

# Appendix 4E

## Full Year report

**Name of Entity:** Advanced Braking Technology Ltd

**ABN:** 66 099 107 623

**Reporting period:** Year ended 30 June 2025

**Previous corresponding period:** Year ended 30 June 2024

### Results for announcement to the market

|                                                                                   |    |        | 30-Jun-25<br>\$A'000 | 30-Jun-24<br>\$A'000 |
|-----------------------------------------------------------------------------------|----|--------|----------------------|----------------------|
| Revenue from ordinary activities                                                  | Up | 25.15% | 19,131               | 15,287               |
| Profit / (Loss) from ordinary activities after income tax attributable to members | Up | 36.26% | 1,780                | 1,306                |
| Net Profit / (loss) for the period attributable to members                        | Up | 36.26% | 1,780                | 1,306                |
| <b>Dividends</b>                                                                  |    |        |                      |                      |
| There is no proposal to pay dividends as at 30 June 2025.                         |    |        |                      |                      |

|                                       | 30-Jun-25 | 30-Jun-24 |
|---------------------------------------|-----------|-----------|
| <b>Net tangible assets</b>            | cents     | cents     |
| Net tangible assets per share (cents) | 2.33      | 1.83      |

This report is based on accounts which have been audited.

The commentary on the results for the period is contained in the release accompanying this statement.

# ANNUAL REPORT 2025

ABN 66 099 107 623

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# CONTENTS

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|           |                                          |
|-----------|------------------------------------------|
| <b>03</b> | Table of Contents                        |
| <b>04</b> | Corporate Directory                      |
| <b>06</b> | Chair's Report                           |
| <b>08</b> | Chief Executive Officer's Report         |
| <b>11</b> | Operating and Financial Report           |
| <b>18</b> | Directors' Report                        |
| <b>33</b> | Auditor's Independence Declaration       |
| <b>34</b> | Annual Financial Statements              |
| <b>39</b> | Notes to Financial Statements            |
| <b>71</b> | Consolidated Entity Disclosure Statement |
| <b>72</b> | Directors' Declaration                   |
| <b>73</b> | Independent Auditor's Report             |
| <b>77</b> | Shareholder Information                  |

# CORPORATE DIRECTORY

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## Directors

Dagmar Parsons  
David Slack  
Les Guthrie

## Company Secretary

Mark Pitts

## Registered Office

73 Inspiration Drive  
Wangara, WA 6065  
Telephone: + 61 8 9302 1922  
Telephone: 1800 317 543

## Auditors

BDO Audit Pty Ltd  
Level 9  
Mia Yellagonga Tower 2  
5 Spring Street  
Perth, WA 6000

## Country of Incorporation

Australia

## Legal form of entity

Listed public company

## Chief Executive Officer

Andrew Booth

## Chief Financial Officer

Angela Godbeer

## Bankers

National Australia Bank Ltd  
12 / 100 St Georges Terrace  
Perth, WA 6000

## Share Registry

Computershare Investor Services Pty Ltd  
Level 11, 172 St Georges Terrace  
Perth, WA 6000  
Telephone: + 61 8 9323 2000  
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## ASX Home Branch

Australian Securities Exchange (ASX)  
Level 40, Central Park  
152-158 St George's Terrace  
Perth, WA 6000

## ASX Code

ABV – Ordinary shares



# CHAIR'S REPORT

Dear Valued Shareholders,

It is with pleasure and pride that I present the Annual Report for Advanced Braking Technology Ltd (ASX: ABV) for the fiscal year 2025. This has been a period of significant achievement and strategic advancement for ABT, built on the strong leadership and the unwavering dedication of our entire team.

As Chair, I have observed with great satisfaction the robust growth across all facets of our business, from impressive financial outcomes to ground-breaking product innovation and the global expansion of our market reach.

FY25 demonstrates the strength and resilience of our business model through solid financial performance and strategic execution.

## PEOPLE, CULTURE AND SAFETY

At ABT, we firmly believe our people are our greatest asset and the true engine of our success.

In FY25, we intensified our commitment to cultivating a supportive environment where every team member feels valued, respected, and empowered. By strategically investing in professional development and fostering work-life balance, we've actively built a culture of growth, safety and collaboration that benefits both our individuals and the collective strength of ABT. This vibrant organisational culture is directly impacting our relationships with customers, partners, and all our stakeholders, driving our business forward.

## KEY ACHIEVEMENTS AND MILESTONES



### Strong Financial Results

FY25 reflects a business in a period of robust growth underpinned by product sales revenue increases in every quarter of FY25, demonstrating sustained demand and effective business development.



### Pioneering Product Launches

The BRAKEIQ Launch and the launch of the Failsafe Sealed Integrated Brake System (SIBS) for the popular Toyota Hilux light vehicle expanded our product portfolio and revenue potential.



### Substantial Export Growth

International revenue saw a **47% increase** driven by successful strategic market activation in regions including Canada, Indonesia and Mongolia.



### Expanded Global Footprint

We successfully expanded our reach into new export markets and exhibited for the first time at MineExpo in September of 2024 in Las Vegas, highlighting the global demand for our advanced mine safety technology.



### Operational Efficiencies

Sustained improvements in productivity and astute tactical business development led to increased operating leverage and a higher return on invested equity (ROE), demonstrating our commitment to delivering sustainable growth.

## BUILDING OUR FOUNDATIONS FOR SCALABLE GROWTH

In FY25, a core strategic objective was to strengthen ABT's internal foundations to support our ambitious growth and scaling. I'm incredibly proud of how our teams have delivered on this. We successfully attracted top talent from both the mining and advanced manufacturing sectors, enriching our collective expertise. We also invested in building a robust Learning and Development platform and our ABT Performance Management Framework continued to enhance our team's motivation, engagement and overall capability.

Our commitment to operational excellence was further validated by gaining and maintaining a range of ISO accreditations, demonstrating our adherence to internationally recognised standards for quality, risk and environmental management.

We invested in a focused project management framework, bringing together cross-functional teams to drive efficient project delivery. We also implemented a strategic supplier engagement approach, leveraging our growing scale to optimise relationships with key suppliers and establish a resilient supply chain that directly supports our growth roadmap.

We refined our account planning based on strategic and tactical engagement strategies to maximize our relationships with blue-chip customers globally.

These foundational improvements are vital enablers for ABT's continued expansion.



## DRIVING STRATEGY: FROM VISION TO ACTION

Our team has made significant progress in executing our strategic roadmap. We've built strong sales growth momentum, strengthening our relationships with blue-chip customers and driving both current sales and future strategic opportunities, particularly evident with the growing interest in our BRAKEiQ autonomous braking system.

Furthermore, ABT has significantly deepened its strategic engagement and presence in both Mongolia and Indonesia. This involved active market activation, where we initiated and expanded operations and sales efforts within these key regions. We focused on robust customer engagement, building and strengthening relationships with blue-chip customers, which led to increased sales and trial opportunities, notably with Rio Tinto in Mongolia and PT Jasana/Freeport in Indonesia. This has also resulted in expanding the installed base of ABT products, particularly SIBS, in these vital markets. Our Engineering team, in support of this strategic expansion, achieved key milestones, including the development and validation of ABT's first driveline brake for a JCB Telehandler. Innovation which further strengthens our product portfolio; by applying our brake solutions into a broader range of vehicle applications, such as auxiliary equipment in mining.

## FUTURE OUTLOOK AND APPRECIATION

The global mining industry is undergoing a profound transformation, with the increasing emergence of safety technology becoming a paramount operating standard. This shift, driven by regulatory mandates and a universal commitment to reducing incidents, presents a significant and growing market for ABT's advanced solutions.

The Board remains highly confident in ABT's future trajectory. We will continue to prioritise innovation as a key driver for future growth, anticipating broader applicability of our technologies to a wider array of vehicles, thereby creating new revenue opportunities and expanding our installed base.

During the fiscal year Mr Adam Levine, a long-standing Non-Executive Director of the Company, formally resigned from the Board. The Board acknowledges and thanks Mr Levine for his dedicated service and significant contribution to the Company over the past 12 years.

On behalf of the Board of Directors, I extend my gratitude to our Chief Executive Officer, Andrew Booth and his dedicated team for their dedication and relentless diligence. Their strategic vision and operational excellence have been instrumental in achieving these outstanding results.

To our loyal customers, strategic partners and especially to you, our shareholders, thank you for your continued trust, support, and belief in the ABT Vision.



**Dagmar Parsons**

Chair, Advanced Braking Technology Ltd.



# CHIEF EXECUTIVE OFFICER'S REPORT

Dear Valued Shareholders,

I am delighted to present the Annual Report for Advanced Braking Technology Ltd (ASX: ABV) for the fiscal year 2025. It is with great pride that I reflect on a year of remarkable progress, which has seen ABT demonstrate robust growth, significant advancements in product innovation, and an expanded global market presence.

Our strategic focus on providing safety-critical braking solutions for the global mining industry has not only solidified our position as a leading Original Equipment Manufacturer (OEM) but has also delivered substantial value to you, our shareholders, and our global customer base.

## A YEAR OF OUTSTANDING FINANCIAL PERFORMANCE:

The financial results for FY25 reflect a business in a period of robust growth

- **Total Product Sales Revenue** reached a strong \$18.7 million, representing a 27% increase on the prior comparable period. This consistent upward trajectory is a testament to the increasing market demand for ABT's solutions
- **Net Profit After Tax (NPAT)** is \$1.78 million for the full year, a 36.26% increase on the prior comparable period.
- **Underlying NPAT (excluding R&D tax income rebate)** reached \$1.05 million, a substantial 87% increase on the prior comparable period. This highlights the immense improvement in the Company's core operating profitability, driven by rigorous cost control, management of Cost of Goods Sold, and the ability to maintain strong gross margins across our diverse product portfolio.
- Our **Cash and Cash Equivalents** strengthened to \$2.88 million, an increase of 19.4%. This robust cash position is a highly positive indicator of ABT's financial health and strategic agility. It provides us with the necessary liquidity to fund future growth opportunities, continue investing in innovation (such as BrakeiQ and R&D), and maintain operational resilience against unexpected market fluctuations. This strong cash balance underscores our disciplined financial management and positions us well to execute our ambitious FY26 strategic plan.
- **27% increase in net assets** to \$10,726 million as at 30 June 2025 is a highly positive indicator of ABT's strategic growth and financial health. Strategic Inventory Management for Growth: Higher inventory levels directly reflect our proactive approach to supporting open customer orders and maintaining essential safety stock in line with rising sales.

- **Investment in Innovation & Future Value:** The rise in R&D tax receivables is a direct consequence of our increased investment in self-funded research and development. Securing Strategic Partnerships: The increase in prepayments is primarily due to the exclusive global distribution agreement entered into in October 2024. Collectively, these drivers of net asset growth demonstrate ABT's prudent financial management, strategic investment in key growth enablers, and a proactive approach to supporting both current

## STRATEGIC EXECUTION AND OPERATIONAL EXCELLENCE:

Throughout FY25, we made significant progress in strengthening our foundational capabilities to support continuous scaling.

### Vehicle Application Diversification

We successfully diversified vehicle applications for our ABT SIBS range, deepening our engagement with our blue-chip customer base. This includes delivering innovative solutions for both light and heavy vehicles.

### Best Practice Aftersales and Technical Support

Our unwavering commitment to aftersales and technical support has been pivotal in maintaining ABT's strong brand reputation and fostering long-term customer relationships.

### Mine Safety Technology Innovation

We formally launched BRAKEiQ, a cutting-edge autonomous braking system and have made significant progress in developing the integration of autonomous collision prevention capability for light vehicles into our SIBS Failsafe product range. These innovations are key to future-proofing ABT and aligning with the industry's focus on advanced mine safety technology.

### Continuous Improvement and Culture

We reinforced our "OneTeam" culture ensuring our strategic roadmap for FY26 is robust, well-understood and collaboratively owned.

## BUILDING FOUNDATIONS FOR SUSTAINABLE GROWTH:

Our Strategic Roadmap outlines a 5-year plan for growth, leveraging our core failsafe product IP and capitalising on our perpetual R&D investment through commercialised innovation. Strengthening ABT's foundations to support continuous growth and scale is a key strategic charter for my team.

We prioritise investment in the training and development of our people, ensuring our workforce grows in alignment with ABT's business needs. This commitment enables us to attract and benefit from new talent endowed with essential knowledge and industry experience.

Our ABT culture remains a strong and positive force and we champion the combination of a robust culture, with strong operating systems; creating a powerful foundation for scale. Further the focus on continuous improvement in our systems and workflows is central to enabling the level of scale we are targeting.

As an OEM of advanced manufactured products, we rely on strategic supplier relationships both locally and offshore for specialised componentry. As we scale, ABT is actively strengthening partnerships with existing and new suppliers to ensure ample production capacity, meeting the demands of the growing industrial safety market.

## LOOKING AHEAD:

We continue to operate within a highly attractive market landscape. The underground mining sector, a key focus for ABT, is experiencing a strong Compound Annual Growth Rate (CAGR) globally, driven by increasing demand for critical minerals and the imperative for enhanced safety and automation in deeper, more complex operations. This robust market growth provides a significant tailwind for ABT's strategic expansion.

Looking ahead to FY26, we remain steadfast in our commitment to prioritising innovation as a key driver for future growth. The unprecedented FY25 H2 revenue pipeline for our SIBS product internationally, coupled with the continued market development of BRAKEIQ, strategically positions ABT to achieve sustained growth and further market leadership in global mining safety technology. The strategic synergy between our failsafe braking technology and the emergence of autonomous mining operations is an exciting prospect. ABT's solutions provide the critical, reliable stopping power essential for the safe and effective deployment of autonomous safety.

I wish to acknowledge and extend my thanks to the ABT team for their perseverance and unwavering dedication in advancing our strategic roadmap. We are immensely proud of what has been accomplished and look forward to leveraging this momentum as we execute our FY26 strategic plan, continuing our journey of sustainable growth and innovation.

To our loyal customers and strategic partners, thank you for your invaluable support and collaboration. And our shareholders; your ongoing trust, support and shared belief in the ABT Vision is fundamental to our success.

We look forward to another year of progress and value creation. Thank you.



**Andrew Booth**

CEO, Advanced Braking Technology Ltd.



## ABT'S 2029 STRATEGIC HORIZON

ABT's 2029 strategic horizon model illustrates the themes over a medium-term 5 year time band. FY25 continues progression in deepening our market share across a global customer base parallel to strengthening our foundations to support growth. ABT strategic focus and investment in industrial safety technology remains a key development target. The combination of these horizons will

support ABT's continued journey of growth and scale.

ABT will continue to allocate resources towards the creation and enhancement of new technologies, products and processes through Research and Development (R&D). Investment in R&D is important for the Company to remain competitive, foster innovation and drive long term growth.



## Industry Outlook

The global underground mining sector continues to show a positive outlook, driven by rising demand for key minerals crucial for the energy transition and infrastructure development. With accessible surface deposits becoming scarcer, companies are increasingly relying on underground methods to extract deeper ore bodies. This trend is bolstered by significant technological advancements, including automation, robotics, and AI, which are making operations safer, more efficient, and more productive. While the industry faces challenges, a strong focus on sustainability and compliance with environmental and safety regulations is further spurring innovation and growth, with regions like Asia-Pacific and North America expected to lead the market expansion over the next decade.

# OPERATING AND FINANCIAL REPORT

## BUSINESS OVERVIEW

### Advanced Braking Technology Ltd ('ABT' or the 'Company')

is an Australian company listed on the Australian Securities Exchange (ASX:ABV) that designs, manufactures and distributes its innovative braking solutions worldwide. From its head office in Perth, Western Australia, ABT continues to develop its product portfolio for a diverse range of industries that have a strong requirement for safety and environmental responsibility, including the mining, defense, civil construction and waste management industries.

ABT's innovative braking solutions are well known for their unparalleled safety, improved productivity, zero emissions and durability in the world's harshest conditions. As the Company's reputation has grown, demand for ABT's brakes has expanded internationally with its braking solutions being used in all seven continents across the globe. Approximately 45% of revenue from continuing operations comes from overseas locations including **Canada, Europe, Asia-Pacific, South Africa** and **Chile** in which ABT has key distribution partners.

ABT maintains three key strategic supplier relationships, all based in Australia, which collectively account for approximately 60% of the Company's supply chain inputs. This predominantly Australian supply chain has supported ABT's operational resilience, enabling sustained sales growth and strong financial performance throughout the year.

During FY25, ABT offered the following key products:

**BrakeSAFE Wheel End SIBS Brakes** - Sealed wet brakes with Spring Applied Hydraulic Release (SAHR) mechanism and optional interlocks, this integrated Park and Service Brake system eliminates the risk of unintended vehicle movement ensuring unparalleled safety for operators and site personnel.

**BrakeSAFE Driveline SIBS Brakes** - ABT Driveline Brakes act as a supplementary system for critical situations. In case of service brake failure, these brakes provide rapid intervention, preventing unintended vehicle movements and going beyond the standard OEM supplied park braking systems.

**BRAKEiQ** - a cutting-edge auto braking system designed to integrate with Collision Avoidance Systems (CAS). ABT has exclusive global distribution rights to distribute, market, promote and sell BRAKEiQ.

BrakeiQ is designed with consideration to ISO 21815-2 standards and EMESRT Level 9 intervention. Its versatile design allows application across various machine types, supporting compatibility with more than 30 Caterpillar wheel loader and dozer models as well as Komatsu models.

During FY25, the Company continued to deliver on our strategic roadmap.

These included:

- Continued international expansion of our SIBS install base.
- Double digit % Growth in Revenue.
- Record 'trail' revenue in Spare Parts and Consumables.
- Vehicle Application Diversification.
- Best Practice After sales and Technical Support.
- Formally launched BRAKEiQ, a cutting-edge automatic braking system

## Financial Summary

The Company reported financial results for the year ended 30 June 2025, with revenue from continuing operations of **\$19.13m** (FY24: **\$15.29m**), which represents a 21% increase on the prior year. The net profit for the year of **\$1.78m** (FY24: **\$1.30m**).

Despite higher revenue than the previous year, net profit was maintained at a similar level, indicating effective cost management. This outcome was primarily driven by two factors: a shift in product mix resulting in lower average margins, and a higher proportion of international sales, which attract distributor discounts. While revenue growth reflects increased demand and expanding market reach, the margin impact of these sales dynamics offset the profit contribution from top-line growth.

The Company reports a balance sheet with cash and receivables of **\$5.93m** (FY24: **\$5.40m**). Net assets as at 30 June 2025 have increased 27.6% from FY24 to \$10.73m. The increase in net assets was primarily driven by higher inventory levels, R&D tax incentives, and prepayments. Inventory was increased to support open customer orders and maintain safety stock in line with rising sales. Increased investment in self-funded research and development led to a corresponding rise in R&D tax receivables. Prepayments also rose due to the exclusive global distribution agreement entered into in October 2024.

Cash balance of \$2.88m, is up from the \$2.40m at 30 June 2024. Trade and other payables **\$2.28m** (FY24: **\$1.95m**). Trade receivables remains at **\$3.00m** (FY24: **\$3.00m**).

## Revenue

Revenue from continuing operations in FY25 of **\$19.13m** (FY24: **\$15.29m**) was achieved primarily from sales of the Company's core BrakeSAFE Wheelends and BrakeSAFE Driveline products and associated spares and consumables predominately in the mining industry.

The gross margin for revenue from continuing operations for FY25 is **48.1%** (FY24: **51.4%**). While revenue increased during the year, overall margins declined due to a product mix and a higher proportion of international sales, which attract distributor discounts.

The estimated research and development (R&D) tax incentive refundable offset for the year of **\$726k** (FY24: **\$947k**) as the Company continues to invest in self-funded new product development which will deliver revenue diversification and scale opportunities.

## Expenses

Expenses for FY25 totaled **\$18.10m** (FY24: **\$14.80m**) representing a 22% increase on prior year. The increase in expenses is consistent with the Company's strategic objectives to support step-change growth and reflects deliberate investment in building organisational capability — including key systems upgrades, attracting and retaining talent, and expanding our international footprint

## Cash

The cash balance increased to **\$2.88m** (FY24: **\$2.40m**), supported by higher revenue, with the Company reporting positive operating cash flow of **\$0.10 million** (FY24: **\$0.30 million**). To minimise potential delivery disruptions, the Company has proactively invested in inventory by purchasing stock in advance and maintaining higher levels than previously required. With a strong sales pipeline in place, this approach supports order fulfillment and underpins operational resilience. As the Company strengthens its operations, effective supply chain risk management has become increasingly critical—representing a prudent and necessary investment to secure future revenue opportunities.



### Strategy implementation and product development

ABT continues to focus on the ongoing execution of its strategic roadmap with sustained financial and operational performance during FY26.

The growth strategy will be implemented as follows:

- Drive organic growth through targeted sales and marketing initiatives focused on ABT's international customer base
- Accelerate product innovation aligned with technological advancements and interoperability
- Advance SIBS product development to enable application across a broader range of vehicles
- Expand and strengthen the supply chain to support scalable, step-change growth
- Maintain a continuous improvement mindset to enhance customer experience, product quality, and cost efficiency
- Pursue inorganic growth by executing our strategy for Joint Ventures, Partnerships, and Acquisitions, with innovation positioned as a central pillar for future expansion

Diversification is a key strategic theme in FY26 through the following:

- Our product offering;
- Our customer base;
- The geographic locations in which our products are found; and
- Our network of partners: Suppliers, Installation and Service Providers, and International Distributors.

Driven by our core Sealed Integrated Brake System (SIBS) technology, our established product line, and ongoing investment in research and development, we are well-positioned to boost sales in the 2026 fiscal year. We plan to expand into new geographic markets and reach a wider range of customers. Our strategy for product diversification is informed by a deep understanding of customer needs in fleet and asset management, ensuring a disciplined approach to achieve targeted returns on investment.

Our brake safety systems are a natural partner to collision avoidance technology in the mining industry. With an increasing global focus on reducing injuries and fatalities from vehicle interactions, the demand for integrated safety solutions is growing. Industry data from EMESRT indicates that 30–40% of annual mining fatalities are due to failures in vehicle interaction controls, with nearly half of these incidents involving pedestrians. By combining Level 9 Collision Avoidance Systems, which can actively intervene and override driver actions, with failsafe braking, we offer a powerful and complementary safety solution that actively helps prevent accidents and saves lives. This strategic innovation in the Collision Avoidance Systems (CAS) space positions us for significant growth as a trusted safety OEM brand within the global mining sector.



## MARKET GROWTH AND DRIVERS

### Growing Demand for Minerals

The primary driver is the increasing global demand for essential minerals and metals. This is fueled by the transition to renewable energy sources, the proliferation of electric vehicles (EVs), and ongoing urbanization and infrastructure development, particularly in emerging economies. Minerals like copper, nickel, lithium, and other rare earth elements are crucial for these technologies.

### Depletion of Surface Resources

As readily accessible surface deposits are depleted, mining companies are increasingly turning to underground methods to extract deeper ore bodies. This trend is a major factor in the continued expansion of the underground mining sector.

### Technological Advancements

The industry is being transformed by technology. Innovations in automation, robotics, AI, and remote-controlled equipment are making underground mining safer, more efficient, and more productive. This helps address high operational risks, safety challenges, and labor costs.

### Environmental and Safety Regulations

Stricter environmental regulations and a strong focus on worker safety are pushing companies to adopt more sustainable and advanced underground mining practices. Electric-powered equipment, improved ventilation systems, and real-time monitoring are becoming standard, which in turn drives demand for new and specialized machinery.

## KEY TRENDS AND OUTLOOK

### Positive Growth Projections

The global underground mining market is projected to see steady growth over the next decade. Some reports forecast a compound annual growth rate (CAGR) of around 4-6% for the underground mining equipment market from 2025 to 2030, with the market size potentially reaching over \$47 billion by 2032.

### Regional Leadership

The Asia-Pacific region is expected to remain the dominant market, with countries like China, Australia, and India leading the growth due to rapid industrialization and high demand for minerals. North America is also projected to be a fast-growing region.

### Focus on Automation and "Zero-Entry" Mines

The concept of the "zero-entry" mine, where no humans are required to be underground, is a long-term goal for the industry. Automation and remote operations are already reducing the number of workers in hazardous areas, and this trend is expected to accelerate.

### Sustainability and ESG

#### (Environmental, Social, and Governance)

Companies are increasingly focusing on sustainable and eco-friendly mining practices to reduce their environmental impact and meet stakeholder expectations. This includes using electric machinery, optimizing energy consumption, and improving waste management.



#### Source:

- International Energy Agency (IEA), "Critical Minerals – Topics."
- Farmonaut, "AI Mining Automation: 5 Automated Mining Workflow Solutions."
- MSHA Safety Services, "The Environmental Impacts of Underground Mining: A Closer Look."

- Grand View Research, "Asia Pacific Underground Mining Equipment Market Size & Outlook."
- Torsa Global, "EMESRT Level 9 - Intervention Control for Collision Avoidance Systems."
- Detail Media, "Mining and ESG: Striking a Balance between Resource Extraction and Sustainability."

## ABT STRATEGIC RESPONSE

ABT is strategically addressing the dynamics of the international underground mining sector through a multi-faceted approach centered on technology, market expansion, and a deep understanding of customer needs.

### 1. Leveraging Core Technology and R&D for Product Diversification

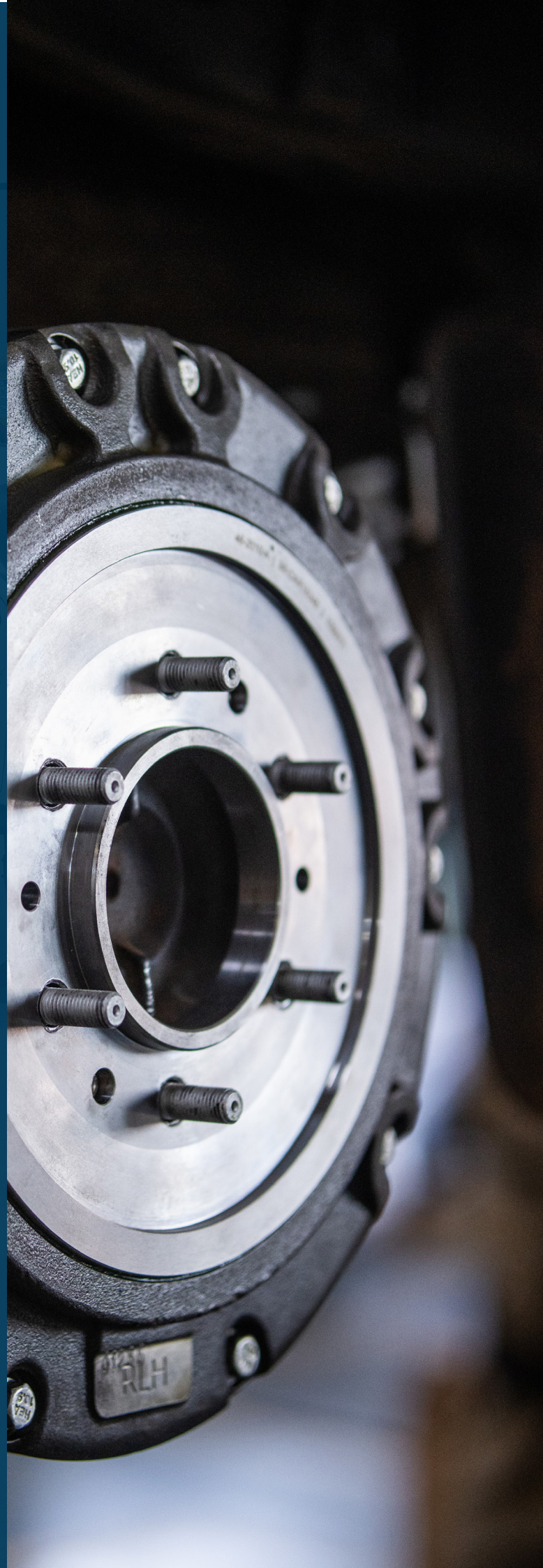
ABT's primary strategic initiative is to leverage its proprietary technologies and product portfolio and diversify its offerings via actively investing in R&D. This diversification is guided by direct market insights and a focus on understanding the specific fleet and asset management needs of its customers. This disciplined approach ensures that new products are not only technologically sound but also aligned with market demands and deliver an optimal return on investment. A key example is the automatic braking system, BRAKEiQ, which seamlessly integrates with existing Collision Avoidance Systems.

### 2. Integrating Braking Systems with Collision Avoidance Technology

A major strategic move for ABT is the integration of its failsafe braking systems with collision avoidance technology. The company recognises that as the mining industry increasingly adopts Level 9 Collision Avoidance Systems to mitigate the high risk of vehicle-related fatalities, there is a growing need for complementary, integrated safety solutions. By combining its robust braking technology with active intervention systems, ABT is positioning itself as a provider of a comprehensive safety solution that goes beyond a standard OEM offering. A strategic focus on "failsafe braking" and "CAS" combination addresses a critical industry need and positions ABT as a trusted safety brand.

### 3. Global Market Expansion and Customer Focus

ABT's strategy for Fiscal Year 2026 (FY26) is explicitly centered on expanding sales into new geographic markets and reaching a wider customer base. This global expansion is a direct response to the positive outlook for the mining sector and its increasing demand for advanced safety technology. By diversifying its products and focusing on customer-driven innovation, ABT is aiming to capitalise on the international growth opportunities, solidifying its position as a global supplier and a trusted partner for mining operations worldwide. The company's recent strong performance in key offshore markets like Indonesia and Mongolia demonstrates the early success of this international growth strategy.



## RISK MANAGEMENT

ABT's risk management framework supports the identification, assessment, and mitigation of key risks, fostering a culture of accountability and informed decision-making. Key operational, financial, and strategic risks are reviewed quarterly and reported to the Risk Committee and the Board.

The principal risks to ABT's ability to operate a global business, drive sustainable growth, and maintain cost competitiveness—and the strategies implemented to mitigate them—are summarised below:

### Cyber Security and Information Technology Risk

ABT faces risks associated with targeted cyber-attacks, data breaches, and unauthorised access to IT systems, which could lead to financial loss, reputational harm, operational disruption, or non-compliance with regulatory obligations.

#### Mitigation Strategies:

- Ongoing development and enhancement of IT policies and procedures, including controls over device use, system access, and data security.
- Mandatory cyber security awareness training for all employees.
- Regular cyber risk updates to the Board.

### Health & Safety Risk

Maintaining a safe and healthy workplace is fundamental to ABT's operations. Inadequate health and safety practices could result in workplace injuries, operational delays, or legal non-compliance.

#### Mitigation Strategies:

- A comprehensive Occupational Health & Safety Management System is in place.
- Continuous review and refinement of safety procedures and incident response protocols

### People Risk

Western Australia's mining boom has intensified competition for skilled labour, particularly in engineering, manufacturing, and technical roles.

#### Mitigation Strategies:

- Competitive remuneration and benefits offerings.
- Strategic workforce planning, including succession and critical role coverage.
- Investment in talent development, apprenticeships, and partnerships with local institutions.

### Innovation Risk

Innovation is critical to ABT's ability to deliver tailored engineering solutions that meet evolving customer needs. A failure to innovate could impact market share and competitiveness.

#### Mitigation Strategies:

- Ongoing investment in research, development, and engineering capabilities.
- Focus on intellectual property protection and recruitment of skilled technical personnel.
- Maintaining a strong value proposition through performance, quality, and innovation

### Strategic Risk

ABT continually evaluates strategic opportunities to expand capabilities and enter new markets. Poor strategic execution could affect long-term business viability.

#### Mitigation Strategies:

- Regular review of strategic initiatives by the Board.
- Disciplined investment decision-making and capital allocation.
- Monitoring of market conditions and competitor landscape

### Supply Chain Risk

ABT relies on key suppliers for critical components, making the business vulnerable to supply disruptions and cost increases.

#### Mitigation Strategies:

- Long-term relationships with strategic suppliers.
- Forecast sharing to support supplier planning.
- Development of contingency plans and alternative sourcing strategies.

### Climate Change Risk

ABT is exposed to physical and transitional risks associated with climate change. These include potential supply chain disruptions due to extreme weather events, and evolving regulatory requirements related to emissions, energy use, and environmental compliance. These factors may increase operational costs, impact asset values, or affect customer demand, particularly in carbon-sensitive markets. The company continues to monitor these risks and integrate sustainability considerations into strategic and operational planning.

## SUSTAINABILITY SNAPSHOT

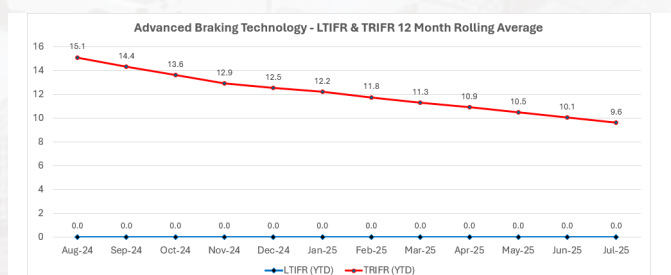
ABT is committed to responsible business practices that contribute to the long-term sustainability of its operations, the environment, and the communities in which it operates. This commitment is embedded in our values and informs our Environmental, Social, and Governance (ESG) initiatives.

### Environmental

ABT actively manages its environmental impact and carbon footprint through responsible resource use and sustainable practices. The company recognises that its operations have both direct and indirect environmental effects and is committed to continuous improvement in reducing these impacts. Sustainability principles are embedded into our day-to-day decision-making, from procurement through to facility management.

#### Key Initiatives:

- Investment in energy-efficient buildings, machinery, and production processes to lower energy use.
- Implementation of energy monitoring systems to track consumption patterns and identify areas for improvement.
- Comprehensive recycling programs targeting paper, e-waste, metals, and industrial by-products.
- Installation of water-saving fixtures and water management strategies to reduce consumption in operations.
- Employee training on environmental sustainability, including energy conservation, waste reduction, and eco-friendly workplace behaviours.
- Support for employee-led green initiatives, such as office sustainability challenges.
- Consideration of environmental impact during product development and packaging decisions.
- Commitment to complying with all relevant environmental legislation and reporting obligations.



### Social

ABT promotes an inclusive, safe, and supportive workplace culture where employees can thrive. We value the contributions of all team members and foster a culture that embraces respect, collaboration, and equal opportunity. ABT also engages with communities and stakeholders to ensure that our operations contribute positively to society.

#### Key Initiatives:

- Ongoing improvement in health and safety performance through training, audits, and proactive incident prevention.

- Career development and training opportunities for all staff, including technical, leadership, and personal development programs.
- Flexible work arrangements such as hybrid work, part-time roles, and adjusted hours to support work-life balance.
- Employee benefits including retail discounts and wellness programs.
- Access to a confidential Employee Assistance Program (EAP) for employees and their immediate families.
- Promotion of diversity, equity, inclusion, and respectful workplace behaviour through formal policy and training.
- Matching employee donations for charitable causes and community support programs.
- Celebration of cultural and awareness days to foster belonging and awareness among teams.

### Governance

ABT is committed to strong corporate governance practices that underpin ethical behaviour, robust risk oversight, and compliance with legal and regulatory obligations. Transparency, accountability, and integrity guide our business operations and board-level decision-making.

#### Key Initiatives:

- Regular cyber security risk assessments, staff awareness training, and ongoing IT infrastructure upgrades.
- Increased gender and cultural diversity in leadership positions and throughout the organisation.
- Company-wide training on ethics, compliance, anti-bribery, and responsible conduct.
- A structured risk management framework with quarterly reporting to the Risk Committee and the Board of Directors.
- Ongoing review and update of governance policies, including whistleblower protection, modern slavery, and privacy.
- Audit and compliance functions designed to provide independent assurance of financial and operational integrity.
- Board-level oversight of ESG strategy and performance, ensuring alignment with stakeholder expectations and long-term value creation.

### Growth and Outlook

The Company's growth outlook is underpinned by a strong commitment to meeting the safety needs of customers across both developed and emerging global markets. This focus is supported by a clearly defined channel-to-market strategy and a fully integrated sales and marketing framework targeting the heavy industrial, mining, mining services, and international distribution sectors.

Looking ahead, ABT remains focused on executing strategic growth opportunities aimed at scaling the business, diversifying revenue streams, and accelerating innovation. With continued investment in R&D and a pipeline of products and partnerships, the Company is well-positioned to expand its global footprint and reinforce its leadership in industrial safety technology.

# DIRECTORS' REPORT

The Directors of **Advanced Braking Technology Ltd ('Company' or 'ABT')** and its controlled entity **Advanced Braking Pty Ltd (the 'Group' or the 'Consolidated Group' or the 'Consolidated Entity')**, present the annual financial report for the financial year ended 30 June 2025. For the purposes of the Corporations

Act 2001, the Directors provide the report as follows:

The following persons were Directors of the Company during the financial year are as follows:

| Name           | Position               | Appointment Date | Resignation Date |
|----------------|------------------------|------------------|------------------|
| Dagmar Parsons | Chair                  | 22-Apr-18        | -                |
| David Slack    | Non-Executive Director | 9-Sep-09         | -                |
| Adam Levine    | Non-Executive Director | 9-Apr-13         | 18th August 2025 |
| Les Guthrie    | Non-Executive Director | 1-Aug-23         | -                |

Particulars of each director's experience and qualifications are set out later in this report.

### Principal Activities

The principal activity of the Consolidated Group during the course of the year was the research, development, design, commercialisation and manufacture of the ABT Failsafe Brakes, ABT Failsafe Emergency Driveline Brakes and associated braking systems.

### Operating Results

The results of the Consolidated Group for the year ended 30 June 2025 were a net profit from continuing operations, after income tax, of **\$1,780m** (2024: net profit **\$1,306m**). Revenues from continuing operations were **\$19,131m** (2024: **\$15,287m**). Revenues from other activities were **\$0.743m** (2024: **\$1,168m**).

### Dividends

There have been no dividends paid or declared by the Company.

### SUMMARY OF MATERIAL TRANSACTIONS

#### Issue of Securities

In April 2025, the Company issued 193,182 of ordinary shares as part of the Employee Share Plan. Refer to remuneration report and Note 18 for further details.

#### Exercise of Options

In May 2025, the company issued 2,979,055 new ordinary shares in the Company on the exercise of 2,979,055 unlisted options exercisable at \$0.04 to our KMP, A Booth. Refer to remuneration report and Note 23 for further details.

In May 2025, the company issued 1,489,527 new ordinary shares in the Company on the exercise of 1,489,527 unlisted options exercisable at \$0.06 to our KMP, A Booth. Refer to remuneration report and Note 23 for further details.

In June 2025, the company issued 4,468,582 new ordinary shares in the Company on the exercise of 4,468,582 unlisted options exercisable at \$0.06 to our KMP, A Booth. Refer to remuneration report and Note 23 for further details.

In June 2025, the company issued 3,911,109 new ordinary shares in the Company on the exercise of 3,911,109 unlisted options exercisable at \$0.06 to our KMP, A Godbeer. Refer to remuneration report and Note 23 for further details.

#### Research And Development Tax Incentive

Following the lodgment of the Company's FY24 income tax return, ABT is expected to receive \$671,255 as a refundable tax offset for eligible research and development expenditure relating to the development of its innovative braking solutions during FY24. For the current year of FY25, ABT is anticipated to receive \$726,104 for its eligible research and development expenditure for the year.

#### Significant Changes in the State of Affairs

In the opinion of the Directors there were no matters that significantly affected the affairs of the Group during the financial year, other than those matters referred to in the Operating and Financial Review above.

### Events Subsequent to Balance Date

Mr Adam Levine resigned as Non-Executive Director effective 18 August 2025, no other matter or circumstance has arisen since 30 June 2025 that has significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.

### Future developments

By leveraging the core SIBS intellectual property, established product portfolio, and historical R&D investment, the Company is well-positioned to grow sales in FY26 across a broader customer base and wider geographic markets. This growth is driven by the diversification of vehicle applications, guided by market intelligence and a clear understanding of customer fleet and asset management needs, all underpinned by a

disciplined focus on return on investment.

Looking forward, The Company will continue to evolve its product offering through sustained R&D, ensuring long-term relevance as global trends in vehicle automation and electrification accelerate. Additionally, as awareness increases around the environmental impacts of non-exhaust emissions—such as brake dust—among regulators and consumers, The Company is committed to delivering innovative braking solutions that support cleaner, safer industrial requirements.

### Environmental Regulation

The Consolidated Entity is not subject to any particular and significant environmental regulation under a law of the Commonwealth or of a State or Territory.

## INFORMATION ON DIRECTORS

|                                                                                    |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |
|------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|  | <b>Dagmar Parsons</b><br>Non-Executive Chair<br>Appointed 22 April 2018                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| Experience and Expertise                                                           | <p>Ms Parsons has more than 25 years of experience in the mining and resources industry across a range of functions, working in senior executive roles with Worley Parsons, AECOM and Downer.</p> <p>Ms Parsons has worked with major national and multinational entities to drive critical market success by providing strategic direction, visionary leadership and innovative thinking. As a Mechanical Engineer, Ms Parsons has developed an in-depth knowledge of engineering, manufacturing, and service industry environments in the Mining, Oil and Gas, Power and Infrastructure sectors.</p> <p>Ms Parsons has considerable experience in transforming and growing complex businesses across diverse corporate, operational and entrepreneurial roles in Australia, Asia and Europe. She has a strong appreciation of the role of good governance in setting, implementing and overseeing strategic imperatives. Ms Parsons holds a Masters Degree in Mechanical Engineering and a Masters in Business Administration. She is also a graduate member of the Australian Institute of Company Directors.</p> |
| Qualifications                                                                     | Dipl.-Ing. (TH), MBA, GAICD                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
| Directorship held in other listed entities                                         | Non-Executive Director of Laserbond Ltd (ASX: LBL)<br>Period of Directorship January 2023 to current                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |
| Former directorship in last three years                                            | Non-Executive Director of Greenvale Mining Ltd (ASX Code: GRV)<br>Period of Directorship June 2021 to August 2022                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |
| Special responsibilities                                                           | Member of Audit & Risk Committee, Member of Remuneration & Nomination Committee.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |
| Interest in shares, options and performance rights                                 | Shares – 840,000<br>Options – Nil<br>Performance Rights – Nil                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |

|                                                                                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |
|-----------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|  | <b>David Slack</b><br>Non-Executive Director<br>Appointed 9 September 2009                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |
| Experience and Expertise                                                          | <p>Mr Slack has been a substantial shareholder and NED of Advanced braking for the past 16 years. He is a non executive director of two other public companies, apart from Advanced Braking. He is an NED of Australian Wealth Advisor Group, an ASX listed company (ASX: WAG) which is a financial planning and fund management group. He is a NED and Chairman of Transport Safety Systems Group, an Australian public unlisted company in the commercialization phase of a new rail crossing technology. He is also a Board advisor to AgFood Fund, an investor in listed and unlisted agricultural related businesses.</p> <p>Mr Slack has had over 45 years experience as an Australian Equities fund manager and has been involved in the establishment of 3 successful fund management companies being, County NatWest Investment Management, Portfolio Partners and Karara Capital.</p> |
| Qualifications                                                                    | Mr Slack has a Bachelor of Economics with Honours and is a fellow of FINSIA. He is also a member of the Australian Institute of Company Directors.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| Directorship held in other listed entities                                        | Non-Executive Director of The Australian Wealth Advisors Group Limited ( ASX: WAG)<br>Period of Directorship April 2024 to current                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| Former directorship in last three years                                           | Nil                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |
| Special responsibilities                                                          | Chair of Audit & Risk Committee, Member of Remuneration & Nomination Committee.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |
| Interest in shares, options and performance rights                                | Shares – 78,379,591<br>Options – Nil<br>Performance Rights - Nil                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |

|                                                                                     |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
|-------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|  | <b>Adam Levine</b><br>Non-Executive Director<br>Appointed 9 April 2013,<br>Resigned 18 August 2025                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |
| Experience and Expertise                                                            | <p>Mr Levine, has over 25 years national and global experience in structuring and executing private equity investments and corporate finance transactions both as legal advisor and a principal investor.</p> <p>Mr Levine is the Executive Chair and Co-Founder of the Rockwell Group which undertakes principal investments into regulated financial and professional services businesses as well as global social ventures.</p> <p>Mr Levine's extensive private equity experience and proactive investment practice have been the major contributory factor to the Rockwell Group's success with a portfolio IRR in excess of most leading national and global private equity funds. He brings a very analytical and inquiring mind when engaging with, challenging and supporting the key Executives of the companies he invest into.</p> |

|                                                    |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
|----------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Experience and Expertise                           | <p>Mr Levine currently sits on the boards of a number of global businesses including FMD Financial Pty Ltd, Tharr Group Pte, LOFB International LLC and a number of other private companies.</p> <p>Mr Levine is also the founder (with his wife) and Chair of the Rockwell Foundation, a private ancillary fund, which focuses on supporting opportunities for under privileged youth. He is also the mediate past Chairman of the Australian Jewish Museum Foundation Limited, and has been Chairman of YPO Melbourne and an active global member of YPO for over 10 years.</p> |
| Qualifications                                     | L.B (Hon), B.Ec (Acc)                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |
| Directorship held in other listed entities         | Nil                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |
| Former directorship in last three years            | Nil                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |
| Special responsibilities                           | (Up until the date of resignation) Chair of the Remuneration & Nomination Committee, Member of Audit & Finance Committee and Member Risk Committee.                                                                                                                                                                                                                                                                                                                                                                                                                               |
| Interest in shares, options and performance rights | <p>Shares – 777,778</p> <p>Options – Nil</p> <p>Performance Rights - Nil</p>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |

|                                                                                     |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  |
|-------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|  | <p><b>Les Guthrie</b><br/>Non-Executive Director<br/>Appointed 1 August 2023</p>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |
| Experience and Expertise                                                            | <p>Mr Guthrie is an engineer with 45 years' experience in the project delivery space. He has held corporate executive and project management roles, across the UK, Australia, North America, and Asia. It is a background steeped in the strategy, development and delivery of major capital programs spanning mining, infrastructure, and oil &amp; gas.</p> <p>Mr Guthrie is the Managing Director of Bedford Road Associates, where he has provided advice and delivery support to clients in Mongolia, South Korea, New Zealand as well as in Australia.</p> <p>Prior to establishing Bedford Road, Mr Guthrie was Vice President Projects for BHP Billiton. Previously, he held roles as Group Head of Capital Projects and President LNG for BG Group in UK, President of Aker Kvaerner Inc in the US, and the Management Director of Aker Kvaerner Australia.</p> <p>Mr Guthrie was a founding contributor to the John Grill Center for Project Leadership at Sydney University and was previously engaged as a subject matter expert by EY Advisory.</p> |
| Qualifications                                                                      | B.Sc (Engineering and Marketing)                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |
| Directorship held in other listed entities                                          | <p>Non-executive Director of Neometals Ltd (ASX: NMT)</p> <p>Period of Directorship, September 2018 to present</p>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |

|                                                    |                                                                                                                                                                                                               |
|----------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Former directorship in last three years            | Australian Mines Ltd<br>Period of Directorship November 2019 to July 2023                                                                                                                                     |
|                                                    | DRA Global Ltd ( Chair of People, Culture and Remuneration Committee, and member of Sustainability, Safety, Health and Environmental Committee)<br><br>Period of Directorship<br>January 2020 to October 2023 |
| Special responsibilities                           | Chair of Risk Committee, Member of Audit & Finance Committee, Chair of Remuneration & Nomination Committee effective 18 August 2025                                                                           |
| Interest in shares, options and performance rights | Shares – 120,000<br>Options – Nil<br>Performance Rights - Nil                                                                                                                                                 |

## INFORMATION ON OFFICERS



### Andrew Booth

Chief Executive Officer  
Appointed 15 March 2022

Mr Booth has Corporate Development and Strategic leadership experience across Banking and Finance, Advisory, Private Equity, Agriculture, FMCG and Logistics in the Asia Pacific region.

Prior to joining ABT, Mr Booth lead transformational growth of a number organisations including a logistics company in WA through to successful trade sale exit on behalf of investors. Formerly based in Hong Kong; Mr Booth managed Strategy and Governance across 34 Countries for ANZ Banking Group and Asia Pacific development, supporting inbound investment as well as export across a diverse range of industry sectors in Australia.

Mr Booth has a Master of Business Administration from Australian Graduate School of Management, is a Graduate of Australian Institute of Company Directors and is an Asialink Leadership Alumni.



### Angela Godbeer CPA, AGIA, ACMA, CGMA

Chief Financial Officer  
Appointed 2 May 2022

Ms Godbeer is an accomplished finance and strategy executive with over 20 years of experience in financial management, strategic leadership, and corporate governance. Her career spans a diverse range of industries including Engineering, Manufacturing, Media, and Financial Services across both the United Kingdom and Australia.

Ms Godbeer has a strong track record of driving organisational performance through sound financial oversight, strategic planning, and operational transformation. Prior to joining

ABT, she held senior finance leadership roles where she was instrumental in the development and execution of financial strategies that supported growth, profitability, and long-term sustainability.

Ms Godbeer's expertise includes enterprise resource planning (ERP) system implementations, cross-functional project management, business process re-engineering, change management, and enterprise risk control. She is recognised for her ability to lead complex transformation initiatives, enhance financial transparency, and deliver commercial insights that inform executive decision-making.

Ms Godbeer holds multiple professional designations: she is a Certified Practising Accountant (CPA), an Associate of the Governance Institute of Australia (AGIA), a Chartered Management Accountant (ACMA), and a Chartered Global Management Accountant (CGMA). She brings a strong governance lens to her work and is committed to ethical leadership, stakeholder engagement, and building high-performing teams.

## INFORMATION ON COMPANY SECRETARY



### Kaitlin Smith

Company Secretary  
Appointed 10 August 2018,  
Resigned 31 January 2025

Ms Smith was appointed joint Company Secretary 19 July 2018 and Company Secretary on 10 August 2018. Ms Smith provides company secretarial and accounting services to various public and proprietary companies. She is a Chartered Accountant, a fellow member of the Governance Institute of Australia and holds a Bachelor of Commerce (Accounting). The Company Secretary is accountable to the Board, through the Chair, on all matters to do with the effective functioning of the Board. All directors have direct access to the Company Secretary.

**Mark Pitts**

Company Secretary

Appointed 31 January 2025

Mr Pitts has over 35 years' experience in business administration and corporate compliance. Having started his career with KPMG, Mr Pitts has worked at senior management level in a variety of commercial and consulting roles including mining services, healthcare and property development. Mr Pitts has been directly involved with, and consulted to a number of public companies holding senior financial management positions. Mr Pitts is a Principal in the Company Secretarial division of Automic Finance. Mr Pitts is a Fellow of the Institute of Chartered Accountants and a graduate member of the Australian Institute of Company Directors. He has more than 35 years' experience in statutory reporting and business administration.

**Corporate Governance Statement**

The Board is committed to achieving and demonstrating the highest standards of corporate governance. The Board continues to refine and improve the governance framework and practices in place to ensure they meet the interests of shareholders and our global stakeholders.

The Board has prepared the Corporate Governance Statement in accordance with ASX Corporate Governance Council's Principles and Recommendations, which is available on the Company's website at [www.advancedbraking.com](http://www.advancedbraking.com) under the Investors/Corporate Governance.

**Meetings of Directors**

The numbers of meetings of the Company's Board of Directors and of each Board committee held during the year ended 30 June 2025, and the numbers of meetings attended by each Director were:

| Director       | Directors' Meetings |          | Audit & Finance Committee |          | Risk Committee |          | Remuneration & Nomination Committee |          |
|----------------|---------------------|----------|---------------------------|----------|----------------|----------|-------------------------------------|----------|
|                | Held                | Attended | Held                      | Attended | Held           | Attended | Held                                | Attended |
| Dagmar Parsons | 10                  | 10       | 4                         | 2        | 1              | 1        | 2                                   | 2        |
| David Slack    | 10                  | 10       | 4                         | 2        | 1              | 1        | 2                                   | 2        |
| Adam Levine    | 10                  | 8        | 4                         | 2        | 1              | 1        | 2                                   | 2        |
| Les Guthrie    | 10                  | 6        | 4                         | 2        | 1              | 1        | 2                                   | 2        |

**REMUNERATION REPORT (AUDITED)**

This remuneration report for the year ended 30 June 2025 outlines the remuneration arrangements of the Company and the Group in accordance with the requirements of the Corporations Act 2001 (the Act) and its regulations. This information has been audited as required by section 308(3C) of the Act.

The remuneration report details the remuneration arrangements for key management personnel (KMP)

who are defined as those persons having authority and responsibility for planning, directing and controlling the major activities of the Company and the Group, directly or indirectly, including any Director (whether executive or otherwise) of the Parent Company.

**Individual key management personnel disclosures**

Details of KMP of the Parent and Group are set out below.

| DIRECTORS      |                        |                  |                  |
|----------------|------------------------|------------------|------------------|
| Name           | Position               | Appointment Date | Resignation Date |
| Dagmar Parsons | Chair                  | 22-Apr-18        | -                |
| David Slack    | Non-Executive Director | 9-Sep-09         | -                |
| Adam Levine    | Non-Executive Director | 9-Apr-13         | 18-Aug-25        |
| Les Guthrie    | Non-Executive Director | 1-Aug-23         | -                |

| EXECUTIVES     |                         |                  |                  |
|----------------|-------------------------|------------------|------------------|
| Name           | Position                | Appointment Date | Resignation Date |
| Andrew Booth   | Chief Executive Officer | 15-Mar-22        | -                |
| Angela Godbeer | Chief Financial Officer | 2-May-22         | -                |

## BOARD OVERSIGHT OF REMUNERATION

### Remuneration Committee

During the year, the Remuneration Committee met to make recommendations to the Board on remuneration policy and to recommend salary reviews and short and long-term incentives for the Company's executives

### Remuneration Policy

The remuneration policy of the Company is to pay executive directors and executives at market rates which are sourced from average wage and salary publications are subject to periodic reviews by external consultants and which may include a mix of short and long-term incentives linked to performance and aligned with market practice.

In addition, Directors and employees may be issued shares and share options to encourage loyalty and to provide an incentive through the sharing of wealth created through equity growth which is linked to Company performance. The Remuneration Committees believe the remuneration policy to be appropriate and effective and tailored to increase congruence between shareholders and Directors and executives.

The following table shows the gross revenue, net profit and ABV share price of the Company at the end of each respective financial year.

| Company Performance          | 30-Jun-25 | 30-Jun-24 | 30-Jun-23 | 30-Jun-22 | 30-Jun-21 |
|------------------------------|-----------|-----------|-----------|-----------|-----------|
| Total Revenue (\$'000)       | 19,874    | 16,627    | 14,690    | 11,741    | 10,448    |
| Net Profit / (loss) (\$'000) | 1,780     | 1,306     | 1,474     | 644       | 620       |
| ABV Share Price              | 7.9 cents | 5.6 cents | 3.8 cents | 2.6 cents | 3.5 cents |

## NON-EXECUTIVE DIRECTOR REMUNERATION ARRANGEMENTS

### Remuneration Policy

The Board seeks to set aggregate remuneration at a level that provides the Company with the ability to attract and retain directors of the highest calibre, whilst incurring a cost that is acceptable to shareholders.

The amount of aggregate remuneration sought to be approved by Shareholders and the fee structure is reviewed against fees paid to non-executive directors of comparable companies. The Company's Constitution and the ASX listing rules specify that the Non-Executive Directors' fee pool shall be determined from time to time by a general meeting. The latest determination was at the 2022 Annual General Meeting (AGM) held on November 2022 when Shareholders approved an aggregate fee pool of \$500,000 per year.

### Structure

The remuneration of Non-Executive Directors consists of directors' fees. There are no schemes for retirement benefits for Non-Executive Directors other than statutory superannuation and Non-Executive Directors do not participate in any incentive programs. Other than the Chair, each Non-Executive Director received a base fee of \$55,000 per annum plus the superannuation guarantee contribution. The Chair received a base fee of \$85,000 plus the superannuation guarantee contribution.

### Voting and Comments from the Company's 2024 Annual General Meeting

At the Company's most recent Annual General Meeting held in November 2024, majority of eligible votes were cast for the adoption of the 30 June 2024 remuneration report. As no comments were received from shareholders who had voted against the resolution at that meeting, the Board does not propose any action with respect to its resolution at this time. The Board engaged a Remuneration consultant during the period to assess its remuneration policy and considers the policy to be appropriate and properly aligned with the current size and performance of the Group.

## EXECUTIVE REMUNERATION ARRANGEMENTS

### Remuneration level and mix

The Group aims to reward executives with a level and mix of remuneration commensurate with their position and responsibilities within the Group and aligned with market practice. ABT undertakes an annual remuneration review to determine the total remuneration positioning against the market.

### Remuneration Structure

In the financial year ended 30 June 2025, the executive remuneration framework consisted of the following components:

- Based pay and – non monetary benefits
- Share-based payments
- Other remuneration such as superannuation and long service leave.

The combination of these comprises the executives' total remuneration.

The table below illustrates the structure of Advanced Braking Technology Ltd's executive remuneration arrangements:

| Remuneration Component               | Payment Vehicle                                                                                       | Purpose                                                                     | Link to Performance                                                                                                                                                                                                                                             |
|--------------------------------------|-------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Fixed remuneration                   | Represented by total employment cost (TEC). Comprises base salary, plus superannuation contributions. | Set with reference to role, market and experience.                          | Based on annual appraisal and reference to market rates.                                                                                                                                                                                                        |
| Short-term incentive component (STI) | During the FY25 year, a new STI scheme was put in place for KMP & executives.                         | Rewards executives for their contribution to achievement of Group outcomes. | Linked to key performance indicators including group performance such as gross profit, net profit targets, and performance against budget as well as targets such as product commercialisation. All incentives are at the discretion of the Board of Directors. |
| Long-term incentive component (LTI)  | During the FY25 year, a new Performance Rights scheme was put in place for KMP executives.            | Rewards executives for their contribution to performance of Group.          | Linked to Total Shareholder Return, sales budgets and profit targets. At judgement and discretion of the Board of Directors.                                                                                                                                    |

### Executive Employment Contracts

The Company's executive KMP are engaged under service agreements that are ongoing and have no fixed end date. However, these contracts may be terminated by notice from either party with a 3 months' notice period, except in certain circumstances such as misconduct where no notice period applies. In the event of termination, statutory entitlement applies.

Superannuation is capped as per annual legislative rates. For financial year 2025, superannuation for the KMP executives was capped at \$30,000.

**Mr. Andrew Booth**

Mr Booth was appointed the Chief Executive Officer on 15 March 2022, and has been provided with an annual remuneration of \$415,000 exclusive of superannuation. To incentive performance and encourage retention, the Company issued share options based on Company share price over 3 years. The material terms of the share options and performance rights are outlined below.

**Ms. Angela Godbeer**

Ms Godbeer was appointed the Chief Financial Officer on 2 May 2022, and has been provided with an annual remuneration of \$315,000 exclusive of superannuation. To incentive performance and encourage retention, the Company issued share options based on Company share price over 3 years. The material terms of the share options and performance rights are outlined below.

**Directors' & Other Key Management's Interest in the Company**

The following tables sets out each current Director's and other KMP's relevant interest in shares, options to acquire shares of the Company or a related body corporate as at 30 June 2025.

**Equity Holdings and Transactions**

The movement during the reporting period in the number of securities of Advanced Braking Technology Ltd held, directly, indirectly or beneficially, by each Director or Executive, including their related party entities, are as follows:

| ORDINARY SHARES               |                        |               |                     |                  |                         |
|-------------------------------|------------------------|---------------|---------------------|------------------|-------------------------|
| Directors                     | Balance at 1 July 2024 | Granted       | Exercise of options | Other movement   | Balance at 30 June 2025 |
| Dagmar Parsons                | 840,000                | -             | -                   | -                | 840,000                 |
| David Slack <sup>1</sup>      | 75,520,131             | -             | -                   | 2,859,460        | 78,379,591              |
| Adam Levine                   | 777,778                | -             | -                   | -                | 777,778                 |
| Les Guthrie <sup>2</sup>      | -                      | -             | -                   | 120,000          | 120,000                 |
| <b>Sub-total</b>              | <b>77,137,909</b>      | <b>-</b>      | <b>-</b>            | <b>2,979,460</b> | <b>80,117,369</b>       |
| Executives                    |                        |               |                     |                  |                         |
| Andrew Booth <sup>3,4</sup>   | 3,305,038              | 11,364        | 8,937,164           |                  | 12,253,566              |
| Angela Godbeer <sup>4,5</sup> | 17,857                 | 11,364        | 5,958,109           | (2,047,000)      | 3,940,330               |
| <b>Sub-total</b>              | <b>3,322,895</b>       | <b>22,728</b> | <b>14,895,273</b>   | <b>-</b>         | <b>16,193,896</b>       |
| <b>Total</b>                  | <b>80,460,804</b>      | <b>22,728</b> | <b>14,895,273</b>   | <b>932,460</b>   | <b>96,311,265</b>       |

<sup>1</sup> D Slack acquired shares on market on November 2024 and December 2024.

<sup>2</sup> L Guthrie acquired shares on market on November 2024.

<sup>3</sup> A Booth exercised his options in June 2025. Refer to transactions with KMP for details.

<sup>4</sup> During the period, management granted employee shares to eligible employees. Refer to Other Equity Plans for details.

<sup>5</sup> A Godbeer exercised her options in November 2024 and June 2025. A Godbeer sold shares on market in November 2024. Refer to transactions with KMP for details.

| UNLISTED OPTIONS            |                        |                                           |                     |                                                  |                                        |
|-----------------------------|------------------------|-------------------------------------------|---------------------|--------------------------------------------------|----------------------------------------|
| Directors                   | Balance at 1 July 2023 | Granted during the period as compensation | Exercise of Options | Balance at 30 June 2024 (or date of resignation) | Vested and exercisable at 30 June 2024 |
| Dagmar Parsons              | -                      | -                                         | -                   | -                                                | -                                      |
| David Slack                 | -                      | -                                         | -                   | -                                                | -                                      |
| Adam Levine                 | -                      | -                                         | -                   | -                                                | -                                      |
| <b>Total</b>                | <b>-</b>               | <b>-</b>                                  | <b>-</b>            | <b>-</b>                                         | <b>-</b>                               |
| Executives                  |                        |                                           |                     |                                                  |                                        |
| Andrew Booth <sup>1</sup>   | 8,937,164              | -                                         | (8,937,164)         | -                                                | -                                      |
| Angela Godbeer <sup>1</sup> | 5,958,109              | -                                         | (5,958,109)         | -                                                | -                                      |
| <b>Total</b>                | <b>14,895,273</b>      | <b>-</b>                                  | <b>(14,895,273)</b> | <b>-</b>                                         | <b>-</b>                               |

<sup>1</sup> The unlisted options were exercised during the year, refer to notes within the remuneration report and note 22 for further details.

#### Details of Remuneration of Directors and Executives

The details of the nature and amount of remuneration for each Director and Executive (Key Management Personnel) of the Company are:

| Directors        | Year        | Short Term benefits  |                 | Post Employment     | Long Term Benefits      | Share Based payments    |              | Total          | Performance related % |
|------------------|-------------|----------------------|-----------------|---------------------|-------------------------|-------------------------|--------------|----------------|-----------------------|
|                  |             | Salary and Fees (\$) | Cash Bonus (\$) | Superannuation (\$) | Long Service Leave (\$) | Performance Rights (\$) | Options (\$) | Total (\$)     |                       |
| Adam Levine      | 2024        | 61,106               | -               | -                   | -                       | -                       | -            | 61,106         | -                     |
|                  | <b>2025</b> | 61,412               | -               | -                   | -                       | -                       | -            | 61,412         | -                     |
| David Slack      | 2024        | 55,000               | -               | 6,050               | -                       | -                       | -            | 61,050         | -                     |
|                  | <b>2025</b> | 55,000               | -               | 6,325               | -                       | -                       | -            | 61,325         | -                     |
| Dagmar Parsons   | 2024        | 85,001               | -               | 9,350               | -                       | -                       | -            | 94,351         | -                     |
|                  | <b>2025</b> | 85,001               | -               | 9,775               | -                       | -                       | -            | 94,776         | -                     |
| Les Guthrie      | 2024        | 50,417               | -               | 5,546               | -                       | -                       | -            | 55,963         | -                     |
|                  | <b>2025</b> | 55,000               | -               | 6,325               | -                       | -                       | -            | 61,325         | -                     |
| <b>Total NED</b> | <b>2024</b> | <b>251,524</b>       | <b>-</b>        | <b>20,946</b>       | <b>-</b>                | <b>-</b>                | <b>-</b>     | <b>272,470</b> | <b>-</b>              |
| <b>Total NED</b> | <b>2025</b> | <b>256,413</b>       | <b>-</b>        | <b>22,425</b>       | <b>-</b>                | <b>-</b>                | <b>-</b>     | <b>278,838</b> | <b>-</b>              |

| Non Executive Directors | Year | Short Term benefits  |                 | Post Employment     | Long Term Benefits      | Share Based payments    |              | Total      | Performance related % |
|-------------------------|------|----------------------|-----------------|---------------------|-------------------------|-------------------------|--------------|------------|-----------------------|
|                         |      | Salary and Fees (\$) | Cash Bonus (\$) | Superannuation (\$) | Long Service Leave (\$) | Performance Rights (\$) | Options (\$) | Total (\$) |                       |
| Andrew Booth            | 2024 | 387,020              | 42,108          | 25,208              | -                       | -                       | 50,541       | 504,877    | 18                    |
|                         | 2025 | 385,883              | -               | 30,000              | -                       | 66,962                  | 11,104       | 493,949    | 16                    |
| Angela Godbeer          | 2024 | 246,779              | 26,625          | 25,575              | -                       | -                       | 29,889       | 328,868    | 17                    |
|                         | 2025 | 271,667              | -               | 30,000              | -                       | 34,398                  | 14,404       | 350,469    | 14                    |
| Total KMP               | 2024 | 633,799              | 68,733          | 50,783              | -                       | -                       | 80,430       | 833,745    | 18                    |
| Total KMP               | 2025 | 657,550              | -               | 60,000              | -                       | 101,360                 | 25,508       | 844,418    | 15                    |
| Total Consolidated      | 2024 | 885,323              | 68,733          | 71,729              | -                       | 101,360                 | 80,430       | 1,207,575  | 13                    |
| Total Consolidated      | 2025 | 913,963              | -               | 82,425              | -                       | 101,360                 | 25,508       | 1,123,256  | 11                    |

### Cash Bonuses, Performance-related Bonuses and Share-based Payments

Details of STI's and LTI's are as follows:

#### Short Term Incentives

The Company has implemented minimum performance conditions for senior executive participation in the FY25 Short-Term Incentive (STI) plan. For an STI to be payable, at least one of the following performance thresholds must be met:

- **Gross Profit Margin (GPM)**
- **Net Profit Before Tax (NPBT)**

Each financial year, these minimum GPM and NPBT thresholds will be reviewed and reset. Executives are eligible to receive an STI if at least one of the two targets is achieved.

In addition to financial thresholds, executives must also meet individual Key Performance Requirements (KPRs), which are established and agreed with the Chief Executive Officer (CEO), and for the CEO, with the Remuneration Committee, at the beginning of each financial year. These KPRs are designed to be measurable, achievable with some stretch, and aligned with strategic objectives. All STI payments will be made in cash.

There were no short-term cash incentives accrued for 2025. (2024: \$68,733 paid in 2025).

#### Long Term Incentive Plan

##### Unlisted Options

In prior years, options were granted to KMPs with various vesting and expiry dates as tabled.

| Executives   | No of options | Grant Date | Vesting Date | Expiry Date | FV at grant date | Valuation Method |
|--------------|---------------|------------|--------------|-------------|------------------|------------------|
| Andrew Booth | 1,489,527     | 8/11/2021  | 8/11/2022    | 30/6/2024   | \$0.01           | Black Scholes    |
| Andrew Booth | 1,489,527     | 8/11/2021  | 8/11/2023    | 30/6/2024   | \$0.01           | Black Scholes    |
| Andrew Booth | 2,979,054     | 8/11/2021  | 8/11/2024    | 30/6/2025   | \$0.01           | Black Scholes    |
| Andrew Booth | 1,489,527     | 1/12/2022  | 31/12/2022   | 30/6/2025   | \$0.01           | Black Scholes    |

| Executives     | No of options | Grant Date | Vesting Date | Expiry Date | FV at grant date | Valuation Method |
|----------------|---------------|------------|--------------|-------------|------------------|------------------|
| Andrew Booth   | 1,489,527     | 1/12/2022  | 31/12/2023   | 30/6/2025   | \$0.01           | Black Scholes    |
| Andrew Booth   | 2,979,054     | 1/12/2022  | 31/12/2024   | 30/6/2025   | \$0.01           | Black Scholes    |
| Angela Godbeer | 1,489,527     | 4/01/2023  | 30/4/2023    | 30/6/2025   | \$0.01           | Black Scholes    |
| Angela Godbeer | 1,489,527     | 4/01/2023  | 30/4/2024    | 30/6/2025   | \$0.01           | Black Scholes    |
| Angela Godbeer | 2,979,054     | 4/01/2023  | 30/4/2025    | 30/6/2025   | \$0.01           | Black Scholes    |

As at 30 June 2025, there were no unexercised or outstanding options held by any KMP.

### Shares Issued on Exercise of Options

During the year ended 30 June 2025, 14,895,273 options were exercised. (2024: 2,979,054 expired, 5,958,109 lapsed on employee termination).

In November 2024 and June 2025, the company issued 5,958,109 new ordinary shares in the Company on the exercise of 5,958,109 unlisted options exercisable at \$0.06 to Ms Godbeer.

In May 2025, the company issued 2,979,055 new ordinary shares in the Company on the exercise of 2,979,055 unlisted options exercisable at \$0.04 to Mr Booth.

In May and June 2025, the company issued 5,958,109 new ordinary shares in the Company on the exercise of 5,958,109 unlisted options exercisable at \$0.06 to Mr Booth.

### Performance Rights

During the year, the Board endorsed the use of Performance Rights as the preferred LTI instrument for senior executives, in place of Options. Performance Rights are considered more appropriate due to their reduced dilutive impact on the Company's equity and their suitability in a volatile share price environment.

The Performance Rights will be subject to two key performance hurdles:

- Total Shareholder Return (TSR); and
- Earnings per Share Growth (EPS).

In addition, a three-year tenure-based vesting condition will apply. Performance Rights will be offered annually on a rolling basis. Rights will lapse if performance and tenure conditions are not met.

Where an executive ceases employment having met all vesting conditions, a 30-day window will be provided to exercise vested rights.

This structure is intended to align executive rewards with shareholder value creation and to support long-term company growth. The use of Performance Rights is also viewed as a strong motivational tool, reinforcing the achievement of strategic financial objectives set by the Board. As at the reporting date, the performance rights had been granted but not yet accepted by the executives.

### Share-based Payment Arrangements and Controlled Trust

During the year, the Company advanced limited recourse loans to Mr A Booth and Ms A Godbeer to fund the exercise of 8,379,691 options into ordinary shares under the Employee Incentive Securities Plan. The loans are repayable only from the sale proceeds of the related shares, capped at the loan amount, and are therefore accounted for as equity-settled share-based payments under AASB 2 Share-based Payment.

The total fair value of the equity instruments granted, approximated by the loan value, was \$502,781.42. The vesting period is two years, commencing 27th June 2025. For the year ended 30 June 2025, the expense recognised is \$1,503 (FY24: Nil), reflects valuation by way of Black Scholes model with inputs below.

The shares are held in the Advanced Braking Technology Option Share Trust, which exists solely to facilitate the Company's employee equity incentive plans. Under AASB 10 Consolidated Financial Statements, the trust is consolidated into the Group's accounts. Shares held in the trust are classified as treasury shares and deducted from equity until transferred to employees.

At 30 June 2025, the trust held 8,379,691 shares related to this arrangement.

| VALUATION                          |                   |
|------------------------------------|-------------------|
| Options granted                    | 8,379,691         |
| Valuation Date                     | 27/06/2025        |
| Expiry date                        | 27/06/2027        |
| Share Price                        | \$ 0.079          |
| Exercise Price                     | \$ 0.060          |
| Time to Expiry                     | 2 years           |
| Risk Free Rate                     | 3.20%             |
| Dividend Yield                     | Nil               |
| Valuation Method                   | Black Scholes     |
| <b>Fair Value of one option</b>    | <b>\$ 0.0436</b>  |
| <b>Total fair value of options</b> | <b>\$ 365,702</b> |



| KMP            | Series | No of rights | Grant Date | Vesting Date | Expiry Date | FV per right | Valuation Method          |
|----------------|--------|--------------|------------|--------------|-------------|--------------|---------------------------|
| Andrew Booth   | EPS    | 2,248,693    | 1/7/2024   | 1/7/2027     | 1/7/2029    | \$0.056      | Share price on grant date |
| Andrew Booth   | TSR    | 3,703,676    | 1/7/2024   | 1/7/2029     | 1/7/2029    | \$0.034      | Monte Carlo               |
| Angela Godbeer | EPS    | 1,155,151    | 1/7/2024   | 1/7/2027     | 1/7/2029    | \$0.056      | Share price on grant date |
| Angela Godbeer | TSR    | 1,902,574    | 1/7/2024   | 1/7/2029     | 1/7/2029    | \$0.034      | Monte Carlo               |

### Other Equity Plans

Eligible employees are offered shares in the Company, at no cost to the employees, to the value of \$1,000 per annum under the terms of the Company's Employee Share Plan. There are no performance conditions, because the plan is designed to align the interests of participating employees with those of shareholders.

During the year, 11,364 shares were issued to Mr Booth and Ms Godbeer respectively at \$0.088, under the Employee Share Scheme. These shares are subject to a restriction trading until 25 February 2028 (inclusive) or when employment is ceased.

### Other Equity-related KMP Transactions

There have been no other transactions involving equity instruments apart from those described in the tables above relating to options and shareholdings.

### Loans to KMP

During the year, the Company provided unsecured loans to members of Key Management Personnel. The loans carry interest at 6% per annum, are unsecured, and repayable by 27 June 2027.

At 30 June 2025, the balance of these loans was \$502,780 (2024: \$0). No Interest income was recognised during the year. No amounts were written down or forgiven.

These transactions were made on terms equivalent to those that prevail in arm's length transactions

### Transactions with Key Management Personnel

There have been no other transactions with KMP during the financial year 2025.

### Indemnification and Insurance of Directors and Officers

During the course of the year the Company has paid a premium for Directors and Officers liability insurance. The insurance would cover costs and expenses incurred in defending legal proceedings arising out of their conduct while acting in the capacity of director or officer of the Company, other than conduct involving wilful breach of duty in relation to the Company. The insurance incurred in the current financial year is \$36,958 (2024: \$37,234) to insure the Directors and Company Secretaries of the Company.

### Indemnification and Insurance of Auditors

The Company has not during, or since the end of the financial year, in respect of an auditor of the Consolidated Group, paid a premium to indemnify an auditor against a liability incurred as an auditor, including costs and expenses in successfully defending legal proceedings.

### 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 purposes of taking responsibility on behalf of the Company for all or part of those proceedings.

### Non-Audit Services

The Board of Directors, in accordance with advice from the Audit and Risk committee, is satisfied that the provision of non-audit services during the year is compatible with the general standard of independence for auditors imposed by the Corporations Act 2001.

The directors are satisfied that the services disclosed below did not compromise the external auditor's independence for the following reasons:

- all non-audit services are reviewed and approved to ensure they do not adversely affect the integrity and objectivity of the auditor; and
- the nature of the services provided does not compromise the general principles relating to auditor independence in accordance with APES 110: Code of Ethics for Professional Accountants set by the Accounting Professional and Ethical Standards Board.

The following fees were paid or payable to the auditor for non-audit services provided by BDO during the year ended 30 June 2025 is \$12,500. (FY24: \$10,000 by prior auditors). Please refer to note 26 for details.

**Auditor's Independence Declaration**

The Auditor's independence declaration is included after this Directors' Report.

**Rounding of Amounts**

The Company is an entity to which ASIC Class Order 98/100 applies and accordingly, amounts in the financial statements and Directors' report have been rounded to the nearest thousand dollars.

Signed in accordance with a resolution of the Board of Directors



**Dagmar Parsons**

Chairman

28th August 2025

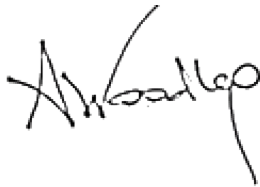


**DECLARATION OF INDEPENDENCE BY ASHLEIGH WOODLEY TO THE DIRECTORS OF ADVANCED BRAKING TECHNOLOGY LIMITED**

As lead auditor of Advanced Braking Technology Limited for the year ended 30 June 2025, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
2. No contraventions of any applicable code of professional conduct in relation to the audit.

This declaration is in respect of Advanced Braking Technology Limited and the entity it controlled during the period.



**Ashleigh Woodley**  
Director

**BDO Audit Pty Ltd**

Perth

28 August 2025

## FINANCIAL STATEMENTS

### In this section

|                                                                         |    |
|-------------------------------------------------------------------------|----|
| Consolidated statement of profit or loss and other comprehensive income | 35 |
| Consolidated statement of financial position                            | 36 |
| Consolidated statement of changes in equity                             | 37 |
| Consolidated statement of cash flows                                    | 38 |
| About these financial statements                                        | 39 |

### Notes to the Financial Statements

#### Performance

|                             |    |
|-----------------------------|----|
| 1 Segment information       | 43 |
| 2 Revenue                   | 43 |
| 3 Other income and expenses | 45 |
| 4 Taxes                     | 46 |
| 5 Earnings per share        | 48 |

#### Operations Management

|                                 |    |
|---------------------------------|----|
| 6 Financial risk management     | 49 |
| 7 Cash and cash equivalent      | 52 |
| 8 Trade and other receivables   | 53 |
| 9 Trade and other payables      | 54 |
| 10 Inventories                  | 54 |
| 11 Other current assets         | 55 |
| 12 Leases                       | 55 |
| 13 Interest bearing liabilities | 56 |
| 14 Provisions                   | 56 |

### Growth assets

|                                  |    |
|----------------------------------|----|
| 15 Property, plant and equipment | 59 |
| 16 Intangible assets             | 60 |

### Capital Structure

|                       |    |
|-----------------------|----|
| 17 Capital management | 62 |
| 18 Issued capital     | 62 |
| 19 Reserves           | 63 |
| 20 Accumulated losses | 63 |

### Other items

|                                                 |    |
|-------------------------------------------------|----|
| 21 Key management personnel compensation        | 63 |
| 22 Share based payments                         | 64 |
| 23 Controlled entities                          | 68 |
| 24 Parent entity information                    | 68 |
| 25 Related parties                              | 70 |
| 26 Auditor remuneration                         | 70 |
| 27 Contingent liabilities                       | 70 |
| 28 Contractual commitments                      | 70 |
| 29 Events after the end of the reporting period | 70 |

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

for the year ended 30 June 2025

|                                                               |       | Jun-25          | Jun-24                |
|---------------------------------------------------------------|-------|-----------------|-----------------------|
|                                                               |       |                 | Restated <sup>1</sup> |
|                                                               | Notes | \$'000          | \$'000                |
| Revenue                                                       | 2     | 19,131          | 15,287                |
| Other Income                                                  | 2     | 743             | 1,168                 |
| <b>Expenses</b>                                               |       |                 |                       |
| Cost of sales                                                 |       | (9,943)         | (7,423)               |
| Amortisation of intellectual property                         |       | (64)            | (64)                  |
| Audit and accounting fees                                     |       | (121)           | (76)                  |
| Bad and doubtful debts                                        |       | (2)             | -                     |
| Consulting fees                                               | 3     | (589)           | (427)                 |
| Consumables and minor equipment                               |       | (235)           | (475)                 |
| Depreciation expense                                          | 3     | (379)           | (323)                 |
| Employee expenses                                             |       | (4,649)         | (4,498)               |
| Finance expenses                                              |       | (137)           | (139)                 |
| Information technology expenses                               |       | (316)           | (295)                 |
| Insurance                                                     |       | (376)           | (308)                 |
| Inventory obsolescence expense                                |       | (84)            | (46)                  |
| Legal fees                                                    |       | (113)           | (30)                  |
| Marketing and advertising expenses                            |       | (133)           | (53)                  |
| Patent expense                                                |       | (77)            | (54)                  |
| Property expenses                                             |       | (105)           | (87)                  |
| Telephone and other communication                             |       | (20)            | (28)                  |
| Travel and accommodation                                      |       | (438)           | (308)                 |
| Other expenses                                                | 3     | (312)           | (117)                 |
|                                                               |       | <b>(18,094)</b> | <b>(14,751)</b>       |
| <b>Profit before income tax expense</b>                       |       | <b>1,780</b>    | <b>1,704</b>          |
| Income tax expense                                            | 4     | -               | (398)                 |
| <b>Profit after income tax</b>                                |       | <b>1,780</b>    | <b>1,306</b>          |
| <b>Other comprehensive income</b>                             |       |                 |                       |
| Items that may be reclassified subsequently to profit or loss |       | -               | -                     |
| <b>Total comprehensive income for the period</b>              |       | <b>1,780</b>    | <b>1,306</b>          |
|                                                               |       | <b>Cents</b>    | <b>Cents</b>          |
| Basic earning per share                                       | 5     | 0.463           | 0.343                 |
| Diluted earnings per share                                    | 5     | 0.438           | 0.323                 |

The above Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

1 The comparative information has been restated as a result of prior period adjustments discussed in Note 1.

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

as at 30 June 2025

|                                      |       | Jun-25        | Jun-24                | Jun-24        |
|--------------------------------------|-------|---------------|-----------------------|---------------|
|                                      |       |               | Restated <sup>1</sup> |               |
|                                      | Notes | \$'000        | \$'000                | \$'000        |
| <b>CURRENT ASSETS</b>                |       |               |                       |               |
| Cash and cash equivalents            | 7     | 2,875         | 2,408                 | 2,408         |
| Trade and other receivables          | 8     | 3,058         | 3,000                 | 3,000         |
| Inventories                          | 10    | 4,060         | 3,614                 | 3,614         |
| Financial assets                     |       | 45            | 45                    | 45            |
| Other assets                         | 11    | 1,685         | 1,088                 | 1,486         |
| <b>Total current assets</b>          |       | <b>11,724</b> | <b>10,155</b>         | <b>10,553</b> |
| <b>NON-CURRENT ASSETS</b>            |       |               |                       |               |
| Deferred Taxation Asset              | 4     | 726           | -                     | -             |
| Property, plant and equipment        | 15    | 909           | 805                   | 805           |
| Right of use assets                  | 12    | 974           | 1,055                 | 1,055         |
| Intangible assets                    | 16    | 471           | 416                   | 416           |
| <b>Total non-current assets</b>      |       | <b>3,079</b>  | <b>2,276</b>          | <b>2,276</b>  |
| <b>TOTAL ASSETS</b>                  |       | <b>14,803</b> | <b>12,431</b>         | <b>12,829</b> |
| <b>CURRENT LIABILITIES</b>           |       |               |                       |               |
| Trade and other payables             | 9     | 2,281         | 1,957                 | 1,957         |
| Interest bearing liabilities         | 13    | 310           | 286                   | 286           |
| Lease liabilities                    | 12    | 76            | 116                   | 116           |
| Provisions                           | 14    | 370           | 542                   | 542           |
| <b>Total current liabilities</b>     |       | <b>3,037</b>  | <b>2,901</b>          | <b>2,901</b>  |
| <b>NON-CURRENT LIABILITIES</b>       |       |               |                       |               |
| Lease liabilities                    | 12    | 1,016         | 1,029                 | 1,029         |
| Provisions                           | 14    | 25            | 32                    | 32            |
| <b>Total non-current liabilities</b> |       | <b>1,041</b>  | <b>1,061</b>          | <b>1,061</b>  |
| <b>TOTAL LIABILITIES</b>             |       | <b>4,078</b>  | <b>3,963</b>          | <b>3,963</b>  |
| <b>NET ASSETS</b>                    |       | <b>10,725</b> | <b>8,469</b>          | <b>8,866</b>  |
| <b>EQUITY</b>                        |       |               |                       |               |
| Issued capital                       | 18    | 56,318        | 55,970                | 55,970        |
| Reserves                             | 19    | 576           | 450                   | 450           |
| Accumulated losses                   | 20    | (46,168)      | (47,951)              | (47,554)      |
| <b>TOTAL EQUITY</b>                  |       | <b>10,725</b> | <b>8,469</b>          | <b>8,866</b>  |

The above Consolidated Statement of Financial Position should be read in conjunction with the accompanying notes.

<sup>1</sup> The comparative information has been restated as a result of prior period adjustments discussed in Note 1.  
36 | Advanced Braking Technology Ltd. All rights reserved

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

as at 30 June 2025

|                                                              |       | Issued<br>capital | Accumulated<br>losses | Reserves   | Total        |
|--------------------------------------------------------------|-------|-------------------|-----------------------|------------|--------------|
|                                                              | Notes | \$'000            | \$'000                | \$'000     | \$'000       |
| <b>Balance at 1 July 2023</b>                                |       | 55,833            | (49,257)              | 371        | 6,947        |
| Total comprehensive income for the period                    |       | -                 | 1,704                 | -          | 1,704        |
| Profit attributable to members of the parent entity          |       | -                 | -                     | -          | -            |
| Profit attributable to non-controlling interest              |       | -                 | -                     | -          | -            |
| Adjustment for correction of error <sub>1</sub>              |       | -                 | (398)                 | -          | (398)        |
| <b>Total comprehensive income for the period</b>             |       | <b>55,833</b>     | <b>(47,951)</b>       | <b>371</b> | <b>8,253</b> |
| <b>Transactions with owners in their capacity as owners:</b> |       | 55,833            | (47,951)              | 371        | 8,253        |
| Options exercised                                            | 22    | 119               | -                     | -          | 119          |
| Share-based payments                                         | 22    | 18                | -                     | 79         | 97           |
| <b>Balance at 30 June 2024, as restated<sub>1</sub></b>      |       | <b>55,970</b>     | <b>(47,951)</b>       | <b>450</b> | <b>8,469</b> |

|                                                              |       | Issued<br>capital | Accumulated<br>losses | Reserves   | Total         |
|--------------------------------------------------------------|-------|-------------------|-----------------------|------------|---------------|
|                                                              | Notes | \$'000            | 21,336.19             | \$'000     | \$'000        |
| <b>Balance at 1 July 2024, as restated<sub>1</sub></b>       |       | 55,970            | (47,951)              | 450        | 8,469         |
| Total comprehensive income for the period                    |       | -                 | 1,780                 | -          | 1,780         |
| Profit attributable to members of the parent entity          |       | -                 | -                     | -          | -             |
| Profit attributable to non-controlling interest              |       | -                 | -                     | -          | -             |
| <b>Total comprehensive income for the period</b>             |       | <b>55,970</b>     | <b>(46,169)</b>       | <b>450</b> | <b>10,249</b> |
| <b>Transactions with owners in their capacity as owners:</b> |       | 55,970            | (46,169)              | 450        | 10,249        |
| Options exercised                                            | 22    | 331               | -                     | -          | 331           |
| Share-based payments                                         | 22    | 17                | -                     | 126        | 143           |
| <b>Balance at 30 June 2025</b>                               |       | <b>56,318</b>     | <b>(46,169)</b>       | <b>576</b> | <b>10,724</b> |

The above should be read in conjunction with the accompanying notes.

1 The comparative information has been restated as a result of prior period adjustments discussed in Note 1.

**CONSOLIDATED STATEMENT OF CASH FLOWS**

for the year ended 30 June 2025

|                                                           |              | <b>Jun-25</b> | <b>Jun-24</b> |
|-----------------------------------------------------------|--------------|---------------|---------------|
|                                                           | <b>Notes</b> | <b>\$'000</b> | <b>\$'000</b> |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>               |              |               |               |
| Receipts from customers                                   |              | 20,118        | 15,178        |
| Payments to suppliers and employees                       |              | (19,460)      | (15,536)      |
| Interest received                                         |              | 22            | 20            |
| GST paid/ received                                        |              | -             | (62)          |
| Finance cost                                              |              | (58)          | 64            |
| Proceeds from grants and research & development incentive |              | -             | 671           |
| <b>Net cash generated by operating activities</b>         | <b>7</b>     | <b>621</b>    | <b>335</b>    |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>               |              |               |               |
| Proceeds from disposal of non-current assets              |              | -             | 160           |
| Purchase of property, plant and equipment                 |              | (478)         | (299)         |
| <b>Net cash used in investing activities</b>              |              | <b>(478)</b>  | <b>(139)</b>  |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>               |              |               |               |
| Proceeds from borrowings                                  |              | 388           | 315           |
| Repayment of borrowings                                   |              | (364)         | (252)         |
| Borrowing costs                                           |              | (30)          | (36)          |
| Proceeds from exercise of options                         |              | 331           | 137           |
| <b>Net cash generated by financing activities</b>         |              | <b>325</b>    | <b>164</b>    |
| Net increase in cash held                                 |              | <b>467</b>    | <b>360</b>    |
| Cash and cash equivalents at beginning of period          |              | <b>2,408</b>  | <b>2,048</b>  |
| <b>Cash and cash equivalents at end of period</b>         | <b>7</b>     | <b>2,875</b>  | <b>2,408</b>  |

The above should be read in conjunction with the accompanying notes.

## NOTES TO THE FINANCIAL STATEMENTS

as at 30 June 2025

### About these statements

Advanced Braking Technology Limited ("ABT" or the "Group") is a for-profit company limited by shares, incorporated and domiciled in Australia. Its shares are publicly traded on the Australian Stock Exchange ("ASX").

The nature of the operations and principal activities of the Group are described in the Directors Report, which is not part of the financial statements.

The financial statements were authorised for issue in accordance with a resolution of the Directors on 28 August 2025. The Directors have the power to amend and reissue the financial report.

### Currency

The financial statements are presented in Australian dollars, which is the functional and presentation currency of the Company.

Foreign currency transactions are translated into functional currency using the exchange rates prevailing at the date of the transaction. Foreign currency monetary items are translated at the year-end exchange rate. Non-monetary items measured at historical cost continue to be carried at the exchange rate at the date of the transaction. Non-monetary items measured at fair value are reported at the exchange rate at the date when fair values were determined.

Exchange differences arising on the translation of monetary items are recognised in profit or loss, except where deferred in equity as a qualifying cash flow or net investment hedge.

Exchange differences arising on the translation of non-monetary items are recognised directly in other comprehensive income to the extent that the underlying gain or loss is recognised in other comprehensive income; otherwise the exchange difference is recognised in profit or loss.

### New standards and interpretations not yet adopted

AASB 18 Presentation and Disclosure in Financial Statements

This standard is applicable to annual reporting periods beginning on or after 1 January 2027 and early adoption is permitted. The standard replaces IAS 1 'Presentation of Financial Statements', with many of the original disclosure requirements retained and there will be no impact on the recognition and measurement of items in the financial statements. But the standard will affect presentation and disclosure in the financial statements, including introducing five categories in the statement of profit or loss and other comprehensive income: operating, investing, financing, income taxes and discontinued operations.

The standard introduces two mandatory sub-totals in the statement: 'Operating profit' and 'Profit before financing and income taxes'. There are also new disclosure requirements for 'management-defined performance measures', such as earnings before interest, taxes, depreciation and amortisation ('EBITDA') or 'adjusted profit'. The standard provides enhanced guidance on grouping of information (aggregation and disaggregation), including whether to present this information in the primary financial statements or in the notes.

The consolidated entity will adopt this standard from 1 July 2027 and it is expected that there will be a significant change to the layout of the statement of profit or loss and other comprehensive income.

NOTES TO THE FINANCIAL STATEMENTS

as at 30 June 2025

New standards and interpretations not yet adopted

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the consolidated entity for the annual reporting period ended 30 June 2025.

Principles of consolidation

The consolidated financial statements incorporate all of the assets, liabilities and results of the parent (Advanced Braking Technology Ltd) and all of the 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 has the ability to affect those returns through its power over the entity. A list of the subsidiaries is provided in Note 24.

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. Intercompany transactions, balances and unrealised gains or losses on transactions between group entities are fully eliminated on consolidation. Accounting policies of subsidiaries have been changed and adjustments made where necessary to ensure uniformity of the accounting policies adopted by the Group.

Equity interests in a subsidiary not attributable, directly or indirectly, to the Group are presented as "non-controlling interests". The Group initially recognises non-controlling interests that are present ownership interests in subsidiaries and are entitled to a proportionate share of the subsidiary's net assets on liquidation at either fair value or at the non-controlling interests' proportionate share of the subsidiary's net assets.

Principles of consolidation (cont'd)

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.

Comparative figures

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

Critical accounting judgements, estimates and judgements

The Directors evaluate estimates and judgements incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Group.

Further information regarding the Group's significant judgements and key estimates and assumptions, being those where changes may materially affect financial results and the carrying amount of assets and liabilities to be reported in the next reporting period, are embedded within the following notes:

- Key Estimates - Provision of Inventory obsolescence
- Key Estimates - Impairment
- Key Estimates - Share based payment transactions
- Key Estimates - Recoverability of Intangible Assets
- Key Estimates - Lease Term and Option to Extend
- Key Estimates - Depreciation

## NOTES TO

as at 30 June 2025

### Goods and services tax

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payables are stated inclusive of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows included in receipts from customers or payments to suppliers.

### Rounding of amounts

The group has applied the relief available to it under ASIC Class Order 98/100 and accordingly, amounts in the financial statements and Directors' report have been rounded off to the nearest \$1,000.

### Other accounting policies

Material and other accounting policies that summarise the measurement basis used and are relevant to understanding the financial statements are provided throughout the notes to the financial statements.

### Fair value

The financial assets and liabilities included in current asset and current liabilities in the Balance Sheet position are carried at amounts approximate net fair values or recoverable amount.

### Basis of preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the Corporations Act 2001, as appropriate for for-profit oriented entities. These financial statements also comply with International Financial Reporting Accounting Standards as issued by the International Accounting Standards Board ('IASB').

### Historical cost convention

The financial statements have been prepared under the historical cost convention.

## NOTES TO THE FINANCIAL STATEMENTS

as at 30 June 2025

### RESTATEMENT OF COMPARATIVES

Correction of misstatement

During the year, Advanced Braking Technology Limited and its 100% Australian controlled entities have formed a tax consolidated group effective from 1 July 2023. Advanced Braking Technology Ltd is the head entity of the consolidated group. There are no tax funding/ sharing agreements in place.

During the year ended 30 June 2025, the Group identified an misstatement related to the incorrect offsetting of the R&D rebate against income tax expense resulting in the income tax expense for the year ended 30 June 2024 being understated and R&D receivable overstated.

Extracts (being only those line items affected) are disclosed below.

Consolidated Statement of profit or loss and other comprehensive income

|                                  | Jun-24       |              | Jun-24       |
|----------------------------------|--------------|--------------|--------------|
|                                  | As           |              |              |
|                                  | reported     | Adjustments  | Restated     |
|                                  | \$'000       | \$'000       | \$'000       |
| Profit before income tax expense | 1,704        | -            | 1,704        |
| Income tax expense               | -            | (398)        | (398)        |
| <b>Profit after income tax</b>   | <b>1,704</b> | <b>(398)</b> | <b>1,306</b> |

Consolidated statement of financial position at the end of the comparative period

|                     | Jun-24       |              | Jun-24       |
|---------------------|--------------|--------------|--------------|
|                     | As           |              |              |
|                     | reported     | Adjustments  | Restated     |
|                     | \$'000       | \$'000       | \$'000       |
| R&D receivables     | 948          | (398)        | 550          |
| <b>Total assets</b> | <b>948</b>   | <b>(398)</b> | <b>550</b>   |
| <b>Net assets</b>   | <b>8,866</b> | <b>(398)</b> | <b>8,469</b> |
| Issued capital      | 55,970       | -            | 55,970       |
| Reserves            | 450          | -            | 450          |
| Accumulated losses  | (47,554)     | (398)        | (47,951)     |
| <b>Total Equity</b> | <b>8,866</b> | <b>(398)</b> | <b>8,469</b> |

## NOTES TO THE FINANCIAL STATEMENTS

as at 30 June 2025

### 1 SEGMENT REPORTING

The Group's principal activities are research and development, commercialisation, manufacture and installation of the Failsafe<sup>®</sup> wet sealed braking systems. The Group's activities are predominantly conducted in Australia and via distribution arrangements to other countries.

For management purposes, the Group is organised into one main operating segment. All the Group's activities are interrelated, and discrete financial information is reported to the Board (Chief Operating Decision Maker) as a single segment. The financial results from this segment are equivalent to the financial statements of the Group.

Revenue from one external customer amounted to \$2.420 million (2024: \$1.851, million), which represents 12% of the Group's total revenue for the year. No other single customer contributed 10% or more of total Group revenue during the reporting period.

The performance of the operating segment is evaluated based on profit before tax and net finance costs (profit before interest and tax) and is measured in accordance with the Group's accounting policies. The Group's financing requirements, finance income, finance costs and taxes are managed on a group basis.

There have been no changes to the basis of segmentation or the measurement basis for segment profit or loss since June 2024.

#### Revenue by geographical region

Revenue attributable to external customers is disclosed below, based on the location of the external customer.

|                      | Jun-25        | Jun-24        |
|----------------------|---------------|---------------|
|                      | \$'000        | \$'000        |
| Australia            | 10,261        | 9,513         |
| Overseas / export    | 8,870         | 5,774         |
| <b>Total revenue</b> | <b>19,131</b> | <b>15,287</b> |

#### Assets by geographical region

The location of assets is disclosed below by geographical location of the assets:

|                     | Jun-25        | Jun-24        |
|---------------------|---------------|---------------|
|                     | \$'000        | \$'000        |
| Australia           | 14,803        | 12,431        |
| <b>Total assets</b> | <b>14,803</b> | <b>12,431</b> |

Intangible assets are treated as located in Australia.

### 2 REVENUE

Under AASB 15, revenues are generated by the Group through the design, development, manufacture and distribution of improved vehicle braking systems based on the Group's patented technology to customers worldwide.

## NOTES TO THE FINANCIAL STATEMENTS

as at 30 June 2025

### 2 REVENUE (CONT'D)

For sales of products, revenue is recognised at a point in time when control of the products has transferred to the customer, which is usually when the products are delivered to the customers. Volume discounts could be provided with the sale of these items depending on the volume of aggregate sales made to eligible customers. Revenue from on and off-site repair and installation service is recognised over time as the services are rendered based on either a fixed price or a variable price depending on the nature of repair and is recognised in the accounting period in which the services are rendered.

|                                  | Jun-25        | Jun-24        |
|----------------------------------|---------------|---------------|
|                                  | \$'000        | \$'000        |
| <b>Disaggregation of revenue</b> |               |               |
| Product Sales                    | 18,737        | 14,723        |
| Other Sales <sub>1</sub>         | 394           | 564           |
|                                  | <b>19,131</b> | <b>15,287</b> |

1 Other Sales includes on and off-site installations and freight.

|                                      | Jun-25        | Jun-24        |
|--------------------------------------|---------------|---------------|
|                                      | \$'000        | \$'000        |
| <b>Timing of revenue recognition</b> |               |               |
| At a point of time                   | 19,131        | 15,287        |
| Transferred over time                | -             | -             |
|                                      | <b>19,131</b> | <b>15,287</b> |

|                                           | Jun-25     | Jun-24       |
|-------------------------------------------|------------|--------------|
|                                           | \$'000     | \$'000       |
| <b>INCOME FROM OTHER ACTIVITIES</b>       |            |              |
| - interest received                       | 23         | 20           |
| - net foreign exchange (loss) / gain      | (8)        | (5)          |
| - Loss from sale of fixed asset           | -          | (12)         |
| - R&D tax incentive                       | 726        | 1139         |
| - Government grant                        | -          | 25           |
| - Other income                            | 2          | 1            |
| <b>Total income from other activities</b> | <b>743</b> | <b>1,168</b> |

### RECOGNITION AND MEASUREMENT

#### Government grants

Government grants are recognised at fair value where there is reasonable assurance that the grant will be received, and all grant conditions will be met. Grants relating to expense items are recognised as income over the periods necessary to match the grant to the costs they are compensating. Grants relating to assets are credited to deferred income at fair value and are credited to income over the expected useful life of the asset.

R&D Tax incentives have been accounted for as government grants and are recognised on an accruals basis.

#### Other income

Interest revenue is recognised using the effective interest rate method.

## NOTES TO THE FINANCIAL STATEMENTS

as at 30 June 2025

### 3 PROFIT / (LOSS) BEFORE INCOME TAX

Profit / (Loss) before income tax has been determined after deducting the following expenses:

|                                    | Jun-25 | Jun-24 |
|------------------------------------|--------|--------|
|                                    | \$'000 | \$'000 |
| Consulting fees                    |        |        |
| - marketing                        | 220    | 145    |
| - secretarial                      | 66     | 47     |
| - tax                              | 22     | 31     |
| - training                         | 31     | 54     |
| - ISO                              | 42     | 25     |
| - recruitment                      | 123    | 75     |
| - market research                  | 38     | 50     |
| - IT                               | 1      | -      |
| -risk management                   | 21     | -      |
| -admin                             | 15     | -      |
| -HR                                | 10     | -      |
|                                    | 589    | 427    |
| Depreciation of non-current assets |        |        |
| - plant and equipment              | 56     | 60     |
| - motor vehicles                   | 25     | 13     |
| - office equipment and furniture   | 94     | 75     |
| - leasehold improvements           | 43     | 42     |
| - software                         | 38     | 15     |
| - right of use assets              | 123    | 118    |
|                                    | 379    | 323    |

|                               | Jun-25 | Jun-24 |
|-------------------------------|--------|--------|
|                               | \$'000 | \$'000 |
| Other expenses                |        |        |
| - shareholder and listing fee | 74     | 60     |
| - provisions                  | 26     | (64)   |
| - office, insurance and admin | 212    | 121    |
|                               | 312    | 117    |

## NOTES TO THE FINANCIAL STATEMENTS

as at 30 June 2025

### 4 INCOME TAX EXPENSE

|                                                               | Jun-25 | Jun-24   |
|---------------------------------------------------------------|--------|----------|
|                                                               |        | Restated |
| a. The components of tax expense comprise:                    | \$'000 | \$'000   |
| Current income tax                                            | 726    | 398      |
| Deferred tax                                                  | (726)  | -        |
| Under/over provision from prior years                         | (105)  | (35)     |
| Recoupment of prior year tax losses not previously recognised | 105    | 35       |
| Income tax                                                    | -      | 398      |

### b. The prima facie tax benefit on loss from ordinary activities before income tax is reconciled to the income tax as follows:

|                                                                                                                        |       |       |
|------------------------------------------------------------------------------------------------------------------------|-------|-------|
| Prima facie tax benefit on loss from ordinary activities before income tax at 25% (2024:25%) from ordinary operations: | 445   | 426   |
| Add/(less) tax effect of:                                                                                              |       |       |
| - Non-allowable items                                                                                                  | 459   | 505   |
| - Recognition of revenue losses not previously recognised                                                              | (726) | -     |
| - Revenue losses and other deferred tax balances not recognised                                                        | 109   | (274) |
| - Recoupment of prior year tax losses not previously recognised                                                        | (105) | (35)  |
| - Non-assessable items                                                                                                 | (182) | (284) |
| Income tax                                                                                                             | -     | 398   |

### c. Deferred tax recognised as 25% ( 2024:25%)<sub>1</sub>

#### Deferred tax liabilities:

|                    |       |       |
|--------------------|-------|-------|
| Intangibles - IP   | (88)  | (104) |
| Prepayments        | (74)  | (110) |
| Right of use asset | (243) | (264) |

#### Deferred tax assets:

##### Carry forward revenue losses

|                              |     |     |
|------------------------------|-----|-----|
| - Current                    | 105 | -   |
| - Non current                | 621 | -   |
| Intangible assets            | 91  | 74  |
| Provisions & Accruals        | 30  | -   |
| Interest bearing liabilities | 273 | 286 |
| Other                        | 11  | 118 |

|                         |            |          |
|-------------------------|------------|----------|
| <b>Net deferred tax</b> | <b>726</b> | <b>-</b> |
|-------------------------|------------|----------|

## NOTES TO THE FINANCIAL STATEMENTS

as at 30 June 2025

### 4 INCOME TAX EXPENSE (CONT'D)

|                                                                     | Jun-25     | Jun-24       |
|---------------------------------------------------------------------|------------|--------------|
| d. Unrecognised deferred tax assets at 25% (2024:25%): <sub>1</sub> | \$'000     | \$'000       |
| Carry forward revenue losses                                        | 236        | 1,198        |
| Carry forward capital losses                                        | 173        | 91           |
| Provisions and accruals                                             | 107        | 55           |
| Other                                                               | 51         | 61           |
| Intangible assets                                                   | -          | 4            |
| Capital raising costs                                               | -          | 1            |
|                                                                     | <b>567</b> | <b>1,410</b> |

- e. The tax benefits of the above Deferred Tax Assets will only be obtained if:
- (a) the company derives future assessable income of a nature and of an amount sufficient to enable the benefits to be utilised;
  - (b) the company continues to comply with the conditions for deductibility imposed by law; and
  - (c) no changes in income tax legislation adversely affect the company in utilising the benefits.

*Note 1:* The corporate tax rate for eligible companies is 25% providing certain turnover thresholds and other criteria are met. All other companies are taxed at 30%. Deferred tax assets and liabilities are required to be measured at the tax rate that is expected to apply in the future income year when the asset is realised or the liability is settled. The Directors have determined that the deferred tax balances be measured at the tax rates stated.

*Note 2:* For the purpose of income taxation, Advanced Braking Technology Limited and its 100% Australian controlled entities have formed a tax consolidated group effective from 1 July 2023. Advanced Braking Technology Ltd is the head entity of the consolidated group. There are no tax funding/ sharing agreements in place.

Advanced Braking Technology Limited at 30 June 2025, adopted the stand-alone taxpayer method for measuring the current and deferred tax amounts.

The tests for the recoverability of tax loss DTAs have been met, supporting their recognition.

#### f. Income Tax

The income tax expense / (revenue) for the year comprises current income tax expense / (income) and deferred tax expense / (income).

Current income tax expense charged to profit or loss is the tax payable on taxable income. Current tax liabilities / (assets) are measured at the amounts expected to be paid to / (recovered from) the relevant taxation authority.

Deferred income tax expense reflects movements in deferred tax asset and deferred tax liability balances during the year as well unused tax losses. Current and deferred income tax expense / (income) is charged or credited outside profit or loss when the tax relates to items that are recognised outside profit or loss.

## NOTES TO THE FINANCIAL STATEMENTS

as at 30 June 2025

### 4 INCOME TAX EXPENSE (CONT'D)

Deferred tax assets and liabilities are calculated at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled and their measurement also reflects the manner in which management expects to recover or settle the carrying amount of the related asset or liability.

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.

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.

Current tax assets and liabilities are offset where a legally enforceable right of set-off exists and it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur. Deferred tax assets and liabilities are offset where: (a) a legally enforceable right of set-off exists; and (b) the deferred tax assets and liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities where it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur in future periods in which significant amounts of deferred tax assets or liabilities are expected to be recovered or settled.

### 5 EARNINGS PER SHARE (EPS)

|                                                                               | Jun-25      | Jun-24      |
|-------------------------------------------------------------------------------|-------------|-------------|
|                                                                               |             | Restated    |
|                                                                               | \$'000      | \$'000      |
| Basic earnings per share                                                      |             |             |
| Profit attributable to ordinary equity holders of the parent                  | 1,780       | 1,306       |
|                                                                               |             |             |
|                                                                               | Jun-25      | Jun-24      |
|                                                                               | Number      | Number      |
| Weighted average number of ordinary shares used in calculation of basic EPS   | 384,339,177 | 380,410,791 |
| Weighted average number of ordinary shares used in calculation of diluted EPS | 22,497,916  | 24,037,382  |
|                                                                               |             |             |
| Basic profit per share (cents)                                                | 0.463       | 0.343       |
| Diluted profit per share (cents)                                              | 0.438       | 0.323       |

## NOTES TO THE FINANCIAL STATEMENTS

as at 30 June 2025

### 6 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

#### Overview

The Company and its subsidiary ("Group") have exposure to the risks below from financial instruments:

- (i) Market risk
- (ii) Liquidity risk
- (iii) Credit risk

The Board of Directors have overall responsibility for the establishment and oversight of the Group's risk management framework. The Audit & Risk Committee, established by the Directors, is responsible for development and monitoring of risk management strategy, policy and key risk parameters. The Group's principal financial instruments comprise cash, interest bearing deposits, lease and a trade finance facility. The purpose of these financial instruments is to finance the growth of the Group and to provide working capital for the Group's operations.

The Group has various other financial instruments including trade debtors and trade creditors which arise directly out of its operations and through the negotiation of trading terms with customers and suppliers. During the period under review, the Group has not traded in financial instruments. However, it is Group policy to hedge foreign currency against fluctuations where appropriate, which may result in exchange losses or gains. The company do not have any hedges given the low exposure.

The main risks arising from the Group's financial instruments are market risk, including interest rate risk, liquidity risk, credit risk and foreign currency risk. The Directors review and agree policy for managing each of these risks and they are summarised as follows:

#### (i) Market risk

##### Interest rate risk

The Group is exposed to interest rate risk on its outstanding borrowings and short-term cash deposits from the possibility that changes in interest rates will affect future cash flows or the fair value of fixed interest rate financial instruments. Interest rate risk is managed as part of the portfolio risk management strategy.

The Group's exposure to market interest rates relates primarily to the Group's cash and term deposits with financial institutions. Borrowings obtained at fixed rates expose the consolidated entity to fair value risk, our interest rate for insurance premium for FY25 is 3.98%. Refer to Note 13 for further details.

The sensitivity analysis below is based on the interest rate risk exposure in existence at the reporting date. The 1.5% (2024: 3.6%) interest rate sensitivity is based on reasonable possible changes, over a financial year, using an observed range of historical Australian Reserve Bank rate movement over the last two years.

|                                | Jun-25 | Jun-24 |
|--------------------------------|--------|--------|
| Possible movements before tax: | \$'000 | \$'000 |
| 1.5% (2024: 3.6%) per annum    | 43     | 87     |
| -1.5% (2024: -3.6%) per annum  | 43     | (87)   |

## NOTES TO THE FINANCIAL STATEMENTS

as at 30 June 2025

### 6 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

#### (ii) Liquidity risk

The Group's objective is to fund new product development and commercialisation through shareholder equity, government grants, R&D tax incentives and bank funding where available.

The Group manages liquidity risk by monitoring of regular cash flow forecasts, which reflect management's expectations in respect of future turnover, development of new markets and products, capital investment and the settlement of financial assets and liabilities, taking into the Group's short and long-term obligations, cash position and forecast liability position to maintain appropriate liquidity levels.

Advanced Braking Pty Ltd has a trade finance facility agreement with NAB which it may borrow up to \$1.500m. The amount borrowed at any time varies depending on working capital requirements and is repayable up to 120 days from drawn date. Borrowings are secured by a general security agreement over the assets of Advanced Braking Pty Ltd and are guaranteed by Advanced Braking Technology Ltd, which includes all present and future assets, including accounts receivable, inventory, plant & equipment, intellectual property, and contractual rights.

At 30 June 2025, the Group has a total of \$2.88m of cash at its disposal (2024: \$2.41m). The remaining contractual maturities of the Group's financial assets and liabilities are:

|                                        | Weighted<br>Average<br>interest<br>rate | 1 year or<br>less | 1 - 5 years  | Over 5<br>years | Total        |
|----------------------------------------|-----------------------------------------|-------------------|--------------|-----------------|--------------|
| <b>2024</b>                            |                                         |                   |              |                 |              |
| Cash and equivalents                   | 1.15%                                   | 2,408             | -            | -               | 2,408        |
| Trade receivables                      | n/a                                     | 3,000             | -            | -               | 3,000        |
| Other assets ( R&D tax incentives )    | n/a                                     | 550               | -            | -               | 550          |
| <b>Total Other Assets</b>              |                                         | <b>5,958</b>      | <b>-</b>     | <b>-</b>        | <b>5,958</b> |
| Trade payables and other liabilities   | n/a                                     | 1,957             | -            | -               | 1,957        |
| Lease liabilities                      | 8.41%                                   | 116               | 527          | 502             | 1,145        |
| Insurance premium funding              | 4.59%                                   | 286               | -            | -               | 286          |
| <b>Total Other Liabilities</b>         |                                         | <b>2,359</b>      | <b>527</b>   | <b>502</b>      | <b>3,388</b> |
| <b>Net exposure as at 30 June 2024</b> |                                         | <b>3,599</b>      | <b>(527)</b> | <b>(502)</b>    | <b>2,570</b> |

## NOTES TO THE FINANCIAL STATEMENTS

as at 30 June 2025

### 6 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

| 2025                                   | Weighted<br>Average<br>interest<br>rate | 1 year or<br>less | 1 - 5 years  | Over 5<br>years | Total        |
|----------------------------------------|-----------------------------------------|-------------------|--------------|-----------------|--------------|
| Cash and equivalents                   | 1.17%                                   | 2,875             | -            | -               | 2,875        |
| Trade receivables                      | n/a                                     | 3,058             | -            | -               | 3,058        |
| Other assets ( R&D tax incentives )    | n/a                                     | 550               | -            | -               | 550          |
| <b>Total Financial Assets</b>          |                                         | <b>6,484</b>      | <b>-</b>     | <b>-</b>        | <b>6,484</b> |
| Trade payables and other liabilities   | n/a                                     | 2,281             | -            | -               | 2,281        |
| Lease liabilities                      | 8.41%                                   | 76                | 528          | 489             | 1,092        |
| Insurance premium funding              | 3.98%                                   | 310               | -            | -               | 310          |
| <b>Total Financial Liabilities</b>     |                                         | <b>2,667</b>      | <b>528</b>   | <b>489</b>      | <b>3,683</b> |
| <b>Net exposure as at 30 June 2025</b> |                                         | <b>3,816</b>      | <b>(528)</b> | <b>(489)</b>    | <b>2,801</b> |

#### Borrowing Facilities

At June 2025 the Group had the following borrowing facilities in place.

| Facility Type             | Facility<br>Limit | Amount<br>Used | Amount<br>Unused |
|---------------------------|-------------------|----------------|------------------|
| Insurance premium funding | 388               | 78             | 310              |
| Trade Finance Facility    | 1,500             | -              | 1,500            |

#### (iii) Credit risk

The Group has no significant concentration of credit risk with respect to any single counterparty or group of counterparties other than those receivables specifically provided for and mentioned within Note 8. The class of assets described as "trade and other receivables" is considered to be the main source of credit risk related to the Group.

On a geographical basis, the Group has significant credit risk exposures in Australia given the substantial operations in that region. The Group's exposure to credit risk for receivables at the end of the reporting period in that regions is as follows:

## NOTES TO THE FINANCIAL STATEMENTS

as at 30 June 2025

### 6 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

|              | Jun-25 | Jun-24 |
|--------------|--------|--------|
| CONSOLIDATED | \$'000 | \$'000 |
| Australia    | 3,058  | 3,000  |

There has been no change in the estimation techniques used or significant assumptions made during the current reporting period.

To manage credit risk, the Group has procedures covering the application for credit approvals, proactive monitoring of exposures against set approvals. As part of these processes, the credit exposures with all counterparties are regularly monitored and assessed on a timely basis.

The Group writes off a trade receivable when there is information indicating that the debtor is in severe financial difficulty and there is no realistic prospect of recovery; for example, when the debtor has been placed under liquidation or has entered into bankruptcy proceedings, or when the trade receivables are over 12 months past due, whichever occurs earlier. None of the trade receivables that have been written off are subject to enforcement activities.

The Group applies the simplified approach to providing for expected credit losses prescribed by AASB 9, which permits the use of the lifetime expected loss provision for all trade receivables. To measure the expected credit losses, trade receivables have been grouped based on shared credit risk characteristics and the days past due, of which the identified losses was immaterial. On the above basis, a provision for expected credit losses as at 30 June 2025 is \$0k.(2024:\$20K)

|                             | Jun-25 | Jun-24 |
|-----------------------------|--------|--------|
| 7 CASH AND CASH EQUIVALENTS | \$'000 | \$'000 |
| Cash at bank                | 2,875  | 2,408  |

### RECOGNITION AND MEASUREMENT

Cash and cash equivalents include cash on hand, deposits available on demand with banks, other short-term highly liquid investments, net of any bank overdrafts. Bank overdrafts are reported within short-term borrowings in current liabilities in the statement of financial position.

The carrying values approximate their fair value as they are short term in nature or are receivable on demand.

The effective interest rate on short-term bank deposits was 4.49% (2024: 4.72%) and can mature with 30 days of notice.

## NOTES TO THE FINANCIAL STATEMENTS

as at 30 June 2025

### 7 CASH AND CASH EQUIVALENTS ( CONT'D )

|                                                                        | Jun-25     | Jun-24     |
|------------------------------------------------------------------------|------------|------------|
| Reconciliation of cash flow from operations with profit / (loss) after | \$'000     | \$'000     |
| Profit / (Loss) after income tax                                       | 1,780      | 1,704      |
| (Profit) / loss on disposal of property, plant and equipment           | -          | 12         |
| Share-based payment expense                                            | 143        | 79         |
| <i>Non-cash flows adjustments for:</i>                                 |            |            |
| Depreciation and impairment                                            | 379        | 323        |
| Amortisation of IP                                                     | 64         | 64         |
| Other                                                                  | -          | -          |
| <i>Changes in assets and liabilities</i>                               |            |            |
| (Increase) / decrease in trade and other receivable                    | (59)       | (1,085)    |
| (Increase) / decrease in inventories                                   | (446)      | (190)      |
| (Increase) / decrease in other current assets                          | (1,323)    | (471)      |
| Increase / (decrease) in trade and other payables                      | 68         | (110)      |
| Increase / (decrease) in provisions                                    | 14         | 9          |
| Cash inflows / (outflows) from operations                              | <b>621</b> | <b>335</b> |

#### (b) Non-cash finance and investing activities

##### 2025

In March 2025, in pursant to the Employee Share Plan, 193,188 ordinary shares were granted to eligible employees at 0.088 for \$17,000. Refer to Note 23 for further details.

##### Reconciliation of cash

Cash at the end of the financial year as shown in the Statement of Cash Flows is reconciled to items in the Statement of Financial Position as follows:

|              | Jun-25 | Jun-24 |
|--------------|--------|--------|
| Cash at bank | 2,875  | 2,408  |

##### 2024

In March 2024, in pursant to the Employee Share Plan, 321,426 ordinary shares were granted to eligible employees. Refer to Note 23 for further details.

### 8 TRADE & OTHER RECEIVABLES

|                           | Jun-25       | Jun-24       |
|---------------------------|--------------|--------------|
| Current                   | \$'000       | \$'000       |
| Trade debtors             | 3,058        | 3,020        |
| Allowance for credit loss | -            | (20)         |
| <b>Total current</b>      | <b>3,058</b> | <b>3,000</b> |
|                           |              |              |
|                           | Jun-25       | Jun-24       |
| Aging of Trade debtors    | \$'000       | \$'000       |
| Not overdue               | 3,056        | 3,020        |
| 0 to 3 months overdue     | 2            | -            |
|                           | <b>3,058</b> | <b>3,020</b> |

## NOTES TO THE FINANCIAL STATEMENTS

as at 30 June 2025

### 8 TRADE & OTHER RECEIVABLES (CONT'D)

#### RECOGNITION AND MEASUREMENT

Trade and other receivables are recognised on initial recognition at fair value. Subsequent to initial recognition, trade receivables are measured, less an allowance for expected credit loss. Other receivables are non interest bearing.

The collectability of trade and other receivables is assessed continuously. At the reporting date, specific allowances are made for any expected credit losses based on a review of all outstanding amounts at reporting period-end. Individual receivables are written off when management deems them unrecoverable. The net carrying amount of trade and other receivables approximates their fair values.

As at 30 June 2025, trade receivables of \$3.056m (2024: \$3.020m) are not impaired. The majority of these receivables were less than 60 days overdue.

| 9 TRADE & OTHER PAYABLES | \$'000       | \$'000       |
|--------------------------|--------------|--------------|
| Trade creditors          | 2,033        | 1,855        |
| Other payables           | 111          | (35)         |
| Accrued expenses         | 137          | 137          |
|                          | <b>2,281</b> | <b>1,957</b> |

#### RECOGNITION AND MEASUREMENT

These amounts represent liabilities for goods and services provided to the Group prior to the end of the financial period which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition.

For trade and other payables, the fair value is approximate to their carrying value amount, due to their short-term nature.

|                                  | Jun-25       | Jun-24       |
|----------------------------------|--------------|--------------|
| 10 INVENTORIES                   | \$'000       | \$'000       |
| Finished Goods                   | -            | -            |
| Raw materials                    | 3,988        | 3,679        |
| Work in progress                 | 140          | 4            |
| Less: provision for obsolescence | (68)         | (69)         |
|                                  | <b>4,060</b> | <b>3,614</b> |

#### RECOGNITION AND MEASUREMENT

Inventories are measured at the lower of cost and net realisable value. The cost of manufactured products includes direct materials. Costs are assigned to inventory on hand by the method most appropriate to each particular class of inventory, with the majority being valued on a weighted average basis.

Net realisable value represents the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

## NOTES TO THE FINANCIAL STATEMENTS

as at 30 June 2025

### 10 INVENTORIES (CONT'D)

#### Provision of inventory obsolescence

Provisions can be recognised for all components of inventories, including raw materials, work in progress and finished goods.

#### Key estimate - Recoverability of inventory

The Group considers a number of factors when determining the appropriate level of inventory provisioning, including regulatory approvals and future demand for Group's products.

|                                               | Jun-25       | Jun-24       |
|-----------------------------------------------|--------------|--------------|
|                                               |              | Restated     |
| 11 OTHER CURRENT ASSETS                       | \$'000       | \$'000       |
| Prepayments                                   | 1,072        | 475          |
| Bank guarantee term deposit                   | 63           | 63           |
| Staff advances                                | 1            | -            |
| Other assets - R&D tax incentive <sup>1</sup> | 550          | 550          |
|                                               | <b>1,685</b> | <b>1,088</b> |

<sup>1</sup> R&D rebate remains outstanding as at 30 June 2025.

### 12 LEASES

#### RECOGNITION AND MEASUREMENT

The Group has signed a lease on a property on 8 March 2023. The lease will run for a 5 year period, with an reasonable certainty to renew for a further 5 year, on a 4 month rent free basis but will be liable for outgoings from the start of the lease.

The Company recognises the right of use asset and liability on the balance sheet from the date of commencement of the lease. Right-of-use assets are depreciated using the straight line method from the commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term.

Lease liabilities include net present value of variable lease payments that are based on index or rate. The Group's weighted average incremental borrowing rate applied to the lease liabilities was 8.41%.

Lease payments are allocated between principal and finance cost. The finance cost is charged to profit or loss over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period.

#### Key estimate - Lease Term and Option to Extend

The decision on whether or not the options to extend are reasonably going to be exercised is a key management judgement that the entity will make. The Group determines the likeliness to exercise looking at the various factors such as which assets are strategic and which are key to future strategy of the entity.

## NOTES TO THE FINANCIAL STATEMENTS

as at 30 June 2025

### 12 LEASES ( CONT'D)

|                                                          | Jun-25     | Jun-24       |
|----------------------------------------------------------|------------|--------------|
| Leases recognised in the Statement of Financial Position | \$'000     | \$'000       |
| Right of Use                                             | 1,459      | 1,416        |
| Accumulated depreciation                                 | (485)      | (361)        |
|                                                          | <b>974</b> | <b>1,055</b> |

|                                                            | Jun-25     | Jun-24     |
|------------------------------------------------------------|------------|------------|
| Leases recognised in the profit and loss                   | \$'000     | \$'000     |
| Depreciation charge related to right-of-use assets         | 123        | 118        |
| Interest expense on lease liabilities (under finance cost) | 90         | 94         |
|                                                            | <b>213</b> | <b>212</b> |

|                                             | Jun-25     | Jun-24     |
|---------------------------------------------|------------|------------|
| Total cash outflows for leases              | \$'000     | \$'000     |
| - Financing cash outflow (principal repaid) | -          | -          |
| Operating cash outflow (finance costs)      | 90         | 94         |
|                                             | <b>184</b> | <b>177</b> |

|                 | Jun-25       | Jun-24       |
|-----------------|--------------|--------------|
| Lease Liability | \$'000       | \$'000       |
| Current         | 76           | 116          |
| Non Current     | 1,016        | 1,029        |
| <b>Total</b>    | <b>1,092</b> | <b>1,145</b> |

### 13 INTEREST BEARING LIABILITIES

| Current                   | Jun-25     | Jun-24     |
|---------------------------|------------|------------|
|                           | \$'000     | \$'000     |
| Insurance premium funding | 310        | 286        |
| <b>Total current</b>      | <b>310</b> | <b>286</b> |

The insurance premium funding is an unsecured finance arrangement for the Company's annual insurance premiums with Momentum Premium. Repayment will be made through 10 monthly direct debit installments of \$38,765.10 each. The amount outstanding for the remaining period, being 8 months is \$310,120.80. The interest rate is a flat rate of 3.98% pa. (FY24: 4.59%)

### 14 PROVISIONS

| Current               | \$'000     | \$'000     |
|-----------------------|------------|------------|
| Employee entitlements | 274        | 471        |
| Warranty              | 96         | 71         |
| <b>Total current</b>  | <b>370</b> | <b>542</b> |

| Non-current              |           |           |
|--------------------------|-----------|-----------|
| Employee entitlements    | 23        | 31        |
| Make good                | 2         | 1         |
| <b>Total non-current</b> | <b>25</b> | <b>32</b> |

## NOTES TO THE FINANCIAL STATEMENTS

as at 30 June 2025

### 14 PROVISIONS (CONT'D)

|                                | Warranties | Make good | Total      |
|--------------------------------|------------|-----------|------------|
| Consolidated group             | \$000      | \$000     | \$000      |
| <b>As at 1 July 2023</b>       | <b>141</b> | <b>25</b> | <b>166</b> |
| Additional provisions          | -          | -         | -          |
| Amounts utilised               | -          | -         | -          |
| Unused amounts reversed        | (70)       | (24)      | (94)       |
| <b>Balance as at June 2024</b> | <b>71</b>  | <b>1</b>  | <b>72</b>  |
| Consolidated group             | \$000      | \$000     | \$000      |
| <b>As at 1 July 2024</b>       | <b>71</b>  | <b>1</b>  | <b>72</b>  |
| Additional provisions          | 25         | 1         | 26         |
| Amounts utilised               | -          | -         | -          |
| Unused amounts reversed        | -          | -         | -          |
| <b>Balance as at June 2025</b> | <b>96</b>  | <b>2</b>  | <b>98</b>  |

#### Lease make good provision

A provision has been made for the present value of anticipated costs for future restoration of leased premises. The provision includes future cost estimates associated with closure of the premises. The calculation of this provision requires assumptions such as application of closure dates and cost estimates. The provision recognised for each site is periodically reviewed and updated based on the facts and circumstances available at the time. Changes to the estimated future costs for sites are recognised in the statement of financial position by adjusting the asset and the provision. Reductions in the provision that exceed the carrying amount of the asset will be recognised in profit or loss.

The Group provides for a provision for warranties for general repairs for 1 year after its products are sold. The provision for warranties represents the liability for potential warranty claims against the Group. If a product fails during the period there is a risk that the product may have to be replaced under warranty, free of charge.

#### Employee entitlement provisions

##### *Short-term employee benefits*

Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries and sick leave. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

## NOTES TO THE FINANCIAL STATEMENTS

as at 30 June 2025

### 14 PROVISIONS (CONT'D)

#### ***Short-term employee benefits***

The Group's obligations for short-term employee benefits such as wages, salaries and sick leave are recognised as a part of current trade and other payables in the statement of financial position. The Group's obligations for employees' annual leave and long service leave entitlements are recognised as provisions in the statement of financial position.

#### ***Other long-term employee benefits***

Provision is made for employees' long service leave and annual leave entitlements not expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service.

Other long-term employee benefits are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures and are discounted at rates determined by reference to market yields at the end of the reporting period on corporate bonds that have maturity dates that approximate the terms of the obligations. Any re-measurements for changes in assumptions of obligations for other long-term employee benefits are recognised in profit or loss in the periods in which the changes occur.

The Group's obligations for long-term employee benefits are presented as non-current provisions in its statement of financial position, except where the Group does not have right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current provisions.

## NOTES TO THE FINANCIAL STATEMENTS

as at 30 June 2025

### 15 PROPERTY, PLANT AND EQUIPMENT

|                                        | Leasehold<br>improvements | Plant &<br>Equipment | Motor<br>Vehicles | Office<br>Equipment<br>& Furniture | Interest  | Software     | Total          |
|----------------------------------------|---------------------------|----------------------|-------------------|------------------------------------|-----------|--------------|----------------|
| <b>COST</b>                            |                           |                      |                   |                                    |           |              |                |
| At 1 July 2023                         | 365                       | 1,039                | 45                | 201                                | -         | 115          | 1,765          |
| Additions                              | 62                        | 81                   | 99                | 55                                 | -         | 9            | 306            |
| Write off                              | -                         | -                    | -                 | -                                  | -         | -            | -              |
| Disposals                              | -                         | (235)                | -                 | (13)                               | -         | -            | (248)          |
| <b>At 30 June 2024</b>                 | <b>427</b>                | <b>885</b>           | <b>144</b>        | <b>243</b>                         | <b>-</b>  | <b>124</b>   | <b>1,823</b>   |
| Additions                              | -                         | 90                   | 87                | 157                                | 14        | 10           | 358            |
| Disposals                              | -                         | -                    | -                 | (3)                                | -         | -            | (3)            |
| <b>At 30 June 2025</b>                 | <b>427</b>                | <b>975</b>           | <b>231</b>        | <b>397</b>                         | <b>14</b> | <b>134</b>   | <b>2,178</b>   |
| <b>Depreciation and Impairment</b>     |                           |                      |                   |                                    |           |              |                |
| At 1 July 2023                         | (6)                       | (672)                | (44)              | (79)                               | -         | (82)         | (883)          |
| Write off                              | -                         | -                    | -                 | -                                  | -         | -            | -              |
| Disposals                              | -                         | 64                   | -                 | 7                                  | -         | -            | 71             |
| Depreciation expense                   | (42)                      | (60)                 | (13)              | (75)                               | -         | (15)         | (205)          |
| <b>At 30 June 2024</b>                 | <b>(48)</b>               | <b>(668)</b>         | <b>(57)</b>       | <b>(147)</b>                       | <b>-</b>  | <b>(97)</b>  | <b>(1,017)</b> |
| Write off                              | #                         | -                    | -                 | -                                  | -         | -            | -              |
| Disposals                              | -                         | -                    | -                 | 3                                  | -         | -            | 3              |
| Depreciation expense                   | (43)                      | (56)                 | (25)              | (94)                               | -         | (38)         | (256)          |
| <b>At 30 June 2025</b>                 | <b>(91)</b>               | <b>(724)</b>         | <b>(82)</b>       | <b>(238)</b>                       | <b>-</b>  | <b>(135)</b> | <b>(1,269)</b> |
| <b>Net book value</b>                  |                           |                      |                   |                                    |           |              |                |
| <b>At 30 June 2024</b>                 | <b>379</b>                | <b>217</b>           | <b>86</b>         | <b>96</b>                          | <b>-</b>  | <b>27</b>    | <b>805</b>     |
| <b>At 30 June 2025</b>                 | <b>336</b>                | <b>251</b>           | <b>149</b>        | <b>159</b>                         | <b>14</b> | <b>-</b>     | <b>909</b>     |
| Cost                                   | 427                       | 975                  | 231               | 397                                | 14        | 134          | 2,178          |
| Accumulated depreciation               | (91)                      | (724)                | (82)              | (238)                              | -         | (134)        | (1,269)        |
| <b>Carrying amount at 30 June 2025</b> | <b>336</b>                | <b>251</b>           |                   | <b>159</b>                         | <b>14</b> | <b>-</b>     | <b>760</b>     |

### RECOGNITION AND MEASUREMENT

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

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 are recognised either in profit or loss or as a revaluation decrease if the impairment losses relate to a revalued asset. A formal assessment of recoverable amount is made when impairment indicators are present.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in profit and loss.

## NOTES TO THE FINANCIAL STATEMENTS

as at 30 June 2025

### 15 PROPERTY, PLANT AND EQUIPMENT (CONT'D)

#### Key estimate - Impairment of plant and equipment

The carrying amount of plant and equipment is reviewed periodically by Directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

#### Depreciation

The depreciable amount of all fixed assets including buildings and capitalised lease assets, is depreciated on a straight-line basis over the estimated useful life as follows.

|                     |            |                                |            |
|---------------------|------------|--------------------------------|------------|
| Plant and equipment | 2-10 years | Office equipment and furniture | 2-10 years |
| Motor vehicles      | 3-15 years | Software                       | 3-5 years  |
|                     |            | Leasehold improvements         | 1-10 years |

Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

There were no indicators of impairment or reversal of impairment in the year ended 30 June 2025, with remaining assets expected to be recovered in full from future business activities.

### 16 INTANGIBLE ASSETS

#### RECOGNITION AND MEASUREMENT

Intangible assets are recognised at cost and amortised on a straight-line basis over their estimated useful lives. The useful life and amortisation method are reviewed annually.

The Group holds Wet Brake technology, assigned from Safe Effect Technologies International Ltd on 27 June 2006, with patents running through to December 2030. In the current year, the Group also recognised distribution rights for Brake IQ.

Research expenditure is expensed as incurred. Development expenditure is capitalised only when the Group can demonstrate the technical feasibility, intention, and ability to complete and use or sell the asset, the probability of generating future economic benefits, the availability of resources to complete the development, and the ability to measure costs reliably. Capitalised development costs are amortised over their expected useful lives commencing from the start of commercial sales.

|                                           | Jun-25     | Jun-24     |
|-------------------------------------------|------------|------------|
| INTANGIBLE ASSETS                         | \$'000     | \$'000     |
| Wet Brake technology                      | 2,984      | 2,984      |
| Less : Accumulated amortisation           | (2,632)    | (2,568)    |
| Distribution rights                       | 119        | -          |
| Less : Accumulated amortisation           | -          | -          |
| <b>Carrying amount at the end of year</b> | <b>471</b> | <b>416</b> |

NOTES TO THE FINANCIAL STATEMENTS

as at 30 June 2025

16 INTANGIBLE ASSETS (CONT'D)

| Movements                          | Wet<br>Brake | Rights | Total |
|------------------------------------|--------------|--------|-------|
| Opening balance                    | 416          | -      | 416   |
| Additions                          | -            | 119    | 119   |
| Amortisation expense               | (64)         | -      | (64)  |
| Carrying amount at the end of year | 352          | 119    | 471   |

Intangible Assets: Distribution Agreement

During the year, the Group capitalised an intangible asset arising from an exclusive global distribution agreement, recognised at cost in accordance with AASB 138. The asset has a finite useful life and is amortised over the period in which the expected economic benefits are consumed. No impairment was identified at 30 June 2025.

## NOTES TO THE FINANCIAL STATEMENTS

as at 30 June 2025

### 17 CAPITAL MANAGEMENT

Management controls the capital of the Group in order to maintain a good debt to equity ratio, provide the Shareholders with adequate returns and ensure that the Group can fund its operations and continue as a going concern.

The Group's debt and capital includes ordinary share capital and financial liabilities, supported by financial assets. Advanced Braking Pty Ltd has a trade finance facility with NAB under which it may borrow up to \$1,500m. As at 30 June 2025, the full amount remains unused. Refer to Note 6 (iii) for further details.

There are no externally imposed capital covenants or capital requirements.

Management effectively manages the Group's capital by assessing the Group's financial risks and adjusting its capital structure in response to changes in these risks and in the market. These responses include the management of debt levels, distributions to Shareholders and share issues.

Management aims to maintain a capital structure that ensures the lowest cost of capital available to the entity.

The Group's capital risk management focus is the management of its current working capital position to meet anticipated operating requirements.

The working capital positions of the Group at 30 June were as follows:

|                                 | Jun-25       | Jun-24       |
|---------------------------------|--------------|--------------|
|                                 | \$'000       | \$'000       |
| Current assets                  | 7,664        | 6,939        |
| Less current liabilities        | (3,037)      | (2,901)      |
| <b>Working Capital position</b> | <b>4,626</b> | <b>4,038</b> |

### 18 ISSUED CAPITAL

| Ordinary Shares                                    | \$000's            |               |
|----------------------------------------------------|--------------------|---------------|
| At 1 July 2023                                     | 379,466,944        | 55,833        |
| Employee share plan issued at \$0.060 <sub>1</sub> | 321,426            | 18            |
| Options exercised at \$0.04 <sub>2</sub>           | 2,979,054          | 119           |
| <b>At 30 June 2024</b>                             | <b>382,767,424</b> | <b>55,970</b> |
| At 1 July 2024                                     | 382,767,424        | 55,970        |
| Employee share plan issued at \$0.0881             | 193,188            | 17            |
| Options exercised at \$0.04 <sub>2</sub>           | 2,979,055          | 119           |
| Options exercised at \$0.06 <sub>2</sub>           | 3,536,527          | 212           |
| <b>At 30 June 2025</b>                             | <b>389,476,194</b> | <b>56,318</b> |

1 During the year, eligible employees are offered shares in the Company to the value of \$1,000 per annum under the terms of the Company's Employee Share Plan. Refer to Note 22.

2 A Booth and A Godbeer exercised their options during the year. Refer to Note 22.

Ordinary shares are fully paid, carry one vote per share, and have the right to receive dividends.

## NOTES TO THE FINANCIAL STATEMENTS

as at 30 June 2025

### 18 ISSUED CAPITAL (CONT'D)

| Treasury Shares                                      | \$'000's         |
|------------------------------------------------------|------------------|
| At 1 July 2024                                       | -                |
| Shares acquired for employee incentive security plan | 8,379,691        |
| <b>At 30 June 2025</b>                               | <b>8,379,691</b> |

During the year, the Company advanced limited recourse loans to the value of \$502,781 to two employees to fund the exercise of 8,379,691 options into ordinary shares under the Employee Incentive Securities Plan. Refer to Note 22

|                         | Number of<br>Options at at<br>30 June 2024 | Exercised    | Expired | Number of<br>Options at at<br>30 June 2025 |
|-------------------------|--------------------------------------------|--------------|---------|--------------------------------------------|
| <b>Unlisted Options</b> |                                            |              |         |                                            |
| A Booth <sub>1</sub>    | 8,937,164                                  | (8,937,164)  | -       | -                                          |
| A Godbeer <sub>2</sub>  | 5,958,109                                  | (5,958,109)  | -       | -                                          |
|                         | 14,895,273                                 | (14,895,273) | -       | -                                          |

1 A Booth exercised his options during the year. Refer to note 22.

2 A Godbeer exercised her options during the year. Refer to note 22.

|                                                                 | Jun-25<br>\$'000 | Jun-24<br>\$'000 |
|-----------------------------------------------------------------|------------------|------------------|
| <b>19 RESERVE</b>                                               |                  |                  |
| Option reserve                                                  | 64               | 64               |
| Share based payment reserve                                     | 512              | 386              |
| <b>Total reserves at the end of the financial period / year</b> | <b>576</b>       | <b>450</b>       |

|                                                                     | Jun-25<br>\$'000 | Jun-24<br>\$'000 |
|---------------------------------------------------------------------|------------------|------------------|
| <b>20 ACCUMULATED LOSSES</b>                                        |                  |                  |
| Accumulated losses at the beginning of the financial period / year  | (47,950)         | (49,257)         |
| Net profit attributable to members of the parent entity             | 1,780            | 1,306            |
| <b>Accumulated losses at the end of the financial period / year</b> | <b>(46,169)</b>  | <b>(47,951)</b>  |

|                                                | Jun-25           | Jun-24           |
|------------------------------------------------|------------------|------------------|
| <b>21 KEY MANGEMENT PERSONNEL COMPENSATION</b> |                  |                  |
| Short-term employee benefits                   | 913,963          | 1,054,000        |
| Post-employment benefits                       | 82,425           | 71,729           |
| Share-based payments                           | 126,197          | 79,000           |
| <b>Total KMP compensation</b>                  | <b>1,122,585</b> | <b>1,204,729</b> |

#### Short-term employee benefits

These amounts include fees and benefits paid to the Non-Executive Chair and Non-Executive Directors as well as all salary, paid leave benefits, fringe benefits and cash bonuses awarded to Executive Directors and other KMP.

#### Post-employment benefits

These amounts are the superannuation contributions made during the year.

## NOTES TO THE FINANCIAL STATEMENTS

as at 30 June 2025

|                                | Jun-25 | Jun-24 |
|--------------------------------|--------|--------|
| 22 SHARE-BASED PAYMENT EXPENSE | \$'000 | \$'000 |
| Share based payment expense    | 143    | 97     |

### RECOGNITION AND MEASUREMENT

The Group operates an employee share/option ownership plan. Share-based payments to employees and Directors are measured at the fair value of the instruments issued and amortised over the vesting periods.

### Key estimates - share based payment

The fair value of options is determined using the Black-Scholes pricing model. The fair value of performance rights is determined based on share price based on grant data and Monte Carlo. Measurement inputs include share price on measurement date, exercise price of the instrument, expected volatility (based on historic volatility adjusted for changes expected due to publicly available information, if any), weighted average expected life of the instruments (based on historical experience and general option holder behaviour), expected dividends, and the risk-free interest rate (based on government bonds).

The number of shares and options expected to vest is reviewed and adjusted at the end of each reporting period such that the amount recognised for services received as consideration for the equity instruments granted is based on the number of equity instruments that eventually vest.

### Employee share plan

The Group provides benefits to its employees in the form of share based payments in which employees render services for ordinary shares in the Group. Under the plan, each eligible employee is offered fully paid ordinary shares to a maximum value of \$1,000 per annum.

193,188 ordinary shares (2024: 321,426) were issued in March 2025 at a market value at the date of issue of \$17,000 (2024: \$18,000).

### Options

On 27 November 2019, shareholders approved the adoption of the ABT Share Option Plan. The terms of the options are set out in the Directors' report. During the year ended 30 June 2025, there were no new issues of options. The share based payment expenses excluding Employee Share Plan recognised as at 30 June 2025 was \$125,000 (2024: \$79,000)

There were no cancellations or modifications to options in the 2024 or 2025 financial years. Share-based payment plans are explained below:

On 1 October 2021, the Company granted 5,958,109 unlisted options to employee and key management personnel, Mr Andrew Booth pursuant to the Company's share option plan approved by shareholders at the Company's AGM held 27 November 2019. The unlisted options were subsequently issued on 8 November 2021. The terms of the options are:

## NOTES TO THE FINANCIAL STATEMENTS

as at 30 June 2025

### 22 SHARE-BASED PAYMENT EXPENSE (CONT'D)

| Number    | Exercise price | Vesting conditions                    | Expiry date |
|-----------|----------------|---------------------------------------|-------------|
| 1,489,527 | \$0.04         | 1 Year Vesting and ongoing employment | 30-Jun-24   |
| 1,489,527 | \$0.04         | 2 Year Vesting and ongoing employment | 30-Jun-24   |
| 2,979,055 | \$0.04         | 3 Year Vesting and ongoing employment | 30-Jun-25   |

On 1 December 2022, the Company granted 5,958,109 unlisted options to employee and key management personnel, Mr Andrew Booth pursuant to the Company's share option plan approved by shareholders at the Company's AGM held 16 November 2022. The unlisted options were subsequently issued on 9 January 2023. The terms of the options are:

| Number    | Exercise price | Vesting conditions                     | Expiry date |
|-----------|----------------|----------------------------------------|-------------|
| 1,489,527 | \$0.06         | 1 Month Vesting and ongoing employment | 30-Jun-25   |
| 1,489,527 | \$0.06         | 2 Year Vesting and ongoing employment  | 30-Jun-25   |
| 2,979,055 | \$0.06         | 3 Year Vesting and ongoing employment  | 30-Jun-25   |

On 4 January 2023, the Company granted 5,958,109 unlisted options to employee and key management personnel, Ms A Godbeer pursuant to the Company's share option plan approved by shareholders at the Company's AGM held 16 November 2022. The unlisted options were subsequently issued on 9 January 2023. The terms of the options are:

| Number    | Exercise price | Vesting conditions                      | Expiry date |
|-----------|----------------|-----------------------------------------|-------------|
| 1,489,527 | \$0.06         | 4 Month Vesting and ongoing employment  | 30-Jun-25   |
| 1,489,527 | \$0.06         | 1.5 Year Vesting and ongoing employment | 30-Jun-25   |
| 2,979,055 | \$0.06         | 2.5 Year Vesting and ongoing employment | 30-Jun-25   |

The fair value of the equity settled share options granted are estimated at the date of grant using a Black-Scholes model taking into account the terms and conditions upon which the options were granted.

| Andrew Booth              | KMP Options<br>Tranche 1 | KMP Options<br>Tranche 2 | KMP Options<br>Tranche 3 |
|---------------------------|--------------------------|--------------------------|--------------------------|
| Fair value at grant date  | \$0.01                   | \$0.01                   | \$0.01                   |
| Share price at grant date | \$0.04                   | \$0.04                   | \$0.04                   |
| Exercise price            | \$0.06                   | \$0.06                   | \$0.06                   |
| Expected volatility       | 72.00%                   | 72.00%                   | 72.00%                   |
| Expected life             | 1 month                  | 1 year                   | 2 years                  |
| Expected dividends        | Nil                      | Nil                      | Nil                      |
| Risk-free interest rate   | 0.03%                    | 0.03%                    | 0.03%                    |
| Number of options issued  | 1,489,527                | 1,489,527                | 2,979,055                |
| <b>Valuation</b>          | <b>\$20,539</b>          | <b>\$20,539</b>          | <b>\$41,078</b>          |

## NOTES TO THE FINANCIAL STATEMENTS

as at 30 June 2025

### 22 SHARE-BASED PAYMENT EXPENSE (CONT'D)

| Angela Godbeer            | KMP Options<br>Tranche 1 | KMP Options<br>Tranche 2 | KMP Options<br>Tranche 3 |
|---------------------------|--------------------------|--------------------------|--------------------------|
| Fair value at grant date  | \$0.01                   | \$0.01                   | \$0.01                   |
| Share price at grant date | \$0.04                   | \$0.04                   | \$0.04                   |
| Expected dividends        | Nil                      | Nil                      | Nil                      |
| Risk-free interest rate   | 0.03%                    | 0.03%                    | 0.03%                    |
| Number of options issued  | 1,489,527                | 1,489,527                | 2,979,055                |
| <b>Valuation</b>          | <b>\$20,166</b>          | <b>\$20,166</b>          | <b>\$40,332</b>          |

| Unlisted Options                                   |                           |          |                        |                                                           |                                                 |
|----------------------------------------------------|---------------------------|----------|------------------------|-----------------------------------------------------------|-------------------------------------------------|
|                                                    | Balance at<br>1 July 2024 | Granted  | Exercise of<br>Options | Balance at 30<br>June 2025 (or<br>date of<br>resignation) | Vested and<br>exercisable<br>at 30 June<br>2025 |
| <b>Executives</b>                                  |                           |          |                        |                                                           |                                                 |
| A Booth                                            | 8,937,164                 | -        | (8,937,164)            | -                                                         | -                                               |
| A Godbeer                                          | 5,958,109                 | -        | (5,958,109)            | -                                                         | -                                               |
| <b>Total</b>                                       | <b>14,895,273</b>         | <b>-</b> | <b>(14,895,273)</b>    | <b>-</b>                                                  | <b>-</b>                                        |
| <b>Weighted average<br/>exercise price (cents)</b> | <b>0.056</b>              |          | <b>0.056</b>           |                                                           |                                                 |

At the reporting date, the weighted average remaining contractual life of options outstanding at year end was nil. Refer to Share-based Payment Arrangements and Controlled Trust section below for further details

### Performance Rights

On 1 July 2024, the Company offered performance rights (zero exercise price options) to Key Management Personnel as part of a long-term incentive plan. The awards are equity-settled.

The Performance Rights will be subject to two key performance hurdles:

- Total Shareholder Return (TSR); and
- Earnings per Share Growth (EPS).

In addition, a three-year tenure-based vesting condition will apply. Performance Rights will be offered annually on a rolling basis. Rights will lapse if performance and tenure conditions are not met.

These awards will vest subject to meeting defined performance conditions over the vesting period. No dividends or cash payments are attached to the awards.

As at the reporting date, the performance rights were granted but are not yet issued

## NOTES TO THE FINANCIAL STATEMENTS

as at 30 June 2025

### 22 SHARE-BASED PAYMENT EXPENSE (CONT'D)

|                   | Andrew<br>Booth EPS          | Andrew<br>Booth SPI | Angela<br>Godbeer EPS        | Angela<br>Godbeer SPI |
|-------------------|------------------------------|---------------------|------------------------------|-----------------------|
| No of options     | 2,248,693                    | 3,703,676           | 1,155,151                    | 1,902,574             |
| Vesting date      | 1/07/2027                    | 1/07/2029           | 1/07/2027                    | 1/07/2029             |
| Expiry date       | 1/07/2029                    | 1/07/2029           | 1/07/2029                    | 1/07/2029             |
| Share Price       | \$ 0.056                     | \$ 0.056            | \$ 0.056                     | \$ 0.056              |
| Monte Carlo Value | Nil                          | \$ 0.034            | Nil                          | \$ 0.034              |
| Exercise Price    | Nil                          | Nil                 | Nil                          | Nil                   |
| Time to<br>expiry | 5                            | 5                   | 5                            | 5                     |
| Fisk Free Rate    | Nil                          | 0.0412              | Nil                          | 0.0412                |
| Dividend Yield    | Nil                          | Nil                 | Nil                          | Nil                   |
| Volatility        | Nil                          | 0.8712              | Nil                          | 0.8712                |
| Valuation Method  | Share price<br>on grant date |                     | Share price<br>on grant date |                       |
| Valuation         | \$ 125,925                   | \$ 125,925          | \$ 64,688                    | \$ 64,688             |

#### Performance Rights

The share based expense with respect to the performance rights as at 30 June 2025 is \$101,360. (2024: Nil)

#### Performance Rights

|                   | Balance at<br>1 July 2024 | Granted   | Exercise of<br>Options | Balance at<br>30 June 2025 |
|-------------------|---------------------------|-----------|------------------------|----------------------------|
| <b>Executives</b> |                           |           |                        |                            |
| A Booth           | -                         | 5,952,369 | -                      | 5,952,369                  |
| A Godbeer         | -                         | 3,057,725 | -                      | 3,057,725                  |
| <b>Total</b>      | -                         | 9,010,094 | -                      | 9,010,094                  |

#### Share-based Payment Arrangements and Controlled Trust

During the year, the Company advanced limited recourse loans to the value of \$502,781 to two employees to fund the exercise of 8,379,691 options into ordinary shares under the Employee Incentive Securities Plan. Should the loans not be repaid, the Group's only recourse is limited to recovering the value of the shares upon sale, capped at the loan amount.

The total fair value of the equity instruments granted, approximated by the loan value, was \$365,702. The vesting period is two years, commencing 27th June 2025. For the year ended 30 June 2025, the expense recognised is \$1,503 (FY24: Nil), reflects valuation by way of Black Scholes model with inputs below.

The shares are held in the Advanced Braking Technology Option Share Trust, which exists solely to facilitate the Company's employee equity incentive plans. Under AASB 10 Consolidated Financial Statements, the trust is consolidated into the Group's accounts. Shares held in the trust are classified as treasury shares and deducted from equity until transferred to employees.

At 30 June 2025, the trust held 8,379,691 shares related to this arrangement. This transaction had no net impact

## NOTES TO THE FINANCIAL STATEMENTS

as at 30 June 2025

| 22 SHARE-BASED PAYMENT EXPENSE (CONT'D) | Valuation  |
|-----------------------------------------|------------|
| Options granted                         | 8,379,691  |
| Valuation Date                          | 27/06/2025 |
| Expiry date                             | 27/06/2027 |
| Share Price                             | \$ 0.079   |
| Exercise Price                          | \$ 0.060   |
| Time to Expiry                          | 2 years    |
| Fisk Free                               | 3.20%      |
| Rate                                    | Nil        |
| Dividend Yield                          | Black      |
| Valuation Method                        | Scholes    |
| <b>Fair Value of one option</b>         | \$ 0.0436  |
| <b>Total fair value of options</b>      | \$ 365,702 |

| 23 CONTROLLED ENTITIES                                        |               |               |
|---------------------------------------------------------------|---------------|---------------|
| Advanced Braking Pty Ltd ACN 088 129 917 (Incorporated in WA) | <b>Jun-25</b> | <b>Jun-24</b> |
| Class and number of shares: ordinary                          | 100%          | 100%          |

On 28 May 2002, the parent entity acquired 100% of Advanced Braking Pty Ltd for a purchase consideration of \$200,002. The principal activity of the Company is brake research, design, engineering and commercialisation, and sales of brakes and brake parts.

| 24 PARENT INFORMATION                                                                                                                                        |               |               |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------|---------------|
| The following information has been extracted from the books and records of the parent company and has been prepared in accordance with Accounting Standards. |               |               |
|                                                                                                                                                              | <b>Jun-25</b> | <b>Jun-24</b> |
| <b>STATEMENT OF FINANCIAL POSITION</b>                                                                                                                       | <b>\$'000</b> | <b>\$'000</b> |
| <b>ASSETS</b>                                                                                                                                                |               |               |
| Current assets                                                                                                                                               | 74            | 107           |
| Non-current assets                                                                                                                                           | 7,929         | 6,853         |
| <b>TOTAL ASSETS</b>                                                                                                                                          | <b>8,003</b>  | <b>6,960</b>  |
| <b>LIABILITIES</b>                                                                                                                                           |               |               |
| Current liabilities                                                                                                                                          | 94            | 97            |
| Non-current liabilities                                                                                                                                      | -             | -             |
| <b>EQUITY</b>                                                                                                                                                |               |               |
| Issued capital                                                                                                                                               | 56,822        | 55,970        |
| Reserves                                                                                                                                                     | 575           | 450           |
| Accumulated losses                                                                                                                                           | (49,487)      | (49,556)      |
| <b>TOTAL EQUITY</b>                                                                                                                                          | <b>7,910</b>  | <b>6,864</b>  |

## NOTES TO THE FINANCIAL STATEMENTS

as at 30 June 2025

### 24 PARENT INFORMATION (CONT'D)

|                                                            | Jun-25    | Jun-24       |
|------------------------------------------------------------|-----------|--------------|
| STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME | \$'000    | \$'000       |
| Total profit/(loss) after tax                              | 70        | (131)        |
| <b>Total Comprehensive Income/(loss)</b>                   | <b>70</b> | <b>(131)</b> |

#### RECOGNITION AND MEASUREMENT

Subsidiaries are all entities over which the Group has control. Control exists when the Group is exposed, or has rights, to variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the relevant activities of the entity.

The financial statements of subsidiaries are included in the consolidated financial statements from the date control is obtained until the date control ceases. Intra-group balances, transactions, income and expenses are eliminated in full on consolidation.

In the Company's separate financial statements, investments in subsidiaries are measured at cost, less any accumulated impairment losses. Dividends received from subsidiaries are recognised in profit or loss when the right to receive the dividend is established.

Advanced Braking Technology Ltd has provided guarantees to a number of suppliers of Advanced Braking Pty Ltd in connection with the subsidiary negotiating finance under lease agreements, the R&D rebate loan and in relation to the Perth leased premises. The Directors have also resolved that the Company will continue to provide financial support to its subsidiaries for as long as it is required.

#### Contractual commitments

As at 30 June 2025, Advanced Braking Technology Ltd had not entered into any contractual commitments for the acquisition of property, plant and equipment (2024: nil).

#### Contingent Liabilities

There are no contingent liabilities. (2024: nil )

#### Intercompany transactions

Intercompany loans which are provided at no interest and are treated by the Parent Entity as an investment in the subsidiary. Intercompany transactions are eliminated on consolidation.

## NOTES TO THE FINANCIAL STATEMENTS

as at 30 June 2025

### 25 RELATED PARTY TRANSACTION

#### Transactions with directors

During the reporting period the Company made payments totalling \$61,106 to Rockwell Group Holdings Pty Ltd for director's fees for Adam Levine for FY24. Rockwell Group Holdings Pty Ltd is a related party of Director, Adam Levine of which he is a director and shareholder.

#### Transactions key management personnel

In November 2024 and June 2025, the company issued 5,958,109 new ordinary shares in the Company on the exercise of 2,047,000 unlisted options exercisable at \$0.06 to Ms Godbeer.

In June 2025, the company issued 5,958,109 new ordinary shares in the Company on the exercise of 1,489,527 unlisted options exercisable at \$0.06 to our Mr Booth.

In June 2025, the company issued 2,979,055 new ordinary shares in the Company on the exercise of 1,489,527 unlisted options exercisable at \$0.04 to Mr Booth.

During the year, the Company provided unsecured loans to Andrew Booth of \$268,115 and Angela Godbeer of \$234,667. The loans carry interest at 6% per annum, are unsecured, and repayable by 27 June 2027. As limited recourse loans, it has been accounted for as a share-based payment. Refer to Note 22 for further details.

### 26 AUDITOR'S REMUNERATION

|                                                            | Jun-25    | Jun-24    |
|------------------------------------------------------------|-----------|-----------|
|                                                            | \$'000    | \$'000    |
| Remuneration of the auditor of the consolidated group for: |           |           |
| Audit or review of the financial statements <sub>1</sub>   | 72        | 57        |
| Other services <sub>2</sub>                                | 17        | 10        |
|                                                            | <b>90</b> | <b>67</b> |

1 BDO was appointed as the Group's new auditors effective 20 Nov 2024. For year ended June 2025, they provided \$71,416.94 of audit consultations.

2 BDO was appointed as the Group's new auditors effective 20 Nov 2024. For year ended June 2025, they provided \$17,357.14 of taxation consultations.

### 27 CONTINGENT LIABILITIES

There are no contingent liabilities (2024: nil ).

### 28 CONTRACTUAL COMMITMENTS

There was no material capital expenditure contracted for at the end of the reporting year.

### 29 EVENTS SUBSEQUENT TO BALANCE DATE

Mr Adam Levine resigned as Non -Executive Director effective 18 August 2025.. The Board confirms that there are no other matter or circumstance has arisen since 30 June 2025 that has significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.

**CONSOLIDATED ENTITY DISCLOSURE STATEMENT**

as at 30 June 2025

| Name of entity                      | Type of entity | % of share capital | Country of incorporation | Residency |
|-------------------------------------|----------------|--------------------|--------------------------|-----------|
| Advanced Braking Technology Limited | Body Corporate | 0%                 | Australia                | Australia |
| Advanced Braking Pty Ltd            | Body Corporate | 100%               | Australia                | Australia |

**Basis of Preparation**

This Consolidated Entity Disclosure Statement (CEDS) has been prepared in accordance with the Corporations Act 2001. It includes certain information for each entity that was part of the consolidated entity at the end of the financial year.

**Determination of Tax Residency**

Section 295 (3A) of the Corporation Acts 2001 defines tax residency as having the meaning in the Income Tax Assessment Act 1997.

The determination of tax residency involves judgment as there are currently several different interpretations that could be adopted, and which could give rise to a different conclusion on residency.

In determining tax residency, each of the Australian consolidated entity has applied the following interpretations:

*Australian tax residency*

The consolidated entity has applied current legislation and judicial precedent, including having regard to the Tax Commissioner's public guidance in Tax Ruling TR 2018/5.

## DIRECTORS' DECLARATION

In the directors' opinion:

- the attached financial statements and notes comply with the Corporations Act 2001, the Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached financial statements and notes comply with International Financial Reporting Standards as issued by the International Accounting Standards Board as described in note 1 to the financial statements;
- the attached financial statements and notes give a true and fair view of the consolidated entity's financial position as at 30 June 2025 and of its performance for the financial year ended on that date;
- there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable;
- the information disclosed in the attached consolidated entity disclosure statement is true and correct.

The directors have been given the declarations required by section 295A of the Corporations Act 2001.

Signed in accordance with a resolution of directors made pursuant to section 295(5)(a) of the Corporations Act 2001.

On behalf of the directors



**Dagmar Parsons**

Chair

28 August 2025

## INDEPENDENT AUDITOR'S REPORT

To the members of Advanced Braking Technology Limited

### Report on the Audit of the Financial Report

#### Opinion

We have audited the financial report of Advanced Braking Technology Limited (the Company) and its subsidiary (the Group), which comprises the consolidated statement of financial position as at 30 June 2025, 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 report, including material accounting policy information, the consolidated entity disclosure statement and the directors' declaration.

In our opinion the accompanying financial report of the Group, 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 2025 and of its financial performance for the year ended on that date; and
- (ii) Complying with Australian Accounting Standards 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 *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.

#### Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial report of the current period. These matters were addressed in the context of our audit of the financial report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

| Existence and Valuation of Inventories                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           | Audit Approach                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <p>As disclosed in Note 10, the Group held a material inventory balance as at 30 June 2025. Inventory valuation and existence was identified as a key audit matter due to the following factors:</p> <ul style="list-style-type: none"> <li>• Significance of the balance, inventory represents a substantial proportion of the Group's total assets.</li> <li>• Estimation uncertainty, management judgement is involved in determining provisions for obsolescence, including the assessment of net realisable value ('NRV'); and</li> <li>• Judgement in cost allocation and applying an appropriate costing methodology in accordance with the Group's accounting policy.</li> </ul> <p>These factors increase the complexity and subjectivity of the audit in this area. Refer to Note 10 for the detailed disclosures which include the related accounting policy and Note 1 for accounting estimates.</p> | <p>Our procedures included, but were not limited to:</p> <ul style="list-style-type: none"> <li>- Obtaining the inventory listing at 30 June 2025 and verifying to underlying accounting records;</li> <li>- Attending the year end inventory stocktake and performing independent sighting procedures;</li> <li>- Assessing whether consignment stock was held at 30 June 2025;</li> <li>- Considering the ageing profile of inventory, specifically considering redundant/ superseded product lines and slow moving items;</li> <li>- Considering the inventory provisioning policy and assessing the assumptions applied by management in determining the provision;</li> <li>- Obtaining and recalculating management's stock obsolescence calculation for adequacy and accuracy;</li> <li>- Testing a sample of inventory items on hand at year end to ascertain whether these balances were being recognised at the lower of cost and net realisable value; and</li> <li>- Assessing the adequacy of financial report disclosures.</li> </ul> |

## Other information

The directors are responsible for the other information. The other information comprises the information in the Group's annual report for the year ended 30 June 2025, but does not include the financial report and the auditor's report thereon.

Our opinion on the financial report does not cover the other information and 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.

#### **Other matter**

The financial report of Advanced Breaking Technology Limited, for the year ended 30 June 2024 was audited by another auditor who expressed an unmodified opinion on that report on 29 August 2024.

#### **Responsibilities of the directors for the Financial Report**

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

- a) the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Corporations Act 2001 and
- b) the consolidated entity disclosure statement that is true and correct in accordance with the Corporations Act 2001, and

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

- i) the financial report 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 responsibilities 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 at the Auditing and Assurance Standards Board website (<http://www.auasb.gov.au/Home.aspx>) at:

[https://www.auasb.gov.au/media/bwvjcgre/ar1\\_2024.pdf](https://www.auasb.gov.au/media/bwvjcgre/ar1_2024.pdf)

This description forms part of our auditor's report.

#### **Report on the Remuneration Report**

##### **Opinion on the Remuneration Report**

We have audited the Remuneration Report included in pages 23 to 31 of the directors' report for the year ended 30 June 2025.



In our opinion, the Remuneration Report of Advanced Braking Technology Limited, for the year ended 30 June 2025, complies with section 300A of the *Corporations Act 2001*.

#### **Responsibilities**

The directors of the Company are responsible for the preparation and presentation of the Remuneration Report in accordance with section 300A of the *Corporations Act 2001*. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

**BDO Audit Pty Ltd**

A handwritten signature in black ink, appearing to read 'Ashleigh Woodley', is written over a faint, stylized 'BDO' logo.

**Ashleigh Woodley**  
**Director**

Perth, 28 August 2025

SHAREHOLDER  
INFORMATION

Additional information required by the ASX Limited Listing Rules and not disclosed elsewhere in this report is set out below.

Statement of issued capital at 4 August 2025

- A. Distribution of fully paid ordinary shares
- B. There are 580 Shareholders with less than a marketable parcel.

- C. There are no restrictions on voting rights attached to the ordinary shares on issue. On a show of hands, every member present in person shall have one vote and upon a poll, every member present in person or by proxy shall have one vote for every share held.

| DISTRIBUTION OF FULLY PAID ORDINARY SHARES |     |                        |     |             |         |
|--------------------------------------------|-----|------------------------|-----|-------------|---------|
| Size of Holding                            |     | Number of Shareholders |     | Shares Held | % Units |
| 1                                          | -   | 1,000                  | 206 | 133,322     | 0.03    |
| 1,001                                      | -   | 5,000                  | 276 | 739,304     | 0.19    |
| 5,001                                      | -   | 10,000                 | 174 | 1,317,768   | 0.33    |
| 10,001                                     | -   | 100,000                | 514 | 20,282,962  | 5.10    |
| 100,001                                    | and | Over                   | 257 | 375,382,529 | 94.55   |
| Total                                      |     | 1,427                  |     | 397,855,885 | 100.00  |

2. Substantial Shareholders

The Company has the following substantial Shareholder at 4 August 2025:

|                  |        |                             |
|------------------|--------|-----------------------------|
| Mr Keith Knowles | 31.75% | 126,334,372 ordinary shares |
| Mr David Slack   | 19.70% | 78,379,591 ordinary shares  |

3. Share Options on issue at 4 August 2025

All share options have been exercised.

4. On-market buy-back.

There is no current on-market buy-back.

5. Quotation

Ordinary shares in Advanced Braking Technology Ltd are listed on the Australian Securities Exchange (ASX:ABV).

## 6. Largest Fully Paid Ordinary Shareholders

The names of the twenty largest Shareholders at 4 August 2025, who hold 68.88% of the fully paid ordinary shares in the Company, are:

| Rank         | Name                                                           | Number of shares   | % of Issued shares |
|--------------|----------------------------------------------------------------|--------------------|--------------------|
| 1            | Parks Australia Pty Ltd                                        | 71,530,192         | 17.98              |
| 2            | Dasi Investments Pty Ltd                                       | 52,496,634         | 13.19              |
| 3            | Mr Keith Knowles                                               | 48,818,924         | 12.27              |
| 4            | Windpac Pty Ltd <David Earl Slack S/F A/C>                     | 18,981,633         | 4.77               |
| 5            | Equity Plan Services Pty Ltd                                   | 12,848,273         | 3.23               |
| 6            | DMX Capital Partners Limited                                   | 9,500,000          | 2.39               |
| 7            | RP Invest Pty Ltd <Palmer Family Retire A/C>                   | 8,600,000          | 2.16               |
| 8            | Mr Peter Rodney Bower                                          | 8,141,590          | 2.05               |
| 9            | Mr David Earl Slack                                            | 6,901,324          | 1.73               |
| 10           | HSBC Custody Nominees (Australia) Limited                      | 5,208,841          | 1.31               |
| 11           | Mr Keith Knowles                                               | 4,200,000          | 1.06               |
| 12           | Honne Investments Pty Limited                                  | 3,500,000          | 0.88               |
| 13           | Mr Andrew George Booth                                         | 3,264,454          | 0.82               |
| 14           | Mrs Teresa Elizabeth Williams                                  | 2,883,200          | 0.72               |
| 15           | Mrs Jennifer Anne Hurley + Mr Justin John Hurley<br><No 2 A/C> | 2,557,059          | 0.64               |
| 16           | Onkaparinga Holdings Pty Ltd<br><T & K Himstedt Family A/C>    | 2,500,000          | 0.63               |
| 17           | Snowball Asset Mgmt Pty Ltd<br><Snowball Unit A/C>             | 2,500,000          | 0.63               |
| 18           | MYALL Resources Pty Ltd<br><MYALL Group Super Fund A/C>        | 2,450,000          | 0.62               |
| 19           | Ms Tracey Ann Palmer                                           | 2,414,490          | 0.61               |
| 20           | KYLBE Pty Ltd                                                  | 2,270,000          | 0.57               |
| <b>Total</b> |                                                                | <b>263,605,515</b> | <b>68.88</b>       |



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6065, Western Australia



Scan the QR code  
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**Advanced Braking  
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**[advancedbraking.com](https://advancedbraking.com)**