hypha

ANNUAL REPORT

HIGHLIGHTS FROM A YEAR OF GROWTH



Vision & Strategy

FY2026 was the year Hypha transitioned from a successful Australian growth company into a scalable international technology company.

Through strong financial performance, disciplined governance, continued innovation and strategic investment in market diversification and international expansion, we have established the foundations for our next phase of growth.

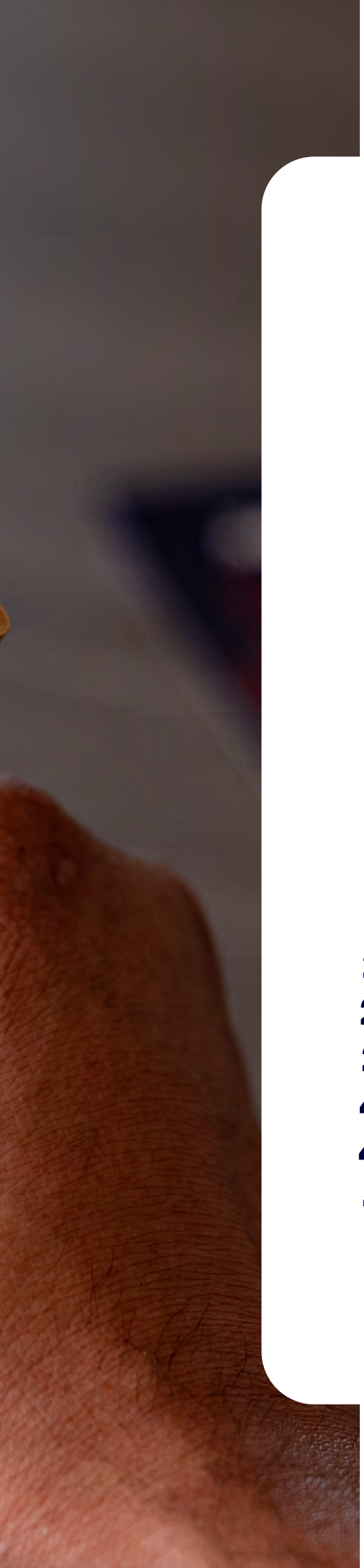
As dependence on connectivity increases, organisations operating in remote, mobile, distributed and high-consequence environments require more than internet access. They need resilient platforms that keep people, systems and data connected, regardless of location or operating conditions.

Hypha is positioned to meet this need through the combination of satellite communications, managed connectivity, software integration, edge computing and operational communications expertise.

We believe the convergence of these technologies will shape the future of connected operations across public safety, government, retail, transportation, logistics, construction, healthcare, resources, critical infrastructure and defence.

Our vision
To be the world's most trusted provider of mission and business-critical communications, connectivity and edge computing solutions for organisations operating where reliability matters most.

Our purpose
Keeping people and organisations connected when it matters most.



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our values

We've got you (and each other). We're reliable, trustworthy and stand behind our work, because clients depend on us to save lives. **We aren't afraid to tell it like it is.** We're transparent and ethical. It's safe to speak up honestly within the team and expected that we're upfront with clients. **We push the boundaries.** Our company started because of a lack of progress in the industry. Everything we do must be ambitious and innovative. **We put family first – always.** We never put work before family, and our inclusive team respects people for who they are and what they bring to the table.





Our year through the CEO's eyes

Dear Shareholders,

I am pleased to present Hypha's FY2026 Annual Report.

FY2026 was a defining year for our business. We entered the year with a clear objective: to convert the foundations built over recent years into sustainable growth, stronger profitability and greater strategic scale. I am proud to report that we achieved that objective.

The Group delivered exceptional growth, with revenue increasing to $51.9 million and profit after tax rising to $4.9 million. These results reflect the strength of our strategy, the quality of our people and the trust our customers place in Hypha to deliver mission-critical communications solutions where reliability matters most. They also demonstrate the increasing scalability and maturity of our business model.

Financial performance is an important measure of success, but what is equally significant is that this growth was achieved while we continued to invest in the future. During FY2026, we strengthened our technology capabilities, matured our governance framework, broadened our market focus and expanded our international footprint, while continuing to deliver critical programs for our customers.

Hypha is evolving from a successful Australian growth company into a scalable international technology business with the capability, governance and strategic discipline to create long-term value for customers, employees and shareholders.

Profitable Growth and Strategic Scale

FY2026 delivered substantial operational and financial progress. Growth was supported by continued expansion across our public safety and government customer base, increasing adoption of our communications platforms and services, growth in hardware and airtime revenue, and disciplined operational execution.

The improvement in earnings

demonstrates the scalability of our business model. As revenue grows, Hypha is increasingly able to convert that growth into improved profitability while continuing to fund the strategic initiatives that will support future performance.

These outcomes validate our long-term strategy and reinforce our confidence in the opportunities ahead.

Delivering for Critical Customers

One of the year's most important achievements was the continued delivery of the Rural Fire Service program. This remains one of the most significant programs in Hypha's history and further strengthens our reputation as a trusted technology partner to emergency services agencies.

Delivery remains firmly on track, with major milestones being achieved in line with customer expectations. Beyond its commercial significance, the program strengthens communications capability for frontline personnel and supports the safety and resilience of communities. This purpose-driven work remains central to our mission and values.

At the same time, we are deliberately broadening our customer base. During FY2026, we increased our focus on adjacent sectors where reliable connectivity and business-critical communications are essential, including retail, transportation, construction, healthcare and critical infrastructure.

These markets allow us to apply the knowledge, technology and operational expertise developed in public safety to a wider range of customers. They also support our strategy to diversify revenue across projects, customers, sectors, technologies and geographies.

Investing in Innovation and Future Growth

Innovation remains a cornerstone of Hypha's strategy. During FY2026, we increased our investment in research and development, strengthening our communications and connectivity capabilities while creating new opportunities for differentiation and growth.

A major focus has been the development of edge computing capabilities alongside our connectivity solutions. The future of mission-critical and business-critical communications extends beyond connectivity alone. Customers increasingly need to process, analyse and act on data at the edge, often in remote, mobile or challenging environments where traditional infrastructure is unavailable or unreliable.

By combining connectivity with edge computing, software and data services, Hypha is developing a more complete technology ecosystem. This capability differentiates us in the market, expands our addressable opportunity and has the potential to create additional recurring and solutions-based revenue streams.

As customer requirements and technology continue to evolve, we will keep investing in the capabilities that can define the next generation of connected operations.

Leadership and Organisational Maturity

As Hypha grows, strong leadership capability and effective succession planning are essential to long-term success. FY2026 marked an important period of transition as we strengthened the executive team for the Company's next phase.

After many years of dedicated service, Scott Geldard retired from his executive role as Chief Operating Officer. Scott played an instrumental role in shaping Hypha's operational foundations and helping build the business into the organisation it is today. We are fortunate that Scott continues to serve on the Board, where his experience, strategic insight and deep understanding of the business remain invaluable.

Matt Franks was appointed Chief Operating Officer during the year. Matt brings strong industry experience and operational leadership and is well positioned to support continued expansion across domestic and international markets.

Bruce Aitken also retired as Chief Financial Officer after making a significant contribution to Hypha's growth journey. Bruce helped establish the financial discipline, governance structures and commercial foundations that have supported the Company's performance.

Darren Betts joined Hypha as Chief Financial Officer. Darren's experience and leadership further strengthen our executive capability as we scale the business, pursue international opportunities and maintain our focus on long-term shareholder value.

These transitions represent more than succession. They reflect the maturity of the organisation and our commitment to building the leadership capability required to execute on the opportunities ahead.

Governance and Operational Maturity

As Hypha has grown in scale and complexity, we have continued to invest in the systems, processes and governance frameworks required to support a larger and increasingly international business.

During FY2026, we strengthened our governance, risk management, compliance and operational controls. A key milestone was accomplishing the implementation of ISO 27001 and ISO 9001 standards across the business.

These internationally recognised standards reinforce our commitment to information security, quality management and continuous improvement. More broadly, they reflect Hypha's organisational maturity and provide customers, partners and shareholders with confidence that the business operates to globally recognised standards.

Good governance is not simply a matter of compliance. It is how we create accountability, manage risk, protect stakeholder interests and build a resilient organisation capable of scaling sustainably.

Accelerating International Expansion

International expansion is one of Hypha's most significant growth opportunities and a major strategic priority for the Group. During FY2026, we continued to invest heavily in our presence in the United States, one of the largest addressable markets for our technology and services.

Our approach is deliberate and long term. We are investing in the right people, strategic relationships and operating capability to establish a sustainable platform for growth. We believe we now have strong leadership and market capability in place to pursue this opportunity with confidence.

Our public safety heritage is also relevant to adjacent commercial sectors internationally. Transportation providers, logistics operators, construction companies, retailers and critical infrastructure owners face many of the connectivity and operational challenges we have

already solved for emergency services customers.

This creates an opportunity to apply proven Hypha capabilities to larger markets while diversifying revenue and reducing reliance on any single project, customer or sector. While Australia remains our core market, we believe international operations can become a meaningful contributor to future revenue and earnings.

The investments we are making today are designed to position Hypha as a global provider of mission-critical and business-critical communications, connectivity and edge computing solutions.

Looking Ahead

We enter FY2027 from a position of strength. Hypha has a growing customer base, record financial performance, an expanding international presence and a talented team committed to delivering exceptional outcomes.

We are investing in innovation, developing edge computing capability, strengthening governance and building new growth pathways across adjacent sectors and international markets. These initiatives are intended to create a broader, more resilient business with multiple sources of long-term growth.

Most importantly, we remain committed to delivering communications technology that keeps people and organisations connected when it matters most.

On behalf of the Board, I thank our employees, customers, partners and shareholders for their continued support and confidence in Hypha. The achievements of FY2026 would not have been possible without their contribution.

The future for Hypha has never looked brighter.

Warm regards,

Neil Jamieson
Group Chief Executive Officer



our leadership



Neil Jamieson
CEO & Founder

Neil has 20 years of experience in satellite communications, with leadership roles across Africa, the Middle East and Asia. He's a recognised leader in the industry and is helping shape the future of satellite push-to-talk technology.



Stephen Copplin
Director

Stephen is a very experienced and well-respected international business executive and company director, he has played a leading pivotal role as a director, mentor, investor and advisor to a portfolio of businesses in a wide variety of sectors assisting and guiding them with their growth and strategic activities.



Scott Geldard
Director

Scott has worked on some of the largest satellite, wireless and fixed network solutions over the last 30 years. His focus on regional communications has seen a long history of successful program delivery in these sectors. His professional career spans a wide range of industry sectors, including agriculture, finance, insurance, investment banking, technology, media and creative industries.

strategic priorities

1

Expand Leadership in Mission-Critical and Business-Critical Communications

We will strengthen our position as a trusted partner to emergency services, government agencies and other mission-critical organisations, while expanding into adjacent sectors where resilient communications and operational visibility are essential. Our investments will focus on retail, transportation, logistics, construction, healthcare, critical infrastructure and other distributed or operationally intensive environments. We will apply the expertise developed through public safety to broader commercial markets, expanding our addressable opportunity and diversifying our customer base.

2

Build the Next Generation of Connected Operations

Connectivity remains at the core of our business, but our ambition extends beyond communication alone. Investment in edge computing, software integration, automation and data-driven operational technologies will enable customers to communicate, collect data, process information and support decisions closer to the point of need. This strategy strengthens differentiation and creates opportunities for recurring, managed and solutions-based revenue.

3

Accelerate International Growth

International expansion, particularly in the United States, represents one of Hypha's largest growth opportunities. We are investing in people, partnerships, market development and operating capability to establish a sustainable and scalable international presence. Our objective is to build an international business capable of making a meaningful contribution to future revenue and earnings.

4

Diversify Revenue Streams and Markets

Long-term resilience requires a balanced and diversified business. Government and public safety will remain core markets, but we are intentionally investing in adjacent sectors, new geographies and new technology platforms. Recurring airtime, managed services, software, edge computing and international expansion are designed to create multiple growth engines and reduce concentration across any single project, customer or sector.

5

Maintain Governance and Operational Excellence

Growth must be supported by strong foundations. The implementation of ISO 27001 and ISO 9001 standards reflects our commitment to information security, quality management and continuous improvement. We will continue to invest in governance, compliance, risk management and operational discipline so that Hypha remains a trusted partner and a responsible steward of shareholder capital.

6

Invest in People and Culture

Our people are our greatest source of capability and competitive advantage. We will continue to attract, develop and retain exceptional talent while preserving the entrepreneurial culture, innovation mindset and customer focus that have defined Hypha's success. As the business grows, effective leadership, clear accountability and shared values will remain central to execution.

Building capability for long-term success

Dear Shareholders,

It is my pleasure to provide an overview of a year marked by strong operational progress and continued capability growth across the organisation.

Over the past year, Hypha has continued to strengthen its position as a leading provider of communications and technology solutions, evolving into a more mature, scalable and resilient organisation capable of supporting increasingly complex customer requirements across Australia and the United States. The year was characterised by strong operational and commercial momentum and a steadfast commitment to delivering exceptional outcomes for our customers.

Strengthening Our Operational Foundations

As demand for Hypha's products and services has increased, the importance of robust processes, systems and infrastructure has become increasingly evident. The implementation of our integrated quality and information security management system was a significant operational initiative. Embedding clearer controls, responsibilities and continuous improvement processes across day-to-day activities has provided a stronger framework for managing risk, maintaining product and service quality, and supporting consistent delivery as the organisation grows.

Throughout the year, we continued to strengthen our operational planning, production capability, inventory management and customer delivery functions. These improvements enhanced our ability to scale while maintaining the agility and responsiveness our customers value.

Expanding Our U.S. Presence

Our presence in the United States also expanded significantly during the year. We established a manufacturing

facility in Georgetown, Texas, creating a platform to support local production, customer delivery and future market opportunities in the region.

Hypha's U.S. team now comprises ten employees across management, business operations, production, customer support and account management functions. We have built a strong and growing pipeline of opportunities, complemented by several active proof-of-concept deployments, providing a solid foundation for future growth and reinforcing our confidence in the long-term potential of the market.

Investing in Our People

Our people continue to be the foundation of our success. During the year, Hypha experienced 50% growth in staffing, reflecting both the expansion of our operations and the opportunities ahead. The continued development of expertise across the organisation, combined with the strengthening of our teams, has increased our capacity to execute complex projects, manage greater operational complexity and support customers at scale.

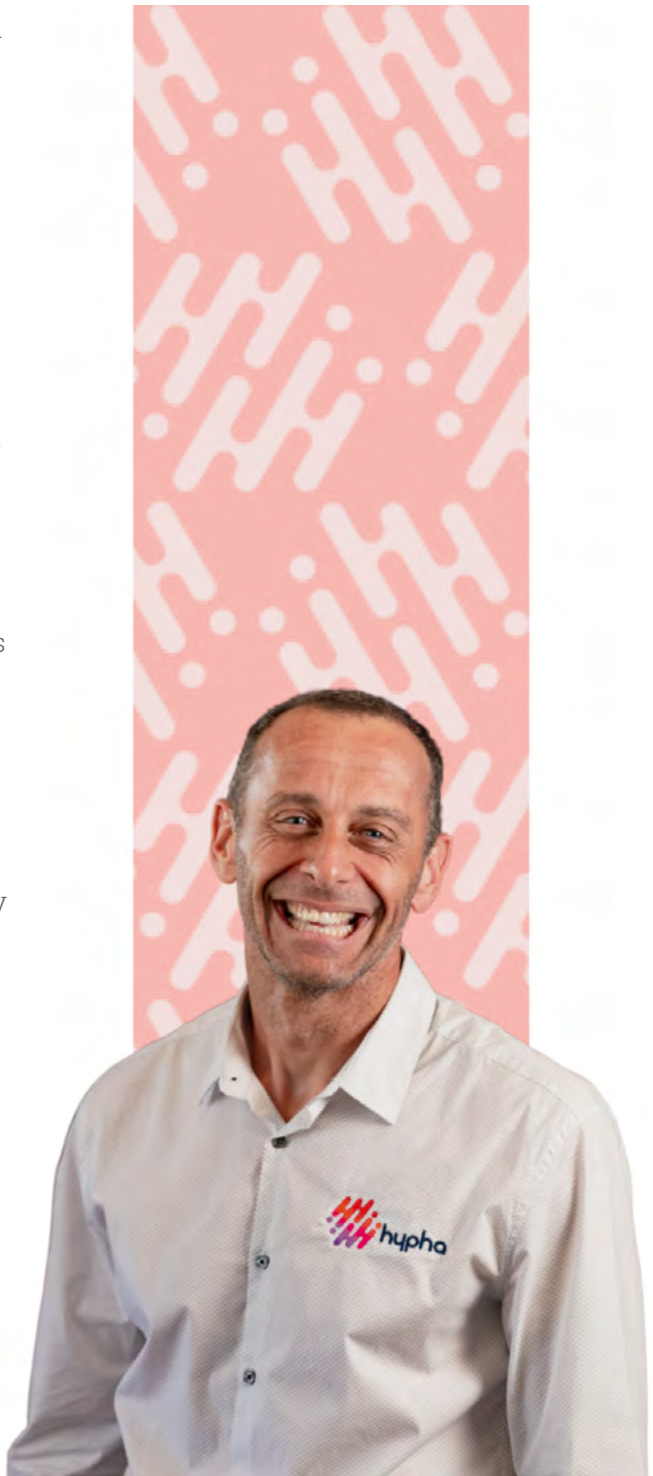
This investment has extended across engineering, production, project delivery, customer support, and software and application development, ensuring the organisation is well positioned to meet future demand. Just as importantly, we have maintained the collaborative and solutions-focused culture that has been fundamental to Hypha's success since its inception.

Building Resilience for Future Growth

Like all growing organisations, we have continued to learn and adapt. As production volumes increase and projects become more complex, supply chain resilience and process consistency become ever more important. The experiences of the past year have reinforced the value of investing in systems, planning and people to support the next phase of the organisation and position Hypha for sustained long-term success.

Our focus remains on strengthening the operational capability, systems and processes required to consistently deliver outstanding outcomes for customers as the organisation continues to grow. We will continue investing in operational capability, product quality and customer success. Equally important will be preserving the culture that has supported our growth to date, built on accountability, innovation, collaboration and a commitment to delivering for our customers.

Matt Franks
Group Chief Operating Officer



Hypha's strategy is designed to create a broader and more resilient growth platform. Our future is supported by four complementary engines:

Government and public safety: Deepen trusted relationships and continue delivering critical programs.

Adjacent commercial sectors: Apply proven capability to retail, transportation, logistics, construction, healthcare and critical infrastructure.

OUR GROWTH PLA

Technology and recurring services: Expand connectivity, airtime, managed services, software and edge computing.

International markets: Build a scalable presence in the United States and pursue selected global opportunities.



Our Future

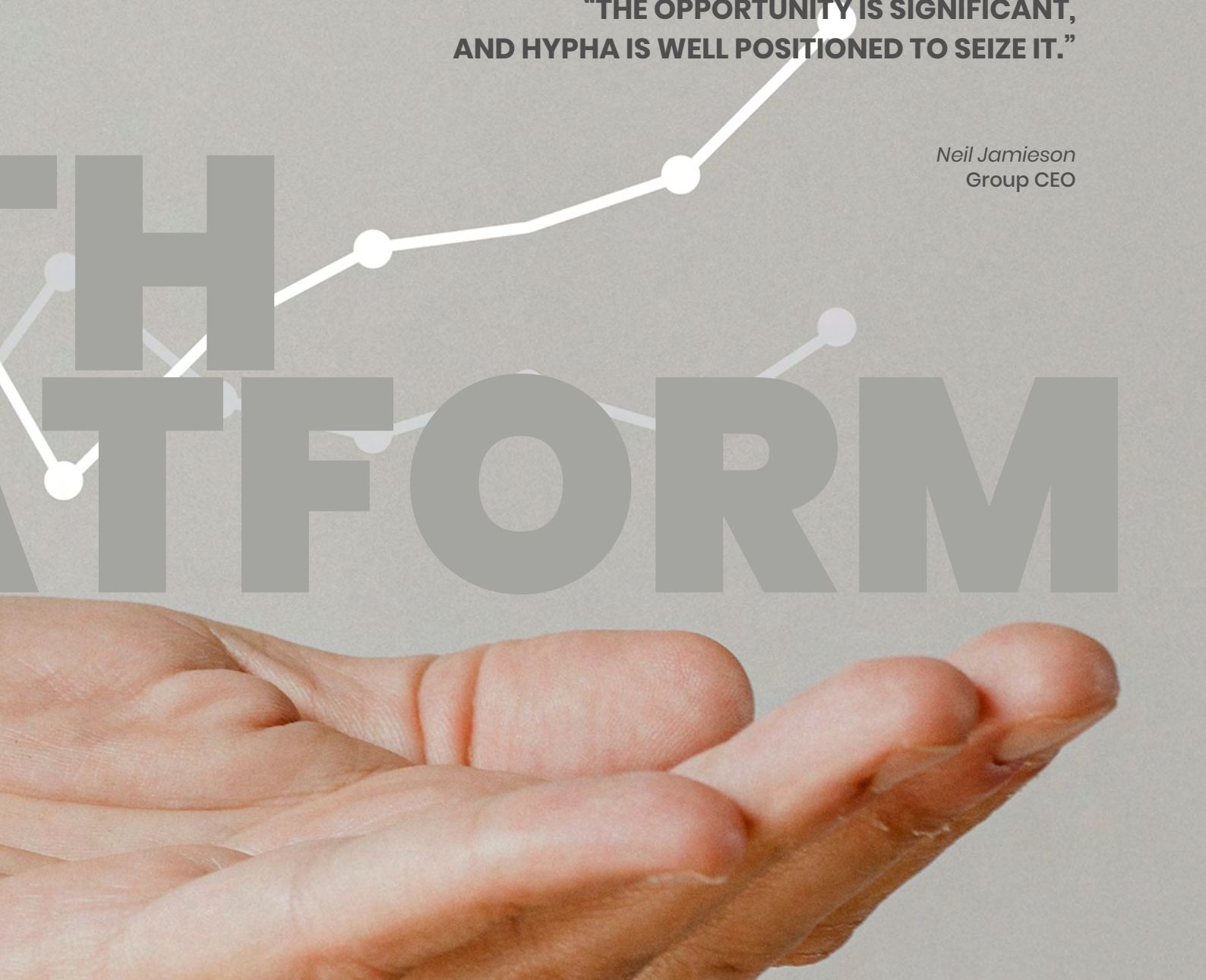
Hypha's strategy is clear. We will build on our leadership in mission-critical communications while expanding into adjacent technologies, commercial sectors and international markets.

By combining communications, connectivity, software and edge computing into an integrated ecosystem, we are creating multiple growth platforms capable of delivering sustainable, long-term value.

The foundations are in place. We have strengthened governance, renewed leadership capability, invested in innovation, broadened our addressable markets and accelerated international expansion.

"THE OPPORTUNITY IS SIGNIFICANT, AND HYPHA IS WELL POSITIONED TO SEIZE IT."

Neil Jamieson
Group CEO



Directors' Report

For the year ended 30 June 2026

The directors present their report, together with the financial statements, on the consolidated entity (referred to hereafter as the 'consolidated group') consisting of Hypha Limited (referred to hereafter as the 'company' or 'parent entity') and the entities it controlled at the end of, or during, the year ended 30 June 2026.

Directors

The following persons were directors of Hypha Limited during the whole of the financial year and up to the date of this report, unless otherwise stated:

- Neil Jamieson
- William Scott Geldard
- Stephen Mark Copplin

Review of operations

The profit for the consolidated group after providing for income tax amounted to $4,854,516 (2025: $858,944).

The increase in the consolidated entity's profit during the year reflects strong revenue growth to $51,928,063 (2025: $32,870,785), driven by continued delivery of contracts and expansion of the Group's hardware, airtime and services offering, together with disciplined cost management.

It is expected that the consolidated entity will continue to generate positive operating cashflows in future periods with an expanded product portfolio and further government procurement opportunities.

Significant changes in the state of affairs

Other than the matters disclosed elsewhere in this report and the accompanying financial statements, there were no significant changes in the state of affairs of the consolidated entity during the financial year.

Principal activities

The consolidated entity operated predominantly in Australia but also has operations in the United States of America, trading as Hypha USA Inc. During the financial year the principal continuing activities of the consolidated entity consisted of:

- Sale and installation of public safety communications equipment; and
- Services including provisioning of SaaS systems for agency integrations and interoperability.

The consolidated entity is involved in public safety communications and provides its technology primarily to emergency services agencies along with other government, regulatory and management agencies that require mobile on-the-move communications.

The public safety communications industry can often carry long lead times with procurement and considers solutions based on longevity and suitability for purpose. Key risks for the consolidated group are lengthening lead times on project rollouts with agencies and inventory management.

Events after the end of the financial year

The "Bad Leaver" legal action against a former employee, which had continued without resolution since FY24, was finalised on 14 September 2026. Other than this matter, no circumstances have arisen since 30 June 2026 that has or may significantly affect the consolidated entity's operations, or the consolidated entity's state of affairs.

Environmental regulation

The consolidated group is not subject to any significant environmental regulation under Australian Commonwealth or State law.

Likely developments and expected results of operations

The Group will continue to pursue its strategic objectives to increase market share and profitability of hardware and airtime sales. The Group plans to continue to explore ways of reducing the Group's assembly and distribution costs to improve and enhance efficiency and maximise shareholder return.

Dividends

No dividends were paid or declared during the financial year (2025: nil).

Options

At 30 June 2026 the total issued options were 500,000 (2025: 500,000), with no accounting expense for share-based payments recognised as the value was not deemed material.

Indemnity and insurance of officers

The company has indemnified the directors and executives of the company for costs incurred, in their capacity as a director or executive, for which they may be held personally liable, except where there is a lack of good faith.

During the financial year, the company paid a premium in respect of a contract to insure the directors and executives of the company against a liability to the extent permitted by the Corporations Act 2001. The contract of insurance prohibits disclosure of the nature of the liability and the amount of the premium.

Proceedings on behalf of the company

No person has applied to the Court under section 237 of the Corporations Act 2001 for leave to bring proceedings on behalf of the company, or to intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or part of those proceedings.

The "Bad Leaver" legal action against a former employee referred to above was finalised at the end of year (refer Note 30 and Note 31).

Auditor's independence declaration

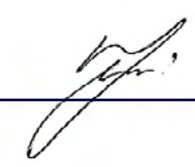
A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out immediately after this director's report.

This report is made in accordance with a resolution of directors, pursuant to section 298(2)(a) of the Corporations Act 2001.

Company secretary

Adam Gallagher was Company Secretary as at 30 June 2026 (appointed 1 December 2023).

On behalf of the directors,



Neil Jamieson
Managing Director

23rd October 2026


STARLINK
AUTHORISED RESELLER
hypha
Voice and Data
Beyond Networks
STARLINK






hupha

8 Things Finance Needs From You





hupha


13.25 - 14.30 Team Activity
14.30 - 14.40 ISO Certification
14.40 - 15.30 Sales Strategy
15.30 - 15.50 Afternoon Tea
15.30 - 16.00 Commercial Strategy & SpaceX
16.00 - 16.30 Closing Next Steps
17.00 - 18.00 Partners arrival
18.00 - 19.00 Cocktail and Canapés
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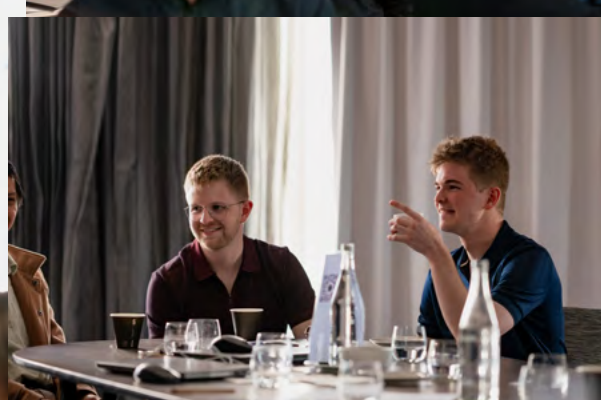

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Auditor's Independence Declaration
Under Section 307c of the Corporations Act 2001
To the directors of Hypha Limited

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2026, there have been:

a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit, and

b) no contraventions of any applicable code of professional conduct in relation to the audit.

This declaration is in respect of Hypha Limited and the entities it controlled during the year.

Ann-Maree Robertson
Director

Date: 23 October 2026

Moore Australia Audit (QLD) Pty Ltd
Chartered Accountants

Registered Audit Company 299289
Moore Australia Audit (QLD) Pty Ltd – ABN 49 115 261 722
An independent member of Moore Global Network Limited - members in principal cities throughout the world.
Liability limited by a scheme approved under Professional Standards Legislation.

Statement of Profit or Loss and Other Comprehensive Income

Hypha Limited and consolidated entities — for the year ended 30 June 2026

	NOTE	2026 $	2025 $
Revenue	4	51,928,063	32,870,785
Cost of goods sold		(32,825,968)	(22,930,801)
Gross profit		**19,102,095**	**9,939,984**
Finance income	5	168,341	56,954
Other income	4	198,730	110,420
Research & development costs		(145,465)	(1,279,592)
Marketing expenses		(489,095)	(327,755)
Administrative expenses		(8,194,058)	(5,116,017)
Occupancy expenses		(196,073)	(71,186)
Finance costs	5	(410,971)	(397,771)
Depreciation and amortisation		(1,014,303)	(685,828)
Other expenses		(1,734,890)	(1,299,969)
Profit before income tax	**6**	**7,284,311**	**929,240**
Income tax expense	7	(2,429,795)	(70,296)
Profit for the year from continuing operations		**4,854,516**	**858,944**
Profit for the year		**4,854,516**	**858,944**

Other comprehensive income, net of income tax – items that will be reclassified to profit or loss when specific conditions are met.

	2026 $	2025 $
Exchange differences on translation of foreign controlled entities	(102,673)	(77,365)
Total comprehensive income for the year	**4,751,843**	**781,579**

Profit/Loss attributable to:	2026 $	2025 $
Members of the parent entity	4,908,695	870,645
Non-controlling interest	(54,179)	(11,701)
Total	**4,854,516**	**858,944**

Total comprehensive income attributed to:	2026 $	2025 $
Members of the parent entity	4,816,289	800,314
Non-controlling interest	(64,446)	(18,734)
Total	**4,751,843**	**781,579**

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

Statement of Financial Position

Hypha Limited and consolidated entities — as at 30 June 2026

	NOTE	2026 $	2025 $
Current assets			
Cash and cash equivalents	8	5,229,858	6,734,404
Trade and other receivables	9	6,025,718	3,382,132
Inventories	10	7,124,026	4,933,732
Financial assets	11	721,275	704,719
Loans and advances	12	9,204	13,781
Other assets	13	2,355,517	2,287,477
Total current assets		**21,465,598**	**18,056,245**
Non-current assets			
Property, plant & equipment	14	1,638,656	1,572,475
Deferred tax assets	23	-	495,690
Intangibles	15	790,441	172,990
Right of use assets	16	3,017,040	3,513,046
Loans and advances	12	2,870	12,074
Other assets	13	-	1,020,663
Total non-current assets		**5,449,007**	**6,786,938**
TOTAL ASSETS		**26,914,605**	**24,843,183**
LIABILITIES			
Current liabilities			
Trade & other payables	17	4,238,049	5,305,962
Current Tax Liability	23	1,468,595	-
Borrowings	18	20,560	2,669,690
Contract liabilities	19	3,810,622	2,707,428
Lease liabilities	16	400,276	330,158
Employee benefits	20	686,435	325,403
Total current liabilities		**10,624,537**	**11,338,641**
Non-current liabilities			
Borrowings	18	32,331	2,052,881
Contract liabilities	19	557,937	210,502
Lease liabilities	16	3,044,984	3,395,096
Employee benefits	20	83,786	50,208
Deferred tax liabilities	23	23,332	-
Total non-current liabilities		**3,742,370**	**5,708,687**
TOTAL LIABILITIES		**14,366,907**	**17,047,328**
NET ASSETS		**12,547,698**	**7,795,855**
EQUITY			
Issued capital	21	16,926,067	16,926,067
Reserves	22	(808,369)	(715,963)
Retained earnings		(3,353,184)	(8,261,879)
Total equity attributable to equity holders of the company		**12,764,514**	**7,948,225**
Non-controlling interest		(216,816)	(152,370)
TOTAL EQUITY		**12,547,698**	**7,795,855**

The accompanying notes form part of these financial statements.

Statement of Changes in Equity

Hypha Limited and consolidated entities — for the year ended 30 June 2026

	ISSUED CAPITAL $	RETAINED EARNINGS $	FCTR $	RESERVES $	NCI $	TOTAL $
Balance at 1 July 2025	16,926,067	(8,261,879)	7,093	(723,056)	(152,370)	7,795,855
Reconciliation to up-dated balances	–	–	–	–	–	–
Profit attributable to members of the par-ent entity	–	4,908,695	–	–	–	4,908,695
Profit attributable to non-con-trolling inter-ests	–	–	–	–	(54,179)	(54,179)
Total other compre-hensive income for the year	–	–	(92,406)	–	(10,267)	(102,673)
Balance at 30 June 2026	**16,926,067**	**(3,353,184)**	**(85,313)**	**(723,056)**	**(216,816)**	**12,547,698**

COMPARATIVE YEAR	ISSUED CAPITAL $	RETAINED EARNINGS $	FCTR $	RESERVES $	NCI $	TOTAL $
Balance at 1 July 2024	15,260,661	(7,467,118)	77,425	(723,056)	(133,636)	7,014,276
Adjustment to issued capital (note 21)	1,665,406	(1,665,406)	–	–	–	–
Profit attributable to members of the par-ent entity	–	870,645	–	–	–	870,645
Profit attributable to non-con-trolling inter-ests	–	–	–	–	(11,701)	(11,701)
Total other compre-hensive income for the year	–	–	(70,332)	–	(7,033)	(77,365)
Balance at 30 June 2025	**16,926,067**	**(8,261,879)**	**7,093**	**(723,056)**	**(152,370)**	**7,795,855**

Statement of Cashflows

Hypha Limited and consolidated entities — for the year ended 30 June 2026

CASHFLOW FROM OPERATING ACTIVITIES	NOTE	2026 $	2025 $
Receipts from customers		55,752,612	26,311,682
Payments to suppliers and employees		(50,210,343)	(25,814,050)
Interest received		85,455	54,033
Income tax refunded/(paid)		(442,178)	-
Interest and other finance costs		(109,173)	(144,423)
Net cash generated by operating activities		**5,076,373**	**407,242**

CASHFLOW FROM INVESTING ACTIVITIES	2026 $	2025 $
Proceeds from sale of property, plant and equipment	-	241,936
Purchase of intangible assets	(774,358)	-
Purchase of property, plant and equipment	(542,668)	(817,884)
Increase in financial assets	(16,555)	(564,468)
Other investing cash flows	-	-
Net cash used in investing activities	**(1,333,581)**	**(1,140,416)**

CASHFLOW FROM FINANCING ACTIVITIES	2026 $	2025 $
Proceeds/(repayment) of related party loan	13,781	(25,855)
Net proceeds from/(repayment of) borrowings	(4,669,680)	2,025,985
Repayment of lease liabilities	(581,790)	(500,521)
Proceeds from issue of shares	-	-
Net cash generated by/(used in) financing activities	**(5,237,689)**	**1,499,609**

		2026 $	2025 $
Net increase/(decrease) in cash and cash equivalents held		(1,494,897)	766,434
Cash and cash equivalents at beginning of financial year		6,734,404	5,966,408
FX rate difference on cash and cash equivalents		(9,649)	1,562
Cash and cash equivalents at end of financial year	**8**	**5,229,858**	**6,734,404**

The accompanying notes form part of these financial statements.




Hypha
Conference
2026

notes to the consolidate financial statements for the years ended 30 June 26

Note 1
Summary of material accounting policy information

The financial report covers Hypha Limited and its controlled entities ('the Group'). Hypha Limited is a for-profit Company limited by shares, incorporated and domiciled in Australia.

The financial report was authorized for the issue by directors on 23rd of October 2026. Comparatives are consistent with prior years, unless otherwise stated

Basis of preparation: the financial statements are general purpose financial statements prepared on an accrual basis in accordance with the Australian Accounting Standards – Simplified Disclosures issued by the AASB and the Corporations Act 2001.

The Group is a for-profit entity for financial reporting purposes under Australian Accounting Standards. Australian Accounting Standards set out accounting policies that the Australian Accounting Standards Board has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of the financial statements are presented below and have been consistently applied unless stated otherwise.

Note 2
Material Accounting Policy Information

Principles of consolidation

The consolidated financial statements incorporate all the assets and liabilities of the parent (Hypha Limited) and of all subsidiaries. Subsidiaries are entities the parent controls. The parent controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and can affect those returns through its power over the entity.

The assets, liabilities and results of all subsidiaries are fully consolidated into the financial statements of the Group from the date on which control is obtained by the Group. The consolidation of a subsidiary is discontinued from the date that control ceases. Group entities are fully eliminated on consolidation. All controlled entities have the same financial year end as the parent entity. Subsidiary details are provided in Note 28.

Subsequent to initial recognition, non-controlling interests are attributed their share of profit or loss and each component of other comprehensive income. Non-controlling interests are shown separately within the equity section of the statement of financial position and statement of comprehensive income.

Revenue and other income

Revenue from contracts with customers: Revenue is recognised on a basis that reflects the transfer of control of promised goods or services to customers at an amount that reflects the consideration the Group expects to receive in exchange for those goods or services.

Generally the timing of the payment for sale of goods and rendering of services corresponds closely to the timing of satisfaction of the performance obligations, however where there is a difference, it will result in the recognition of a receivable, contract asset or contract liability.

None of the revenue streams of the Group have any significant financing terms as there is less than 12 months between receipt of funds and satisfaction of performance obligations.

Income tax

Deferred tax assets relating to temporary differences and unused tax losses are recognised only to the extent that it is probable that future taxable profit will be available against which the benefits of the deferred tax asset can be utilised, unless the deferred tax asset relating to temporary differences arises from the initial recognition of an asset or liability in a transaction that: is not a business combination; and at the time of the transaction, affects neither accounting profit nor taxable profit (tax loss).

Where temporary differences exist in relation to investments in subsidiaries, branches, associates and joint ventures, deferred tax assets and liabilities are not recognised where the timing of the reversal of the temporary difference can be controlled and it is not probable that the reversal will occur in the foreseeable future.

Inventories

Inventories are measured at the lower of cost and net realisable value. The cost of manufactured products includes direct materials, direct labour and an appropriate proportion of variable and fixed overheads. Overheads are applied on the basis of normal operating capacity. Costs are assigned based on weighted average costs.

Cost of inventory is determined using the first-in-first-out basis and is net of any rebates and discounts received. Net realisable value is estimated using the most reliable evidence available at the reporting date and inventory is written down through an obsolescence provision if necessary.

Property, plant, and equipment

Each class of property, plant and equipment is carried at cost or fair value as indicated less, where applicable, any accumulated depreciation and impairment losses.

Plant and equipment
Plant and equipment are measured on the cost basis and are therefore carried at cost less accumulated depreciation and any accumulated impairment losses.

In the event the carrying amount of plant and equipment is greater than the estimated recoverable amount, the carrying amount is written down immediately to the estimated recoverable amount and impairment losses recognised in profit or loss. A formal assessment of recoverable amount is made when impairment indicators are present (refer to Note 1(i) for details of impairment).

The cost of fixed assets constructed within the Consolidated Group includes the cost of materials, direct labour, borrowing costs and an appropriate proportion of fixed and variable overheads.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. All other repairs and maintenance are recognised as expenses in profit or loss during the financial period in which they are incurred.

Depreciation
The depreciable amount of all fixed assets, including buildings and capitalised lease assets, is depreciated on a straight-line basis over the asset's useful life to the Consolidated Group commencing from the time the asset is held ready for use.

Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements. Depreciation is recognised in profit or loss. The depreciation rates used for each class of depreciable assets are:

ASSET	YEARS
Demonstration and test equipment	5
Office equipment and furniture	1, 5
Fitting and fixtures	1, 5
Motor vehicles	4
Warehouse machine & equipment	5
US POP (Point of presence)	20
Server equipment	5

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each reporting date. Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are recognised in profit or loss when the item is derecognised.

Leases

The consolidated group has elected not to recognise a right-of-use asset and corresponding lease liability for short-term leases with terms of 12 months or less and leases of low-value assets. Lease payments on these assets are expensed to profit or loss as incurred.

Financial instruments

Initial recognition and measurement
Financial assets and financial liabilities are recognised when the Group becomes a party to the contractual provisions to the instrument. For financial assets, this is the date that the Group commits itself to either the purchase or sale of the asset (i.e. trade date accounting is adopted).

Financial instruments (except for trade receivables) are initially measured at fair value plus transaction costs. Trade receivables are initially measured at the transaction price if the trade receivables do not contain a significant financing component or if the practical expedient was applied as specified in AASB 15: Revenue from Contracts with Customers. All other receivables are initially recognised at fair value, which generally equates to transaction price, less any transaction costs.

Subsequent to initial recognition, trade and other receivables are measured at amortised cost as they are held for the purpose of obtaining contractual cash flows, which are solely interest and principal. Interest is calculated using the effective interest method and included in finance income in profit or loss. Impairment is presented in a separate line in profit or loss.

Intangible assets

Research and development
Research costs are expensed in the period in which they are incurred. Development costs are capitalised when it is probable that the project will be a success considering its commercial and technical feasibility; the consolidated group is able to use or sell the asset; the consolidated group has sufficient resources and intent to complete the development; and its costs can be measured reliably.

Patents and trademarks
Significant costs associated with patents and trademarks are deferred and amortised on a straight-line basis over the period of their expected benefit. Subject to amortisation and are tested annually for impairment, or more frequently if events or changes in circumstances indicate that they might be impaired.

Other non-financial assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount.

Capitalised development costs are amortised on a straight-line basis over the period of their expected benefit, being their finite life of 5 years.

Finance costs

Finance costs attributable to qualifying assets are capitalised as part of the asset. All other finance costs are expensed in the period in which they are incurred.

Employee benefits

Short-term employee benefits
Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled wholly within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

Other long-term employee benefits
The liability for annual leave and long service leave not expected to be settled within 12 months of the reporting date are measured at the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method.

Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on corporate bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

Issued capital

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

Note 3
Critical Accounting Estimates and Judgments

The significant estimates and judgements made have been described below:

Key estimates – impairment of property, plant and equipment
The Group assesses impairment at the end of each reporting period by evaluating conditions specific to the Group that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value in use calculations which incorporate various key assumptions.

Key estimates – revenue recognition – long term contracts
The Group undertakes long term contracts which span a number of reporting periods. Recognition of revenue in relation to these contracts involves estimation of future costs of completing the contract and the expected outcome of the contract. The assumptions are based on the information available to management at the reporting date, however future changes or additional information may mean the expected revenue recognition pattern has to be amended.

Key estimates – provisions
As described in the accounting policies, provisions are measured at management's best estimate of the expenditure required to settle the obligation at the end of the reporting period. These estimates are made taking into account a range of possible outcomes and will vary as further information is obtained.

Key estimates – receivables
The receivables at reporting date have been reviewed to determine whether there is any objective evidence that any of the receivables are impaired. An impairment provision is included for any receivable where the entire balance is not considered collectible. The impairment provision is based on the best information at the reporting

Key judgments – taxes

Deferred tax assets

Determining income tax provisions involves judgment on the tax treatment of certain transactions. Deferred tax is recognised on tax losses not yet used and on temporary differences where it is probable that there will be taxable revenue against which these can be offset. Management has made judgments as to the probability of future taxable revenues being generated against which tax losses will be available for offset based on budgets, current and future expected economic conditions.

Note 4
Revenue and other income

REVENUE FROM CONTINUING OPERATIONS	2026 $	2025 $
Revenue from contracts with customer		
Sale of goods	23,143,239	16,307,959
Provision of services	27,062,900	16,455,229
	50,206,139	**32,763,188**
Revenue from other Sources		
Other revenues	1,721,924	107,598
Total Revenue	**51,928,063**	**32,870,785**

REVENUE FROM OTHER SOURCES	2026 $	2025 $
Other Income		
Rental Income	198,730	107,497
R&D service fee income	-	2,923
Total Other Income	**198,730**	**110,420**

DISAGGREGATION OF REVENUE FROM CONTRACTS WITH CUSTOMERS	2026 $	2025 $
Hardware sales	23,143,239	16,307,959
Total sale of goods	**23,143,239**	**16,307,959**
Rendering of services		
Airtime sales	24,775,992	13,702,862
Hardware rentals	174,980	159,290
Licencing fees	181,850	273,485
Professional engineering & labour	677,590	1,195,105
PTT server access fees	691,801	758,722
Support & helpdesk	560,687	365,765
Total rendering of services	**27,062,900**	**16,455,229**
Revenue from Other Sources		
Other revenue		
Other sales	1,610,098	17,219
Recoveries	111,826	90,379
Total other revenue	**1,721,924**	**107,598**

Note 5
Finance income and Expenses

FINANCE INCOME	2026 $	2025 $
Interest income – bank	85,455	54,032
Foreign exchange gains	82,886	2,922
Total finance income	**168,341**	**56,954**
FINANCE EXPENSES		
Interest expense – borrowings	13,365	32,612
Interest expense – trade finance	95,810	111,811
Interest expense – lease liability	301,796	253,348
Total finance expenses	**410,971**	**397,771**

Note 6
Result for the Year

RESULT FOR THE YEAR	2026 $	2025 $
Salaries	6,173,275	3,998,108
Superannuation contributions	724,149	462,796
Total employee benefits expense included in administra-tive costs	**6,897,424**	**4,460,904**
Employee costs included in research & development costs	-	561,005
Total employment benefit costs	**6,897,424**	**5,021,909**
Depreciation expense – property, plant and equipment	361,389	250,900
Depreciation expense – right of use assets	496,006	434,928
Amortisation	156,908	-
(Gain)/Loss on disposal of assets	(50,139)	36,757

Note 7
Income tax expense

INCOME TAX EXPENSE	2026 $	2025 $
(a) The components of tax expense income comprise:		
Current tax expense		
Local income tax – current period	1,908,203	639,309
Local income tax – recognized in current tax for prior periods	2,570	(15,867)
Deferred tax expense		
Origination and reversal of temporary differences	541,491	47,084
Change in tax rate	(22,469)	-
R&D Tax Offset	-	(600,230)
Income Tax Expense for continuing operations	**2,429,795**	**70,296**

Note 7 (cont'd)
Income tax expense

INCOME TAX EXPENSE	2026 $	2025 $
(b) Reconciliation of income tax to accounting profit:		
Profit	7,284,311	932,283
Tax @ statutory rate of 30% (2025: 25%)	2,185,293	233,071
Add tax effect of:		
Other non-allowable items	1,775	(15,669)
R&D expenditure	-	319,830
Impact of tax consolidated group formation		
Tax losses not recognized	161,927	31,015
Less tax effect of:	-	-
Other items		-
Change in tax rate R&D income	(22,469) -	(600,230)
Overprovision in respect of prior years	103,268	102,280
Recoupment of prior year tax losses not previously brough to accounts	-	-
Income tax expense	**2,429,795**	**70,296**

The Australian tax consolidated group has been taxed at 30% for FY26 (FY25: 25%), as the aggregated turnover of the group now exceeds $50 million.

Note 8
Cash & cash equivalents

	2026 $	2025 $
Cash on hand	110	1,460
Cash at bank	5,229,748	6,732,944
Cash and cash equivalents	**5,229,858**	**6,734,404**

A floating charge over cash and cash equivalents has been provided for certain debt. Refer to Note 18 for further details. The company presently holds cash-backed bank guarantees relating to rental bonds, refer to Note 11.

Note 9
Trade & Other receivables

	2026 $	2025 $
Trade receivables	6,074,193	3,352,161
Less: allowance for expected credit losses	(48,475)	-
Other receivables	-	29,971
Total current trade and other receivables	**6,025,718**	**3,382,132**

Note 10
Inventories

	2026 $	2025 $
Finished goods (at cost)	7,251,782	4,606,163
Stock in transit and inventory accruals (net)	(127,756)	327,569
Total inventories	**7,124,026**	**4,933,732**

Write-downs of inventories to net realisable value during the year were $nil (2025: $nil).

Note 11
Other Financial assets

(a) at amortised cost

	2026 $	2025 $
Term deposits	**721,275**	**704,719**

Note 12
Loans and Advances

	2026 $	2025 $
Loans to related parties (current)	**9,204**	**13,781**
Loans to related parties (non-current)	**2,870**	**12,074**

Note 13
Other assets

	2026 $	2025 $
Current		
Prepayments	2,065,009	2,287,477
Security deposits (reclassified from non-current)	99,706	–
Speedcast global pool	190,802	–
Total current other assets	**2,355,517**	**2,287,477**
Non-current		
Security deposits	-	1,020,663
Total non-current other assets	-	1,020,663

In relation to prepayments, the Company buys airtime plans annually in advance. As such, the majority of the airtime contract is treated as a prepayment which is amortised over the period of the contract.

The Company does not recognise the cost of the airtime plans as a cost of sales until the airtime is utilised by the customer.

Note 14
Property, plant and equipment

PROPERTY, PLANT & EQUIPMENT	2026 $	2025 $
Demonstration and Test Equipment – at cost	123,715	378,761
Less: Accumulated depreciation	(66,894)	(104,516)
	56,821	**274,245**
Office Equipment and Furniture – at cost	452,210	354,694
Less: Accumulated depreciation	(279,959)	(218,530)
	172,251	**136,164**
Fitting and Fixtures – at cost	824,644	610,970
Less: Accumulated depreciation	(126,892)	(54,003)
	697,752	**556,967**
Motor Vehicles – at cost	474,506	448,084
Less: Accumulated depreciation	(138,796)	(169,676)
	335,710	**278,408**
Warehouse Machine & Equipment – at cost	147,248	326,537
Less: Accumulated depreciation	(25,860)	(13,433)
	121,388	**313,104**
US POP (Point of presence) – at cost	17,464	17,464
Less: Accumulated depreciation	(4,783)	(3,877)
	12,681	**13,587**
Production Moulds	384,344	-
Less: Accumulated depreciation	(142,291)	-
	242,053	**-**
Total Property, plant and equipment	**1,638,656**	**1,572,475**

	DEMO & TEST EQUIPMENT $	OFFICE EQUIPMENT & FURNITURE $	FITTINGS & FIXTURES $	MOTOR VEHICLES $	WAREHOUSE EQUIPMENT $	US POP $	PRODUCTION MOULDS $	TOTAL $
Carrying amount at 1 July 2025	274,245	136,164	556,967	278,408	313,104	13,587	-	1,572,475
Additions	-	109,836	213,674	144,324	43,196	-	164,620	675,650
Disposals	(201,986)	(1,852)	-	(42,901)	(1,341)	-	-	(248,080)
Depreciation expense	(15,438)	(71,897)	(72,889)	(44,121)	(13,847)	(906)	(142,291)	(361,389)
Transfers	-	-	-	-	(219,724)	-	219,724	-
Carrying amount at 30 June 2026	**56,821**	**172,251**	**697,752**	**335,710**	**121,388**	**12,681**	**242,053**	**1,638,656**

Note 15
Intangible Assets

INTANGIBLE ASSETS	2026 $	2025 $
Patents and trademarks – at cost	82,379	82,379
Less: Accumulated amortisation and impairment	(2,292)	(2,292)
Net carrying value	**80,087**	**80,087**
Software – at cost	948,664	174,306
Less: Accumulated amortisation and impairment	(238,310)	(81,403)
Net carrying value	**710,354**	**92,903**
Total intangible assets	**790,441**	**172,990**

RECONCILIATIONS	PATENTS AND TRADEMARKS $	SOFTWARE $	TOTAL $
Reconciliations of the written down values at the beginning and end of the current financial year are set out below:			
Balance at 1 July 2025	80,087	92,903	172,990
Additions	-	774,358	774,358
Amortisation expense	-	(156,907)	(156,907)
Balance at 30 June 2026	**80,087**	**710,354**	**790,441**

Note 16
Leases

RIGHT-OF-USE ASSETS	2026 $	2025 $
Cost	4,202,206	4,202,206
Accumulated depreciation – opening balance	(689,160)	–
Depreciation charge for the year	(496,006)	(689,160)
Accumulated depreciation – closing balance	(1,185,166)	(689,160)
Right-of-use assets (net book value)	**3,017,040**	**3,513,046**

LEASE LIABILITIES	2026 $	2025 $
Current	400,276	330,158
Non-current	3,044,984	3,395,096
Total lease liabilities	**3,445,260**	**3,725,254**

Interest expense on lease liabilities for FY26 was $301,796 (2025: $253,348) – refer Note 5.

MATURITY ANALYSIS OF LEASE LIABILITIES	2026 $	2025 $
Less than 1 year	580,800	628,007
1 – 5 years	2,692,000	2,911,149
Greater than 5 years	2,085,600	2,255,231
Total undiscounted lease liabilities	**5,358,400**	**5,794,387**
Lease liabilities included in the Statement of Financial Position	3,445,260	3,725,254

Note 17
Trade and other payables

	2026 $	2025 $
Trade payables	3,265,663	4,433,972
Sundry payables and accrued expenses	589,664	620,728
GST payable	372,771	253,958
Employee benefit accruals / other	9,951	(2,696)
Total trade and other payables	**4,238,049**	**5,305,962**

Note 18
Borrowings

	2026 $	2025 $
Current – unsecured bank trade finance	-	2,629,187
Current – secured equipment loan facility	20,560	40,503
Total current borrowings	**20,560**	**2,669,690**
Non-current – unsecured business market loan	-	2,000,000
Non-current – secured equipment loan facility	32,331	52,881
Total non-current borrowings	**32,331**	**2,052,881**
Total borrowings	**52,891**	**4,722,571**

There were no defaults or breaches on any loans during the current or prior year.

The NAB business market loan ($2.0 million facility, maturing 31 May 2027 at 8.76% p.a.) and NAB bank trade finance facility ($3.5 million limit, maturing 30 May 2027) were repaid during FY26. Only the secured equipment loan facility remains outstanding at 30 June 2026 ($52,891 total: $20,560 current, $32,331 non-current).

Borrowing facility, maturity date and interest rate

BORROWING FACILITY	MATURITY DATE	INTEREST RATE	2026 $	2025 $
NAB bank trade finance (unsecured, $3.5m limit)	30 May 2027	ATR + 4.0% margin (~10.4% p.a. in FY25)	-	2,629,187
NAB business market loan (unse-cured, $2.0m facility)	31 May 2027	8.76% p.a.	-	2,000,000
Equipment loan facility (secured)	Various, amortising through FY27	6.88% p.a.	52,891	93,384
Total borrowings			**52,891**	**4,722,571**

Note 19
Contract balances

	2026 $	2025 $
Current – income received in advance of delivery for sale of goods	**3,810,622**	**2,707,428**
Non-current – amounts received in advance	**557,937**	**210,502**

Revenue is recognised for sales of components and airtime services when control of the goods passes to the customer. This occurs when the items are delivered/provided to the customer. The amount received at the time of the online transaction is recognised as a contract liability until delivery takes place and control passes.

The increase in contract liabilities during FY26 $1,450,629 (Closing balances 2026: $4,368,559; 2025: $2,917,930) primarily reflects growth in advance customer receipts across the several key programs and the Group's broader hardware and airtime sales pipeline, consistent with the overall growth in revenue during the year (refer Note 4).

Note 20
Employee benefits

	2026 $	2025 $
Current – annual leave	598,919	246,454
Current – long service leave	87,516	78,949
Total current employee benefits	**686,435**	**325,403**
Non-current – long service leave	**83,786**	**50,208**

ANALYSIS OF PROVISIONS	2026 $
Opening balance at 1 July	375,611
Additional provisions raised during the year	651,101
Amounts used	(256,491)
Balance as at 30 June	**770,221**

Provision for employee benefits

Provision for employee benefits represents amounts accrued for annual leave and long service leave. The current portion includes the total amount accrued for annual leave entitlements and the amounts accrued for long service leave entitlements that have vested due to employees having completed the required period of service. Based on past experience, the Group does not expect the full amount of annual leave or long service leave balances classified as current liabilities to be settled within the next 12 months; however, these amounts must be classified as current liabilities since the Group does not have an unconditional right to defer settlement in the event employees wish to use their leave entitlement.

The non-current portion of this provision includes amounts accrued for long service leave entitlements that have not yet vested in relation to those employees who have not yet completed the required period of service. In calculating the present value of future cash flows in respect of long service leave, the probability of long service leave being taken is based upon historical data.

Note 21
Issued Capital

	2026 $	2025 $
Fully paid ordinary shares (24,513,379)	**16,926,067**	**16,926,067**

During the prior period the company engaged a forensic accounting consultant to examine and review all capital raising documentation to ensure company secretarial records were accurate and complete. As a result of that forensic review, the Company noted that the ASIC records were not complete.

This review was prompted by the bad leaver legal case against a previous employee. The forensic review also identified a number of possible deficiencies where it appears the Corporations Act had not been complied with insofar as the Company Secretarial activities are concerned.

In 2021, the company agreed to purchase 951,664 shares from 4 designated management shareholders @ $1.75 per share. The share buy-back was undertaken at the same time as the capital raising. The value attributed to the shares that formed part of the share buyback was $1,665,412 whereas ASIC valued these shares at the original cost, being $17 for the 951,664 shares. On further analysis, the $1.6m attributed to the share buyback was adjusted to align with the ASIC value and has been offset to Retained Earnings.

As at June 30, the ASIC records and the Company's shareholders register are aligned and complete. The directors are satisfied that the company is fully compliant with the Corporations Act.

Ordinary shares
The holders of ordinary shares are entitled to participate in dividends and the proceeds on winding up of the Company. On a show of hands at meetings of the Company, each holder of ordinary shares has one vote in person or by proxy, and upon a poll each share is entitled to one vote.

The company does not have authorised capital or par value in respect of its shares.

Note 22
Reserves

	2026 $	2025 $
Foreign currency translation reserve (a)	(85,313)	7,093
Restructure reserve (b)	(723,056)	(723,056)
Total reserves	**(808,369)**	**(715,963)**

(a) Foreign currency translation reserve

Exchange differences arising on translation of the foreign controlled entity are recognised in other comprehensive income – foreign currency translation reserve. The cumulative amount is reclassified to profit or loss when the net investment is disposed of.

(b) Restructure reserve

The restructure reserve was recognised in FY2022 due to a common control acquisition. The entity acquired, had common shareholders and directors and accordingly the transaction was deemed to be a 'common control' transaction.

Note 23
Tax assets and liabilities

	OPENING BALANCE $	EFFECT OF CHANGE IN TAX RATE $	OPENING BAL-ANCE REMEAS-URED AT 30% $	CHARGED TO INCOME $	CLOSING BALANCE $
Deferred tax assets and liabilities					
Property, Plant & equipment	(300,371)			(658,835)	(959,206)
Prepayments	(160,187)			160,187	-
Other	(837)			28,569	27,822
Accruals	-			730	730
Provisions	81,350			-	81,350
AASB 16 leases	206,660			724,654	931,314
Future Income tax benefits attributable to tax losses	286,612			(286,612)	-
R& D Offsets	452,759			(39,079)	413,680
Balance at 30 June 2025	**565,986**			**(70,296)**	**495,690**
Property, Plant & equipment	(959,206)	(185,774)	(1,144,980)	202,948	(942,032)
Prepayments	-	-	-	(365,132)	(365,132)
Other	27,822	5,564	33,386	(15,443)	17,943
Accruals	730	146	876	369	1,245
Provisions	81,350	16,270	97,620	133,446	231,066
AASB 16 leases	931,314	186,263	1,117,577	(83,999)	1,033,578
R& D Offsets	413,680		413,680	(413,680)	-
Balance at 30 June 2026	**495,690**	**22,469**	**518,159**	**(541,491)**	**(23,332)**

	2026 $	2025 $
Current tax liability	**$1,468,595**	**-**

Note 24
Dividends

FRANKING CREDITS ACCOUNT	2026 $	2025 $
The franking credits available for subsequent financial years at a tax rate of 30%	**481,659**	**151,953**

The above available balance is based on the dividend franking account at year-end adjusted for:

(a) Franking credits that will arise from the payment of the current tax liabilities

(b) Franking debits that will arise from the payment of dividends recognised as a liability at the year-end

(c) Franking credits that arise from the receipt of dividends recognised as receivables at the end of the year

(d) The ability to use the franking credits is dependent upon the Company's future ability to declare dividends.

Note 25
Key management personnel compensation

	2026 $	2025 $
Key management personnel compensation	**589,539**	**487,855**

Note 26
Related party disclosures

(a) The Group's main related parties are as follows:

Key management personnel;

Other related parties include close family members of key management personnel and entities that are controlled or significantly influenced by those key management personnel or their close family members.

	PURCHASE $	SALES $	OTHER $	BALANCE OUTSTANDING OWED BY THE COMPANY $
Exceed Industries	751,838	2,570	-	14,581
Green Plus	461,685			
Senior Management			360,000	

Entities subject to significant influence by the Group:
Exceed Industries is an entity that has a common directorship with Hypha Limited. During the period, Hypha utilized Exceed Industries for the engineering of various components used by Hypha. Exceed Industries operates on a fully commercial basis. J Jamieson and G Jamieson are related parties.

(b) Loans to/from related parties

	OPENING BALANCE $	CLOSING BALANCE $
Loans from related parties		
2025	426,654	-
2026	12,074	12,074

Unsecured loans were made to related parties. Any remaining balances with related parties are on a normal commercial basis and terms.

(c) Refer Note 12 for details of loans to related parties.

Note 27
Auditor's remuneration

	2026 $	2025 $
Remuneration of the auditor		
Auditing or reviewing the financial statements	**47,000**	**44,700**

Note 28
Interests in subsidiaries

NAME OF SUBSIDIARY	PLACE OF INCORPORATION	2026 % INTEREST HELD	2025 % INTEREST HELD
Hypha Networks Pty Ltd	Australia	100	100
Hypha Solutions Pty Ltd	Australia	100	100
Hypha Link Pty Ltd	Australia	100	100
Hypha Starsat Pty Ltd	Australia	100	100
WI Licensing Pty Ltd	Australia	100	100
WI Licensing Int Pty Ltd	Australia	100	100
Hypha NZ Ltd	New Zealand	100	100
Hypha USA Inc.	United States of America	90	90

The percentage of ownership interest held is equivalent to the percentage voting rights for all subsidiaries.

Note 29
Parent Entity

The tax consolidated group has entered into a tax funding agreement whereby each entity within the Group contributes to the income tax payable by the Group in proportion to their contribution to the Group's taxable income. Differences between the amounts of net tax assets and liabilities derecognised and the net amounts recognised pursuant to the funding agreement are recognised as either a contribution by or distribution to the head entity.

STATEMENT OF FINANCIAL POSITION	2026 $	2025 $
Assets		
Current assets	10,246,806	6,204,459
Non-current assets	1,272,686	1,768,376
Total Assets	**11,519,492**	**7,972,835**
Liabilities		
Current liabilities	1,976,324	176,980
Non-current liabilities	23,332	-
Total Liabilities	**1,999,656**	**176,980**
Equity		
Issued capital	16,926,057	16,926,057
Retained earnings	(4,043,145)	(1,684,949)
Total Equity (before profit or loss for the year)	**12,882,912**	**15,241,108**
Statement of Profit or Loss and Other Comprehensive Income		
Total profit or loss for the year	(3,363,076)	(7,445,253)
Total Equity	**9,519,836**	**7,795,855**

Contingent liabilities: The parent entity did not have any contingent liabilities as at 30 June 2026 or 30 June 2025.
Contractual commitments: The parent entity did not have any commitments as at 30 June 2026 or 30 June 2025.

Note 30
Events occurring after the reporting date

The "Bad Leaver" legal action against a former employee, which had continued without resolution since FY24, was finalised on 14 September 2026. Other than this matter, no circumstances have arisen since 30 June 2026 that has or may significantly affect the consolidated entity's operations, or the consolidated entity's state of affairs.

Note 31
Contingencies

No contingencies have been recognized as at the 30th of June 2026

Note 32
Statutory Information

Registered office: Level 1, 606 Sherwood Road, Sherwood Qld 4068. Principal place of business of Hypha Limited and consolidated entities: 8/36 Archerfield Road, Darra Qld 4076 (unchanged from FY25).

Consolidated Entity Disclosure Statement

At 30 June 2026 — disclosure requirements of subsection 295(3A) of the Corporations Act 2001

ENTITY NAME	BODY CORPORATE / PARTNERSHIP / TRUST	COUNTRY OF INCORPORATION	% OF SHARE CAPITAL HELD	AUSTRALIAN OR FOREIGN	FOREIGN JURISDICTION
Hypha Limited	Body corporate	Australia	N/A	Australian	N/A
Hypha Networks Pty Ltd	Body corporate	Australia	100%	Australian	N/A
Hypha Solutions Pty Ltd	Body corporate	Australia	100%	Australian	N/A
Hypha Link Pty Ltd	Body corporate	Australia	100%	Australian	N/A
Hypha Starsat Pty Ltd	Body corporate	Australia	100%	Australian	N/A
WI Licensing Pty Ltd	Body corporate	Australia	100%	Australian	N/A
WI Licensing Int Pty Ltd	Body corporate	Australia	100%	Australian	N/A
Hypha NZ Ltd	Body corporate	New Zealand	100%	Foreign	New Zealand
Hypha USA Inc.	Body corporate	United States of America	90%	Foreign	United States of America

Hypha Limited and its wholly owned Australian resident subsidiaries formed a tax consolidation group with effect from 1 July 2023.

Hypha Limited and Consolidated entities

Director's Declaration

ABN 70 621 449 527

The directors of the Company declare that:

The financial statements and notes, as set out in this report, are in accordance with the Corporations Act 2001 and:

• Comply with Australian Accounting Standards – Simplified Disclosure Standard; and

• Give a true and fair view of the financial position as at 30 June 2026 and of the performance for the year ended on that date of the Company and consolidated group.

In the directors' opinion, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

In the directors' opinion, the consolidated entity disclosure statement is true and correct.

This declaration is made in accordance with a resolution of the Board of Directors.

Director ..... Director .....

Dated: 23 October 2026

MOORE

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Independent Audit Report
To the members of Hypha Limited

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Hypha Limited (the "Company") and its controlled entities (the "Group"), which comprises the consolidated statement of financial position as at 30 June 2026, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, and notes to the financial statements, including a summary of material accounting policies, the consolidated entity disclosure statement and the directors' declaration.

In our opinion, the accompanying financial report of Hypha Limited is in accordance with the *Corporations Act 2001*, including:

i. giving a true and fair view of the Group's financial position as at 30 June 2026 and of its financial performance for the year then ended; and

ii. complying with Australian Accounting Standards – Simplified Disclosures and the *Corporations Regulations 2001*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the Group 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 (including Independence Standards)* (the "Code") that are relevant to our audit of the 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 report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The directors are responsible for the other information. The other information comprises the information included in the Group's annual report for the year ended 30 June 2026, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to the directors and will request that it is corrected. If it is not corrected, we will seek to have the matter appropriately brought to the attention of users for whom our report is prepared.

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Responsibilities of the Directors for the Financial Report

The directors of the Company are responsible for the preparation of:

a) the financial report (other than the consolidated entity disclosure statement) that gives a true and fair view in accordance with Australian Accounting Standards – Simplified Disclosures and the *Corporations Act 2001*;

b) the consolidated entity disclosure statement that is true and correct in accordance with the *Corporations Act 2002*, and

for such internal control as the directors determine is necessary to enable the preparation of:

i. the financial report (other than the consolidated entity disclosure statement) that gives a true and fair view and is free from material misstatement, whether due to fraud or error; and

ii. the consolidated entity disclosure statement that is true and correct and is free of misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibility for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located on the Auditing and Assurance Standards Board website at: http://www.auasb.gov.au/auditors_responsibilities/ar3.pdf. This description forms part of our auditor's report.

Ann-Maree Robertson
Director

Brisbane

Date: 23 October 2026

Moore Australia Audit (QLD) Pty Ltd
Chartered Accountants

financial highlights

$51.9M
REVENUE

FY25: $32.9M

FY25: $9.9M

$19.1M
GROSS PROFIT

$7.3M
PROFIT BEFORE TAX

FY25: $0.9M

FY25: $6.7M

$5.2M
CASH AND CASH EQUIVALENTS

$26.9M
TOTAL ASSETS

FY25: $24.8M

FY25: $7.8M

$12.5M
NET ASSETS

$0.05M
BORROWINGS

FY25: $4.7M

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