

For personal use only



**INTERIM FINANCIAL REPORT  
FOR THE HALF-YEAR ENDED  
31 DECEMBER 2025**

**Adisyn Ltd**  
**Appendix 4D**  
**Half-year report**

**1. Company details**

Name of entity:	<b>Adisyn Ltd</b>
ABN:	<b>30 155 473 304</b>
Reporting period:	<b>For the half-year ended 31 December 2025</b>
Previous period:	<b>For the half-year ended 31 December 2024</b>

**2. Results for announcement to the market**

	<b>31 December 2025</b>	<b>31 December 2024<sup>^</sup></b>	<b>Change</b>	<b>Change</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>%</b>
Total revenue from ordinary activities	103,754	4,277	99,477	2,326%
Loss from ordinary activities after tax attributable to the Owners of Adisyn Ltd	(4,564,254)	(2,665,538)	(1,898,716)	71%
Loss for the half-year attributable to the Owners of Adisyn Ltd	(4,564,254)	(2,665,538)	(1,898,716)	71%

<sup>^</sup> The prior balance has been restated, as revenue and expenses from Adisyn Services are excluded due to its classification as a discontinued operation and being held for sale. Further details can be found in Note 5.

*Dividends*

There were no dividends paid, recommended or declared during the current financial period.

*Comments*

The loss for the Group after providing for income tax amounted to \$4,564,254 (31 December 2024: loss of \$2,665,538).

**3. Net tangible assets**

	<b>Reporting period Cents</b>	<b>Previous period<sup>^</sup> Cents</b>
Net tangible assets per ordinary security	0.96	1.31

<sup>^</sup>Prior balance was restated due to non-current asset classified as held for sale and discontinued operation.

**4. Foreign entities**

The Group includes operations in Israel and United Kingdom. This entity prepares financial statements in accordance with International Financial Reporting Standard as issued by the International Accounting Standard Board. No material difference exists between these standards and Australian Accounting Standards.

**5. Audit qualification or review**

This Appendix 4D is based on the attached half-year financial report which has been reviewed by the Group's auditor, Hall Chadwick Perth. A copy of the auditor's review report can be found on page 6.

6. Signed

Signed



Blake Burton  
Executive Director

Date: 27 February 2026

For personal use only

For personal use only

**Adisyn Ltd**

**ABN 30 155 473 304**

**Interim Financial Report - 31 December 2025**

**Adisyn Ltd**  
**Directors' report**  
**31 December 2025**

The Directors present their report, together with the financial statements, on the consolidated entity (referred to hereafter as the 'Group') consisting of Adisyn Ltd (referred to hereafter as the 'Company' or 'parent entity') and the entities it controlled at the end of, or during, the half-year ended 31 December 2025.

In order to comply with the provisions of the *Corporation Act 2001*, the directors report as follows:

**Directors**

The following persons were Directors of Adisyn Ltd during the whole of the financial half-year and up to the date of this report, unless otherwise stated:

Kevin Crofton	Non-Executive Chairman
Ayre Kohavi	Non-Executive Director to Managing Director effective from 4 February 2026
Blake Burton	Managing Director to Executive Director effective from 4 February 2026
Dominic O'Hanlon	Non-Executive Director

**Principal activities**

The Group has identified significant opportunities within the global semiconductor industry and is specialising in the development of graphene-based interconnects, the conductive pathways which connect different components or regions within an integrated circuit.

The Group's graphene technology is focused on advancing a patented low-temperature Atomic Layer Deposition (ALD) process to enable direct graphene growth on semiconductor wafers. This technology is anticipated to address the performance limits of copper interconnects and deliver faster, more energy-efficient computer processing. The Company's broader technology platform is supported by Adisyn Services which provides managed IT solutions, including cloud, cybersecurity and artificial intelligence, primarily to Australian SMEs.

**Review of operations**

For the 6 months to 31 December 2025, the loss for the Group after providing for income tax amounted to \$4,564,254 (31 December 2024: \$2,665,538). Total revenue recognised during the half-year including interest income was \$103,754 (31 December 2024: \$4,277). The result reflects the Company's decision to report the Adisyn Services business unit as held for sale as at 31 December 2025, following the completion of the strategic review undertaken by the Company during the half year (ASX: 23 December 2025).

It has been a momentous half-year period for the Group with Adisyn commissioning an advanced ALD system and surpassing a number of significant technical milestones to develop graphene-based interconnects.

In July, Adisyn announced the successful installation, commissioning and calibration of its newly acquired Beneq TFS 200 Atomic Layer Deposition (ALD) system, completed by wholly owned subsidiary, 2D Generation (2DG).

ALD machines are widely used in the semiconductor industry to deposit extremely thin layers (down to an atom thickness) of material on to chips. ALD systems are found in most advanced semiconductor fabs around the globe and 2DG specifically selected a model customised by Beneq.

2DG's system operates in tandem with the Beneq TFS 200 system located at Tel Aviv University's Jan Koum Center for Nanoscience and Nanotechnology. Together, the dual-system configuration allows 2DG to run concurrent testing and accelerate the validation of graphene films across various substrates, layer structures and operating conditions.

In August, the Company announced the beginning of a major phase of technical activity focused on optimising its patented low-temperature graphene technology for the newly acquired ALD System.

The goal is to confirm the practical feasibility of Adisyn's proprietary low-temperature graphene growth process under semiconductor-relevant conditions.

The first phase of activity is focused on precursor development and involves several interdependent steps designed to establish the graphene growth sequence. These include:

- **Plasma Pre-Clean:** This crucial initial step removes contamination from the surface enabling a clean substrate for the subsequent growth of ultra-thin atomic level films.
- **Deposition Sequence:** The graphene growth process begins by mixing gases with selected organic precursors to co-react and form graphene films.
- **Post-Anneal:** After deposition, annealing is used to enhance the crystalline quality and electrical properties of the graphene.
- **Characterisation and Feedback:** Resulting films are evaluated through rigorous testing, feeding into a continuous test-refine cycle to optimise growth parameters.

This cycle will be repeated numerous times to assess at least three identified precursor candidates, with the aim of determining optimal growth conditions and validating repeatability.

In November, Adisyn announced 2DG had successfully achieved the initial phase of developing a wafer (or coupon level) surface pre-clean step, one of several sub-processes within the overall pre-clean stage within its proprietary low-temperature graphene deposition process.

The achievement represents an important technical milestone, confirming that the Company's process architecture is operating as expected and providing confidence to proceed into the next major development phase.

Additional sub-steps within the pre-clean stage are being refined in parallel as Adisyn continues to improve the metal surface compatibility with graphene deposition.

Post-period end, Adisyn continued to report progress, successfully meeting Class A Performance Right Milestone under the Share Sale and Purchase Agreement ("SPA") relating to its acquisition of 2DG.

Milestone 1 relates to the demonstration of low-temperature deposition of an sp<sup>2</sup>-based carbon layer onto a metallic substrate, using an ALD system.

Adisyn required demonstration of:

- deposition of an sp<sup>2</sup>-based carbon layer on copper substrates
- deposition achieved at temperatures below 300°C
- confirmation of material structure through Raman spectroscopy, including identification of characteristic G and D bands consistent with sp<sup>2</sup> carbon bonding

As defined under the SPA, the achievement of each milestone is subject to independent verification by a qualified professor from a recognised technical university in Australia or Israel, appointed by the Adisyn Board.

The Company confirmed that Professor Yoram Selzer, from the Faculty of Exact Sciences at Tel Aviv University, completed an independent technical review and assessment of the results and formally confirmed in writing that Milestone 1 has been achieved.

With low-temperature deposition achieved and independently validated, Adisyn has progressed to the next phase of its graphene deposition development program.

Over the coming months, the Company and its research team intend to:

- expand graphene deposition trials using multiple carbon-ring-based precursor compounds
- continue refinement of remaining sub-processes within the pre-clean stage
- optimise deposition parameters, including plasma power, gas flow rates, pressure and temperature
- characterise deposited films to assess structure, crystalline quality and electrical properties
- iterate results toward a repeatable and scalable graphene growth process

In parallel, Adisyn will continue to work with its international research collaborators, including Tel Aviv University and other semiconductor research partners, as it progresses toward broader coupon-level testing and, subject to results, wafer-level evaluation.

In addition to advancement of the Company's semiconductor technology, during the period Adisyn continued to operate its Adisyn Services business which offers higher-value managed IT and cyber security services, focused on the Australian SME defence businesses.

In October, Adisyn announced the commencement of a strategic review to unlock value and ensure appropriate resourcing requirements, management focus, and capital application amongst the Company's asset portfolio.

The results of the review were announced in December, with the Company advising it had identified significant opportunities to improve scale and unlock potential via greater allocation of capital to its semiconductor business.

The Company has decided to assess alternative options for unlocking shareholder value from the Adisyn Services business. These options being considered may include a transaction or change of control event with partners for the Adisyn Services business, or a sale of the Adisyn Services business unit.

Post-period end, the Company announced the appointment of Adisyn Non-Executive Director and 2D Generation's Chief Executive Officer, Arye Kohavi, to the role of Managing Director, effective from 4<sup>th</sup> February 2026.

The appointment aligns with the findings of the strategic review, which highlighted Adisyn's evolution toward being primarily a semiconductor technology business following the successful acquisition of semiconductor IP business 2D Generation on 9 January 2025.

Blake Burton transitioned from Managing Director to Executive Director and will continue to play an active role supporting strategy execution, corporate development and stakeholder engagement as Adisyn advances its semiconductor growth agenda.

The Board believes this leadership transition positions Adisyn strongly to capitalise on its expanding semiconductor IP portfolio and to deliver long-term shareholder value.

### **Outlook**

The semiconductor industry represents a key target market for the future of the Group and is driven by a number of positive fundamentals (refer to references in ASX Announcement dated: 15 July 2024). According to the 2024 PwC "Sizing the Prize" report, AI could contribute up to \$15.7 trillion to the global economy by 2030, with an annual growth rate of 26.4% between 2020 and 2024. This growth underscores the importance of semiconductors in enabling AI technologies.

In 2020, the US invested \$23.2 billion in AI research and development, with China following at \$16.6 billion. The EU has also set an ambitious goal of investing €20 billion annually in AI over the next decade. The global AI chip market is projected to grow from \$10.1 billion in 2020 to \$253 billion by 2030, with a compound annual growth rate of 35%.

With these positive tailwinds, Adisyn's wholly acquired subsidiary 2DG will continue to focus on its graphene deposition development program as it progresses towards broader coupon-level testing and, subject to results, wafer-level evaluation.

### **Significant changes in the state of affairs**

Management has decided to assess alternative options for unlocking shareholder value from the Adisyn Services business. These options being considered may include a transaction or change of control event with partners for the Adisyn Services business, or a sale of the Adisyn Services business unit. Refer to review of operations for all significant changes in the state of affairs.

There were no other significant changes in the state of affairs of the Group during the financial half-year.

### **Related party transactions**

#### ***On-market purchase ordinary shares***

On 29 July 2025, Mr O'Hanlon acquired 500,000 A11 fully paid ordinary shares at \$0.0764 on market.

#### ***Exercise and lapse of performance rights***

On 7 October 2025, Mr Burton, converted 1,500,000 existing performance rights into ordinary fully paid shares, the term of the rights vested and were previously approved at the 2023 Annual General Meeting.

Description	Number of rights converted	Issue Date	Consideration	Fair Value per share
Performance rights	1,500,000	07/10/2025	Nil (part of remuneration)	\$0.058 (Closing price on 6 Oct 2025)

An additional 3,500,000 performance rights granted to Mr. Burton, lapsed due to non-achievement of the specified milestone.

#### Equity Instruments issued to Directors

During the period, the Company issued performance rights following approval at the Annual General Meeting held on 26 November 2025 in accordance with **ASX Listing Rule 10.11**, the securities were issued on 23 December 2025.

Details of the securities issued are as follows:

Recipient	Performance rights	Numbers issued	Grant Date	Vesting conditions
Ayre Kohavi	Class A	4,200,000	26/11/2025	Expiry Date 9 Jan 2026. Vesting conditions refer below table.
Ayre Kohavi	Class B	6,300,000	26/11/2025	Expiry Date 9 July 2026. Vesting conditions refer below table.
Ayre Kohavi	Class C	1,050,000	26/11/2025	Expiry Date 9 Jan 2028. Vesting conditions refer below table.
Kevin Crofton	Class A	1,800,000	26/11/2025	Expiry Date 9 Jan 2026. Vesting conditions refer below table.
Kevin Crofton	Class B	2,700,000	26/11/2025	Expiry Date 9 July 2026. Vesting conditions refer below table.
Kevin Crofton	Class C	4,500,000	26/11/2025	Expiry Date 9 Jan 2028. Vesting conditions refer below table.

Below the vesting conditions of the performance rights approved by Shareholders on 26 November 2025.

Class	Vesting Condition
Class A	Class A Performance Rights convert into Shares (1:1 basis) upon an independently verified demonstration (by a suitably qualified professor from a recognised technological university in Australia or Israel, as determined by the AI1 board of directors) of the successful deposition of an organic substrate on to a metallic or non-metallic material at below 300 degrees Celsius using an Atomic Layer Deposition machine by 9 January 2026.
Class B	Class B Performance Rights convert into Shares (1:1 basis) upon an independently verified demonstration (by a suitably qualified professor from a recognised technological university in Australia or Israel, as determined by the AI1 board of directors) of the successful deposition of an organic substrate capping layer on Copper (Cu) or Ruthenium (Ru) coupons 1cm by 1cm in size at below 300 degrees Celsius by 9 July 2026.
Class C	Class C Performance Rights convert into Shares (1:1 basis) following the signing of a binding agreement with a global semiconductor corporation and AI1 receiving income of more than \$AU1M (determined in accordance with applicable accounting standards as received and confirmed by AI1's auditor) by 9 January 2028.

Further, at the Annual General Meeting held on 26 November 2025 Approval was received for Mr Burton to participate in the Company Employee Incentive Scheme in accordance with **ASX Listing Rule 10.14**.

#### Dividends

There were no dividends paid, recommended or declared during the current or previous financial half-year.

#### Matters subsequent to the end of the financial half-year

On the 6 January 2026 10,000,000 Performance Rights (Class A to C) were issued under the Employee Share Incentive Plan.

As detailed in the Review of Operations, the Company reported successfully meeting Class A Performance Right Milestone and on the 8 January 2026 the Company issued 108,500,000 fully paid ordinary shares on the conversion of the Class A Performance Rights.

On the 4 February it was announced that Mr Kohavi transitioned to Managing Director and Mr Burton transitioned to Executive Director.

No other matter or circumstance has arisen since 31 December 2025 that has significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future financial years.

**Rounding off of amounts**

The Company is of a kind referred to in the Corporations Instrument 2016/191, issued by the Australian Securities and Investments Commission, in relation to 'rounding off'. Amounts in this report have been rounded off in accordance with that Corporations Instrument to the nearest dollar.

**Auditor's independence declaration**

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out immediately after this Director's report.

This report is made in accordance with a resolution of the Board of Directors, pursuant to section 306(3)(a) of the *Corporations Act 2001*.

On behalf of the Directors



Blake Burton  
Executive Director

27 February 2026

To the Board of Directors,

## AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001

As lead audit director for the review of the financial statements of Adisyn Ltd and its controlled entities for the period ended 31 December 2025, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- any applicable code of professional conduct in relation to the review.

Yours Faithfully

*Hall Chadwick*

**HALL CHADWICK WA AUDIT PTY LTD**

*Mark Delaurentis*

**MARK DELAURENTIS CA**  
**Director**

Dated this 27<sup>th</sup> day of February 2026  
Perth, Western Australia

**Adisyn Ltd**  
**Contents**  
**31 December 2025**

Condensed consolidated statement of profit or loss and other comprehensive income	8
Condensed consolidated statement of financial position	10
Condensed consolidated statement of changes in equity	11
Condensed consolidated statement of cash flows	12
Notes to the condensed consolidated financial statements	13
Directors' declaration	25
Independent auditor's review report to the members of Adisyn Ltd	26

**General information**

The financial statements cover Adisyn Ltd as a Group consisting of Adisyn Ltd and the entities it controlled at the end of, or during, the half-year. The financial statements are presented in Australian dollars, which is Adisyn Ltd's functional and presentation currency.

Adisyn Ltd is a listed public company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business are:

**Registered office**

Suite 7, 63 Shepperton Rd,  
Victoria Park,  
Western Australia 6100

**Principal place of business**

Unit 3, 4 McGrath Road  
Henderson WA 6166

A description of the nature of the Group's operations and its principal activities is included in the Directors' report, which is not part of the financial statements.

The financial statements were authorised for issue, in accordance with a resolution of Directors, on 27 February 2026. The Directors do not have the power to amend and reissue the financial statements.

Adisyn Ltd

Condensed consolidated statement of profit or loss and other comprehensive income

For the half-year ended 31 December 2025

	Note	31 December 2025 \$	31 December 2024 <sup>^</sup> \$
<b>Revenue</b>			
Other income		103,754	4,277
<b>Expenses</b>			
Marketing and investor relation expenses		(150,183)	(51,045)
Research and development expenses		(998,693)	-
Administrative expenses		(495,438)	(596,642)
Share-based payments	13	(1,856,533)	(224,697)
Other operating expenses		(758,537)	(709,390)
Finance costs		(13,690)	(72,816)
<b>Loss before income tax expense from continuing operations</b>		<b>(4,169,320)</b>	<b>(1,650,313)</b>
Income tax expense		-	-
<b>Loss after income tax expense from continuing operations</b>		<b>(4,169,320)</b>	<b>(1,650,313)</b>
Loss after income tax expense from discontinued operations	5	(394,934)	(1,015,225)
<b>Loss after income tax expense for the half-year attributable to the Owners of Adisyn Ltd</b>		<b>(4,564,254)</b>	<b>(2,665,538)</b>
<b>Other comprehensive income</b>			
<i>Items that may be reclassified subsequently to profit or loss</i>			
Foreign currency translation		2,729,983	(668)
Other comprehensive income for the half-year, net of tax		2,729,983	(668)
<b>Total comprehensive income for the half-year attributable to the Owners of Adisyn Ltd</b>		<b>(1,834,271)</b>	<b>(2,666,206)</b>
<b>Total comprehensive income for the half-year is attributable to:</b>			
Continuing operations		(1,439,337)	(1,650,981)
Discontinued operations		(394,934)	(1,015,225)
		<b>(1,834,271)</b>	<b>(2,666,206)</b>

<sup>^</sup>Prior balance was restated due to non-current asset classified as held for sale and discontinued operation.

The above condensed consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

**Adisyn Ltd****Condensed consolidated statement of profit or loss and other comprehensive income****For the half-year ended 31 December 2025**

	Note	31 December 2025 \$	31 December 2024 <sup>^</sup> \$
		Cents	Cents <sup>^</sup>
<b>Earnings per share for loss from continuing operations attributable to the Owners of Adisyn Ltd</b>			
Basic earnings per share		(0.58)	(0.67)
Diluted earnings per share		(0.58)	(0.67)
<b>Earnings per share for loss from discontinued operations attributable to the Owners of Adisyn Ltd</b>			
Basic earnings per share		(0.05)	(0.41)
Diluted earnings per share		(0.05)	(0.41)
<b>Earnings per share for loss attributable to the Owners of Adisyn Ltd</b>			
Basic earnings per share		(0.63)	(1.08)
Diluted earnings per share		(0.63)	(1.08)

*The above condensed consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes*

**Adisyn Ltd**  
**Condensed consolidated statement of financial position**  
**As at 31 December 2025**

	Note	31 December 2025 \$	30 June 2025 <sup>^</sup> \$
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents		4,733,645	6,765,340
Trade and other receivables		-	14,886
Other assets		46,571	98,543
		<u>4,780,216</u>	<u>6,878,769</u>
Assets of disposal groups classified as held for sale	<b>6</b>	<u>1,076,497</u>	<u>1,398,447</u>
<b>Total current assets</b>		<b><u>5,856,713</u></b>	<b><u>8,277,216</u></b>
<b>Non-current assets</b>			
Right-of-use assets		614,768	212,667
Plant and equipment	<b>7</b>	2,249,262	2,341,030
Intangibles	<b>8</b>	38,710,879	36,119,008
Other assets		8,180	8,180
		<u>41,583,089</u>	<u>38,680,885</u>
<b>Total non-current assets</b>		<b><u>41,583,089</u></b>	<b><u>38,680,885</u></b>
<b>Total assets</b>		<b><u>47,439,802</u></b>	<b><u>46,958,101</u></b>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade and other payables		423,723	293,893
Lease liabilities		78,870	148,862
Employee benefits		65,599	132,897
		<u>568,192</u>	<u>575,652</u>
Liabilities directly associated with assets classified as held for sale	<b>9</b>	<u>653,954</u>	<u>609,454</u>
<b>Total current liabilities</b>		<b><u>1,222,146</u></b>	<b><u>1,185,106</u></b>
<b>Non-current liabilities</b>			
Lease liabilities		541,935	66,922
Employee benefits		16,049	68,663
		<u>557,984</u>	<u>135,585</u>
<b>Total liabilities</b>		<b><u>1,780,130</u></b>	<b><u>1,320,691</u></b>
<b>Net assets</b>		<b><u>45,659,672</u></b>	<b><u>45,637,410</u></b>
<b>Equity</b>			
Issued capital	<b>10</b>	46,748,410	46,730,520
Reserves	<b>11</b>	25,046,635	20,478,009
Accumulated losses		<u>(26,135,373)</u>	<u>(21,571,119)</u>
<b>Total equity</b>		<b><u>45,659,672</u></b>	<b><u>45,637,410</u></b>

<sup>^</sup>Prior balance was restated due to non-current asset classified as held for sale and discontinued operation.

The above condensed consolidated statement of financial position should be read in conjunction with the accompanying notes

**Adisyn Ltd**  
**Condensed consolidated statement of changes in equity**  
**For the half-year ended 31 December 2025**

	Issued capital \$	Share-based payment reserve \$	Translation reserve \$	Accumulated losses \$	Total equity \$
Balance at 1 July 2024	11,324,454	2,729,414	(11,230)	(11,969,166)	2,073,472
Loss after income tax expense for the half-year	-	-	-	(2,665,538)	(2,665,538)
Other comprehensive income for the half-year, net of tax	-	-	(668)	-	(668)
Total comprehensive income for the half-year	-	-	(668)	(2,665,538)	(2,666,206)
<i>Transactions with Owners in their capacity as Owners:</i>					
Contributions of equity, net of transaction costs	4,230,936	-	-	-	4,230,936
Share-based payments (note 13)	126,148	98,550	-	-	224,698
Issue of shares to director (note 10)	267,146	-	-	-	267,146
Exercise of options (note 10)	30,000	-	-	-	30,000
Loss on extinguishing liability	21,000	-	-	-	21,000
<b>Balance at 31 December 2024</b>	<b>15,999,684</b>	<b>2,827,964</b>	<b>(11,898)</b>	<b>(14,634,704)</b>	<b>4,181,046</b>

	Issued capital \$	Share-based payment reserve \$	Translation reserve \$	Accumulated losses \$	Total equity \$
Balance at 1 July 2025 <sup>^</sup>	46,730,520	20,358,124	119,885	(21,571,119)	45,637,410
Loss after income tax expense for the half-year	-	-	-	(4,564,254)	(4,564,254)
Other comprehensive income for the half-year, net of tax	-	-	2,729,983	-	2,729,983
Total comprehensive income for the half-year	-	-	2,729,983	(4,564,254)	(1,834,271)
<i>Transactions with Owners in their capacity as Owners:</i>					
Cancellation of performance rights due to forfeiture	-	(76,106)	-	-	(76,106)
Conversion of performance rights (Director)	17,890	(17,890)	-	-	-
Issue of performance rights (Director)	-	392,639	-	-	392,639
Remeasurement of contingent consideration - 2DG acquisition	-	1,540,000	-	-	1,540,000
<b>Balance at 31 December 2025</b>	<b>46,748,410</b>	<b>22,196,767</b>	<b>2,849,868</b>	<b>(26,135,373)</b>	<b>45,659,672</b>

<sup>^</sup>Prior balance was restated due to non-current asset classified as held for sale and discontinued operation.

The above condensed consolidated statement of changes in equity should be read in conjunction with the accompanying notes

**Adisyn Ltd**  
**Condensed consolidated statement of cash flows**  
**For the half-year ended 31 December 2025**

	Note	31 December 2025 \$	31 December 2024 \$
<b>Cash flows from operating activities</b>			
Receipts from customers (inclusive of GST)		50,352	1,990,202
Payments to suppliers and employees (inclusive of GST)		(2,065,108)	(3,440,274)
Other revenue		103,754	4,317
Interest and other finance costs paid		(13,690)	(65,068)
<b>Net cash used in operating activities</b>		<b>(1,924,692)</b>	<b>(1,510,823)</b>
<b>Cash flows from investing activities</b>			
Payments for loan to 2DG		-	(692,514)
Payments for plant and equipment	7	(39,730)	(15,929)
Proceeds from disposal of business		-	100,000
Proceeds from disposal of plant and equipment		-	77,532
<b>Net cash used in investing activities</b>		<b>(39,730)</b>	<b>(530,911)</b>
<b>Cash flows from financing activities</b>			
Proceeds from issue of shares	10	-	4,548,000
Share issue transaction costs		-	(287,064)
Repayment of borrowings		-	(500,841)
Payment of lease principal		(54,639)	(262,548)
<b>Net cash from financing activities</b>		<b>(54,639)</b>	<b>3,497,547</b>
Net increase in cash and cash equivalents		(2,019,061)	1,455,813
Cash and cash equivalents at the beginning of the financial half-year		6,959,562	299,142
<b>Cash and cash equivalents at the end of the financial half-year*</b>		<b>4,940,501</b>	<b>1,754,955</b>
*Cash and cash equivalents – continuing operations		4,733,645	1,403,547
*Cash and cash equivalents – discontinued operations		206,856	351,408

*The above condensed consolidated statement of cash flows should be read in conjunction with the accompanying notes*

## **Note 1. General Information**

### **Statement of Compliance**

The half-year financial statements are general purpose financial statements prepared in accordance with Australian Accounting Standard AASB 134 '*Interim Financial Reporting*' and the *Corporations Act 2001*. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 '*Interim Financial Reporting*'. The half-year financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2025 and any public announcements made by the Company during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

### **Basis of preparation**

The condensed consolidated financial statements have been prepared on the basis of historical cost, except for the revaluation of certain non-current assets and financial instruments. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australian dollars, unless otherwise noted.

The accounting policies and methods computation adopted in the preparation of the half-year financial statements are consistent those adopted and disclosed in the Company's annual financial report for the financial year 30 June 2025 except as discussed in **note 3 Adoption of new and revised Australian Accounting Standards**. The accounting policies are consistent with Australian Accounting Standards and with IFRS.

### **Going concern**

The consolidated financial statements have been prepared on the going concern basis, which contemplates continuity of normal business activities and the realisation of assets and discharge of liabilities in the normal course of business.

As disclosed in the consolidated financial statements, the Group incurred a loss of \$4,564,254 (31 December 2024: \$2,665,538) and had net cash outflows from operating of \$1,864,816 (31 December 2024 : \$1,510,823) and investing activities outflows of \$39,730 (31 December 2024 : \$530,911) respectively for the half-year ended 31 December 2025. As at that date, the Group had net assets of \$45,659,672 (30 June 2025: \$45,637,410).

The Group has the ability to reduce forecast expenditure if required and it is anticipated that additional capital can be raised in the future if required. The financial report has been prepared on a going concern basis which assumes that the Company will continue to pay its debts as and when they fall due. The validity of this assumption depends on:

- The Group's ability to raise additional capital as required; and
- The Group's capacity to generate cash flows from the successful execution of its operations; and
- The Group's completion of the divestment of the Adisyn Services business which provides inflow of cash.

The directors have assessed the Company's ability to continue as a going concern and are satisfied that the Company will be able to meet its obligations as they fall due for at least 12 months from the date of this report. This assessment is based on the company's strong liquidity position, and ability to raise capital and reduce operating expenditure as required. Accordingly, no adjustments have been made to the carrying amounts of assets and liabilities in these financial statements

### **Rounding off amounts**

The Company is of a kind referred to in ASIC Corporations (Rounding in Financials/Directors' Reports) Instrument 2016/191 and in accordance with that Corporations Instrument amounts in the half-year financial reports are rounded off to the nearest dollar, unless otherwise indicated.

**Note 2. Critical accounting judgements, estimates and assumptions**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances.

The judgments, estimates and assumptions applied in the half-year financial statements, including the key sources of estimation uncertainty were the same as those applied in the Company's last annual financial statements for the year ended 30 June 2025 unless otherwise mentioned.

*Share-based payment transactions*

**Note 13** - The Group measures the cost of equity-settled transactions with employees by reference to the fair value of the equity instruments at the date at which they are granted. The fair value is determined by using either the Monte-Carlo or Black-Scholes model taking into account the terms and conditions upon which the instruments were granted. The accounting estimates and assumptions relating to equity-settled share-based payments would have no impact on the carrying amounts of assets and liabilities within the next annual reporting period but may impact profit or loss and equity.

*Acquisition of 2D Generation*

As discussed in **Note 1** in 30 June 2025 annual report, business combinations were initially accounted for on a provisional basis. The fair value of assets acquired, liabilities and contingent liabilities assumed are initially estimated by the Group taking into consideration all available information at the reporting date. Fair value adjustments on the finalisation of the business combination accounting is retrospective, where applicable, to the period the combination occurred and may have an impact on the assets and liabilities, depreciation and amortisation reported.

As at 31 December 2025, the Group has finalised the business combination and the key estimates and judgements were disclosed in **Note 12**.

**Note 3. Adoption of new and revised Australian Accounting Standards**

The Group has adopted all the new and revised Standards and Interpretations issued by the Australian Accounting Standard Board (AASB) that are relevant to its operations and effective for an accounting period that begins on or after 1 July 2025.

<b>New Pronouncement</b>	<b>Effective Date</b>	<b>Application</b>
AASB 2023-5 <i>Amendments to Australian Accounting Standards – Lack of Exchangeability</i>	Annual periods beginning on or after 1 January 2025	Requires entities to assess whether a currency lacks exchangeability for foreign currency transactions and translations.  New guidance on determining exchangeability and measurement when official rates are not available.  Additional disclosures about restrictions and assumptions used.

New and revised Australian Accounting Standards and Interpretations on issue but yet effective.

<b>New Pronouncement</b>	<b>Effective Date</b>	<b>Application</b>
AASB 18 <i>Presentation and Disclosure in Financial Statements</i>	1 January 2027	The presentation of newly defined subtotals in the statement of profit or loss.  The disclosure of management defined performance measures (MPM).  Enhanced requirements for grouping information (i.e., aggregation and disaggregation).

#### Note 4. Operating segments

Segment information has been prepared in conformity with the accounting policies adopted for preparing and presenting the financial statements of the consolidated Group. Following the decision of the Company's strategic review the Board have determined to divest the Adisyn Services business. The Group will have one primary business segment, which is the development of a patented low-temperature Atomic Layer Deposition (ALD) process to enable direct graphene growth on semiconductor wafers. This technology is anticipated to address the performance limits of copper interconnects and deliver faster, more energy-efficient computer processing.

An operating segment is a component of an entity that engages in business activities from which it may earn revenues and incur expenses (including revenues and expenses relating to transactions with other components of the same entity), whose operating results are regularly reviewed by the chief operating decision makers - being the executive management team to make decisions about resources to be allocated to the segment and assess its performance and for which discrete financial information is available. This includes start-up operations which are yet to earn revenues.

Management will also consider other factors in determining operating segments such as the existence of a line manager and the level of segment information presented to the board of directors. Operating segments have been identified based on the information provided to the chief operating decision makers.

#### Note 5. Discontinued operations

The Group has determined to place the Adisyn Services business unit as held for sale as at the reporting date and include all associated revenue and expenses relating to the business unit as discontinued operations.

##### Financial performance information

	31 December 2025 \$	31 December 2024 \$
Discontinued managed service and cloud services	1,901,107	1,573,850
Discontinued modular hosting revenue	-	359,033
Discontinued modular sales revenue	-	20,730
Discontinued other income	228	93,964
<b>Total revenue</b>	<b>1,901,335</b>	<b>2,047,577</b>
Discontinued cost of sales	(889,062)	(1,124,181)
Discontinued impairment and depreciation expense	(208,862)	(746,071)
Discontinued operating expenses	(743,571)	(1,147,080)
Discontinued other expenses	(454,774)	(45,470)
<b>Total expenses</b>	<b>(2,187,842)</b>	<b>(3,062,802)</b>
<b>Loss before income tax expense</b>	<b>(394,934)</b>	<b>(1,015,225)</b>
Income tax expense	-	-
<b>Loss after income tax expense</b>	<b>(394,934)</b>	<b>(1,015,225)</b>
Income tax expense	-	-
Loss on disposal after income tax expense	(394,934)	-
<b>Loss after income tax expense from discontinued operations</b>	<b>(394,934)</b>	<b>(1,015,225)</b>

**Note 6. Assets of disposal groups classified as held for sale**

	31 December 2025	30 June 2025
	\$	\$
<i>Current assets</i>		
Cash and cash equivalent	206,856	194,222
Trade and other receivables	239,369	328,146
Inventories	33,724	4,513
Rights of use assets	37,570	61,500
Intangible assets	342,732	493,684
Other current assets	49,580	31,532
Plant and equipment	166,666	284,850
	<u>1,076,497</u>	<u>1,398,447</u>

Management has initiated a review of strategic alternatives to maximize shareholder value from the Adisyn Services business. Potential options under consideration include a partnership transaction, a change of control event, or the outright sale of the Adisyn Services business unit. The sale of this business unit is considered highly probable.

The disposal group has been measured at the lower of its carrying amount and fair value less costs to sell. Based on management's assessment of expected sale proceeds and related disposal costs, no impairment loss has been recognised.

**Note 7. Plant and equipment**

	31 December 2025	30 June 2025
	\$	\$
<i>Non-current assets</i>		
Plant and equipment - at cost	3,130,189	2,972,862
Less: Accumulated depreciation	<u>(880,927)</u>	<u>(631,832)</u>
	<u>2,249,262</u>	<u>2,341,030</u>

**Reconciliations**

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

	Plant and equipment	Total
	\$	\$
Balance at 1 July 2025	2,341,030	2,341,030
Additions	39,730	39,730
Depreciation expense	(222,794)	(222,794)
FX adjustment on opening balance	95,219	95,219
FX adjustment on depreciation expense	<u>(3,923)</u>	<u>(3,923)</u>
Balance at 31 December 2025	<u>2,249,262</u>	<u>2,249,262</u>

**Note 8. Intangibles**

	31 December 2025	30 June 2025
	\$	\$
<i>Non-current assets</i>		
Goodwill - at cost	36,562,642	36,110,873
Less: Impairment	(301,769)	-
Fair value adjustment on the acquisition of 2DG	2,600,006	-
Transfer to discontinued activities	(150,000)	-
	<u>38,710,879</u>	<u>36,110,873</u>
Development - at cost	335,929	335,929
Less: Accumulated amortisation	(335,929)	(327,794)
	<u>-</u>	<u>8,135</u>
Intellectual property - at cost	104,451	-
Less: Accumulated amortisation	(41,780)	-
Transfer to discontinued activities	(62,671)	-
	<u>-</u>	<u>-</u>
Customer contracts - at cost	843,039	-
Less: Accumulated amortisation	(562,026)	-
Transfer to discontinued activities	(281,013)	-
	<u>-</u>	<u>-</u>
	<u>38,710,879</u>	<u>36,119,008</u>

**Reconciliations**

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

	Goodwill	Development	Intellectual	Customer	Total
	\$	\$	Property	contracts	\$
	\$	\$	\$	\$	\$
Balance at 1 July 2025	36,260,873	8,135	62,671	281,013	36,612,692
Reclassification to discontinued activities	(150,000)	-	(62,671)	(281,013)	(493,684)
Foreign exchange movement	2,600,006	-	-	-	2,600,006
Amortisation expense	-	(8,135)	-	-	(8,135)
<b>Balance at 31 December 2025</b>	<b>38,710,879</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>38,710,879</b>

**Note 9. Liabilities directly associated with assets classified as held for sale**

	<b>31 December 2025</b>	<b>30 June 2025</b>
	\$	\$
<i>Current liabilities</i>		
Trade payables	133,753	124,882
Deferred revenue	204,952	259,189
Other payables	105,522	113,771
Accrued expenses	52,286	47,118
Lease liability	63,791	64,494
Provisions of leaves	93,650	-
	<u>653,954</u>	<u>609,454</u>

**Note 10. Issued capital**

	<b>31 December 2025</b>	<b>30 June 2025</b>	<b>31 December 2025</b>	<b>30 June 2025</b>
	Shares	Shares	\$	\$
Ordinary shares - fully paid	725,625,596	724,125,596	51,114,938	51,097,048
Capital raising cost	-	-	(4,366,528)	(4,366,528)
	<u>725,625,596</u>	<u>724,125,596</u>	<u>46,748,410</u>	<u>46,730,520</u>

**Adisyn Ltd**  
**Notes to the condensed consolidated financial statements**  
**31 December 2025**

**Note 10. Issued capital (continued)**

*Movements in ordinary share capital*

Details	Date	Shares	Issue price	\$
<b>Balance</b>	1 July 2024	<b>185,132,002</b>		<b>11,324,454</b>
Issue of shares - placement	2 August 2024	46,000,000	\$0.033	1,518,000
Issue of director shares upon conversion of loan under director loan agreement	23 October 2024	1,818,182	\$0.033	60,000
Issue of director shares in lieu of accrued Director fees	23 October 2024	4,394,521	\$0.033	145,019
Fair value adjustment on Director fees, loan to Shane Wee	23 October 2025			62,127
Issue of shares - lead manager Sandton Capital Advisory Pty Ltd	23 October 2024	5,000,000	\$0.033	215,000
Issue of shares	7 November 2024	60,000,000	\$0.050	3,000,000
Conversion of performance rights	21 November 2024	2,500,000	\$0.016	37,500
Exercise of options	20 December 2024	1,000,000	\$0.030	30,000
Issue of shares to employees under ESIP	20 December 2024	442,734	\$0.023	33,648
Issue of shares - Pitt Street Research Pty Ltd	20 December 2024	1,000,000	\$0.076	76,000
Issue of shares to 2DG Vendors	9 January 2025	300,000,000	\$0.077	23,100,000
Issue of shares to facilitators	9 January 2025	10,000,000	\$0.077	770,000
Issue of shares on conversion of options	24 January 2025	300,000	\$0.050	15,000
Issue of shares on conversion of options	24 January 2025	75,000	\$0.075	5,625
Issue of shares - placement	31 January 2025	104,463,157	\$0.095	9,924,000
Issue of shares on conversion of options	17 February 2025	200,000	\$0.050	10,000
Issue of Shares - Placement (Kevin Crofton)	19 May 2025	800,000	\$0.095	76,000
Issue of shares on conversion of options	29 May 2025	1,000,000	\$0.050	50,000
Share issue costs				(3,721,853)
<b>Balance</b>	<b>30 June 2025</b>	<b>724,125,596</b>		<b>46,730,520</b>
Conversion of performance rights	7 October 2025	1,500,000		17,890
<b>Balance</b>	<b>31 December 2025</b>	<b>725,625,596</b>		<b>46,748,410</b>

**Note 11. Reserves**

	31 December 2025	30 June 2025
	\$	\$
Foreign currency reserve	2,849,868	119,885
Share-based payments reserve	22,196,767	20,358,124
	<u>25,046,635</u>	<u>20,478,009</u>

**Note 12. Business combinations**

On 9 January 2025, the Group completed the acquisition of 100% of 2D Generation Ltd.

The acquisition of 2DG permits Adisyn to focus on the immense opportunity to deliver advanced semiconductor component technology developed from graphene.

The values identified in relation to the acquisition of 2D Generation Ltd was provisionally accounted for as at 30 June 2025. As at 31 December 2025, the accounting for the acquisition remains provisional, and the fair values assigned to identifiable assets, liabilities, and associated tax balances have not yet been finalised.

**A. Consideration transferred**

In accordance with the terms of the acquisition agreement, the Group exchanged performance rights-settled share-based payment. The consideration payable to the vendor for the Acquisition is comprised of 3 tranches of performance rights and subject to terms and conditions set out below.

On 9 January 2025, the Group completed the acquisition of 100% of 2D Generation Ltd. The consideration for the acquisition comprised, 300,000,000 fully paid ordinary shares in Adisyn (Consideration Shares) and 300,000,000 performance rights (Performance Rights), convertible on a one-for-one basis into ordinary shares upon achievement of the following milestones:

- |                |  |
|----------------|--|
| <b>Class A</b> | 100,000,000 Performance Rights converting upon independently verified demonstration (by a suitably qualified professor from a recognised technological university in Australia or Israel, as determined by the Group's board of directors) of the successful deposition of an organic substrate on to a metallic or non-metallic material at below 300 degrees Celsius using an Atomic Layer Deposition (ALD) machine, within 12 months of the acquisition date; |
| <b>Class B</b> | 100,000,000 Performance Rights converting upon an independently verified demonstration (by a suitably qualified professor from a recognised technological university in Australia or Israel, as determined by the Group's board of directors) of the successful deposition of an organic substrate capping layer on Copper (Cu) or Ruthenium (Ru) coupons 1cm by 1cm in size at below 300 degrees Celsius, within 18 months of the acquisition date;             |
| <b>Class C</b> | 100,000,000 Performance Rights converting upon the signing of a binding agreement with a global semiconductor corporation and the Group receiving income of more than \$AU1M (determined in accordance with applicable accounting standards as received and confirmed by the Group's auditor), within 36 months of the acquisition date.   |

**B. Acquisition-related costs**

The Group incurred acquisition-related costs of \$82,196 on legal fees and due diligence costs. These costs have been included in 'administrative expenses'

On 9 January 2025, 10,000,000 ordinary shares, issued to Sandton Capital as facilitation shares, with a fair value of \$0.077 per share in connection with the completion of the acquisition of 2D Generation. Share-based payment expense of \$770,000 was recognised in profit or loss.

**Note 12. Business combinations (continued)**

**C. identifiable assets required and liabilities**

Details of the acquisition are as follows:

	31 December 2025 (Provisional) Fair value \$	30 June 2025 (Provisional) Fair value \$
Cash and cash equivalents	894,744	894,744
Trade receivables	54,961	54,961
Prepayments	6,489	6,489
Plant and equipment	1,499,922	1,499,922
Trade payables	(53,649)	(53,649)
Other payables	(43,245)	(43,245)
Employee benefits	(49,813)	(49,813)
Loan	(1,460,282)	(1,460,282)
Net assets acquired	849,127	849,127
Goodwill arising on acquisition	36,110,873	36,110,873
Acquisition-date fair value of the total consideration transferred	36,960,000	36,960,000
<b>Representing:</b>		
Adisyn Ltd shares issued to vendor	23,100,000	23,100,000
Contingent consideration - performance rights	13,860,000	13,860,000
	36,960,000	36,960,000
Acquisition costs expensed to profit or loss	770,000	770,000

**Measurement of fair values**

The valuation techniques used for measuring the fair value of performance rights were as follows.

	Class A Performance Rights	Class B Performance Rights	Class C Performance Rights
Number of rights	100,000,000	100,000,000	100,000,000
Valuation date	9 January 2025	9 January 2025	9 January 2025
Share price	\$0.077	\$0.077	\$0.077
Vesting probability*	80%	60%	40%
Fair value	<b>\$6,160,000</b>	<b>\$4,620,000</b>	<b>\$3,080,000</b>

\*Management has assessed the best estimate of the probability of meeting the vesting conditions has applied a discount factor to the valuations model based on the probabilities of meeting the vesting conditions. During the half-year, Class A performance rights milestone achieved to 100%, the fair value of contingent consideration increased by \$1,540,000 which has been recognised as share-based payment expense in profit or loss.

**D. Goodwill**

Goodwill attributable mainly to the skills and technical talent of 2D Generation workforce and the synergies expected to be achieved from integrating the Company into the Group's existing business.

None of the goodwill arising on this acquisition is expected to be deductible for tax purposes.

**Note 12. Business combinations (continued)**

*Accounting estimates and judgements*

As outlined in the Group's Business Combination accounting policy in 30 June 2025 annual report, the identification of assets and liabilities and associated fair value measurement as part of acquisition accounting is subject to significant judgement and estimation. The following key estimates and judgements were required as part of the acquisition accounting for the business:

**Note 13. Share-based payment arrangements**

Total share-based expense recognised at 31 December 2025 \$1,856,533 (31 December 2024: \$224,697). This amount includes: -

		31 December 2025	31 December 2024
		\$	\$
ESIP issued to employees		-	33,647
Performance rights vested & granted	(a)	316,533	136,050
Consideration performance rights vested (20%)	(b)	1,540,000	-
Shares issued		-	55,000
		1,856,533	224,697

*Performance rights*

(a) Set out below are the performance rights granted during the financial half-year:

Recipient	Performance rights	Numbers issued	Grant Date	Vesting conditions
Ayre Kohavi	Class A	4,200,000	26/11/2025	Expiry Date 9 Jan 2026. Vesting conditions refer below table.
Ayre Kohavi	Class B	6,300,000	26/11/2025	Expiry Date 9 July 2026. Vesting conditions refer below table.
Ayre Kohavi	Class C	1,050,000	26/11/2025	Expiry Date 9 Jan 2028. Vesting conditions refer below table.
Kevin Crofton	Class A	1,800,000	26/11/2025	Expiry Date 9 Jan 2026. Vesting conditions refer below table.
Kevin Crofton	Class B	2,700,000	26/11/2025	Expiry Date 9 July 2026. Vesting conditions refer below table.
Kevin Crofton	Class C	4,500,000	26/11/2025	Expiry Date 9 Jan 2028. Vesting conditions refer below table.

Class	Vesting Condition
Class A	Class A Performance Rights convert into Shares (1:1 basis) upon an independently verified demonstration (by a suitably qualified professor from a recognised technological university in Australia or Israel, as determined by the AI1 board of directors) of the successful deposition of an organic substrate on to a metallic or non-metallic material at below 300 degrees Celsius using an Atomic Layer Deposition machine by 9 January 2026.
Class B	Class B Performance Rights convert into Shares (1:1 basis) upon an independently verified demonstration (by a suitably qualified professor from a recognised technological university in Australia or Israel, as determined by the AI1 board of directors) of the successful deposition of an organic substrate capping layer on Copper (Cu) or Ruthenium (Ru) coupons 1cm by 1cm in size at below 300 degrees Celsius by 9 July 2026
Class C	Class C Performance Rights convert into Shares (1:1 basis) following the signing of a binding agreement with a global semiconductor corporation and AI1 receiving income of more than \$AU1M (determined in accordance with applicable accounting standards as received and confirmed by AI1's auditor) by 9 January 2028

**Note 13. Share-based payment arrangements (continued)**

The valuation model inputs used to determine the fair value at the grant date, are as follows:

	Class A Performance Rights	Class B Performance Rights	Class C Performance Rights
Methodology	Black Scholes	Black Scholes	Black Scholes
Grant date	26 November 2025	26 November 2025	26 November 2025
Expiry date	9 January 2026	9 July 2026	9 January 2028
Share price at grant date (\$)	0.055	0.055	0.055
Exercise price (\$)	nil	nil	nil
Risk-free rate (%)	3.733	3.733	3.733
Volatility (%)	90	90	90
Dividend yield (\$)	nil	nil	nil
Number	6,000,000	9,000,000	15,000,000
Value per Performance Right (\$)	0.055	0.055	0.055
<b>Total fair value (\$)</b>	<b>\$330,000</b>	<b>\$495,000</b>	<b>\$825,000</b>

(b) The valuation techniques used for measuring the fair value of consideration performance rights were as follows.

	Class A Performance Rights
Number of rights	100,000,000
Valuation date	9 January 2025
Share price	\$0.077
Vesting probability*	20%
<b>Fair value</b>	<b>\$1,540,000</b>

\*During the half-year, management has assessed 100% probability of meeting the vesting conditions and as such the remaining 20% has been recognised as share-based payment expense.

**Note 14. Related party transactions**

The related party transactions remained consistent compared to previous year except the following:

**Key management personnel**

Disclosures relating to key management personnel are set out in **note 13** for all the share-based payment arrangement.

**On market purchase**

On 29 July 2025, Mr O'Hanlon acquired 500,000 A11 fully paid ordinary shares at \$0.0764 on market.

**Exercise of performance rights**

On 7 October 2025, Mr Burton, converted 1,500,000 performance rights into ordinary fully paid shares, the term of the rights vested and were previously approved at the 2023 Annual General Meeting.

Description	Number of rights converted	Issue Date	Consideration	Fair Value per share
Performance rights	1,500,000	07/10/2025	Nil (part of remuneration)	\$0.058 (Closing price on 6 Oct 2025)

An additional 3,500,000 performance rights granted to Mr. Burton, lapsed due to non-achievement of the specified milestone.

**Note 15. Contingent liabilities**

The Directors of the Company are not aware of any other contingent liabilities which require disclosure in the half-year ended 31 December 2025.

**Note 16. Commitments**

The Directors of the Company are not aware of any other commitments which require disclosure in the half-year ended 31 December 2025.

**Note 17. Events after the reporting period**

On the 6 January 2026 10,000,000 Performance Rights (Class A to C) were issued under the Employee Share Incentive Plan.

As detailed in the Review of Operations, the Company reported successfully meeting Class A Performance Right Milestone and on the 8 January 2026 the Company issued 108,500,000 fully paid ordinary shares on the conversion of the Class A Performance Rights.

On the 4 February it was announced that Mr Kohavi transitioned to Managing Director and Mr Burton transitioned to Executive Director.

No other matter or circumstance has arisen since 31 December 2025 that has significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future financial years.

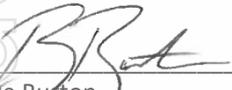
**Adisyn Ltd**  
**Directors' declaration**  
**31 December 2025**

In the Directors' opinion

- (a) the attached consolidated financial statements and notes are in accordance with the *Corporations Act 2001*, including
- (i) giving a true and fair view of the Group's financial position as at 31 December 2025 and of its performance for the financial half-year ended on that date; and
  - (ii) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*; and
- (b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of Directors made pursuant to section 303(5)(a) of the *Corporations Act 2001*.

On behalf of the Directors

  
\_\_\_\_\_  
Blake Burton  
Executive Director

27 February 2026

## INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF ADISYN LTD

### Conclusion

We have reviewed the accompanying half-year financial report of Adisyn Ltd ("the Company") and Controlled Entities ("the Consolidated Entity") which comprises the condensed consolidated statement of financial position as at 31 December 2025, the condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the half-year ended on that date, a summary of material accounting policies and other selected explanatory notes, and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Adisyn Ltd and Controlled Entities does not comply with the *Corporations Act 2001* including:

- a. Giving a true and fair view of the Consolidated Entity's financial position as at 31 December 2025 and of its performance for the half-year ended on that date; and
- b. Complying with Accounting Standard AASB 134: *Interim Financial Reporting* and *Corporations Regulations 2001*.

### Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001* which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's review report.

### Responsibility of the Directors for the Financial Report

The directors of the Company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility for the Review of the Financial Report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Consolidated Entity's financial position as at 31 December 2025 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Hall Chadwick

HALL CHADWICK WA AUDIT PTY LTD

Mark Delaurentis

MARK DELAURENTIS CA  
Director

Dated 27<sup>th</sup> day of February 2026  
Perth, Western Australia