30.10.2026 | ASX ANNOUNCEMENT

Q1 FY27: Dataworks Strengthens Financial Position and Advances Commercial Opportunities

Dataworks Group Limited (ASX: DWG) (DWG or the **Company)**, a global leader and operator of government regulatory infrastructure designed to support gambling harm minimisation, is pleased to release its Quarterly Activities Report and Appendix 4C for the quarter ended 30 September 2026 (Q1 FY27).

Highlights:

- **Q1 FY27 revenue of approximately $2.70m, up approximately 70% on Q1 FY26, demonstrating the structurally higher revenue base established by the business following the launch of the Ontario program. Revenue also included the first contribution from the Company's recently announced Planning Services Agreement.**
- **Together, Dataworks' BetStop and BetGuard platforms have processed more than 46 billion exclusion checks and verifications since launch and currently process in excess of 50 million checks on a typical day.**
- **Dataworks maintained strong operational performance across its established government programs in Australia and Ontario, demonstrating the reliability and maturity of its regulatory infrastructure.**
- **Dataworks also achieved substantial progress under its paid Planning Services Agreement, while continuing to advance its broader pipeline of government and commercial opportunities.**
- **Q1 FY27 EBITDA loss (unaudited) of approximately $0.28m, with customer cash receipts of $2.20m and reported operating cash outflow of $1.38m. Approximately $1.05m of the reported outflow reflected identified timing differences and settlement of prior-period liabilities, resulting in adjusted operating cash outflow of approximately $0.32m.**
- **Dataworks completed its $3.0m Placement during September, with approximately $2.80m received net of transaction costs during the quarter. The Entitlement Offer subsequently received applications totalling approximately $0.41m, leaving a net shortfall of approximately $0.82m, which is being progressed under the Prospectus Shortfall Offer.**
- **Dataworks enters Q2 FY27 with a strengthened financial position, scheduled contracted Ontario milestone receipts expected to support improved underlying operating cashflow, substantial progress under its Planning Services Agreement and continued momentum across its broader pipeline of government and commercial opportunities.**

Dataworks Executive Chairman, Julian Babarczy, said:

"The September quarter was a period of continued execution and investment for Dataworks, as we maintained strong operational performance across our established government programs, made substantial progress under our Planning Services Agreement and strengthened the Company's funding position.

"Our unaudited EBITDA loss for the quarter was approximately $0.28 million, reflecting an underlying operating performance relatively close to breakeven. Reported operating cash outflow was $1.38 million, with

approximately $1 million relating to contract timing differences and the settlement of prior-period liabilities. Adjusting for these items, operating cash outflow was approximately $0.32 million.

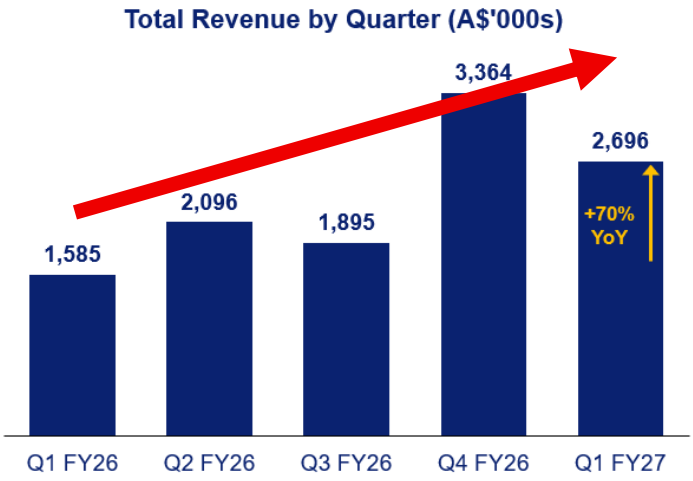
"During the quarter we also completed a $3.0 million Placement and repaid the $1.5 million short-term working capital facility in full. This materially improves the Company's funding position and reduces the Company's ongoing financing costs.

"Looking ahead, we anticipate an improvement in underlying operating cashflow during the December quarter, supported by scheduled contracted receipts from Ontario and continued delivery of our existing government programs. We also remain encouraged by progress across our broader commercial pipeline, including government opportunities at various stages of engagement and evaluation.

"With two established government platforms, an improved operating cost base and a growing base of contracted revenue, we believe Dataworks is well positioned to build on its operating foundations and pursue its next phase of growth."

Financial Performance

Dataworks generated Q1 FY27 revenue of approximately $2.70m, based on unaudited management accounts, representing an increase of approximately 70% compared with Q1 FY26 revenue of $1.59m.



Revenue for the quarter comprised approximately:

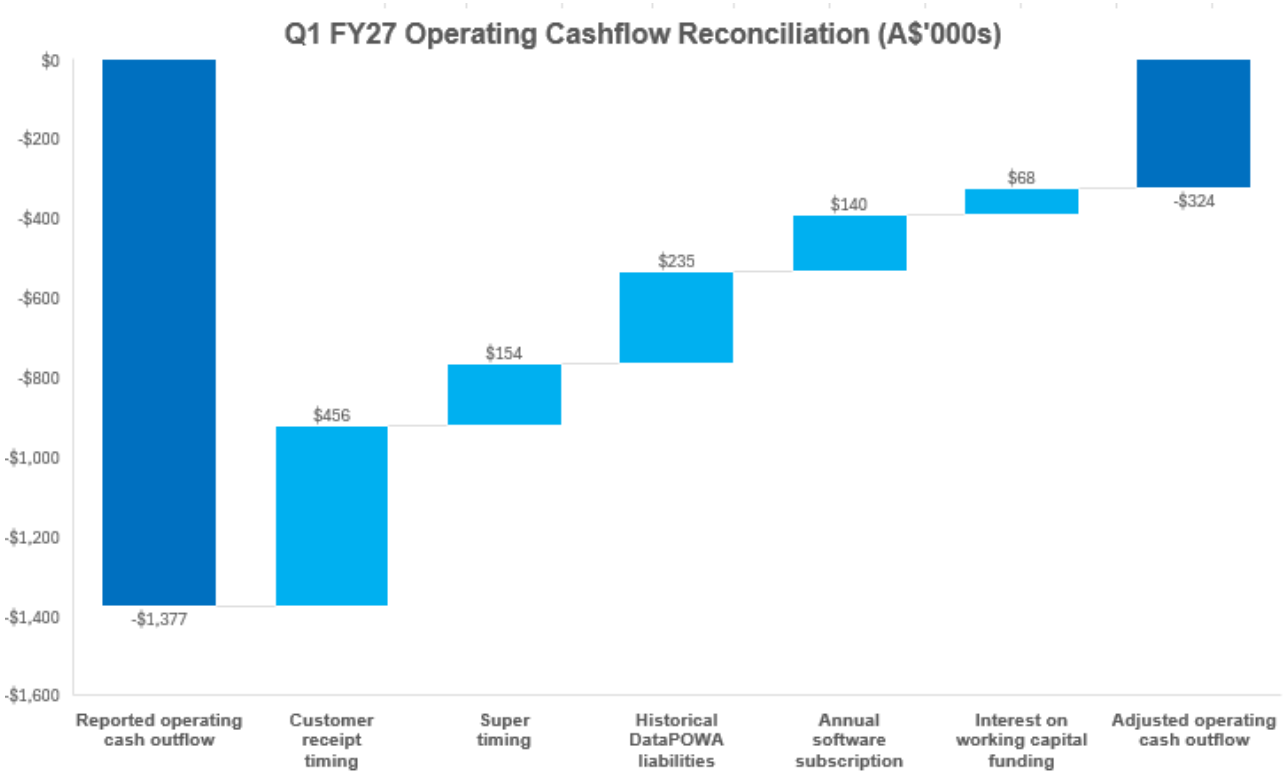
- $1.24m from the Ontario program;
- $1.18m from BetStop – the National Self-Exclusion Register™; and
- $0.28m relating to the Planning Services Agreement.

Pleasingly, revenue increased progressively through the September quarter. Q1 revenue was approximately 20% below the June quarter, which benefited from significant Ontario implementation activity while remaining approximately 70% above Q1 FY26, demonstrating the structurally higher revenue base established by the business. The September quarter reflected a transition from intensive Ontario implementation activities towards the ongoing delivery of the Company's established government programs. Unaudited EBITDA for Q1 FY27 was a loss of approximately $0.28m, with the Company continuing to position itself for the next phase of commercial growth.

Operating cashflow

Reported operating cash outflow for the quarter was $1.38m. The difference between reported operating cashflow and underlying operating performance was principally attributable to identifiable timing differences associated with contracted customer receipts and the settlement of prior-period liabilities, totalling approximately $1.05m and comprising the items outlined below and illustrated in the accompanying cashflow reconciliation chart:

- Approximately $0.46m reflecting timing differences between revenue recognised during the quarter and the scheduled receipt of the corresponding customer payments;
- Approximately $0.15m arising from the transition to payday superannuation requirements, which resulted in both the final June-quarter superannuation obligations and current quarter contribution payments being made during Q1 FY27;
- Approximately $0.24m relating to settlement of historical DataPOWA liabilities;
- Approximately $0.14m relating to the payment of a previously expensed software subscription; and
- Approximately $0.07m relating to interest on the now repaid short-term unsecured working capital facility.



After adjusting for these identified timing and prior-period settlement items, operating cash outflow was approximately $0.32m. This adjusted measure provides additional context for the reported cashflow result, although the Company continues to manage its broader working capital requirements and outstanding obligations.

Expenditure during the quarter primarily comprised staff costs of $1.56m and administration and corporate costs of $1.95m, including costs associated with delivery of the Company's government programs, progression of the Planning Services Agreement and settlement of prior-period liabilities. The Company also invested approximately $0.22m in internally generated software development during the quarter, classified as investing cashflow. The Company continues to maintain disciplined expenditure controls as it balances ongoing government program delivery, investment in commercial opportunities and the management of working capital.

Capital Raising and Balance Sheet

During September, Dataworks completed the issue of 25 million new shares at $0.12 per share under its previously announced Placement, raising $3.0m before costs. Approximately $2.80m was received net of transaction costs during Q1.

The Company also repaid its $1.5m short-term unsecured working capital facility in full during September, in addition to accrued interest and fees. The facility had been established in July for a three-month term to provide additional working capital flexibility during a period of commercial execution.

Following quarter end, the Company announced that its Entitlement Offer received applications totalling approximately $0.41m, comprising additional applications from existing shareholders. The remaining net shortfall of approximately $0.82m is proposed to be placed under the Prospectus Shortfall Offer, which is scheduled to close on 9 November 2026 unless varied by the Directors.

At 30 September 2026, Dataworks held cash and cash equivalents of approximately $1.72m. The Company continues to actively manage customer receipts, supplier payments, statutory liabilities and other working capital obligations, while maintaining appropriate funding flexibility to support its ongoing operations and commercial activities.

During the quarter, the Company made payments of approximately $92k to related parties and their associates, comprising remuneration paid to Directors. No other related party payments were made during the quarter.

RegTech Division

Planning Services Agreement

On 31 August 2026, Dataworks announced that it had entered into an eight-week paid Planning Services Agreement with a Government customer to support project planning, technical scoping and contract development activities associated with a component of customer's gambling harm-minimisation measures.

The agreement is expected to generate approximately $536k in revenue, subject to the delivery of agreed milestones. In Q1, Dataworks recognised approximately $0.28m of revenue associated with this engagement.

The engagement has progressed well during the quarter, with Dataworks continuing to work closely with the customer on the agreed planning, technical scoping and contract development activities.

As previously disclosed, any future implementation or operational arrangements that may be considered in connection with this engagement remain subject to separate negotiation and agreement between the parties. There is no certainty that any further agreement will be reached, and the Company will provide further updates in accordance with its continuous disclosure obligations.

Existing Government Programs

BetStop - the National Self-Exclusion Register™

BetStop – the National Self-Exclusion Register™ continued to operate as established regulatory infrastructure supporting the Australian Government's National Self-Exclusion Register.

The platform provides a secure, high-availability central register and real-time integration layer enabling individuals to self-exclude across licensed wagering operators.

The independent statutory review of BetStop – the National Self-Exclusion Register™ previously concluded that the system is operating effectively, is fit-for-purpose from a regulatory perspective and is delivering meaningful harm-minimisation outcomes.

BetStop – the National Self-Exclusion Register™ generated approximately $1.18m of revenue during Q1 FY27 based on unaudited management accounts.

BetGuard - Ontario

Dataworks continued to operate BetGuard, its real-time Centralised Self-Exclusion platform for iGaming Ontario, together with the associated Toronto-based contact centre and managed services operations.

The Ontario program generated approximately $1.24m of Q1 FY27 revenue based on unaudited management accounts.

The Ontario program continues to provide an important base of contracted government revenue, with scheduled milestone receipts expected during Q2 FY27. These receipts are expected to support an improvement in the Company's operating cashflow performance during the December quarter, following the timing-related movements experienced during Q1.

Proven Scale and Operational Capability

Together, Dataworks' BetStop – the National Self-Exclusion Register™ and BetGuard platforms have processed more than 46 real-time exclusion checks since launch and currently process in excess of 50 million checks on a typical day. These combined operating metrics demonstrate the scale, reliability and operational maturity of the Company's regulatory infrastructure. The successful delivery of both programs also provides Dataworks with two proven government reference platforms, demonstrating the transportability of its underlying technology across different regulatory environments.

Outlook

Dataworks enters Q2 FY27 with two established government Centralised Self-Exclusion programs, a strengthened funding position following completion of the September Placement and a growing pipeline of commercial opportunities across regulated jurisdictions.

Following the transitional September quarter, the Company anticipates an improvement in underlying operating cashflow during the December quarter, supported by scheduled contracted customer receipts and continued delivery of its existing government programs. Historical working capital-related payments will continue to influence reported cashflow, and the Company remains focused on disciplined capital management and strengthening its recurring revenue base.

The Company’s near-term priorities are to:

- Continue delivering against its existing Australian and Ontario government programs;
- Progress existing government engagements and advance commercial opportunities across regulated jurisdictions;
- Selectively pursue domestic and international opportunities capable of generating additional near-term and ultimately long-term contracted revenue;
- Complete the placement of securities available under the Entitlement Offer shortfall; and
- Maintain disciplined management of working capital.

The Board remains encouraged by progress across its commercial pipeline, including government opportunities at various stages of engagement and evaluation. While the timing and outcome of these processes remain outside the Company's control, Dataworks believes its established government reference platforms, demonstrated delivery capabilities and disciplined operating cost base provide a strong foundation from which to pursue additional long-term contracted revenue opportunities and progress towards sustainable operating profitability.

-ENDS-

This announcement has been approved for release by the Board of DWG.

For enquiries regarding this release, please contact:

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About Dataworks

Dataworks Group Limited (ASX: DWG) is a leading Regulated Gaming Technology ("RegTech") company specialising in secure, scalable and mission-critical technologies designed to combat problem gambling and support responsible wagering initiatives globally.

Dataworks delivers and operates Australia's **BetStop – the National Self-Exclusion Register™** ("NSER") and Ontario's **BetGuard** Centralised Self-Exclusion platform for iGaming Ontario in Canada, together representing the only two known large-scale, enterprise-grade, real-time centralised self-exclusion systems currently operating globally. The Company's platforms maintain real-time integrations with more than 200 wagering operators and are fully embedded into the betting journey, enabling instantaneous exclusion checks and enforcement at critical points of user activity.

Together, Dataworks' BetStop and BetGuard platforms have processed more than 46 billion exclusion checks and verifications since launch and currently process in excess of 50 million checks on a typical day.

In addition to its core technology platforms, Dataworks also provides associated managed services infrastructure, including end-to-end contact centre operations supporting large-scale regulatory program delivery.

Appendix 4C

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

Name of entity	
Dataworks Group Ltd	
ABN	**Quarter ended ("current quarter")**
85 612 182 368	Sep-26

Consolidated statement of cash flows		**Current quarter $A**	**Year to date (3 months) $A**
1.	**Cash flows from operating activities**		
1.1	Receipts from customers	2,197,773	2,197,773
1.2	Payments for		
	(a) research and development	-	-
	(b) product manufacturing and operating costs	-	-
	(c) advertising and marketing	(3,264)	(3,264)
	(d) leased assets	(9,148)	(9,148)
	(e) staff costs	(1,556,025)	(1,556,025)
	(f) administration and corporate costs	(1,946,549)	(1,946,549)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	7,949	7,949
1.5	Interest and other costs of finance paid	(68,055)	(68,055)
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	-
1.8	Other	-	-
1.9	**Net cash from / (used in) operating activities**	**(1,377,319)**	**(1,377,319)**

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	(220,822)	(220,822)
	(f) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter $A	Year to date (3 months) $A
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	-	-
2.6	**Net cash from / (used in) investing activities**	**(220,822)**	**(220,822)**

3.	**Cash flows from financing activities**	2,994,502	2,994,502
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	2,994,502	2,994,502
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	(198,001)	(198,001)
3.5	Proceeds from borrowings	1,500,000	1,500,000
3.6	Repayment of borrowings	(1,500,000)	(1,500,000)
3.7	Transaction costs related to loans and borrowings	(75,000)	(75,000)
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
3.10	**Net cash from / (used in) financing activities**	**2,721,501**	**2,721,501**

4.	**Net increase / (decrease) in cash and cash equivalents for the period**	601,254	601,254
4.1	Cash and cash equivalents at beginning of period	601,254	601,254
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(1,377,319)	(1,377,319)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(220,822)	(220,822)

Consolidated statement of cash flows		Current quarter $A	Year to date (3 months) $A
4.4	Net cash from / (used in) financing activities (item 3.10 above)	2,721,501	2,721,501
4.5	Effect of movement in exchange rates on cash held	(73)	(73)
4.6	**Cash and cash equivalents at end of period**	**1,724,541**	**1,724,541**

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter $A	Previous quarter $A
5.1	Bank balances	1,724,541	601,254
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other	-	-
5.5	**Cash and cash equivalents at end of quarter (should equal item 4.6 above).**	**1,724,541**	**601,254**

6.	Payments to related parties of the entity and their associates	Current quarter $A
6.1	Aggregate amount of payments to these parties included in item 1.2	(91,855)
6.2	Aggregate amount of cash flow from loans to these parties included in item 2.3	-

7.	Financing facilities	Total facility amount at quarter end $A	Amount drawn at quarter end $A
7.1	Loan facilities	-	-
7.2	Credit standby arrangements	-	-
7.3	Other	-	0
7.4	**Total financing facilities**	**-**	**0**

7.5	**Unused financing facilities available at quarter end**	-

7.6 Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.

An interest earning security deposit of $190,273 related to office space leased on North Sydney is being held by St George.

8.	Estimated cash available for future operating activities	$A
8.1	Net cash from / (used in) operating activities (item 1.9)	**(1,377,319)**
8.2	Cash and cash equivalents at quarter end (item 4.6)	1,724,541
8.3	Unused finance facilities available at quarter end (item 7.5)	-
8.4	Total available funding (item 8.2 + item 8.3)	1,724,541
8.5	**Estimated quarters of funding available (item 8.4 divided by item 8.1)**	1.3 quarters

Note: if the entity has reported positive net operating cash flows in item 1.9, answer item 8.5 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.5.

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:

No. The Company does not expect the level of operating cash outflow reported for the September quarter to continue.

As expected, operating cashflow during Q1 FY27 was affected by the timing of contracted customer receipts and payments relating to prior-period obligations. Approximately $1.05 million of the reported $1.38 million operating cash outflow related to these identified items.

The Company expects a material improvement in operating cashflow during the December quarter, supported by scheduled contracted milestone receipts from its Ontario government program and the ongoing delivery of its established government contracts. Accordingly, the September quarter's reported operating cash outflow is not considered representative of the Company's anticipated operating cashflow in subsequent quarters.

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:

During the September quarter, the Company completed a $3.0 million Placement and repaid its $1.5 million short-term working capital facility in full.

Following quarter-end, the Company received applications totalling approximately $0.41 million under its Entitlement Offer, with a remaining shortfall of approximately $0.82 million available to be placed under the Prospectus Shortfall Offer.

The Company continues to actively manage working capital and maintains flexibility to consider additional funding alternatives should they be required to support its ongoing operations and commercial objectives.

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:

Yes. Based on its current operating forecasts, anticipated contracted customer receipts, available cash resources and ongoing working capital management, the Board expects the Company to be able to continue its operations and pursue its business objectives.

The Company anticipates an improvement in operating cashflow during the December quarter and remains focused on managing its financial obligations while progressing late-stage opportunities to strengthen its recurring revenue base.

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: By the Board.....
(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.