Norwood Systems Limited

ABN 15 062 959 540

and its controlled entities

connect globally, locally™

PRELIMINARY FINAL REPORT

30 June 2026

Corporate directory

Current Directors

Mr Paul Ostergaard	*Chief Executive Officer and Executive Director*
Mr Philip Marsland	*Non-executive Director*
Mr Philip Otley	*Non-executive Director*

Company Secretary

Mr Stuart Usher

Registered Office & Principal Place of Business

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Auditors

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Street:	283 Rokeby Road
	Subiaco WA 6008
Telephone:	+61 (0)8 9426 0666

Share Registry

XCEND

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Telephone:	+61 (0)2 9698 5414
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Securities Exchange

Australian Securities Exchange

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Company Update

1. Operational review

1.1. Nature of Operations and Principal Activities

- **FY2026 Highlights: Revenue Growth, Record Customer Receipts and Sharply Reduced Operating Cash Outflow**

  Recognised revenue increased 28.1% to $2,436K So, reflecting stronger commercially earned income from carrier delivery and recurring services.

  Customer cash receipts reached a Company record of up 20.4% from $1,967K in FY2025.

  Net operating cash out-flow reduced by from $653K in FY2025 to $229K in FY2026. The improvement was supported by stronger customer collections, together with grant receipts, non-cash items and working-capital timing.

  Cash at 30 June 2026 increased to $176K. The working capital deficit reduced by 23.2% to $700K and net liabilities reduced by 30.7% to $518K.

- **Commercial Delivery and Expanded Carrier Engagements**

  Optus CogVoice™ Voicemail: Delivery under the five-year platform supply program progressed through further milestones. In June 2026, Norwood announced a $595,000 contract enhancement and a service renewal expected to deliver approximately $1.5 million through FY2028.

  OpenSpan™: Norwood completed a paid Australian Tier-1 Voice AI pilot on schedule and commenced a £150,000 paid pilot with a major UK telco. Successful Call Protect proof-of-concepts with operators in APAC and the United States provided additional external validation of the platform.

  Spark New Zealand: The long-standing relationship continued to provide stable recurring platform and support revenues.

- **Technology and Market Validation**

  Norwood continued carrier-grade hardening of OpenSpan and CogVoice across scalability, resiliency, security and observability. OpenSpan Call Protect also received the international APICTA 2025 Gold Award, providing independent recognition of the Company's AI voice innovation.

1.2. Operational Review

FY2026 was a year of meaningful commercial and operational progress for Norwood. The Company increased recognised revenue and customer collections, materially reduced operating cash outflow, expanded the scope and duration of carrier relationships, and moved OpenSpan from technical validation toward repeatable paid-pilot delivery.

a. *Key initiatives included:*

- **CogVoice Carrier Delivery and Recurring Relationships**

  Optus program execution: Delivery progressed under the five-year CogVoice Voicemail platform supply contract. During June 2026, Norwood secured a $595,000 contract enhancement covering additional solution development, implementation and delivery.

  Longer-duration revenue base: Norwood also announced a voicemail services renewal expected to deliver approximately $1.5 million through FY2028, extending the recurring carrier relationship.

  Spark New Zealand: The Company's established relationship continued to contribute stable recurring platform and support revenues.

- **OpenSpan Paid Pilots and International Validation**

  Australian Tier-1 delivery: Norwood completed a paid OpenSpan Voice AI pilot on schedule, demonstrating the platform's rapid deployment capability in a carrier environment.

  Major UK telco: Norwood signed a £150,000 paid pilot agreement and commenced delivery in June 2026. Any progression to production remains subject to successful pilot completion and customer approval.

  Call Protect proof points: Successful proof-of-concepts with operators in APAC and the United States provided further technical and commercial validation. No production award should be inferred unless definitive agreements are executed.

Company Update

- **Carrier-Grade Platform Development**

  Product work advanced real-time transcription, automated summarisation, scam and fraud detection, agentic voice workflows and repeatable onboarding, drawing directly on learnings from customer delivery and paid pilots.

b. *Strategic Partnerships and Commercial Enablement*

- **Australian Tier-1 CSP Delivery**

  Norwood received payments associated with further Optus contractual milestones during FY2026 and continued implementation, scalability, resiliency and integration work.

- **Spark New Zealand Relationship**

  The Company's long-standing Spark New Zealand relationship, as previously described above.

- **Global Tier-1 Engagement**

  Beyond the pilots described above, additional OpenSpan and Call Protect evaluations across North America, EMEA and APAC continued to build a broader base of external technical proof points and commercial relationships.

- **Hyperscaler Collaboration**

  Microsoft: Norwood continued collaboration with Microsoft CSP account teams and used Azure AI and marketplace pathways to support carrier evaluations and streamline deployment and procurement.

  AWS: Norwood continued architecture and deployment work supporting secure, scalable and resilient Tier-1 CSP environments, maintaining a pragmatic multi-cloud posture.

c. *Market Validation and Visibility*

International recognition: OpenSpan Call Protect received the APICTA 2025 Gold Award, an independent international endorsement of Norwood's technology innovation and its application to real-world voice security challenges.

Commercial pathways: Marketplace and partner-led procurement pathways continued to support visibility, customer evaluation and repeatable deployment for CSP and hyperscaler partners.

d. *Our Focus on Innovation*

AI-centric research and development: Norwood continued to advance agentic voice services, adversarial testing, onboarding automation, advanced IVR and real-time voice intelligence. Development remained directed toward improving deployment speed, reliability and repeatability for Tier-1 customers.

Monetisation pathways: The Company continued to develop subscription-based AI call services, voice-security capabilities and analytics intended to create new revenue opportunities for CSP customers and Norwood.

e. *Expanding Product Lines*

OpenSpan for next-generation voice services: OpenSpan provides a carrier-grade integration layer between CSP voice networks and cloud-hosted AI services, supporting Call Protect, transcription, summarisation and enterprise voice applications.

CogVoice and agentic applications: Continued voicemail, IVR, onboarding and testing enhancements broadened the range of carrier use cases while retaining compatibility with existing network environments.

2. Financial Review

a. *Profit and loss measures*

	Movement (increased/ decreased)	Movement $	2026 $	2025 $
Revenues from ordinary activities	*Increased*	533,696	2,435,631	1,901,935
Loss from ordinary activities after tax	*Increased*	260,206	(859,927)	(599,721)
EBITDA Loss	*Increased*	224,781	(520,459)	(295,678)

Company Update

b. *Balance sheet measures*

In respect to:	Movement (increased/ decreased)	Movement $	2026 $	2025 $
Group assets				
Cash and cash equivalents	*Increased*	38,135	175,900	137,765
Trade and other receivables	*Increased*	219,309	1,290,832	1,071,523
Net liabilities	*Decreased*	228,966	(517,949)	(746,915)
Working capital deficit	*Decreased*	211,200	(700,292)	(911,492)
Group liabilities and equity				
Trade and other payables	*Increased*	384,128	1,240,691	856,563
Issued capital	*Increased*	939,071	37,159,669	36,220,598

Refer to the *Operational review* above for additional business segment performance.

The financial report has been prepared on a going concern basis, which contemplates the continuity of normal business activity and the realisation of assets and the settlement of liabilities in the ordinary course of business.

The Group incurred a loss for the year of $859,927 (2025: $599,721 loss) and a net cash out-flow from operating activities of $228,818 (2025: $653,220 out-flow). As at 30 June 2026, the Company had a working capital deficit of $700,292 (2025: $911,492 working capital deficit).

3. Corporate

a. *Resignation of Director*

On 17 September 2025, the Company announced the resignation of Dr John Tarrant as a Director and Chair of the Company. Dr Tarrant remains a substantial shareholder of the Company.

b. *Balmain Resources Pty Ltd facility*

The Balmain facility was fully discharged and replaced with a $345,000 short-term unsecured loan provided by shareholder Dilek Saticieli. The proceeds were applied entirely to repay the Balmain facility, with all facilities in this regard fully settled. The loan was subsequently repaid in December 2025.

c. *Bizcap credit facility*

On 10 October 2025, the Company entered into a $125,000 revolving line of credit facility with Bizcap AU Pty Ltd to support working capital requirements. The facility allows for multiple drawdowns over its term and is secured against the assets of the Company, with guarantees provided by the Company and its Managing Director.

d. *Repayment of Research and Development (R&D) loan facility*

In August 2025, using proceeds of the FY2025 R&D tax refund, the Company fully repaid the FY2025 R&D loan facility provided by Innovation Structured Finance Co LLC (facilitated by Radium Capital), amounting to a $519K repayment.

e. *December 2025 placement*

In December 2025, the Company completed an oversubscribed placement of fully paid ordinary shares, raising $650,200 before costs, with free attaching unquoted options issued to participants and options issued to the lead manager under its success fee arrangement.

f. *Non-Executive Director options*

Following shareholder approval at the Annual General Meeting held on 28 November 2025, the Company issued 25,000,000 unquoted options to Non-Executive Directors.

g. *Settlement of convertible notes*

The remaining unsecured convertible notes on issue were fully settled in cash during the period. No convertible notes remain on issue at 30 June 2026.

Company Update

h. *New Research and Development (R&D) loan facility*

On 10 February 2026, the Company entered into a new secured R&D loan facility with Innovation Structured Finance Co LLC (facilitated by Radium Capital), repayable from the Company's FY2026 R&D tax refund. The facility balance at 30 June 2026 was $228,275.

i. *Plough Lane loan facility*

On 25 February 2026, the Company entered into a $200,000 unsecured loan facility with Plough Lane Superannuation Pty Ltd (Plough Lane) to support working capital requirements. Plough Lane is a company controlled by former director Dr John Tarrant, who remains a substantial shareholder. The facility was subsequently increased and includes the issue of unquoted options to the lender, subject to the Company's placement capacity or shareholder approval. These options had not been issued at 30 June 2026.

Repayments of principal and interest were made during June 2026, leaving $180,000 outstanding at 30 June 2026. Subsequent to year end, the Company agreed terms to further extend the remaining $180,000 to 30 September 2026, subject to an extension fee and the issue of a further 500,000 unquoted options to the lender on the same terms as the options previously agreed.

j. *Exercise of options*

During the June 2026 quarter, 13,980,272 options were exercised, providing gross proceeds to the Company of $349,507.

4. Outlook

Norwood enters FY2027 with a higher revenue and customer-receipts base, expanded contracted work with Australian Tier-1 carriers and a broader set of international OpenSpan proof points. The Company’s priority is to convert this progress into repeatable production deployments and durable operating cash flow.

- **Near-term commercial focus**

  Australian carrier delivery: Execute the expanded CogVoice program, service-renewal commitments and remaining implementation activities, with continued focus on milestone acceptance, billing and cash collection.

  Major UK telco pilot: Complete the paid OpenSpan pilot and pursue any production opportunity subject to successful delivery and customer approval.

  Global pipeline: Prioritise funded, time-boxed Tier-1 pilots with clear success criteria and credible pathways to recurring production revenue.

- **Product execution**

  Carrier-grade hardening: Continue improving protocol integration, security, observability, scalability and operational repeatability using learnings from live customer environments.

  AI voice applications: Advance Call Protect, agentic IVR, onboarding, testing and voice-intelligence services where they support defined customer needs and monetisation pathways.

- **Strategic partnerships and commercial discipline**

  Hyperscaler go-to-market: Maintain targeted collaboration with Microsoft and AWS teams where partner channels can accelerate customer evaluation, procurement and deployment.

  Cash discipline: Maintain close control of costs, working capital and funding, and align expenditure with contracted delivery, customer receipts and the highest-conviction commercial opportunities.

Company Update

5. Future Developments, Prospects, and Business Strategies

Likely developments in the operations of the Group have been disclosed in the *Operational Review* and *Financial Review* sections of this Company Update.

Other likely developments, future prospects and business strategies of the operations of the Group and the expected results of those operations, not otherwise disclosed in this report, have not been included in this report as the Directors believe that the inclusion of such information would be likely to result in unreasonable prejudice to the Group.

Paul Ostergaard

PAUL OSTERGAARD
Chief Executive Officer and Executive Director

Dated this Monday, 31 August 2026

APPENDIX 4E (RULE 4.3A)

Preliminary Financial Report Results for Announcement to the Market

for the year ended 30 June 2026

1. Reporting period (item 1)

- Report for the financial year ended: 30 June 2026
- Previous corresponding period is the year ended: 30 June 2025

2. Results for announcement to the market

	Movement	Percentage %		Amount $
Increase in revenues from ordinary activities (item 2.1)	↑	28.06	to	2,435,631
Increase in loss from ordinary activities after tax attributable to members (item 2.2)	↑	43.39	to	(859,927)
Increase in loss after tax attributable to members (item 2.3)	↑	43.39	to	(859,927)

2.1. Dividends (item 2.4)

	Amount per Security ¢	Franked amount per security %
Interim dividend	nil	n/a
Final dividend	nil	n/a

- Record date for determining entitlements to the dividend (item 2.5) n/a

2.2. Brief explanation of any of the figures reported above necessary to enable the figures to be understood (item 2.6):

a. Refer to *Company Update* on page 1.

3. Preliminary Final Report

3.1. Statement of comprehensive income (item 3):

Refer to Consolidated statement of profit or loss and other comprehensive income on page 8.

3.2. Statement of financial position (item 4):

Refer to Consolidated statement of financial position on page 9.

3.3. Statement of cash flows (item 5):

Refer to Consolidated statement of cash flows on page 11.

3.4. Statement of changes in equity (item 6):

Refer to Consolidated statement of changes in equity on page 10.

4. Dividends (item 7) and Returns to shareholders including distributions and buy backs (item 14.2)

Nil.

4.1. Details of dividend or distribution reinvestment plans in operation are described below (item 8):

Not applicable

5. Ratios

	Current Period $	Previous corresponding Period $
5.1. Financial Information relating to 5.2 and 5.3:		
Earnings for the period attributable to owners of the parent	(859,927)	(599,721)
Net assets	(517,949)	(746,915)
Less: Intangible assets (including net deferred tax balances)	(120,601)	(36,566)
Net tangible asset deficit	(638,550)	(783,481)

APPENDIX 4E (RULE 4.3A)

Preliminary Financial Report Results for Announcement to the Market

for the year ended 30 June 2026

5 Ratios (cont.)	Current Period No.	Previous corresponding Period No.
Fully paid ordinary shares	579,907,899	515,927,627
Weighted average number of ordinary shares outstanding during the period used in calculation of basic earnings per share (**EPS**)	543,675,464	482,546,980
	¢	¢
5.2. Net tangible assets backing per share (item 9):	(0.110)	(0.152)
5.3. Earnings per share attributable to owners of the parent (item 14.1):	(0.160)	(0.120)

As at 30 June 2026, the Group has 91,401,378 unissued shares under options (2025: 99,381,650) and 10,463,389 performance rights on issue (2025: 15,463,389). No performance rights have vested during the year. Unvested options and performance rights are not considered to be dilutive. In addition, the Group does not report diluted earnings per share on losses generated by the Group. During the 2026 financial year, the Group's unissued shares under option and performance rights were anti-dilutive.

6. Details of entities over which control has been gained or lost during the period (item 10):

6.1. Control gained over entities

- Name of entities (item 10.1) — Nil
- Date(s) of gain of control (item 10.2) — N/A

6.2. Loss of control of entities

- Name of entities (item 10.1) — Nil
- Date(s) of loss of control (item 10.2) — N/A

6.3. Contribution to consolidated profit (loss) from ordinary activities after tax by the controlled entities to the date(s) in the current period when control was gained / lost (item 10.3). — N/A

6.4. Profit (loss) from ordinary activities after tax of the controlled entities for the whole of the previous corresponding period (item 10.3) — Nil

7. Details of associates and joint venture (item 11):

- Name of entities (item 11.1) — Nil
- Percentage holding in each of these entities (item 11.2) — N/A

	Current period $	Previous corresponding Period $
Aggregate share of profits (losses) of these entities (item 11.3)	N/A	N/A

8. Any other significant information needed by an investor to make an informed assessment of the entity's financial performance and financial position (item 12):
Refer to *Company Update* on page 1 of the accompanying Preliminary Final Report.

9. The financial information provided in the Appendix 4E is based on the preliminary final report (attached), which has been prepared in accordance with Australian Accounting Standards (item 13)

10. A commentary on the results for the period (item 14):

Refer to *Company Update* on page 1 of the accompanying Preliminary Final Report.

11. The Preliminary Final Report has been prepared based on the 30 June 2026 accounts which are in the process of being audited by an independent audit firm in accordance with the requirements of s.302 of the *Corporations Act 2001* (Cth). (item 15)

Consolidated statement of profit or loss and other comprehensive income

for the year ended 30 June 2026

	Note	2026 $	2025 $
Continuing operations			
Revenue	1.1	2,435,631	1,901,935
Other income	1.2	682,354	1,483,181
Accountancy, audit, and legal fees		(186,452)	(186,377)
Administration expenses		(109,244)	(173,923)
ASX and share registry fees		(78,866)	(76,604)
Consultancy and subcontractor fees		(107,143)	(30,902)
Depreciation		(87,956)	(84,985)
Employee and director benefits expense	2.1	(2,151,281)	(2,218,387)
Finance costs		(258,051)	(221,434)
Impairment reversal or (expense)		17,000	-
Information technology infrastructure cost		(407,445)	(423,301)
Patents, research, and development		(74,971)	(103,520)
Sales and marketing		(194,079)	(244,985)
Share-based payment expense	7	(150,672)	(69,093)
Travel and entertainment		(111,677)	(82,289)
Other expenses		(77,075)	(69,037)
Loss before tax		(859,927)	(599,721)
Income tax expense		-	-
Net loss for the year		(859,927)	(599,721)
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income attributable to members of the parent entity		(859,927)	(599,721)
Earnings per share:		¢	¢
Basic loss per share (cents per share)	6.4	(0.16)	(0.12)
Diluted loss per share (cents per share)	6.4	N/A	N/A

The consolidated statement of profit or loss and other comprehensive income is to be read in conjunction with the accompanying notes.

Consolidated statement of financial position

as at 30 June 2026

	Note	2026 $	2025 $
Current assets			
Cash and cash equivalents	3.1	175,900	137,765
Trade and other receivables	3.2	1,290,832	1,071,523
Total current assets		1,466,732	1,209,288
Non-current assets			
Plant and equipment	4.1	27,227	37,794
Other financial assets – Bank guarantee		149,244	149,244
Right-of-use assets	4.2	120,601	36,566
Total non-current assets		297,072	223,604
Total assets		1,763,804	1,432,892
Current liabilities			
Trade and other payables	3.3	1,240,691	856,563
Lease liabilities	4.2	80,140	46,508
Borrowings	3.4	539,946	903,940
Provisions	4.3	306,247	313,769
Total current liabilities		2,167,024	2,120,780
Non-current liabilities			
Lease liabilities	4.2	51,722	-
Provisions	4.3	63,007	59,027
Total non-current liabilities		114,729	59,027
Total liabilities		2,281,753	2,179,807
Net liabilities		(517,949)	(746,915)
Equity			
Issued capital	5.1	37,159,669	36,220,598
Reserves	5.2	1,156,095	1,054,663
Accumulated losses		(38,833,713)	(38,022,176)
Total equity		(517,949)	(746,915)

The consolidated statement of financial position is to be read in conjunction with the accompanying notes.

Consolidated statement of changes in equity

for the year ended 30 June 2026

	Note	Issued capital $	Share-based payment Reserve $	Convertible note equity reserve $	Accumulated losses $	Total equity $
Balance at 1 July 2024		35,524,272	987,503	-	(37,738,900)	(1,227,125)
Loss for the year attributable to owners of the parent		-	-	-	(599,721)	(599,721)
Other comprehensive income for the year attributable to owners of the parent		-	-	-	-	-
Total comprehensive income for the year attributable to owners of the parent		-	-	-	(599,721)	(599,721)
Transaction with owners, directly in equity						
Equity issued during the year (net of costs)	5.1	452,600	-	-	-	452,600
Equity component of convertible notes	7.1	-	-	24,048	-	24,048
Conversion of notes	5.1	170,852	-	(18,095)	-	152,757
Share-based payments	7.1	-	397,526	-	-	397,526
Conversion of performance rights	5.4	11,783	(11,783)	-	-	-
Exercise of options		61,091	(8,091)	-	-	53,000
Expiry of options	5.3.1	-	(316,445)	-	316,445	(316,445)
Balance at 30 June 2025		36,220,598	1,048,710	5,953	(38,022,176)	(746,915)
Balance at 1 July 2025		36,220,598	1,048,710	5,953	(38,022,176)	(746,915)
Loss for the year attributable to owners of the parent		-	-	-	(859,927)	(859,927)
Other comprehensive income for the year attributable to owners of the parent		-	-	-	-	-
Total comprehensive income for the year attributable to owners of the parent		-	-	-	(859,927)	(859,927)
Transaction with owners, directly in equity						
Equity issued during the year (net of costs)	5.1	912,221	-	-	-	912,221
Share-based payments	7.1	-	176,672	-	-	176,672
Expiry of options	5.3.1	26,850	(75,240)	-	48,390	-
Balance at 30 June 2026		37,159,669	1,150,142	5,953	(38,833,713)	(517,949)

The consolidated statement of changes in equity is to be read in conjunction with the accompanying notes.

Consolidated statement of cash flows

for the year ended 30 June 2026

	Note	2026 $	2025 $
Cash flows from operating activities			
Receipts from customers		2,368,200	1,967,142
Government grants received		805,076	694,131
Payments to suppliers and employees		(3,381,788)	(3,316,365)
Net interest (paid) / received		(20,306)	1,872
Net cash used in operating activities		(228,818)	(653,220)
Cash flows from investing activities			
Purchase of plant and equipment		(1,177)	-
Funds provided for bank guarantee		-	(149,244)
Net cash used in investing activities		(1,177)	(149,244)
Cash flows from financing activities			
Proceeds from issue of equity, net of costs	5.1	938,221	463,700
Proceeds of borrowings		1,217,246	1,439,898
Repayment of borrowings		(1,812,445)	(962,753)
Payments for the principal portion of lease liabilities		(74,892)	(69,600)
Net cash provided by financing activities		268,130	871,245
Net increase / (decrease) in cash and cash equivalents held		38,135	68,781
Cash and cash equivalents at the beginning of the year		137,765	68,984
Cash and cash equivalents at the end of the year	3.1	175,900	137,765

The consolidated statement of cash flows is to be read in conjunction with the accompanying notes.

Notes to Appendix 4E Preliminary Final Report

for the year ended 30 June 2026

Note 1. Revenue and other income

	2026 $	2025 $
1.1 Revenue		
World Apps stores revenue	108,396	154,210
Spark Voicemail revenue	741,903	746,141
Optus Voicemail revenue	1,071,808	975,684
Project revenue	282,501	-
Corona revenue	230,622	-
Other revenue	401	25,900
	2,435,631	1,901,935
1.2 Other Income		
Net interest income or (expense)	6,539	2,376
Government grant income: prior year returns	-	694,131
current year return (accrued)	657,413	786,674
Other income	18,402	-
	682,354	1,483,181

Note 2 Loss before income tax

	2026 $	2025 $
2.1 Employment costs		
Directors' fees and salaries	373,417	308,832
Employee wages	1,572,405	1,700,051
Superannuation	205,459	209,504
	2,151,281	2,218,387

Note 3 Financial assets and financial liabilities

3.1 Cash and cash equivalents

	2026 $	2025 $
Cash at bank	175,900	137,765
	175,900	137,765

3.2 Trade and other receivables

	2026 $	2025 $
3.2.1 Current		
Trade receivables	633,205	284,762
Accrued R&D grant income receivable	657,413	786,674
Other receivables	214	87
	1,290,832	1,071,523

3.3 Trade and other payables

	2026 $	2025 $
3.3.1 Current		
Unsecured		
Trade payables	213,611	168,954
Accruals and other payables	743967	408,661
Contract liabilities	203,937	220,776
Accrued director salaries	79,176	58,172
	1,240,691	856,563

Notes to Appendix 4E Preliminary Final Report

for the year ended 30 June 2026

Note 3 Financial assets and financial liabilities (cont.)

3.4 Borrowings

	Note	2026 $	2025 $
3.4.1 Current			
Cash Drawdown facility – Balmain Resources Pty Ltd		-	318,342
Research and Development (**R&D**) loan facility		228,275	506,976
Bizcap Line of Credit Loan		131,671	-
Convertible notes		-	125,000
Less: Unexpired borrowing costs/transaction costs		-	(46,378)
Net: convertible notes		-	78,622
Plough Lane Superannuation Pty Ltd - unsecured loan		180,000	-
		539,946	903,940

Note 4 Non-financial assets and financial liabilities

4.1 Property, plant, and equipment

	2026 $	2025 $
Office equipment – at cost	184,297	183,119
Accumulated depreciation	(165,468)	(154,469)
	18,829	28,650
Leasehold improvements – at cost	81,592	81,592
Accumulated amortisation	(73,194)	(72,448)
	8,398	9,144
Total property, plant, and equipment	27,227	37,794

4.2 Leases

	2026 $	2025 $
4.2.1 Right-of-use assets		
Right-of-use asset - Buildings	443,931	283,685
Accumulated amortisation	(323,330)	(247,119)
	120,601	36,566
4.2.2 Lease liabilities		
Current	80,140	46,508
Non-current	51,722	-
	131,862	46,508

4.3 Provisions

	2026 $	2025 $
4.3.1 Current		
Employee entitlements	306,247	313,769
	306,247	313,769
4.3.2 Non-current		
Employee entitlements	63,007	59,027
	63,007	59,027

Notes to Appendix 4E Preliminary Final Report

for the year ended 30 June 2026

Note 5 Equity

5.1 Issued capital

	2026 No.	2025 No.	2026 $	2025 $
Fully paid ordinary shares at no par value	579,907,899	515,927,627	37,159,669	36,220,598

5.1.1 Ordinary shares

	2026 No.	2025 No.	2026 $	2025 $
At the beginning of the year	515,927,627	474,980,951	36,220,598	35,524,272
Shares issued during the year:				
07.2024 *ESOP rights converted*	-	245,470	-	11,783
09.2024 *Options exercised at $0.024*	-	916,667	-	27,244
10.2024 *Options exercised at $0.05*	-	250,000	-	12,500
10.2024 *Options exercised at $0.08*	-	93,750	-	7,725
12.2024 *Options exercised at $0.024*	-	458,334	-	13,622
03.2025 *Gross conversion of notes*	-	10,000,000	-	314,286
03.2025 *Gross conversion of notes*	-	500,000	-	15,714
04.2025 *Gross conversion of notes*	-	2,166,666	-	68,095
05.2025 *Placement*	-	26,315,789	-	500,000
12.2025 *Placement*	50,000,000	-	650,200	-
06.2026 *Exercise of options*	13,980,272	-	349,507	-
Transaction costs relating to share issues				
Cash-based	-	-	(61,486)	(36,300)
Equity-based	-	-	(26,000)	(238,343)
Equity-based – option *expiry*	-	-	26,850	-
At end of the year	579,907,899	515,927,627	37,159,669	36,220,598

5.2 Reserves

5.2.1 Summary reserves:

	Note	2026 $	2025 $
Share-based payment reserve, comprising:			
• Options	5.3	955,808	827,886
• Performance equity	5.4	194,334	220,824
		1,150,142	1,048,710
Convertible note equity reserve		5,953	5,953
		1,156,095	1,054,663

Notes to Appendix 4E Preliminary Final Report
for the year ended 30 June 2026

Note 5 Equity (cont.)

5.3 Options	Note	2026 No.	2025 No.	2026 $	2025 $
Options		91,401,378	99,381,650	955,808	827,886

5.3.1 Options	Note	2026 No.	2025 No.	2026 $	2025 $
At the beginning of the year		99,381,650	197,764,414	827,886	798,151
Options movement during the year:					
07.2023 *Incentive options vesting*		-	-	4,662	25,838
09.2024 *$0.024 options exercised*		-	(916,667)	-	(5,244)
10.2024 *$0.05 options exercised*		-	(250,000)	-	-
10.2024 *$0.08 options exercised*		-	(93,750)	-	(225)
09.2024 *$0.024 options exercised*		-	(458,334)	-	(2,622)
12.2024 *CN Holder options*		-	16,831,650	-	269,333
12.2024 *Alto Capital options*		-	3,000,000	-	48,000
12.2024 *Expiry of NOROD*		-	(107,370,664)	-	(257,881)
02.2025 *Expiry of NOROY*		-	(12,124,999)	-	(58,564)
05.2025 *Red Leaf options*		-	3,000,000	-	11,100
10.2025 Expiry of NORAAF		(19,000,000)	-	(26,850)	-
11.2025 Expiry of NORAAB		(30,000,000)	-	(48,390)	-
11.2025 *Attaching placement options*	5.1.1	25,000,000	-	-	-
11.2025 *Non-Exec. Director options*		25,000,000	-	172,500	
12.2025 *Red Leaf options*		5,000,000	-	26,000	-
06.2026 *Exercise of options*	5.1.1	(13,980,272)	-	-	-
Transfer of historic option value to accumulated losses		-	-	-	-
At end of the year		91,401,378	99,381,650	955,808	827,886

5.4 Performance equity	Note	2026 No.	2025 No.	2026 $	2025 $
Performance equity		10,463,389	15,463,389	194,334	220,824

5.4.1 Performance equity movement	Note	2026 No.	2025 No.	2026 $	2025 $
At the beginning of the year		15,463,389	15,708,859	220,824	189,352
Performance equity changes during the year:					
Issue of performance rights		-	-	26,010	43,255
Conversions of rights	5.1.1	-	(245,470)	-	(11,783)
Reversal of unvested rights		(5,000,000)	-	(52,500)	-
At end of the year		10,463,389	15,463,389	194,334	220,824

Notes to Appendix 4E Preliminary Final Report

for the year ended 30 June 2026

Note 5 Equity (cont.)

Note 6 Earnings per share (EPS)

		Note	2026 $	2025 $
6.1	**Reconciliation of earnings to profit or loss**			
	Loss for the year		(859,927)	(599,721)
	Less: loss attributable to non-controlling equity interest		-	-
	Loss used in the calculation of basic and diluted EPS		(859,927)	(599,721)
			2026 No.	**2025 No.**
6.2	**Weighted average number of ordinary shares outstanding during the year used in calculation of basic EPS**		543,675,464	482,546,980
	Weighted average number of dilutive equity instruments outstanding	6.5	N/A	N/A
6.3	**Weighted average number of ordinary shares outstanding during the year used in calculation of basic EPS**		543,675,464	482,546,980
6.4	**Earnings per share**		**2026 ¢**	**2025 ¢**
	Basic EPS (cents per share)	6.5	(0.16)	(0.12)
	Diluted EPS (cents per share)	6.5	N/A	N/A

6.5 As at 30 June 2026 the Group has 91,401,378 unissued shares under option (2025: 99,381,650) and 10,463,389 performance rights (2025: 15,463,389). The Group does not report diluted earnings per share on losses generated by the Group. During the year, the Group's unissued shares under option and performance rights were anti- dilutive.

Note 7 Share-based payments

			Note	2026 $	2025 $
7.1	**Share-based payments:**				
	○ Recognised in profit and loss:	*Options and rights (expensed)*		150,672	69,093
	○ Recognised on convertible notes issued:	*Borrowing costs (expensed)*		-	83,721
		Equity (transaction costs)		-	194,015
	○ Recognised in equity *(transaction costs)*			26,000	11,100
	Gross share-based payments			176,672	357,929

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