



Manager  
Market Announcements Office  
Australian Securities Exchange  
Exchange Centre  
Level 4, 20 Bridge Street  
SYDNEY NSW 2000

27 February 2026

By Electronic Lodgement

Dear Sir/Madam,

**LODGE MENT OF HALF YEAR REPORT (APPENDIX 4D)**

In accordance with the Listing Rules, please find attached the Half Year Report (Appendix 4D) for HighCom Ltd (HCL) for the half-year period ended 31 December 2025. The information contained in this report should be read in conjunction with the 2025 Annual Report.

Should you require any further information in respect to this matter, please email Mr Geoff Knox, HighCom Group Executive Chairman, at [investors@highcom.group](mailto:investors@highcom.group).

On behalf of the Board of HighCom Limited

Adam Gallagher  
Company Secretary

Attachment: HighCom Limited Half Year Report for half-year ended 31 December 2025.

**HighCom Limited**

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PO Box 333, Fyshwick ACT 2609, Australia

Telephone: +61 2 6163 5588

**HighCom Limited  
and Controlled Entities**  
**APPENDIX 4D**  
HALF YEAR REPORT  
FOR THE PERIOD ENDED 31 DECEMBER 2025

**SUMMARY OF RESULTS FOR ANNOUNCEMENT TO THE MARKET**

Key Information	Half Year 2025 \$'000	Half Year 2024 \$'000	↓	Change %
Revenue from ordinary activities	10,885	26,594	↓	(59%)
Earnings before interest, tax, depreciation and amortisation (EBITDA)	(5,394)	1,936	↓	(379%)
Profit/(Loss) after tax from ordinary activities <sup>1</sup>	(6,786)	1,213	↓	(659%)
Profit/(Loss) attributable to members	(6,786)	1,213	↓	(659%)

Note: HighCom Ltd and Controlled Entities recorded an EBITDA loss of \$5,393,813 and a loss from operations after tax for the current half year period of \$6,785,684 and a profit of \$1,212,928 in the comparative period to 31 December 2024.

Dividends	Amount per security	Franked amount per security
Final dividend	Nil	Nil
Interim dividend	Nil	Nil
Record date for determining entitlements to dividend		Not applicable

Profit / (Loss) per share attributable to the ordinary equity holders of the company	Half Year 2025 cents	Half Year 2024 cents
Basic profit/(loss) per share	(6.61)	1.2
Diluted profit/(loss) per share	(6.61)	1.2

  

Net tangible asset backing per share	Half Year 2025 \$	Half Year 2024 \$
Net tangible asset backing per share	0.199	0.301

<sup>1</sup> Profit/(Loss) after tax from ordinary activities includes a tax expense of \$686,897 related to US business in 2022 and 2023.



# HighCom Limited and Controlled Entities

HALF YEAR REPORT  
FOR THE HALF-YEAR ENDED  
31 DECEMBER 2025

*This Half Year Report incorporating Appendix 4D is provided to the Australian Securities Exchange (ASX) under ASX Listing Rule 4.2A.3 s*

The information contained in this report is to be read in conjunction with HighCom Limited's 2025 Annual Report and any announcements to the market by HighCom Limited during the half-year period ending 31 December 2025.

Current period: 1 July 2025 to 31 December 2025

Prior corresponding period: 1 July 2024 to 31 December 2024

**HIGHCOM LIMITED & CONTROLLED ENTITIES  
APPENDIX 4D – HALF YEAR REPORT  
FOR THE HALF-YEAR ENDED 31 DECEMBER 2025**

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**HighCom Limited and Controlled Entities**

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## **Directors' Report**

**Half Year Ended 31 December 2025**

Your Director's submit the financial report for the half-year ended 31 December 2025.

### **Directors**

The names of Directors who held office during the whole of the financial half-year and up to the date of this report are:

- Mr. Geoff Knox – Executive Chairman (appointed on 14 January 2026)
- Mr. Benjamin Harrison
- Mr. Mark Smethurst
- Ms. Adelaide McDonald
- Hon. Christopher Pyne (resigned on 28 November 2025)

### **Principal Activities**

During the financial half-year, the principal continuing activities of the consolidated HighCom Ltd entity consisted of:

- **HighCom Armor** – which designs, manufactures and supplies advanced ballistic protection (body armour, ballistic helmets, shields and composite armours) for aligned military, law-enforcement and first responder customers globally, known for its product performance and XTclave® light weight armour solutions.
- **HighCom Technology** – a specialist technology integrator which supplies and maintains small/medium, uncrewed aerial systems (S/MUAS), counter unmanned aerial systems (CUAS) plus program/project engineering, system integration, maintenance and logistics support for the ADF and other aligned regional militaries.

### **Financial Overview**

The EBITDA was a loss of \$5.4m (Dec 2024: EBITDA profit \$1.9m) and the net operating loss after income tax, for the half-year ended 31 December 2025 is \$6.8m (Dec 2024: profit \$1.2m).

The key financial results include:

- The Group's revenue from continuing operations decreased by 59% to \$10.9m down from \$26.6m in H1 FY25, including \$5.8m revenue related to ballistic product sales generated by HighCom Armor and \$5.1m revenue generated by HighCom Technology, being \$3.5m for Small Uncrewed Aerial Systems (SUAS) spare parts and \$1.6m sustainment services provided to the Australian Department of Defence.
- As at 31 December 2025, the Group held cash of \$3.0m.
- Inventory levels decreased by \$1.8m to \$12.5m as at 31 December 2025, compared to \$14.4m as at 30 June 2025.

### **Review of Operations**

#### **HighCom Limited (HCL)**

Whilst the HighCom Technology business has performed well and delivered to plan in the first half, the HighCom Armor business has been negatively impacted by the extended US Government shutdown and the general US market uncertainty driven by the Government tariff regimes. US Markets are expected to return to more normal levels into the latter part of the second half FY26.

## **Directors' Report**

**Half Year Ended 31 December 2025**

New product development work continued in the half, using the patented XTclave® process, for light weight body armour, helmets and shields. First plates will be ready for independent testing in early 2026.

HighCom Technology continued to grow its role as a valued technology integrator, further expanding its range of products and services in the small and medium unmanned aerial systems (S/MUAS), tethered unmanned aerial systems (TUAS) and the counter unmanned aerial systems (CUAS) markets.

The next organisational development steps were also taken in the HighCom Armor business with the appointment of the President, HighCom Armor. This key appointment further strengthens to US team as it prepares to introduce its new, light weight XTclave® products to the market.

Globally, market conditions appear favourable, opening up growth opportunities for HCL.

### **HighCom Armor**

- HighCom Armor sales of \$5.8m were impacted by the US government shutdown and tariff-related uncertainty in the US market.
- At the end of the reporting period, the HighCom Armor business had an opportunity pipeline in excess of US\$55m for H2 FY26.
- The first two XTclave® lightweight armour plates passed independent third-party testing to NIJ compliance standards and will be available for sale in H2 FY26.

### **HighCom Technology**

- During the half-year period ended 31 December 2025, the HighCom Technology business successfully delivered a variety of engineering, maintenance and logistic support services under existing contracts awarded by the Commonwealth of Australia's (CoA) Department of Defence, for Small Unmanned Aerial Systems (SUAS).
- HighCom Technology continued its evolution as a valued technology integrator and to invest in its product and services range expansion for S/MUAS, TUAS and CUAS opening up new growth opportunities.

### **Auditor's Independence Declaration**

The lead auditor's independence declaration under s 307C of the Corporations Act 2001 is set out on page 4 for the half-year ended 31 December 2025.

This Directors' Report is signed in accordance with a resolution of the Board of Directors, pursuant to section 306(3)(a) of the Corporations Act 2001



Mr Geoff Knox  
Executive Chairman

27 February 2026

**RSM Australia Partners**

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**AUDITOR'S INDEPENDENCE DECLARATION**

As lead auditor for the review of the financial report of HighCom 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

**RSM AUSTRALIA PARTNERS**



**Rodney Miller**  
Partner

Canberra, Australian Capital Territory  
Dated: 27 February 2026

**HIGHCOM LIMITED & CONTROLLED ENTITIES**  
**APPENDIX 4D – HALF YEAR REPORT**  
**FOR THE HALF-YEAR ENDED 31 DECEMBER 2025**

**Consolidated Statement of Profit or Loss and Other Comprehensive Income**

**Half -Year Ended**

	Note	31 Dec 2025 \$	31 Dec 2024 \$
<b>Revenue</b>	3(a)	<b>10,884,921</b>	26,593,699
Cost of sales		<b>(9,579,152)</b>	(19,754,170)
<b>Gross profit</b>		<b>1,305,769</b>	6,839,529
Other income	3(b)	<b>4,851</b>	856,502
Impairment reversal/(loss)	4	<b>(106,302)</b>	684,953
Employee benefits	5	<b>(3,550,487)</b>	(3,353,397)
Corporate and administrative expense	6	<b>(2,944,097)</b>	(2,920,800)
Selling and marketing expenses	7	<b>(98,696)</b>	(135,690)
Finance costs	8	<b>(68,440)</b>	(67,438)
Depreciation and amortisation	9	<b>(641,385)</b>	(690,731)
<b>Profit/(Loss) from operations before income tax</b>		<b>(6,098,787)</b>	1,212,928
Income tax expense	10	<b>(686,897)</b>	-
<b>Profit/(Loss) from operations after income tax</b>		<b>(6,785,684)</b>	1,212,928
<b>Other comprehensive income</b>			
<i>Items that may be reclassified subsequently to profit or loss:</i>			
Foreign exchange differences on translation of foreign operations, net of tax		<b>(509,468)</b>	1,180,952
<b>Total comprehensive income/(loss) for the half year</b>		<b>(7,295,152)</b>	2,393,880
		<b>Cents</b>	Cents
<b>Basic earnings per share</b>	22	<b>(6.61)</b>	1.2
<b>Diluted earnings per share</b>	22	<b>(6.61)</b>	1.2

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



**HIGHCOM LIMITED & CONTROLLED ENTITIES**  
**APPENDIX 4D – HALF YEAR REPORT**  
**FOR THE HALF-YEAR ENDED 31 DECEMBER 2025**

**Consolidated Statement of Financial Position**

**As at 31 December 2025**

	Note	31 Dec 2025 \$	30 Jun 2025 \$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	11	3,017,982	5,811,893
Trade and other receivables	12	1,708,341	3,993,497
Contract assets	13	-	497
Inventories	14	12,674,683	14,366,185
Income tax receivable	10(a)	-	358,374
Other current assets	15	630,009	1,395,924
<b>TOTAL CURRENT ASSETS</b>		<b>18,031,015</b>	<b>25,926,370</b>
<b>NON-CURRENT ASSETS</b>			
Intangible assets		662,246	781,751
Goodwill		1,402,346	1,402,346
Right of use assets		1,152,625	1,421,450
Property, plant and equipment		10,675,040	10,904,918
<b>TOTAL NON-CURRENT ASSETS</b>		<b>13,892,257</b>	<b>14,510,465</b>
<b>TOTAL ASSETS</b>		<b>31,923,272</b>	<b>40,436,835</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	16	3,799,390	8,520,636
Borrowings	17	3,384,269	-
Lease liabilities	18	293,785	382,019
Provisions	19	472,098	429,243
Contract liabilities	20	435,746	127,516
<b>TOTAL CURRENT LIABILITIES</b>		<b>8,385,288</b>	<b>9,459,414</b>
<b>NON-CURRENT LIABILITIES</b>			
Lease liabilities	18	1,004,713	1,155,538
Provisions	19	42,326	35,786
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>1,047,039</b>	<b>1,191,324</b>
<b>TOTAL LIABILITIES</b>		<b>9,432,327</b>	<b>10,650,738</b>
<b>TOTAL NET</b>		<b>22,490,945</b>	<b>29,786,097</b>
<b>EQUITY</b>			
Contributed equity	21	52,927,156	52,927,156
Foreign exchange translation reserve		910,134	1,419,602
Accumulated losses		(31,346,345)	(24,560,661)
<b>TOTAL EQUITY</b>		<b>22,490,945</b>	<b>29,786,097</b>

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



HIGHCOM LIMITED & CONTROLLED ENTITIES  
APPENDIX 4D – HALF YEAR REPORT  
FOR THE HALF-YEAR ENDED 31 DECEMBER 2025

## Consolidated Statement of Changes in Equity

For the Half Year Ended

	Note	Issued capital \$	Equity based payments reserve \$	Foreign exchange translation reserve \$	Accumulated Losses \$	Total \$
<b>Opening balance as at 1 July 2024</b>		52,927,156	-	1,247,139	(23,371,602)	30,802,693
<i>Total comprehensive income for the half-year</i>						
Net profit for the period		-	-	-	1,212,928	1,212,928
Other comprehensive income		-	-	1,180,952	-	1,180,952
<b>Total Comprehensive Loss for the period</b>		-	-	<b>1,180,952</b>	<b>1,212,928</b>	<b>2,393,880</b>
<i>Transactions With Owner Recognised Directly in Equity</i>						
Issuance of Ordinary Shares		-	-	-	-	-
Share based payment reserve		-	-	-	-	-
Transaction costs associated with share capital		-	-	-	-	-
<b>Total contributions and distributions</b>		-	-	-	-	-
<b>Balance as at 31 December 2024</b>	21	<b>52,927,156</b>	-	<b>2,428,091</b>	<b>(22,158,674)</b>	<b>33,196,573</b>
<b>Opening balance as at 1 July 2025</b>		<b>52,927,156</b>	-	<b>1,419,602</b>	<b>(24,560,661)</b>	<b>29,786,097</b>
<i>Total comprehensive Income for the period</i>						
Loss for the period		-	-	-	(6,785,684)	(6,785,684)
Other comprehensive Income		-	-	(509,468)	-	(509,468)
<b>Total Comprehensive Loss for the period</b>		-	-	<b>(509,468)</b>	<b>(6,785,684)</b>	<b>(7,295,152)</b>
<i>Transactions With Owner Recognised Directly in Equity</i>						
Total changes in ownership interests		-	-	-	-	-
<b>Balance as at 31 December 2025</b>	21	<b>52,927,156</b>	-	<b>910,134</b>	<b>(31,346,345)</b>	<b>22,490,945</b>

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



**HIGHCOM LIMITED & CONTROLLED ENTITIES**  
**APPENDIX 4D – HALF YEAR REPORT**  
**FOR THE HALF-YEAR ENDED 31 DECEMBER 2025**

**Consolidated Statement of Cash Flows**  
**For the Half Year Ended**

	31 Dec 2025	31 Dec 2024
Note	\$	\$
<b>Cash flows from/(used in) operating activities</b>		
Receipts from customers	13,523,642	25,293,490
Payments to suppliers and employees	(18,179,632)	(21,755,870)
	(4,655,990)	3,537,620
Interest received	4,851	27,545
Finance costs	(23,236)	(26,043)
Income tax (paid)/refund	(686,897)	-
<b>Net cash flows from/(used in) operating activities</b>	<b>(5,361,272)</b>	<b>3,539,122</b>
<b>Cash flows (used in)/from investing activities</b>		
Payment for intangible assets	(921)	(18,097)
Payments for property, plant and equipment	(198,869)	(1,207,765)
<b>Net cash flows (used in)/from investing activities</b>	<b>(199,790)</b>	<b>(1,225,862)</b>
<b>Cash flows from financing activities</b>		
Repayment of lease liabilities	(109,495)	(303,198)
Proceeds from borrowings	3,384,269	-
<b>Net cash flows (used in)/from financing activities</b>	<b>3,274,774</b>	<b>(303,198)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(2,286,288)</b>	<b>2,010,062</b>
Exchange rate impact on cash	(507,623)	238,639
Cash and cash equivalents at beginning half year	5,811,893	6,180,310
<b>Cash and cash equivalents at end of the financial half year</b>	<b>3,017,982</b>	<b>8,429,011</b>

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

## Notes to the Financial Statements

### Half Year Ended 31 December 2025

The consolidated financial report covers HighCom Limited and Controlled Entities (HighCom). HighCom is a for profit company limited by shares, incorporated, and domiciled in Australia.

Each of the entities within HighCom prepare their financial statements based on the currency of the primary economic environment in which the entity operates (functional currency). The consolidated financial statements are presented in Australian dollars which is the parent entity's functional and presentation currency (unless stated otherwise).

The financial report was authorised for issue by the Directors on 27<sup>th</sup> February 2026.

Where required by Accounting Standards comparative figures have been adjusted to conform with changes for the current reporting period.

#### 1. Basis of Preparation

This consolidated half year financial report for the reporting period ending 31 December 2025 has been prepared in accordance with the requirements of the *Corporations Act 2001* and Australian Accounting Standard AASB 134: *Interim Financial Reporting*.

The half year financial report is intended to provide users with an update on the latest annual financial statements of HighCom Limited and controlled entities (HighCom or the Group). As such it does not contain information that represents relatively insignificant changes occurring during the half year within HighCom. This consolidated financial report does not include all the notes normally included in an annual financial report. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of HighCom for the year ended 30 June 2025, together with any public announcements made during the half year.

The same accounting policies and methods of computation have been followed in this half year financial report as were applied in the most recent annual financial statements.

#### Going Concern

The financial statements have been prepared on a going concern basis, which assumes that the Company will be able to realise its assets and discharge its liabilities in the normal course of business. In concluding this, management has considered the Company's liquidity position, any risks to the cashflows, funding and the Company's outlook.

#### Estimates

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. The resulting accounting judgements and estimates may differ from the actual results. In preparing this consolidated interim financial report, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty are the same as those applied to the consolidated financial report as at and for the year ended 30 June 2025.

## Notes to the Financial Statements

Half Year Ended 31 December 2025

### New or Amended Accounting Standards and Interpretations adopted

The consolidated entity has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

### 2. Events Occurring After the Reporting Period

On 11 February 2026 HighCom announced a Placement raising \$7.0 million via the issue of 35.0 million fully paid ordinary shares pursuant to the Company's available placement capacity under ASX Listing Rules 7.1 and 7.1A for Tranche 1 (~\$5.1m) and the balance (~\$1.9m) subject to shareholder approval (Tranche 2). Directors have subscribed to participate in Tranche 2 subject to shareholder approval. A further \$1.0m Share Purchase Plan (SPP) to eligible shareholders in Australia and New Zealand was opened on 17 February 2026.

On 16 February 2026 HighCom issued 25,670,667 in ordinary fully paid shares at \$0.20 per share.

Other than the items as mentioned above, no other matters or circumstances have arisen since the end of the financial half year which significantly affected or could significantly affect the operations of HighCom, the results of those operations, or the state of affairs of HighCom in future financial years.

HIGHCOM LIMITED & CONTROLLED ENTITIES  
APPENDIX 4D – HALF YEAR REPORT  
FOR THE HALF-YEAR ENDED 31 DECEMBER 2025

## Notes to the Financial Statements

Half Year Ended 31 December 2025

### 3. Revenue and Other Income

#### (a) Revenue from operations

	31 Dec 2025	31 Dec 2024
	\$	\$
HighCom Armor	5,818,405	20,926,639
HighCom Technology	5,066,516	5,667,060
<b>Total Revenue</b>	<b>10,884,921</b>	<b>26,593,699</b>

#### (b) Other income

Interest income	4,851	34,784
Gain on sale of assets	-	-
Foreign exchange gain	-	737,911
Other income	-	83,807
<b>Total Other income</b>	<b>4,851</b>	<b>856,502</b>

#### Total Revenue and Other Income

<b>10,889,772</b>	<b>27,450,201</b>
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### 4. Impairment

Impairment write up – Inventory <sup>2</sup>	(830,278)	(684,953)
Impairment write down – Inventory <sup>3</sup>	936,580	-
<b>Total Impairment</b>	<b>106,302</b>	<b>(684,953)</b>

### 5. Employee benefits

Salaries and wages	2,598,068	2,619,769
Superannuation contributions	212,807	237,684
Payroll tax	326,645	337,188
Other employee expenses <sup>4</sup>	412,967	158,756
<b>Total Employee Benefits</b>	<b>3,550,487</b>	<b>3,353,397</b>

<sup>2</sup> Inventory that has been previously impaired has been reversed to the value of \$830k now in use and sold.

<sup>3</sup> New impairment of \$936k has written down associated with a delayed bid opportunity.

<sup>4</sup> Other employee expense for the period 31 Dec 25 includes recruitment costs \$0.3m related to strengthening of the US team.



HIGHCOM LIMITED & CONTROLLED ENTITIES  
APPENDIX 4D – HALF YEAR REPORT  
FOR THE HALF-YEAR ENDED 31 DECEMBER 2025

## Notes to the Financial Statements

Half -Year Ended 31 December 2025

	31 Dec 2025	31 Dec 2024
	\$	\$
<b>6. Corporate and administrative expenses</b>		
Consultancy fees <sup>5</sup>	739,493	633,850
Insurance	376,551	528,243
Information and communication technologies	347,226	482,534
Directors' fees	191,390	116,463
Travel and accommodation	203,487	212,494
Occupancy <sup>6</sup>	85,463	207,840
Accounting and audit fees	120,735	116,884
Share registry	55,524	69,659
Bank charges	30,541	39,515
R&D Expenses <sup>7</sup>	374,554	-
Foreign exchange loss	231,906	-
Other expenses	187,227	513,318
<b>Total Corporate and administrative expenses</b>	<b>2,944,097</b>	<b>2,920,800</b>
<b>7. Selling and marketing expenses</b>		
Marketing and trade shows	98,696	135,690
<b>Total Selling and marketing expenses</b>	<b>98,696</b>	<b>135,690</b>
<b>8. Finance costs</b>		
Interest on lease liabilities	45,204	41,395
Other interest expense	23,236	26,043
<b>Total Finance costs</b>	<b>68,440</b>	<b>67,438</b>
<b>9. Depreciation and amortisation</b>		
<i>Depreciation</i>		
- Plant and equipment	195,886	219,901
- Motor vehicles	21,103	13,968
- Office furniture and equipment	19,839	30,004
- Demonstration equipment	34,807	28,498
- Leasehold property improvements	6,571	21,792
<i>Amortisation</i>		
- Right to use assets	244,599	252,627
- Computer software	7,677	17,693
- Intangible - plate development	89,998	80,862
- Intangible - certifications	20,905	25,386
<b>Total Depreciation and Amortisation</b>	<b>641,385</b>	<b>690,731</b>

<sup>5</sup> Consultancy fees included \$133,846 of marketing expenses

<sup>6</sup> Reallocation of utilities to cost of goods sold of \$100,264

<sup>7</sup> R&D expenses incurred to support XTclave® product development



**HIGHCOM LIMITED & CONTROLLED ENTITIES**  
**APPENDIX 4D – HALF YEAR REPORT**  
**FOR THE HALF-YEAR ENDED 31 DECEMBER 2025**

**Notes to the Financial Statements**

Half -Year Ended 31 December 2025

	31 Dec 2025	30 Jun 25
	\$	\$
<b>10. Income Tax Expense</b>		
<b>Current tax expense</b>		
Prior period overs / unders <sup>8</sup>	686,897	-
<b>Total income tax expense/(benefit)</b>	686,897	-
<b>(a). Income Tax Receivable</b>		
Income tax receivable	-	358,374
<b>Total income tax receivable</b>	-	358,374
<b>11. Cash and Cash Equivalents</b>		
Cash at bank and in hand	3,017,982	5,811,893
<b>Total Cash</b>	3,017,982	5,811,893
<b>Reconciliation of cash</b>		
Cash and cash equivalents reported in the statement of cash flows are reconciled to the equivalent items in the statement of financial position as follows:		
Cash and cash equivalents	3,017,982	5,811,893
<b>Balance as per statement of cash flows</b>	3,017,982	5,811,893
<b>12. Trade and Other Receivables</b>		
<b>CURRENT</b>		
Trade receivables	1,708,341	3,993,497
<b>Total current trade and other receivables</b>	1,708,341	3,993,497

**Terms and conditions**

Trade and other receivables are noninterest bearing and generally on thirty-day terms. The consolidated entity has adopted a lifetime expected loss allowance in estimating expected credit losses to trade receivables through the use of a provisions matrix using fixed rates of credit loss provisioning. These provisions are considered representative across all customers of the consolidated entity based on recent sales experience, historical collection rates and forward-looking information that is available. There was no provision recognised for the half year ended 31 December 2025 (FY25: nil).

<sup>8</sup> Tax expense related to 2022 and 2023 years for the US business.



HIGHCOM LIMITED & CONTROLLED ENTITIES  
APPENDIX 4D – HALF YEAR REPORT  
FOR THE HALF-YEAR ENDED 31 DECEMBER 2025

## Notes to the Financial Statements

Half Year Ended 31 December 2025

	31 Dec 2025	30 Jun 2025
	\$	\$
<b>13. Contract Assets</b>		
Contract assets	-	497

### Reconciliation

Reconciliation of the written down values at the beginning and end of the contract and previous financial year are set out below:

Opening balance	497	-
Additions	-	497
Transfer to trade receivables	(497)	-
<b>Closing Balance</b>	-	497

### 14. Inventories

#### Current

Work in progress	82	12,934
Products and spare parts, net of write-down	12,674,601	14,353,251
<b>Total Inventories</b>	12,674,683	14,366,185

Inventories are measured at the lower of cost and net realisable value. The amount of any write-down of inventories to net realisable value and all losses of inventories are recognised as an expense in the period the write-down or loss occurs. The amount of any reversal of any write-down, arising from an increase in net realisable value, is recognised as a gain in the period which the reversal occurs.

### 15. Other Current Assets

Prepayments	207,010	266,004
Prepayments to suppliers for inventory	411,725	1,054,716
Other Assets	11,274	75,204
<b>Total Other Current Asset</b>	630,009	1,395,924

### 16. Trade and Other Payables

#### Current

Trade and other payables	2,690,266	7,768,923
GST payable	84,154	39,566
Sundry payable and accrued expenses	1,024,970	712,147
<b>Total Trade and other payables</b>	3,799,390	8,520,636

### 17. Interest Bearing Liabilities

#### Current

Bank loan – interest bearing	3,384,269	-
<b>Total Interest-bearing liabilities</b>	3,384,269	-



## Notes to the Financial Statements

Half Year Ended 31 December 2025

	31 Dec 2025	30 Jun 2025
	\$	\$
<b>18. Lease Liabilities</b>		
<b>Current</b>		
Lease liability	293,785	382,019
	293,785	382,019
<b>Non-current</b>		
Lease liability	1,004,713	1,155,538
<b>Total lease liabilities</b>	1,298,498	1,537,557

The leases relate to office buildings, manufacturing and warehouse facilities. The lease for the facilities in Columbus, Ohio was renewed for a 5-year period, expiring on 30 September 2029.

### 19. Provisions

#### Current liabilities

Annual leave provision	291,809	243,623
Long service leave	180,289	185,620
	472,098	429,243

#### Non-current liabilities

Long service leave	42,326	35,786
	42,326	35,786
<b>Total provisions</b>	514,424	465,029

### 20. Contract Liabilities

#### Current

Customer deposits	435,746	127,516
<b>Total contract liabilities</b>	435,746	127,516

### 21. Issued Capital

Ordinary shares	52,927,156	52,927,156
<b>Total</b>	52,927,156	52,927,156

There were no options on issue at 31 December 2025 (30 June 2025: nil).

#### (A) Movement in ordinary shares on issue

	31 Dec 2025	31 Dec 2025	30 Jun 2025	30 Jun 2025
	No. of Shares	\$	No. of Shares	\$
Opening balance	102,682,672	52,927,156	102,682,672	52,927,156
Shares issued	-	-	-	-
Transaction cost in relation to capital	-	-	-	-
<b>Total</b>	102,682,672	52,927,156	102,682,672	52,927,156

Fully paid ordinary shares carry one vote per share and carry the right to dividends.

**HIGHCOM LIMITED & CONTROLLED ENTITIES**  
**APPENDIX 4D – HALF YEAR REPORT**  
**FOR THE HALF-YEAR ENDED 31 DECEMBER 2025**

## Notes to the Financial Statements

Half-year Ended 31 December 2025

### 22. Earnings per share

	31 Dec 2025	31 Dec 2024
	\$	\$
<i>Earnings per share from profit/(loss) from continuing operations</i>		
Profit/(Loss) after income tax attributed to the owners of HighCom Limited	<u>(6,785,684)</u>	<u>1,212,928</u>
	<b>Cents</b>	<b>Cents</b>
Basic earnings per share	<b>(6.61)</b>	1.2
Diluted earnings per share	<b>(6.61)</b>	1.2

### 23. Operating Segments

The consolidated entity is organised into two operating segments based on differences in products and services provided; Armor business and Technology business (see note 2a). These operating segments are based on the internal reports that are reviewed and used by the Board of Directors (who are identified as the Chief Operating Decision Maker ('CODM')) in assessing performance and determining the allocation of resources. There is no aggregation of operating segments.

The CODM reviews EBITDA (earnings before interest, tax, depreciation and amortisation). The accounting policies adopted for internal reporting to the CODM are consistent with those adopted in the financial statements. The information is reported to the CODM on a monthly basis.

	31 Dec 2025	31 Dec 2024
	\$	\$
<b>Segment revenue</b>		
HighCom Armor	5,818,405	20,926,639
HighCom Technology	5,066,516	5,667,060
<b>Total of all segments</b>	<u>10,884,921</u>	<u>26,593,699</u>
<b>Segment results – continuing operations</b>		
HighCom Armor	(4,222,670)	2,062,750
HighCom Technology	853,298	1,128,497
Unallocated holding company costs <sup>9</sup>	(2,024,443)	(1,254,934)
<b>EBITDA</b>	<u>(5,393,813)</u>	<u>1,936,313</u>
Depreciation and amortisation	(641,385)	(690,731)
Interest expense	(68,440)	(67,438)
Interest income	4,851	34,784
Profit/(Loss) before income tax expense	<u>(6,098,787)</u>	<u>1,212,928</u>
Income tax expense	(686,897)	-
Profit/(Loss) after income tax expense	<u>(6,785,684)</u>	<u>1,212,928</u>

<sup>9</sup> Unallocated holding company costs includes non-cash foreign exchange expense of \$232k for the 31 December 2025 period compared to a gain of \$738k in 31 December 2024 period.



## Notes to the Financial Statements

Half-year Ended 31 December 2025

### Geographical information

In presenting information, the segment revenue is based on geographical locations of the Group's customers.

	<b>31 Dec 2025</b>	<b>31 Dec 2024</b>
	\$	\$
North America	5,240,296	17,741,273
Australia and Asia Pacific	5,080,849	5,706,547
Europe	540,914	3,143,098
Others	22,862	2,781
<b>Total of all segments</b>	<b>10,884,921</b>	<b>26,593,699</b>

### 24. Contingencies

As at 31 December 2025, there are no contingencies.

## Directors' Declaration

The Directors of the Company declare that:

1. The consolidated financial statements and notes, as set out on page 8-19 are in accordance with the *Corporations Act 2001*, including:
  - (a) complying with Accounting Standard AASB 134: Interim Financial Reporting; and
  - (b) give a true and fair view of the consolidated group's financial position as at 31 December 2025 and of its performance for the half-year ended on that date.
2. In the Directors' opinion, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.



Geoff Knox  
Executive Chairman



Adam Gallagher  
Company Secretary

Dated this 27th day of February 2026

## **INDEPENDENT AUDITOR'S REVIEW REPORT**

### **TO THE MEMBERS OF**

### **HighCom Limited**

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

##### *Conclusion*

We have reviewed the accompanying half-year financial report of HighCom Limited which comprises the consolidated statement of financial position as at 31 December 2025, the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity an consolidated 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.

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 HighCom 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 HighCom Limited, would be in the same terms if given to the directors as at the time of this auditor's report.

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

The directors of HighCom 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 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

**RSM AUSTRALIA PARTNERS**



Rodney Miller  
Partner

Canberra, Australian Capital Territory  
Dated: 27 February 2026