

27 February 2026

The Manager - Listings  
Australian Securities Exchange Limited  
Exchange Centre 20 Bridge Street  
SYDNEY NSW 2000

Results Announcement for the Half-year ended 31 December 2025

ASX:BIS

**Compliance with Listing Rule 4.2A for the half year ended 31 December 2025**

As approved by the Board of Bisalloy Steel Group Limited (ASX: BIS) and in accordance with Listing Rule 4.2A, please find the following documents relating to Bisalloy Steel Group Limited's half year results ended 31 December 2025:

- Appendix 4D half year results - for Announcement to the Market
- Bisalloy's half year FY26 Directors' Report and Financial Statements containing all other Appendix 4D requirements.

These documents should be read in conjunction with the Bisalloy Steel Group Limited 2025 Annual Report (accessible in the "Investor Centre" section of Bisalloy's website ([www.bisalloy.com](http://www.bisalloy.com)) under the tab "Financial Reports").

Yours sincerely



**Carl Bowdler**  
Company Secretary



**BISALLOY STEEL GROUP LIMITED**  
**A.C.N. 098 674 545**  
**Appendix 4D – Half Yearly Financial Report**  
**Six months ended 31 December 2025 (“HY26”)**  
**Results for announcement to the market**

<b>Key Information</b>		<b>Absolute Change</b>		<b>HY26 \$'000</b>	<b>HY25 \$'000</b>
Total revenue from ordinary activities	Up	0.3%	to	71,135	70,936
Profit from ordinary activities after tax attributable to members	Down	3.2%	to	8,455	8,730
Net profit for the period attributable to members	Down	3.2%	to	8,455	8,730
Profit before income tax from continuing operations <sup>(1)</sup>	Down	2.3%	to	12,511	12,803
Operating EBITDA (excl Fx) <sup>(2)</sup>	Down	3.1%	to	14,208	14,661

<b>Details relating to dividends</b>	<b>Amount per share</b>	<b>Franking <sup>(3)</sup></b>	<b>Total Amount \$'000</b>
Final dividend paid on 3 October 2025	<b>16.5c</b>	<b>100%</b>	7,927
Special dividend paid on 19 December 2025	<b>16.4c</b>	<b>100%</b>	7,879
Interim dividend Declared on 25 February 2026 <sup>(4)</sup>	<b>8.0c</b>	<b>100%</b>	3,843
Record date for determining entitlements to dividends		10/04/2026	
DRP	Suspended on 22 February 2023		
<b>Other</b>	<b>HY26</b>	<b>HY25</b>	
Net tangible asset per share	152.8 cps	149.1 cps	
Basic earnings per share	17.6 cps	18.3 cps	

(1) For the Consolidated Group

(2) EBITDA for the Consolidated Group is categorised as non-IFRS financial information provided to assist readers to better understand the financial performance of the operating business. Table 1 provides a reconciliation of profit after income tax to EBITDA.

(3) All dividends are fully franked at a 30% tax rate.

(4) The interim dividend is payable on 24 April 2026 and is not recognised as a liability as at 31 December 2025.

**Commentary on Results** - Please refer to the commentary in the attached half yearly Directors' and Financial Reports for an explanation of the results. This half yearly report should be read in conjunction with the most recent Annual Financial Report.

There were no entities over which control has been gained or lost during the period. Details of Joint Venture entities was disclosed on page 60 of the most recent Annual Financial Statements.

The Dividend Reinvestment Plan (DRP) was suspended on 22 February 2023.

This report is based on accounts which have been reviewed. The review report, which was unqualified, is included within the Financial Report which accompanies this Appendix 4D. Additional Appendix 4D disclosure requirements can be found in the Financial Report.

**Table 1: Reconciliation of profit after income tax to EBITDA**

	<b>Consolidated</b>	
	<b>For the six months ended</b>	
	31 Dec 2025	31 Dec 2024
<b>Consolidated profit after income tax</b>	<b>8,515</b>	<b>9,035</b>
Income tax expense	3,996	3,768
Net interest expense	209	129
Depreciation and amortisation	1,089	1,145
Foreign exchange (gain) / loss	(22)	82
CJV share of income tax expense, net interest expense, depreciation and amortisation	421	502
<b>EBITDA</b>	<b>14,208</b>	<b>14,661</b>

Signed in accordance with a resolution of the directors.



**Rowan Melrose**  
**CEO and Managing Director**  
**25 February 2026**

**BISALLOY STEEL GROUP LIMITED**

**A.B.N 22 098 674 545**

**CONDENSED CONSOLIDATED FINANCIAL REPORT**

**SIX MONTHS ENDED 31 December 2025**

## Directors' Report

The directors of Bisalloy Steel Group Limited present their report together with the condensed consolidated financial statements for the six months ended 31 December 2025 and the review report thereon.

### Directors

The directors of the Company in office during the financial period and until the date of this report are set out below. Directors were in office for the entire period, unless otherwise stated.

<b>Name</b>	<b>Office</b>	<b>Appointment</b>
Mr David Balkin AM	Non-Executive Chairman	from 27/11/2020
Mr Ian Greenyer	Non-Executive Director	from 27/11/2020
Mr Michael Gundy	Non-Executive Director	from 27/11/2020
Mr Bernard Landy	Non-Executive Director	from 01/03/2022
Mr Rowan Melrose	Chief Executive Officer and Managing Director	from 01/03/2022

### Principal Activities

The principal activity of the Group during the financial half-year was the manufacture and sale of quenched and tempered, high-tensile, and abrasion resistant steel plates ("Q&T plate").

### Significant Changes in the State of Affairs

There were no significant changes in the state of affairs of the consolidated entity during the financial half-year.

### Review of Operations

The operating results are summarised as follows:

<b>In thousands of dollars</b>	<b>For the six months ended</b>	
	<b>31 Dec 2025</b>	<b>31 Dec 2024</b>
Revenue	71,135	70,936
Consolidated Profit after income tax	8,515	9,035
Profit after tax attributable to members	8,455	8,730

### Summary

Bisalloy Steel Group comprises Bisalloy Steels Pty Ltd in Australia, the majority owned distribution businesses in Indonesia (PT Bima Bisalloy) and Thailand (Bisalloy (Thailand) Co Limited) and the investment in the Chinese Co-operative Joint Venture (CJV) – Bisalloy Shangang (Shandong) Steel Plate Co, Ltd.

Bisalloy has delivered a strong performance in the first half of FY26, reaffirming its position as a leading supplier of high-performance steel. Our products are engineered for extreme environments, supporting key industries such as mining and defence. In the resources sector, we provide high-wear protection steel, while our protection plates are designed to safeguard personnel.

Bisalloy Steels is Australia's only processor of quenched and tempered high strength, abrasion resistant and protection grade alloyed steel plates. Bisalloy distributes wear and structural grade plates through

## **Directors' Report**

continued

both distributors and directly to select manufacturers and end users in Australia and internationally. For protection grade steels, Bisalloy exclusively deals directly with select companies with relevant export approvals.

Bisalloy's unique stand-alone heat treatment facility at Unanderra, near Wollongong, is a highly automated and efficient operation providing a relatively low-cost base, allowing it to compete with a variety of imported products. During the six months ended 31 December 2025 Bisalloy utilised greenfeed steel supplied mainly by neighbouring BlueScope Steel in Wollongong, complimented with selected supply from international greenfeed suppliers.

Safety and zero harm remains our number one priority and the company continues to invest and evolve our safety culture. Thailand, Indonesia and China experienced zero harm during the period. Australia has no lost time injuries this financial year, and our overall safety performance in both lagging and leading indicators remains strong.

### **Business Performance**

#### *Domestic Australian Sales and Margins*

Australian demand for quenched and tempered steel plate softened over H1 FY26 as a result of reduced mining demand particularly in Queensland, and the increasing impact of Chinese sourced Q&T.

#### *Armour & Protection Steel*

Our Armour & Protection Steel business continues to be of importance both domestically and internationally. Volumes are up 175% from H1 HY25, driven by strong export sales linked to particular project sales.

#### *Co-Operative Joint Venture (CJV) in China*

The Chinese domestic market continues to be challenging with strong competition and oversupply in the market. Despite this, sales volume increased 6.3%, however an unfavourable product mix impacted margins, which has been partially offset by lower overheads, with an overall decline in share of profit, net of tax of 11.8%.

#### *Overseas Distribution*

The Group's overseas distribution operations in Indonesia and Thailand continue to be profitable. Margins and profitability in Thailand increased in H1 HY26 compared to prior year. However, the Indonesian operation experienced worsening impacts from the ongoing import licensing regulation changes and the impacts of low priced Chinese imports, with profitability down 98% compared to prior year.

#### *Overheads and Costs*

Overheads were higher in HY26, driven predominately by increased Share Based Payments due to the increased share price since June, along with planned increase in investment in sales and marketing to support further export Armour & Protection sales.

## **Directors' Report**

continued

### *Inventories*

Inventories decreased by 18.8% year on year, following a planned reduction from the elevated levels in H1 FY25. Those elevated balances were driven by order phasing changes, increased inventory holdings in Indonesia due to import restrictions, and export shipment delays across the period end.

### *Financial Results*

Group Revenues in the period were \$71,135k, up 0.3% from the corresponding period last year, reflecting higher Armour & Protection sales from Australia, partially offset by lower sales in Indonesia due to ongoing import licence restrictions. Profit before tax was \$12,511k, down 2.3% from prior corresponding period reflecting improved margins driven by favourable product mix, offset by higher share based payments and an increased investment in Armour & Protection sales and marketing resources. Profit after tax decreased to \$8,515k from \$9,035k in the prior corresponding period.

Net operating cash inflow in the six months was \$1,926k compared to the inflow of \$1,835k in the previous corresponding period.

Net debt as at 31 December 2025 totalled \$8,298 (30 June 2025 – Net Cash \$3,988m, 31 Dec 2024 – Net Cash \$3,419). Net debt was higher predominately due to the Special Dividend paid in December 2025, which for FY25 was paid in January 2025.

### **FY26 Outlook**

Bisalloy has demonstrated strength and resilience in its business performance in H1 FY26 in the face of softer domestic demand and worsening challenges in the Indonesian subsidiary offset by strong performance in the Armour & Protection business and the majority completion of the AUKUS pre-qualification program. Our current order book indicates that H2 FY26 will continue to see the challenging business environment we have experienced in H1. We expect continued strong performance from our Armour & Protection business in H2 and the finalisation of the Australian SSN-AUKUS Hull Steel Qualification contract.

Work continues on the Optiwear trials and commercialisation process.

### **Dividend**

Bisalloy pays dividends in accordance with the basic policy of making stable and continuous payments based on a medium to long-term business outlook. By taking into account the Company's outlook for business results, its financial position, and other such factors, the Company has decided to pay an interim dividend of 8.0 cents per share in the current fiscal year.

### **Auditor Independence**

The auditor's independence declaration as required under section 307C of the *Corporations Act 2001* (Cth) is set out on page 8 and forms part of this report.

## **Directors' Report**

continued

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



**Rowan Melrose**  
**CEO and Managing Director**  
**25 February 2026**



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**AUDITOR'S INDEPENDENCE DECLARATION**

As lead auditor for the review of the financial report of Bisalloy Steel Group Limited for the half year ended 31 December 2025, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- (ii) any applicable code of professional conduct in relation to the review.

**RSM AUSTRALIA PARTNERS**

**LOUIS QUINTAL**  
Partner

Sydney, NSW

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# Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

In thousands of dollars	Notes	Consolidated	
		For the six months ended 31 Dec 2025	31 Dec 2024
<b>Continuing operations</b>			
Revenue from contracts with customers		71,135	70,936
Cost of goods sold	3(a)	(49,002)	(49,935)
<b>Gross profit</b>		<b>22,133</b>	<b>21,001</b>
Other income / (expense)		34	(26)
Distribution expenses		(1,408)	(1,339)
Marketing expenses		(3,302)	(2,615)
Occupancy expenses		(693)	(579)
Administrative expenses		(5,354)	(4,996)
<b>Operating profit</b>		<b>11,410</b>	<b>11,446</b>
Finance costs		(244)	(162)
Finance income		35	33
Share of profit of joint venture, net of tax	7	1,310	1,486
<b>Profit before income tax</b>		<b>12,511</b>	<b>12,803</b>
Income tax expense	13	(3,996)	(3,768)
<b>Profit after income tax</b>		<b>8,515</b>	<b>9,035</b>
Attributable to:			
Non-controlling interest		60	305
Equity holders of the parent		8,455	8,730
<b>Profit for the period</b>		<b>8,515</b>	<b>9,035</b>
<b>Other comprehensive income:</b>			
<b>Items that may be subsequently reclassified to net profit</b>			
Fair value revaluation of land and buildings		-	107
Fair value gain / (loss) on cash flow hedges		14	(4)
Foreign currency translation (loss) / gain		(377)	1,967
Income tax effect of items in other comprehensive income		(4)	(13)
<b>Other comprehensive (loss) / income for the period, net of tax</b>		<b>(367)</b>	<b>2,057</b>
<b>Total comprehensive income for the period, net of tax</b>		<b>8,148</b>	<b>11,092</b>
Attributable to:			
Non-controlling interests		(133)	764
Equity holders of the parent		8,281	10,328
		<b>8,148</b>	<b>11,092</b>
<b>Earnings per share for profit attributable to ordinary equity holders of the parent</b>			
- Basic earnings per share (cents)	5	17.6	18.3
- Diluted earnings per share (cents)	5	17.4	18.0

Notes on pages 13 to 20 are an integral part of the condensed consolidated financial statements.

# Condensed Consolidated Statement of Financial Position

In thousands of dollars	Notes	Consolidated	
		31 Dec 2025	30 Jun 2025
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	6	2,256	6,331
Trade and other receivables		20,421	30,875
Inventories		48,885	49,756
Other current assets		2,881	2,237
Contract assets		406	208
Derivative assets		11	-
Income tax receivable		312	154
<b>Total current assets</b>		<b>75,172</b>	<b>89,561</b>
<b>Non-current assets</b>			
Investment in joint venture	7	9,567	10,864
Other non-current assets		142	153
Property, plant and equipment		32,884	32,952
Intangible assets		194	317
Deferred tax assets		59	86
<b>Total non-current assets</b>		<b>42,846</b>	<b>44,372</b>
<b>Total assets</b>		<b>118,018</b>	<b>133,933</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Trade and other payables		16,317	29,569
Loans and borrowings	8	10,554	2,343
Income tax payable		530	3,409
Employee benefit liabilities		2,621	2,505
Lease liabilities		141	123
Contract liabilities		1,492	1,982
Derivative liabilities		-	139
<b>Total current liabilities</b>		<b>31,655</b>	<b>40,070</b>
<b>Non-current liabilities</b>			
Employee benefit liabilities		1,464	1,630
Lease liabilities		275	57
Deferred tax liabilities		6,248	6,118
<b>Total non-current liabilities</b>		<b>7,987</b>	<b>7,805</b>
<b>Total liabilities</b>		<b>39,642</b>	<b>47,875</b>
<b>NET ASSETS</b>		<b>78,376</b>	<b>86,058</b>
<b>EQUITY</b>			
<b>Equity attributable to equity holders of the parent</b>			
Contributed equity	4	15,227	15,227
Accumulated profits		40,231	47,423
Other reserves		18,136	18,295
<b>Parent interests</b>		<b>73,594</b>	<b>80,945</b>
<b>Non-controlling interests</b>		<b>4,782</b>	<b>5,113</b>
<b>TOTAL EQUITY</b>		<b>78,376</b>	<b>86,058</b>

Notes on pages 13 to 20 are an integral part of the condensed consolidated financial statements.

## Condensed Consolidated Statement of Cash Flows

In thousands of dollars	Notes	Consolidated	
		For the six months ended	
		31 Dec 2025	31 Dec 2024
<b>Cash flows from operating activities</b>			
Receipts from customers (inclusive of GST)		85,698	79,810
Payments to suppliers and employees (inclusive of GST)		(76,687)	(73,727)
Interest received		35	33
Borrowing costs		(244)	(162)
Income tax paid		(6,876)	(4,119)
<b>Net cash from operating activities</b>		<b>1,926</b>	<b>1,835</b>
<b>Cash flows from investing activities</b>			
Dividend received from Joint Venture		2,590	2,135
Payments for property, plant and equipment		(675)	(559)
<b>Net cash from investing activities</b>		<b>1,915</b>	<b>1,576</b>
<b>Cash flows from financing activities</b>			
Drawdown of borrowings		8,211	2,025
Dividend paid to equity holders of the parent	2	(15,806)	(5,509)
Dividends paid to minority interest		(198)	-
Principal lease payments		(108)	(116)
<b>Net cash used in financing activities</b>		<b>(7,901)</b>	<b>(3,600)</b>
<b>Net decrease in cash and cash equivalents</b>		<b>(4,060)</b>	<b>(189)</b>
Net foreign exchange differences		(15)	69
Cash and cash equivalents at the beginning of period		6,331	6,300
<b>Cash and cash equivalents the end of period</b>	6	<b>2,256</b>	<b>6,180</b>

Notes on pages 13 to 20 are an integral part of the condensed consolidated financial statements.

## Condensed Consolidated Statement of Changes of Equity

In thousands of dollars	Contributed Equity	Employee Equity Benefits Reserve	Cash Flow Hedge Reserve	Foreign Currency Translation Reserve	Asset Revaluation Reserve	Equity Settlement Reserve	Other Reserves	Retained Earnings	Total	Non-Controlling Interests	Total Equity
<b>At 30 June 2025</b>	<b>15,227</b>	<b>536</b>	<b>(55)</b>	<b>1,221</b>	<b>15,405</b>	<b>1,080</b>	<b>108</b>	<b>47,423</b>	<b>80,945</b>	<b>5,113</b>	<b>86,058</b>
Profit for the period	-	-	-	-	-	-	-	8,455	8,455	60	8,515
Other comprehensive income / (loss)	-	-	10	(184)	-	-	-	-	(174)	(193)	(367)
Depreciation transfer for building revaluation	-	-	-	-	(158)	-	-	158	-	-	-
<b>Total comprehensive income / (loss)</b>	<b>-</b>	<b>-</b>	<b>10</b>	<b>(184)</b>	<b>(158)</b>	<b>-</b>	<b>-</b>	<b>8,613</b>	<b>8,281</b>	<b>(133)</b>	<b>8,148</b>
<b>Transactions with owners in their capacity as owners:</b>											
Ordinary dividends paid/payable to shareholders (note 2)	-	-	-	-	-	-	-	(15,805)	(15,805)	-	(15,805)
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	-	-	(198)	(198)
Settlement of performance rights	-	(244)	-	-	-	244	-	-	-	-	-
Share based payments	-	173	-	-	-	-	-	-	173	-	173
<b>At 31 December 2025</b>	<b>15,227</b>	<b>465</b>	<b>(45)</b>	<b>1,037</b>	<b>15,247</b>	<b>1,324</b>	<b>108</b>	<b>40,231</b>	<b>73,594</b>	<b>4,782</b>	<b>78,376</b>
<b>At 30 June 2024</b>	<b>15,227</b>	<b>446</b>	<b>1</b>	<b>290</b>	<b>12,867</b>	<b>744</b>	<b>69</b>	<b>43,197</b>	<b>72,841</b>	<b>4,424</b>	<b>77,265</b>
Profit for the period	-	-	-	-	-	-	-	8,730	8,730	305	9,035
Other comprehensive income / (loss)	-	-	(4)	1,541	61	-	-	-	1,598	459	2,057
Depreciation transfer for building revaluation	-	-	-	-	(125)	-	-	125	-	-	-
<b>Total comprehensive income / (loss)</b>	<b>-</b>	<b>-</b>	<b>(4)</b>	<b>1,541</b>	<b>(64)</b>	<b>-</b>	<b>-</b>	<b>8,855</b>	<b>10,328</b>	<b>764</b>	<b>11,092</b>
<b>Transactions with owners in their capacity as owners:</b>											
Ordinary dividends paid/payable to shareholders (note 2)	-	-	-	-	-	-	-	(11,736)	(11,736)	-	(11,736)
Settlement of performance rights	-	(336)	-	-	-	336	-	-	-	-	-
Share based payments	-	294	-	-	-	-	-	-	294	-	294
<b>At 31 December 2024</b>	<b>15,227</b>	<b>404</b>	<b>(3)</b>	<b>1,831</b>	<b>12,803</b>	<b>1,080</b>	<b>69</b>	<b>40,316</b>	<b>71,727</b>	<b>5,188</b>	<b>76,915</b>

Notes on pages 13 to 20 are an integral part of the condensed consolidated financial statements.

# Notes to the Condensed Consolidated Financial Statements

## 1. Summary of material accounting policies

### a. Basis of preparation

This general purpose condensed consolidated financial report for the six months ended 31 December 2025 has been prepared in accordance with AASB 134 Interim Financial Reporting and the *Corporations Act 2001* (Cth).

The condensed consolidated financial report as at and for the six months ended 31 December 2025 does not include all notes of the type normally included within the annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the consolidated entity as the full financial report.

It is recommended that the condensed consolidated financial report for the six months ended 31 December 2025 be read in conjunction with the annual report for the year ended 30 June 2025 and considered together with any public announcements made by the Company during the six months ended 31 December 2025 in accordance with the continuous disclosure obligations of the ASX listing rules.

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 30 June 2025. The Group has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

The condensed consolidated financial report for the six months ended 31 December 2025 is presented in Australian dollars and all values are rounded to the nearest thousand dollars (\$'000) unless otherwise stated under the option available to the Company under ASIC Corporations (Rounding in Financial / Directors' Report) Instrument 2016/191. The financial statements were authorised for issue, in accordance with a resolution of directors, on 25 February 2026.

### b. Basis of consolidation

The condensed consolidated financial statements comprise the financial statements of the Company, being Bisalloy Steel Group Limited, and its subsidiaries ("the Group") as at the balance date.

The financial statements of subsidiaries are prepared for the same reporting period as the parent company. Adjustments are made to bring into line any dissimilar accounting policies that may exist. All intercompany balances and transactions, including unrealised profits arising from intra-group transactions, have been eliminated in full. Unrealised losses are eliminated unless costs cannot be recovered.

Subsidiaries are consolidated from the date on which control is transferred to the Group and cease to be consolidated from the date on which control is transferred out of the Group.

Non-controlling interests represent the portion of profit or loss and net assets in subsidiaries, not held by the Group and are presented separately in the consolidated statement of profit or loss and other comprehensive income and within equity in the consolidated statement of financial position, separately from the equity of the owners of the parent.

## Notes to the Condensed Consolidated Financial Statements

continued

### 2. Dividends paid

In thousands of dollars	Consolidated	
	For the six months ended 31 Dec 2025	31 Dec 2024
<b>Cash dividends to the equity holders of the parent:</b>		
Dividends on ordinary shares declared and paid during the six-month period:		
Final dividend for the year ended 30 June 2025: 16.5 cents per share (2024: 11.5 cents)	7,927	5,509
Special dividend for the year ended 30 June 2025: 16.4 cents (2024: 0 cents)	7,879	-
<b>Total Dividends Paid</b>	<b>15,806</b>	<b>5,509</b>

### 3. Other income and expenses

In thousands of dollars	Consolidated	
	For the six months ended 31 Dec 2025	31 Dec 2024
<b>(a) Depreciation and cost of inventories included in the statement of profit or loss and other comprehensive income</b>		
Depreciation and amortisation	1,089	1,145
Cost of inventories	45,596	46,655
Provision for inventory	22	(30)
Cost of inventories recognised as an expense	45,618	46,625
Freight	3,384	3,310
<b>Cost of goods sold</b>	<b>49,002</b>	<b>49,935</b>
<b>(b) Employee benefits expense</b>		
Wages and salaries	8,716	8,100
Superannuation costs	782	679
Share based payments	830	150
<b>Total Employee benefits expense</b>	<b>10,328</b>	<b>8,929</b>

### 4. Issued capital

In thousands of dollars	Consolidated	
	31 Dec 2025	30 June 2025
Ordinary shares Issued and fully paid	15,227	15,227

  

In thousands	No. of shares	\$
Movement in ordinary shares on issue		
At 1 July 2025	47,904	15,227
Exercise of performance rights	137	-
<b>At 31 Dec 2025</b>	<b>48,041</b>	<b>15,227</b>

## Notes to the Condensed Consolidated Financial Statements

continued

### 5. Earnings per share

In thousands of dollars	Consolidated	
	For the six months ended 31 Dec 2025	31 Dec 2024
Calculation of the following in accordance with AASB 133:		
Profit for the period	8,515	9,035
Profit attributable to non-controlling interests	60	305
<b>Profit attributable to equity holders of the parent</b>	<b>8,455</b>	<b>8,730</b>
	<b>Thousands</b>	<b>Thousands</b>
Weighted average number of ordinary shares for basic earnings per share	47,984	47,813
Potential dilution:		
Performance rights	625	730
<b>Adjusted weighted average number of ordinary shares for diluted earnings per share</b>	<b>48,609</b>	<b>48,543</b>

### 6. Cash and cash equivalents

In thousands of dollars	31 Dec 2025	30 June 2025
Cash at bank and in hand	2,256	6,331

## Notes to the Condensed Consolidated Financial Statements

continued

### 7. Investment in joint venture

The Group has a 50% equity interest held in Bisalloy Shangang (Shandong) Steel Plate Co. Ltd, which has not changed in the reporting period.

The Group's share of the result of the joint venture on an equity accounted basis for the period is \$1,310k (2024: \$1,486k).

Dividends of \$2,590k (2024: \$2,135k) were received from the JV during the six months.

Sales to and purchases from related parties are made in arm's length transactions both at normal market price and on normal commercial terms. Sales and purchases with related parties during the period were \$5,422k (2024: \$446k).

### 8. Loans and borrowings

On 11 December 2025 Bisalloy Steels Pty Ltd entered a new facility with Westpac Banking Corporation. The facility comprises a bank bill business facility of \$20.0m for 1 year expiring 15 December 2026 and a Trade Finance Facility of \$10m. At 31 December 2025 the amount withdrawn from the facility is \$8.3m. This facility is secured by a charge over the assets of Bisalloy Steels Pty Ltd.

The Group has a IDR 44.5b revolver facility as well as a USD\$0.5m Letter of Credit facility available to its Indonesian based subsidiary. These facilities are drawn to \$2.3m and secured by a charge over the assets of the Indonesian subsidiary and mature in June 2026.

The Group has a THB 3m bank overdraft facility available and unused to its Thailand based subsidiary as at 31 December 2025, secured by a guarantee from Bisalloy Steel Group Limited. The Group also has a trade facility of THB 10 million against a guaranteed deposit of THB 3 million.

## Notes to the Condensed Consolidated Financial Statements

continued

### 9. Assets / liabilities measured at fair value

#### Fair values

The Group uses various methods in estimating the fair value of assets and liabilities. The methods comprise:

Level 1 – the fair value is calculated using quoted prices in active markets.

Level 2 – the fair value is calculated using inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices).

Level 3 – the fair value is estimated using inputs for the asset or liability that are not based on observable market data.

The fair value of the assets and liabilities as well as the methods used to estimate the fair value are summarised in the table below. For assets and liabilities that are recognised in the financial statements on a recurring basis, the Group determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

<b>31 December 2025</b>	<b>Total</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>
<b>Assets measured at fair value</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
Land and buildings	27,179	-	27,179	-
Foreign exchange contracts	11	-	11	-
	<b>27,190</b>	<b>-</b>	<b>27,190</b>	<b>-</b>

  

<b>30 June 2025</b>				
<b>Assets / (Liabilities) measured at fair value</b>				
Land and buildings	27,346	-	27,346	-
Foreign exchange contracts	(139)	-	(139)	-
	<b>27,207</b>	<b>-</b>	<b>27,207</b>	<b>-</b>

At 31 December 2025 the fair value of land, buildings and improvements for its Australian land and buildings was determined by reference to valuations performed in June 2025. At 31 December 2025 the fair value of land, buildings and improvements for its Indonesia land and buildings was determined by reference to valuations performed in August 2024.

The fair value of loans and borrowings approximates the carrying value.

#### **Transfer between categories**

There were no transfers between levels during the year.

### 10. Commitments and contingencies

There has been no material change of any commitments, contingent liability or contingent asset since the last annual reporting date.

### 11. Events after the balance date

There have been no significant events after the balance date.

# Notes to the Condensed Consolidated Financial Statements

continued

## 12. Segment information

### Identification of reportable segments

The Group has identified its operating segments based on the internal reports that are reviewed and used by the executive management team (the chief operating decision makers) in assessing performance and in determining the allocation of resources.

The operating segments are identified by management based on country of origin. Discrete financial information about each of these operating businesses is reported to the executive management team on at least a monthly basis.

The reportable segments are based on aggregated operating segments determined by the similarity of economic characteristics.

### Geographical areas

#### *Australian operations*

The Australian operations comprise of Bisalloy Steels Pty Limited and Bisalloy Steel Group Limited.

Bisalloy Steels Pty Limited manufactures and sells wear-grade and high tensile plate through distributors and directly to original equipment manufacturers in both Australia and Overseas. Bisalloy Steels is located in Unanderra, near Wollongong, NSW.

Bisalloy Steel Group Limited is the corporate entity, also located in Unanderra NSW, which incurs expenses such as head office costs and interest. Corporate charges are allocated across the Australian and Overseas segments.

#### *Overseas operations*

The Overseas operations comprise of PT Bima Bisalloy and Bisalloy (Thailand) Co Limited located in Indonesia and Thailand respectively. These businesses distribute Bisalloy Q&T plate as well as other plate products. The Overseas operations also include the co-operative joint venture Bisalloy Shangang (Shandong) Steel Plate Co., Limited in the People's Republic of China for the marketing, sale and distribution of quenched and tempered steel plate.

### Inter-segment transactions

Inter-entity sales are recognised based on an internally set transfer price. This price is set monthly and aims to reflect what the business operation could achieve if they sold their output to external parties at arm's length.

### Major customers

The Group has several customers to which it sells products. There are three major customers who account for 22% (2024: 29%), 14% (2024: 12%), 6% (2024: 0%) of total external revenue.

## Notes to the Condensed Consolidated Financial Statements

continued

### 12. Segment information (*continued*)

#### *Information about reportable segments*

For the six months ended 31 December 2025	Australia \$'000	Overseas \$'000	Total \$'000
Sales to external customers	62,408	8,727	71,135
Inter-segment sales	859	-	859
Total segment revenue	63,267	8,727	71,994
Inter-segment elimination	(859)	-	(859)
<b>Total consolidated revenue</b>	<b>62,408</b>	<b>8,727</b>	<b>71,135</b>
<b>Segment profit after income tax</b>	<b>10,438</b>	<b>1,300</b>	<b>11,738</b>

#### For the six months ended 31 December 2024

Sales to external customers	58,152	12,784	70,936
Inter-segment sales	(71)	-	(71)
Total segment revenue	58,081	12,784	70,865
Inter-segment elimination	71	-	71
<b>Total consolidated revenue</b>	<b>58,152</b>	<b>12,784</b>	<b>70,936</b>
<b>Segment profit after income tax</b>	<b>9,256</b>	<b>1,858</b>	<b>11,114</b>

#### Consolidated For the six months ended

a) Segment profit after income tax reconciliation to the statement of profit or loss and other comprehensive income	31 Dec 2025 \$'000	31 Dec 2024 \$'000
Segment profit after income tax	11,738	11,114
Intercompany eliminations (net of tax)	(3,223)	(2,079)
Income tax expense	3,996	3,768
<b>Profit before tax per the statement of profit or loss and other comprehensive income</b>	<b>12,511</b>	<b>12,803</b>

The following table presents the disaggregation of the Group's revenue from contracts with customers for the six months ended 31 December 2025:

For the six months ended 31 December 2025	Australia \$'000	Overseas \$'000	Total \$'000
<b>Performance obligation</b>			
Sale of steel plates	59,689	8,577	68,266
Shipping and handling	2,719	150	2,869
<b>Total revenue from contracts with customers</b>	<b>62,408</b>	<b>8,727</b>	<b>71,135</b>
<b>Timing of revenue recognition</b>			
Goods transferred at a point in time	59,689	8,577	68,266
Services transferred over time	2,719	150	2,869
<b>Total revenue from contracts with customers</b>	<b>62,408</b>	<b>8,727</b>	<b>71,135</b>

## Notes to the Condensed Consolidated Financial Statements

continued

### 12. Segment information (*continued*)

	Australia \$'000	Overseas \$'000	Total \$'000
<b>For the six months ended 31 December 2024</b>			
<b>Performance obligation</b>			
Sale of steel plates	55,128	12,598	67,726
Shipping and handling	3,024	186	3,210
<b>Total revenue from contracts with customers</b>	<b>58,152</b>	<b>12,784</b>	<b>70,936</b>
<b>Timing of revenue recognition</b>			
Goods transferred at a point in time	55,128	12,598	67,726
Services transferred over time	3,024	186	3,210
<b>Total revenue from contracts with customers</b>	<b>58,152</b>	<b>12,784</b>	<b>70,936</b>

### 13. Income Tax

The income tax expense of \$3,996k for the six months ended 31 December 2025 differs from what it would have been under the Group's statutory income tax rate of 30% (\$3,753k) primarily due to share of profit of equity accounted investees reported net of tax and the controlled foreign company (CFC) attributed income.

## Directors' Declaration

In accordance with a resolution of the directors of Bisalloy Steel Group Limited, I state that:

In the opinion of the directors:

(a) The financial statements and notes of the consolidated entity are in accordance with the *Corporations Act 2001* (Cth), including:

(i) Giving a true and fair view of the financial position as at 31 December 2025 and of its performance for the six months ended on that date of the consolidated entity; and

(ii) Complying with Accounting Standard AASB 134 Interim Financial Reporting and the *Corporations Regulations 2001*;

(b) There are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

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

On behalf of the Directors



**Rowan Melrose**  
CEO and Managing Director  
25 February 2026

# Corporate Directory

## Registered Office

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## Auditors

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## Bankers

Westpac Banking Corporation

## Share Registry

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## INDEPENDENT AUDITOR'S REVIEW REPORT

To the Members of Bisalloy Steel Group Limited

### Report on the Half-Year Financial Report

#### *Conclusion*

We have reviewed the accompanying half-year financial report of Bisalloy Steel Group Limited which comprises the statement of financial position as at 31 December 2025, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the half-year end or from time to time during the half-year.

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 Bisalloy Steel Group Limited is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the consolidated entity'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 for the Review of the Financial Report section of our report. We are independent of the Company in accordance with the auditor independence requirements of the Corporations Act 2001 and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards) (the Code) that are relevant to our audit of the annual 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 Bisalloy Steel Group Limited, would be in the same terms if given to the directors as at the time of this auditor's report.

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### *Directors' Responsibility for the Half-Year Financial Report*

The directors of the Bisalloy Steel Group Limited are responsible for 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* and for such internal control as the directors those charged with governance determine is necessary to enable the preparation of the half-year financial report that 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. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, 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 consolidated entity's financial position as at 31 December 2025 and its performance for the half-year ended on 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.

## **RSM AUSTRALIA PARTNERS**

**LOUIS QUINTAL**

**Partner**

Sydney, NSW