

ASX Announcement

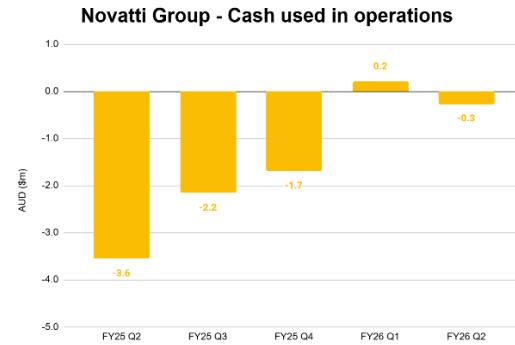
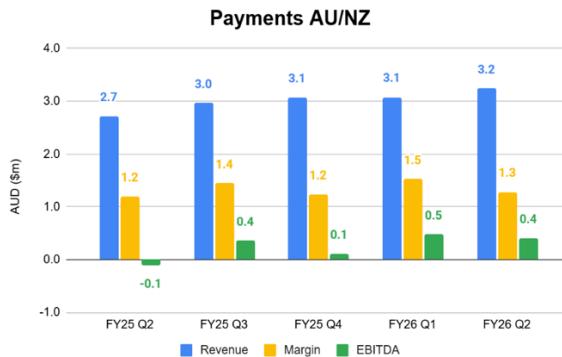
30 January 2026

December Quarter FY26 Activities Report and Appendix 4C

Payments AU/NZ marks fourth consecutive EBITDA positive quarter¹

Highlights

- Payments AU/NZ EBITDA positive for fourth consecutive quarter: \$0.4m Q2 FY26
- Q2 Group EBITDA and operating cashflow: -\$0.1m² and - \$0.3m³ respectively
- Available cash: \$3.7m
- Issuing closes multiple new deals leading the way on growth pivot
- Value of AUDC interest increases to \$16m post successful Pre-Series A round
- Strategic investor provides \$1m in growth funding via a share placement
- Board strengthened with two financial services leaders appointed



*Reflects Net cash from / (used in) operating activities (as reported in quarterly 4C)

Novatti Group Limited (ASX:NOV) (Novatti or the Company), a payments leader bridging traditional payments and regulated digital finance, is pleased to release its December 2025 quarter (Q2 FY26) Activities Report and Appendix 4C.

Commenting on the Company's Q2 FY26 performance, Novatti CEO, Mark Healy, said:
 "Q2 marked an important milestone for our core Payments AU/NZ business, delivering a fourth consecutive EBITDA positive quarter⁴. Commercial traction continues to build here,

¹Excluding corporate overheads.

²All figures for FY26 remain unaudited unless stated otherwise and exclude historic liabilities.

³Reflects net cash from/used in operating activities (as measured in quarterly 4c).

⁴Refer Note 1

with Issuing leading the way. The strong performance in Issuing was driven by the targeted H2 FY25 sales campaign that generated quality leads and is now delivering signed deals.

“Supporting the return to growth is the investment from the strategic investor Australian Wealth Advisors Group Ltd (“AWAG”), a subsidiary of Armytage Private, providing \$1m in growth funding via a share placement during the quarter. AWAG Executive Chairman, Lee LaFrate, noted at the time of investment that they had been tracking Novatti for some time and have been impressed by the turnaround execution and pivot back to growth. We are already working closely together to unlock Novatti’s commercial potential.”

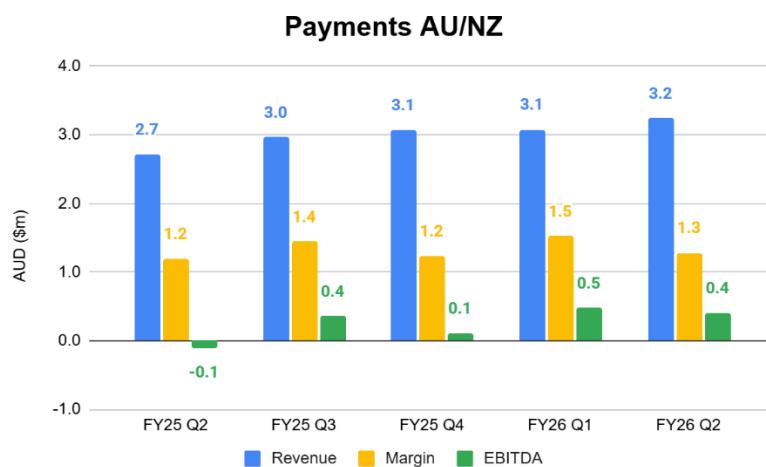
“AUDC reached the significant milestone of closing its Pre Series A funding round. The circa 45% interest Novatti continues to hold in AUDD’s issuer has now increased in value to \$16m. AUDD continues to gain significant market traction, including \$1.4b in payment volume on the Stellar blockchain alone, a ~40%+ increase in just two months.”

Operations Update

Commercial traction

Novatti is seeing strong traction develop within its core Payments AU/NZ market, particularly within Issuing following a targeted sales strategy across H2 FY25.

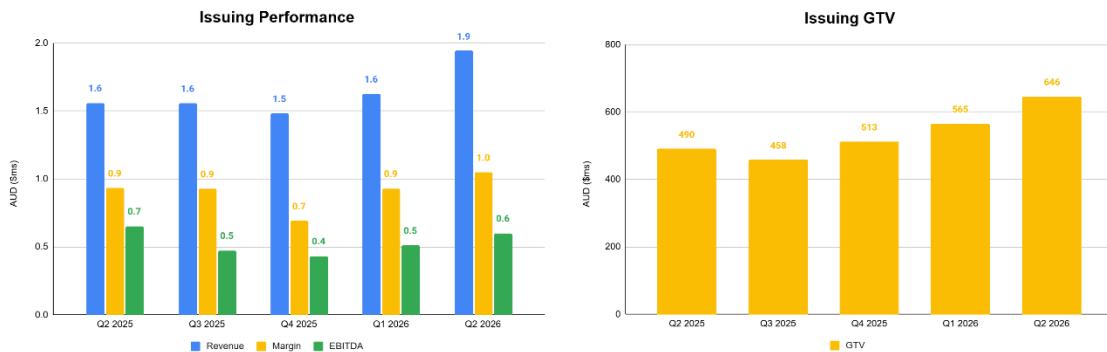
This traction is flowing through to the financial results for Payments AU/NZ, which reached the milestone of four consecutive quarters of positive EBITDA⁵ in Q2 FY26.



Within Payments AU/NZ, Novatti was awarded yet another contract with our existing tier-one telco for commencement in H2 FY26. Issuing has closed two new service contracts, has one contract under review, and a further three proposals in development. A healthy pipeline of new opportunities is also being pursued.

In Q2 FY26 alone, Issuing revenue increased 16% QoQ while transaction volume grew 14% QoQ and 32% YoY.

⁵ Refer Note 1



*Issuing EBITDA excludes corporate overheads

As flagged last quarter, Novatti's commercial strategy is focused on replicating the success of Issuing in market with strengthened sales activities across Payments AU/NZ. Our strategy is to now replicate this successful model in Novatti's other core AU/NZ offerings, and in particular scale the Acquiring business. Existing Acquiring customers have been migrated onto the new omni-channel platform enabling improved customer experience and long term margin expansion.

Strategic investor provides \$1m in growth funding

Novatti secured \$1m in growth funding via a share placement to Australian Wealth Advisors Group Ltd, along with its subsidiary Armytage Private.

Armytage Private was established in Melbourne in 1995 and operates a number of Australian equity-focused investment funds. The investment in Novatti followed the successful pivot back to growth in Q4 FY25 and recent strong financial results.

The funding will be allocated towards accelerating Novatti's growth strategy, including:

- Increased marketing in targeted verticals
- Bolstering Acquiring sales
- Product feature enhancements

Investments and business portfolio update

AUDC Pty Ltd ("AUDC"), the issuer of Australia's leading AUD-backed stablecoin, AUDD, raised \$5m via its successful Pre-Series A round. As a result, the value of Novatti's ~45% interest increased to \$16m, up from \$7m following AUDC's earlier Seed Round.

The calibre of the round's lead investor, inWelt Holdings AG, and the oversubscription from additional strategic participants, validates the strength of AUDC's governance and market traction.

AUDD's recent milestones include:

- \$1.4b in cumulative payments volume on the Stellar blockchain alone

- Becoming the first Australian Dollar stablecoin to be made available on Coinbase
- AUDD listed on Swyftx - a leading Australian exchange

Board strengthened

Two financial services leaders joined Novatti's board as non-executive directors with effect on 26 November 2025. Each of them also joined as members of the Company's Audit and Risk Committee.

Chris Ryan joined with over 30 years' experience as a financial services executive and board member across APAC. This includes senior roles at HSBC, ING, Fidelity, Perpetual, and AXA, among others. He is currently Chairman and CEO of First Harbour Capital Partners, as well as Deputy Chair of AXA for the China region, and a member of the investment committee at Armytage Private.

Tom Ng also joined with over 25 years' experience across Australian and international markets, including senior roles at Moelis Australia (MA Financial Group) and Credit Suisse. He now focuses on Australia's fintech, payments, and lending ecosystems, and is currently working closely with Novatti's CEO on scaling M&A strategy and opportunities.

Killian Murphy resigned as a non-executive director of Novatti, resigning with effect on 26 November 2025. The Company thanks Killian for his contributions during the past years and wishes him well in his future endeavours.

Listing Rule 4.7C Disclosure

In accordance with Listing Rule 4.7C, payments made to related parties and their associates are included in item 6.1 of the Appendix 4C, which incorporates directors' fees, salaries and superannuation.

Ends

Online Investor Briefing

Novatti CEO, Mark Healy, will be hosting a shareholder webcast, including quarterly results presentation and Q&A, on 30 January 2026, at 11.00am (AEDT). Investors can register at: <https://www.novatti.com/investor-centre/investor-briefing>.

Novatti invites investors to keep up-to-date with company news, events and industry research by joining the Novatti mailing list at <https://www.novatti.com/subscribe>

Investors can view all Novatti announcements at: <https://www.novatti.com/asx-announcements>

This announcement has been approved for release by Mark Healy, CEO and the Board.

For further information, contact:

Mark Healy
CEO
Novatti Group Limited
investorrelations@novatti.com

About Novatti Group Limited (ASX:NOV)

Novatti is a payments leader bridging traditional payments and regulated digital finance. Established in 1995, Novatti provides a single destination for all payment needs in a fast-changing, digital world. From fintechs to corporates, Novatti simplifies and supports our customer payment needs through tailored online, in person, international and card solutions

Important Notices

Some of the statements appearing in this announcement may be in the nature of forward looking statements. You should be aware that such statements are only predictions and are subject to inherent risks and uncertainties. Those risks and uncertainties include factors and risks specific to the industries in which Novatti operates and proposes to operate as well as general economic conditions, prevailing exchange rates and interest rates and conditions in the financial markets, among other things. Actual events or results may differ materially from the events or results expressed or implied in any forward looking statement. No forward looking statement is a guarantee or representation as to future performance or any other future matters, which will be influenced by a number of factors and subject to various uncertainties and contingencies, many of which will be outside of Novatti's control. Novatti does not undertake any obligation to update publicly or release any revisions to these forward looking statements to reflect events or circumstances after today's date or to reflect the occurrence of unanticipated events. No representation or warranty, express or implied, is made as to the fairness, accuracy, completeness or correctness of the information, opinions or conclusions contained in this announcement. To the maximum extent permitted by law, none of Novatti, its directors, employees, advisors or agents, nor any other person, accepts any liability for any loss arising from the use of the information contained in this announcement. You are cautioned not to place undue reliance on any forward looking statement. The forward looking statements in this announcement reflect views held only as at the date of this announcement. This announcement is not an offer, invitation or recommendation to subscribe for, or purchase, securities by Novatti. Nor does this announcement constitute investment or financial product advice (nor tax, accounting or legal advice) and is not intended to be used for the basis of making an investment decision. Investors should obtain their own advice before making any investment decision. By reviewing or retaining this announcement, you acknowledge and represent that you have read, understood and accepted the terms of this important notice.

Appendix 4C

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

Name of entity

Novatti Group Ltd

ABN

98 606 556 183

Quarter ended ("current quarter")

31 December 2025

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	29,044	57,297
1.2 Payments for		
(a) research and development	-	-
(b) product manufacturing and operating costs	(24,126)	(46,902)
(c) advertising and marketing	(19)	(28)
(d) leased assets	(3,556)	(7,234)
(e) staff costs	(1,702)	(3,420)
(f) administration and corporate costs	-	-
1.3 Dividends received	-	-
1.4 Interest received	200	409
1.5 Interest and other costs of finance paid	(109)	(224)
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	51
1.8 Other	-	-
1.9 Net cash from / (used in) operating activities	(268)	(51)
2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) businesses	-	-
(c) property, plant and equipment	(3)	(3)
(d) investments	-	-
(e) intellectual property	(203)	(203)
(f) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
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)	-	-
2.5.1	Cash reduction from deconsolidation of AUDC	-	(658)
2.5.2	Proceed from disposal of Emerson	-	500
2.5.3	Cash reduction from disposal of Emerson	-	(233)
2.6	Net cash from / (used in) investing activities	(206)	(597)
3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities	1,000	1,000
3.1.1	Proceeds from issues of equity securities of IBOA	-	-
3.1.2	Proceeds from issues of equity securities of the AUDC	-	927
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	-	250
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	(50)	(50)
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	(137)	(142)
3.10	Net cash from / (used in) financing activities	813	1,985

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	3,565	2,542
v4.2	Net cash from / (used in) operating activities (item 1.9 above)	(268)	(51)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(206)	(597)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	813	1,985
4.5	Effect of movement in exchange rates on cash held	(197)	(172)
4.6	Cash and cash equivalents at end of period	3,707	3,707
5.	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	Current quarter \$A'000	Previous quarter \$A'000
5.1	Bank balances	3,707	3,565
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)	3,707	3,565
6.	Payments to related parties of the entity and their associates	Current quarter \$A'000	
6.1	Aggregate amount of payments to related parties and their associates included in item 1	-	
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>			

7. Financing facilities <i>Note: the term "facility" includes all forms of financing arrangements available to the entity.</i> <i>Add notes as necessary for an understanding of the sources of finance available to the entity.</i>		Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
7.1	Loan facilities	470	470
7.2	Credit standby arrangements	-	-
7.3	Other (convertible notes)	3,118	3,118
7.4	Total financing facilities	3,588	3,588
7.5	Unused financing facilities available at quarter end		-
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.		
	<p>Novatti Group Limited issued a convertible note facility in the amount of \$3.50m. The first tranche of the convertible note facility was issued on 3rd January 2024 to the value of \$1.46m and the second tranche issued on 14th February 2024 to the value of \$2.04m and subsequently \$382k was converted to shares with current balance being \$3.118m.</p> <p>The Convertible Notes have a \$1.00 face value, a coupon of 10% per annum and a maturity date of 22 December 2026. They are convertible into Shares at a conversion price of the lower of \$0.06 and the next equity capital raising price, subject to a floor price of \$0.04. During the quarter ended 31 December 2024, \$370,000 was converted into ordinary shares. Current balance is \$3,118,000.</p> <p>As at 31 December 2025, two related parties have provided unsecured loans of \$0.47m at 12% interest per annum on the principal amount which shall accrue from day to day.</p>		

8. Estimated cash available for future operating activities		\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	(268)
8.2	Cash and cash equivalents at quarter end (item 4.6)	3,707
8.3	Unused finance facilities available at quarter end (item 7.5)	-
8.4	Total available funding (item 8.2 + item 8.3)	3,707
8.5	Estimated quarters of funding available (item 8.4 divided by item 8.1)	13.83
	<i>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.</i>	
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: N/A	

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: N/A

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: N/A

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: 30 January 2026

This announcement has been approved for release to the ASX by Chairman, Peter Pawlowitsch and CEO, Mark Healy.

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.