

18 August 2025 Australia

ASX RELEASE

Clarification of Prospective financial information

Vection Technologies Ltd (ASX:VR1, OTC:VCTNY, FRA: S1X), ("Vection" or the "Company"), refers to the announcement dated 8 August 2025 titled "Vection Defence focus AI presentation" (the "Announcement").

The Announcement contains forward looking statements in the form of forecast financial information, specifically an "Aspirational Target" for group revenue for future periods FY26-FY28.

In this regard, the Company retracts the Aspirational Target in relation FY28 ONLY (specifically statements relating to the 2028 Strategic Target, and the FY28 data point in the bar chart figure, both on slide 13 of the Announcement) and advises investors that they should not rely on such statements. While the Company can reasonably provide a short-term estimate (not exceeding two years), the disclosure of the Aspirational Target in relation to FY28 represents "Prospective financial information". Despite the retraction of the FY28 forecast, the Company wishes to reiterate its confidence in its internal business plan.

For the avoidance of doubt, the Company reaffirms its Aspirational Target as disclosed for FY26 and FY27, an updated presentation slide is attached. The Company notes its intention to provide an Aspirational Target for FY28 at the conclusion of FY26 i.e. when this target would represent a short-term estimate.

Separately, the Company refers to its announcements titled "Vection Secures Further \$0.5m Defence Order" and "Amendment - Vection Secures Further \$0.5m Defence Order" lodged on the ASX on 15 July and 16 July 2025 respectively and clarifies that the work referred to in the following statements included in these announcements and the Announcement:

1. *"\$0.5m expansion order secured of ~\$27m of optional work. With this order, the potential program of works has expanded from ~\$21m (ASX: 30 June 2025) to ~\$27m" (ASX Announcement 15 July 2025);*
2. *"[...] this defence customer has an approved budget for a further \$27m of work to award over the next 3 years and the Company expects to win a significant portion of this" (ASX Announcement Amendment 16 July 2025); and*
3. *"[...] the future A\$19M work program scheduled (but not yet awarded) out to 2030 with a number 1 contractor in EU (top 15 globally) (Investor Presentation 8 August 2025),*

is subject to final contract award and there is no assurance that any or all of this opportunity will proceed or proceed on the value and timelines indicated by the Company in its announcements.

AUTHORISATION:

This ASX release is authorised by the Board of Directors of Vection Technologies Limited.

ENDS

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■ **VECTION TECHNOLOGIES LTD**

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■ **GLOBAL OFFICES**

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■ **WEBSITE**

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ABOUT VECTION TECHNOLOGIES:

Vection Technologies is a growing enterprise-focused company that helps businesses bridge the physical and digital worlds. We help organisations leverage their 3D data via powerful extended reality (XR) interfaces that foster collaboration and learning, grow sales and more.

Vection Technologies is listed on the Australian Securities Exchange (ASX) with ticker code VR1, and trades on the U.S. over-the-counter (OTC) markets under the symbol VCTNY and is also listed on Germany's Frankfurt Stock Exchange under the ticker S1X.

For more information, please visit: www.vection-technologies.com

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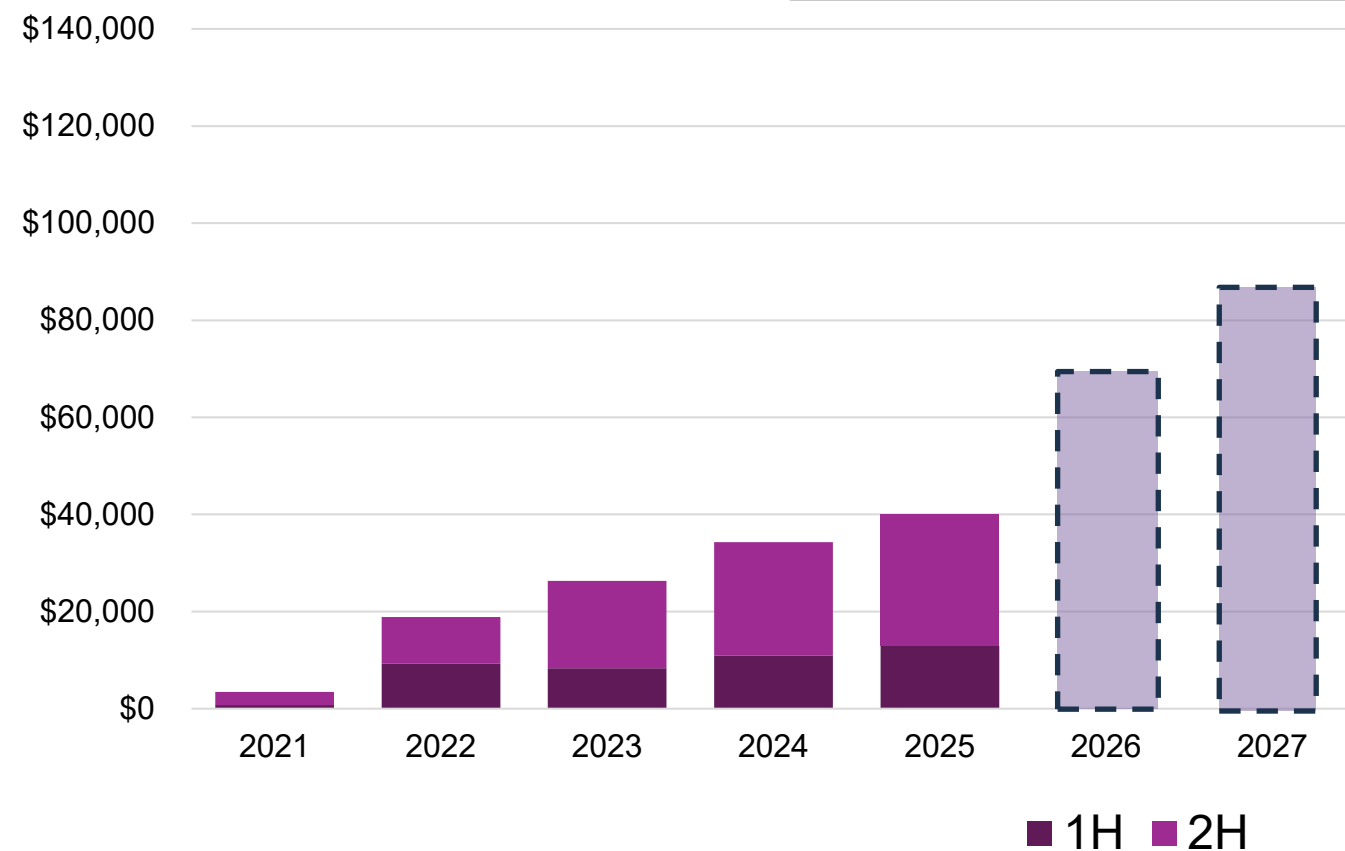
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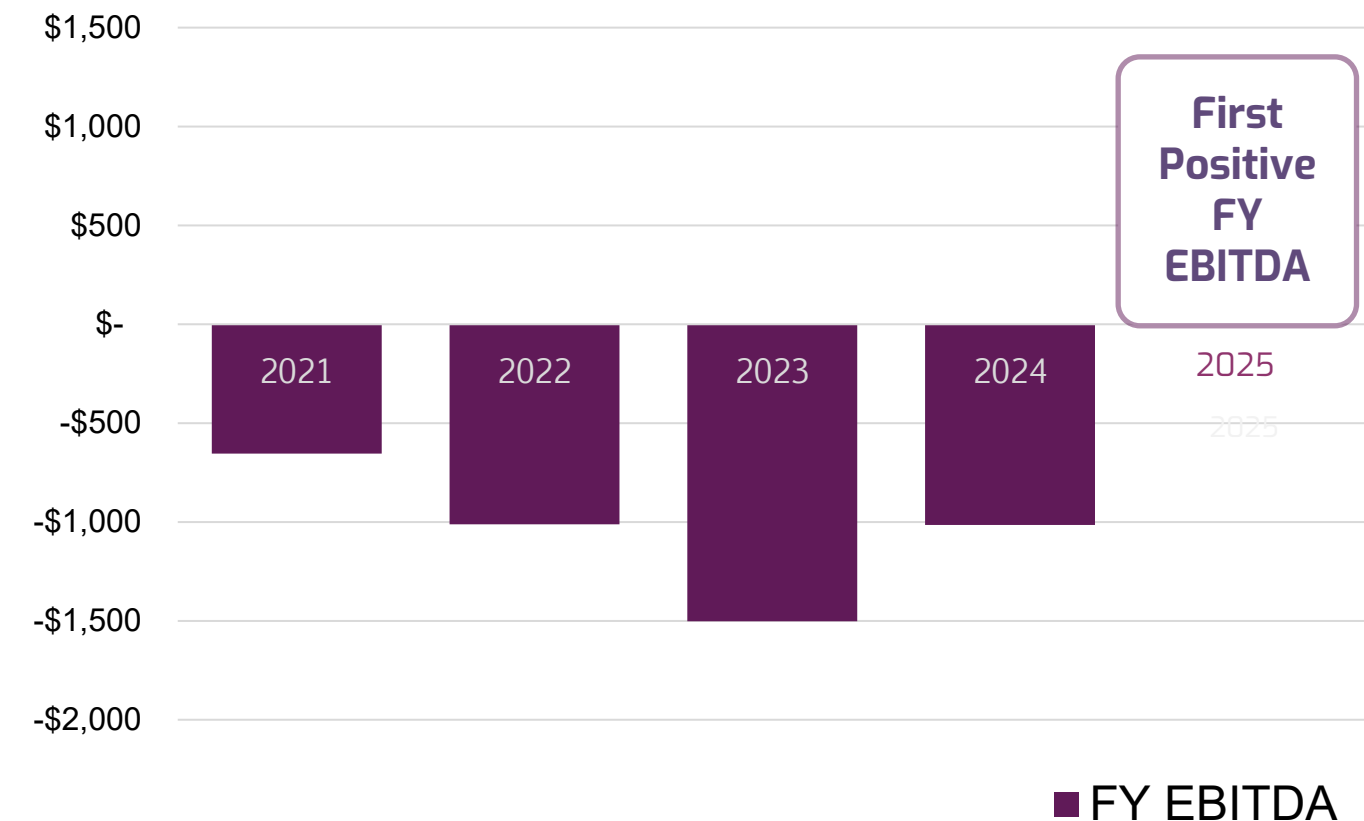
Historical & Future Financial Performance

Revenues (\$ '000)

2026 – 2027 Aspirational Target¹



EBITDA Underlying² (\$ '000)



- **2027 Strategic Target:** following multi sector penetration and continued expansion of sales and technology capabilities, Vection plans to be strategically positioned as the go to integrated software provider in the EU.
- **High Revenue Growth:** The impressive growth from FY18 to FY25 reflects successful expansion. Revenue has steadily increased from \$0.5m in FY18 to \$34 in FY24; Seasonal 2H weighting and ~34% recurring.
- **Scalable Market Strategy:** Scalable model in high-tech markets, supported by strong operating leverage.

- **Operating Leverage:** Stable fixed cost base following a rationalization program, which has produced 2 consecutive quarters of net positive operating cashflow (improved from loss of \$1.2m pcp)
- **Margin Expansion:** Gross Profit Margin for FY25 is tracking to 35-40%
- **Strong CAGR:** 5-year revenue CAGR of +119%

¹ The 2026 – 2027 Aspirational Targets are based on a number of assumptions and are subject to known and unknown risks, uncertainties, and other factors that may cause actual results to differ materially
² pro forma, unaudited, adjusted for one off M&A costs, share based payments & impairment costs