

ASX Announcement

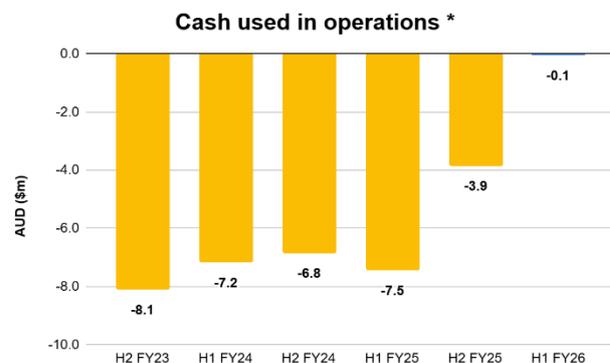
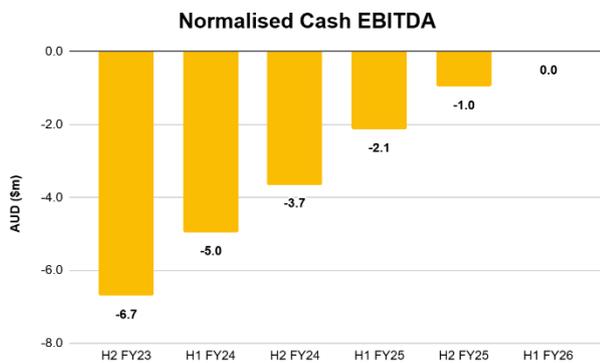
27 February 2026

Half Year Results Announcement

Turnaround consolidated, led by Payments AU/NZ

Highlights

- Turnaround consolidated with breakeven normalised Cash EBITDA (H1 FY25: $-\$2.1m$)¹
- $\$14.6m$ revenue reflective of strategic exit from low-margin, high-cost services
- Payments AU/NZ division pivots back to growth with $\$0.5m$ EBITDA²
- Net operating cash flow of $-\$0.1m$, (H1 FY25: $-\$7.5m$)
- Streamlining of business with sale of Emersion Systems



*Reflects Net cash from / (used in) operating activities (as reported in quarterly 4C)

Novatti Group Limited (ASX:NOV) (Novatti or the Company), a leading fintech enabling businesses to pay and be paid, has released its Appendix 4D (Half-Year Report) for the Half Year ended 31 December 2025 (H1 FY26).

Earnings improvement to achieve breakeven EBITDA (normalised) has been driven by Novatti's core Payments AU/NZ market, an outcome of streamlining across the Group throughout FY25 to lift Novatti's margins on payments processing.

The continued focus on Novatti's three strategic pillars of simplification, customer focus and financial discipline delivered 3 key financial results in H1:

- $\$7.4m$ improvement YoY to be operating cash breakeven
- $\$2.1m$ improvement YoY to be normalised cash EBITDA breakeven³
- Pivot back to growth post completion of the Acquiring replatform

Novatti Group revenue of $\$14.6m$ ($\$25m$ H1 FY25) now reflects substantial reformation of Novatti's revenue base. The changes made reflect the strategic actions to exit high-cost,

¹ Excludes non-cash entries and historic liabilities

² Direct EBITDA for Payments AU/NZ excludes corporate overheads, non-cash entries and historic liabilities.

³ Refer Note 1

complex, or low margin business lines to align with the Company's long term financial goals.

Novatti has significantly reduced operational cash outflows. Net operating cash flow of -\$0.1m was a significant \$7.4m improvement on the previous corresponding period (-\$7.5m).

Payments AU/NZ continues to build momentum following Novatti's brand refresh and corresponding sales campaigns in H2 FY25 which created a pool of new leads for Issuing where conversions have driven revenue, margin and EBITDA growth in the Issuing business over the past 9 months.

This traction is flowing through to the financial performance of Payments AU/NZ, which reached the milestone of four consecutive quarters of positive direct EBITDA⁴ in Q2 FY26, generating \$0.5m direct EBITDA in H1.

Novatti's commercial strategy is to now replicate the successful model demonstrated in the Issuing business in Novatti's other core AU/NZ offerings, and in particular scale the Acquiring business, which presents scalable growth and margin opportunities. Existing Acquiring customers have been migrated onto the new omni-channel platform enabling improved customer experience and long term margin expansion.

Commenting on the results, Novatti CEO, Mark Healy, said:

"Novatti's H1 results reflect our conviction in the core business, alongside strong execution of our turnaround strategy. Since streamlining the Group, Novatti's brand and payment products better reflect the needs of businesses to grow and transform utilising Novatti's full suite of digital payments services.

"Sharpened execution of sales and marketing across our Issuing business has provided a better balance of financial contribution across the Group as we continue to target sales, margin and earnings growth."

Investments and Business Portfolio Update

In December 2025, investee company AUDC Pty Ltd, issuer of the AUDD stablecoin, completed a successful Pre-Series A round, raising \$5 million at \$0.80 per share. As at 31 December 2025, Novatti held 20m shares in AUDC Pty Ltd.

The fundraising round continued momentum generated by AUDD in H1 which saw it become the first Australia Dollar-backed stablecoin to be listed on Coinbase's global retail platform in September 2025 and surpassing \$1 billion in payments volume on Stellar in November 2025.

As part of Novatti's ongoing strategic review of all business units and subsidiaries against the Company's long term financial goals and targets, Novatti sold its wholly-owned subsidiary, Emersion Systems Pty Ltd, the operator of its Emersion business, to a wholly-owned subsidiary of CGP Equity. The sale was undertaken via an unconditional share purchase agreement for a cash consideration of \$500,000.

⁴ Refer Note 2.

Corporate

Novatti secured \$1m in growth funding via a share placement to Australian Wealth Advisors Group Ltd, along with its subsidiary Armytage Private. Armytage Private was established in Melbourne in 1995 and operates a number of Australian equity-focused investment funds. The investment in Novatti followed the pivot back to growth in Q4 FY25 and achieving financial milestones. The funding will be allocated towards accelerating Novatti's growth strategy, including:

- Increased marketing in targeted verticals
- Bolstering Acquiring sales
- Product feature enhancements

Director Appointments

Two financial services leaders joined Novatti's board as non-executive directors with effect on 26 November 2025. Each of them also joined as members of the Company's Audit and Risk Committee.

Chris Ryan joined with over 30 years' experience as a financial services executive and board member across APAC. This includes senior roles at HSBC, ING, Fidelity, Perpetual, and AXA, among others. He is currently Chairman and CEO of First Harbour Capital Partners, as well as Deputy Chair of AXA for the China region, and a member of the investment committee at Armytage Private.

Tom Ng also joined with over 25 years' experience across Australian and international markets, including senior roles at Moelis Australia (MA Financial Group) and Credit Suisse. He now focuses on Australia's fintech, payments, and lending ecosystems, and is currently working closely with Novatti's CEO on scaling M&A strategy and opportunities.

Killian Murphy resigned as a non-executive director of Novatti, with effect on 26 November 2025.

This announcement has been approved for release by Mark Healy, CEO and the Board.

Ends

Novatti invites investors to keep up-to-date with company news, events and industry research by joining the Novatti mailing list at <https://www.novatti.com/subscribe>

Investors can view all Novatti announcements at: <https://www.novatti.com/asx-announcements>

This announcement has been approved for release by Mark Healy, CEO and the Board.

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About Novatti Group Limited (ASX:NOV)

Novatti is a payments leader bridging traditional payments and regulated digital finance. Established in 1995, Novatti provides a single destination for all payment needs in a fast-changing, digital world. From fintechs to corporates, Novatti simplifies and supports our customer payment needs through tailored online, in person, international and card solutions

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