

7 October 2026

ASX ANNOUNCEMENT

Senetas Corporation Limited – Capital Reduction ATO Class Ruling

MELBOURNE, AUSTRALIA – Senetas Corporation Limited (ASX: SEN) (**Senetas/the Company**), a global leader in sovereign-grade, mission-critical network encryption solutions, is pleased to advise shareholders that the Australian Taxation Office (ATO) has published its ruling confirming that the cash distributions to shareholders totalling approximately \$5.5 million comprising:

- \$0.00120772* per share (which was approved by shareholders at the Annual General Meeting held 14 November 2025 and paid on 27 November 2025) (**Distribution 1**); and
- \$0.2111 per share (which was approved by shareholders at the Extraordinary General Meeting held 24 July 2026 and paid on 7 August 2026) (**Distribution 2**);

will be treated as a return of capital and not a dividend.

Where tax was previously withheld from capital return payments, these withheld amounts will be paid to shareholders within the next 14 days.

For Australian-resident shareholders who held shares in Senetas on the record date of 20 November 2025 for Distribution 1 and 31 July 2026 for Distribution 2, and who received the distribution of such payments will be treated as having been received on capital account and:

- (a) the return of capital from the Distributions 1 and 2 will not give rise to dividends for income tax purposes; and
- (b) if the payments received from Distributions 1 and 2 for a share is not more than the share's cost base, the cost base (and reduced cost base) for that share will be reduced by the amount received for that share. The likely effect will be to increase the amount of any future capital gain as the shareholder will have a lower cost base for that share; or
- (c) alternatively, a shareholder will make a capital gain on a share once the distributions received for that share exceed the share's cost base. In that case the share's cost base (and reduced cost base) will reduce to nil and a capital gain will be realised on the difference between the share's cost base and the amount of the distributions received for that share.

The above analysis does not apply to non-resident shareholders, or to shareholders who hold their shares on revenue account, as trading stock or who are subject to the taxation of financial arrangements (TOFA) rules.

The final version of the class ruling will be published on the ATO website and notice of it recorded in a notifiable instrument lodged on the Federal Register of Legislation. The Company will also display the class ruling on its website as soon as it becomes available.

This announcement has been authorised by Francis Galbally, Executive Chairman.

* The Company completed a 100:1 share consolidation, being the consolidation of every 100 fully paid ordinary shares in the Company into 1 fully paid ordinary share held on the record date of 1 December 2025, rounded down to the nearest whole number of shares. The payment of \$0.00120772 per share is equivalent to \$0.120772 per share post the 100:1 share consolidation.

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For further information please contact:

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ABOUT SENETAS CORPORATION LIMITED

Senetas is an Australian defence technology company with more than 25 years of experience delivering certified network encryption to governments, defence forces, financial services, and critical infrastructure operators in more than 60 countries. Our solutions protect sensitive data in motion and at rest across core networks, tactical environments, and distributed infrastructure — built to the defence-grade standard these organisations require.

Quantum computing poses a growing threat to today's encrypted data, particularly through "harvest now, decrypt later" attacks that capture traffic now to decrypt once quantum capabilities mature. Our quantum-resistant, crypto-agile encryption — built on the latest NIST post-quantum algorithms — helps organisations build long-term data protection strategies against future-scale cryptographic risk.

Senetas technologies are certified under internationally recognised security frameworks, including Common Criteria, FIPS 140-3, US DoDIN APL, and NATO, meeting the stringent security requirements of governments and defence agencies worldwide. Our solutions deliver independently validated, standards-compliant encryption — giving organisations the assurance they need for their most sensitive communications.

Outside of Australia, Senetas products are distributed by Thales, a global leader in defence, aerospace, and cybersecurity technology, ensuring programme support, integration capability, and lifecycle assurance at scale.