

KTEK AEROSYSTEMS LTD
ACN 696 412 138
SUPPLEMENTARY PROSPECTUS

IMPORTANT INFORMATION

This is a supplementary prospectus (**Supplementary Prospectus**) intended to be read with the prospectus dated 13 April 2026 (**Prospectus**) issued by KTEK Aerosystems Ltd (ACN 696 412 138) (**Company**).

This Supplementary Prospectus is dated 20 April 2026 and was lodged with the Australian Securities and Investments Commission (**ASIC**) on that date. The ASIC, the ASX and their respective officers take no responsibility for the contents of this Supplementary Prospectus.

This Supplementary Prospectus should be read together with the Prospectus. Other than as set out below, all details in relation to the Prospectus remain unchanged. Terms and abbreviations defined in the Prospectus have the same meaning in this Supplementary Prospectus. If there is a conflict between the Prospectus and this Supplementary Prospectus, this Supplementary Prospectus will prevail.

This Supplementary Prospectus will be issued with the Prospectus in hard copy or as an electronic copy and may be accessed on the Company's website at www.ktek.tech.

This is an important document and should be read in its entirety. If you do not understand it, you should consult your professional advisers without delay.

1. PURPOSE OF THIS DOCUMENT

This Supplementary Prospectus has been prepared to provide investors with updated information in relation to the Prospectus, specifically to provide minor updates to the pro forma historical statement of financial position.

By this Supplementary Prospectus, the Company makes the amendments to the Prospectus as set out in section 2 to update disclosures in the Prospectus accordingly. The amendments to the Prospectus outlined in Section 2 should be read in conjunction with the Prospectus.

2. AMENDMENTS TO THE PROSPECTUS

2.1 Typographical errors

The following typographical errors in the Prospectus are amended:

- (a) On page 21, 25, 49 and 59 references to "Section 6.7" are deleted and replaced with "Section 6.8".
- (b) On pages 2, 15 and 62, references to "Section 6.7" in the "Customer Concentration" risk are deleted and replaced with references to "Section 6.3".
- (c) On pages 3, 15 and 62, references to "Section 6.7" in the "Supplier Concentration" risk are deleted and replaced with references to "Section 6.8".
- (d) In the header rows of all tables in Section 7 of the Prospectus, all references to "31 DEC 2025" and "31-Dec-25" are deleted and replaced with "FY25", all references to "31 DEC 2024" are deleted and replaced with "FY24" and all references to "31 DEC 2023" are deleted and replaced with "FY23".

2.2 Customer Agreements

The Company amends the Prospectus by the addition of the below sentence following the first sentence in Section 10.1:

"The customer arrangements are not fixed-term agreements with a specified expiry date — they operate on an ongoing basis through successive purchase orders issued under the relevant program."

2.3 Pro Forma Historical Statement of Financial Position

Section 7.4 is removed from the Prospectus and replaced with the following:

7.4 Pro Forma Historical Statement of Financial Position

7.4.1 Overview and Pro Forma Adjustments

Together with the accompanying notes, Table 7.6a and 7.6b below set out the pro forma adjustments to derive the Pro Forma Historical Statement of Financial Position as at 31 December 2025, based on the Minimum Raise of A\$7,500,000 and the Maximum Raise of A\$10,000,000, respectively.

Table 7.6a: Pro Forma Historical Statement of Financial Position (Minimum Raise)

| | Notes | KTeK Ltd at 31-Dec-25 US\$'000 | KTeK Ltd Subsequent events US\$'000 | KTEK as at 31-Mar-26 US\$'000 | KTEK Subsequent events US\$'000 | Pro-forma adjustments Min US\$'000 | Pro-forma after issue Min US\$'000 |
|--|-------|--------------------------------|-------------------------------------|-------------------------------|---------------------------------|------------------------------------|------------------------------------|
| Current assets | | | | | | | |
| Cash and cash equivalents | 1 | 57 | - | 121 | (304) | 4,389 | 4,263 |
| Short-term deposit | | 27 | - | - | - | - | 27 |
| Trade receivables | | 1,068 | - | - | - | - | 1,068 |
| Other receivables | | 157 | - | 17 | - | - | 174 |
| Related party | 2 | 599 | (330) | - | - | - | 269 |
| Loan receivable | 3 | - | - | 1,276 | - | (1,276) | - |
| Inventory | | 228 | - | - | - | - | 228 |
| Total current assets | | 2,136 | (330) | 1,414 | (304) | 3,113 | 6,028 |
| Non current assets | | | | | | | |
| Fixed asset, net | 4 | 244 | 248 | - | - | - | 492 |
| Right of use asset, net | | 116 | - | - | - | - | 116 |
| Restricted marketable securities | | 59 | - | - | - | - | 59 |
| Patent rights | 5 | - | 83 | - | - | - | 83 |
| Total non current assets | | 419 | 330 | - | - | - | 749 |
| Total assets | | 2,555 | - | 1,414 | (304) | 3,113 | 6,778 |
| Current liabilities | | | | | | | |
| Bank overdraft | | 32 | - | - | - | - | 32 |
| Short-term loans and Current Maturity of Long-Term Loans | 6 | 2,553 | - | - | - | (1,337) | 1,216 |
| Trade payables | | 812 | - | 54 | - | - | 866 |

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| | Notes | KTeK Ltd at 31-Dec-25 US\$'000 | KTeK Ltd Subsequent events US\$'000 | KTEK as at 31-Mar-26 US\$'000 | KTEK Subsequent events US\$'000 | Pro-forma adjustments Min US\$'000 | Pro-forma after issue Min US\$'000 |
|--------------------------------------|-------|--------------------------------|-------------------------------------|-------------------------------|---------------------------------|------------------------------------|------------------------------------|
| Short term lease liabilities | | 57 | - | - | - | - | 57 |
| Deferred revenues | | 26 | - | - | - | - | 26 |
| Other payables | | 583 | - | - | - | - | 583 |
| Convertible loan | 7 | - | - | 1,527 | - | (1,527) | - |
| Total current liabilities | | 4,063 | - | 1,581 | - | (2,864) | 2,780 |
| Non current liabilities | | | | | | | |
| Long term lease liability | | 82 | - | - | - | - | 82 |
| Accrued severance pay | | 52 | - | - | - | - | 52 |
| Long term loans | | 98 | - | - | - | - | 98 |
| Total non current liabilities | | 232 | - | - | - | - | 232 |
| Total liabilities | | 4,295 | - | 1,581 | - | (2,864) | 3,012 |
| Net assets/(liabilities) | | (1,740) | - | (167) | (304) | 5,977 | 3,766 |
| Equity | | | | | | | |
| Share capital and premium | 8 | * | - | * | - | 8,246 | 8,246 |
| Reserves | 9 | 23 | - | 178 | - | 722 | 923 |
| Accumulated losses | 10 | (1,763) | - | (345) | (304) | (2,992) | (5,403) |
| Total equity | | (1,740) | - | (167) | (304) | 5,977 | 3,766 |

*Less than US\$1,000

Table 7.6b: Pro Forma Historical Statement of Financial Position (Maximum Raise)

| | Notes | KTeK Ltd at 31-Dec-25 US\$'000 | KTeK Ltd Subsequent events US\$'000 | KTEK as at 31-Mar-26 US\$'000 | KTEK Subsequent events US\$'000 | Pro-forma adjustments Max US\$'000 | Pro-forma after issue Max US\$'000 |
|-----------------------------|-------|--------------------------------|-------------------------------------|-------------------------------|---------------------------------|------------------------------------|------------------------------------|
| Current assets | | | | | | | |
| Cash and cash equivalents | 1 | 57 | - | 121 | (304) | 5,956 | 5,831 |
| Short-term deposit | | 27 | - | - | - | - | 27 |
| Trade receivables | | 1,068 | - | - | - | - | 1,068 |
| Other receivables | | 157 | - | 17 | - | - | 174 |
| Related party | 2 | 599 | (330) | - | - | - | 269 |
| Loan receivable | 3 | - | - | 1,276 | - | (1,276) | - |
| Inventory | | 228 | - | - | - | - | 228 |
| Total current assets | | 2,136 | (330) | 1,414 | (304) | 4,680 | 7,596 |
| Non current assets | | | | | | | |
| Fixed asset, net | 4 | 244 | 248 | - | - | - | 492 |

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| | Notes | KTeK Ltd at 31-Dec-25 US\$'000 | KTeK Ltd Subsequent events US\$'000 | KTEK as at 31-Mar-26 US\$'000 | KTEK Subsequent events US\$'000 | Pro-forma adjustments Max US\$'000 | Pro-forma after issue Max US\$'000 |
|--|-------|--------------------------------|-------------------------------------|-------------------------------|---------------------------------|------------------------------------|------------------------------------|
| Right of use asset, net | | 116 | - | - | - | - | 116 |
| Restricted marketable securities | | 59 | - | - | - | - | 59 |
| Patent rights | 5 | - | 83 | - | - | - | 83 |
| Total non current assets | | 419 | 330 | - | - | - | 749 |
| Total assets | | 2,555 | - | 1,414 | (304) | 4,680 | 8,346 |
| Current liabilities | | | | | | | |
| Bank overdraft | | 32 | - | - | - | - | 32 |
| Short-term loans and Current Maturity of Long-Term Loans | 6 | 2,553 | - | - | - | (1,337) | 1,216 |
| Trade payables | | 812 | - | 54 | - | - | 866 |
| Short term lease liabilities | | 57 | - | - | - | - | 57 |
| Deferred revenues | | 26 | - | - | - | - | 26 |
| Other payables | | 583 | - | - | - | - | 583 |
| Convertible loan | 7 | - | - | 1,527 | - | (1,527) | - |
| Total current liabilities | | 4,063 | - | 1,581 | - | (2,864) | 2,780 |
| Non current liabilities | | | | | | | |
| Long term lease liability | | 82 | - | - | - | - | 82 |
| Accrued severance pay | | 52 | - | - | - | - | 52 |
| Long term loans | | 98 | - | - | - | - | 98 |
| Total non current liabilities | | 232 | - | - | - | - | 232 |
| Total liabilities | | 4,295 | - | 1,581 | - | (2,864) | 3,012 |
| Net assets/(liabilities) | | (1,740) | - | (167) | (304) | 7,544 | 5,334 |
| Equity | | | | | | | |
| Share capital and premium | 8 | * | - | * | - | 9,807 | 9,807 |
| Reserves | 9 | 23 | - | 178 | - | 722 | 923 |
| Accumulated losses | 10 | (1,763) | - | (345) | (304) | (2,985) | (5,397) |
| Total equity | | (1,740) | - | (167) | (304) | 7,544 | 5,334 |

*Less than US\$1,000

Notes:

All A\$ amounts converted into US\$ equivalents at the AUD:USD exchange rate of 0.67 at 31 December 2025

- The subsequent events adjustment relates to corporate advisory and other compliance costs not related to the Offer that were incurred.

The pro-forma adjustments relate to the proceeds from shares issued under the Offer (A\$7,500k/US\$5,025k under the Minimum Subscription and A\$10,000k/US\$6,700k under the Maximum Subscription), net of cash costs of A\$950k/US\$637k and A\$1,110k/US\$744k under the Minimum Subscription and Maximum Subscription respectively (see Section **Error! Reference source not found.** for further details).

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2. The subsequent events adjustment relates to the partial settlement of KTeK's CEO's debt via sale of a vehicle (approximately US\$248k) and personal patent (approximately US\$83k) totalling approximately US\$330k.
3. The pro-forma adjustments reflect the consolidation of the intercompany loan upon completion of the Acquisition.
4. The subsequent events adjustment relates to the vehicle sold to KTeK Ltd as part of the partial settlement of the CEO's debt for approximately US\$248k.
5. The subsequent events adjustment relates to the patent sold to KTeK Ltd as part of the partial settlement of the CEO's debt for approximately US\$83k.
6. The pro-forma adjustments reflect the consolidation of the intercompany loan upon completion of the Acquisition.
7. The pro-forma adjustments reflect i) the re-classification of the US\$178k equity component of KTEK's Convertible Notes as a liability pursuant to the Acquisition and ii) the subsequent conversion of the Convertible Notes at A\$0.10 each (totalling US\$1,705k, being the book value of US\$1,527k plus the US\$178k portion reclassified). The effective impact of the convertible note conversion is that the liability and embedded derivative is eliminated and losses are recognised to the extent that the market value of the shares issued exceed the value of the note liability and derivative settled.
8. The pro-forma adjustments reflect:
 - (a) the 60 million KTEK shares issued to KTeK Ltd pursuant to the Acquisition. The value of these shares has been determined as the notional number of equity instruments that the shareholders of KTeK Ltd would have had to issue to KTEK to give the owners of KTEK the same percentage ownership in the combined entity. This is deemed to be A\$1,000k/US\$670k based on the 5 million KTEK shares on issue prior to the Acquisition and the Offer Price of A\$0.20 per Share;
 - (b) the conversion of the Convertible Notes into 25 million KTEK shares which result in a credit to the share capital and premium account of A\$5,000k/US\$3,350k based on the A\$0.20 Offer Price;
 - (c) the 37.5 million shares issued under the Offer at an issue price of A\$0.20 each to raise A\$7,500k/US\$3,350k (before costs) under the Minimum Subscription, increasing to 50 million shares to raise A\$10,000k/US\$6,700k (before costs) under the Maximum Subscription;
 - (d) the issue of the 5 million Lead Manager Options as part of the capital raise valued at A\$0.112 each resulting in a total of A\$560k/US\$375k offset against the share capital and premium account. These options were valued using a Black Scholes option pricing model assuming an underlying share price of A\$0.20 based on the Offer and assuming a volatility of 100%, exercise price of A\$0.30, life of 3 years, no dividend yield and risk free rate of 4.66%; and
 - (e) capitalisation of cash costs of the Offer being US\$424k and US\$538k under the Minimum Subscription and Maximum Subscription, respectively.
9. The pro-forma adjustments reflect a debit of US\$178k for the reclassification of KTEK's equity component of the Convertible Notes as a liability just prior to their conversion, as well as the issue of the 7 million Director Options and 5 million Lead Manager Options which results in a credit to the options reserves of US\$900k.
10. The subsequent adjustment reflects corporate advisory and other compliance costs not related to the Offer which were incurred.
Pro-forma adjustments relate to:
 - (a) Elimination of KTEK's historical accumulated losses (US\$345k) pursuant to the Acquisition.
 - (b) A deemed expense of the Acquisition of US\$1,015k calculated as the fair value of the consideration of the Acquisition of US\$670k (based on the 5 million KTEK shares on issue prior to the Acquisition and the A\$0.20/share Offer Price) plus the fair value of KTEK's net liabilities acquired of US\$345k (after adjusting for the reclassification of the equity component of the Convertible Notes into a liability).
 - (c) Costs of the Offer not directly attributable to the capital raising which are expensed totalling US\$212k and US\$206k under the Minimum Subscription and Maximum Subscription, respectively.
 - (d) A finance charge associated with the conversion of the Convertible Notes of US\$1,645k, as the conversion occurs at a price of A\$0.10/share versus the Offer Price of A\$0.20/share.
 - (e) US\$61k in financing costs upon the consolidation of the intercompany loans, reflecting the difference between the value of this loan as recorded on KTEK's balance sheet versus the value it was recorded on KTeK Ltd's balance sheet.
 - (f) The issue of the 7 million Director Options valued at A\$0.112 each resulting in an immediate expense of A\$784k/US\$525k as these options have no vesting conditions attached to them. The options were valued using a Black Scholes option pricing model assuming an underlying share price of A\$0.20 based on the Offer and assuming a volatility of 100%, exercise price of A\$0.30, life of 3 years, no dividend yield and risk free rate of 4.66%
11. The Company notes that the transactions discussed in notes 2, 4 and 5 were completed by KTeK Ltd prior to the date of the Prospectus and did not require any related party approvals under Israeli law.

3. CONSENTS

The Company confirms that as at the date of this Supplementary Prospectus, each of the parties that have been named as having consented to being named in the Prospectus have not withdrawn that consent.

BDO has given its written consent to the information included in this Supplementary Prospectus, in the form and context in which it is named.

4. DIRECTORS' AUTHORISATION

This Supplementary Prospectus is issued by the Company and its issue has been authorised by a resolution of the Directors.

In accordance with section 720 of the Corporations Act, each Director has consented to the lodgement of this Supplementary Prospectus with the ASIC.