H2G Limited

(Formerly GreenHy2 Limited)

ABN 51 000 689 725

Interim Condensed

Consolidated Financial Statements

For the Half Year Ended 30 June 2026

CONTENTS

Corporate Governance Statement

The Board is committed to achieving and demonstrating the highest standards of corporate governance. The Board continues to refine and improve the governance framework and practices in place to ensure they meet the interests of shareholders. The Company complies with the Australian Securities Exchange (ASX) Corporate Governance Council's Corporate Governance Principles and Recommendations (the Principles).

CORPORATE DIRECTORY

DIRECTORS

Paul Dalgleish	Executive Chairman and Managing Director
William Howard	Executive Director, Chief Financial Officer and Company Secretary
Michael Seder	Non-Executive Director

STOCK EXCHANGE LISTING
The company's shares are quoted on the Australian Securities Exchange under the code H2G.

REGISTERED OFFICE c/o MUFG Corporate Markets (AU) Limited Liberty Place Level 41, 161 Castlereagh Street Sydney NSW 2000	**PRINCIPAL PLACE OF BUSINESS** Liberty Place Level 41, 161 Castlereagh Street Sydney NSW 2000 +61 1300 321 094 enquiries@H2G.com.au www.H2G.com.au	**POSTAL ADDRESS** Suite 303, 75 King Street Sydney, NSW 2000
AUDITOR PKF (NS) Audit & Assurance Ltd Partnership Level 8, 1 O'Connell Street Sydney, NSW 2000 +61 02 8346 6000 www.pkf.com.au	**SHARE REGISTRY** MUFG Corporate Markets (AU) Limited Liberty Place Level 41, 161 Castlereagh Street Sydney NSW 2000 +61 1300 554 474	

COMPANY DETAILS

Name of entity	H2G Limited (formerly GreenHy2 Limited)
ABN	51 000 689 725
Reporting period	For the half-year ended 30 June 2026
Previous period	For the half-year ended 30 June 2025

RESULTS FOR ANNOUNCEMENT TO THE MARKET

All figures expressed in Australian dollars unless otherwise stated.

Revenue from continuing operations	Increase 12% from $527,556 to $592,097.
Loss after tax from ordinary activities	Decrease 33% from $647,664 to $433,601.
Loss for the half-year attributable to the owners	Decrease 33% from $647,664 to $433,601.

An explanation of the above figures is included within the "Review of Operations and Financials" section of the attached Directors' Report.

NET TANGIBLE ASSETS

	30 June 2026	30 June 2025
Net asset backing per ordinary share	$0.01	$0.01
Net tangible asset backing per ordinary share	$0.01	$0.01

DIVIDENDS

	Amount per share Cents	Franked amount per share (%)
Interim dividend declared	-	-
Final dividend declared	-	-

SHARE BUY-BACK SCHEME

The Company does not currently have an on-market share buy-back scheme.

DIVIDEND REINVESTMENT PLANS

Not applicable.

DETAILS OF ASSOCIATES AND JOINT VENTURES

Not applicable.

FOREIGN ENTITIES

Not applicable.

AUDIT QUALIFICATION OR REVIEW
The Interim Financial Report was subject to a review by the auditors and the unqualified auditor's review report is attached as part of the Interim Report.

ATTACHMENTS
The Interim Financial Report of H2G Limited (formerly GreenHy2 Limited) for the half-year ended 30 June 2026 is attached.

SIGNED

Signed ___________________________

William Howard
Executive Director, CFO and Company Secretary
Date: 19 August 2026

DIRECTORS' REPORT

The directors present their report together with the consolidated interim financial statements for the half-year ended 30 June 2026.

DIRECTORS

The directors of the Company at any time during or since the end of the interim period:

Paul Dalgleish	Managing Director - Appointed as Executive Chairman 30 September 2023 - Appointed as Managing Director 9 February 2023 - Resigned as Chief Executive Officer 9 February 2023 - Appointed as Chief Executive Officer 15 July 2019
William Howard	Executive Director - Appointed as Executive Director 15 August 2019 - Appointed as Chief Financial Officer and Company Secretary 15 July 2019
Michael Seder	Non-Executive Director - Appointed as Non-Executive Director 25 November 2025

PRINCIPAL ACTIVITIES

The Group's principal activity focus is on revenues from renewable energy study, asset management, maintenance and construction across the telecommunications, infrastructure, resources, power, industrial and commercial sectors.

RESULTS

The consolidated loss after income tax attributable to the members of H2G Limited (formerly GreenHy2 Limited) was $433,601.

	30 Jun 2026 $	30 Jun 2025 $
Basic Loss - cents per share	(0.06)	(0.09)
Diluted Loss - cents per share	(0.06)	(0.09)

REVIEW OF OPERATIONS AND FINANCIALS

The loss for the consolidated entity after providing for income tax amounted to $433,601 (30 June 2025: $647,664).

The Board of H2G Limited is pleased to provide the following activities update.

In Q2 FY26 H2G pipeline has continued to develop at an increased pace as customers anticipate the arrival of our new battery. Supported by our websites; www.h2g.com.au (for all products including Commercial and Industrial Sodium-ion and Skeleton Supercapacitors) and www.powersafebatteries.com.au (for sodium-ion residential products) the residential battery is generating consistent and continued interest with the pipeline now over $4.5M for our new Model S (Stackable) Sodium-Ion batteries. Over the Q2 H2G completed our Model S (previously Gen 2) Sodium Ion Battery and our CEC approved Sodium Ion Inverters, and our first shipments are currently in transit. Discussions continued with both distribution channel providers and installation companies which will support our growth from pipeline to Revenue and H2G appointed Installers in NSW and Southern Queensland, also in WA and Victoria.

Technical acceptance has been fast for sodium-ion batteries and H2G continue to engage with Government to include our batteries in the certification scheme by the Clean Energy Council which, although not required by Distribution companies, would be highly significant in the adoption of Sodium-Ion Batteries for the residential market, as our batteries would then gain access to the Government battery rebate scheme. To this end H2G are testing the new Batteries to the SA TS 5398:2025 standard which is currently being adopted be the CEC to ensure quick registration once Sodium Ion is finally accepted in the Australian Standard. Currently the Australian Standard which was reserved for Li Ion batteries only has been expanded for Lead Acid Batteries, but Sodium Ion has not been included at this time. As our range of Powersafe Inverters, which are designed to optimise the performance of the Sodium Ion chemistry, are already CEC approved the Batteries and Inverters can be installed in all Australian Networks, there is just no Government rebate. H2G have been able to remain very competitive with better quality Li Batteries without the rebate to date.

Strategic Developments

1. **Continued launch of H2G PowerSafe Sodium-Ion Battery and 100% compatible inverter Range.** H2G has continued the launched of our innovative H2G PowerSafe Sodium-Ion Battery range with the introduction of the Model S (stackable) battery and three new CEC approved inverters. All products are engineered specifically for Australian conditions, these batteries provide a safe, affordable, long-life and sustainable energy storage solution.

o **Safety:** Sodium-ion batteries eliminate the risk of thermal runaway and fires, ensuring safety and insurability for property portfolios. The cell in the Model S has been tested to UL9540A and is the first battery cell in the world to achieve UL9540A for the three major tests of Nail Penetration, Overcharge and Thermal Runaway without Fire or Explosion. A major accomplishment and step forward in battery safety.

o **Affordability:** Sodium-ion technology is already more affordable than lithium-ion, with forecasts from major cell manufacturer CATL indicating cell costs could drop to $10/kWh, less than one-third of lithium-ion costs.

o **Long Life:** They offer a lifespan of approximately 20 years (double that of most lithium-ion alternatives and includes a warranty for 15 years) and operate effectively in extreme temperatures (-30°C to +60°C).

o **Sustainability:** 100% recyclable, reducing environmental impact and end-of-life costs. Black mass from Li Batteries remains a significant environmental issue today.

Visit H2G's website for Model S product and CEC approved Inverter range for more details (www.powersafebatteries.com.au).

2. **Distribution and Installation Capability.** To accelerate sodium-ion adoption and revenue growth H2G is focused on securing distribution channels for both Residential and Commercial and Industrial (C&I) customers including a National Installation Network. To that end we are finalising Installation agreements that cover NSW, Victoria, Southern Queensland and WA. We are also in discussion with larger users for wholesale distribution.

3. **Strategic MOU with Skeleton Technologies.** H2G has continued to market our Skeleton Technologies, very high-power safe energy storage, focusing on transitioning data centres and critical infrastructure away from lithium-ion batteries to Skeleton's proprietary Curved Graphene-based Supercapacitors and SuperBattery systems.

o **Key Features**: These technologies offer unmatched power density, ultra-fast charging, and lifespans exceeding 1 million cycles with 10µs dynamic response times. They are fire-safe, operate at high temperatures (up to 50-60°C), and improve energy efficiency by up to 45%.

o **Applications**: Ideal for data centres, critical infrastructure, and high-security installations, these solutions can transform backup power systems into profit centres by enabling up to 40% more FLOPS through peak load shaving.

o **Market Traction**: H2G has continued to tender data centre projects, with growing interest in this transformative technology and have a pipeline of over $10M. Conversion of pipeline to orders is slow due to the significant technical uncertainty for Data Centre operators around grid support and critical power solutions.

Company Operational Performance

1. Revenue, Backlog, and Pipeline. Battery sales for both residential and industrial applications are steadily increasing. H2G has currently >$4M of pipeline for sales of Sodium Ion batteries and first shipments are currently in transit. Revenue projections for the current financial half year (July to December) will be updated in future reports.

2. Telstra TDRIP Project. The Telstra TDRIP project is continuing in its' performance evaluation phase. The project positions H2G for future opportunities in both Hydrogen, sodium-ion and supercapacitor solutions with Telstra.

3. Future Opportunities

o Sodium-Ion Batteries: H2G is pursuing large-scale industrial opportunities, particularly for safety-critical applications such as petrol stations, bushfire-prone areas, utilities, eco-resorts, and properties prioritising fire safety and low carbon footprints.

o Skeleton Technologies Partnership: The introduction of Skeleton's supercapacitor and SuperBattery technologies to Australia coincides with the rapid growth of the data centre sector, driven by the AI revolution and increasing electrical energy demands. These solutions are also applicable to transport and defence sectors, offering significant growth potential. H2G have provided over $10M of quotations to Data Centres and critical infrastructure. Uptake is expected to be moderate as the offering is considered new technology.

Outlook

H2G are in discussion with large scale Industrial users for our Sodium-Ion Batteries, particularly where safety is the prime goal. Customers such as petrol stations, or those in bushfire prone areas, residences that are not occupied all year round, utilities, eco-resorts, eco-venues and consumers who wish to support fire safe low carbon footprint are high priority.

The Skeleton Technology products are new in Australia however they are a Global provider of Transport, Defence and Data Centre Battery Technologies. Data Centres are a rapidly growing industry in Australia, particularly accelerated by the AI revolution and the energy requirements for powering these chips.

H2G is well-positioned to be a leader in Australia's transition to safer, more sustainable, and cost-effective energy storage solutions. Our diversified portfolio, strategic partnerships, and innovative product offerings, including our New Stackable PowerSafe Sodium Ion Batteries and PowerSafe Inverters will be a significant contributor to future Revenue.

SUBSEQUENT EVENTS

No matter or circumstance has arisen since 30 June 2026 that has significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.

AUDITOR'S INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is included within the financial report.

ROUNDING OF AMOUNTS

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

On behalf of the directors

William Howard
Executive Director, CFO and Company Secretary

Date: 19 August 2026

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR THE HALF-YEAR ENDED 30 JUNE 2026

	Note	Consolidated entity 30 Jun 2026 $	30 Jun 2025 $
Revenue	3	592,097	527,556
Other income	3	18,435	15,468
Revenue and other income		**610,532**	**543,024**
Raw materials and consumables used		(44,434)	-
Employee and director benefits expense		(427,729)	(458,744)
Administration costs		(112,494)	(124,246)
Occupancy costs		(41,013)	(47,471)
Depreciation and amortisation		(119,200)	(1,834)
Other expenses		(5,310)	-
Contract costs		(93,995)	(387,668)
Other professional expenses		(143,055)	(88,721)
Listing and other statutory charges		(54,076)	(62,184)
Interest and finance charges		(2,827)	(19,820)
Total expenses		**(1,044,133)**	**(1,190,688)**
Loss before income tax expense for the half-year		**(433,601)**	**(647,664)**
Income tax expense		-	-
Loss after income tax expense for the half-year attributable to the owners of H2G Limited (formerly GreenHy2 Limited)		**(433,601)**	**(647,664)**
Earnings per share for loss attributable to the owners of H2G Limited (formerly GreenHy2 Limited)			
Basic Loss per share		(0.06)	(0.09)
Diluted Loss per share		(0.06)	(0.09)

The above statement of comprehensive income should be read in conjunction with the accompanying notes

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

FOR THE HALF-YEAR ENDED 30 JUNE 2026

		Consolidated entity	
		30 Jun 2026	31 Dec 2025
	Note	$	$
CURRENT ASSETS			
Cash and short-term deposits	5	714,097	666,457
Trade and other receivables	7	794,853	211,254
Inventories		59,918	96,204
Other assets		125,090	83,230
Total current assets		**1,693,958**	**1,057,145**
NON-CURRENT ASSETS			
Plant and equipment		14,802	16,577
Intangible assets	6	2,230,907	2,348,155
Total non-current assets		**2,245,709**	**2,364,732**
Total assets		**3,939,667**	**3,421,877**
CURRENT LIABILITIES			
Trade and other payables	8	305,071	240,887
Interest bearing loans and borrowings	7	-	41,915
Employee benefits		127,370	106,687
Provisions		3,345	-
Contract liabilities		96,154	105,850
Total current liabilities		**531,940**	**495,339**
NON-CURRENT LIABILITIES			
Employee benefits		82,864	81,458
Total non-current liabilities		**82,864**	**81,458**
Total liabilities		**614,804**	**576,797**
Net assets		**3,324,863**	**2,845,080**
EQUITY			
Contributed equity	9	89,433,205	88,519,821
Share option reserve	10	2,502,739	2,502,739
Accumulated losses		(88,611,081)	(88,177,480)
Total equity		**3,324,863**	**2,845,080**

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

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE HALF YEAR ENDED 30 JUNE 2026

	Contributed equity $	Accumulated losses $	Share Option Reserve $	Total equity $
At 1 January 2025	87,530,414	(87,203,133)	2,502,739	2,830,020
Loss after income tax expense for the half-year	-	(647,664)	-	(647,664)
Other comprehensive income	-	-	-	-
Total comprehensive loss	-	**(647,664)**	**-**	**(647,664)**
Share issues	987,004	-	-	987,004
Cost of share raising	(45,065)	-	-	(45,065)
At 30 June 2025	**88,472,353**	**(87,850,797)**	**2,502,739**	**3,124,295**
At 1 January 2026	**88,519,821**	**(88,177,480)**	**2,502,739**	**2,845,080**
Loss after income tax expense for the half-year	**-**	(433,601)	-	(433,601)
Other comprehensive loss	**-**	**-**	**-**	**-**
Total comprehensive loss	**-**	**(433,601)**	**-**	**(433,601)**
Share issues	941,491	**-**	**-**	941,491
Cost of share raising	(28,107)	-	-	(28,107)
At 30 June 2026	**89,433,205**	**(88,611,081)**	**2,502,739**	**3,324,863**

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

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE HALF YEAR ENDED 30 JUNE 2026

	Note	Consolidated entity 30 Jun 2026 $	 30 Jun 2025 $
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		21,608	432,178
Payments to suppliers and employees		(866,991)	(941,951)
Interest and finance charges paid		(2,827)	-
Interest received		18,435	15,468
Net cash used in operating activities		**(829,775)**	**(494,305)**
CASH FLOW FROM INVESTING ACTIVITIES			
Payments for property, plant and equipment		-	(2,034)
Payments for intangibles		-	(298,528)
Net cash used in investing activities		**-**	**(300,562)**
CASH FLOW FROM FINANCING ACTIVITIES			
Proceeds from issue of shares	9	941,491	987,004
Share issue transaction costs		(22,162)	-
Repayment of borrowings		(41,914)	350,050
Net cash from financing activities		**877,415**	**1,337,054**
Net increase in cash and cash equivalents		**47,640**	**542,187**
Cash and cash equivalents at the beginning of the financial half-year		666,457	1,041,385
Effects of exchange rate changes on cash and cash equivalents		-	(2,888)
Cash and cash equivalents at the end of the financial half-year		**714,097**	**1,580,684**

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

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 30 JUNE 2026

1 Corporate information

The interim condensed consolidated financial statements of H2G Limited (formerly GreenHy2 Limited) (the Company) and its subsidiaries (collectively, the Group) for the six months ended 30 June 2026 were authorised for issue in accordance with a resolution of the directors on 19 August 2026.

H2G Limited (formerly Green Hy2 Limited) is a for profit company limited by shares, incorporated in Australia whose shares are publicly traded on the Australian Stock Exchange. The company's registered office is c/o MUFG Corporate Markets (AU) Limited, Liberty Place, Level 41, 161 Castlereagh Street, Sydney NSW 2000.

The consolidated financial statements are presented in Australian dollars which is the parent entity's functional and presentation currency.

The nature of the operations and principal activities of the consolidated entity are described in the Directors' Report.

Rounding

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

2 Material accounting policies

2.1 Basis of preparation

These interim financial statements for the half-year reporting period ended 30 June 2026 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

These interim financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 31 December 2025 and any public announcements made by the Group during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

Compliance with International Financial Reporting Standards (IFRS)
The financial report also complies with the IFRS as issued by the International Accounting Standards Board (IASB).

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, except for the policies stated below.

2.2 New standards, interpretations and amendments adopted by the Group

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.

Except as described below, the accounting policies adopted in the preparation of the interim condensed consolidated financial report are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2025.

3 Revenue and other income

	Consolidated entity	
	30 Jun 2026	30 Jun 2025
	$	$
Revenue from R&D incentive	557,097	-
Revenue from government grant	22,493	527,556
Revenue from contracts with customers	12,507	-
Interest income	18,435	-
Total revenue and other income	**610,532**	**527,556**

	Consolidated entity	
	30 Jun 2026	30 Jun 2025
Revenue from contracts with customers by type of customer	$	$
Government	579,590	527,556
Commercial customers	12,507	-
Total revenue from contracts with customers	**592,097**	**527,556**

	Consolidated entity	
	30 Jun 2026	30 Jun 2025
Timing of revenue recognition	$	$
Services rendered over time	579,590	527,556
Goods transferred at a point in time	12,507	-
Interest income	18,435	-
Total revenue and other income	**610,532**	**527,556**

4 Significant transactions during the period

The Group completed its development of intangible assets in line with is Renewable Energy Strategy and amortisation of the assess commenced during the half year from the date the assets were brought into use.

There are no other significant transactions during the period.

5 Cash and short-term deposits

	Consolidated entity	
	30 Jun 2026	31 Dec 2025
	$	$
Cash at bank and on hand	714,097	666,457
Cash and cash equivalents	**714,097**	**666,457**

6 Non-current assets - intangibles

	Consolidated entity	
	30 Jun 2026	31 Dec 2025
	$	$
Other intangible assets - at cost	4,108,773	4,102,580
Less: Accumulated amortisation	(1,877,866)	(1,754,425)
Intangible assets	**2,230,907**	**2,348,155**

Reconciliations

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

Consolidated	**Development Asset $**	**Total $**
Balance at 1 January 2026	2,348,155	2,348,155
Additions	6,193	6,193
Amortisation	(117,424)	(117,424)
Tax incentive	(6,017)	(6,017)
Balance at 30 June 2026	**2,230,907**	**2,230,907**

7 Financial assets and financial liabilities

7.1 Financial Assets

Included in trade and other receivables of $794,853 were financial assets of $21,321 (31 December 2025: $11,020). These assets were measured at amortised cost.

7.2 Financial liabilities: Interest-bearing loans and borrowings

Set out below is an overview of financial liabilities held by the Group as at 30 June 2026 and 31 December 2025:

			Consolidated entity	
	Interest Rate %	**Maturity**	**30 Jun 2026 $**	**31 Dec 2025 $**
Current interest-bearing loans and borrowings				
Insurance Borrowing	4.46%	2026	-	41,915
Total current interest-bearing loans and borrowings	-		**-**	**41,915**
Non-Current interest-bearing loans and borrowings	-		-	-
Total Non-Current interest-bearing loans and borrowings	-		-	-
Total interest-bearing loans and borrowings	**-**		**-**	**41,915**

7.3 Financial liabilities: Bank guarantees and surety bonds

The Group doesn't have any bank guarantee and surety bond facilities during the report period (31 December 2025: $nil bank guarantee and $nil surety bonds).

7.4 Fair values

The carrying value of all current financial assets and liabilities approximates the fair value largely due to the short-term maturity of these instruments. Non-current financial liabilities are recognised at a discount value implicit in the leases.

7.5 Financial instruments risk management objectives and policies

The Group's principal liabilities comprise borrowings and trade and other payables. The main purpose of these financial liabilities is to finance the Group's operations. The Group's principal financial assets include trade receivables and cash and short-term deposits that derive directly from its operations. The Group has determined that there is no material market, credit, liquidity or interest risk in relation to the cash or other receivables held in deposits. The Group's senior management oversees the management of these risks under the policies approved by the Risk, HSE and Commercial Committee and the Board.

7.5 Financial instruments risk management objectives and policies (continued)

Market risk
Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market price. Market risk comprises three types of risk, interest rate risk, foreign currency risk and other price risk, such as equity price risk and commodity risk. Financial instruments affected by market risk include loans and borrowings, deposits and debt.

Interest rate risk
Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Group's long-term debt is secured with fixed interest rates. All long-term deposits have fixed interest rates. As a result, the Board believes there is no material interest rate risk.

Foreign currency risk
Foreign currency risk is the risk that the fair value of future cash flows of an exposure will fluctuate because of changes in foreign exchanges rates. The Group has minimal exposure to this risk profile.

Other price risk
The Group does not have any equity instruments or commodity risk exposure.

Credit risk
Credit risk is the risk that a counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Group is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities, including deposits with reputable banks and financial institutions.

An impairment analysis is performed at each reporting date using a provision matrix to measure expected credit losses ("ECL"). The provision rates are based on days past due for groupings of various customer segments with similar loss patterns. The calculation reflects the probability-weighted outcome, the time value of money and reasonable and supportable information that is available at the reporting date about past events, current conditions and forecasts of future economic conditions. Generally, trade receivables are written-off if past due for more than one year and are not subject to enforcement activity. The maximum exposure to credit risk at the reporting date is the carrying value of each class of financial assets disclosed in Note 7.1. The Group does not pledge collateral as security.

The Group evaluates the concentration risk with respect to trade receivables as low, as its customers are located within several industries and operate in largely independent markets.

Historically the Group's incurred losses have been significant.

Liquidity risk
The Group monitors its risk of a shortage of funds using by utilising liquidity planning tools across a 15-month horizon.

The Group's objective is to maintain a balance between continuity of funding and flexibility through the use of short-term borrowings and finance leases. The Group assessed the concentration of risk with respect to refinancing its debt and concluded it to be low. The Group has access to a variety of sources of funding and the majority of the debt maturing within 12 months can be rolled over with existing lenders.

8 Trade and other payables

	Consolidated entity	
	30 Jun 2026	**31 Dec 2025**
	$	**$**
Trade payables	119,403	49,649
Other payables	185,668	191,238
Total trade and other payables	**305,071**	**240,887**

9 Contributed equity

	Consolidated entity	
	30 Jun 2026	31 Dec 2025
	$	$
Ordinary shares fully paid	89,433,205	88,519,821
Balance as at the end of the period	**89,433,205**	**88,519,821**

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

	Consolidated entity 30 Jun 2026		Consolidated entity 31 Dec 2025	
Movement in ordinary shares	**# of shares**	**$**	**# of shares**	**$**
Balance as at the beginning of the period	694,729,992	88,519,821	598,184,184	87,530,414
Shares issued - proceeds received	104,610,111	941,491	96,545,808	1,062,004
Costs of share issue	-	(28,107)	-	(72,597)
Balance as at the end of the period	**799,340,103**	**89,433,205**	**694,729,992**	**88,519,821**

During the period, the Company raised capital of $913,384 net of share capital raising costs of $28,107, by issuing an additional 104,610,111 shares at $0.009 per share on 10 February 2026 and 29 May 2026.

10 Share based payments

An Employee Share Incentive Right Plan (ESIRP) was established by the Company and approved by shareholders at the general meeting held in May 2013 and renewed at the general meeting held on 31 May 2016. Under the ESIRP the Company may grant options and/or performance rights over ordinary shares in the parent entity to certain employees of the Company. The options and/or performance rights are issued for nil consideration and are granted in accordance with guidelines established by the ESIRP.

The expense recognised for employee services received during the period was $Nil. No performance rights were issued in the period. The movement in performance rights on issues is set out below:

	30 Jun 2026	31 Dec 2025
	$	$
Balance as at the beginning of the period	2,502,739	2,502,739
Share-based payments	-	-
Reversal of unvested options	-	-
Balance as at the end of the period	**2,502,739**	**2,502,739**

11 Subsequent events

No matter or circumstance has arisen since 30 June 2026 that has significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.

12 Related party disclosures

The following table provides the total amount of transactions that have been entered into with related parties during the six months ended 30 June 2026.

		Consolidated entity		
		Purchases from related parties $	Amounts owed to related parties $	Amounts owed by related parties $
CLR Consulting Pty Ltd	2026	16,784	-	-
	2025	27,083	16,250	-
St Michael Family Trust	2026	18,000	-	-
	2025	18,000	-	-

13 Contingencies

The consolidated entity has no contingent assets or liabilities as at 30 June 2026 (2025: Nil).

14 Equity - Dividends

There were no dividends paid or proposed in the half-year.

The directors declare that the financial statements and notes are in accordance with the Corporations Act 2001 and:

a. Comply with Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements;

b. Give a true and fair view of the financial position of the consolidated entity as at 30 June 2026 and of its performance as represented by the results of their operations and its cash flows, for the year ended on that date; and

c. Comply with International Financial Reporting Standards as issued by the International Accounting Standards Board.

In the opinion of the directors, there are reasonable grounds to believe the Company will be able to pay its debts as and when they become due and payable.

The directors have been given the declarations required by section 295A of the Corporations Act 2001.

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

W Howard

William Howard
Executive Director, CFO and Company Secretary
Sydney
19 August 2026

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INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE MEMBERS OF H2G LIMITED

Report on the Half-Year Financial Report

Conclusion

We have reviewed the accompanying half-year financial report of H2G Limited (the Company), which comprises the consolidated statement of financial position as at 30 June 2026, and the consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, a statement of accounting policies, other selected explanatory notes, and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of H2G 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 30 June 2026, and of its financial performance for the half-year ended on that date; and

(b) complying with the Australian Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001.

Independence

In conducting our review, we have complied with the independence requirements of the Corporations Act 2001. In accordance with the Corporations Act 2001, we have given the directors of the Company a written Auditor's Independence Declaration.

Directors' Responsibility for the Half-Year Financial Report

The directors of the Company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with the Australian Accounting Standards and the Corporations Regulations 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 Half-Year 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 30 June 2026 and its performance for the half-year ended on that date, and complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the Corporations Regulations 2001. As the auditor of H2G Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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.

PKF

PKF

David Hutchison

DAVID HUTCHISON
PARTNER

19 AUGUST 2026
NEWCASTLE, NSW

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Auditors Independence Declaration under Section 307C of the Corporations Act 2001

I declare that, to the best of my knowledge and belief, during the half-year ended 30 June 2026, there have been:

a) no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review, and

b) no contraventions of any applicable code of professional conduct in relation to the review.

PKF

PKF

David Hutchison

DAVID HUTCHISON
PARTNER

19 AUGUST 2026
NEWCASTLE, NSW