

APPENDIX 4E: PRELIMINARY FINAL REPORT

1. Company details

Name: Academies Australasia Group Limited
ABN: 93 000 003 725

Reporting Period (RP): Financial year ended 30 June 2026 (FY26)
Previous Period (PP): Financial year ended 30 June 2025 (FY25)

2. Results for announcement to the market

- 2.1 Revenue from ordinary activities was down 6.9% to \$44,267,000 (*See item 4.1*)
- 2.2 Loss from ordinary activities after tax attributable to members, was \$1,418,000, up 11% on the PP loss of \$1,282,000 (*See item 4.7*).
- 2.3 Net loss for the period attributable to owners of the parent entity, was \$1,418,000, up 11% on the PP net loss of \$1,272,000 (*See item 4.12*).
- 2.4 Adjusted Earnings before interest, tax, depreciation and amortisation (EBITDA) (*See item 3.4*), decreased by 12% from \$7,497,000 to \$6,611,000 in the RP.

[Note: 'EBITDA' is not a term prescribed by the Australian Accounting Standards (AAS).]

3. Commentary

3.1 Overview

Notwithstanding another very challenging year, where growth opportunities were severely curtailed and revenue decreased by 6.9% (*See item 4.1*)

- Net operating cash flow improved by 26.7%, from \$3,820,000 to \$4,841,000 (*See item 6.6*); and
- Expenses from ordinary activities decreased by 5.7% from \$46,473,000 to \$43,817,000 (*See item 4.2*)

3.2 Adjusted Profit before tax and EBITDA

- 3.2.1 In the RP, the lease at the Goulburn Street premises had an impact of \$2,416,000 (PP \$2,463,000) on the result, made up of depreciation and amortisation and finance costs. Renovation works for 9B approval plans have been deferred pending better clarity on Federal Government policies towards international students.
- 3.2.2 The Adjusted Profit before tax was \$744,000 (PP: \$1,010,000)
- 3.2.3 EBITDA after adjustments was \$6,611,000 (PP: \$7,497,000)

3.3 Profit / (loss) before tax after adjustments		
	RP \$000	PP \$000
Loss from ordinary activities before tax (<i>See item 4.5</i>)	(1,880)	(1,777)
Add back provisions for loans secured for the issue of shares in the Employee Incentive Plan (<i>See item 4.16</i>)	-	370
Add back Goulburn Street		
- depreciation and amortisation (<i>See item 4.15</i>)	1,568	1,568
- finance costs (<i>See item 4.4</i>)	648	714
- outgoings, facilities etc (<i>See item 4.15</i>)	200	181
Add back relocation and make good Discover English (DE) (<i>See item 4.16</i>)	224	-
Add back relocation and make good Skills Training Australasia (STA) (<i>See item 4.16</i>)	-	64
Deduct Government Grants (<i>See item 4.14</i>)	(16)	(110)
Adjusted profit before tax	744	1,010

3.4 EBITDA after adjustments		
	RP \$000	PP \$000
EBITDA	6,403	7,173
Add back provisions for loans secured for the issue of shares in the Employee Incentive Plan (<i>See item 4.16</i>)	-	370
Add back relocation and make good DE (<i>See item 4.16</i>)	224	-
Add back relocation and make good STA (<i>See item 4.16</i>)	-	64
Deduct Government Grants (<i>See item 4.14</i>)	(16)	(110)
EBITDA after adjustments	6,611	7,497

3.5 Buy-back and cancellation of shares

- 3.5.1 On 30 June 2026, the Company bought back and cancelled the 5,000,000 shares (\$2,000,000) issued under the Employee Incentive Plan and cancelled the corresponding Company-provided loans. Following cancellation there are 127,614,467 shares on issue (30 June 2025: 132,614,467 shares).

3.6 Directors' and Director-related loans

- 3.6.1 On 11 November 2025, Dr John Schlederer, a director, extended \$500,000 as an unsecured loan to the Company. He extended a further \$500,000 unsecured loan on 4 December 2025.
- 3.6.2 The one-year \$4,000,000 loan extended by Chiang Meng Heng on 29 June 2024 has been extended to a date to be mutually agreed by Mr. Heng and the Company. The \$1,000,000 loan extended by Christopher Campbell on 17 December 2024 and the \$200,000 loan extended by his wife Sarah Campbell on 17 June 2025 have been extended to a date to be mutually agreed by Mr. Campbell and Mrs. Campbell and the Company, respectively.
- 3.6.3 Generally, the material features of each of the above loans are:
- The interest rate applicable to each loan is 9% per annum calculated on a simple interest basis.
 - Interest on each loan is paid quarterly.
 - The principal must be paid within 12 months of the advance date.
 - The loans are unsecured.
 - The loan agreements contain warranty and covenant clauses standard for agreements of this nature.
 - The loan agreements do not include any right to convert the loans to AKG shares.
- 3.6.4 The total balance of all Directors' and Director-related loans at the end of the RP was \$6,200,000 (PP \$5,200,000) (*See item 5.16*).

\$000

4. Condensed consolidated income statement

	Reporting Period	Previous Period
4.1 Revenue from ordinary activities <i>(See items 4.13 and 4.14)</i>	44,267	47,537
4.2 Expenses from ordinary activities <i>(See item 4.15)</i>	(43,817)	(46,473)
4.3 Other expenses – impairments / provisions <i>(See item 4.16)</i>	(224)	(434)
4.4 Finance costs *	(2,106)	(2,407)
4.5 Loss from ordinary activities before tax	(1,880)	(1,777)
4.6 Income tax expense on ordinary activities	461	495
4.7 Loss from ordinary activities after tax	(1,418)	(1,282)
4.8 Other comprehensive income		
4.9 Exchange differences on translating foreign controlled entities	72	(85)
4.10 Total comprehensive income	(1,346)	(1,367)
4.11 Profit attributable to non-controlling interest	-	(10)
4.12 Loss attributable to members of the parent entity	(1,418)	(1,272)
4.13 Revenue from services	43,730	47,030
4.14 Other revenue		
- Interest received	181	203
- Rent received	340	194
- Government Grants (Singapore)	16	110
4.15 Details of expenses		
- Depreciation, amortisation and loss on disposal of assets **	6,358	6,746
- Student acquisition and teaching costs	20,560	22,436
- Personnel expenses	11,877	12,097
- Premises expenses ***	3,040	3,007
- Other administration expenses	1,982	2,187
4.16 Other expenses – impairments / provisions		
- Loans secured for the issue of shares in the Employee Incentive Plan	-	370
- Relocation and make good DE	224	-
- Relocation and make good STA	-	64

* Includes \$648,000 for the Goulburn Street premises. (PP \$714,000)

** Includes \$1,568,000 depreciation for the right of use asset arising from the lease on the Goulburn Street premises (PP \$1,568,000)

*** Includes \$200,000 for the Goulburn Street premises. (PP \$181,000)

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5. Condensed consolidated balance sheet

	Reporting Period	Previous Period
Current assets		
5.1 Cash	1,876	2,715
5.2 Receivables	1,495	1,515
5.3 Other		
- Prepayments	1,303	1,311
- Other	366	867
5.4 Cash guarantees	-	455
5.5 Total current assets	5,040	6,863
Non-current assets		
5.6 Plant and equipment	1,330	1,768
5.7 Right of use assets	20,426	26,245
5.8 Deferred tax assets	7,855	7,384
5.9 Intangibles	28,271	28,369
5.10 Cash guarantees	3,141	3,141
5.11 Total non-current assets	61,023	66,908
5.12 Total assets	66,063	73,771
Current liabilities		
5.13 Tuition fees in advance (deferred income)	5,282	6,772
5.14 Trade and other payables	7,852	6,377
5.15 Current tax payable	78	292
5.16 Short-term borrowings	6,200	5,200
5.17 Short-term lease liabilities	6,173	6,952
5.18 Short-term provisions	4,167	3,879
5.19 Total current liabilities	29,752	29,472
Non-current liabilities		
5.20 Long-term lease liabilities	21,679	27,747
5.21 Long-term provisions	263	357
5.22 Total non-current liabilities	21,942	28,104
5.23 Total liabilities	51,694	57,576
5.24 Net assets	14,369	16,195
Equity		
5.25 Share capital	42,066	44,066
5.26 Retained profits (accumulated losses)	(27,757)	(27,859)
5.27 Foreign currency translation reserve	60	(12)
5.28 Total equity	14,369	16,195

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6. Condensed consolidated cash flow statement

Cash flows from operating activities

6.1	Receipts from customers
6.2	Payments to suppliers and employees
6.3	Interest received
6.4	Interest paid
6.5	Income taxes paid

6.6 Net operating cash flows

Cash flows from investing activities

6.7	Proceeds from sale of plant and equipment
6.8	Purchases of plant and equipment
6.9	Purchase of intangible assets
6.10	Expenditure on make good

Net investing cash flows

Cash flows from financing activities

6.11	Directors' and Director-related loans
6.12	Acquisition of remaining NCI subsidiaries
6.13	Lease payments

6.14 Net financing cash flows

6.15 Net increase in cash held

6.16 Net cash at beginning of period

6.17 Net cash at end of period (See item 6.20)

Reporting Period	Previous Period
42,617	44,607
(35,636)	(38,423)
181	203
(2,094)	(2,395)
(227)	(172)
4,841	3,820
8	-
(139)	(70)
(27)	(175)
(276)	(100)
(434)	(345)
1,000	200
(59)	(104)
(6,642)	(6,828)
(5,701)	(6,732)
(1,294)	(3,257)
6,311	9,568
5,017	6,311

6.18 Non-cash financing and investing activities

Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows are as follows:

- None

6.19 Reconciliation of cash

Reconciliation of cash at the end of the period (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.

Cash (See item 5.1)

Cash guarantees (See item 5.4 and 5.10)

6.20 Net cash on hand and at bank (See item 6.17)

Reporting Period	Previous Period
1,876	2,715
3,141	3,596
5,017	6,311

7. Statement of retained earnings

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	Reporting Period	Previous Period
7.1 Retained profits (accumulated losses) at the beginning of the financial period original	(27,859)	(26,482)
7.2 Net loss attributable to members (<i>See item 4.12</i>)	(1,418)	(1,272)
7.3 Buy back and cancellation of shares in the employee incentive plan	1,520	-
7.4 Acquisition of remaining 32.46% of International College of Capoeira (CSF)	-	(105)
7.5 Retained profits (accumulated losses) at end of financial period	(27,757)	(27,859)

8. Dividends

There were no dividends paid or declared to the Company's shareholders during the year.

9. Dividend reinvestment plans

No dividend reinvestment plans were in operation during the reporting period or the previous corresponding period.

10. Net tangible Assets

	Reporting Period	Previous Period
Net tangible asset backing per ordinary share is based on 127,614,467 shares at 30 June 2026 and 132,614,467 shares 30 June 2025.	(10.9) cents	(9.2) cents

11. Associates and joint venture entities

No member of the Group held an interest in, or participated in the results of, a joint venture.

12. Foreign entities

The Group owns 100% of ACA Investment Holdings Pte. Limited which owns 100% of Centre for Australian Education Pte. Limited and 100% of Academies Australasia College Pte. Limited. All these entities are incorporated in Singapore.

13. Commentary on results**13.1 Earnings per security (EPS)**

	Reporting Period	Previous Period
Basic EPS	(1.07) cents	(0.96) cents

Weighted average number of ordinary shares used in calculation of basic EPS.

132,600,768 132,614,467

The earnings amount used was a loss of \$1,418,000 (PP loss \$1,272,000), on ordinary activities after tax attributable to members of the parent entity (*See item 4.12*).

13.2 Returns to shareholders.

There were no dividends paid or declared to the Company's shareholders during the year.

13.3 Significant features of operating performance.

Please see items 3.1 to 3.6.

13.4 The Company has only one operating segment: Education.

13.5 Ratios.

Loss before tax / revenue

Consolidated profit from ordinary activities before tax (*See item 4.5*) as a percentage of revenue (*See item 4.1*)

Loss after tax / equity interests

Consolidated net profit from ordinary activities after tax attributable to members of the parent entity (*See item 4.12*) as a percentage of equity at the end of the period (*See item 5.28*)

Reporting Period	Previous Period
(4.25) %	(3.74) %
(9.87) %	(7.85) %

14. This report is based on accounts which are in the process of being audited.

15. These accounts are not likely to be subject to dispute or qualification.

Stephanie Noble
Group Finance Manager

26 August 2026