Swoop Holdings Limited

Appendix 4E
Preliminary final report

Date: 27 August 2026

1. Company details

Name of entity:	Swoop Holdings Limited
ABN:	20 009 256 535
Reporting period:	For the year ended 30 June 2026 (‘2026’)
Previous period:	For the year ended 30 June 2025 (‘2025’)

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2. Results for announcement to the market

Statutory results

				$
Continuing Operations				
Revenues from ordinary activities	up	21.8%	to	115,901,084
Loss after income tax from continuing operations	up	134.0%	to	(30,073,957)
Discontinued Operations				
Profit after tax from discontinued operations	down	97.4%	to	152,688
Total Group				
Loss after income tax for the year attributable to the owners of Swoop Holdings Limited	up	330.7%	to	(29,921,269)

Non-Statutory results

Gross margin*	down	1.7%	to	31,727,180
Underlying EBITDA**	down	31.8%	to	6,066,863
Underlying net loss before tax***	up	21.0%	to	(19,469,767)

	2026 Cents	2025 Cents
Earnings per share from continuing operations		
Basic earnings per share	**(11.36)**	(6.11)
Earnings per share from discontinued operations		
Basic earnings per share	**0.06**	2.81
Earnings per share attributable to the owners of Swoop Holdings Limited		
Basic earnings per share	**(11.30)**	(3.30)
Diluted earnings per share	**(11.30)**	(3.30)

Dividends
There were no dividends paid, recommended or declared during the current financial period.

Comments
The loss for the consolidated entity after providing for income tax amounted to $29,921,269 (30 June 2025: loss of $6,947,279).

3. Underlying results

Underlying results disclosed in section 2 above have been derived as follows:

Gross margin

	2026 $	2025 $
Revenue	**115,901,084**	95,177,096
Cost of sales	**(84,173,904)**	(62,902,580)
Gross margin	**31,727,180**	32,274,516

* Gross margin - is a financial measure which is not prescribed by Australian Accounting Standards ('AAS') and represents operating revenue, less the direct cost of deriving revenue from operating activities. The gross margin calculation for 2026 has been presented on a basis consistent with 2025. Gross margin reported above includes revenue and cost of sales for continuing operations.

Underlying Earnings before interest, tax, depreciation, and amortisation (Underlying EBITDA)

	2026 $	2025 $
Gross margin	**31,727,180**	32,274,516
Operating expenses		
Employee benefit expense	**(11,963,616)**	(11,558,516)
Marketing and advertising	**(4,642,576)**	(2,724,319)
General and administrative	**(5,223,116)**	(4,625,751)
Acquisition and integration costs	**(1,875,402)**	(3,700,422)
Other expenses, net of other income	**(1,270,734)**	(500,072)
Bad and doubtful debt expense	**(684,873)**	(268,554)
Total operating expenses	**(25,660,317)**	(23,377,634)
Underlying EBITDA	**6,066,863**	8,896,882

** Underlying EBITDA - Earnings before interest, tax, depreciation, and amortisation (EBITDA) is a financial measure which is not prescribed by Australian Accounting Standards ('AAS') and represents the profit under AAS adjusted for non-cash (share-based payments expense, impairment charges) and other one-off items which are not considered to be reflective of underlying earnings. The underlying EBITDA calculation for 2026 has been presented on a basis consistent with 2025. Underlying EBITDA reported above includes gross margin and operating expenses for continuing operations.

Swoop Holdings Limited

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3. Underlying results (continued)

Underlying net loss before tax

	2026 $	2025 $
Net loss before tax	**(33,519,382)**	(16,442,012)
Non-operating and one-off items		
Net fair value gain / (loss) on financial assets	**2,569,236**	(3,309,833)
Net gain on disposal of investments	**171,282**	-
Net fair value gain on joint operations	**3,907,700**	-
Gain on sale of discontinued operations and other non-current assets	**-**	4,190,046
Share-based payments expense	**(434,729)**	(940,205)
Corporate restructuring expenses	**(263,104)**	(291,864)
Impairment charges	**(20,000,000)**	-
Net non-operating and one-off items	**(14,049,615)**	(351,856)
Underlying net loss before tax	**(19,469,767)**	(16,090,156)

*** Underlying net loss before tax is a financial measure which is not prescribed by the Australian Accounting Standards ('AAS') and represents net loss before tax, adjusted for non-cash (share-based payments expense, impairment charges) and other one-off items which are not considered to be reflective of underlying earnings. The underlying net loss before tax calculation for 2026 has been presented on a basis consistent with 2025. The underlying net loss before tax reported above includes the net loss before tax together with non-operating and one-off items relating to continuing operations.

4. Net tangible assets

	Reporting period Cents	Previous period Cents
Net tangible assets per ordinary security	**1.51**	4.57

5. Commentary on Preliminary Financial Results

The financial year ended 30 June 2026 (‘2026’) has been another significant year for Swoop Holdings Limited and the entities it controlled (referred to hereafter as the ‘Group’ or ‘Swoop’) at the end of, or during, the financial year.

Highlights for the current financial year include:

- Revenue from continuing operations of $115.9 million, up 21.8% on the financial year ended 30 June 2025 (‘2025’).
- Underlying EBITDA of $6.1 million is down 31.8% on FY25.
- Since June 2025, total services in operation have increased by 9.1% to around 224,000.
- Announced the divestment of the Melbourne Fibre Project for $11.0 million, with the transaction expected to complete in the first half of the next financial year, ending 30 June 2027 (‘FY27’).
- $14.9 million of available funding (including $8.9 million of cash and $6.0 million undrawn debt facilities) as at 30 June 2026.

Summary financial results, including both discontinued operations and continuing operations:

- Revenue of the Group for the year of $130.2 million, including $14.3 million from discontinued operations (2025: $105.2 million, including $10.0 million from discontinued operations)
- Loss after income tax of $29.9 million (2025: loss after income tax of $6.9 million).
- Other expenses included in the result are share-based payment expenses of $0.4 million (2025: $0.9 million) and acquisition and integration costs of $1.9 million (2025: $3.7 million).
- Depreciation and amortisation expense of $23.6 million (2025: $18.4 million).
- Impairment charge $20.0 million (2025: Nil)

A summary of the results of discontinued operations which have been included in the statement of profit or loss and other comprehensive income, statement of financial position and statement of cash flows is included in Note 4 to the Preliminary Final Report.

The Group is in a net asset position of $33.9 million as at 30 June 2026 (30 June 2025: $54.3 million). Total assets are $94.7 million (2025: $119.0 million).

Working capital, being current assets less current liabilities, is in a deficit position of $19.4 million as at 30 June 2026 (30 June 2025: deficit of $18.5 million). The movement in working capital is due to the funding of Group capital expenditure with operating cash flows as the Group invests in the network and invests in the automation and optimisation of operational platforms and systems for growth.

The Group had net cash outflows from operating activities (including net interest payments) for the year of $1.1 million. The cash and cash equivalents as at 30 June 2026 were $8.9 million and the Group has an additional $6.0 million in undrawn financing facilities available.

On 25 June 2026, the Group entered into a Sale and Purchase Agreement with Xenith IG for the sale of Luminet Fibre Pty Ltd (‘Luminet Fibre’). While legal completion remains subject to customary conditions precedent, including Foreign Investment Review Board approval, the Group determined that control transferred prior to 30 June 2026 as substantive operational management, funding responsibilities and economic exposure passed to Xenith IG. Accordingly, the investment has been recognised at its agreed transaction value of $11.0 million and classified as a current asset at 30 June 2026, with Luminet Fibre's financial results presented as a discontinued operation.

During the year, as part of the Group's annual review of asset useful lives under *AASB 116 Property, Plant and Equipment*, the estimated useful lives of certain network assets were revised to better reflect the period over which these assets are expected to provide future economic benefits and service potential. The change was applied prospectively and resulted in an additional depreciation expense of $6.53 million in FY26. No prior period amounts have been restated.

Based on forecasts of cash and available funding the Directors believe there will be sufficient funds for the group to meet its obligations and liabilities for at least twelve months from the expected signing date of the annual financial report.

6. Dividends

Current period
There were no dividends paid, recommended or declared during the current financial period.

Previous period
There were no dividends paid, recommended or declared during the previous financial period.

7. Dividend reinvestment plans

Not applicable.

8. Foreign entities

Details of origin of accounting standards used in compiling the report:
Moose Technology Pvt Ltd is a company incorporated in India and applied Indian Accounting Standards (Ind AS) and International Financial Reporting Standards (IFRS).

9. Audit qualification or review

Details of audit/review dispute or qualification (if any):
The annual financial report is in the process of being audited by PKF. The annual report and financial statements are unlikely to be the subject of dispute or qualification.

10. Attachments

Details of attachments (if any):
The Preliminary Final Report of Swoop Holdings Limited for the year ended 30 June 2026 is attached.

This document has been approved by the Board of Directors.

Swoop Holdings Limited

ABN 20 009 256 535

Preliminary Final Report - 30 June 2026

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Swoop Holdings Limited
Statement of profit or loss and other comprehensive income
For the year ended 30 June 2026

	Note	Consolidated 2026 $	2025 $
Revenue	1	**115,901,084**	95,177,096
Other income and gains	2,4	**7,131,955**	245,052
Expenses			
Cost of sales		**(84,173,904)**	(62,902,580)
Marketing and advertising		**(4,642,576)**	(2,724,319)
Finance costs	3	**(2,371,994)**	(2,688,954)
General and administrative		**(5,223,116)**	(4,625,751)
Depreciation and amortisation expense	3	**(23,648,373)**	(18,353,090)
Bad and doubtful debt expense		**(684,873)**	(268,554)
Employee benefit expense		**(11,963,616)**	(11,558,516)
Share-based payments expense	3	**(434,729)**	(940,205)
Acquisition and integration costs		**(1,875,402)**	(3,700,422)
Corporate restructuring expenses		**(263,104)**	(291,864)
Other expenses		**(1,270,734)**	(500,072)
Impairment charges	13	**(20,000,000)**	-
Net fair value losses on financial assets at fair value through the profit or loss	10	**-**	(3,309,833)
Loss before income tax benefit from continuing operations		**(33,519,382)**	(16,442,012)
Income tax benefit from continuing operations		**3,445,425**	3,592,112
Loss after income tax from continuing operations		**(30,073,957)**	(12,849,900)
Profit after income tax expense from discontinued operations	4	**152,688**	5,902,621
Loss after income tax benefit for the year attributable to the owners of Swoop Holdings Limited		**(29,921,269)**	(6,947,279)
Other comprehensive income			
Items that may be reclassified subsequently to profit or loss			
Currency translation reserve		**(9,808)**	-
Items that will not be reclassified subsequently to profit or loss			
Gain on the revaluation of financial assets at fair value through other comprehensive income, net of tax		**-**	128,907
Other comprehensive (loss)/income for the year, net of tax		**(9,808)**	128,907
Total comprehensive loss for the year attributable to the owners of Swoop Holdings Limited		**(29,931,077)**	(6,818,372)
Total comprehensive (loss)/income for the year is attributable to:			
Continuing operations		**(30,083,765)**	(12,720,993)
Discontinued operations		**152,688**	5,902,621
		(29,931,077)	(6,818,372)

Swoop Holdings Limited
Statement of profit or loss and other comprehensive income
For the year ended 30 June 2026

	2026 Cents	**2025 Cents**
Earnings per share from continuing operations		
Basic earnings per share	**(11.36)**	(6.11)
Earnings per share from discontinued operations		
Basic earnings per share	**0.06**	2.81
Earnings per share attributable to the owners of Swoop Holdings Limited		
Basic earnings per share	**(11.30)**	(3.30)
Diluted earnings per share	**(11.30)**	(3.30)

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

Swoop Holdings Limited
Statement of financial position
As at 30 June 2026

	Note	Consolidated 2026 $	2025 $
Assets			
Current assets			
Cash and cash equivalents	5	**8,859,218**	8,034,283
Trade and other receivables	6	**6,269,204**	6,059,739
Inventories	7	**1,946,896**	2,157,293
Prepayments	8	**1,451,863**	1,418,164
Other financial assets	9	**3,111,184**	145,653
Financial assets at fair value through profit or loss	10	**-**	3,425,647
Joint operations at fair value through profit or loss	4	**11,000,000**	-
Total current assets		**32,638,365**	21,240,779
Non-current assets			
Property, plant and equipment	11	**23,567,010**	40,047,097
Right-of-use assets	12	**5,299,574**	6,638,566
Intangibles	13	**27,052,072**	45,969,454
Deferred tax		**5,310,030**	4,866,369
Other financial assets	9	**830,219**	297,277
Total non-current assets		**62,058,905**	97,818,763
Total assets		**94,697,270**	119,059,542
Liabilities			
Current liabilities			
Trade payables	14	**21,366,309**	24,340,200
Other payables	15	**1,923,997**	2,976,104
Contract liabilities	16	**2,403,287**	6,320,464
Borrowings	20	**22,534,606**	2,173,661
Lease liabilities	12	**2,675,524**	2,795,962
Employee benefits	17	**1,174,611**	1,125,730
Total current liabilities		**52,078,334**	39,732,121
Non-current liabilities			
Borrowings	20	**-**	14,516,067
Lease liabilities	12	**3,155,094**	4,574,894
Contract liabilities	16	**2,567,554**	-
Deferred tax		**2,660,101**	5,598,065
Employee benefits	17	**364,596**	321,737
Total non-current liabilities		**8,747,345**	25,010,763
Total liabilities		**60,825,679**	64,742,884
Net assets		**33,871,591**	54,316,658
Equity			
Issued capital	18	**137,777,553**	128,726,272
Reserves	19	**3,485,091**	4,551,228
Accumulated losses		**(107,391,053)**	(78,960,842)
Total equity		**33,871,591**	54,316,658

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

Swoop Holdings Limited
Statement of changes in equity
For the year ended 30 June 2026

Consolidated	Issued capital $	Share-based payments reserve $	Foreign currency translation reserve $	Accumulated losses $	Total equity $
Balance at 1 July 2024	**127,266,230**	**4,336,353**	**11,755**	**(72,142,470)**	**59,471,868**
Loss after income tax benefit for the year	-	-	-	(6,947,279)	**(6,947,279)**
Other comprehensive income for the year, net of tax	-	-	-	128,907	**128,907**
Total comprehensive loss for the year	-	-	-	(6,818,372)	**(6,818,372)**
Transactions with owners in their capacity as owners:					
Issue of shares - acquisition of Vonex shares	722,957	-	-	-	**722,957**
Issue of shares to employees on vesting and conversion of performance rights	579,585	(579,585)	-	-	**-**
Issue of shares to employees under Long Term Incentive Plan	157,500	(157,500)			
Share-based payments expense	-	940,205	-	-	**940,205**
Balance at 30 June 2025	**128,726,272**	**4,539,473**	**11,755**	**(78,960,842)**	**54,316,658**

Consolidated	Issued capital $	Share-based payments reserve $	Foreign currency translation reserve $	Accumulated losses $	Total equity $
Balance at 1 July 2025	**128,726,272**	**4,539,473**	**11,755**	**(78,960,842)**	**54,316,658**
Loss after income tax benefit for the year	-	-	-	(29,921,269)	**(29,921,269)**
Other comprehensive loss for the year, net of tax	-	-	(9,808)	-	**(9,808)**
Total comprehensive loss for the year	-	-	(9,808)	(29,921,269)	**(29,931,077)**
Transactions with owners in their capacity as owners:					
Issue of shares - institutional and retail entitlement offers	9,658,260	-	-	-	**9,658,260**
Issue of shares - institutional and retail entitlement offers transaction costs	(606,979)	-	-	-	**(606,979)**
Contributions of equity, net of transaction costs	9,051,281	-	-	-	**9,051,281**
Share-based payments expense	-	434,729	-	-	**434,729**
Share-based payments expense - expired options	-	(1,491,058)	-	1,491,058	**-**
Balance at 30 June 2026	**137,777,553**	**3,483,144**	**1,947**	**(107,391,053)**	**33,871,591**

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

Swoop Holdings Limited
Statement of cash flows
For the year ended 30 June 2026

	Consolidated 2026 $	Consolidated 2025 $
Cash flows from operating activities		
Receipts from customers (inclusive of GST)	**147,805,040**	111,964,498
Payments to suppliers and employees (inclusive of GST)	**(147,092,291)**	(91,828,201)
	712,749	20,136,297
Interest received	**26,941**	29,074
Interest and other finance costs paid	**(1,872,542)**	(1,763,148)
Co-build income received	**-**	1,448,037
Net cash from operating activities	**(1,132,852)**	19,850,260
Cash flows from investing activities		
Payment for purchase of subsidiary, net of cash acquired	**(54,958)**	(3,042,090)
Payments for security deposits	**(3,496,000)**	-
Payments for investments	**-**	(7,198,858)
Payments for property, plant and equipment	**(10,737,777)**	(9,312,795)
Payments for intangibles	**(4,684,896)**	(3,244,064)
Proceeds from disposal of subsidiary, net of transaction costs	**-**	8,025,217
Proceeds from the sale of businesses, net of transactions costs	**-**	440,000
Proceeds from sale of financial assets	**6,166,165**	1,284,235
Proceeds from disposal of property, plant and equipment	**213,377**	21,765
Proceeds from joint operations partner	**2,638,675**	-
Net cash used in investing activities	**(9,955,414)**	(13,026,590)
Cash flows from financing activities		
Proceeds from issue of shares	**9,658,263**	-
Transaction costs related to issue of shares	**(396,866)**	-
Proceeds from borrowings	**14,943,616**	9,500,000
Repayment of borrowings	**(9,098,738)**	(16,167,284)
Payments for lease liabilities	**(3,169,025)**	(3,965,519)
Net cash from financing activities	**11,937,250**	(10,632,803)
Cash and cash equivalents at the beginning of the financial year	**8,034,283**	11,846,251
Net increase / (decrease) in cash and cash equivalents for the year	**848,984**	(3,809,133)
Effects of exchange rate changes on cash and cash equivalents	**(24,049)**	(2,835)
Cash and cash equivalents at the end of the financial year	**8,859,218**	8,034,283

Note 1. Revenue

	Consolidated 2026 $	Consolidated 2025 $
Revenue from contracts with customers		
Revenue from contracts with customers	**115,852,290**	94,833,790
Other revenue	**48,794**	343,306
Revenue	**115,901,084**	95,177,096

	Consolidated 2026 $	Consolidated 2025 $
Revenue composition		
Continuing operations	**115,901,084**	95,177,096
Discontinued operations	**14,335,203**	10,014,152
Revenue from continuing and discontinued operations	**130,236,287**	105,191,248

	Consolidated 2026 $	Consolidated 2025 $
Revenue by service		
Hardware	**1,148,858**	425,842
Installations	**1,528,948**	1,210,861
Recurring fees	**113,174,484**	93,446,087
Other revenue	**48,794**	94,306
Revenue from continuing operations	**115,901,084**	95,177,096

	Consolidated 2026 $	Consolidated 2025 $
Timing of revenue recognition		
Goods transferred at a point in time	**1,148,858**	425,842
Services transferred over time	**114,752,226**	94,751,254
Revenue from continuing operations	**115,901,084**	95,177,096

Further information on discontinued operations is included in Note 4.

Note 2. Other income and gains

	Consolidated 2026 $	2025 $
Interest income	**26,941**	29,074
Gain on disposal of property, plant and equipment	**378,786**	215,978
Net fair value gain on financial assets	**2,569,236**	-
Net gain on disposal of investments	**171,282**	-
Net fair value gain on joint operations at fair value through the profit & loss	**3,907,700**	-
Other income	**78,010**	-
	7,131,955	245,052

Note 3. Expenses

	Consolidated 2026 $	2025 $
Loss before income tax includes the following specific expenses:		
Depreciation		
Plant and equipment	**648,507**	720,002
Motor vehicles	**54,705**	69,920
Networks	**16,166,002**	9,198,844
Right-of-use assets	**3,176,881**	3,853,414
Total depreciation	**20,046,095**	13,842,180
Amortisation		
Patents and trademarks	**38,434**	38,434
Licence agreements	**-**	90,552
Computer software	**1,489,219**	1,954,293
Contractual agreements	**1,485,638**	1,838,643
Customer relationships and contracts	**588,987**	588,988
Total amortisation	**3,602,278**	4,510,910
Total depreciation and amortisation	**23,648,373**	18,353,090
Finance costs		
Interest and finance charges paid/payable	**1,941,399**	2,047,111
Interest and finance charges paid/payable on lease liabilities	**430,595**	641,843
Finance costs expensed	**2,371,994**	2,688,954
Share-based payments expense		
Share-based payments expense	**434,729**	940,205
Employee benefits expense		
Superannuation	**1,759,332**	896,936

Note 4. Discontinued operations

	Discontinued operations	
	2026	**2025**
	$	**$**
Revenue	**14,335,203**	10,014,152
Expenses	**(14,117,077)**	(7,259,077)
Profit from discontinued operations before income tax expense	**218,126**	2,755,075
Income tax expense	**(65,438)**	(826,522)
Gain on sale of the subsidiary after income tax	**-**	3,974,068
Profit after income tax expense from discontinued operations	**152,688**	5,902,621

Details of discontinued operations for the current and previous financial year are set out below:

Disposals disclosed in the current year
On 25 June 2026, the Group entered into a Sale and Purchase Agreement (‘SPA’) with Xenith IG for the sale of 100% of the share capital in Luminet Fibre Pty Ltd ('Luminet Fibre'). While legal completion of the transaction remained subject to customary conditions precedent, including Foreign Investment Review Board approval, the related contractual arrangements transferred substantive operational management, funding responsibilities and economic exposure associated with the business to Xenith IG from 26 June 2026. The Group therefore determined that control of Luminet Fibre had transferred prior to year end and accounted for the transaction on that basis.

The Group's investment in Luminet Fibre was measured at a fair value of $11.0 million as at 30 June 2026, based on the purchase price agreed under the SPA. The transaction was negotiated on an arm's length basis between knowledgeable and willing parties, and the agreed price remained unchanged from execution of the agreement through to reporting date. Management concluded that the transaction price represented the most reliable evidence of fair value at 30 June 2026. As completion of the transaction is expected in the first half of FY27, the investment has been presented within current assets at $11.0 million, with the financial results of Luminet Fibre presented as a discontinued operation in the statement of profit or loss. A fair value gain of $3,907,700 has been recognised in the statement of profit or loss in the current year.

Profit from discontinued operations included in the statement of profit or loss and other comprehensive income

	Discontinued operations	
	2026	**2025**
	$	**$**
Revenue	**14,335,203**	9,498,111
Expenses	**(14,117,077)**	(6,915,278)
Profit from discontinued operations before income tax expense	**218,126**	2,582,833
Income tax expense	**(65,438)**	(774,850)
Profit after income tax expense from discontinued operations	**152,688**	1,807,983

Assets and liabilities reclassified as joint operations held at fair value through profit and loss

	2026
	$
Inventories	**277,010**
GST receivable	**407,792**
Property, plant and equipment	**10,329,786**
Trade creditors	**(1,018,239)**
Loans payable	**(2,638,675)**
Contract liabilities	**(265,374)**
Net assets reclassified to joint operations held at fair value through profit and loss	**7,092,300**
Fair value adjustment to joint operations held at fair value through profit and loss	**3,907,700**
Joint operations at fair value through profit or loss	**11,000,000**

Note 4. Discontinued operations (continued)

	Discontinued operations	
	2026	**2025**
	$	**$**
Cash flows from operating activities	**(2,315,707)**	8,842,760
Cash flows from investing activities (payments for property plant and equipment)	**(6,148,789)**	(4,180,997)
Net (decrease) / increase in cash and cash equivalents for the year	**(8,464,496)**	4,661,763

Disposals disclosed in the prior year
Following a strategic review of operations and plan to focus on key markets, in June 2024 Swoop announced the decision to divest its wholesale focused voice call termination business to Pivotel Group Pty Ltd (Pivotel). Swoop entered into a binding sale agreement to divest the entire issued share capital of Voicehub Group Pty Ltd and Harbourtel Pty Ltd (the entities that own and operate Swoop's wholesale focused voice call termination business) to Pivotel for $8.0 million cash, which was received on 19 July 2024 (completion date), plus a retention of $1.0 million which was retained by Pivotal / in escrow to be adjusted based on the performance of the business for 9 months post completion. This retention was subsequently agreed to be settled earlier and the final amount of $0.8 million was received in December 2024. This resulted in total sales proceeds, before transaction costs, of $8.8 million.

Profit from discontinued operations included in the statement of profit or loss and other comprehensive income

	Discontinued operations	
	2026	**2025**
	$	**$**
Revenue	**-**	516,041
Expenses	**-**	(343,799)
Profit from discontinued operations before income tax expense	**-**	172,242
Income tax expense	**-**	(51,672)
Gain on sale of the subsidiary after income tax	**-**	3,974,068
Profit after income tax expense from discontinued operations	**-**	4,094,638

Note 5. Cash and cash equivalents

	Consolidated	
	2026	**2025**
	$	**$**
Current assets		
Cash at bank	**8,859,218**	8,034,283

Note 6. Trade and other receivables

	Consolidated	
	2026	**2025**
	$	**$**
Current assets		
Trade receivables and accrued revenue	**7,710,286**	6,824,529
Less: Allowance for expected credit losses	**(1,441,082)**	(764,790)
	6,269,204	6,059,739

	Consolidated	
	2026	**2025**
Movements in the allowance for expected credit losses are as follows:	**$**	**$**
Opening balance	**764,790**	738,915
Utilisation of allowance for expected credit losses	**(8,581)**	(242,679)
Additional provisions recognised	**684,873**	268,554
Closing balance	**1,441,082**	764,790

Note 7. Inventories

	Consolidated	
	2026	**2025**
	$	**$**
Current assets		
Stock on hand - at lower of cost and net realisable value	**1,946,896**	2,157,293

Note 8. Prepayments

	Consolidated	
	2026	**2025**
	$	**$**
Current assets		
Prepayments	**1,451,863**	1,418,164

Note 9. Other financial assets

	Consolidated 2026 $	Consolidated 2025 $
Current assets		
Security deposits and other financial assets	**3,111,184**	145,653
Non-current assets		
Security deposits and other financial assets	**830,219**	297,277
	3,941,403	442,930

Note 10. Financial assets at fair value through profit and loss ('FVTPL')

	Consolidated 2026 $	Consolidated 2025 $
Current assets		
Shares in listed entities	**-**	3,425,647

Reconciliation
Reconciliation of the fair values at the beginning and end of the current and previous financial year are set out below:

	Consolidated 2026 $	Consolidated 2025 $
Opening fair value	**3,425,647**	-
Additions	**-**	6,735,480
Revaluations through profit or loss	**2,569,236**	(3,309,833)
Disposal	**(6,166,165)**	-
Net gain on disposal of investment	**171,282**	
Closing fair value	**-**	3,425,647

During the year, Swoop sold its interest in Vonex Limited (ASX: VN8 - delisted on 21 October 2025) for a total consideration of $6,166,165 and recognised a gain on sale of $171,282. As at 30 June 2026 Swoop held no interest in Vonex Limited. The investment's fair value at 30 June 2025, based on the then closing share price of Vonex Limited, was $3,425,647.

Note 11. Property, plant and equipment

	Consolidated 2026 $	Consolidated 2025 $
Networks - at cost	**85,766,996**	81,335,336
Less: Accumulated depreciation	**(64,191,995)**	(48,406,110)
	21,575,001	32,929,226
Plant and equipment - at cost	**4,886,921**	4,758,277
Less: Accumulated depreciation	**(4,232,428)**	(3,583,921)
	654,493	1,174,356
Motor vehicles - at cost	**731,574**	845,391
Less: Accumulated depreciation	**(601,967)**	(644,491)
	129,607	200,900
Property - at cost	**319,501**	319,501
Assets under construction - at cost	**888,408**	5,423,114
	23,567,010	40,047,097

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

Consolidated	Network $	Plant & Equipment $	Motor Vehicles $	Property $	Assets under construction $	Total $
Balance at 1 July 2025	**32,929,226**	**1,174,356**	**200,900**	**319,501**	**5,423,114**	**40,047,097**
Additions	366,858	128,644	-	-	10,242,275	**10,737,777**
Transfers	4,447,195	-	-	-	(4,447,195)	**-**
Reclassified as joint operations at fair value	-	-	-	-	(10,329,786)	**(10,329,786)**
Disposals	(2,276)	-	(16,588)	-	-	**(18,864)**
Depreciation expense	(16,166,002)	(648,507)	(54,705)	-	-	**(16,869,214)**
Balance at 30 June 2026	**21,575,001**	**654,493**	**129,607**	**319,501**	**888,408**	**23,567,010**

Change in useful life estimate
During the year, the Group reviewed certain network assets as part of its annual useful life assessment under AASB 116 *Property, Plant and Equipment*. Based on asset utilisation, expected future deployment and ongoing network requirements, management concluded that a shorter useful life more appropriately reflects the period over which these assets are expected to provide future economic benefits and service potential.

As a result, the useful life of these assets was revised from five years (or longer) to 2.5 years (equivalent to a 40% depreciation rate). The revised useful life remains within the range prescribed by the Group's accounting policy and has been applied prospectively as a change in accounting estimate under AASB 108 *Accounting Policies, Changes in Accounting Estimates and Errors*. No prior period amounts have been restated. The change resulted in additional depreciation expense of $6.53 million recognised in profit or loss during the year.

Note 12. Right-of-use assets

(a) Right-of-use assets

The carrying value of right-of-use assets is presented below:

	Consolidated 2026 $	2025 $
Premises and sites - right-of-use	**10,055,055**	10,073,829
Less: Accumulated depreciation	**(6,866,047)**	(6,176,466)
	3,189,008	3,897,363
Network assets - right-of-use	**5,445,048**	5,374,961
Less: Accumulated depreciation	**(3,334,482)**	(2,633,758)
	2,110,566	2,741,203
	5,299,574	6,638,566

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

Consolidated	Premises and sites $	Network assets $	Total $
Balance at 1 July 2025	**3,897,363**	**2,741,203**	**6,638,566**
Additions	1,551,760	406,695	**1,958,455**
Disposals	(118,548)	(2,018)	**(120,566)**
Depreciation expense	(2,141,567)	(1,035,314)	**(3,176,881)**
Balance at 30 June 2026	**3,189,008**	**2,110,566**	**5,299,574**

(b) Lease liabilities

The carrying value of lease liabilities is presented below:

	Consolidated 2026 $	2025 $
Current		
Premises and sites	**1,595,768**	1,884,355
Network assets	**1,060,985**	892,836
Other	**18,771**	18,771
	2,675,524	2,795,962
Non-current		
Premises and sites	**2,023,489**	2,444,867
Network assets	**1,111,128**	2,089,072
Other	**20,477**	40,955
	3,155,094	4,574,894
	5,830,618	7,370,856

Note 12. Right-of-use assets (continued)

(c) Maturity profile of contractual undiscounted liability cashflows

	Consolidated 2026 $	Consolidated 2025 $
Not later than one year	**2,715,370**	2,970,815
Later than one year	**3,337,717**	5,173,126
	6,053,087	8,143,941

Note 13. Intangibles

	Consolidated 2026 $	Consolidated 2025 $
Goodwill - at cost	**16,439,616**	36,439,616
Licence agreements - at cost	**536,095**	536,095
Less: Accumulated amortisation	**(536,095)**	(536,095)
	-	-
Patents and trademarks - at cost	**389,824**	389,824
Less: Accumulated amortisation	**(167,478)**	(129,044)
	222,346	260,780
Customer relationships and contracts - at cost	**7,311,952**	7,311,952
Less: Accumulated amortisation	**(6,745,996)**	(6,157,009)
	565,956	1,154,943
Computer software - at cost	**7,928,732**	6,688,408
Less: Accumulated amortisation	**(6,216,694)**	(4,727,475)
	1,712,038	1,960,933
Brands - at cost	**2,050,760**	2,050,760
Less: Accumulated amortisation	**-**	-
	2,050,760	2,050,760
Contractual agreements - at cost	**6,845,280**	6,845,280
Less: Accumulated amortisation	**(6,845,280)**	(5,359,642)
	-	1,485,638
Assets under construction - at cost	**6,061,356**	2,616,784
	27,052,072	45,969,454

Note 13. Intangibles (continued)

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

Consolidated	Balance at 1 July 2025 $	Additions $	Transfers $	Amortisation Expense $	Impairment Charge $	Balance at 30 June 2026 $
Goodwill	**36,439,616**	-	-	-	(20,000,000)	**16,439,616**
License agreements	**-**	-	-	-	-	**-**
Patents and trademarks	**260,780**	-	-	(38,434)	-	**222,346**
Customer relationships and contracts	**1,154,943**	-	-	(588,987)	-	**565,956**
Computer software	**1,960,933**	-	1,240,324	(1,489,219)	-	**1,712,038**
Brands	**2,050,760**	-	-	-	-	**2,050,760**
Contractual agreements	**1,485,638**	-	-	(1,485,638)	-	**-**
Assets under construction	**2,616,784**	4,684,896	(1,240,324)	-	-	**6,061,356**
	45,969,454	**4,684,896**	**-**	**(3,602,278)**	**(20,000,000)**	**27,052,072**

As part of the annual impairment review, the Group assessed the recoverable amount of goodwill using a discounted cash flow model that incorporated updated operating forecasts, current market assumptions and revised discount rate inputs. The assessment was performed at the cash-generating unit ('CGU') level and considered a range of valuation outcomes reflecting the sensitivity of long-term growth and terminal value assumptions.

The review identified that the carrying value of the CGU exceeded its recoverable amount, indicating that a portion of the recorded goodwill was no longer supportable. As a result, the Group recognised a non-cash goodwill impairment charge of $20.0 million in the current financial year, reducing the carrying value of goodwill from $36.4 million to $16.4 million. The impairment reflects the outcome of the Group's annual assessment of recoverable amount, incorporating updated cash flow forecasts, discount rates and long-term growth assumptions.

Note 14. Trade Payables

	Consolidated	
	2026 $	2025 $
Current liabilities		
Trade payables	**18,408,702**	15,234,474
Accrued expenses	**2,923,475**	9,064,970
Other payables	**34,132**	40,756
	21,366,309	24,340,200

Note 15. Other Payables

	Consolidated	
	2026	**2025**
	$	**$**
Current liabilities		
GST and Employee PAYG payable to ATO	**927,799**	1,651,244
Financial liabilities	**21,984**	237,180
Payroll related accruals	**974,214**	1,087,680
	1,923,997	2,976,104

Note 16. Contract Liabilities

	Consolidated	
	2026	**2025**
	$	**$**
Current liabilities		
Contract liabilities	**2,403,287**	6,320,464
Non-current liabilities		
Contract liabilities	**2,567,554**	-
	4,970,841	6,320,464

Included in the above contract liabilities for 2026 are up-front payments received totalling $3,752,579 which are to be recognised through the statement of profit or loss over the next three financial years.

	Consolidated	
	2026	**2025**
	$	**$**
Opening balance	**6,320,464**	1,775,253
Payments received in advance	**70,260,030**	33,966,382
Less: reclassification to joint operations at fair value	**(265,374)**	-
Less: performance of contract asset	**(71,344,279)**	(29,421,171)
Closing balance	**4,970,841**	6,320,464

Note 17. Employee benefits

	Consolidated 2026 $	Consolidated 2025 $
Current liabilities		
Annual leave	**1,001,208**	895,216
Long service leave	**173,403**	230,514
	1,174,611	1,125,730
Non-current liabilities		
Long service leave	**364,596**	321,737
	1,539,207	1,447,467

Note 18. Issued capital

	Consolidated 2026 Shares	2025 Shares	2026 $	2025 $
Ordinary shares - fully paid	**311,061,219**	214,478,616	**137,777,553**	128,726,272

Movements in share capital

Details	Date	Shares	$
Opening balance	**1 July 2025**	**214,478,616**	**128,726,272**
Issue of securities - institutional entitlement offer	10 December 2025	27,869,930	2,786,993
Issue of securities - retail entitlement offer	24 December 2025	65,212,673	6,521,267
Issue of securities - shortfall under the entitlement offer	16 February 2026	3,500,000	350,000
Less: capital raising costs		-	(606,979)
Closing balance	**30 June 2026**	**311,061,219**	**137,777,553**

Note 19. Reserves

	Consolidated 2026 $	Consolidated 2025 $
Foreign currency translation reserve	**1,932**	11,755
Share-based payments reserve	**3,483,159**	4,539,473
	3,485,091	4,551,228

Note 20. Financial instruments

Fair value of financial instruments
The fair values of financial assets and liabilities, together with their carrying amounts in the statement of financial position, for the consolidated entity are as follows:

Consolidated	2026 $	2025 $
Financial assets at amortised cost:		
Cash and cash equivalents	**8,859,218**	8,034,283
Trade receivables	**6,269,204**	6,059,739
Other financial assets	**3,941,403**	442,930
Financial assets at fair value:		
Financial assets at fair value through profit or loss	**-**	3,425,647
Financial assets at fair value through other comprehensive income	**11,000,000**	-
Total financial assets	**30,069,825**	17,962,599
Financial liabilities at amortised cost:		
Trade payables	**21,366,309**	24,340,200
Other payables	**1,923,997**	2,976,104
Borrowings	**22,534,606**	16,689,728
Lease liabilities	**39,248**	59,726
Total financial liabilities	**45,864,160**	44,065,758

Financing arrangements
Unused borrowing facilities at 30 June 2026:

Financing arrangements	Total facility amount $	Amount drawn $	Unused financing facilities $
Westpac - Bank Bill Business Loan Facility $12.5 million (amortising) [1]	12,534,642	12,534,606	36
Westpac - Bank Bill Business Loan Facility $10.0 million (bullet payment) [1]	10,000,000	10,000,000	-
Westpac - Bank Overdraft	6,000,000	-	6,000,000
Westpac - Corporate Card Facility [2]	300,000	21,984	278,016
American Express - Business Reward Card Facility	559,000	-	559,000
	29,393,642	**22,556,590**	**6,837,052**

(1) *Total amount drawn on Westpac bank bill loan facilities is $22,534,606. On the statement of financial position this is disclosed as current borrowings.*

(2) *Total amount utilised on Westpac card facilities is included in other payables on the statement of financial position.*

Note 21. Fair value measurement

Fair value hierarchy
The following table details the consolidated entity's assets and liabilities, measured or disclosed at fair value, using a three-level hierarchy, based on the lowest level of input that is significant to the entire fair value measurement, being:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Unobservable inputs for the asset or liability.

Consolidated - 30 June 2026	Level 1 $	Level 2 $	Level 3 $	Total $
Assets				
Joint operations at fair value through profit or loss	-	-	11,000,000	**11,000,000**
Total assets	**-**	**-**	**11,000,000**	**11,000,000**

There were no transfers between levels during the financial year.

Reconciliation of level 3 balances

Joint operations at fair value through profit or loss	Consolidated 2026 $
Opening balance	-
Transfer of net assets of Luminet Fibre to joint operations at fair value through profit or loss	**7,092,300**
Fair value revaluation of joint operations	**3,907,700**
Closing balance	**11,000,000**

Valuation techniques for fair value measurements categorised within level 3.
The valuation of the joint operations at fair value through profit or loss is represented by the consideration expected from the sale of Luminet Fibre as announced on 25 June 2026. The Group considers the transaction price as the most reliable evidence of fair value as at 30 June 2026.

Note 22. Contingent liabilities

The consolidated entity had no contingent liabilities as at 30 June 2026 and 30 June 2025.