ASX ANNOUNCEMENT

30 October 2026

Q1 FY27 Activity Report & Appendix 4C

AUCyber Limited (**ASX: CYB**) ("**AUCyber**" or "**the Company**") reports its quarterly activity and cash flow for the period ending 30 September 2026 (**"the Quarter"**). During the Quarter, the company realised significant wins in its Security Operations Centre ("SOC") department with major wins in the University sector. Customer receipts were **$4.86 million** compared to **$5.10 million** in the previous quarter. The decrease is driven by project milestone billing timing, with multiple major project completing late in the period.

AUCyber has experienced recent success within the university sector, establishing the Company as an increasingly preferred supplier for cybersecurity and managed services across the education market. As per the Company's ASX announcement on 28th September, the Company has already closed a number of recent contract opportunities. The Company intends to build on this momentum and expand its footprint across universities and the broader education sector.

Key Financial Highlights – Q1 FY27:

- **Customer receipts:** $4.86 million; compared to $5.10 million in June quarter.
- **Key client wins:** major managed security contracts in University of New England along with an additional Australian University in September at a total contract value of **$2.16 million.**
- **Net Operating Cashflow:** Net inflow of $0.19 million; compared to $0.12 million outflow last quarter.
- **Financing activities:** $0.59 million outflow mainly due to repayment of outstanding amounts owing to 5G Networks Limited ("5GN") offset by settlement of Placement Subscription Payment from former director Peter Maloney of $0.51m.
- **Closing Cash Balance and available funding:** $1.14 million. Liquidity remains sufficient for short-term obligations.
- **Strong pipeline:** proposals currently under consideration valued at approximately **$5.5 million** TCV; **$1.2 million** annual revenue.

Quarterly and YTD Commentary

Quarterly Overview (Q1 FY27):

During the Quarter, the Company maintained a strong level of customer receipts; collecting **$4.86 million**, down from **$5.10 million** in the June quarter. Collections down slightly due to timing for billing large ongoing projects. Operating costs decreased slightly by **$0.18 million** compared to prior period. Operating cost savings are coupled with further staff cost savings during the period of $0.38 million. This continues the Company's optimisation of staff resources, productivity improvements and simplification and tightening control of external administrative spending.

Gross margins were steady at **25%** in Q1 compared to the prior period with continued strong performance from high-margin service work. High utilisation of internal staff on cyber projects

continued during the period, reducing the Company's reliance on sub-contractors to deliver revenue. The Company remains focused on driving long-term margin improvement and operational efficiency, supported by recent growth opportunities in its SOC department.

Quarterly operating outgoings amounted to **$4.67 million**, compared to **$5.11 million** in the previous quarter, with the decrease primarily relating to decreased staff costs and improved productivity.

Net cash inflow from operating activities for the Quarter was **$0.19 million**, compared to a net outflow in the prior quarter of **$0.12 million**.

As disclosed with the ASX on the 17th of September 2026, the Company entered into a loan facility with 5G Networks Limited for **$1 million**. This facility replaces an open intercompany balance with a formal arrangement on defined terms. It gives AUCyber flexible access to capital without the costs, security and covenant requirements of external lenders, along with greater funding certainty to support cash flow, working capital and growth.

The Company closed the quarter with **$0.78 million** in cash and an additional **$0.35 million** in available funds from the 5GN loan facility; making the total available funding **$1.14 million**. The current cash position and loan facility with 5G Networks Limited provide a solid foundation for upcoming quarters, supported by ongoing cost reduction initiatives. AUCyber also completed the outstanding share subscription obligation under the placement agreement with Peter Maloney announced to the market on 20 September 2024. The total Placement Price of **$0.49m**, together with all accrued interest payable under the Placement Agreement, has now been received in full. Accordingly, the Company has issued 1,621,973 shares to Peerless Investments Pty Ltd, in accordance with the terms of the Placement Agreement

Outlook

Looking ahead to future quarters of FY27, AUCyber management will remain focused on:

- Leveraging cybersecurity capabilities to expand product sales.
- Delivering innovative AI solutions with the Company's Sovereign AI offering.
- Driving higher-value services and reducing reliance on low-margin resale.
- Improving operating cash flow through cost optimisation and margin improvement.
- Maintaining liquidity while pursuing sustainable revenue streams for long-term sustainability growth.

This announcement has been authorised for release by the Board of Directors.

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+ See chapter 1ti of the ASX Listing Rules for defined terms.

Appendix 4C

Quarterly cash flow report for entities subject to Listing Rule 4.7B

Name of entity

AUCyber Limited

ABN	**Quarter ended ("current quarter")**
80 622 728 189	September 2026

Consolidated statement of cash flows		**Current quarter $A'000**	**Year to date (3 months) * $A'000**
1	**Cash flows from operating activities**		
1.1	Receipts from customers	4,860	4,860
1.2	Payments for		
	(a) research and development	-	-
	(b) product manufacturing and operating costs	(1,706)	(1,706)
	(c) advertising and marketing	(143)	(143)
	(d) leased assets	-	-
	(e) staff costs	(2,273)	(2,273)
	(f) administration and corporate costs	(545)	(545)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	1	1
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	-
1.8	Other (Due Diligence, Restructure costs & Rebates received)	-	-
1.9	**Net cash from / (used in) operating activities**	**194**	**194**

2	**Cash flows from investing activities**		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) businesses	-	-

	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) intellectual property	-	-
	(f) other non-current assets	-	-
2.2	Proceeds from disposal of:	-	-
	(a) entities	-	-
	(b) businesses	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) intellectual property	-	-
	(f) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
2.6	**Net cash from / (used in) investing activities**	**-**	**-**

3	**Cash flows from financing activities**		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	520	520
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	-
3.5	Proceeds from borrowings	647	647
3.6	Repayment of borrowings	(1,318)	(1,318)
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (ROU Repayments)	(440)	(440)
3.10	**Net cash from / (used in) financing activities**	**(591)**	**(591)**

4	**Net increase / (decrease) in cash and cash equivalents for the period**	**Current quarter $A'000**	**Year to date (3 months) ***
4.1	Cash and cash equivalents at beginning of period	1,179	1,179
4.2	Net cash from / (used in) operating activities (item 1.9 above)	194	194
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	-
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(591)	(591)
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	**Cash and cash equivalents at end of period**	**782**	**782**

+ See chapter 1ti of the ASX Listing Rules for defined terms.

5	Reconciliation of cash and cash equivalents	Current quarter	Previous quarter
	at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	**$A'000**	**$A'000**
5.1	Bank balances	432	804
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (Bank Guarantee)	350	375
5.5	**Cash and cash equivalents at end of quarter (should equal item 4.6 above)**	**782**	**1,179**

6	Payments to related parties of the entity and their associates	Current quarter
		$A'000
6.1	Aggregate amount of payments to related parties and their associates included in item 1	-
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-

Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.

7	Financing facilities	Total facility amount at quarter end	Amount drawn at quarter end
	Note: the term "facility' includes all forms of financing arrangements available to the entity. **CYB has an unsecured loan from 5GN to allow for growth and timing differences of cashflow collections**	**$A'000**	**$A'000**
7.1	Loan facilities	1,000	647
7.2	Credit standby arrangements	-	-
7.3	Other (please specify)	-	-
7.4	**Total financing facilities**	**1,000**	**647**

8	Estimated cash available for future operating activities	$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	194
8.2	Cash and cash equivalents at quarter end (item 4.6)	782
8.3	Unused finance facilities available at quarter end (item 7.4)	353
8.4	Total available funding (item 8.2 + item 8.3)	1,135
8.5	**Estimated quarters of funding available (item 8.4 divided by item 8.1)**	N/A

8.6 If item 8.5 is less than 2 quarters, please provide answers to the following questions:

8.6.1 Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?

Answer:

8.6.2 Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?

Answer:

8.6.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

Answer:

Note: where item 8.5 is less than 2 quarters, all of questions 8.6.1, 8.6.2 and 8.6.3 above must be answered.

Compliance statement

1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.

2 This statement gives a true and fair view of the matters disclosed.

Date: 30 October 2026

Authorised by: The Board of Directors
(Name of body or officer authorising release – see note 4)

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.

2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standard applies to this report.

3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.

4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [*name of board committee – eg Audit and Risk Committee*]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".

5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.