

## ASX RELEASE

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PPK Group Limited – ASX Code: PPK

Friday 29 August 2025

### Preliminary Final Report and Annual Report to Shareholders

PPK Group Limited (PPK) today released its financial results for the 12 months ended 30 June 2025 (FY25). This announcement should be read in conjunction with the Appendix 4E – Preliminary Final Report and Full Year Annual Report.

#### Key FY25 Highlights:

- Craig International Ballistics (CIB)
  - delivered highest revenue in its 25-year history of \$48.1 million
  - as previously reported, PPK received an unsolicited, non-binding and indicative offer to acquire its stake in CIB. Whilst the transaction did not proceed, the offer supported PPK's broad expectations of the value of CIB.
- PowerPlus Energy (PPE)
  - new strategic technology agreement with RedX Technologies for new products
  - Eco4847P and Whispr-7 batteries are Clean Energy Council approved and available through the Federal Government's Cheaper Home Batteries program (CHBP)
  - July 2025 sales up by 40% from July 2024, driven by the CHBP, with continued demand expected
- Li-S Energy (LIS)
  - achieved a world class 456 Wh/kg post formation cycling energy density for a commercial sized 10Ah lithium-sulfur cell
  - lithium foil extrusion line successfully installed
  - strong partner opportunities – new collaboration agreements signed
- Corporate restructuring transactions implemented
  - investment in LIS deconsolidated from consolidated group and re-recognised as an Associate – simplifying group balance sheet and results
  - disposal of 30% shareholding in Advanced Mobility Analytics Group

#### Statements from Chair of PPK Group – Anne-Marie Birkill:

*"It is very pleasing to see the PPK group companies delivering strongly against their strategic objectives. Craig International Ballistics has had a stellar year and their investment in new equipment enables them to continue to capture market share. Whilst conditions have been challenging in the battery sector, PowerPlus Energy's cost efficiency strategies have stream-lined operations and the Government's Cheaper Home Batteries program, launched on 1 July 2025, provides an opportunity to capture a portion of the estimated 1 million battery installations to 2030<sup>1</sup>" she said.*

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<sup>1</sup> <https://minister.dcceew.gov.au/bowen/media-releases/cheaper-home-batteries-program-begins-today>

“Li-S Energy continues to make good progress on technical and commercial milestones on its lithium-sulfur batteries including achieving technical outcomes that puts the company at the forefront of high-energy density battery technology.

Further, PPKs internal restructuring activities including the deconsolidation of Li-S Energy from the group accounts, and sale of AMAG, will simplify the corporate structure for shareholders and future investors alike.” she added.

#### Summary Results for the Financial Year:

	2025 \$'000	2024 \$'000	Change\$'000	Change %
Total revenues from continuing operations	24,259	28,186	(3,927)	(14)
Statutory Profit/(loss) for the year	(25,717)	(15,891)	(9,826)	62
Profit/(loss) attributable to owners of PPK Group	(21,553)	(10,743)	(10,810)	101
<b>Underlying profit/(loss) before tax</b>	<b>(9,544)</b>	<b>(15,881)</b>	<b>6,337</b>	<b>(40)</b>
Net tangible assets per share – cents	40.7c	43.8c	(3.1)c	(7)
Net tangible assets per share – adjusted	59.3c	43.8c	15.5c	35

The adjusted net tangible assets per share (non-IFRS) adds back the non-cash impairment of \$16,810,000 after tax of the investment in LIS – refer below.

#### *Underlying Results (unaudited, non-IFRS measure)*

During the year there were a number of significant one-off and non-cash transactions across the business recorded in both continuing and discontinued operations.

At 30 June 2025 PPK was required under the Accounting Standards to impair its 39.24% investment in LIS, which is accounted for as an investment in an Associate. All profit impacts disclosed below are **non-cash**.

LIS is listed on the ASX and has quoted market prices for the shares that trade day-to-day. There is considered to be an active market for LIS shares. AASB 13 Fair Value Measurement has required PPK to value its holding in LIS using the closing market price on 30 June 2025 of 10.5 cents per share as the Level 1 valuation input, less the estimated costs of disposal. As the initial investment in LIS (at deconsolidation on 31 October 2024) was recorded at 20.0 cents per share this has resulted in a non-cash impairment of \$22,413,000 before tax (\$16,810,000 post tax) at 30 June 2025. The impairment is included in the Statutory Loss for the year and is fully attributable to the owners of PPK.

PPK does not trade LIS shares day-to-day, and does not view its holding in LIS as individual shares, but rather as a strategic holding of approximately 251 million shares, which therefore has incremental strategic value. Alternative valuation bases under the fair value hierarchy (i.e. Level 2 or Level 3) would have yielded different (i.e. higher) results but it was assessed that PPK was unable to use these approaches under the requirements of AASB 13.

PPK notes that, post year end, the market price of LIS shares has increased to 16 cents per share (27 August 2025 closing price), which would currently reflect a reversal of approximately \$14 million before tax (approximately \$10 million post tax) of the impairment recorded at 30 June 2025.

In addition to the complex transactions associated with the deconsolidation of LIS and its re-recognition as an Associate as reported at the Half Year, the other significant transactions included the full year result included the impairment of certain assets (generally intangibles assets) and a write-down on disposal of a business.

These transactions will lead to a greater simplification of the financial statements in the future and improve the understandability of the results for shareholders. A reconciliation of the profit/(loss) before

tax as set out in the Segment Note and underlying results (*an unaudited, non-IFRS measure*) is provided in the Directors' Report.

For more information:

- Operating Segment results – refer Note 5 to the Financial Statements
- Underlying Segment results – refer the Directors' Report
- Discontinued Operations – refer Note 9 to the Financial Statement

#### **FY25 Detailed Commentary on PPK group companies:**

- Craig International Ballistics [[www.ballistics.com.au](http://www.ballistics.com.au)]
  - Exceptional full year results of \$48.1 million highlighting a further 116% growth on the already strong FY24 results. Highest revenue in its 25-year history.
  - Continued to bring online new technology and manufacturing capabilities including the largest hydraulic press in the Southern Hemisphere, which will support future improvements in the size and production of protection products, and an in-house research and development laboratory to accelerate product development lead times.
- PowerPlus Energy [[www.powerplus-energy.com.au](http://www.powerplus-energy.com.au)]
  - Revenue of \$23.1 million was down 16% from FY24, which nevertheless represents notably resilient performance in light of difficult market conditions in the 2<sup>nd</sup> half.
  - Launched two new products, the Eco4847P and Whispr-7, that are Clean Energy Council approved and available through the Cheaper Home Batteries program.
  - Entered into a strategic technology agreement with RedX Technologies for new products, initially focusing on the Whispr-7 battery.
  - With RFI Technology Solutions created the LiNET4835 to address a critical need in the utilities and telecommunications sectors to replace aging lead acid batteries that provide back-up power.
  - Foundations laid for what is expected to be a strong FY26, with July 2025 sales up 40% from prior year.
- Li-S Energy [[www.lis.energy](http://www.lis.energy)]
  - Entered into new collaboration agreements with Kea Aerospace and a major defence prime contractor.
  - Achieved a world class 456 Wh/kg post formation cycling energy density for a commercial sized 10Ah lithium-sulfur cell.
  - Lithium foil extrusion line installed – co-funded by a \$1.7 million Industry Growth Program grant.
  - Successfully completed its first uncrewed aerial vehicle test flights, powered by a twelve cell lithium-sulfur battery pack.
- Nanomaterials [[www.white-graphene.com](http://www.white-graphene.com)]
  - Current white graphene production line optimised to ~20kg per shift.
  - Focus on prospect evaluation of white graphene where adding white graphene to their host material may provide demonstrable benefits to warrant commercialisation.
  - Sufficient BNNT inventory to service the limited market demand, and reduced BNNT manufacturing capacity during the year.
  - Impairments totalling \$4.4 million were made to intangible assets.
- Corporate
  - On 31 October 2024 PPK reduced its investment in LIS to 39.24%, resulting in the deconsolidation of LIS from the PPK consolidated group and its re-recognition as an Associate, which will simplify the group balance sheet and results going forward. The gain on deconsolidation after tax was \$9.0 million.
  - As part of this transaction, a fully franked in-specie distribution of 25.9 million shares in LIS was made to PPK shareholders with an implied valuation of \$5.2 million.
  - On 16 October 2024, PPK disposed of its 30% shareholding in AMAG to Transoft Solutions Inc as part of the broader acquisition by Transoft of all the shares in AMAG, which resulted in a non-cash impairment of \$3.2 million.

Authorised by the PPK Group Board.

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