

**Butn Limited**

**ABN 42 644 182 883**

**Half-year report - 31 December 2025**

**Butn Limited**  
**Directors' report**  
**31 December 2025**

The directors present their report, together with the financial statements, on the consolidated entity (referred to hereafter as the 'consolidated entity' or 'Group') consisting of Butn Limited (referred to hereafter as the 'company', 'Butn' or 'parent entity') and the entities it controlled at the end of, or during, the half-year ended 31 December 2025.

**Directors**

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

Cameron Petricevic – Independent and Non-Executive Chair  
Rael Ross – Executive Director  
Walter Rapoport – Executive Director (Resigned 17 September 2025)  
Stan Gordon (Appointed 17 September 2025)

**Principal activities**

Butn Limited provides transactional funding to small and medium enterprises. This includes factoring, supply chain finance and commission advancement across a wide range of industries. In addition, the Group has developed a fintech solution to extend its funding approach and provide embedded finance opportunities through third party platforms.

**Review of operations**

The half-year to 31 December 2025 (1H26) saw continued expansion in transactional funding provided to small and medium enterprises (SMEs), with revenue reaching a record \$8.2 million, up 15% on the previous corresponding period (pcp, 1H25). This growth was supported by a record quarterly revenue of \$4.2 million in Q1 FY26.

Revenue margins remained stable at 3.0%, reflecting ongoing contributions from higher-margin platform originations, which now account for over 40% of total monthly originations following successful customer repricing and channel mix improvements.

Platform originations reached a record \$113.9 million in 1H26, up 38% on the pcp. This continued expansion reflects the increasing diversity and strength of our strategic partnerships, alongside sustained high levels of user engagement, transactions, and new user registrations across the platform ecosystem.

The Group recorded a pre-tax loss of \$1.8 million and an after-tax loss of \$1.9 million for 1H26. While Q1 delivered positive operating cash flow, due to one-off expenditure in Q2, the Company recorded a negative net operating cash flow for the half year.

Despite these results, the business continues to demonstrate underlying operational leverage. Management remains focused on disciplined cost control, platform scaling, and capital efficiency to drive improved profitability as origination volumes grow.

On 1 July 2025, Butn entered a \$100 million senior debt facility with Northleaf Capital Partners (a very well-established, institutional lender based in Canada), replacing the existing corporate notes program across the AFC 2019-1 and AFC 2022-1 Trusts. The new facility forms part of the Group's ongoing capital management strategy, which has extended the Group's current funding maturity profile and provides scalable funding to support future growth opportunities. As at the date of this report, \$77 million of the facility was drawn down.

On 4 July 2025, Butn announced the planned transition of Co-CEO, Walter Rapoport, who retired from his executive role. This transition formed part of the Company's longer-term leadership and succession planning. Rael Ross continues as CEO and Executive Director, ensuring continuity of strategic direction and operational execution across the business.

In August 2025, following shareholder approval, Tranche 2 of the June 2025 equity placement was completed, raising approximately \$3 million to support growth initiatives and strengthen the balance sheet.

On 17 September 2025, Butn strengthened its Board with the appointment of Stanley Gordon as an Independent Non-Executive Director. Mr Gordon brings extensive experience in financial services, credit and business strategy. As part of the Board renewal process, Walter Rapoport stepped down from the Board. With this appointment, the Board maintains a majority of independent directors and continues to align governance capability with the Company's growth trajectory.

**Butn Limited**  
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During 1H26, management actively evaluated further growth opportunities, including multiple merger and acquisition prospects. The retail private credit fund, Moneybox, and the entry into the APAC Crypto-Backed Lending market via Butn's "Originate to Distribute" model are progressing and expected to become fully operational later in the year.

The Group enters the second half of FY26 with a strengthened funding platform, improved balance sheet flexibility, and an increasingly scalable operating model. The new senior debt facility, continued platform momentum, and ongoing expansion into new verticals position Butn to pursue higher origination volumes and customer acquisition. Management continues to prioritise disciplined capital management, operational efficiencies, and sustainable revenue growth. The Company remains well-placed to leverage its technology-enabled funding solutions across its target markets.

**Matters subsequent to the end of the financial half-year**

Other than those disclosed in the financial statements, no matter or circumstance has arisen since 31 December 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 periods.

**Auditor's independence declaration**

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

**Rounding of amounts**

The company is of a kind referred to in Corporations Instrument 2016/191, issued by the Australian Securities and Investments Commission, relating to 'rounding-off'. Amounts in this report have been rounded off in accordance with that Corporations Instrument to the nearest dollar.

This report is made in accordance with a resolution of directors, pursuant to section 306(3)(a) of the Corporations Act 2001.

On behalf of the directors



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Rael Ross  
Director



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Cameron Petricevic  
Director

Date: 18 February 2026

**BUTN LIMITED**  
**ABN 42 644 182 883**

**AUDITOR'S INDEPENDENCE DECLARATION  
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001  
TO THE MEMBERS OF BUTN LIMITED**

As lead auditor for the review of Butn Limited and Controlled Entities for the half-year ended 31 December 2025, I declare that, to the best of my knowledge and belief, there have been:

- (i) no contraventions of the auditor independence requirements of the Corporations Act 2001 in relation to the review; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the review.

**Hall Chadwick Melbourne Audit**  
**Chartered Accountants**  
**Level 14, 440 Collins Street**  
**MELBOURNE VIC 3000**



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**Anh (Steven) Nguyen**  
**Registered Company Auditor**  
**Director**

**Date: 19 February 2026**

**Butn Limited**  
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**General information**

The financial statements cover Butn Limited as a consolidated entity consisting of Butn Limited and the entities it controlled at the end of, or during, the half-year. The financial statements are presented in Australian dollars, which is Butn Limited's functional and presentation currency.

Butn Limited is a company limited by shares, incorporated and domiciled in Australia.

Butn Limited's registered office and principal place of business are:

**Registered office**

Level 25  
525 Collins Street  
MELBOURNE  
VIC 3000

**Principal place of business**

Level 3, Office 20 & 22, 21-23 Williams Street  
BALACLAVA  
VIC 3183

**Butn Limited**  
**Statement of profit or loss and other comprehensive income**  
**For the half-year ended 31 December 2025**

		<b>Consolidated</b>	
	<b>Note</b>	<b>31 Dec 2025</b>	<b>31 Dec 2024</b>
		<b>\$</b>	<b>\$</b>
<b>Revenue</b>	3	8,185,326	7,101,558
Other income		3,088	4,115
Interest revenue		299,492	199,567
<b>Expenses</b>			
Employee benefits expenses		(1,437,688)	(1,434,498)
Consulting and IT related fees		(831,758)	(851,200)
Other expenses	4	(2,306,785)	(456,562)
Occupancy		(49,866)	(39,968)
Depreciation and amortisation expense	4	(128,401)	(125,039)
Share-based payments expense		(31,277)	(48,544)
Finance costs	4	(5,488,519)	(4,135,889)
<b>Profit/(Loss) before income tax expense</b>		(1,786,388)	213,540
Income tax (expense) / benefit		(64,145)	(8,395)
<b>Loss after income tax expense for the half-year attributable to the owners of Butn Limited</b>		(1,850,533)	205,145
Other comprehensive income for the half-year, net of tax		-	-
<b>Total comprehensive income for the half-year attributable to the owners of Butn Limited</b>		<u>(1,850,533)</u>	<u>205,145</u>
Basic profit/(loss) per share	15	(0.01)	0.01
Diluted profit/(loss) per share	15	(0.01)	0.01

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

**Butn Limited**  
**Statement of financial position**  
**As at 31 December 2025**

		<b>Consolidated</b>	
	<b>Note</b>	<b>31 Dec 2025</b>	<b>30 Jun 2025</b>
		<b>\$</b>	<b>\$</b>
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	5	27,932,529	16,315,930
Trade and other receivables	6	68,206,957	83,882,078
Financial assets	7	4,000,000	4,000,000
Other		370,942	741,189
<b>Total current assets</b>		<u>100,510,428</u>	<u>104,939,197</u>
<b>Non-current assets</b>			
Intangibles	8	1,464,291	1,256,010
Deferred tax		1,338,370	1,342,193
<b>Total non-current assets</b>		<u>2,802,661</u>	<u>2,598,203</u>
<b>Total assets</b>		<u>103,313,089</u>	<u>107,537,400</u>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade, accruals and other payables	9	2,195,220	2,547,724
Borrowings	10	10,456,378	91,003,682
Income tax		60,631	-
Employee benefits		810,276	857,225
Deferred revenue		792,324	930,260
<b>Total current liabilities</b>		<u>14,314,829</u>	<u>95,338,891</u>
<b>Non-current liabilities</b>			
Borrowings	11	75,345,409	-
Employee benefits		57,814	55,140
<b>Total non-current liabilities</b>		<u>75,403,223</u>	<u>55,140</u>
<b>Total liabilities</b>		<u>89,718,052</u>	<u>95,394,031</u>
<b>Net assets</b>		<u>13,595,037</u>	<u>12,143,369</u>
<b>Equity</b>			
Issued capital	12	49,195,012	46,365,754
Reserves		2,055,250	1,582,307
Accumulated losses		<u>(37,655,225)</u>	<u>(35,804,692)</u>
<b>Total equity</b>		<u>13,595,037</u>	<u>12,143,369</u>

*The above statement of financial position should be read in conjunction with the accompanying notes*

**Butn Limited**  
**Statement of changes in equity**  
**For the half-year ended 31 December 2025**

<b>Consolidated</b>	<b>Issued capital</b> <b>\$</b>	<b>Capital restructure reserve</b> <b>\$</b>	<b>Share-based payments reserve</b> <b>\$</b>	<b>Accumulated losses</b> <b>\$</b>	<b>Total equity</b> <b>\$</b>
Balance at 1 July 2025	46,365,754	(548,149)	2,130,456	(35,804,692)	12,143,369
Profit/(Loss) after income tax expense for the half-year	-	-	-	(1,850,533)	(1,850,533)
Other comprehensive income for the half-year, net of tax	-	-	-	-	-
Total comprehensive income for the half-year	-	-	-	(1,850,533)	(1,850,533)
Issue of shares – Institutional placement	3,041,386	-	-	-	3,041,386
Transaction costs on issue of shares	(212,128)	-	-	-	(212,128)
Issue of options as part of refinancing arrangement	-	-	441,666	-	441,666
Share-based payments expense	-	-	31,277	-	31,277
Balance at 31 December 2025	<u>49,195,012</u>	<u>(548,149)</u>	<u>2,603,399</u>	<u>(37,655,225)</u>	<u>13,595,037</u>

<b>Consolidated</b>	<b>Issued capital</b> <b>\$</b>	<b>Capital restructure reserve</b> <b>\$</b>	<b>Share-based payments reserve</b> <b>\$</b>	<b>Accumulated losses</b> <b>\$</b>	<b>Total equity</b> <b>\$</b>
Balance at 1 July 2024	39,767,239	(548,149)	2,030,066	(33,143,134)	8,106,022
(Loss) after income tax benefit for the half-year	-	-	-	205,145	205,145
Other comprehensive income for the half-year, net of tax	-	-	-	-	-
Total comprehensive income for the half-year	-	-	-	205,145	205,145
Share-based payments expense	-	-	48,544	-	48,544
Balance at 31 December 2024	<u>39,767,239</u>	<u>(548,149)</u>	<u>2,078,610</u>	<u>(32,937,989)</u>	<u>8,359,711</u>

*The above statement of changes in equity should be read in conjunction with the accompanying notes*

**Butn Limited**  
**Statement of cash flows**  
**For the half-year ended 31 December 2025**

	<b>Consolidated</b>	
<b>Note</b>	<b>31 Dec 2025</b>	<b>31 Dec 2024</b>
	<b>\$</b>	<b>\$</b>
<b>Cash flows from operating activities</b>		
Receipts from clients	8,050,477	7,104,095
Payment to suppliers and employees	(5,046,402)	(3,515,398)
Interest received	299,492	199,567
Interest paid	(3,737,561)	(3,336,612)
Taxes refunded	156,862	100,120
	<u>(277,132)</u>	<u>551,772</u>
<b>Cash flows from investing activities</b>		
Proceeds from receivables	244,801,343	216,386,922
Payments for receivables	(229,299,497)	(213,075,807)
Payments for intangibles	(336,056)	(321,174)
	<u>15,165,790</u>	<u>2,989,941</u>
<b>Cash flows from financing activities</b>		
Proceeds from equity	3,041,386	-
Proceeds from borrowings	77,000,000	-
Repayment of borrowings	(81,326,000)	-
Transaction costs on issue of shares	(212,128)	-
Transaction costs related to borrowings	(1,779,546)	-
	<u>(3,276,288)</u>	<u>-</u>
Net cash from financing activities	<u>(3,276,288)</u>	<u>-</u>
Net increase in cash and cash equivalents	11,612,370	3,541,713
Cash and cash equivalents at the beginning of the financial half-year	16,091,838	13,284,348
Cash and cash equivalents at the end of the financial half-year	6 <u>27,704,208</u>	<u>16,826,061</u>

*The above statement of cash flows should be read in conjunction with the accompanying notes*

**Butn Limited**  
**Notes to the financial statements**  
**31 December 2025**

**Note 1. Significant accounting policies**

**Basis of preparation**

These general purpose interim financial statements for the half-year reporting period ended 31 December 2025 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

These general purpose interim financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the Butn Limited annual report for the year ended 30 June 2025 and considered with any public announcements made by Butn Ltd during the half-year ended 31 December 2025 in accordance with the continuous disclosure obligations of the *Corporations Act 2001* and ASX Listing Rules.

The principal accounting policies adopted are consistent with those of the 2025 annual financial statements, unless otherwise stated.

The Group's activities are not subject to seasonal or cyclical fluctuations.

**Restatement of comparatives**

Comparative figures, where appropriate, have been reclassified to be comparable with the figures presented for the current financial half-year.

**Going concern**

The financial statements have been prepared on a going concern basis. In forming this view the Directors note:

- The Group recorded a loss after tax of \$1.9 million for the half year
- Net operating cash outflows were \$0.3 million for the period, however the Group has recorded a net surplus of \$15.2m from investing cash flows
- During the period, the Group entered into a \$100 million syndicated facility with Northleaf Capital Partners, of which \$77 million was drawn at the reporting date and \$23 million remains available to the Group.
- The Group continues to comply with all financial and non-financial covenants under its funding arrangements.

Management prepares an annual budget, including an assessment of cash flow requirements, and continue to monitor actual performance against budget and plan throughout the reporting period. Management have assessed forecast cash flows based on which the Group will have sufficient funds available to meet its commitments for at least 12 months from the date of signing of this report.

Accordingly, no adjustments have been made and the financial statements have been prepared on a going concern basis.

**Note 2. Critical accounting judgements, estimates and assumptions**

The critical estimates and judgements are consistent with those applied and disclosed in the 30 June 2025 annual report.

**Note 3. Revenue**

	<b>Consolidated</b>	
	<b>31 Dec 2025</b>	<b>31 Dec 2024</b>
	<b>\$</b>	<b>\$</b>
Revenue from customers	<u>8,185,326</u>	<u>7,101,558</u>

Revenue for the period comprises transaction and platform fees.

No significant changes to the Group's revenue recognition policies occurred during the period.

**Butn Limited**  
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**Note 4. Expenses**

	<b>Consolidated</b>	
	<b>31 Dec 2025</b>	<b>31 Dec 2024</b>
	\$	\$
(Loss) before income tax includes the following specific expenses:		
<i>Amortisation</i>		
Customer list	128,401	125,039
Total amortisation	<u>128,401</u>	<u>125,039</u>
<i>Finance costs</i>		
Interest and finance expenses paid/payable	4,802,295	3,275,581
Unwinding of transaction costs and modification gains	686,224	860,308
Finance costs expensed	<u>5,488,519</u>	<u>4,135,889</u>
<i>Superannuation expense</i>		
Defined contribution superannuation expense	143,033	139,167
<i>Other expenses</i>		
Allowances for expected credit losses	-	(1,000,000)
Bad debts	105,266	177,890
Professional fees	275,940	256,153
Insurance	87,846	74,423
Legal fees	577,880	216,011
Sundry expenses	66,177	112,218
Bank charges	102,800	93,451
Commissions	1,090,876	526,416
	<u>2,306,785</u>	<u>456,562</u>

**Note 5. Current assets - cash and cash equivalents**

	<b>Consolidated</b>	
	<b>31 Dec 2025</b>	<b>30 Jun 2025</b>
	\$	\$
Cash on hand	1,193	1,201
Cash at bank	27,909,546	16,305,807
Cash on deposit	21,790	8,922
	<u>27,932,529</u>	<u>16,315,930</u>

*Reconciliation to cash and cash equivalents at the end of the half-year reporting period*

The above figures are reconciled to cash and cash equivalents at the end of the financial half-year as shown in the statement of cash flows as follows:

Balances as above	27,932,529	16,315,930
Bank facilities (Note 10)	(228,321)	(224,092)
Balance as per statement of cash flows	<u>27,704,208</u>	<u>16,091,838</u>

**Butn Limited**  
**Notes to the financial statements**  
**31 December 2025**

**Note 5. Current assets - cash and cash equivalents (continued)**

Cash at bank earns interest at floating rates based on daily bank deposit rates. Short-term deposits are made for varying periods of between one day and three months, depending on the immediate cash requirements of the Group, and earns interest at the respective short-term deposit rates.

**Note 6. Current assets - trade and other receivables**

	<b>Consolidated</b>	
	<b>31 Dec 2025</b>	<b>30 Jun 2025</b>
	\$	\$
Trade receivables	72,137,340	87,744,452
Less: Allowance for expected credit losses	<u>(4,000,000)</u>	<u>(4,000,000)</u>
	68,137,340	83,744,452
 BAS receivable	 69,617	 137,626
	<u>68,206,957</u>	<u>83,882,078</u>

Trade receivables are generally settled on terms of between 30 and 90 days. Client credit risk is influenced by individual debtors with the majority retailers and insurance companies with established credit worthiness. The Group also has recourse and / or security to its underlying clients in certain circumstances. New clients are assessed in advance of trading and monitored on an ongoing basis, along with all clients, to minimise bad debts. For trade and other receivables, the Group applies the lifetime expected credit loss ("ECL") model to trade receivables. The allowance for expected credit losses at 31 December 2025 remains at \$4 million.

A financial asset is considered by the Group to be in default and is written off when internal or external information indicates that there is no reasonable expectation of recovering the contractual cash flows.

During the half year, following changes in the ageing profile of receivables, management assessed the impact of updated historical loss rates, forward looking economic assumptions, customer portfolio performance indicators and collateral arrangements.

Forward looking assumptions incorporate macroeconomic indicators applicable to the SME sector, including GDP forecasts, insolvency trends and interest rate expectations. After considering these factors, no adjustment to the allowance was required.

Receivables are written off when there is no reasonable expectation of recovery. There were no material write offs in the half year.

The ageing of the receivables and allowance for expected credit losses provided for above are as follows:

	Carrying amount		Expected credit loss rate		Allowance for expected credit loss	
	<b>31 Dec 2025</b>	<b>30 June 2025</b>	<b>31 Dec 2025</b>	<b>30 June 2025</b>	<b>31 Dec 2025</b>	<b>30 June 2025</b>
<b>Consolidated</b>	\$	\$	%	%	\$	\$
0-90 days	67,241,043	79,193,669	1.11%	1.24%	747,053	982,284
91 - 120 days	984,470	4,778,906	15.00%	15.00%	147,670	716,836
121 - 150 days	813,028	2,302,997	50.00%	50.00%	406,514	1,151,499
150+ days	3,098,799	1,468,880	87.09%	78.25%	2,698,763	1,149,381
	<u>72,137,340</u>	<u>87,744,452</u>			<u>4,000,000</u>	<u>4,000,000</u>

**Butn Limited**  
**Notes to the financial statements**  
**31 December 2025**

**Note 6. Current assets - trade and other receivables (continued)**

Movements in the allowance for expected credit losses are as follows:

	<b>Consolidated</b>	
	<b>31 Dec 2025</b>	<b>30 Jun 2025</b>
	\$	\$
Opening balance	4,000,000	4,000,000
Additional provision recognised	-	-
Release of provision	-	-
Closing balance	<u>4,000,000</u>	<u>4,000,000</u>

**Note 7. Current assets – financial assets**

	<b>Consolidated</b>	
	<b>31 Dec 2025</b>	<b>30 Jun 2025</b>
	\$	\$
Investment – Eldium Income Fund	<u>4,000,000</u>	<u>4,000,000</u>

On 30 June 2025, the Group invested \$4,000,000 into the Eldium Income Fund. The investment earns interest at 8.50% per annum.

**Note 8. Non-current assets - intangibles**

	<b>Consolidated</b>	
	<b>31 Dec 2025</b>	<b>30 Jun 2025</b>
	\$	\$
Customer list - at cost	2,825,527	2,798,461
Less: Accumulated amortisation	<u>(2,051,909)</u>	<u>(1,923,508)</u>
	773,618	874,953
Intellectual property - at cost	885,721	576,105
Less: Accumulated amortisation	-	-
Less: R&D offset	<u>(333,900)</u>	<u>(333,900)</u>
	551,821	242,205
License - at cost	<u>138,852</u>	<u>138,852</u>
	<u>1,464,291</u>	<u>1,256,010</u>

*Reconciliations*

Reconciliations of the written down values at the beginning and end of the current financial half-year are set out below:

<b>Consolidated</b>	Intellectual property \$	Customer list \$	License \$	Total \$
Balance at 1 July 2025	242,205	874,953	138,852	1,256,010
Additions	309,616	27,066	-	336,682
Amortisation expense	-	<u>(128,401)</u>	-	<u>(128,401)</u>
Balance at 31 December 2025	<u>551,821</u>	<u>773,618</u>	<u>138,852</u>	<u>1,464,291</u>

**Butn Limited**  
**Notes to the financial statements**  
**31 December 2025**

**Note 9. Current liabilities – trade, accruals and other payables**

	<b>Consolidated</b>	
	<b>31 Dec 2025</b>	<b>30 Jun 2025</b>
	\$	\$
Trade and other payables	268,276	699,298
Accrued expenses	16,120	197,169
Accrued interest	1,910,824	1,651,257
	<u>2,195,220</u>	<u>2,547,724</u>

**Note 10. Current liabilities - borrowings**

	<b>Consolidated</b>	
	<b>31 Dec 2025</b>	<b>30 Jun 2025</b>
	\$	\$
Bank facilities	228,321	224,092
Loan - AMAL Trustees Pty Ltd (AFC 2019-1 Trust) – Class A	-	61,694,000
Loan - AMAL Trustees Pty Ltd (AFC 2019-1 Trust) – Class B	-	8,232,000
Loan - AMAL Trustees Pty Ltd (AFC 2022-1 Trust) – Class A	-	10,091,370
Loan - AMAL Trustees Pty Ltd (AFC 2022-1 Trust) – Class B	-	1,187,220
Credit Facility - Mighty Partners	10,228,057	9,575,000
	<u>10,456,378</u>	<u>91,003,682</u>

**Loan - AMAL Trustees Pty Ltd (AFC 2019-1 Trust)**

The notes were fully repaid on 1 July 2025 in conjunction with the Group entering a new senior secured debt facility with Northleaf Capital Partners. The Trust has no outstanding borrowings as at 31 December 2025, and no funding activity has occurred subsequent to the refinancing.

**Loan - AMAL Trustees Pty Ltd (AFC 2022-1 Trust)**

The notes were repaid early on 1 July 2025, ahead of their contractual maturity, in conjunction with the Group entering a new senior secured debt facility with Northleaf Capital Partners. The Trust has no outstanding borrowings as at 31 December 2025, and no funding activity has occurred subsequent to the refinancing.

**Credit Facility – Mighty Partners**

On 30 June 2025, the Group entered into an agreement with Mighty Partners for a \$10 million corporate credit facility to support continued business growth. The facility has a one-year maturity to 30 June 2026 and a fixed interest rate of 13.5% per annum, with interest capitalised monthly for the first six months from drawdown and payable monthly in arrears thereafter.

The facility is secured by a first-ranking fixed and floating charge over all present and future assets and undertakings of the Group.

As at the date of this report, the Group was in compliance with all applicable debt covenants.

**Butn Limited**  
**Notes to the financial statements**  
**31 December 2025**

**Note 11. Non-current liabilities - borrowings**

	<b>Consolidated</b>	
	<b>31 Dec 2025</b>	<b>30 Jun 2025</b>
	<b>\$</b>	<b>\$</b>
Syndicated Facility A – Northleaf Capital Partners	73,388,385	-
Syndicated Facility B – Northleaf Capital Partners	1,957,024	-
	<u>75,345,409</u>	<u>-</u>

**Syndicated Facility – Northleaf Capital Partners**

On 1 July 2025, the Group entered into a syndicated facility agreement with Northleaf Capital Partners (Canada) Ltd as lead arranger, providing \$100 million of Australian dollar, floating rate debt funding to support continued growth in originations and expansion into industry verticals. The facility comprises \$75 million Facility A and \$25 million Facility B, each with a four-year maturity to 1 July 2029.

As at the date of this report, Facility A was fully drawn, and \$23 million of Facility B remained available. In addition, an accordion feature of up to \$25 million is available on equivalent terms, including for potential international expansion.

This new Facility enabled the full redemption of Butn’s previous corporate notes program across the AFC 2019-1 and AFC 2022-1 Trusts. The AFC 2019-1 Trust matured on 1 July 2025, and the Group elected to early-repay the AFC 2022-1 Trust on the same date with no penalty.

The syndicated facility is secured against the funded trade receivables. As at the date of this report, the Group was in compliance with all applicable debt covenants.

**Note 12. Equity - issued capital**

	<b>Consolidated</b>			
	<b>31 Dec 2025</b>	<b>30 Jun 2025</b>	<b>31 Dec 2025</b>	<b>30 Jun 2025</b>
	<b>Shares</b>	<b>Shares</b>	<b>\$</b>	<b>\$</b>
<b>Ordinary shares – fully paid</b>				
Opening balance	349,180,712	279,344,570	46,365,754	39,767,239
Issue of shares – institutional placements	30,413,858	69,836,142	3,041,386	6,983,614
Issue of shares – conversion of performance rights	625,000	-	-	-
Issue of shares – director remuneration	1,875,000	-	-	-
Transaction costs associated with equity issue	-	-	(212,128)	(385,099)
Closing balance	<u>382,094,570</u>	<u>349,180,712</u>	<u>49,195,012</u>	<u>46,365,754</u>

*Ordinary shares*

Ordinary shares entitle the holder to participate in dividends and the proceeds on the winding up of the company in proportion to the number of and amounts paid on the shares held. The fully paid ordinary shares have no par value and the company does not have a limited amount of authorised capital.

On a show of hands every member present at a meeting in person or by proxy shall have one vote and upon a poll each share shall have one vote.

**Note 13. Fair value measurement**

Unless otherwise stated, the carrying amounts of financial assets and liabilities reflect their fair value. The carrying amounts of cash and cash equivalents, trade receivables and trade payables are assumed to approximate their fair value due to their short-term nature. The fair value of financial liabilities is estimated by discounting the remaining contractual maturities at the current market interest rate that is available for similar financial instruments.

**Butn Limited**  
**Notes to the financial statements**  
**31 December 2025**

**Note 14. Operating segments**

Operating segments are identified on the basis of internal reports about components of the Group that are regularly reviewed by the chief operating decision maker (the directors) in order to allocate resources to the segment and assess performance. The Group had one operating segment being transactional funding. Accordingly, the financial information presented in the Statement of profit or loss and other comprehensive income and Statement of financial position is the same as presented to the chief operating decision maker.

**Note 15. Earnings per share**

	<b>Consolidated</b>	
	<b>31 Dec 2025</b>	<b>31 Dec 2024</b>
	\$	\$
Profit/(Loss) after income tax attributable to the owners of Butn Limited	<u>(1,850,533)</u>	<u>205,145</u>
	<b>Consolidated</b>	
	<b>31 Dec 2025</b>	<b>31 Dec 2024</b>
Weighted average number of ordinary shares used in calculating basic loss per share	<u>373,907,469</u>	<u>183,018,599</u>
	<b>Consolidated</b>	
	<b>31 Dec 2025</b>	<b>31 Dec 2024</b>
	\$	\$
Basic profit/(loss) per share (dollars)	(0.01)	0.01
Diluted profit/(loss) per share (dollars)	(0.01)	0.01

Any securities that may potentially dilute basic earnings per share have not been included because they are anti-dilutive for the period presented.

**Note 16. Contingent liabilities**

The consolidated entity has no contingent liabilities as at 31 December 2025.

**Note 17. Events after the reporting period**

No matter or circumstance has arisen since 31 December 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.

**Butn Limited**  
**Directors' declaration**  
**31 December 2025**

In the directors' opinion:

- the attached financial statements and notes comply with the Corporations Act 2001, Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached financial statements and notes give a true and fair view of the consolidated entity's financial position as at 31 December 2025 and of its performance for the financial half-year ended on that date; and
- there are reasonable grounds to believe that the consolidated company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 303(5)(a) of the Corporations Act 2001.



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Rael Ross  
Director



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Cameron Petricevic  
Director

Date: 18 February 2026

**BUTN LIMITED**  
**ABN 42 644 182 883**

**INDEPENDENT AUDITOR'S REVIEW REPORT  
TO THE MEMBERS OF BUTN LIMITED**

**Report on the Half-Year Financial Report**

**Conclusion**

We have reviewed the accompanying half-year financial report of Butn Limited and Controlled Entities (the Group), which comprises the consolidated statement of financial position as at 31 December 2025, the consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and the Directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of the Group is not in accordance with the *Corporations Act 2001* including:

- a) giving a true and fair view of the Group's financial position as at 31 December 2025 and of its performance for the half-year ended on that date; and
- b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and *Corporations Regulations 2001*.

**Basis for Conclusion**

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the Auditor's Responsibilities section of our report.

We are independent of the Group in accordance with the auditor independence requirement of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including independence standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with these requirements.

We confirm that the independence declaration required by the *Corporations Act 2001* which has been given to the Directors of the Company, would be the same terms if given to the Directors as at the time of this Auditor's Review Report.

**Responsibilities of the Directors for the Financial Report**

The Directors of the Group are responsible for:

- a) the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001*
- b) such internal control as the Directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility for the Review of the Financial Report**

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the Group's financial position as at 31 December 2025 and its performance for the half-year ended as at that date; and complying with *Accounting Standard AASB 134: Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

**Hall Chadwick Melbourne Audit  
Chartered Accountants  
Level 14, 440 Collins Street  
MELBOURNE VIC 3000**



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**Anh (Steven) Nguyen  
Registered Company Auditor  
Director**

**Date: 19 February 2026**