ASX release

28 July 2026

Way2VAT launches Way2Invoice and adapts to fast changing market as e-invoicing takes hold

Q2 FY26 Quarterly Activities Report and Appendix 4C

Global fintech leader in automated VAT claim and return solutions, Way2VAT Ltd (**ASX: W2V**, **Way2VAT** or the **Company**), provides an update on its activities for the quarter ended 30 June 2026 (Q2 FY26), alongside the Company's Appendix 4C.

Q2 FY26 highlights (all figures A$ unless otherwise stated and unaudited)

- **Quarterly revenue of $2.15 million, up 30% on pcp (Q2 FY25: $1.65 million).**
- **Quarterly cash receipts of $1.70 million, up 83% on pcp ($927k in Q2 FY25).**
- **Accounts Receivable remained stable compared to 31 March 2026, at approximately $7.5 million.**
- **Way2VAT launches new Way2Invoice e-invoicing platform with integrated APAI capabilities and SaaS revenue model.**
- **Several new clients signed in quarter across several sectors lifting enterprise client numbers from 526 to 533.**
- **Partnership with Go Global expanded following a strong pipeline of opportunities.**
- **On 30 June 2026, Way2VAT announced that it had restructured its debt facilities with its long-term banker, Bank Hapoalim to increase the total debt facility and lengthen the maturity term (see ASX announcement 30 June 2026).**

Commenting on the Company's achievements in Q2 FY26, Way2VAT Founder & CEO, Amos Simantov, said:

*"*The focus during *Q2* FY26 has been on building the sales pipeline further across the whole business as we engage with clients on all four pillars of our business. The technical integration with the Coupa App Marketplace is now live and joint marketing initiatives have begun. Our APAI product is now available on the "Coupa App Marketplace" where Coupa clients can seamlessly integrate our APAI tool into their current AP invoice flow".

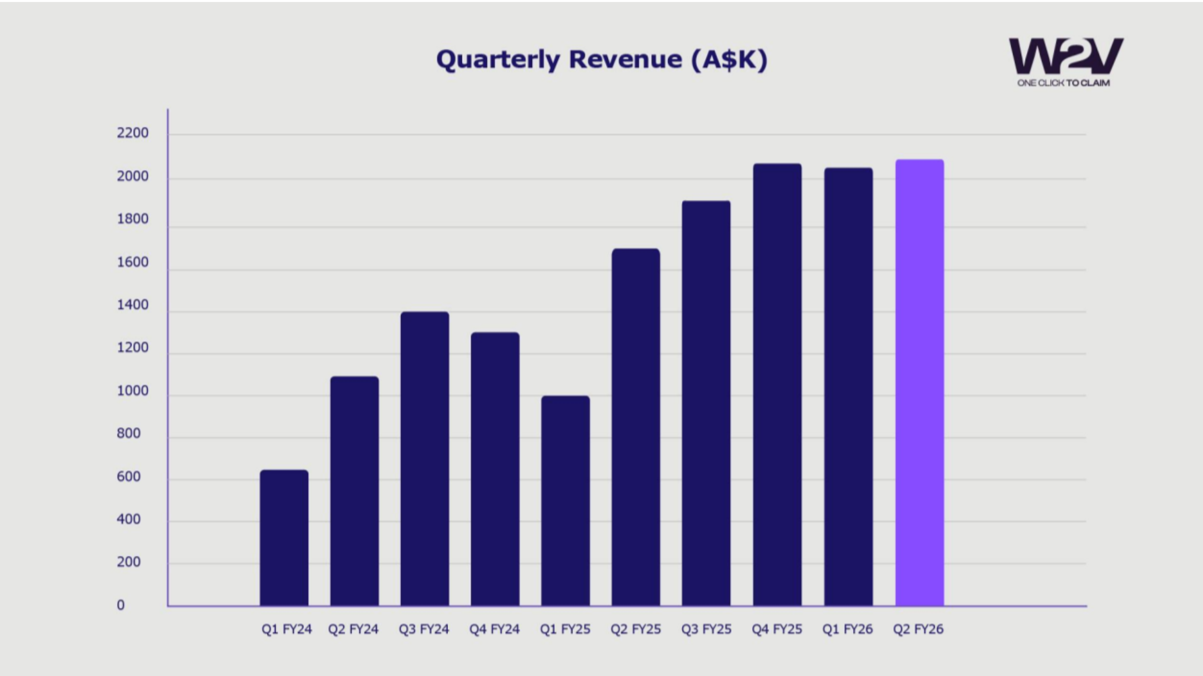
“We have also launched Way2Invoice, a new offering combining our APAI and e-invoicing products on the one platform to address new regulations in Europe and APAC countries seeking to address VAT fraud. Way2Invoice provides online invoice compliance and e-invoicing on one platform.”

“The RBC acquisition continues to perform in line with our growth expectations. Pleasingly, we have won a contract to provide specific e-invoicing advisory services for Emerging Travel Group (ETG) in Germany, a project that will be our first linked to e-invoicing from a VAT consultancy perspective”.

“A commercial partnership with Go Global has also increased in scope. Go Global are a consultancy firm tasked with assisting their clients grow into other countries in terms of entity registrations, setup etc. All VAT assistance for their clients is being handled by RBC/W2V”.

Financial highlights

Way2VAT’s total quarterly revenue continues to grow with Q2 FY26 revenue of $2.15 million increasing 30% on pcp (Q2 FY25: $1.65 million).



Operational highlights

Way2Invoice e-invoicing platform launch

Governments around the world (Mainly in Europe and APAC countries) are introducing mandatory e-invoicing requirements as part of broader initiatives to improve VAT compliance and reduce fraud. Businesses are preparing their systems to conform to these requirements with deadlines varying in different countries.

In response to this market dynamic, Way2VAT has launched its “Way2Invoice” product, bringing together the Company's APAI (AI-Powered Accounts Payable Intelligence) technology with its e-invoicing capabilities to assist customers in automating invoice processing and compliance across multiple jurisdictions.

Way2Invoice enables customers to generate, transmit and receive compliant electronic invoices across multiple jurisdictions. The platform supports country-specific e-invoicing requirements and manages invoice processing and status tracking through a single solution. Way2Invoice includes automated compliance checks against applicable **country, transaction and indirect tax requirements** to assist customers in identifying potential invoice compliance issues before invoices are processed.

Coverage

Live across 20+ countries, with additional markets rolling out as coverage expands by demand and readiness.

Part of the Way2VAT platform

Way2Invoice connects to Way2VAT's broader indirect tax platform — VAT & GST reclaim across 40+ countries, and RBCVAT advisory depth. Way2Invoice integrates with Way2VAT's broader indirect tax platform, enabling clients to access invoice compliance, VAT reclaim and advisory services through a single platform. Way2Invoice services will be billed monthly on a SaaS basis where clients will be charged per the numbers of invoices processed.

Way2VAT has enlisted the support of a 3rd party provider to give Way2VAT access to the PEPPOL network, which is required in various countries for e-invoicing connectivity and means that Way2VAT can instantly offer e-invoicing services in 20+ countries. With countries such as Germany, France, Belgium and the UAE enforcing e-invoicing in the coming months, this enables Way2VAT to provide e-invoicing connectivity across more than 20 countries, including markets where mandatory e-invoicing requirements are being introduced.

Way2VAT has already carried out successful POCs for current clients in Germany and is awaiting the first contracts to be signed with external clients.

The launch of Way2Invoice aligns closely with our Four Pillars strategy by expanding its integrated offering of VAT Reclaim, Advisory, Invoice Compliance and e-invoicing solutions all on one platform.

Expanding Partnerships to facilitate growth in new and existing enterprise client base

At the end of Q2 FY26, the Way2VAT group had 533 enterprise clients, up from 526 in Q1 FY26.

Go Global

Go Global is a consultancy firm tasked with assisting their clients to grow into other countries in terms of entity registrations, setup etc. All VAT assistance for joint Way2VAT and Go Global clients is being handled by RBC/W2V. Way2VAT is expanding the scope of its partnership with Go Global to facilitate increased client requests for VAT registration and reclaim in new jurisdictions.

Financial details

Way2VAT's quarterly revenue was $2.15 million in the second quarter of FY26. June Quarter Operating Expenses (as defined by item 1.2 in appendix 4C) remained stable compared to the previous quarter at $2.80 million. RBC revenues and operating costs are included in the above numbers.

Please note that item 1.8 in the accompanying Appendix 4C reflects the fact that for International VAT reclaims, Way2VAT acts on behalf of its clients with the tax authorities. This means that at the end of any given quarter Way2VAT may have received client VAT returns that it has not yet paid out to clients whilst it is undergoing final compliance checks. Q2 2026 saw a net inflow of $68,000 compared to a $55,000 net outflow in the previous quarter. These net cash inflows and outflows need to be taken into consideration when looking at quarterly cash movements. These net inflows and outflows do not reflect the company's operating cash inflows and outflows, rather the end movement of client monies on Way2VAT's balance sheet compared to the end of the previous quarter.

Overall cash receipts from clients remained flat at $1.70m in Q2 FY26 versus Q1 FY26.

The Company's Accounts Receivable balance as at 30 June 2026 remained stable compared to 31 March 2026, at approximately $7.5 million.

The Company's current financing facilities with its banker, Bank Hapoalim are detailed in the accompanying Appendix 4C. The outstanding balance of loan facilities with Bank Hapoalim increased during the quarter from $3,926,000 to $4,942,000. Details of all outstanding loans post the 30 June 2026 announced restructure of the financing facility are shown in section 7.6 of the accompanying Appendix 4C report.

During the quarter, $153,000 in payments were made to related parties and their associates, including wages for the CEO (including superannuation equivalent) and a Non-Executive Director.

Outlook

Way2VAT Founder & CEO Amos Simantov, said:

"As mentioned previously, the increasing reliance on technology for efficient VAT reclaim processes has contributed to an increase in potential M&A targets for Way2VAT to evaluate and we will keep the market informed of progress in this area. We remain active in M&A discussions in line with our strategic plans to grow both organically and via acquisition opportunities",

Appendix 4C

Please find attached the Company's Appendix 4C.

This announcement was authorised for release to the ASX by the Board of Way2VAT.

ENDS

For more information, please contact:

Investors
Amos Simantov
ir@way2vat.com
amos@way2vat.com

About Way2VAT

Way2VAT is a global fintech leader in automated VAT/GST claim and return solutions in over 40 countries and in over 20 languages, serving hundreds of enterprise businesses worldwide. Way2VAT owns and operates a patented artificial intelligence technology that powers the world's first fully automated, end-to-end VAT reclaim platform.

Established in 2016, Way2VAT is headquartered in Tel Aviv with offices in the United Kingdom, Spain, and Romania. It has over 80 employees, and 533 global enterprise companies use its platform.

www.way2vat.com

ONE CLICK TO CLAIM

Appendix 4C

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

Name of entity	
WAY 2 VAT LTD	
ARBN	Quarter ended ("current quarter")
637 709 114	30 June 2026

Consolidated statement of cash flows		Current quarter A$'000	Year to date (6 months) A$'000
1.	Cash flows from operating activities		
1.1	Receipts collected from clients	1,695	3,394
1.2	Payments for:		
	research and development	(188)	(295)
	advertising and marketing	(84)	(171)
	leased assets	(110)	(237)
	staff costs	(1,650)	(3,464)
	Professional services, administration and corporate costs	(770)	(1,433)
1.3	Dividends received	-	-
1.4	Interest received	-	-
1.5	Interest and other costs of finance paid	(130)	(229)
1.6	Income taxes (paid) / received	(136)	(136)
1.7	Government grants and tax incentives	-	-
1.8	Net client receipts from tax authorities (repaid) / not yet repaid	68	13
1.9	Other	(111)	(207)
1.10	**Net cash used in operating activities**	(1,416)	(2,765)

Consolidated statement of cash flows		Current quarter A$'000	Year to date (6 months) A$'000
2.	**Cash flows from investing activities**		
2.1	Payments to acquire or for:		
	entities	(501)	(501)
	businesses	-	-
	property, plant and equipment	-	-
	investments	-	-
	intellectual property	-	-
	other non-current assets	-	-
2.2	Proceeds from disposal of:		
	entities	-	-
	businesses	-	-
	property, plant and equipment	-	-
	investments	-	-
	intellectual property	-	-
	other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received	-	-
2.5	Other		
2.6	**Net cash used in investing activities**	**(501)**	**(501)**

3.	**Cash flows from financing activities**		
3.1	Proceeds from issuance of ordinary shares (excluding convertible debt securities)	2,600	2,600
3.2	Proceeds from convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issuance of ordinary shares and/or convertible debt securities	(175)	(175)
3.5	Proceeds from loans	2,438	3,823
3.6	Repayment of loans	(1,560)	(1,722)
3.7	Transaction costs related to loans	-	-
3.8	Dividends paid	-	-
3.9	Other	(21)	(21)
3.10	**Net cash provided by financing activities**	**3,282**	**4,505**

Consolidated statement of cash flows	Current quarter A$'000	Year to date (6 months) A$'000

4.	**Net increase / (decrease) in cash and cash equivalents for the period**		
4.1	Cash and cash equivalents at beginning of period	594	768
4.2	Net cash used in operating activities (item 1.10 above)	(1,416)	(2,765)
4.3	Net cash used in investing activities (item 2.6 above)	(501)	(501)
4.4	Net cash provided by financing activities (item 3.10 above)	3,282	4,505
4.5	Effect of exchange rate changes on cash and cash equivalents	(36)	(84)
4.6	**Cash and cash equivalents at end of period**	**1,923**	**1,923**

5.	Reconciliation of cash and cash equivalents 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	1,923	1,923
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)**	**1,923**	**1,923**

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	(153)
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.

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	4,942	4,942
7.2	Credit standby arrangements	-	-
7.3	Other (please specify)	-	-
7.4	**Total financing facilities**	**4,942**	**4,942**
7.5	**Unused financing facilities available at quarter end**		-

7.6 Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.

Total facility and drawn amounts denominated in NIS at quarter end (30 June 2026) with Israeli Bank Hapoalim contains the following (subject to foreign exchange conversion rates):

1. Secured Loan of $1,293 Thousand:
The Company obtained a secured loan in the amount of $1,293 thousand, backed by a percentage of its receivables from tax authorities. The loan is scheduled for repayment on 30 August 2026, and bears interest at the Israeli Prime Rate + 4.50% (currently 9.50%), with interest payable monthly.

2. Secured Loan Outstanding Balance of $480 Thousand:
On 10 September 2025 related to the RBC VAT acquisition, the Company secured a loan of $1,017 thousand, backed by RBC shares. The loan is repayable over an 18-month period (principal and interest), commencing on 10 October 2025 and ending on 10 March 2027. The loan bears interest at the Israeli Prime Rate plus 4.50% (currently 9.50%), with interest payable on a monthly basis. As of 30 June 2026, the Company has already repaid nine (9) instalments under the loan.

3. Unsecured Bridge Loan of $731 Thousand:
On 30 October 2025, the Company received a short-term, unsecured bridge loan totalling $731 thousand. The loan is scheduled for repayment on 30 October 2026, and bears interest at the Israeli Prime Rate + 4.50% (currently 9.50%), with interest payable monthly.

4. Secured Loan of $2,438 Thousand:
On 30 June 2026 the Company secured a loan of $2,438 thousand. The loan is repayable over a 36-month period (principal and interest), commencing on 28 July 2026 and ending on 28 June 2029. The loan bears interest at the Israeli Prime Rate plus 5.00% (currently 10.00%), with interest payable on a monthly basis.

8.	Estimated cash available for future operating activities	A$'000
8.1	Net cash used in operating activities (item 1.10) including refund collected for clients.	(1,416)
8.2	Cash and cash equivalents at quarter end (item 4.6)	1,923
8.3	Unused finance facilities available at quarter end (item 7.5)	-
8.4	Total available funding (item 8.2 + item 8.3)	1,923
8.5	Estimated quarters of funding available (item 8.4 divided by item 8.1)	1.36

Note: if the entity has reported positive net operating cash flows in item 1.10, 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?

Answer:

The Company expects a decline in operating cash burn over the coming quarters, primarily driven by increased revenues resulting from higher client activity and recent client acquisitions, positive cash flow effect from the RBC acquisition as well as improved cash collections from clients and tax authorities. With reference to Item 7.6, Loan 1, this loan is reviewed annually, and it is the company's expectation that this loan will once again be rolled over for another year as per past practices.

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?

Answer:

Yes:

The Company has a strong track record of raising funds to support the Company's growth and will continue to explore all funding avenues to take it through to its cashflow break-even point.

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?

Yes, please see 8.6.1 and 8.6.2 above

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.

ONE CLICK TO CLAIM

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: 28 July 2026
....

Authorised by: 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.