FULL YEAR 2026

Appendix 4E

Preliminary Final Report

Preliminary final report and financial statements of ION Video Limited and its controlled entities for the financial year ended **30 June 2026**. Prepared under ASX Listing Rule 4.3A.

ION VIDEO LIMITED

Appendix 4E

Preliminary final report for the year ended 30 June 2026

1. Company details

Name of entity	Ion Video Limited
ACN	149 796 332
Reporting period	For the year ended 30 June 2026
Previous period	For the year ended 30 June 2025

2. Results for announcement to the market

	2026 $	2025 $	Increase/(decrease) over previous corresponding period	
Revenue from ordinary activities	336,344	785,423	(449,079)	(57.18%)
Loss from ordinary activities after tax attributable to members	(4,515,913)	(5,006,363)	(490,450)	(9.80%)
Loss for the year attributable to members	(4,515,913)	(5,006,363)	(490,450)	(9.80%)

Summary of results

2026 was a year of significant change for the Company, following the appointment of Brent Jones as Executive Chairman and Anthony Baker as Chief Executive Officer. Since his appointment, Mr Baker and the team have fundamentally changed the trajectory of the business by:

- Implementing a significant cost-reduction program, as evidenced by the reduction in operating costs during the period;
- Strengthening the balance sheet of the Company; and
- Refocusing the Company from a platform and software development business to an intellectual property licensing business.

A summary of the Key numbers are below:

	2026 $	2025 $	Increase/ (decrease) $
PROFIT AND LOSS			
Total revenue and other income	1,094,550	872,323	222,227
Consultant expenses	285,273	(1,264,133)	(1,549,406)
Total software development expenses	(442,784)	(1,046,527)	(603,743)
Total loss before share-based payments expenses	**(1,645,502)**	**(4,748,467)**	**(3,102,965)**
Share-based payments expenses	(2,870,411)	(257,896)	2,612,515
BALANCE SHEET			
Cash and cash equivalents	770,909	227,410	543,499
Total liabilities	541,946	2,811,410	(2,269,464)
Net assets / (liabilities)	**853,755**	**(2,238,205)**	**3,091,960**

The cost reduction programme has transformed the Company balance sheet. The Company has returned to a Net Asset positive position and has confirmed it has sufficient funding for its operations through to December 2027.

During the period share-based payment expenses amounted to $2,870,411. This includes options that vested during the period (all vesting conditions were met) $590,754; and options issued but unvested during the period $1,205,358. The Company confirms all the above options are “in the money” and if exercised will extend the current operational runway well beyond December 2027.

3. Net tangible assets

	Current period	Previous corresponding period
Net tangible assets per ordinary security	0.65 cents	(0.0) cents

4. Dividends

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

5. Entities over which control has been gained or lost during the period

Control was lost over Linius (Aust) Pty Ltd on 26 February 2026 and Linius Solutions Pty Ltd on 29 June 2026.

6. Audit qualification or review

The results reported are in the process of an independent audit from the Company's auditors William Buck. The Directors expect the auditor's report to include a material uncertainty related to going concern, consistent with the financial year ended 30 June 2025 audit opinion.

7. Attachments

The Preliminary Financial Statements of Ion Video Limited for the year ended 30 June 2026 are attached.

8. Signed

SIGNED ON BEHALF OF THE BOARD

SIGNATURE

Mr Brent Jones
Executive Chairman

PLACE
Melbourne

DATE
31 August 2026

APPENDIX 4E

Financial Statements

Financial year ended 30 June 2026

CONTENTS

Consolidated statement of profit or loss and other comprehensive income

FOR THE YEAR ENDED 30 JUNE 2026

Group	Note	2026 $	2025 $
Revenue	2	336,344	785,423
Other income	2	758,206	86,900
Other gain on deconsolidation		47,838	–
Amortisation expense		–	(540,000)
Impairment of non-financial asset		–	(225,000)
Consultant expenses		285,273	(1,264,133)
Director remuneration (excluding share-based payment) expenses		(232,500)	(248,545)
Employee benefit expenses		(1,441,948)	(1,566,018)
Impairment loss on trade receivables		70,020	(134,620)
Finance expense		(8,451)	(31,685)
Compliance expenses		(385,562)	(244,322)
Software development expenses		(442,784)	(1,046,527)
Marketing and promotional expenses		(188,699)	(47,821)
Patent costs		(71,614)	(80,653)
Travel and accommodation expenses		(115,795)	(32,959)
Other expenses	3	(255,830)	(158,507)
Share-based payments expense		(2,870,411)	(257,896)
Loss before income tax		**(4,515,913)**	**(5,006,363)**
Income tax expense		–	–
Loss for the year		**(4,515,913)**	**(5,006,363)**
OTHER COMPREHENSIVE LOSS			
Items that are or may be reclassified subsequently to profit or loss			
Foreign currency translation differences		(22,734)	(11,970)
Other comprehensive loss for the year		**(22,734)**	**(11,970)**
Total comprehensive loss for the year		**(4,538,647)**	**(5,018,333)**
Basic loss per share (cents per share)	4	(5.14)	(8.0)
Diluted loss per share (cents per share)	4	(5.14)	(8.0)

The accompanying notes form part of the financial report.

Consolidated statement of financial position

AS AT 30 JUNE 2026

Group	Note	2026 $	2025 $
CURRENT ASSETS			
Cash and cash equivalents	5	770,909	227,410
Trade and other receivables	6	624,792	345,795
Total current assets		**1,395,701**	**573,205**
NON-CURRENT ASSETS			
Total non-current assets		–	–
Total assets		**1,395,701**	**573,205**
CURRENT LIABILITIES			
Trade and other payables	7	518,208	2,214,444
Contract liabilities	8	–	96,936
Employee provisions	9	11,275	70,651
Financial liabilities	10	–	350,000
Total current liabilities		**529,483**	**2,732,031**
NON-CURRENT LIABILITIES			
Trade and other payables	7	–	64,549
Employee provisions	9	12,463	14,830
Total non-current liabilities		**12,463**	**79,379**
Total liabilities		**541,946**	**2,811,410**
Net assets / (liabilities)		**853,755**	**(2,238,205)**
EQUITY			
Issued capital	11	65,963,718	59,428,522
Reserves		9,252,234	8,179,557
Accumulated losses		(74,362,197)	(69,846,284)
Total equity		**853,755**	**(2,238,205)**

The accompanying notes form part of the financial report.

Consolidated statement of changes in equity

FOR THE YEAR ENDED 30 JUNE 2026

Group	Issued capital $	Equity reserve on convertible notes $	Equity settled benefits reserve $	Translation reserves $	Accumulated losses $	Total $
Balance 1 July 2024	**58,504,539**	–	**6,131,681**	–	**(64,839,921)**	**(203,701)**
TOTAL COMPREHENSIVE LOSS:						
Loss for the year	–	–	–	–	(5,006,363)	(5,006,363)
Other comprehensive loss	–	–	–	(11,970)	–	(11,970)
Total comprehensive loss	–	–	–	**(11,970)**	**(5,006,363)**	**(5,018,333)**
TRANSACTIONS WITH OWNERS OF THE COMPANY:						
Shares issued during the year (net of capital raising costs)	923,983	–	–	–	–	923,983
Issue of convertible notes during the year	–	1,775,000	–	–	–	1,775,000
Share-based payments	–	–	284,846	–	–	284,846
Total transactions with owners of the Company	**923,983**	**1,775,000**	**284,846**	–	–	**2,983,829**
Balance at 30 June 2025	**59,428,522**	**1,775,000**	**6,416,527**	**(11,970)**	**(69,846,284)**	**(2,238,205)**
Balance 1 July 2025	**59,428,522**	**1,775,000**	**6,416,527**	**(11,970)**	**(69,846,284)**	**(2,238,205)**
TOTAL COMPREHENSIVE LOSS:						
Loss for the year	–	–	–	–	(4,515,913)	(4,515,913)
Other comprehensive loss	–	–	–	(22,734)	–	(22,734)
Total comprehensive loss	–	–	–	**(22,734)**	**(4,515,913)**	**(4,538,647)**
TRANSACTIONS WITH OWNERS OF THE COMPANY:						
Shares issued during the year (net of capital raising costs)	6,535,196	(4,775,000)	–	–	–	1,760,196
Issue of convertible notes during the year	–	3,000,000	–	–	–	3,000,000
Share-based payments	–	–	2,870,411	–	–	2,870,411
Total transactions with owners of the Company	**6,535,196**	**(1,775,000)**	**2,870,411**	–	–	**7,630,607**
Balance at 30 June 2026	**65,963,718**	–	**9,286,938**	**(34,704)**	**(74,362,197)**	**853,755**

The accompanying notes form part of the financial report.

Consolidated statement of cash flows

FOR THE YEAR ENDED 30 JUNE 2026

Group	Note	2026 $	2025 $
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		406,040	596,965
Receipts from GST refundable		–	118,819
Payments to suppliers and employees		(3,926,741)	(3,421,980)
Interest paid		(8,451)	(31,685)
Interest received		5,755	–
Government grant income received		313,802	–
Net cash used in operating activities	12	**(3,209,595)**	**(2,737,881)**
CASH FLOWS FROM INVESTING ACTIVITIES			
Payment for loss of control, net of cash disposed		(385)	–
Net cash used in investing activities		**(385)**	**–**
CASH FLOWS FROM FINANCING ACTIVITIES			
Insurance premium funding payments		–	(111,653)
Proceeds from issue of shares		1,487,000	460,000
Capital raising costs paid		(76,804)	(9,067)
Proceeds from shares to be issued		–	350,000
Proceeds from convertible notes to be issued		–	350,000
Proceeds from exercise of share options		122,033	350,000
Proceeds from issue of convertible notes		2,221,250	1,725,000
Net cash inflows from financing activities		**3,753,479**	**2,764,280**
Net increase in cash held		**543,499**	**26,399**
Cash at beginning of financial year		227,410	201,011
Cash at end of financial year	5	**770,909**	**227,410**

The accompanying notes form part of the financial report.

Notes to the financial report

FOR THE YEAR ENDED 30 JUNE 2026

Note 1: Statement of significant accounting policies

These preliminary financial statements and notes comprise the information required as Appendix 4E, under ASX listing rule 4.3A for Ion Video Limited ("the Company") and its controlled entities ("the Group"), a listed Australian company incorporated in Australia. This report is based on financial statements that are in the process of being audited.

These general purpose financial statements comprise the financial report and notes of Ion Video Limited (the "Company") and its controlled entities (the "Group"), a listed Australian company incorporated in Australia.

Basis of preparation

The preliminary financial report does not include all of the notes of the type normally included in an annual financial report. Accordingly, it should be read in conjunction with the Annual Report for the period ended 30 June 2025 and the financial report for the six months ended 31 December 2025 and any public announcements made by the Company in accordance with the continual disclosure requirements of the Corporations Act 2001. This preliminary report has been prepared in accordance with the measurement and recognition requirements of the Australian Accounting Standards, Accounting Interpretations and the Corporations Act 2001.

The financial statements comprise the consolidated financial statements for the Group. For the purposes of preparing the consolidated financial statements, the Company is a for-profit entity. Australian Accounting Standards set out accounting policies that the Australian Accounting Standards Board has concluded would result in a financial report containing relevant and reliable information about transactions, events and conditions to which they apply. Compliance with AIFRS ensures that the financial report and notes also comply with International Financial Reporting Standards. Material accounting policies adopted in the preparation of this financial report are presented below. They have been consistently applied unless otherwise stated.

The Appendix 4E was authorised for issue on 31 August 2026.

The financial report has been prepared on an accruals basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

Going concern

The financial statements have been prepared under the historical cost convention, applying the going concern basis of accounting. The directors are confident in the continuing support from the existing shareholders and the ability to attract new investors to fund the Group's future finance requirements. Further details of the going concern basis of accounting will be provided in the Group's annual report for the year ended 30 June 2026.

Note 2: Revenue and other income

Group	2026 $	2025 $
Revenue for services rendered*	336,344	785,423
OTHER INCOME		
Government grant**	752,450	85,440
Interest income	5,756	1,460
Total other income	**758,206**	**86,900**

** Income in advance amounting to $– (2025: $96,936) is included in contract liabilities (note 9).*

*** Government grants related to research and development claim amounting to $620,190 remain outstanding as at 30 June 2026 (2025: $202,781) and form part of trade and other receivables.*

Note 3: Other expenses

Group	2026 $	2025 $
Occupancy costs	18,755	2,800
Recruitment	9,272	60,928
Legal fees	139,188	3,000
Insurance	38,545	100,143
Foreign exchange loss / (gain)	9,143	(15,255)
Other	40,927	6,891
Other expenses	**255,830**	**158,507**

Note 4: Earnings / loss per share

Group	2026 $	2025 $
A. RECONCILIATION OF EARNINGS TO PROFIT OR LOSS		
Loss used to calculate basic and diluted EPS	**(4,515,913)**	**(5,006,363)**
B. WEIGHTED AVERAGE NUMBER OF ORDINARY SHARES OUTSTANDING DURING THE PERIOD USED IN CALCULATING BASIC AND DILUTED EPS		
Issued ordinary shares at 1 July	61,512,157	55,467,407
Effect of shares issued during the period	26,304,301	4,339,341
Weighted average number of ordinary shares outstanding as at 30 June	**87,816,458**	**59,806,748**

Potential ordinary shares comprising 23,622,991 options (2025: 2,178,000) were excluded in the calculation of diluted EPS given they are antidilutive.

Note 5: Cash and cash equivalents

	2026 $	2025 $
Cash	770,909	207,410
Term deposit (cash equivalent)	–	20,000
Cash and cash equivalents in the statement of financial position	**770,909**	**227,410**

Note 6: Trade and other receivables

	2026 $	2025 $
CURRENT		
Accounts receivable	620,190	278,339
Prepaid expenses and other receivables	4,602	67,456
Total trade and other receivables	**624,792**	**345,795**

Accounts receivable are shown net of impairment losses of $– (2025: $134,620) and include R&D receivables of $620,190 (2025: $202,781).

Note 7: Trade and other payables

	2026 $	2025 $
CURRENT		
Trade payables	197,383	1,527,070
Other payables	122,032	350,000
Sundry payables and accrued expenses	198,793	337,374
Total current	**518,208**	**2,214,444**
NON-CURRENT		
Trade payables	–	64,549
Total non-current	**–**	**64,549**

Note 8: Contract liabilities

	2026 $	2025 $
Contract liabilities	**–**	**96,936**

The contract liabilities primarily relate to funds received from customers for set up and initialisation services. The fees are amortised across the contract life once the customer is able to utilise the service in line with the agreement between the Group and the customer.

Note 9: Employee provisions

	2026 $	2025 $
CURRENT		
Provision for leave	11,275	70,651
Total current	**11,275**	**70,651**
NON-CURRENT		
Provision for long service leave	12,463	14,830
Total non-current	**12,463**	**14,830**

Employee expenses of $1,441,948 (2025: $1,566,018) includes employer superannuation contributions of $47,582 (2025: $53,263).

Note 10: Financial liabilities

	2026 $	2025 $
CURRENT		
Other financial liabilities	–	350,000
Total financial liabilities	**–**	**350,000**

Note 11: Issued capital and reserves

Group	Issued capital $	Number (legal parent)*
2025		
Opening balance 1 July 2024	58,504,539	55,467,407
Issue of shares through private placement (net of costs)**	923,983	4,925,000
Issue of shares as share-based payments***	–	1,119,750
At reporting date	**59,428,522**	**61,512,157**
2026		
Opening balance 1 July 2025	59,428,522	61,512,157
Adjustment on share consolidation	–	(548)
Issue of shares in respect of standby placement facility	–	275,000
Issue of shares through private placement (net of costs)**	1,760,196	18,370,000
Issue of shares on conversion of convertible notes	4,775,000	47,474,934
Issue of shares as share-based payments***	–	4,247,310
At reporting date	**65,963,718**	**131,878,853**

** Number of shares reflects the consolidation of shares on a 100:1 basis completed 29 January 2026.*
*** Net of $– (2025: $26,950) of share-based payment transaction costs and $76,804 (2025: $9,067) of other transaction costs.*
**** Net of $1,108,077 (2025: $222,000) of share-based payments expense recorded in the profit and loss and share-based payments reserve.*

NOTE 11: ISSUED CAPITAL AND RESERVES (CONTINUED)

The Company has issued share capital amounting to 131,878,853 ordinary shares of no par value.

Legal parent entity — ordinary shares	2026 No.*	2025 No.*
Opening balance	**61,512,157**	**55,467,407**
FULLY PAID SHARES ISSUED DURING THE YEAR		
September 2024 (issue of shares by private placement)	–	2,200,000
September 2024 (issue of shares as part of share-based payment)	–	985,000
October 2024 (issue of shares by private placement to directors)	–	2,200,000
October 2024 (issue of shares by private placement)	–	525,000
October 2024 (issue of shares as part of share-based payment)	–	134,750
July 2025 (issue of shares on private placement)	3,500,000	–
September 2025 (issue of shares as part of share-based payment)	882,986	–
October 2025 (issue of shares on conversion of convertible notes)	5,101,793	–
October 2025 (issue of shares in respect of standby placement facility)	275,000	–
December 2025 (issue of shares on private placement)	7,500,000	–
December 2025 (issue of shares on conversion of convertible notes)	1,526,670	–
December 2025 (issue of shares on private placement)	7,370,000	–
December 2025 (issue of shares as part of share-based payment)	3,000,000	–
January 2026 (issue of shares as part of share-based payment)	80,000	–
January 2026 (reduction in shares on share consolidation)	(548)	–
March 2026 (issue of shares on conversion of convertible notes)	2,133,932	–
April 2026 (issue of shares on conversion of convertible notes)	8,229,997	–
May 2026 (issue of shares on conversion of convertible notes)	30,482,542	–
May 2026 (issue of shares as part of share-based payment)	284,324	–
At reporting date	**131,878,853**	**61,512,157**

At shareholders' meetings each ordinary share is entitled to one vote when a poll is called, otherwise each shareholder has one vote on a show of hands. All ordinary shares rank equally with regard to the Company's residual assets.

NOTE 11: ISSUED CAPITAL AND RESERVES (CONTINUED)

Nature and purpose of reserves

Share-based payments reserve

This reserve is used to record the equity value of share-based payment expenses incurred as consideration for employee and consultant services.

Convertible note reserve

In September 2024, the Company entered into a convertible note deed poll enabling the Company to issue up to $3 million of funding. Under the terms of the deed, the Company issued Convertible Notes over four tranches:

- Tranche 1: $380,000 in September 2024, maturing 23 September 2026;
- Tranche 2: $445,000 in October 2024, maturing 23 September 2026;
- Tranche 3: $250,000 in December 2024, maturing 3 December 2026; and
- Tranche 4: $350,000 in February 2025, maturing 26 February 2027.

The principal amount outstanding and accrued interest (20% per annum) are convertible at the Note holders' election into ordinary shares at a fixed share price of $0.002. The Group also has the ability to convert the notes into ordinary shares on the same terms as the Note holder at any time after the first anniversary of the notes and prior to the maturity date of the notes.

During the period the following convertible notes were converted:

- Tranche 1: $380,000 was converted into 2,320,711 shares;
- Tranche 2: $445,000 was converted into 2,781,082 shares;
- Tranche 3: $250,000 was converted into 1,526,670 shares; and
- Tranche 4: $350,000 was converted into 2,133,932 shares.

In February 2025, the Company entered into a convertible note deed poll enabling the Company to issue up to $750,000 of funding. Under the terms of the deed, the Company issued $350,000 Convertible Notes in March 2025, maturing 25 March 2027. The principal amount outstanding and accrued interest (20% per annum) are convertible at the Note holders' election into ordinary shares at a fixed share price of $0.002. The Group also has the ability to convert the notes into ordinary shares on the same terms as the Note holder at any time after the first anniversary of the notes and prior to the maturity date of the notes.

During the period the $350,000 was converted into 2,133,936 shares.

NOTE 11: ISSUED CAPITAL AND RESERVES (CONTINUED)

In June 2025, the Company entered into a convertible note deed poll, enabling the Company to issue up to $3 million of funding. Under the terms of the deed, the Company issued Convertible Notes over four tranches:

- Tranche 1: $350,000* in July 2025, maturing 23 September 2027;
- Tranche 2: $1,185,000** in September 2025, maturing 23 September 2027;
- Tranche 3: $908,750 in November 2025, maturing 13 November 2027; and
- Tranche 4: $556,250*** in December 2025, maturing 24 December 2027.

** $350,000 received in respect of these convertible notes were classified as a financial liability as at 30 June 2025.*
*** Includes $500,000 convertible notes for Brent Jones and $10,000 convertible notes for Joe Rinarelli approved by shareholders on 14 August 2025.*
**** Includes $546,250 convertible notes for Brent Jones and $10,000 convertible notes for Joe Rinarelli approved by shareholders on 24 November 2025.*

The principal amount outstanding and accrued interest (20% per annum) are convertible at the Note holders' election into ordinary shares at a fixed share price of $0.001. The Group also has the ability to convert the notes into ordinary shares on the same terms as the Note holder at any time after the first anniversary of the notes and prior to the maturity date of the notes.

During the period the following convertible notes were converted:

- Tranche 1: $350,000 was converted into 4,266,998 shares; and
- Tranche 2: $2,650,000 was converted into 32,311,607 shares.

Capital risk management

The Group's objectives when managing capital are to safeguard its ability to continue as a going concern, so that it may continue to provide returns for shareholders and benefits for other stakeholders.

Due to the nature of the Group's activities, being an early stage technology company, the Group does not have ready access to credit facilities, with the primary source of funding being equity raisings. Therefore, the focus of the Group's capital risk management is the current working capital position against the requirements of the Group to meet research and development of software, early stage business commercialisation initiatives and corporate overheads. The Group's strategy is to ensure appropriate liquidity is maintained to meet anticipated operating requirements, with a view to initiating appropriate capital raisings as required.

The working capital position of the Group at 30 June 2026 is as follows:

	2026 $	2025 $
Cash and cash equivalents	770,909	227,410
Trade and other receivables	624,792	345,795
Trade and other payables and other liabilities	(518,208)	(2,278,993)
Contract liabilities	–	(96,936)
Employee provisions	(23,738)	(85,481)
Working capital / (deficiency)	**853,755**	**(1,888,205)**

Note 12: Cash flow information

	2026 $	2025 $
CASH FLOWS EXCLUDED FROM LOSS ATTRIBUTABLE TO OPERATING ACTIVITIES		
Loss after income tax	(4,515,913)	(5,006,363)
NON-CASH ITEMS		
Gain on deconsolidation	(47,838)	–
Amortisation	–	540,000
Impairment of non-financial assets	–	225,000
Share-based payments expense	2,870,411	257,896
Foreign currency expense – non cash	(22,734)	(11,970)
Expenses settled through issuing shares and convertible notes	360,000	460,000
CHANGES IN ASSETS AND LIABILITIES		
(Increase)/decrease in trade receivables and prepayments	(278,997)	(3,417)
Increase/(decrease) in trade payables and accruals	(1,415,845)	957,715
Increase/(decrease) in contract liabilities	(96,936)	(137,034)
Increase/(decrease) in provisions	(61,743)	(19,708)
Cash flows used in operating activities	**(3,209,595)**	**(2,737,881)**

Note 13: Operating segments

Operating segments are identified on the basis of internal reports about components of the Group that are regularly reviewed by the chief operating decision maker in order to allocate resources to the segment and to assess its performance.

The Group's operating segments have been determined with reference to the monthly management accounts used by the Chief Operating Decision Maker to make decisions regarding the Group's operations and allocation of working capital. Due to the size and nature of the Group, the Board as a whole has been determined as the Chief Operating Decision Maker.

There is only one reportable segment, being the development of computer software.

The revenues and results of this segment are those of the Group as a whole and are set out in the consolidated statement of profit or loss and other comprehensive income. The segment assets and liabilities of this segment are those of the Group and are set out in the consolidated statement of financial position.

Note 14: Subsequent events

There has not been any matter or circumstance that has arisen after balance date that has significantly affected, or may significantly affect, the operations of the Group, the results of these operations, or the state of affairs of the Group in future financial periods.