



REMSENSE TECHNOLOGIES LIMITED

ABN 50 648 834 771

APPENDIX 4E

PRELIMINARY FINAL REPORT

FOR THE YEAR ENDED

30 JUNE 2025

Rule 4.3A

APPENDIX 4E

Preliminary Final Report

Reporting period (current period)	Year ended 30 June 2025
Previous corresponding period	Year ended 30 June 2024

Results for Announcement to the Market

	Current Period	Previous Period	Percentage increase / (decrease) %
	\$	\$	
Revenue from ordinary activities	3,435,517	1,663,375	107%
Loss from ordinary activities after income tax attributable to owners of the Company	(771,459)	(2,306,165)	(67%)
Net loss attributable to owners of the Company	(771,459)	(2,306,165)	(67%)

Dividend information

	Amount per share (cents)	Franked amount per share (cents)	Amount per share of foreign source dividend (cents)	Total Amount \$'000	Date of payment
Final Dividend	Nil	Nil	Nil	Nil	N/A
Interim Dividend	Nil	Nil	Nil	Nil	N/A
Previous corresponding period	Nil	Nil	Nil	Nil	N/A
Record Date for Determining Entitlements	Not Applicable				

Commentary on Results

Commentary on significant features of operating performance and other factors affecting the results for the financial year are included at the end of the financial statements.

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
For the year ended 30 June 2025

	2025 \$	2024 \$
Revenue	3,435,517	1,663,375
Government grants	171,321	174,917
Finance income	3,784	4,670
Other gains	10,695	3,804
Other income	11,500	-
Expenses		
Cost of sales	(964,741)	(599,412)
Share-based payment expense	(864,803)	(176,394)
Marketing and business development costs	(192,275)	(231,722)
Personnel expenses	(1,111,481)	(1,744,297)
General and administration costs	(389,240)	(477,203)
Professional fees	(388,373)	(278,536)
Depreciation	(66,296)	(99,510)
Amortisation	(310,919)	(261,309)
Amortisation – right of use assets	(98,762)	(95,074)
Research and development costs	(402)	(24,181)
Impairment of intangible assets	-	(131,965)
Finance expenses	(16,984)	(33,328)
Loss before income tax	(771,459)	(2,306,165)
Income tax expense	-	-
Loss for the year	(771,459)	(2,306,165)
Other comprehensive income, net of tax	-	-
Total comprehensive loss for the year	(771,459)	(2,306,165)
Total comprehensive loss attributable to towners of the Company	(771,459)	(2,306,165)
Loss per share		
Basic and diluted (cents per share)	(0.46)	(1.42)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As of 30 June 2025

	2025 \$	2024 \$
Assets		
Cash and cash equivalents	368,315	325,650
Trade and other receivables	94,578	6,196
Contract assets	9,289	22,178
Prepayments	71,389	97,357
Other financial assets	10,000	62,681
Total current assets	553,571	514,062
Property, plant, and equipment	178,265	274,350
Intangible assets	1,095,439	1,191,945
Right of use assets	452,839	87,151
Other financial assets	137,225	49,225
Total non-current assets	1,863,768	1,602,671
Total assets	2,417,339	2,116,733
Liabilities		
Trade and other payables	178,857	199,694
Borrowings	40,728	95,063
Lease Liabilities	97,044	92,086
Employee benefits	201,387	153,517
Contract liabilities	82,225	271,774
Total current liabilities	600,241	812,134
Borrowings	-	11,007
Lease Liabilities	370,115	-
Employee benefits	80,121	80,121
Provisions	12,000	12,000
Contract liabilities	207,507	209,726
Total non-current liabilities	669,743	312,854
Total liabilities	1,269,984	1,124,988
Net assets	1,147,355	991,745
Equity		
Issued capital	8,890,197	8,827,931
Reserves	1,300,352	484,263
Accumulated losses	(9,043,194)	(8,320,449)
Total equity	1,147,355	991,745

CONSOLIDATED STATEMENT OF CASH FLOWS
For the year ending 30 June 2025

	2025 \$'000	2024 \$'000
Cash flows from operating activities		
Receipts from customers	3,476,441	1,894,039
Government grants	169,102	24,951
Payments to suppliers and employees	(3,108,273)	(3,254,371)
Interest paid	(24,370)	(20,707)
Interest received	3,784	-
Net cash generated from / (used in) operating activities	516,684	(1,356,088)
Cash flows from investing activities		
Proceeds from disposal of property, plant, and equipment	36,810	7,791
Payments for property, plant, and equipment	(2,488)	(23,319)
Payments for intangible assets	(214,413)	(565,613)
Net payments to term deposits & rental bonds	(35,320)	-
Net cash used in investing activities	(215,411)	(581,141)
Cash flows from financing activities		
Proceeds from issue of shares and options	63,667	1,782,889
Proceeds from other short-term loans	65,000	197,316
Repayment of premium funding facility	(186,913)	(140,149)
Repayment of other short-term loans	(83,856)	(160,000)
Repayment of equipment leases	(20,376)	(18,371)
Repayment of right of use lease liabilities	(87,028)	(90,930)
Payment of capital raising costs	(4,118)	(97,528)
Net cash (used in) / generated from financing activities	(253,624)	1,473,227
Net increase/(decrease) in cash and cash equivalents	47,649	(464,002)
Cash and cash equivalents at the beginning of the year	325,650	789,652
Effects of exchange rate fluctuations on cash held	(4,984)	-
Cash and cash equivalents at the end of the year	368,315	325,650

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CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
For the year ended 30 June 2025

	Issued capital \$	Predecessor accounting reserve \$	Options reserve \$	Performance rights reserve \$	Accumulated Losses \$	Total equity \$
Balance on 1 July 2023	7,204,024	(8,674)	59,306	-	(5,825,767)	1,428,889
Loss after income tax expense for the year	-	-	-	-	(2,306,165)	(2,306,165)
Total comprehensive loss for the year	-	-	-	-	(2,306,165)	(2,306,165)
<i>Transactions with owners in their capacity as owners</i>						
Contributions of equity, net of transaction costs	1,623,907	-	-	-	-	1,623,907
Transfer to accumulated losses on expiry of options	-	-	(144,165)	-	144,165	-
Transfer to accumulated losses on expiry of pre-Acquisition losses	-	-	332,682	-	(332,682)	-
Share-based payment transactions	-	-	185,792	59,322	-	245,114
Balance on 30 June 2024	8,827,931	(8,674)	433,615	59,322	(8,320,449)	991,745
Balance on 1 July 2024	8,827,931	(8,674)	433,615	59,322	(8,320,449)	991,745
Loss after income tax expense for the year	-	-	-	-	(771,459)	(771,459)
Total comprehensive loss for the year	-	-	-	-	(771,459)	(771,459)
<i>Transactions with owners in their capacity as owners</i>						
Contributions of equity, net of transaction costs	62,266	-	-	-	-	62,266
Transfer to accumulated losses on exercise of performance rights	-	-	-	(48,714)	48,714	-
Share-based payment transactions	-	-	831,296	33,507	-	864,803
Balance on 30 June 2024	8,890,197	(8,674)	1,264,911	44,115	(9,043,194)	1,147,355

Loss from Ordinary Activities

The loss from ordinary activities before income tax includes the following items of revenue and expenditure:

	2025 \$	2024 \$
Revenue		
virtualplant scanning services	3,169,546	1,436,201
virtualplant subscriptions	265,971	227,174
	3,435,517	1,663,375
Personnel expenses		
Directors' and key management personnel	406,406	510,313
Staff salaries	1,369,584	1,751,337
Termination payments	4,109	32,148
Superannuation	144,533	183,446
Employee benefits (Annual leave & TOIL)	(14,040)	7,350
Payroll and fringe benefits tax	45,950	112,512
Recruitment expenses	-	67,483
Other associated personnel expenses	30,488	32,732
Total personnel expenses	1,987,030	2,697,321
Expensed in cost of sales	665,000	452,748
Capitalised in intangible assets	210,549	500,276
Expensed in personnel expenses	1,111,481	1,744,297
	1,987,030	2,697,321

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Commentary on Results

RemSense delivered a year of significant operational progress, underpinned by strong project execution, expanding client adoption of virtualplant, and a return to positive cashflow across multiple quarters. The Company successfully achieved its first underlying cash EBITDA of \$574k in FY2025, reflecting disciplined execution, improved margins, and effective cost management.

Across 2025, customer receipts strengthened considerably. Q1 delivered \$1.13m in receipts with multiple global projects successfully completed. Q2 built on this with a 78% quarter-on-quarter increase to \$1.18m, alongside post-quarter receipts of \$1.08m. Q3 achieved another strong quarter with \$1.403m of customer receipts and positive cashflow from operating activities of \$420k. While Q4 receipts moderated to \$255k due to project timing, the Company closed the year with \$3,435,517 in revenue up 106.54% from \$1,663,375 in the prior year.

Further, the Group achieved a gross margin of 71.92%, an improvement from 63.96% in the prior year. This improvement in gross margin can be attributed to cost control measures and improved operational efficiencies. The Group's net loss of \$771,459, is a 66.55% reduction from the loss of \$2,306,165 in the prior year. This reduction is the result of improved gross margins and strategic reductions in operating expenses, including more efficient use of staff hours.

This momentum highlights both the scalability of RemSense's model and the increasing demand for virtualplant. Importantly, quarterly results demonstrated that disciplined cost control, improved project delivery efficiency, and enhanced gross margins were sustainable throughout FY2025.

RemSense executed a diverse portfolio of projects across Australia, Southeast Asia, and North America. Key deliveries included high-resolution scanning for Tier 1 LNG facilities in Australia, Newmont's Boddington Gold Mine, Chevron's deepwater Gulf of Mexico assets, and Woodside's operations. These projects emphasised RemSense's ability to provide both terrestrial and drone-enabled data capture for complex, large-scale facilities.

The Company also advanced virtualplant's capabilities significantly during the year. Enhancements included improved user interface design, AI-driven asset audit applications, and integrations with enterprise systems such as SAP and IBM Maximo. New innovations, such as deep-water drone-enabled water sampling and advanced LIDAR capture for immersive 3D training environments, positioned the platform as a market leader in digital asset management.

FY2025 was marked by deepening relationships with global Tier 1 operators. Renewals of virtualplant subscriptions by Newmont, Woodside, and Triangle Energy validated the platform's value proposition. Partnerships with Chevron continued to expand, with advanced discussions progressing on positioning virtualplant as a global inspection platform across its operations.

RemSense also broadened its reach into new markets. Engagements were secured with NEXTDC in the data centre sector and discussions commenced with another large Oil & Gas producer to mirror Chevron's digital twin initiatives. At the same time, the Company renewed focus on the Defence sector, re-engaging under the DISP program and securing BARS aviation safety certification, a prerequisite for working with major resources clients.

During FY2025, RemSense strengthened its leadership and governance to support growth. The appointment of a new Commercial Director brought additional sales execution capability, while the promotion of the Company's longest-serving technologist to Chief Technical Officer reinforced continuity and innovation in the product roadmap.

RemSense exits FY2025 with a strong pipeline of high-value opportunities, several in advanced negotiation stages. These include potential global adoption of virtualplant by Chevron, deployment proposals with Newmont's African operations, and expansion into defence and infrastructure sectors. With recurring revenues growing, improved financial discipline, and expanding global partnerships, the Company is positioned for accelerated growth and improved shareholder value in FY2026.

Issued Capital

	Ordinary shares			
	Number of shares		Amount in \$	
	2025	2024	2025	2024
Balance on 1 July	164,859,687	93,770,089	8,827,931	7,204,024
Issue of fully paid shares for cash	-	71,089,598	-	1,818,957
Issue of shares on conversion of options	916,675	-	36,667	-
Issue of shares on conversion of performance rights	1,000,000	-	-	-
Issue of shares in lieu of consulting fees	457,627	-	27,000	-
Capital raising costs	-	-	(1,401)	(195,050)
Balance on 30 June	167,233,989	164,859,687	8,890,197	8,827,931

Performance rights

Grant date	Expiry date	Number of performance rights
07-Sep-23	07-Sep-25	1,000,000

Shares under option

The following options to subscribe for fully paid ordinary shares are outstanding at balance date:

Grant date	Expiry date	Exercise price cents	Number under option
20-Jul-22	30-Jun-25	40	1,020,000
15-Dec-22	30-Jun-25	25	515,000
28-Jun-23	10-Dec-25	15	9,000,000
02-Aug-23	10-Dec-25	15	2,446,500
24-Aug-23	10-Dec-25	15	2,000,000
10-May-24	31-Mar-29	4	12,000,000
10-May-24	09-Nov-26	4	5,000,000
16-May-24	31-Mar-29	4	10,400,000
24-May-24	31-Mar-29	4	500,000
20-Jun-24	31-Mar-29	4	2,200,000
29-Nov-24	30-Nov-29	3.8	17,000,000
20-Mar-25	19-Mar-28	10	11,500,000
			73,581,500

Net tangible assets / (liabilities)

	2025	2024
Net tangible (liabilities) per ordinary share (cents)	(0.28)	(0.23)

Loss per share

	2025	2024
Basic and diluted loss per share (cents) *	(0.46)	(1.42)
Weighted average number of ordinary shares outstanding (number) during the year used in the calculation of basic and diluted EPS	166,363,427	162,350,496

* As the Group is in a loss position diluted EPS is the same as basic EPS.

Operating segments

Operating segments are presented using the 'management approach', where the information presented is on the same basis as the internal reports provided to the Chief Operating Decision Maker ("CODM"). The CODM, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Board of Directors of RemSense Technologies Limited.

For management purposes, the Group is organised into one operating segment, collecting customer data, processing this information, and delivering outcome reports. This includes technology research and development, RPAS services and its virtualplant Visual Twin software products, and services to a range of markets and applications. All the Group's activities are interrelated, and discrete financial information is reported to the CODM as a single segment. Accordingly, all significant operating decisions are based upon analysis of the Group as one segment. The financial results from the segment are equivalent to the financial statements of the Group as a whole. The accounting policies used by the Group in reporting segments internally are the same as those adopted in the financial statements.

There have been no changes to the basis of segmentation or the measurement basis for segment profit or loss since 30 June 2024.

Loss of control over entities

N/A

Accounting standards

The financial report is prepared in accordance with Australian Accounting Standards (AASBs) and Interpretations adopted by the Australian Accounting Standards Board (AASB) and the Corporations Act 2001, as appropriate for, for-profit entities. This report also complies with International Financial Reporting Standards (IFRSs) adopted by the International Accounting Standards Board (IASB).

Other than the disclosures made within this report, there are no other factors which have affected the results in the year, or which are likely to affect the results in the future.

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Audited Financial Report

The Preliminary Final Report has been prepared in accordance with ASX Listing Rule 4.3A and has been derived from the unaudited Annual Financial Report.

The Preliminary Final Report is unaudited and contains disclosures which are extracted and derived from the Annual Financial Report for the year ended 30 June 2025. The Annual Financial Report is in the process of being audited.

The Company anticipates the independent audit report may include a material uncertainty related to going concern, based upon the cash balance at year end and operational cash requirements.

The Directors believe there are reasonable grounds the Group will be able to continue as a going concern, after considering the following factors:

- Capital raising undertaken post year end of \$750,600;
- Access to capital markets to raise additional funds if needed; and
- Ability of the Directors and management to continue managing its cash flows and cash reserves to successfully execute contracted projects and win new work whilst operating within the Group's budget.

Should the Group be unsuccessful in achieving the matters set out above, a material uncertainty would exist that may cast significant doubt about the Group's ability to continue as a going concern, and therefore, whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial report.

Authorised on behalf of the RemSense Technologies Limited Board of Directors

Warren Cook
Managing Director / CEO

29 August 2025