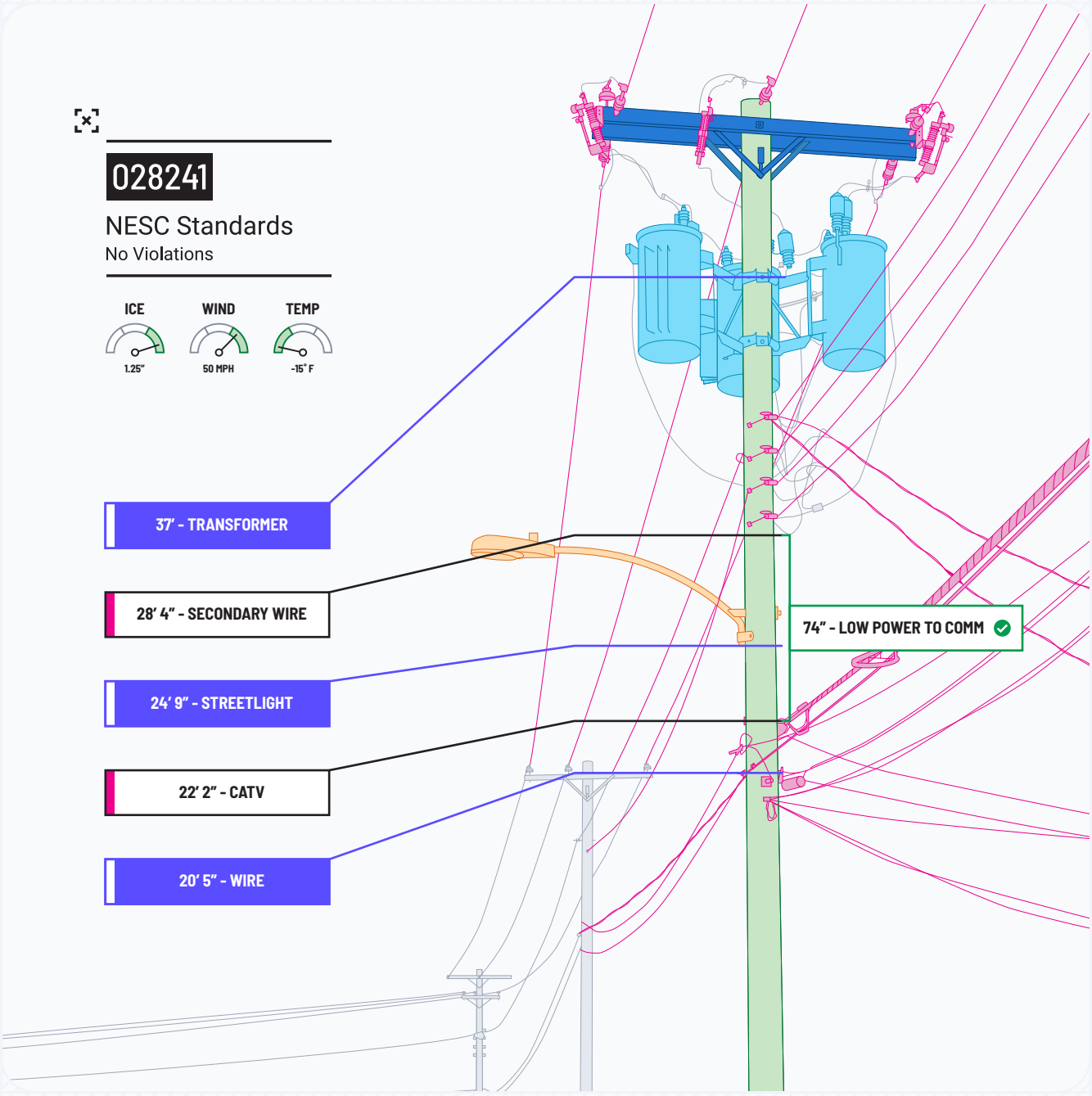

Consolidated Financial Statements

FY27 Interim Report

For the six month period ended 30 September 2026

ikeGPS Group Limited

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Consolidated interim statement of profit or loss and other comprehensive income

		Unaudited 6 months to September 2026	Unaudited 6 months to September 2025
Continuing operations		**NZ$000**	**NZ$000**
Operating revenue	4	12,705	12,848
Cost of sales		(2,515)	(3,260)
Gross profit		**10,190**	**9,588**
Other income	4	267	202
Foreign exchange gains		327	519
Movement of fair value assets and liabilities	4	45	(28)
Total other income, gains, and (losses)		**639**	**693**
Support costs		(708)	(800)
Sales and marketing expenses		(4,722)	(5,300)
Research and engineering expenses		(5,752)	(4,681)
Corporate costs		(4,560)	(3,946)
Expenses	**4**	**(15,742)**	**(14,727)**
Operating profit/(loss)		**(4,913)**	**(4,446)**
Net finance income/(expense)		361	104
Net profit/(loss) before income tax		**(4,552)**	**(4,342)**
Income tax expense / credit		(98)	(23)
Profit/(loss) attributable to owners of ikeGPS Group		**(4,650)**	**(4,365)**
Other comprehensive gains			
Exchange differences on translation of foreign operations		(145)	(1)
Comprehensive income/(loss)		**(4,795)**	**(4,366)**
Basic and diluted earnings/(loss) per share		$ (0.02)	$ (0.03)

The accompanying notes form part of, and should be read in conjunction with, these financial statements.

Consolidated interim statement of changes in equity

	Share capital	Accumulated losses	Share based payment reserve	Foreign currency translation reserve	Total
	NZ$000	NZ$000	NZ$000	NZ$000	NZ$000
Opening balance at 1 April 2025 (audited)	**106,197**	**(106,349)**	**3,959**	**963**	**4,770**
Profit / (Loss) for the period	-	(4,365)	-	-	(4,365)
Currency translation differences	-	-	-	(1)	(1)
Total comprehensive (loss)/ income	**-**	**(4,365)**	**-**	**(1)**	**(4,366)**
Issue of ordinary shares	27,187	-	-	-	27,187
Recognition of vesting of share-based options	-	-	535	-	535
Issue of shares from exercise of share options	911	-	(911)	-	-
Share based options forfeited during the period	-	-	(67)	-	(67)
Equity movements arising from business combinations	-	-	-	-	-
Total transactions with owners	**28,098**	**-**	**(443)**	**-**	**27,655**
Balance at 30 September 2025 (unaudited)	**134,295**	**(110,714)**	**3,516**	**962**	**28,059**

	Share capital	Accumulated losses	Share based payment reserve	Foreign currency translation reserve	Total
	NZ$000	NZ$000	NZ$000	NZ$000	NZ$000
Opening balance at 1 April 2026 (audited)	**134,465**	**(113,840)**	**4,069**	**874**	**25,568**
Loss for the period	-	(4,650)	-	-	(4,650)
Currency translation differences	-	-	-	(145)	(145)
Total comprehensive income	**-**	**(4,650)**	**-**	**(145)**	**(4,795)**
Recognition of vesting of share-based options	-	-	308	-	308
Issue of shares capital from share based payment	32	-	-	-	32
Issue of shares from exercise of share options	1,770	-	(1,166)	-	604
Share-based options forfeited during the period	-	65	(70)	-	(5)
Total transactions with owners	**1,802**	**65**	**(928)**	**-**	**939**
Balance at 30 September 2026 (unaudited)	**136,267**	**(118,425)**	**3,141**	**729**	**21,712**

The accompanying notes form part of, and should be read in conjunction with, these financial statements.

Consolidated interim balance sheet

		Unaudited September 2026	Audited March 2026
ASSETS		NZ$000	NZ$000
Current assets			
Cash and cash equivalents		13,024	11,700
Term Deposts		14,326	11,551
Trade and other receivables		3,879	4,560
Prepayments		1,226	1,091
Contract costs		1,143	1,301
Financial instruments		558	513
Inventory		542	315
Total current assets		**34,698**	**31,031**
Non-current assets			
Property, plant and equipment		974	1,310
Intangible assets	5	7,077	6,532
Inventory		1,920	2,314
Term Deposts		-	9,550
Lease assets		1,199	558
Total non-current assets		**11,170**	**20,264**
Total assets		**45,868**	**51,295**
LIABILITIES			
Current liabilities			
Trade and other payables		595	1,206
Employee entitlements		2,299	2,573
Current tax payable		8	-
Provision	10	288	284
Financial instruments		-	-
Lease liabilities		377	175
Deferred income		11,635	14,746
Total current liabilities		**15,202**	**18,984**
Non-current liabilities			
Lease liabilities		1,008	473
Deferred income		7,946	6,270
Total non-current liabilities		**8,954**	**6,743**
Total liabilities		**24,156**	**25,727**
Total net assets		**21,712**	**25,568**
EQUITY			
Share capital	7	136,267	134,465
Share based payment reserve		3,141	4,069
Accumulated losses		(118,425)	(113,840)
Foreign currency translation reserve		729	874
Total equity		**21,712**	**25,568**

Director Date: 26 November 2026
NZ (New Zealand Time)

Director Date: 26 November 2026
NZ (New Zealand Time)

The accompanying notes form part of, and should be read in conjunction with, these financial statements.

Consolidated interim statement of cash flows

		Unaudited 6 months to September 2026 NZ$000	Unaudited 6 months to September 2025 NZ$000
Operating activities			
Receipts from customers		11,868	14,283
Payments to suppliers and employees		(17,221)	(17,498)
Payment of low value and short term leases		(8)	(8)
Government Grants received		183	202
Income Tax Paid		(98)	(22)
Net cash from/(used in) operating activities	9	**(5,276)**	**(3,043)**
Investing activities			
Purchases of property, plant, and equipment		(140)	(267)
Additions to intangible assets		(1,084)	(700)
Proceeds from financial instruments/term deposits		6,775	-
Interest received		219	145
Net cash used in investing activities		**5,770**	**(822)**
Financing activities			
Payments of principal portion of lease liabilities		(131)	(219)
Proceeds from issuance of shares		636	28,682
Payments in relation to issuance of shares		-	(1,494)
Net cash (used in)/from financing activities		**505**	**26,969**
Net (decrease)/increase in cash and cash equivalents		**999**	**23,104**
Cash and cash equivalents at 1 April		11,700	10,282
Effect of exchange rate fluctuations on cash held		325	473
Cash and cash equivalents at the end of the period		**13,024**	**33,859**

The accompanying notes form part of, and should be read in conjunction with, these financial statements.

Notes to the consolidated interim financial statements

1. Reporting entity

ikeGPS Group Limited (the "Company") is a limited liability company domiciled and incorporated in New Zealand, registered under the Companies Act 1993 and listed on the New Zealand Stock Exchange ("NZX") and Australian Securities Exchange ("ASX"). The Company is an FMC reporting entity for the purposes of the Financial Markets Conduct Act 2013. The interim financial statements for the six months ended 30 September 2026 comprise the Company and its subsidiaries (together referred to as the "Group"), which include ikeGPS Limited and ikeGPS Inc.

The principal activity of the Group is that of design, sale, and delivery of a solution for the collection, analysis, and management of distribution assets for electric utilities and communications companies.

The consolidated interim financial statements were authorised for issue by the Directors on 26 November 2026.

2. Basis of preparation

The principal accounting policies applied in the preparation of these interim consolidated financial statements are set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

Basis of measurement

These unaudited interim financial statements for the six months ended 30 September 2026 have been prepared in accordance with New Zealand Generally Accepted Accounting Practice ("NZ GAAP") and NZ IAS 34, Interim Financial Reporting.

The consolidated financial statements have been prepared on the historical cost basis with the exception of certain financial instruments, which are measured in accordance with the specific relevant accounting policy.

These unaudited interim financial statements do not include all the notes of the type normally included in an annual financial report. Accordingly, this report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 March 2026, which were prepared in accordance with the New Zealand equivalents to International Financial Reporting Standards (NZ IFRS). All significant accounting policies have been applied on a basis consistent with those used in the audited financial statements of the Group for the year ended 31 March 2026.

Critical estimates and judgements

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

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 and in any future periods affected.

In preparing these condensed interim financial statements, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements for the year ended 31 March 2026, unless separately identified in the notes.

Notes to the consolidated interim financial statements

2. Basis of preparation (continued)

Going concern

The considered view of the Board Directors is that the going concern assumption is valid. This view has been reached after making due enquiry and having regard to the circumstances that the Directors consider will occur and those that are reasonably likely to affect the Group during the period of one year from the date these consolidated financial statements are approved.

The Group recorded a net loss of NZ$4.7M (Unaudited) for the 6 months ended 30 September 2026 (2025: NZ$4.4M).

The Group has prepared cash flow forecasts and sensitivity analyses that indicate cash-on-hand and term deposits at the end of the 6 month period (NZ$27.4M), combined with the net cash flows from operations, will enable the Group to continue operating as a going concern for at least twelve months from the date of authorising these consolidated financial statements

Impairment of non-financial assets

At the end of the period, the Group has reviewed the cash generating unit (CGU) carrying amounts, key assumptions, and estimates for indicators of impairment. The Directors have identified the following CGUs:

+ CGU1 – IKE Core platform: intangible assets, property plant and equipment, Goodwill, capital work in progress, lease assets and working capital.
+ CGU2 – Spike: intangible assets and working capital.
+ CGU3 – IKE Structural: intangible assets, capital work in progress and working capital.

The Directors determined that there have been no material changes since the 31 March 2026 Annual Report for CGU2 and CGU3.

The Directors concluded the overall operating losses associated with CGU1 are an indicator of impairment, requiring an estimate of the CGU1 recoverable amount.

CGU1 was determined to have a carrying value of $7.9M including goodwill. Future cash flows are forecasted based on a five-year business model for CGU1, which included, what directors consider to be, a conservative average revenue growth rate of 15.2% and operating expenses reflecting the FY27 business plan. A pre-tax discount rate of 15.9% was used to establish the recoverable amount on a value in use basis. In determining the terminal value, the Group applied a 2% growth rate.

The Directors believe that given the large desire for automation in the industry and use of artificial intelligence to complete pole analysis the products will be well received in the market and the CGU could outperform these estimates. During the year the first of several subscription products has been launched in the marketplace with further products close to commercial launch.

Overall, across the CGUs the Directors have taken a prudent approach to forecasting future revenues.
The forecasted financial information for all CGUs is based on both historical experience and future expectations and requires judgements to be made. It is sensitive to changes in each of the assumptions outlined above and actual results may be substantially different.

3. Operating segments

The CEO is assessed to be the Chief Operating Decision Maker (CODM), who regularly review financial information by product and gross margin. Reporting of overheads and balance sheet position is not undertaken at a level lower than the Group as a whole. Geographically, revenue is substantially generated in the United States of America.

Notes to the consolidated interim financial statements

3. Operating segments (continued)

The Group derives its revenue from:

Platform subscriptions:

+ the IKE Platform solution where customers use the functionality of IKE Office Pro and IKE Field and if applicable the IKE Device,
+ IKE Poleforeman pole loading software licences and ongoing subscriptions.

Platform transactions:

+ IKE Analyze revenue by providing an end-to-end technical solution for customers; IKE captures and analyses pole loading and make-ready engineering assessments, or customers capture pole data and transact on the platform,
+ transactional revenue by analysing pole data through an artificial intelligence and machine learning platform.

Hardware and other services:

+ IKE Device and Spike device sales,
+ Other services including training and deployment.

The segment information provided to the CEO and Board of Directors for the six months ended 30 September 2026 was as follows:

	Unaudited 6 months to September 2026 NZ$000	Unaudited 6 months to September 2025 NZ$000
Platform Subscriptions		
Platform as a Service revenue	1,841	1,949
IKE Structural pole loading software licenses and subscription revenue	5,829	3,847
Subscription revenue	3,080	3,033
Cost of sales	(535)	(624)
Contribution	**10,215**	**8,205**
Professional Services		
IKE Analyze revenue	1,044	2,692
Cost of sales	(1,252)	(2,229)
Contribution	**(208)**	**463**
Hardware and other services		
Hardware and accessories revenue	515	708
Other service revenue	396	619
Cost of sales	(728)	(407)
Contribution	**183**	**920**
Total Operating Revenue	**12,705**	**12,848**
Total Cost of Sales	**(2,515)**	**(3,260)**
Total Gross Profit	**10,190**	**9,588**
Sales and marketing costs	(4,722)	(5,300)
Net attributable (other corporate income and expenses)	(10,020)	(8,630)
Net profit/(loss) before tax	**(4,552)**	**(4,342)**

Notes to the consolidated interim financial statements

4. Revenue and expenses

Revenue

	Unaudited 6 months to September 2026 NZ$000	Unaudited 6 months to September 2025 NZ$000
Sale of product (point in time)	515	708
Platform as a Service (over time and point in time)	1,841	1,949
IKE Analyze (point in time)	1,044	2,692
IKE Insight (point in time)	-	-
IKE subscription (over time)	3,080	3,033
Pole loading licence and subscription (over time and point in time)	5,829	3,847
Services (point in time)	396	619
Total operating revenue	**12,705**	**12,848**
Government grants[1]	183	202
Other income	84	-
Total other income	**267**	**202**
Fair value movement on other liabilities	-	-
Fair value movement on financial instruments	45	(28)
Total movement of fair value assets and liabilities	**45**	**(28)**

Operating expenses

Operating expenses consist of operations, sales, marketing, engineering, research, and corporate costs.

Amortisation of intangible assets	5	601	670
Depreciation on Property, Plant, and Equipment		475	694
Depreciation on Leased Assets		179	173
Depreciation transferred to Cost of Goods		(382)	(610)
Total amortisation and depreciation		**873**	**927**
Audit of financial statements		132	177
Employee benefit expense		10,725	9,221
External contractors and consultants		1,050	930
Employee benefit, contractors and consultants expense capitalised[2]		(1,081)	(700)
Share-based payment		304	468
Operating lease expenses[3]		148	156
Direct selling and marketing[4]		1,545	1,569
Movement of sales tax provision		4	8
Impairment of inventories		-	-
Other operating expenses[5]		2,042	1,971
Total operating expenses		**15,742**	**14,727**

Notes to the consolidated interim financial statements

4. Revenue and expenses (continued)

1. Government grants were payments received under the research and development tax incentive scheme relating to prior year research and development costs.

2. Relates to employee benefit expenses, external contractors, and consultants' expenses that are directly attributable to the development of intangible assets and have been capitalised.

3. Relates to short term and low value leases and common area maintenance costs.

4. Direct selling and marketing expenses includes expenses incurred mainly in relation to promotional activities such as commissions, travel, and other direct marketing expenses.

5. Other operating expenses include corporate advisory, travel, engineering, facilities, and IT costs.

5. Intangible assets

	Development assets	Work in progress	Patents	Goodwill	Customer contracts, relationships, trademarks	Training materials	Total
	NZ$000	NZ$000	NZ$000	NZ$000	NZ$000	NZ$000	NZ$000
Cost							
Balance at 1 April 2025	20,067	716	174	4,018	617	229	25,821
Additions	-	1,482	-	-	-	-	1,482
Transfers	1,130	(1,130)	-	-	-	-	-
Disposals/Expensed	-	-	-	-	-	-	-
Impairment	-	-	-	-	-	-	-
Exchange differences	(13)	(1)	-	(8)	(1)	-	(23)
Balance at 31 March 2026	**21,184**	**1,067**	**174**	**4,010**	**616**	**229**	**27,280**
Balance at 1 April 2026	21,184	1,067	174	4,010	616	229	27,280
Additions	-	1,104	-	-	-	-	1,104
Transfers	628	(628)					-
Disposals	-	-					-
Exchange differences	95	11	-	53	8	3	170
Balance at 30 September 2026	**21,907**	**1,554**	**174**	**4,063**	**624**	**232**	**28,554**
Amortisation and impairment losses							
Balance at 1 April 2025	15,269	-	174	3,243	570	229	19,485
Amortisation for the year	1,235	-	-	-	46	-	1,281
Impairment	-	-	-	-	-	-	-
Exchange differences	(11)	-	-	(6)	(1)	-	(18)
Balance at 31 March 2026	**16,493**	**-**	**174**	**3,237**	**615**	**229**	**20,748**
Balance at 1 April 2026	16,493	-	174	3,237	615	229	20,748
Amortisation for the period	601	-	-	-	-	-	601
Disposals	-						-
Impairment	-	-	-	-	-	-	-
Exchange differences	74	-	-	43	8	3	128
Balance at 30 September 2026	**17,168**	**-**	**174**	**3,280**	**623**	**232**	**21,477**
Carrying amounts							
At 31 March 2026	4,691	1,067	-	773	1	-	6,532
At 30 September 2026	**4,739**	**1,554**	**-**	**783**	**1**	**-**	**7,077**

Notes to the consolidated interim financial statements

6. Foreign currency risk management

The Group is exposed to foreign currency risk on its revenue and a significant portion of its expenses that are denominated in USD, which is different to the Group's presentational and parent's functional currency NZD. Therefore, the Group has purchased NZD/USD foreign exchange options to mitigate the risk on its cash holdings.

If the NZD strengthened / weakened against the USD or AUD by 10% at 30 September 2026, the effect on profit / loss is as follows:

	September 2026		March 2026	
	Carrying amount in USD	Carrying amount in AUD	Carrying amount in USD	Carrying amount in AUD
	US$'000	AU$'000	US$'000	AU$'000
Cash and cash equivalents	4,841	2,619	4,032	2,808
Trade and other receivables	2,129	-	2,404	-
Trade and other payables	(134)	7	(95)	(18)

Sensitivity analysis	Carrying amount US$'000	Change in USD rate %	Effect on profit/ loss before tax NZ$'000
September 2026	6,836	10%	(1,100)
		-10%	1,345
March 2026	6,341	10%	(714)
		-10%	872

	Carrying amount AU$'000	Change in AUD rate %	Effect on profit/ loss before tax NZ$'000
September 2026	2,626	10%	(296)
		-10%	361
March 2026	2,790	10%	(314)
		-10%	384

The Group's foreign exchange options (NZ$558k; March 2026: NZ$513k) are measured at fair value using Level 2 inputs.

7. Contributed equity

Share capital

	Unaudited 6 months to September 2026	Unaudited 6 months to September 2025
	NZ$000	NZ$000
On issue at 01 April	134,465	106,197
Issued under share placement	-	27,187
Exercise of share options	1,770	911
Issue of share capital as part of share based payment	32	-
Total share capital	**136,267**	**134,295**

Share capital on issue

	Qty	Qty
Fully paid total shares at beginning of year	194,116,284	161,062,692
New ordinary shares offered	-	32,442,948
Ordinary shares issued on settlement of options	841,599	287,437
Ordinary shares issued as share based payment	31,832	-
Fully paid ordinary shares	**194,989,715**	**193,793,077**

Notes to the consolidated interim financial statements

8. Basic and diluted earnings per share

	Unaudited 6 months to September 2026	Unaudited 6 months to September 2025
Total loss for the period attributable to the owners of the parent	(4,650)	(4,365)
Ordinary shares issued	194,989,715	193,793,077
Weighted average number of shares issued	194,573,173	172,502,756
Basic loss per share	$ (0.02)	$ (0.03)

The potential shares are anti-dilutive in nature. The diluted loss per share is therefore the same as the undiluted EPS at ($0.02) and ($0.03) for the respective periods.

9. Reconciliation of operating cash flows

	Unaudited 6 months to September 2026	Unaudited 6 months to September 2025
	NZ$000	NZ$000
Profit/(loss) for the period	**(4,650)**	**(4,365)**
Less investment interest received	(307)	(144)
Non-cash items included in net profit/loss		
Depreciation	654	826
Amortisation of intangible assets	601	710
Raw materials and finished goods written down	22	52
Trade Receivables Write off	-	57
Share based payment expense	304	468
Write off of obsolete materials and assets	7	1
Fair value movement	(45)	28
Finance lease interest	44	41
Unrealised foreign exchange (gain)/loss	(325)	(576)
Foreign exchange (gains)	-	1
	1,262	**1,608**
Add/(less) movement in working capital items		
Decrease in trade and other receivables	801	2,180
Decrease/(Increase) in inventories	151	(1,223)
Decrease/(increase) in prepayments	(121)	(468)
Increase/(decrease) in trade and other payables	(581)	479
Decrease/(increase) in deferred revenue	(1,663)	(822)
Increase in other liabilities	156	22
Increase/(Decrease) in provision	(24)	29
Decrease in employee entitlements	(300)	(339)
	(1,581)	**(142)**
Net cash from/(used in) operating activities	**(5,276)**	**(3,043)**

Notes to the consolidated interim financial statements

10. Provisions

Corporate Tax

	Unaudited 6 months to September 2026	Audited year ended March 2026
	NZ$000	NZ$000
Opening balance	284	285
Foreign exchange movement	4	(1)
Closing balance	**288**	**284**

The Group has identified a potential tax obligation linked to a series of intercompany transactions. As the transactions have occurred the Group considers it to be more likely than not the obligation exists.

11. Related parties

There have been no related party transactions during the period

12. Subsequent Events

There were no material events post 30 September 2026 that require disclosure.

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