

CAPRAL ASX ANNOUNCEMENT

Capral delivers first half result in line with expectation

Thursday, 21 August 2025

Capral Half Year 2025 Results and Outlook

Capral Limited (ASX: CAA) ("Capral" or the "Company"), Australia's largest extruder and distributor of aluminium products, releases its financial results for the six months ending 30 June 2025 (1H25).

1H25 highlights:

- Volume 31,100 tonnes down 7% on prior period due to reduced demand in the industrial sector and continuing weakness in residential construction
- Sales revenue up 4%, to \$327m, due to higher LME linked prices
- Underlying EBITDA¹ of \$27.7m (1H24: \$28.7m)
- Underlying EBIT¹ of \$16.1m (1H24: \$16.9m)
- EBITDA of \$26.8m (1H24: \$29.2m)
- Net Profit After Tax (NPAT) of \$15.3m includes \$2.5m tax benefit (1H24: \$14.7m)
- Earnings Per Share (EPS) for 1H25 at \$0.89 (1H24: \$0.83)
- Strong balance sheet with net cash at \$53.0m and no debt
- Share buy-back returned \$0.27 per share equivalent in first half (1H24: 18 cps)

"Capral has delivered a solid first half result that is in line with the Company's expectation, despite challenging market conditions due to the housing market being slow to recover and a pullback in industrial sectors. The Company maintained direct customer market share against imports. Capral achieved this result by focussing on operational efficiency, product development, and customer service. This, combined with Capral's strong cash position and solid profitability, drives long-term growth and value for its shareholders," said Capral's CEO, Tony Dragicevich.

He added: "Capral's commitment to enhancing its sustainability performance is a key focus. The Company remains on track to achieve our 2030 carbon emission reduction goals, along with meeting its ASRS reporting requirements for 2025. Capral is certified under the Aluminium Stewardship Initiative and adheres to its standards of responsible production, sourcing, and stewardship of aluminium."

Outlook and Guidance

Capral anticipates the residential housing market to improve in the second half of 2025, due to lower interest rates and pent-up demand. The industrial sector has softened for the first time since 2020 with transport coming off historical highs and many infrastructure projects coming to an end.

During the second half, Capral will focus on maintaining its market position, optimising its cost base, and managing higher working capital levels. The Company will also pursue growth opportunities, leveraging its balance sheet, product portfolio, technical capabilities, and customer relationships.

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CAPRAL ASX ANNOUNCEMENT

Capral recently announced the acquisition of Comsupply, an aluminium systems and hardware business in WA. The Company expects this transaction to be completed late in August 2025. Recent acquisitions of distribution businesses have bolstered Capral's national footprint and have complemented the Company's servicing and technical capabilities.

Capral remains confident in its long-term strategy and its ability to create value for its stakeholders.

FY25 EBITDA, based on a forecast improvement in market conditions and absent unforeseen events, is expected to be broadly in line with prior year. The on-market share buy-back announced in February of up to 10% of its issued shares will continue through 2025 and recommence 25 August.

Capral's Half Year 2025 Report and Results Presentation are attached.

Investor and analyst conference call

Capral's Managing Director and CEO, Tony Dragicevich, and Chief Financial Officer, Tertius Campbell will host an Investor Webinar at 11:00 am (AEST) today.

Participants can register for the call by navigating to: <https://s1.c-conf.com/diamondpass/10049359-exlzk4.html>

Please note that registered participants will receive a confirmation email with details on how to join the webcast upon registration.

Approved and authorised for release by Capral's Board of Directors.

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¹ EBITDA is defined as Earnings before Interest, Tax, Depreciation and Amortisation. Underlying EBITDA and EBIT are adjusted for significant items (LME Revaluation).

FORWARD-LOOKING STATEMENTS

This announcement and presentation may contain forward looking statements which may be identified by words such as "believes", "considers", "could", "estimates", "expects", "intends", "may", and other similar words that involve risks and uncertainties. Such statements are not guarantees of future performance and involve known and unknown risks, uncertainties, assumptions and other important factors, many of which are beyond the control of Capral or its Directors and management, and could cause Capral's actual results and circumstances to differ materially from the results and circumstances expressed or anticipated in these statements. The Directors cannot and do not give any assurance that the results, performance or achievements expressed or implied by the forward-looking statements contained in this announcement will actually occur and investors are cautioned not to place undue reliance on these forward-looking statements.

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APPENDIX 4D - HALF-YEAR REPORT FOR THE PERIOD ENDED 30 JUNE 2025

Name of Entity	CAPRAL LIMITED
A.B.N	78 004 213 692
Half-Year Ended	30/06/2025
Reporting Period	1 January 2025 to 30 June 2025
Previous Period	1 January 2024 to 30 June 2024

Results for announcement to the market

	30 June 2025 \$'000	30 June 2024 \$'000	Change \$'000	Change %
2.1 Revenues from ordinary activities	327,175	313,400	13,775	4.4
2.2 Profit from ordinary activities after tax attributable to members	15,278	14,685	593	4.0
2.3 Net profit for the period attributable to members	15,278	14,685	593	4.0
2.4 Dividend Information	30 June 2025		30 June 2024	
	Amount per security	Imputed amount per security	Amount per security	Imputed amount per security
Interim dividend	-	-	-	-
Special dividend	-	-	-	-

2.5 Record date for determining entitlements to and the date for payments of the dividends (if any)

Not Applicable

2.6 Explanation of 2.1 to 2.4

Please refer to the Directors' Report (included with this Report).

3.0 Net Tangible Assets per security

	30 June 2025	30 June 2024
NTA per share	\$11.67	\$10.47
Number of shares	16,584,319	17,346,675

4.0 Entities over which control has been gained or lost

Not Applicable

5.0 Individual and total dividends

A final dividend in respect of the financial year ended 31 December 2024 was paid on 24 March 2025, at 40 cents per ordinary share, unfranked.

6.0 Dividend or dividend reinvestment plans

Not Applicable

7.0 Associates and joint venture entities

Not Applicable

8.0 Foreign Entities

Not Applicable

9.0 Audit dispute or qualification

Not Applicable

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DIRECTORS' REPORT

The directors present their report on the consolidated Group consisting of Capral Limited (**Capral**) and the entity it controlled at the end of, or during, the half-year ended 30 June 2025 and the independent auditor's review report thereon.

Directors

The following persons were directors of Capral during the half-year and up to the date of this report:

Name	Period Office Held
M. White	1 September 2021 – Date of this report
A. M. Dragicevich	15 April 2013 – Date of this report
K. Ostin	17 June 2020 – 8 May 2025
L. Lefcourt	8 May 2025 – Date of this report
B. Tisher	24 February 2022 – Date of this report

Review of operations and key results

Capral is pleased to announce its 2025 first half result which was in line with expectation. Profit after tax was \$15.3 million for the half-year ended 30 June 2025 (1H25) including a \$2.5m tax benefit, compared with \$14.7 million for the half-year ended 30 June 2024 (1H24). This resulted in Earnings per Share for the first half of \$0.89, up from \$0.83 per share in 1H24.

Results Overview

Capral delivered Underlying EBITDA¹ of \$27.7 million down 3% on \$28.7 million in 1H24. Sales volume at 31,100 tonnes was 7% below the first half last year, and sales revenue up 4% to \$327 million due to higher LME Aluminium cost and selling prices, and improved mix. Underlying EBIT¹ fell to \$16.1 million as compared to \$16.9 million in 1H24.

Volume fell as a result of reduced demand from the industrial sector and continuing weakness in residential construction. Housing approvals and commencements have lifted and the Company expects to see demand lift in the second half of 2025. Market share gains against imports to direct customers has been maintained, however volume to resellers is lower. Demand in key industrial sectors has softened, especially transport and infrastructure projects. Marine and cladding remain solid.

The lower volume reduced capacity utilisation in Capral's extrusion plants. However, tight cost control and productivity improvements have assisted in offsetting the lower fixed cost absorption.

The balance sheet remains strong with net cash \$53.0 million at 30 June 2025, after \$11.3 million in shareholder distributions and \$4.3 million capital expenditure.

Share Buy-back

Capral's solid first half performance and cash position supports continuing distributions to shareholders.

Capral announced the commencement of another on-market share buy-back on 26th February 2025 of up to 10% of issued shares during the 2025 year. During 1H25, Capral acquired 448,866 shares, equivalent to 27 cps up from 18 cps in 1H24. No interim dividend has been declared (1H24: Nil).

Sustainability

Capral is committed to enhancing its sustainability performance. The Company is on track to achieve its 2030 carbon emission reduction goals and well advanced in preparing to meet the ASRS reporting requirements for 2025. Capral remains certified to the Aluminium Stewardship Initiative's Performance and Chain of Custody Standards and has begun mapping Scope 3 emissions.

Capral's ESG team completed training in Life Cycle Assessment methodologies to enhance its climate impact reporting and the development of Environmental Product Declarations. Capral's ongoing approach to sustainability and broader ESG compliance is integral to achieving its long-term sustainability goals and demonstrating commitment to reducing its overall environmental footprint.

Capral Limited

Key Operating Risks

There have been no material changes in the key operating risks faced by Capral during the half year ended 30 June 2025.

Auditor's independence declaration

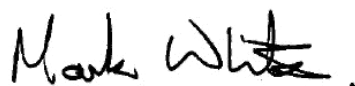
The auditors' independence declaration as required under section 307C of the Corporations Act is set out on page 3.

Rounding of amounts

Capral is a company of the kind referred to in ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191, and in accordance with this, amounts in the Directors' Report and the Financial Report are rounded off to the nearest thousand dollars, unless otherwise indicated.

Signed in accordance with a resolution of directors pursuant to s.306(3) of the Corporations Act 2001.

On behalf of the directors



M. White
Chairman

Sydney
21 August 2025



A. Dragicevich
Managing Director

¹ Capral believes that Underlying EBITDA and EBIT provides a better understanding of its financial performance and allows for a more relevant comparison of financial performance between financial periods. The Underlying EBITDA and EBIT are presented with reference to the ASIC Regulatory Guide 230 "Disclosing non-IFRS financial information" issued in December 2011.

Performance Measures	1H25 \$ million	1H24 \$ million
Profit After Income Tax	15.3	14.7
Income Tax Benefit	2.5	-
Profit Before Income Tax	12.8	14.7
Add: Finance Costs	2.4	2.8
Add: Depreciation and Amortisation	11.6	11.7
Earnings Before Interest, Income Tax, Depreciation and Amortisation (EBITDA)	26.8	29.2
Add: LME Revaluation (Gain)/Loss	0.9	(0.6)
Underlying EBITDA	27.7	28.7
Less: Depreciation and Amortisation	(11.6)	(11.7)
Underlying EBIT	16.1	16.9



Lead Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

To the Directors of Capral Limited

I declare that, to the best of my knowledge and belief, in relation to the review of Capral Limited for the half-year ended 30 June 2025, there have been:

- i. no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review; and
- ii. no contraventions of any applicable code of professional conduct in relation to the review.

A stylized signature of the KPMG firm, written in blue ink.

KPMG

A handwritten signature of Daniel Camilleri, written in blue ink.

Daniel Camilleri
Partner
Sydney
21 August 2025

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Capral Limited

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

for the half-year ended 30 June 2025

		Consolidated Half-year ended	
	Note	30 June 2025 \$'000	30 June 2024 \$'000
Revenue		327,175	313,400
Other income	5	2,695	2,587
Raw materials and consumables used		(210,189)	(195,002)
Employee benefits expense		(57,623)	(56,437)
Depreciation and amortisation expense		(11,619)	(11,711)
Finance costs		(2,391)	(2,813)
Freight expenses		(7,225)	(7,493)
Occupancy costs		(3,196)	(2,772)
Repairs and maintenance expense		(4,533)	(4,655)
Electricity and gases expense		(5,009)	(4,782)
Other expenses		(15,267)	(15,637)
Profit before income tax		12,818	14,685
Income tax benefit	2	2,460	-
Profit for the period		15,278	14,685
Total comprehensive income for the period		15,278	14,685
		2025	2024
Earnings per share		Cents per share	Cents per share
Basic (cents per share)		90.83	84.30
Diluted (cents per share)		89.40	82.98

The weighted average number of ordinary shares on issue used in the calculation of basic earnings per share was 16,821,373 (2024: 17,420,463) and the earnings used in the same calculation was \$15,278,000 (2024: \$14,685,000).

The weighted average number of ordinary shares on issue used in the calculation of diluted earnings per share was 17,088,565 (2024: 17,696,935) and the earnings used in the same calculation was \$15,278,000 (2024: \$14,685,000).

The above condensed consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

as at 30 June 2025

		Consolidated	
	Note	30 June	31 December
		2025	2024
		\$'000	\$'000
ASSETS			
Current assets			
Cash and cash equivalents		52,952	68,907
Trade and other receivables		101,143	91,827
Inventories		159,367	155,397
Other financial assets		11	2,596
Prepayments		2,384	2,039
Total current assets		315,857	320,766
Non-current assets			
Deferred tax assets	6	29,770	27,310
Property, plant and equipment		58,726	59,040
Right-of-use assets		54,418	59,022
Goodwill		4,699	4,699
Other intangible assets		1,362	1,579
Total non-current assets		148,975	151,650
Total assets		464,832	472,416
LIABILITIES			
Current liabilities			
Trade and other payables		134,345	141,367
Lease liabilities		16,728	16,928
Other financial liabilities		1,881	-
Current provisions		15,540	14,813
Deferred income		174	222
Total current liabilities		168,668	173,330
Non-current liabilities			
Lease liabilities		59,547	66,000
Non-current provisions		7,257	7,957
Total non-current liabilities		66,804	73,957
Total liabilities		235,472	247,287
Net assets		229,360	225,129
EQUITY			
Issued capital	8	398,342	409,124
Reserves		159,934	147,381
Accumulated losses		(328,916)	(331,376)
Total equity		229,360	225,129

The above condensed consolidated statement of financial position should be read in conjunction with the accompanying notes.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

for the half-year ended 30 June 2025

		Consolidated Half-year ended	
	Note	30 June 2025 \$'000	30 June 2024 \$'000
Cash flows from operating activities			
Receipts from customers		352,725	338,582
Payments to suppliers and employees		(341,960)	(304,148)
Interest and other finance costs paid		(3,006)	(2,674)
Net cash flows provided by operating activities		7,759	31,760
Cash flows from investing activities			
Payments for property, plant and equipment		(4,272)	(4,663)
Payments for intangible assets		-	(18)
Payment for purchase of a business		-	(2,418)
Interest received		742	780
Net cash flows used in investing activities		(3,530)	(6,319)
Cash flows from financing activities			
Dividends paid		(6,751)	(6,090)
Proceeds in relation to employee share scheme		80	104
Payments for on-market share buy-back		(4,527)	(3,171)
Repayment of principal of lease liabilities		(8,870)	(8,082)
Net cash flows used in financing activities		(20,068)	(17,239)
Net (decrease)/increase in cash and cash equivalents		(15,839)	8,202
Cash and cash equivalents at the beginning of the half-year period		68,907	59,457
Effect of foreign exchange rate changes		(116)	161
Cash and cash equivalents at end of the half-year period		52,952	67,820

The above condensed consolidated statement of cash flows should be read in conjunction with the accompanying notes.

Capral Limited

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

for the half-year ended 30 June 2025

Consolidated	Note	Issued capital \$'000	Equity-settled compensation reserve \$'000	Employee Share Reserve \$'000	Asset revaluation reserve \$'000	Dividend Reserve* \$'000	Share Buy-Back Reserve \$'000	Accumulated losses \$'000	Total \$'000
Balance as at 1 January 2024		424,771	13,936	(2,320)	4,088	93,683	5,560	(334,986)	204,732
Profit for the period		-	-	-	-	14,685	-	-^	14,685
Total comprehensive profit for the period		-	-	-	-	14,685	-	-^	14,685
Share-based payment expense		-	549	-	-	-	-	-	549
Shares cancelled – on-market buy-back	8	(8,145)	-	-	-	-	4,974	-	(3,171)
Vested performance rights conversion to shares		-	(2,613)	1,987	-	-	-	-	(626)
Proceeds from employee escrow shares		-	-	104	-	-	-	-	104
Dividends paid		-	-	-	-	(6,090)	-	-	(6,090)
Balance as at 30 June 2024		416,626	11,872	(229)^	4,088	102,278	10,534	(334,986)	210,183
Balance as at 1 January 2025		409,124	13,043	(1,209)	4,088	116,470	14,989	(331,376)	225,129
Profit for the period		-	-	-	-	12,818	-	2,460^	15,278
Total comprehensive profit for the period		-	-	-	-	12,818	-	2,460^	15,278
Share-based payment expense		-	599	-	-	-	-	-	599
Shares cancelled – on-market buy-back	8	(10,782)	-	-	-	-	6,255	-	(4,527)
Vested performance rights conversion to shares		-	(1,506)	1,058	-	-	-	-	(448)
Proceeds from employee escrow shares		-	-	80	-	-	-	-	80
Dividends paid		-	-	-	-	(6,751)	-	-	(6,751)
Balance as at 30 June 2025		398,342	12,136	(71)^	4,088	122,537	21,244	(328,916)	229,360

*Dividend reserve represents undistributed profits since the financial year 2010. Current period profit has been transferred to a dividend reserve account.

^Income tax benefit (2025: \$2.46 million; 2024: \$nil) in relation to deferred tax assets on tax losses are excluded from dividend reserve.

The above condensed consolidated statement of changes in equity should be read in conjunction with the accompanying notes.

#This relates to 2,945 uncanceled and unallocated Capral shares (refer to Note 8).

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

for the half-year ended 30 June 2025

1 Material accounting policies

Capral Limited (**Capral**) is a company domiciled in Australia. The condensed consolidated half-year financial report ("**half-year financial report**") of Capral for the half-year period ended 30 June 2025 comprises Capral and its subsidiary (**Group**).

(a) Statement of compliance

The half-year financial report is a general purpose financial report prepared in accordance with Australian Accounting Standard AASB 134: Interim Financial Reporting (which complies with the International Financial Reporting Standard IAS 34: Interim Financial Reporting), other mandatory professional reporting requirements and the Corporations Act 2001.

This half-year financial report does not include all the notes of the type normally included in an annual financial report. This report is to be read in conjunction with the most recent annual financial report for the year ended 31 December 2024 and any public announcements made by Capral during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

(b) Basis of preparation

Capral is a company of the kind referred to in ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191, and in accordance with this, amounts in the Directors' Report and the half-year financial report are rounded off to the nearest thousand dollars, unless otherwise indicated.

The half-year financial report has been prepared on the basis of historical cost, except for the revaluation of certain financial assets and liabilities at fair value through profit and loss and certain classes of property, plant and equipment. Cost is based on the fair values of consideration given in exchange for assets. Except where indicated otherwise, all amounts are presented in Australian dollars.

The accounting policies and methods of computation adopted in the preparation of the half-year financial report are consistent with those adopted and disclosed in Capral's annual report for the financial year ended 31 December 2024, except as noted in Note 1(d) below.

This half-year financial report was authorised for issue by the Company's Board of Directors on 21 August 2025.

(c) Significant accounting judgements, estimates and assumptions

In the application of Capral's accounting policies, Management is required to make judgements, estimates and assumptions about carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

(d) Application of new and revised standards

Capral has adopted all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board that are relevant to its operations and effective for the current reporting period. Adoption of these Standards and Interpretations did not have any material effect on the financial position or performance of the consolidated entity. Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

for the half-year ended 30 June 2025

	Consolidated Half-year ended	
	30 June 2025 \$'000	30 June 2024 \$'000
2 Income tax		
Current tax:		
Current half-year	-	-
Deferred tax:		
Recognition of previously unrecognised tax losses and deductible temporary differences	2,460	-
Income tax benefit	2,460	-
The benefit for the half-year can be reconciled to profit before tax as follows:		
Profit from continuing operations before income tax expense	12,818	14,685
Income tax expense calculated at 30%	3,845	4,406
Tax effect of non-assessable / non-deductible items:		
Effect of expenses that are not deductible or taxable in determining taxable profit	241	253
Tax effect of utilisation of tax losses and temporary differences not previously recognised	(4,086)	(4,659)
	-	-
Previously unrecognised and unused tax losses and temporary differences now recognised as deferred tax assets	2,460	-
Income tax benefit recognised in profit or loss	2,460	-

3 Dividends

	Consolidated Half-year ended	
	30 June 2025 Cents per share	30 June 2024 Cents per share
Fully paid ordinary shares		
Prior year final dividend paid - fully franked	-	35
Prior year final dividend paid - unfranked	40	-

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
for the half-year ended 30 June 2025

4 Segment information

The information reported to Capral's Board of Directors, the Group's chief operating decision maker, for the purposes of resource allocation and assessment of performance is focused on the type of goods supplied, being aluminium products. As such, in 2025 and 2024, the Group operated in one reportable segment under AASB 8 Operating Segments.

Major Products and Services

The Group produces a wide range of extruded aluminium products and systems. It distributes those manufactured products in addition to a small number of bought-in products through two distribution channels.

The Group supplies to three market sectors through each of its distribution channels:

- Residential - supply of aluminium and other components for windows and doors, showers and wardrobes and security products,
- Commercial - supply of aluminium and other components for windows and doors, internal fit outs and other commercial building related products, and
- Industrial - supply of aluminium extrusions and rolled products for industrial uses.

Geographic Information

The Group operates in one geographical area, Australia.

Information About Major Customers

There are no individual major customers who contributed more than 10% of the Group's revenue in either the half year ended 2025 or in 2024.

	Consolidated Half-year ended	
	30 June 2025 \$'000	30 June 2024 \$'000
5 Other income		
Sub-lease rental income	1,953	1,807
Bank interest income	742	780
	<u>2,695</u>	<u>2,587</u>

6 Deferred tax assets

The Group has recognised a deferred tax asset of \$29,770,000 (31 December 2024: \$27,310,000) representing both carry forward tax losses and deductible temporary differences. These tax losses may be carried forward indefinitely, however subject to income tax recoupment rules in subsequent years. The recognition of the deferred tax assets is dependent on the three years to four years forecasted taxable profits. The Group has taken a view that it is probable to achieve forecasted taxable profits in the next three to four years against which this deferred tax asset recognised would be utilised.

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

for the half-year ended 30 June 2025

7 Share-based payments

Performance Rights - Managing Director

During the half-year, 42,700 performance rights were issued to Mr Dragicevich under the Long-Term Incentive Plan (LTIP) pursuant to shareholder approval at Capral's AGM in May 2025. These rights were issued subject to the achievement of performance conditions and have been independently valued as follows:

- EPS – 21,350 rights at \$9.20 per right
- TSR – 21,350 rights at \$7.26 per right

During the half-year, 49,000 performance rights granted as part of the 2022 LTIP award vested and converted on a 1 for 1 basis to Capral ordinary shares in March 2025.

The total number of performance rights outstanding to Mr Dragicevich as at 30 June 2025 is 134,100 (31 December 2024: 140,400).

Performance Rights – Key Management Personnel – Chief Financial Officer

During the half-year, 19,000 performance rights were issued to Mr Campbell under the LTIP. The new rights were issued subject to the achievement of performance conditions.

These rights have been independently valued as follows:

- EPS – 9,500 rights at \$8.46 per right
- TSR – 9,500 rights at \$5.94 per right

During the half-year, 17,500 performance rights granted as part of the 2022 LTIP award vested and converted on a 1 for 1 basis to Capral ordinary shares in March 2025.

The total number of performance rights outstanding to Mr Campbell as at 30 June 2025 is 56,100 (31 December 2024: 54,600).

Performance Rights - Executive and Senior Management

During the half-year, 141,500 performance rights were issued under the LTIP. The new rights were issued subject to the achievement of performance conditions.

These rights have been independently valued as follows:

- EPS – 70,750 rights at \$8.46 per right
- TSR – 70,750 rights at \$5.94 per right

During the half-year, 99,000 performance rights granted as part of the 2022 LTIP award vested and converted on a 1 for 1 basis to Capral ordinary shares in March 2025.

There were no forfeitures of performance rights during the half year.

The total number of performance rights outstanding to Executive and Senior Management as at 30 June 2025 is 394,000 (31 December 2024: 351,500).

Short-Term Incentives Plan (STIP)

During the half-year, Capral allotted 8,588 (previously bought on-market) ordinary shares to Capral's Executives and Senior Management who purchased Capral's shares by using the above STIP target component (stretch) of their 2024 financial year after-tax STIP. These shares are held in escrow by Capral's share registry for a period of 3 years.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

for the half-year ended 30 June 2025

8 Ordinary shares

Issued Capital	30 June 2025 No. 000	31 December 2024 No. 000	30 June 2025 \$'000	31 December 2024 \$'000
(a) Share capital				
Ordinary shares: fully paid	16,584	17,033	398,342	409,124

Fully paid ordinary shares carry one vote per share and carry the right to dividends.

(b) Movement in ordinary share capital

Date	Details	Number of shares	Issue Price	\$'000
1 January 2025/ December 2024	Balance at the beginning of the financial year	17,033,185	-	409,124
March 2025	Shares cancelled – on-market buy-back ¹	(60,232)	\$24.019	(1,447)
April 2025	Shares cancelled – on-market buy-back ¹	(200,067)	\$24.019	(4,805)
May 2025	Shares cancelled – on-market buy-back ¹	(128,926)	\$24.019	(3,097)
June 2025	Shares cancelled – on-market buy-back ¹	(59,641)	\$24.019	(1,433)
June 2025	Balance at the end of the half-year	16,584,319	-	398,342

1. The Board approved the on-market buy-back and the cancellation of up to 1,550,000 shares in line with ASIC / ASX regulations starting from 6 March 2025. During the half-year, 448,866 shares were bought back by an independent third-party broker at an average of \$10.08 per share and cancelled at an average issue price of \$24.019 per share (\$409,123,520 / 17,033,185) shares. A resultant gain of \$6,255,000 million has been presented under a separate reserve account (Share Buy-Back Reserve).

Uncancelled and unallocated Capral shares

At the reporting date, the Group has 2,945 (31 December 2024: 132,853) uncancelled and unallocated Capral shares in the Employee Share Reserve, these were previously bought on-market.

9 Contingent liabilities

Claims and possible claims, arise in the ordinary course of business against Capral. Capral has fully provided for all known and determinable material claims.

Capral's bankers have issued guarantees in respect of rental obligations on lease commitments, use of utilities infrastructure and international trade facilities. At 30 June 2025, these guarantees totalled \$4,265,342 (31 December 2024: \$4,912,842).

Capral's bankers have issued letters of credit in respect of Capral's purchases internationally. At 30 June 2025, these open letters of credit totalled \$10,537,358 (31 December 2024: \$5,354,056).

Consolidated	
30 June 2025 \$'000	31 December 2024 \$'000

10 Capital commitments

Commitments for the acquisition of plant and equipment contracted for at the reporting date but not recognised as liabilities payable:

Within one year	1,673	2,278
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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

for the half-year ended 30 June 2025

11 Related parties

Refer to Note 7 above in relation to equity securities granted, lapsed and converted to Capral ordinary shares during the half year under the LTIP and STIP that include rights granted to Capral's Managing Director, and rights granted and shares issued to the Chief Financial Officer (who are key management personnel). Other than the information detailed in Note 7, there have been no material related party transactions during the half year ended 30 June 2025.

12 Stand by arrangement and credit facilities

	30 June 2025 \$'000	31 December 2024 \$'000
The following facilities were in place:		
Secured facilities	70,000	70,000
Unsecured facilities	4,272	4,272
Total facilities	74,272	74,272
Facilities used:		
Bank guarantees	4,265	4,913
Trade finance – drawn letters of credit	27,010	27,085
Trade finance – open letters of credit	10,537	5,354
Commercial card	90	157
Total facilities utilised	41,902	37,509
Total available facilities	32,370	36,763

Each trade instrument is approved individually and may result in temporary facility over utilisation due to timing of release of instruments already expired.

The existing ANZ facilities consist of:

Secured:

- \$60 million Multi-option Facility which includes a Trade Finance Loan Facility, Trade Instruments and Trade Finance;
- \$5 million Loan Facility – Floating Rate; and
- \$5 million Standby Letter of Credit or Guarantee Facility.

Unsecured:

- \$2.5 million Electronic Payaway Facility; and
- \$0.5 million Commercial Card Facility;
- \$1.272 million Asset Finance Facility.

The trade loan facility has a maximum drawdown term of 90 days and with an ANZ defined variable base rate plus a margin.

On 11 August 2025, Capral has entered into a new \$75 million Syndicated Banking Facility to replace the existing \$60m Multi-option Facility (refer to Note 14).

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

for the half-year ended 30 June 2025

13 Key management personnel

Remuneration arrangements of key management personnel are disclosed in the 2024 annual financial report. In addition, refer to Notes 7 in relation to changes during the half year; performance rights granted, expired and conversion to ordinary shares to Capral's Managing Director, Executive and Senior Management, under the LTIP and STIP.

14 Subsequent events

Capral entered into a binding agreement to acquire the business of Comsupply Pty Ltd, a privately held aluminium systems and hardware distributor based in Perth, Western Australia. Comsupply services over 350 customers and generates approximately \$15 million in annual revenue. The acquisition aligns with Capral's strategic objective of expanding its aluminium systems offering and market presence in Western Australia. The total consideration is expected to be approximately \$6 million, to be funded from existing cash reserves. Completion is anticipated on or around 22 August 2025, subject to customary conditions precedent.

Capral also entered into a new \$75 million Syndicated Banking Facility to replace its current \$60 million Multi-Option facility with ANZ Banking Corporation (ANZ). ANZ will act as the Syndication Agent, with additional lenders to be included as required. The facility is structured as a borrowing base arrangement, secured against the Group's receivables and inventory, providing increased funding flexibility to support ongoing operations and growth initiatives.

No other matter or circumstance has arisen since the end of the half-year that has significantly affected, or may significantly affect the Group's operations, the results of those operations or the Group's state of affairs in future financial years.

DIRECTORS' DECLARATION

In the opinion of the Directors of Capral Limited ("Company"):

1. the condensed consolidated financial statements and notes sets out on page 4 to 14, are in accordance with the Corporations Act 2001 including:
 - a. giving a true and fair view of the Group's financial position as at 30 June 2025 and of its performance for the half-year ended on that date; and
 - b. complying with the Australian Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001; and
2. there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payables.

Signed in accordance with a resolution of the directors made pursuant to s.303 (5) of the Corporations Act 2001.

On behalf of the directors



M. White
Chairman



A. Dragicevich
Managing Director

Sydney
21 August 2025

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Independent Auditor's Review Report

To the shareholders of Capral Limited

Conclusion

We have reviewed the accompanying **Condensed Consolidated Half-Year Financial Report** of Capral Limited.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the Condensed Consolidated Half-Year Financial Report of Capral Limited does not comply with the *Corporations Act 2001*, including:

- giving a true and fair view of the **Group's** financial position as at 30 June 2025 and of its performance for the half-year ended on that date; and
- complying with *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*.

The **Condensed Consolidated Half-year Financial Report** comprises:

- Condensed Consolidated Statement of Financial Position as at 30 June 2025;
- Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income, Condensed Consolidated Statement of Changes in Equity and Condensed Consolidated Statement of Cash Flows for the half-year ended on that date;
- Notes 1 to 14 comprising a summary of material accounting policies and other explanatory information; and
- The Directors' declaration.

The **Group** comprises Capral Limited (the Company) and the entities it controlled at the half-year's end or from time to time during the half-year.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report.

We are independent of the Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the *Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with these requirements.

Responsibilities of the Directors for the Condensed Consolidated Half-year Financial Report

The Directors of the Company are responsible for:

- the preparation of the Condensed Consolidated Half-year Financial Report that gives a true and fair view in accordance with *Australian Accounting Standards* and the *Corporations Act 2001*
- such internal control as the Directors determine is necessary to enable the preparation of the Condensed Consolidated Half-year Financial Report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Review of the Condensed Consolidated Half-year Financial Report

Our responsibility is to express a conclusion on the Condensed Consolidated Half-year Financial Report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the Condensed Consolidated Half-year Financial Report does not comply with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 30 June 2025 and its performance for the Half-Year ended on that date, and complying with *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of a Condensed Consolidated Half-year Financial Report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with *Australian Auditing Standards* and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



KPMG



Daniel Camilleri
Partner
Sydney
21 August 2025