ASX:ID8

Quarterly Activity Report and Appendix 4C

for the period ending 30 June 2026

Highlights since last update:

- Annual recurring revenue (**ARR**) up 22% on the previous quarter to $717k, and total prospective pipeline up 34% on the previous quarter to $2.22 million
- 16 customer agreements now in place, enabling more than 125 businesses across banking, payments and hospitality verticals to access BNDRY
- Convertible Note Facility for up to $20 million signed, featuring a binding commitment for $5 million (before costs), subject to shareholder approval
- Notice of Appeal filed with the US Court of Appeals for the Federal Circuit to overturn the dismissal of the patent infringement claim against JPMC

31 July 2026 - Identitii (ASX:ID8) ('**Identitii**', '**the Company**') (ASX:ID8) is pleased to release its Appendix 4C for the three months ending 30 June 2026 and provides an update on its progress during the period.

Commenting on the quarter, John Rayment, CEO of Identitii, said: "The first six months of 2026 have been very challenging for the Company. We began this year with most of a $2.9 million capital raise covered, and for reasons the Board has accepted and learned from, most of that did not come to fruition. The flow-on effect has been significant. Understandably, prospective customers have watched our capital position closely, and the momentum we've worked so hard to build has been impacted.

"Yet, despite the impact to our capital plans, the Takeovers Panel action, and the section 249D Notice, we've still made solid commercial progress (detailed below) and presented shareholders with a strong alternative funding plan that might be the last time we need to raise ordinary working capital, as we continue our path toward cashflow breakeven.

"Looking ahead, next month we're returning to the Australasian Gaming Expo in Sydney, one year on from launching BNDRY. This year we will be launching a transaction monitoring platform designed and built in Australia for Australia's gaming machines. With the Company potentially well capitalised, the rest of this year is really exciting."

Commercial progress

Identitii now has 16 separate customer agreements, enabling more than 125 businesses across banking, payments and hospitality verticals, to benefit from its BNDRY platform, 12 of them coming after the launch of BNDRY at the Australasian Gaming Expo in August last year. ARR grew 22% on previous quarter to $717k, with additional usage revenue expected to materially increase this in the coming quarters.

Identitii will report both recurring and usage revenue from next quarter.

The pipeline of qualified and engaged prospective customers, across the Company's target banking, payments and hospitality verticals, also grew on previous quarter, up 34% to $2.22 million, $315k of which is in the final contracting stage. That brings both current and prospective revenue to $2.94 million, 31% on previous quarter.

The BNDRY platform is now connected to more than 1,000 data sources spanning 200+ countries, securely holds 678,000 customer profiles and has run more than 22,000 compliance workflows, across Screening, Monitoring, Investigations and Reporting, giving customers a single consolidated view of their whole financial crime landscape.

Update on capital position

Identitii commenced the quarter with a $2.5 million Rights Issue shortfall available for placement until 1 June 2026. Existing and prospective investors were approached, but the shortfall was unable to be placed before the deadline, so the Board looked for alternative funding opportunities to ensure the Company's future.

Several different funding opportunities were investigated and compared, and, on 7 July 2026, the Company signed a $20 million Convertible Note Facility (**Facility**) with Blackstone Mercantile Group (**BMG**) that provides, subject to shareholder approval, a guaranteed $5 million in funding (before costs), plus access to up to $15 million in further funding.

BMG is a capital markets group with experience providing growth capital to listed companies on the NYSE, NASDAQ, Euronext, the London Stock Exchange and Toronto Stock Exchange. Their intention is not to control the Company, and the parties have agreed to cap their ownership at 19.99% of the voting power in Identitii.

A Notice of General Meeting was dispatched on 8 July for a meeting to be held on 12 August 2026. Shareholders have the opportunity to vote on the resolutions required to give effect to the Facility, including a 200 for 1 consolidation of securities, the issue of convertible notes to the Investor, and the issue of Bonus Options and Piggyback Options to existing shareholders.

Patent infringement claim

During the quarter, the US District Court for the District of Delaware granted JPMorgan Chase's (**JPMC**) motion to dismiss Identitii's patent infringement claim, ruling that the asserted claim of the Company's US patent relates to ineligible subject matter. The Company promptly filed a Notice of Appeal with the US Court of Appeals for the Federal Circuit, seeking to have the dismissal overturned and the case reinstated.

JPMC subsequently filed a motion asking the Court to declare the case exceptional and award attorneys' fees, later disclosing in its opening brief that it is seeking approximately US$4 million. The Company, supported by its US counsel and litigation funder, disputes JPMC's characterisation of the case and will oppose the motion.

The fee motion does not affect the appeal. The Company's BNDRY platform continues to operate as normal, unimpacted by these events.

Q4 FY26 cashflow

Receipts from customers for Q4 FY26 were $269k. Payments to employees and suppliers for Q4 FY26 were flat year on year at $1.2m. Payments to related parties included payments to Directors and payments of the CEO salary.

The Company closed Q4 FY26 with a cash balance of $112k (Q3 FY26: $68k).

Ends

This announcement has been approved and authorised to be given to ASX by the CEO of Identitii Limited.

About Identitii

Identitii exists to help organisations build trust, protect their businesses and customers, and prevent financial crime through better use of financial data. In a world where financial ecosystems are increasingly complex and interconnected, Identitii invests in technologies that make financial data more secure, more intelligent and easier to utilise. We build solutions that deliver real-world impact for businesses and their communities.

For more information visit: www.identitii.com

Visit the Identitii Investor Hub: If you have questions about this, or any previous Identitii announcements, or would like to see video summaries on key announcements, please visit our investor hub at: https://investorhub.identitii.com/

For more information, please contact:

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Appendix 4C

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

Name of entity

Identitii Limited

ABN	**Quarter ended ("current quarter")**
83 603 107 044	30 June 2026

Consolidated statement of cash flows			**Current quarter $A'000**	**Year to date (9 months) $A'000**
1.	**Cash flows from operating activities**			
1.1	Receipts from customers		269	615
1.2	Payments for			
	(a)	research and development	(304)	(1,338)
	(b)	product manufacturing and operating costs	-	-
	(c)	advertising and marketing	(40)	(252)
	(d)	leased assets	-	-
	(e)	staff costs	(296)	(1,435)
	(f)	administration and corporate costs	(533)	(2,078)
1.3	Dividends received (see note 3)		-	-
1.4	Interest received		2	2
1.5	Interest and other costs of finance paid		(30)	(34)
1.6	Income taxes paid		-	-
1.7	Government grants and tax incentives		852	852
1.8	Other (provide details if material)		-	-
1.9	**Net cash from / (used in) operating activities**		**(80)**	**(3,667)**

2.	**Cash flows from investing activities**			
2.1	Payments to acquire:			
	(a)	entities	-	-
	(b)	businesses	-	-
	(c)	property, plant and equipment	(3)	(8)
	(d)	investments	-	-
	(e)	intellectual property	-	-
	(f)	other non-current assets	-	-

Consolidated statement of cash flows		Current quarter $A'000	Year to date (9 months) $A'000
2.2	Proceeds from disposal of:		
	(a) entities	-	-
	(b) businesses	-	-
	(c) property, plant and equipment	-	-
	(d) investments	6	1,561
	(e) intellectual property	-	-
	(f) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
2.6	**Net cash from / (used in) investing activities**	**(3)**	**1,554**

3.	**Cash flows from financing activities**		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	200	584
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	-
3.5	Proceeds from borrowings	557	1,997
3.6	Repayment of borrowings	(640)	(1,463)
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
3.10	**Net cash from / (used in) financing activities**	**117**	**(1,118)**

4.	**Net increase / (decrease) in cash and cash equivalents for the period**		
4.1	Cash and cash equivalents at beginning of period	68	1,107
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(80)	(3,667)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(6)	1,554

Consolidated statement of cash flows		**Current quarter $A'000**	**Year to date (9 months) $A'000**
4.4	Net cash from / (used in) financing activities (item 3.10 above)	117	1,118
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	**Cash and cash equivalents at end of period**	**112**	**112**

5.	**Reconciliation of cash and cash equivalents** at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	**Current quarter $A'000**	**Previous quarter $A'000**
5.1	Bank balances	112	68
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	**Cash and cash equivalents at end of quarter (should equal item 4.6 above)**	**112**	**68**

6.	**Payments to related parties of the entity and their associates**	**Current quarter $A'000**
6.1	Aggregate amount of payments to related parties and their associates included in item 1	147
6.2	Aggregate amount of payments to/(receipts from) related parties and their associates included in item 2	-

Payment of CEO salary, along with payments to Non-Executive Directors for their services as Directors.

7.	**Financing facilities** *Note: the term "facility' includes all forms of financing arrangements available to the entity.* *Add notes as necessary for an understanding of the sources of finance available to the entity.*	**Total facility amount at quarter end $A'000**	**Amount drawn at quarter end $A'000**
7.1	Loan facilities	952	952
7.2	Credit standby arrangements	-	-
7.3	Other (please specify)	-	-
7.4	**Total financing facilities**	**952**	**952**

7.5	**Unused financing facilities available at quarter end**	-

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

Beauvais Capital Loan

On 29th July 2025, the Company entered into an interest free and unsecured loan facility in the sum of $800,000 with Beauvais Capital Pty Ltd atf The Reginal Hector Trust. During the December quarter, a partial loan repayment of $405,000 was made issuing 45,000,000 fully paid ordinary shares at $0.009 per share. The remaining balance owing on the loan is $395,000.

R&D Tax Incentive Loan - Kashcade RD1 Pty Ltd

On 21 April 2026, the Company entered into a new R&D loan facility, secured against its YTD FY26 R&DTI rebate (the nine months from 1 July 2025 to 31 March 2026), in the sum of $557,300 with Kashcade RD1 Pty Ltd. The loan accrues interest at 1.38% per month, with a minimum interest period of 90 days from the drawdown. The Company anticipates this loan will be repaid in full using its expected FY26 R&DTI rebate in the first half of FY27.

8.	**Estimated cash available for future operating activities**	**$A'000**
8.1	Net cash from / (used in) operating activities (Item 1.9)	(80)
8.2	Cash and cash equivalents at quarter end (Item 4.6)	112
8.3	Unused finance facilities available at quarter end (Item 7.5)	-
8.4	Total available funding (Item 8.2 + Item 8.3)	112
8.5	**Estimated quarters of funding available (Item 8.4 divided by Item 8.1)**	1.40

8.6 If Item 8.5 is less than 2 quarters, please provide answers to the following questions:

1. Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?

Answer:

No, as disclosed several times this (calendar) year, most recently in its "$20 million convertible note facility signed" ASX announcement of 7 July 2026, and again in this Quarterly Activity Report, Identitii expects to reach operating cashflow breakeven by the end of calendar year 2027, which will come almost entirely through anticipated annual recurring revenue growth.

2. Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?

Answer:

Yes, as initially disclosed to the market via its "$20 million convertible note facility signed" ASX announcement of 7 July 2026, Identitii has signed an agreement with an investor that, subject to shareholder approval (which is being sought at a General Meeting on 12 August 2026), includes a binding commitment for $5 million (less costs).

3. Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

Answer:

Yes, Identitii expects to be able to continue its operations and to meet its business objectives based on receipt of the $5 million capital injection and the Company reaching cashflow breakeven later this calendar year as set out above.

Compliance statement

1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.

2 This statement gives a true and fair view of the matters disclosed.

Date: 31 July 2026

Authorised by: John Rayment, Chief Executive Officer
(Name of body or officer authorising release – see note 4)

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.

2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standard applies to this report.

3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.

4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [*name of board committee – eg Audit and Risk Committee*]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".

5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.