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ASX Announcement | 31 October 2025
Quarterly Activities Report & Appendix 4C – Period ending 30 September 2025

Linius driving growth and operational efficiencies

Highlights:

- ***New board and operational management team appointed***
- ***Continued cost reallocation and savings being executed, driving operational efficiencies***
- ***Total expenses reduced by $3.6m and in excess of 60% compared to FY25 on like for like basis***
- ***Early conversion of convertible notes to restructure balance sheet***
- ***Paid POC with major European professional football league progressing***
- ***Contract renewals progressing in line with expectations***

Melbourne Australia – 31 October 2025: Linius Technologies Limited (ASX:LNU) (**Company** or **Linius**) is pleased to provide its Quarterly Activities Report and Appendix 4C for the quarter ending 30 September 2025, along with the following financial and operational summary.

A Quarter of Change

Since the mid-year appointments of Brent Jones and Anthony Baker, Linus's two largest security holders, to the Board and management team to oversee the strategic direction of the Company and operational focus, Linius has embarked on an aggressive restructuring plan to reduce costs and realign the organisation.

The Company now has an entirely new Board and management team, culminating in Gerard Bongiorno stepping down from the role of Chair and Non-Executive Director on 6 October 2025. Mr Jones has stepped into the role of Chair on an interim basis.

During the quarter the Company has reduced costs across all business areas and refocussed the organisation. On a like for like basis, the Company expects to reduce total expenses — when compared to FY25 — by over $3.6m in FY26, representing a significant reduction in excess of 60%. The Company has allocated $1.1m of these savings to invest in specialist marketing, sales and engineering resources resulting in an expected overall net cost reduction of over $2.5m.

In FY25, total expenses for the Company, were $5,893,941, averaging approximately $1,473,485 per quarter. Quarterly expenses in Q1FY26 were reduced to $1,269,848 with the real impact of cost reduction measures expected to flow in Q2 FY26 and beyond.

Cash flow in Q1FY26 was adversely impacted by the following:

- redundancy payments to three senior staff members;
- termination costs associated with several consultancy agreements implemented by the previous Board and management; and
- costs associated with negotiated settlements of several existing liabilities inherited from the previous Board and management in excess of $1.4m, of which approximately $375,000 remains currently outstanding.

In accordance with ASX Listing Rule 4.7C.3, payments to related parties and their associates outlined in the Company's Appendix 4C for the quarter relate to fees and salaries paid to directors.

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Operations and sales

In spite of the significant cost cutting on the operational side of the business, management has continued to invest in the sales team at Linus with the addition of fulltime specialist sales personnel to take advantage of new opportunities in the sports vertical.

During the quarter, the Company also announced that Anthony Baker moved from a consulting role which he commenced in June 2025 to review the Company's cost base and assist with avenues for growth, to join the executive team as Chief Operations Officer.

The Company's sales pipeline continues to grow and discussions around renewals with existing clients are progressing in line with expectations.

Cash receipts were $171,504 during the quarter representing a 12% increase compared to the previous quarter.

The POC with a top 3 European Professional Soccer League is progressing positively as expected albeit with a delayed completion date due to the client implementing new licence structures for their content with both domestic and international broadcasters. Successful completion of the POC is expected to open up significant opportunities in soccer and other sporting leagues across Europe and globally.

In line with the Company's focus on being a SAAS provider, rather than the software development agency implemented by the previous Board and management, the Company's POC with Fujitsu is currently on hold however the parties are still in active communications.

Linius is refining its APIs and building a live demonstration environment, which should significantly reduce the length of the sales cycle.

Corporate

The Company is well-capitalised to achieve its objectives.

During the quarter the Company issued as part of its capital raising initiative announced in June 2025 the following securities:

- 350m fully paid ordinary shares (**Shares**) at an issue price of $0.001 per Share, to raise $350,000, with one free attaching option for every five shares issued (for an aggregate 70m options); and
- 1,535,000 convertible notes (**Notes**) with a $1 face value, a coupon of 20% per annum and a maturity date of 24 months from their date of issue. Interest accrues daily and is capitalised, in lieu of payment in cash. The Notes are convertible into Shares at a conversion price of $0.001.

Subsequent to the end of the quarter, demonstrating the belief in the Company and its strategic direction, Linius secured additional commitments to inject a further $2,215,000 into the business to support future growth, including from members of the Board, senior management and significant shareholders. This comprised:

- a subscription of 750m Shares at an issue price of $0.001 per Share to raise $750,000 and subject to shareholder approval 70m free attaching options; and
- the remaining 1,465,000 Notes to raise $1,465,000 under the $3m Note facility announced in June 2025.

The Notes will be issued in November and December. Shareholder approval is being sought at the Company's Annual General Meeting scheduled for 24 November 2025 for Notes subscribed for by members of the Board, being 546,250 Notes subscribed for by Brent Jones and 10,000 Notes for Giuseppe Rinarelli.

During the quarter, as part of the continued cost cutting and restructuring of its balance sheet, the Company exercised its right to convert tranche 1 and 2 convertible notes issued under the September 2024 facility. Under their terms of issue, the notes have a 2 year maturity, however Linius may convert notes into Shares at a conversion price of $0.002 each after 12 months, saving a further 12 months interest with a 20% coupon rate that would otherwise be payable. The conversion occurred subsequent to the end of the quarter, with 380,000 notes converting into 232,071,154 Shares (which includes capitalised interest and fees) and 445,000 notes converting into 278,108,135 Shares (which includes prepaid capitalised interest and fees to 1 November 2025).

Separately, during the quarter the Company reached agreement with Eli Capital Pty Limited to terminate the standby placement facility announced to ASX in September 2024 and reduce the original facility fee agreed at the time the facility was established. This fee was originally a $10,000 cash contribution to legal fees plus 45m Shares and 50m options (exercisable at 0.5 cents within 24 months) that was renegotiated to a replacement fee of 27.5m Shares and 25m options, each of which were issued on 1 October 2025.

About Linius Technologies Limited:

Linius' purpose is to unlock the value of the world's video, creating immersive, deeply personalized viewing experiences. For the first time, we make it possible to find, curate, and utilize the valuable moments across vast libraries of video, enabling viewers to create an infinite amount of personalised video compilations on-the-fly, providing the most relevant content to each viewer.

Our patented Video Virtualisation Engine™ (VVE) turns big, bulky video files into lightweight, searchable data that is enriched with AI and ML, making it easy and efficient for users to find and share what matters to them. Creators and owners of video can drive greater viewing, and monetisation of their video assets.

For more on Linius Technologies, visit www.linius.com

For further information, please contact: Giuseppe Rinarelli, Company Secretary, +61 (0)3 8672 7186 or ir@linius.com

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Appendix 4C

Quarterly cash flow report for entities subject to Listing Rule 4.7B

Name of entity	
Linius Technologies Limited	
ABN	**Quarter ended ("current quarter")**
84 149 796 332	30 September 2025

Consolidated statement of cash flows		**Current quarter $A'000**	**Year to date (3 months) $A'000**
1.	**Cash flows from operating activities**		
1.1	Receipts from customers	172	172
1.2	Payments for		
	(a) research and development	(430)	(430)
	(b) operating costs	(47)	(47)
	(c) advertising and marketing	-	-
	(d) leased assets	-	-
	(e) staff and consultant costs	(730)	(730)
	(f) administration, travel and corporate costs	(235)	(235)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	-	-
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	-
1.8	Other (legal and patent costs)	(48)	(48)
1.9	**Net cash from / (used in) operating activities**	**(1,318)**	**(1,318)**
2.	**Cash flows from investing activities**	-	-
2.1		-	-
	(a) entities	-	-
	(b) businesses	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) intellectual property	-	-
	(f) other non-current assets	-	-

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Consolidated statement of cash flows		Current quarter $A'000	Year to date (3 months) $A'000
2.2	Proceeds from disposal of:	-	-
	(g) entities	-	-
	(h) businesses	-	-
	(i) property, plant and equipment	-	-
	(j) investments	-	-
	(k) intellectual property	-	-
	(l) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
2.6	**Net cash from / (used in) investing activities**	**-**	**-**

3.	**Cash flows from financing activities**		
3.1	Proceeds from issues of equity securities* (excluding convertible debt securities)	-	-
3.2	Proceeds from issue of convertible debt securities*	1,185	1,185
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	-
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings (convertible note)	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (AASB16 lease principal payments)	-	-
3.10	**Net cash from / (used in) financing activities**	**1,185**	**1,185**

*net of costs incurred

4.	**Net increase / (decrease) in cash and cash equivalents for the period**		
4.1	Cash and cash equivalents at beginning of period	**227**	**227**
4.2	Net cash from / (used in) operating activities (item 1.9 above)	**(1,318)**	**(1,318)**
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	-

Consolidated statement of cash flows		Current quarter $A'000	Year to date (3 months) $A'000
4.4	Net cash from / (used in) financing activities (item 3.10 above)	**1,185**	**1,185**
4.5	Effect of movement in exchange rates on cash held		
4.6	**Cash and cash equivalents at end of period**	**94**	**94**

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter $A'000	Previous quarter $A'000
5.1	Bank balances	74	207
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	20	20
5.5	**Cash and cash equivalents at end of quarter (should equal item 4.6 above)**	**94**	**227**

6.	Payments to related parties of the entity and their associates	Current quarter $A'000
6.1	Aggregate amount of payments to related parties and their associates included in item 1 *Director fees and CEO remuneration*	91
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-

Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments

7.	Financing facilities *Note: the term "facility' includes all forms of financing arrangements available to the entity.* *Add notes as necessary for an understanding of the sources of finance available to the entity.*	Total facility amount at quarter end $A'000	Amount drawn at quarter end $A'000
7.1	Loan facilities	-	-
7.2	Credit standby arrangements	-	-
7.3	Other (please specify)	-	-
7.4	**Total financing facilities**	-	-

7.5	**Unused financing facilities available at quarter end**	-

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7.6 Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.

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8.	Estimated cash available for future operating activities	$A'000
8.1	Net cash from / (used in) operating activities (Item 1.9)	(1,318)
8.2	Cash and cash equivalents at quarter end (Item 4.6)	94
8.3	Unused finance facilities available at quarter end (Item 7.5)	-
8.4	Total available funding (Item 8.2 + Item 8.3)	94
8.5	**Estimated quarters of funding available (Item 8.4 divided by Item 8.1)**	0.07

8.6 If Item 8.5 is less than 2 quarters, please provide answers to the following questions:

1. Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?

Answer: Yes

2. Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?

Answer: Yes.

The Company has received $750,000 in October in respect of the issuance of 750,000,000 shares, including 70m free attaching options subject to shareholder approval.

Additionally, commitments of $1,465,000 for the issuance of Tranche 2 convertible notes have been received, including $556,250 to directors, subject to shareholder approval which is being sought at the AGM on 24 November 2025.

3. Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

Answer: Yes, based on the above, the Company expects to be able to continue its operations and meet its business objectives.

Compliance statement

1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.

2 This statement gives a true and fair view of the matters disclosed.

Date: 31 October 2025

Authorised by: By the board

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