ASX Release **31 October 2025**

Activities Report for the Quarter ended 30 September 2025

Key Highlights

- **Q1 Cash receipts $2.1m**
- **Record Payment Volumes** –Total Payment Volumes (PV) of $204m in Q1 FY26.
- **Restructure and FY26 cost savings** – $177k per month ($2.1M pa)
- **Resignation of Managing Director** – Mr Adrian Floate tendered his resignation from executive and Board responsibilities.
- **Cash and cash equivalent** – $3.2m as at 30 Sept 2025.

Spenda Limited (**ASX:SPX**, "**Spenda**" or "**the Company**"), an innovative software company providing workflow software, embedded finance and payment solutions across supply chains and trading networks, is pleased to report its Q1 FY26 results.

After completing a record FY25 where cash receipts grew 114% on FY24, the Company commenced Q1 of FY26 with cash receipts of ~$2.1m. With long tail work nearing completion, the focus for Q1 FY26 was cost rationalization, with the business reducing overheads by $177k per month during the quarter. Total cost reduction for FY26 is $2.1m annualised, an overall reduction of 21% on FY25 operating cash outflows. The focus on FY26 is continued cost management and building on recurring income streams.

Managing Director and CEO Mr Adrian Floate unexpectedly tendered his resignation from executive and Board responsibilities due to personal health reasons and Mrs Corrie Hassan was appointed interim CEO.

Payment volumes continued to grow with the Company recording a record payflow of ~$204m for the quarter. Payflow with APG Pay exceeded $50m for the quarter and continues to grow month on month.

Quarter in Review

APG Pay Partnership

The Company and APG Pay Pty Ltd ("APG") a wholly owned subsidiary of Singapore based APG Tech Pte Ltd (Singapore), launched the first phase of a new technology platform to deliver former AirPlus corporate travel customers in Australia, New Zealand, Hong Kong and Singapore a payment solution. In addition, Spenda supply chain customers that include certain Carpet Court customers were also migrated to APG Pay.

Both parties continue to collaborate to formalise the commencement of Phase two of platform development that will encompass rolling out the Platform to other industry verticals.

The APG Pay platform processed payments in excess of $50m during Q1 FY26.

SwiftStatement Update

The *SwiftStatement* Member program with Capricorn, continues to roll out at a slower pace than expected, even though continued feedback on product functionality has strong advocacy from the existing user base. The strategic refinement of the solution with value added feature enhancements has moved into a pilot program with the existing user base, prior to launching amongst a wider cohort in Q3 FY26 (Jan/Feb).

The new feature set includes new AI capabilities for invoice capture and processing to encompass a whole of business accounts payable (AP) solution.

SwiftStatement numbers remain at ~120 paying customers. The Company suspended marketing and promotional activities to the Capricorn membership whilst the Company completed the strategic refinement of the solution with value added feature enhancements (such as AI data capture). The Company expects to recommence marketing and sales initiatives during Q2 and Q3 FY26 to broaden adoption of the product amongst the membership.

Carpet Court Retail (SOE)

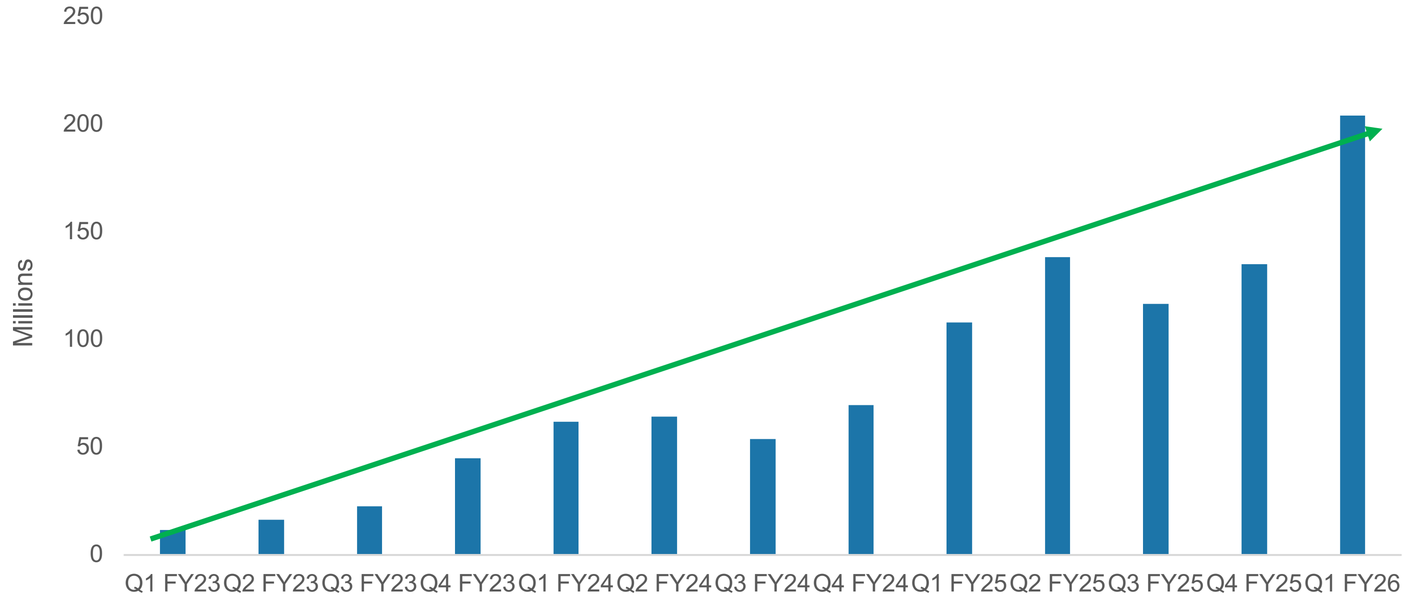
With the first cohort of Carpet Court stores live, the Head Office team and Spenda will now expand its engagement with a broader cross section of the Carpet Court store base with planned implementations through to the end of the year.

Focus on long-term sustainable revenue

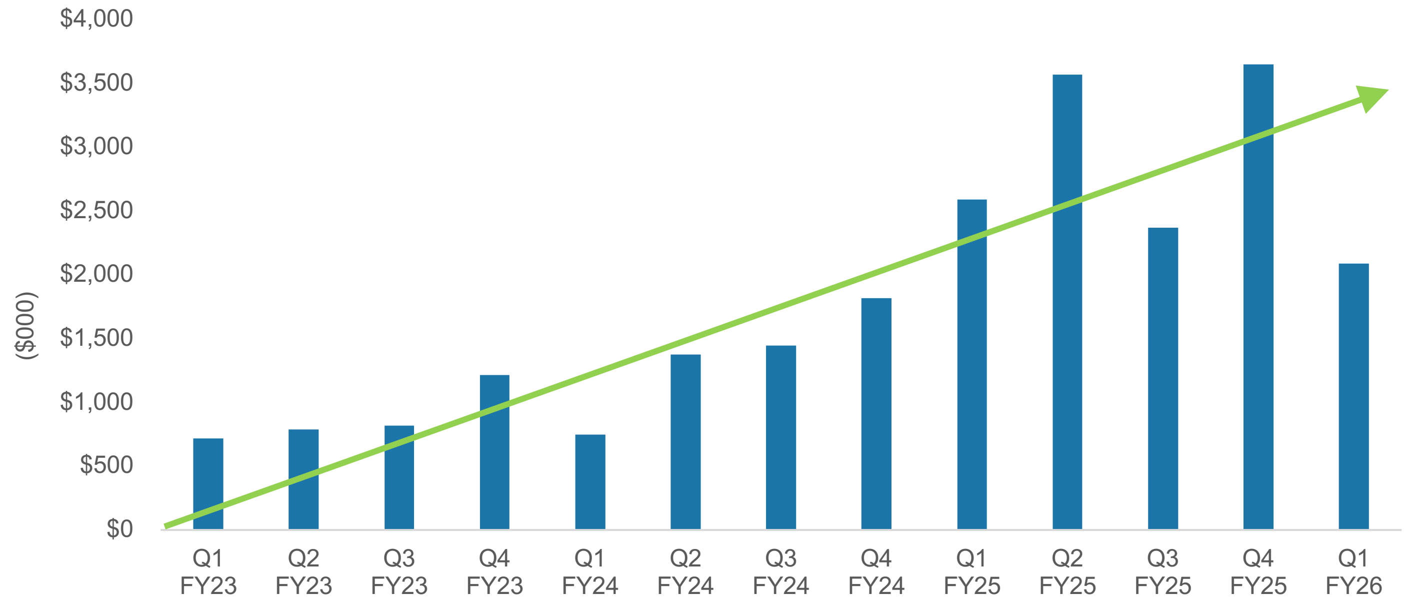
All programs of work are tracking to plan, with the key highlights being:

- Continued support and maintenance of Retail (SOE) to support the Carpet Court expansion; and
- Continued scaling of our finance and payments products, with the main focus on SpendaAP with corresponding SaaS Software licensing fees.

Payment Volumes: Total PV in Q1 FY26 of $204m, up 88% on pcp (Q1 FY25 - $108m).



Financial position: Cash receipts from customers for the quarter were $2.08m.



The Company had a cash and cash equivalents position of $3.265m as of 30 September 2025.

A summary of the Company's cashflow performance comparing Q1 FY26 v Q1 FY25 is as follows:

Table 1: Summary of operating expenditure

	Q1 FY26	Q1 FY25	% Change
Cash Receipts	~$2.09m	~$1.92m	+9%
Cost of Sales	~$1.66m	~$0.29m	+500%
Operating Costs	$1.39m	$2.68m	-52%
Monthly Cash Burn (avg)	$324k*	$351k*	-8%

*The monthly cash burn continued to decrease quarter on quarter. Costs and margins continue to be predictable.

Corporate

Board and Management Changes

During the quarter Managing Director Mr Adrian Floate resigned from executive duties and the Board of the Company due to health concerns. The Company appointed Mrs Corrie Hassan as interim Chief Executive Officer and Mr Francis De Souza as Executive Director.

As a result of the unexpected resignation of Mr Floate, the Executive Leadership Team (ELT) undertook a strategic review of business operations. Interim CEO Mrs Hassan and the ELT's focus has been on cost reduction and the commercialization of the existing product suite to build a solid foundation on which the business can scale efficiently.

Financial

The Company announced that it executed a $3.5M convertible note with Obsidian Global GP LLC. The key terms of the facility are:

- **$3.5M Facility** – 2-year term, $1.20 Face Value.
- **Repayment** – the Company may repay the loan at any time at a price equal to a 5% Premium to the Face Value.
- **Security** – Facility is secured by a general charge over the Company, second to Capricorn.

Complete details of the Convertible Note Facility Agreement can be found in the ASX release on 19 August, 2025.

Related party transactions

The Company made payments totalling $57k to the Company's Directors (including the Managing Director), which included director's salaries, fees and superannuation.

FY 2026 Focus

For the new financial year ahead, the Company will continue to focus on:

- Continued focus on cost rationalization;
- Delivering and maintaining sustainable positive cashflow;
- Completion of *SwiftStatement* program changes to accelerate adoption;
- Deployment of Spenda Retail (SOE) to the Carpet Court store network;
- Continued expansion of the APG Pay Virtual card product; and
- Continued expansion of the Payments and Lending Platform to new customers.

CEO, Corrie Hassan said:

"Following the unexpected departure of Adrian, my focus for the next quarter will be effective cost management and scalable and recurring revenue. Our goal is to simplify the business, tighten operational discipline and execute on the key opportunities in front of us that we can deliver quickly and with scale. It is important to acknowledge that in spite of achieving record revenue growth, and narrowing the gap to operational breakeven, the Company did not manage to breakeven in FY25. My goal as CEO is to focus on stringent cost management and grow our recurring revenue to establish a solid foundation from which we can scale. To date, we have stripped recurring costs of $177k per month through a variety of measures including reducing staff costs by 25%/staff head count by 30%, whilst also retaining our recurring revenue base of $2.1M."

- ENDS –

About Spenda

Spenda Limited (ASX:SPX) is an integrated business platform that enables businesses across the supply chain to sell better and get paid faster. Spenda is both a software solutions provider and a payment processor, delivering the essential infrastructure to streamline processes before, during and after the payment event.

Spenda's payments solution has three components – Software, Payments & Lending – and enables end-to-end e-invoicing integration, rapid ordering, digital trust and automated reconciliation. Spenda creates an industry standard operating environment (SOE) that enables the effective and seamless transfer of data from multiple, disparate software systems in one standardised technology solution. Spenda combines five vendors into one solution with end-to-end software integration as well as ledger-to-ledger integration to improve operational efficiency for all trading parties in the supply chain.

Spenda captures transactions and payments through the value chain, generating layered revenue streams from SaaS, both B2B and B2C payments and B2B supply chain finance. Spenda's ability to analyse and understand payment flows throughout these networks enables the Company to offer customised financing solutions to clients, in order to improve their working capital efficiency and cash utilisation throughout their operations.

For more information, see www.spenda.co

This announcement has been authorised by the Board.

Investor Enquiries

Please register via Spenda's Investor Centre: www.investors.spenda.co

Or

email: investors@spenda.co

Appendix 4C

Quarterly cash flow report for entities subject to Listing Rule 4.7B

Name of entity
Spenda Limited

ABN	Quarter ended ("current quarter")
67 099 084 143	30 September 2025

Consolidated statement of cash flows			Current quarter $A'000	Year to date (3 months) $A'000
1.	**Cash flows from operating activities**			
1.1	Receipts from customers		2,088	2,088
1.2	Payments for			
	(a)	research and development	-	-
	(b)	product manufacturing and operating costs	(1,664)	(1,664)
	(c)	advertising and marketing	(18)	(18)
	(d)	leased assets	-	-
	(e)	staff costs	(982)	(982)
	(f)	administration and corporate costs	(804)	(804)
1.3	Dividends received (see note 3)		-	-
1.4	Interest received		2	2
1.5	Interest and other costs of finance paid		(5)	(5)
1.6	Income taxes paid		-	-
1.7	Government grants and tax incentives		-	-
1.8	Other (provide details if material)		407	407
1.9	**Net cash from/(used in) operating activities**		**(976)**	**(976)**

<u>Note to support item 1.8</u>

Monies relate to restricted cash merchant funds received/(paid) for the quarter.

2.	**Cash flows from investing activities**		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) businesses	-	-
	(c) property, plant and equipment	(1)	(1)
	(d) investments	-	-
	(e) intellectual property	(1,189)	(1,189)
	(f) other non-current assets	-	-
2.2	Proceeds from disposal of:		
	(a) entities	-	-
	(b) businesses	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) intellectual property	-	-
	(f) other non-current assets	450	450
2.3	Net Cash flows from loans to other entities	49	49
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide detail if material)	-	-
2.6	**Net cash from/ (used in) investing activities**	**(691)**	**(691)**

Note to support item 2.1 (e)

As disclosed in note 14 of the Company's FY25 Annual Report, all eligible development expenditure is capitalised in the Company's balance sheet under Intangible Asset, which includes Software Assets that are a form of intellectual property.
Subsequent receipt of the R&D rebate is offset against the capitalised Software Assets.

3.	**Cash flows from financing activities**		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	-
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	-
3.5	Proceeds from borrowings	1,240	1,240
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (Listed Option entitlement issue)	-	-
3.10	**Net cash from/ (used in) financing activities**	**1,240**	**1,240**

4.	**Net increase / (decrease) in cash and cash equivalents for the period**		
4.1	Cash and cash equivalents at beginning of period	3,692	3,692
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(976)	(976)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(691)	(691)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	1,240	1,240
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	**Cash and cash equivalents at end of period**	**3,265**	**3,265**

5.	**Reconciliation of cash and cash equivalent** at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	**Current quarter $A'000**	**Previous quarter $A'000**
5.1	Bank balances	3,265	3,265
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	**Cash and cash equivalents at end of quarter (should equal item 4.6 above)**	**3,265**	**3,265**

6.	**Payments to related parties of the entity and their associates**	**Current quarter $A'000**
6.1	Aggregate amount of payments to related parties and their associates included in item 1	58
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-

Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.

Item 6.1 relates to payments to directors, including director's remuneration and director's superannuation.

7.	**Financing facilities** *Note: the term "facility' includes all forms of financing arrangements available to the entity.* *Add notes as necessary for an understanding of the sources of finance available to the entity.*	**Total facility amount at quarter end $A'000**	**Amount drawn at quarter end $A'000**
7.1	Loan facilities	6,500	4,240
7.2	Credit standby arrangements	-	-
7.3	Other (please specify)	-	-
7.4	**Total financing facilities**	6,500	4,240

7.5	**Unused financing facilities available at quarter end**	2,260

7.6 Facility relating to convertible note of $3.5M is detailed here :- 06n14wg70gpc49.pdf
Facility relating to the working capital loan is detailed here :- 06hg26wb1h8j06.pdf

8.	**Estimated cash available for future operating activities**	**$A'000**
8.1	Net cash from / (used in) operating activities (item 1.9)	(976)
8.2	Cash and cash equivalents at quarter end (item 4.6)	3,265
8.3	Unused finance facilities available at quarter end (item 7.5)	-
8.4	Total available funding (item 8.2 + item 8.3)	3,265
8.5	**Estimated quarters of funding available (item 8.4 divided by item 8.1)**	3

Note: if the entity has reported positive net operating cash flows in item 1.9, answer item 8.5 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.5.

8.6 If item 8.5 is less than 2 quarters, please provide answers to the following questions:

8.6.1 Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?

N/A

8.6.2 Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?

N/A

8.6.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

N/A

Note: where item 8.5 is less than 2 quarters, all of questions 8.6.1, 8.6.2 and 8.6.3 above must be answered.

Compliance statement

1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.

2 This statement gives a true and fair view of the matters disclosed.

Date: 31 October 2025

Authorised by:

The Board of Directors

(Name of body or officer authorising release – see note 4)

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standard applies to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [*name of board committee – eg Audit and Risk Committee*]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.