27 August 2025

Telecommunications provider Vonex Limited (ASX: VN8) today lodged with the ASX its Annual Financial Report for the year ending 30 June 2025 (**FY25**).

Highlights

- Revenue declined by 7.1%, reflecting the residual impact of post-migration churn, which is not anticipated to continue.
- Net loss after tax improved materially, decreasing by 91.2% to $118k.
- EBITDA increased by 6.7% to $5.7m, demonstrating continued operational strength.
- Results consistent with Scheme Booklet recently sent to shareholders, with no material differences

Key Operational and Financial matters

During FY25, Vonex continued to enhance its operational and financial position. The Company remained focused on disciplined cost control, strategic infrastructure investment, and ongoing product innovation while delivering improvements in customer experience. These initiatives have reinforced Vonex's resilience and competitive positioning in the Australian telecommunications market.

Capital Management & Balance Sheet Reset

In February 2025, following the termination of the first scheme of arrangement and conclusion of takeover offers from both MaxoTel and Swoop, Vonex successfully completed a fully underwritten 1-for-1 non-renounceable entitlement offer, raising approximately $13.89 million at $0.037 per share.

The entitlement offer was strongly supported by shareholders, with the Company's largest shareholder, MaxoTel, taking up its full entitlement and partially underwriting the shortfall. Proceeds were applied primarily to repay $13 million of debt with Longreach, materially improving Vonex's capital structure.

Further strengthening the balance sheet, Vonex refinanced its remaining $10 million debt facility through a new loan with Westpac Banking Corporation. The new facility, maturing in March 2028, provides improved terms and long-term certainty. Since the refinance, Vonex has continued to make principal repayments, further reducing debt and enhancing financial flexibility.

Operational Enhancements

Vonex achieved significant operational milestones during the year. The Company has invested in additional Points of Presence (PoPs) in Perth and Adelaide, reducing latency and boosting service reliability for both wholesale and direct customers.

In parallel, Vonex launched a new softphone application across mobile and desktop platforms, providing customers with a feature-rich, intuitive communications tool. Development of Link 2.0 continued during the year, with the platform set to expand to wholesale partners and approved direct customers in FY26.

Customer Excellence & Industry Recognition
Vonex's commitment to service excellence was highlighted by ongoing recognition from the Australian Communications and Media Authority (ACMA).

For three consecutive quarters, Vonex recorded the lowest number of Telecommunications Industry Ombudsman (TIO) complaints per 10,000 services in operation. This achievement underscores the Company's ability to resolve issues effectively, maintain high-quality support, and deliver superior customer outcomes.

Outlook
Vonex remains focused on maintaining financial discipline, pursuing modest but sustainable revenue growth, and continuing to invest in product and technology enhancements. AI-enabled product opportunities are under active review, with potential launches targeted for FY26.

Scheme of arrangement with MaxoTel
On 4 July 2025, Vonex announced that it had entered into a Scheme Implementation Deed with MaxoTel for the acquisition of all remaining shares in Vonex that MaxoTel does not already own.

Shareholders should review the Scheme Booklet recently sent to them, when considering how to respond to the Scheme.

The Scheme is subject to Vonex shareholder and Court approval, with implementation expected in October 2025.

Until then, it remains business as usual, with the Company committed to delivering value for customers, employees, and shareholders alike.

Implementation of the Scheme is subject to conditions including, amongst other things:

- the approval of Vonex shareholders in accordance with the Corporations Act;
- no material adverse effect or prescribed events in relation to Vonex, and no breach of representations and warranties in relation to either Vonex or MaxoTel;
- other customary conditions to a scheme of arrangement such as Court approval and the Independent Expert continuing to conclude that the Scheme is in the best interests of Vonex shareholders.

Under the Scheme Implementation Deed, Vonex is bound by customary exclusivity provisions including "no shop" and "no talk" restrictions, a notification obligation and a matching right in favour of MaxoTel, subject to Vonex Directors' fiduciary obligations where appropriate.

The Board confirms its view that the FY25 Annual Financial Report (and this results announcement) remains consistent with the information set out in the Scheme Booklet recently forwarded to Shareholders, with no material changes to the information in that Scheme Booklet. The Board further confirms that none of the risk factors or advantages and disadvantages set out in the Scheme Booklet are affected in any material way by the results set out in FY25 Annual Financial Report.

The Independent Expert has also confirmed to the Company that the FY2025 Statements do not affect the Independent Expert's opinion in relation to the Scheme.

The Independent Directors continue to maintain their recommendation in favour of the Scheme, as set out in the Scheme Booklet.

This announcement has been authorised for release by the Board of Vonex Ltd.

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ABOUT VONEX

Vonex is a full service, award-winning telecommunications business, offering infrastructure solutions and hosted PBX and VoIP services predominantly to small to medium enterprise ("SME") customers under the Vonex brand. Vonex also develops new technologies in the telecommunications industry, including a feature-rich cloud-hosted PBX system.

The Company also provides wholesale customers, such as internet service providers, access to the core Vonex PBX, 4G mobile broadband and call termination services at wholesale rates via a white label model.