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PPK Group Limited – ASX Code: PPK

Thursday, 27 August 2026

Preliminary Final Report and Annual Report to shareholders

PPK Group Limited (ASX: PPK) today released its financial results for the 12 months ended 30 June 2026 (FY26). This announcement should be read in conjunction with the Appendix 4E – Preliminary Final Report and Full Year Annual Report.

FY27 on-market share buyback:

As previously disclosed on 6 August 2026, PPK proposes to undertake an on-market share buy-back following completion of the CIB sale, reflecting the Board's view that PPK's shares trade at a significant discount to underlying value and providing an efficient way to return a portion of the value realised from the CIB investment to shareholders. The on-market share buyback will be for up to $2.5 million in value, is expected to commence on Monday, 31 August 2026 and will be conducted in the ordinary course of trading over the remainder of FY27.

Key FY26 highlights:

- On 29 June 2026, PPK completed the sale of its 39.85% interest in Craig International Ballistics (CIB), receiving $27.2 million in cash on completion, with $0.5 million in deferred consideration and potential future earn-out payments of up to approximately $6.0 million. The accounting gain before tax recognised in FY26 was $18.3 million.
- The sale of CIB has significantly strengthened PPK's balance sheet and has provided financial and strategic flexibility, with over $27 million in cash at year end, to support disciplined capital allocation, including for future investment opportunities.
- PowerPlus Energy (PPE) (75.40% ownership interest) improved its FY26 performance, progressed its product portfolio and manufacturing scale-up activities, and was awarded a $2.3 million ARENA grant under the Battery Breakthrough Initiative.
- Li-S Energy (ASX: LIS) (39.11% ownership interest) continued to advance its lithium-sulfur battery technology, lithium metal foil capability and customer engagement.
- On 24 August 2026, LIS announced the delivery of its first lithium-sulfur battery cells to the US Army Combat Capabilities Development Command C5ISR Center (DEVCOM C5ISR Center) for independent evaluation and testing. This is a landmark milestone for LIS and opens a direct engagement with one of the world's most important defence technology organisations. This is the first time Li-S Energy has delivered cells to a US Government agency.
- On 5 November 2025, PPK simplified its corporate structure through the deconsolidation of the White Graphene Ltd group, with its remaining 39.36% interest now accounted for as an associate. The deconsolidation resulted in a non-cash gain before income tax of $6.9 million.
- Prior to deconsolidation, White Graphene Ltd and BNNT Technology Pty Ltd were combined into a single nanomaterials business, bringing together capability in boron nitride nanotubes and related nanomaterials, including materials used within Li-S Energy's battery technology to support performance characteristics such as strength, thermal stability and electrochemical function.

Statements from Chair of PPK Group – Anne-Marie Birkill:

"FY26 marked an important step in PPK's evolution, with the sale of our interest in Craig International Ballistics the most significant event of the year. CIB has been an outstanding success for PPK shareholders and we remain proud of the role we played in supporting its development. The transaction represented the right outcome at the right time, realising significant value from a disciplined, patient investment and strengthening PPK's balance sheet for its next phase of growth."

"Following receipt of $27.2 million in cash from the CIB sale, PPK is entering FY27 as a stronger and better-capitalised company with significant financial capacity and a clear strategy for disciplined growth. The Board's focus remains the careful allocation of shareholders' capital: supporting our existing portfolio companies, returning a portion of realised value through the on-market share buy-back, and pursuing one or more exceptional operating businesses that can become the cornerstone of PPK's future."

Summary results for the Financial Year:

Statutory results	**2026 $'000**	**2025 $'000**	**Change $'000**	**Change %**
Revenues from ordinary activities	28,709	24,092	4,617	19%
Profit/(loss) from continuing operations before income tax	21,580	(30,823)	52,403	170%
Profit from discontinued operations before income tax	5,929	3,566	2,363	66%
Profit/(loss) for the year attributable to the owners of PPK Group Limited	19,213	(21,553)	40,766	189%
Underlying profit/(loss) before tax	**(3,953)**	**(9,544)**	**5,591**	**59%**
Net tangible assets per share – cents	70.3c	40.7c	29.6c	73%

The net tangible assets per share exclude right-of-use assets recognised in accordance with AASB 16, as well as intangible assets and deferred tax.

Underlying Results (unaudited, non-IFRS measure)

During the year and prior year, there were a number of significant non-operating and non-cash transactions across the business recorded in both continuing and discontinued operations. Underlying profit/(loss) is a financial measure which is not prescribed by Australian Accounting Standards and represents the Group's underlying and recurring earnings from its operations, determined by adjusting statutory profit/(loss) before tax for items that are non-cash or non-operating in nature. The directors consider underlying profit/(loss) to represent the core earnings of the Group. A reconciliation between profit/(loss) before tax and underlying profit/(loss) before tax, an unaudited non-IFRS measure, is provided in the Annual Report.

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