"><b>\$215,784</b></td><td colspan="2"><b>\$140,784</b></td><td colspan="2"><b>\$75,000</b></td></tr> </tbody> </table>			Lender	Product Facility	Limit	Utilised	Available	Interest Rate	Maturity	CBA Capital Finance	Charge Card Vehicle Finance	\$75,000 \$140,784	- \$140,784	\$75,000 -	17.99% 7.35%	N/A Oct 2030			<b>\$215,784</b>		<b>\$140,784</b>		<b>\$75,000</b>	
Lender	Product Facility	Limit	Utilised	Available	Interest Rate	Maturity																			
CBA Capital Finance	Charge Card Vehicle Finance	\$75,000 \$140,784	- \$140,784	\$75,000 -	17.99% 7.35%	N/A Oct 2030																			
		<b>\$215,784</b>		<b>\$140,784</b>		<b>\$75,000</b>																			
	The bank facilities are secured by a registered charge over certain assets and undertakings.																								

<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)	238
8.2	Cash and cash equivalents at quarter end (item 4.6)	2,987
8.3	Unused finance facilities available at quarter end (item 7.5)	75
8.4	Total available funding (item 8.2 + item 8.3)	3,062
8.5	<b>Estimated quarters of funding available (item 8.4 divided by item 8.1)</b>	N/A
	<small>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.</small>	
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:	

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:

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:

*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

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Date: .....29 January 2026.....

Authorised by: ...Board of Directors.....  
(Name of body or officer authorising release – see note 4)

### Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standard applies to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.