

Araxi Limited
 "Araxi" or "the Company" or "the Group"
 (Previously Capital Appreciation Limited)
 Incorporated in the Republic of South Africa
 Registration number: 2014/253277/06
 Share code: AXX ISIN: ZAE000208245

UNAUDITED INTERIM FINANCIAL RESULTS FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2025

OPERATIONAL FEATURES

- Growing demand for Araxi's products and services
- Excellent performance from the Payments division, Revenue up 23.3% and EBITDA up 33.1%
- Significant terminal orders received in H1'26
- Terminal estate grew by 15.0% to 446 000
- New Software contracts signalling growth in H2'26
- Encouraging pipeline development in both divisions
- Strong balance sheet with R303 million cash available for growth
- Restatements increased prior period HEPS materially (29%) dampening year-on-year growth comparisons
- Normalised EPS and HEPS grew by 59% and 58%, respectively

CURRENT YEAR PERFORMANCE

Araxi delivered a resilient financial performance despite ongoing low business confidence and sluggish economic growth during the reporting period. Araxi's two divisions attracted new clients and secured long-term contracts, diversified their revenue sources, and increased their market shares during the period. The revenue mix continued to evolve with new products and services launched across various sectors and regions, creating further opportunities for the Group going forward.

The Payments division delivered a strong set of financial and operational results for the first half of the financial year, benefiting from robust terminal sales, substantial growth in terminal license fees and related services and excellent expense management.

The Software Division delivered an acceptable performance in the first half of FY'26. While customers showed a low commitment to new projects and continued to focus on cost-cutting for most of the period, the sales pipeline and contracted sales strengthened markedly toward the end of the half-year, signalling a potential return to growth in the second half.

We remain cautiously optimistic that the positive momentum observed in recent months will persist for the remainder of the financial year and beyond. Both the Payments and Software divisions are well-positioned to take advantage of improved conditions, and we are encouraged by the pipelines that have developed recently. Araxi's operating companies remain asset-light, generating significant cash flow. The Group maintains a strong and unencumbered balance sheet with more than R300 million in cash available to fund organic growth, acquisition opportunities, investments, and further share repurchases. The Group will continue to invest in growth-related initiatives, as appropriate.

FINANCIAL FEATURES

| | | September 2025 | September 2024 As reported | % increase / (decrease) From "as reported" | September 2024 Restated | % increase / (decrease) From "restated" |
|---|-------------|-------------------|----------------------------------|---|-------------------------------|--|
| Revenue | (R'million) | 652.9 | 611.5 | 6.8 | 638.0 | 2.3 |
| EBITDA | (R'million) | 150.1 | 113.8 | 31.9 | 149.5 | 0.4 |
| EBITDA margin | (%) | 23.0 | 18.6 | 440bps | 23.4 | (40)bps |
| Operating profit | (R'million) | 122.1 | 90.7 | 34.6 | 125.3 | (2.5) |
| Basic earning per share (EPS) | (cents) | 7.81 | 5.94 | 31.5 | 7.66 | 2.0 |
| Headline earnings per share (HEPS) | (cents) | 7.82 | 5.96 | 31.2 | 7.68 | 1.8 |
| Normalised EPS | (cents) | 8.95 | - | - | 5.63 | 59.0 |
| Normalised HEPS | (cents) | 8.95 | - | - | 5.65 | 58.0 |
| Interim dividend per ordinary share | (cents) | 4.5 | 4.5 | - | 4.5 | - |
| Cash available for reinvestment at 30 September | (R'million) | 303.4 | 326.7 | (7.1) | 326.9 | (7.2) |

* See page 2 restatement for further details.

Normalised net income adjusted for:

- (1) up-front recognition of a five-year license fee contractually recognised in July 2025; and
- (2) the cost incurred as part of the restructure of the Software division.

DIVIDENDS

The Board has pleasure in announcing that an interim dividend of 4.50 cents per ordinary share has been declared for the six months ended 30 September 2025 (H1'25: 4.50 cents per ordinary share).

We note the following:

- Dividends are subject to dividend withholding tax.
- Dividends have been declared out of profits available for distribution.
- Local dividends withholding tax is 20%.
- The gross dividend amount is 4.50000 cents per ordinary share, which is 3.60000 cents per ordinary share net of withholding tax.
- Araxi has 1 310 000 000 ordinary shares in issue at the declaration date.
- Araxi's Income Tax Reference Number is 9591281176.

The salient dates relating to the dividend are as follows:

| | |
|-------------------------------------|---------------------------|
| Declaration date | Tuesday, 2 December 2025 |
| Last day to trade | Monday, 29 December 2025 |
| Shares commence trading ex-dividend | Tuesday, 30 December 2025 |
| Record date | Friday, 2 January 2026 |
| Payment date | Monday, 5 January 2026 |

Share certificates for ordinary shares may not be dematerialised or rematerialised between Tuesday, 30 December 2025, and Friday, 2 January 2026, both days inclusive.

SHORT-FORM NOTICE

The contents of this short-form announcement are the responsibility of the Board of Directors of the Company. Shareholders are advised that this short-form announcement represents a brief summary of the information contained in the full announcement, published on <https://senspdf.jse.co.za/documents/2025/jse/isse/axxe/HY2026.pdf> and Araxi's website www.araxigroup.com.

Any forecast financial information contained in this announcement is the responsibility of the directors and has not been reviewed or reported on by the external auditors.

The unaudited financial results are based on IFRS Accounting Standards. The normalised results have been derived from these results. A reconciliation of the difference between normalised and IFRS Accounting Standards results is provided on page 5 of the Unaudited interim financial results booklet at the link provided above.

Any investment decisions by investors and/or shareholders should be based on a consideration of the full announcement as a whole and shareholders are encouraged to review the full announcement as directed above.

Signed on behalf of the Board
Michael Pimstein
Executive Chairman

Bradley Sacks
Chief Executive Officer

Sjoerd Douwenga
Chief Financial Officer

Sandton, 2 December 2025

Directors: MR Pimstein* (Executive Chairman), BJ Sacks* (Chief Executive Officer), S Douwenga* (Chief Financial Officer), MB Shapiro*, B Bulo#, A Dambuza#, KD Dlamini# (Lead independent director), RT Maqache#, VM Sekese#
*Executive, # Non-Executive

Company secretary: PKF Octagon: PeterKatz@PKFOctagon.com
Transfer secretaries: Computershare Investor Services (Proprietary) Limited
Sponsor: Investec Bank Limited Auditor: Deloitte & Touche