

## UNAUDITED CONDENSED CONSOLIDATED RESULTS FOR THE SIX MONTHS ENDED 31 AUGUST 2025 AND CASH DIVIDEND DECLARATION

	Unaudited for the six month ended 31 Aug 25 R'000	Unaudited for the six month ended 31 Aug 24 R'000	Audited for the year ended 28 Feb 25 R'000		Unaudited for the six month ended 31 Aug 25 R'000	Unaudited for the six month ended 31 Aug 24 R'000	Audited for the year ended 28 Feb 25 R'000
<b>CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME</b>				<b>CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOW</b>			
Project derived turnover	14 651	6 480	20 559	<b>Cash flows from operating activities</b>	14 374	10 768	25 367
Subscription derived turnover	54 153	38 638	97 162	Cash receipts from customers	62 792	44 007	112 828
Turnover	68 804	45 118	117 721	Cash paid to suppliers and employees	(53 695)	(30 909)	(80 265)
Cost of sales	(38 921)	(20 264)	(61 631)	Cash generated from operations	9 097	13 098	32 563
Profit before other income and expenses	29 883	24 854	56 090	Finance income	1 203	1 004	1 643
Other income	506	158	464	Finance cost	-	-	(9)
Selling and marketing costs	(9 120)	(8 091)	(16 502)	Taxation paid	4 074	(3 334)	(8 830)
Administrative expenses	(7 450)	(7 422)	(15 429)	<b>Cash flows from investing activities</b>	2	(245)	(218)
Finance income	969	1 004	1 643	Purchase of property, plant and equipment	(22)	(269)	(249)
Finance costs	-	-	(9)	Proceeds on loans receivable	24	24	31
Share of (loss)/profit of equity-accounted investment	3 842	5 521	6 149	<b>Cash flows from financing activities</b>	(26 051)	(17 472)	(17 583)
<b>Profit before taxation</b>	<b>18 630</b>	<b>16 024</b>	<b>32 406</b>	Dividends paid to ordinary shareholders	(26 051)	(17 472)	(17 583)
Taxation	(3 986)	(2 825)	(6 353)	<b>Net increase in cash and cash equivalents</b>	<b>(11 675)</b>	<b>(6 949)</b>	<b>7 566</b>
<b>Profit attributable to equity shareholders for the period</b>	<b>14 644</b>	<b>13 199</b>	<b>26 053</b>	Revaluation of foreign cash balances	324	(655)	7
Other comprehensive income	-	-	239	Cash and cash equivalents at beginning of the period	37 630	30 057	30 057
<b>Total comprehensive income attributable to equity shareholders for the period</b>	<b>14 644</b>	<b>13 199</b>	<b>26 292</b>	<b>Cash and cash equivalents at end of the period</b>	<b>26 279</b>	<b>22 453</b>	<b>37 630</b>
Earnings per share (cents)	9,4	8,5	16,7				
Diluted earnings per share (cents)	9,4	8,5	16,7				
	Unaudited As at 31 Aug 25 R'000	Unaudited As at 31 Aug 24 R'000	Audited As at 28 Feb 25 R'000	<b>CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY</b>			
<b>CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION</b>				<b>Share capital - ordinary shares</b>			
<b>ASSETS</b>				Balance at beginning of the period	1 560	1 560	1 560
<b>Non-current assets</b>	52 189	45 235	46 508	Balance at end of the period	1 560	1 560	1 560
Property, plant and equipment	14 212	14 615	14 287	<b>Reserves - retained earnings</b>			
Loans receivable	2 271	2 301	2 295	Balance at beginning of the period	66 953	58 483	58 483
Equity accounted investment	29 673	25 203	25 831	Total comprehensive income - profit	14 644	13 199	26 053
Deferred tax	6 033	3 116	4 095	Dividends paid during the period	(26 051)	(17 472)	(17 583)
<b>Current assets</b>	46 752	37 318	52 679	Balance at end of the period	55 546	54 210	66 953
Cash and cash equivalents	26 279	22 453	37 630	Total equity capital and reserves	57 106	55 770	68 513
Trade and other receivables	18 695	14 021	13 407	<b>Other reserves</b>			
Current tax receivable	1 778	844	1 642	Revaluation reserve on PPE	4 270	3 942	4 270
<b>Total assets</b>	<b>98 941</b>	<b>82 553</b>	<b>99 187</b>	Deferred tax adjustment	(1 153)	(1 064)	(1 153)
<b>EQUITY AND LIABILITIES</b>				Total equity capital reserves and other revaluation reserves	3 117	2 878	3 117
<b>Equity capital and reserves</b>	60 223	58 648	71 630	Total equity capital and reserves	60 223	58 648	71 630
Share capital and share premium	1 560	1 560	1 560	<b>Notes to the statements:</b>			
Reserves	55 546	54 210	66 953	<b>ORDINARY SHARES</b>			
Other reserve	3 117	2 878	3 117	Number of shares in issue at end of period	155 996	155 996	155 996
<b>LIABILITIES</b>				Weighted average number of shares in issue	155 996	155 996	155 996
<b>Non Current liabilities</b>	1 153	1 064	1 093	Treasury shares held at end of period	14 596	14 596	14 596
Deferred Tax	1 153	1 064	1 093				
<b>Current liabilities</b>	37 565	22 841	26 464				
Trade and other payables	37 056	22 490	26 318	Net asset value per share at end of period	38,6	37,6	45,9
Current tax payable	509	351	146	Net tangible asset value per share at end of period	38,6	37,6	45,9
<b>Total liabilities</b>	<b>38 718</b>	<b>23 905</b>	<b>27 557</b>	Headline earnings per share*	9,4	8,5	16,7
<b>Total equity and liabilities</b>	<b>98 941</b>	<b>82 553</b>	<b>99 187</b>	Diluted headline earnings per share*	9,4	8,5	16,7

\* There have been no reconciling items that would result in a change to the headline earnings per share and diluted headline earnings per share.

## OPERATIONAL REVIEW

I am pleased to present our results for the six months ended 31 August 2025 ("the current reporting period"), which continue to be underpinned by a high proportion of recurring revenue, a robust balance sheet and strong cash flows. Despite the challenging trading conditions in which we operate, overall performance remains satisfactory.

Turnover increased by a pleasing 52% during the current reporting period to R68.8 million, compared to R45.1 million in the previous corresponding reporting period ("the prior reporting period") and continues to include a healthy mix of third-party products, subscriptions and our Managed Security Service offerings, which is underpinned by MSS Pulse, our internally developed security infrastructure monitoring and reporting platform. This growth in turnover is largely attributed to the recognition of a few sizeable lower-margin projects completed during the current reporting period.

Profit before other income and expenses increased by 20% during the current reporting period to R29.9 million, representing a gross margin of 43% compared to a gross margin of 55% in the prior reporting period. This reduction in gross margin is more reflective of the lower-margin projects referred to previously and is less indicative of the broader margin erosion often seen in our industry over time. Operating expenditure increased by a modest 7% to R16.6 million compared to R15.5 million in the prior reporting period.

Our share of profits from our equity-accounted investment ("DataProof") unfortunately decreased by 31% to R3.8 million from R5.5 million in the prior reporting period. This decrease is concerning and their management team have already implemented initiatives to broaden their portfolio and geographic reach in order to regain the positive momentum that they experienced over the last few years.

Total comprehensive income attributable to equity shareholders for the current reporting period increased to R14.6 million from R13.2 million in the prior reporting period, representing an 11% increase in headline and earnings per share to 9.4 cents, from 8.5 cents in the prior reporting period. Of interest, if DataProof's share of profits from both the current and prior reporting period results were to be excluded, total comprehensive income attributable to equity shareholders for the current reporting period would have increased by a pleasing 41%.

Trade and other receivables increased by 33% to R18.7 million from R14 million, and trade and other payables increased by 65% to R37.1 million from R22.5 million in the prior reporting period. Management is not overly concerned with these changes, as they are largely a factor of deal and supplier settlement timing and product mix structuring, as opposed to any fundamental change in cash management practices of the business.

Cash and cash equivalents increased by 17% to R26.3 million in the current reporting period, from R22.5 million in the prior reporting period, this after the final dividend of R26.1 million that was paid to shareholders during the current reporting period. DataProof continues to accumulate their cash while considering several capital allocation options available to them at this time, and as such has not declared an interim dividend to ISA, which would have further bolstered our cash position.

## DISTRIBUTION

I am pleased to announce that the board of directors of ISA ("the board") has declared an interim dividend to shareholders for the six months ended 31 August 2025 of 9.4 cents per share, which will be subject to the dividend tax legislation.

The salient dates will be as follows:

- Declaration date	Friday, 7 November 2025
- Last day to trade	Tuesday, 2 December 2025
- Shares trade ex-dividend	Wednesday, 3 December 2025
- Record date	Friday, 5 December 2025
- Payment date	Monday, 8 December 2025

Share certificates may not be dematerialised or rematerialised between Wednesday, 3 December 2025 and Friday, 5 December 2025, both days inclusive.

In terms of the dividend tax legislation, effective 1 April 2012, the following additional information is disclosed:

- This is a dividend as defined in the Income Tax Act, 1962, and is payable from income reserves.
- The South African dividend tax ("DT") rate is 20%.
- The DT to be withheld by the Company in respect of the ordinary dividend amounts to 1.88 cents per share.

- The net ordinary dividend payable to shareholders who are not exempt from DT is therefore 7.52 cents per share, while a gross ordinary dividend of 9.4 cents per share is payable to those shareholders who are exempt from DT.
- The issued share capital of the Company at the declaration date comprises 170 592 593 ordinary shares.
- The Company's income tax reference number is 9340/150/71/4.

## MARKET AND PROSPECTS

I continue to be optimistic about our long-term prospects, as the key drivers of the information security market remain robust. With the continued evolution and persistence of threats and attack vectors against corporate information and IT resources, together with the increased regulatory and legislative compliance requirements, stakeholders continue to elevate the importance of information security within their organisations. By leveraging this positive sentiment towards the information and infrastructure security market, as well as our positioning as a thought leader in this niche market segment, I believe that we will be able to deliver above average tangible returns over time.

## BASIS OF PREPARATION

The accounting policies applied in the preparation of these unaudited condensed consolidated results for the six months ended 31 August 2025 ("Interim Results"), which are based on reasonable judgements and estimates, are in accordance with IFRS® Accounting Standards.

These Interim Results, as set out in this report, have been prepared in terms of IAS 34 – Interim Financial Reporting, the Companies Act, 2008 (Act 71 of 2008), as amended, the SAICA Financial Reporting Guides, as issued by the Accounting Practices Committee, Financial Reporting Pronouncements as issued by the Financial Reporting Standards Council, and the Listings Requirements of the JSE Limited. These Interim Results have not been reviewed or audited by the Group's auditors, and have been prepared by Priscilla Mogoboya, the Financial Director of the Group.

## CHANGES IN SIGNIFICANT ACCOUNTING POLICIES

There have been no changes to the accounting policies in the preparation of these Interim Results, and the methods of computation are consistent with those followed in the preparation of the annual financial statements for the year ended 28 February 2025.

## CHANGES TO THE BOARD

The board notified shareholders of its appointment of Elia Tsouros as an independent non-executive director effective 28 October 2025, as announced on SENS on the same day.

## SUBSEQUENT EVENTS

As set out in the announcement released on SENS on 3 November 2025, ISA has received a non-binding expression of interest ("Non-Binding Expression of Interest") in respect of a possible transaction which, if successful, would result in the offeror acquiring a controlling shareholding in ISA by way of a scheme of arrangement in terms of section 114 of the Companies Act, and the subsequent delisting of the Company from the JSE. The Non-binding Expression of interest, which contains terms and conditions customary for a transaction of this nature, does not constitute an offer or a firm intention to make an offer as contemplated by section 101 of the Companies Regulations. It is possible that no offer may result from the process.

Shareholders have been advised to exercise caution when dealing in the Company's securities until a further announcement is made.

## SPECIAL THANKS

On behalf of the board, I would like to take this opportunity to thank the ISA team for their continued dedication and hard work. My appreciation is also extended to my colleagues on the board for their wise counsel and valuable input, as well as to all stakeholders, customers and vendors for their support.

For and on behalf of the board,



Clifford Katz  
Chief Executive Officer  
7 November 2025

Designated Adviser: