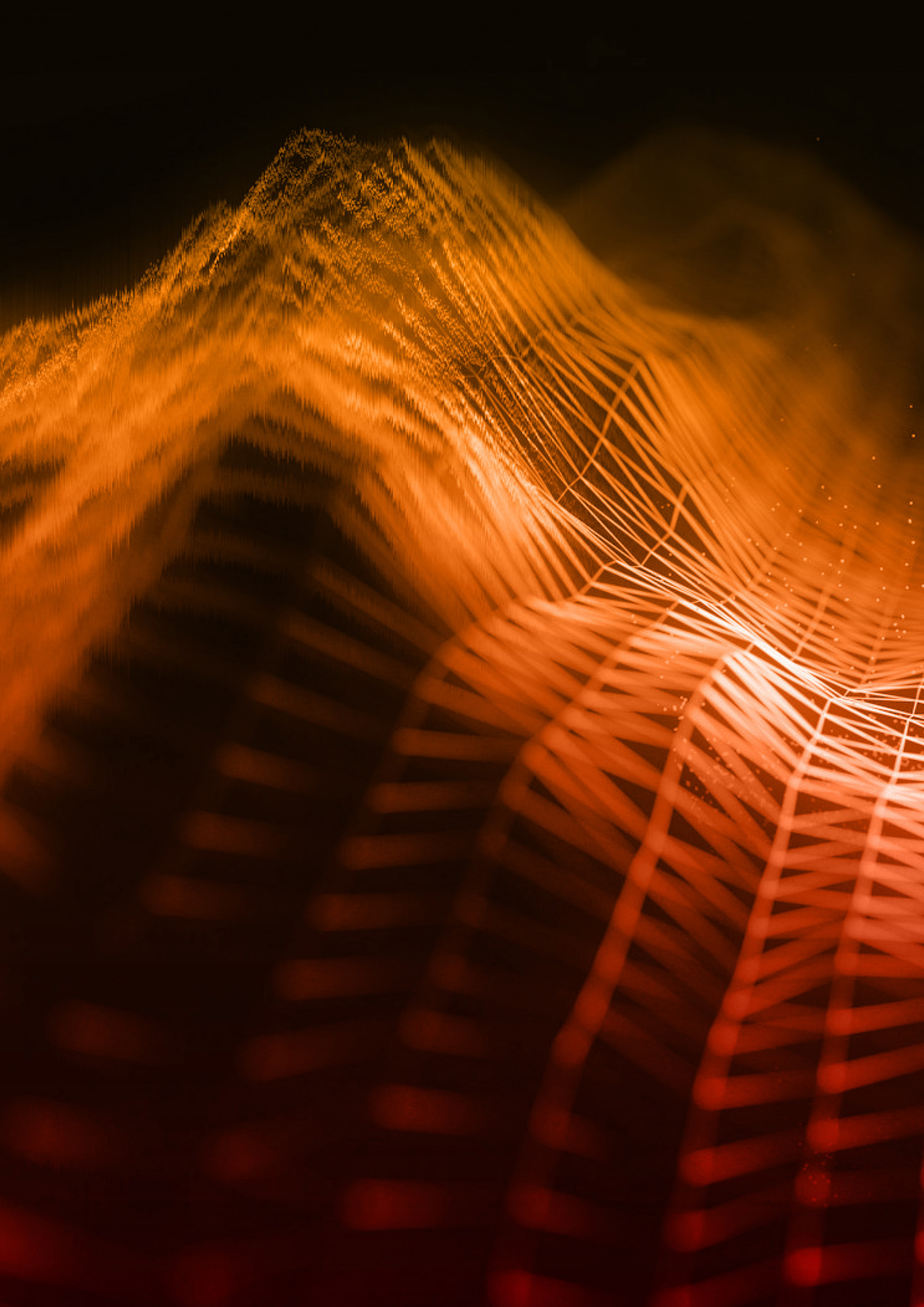
Araxi

SUMMARISED AUDITED ANNUAL FINANCIAL RESULTS

FOR THE YEAR ENDED 31 MARCH 2026



About Araxi

Araxi is a financial technology group that brings together extensive enterprise payments expertise and cutting-edge software capabilities to create transformational solutions for established and emerging financial enterprises and other clients. The Group facilitates and delivers contemporary and innovative technologies, platforms and products.

STRUCTURE

Araxi

- **Payments**: African Resonance, Dashpay, halo., LayUp, pay@ (Your Payment Partner)
- **Software**: synthesis, dariel, AssetPool.
- **International**: synthesis International, Regal Digital B.V., halo.

2015	2017	2023	2026	
Listed on the JSE A2X Markets in 2020	Acquisition of African Resonance, Dashpay and Synthesis	Acquisition of Dariel	Acquisition of Pay@	12x growth in payment terminals in the hands of customers to 447 000

One of "South Africa's Fastest Growing Companies" – News 24

One of "Africa Growth Companies 2026" – Financial Times

Further details on the nature of Araxi's business units are available on the Group's website, www.araxigroup.com.

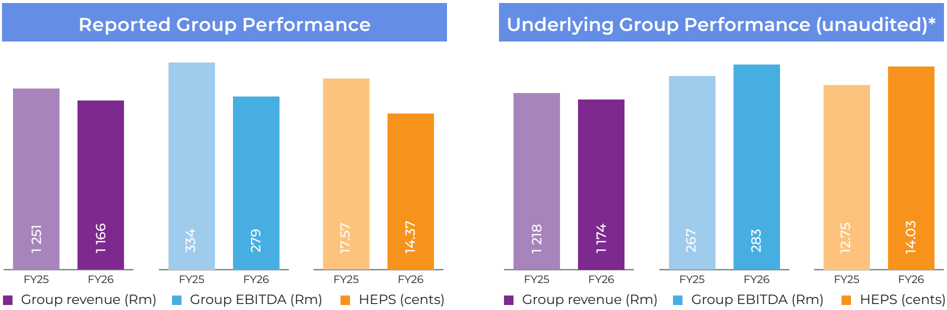
This booklet contains the financial results for the period 1 April 2025 to 31 March 2026 for Araxi Limited ("Araxi", "the Company", or "the Group"). It should be read with the Group's Audited Annual Financial Statements and financial results presentation, both available at www.araxigroup.com.

The Group was previously known as Capital Appreciation Limited and changed its name to Araxi Limited in September 2025. Araxi is derived from ancient Greek and means "river". A river is in constant motion; it represents continuous forward motion – adapting, carving new paths, and moving with purpose. This embodies our vision for the future and reflects the energy that drives us to keep innovating.

Summarised audited annual financial results

For the year ended 31 March 2026

GROUP RESULTS



FY'26 performance	Revenue	EBITDA	HEPS
As reported	R1.17bn ▾ 6.8%	R279.3m ▾ 16.4%	14.37 cps ▾ 18.2%
Underlying performance	R1.17bn ▾ 3.6%	R283.2m ▴ 5.9%	14.03 cps ▴ 10.1%
FY'25	R1.25bn reported R1.22bn underlying	R333.9m reported R267.3m underlying	17.57 cps reported 12.75 cps underlying

OPERATIONAL FEATURES

- Full-year results and year-on-year comparison negatively impacted by delayed delivery of a substantial terminal order and large, five-year software licence fee in the prior year
- Terminals in the hands of customers increased by 5.4% to 447 000 units
- Recurring terminal licence fees up more than 31%
- Software gaining strategic traction with a 77% increase in underlying* EBITDA:
  - Material reduction in operating expenses, due to rightsizing of the business
  - Improved sales momentum and tangible improvement of sales pipeline
  - Key new client wins, including multi-year agreements
  - Materially improved capacity utilisation
- Encouraging pipeline development in both Payments and Software divisions
- Pay@ acquisition enhances Payments business and opens up exciting growth opportunities for the Group
- Cash from operations 25% higher at R259.0 million
- Strong balance sheet, well-positioned for growth
- Final dividend of 7.50 cents per share, bringing the total dividend for the year to 12.00 cents per share

* *Refer to the discussion on page 4. This represents management's assessment of the underlying inherent operational performance of the business, and is unaudited.*

Summarised audited annual financial results continued

UNDERLYING METRICS (UNAUDITED)

Given certain non-operational costs, non-cash charges and once-off expenditure reflected in the results, Araxi believes it is important to provide an analysis of the underlying inherent operational performance for a better appreciation of the underlying performance of the business. It is on this basis that management assesses the pertinent performance of the Group and its business units.

In calculating underlying earnings, we have adjusted for the following items:

IFRS required the upfront recognition of a R42 million five-year Software licence fee from a major banking client, contractually recognised in July 2025. Given the unusual nature of the transaction, this created an anomalous comparison across periods. In presenting the underlying performance, the fee is spread over the contractual period to provide a more consistent view of actual performance.
A once-off c.R10 million restructuring cost was incurred as part of the Software division reset during H1'26. This is removed to determine underlying performance.
An early transaction cost amounting to R8.9 million was incurred as part of the Pay@ transaction. This once-off cost, unrelated to normal operating performance, is accordingly removed to determine underlying performance.
Fair value gains/losses on contingent consideration and convertible loans are removed when calculating underlying EBITDA, profit after tax, headline earnings and HEPS. This is done to more accurately reflect underlying operating performance and cash-generating ability, as these items are typically non-cash and, although reflecting accretion in the underlying value of investee entities, is unrelated to core operational activity.
The provision of finance leases, represented through monthly recurring rental income, is regarded as a core operating activity of the Payments business. Due to a once-off "at a point in time" IFRS 16 finance lease accounting adjustment, the income derived from this activity was split between revenue and interest income. This adjustment, related to the interest component of the rental payments is therefore considered operating income and included in the calculation of underlying EBITDA.

The adjustment of these items had the following impact:

Underlying performance R'000	**FY'26**	FY'25	% increase/ (decrease)
Reported revenue	**1 166 157**	1 250 733	(6.8)
Software licence fee adjustment	**8 163**	(32 651)	–
Underlying revenue	**1 174 320**	1 218 082	(3.6)
Reported EBITDA	**279 320**	333 933	(16.4)
– Software licence fee adjustment	**8 163**	(32 651)	–
– Early Pay@ transaction costs	**8 869**	–	–
– Software restructuring costs	**10 000**	–	–
– Fair value gains/losses on contingent consideration	**4 044**	(19 511)	–
– Fair value gains on convertible loans	**(38 352)**	(17 190)	–
– Finance lease income reclassification as operating income for EBITDA calculation purposes	**11 109**	2 678	–
Underlying EBITDA	**283 153**	267 259	5.9
Underlying EBITDA margin	**24.1**	21.9	220bps
Reported profit after tax	**164 954**	207 064	(20.3)
– Software licence fee adjustment	**5 959**	(23 835)	–
– Early Pay@ transaction costs	**8 869**	–	–
– Software restructuring costs	**7 300**	–	–
– Fair value gains/losses on contingent consideration	**4 044**	(19 511)	–
– Fair value gains on convertible loans	**(30 068)**	(13 477)	–
Underlying profit after tax	**161 058**	150 241	7.2
Reported headline earnings	**164 877**	206 910	(20.3)
– Software licence fee adjustment	**5 959**	(23 835)	–
– Early Pay@ transaction costs	**8 869**	–	–
– Software restructuring costs	**7 300**	–	–
– Fair value gains/losses on contingent consideration	**4 044**	(19 511)	–
– Fair value gains on convertible loans	**(30 068)**	(13 477)	–
Underlying headline earnings	**160 980**	150 057	7.3
Underlying HEPS (cents per share)	**14.03**	12.75	10.1

Summarised audited annual financial results continued

FINANCIAL FEATURES

		March 2026	March 2025	% increase/ (decrease)
Statement of comprehensive income				
Revenue	(R'million)	**1 166.2**	1 250.7	(6.8)
EBITDA	(R'million)	**279.3**	333.9	(16.4)
Operating profit	(R'million)	**226.4**	285.4	(20.7)
Headline earnings	(R'million)	**164.9**	206.9	(20.3)
Statement of financial position				
Cash available for reinvestment at 31 March	(R'million)	**327.6**	402.3	(18.6)
Cash flow				
Cash generated from operations	(R'million)	**259.0**	207.9	24.5
Operating performance				
Gross profit margin	(%)	**45.1**	49.1	(400bps)
EBITDA margin	(%)	**24.0**	26.7	(270bps)
Operating profit margin	(%)	**19.4**	22.8	(340bps)
Underlying operating performance				
Underlying gross profit margin	(%)	**45.5**	47.8	**(230bps)**
Underlying EBITDA margin	(%)	**24.1**	21.9	**220bps**
Underlying operating profit margin	(%)	**19.6**	18.0	**170bps**
DIVISIONAL PERFORMANCE				
Payments				
As reported				
– Revenue	(R'million)	**647.8**	689.2	(6.0)
– EBITDA	(R'million)	**288.4**	297.8	(3.2)
– EBITDA margin	(%)	**44.5**	43.2	130bps
Underlying performance				
– Revenue	(R'million)	**647.8**	**689.2**	**(6.0)**
– EBITDA	(R'million)	**299.5**	**300.5**	**(0.3)**
– EBITDA margin	(%)	**46.2**	**43.6**	**260bps**

FINANCIAL FEATURES continued

Software		March 2026	March 2025	% increase/ (decrease)
As reported				
– Revenue	(R'million)	**500.2**	549.0	(8.9)
– EBITDA	(R'million)	**32.6**	61.3	(46.8)
– EBITDA margin	(%)	**6.5**	11.2	(470bps)
Underlying performance				
– Revenue	(R'million)	**508.4**	516.3	(1.5)
– EBITDA	(R'million)	**50.8**	28.6	77.2
– EBITDA margin	(%)	**10.0**	5.5	450bps

		March 2026	March 2025	% increase/ (decrease)
Shares in issue				
Number of ordinary shares in issue	million	**1 292.0**	1 310.0	
Weighted average number of ordinary shares in issue	million	**1 147.2**	1 177.6	
Diluted weighted average number of ordinary shares in issue	million	**1 168.1**	1 232.3	
Per share statistics				
Basic earnings per share (EPS)	(cents)	**14.38**	17.58	(18.2)
Headline earnings per share (HEPS)	(cents)	**14.37**	17.57	(18.2)
Underlying HEPS	(cents)	**14.03**	12.75	10.1
Dividend per ordinary share	(cents)	**12.00**	12.00	
– interim	(cents)	**4.50**	4.50	
– final	(cents)	**7.50**	7.50	
Dividends covered by internal cash flow	times	**1.7**	1.3	

Commentary

INTRODUCTION

Araxi's full-year operational performance was strong and pleasing, while its financial performance was mixed. The Payments and Software Divisions both exit FY'26 and enter FY'27 on a sound footing.

Overall revenue and profitability were negatively impacted by both national and global economic headwinds, including a worldwide shortage of microchips that delayed timeous delivery of terminals. Recurring Revenue in Payments increased significantly and Software's H2'26 performance showed marked improvements pointing to a meaningfully more positive trajectory. Costs were well managed and there was solid execution against the Group's strategic objectives.

FY'26 included strategic actions that position the Group well going forward – a rebranding of the Group to Araxi Limited, the Software restructuring, which reset the business on a healthy base, and the announced acquisition of the Pay@ Group. We are very pleased with how each of these initiatives has unfolded and the positive outcomes in each case.

Both the Payments and Software divisions have established track records of delivering sophisticated digitalisation solutions that enhance clients' competitiveness, efficiency, and customer experience. As a result, clients have increasingly turned to the Group to leverage its specialist capabilities in alternative payment solutions, cloud computing, AI, agentic AI, cybersecurity, and intelligent data to unlock these opportunities.

Progressing and concluding the Pay@ transaction required dedicated effort and commitment in recent months. We believe the transaction marks a significant milestone in the Group's continued growth and evolution. The overwhelming shareholder support for this transaction reflects strong confidence in Araxi's long-term strategy and in the opportunities that lie ahead. The transaction was concluded at the end of May 2026, and as such, has no impact on this set of results. More information about the Pay@ business, its strategy and our view of the opportunities that it brings to the enlarged group will be shared in the annual report.

SUMMARISED FINANCIAL RESULTS

Group revenue at R1 166.2 million was 6.8% lower than the comparative year (FY'25: R1 250.7 million). Lower terminal sales due to delivery delays and period-end cut-off events were partially offset by very strong growth in recurring revenue from terminal software licensing and related services. The Software Division's top-line decline was largely due to the aggregation of a five-year licence fee accounted for in FY'25, excluding which, revenue was down only 1.5% for the year. As a result of the refocused efforts within the division, Software revenue growth recovered to 7.0% in H2'26 on a significantly reduced cost base.

Figures in R'000	FY'26	FY'25	% change
Payments division	**647.8**	689.2	(6.0)
Software division	**500.2**	549.0	(8.9)
International division	**18.2**	12.5	45.6
Total revenue	**1 166.2**	1 250.7	(6.8)

Group cost of sales was stable at R640.2 million despite lower revenue. This is as a result of software revenue mix impact, the delay in terminal deliveries and, more significantly, FY'25 benefitting from substantial once-off five-year aggregated software licence fees with little associated cost.

The Group's gross margin contracted from 49.1% to 45.1%, primarily due to the prior-year's five-year aggregated licence fee and restructuring expenses in the Software division.

Other income increased to R7.3 million (FY'25: R1.3 million), mainly due to foreign exchange gains of R5.0 million and sundry income of R2.1 million.

Other fair value gains – Fair value gains on convertible loan assets were driven by improved equity valuations across investee entities. Because the instruments include conversion rights that participate in equity upside, increases in investee enterprise values translated into higher fair values for the convertible instruments. These revaluations reflect both improved credit quality and higher expected equity participation.

Group operating expenses were exceptionally well managed, ending 7.1% lower than the prior year at R341.1 million. Payments maintained strict cost discipline, reducing costs through scale efficiencies. The Software division's efforts to align costs more closely with revenue have generated cost savings of c.R40 million on an annualised basis, which began to manifest in H2'26. Software restructuring costs of c.R10 million were accounted for in this period.

Group EBITDA was 16.4% lower at R279.3 million (FY'25: R333.9 million), driven by lower revenue and the non-recurrence of the five-year aggregated licence fee in the Software segment, offset by lower operating costs. On an underlying basis, EBITDA increased by 5.9% to R283.2 million (underlying FY'25: R267.3 million). Management assesses the performance of the Group's divisions on underlying EBITDA and believes this to be the appropriate measure of the intrinsic health and performance of the business units.

Finance income increased by 6.8% to R35.8 million, mainly associated with an increase in interest income from finance leases within the Payments division.

Finance cost declined by 21.7% to R13.1 million (FY'25: R16.7 million). This relates to the cost of borrowings associated with the CAET Trust, which is non-recourse to the company.

Headline earnings declined by 20.3% to R164.9 million (FY'25: R206.9 million). EPS and HEPS were 18.2% lower at 14.38 and 14.37 cents per share, respectively. On an underlying basis, headline earnings increased by 7.3% to R161.0 million (underlying FY'25: R150.1 million), and underlying HEPS increased by 10.1% to 14.03 cps (underlying FY'25: 12.75 cps).

Figures in R'000	FY'26	FY'25	% change
Profit for the year attributable to ordinary shareholders	**164 954**	207 064	
(Profit)/Loss on disposal of property, plant and equipment and intangible assets	**(106)**	(211)	
Tax on loss on disposal of property, plant and equipment and intangible assets	**29**	57	
Headline earnings	**164 877**	206 910	(20.3)
Underlying headline earnings	**160 980**	150 087	7.3

Commentary continued

Earnings per share	FY'26 Cents per share	FY'25 Cents per share	% change
Underlying headline earnings per share	**14.03**	12.75	10.1
Basic earnings per share	**14.38**	17.58	(18.2)
Headline earnings per share	**14.37**	17.57	(18.2)
Diluted earnings per share	**14.12**	16.80	(16.0)
Diluted headline earnings per share	**14.12**	16.79	(15.9)

	FY'26 Number of shares	FY'25 Number of shares	% change
Number of ordinary shares in issue ('000)	**1 291 960***	1 310 000	(1.4)
Weighted average number of ordinary shares in issue ('000)	**1 147 176**	1 177 561	(2.6)
Diluted weighted average number of ordinary shares in issue ('000)	**1 168 079**	1 232 266	(5.2)

* *18 039 829 ordinary shares at no par value cancelled during the year*

Cash generated from operations was 25% higher at R259.0 million (FY'25: R207.9 million),

Araxi's operating companies continue to be asset-light and generate significant cash flow. During this period, Araxi paid over R288 million in taxes, dividends, and share repurchases. The Group maintains a strong balance sheet, ending the period with R327.6 million in cash, part of which will be used to settle the Pay@ acquisition, as well as fund organic growth, acquisitions, investments, and further share buybacks.

Dividends

A final dividend of 7.50 cents has been declared (FY'25: 7.50 cents per share). This brings the total dividend for the year to 12.00 cents per share (FY'25: 12.00 cps). The Board is of the view that, in light of the large transaction concluded at the end of May and the numerous growth opportunities available to Araxi, it is prudent to strike a balance between returning cash to shareholders through dividends and retaining sufficient capital to participate in these opportunities.

Treasury shares

Excluding the 75 million Araxi shares held by the Capital Appreciation Empowerment Trust, over which the Group has no legal ownership interest but which are included in the treasury share count under IFRS 10, Araxi held 68.2 million treasury shares at the end of March 2026, representing c. 5.3% of the issued share capital. During the period, the Company repurchased 28 901 704 million shares at an average cost of R1.37 per share, for a total of R39.6 million.

DIVISIONAL REVIEW

Payments

The Araxi Payments division continued to grow its Android POS terminal estate as new device form factors support overall market growth opportunities. At the same time, the business is investing effort and resources to increase the contribution from payment software-related recurring revenue opportunities.

After delivering a strong set of financial and operational results in the first half of the financial year, results were weaker in the second half. Terminal sales and the roll-out of new devices were affected by a cautious approach by clients and the postponement of major capital investment decisions in H2'26, amid global uncertainties during the US-Iran war. The lower sales were exacerbated by the delayed delivery of a substantial terminals order. This order was delivered after year-end and is therefore not included in the reporting period.

The division continued its pleasing growth in annuity income, increasing its recurring revenue and strengthening the resilience and predictability of earnings. Payments also further improved its operating efficiencies and continued to pursue disciplined execution of strategic priorities.

Revenue decreased by 6.0% to R647.8 million. The decline was primarily due to lower terminal sales, driven by fewer units sold and delivered, a general drop in terminal prices, and a shift in mix toward lower-priced devices. The continued expansion of the POS terminal estate, along with strong uptake of Payment's PSAAS offerings, fuelled pleasing growth in terminal software licence fees and related services, up more than 31%. Maintenance and support fees from terminals grew in line with expectations. Terminal rental income declined as legacy rental contracts matured, and the terminal rollout under the previously awarded multi-year contracts remained slower than anticipated.

Payments – sources of revenue

Figures in R'000	FY'26	FY'25	% change
Payment division			
Sale of terminals	**230.0**	307.9	(25.3)
Maintenance and support service fees from terminals	**195.9**	190.6	2.7
Terminal rental income	**56.2**	64.3	(12.6)
Terminal licence fees and related services	**165.7**	126.4	31.1
Total revenue	**647.8**	689.2	(6.0)

Operating expenses were exceptionally well managed and decreased slightly. This underscores meticulous cost management and the benefits of Payments' business model, which supplies licensed software across a scaled terminal estate. Operating leverage is evident in EBITDA of R288.4 million (FY'25: R297.8 million), which remained stable despite reduced revenue. The reported operating margin improved by 130 basis points, fueled by a greater contribution from software products. Importantly, on an underlying basis after adjusting for the interest portion of lease income, EBITDA was R299.5 million, and the EBITDA margin improved by 260 basis points.

Commentary continued

Payments

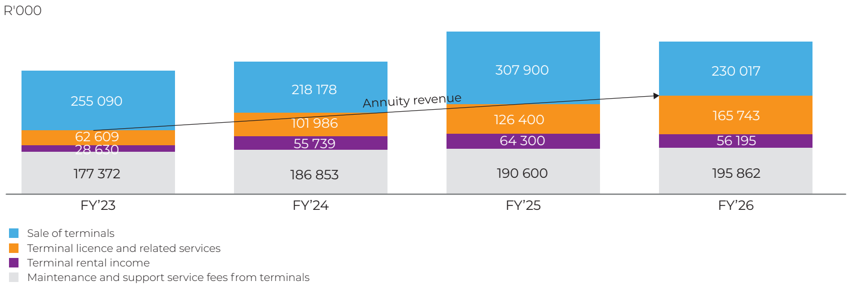
		FY'26	FY'25	% change
Reported EBITDA	(R'million)	**288.4**	297.8	(3.2)
– Finance lease income reclassification as operating income for EBITDA calculation purposes		**11.1**	2.7	–
Underlying EBITDA		**299.5**	300.5	(0.3)
Reported EBITDA margin	(%)	**44.5**	43.2	130bps
Underlying EBITDA margin	(%)	**46.2**	43.6	260bps

Strategic and operational highlights

The compelling growth in terminal licence fees and related services, reinforces the Payments division's longer-term strategic emphasis on annuity-based recurring revenues.

Payments' PSaaS (Payments Software-as-a-Service) strategy of developing hardware-agnostic software solutions also significantly increases the total addressable market, as Araxi can target any deployed POS estate in the market, regardless of whether the hardware was supplied by the Group. In pursuit of this objective, the division participated in the Merchant Payments Ecosystem Conference in Berlin in March 2026. It marked a key step in its international expansion, validating its OEM-agnostic Android Payment Application, generating high-quality European leads, and positioning the Payments Division for targeted entry into the European market.

Payments revenue



Other highlights include:

- Point of sale (POS) terminals in the hands of customers increased by 5.4% to 447 000 at year-end.
- Bank clients are increasingly interested in serving merchants in entry-level markets. The Payments division has introduced an Android device for this market segment, which has been well received, and Araxi has been invited to several ongoing Request for Proposals.
- Payments' white-label "business-in-a-box" MicroPOS payment solution continues to grow in popularity, with more than 90 000 merchant app downloads by small and micro businesses to date.

Halo Dot

Halo Dot has continued to transition from technical readiness, to commercial traction, to active deployments. The team has progressed multiple acquirer and processor integrations in South Africa, elsewhere in Africa, the UK, across Europe, the United States, Latin America, Mexico and most recently the Caribbean, with a number of customers across regions now nearing go-live in FY'27. This will generate recurring monthly licensing and support revenue.

Halo Dot has been a critical enabler, as an Apple Gateway Service Provider (GSP), for the launch of Apple's Tap to Pay on iPhone in South Africa, in partnership with a major retailer and Paycorp in May 2026. In addition to this, Halo Dot has also been approved as an Apple GSP to to enable the launch of Tap to Pay on iPhone solutions in other markets too. Halo Dot remains in investment mode, with its investment progressing from software development and certifications to business development and integrations across various regions.

Outlook

The outlook for the Division remains encouraging, with multiple trends supporting medium- to long-term growth that is both geographically and strategically diversified. Growing the Group's presence across Africa remains a strategic priority, as will scaling its PSaaS offering internationally. Collaboration across the Araxi Group will be strengthened to drive greater synergies, including future alignment with Pay@ once its integration into the Group is complete. Halo Dot is also well-positioned for continued global expansion and growth in the coming year.

SOFTWARE

The Software division's growing pipeline is reflecting strong demand for specialised solutions

The Software Division generated resilient and improved performance in the second half of FY'26 despite tough operating conditions. After a thorough business reset, it has refocused on its core strengths as a specialised provider, supported by strict cost management, putting it in a significantly stronger position to advance its strategy.

Overall, the Software Division exits the period on a more stable and focused footing, with early indications that its strategic repositioning is gaining traction. This is evidenced by a meaningful reduction in operating expenses, improved profitability, accelerating sales momentum toward year-end, and a significantly strengthened pipeline.

Software generated over R384 million in contracted sales during FY'26, including several multi-year agreements that will support future annuity revenue. Clients have become noticeably more willing to engage in specialised projects, with demand particularly strong in cloud migration, intelligent data, Agentic AI, fraud detection, and payment modernisation projects. In contrast, interest in general software development and technology staff augmentation has been subdued and highly competitive. At year-end, the Division experienced a significant increase in demand and closure of projects for FY'27. The strong sales performance and growing pipeline highlight Software's ongoing leadership in specialised, expert-driven services and reinforce its strategy to focus on this differentiated market segment.

The Software Division acquired the minority (29%) shareholding in Rethink as of 1 April 2026. The deeper integration across Synthesis, Dariel and Rethink is expected to unlock both operational efficiencies and commercial synergies, positioning the the Software Division was Division as a more cohesive, differentiated, and multi-disciplinary technology partner within the Araxi Group.

The Software Division received the Managed Services Programme designation from AWS, one of the toughest partner designations to achieve, which provided further margin uplift, as well as awards from DigiCloud Google and Intelligent Software Vendor. AWS also recognised Software with an award for its GenAI-related projects, MyBroadband identified Synthesis as one of the most trusted software development companies in South Africa and the Software Division was acknowledged as Most Trusted Fintech & Software Enterprise 2026 – South Africa, as part of the African Excellence Awards.

Commentary continued

Financial features

Revenue in FY'26 declined by 8.9% compared to FY'25. However, this headline movement does not reflect the underlying momentum in revenue generation. Two factors are particularly noteworthy: (1) FY'25 licence and subscription fees included the five-year aggregated licence fee, which when normalised, results in almost flat revenue; and (2) revenue growth pivoted from -20.1% in H1'26 to +7.0% in H2'26.

Services and consulting fees decreased by 6.8% for the full year, but increased by nearly 9% year-on-year in H2'26, supporting a healthy pipeline into FY'27. Revenue from licences and subscriptions, excluding the one-off five-year aggregated licence fee, was stable relative to the previous year. Security hardware and third-party licence fees performed exceptionally well, mainly driven by increased sales of third-party licences.

Software division – sources of revenue

Figures in R'000	FY'26	FY'25	% change
Services and consultancy fees	**348.5**	373.9	(6.8)
Licence and subscription fees	**77.0**	118.5	(35.0)
Security hardware, third-party licence fees, and cloud resale services	**74.7**	56.6	31.9
Total revenue	**500.2**	549.0	(8.9)
Underlying revenue	**508.4**	516.3	(1.5)

The Division implemented a range of cost-saving measures to rightsize the business and improve utilisation. Head count was managed particularly prudently through the reset process in H1'26. This resulted in significantly lower operating expenses in H2'26 relative to the prior period. EBITDA declined to R32.6 million (FY'25: R61.3 million), impacted by the five-year aggregated licence fee in the comparative and c.R10 million of restructuring costs expensed in FY'26. However, excluding these items on a underlying basis, EBITDA grew by 77.2% to R50.8 million and EBITDA margin improved by 450 basis points.

Software underlying EBITDA performance

		FY'26	FY'25	% change
Reported EBITDA	(R'million)	**32.6**	61.3	(46.8)
– Software licence fee adjustment		**8.2**	(32.7)	
– Software restructuring costs		**10.0**	–	
Underlying EBITDA		**50.8**	28.6	77.2
Reported EBITDA margin	(%)	**6.5**	11.2	(470bps)
Underlying EBITDA margin		**10.0**	5.5	450bps

Strategic and operational highlights

The Software Division's strategic focus is on improving margins through a strong emphasis on higher-margin consulting business and operational efficiency gains through the use of AI, as well as on building quality revenue across the software businesses and long-term annuity revenue-based licence fees through intellectual property, aligned with the Payments Division. The expansion into new industries and international markets, notably the Netherlands and the United Kingdom, will also be a focal point.

The Software Division was awarded numerous new contracts with major clients in FY'26, including several large banks and a premier insurance company.

A new niche in Strategic Advisory has operated at near full utilisation for the past six months, reflecting sustained demand. The team delivered solutions across key sectors, including a major new healthcare programme, strategic AI initiatives within leading banks (spanning document intelligence and platform modernisation), and continued expansion across insurance, gaming, and in international markets for clients such as a world-renowned UK-based university's Press and Assessment's area for their online e-learning platform, and a global leader in semi-conductor production for their manufacturing optimisation.

GenAI and Agentic AI – Software's newly formed Technology Team was established to accelerate innovation and bring measurable maturity to its offerings. Agentic AI tooling is driving meaningful efficiency gains across all software engineering activity - whether internal product development, customer delivery, or operational processes and the team has also begun building intelligent agents directly into client platforms, conceiving new ways in which consumers can interface with banks and retailers and improving fraud detection using AI.

Synthesis continues to demonstrate strong technical depth and a differentiated market position across its operating units. The business holds several premier accreditations with leading technology partners, including AWS Premier Partner status and the Managed Services Programme designation, which remain meaningful differentiators in securing new enterprise opportunities and supporting margin uplift.

Demand for the group's regulatory, cryptography, and payments capabilities remains robust, supported by ongoing modernisation programmes within the regulator landscape and sustained client appetite for specialist offerings. In parallel, the business is actively developing new product opportunities and commercial models in emerging areas, positioning the group to capitalise on growing demand for practical AI, data, and digital strategies within the enterprise market.

Outlook

The Software Division exits FY'26 with a healthier cost base, an improving pipeline, and increased confidence in forward revenue visibility. This positions the business well to rebuild growth, expand client relationships, and continue its shift toward higher-value, AI-enabled, and platform-driven offerings. While the sector as a whole is under pressure, demand for the Software Division's specialised skills and licensed intellectual property has improved significantly, and the bench is fully utilised. This provides a sound platform for sustained growth and delivery, and the business is cautiously optimistic about improved results in FY'27 and beyond.

ASSOCIATES

- **AssetPool** is a cloud-based asset-tracking platform serving companies across North America, the UK, Europe, 40 African countries, and Australia. Araxi acquired its interest in the company by providing loan funding with equity conversion rights. Although still in its early stages, AssetPool is steadily growing its client base and assets. The company has introduced new features to boost customer engagement and is preparing to launch the second version of its platform, AssetPool Nova.
- **LayUp** has transformed into a digital collector of recurring payments, accepting funds at more than 150 000 points across South Africa. Its capabilities continue to attract top retail merchant clients, resulting in a surge in payment plans and gross merchandise value on the platform. Recently, LayUp launched an exciting new rewards initiative called Boost, where users are rewarded by merchants on a programmatic basis. Early adoption has been encouraging, highlighting LayUp's innovative approach in the market.

Commentary continued

PAY@ GROUP ACQUISITION

Announced in February and concluded in May, Araxi acquired an 80% stake in the Pay@ Group. Founded in 2007, Pay@ is a scaled and leading provider of end-to-end B2B integrated payments solutions with B2C capabilities. In the 12 months through February 2026 Pay@ transacted more than R60 billion in value across the platform and boasts an efficacy rate of 99.99%.

Pay@ is the largest independent payments processing platform in South Africa, with over 9 000+ retailer locations, 150 000+ mobile POS payment end-points, millions of downloaded integrated apps and 10+ digital payment platforms, servicing a wide range of customer types, including banks, money remittance companies, retailers, telcos, digital service providers, traditional enterprises and municipalities, among others. Pay@'s network of billers and retailers comprise an incomparable payments platform, taking payments to people where they are and driving for the dignity that comes with financial inclusion.

Araxi is excited to have recently concluded the transaction, effective 28 May, and the opportunities that arise from combining Araxi's exceptional payment technology expertise with the market leadership of Pay@. Pay@ has an impressive management team and the combined vision of the respective business leaders presents a compelling opportunity. Pay@ will form part of the Payments division and four months of Pay@'s financial performance will be included in the financial results of Araxi for H1'27 as of September 2026.

Had the Pay@ transaction been concluded as of 1 March 2025, the Group's full-year EBITDA would have increased by 54% and headline earnings for FY'26 would have been 17.22 cents per share, an increase of 20%. This excludes the non-cash amortisation on intangible assets that arises in accordance with IFRS 3, related to the Pay@ acquisition.

PROSPECTS

We are encouraged by the recent pipeline developments and the momentum of the Group's initiatives to diversify revenue streams across new products, sectors, and regions.

In recent months, clients have demonstrated a renewed interest in specialist applications, particularly in alternative payment solutions. Araxi has the skills, experience, proven track record, and infrastructure to deliver efficient, innovative products and services that can improve our customers' competitiveness. Both the Payments and Software divisions are well-positioned to capitalise on improved conditions.

Pay@ will benefit from Araxi's access to capital, strong transformation credentials, and extensive payments, technology, digital and cloud expertise, which should accelerate its solutions and innovations and further improve the Pay@ group's profitability.

The acquisition is expected to enhance Araxi's payments capabilities, enabling the combined group to deliver a broader, more competitive, and unique offering to its enterprise clients across South Africa. The amalgamation is also expected to unlock significant regional growth opportunities across Africa and other international markets.

Araxi remains cash-generative and maintains adequate balance sheet capacity to fund organic growth, acquisition opportunities, investments, and further share repurchases. The Group will continue to invest in growth-related initiatives as appropriate.

We remain cautiously optimistic and enthusiastic that these trends and opportunities will support the Group's growth trajectory in FY'27.

DIVIDENDS

The Board has pleasure in announcing that a final cash dividend of 7.50 cents per ordinary share has been declared for the year ended 31 March 2026 (FY'25: 7.50 cents per ordinary share), bringing the total dividend for the year to 12.00 cents per share (FY'25: 12.00 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 7.50 cents per ordinary share, which is 6.00 cents per ordinary share net of withholding tax.
- Araxi has 1 291 960 171 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, 9 June 2026
Last day to trade	Tuesday, 28 July 2026
Shares commence trading ex-dividend	Wednesday, 29 July 2026
Record date	Friday, 31 July 2026
Payment date	Monday, 3 August 2026

Share certificates for ordinary shares may not be dematerialised or rematerialised between Wednesday, 29 July 2026 and Friday, 31 July 2026, both days inclusive.

FORWARD-LOOKING STATEMENTS

This announcement contains forward-looking statements regarding the economy and Araxi's operations, which involve risks and uncertainties regarding future economic conditions.

Neither the financial information in this annual results announcement and presentation nor any forward-looking statements recorded herein have been audited or reviewed by Araxi's external auditors.

On behalf of the Board

Michael Pimstein
Executive Chairman

Bradley Sacks
Chief Executive Officer

Sjoerd Douwenga
Chief Financial and
Value Enhancement Officer

Sandton

9 June 2026

Commentary continued

BUSINESS DESCRIPTIONS

The Payments segment comprises:

African Resonance is the leading direct and indirect provider of payment software and infrastructure, technical support, terminal maintenance and support, bespoke software solutions, PCI Compliant key injection facility for terminals, as well as other comprehensive payment services and payment technology solutions, while **Dashpay** offers Payment Software as a Service ("PSaaS") for Bank acquirers, Payment facilitators and Fintechs.

The **Pay@ Group** is one of South Africa's leading and most trusted payment aggregation and processing platforms. The company provides secure, real-time payment solutions that connect major billers, merchants, and consumers through an extensive national network of physical and digital payment channels. The Pay@ network is the most extensive network of payment channels across sub-Saharan Africa.

Halo Dot provides proprietary software solutions ("Softpos") that allow any near-field communication ("NFC") enabled Android and iOS-based devices to accept digital card payments. Halo Dot is offered in multiple form factors, including as a software development kit ("SDK") for integration into others' apps or as an app on a white-label basis.

LayUp is Africa's first digital lay-by and recurring payments business with solutions for e-commerce and in-store purchases.

The Software segment mainly comprises:

Synthesis and Dariel, who each have a proven track record of designing, building, and deploying software solutions for complex, large-scale businesses and enterprises. Araxi Software offers highly specialised AI first software development, consulting and integration services and technology-based product solutions in South Africa and other emerging markets. The products and services enable clients to perform business processing functions, meet regulatory requirements, integrate with trading platforms and exchanges, secure sensitive information and develop complex business applications. It has significant depth in financial services, retail, telco, hospitality and healthcare domains where it has designed, built, and operated multiple systems bringing deep technical capabilities in system integration, intelligent automation, machine learning, and Generative AI & Agentic AI.

International

The International division located in the Netherlands aims to broaden the Group's geographic reach, expand its client base, and increase exposure to new and emerging technologies and global best practice. In addition to the Group's wholly-owned foreign subsidiaries, Synthesis Europe B.V. and Synthesis Labs B.V., Araxi owns 20% of Regal Digital B.V.

Assetpool

AssetPool is a SaaS B2B platform for managing, tracking and maintaining critical infrastructure. Araxi participated in AssetPool through a convertible loan, which, when converted into equity, will grant the Group 33% of the company.

Group statement of financial position

AT 31 MARCH 2026

Figures in R'000	Notes	2026	2025
ASSETS			
Property, plant and equipment		55 053	67 450
Intangible assets		122 566	122 603
Right-of-use assets		21 809	20 396
Goodwill		840 252	840 252
Investment in associates and joint ventures		*	*
Loans to associates and joint ventures		9 658	9 811
Other financial assets		2 252	41 336
Finance lease receivable		53 819	44 359
Trade and other receivables		9 959	13 101
Deferred tax assets		7 473	8 408
Non-current assets		1 122 841	1 167 716
Inventories		91 967	45 333
Trade and other receivables		138 597	193 000
Taxation receivable		7 507	9 447
Loans to associates and joint ventures		60 495	35 157
Other financial assets		65 902	–
Finance lease receivable		13 289	8 058
Cash and cash equivalents		327 567	402 312
Current assets		750 324	693 307
Total assets		1 828 165	1 861 023
EQUITY AND LIABILITIES			
Capital and reserves		1 539 264	1 533 376
Share capital	1	936 074	976 455
Share-based payment reserve		32 387	20 519
Foreign currency translation reserve		(647)	(815)
Retained income		571 450	537 217
Non-controlling interest		1 933	1 588
Total equity		1 541 197	1 534 964
Contract liabilities		2 531	6 920
Lease liability		18 615	18 540
Deferred tax liabilities		45 240	39 779
Non-current liabilities		66 386	65 239
Contingent consideration liability		–	23 828
Contract liabilities		15 640	10 900
Lease liability		9 201	7 957
Provision for share repurchase		–	32 331
Trade and other payables		118 756	94 326
Other financial liability		70 282	71 892
Taxation payable		6 703	19 586
Current liabilities		220 582	260 820
Total equity and liabilities		1 828 165	1 861 023

* *Amounts are less than R1 000.*

Group statement of comprehensive income

FOR THE YEAR ENDED 31 MARCH 2026

Figures in R'000	2026	2025
Revenue	1 166 157	1 250 733
Cost of sales	(640 218)	(636 016)
Gross profit	525 939	614 717
Other income	7 299	1 329
Other fair value gains	34 308	36 701
Operating expenses	(341 129)	(367 374)
Operating profit before items noted below	226 417	285 373
Finance income	35 773	33 480
Finance costs	(13 104)	(16 733)
Finance costs: lease liabilities	(3 086)	(3 311)
Expected credit loss raised	–	(1 064)
Profit before taxation	246 000	297 745
Taxation	(80 701)	(90 840)
Profit after taxation	165 299	206 905
Other comprehensive income		
Items that will be reclassified subsequently to profit and loss net of tax		
Foreign currency translation reserve adjustments	168	238
Total comprehensive income for the year	165 467	207 143
Profit after tax attributable to:		
Shareholders of the Company	164 954	207 064
Non-controlling interest	345	(159)
	165 299	206 905
Total comprehensive income attributable to:		
Shareholders of the Company	165 122	207 143
Non-controlling interest	345	(159)
	165 467	206 984
Basic earnings per share (cents)	14.38	17.58
Diluted earnings per share (cents)	14.12	16.80

Group statement of cash flows

FOR THE YEAR ENDED 31 MARCH 2026

Figures in R'000	Notes	2026	2025
Cash generated from operations	2	**258 999**	207 948
Finance income received		**32 773**	33 408
Finance costs paid		**(17 928)**	(8 006)
Dividends paid		**(138 165)**	(120 748)
Taxation received		**1 169**	–
Taxation paid		**(89 358)**	(67 794)
Net cash inflow from operating activities		**47 490**	44 808
Cash flows from investing activities			
Acquisition of property, plant and equipment		**(9 902)**	(18 461)
Proceeds on disposal of property, plant and equipment and intangible assets		**1 261**	1 243
Capitalisation of intangible assets		**(23 751)**	(37 431)
Loans to associates and joint ventures		**(16 982)**	(10 667)
Repayment of loans to associates and joint ventures		**4 507**	–
Other financial assets loans granted		**(1 000)**	(5 000)
Net cash outflow from investing activities		**(45 867)**	(70 316)
Cash flows from financing activities			
Repayment of lease liability		**(8 067)**	(6 402)
Contingent consideration settlement		**(14 159)**	–
Purchase of treasury shares		**(39 635)**	(41 867)
Proceeds from sale of treasury shares in settlement of vested share options		**9 614**	6 963
Repayment of other financial liabilities		**(1 610)**	–
Settlement of share repurchase liability		**(21 467)**	–
Net cash outflow from financing activities		**(75 324)**	(41 306)
Net decrease in cash and cash equivalents		**(73 701)**	(66 814)
Cash and cash equivalents at beginning of year		**402 312**	468 151
Net foreign exchange difference		**(1 044)**	975
Cash and cash equivalents at end of year		**327 567**	402 312

Group statement of changes in equity

FOR THE YEAR ENDED 31 MARCH 2026

Figures in R'000	Ordinary share capital	Share-based payment reserve
Balance at 1 April 2024	**984 495**	**26 789**
Profit for the year	–	–
Other comprehensive income	–	–
Total comprehensive income	–	–
Share-based payment expense	–	16 898
Settlement of vested conditional share awards and share option awards	–	(23 168)
Allotment of conditional share awards 15 518 650 treasury shares	26 537	–
Purchase of treasury shares (32 045 855 shares)	(41 867)	–
Exercised share options out of treasury shares (4 642 453 shares)	7 290	–
Cash dividends paid	–	–
At 31 March 2025	**976 455**	**20 519**
Profit for the year	–	–
Other comprehensive income	–	–
Total comprehensive income	–	–
Share-based payment expense	–	16 238
Remeasurement of provision for share repurchase	(2 345)	–
Allotment of 7 618 735 shares to settle contingent consideration	13 714	–
Settlement of vested conditional share awards and share option awards	(43 375)	(4 370)
Allotment of conditional share awards 11 513 587 treasury shares	21 646	–
Purchase of treasury shares (28 901 704 shares)	(39 635)	–
Exercised share options out of treasury shares (5 447 193 shares)	9 614	–
Cash dividends paid	–	–
Balance at 31 March 2026	**936 074**	**32 387**

Foreign currency translation reserve	Retained income	Total equity attributable to shareholders of the Company	Non-controlling interest	Total equity
(1 053)	**460 107**	**1 470 338**	**1 747**	**1 472 085**
–	207 064	207 064	(159)	206 905
238	–	238	–	238
238	207 064	207 302	(159)	207 143
–	–	16 898	–	16 898
–	–	(23 168)	–	(23 168)
–	(11 055)	15 482	–	15 482
–	–	(41 867)	–	(41 867)
–	–	7 290	–	7 290
–	(118 899)	(118 899)	–	(118 899)
(815)	**537 217**	**1 533 376**	**1 588**	**1 534 964**
–	**164 954**	**164 954**	**345**	**165 299**
168	**–**	**168**	**–**	**168**
168	**164 954**	**165 122**	**345**	**165 467**
–	**–**	**16 238**	**–**	**16 238**
–	**–**	**(2 345)**	**–**	**(2 345)**
–	**–**	**13 714**	**–**	**13 714**
–	**7 444**	**(40 301)**	**–**	**(40 301)**
–	**–**	**21 646**	**–**	**21 646**
–	**–**	**(39 635)**	**–**	**(39 635)**
–	**–**	**9 614**	**–**	**9 614**
–	**(138 165)**	**(138 165)**	**–**	**(138 165)**
(647)	**571 450**	**1 539 264**	**1 933**	**1 541 197**

Group segment analysis

FOR THE YEAR ENDED 31 MARCH 2026

	Payments Segment		Software Segment	
Figures in R'000	**2026**	2025	**2026**	2025
Revenue received from all customers	**647 816**	689 215	**500 176**	549 015
Revenue received from all customers	**647 816**	689 215	**514 680**	570 863
Less: Revenue received from inter segmental customers	**–**	–	**(14 503)**	(21 848)
Cost of sales	**(320 164)**	(347 985)	**(311 145)**	(283 364)
Employee costs relating to operating expenses	**(28 798)**	(31 079)	**(110 474)**	(145 882)
EBITDA**	**288 422**	297 840	**32 578**	61 300
Operating profit/(loss)	**259 164**	264 511	**8 922**	45 180
Expected credit loss raised	**–**	–	**–**	–
Segment assets	**1 059 289**	1 014 054	**489 510**	446 969
Segment liabilities	**100 551**	66 037	**73 264**	88 022
Net assets	**958 738**	948 017	**416 246**	358 947
Geographical information				
Revenue	**647 816**	689 215	**500 176**	549 015
South Africa	**642 816**	687 177	**470 953**	478 920
Rest of Africa and Indian Ocean Islands	**3 282**	2 038	**17 426**	22 555
Asia Pacific	**–**	–	**2 796**	38 201
United States of America	**–**	–	**4 174**	3 037
United Kingdom and Europe	**1 719**	–	**4 827**	6 302
Segment assets	**1 059 289**	1 014 054	**489 510**	446 969
South Africa	**1 059 289**	1 014 054	**489 510**	446 969
Europe	**–**	–	**–**	–
Segment liabilities	**100 551**	66 037	**73 264**	88 022
South Africa	**100 551**	66 037	**73 264**	88 022
Europe	**–**	–	**–**	–

** *Earnings before interest, tax, depreciation and amortisation ("EBITDA").*

For management purposes, the Group is organised into business units based on its products and services and has three reportable segments, as follows:

- The Payments segment generates revenue from the sale of terminals, the rental of terminals, maintenance and support service fees from terminals, and terminal license fees and related services.

  The Payments segment is an aggregation of African Resonance, Dashpay and Halo as they all generate revenue from similar types of transactions.
- The Software segment generates revenue from services and consultancy fees, licence and subscription fees and sale of security hardware and third party license fees.
- The Software segment is an aggregation of Synthesis, the Responsive group and the Dariel group as they all generate revenue from similar types of transactions.

	International Segment		Corporate		Group	
	2026	2025	**2026**	2025	**2026**	2025
	18 164	12 503	**–**	–	**1 166 157**	1 250 733
	18 331	15 387	**–**	–	**1 180 827**	1 275 465
	(167)	(2 884)	**–**	–	**(14 670)**	(24 732)
	(8 909)	(4 667)	**–**	–	**(640 218)**	(636 016)
	(7 446)	(8 399)	**(14 772)**	(11 853)	**(161 491)**	(197 213)
	(24)	(3 048)	**(41 656)**	(22 159)	**279 320**	333 933
	(66)	(3 119)	**(41 603)**	(21 199)	**226 417**	285 373
	–	–	**–**	(1 064)	**–**	(1 064)
	10 928	8 482	**268 438**	391 518	**1 828 165**	1 861 023
	3 114	3 333	**110 039**	168 667	**286 968**	326 059
	7 814	5 149	**158 399**	222 851	**1 541 197**	1 534 964
	18 164	12 503	**–**	–	**1 166 157**	1 250 733
	157	7	**–**	–	**1 113 926**	1 166 104
	103	13	**–**	–	**20 811**	24 606
	6 463	–	**–**	–	**9 259**	38 201
	2	1	**–**	–	**4 176**	3 038
	11 439	12 482	**–**	–	**17 985**	18 784
	10 928	8 482	**268 438**	391 518	**1 828 165**	1 861 023
	–	–	**268 438**	391 518	**1 817 237**	1 852 541
	10 928	8 482	**–**	–	**10 928**	8 482
	3 114	3 333	**110 039**	168 667	**286 968**	326 059
	–	–	**110 039**	168 667	**283 854**	322 726
	3 114	3 333	**–**	–	**3 114**	3 333

The international segment consists of an offshore company in the Netherlands, Synthesis Labs B.V, which is a wholly-owned subsidiary of Synthesis Europe B.V. The International segment has a similar transaction profile with the South African Software segment.

No reliance is placed on one major customer.

Corporate is not a reportable Segment. However it provides the Group with strategic direction; regulatory compliance and governance; administrative, financial and secretarial services; management of insurance; internal audit and Group treasury management. CAET, an empowerment trust deemed to be under the control of Araxi in terms of IFRS 10, and its related entities have been included in both the current year and the prior year.

Notes to the Group financial statements

FOR THE YEAR ENDED 31 MARCH 2026

1. SHARE CAPITAL

Figures in R'000	2026	2025
Ordinary shares of no par value	936 074	976 455

	Number of shares	Number of shares
Authorised shares		
Ordinary shares of no par value	10 000 000 000	10 000 000 000
Constituent ordinary shares of no par value	4 000	4 000
Issued shares		
Ordinary shares of no par value in issue at beginning of the year	1 310 000 000	1 310 000 000
Ordinary shares of no par value cancelled during the year	(18 039 829)	–
Ordinary shares of no par value in issue at end of year	1 291 960 171	1 310 000 000
Ordinary shares of no par value repurchased (treasury shares)	(68 168 769)	(63 846 580)
Ordinary shares of no par value, CAET Holdings Proprietary Limited (treasury shares)	(75 000 000)	(75 000 000)
Ordinary shares of no par value, net of treasury shares at the end of the year	1 148 791 402	1 171 153 420
Reconciliation of movement of issued ordinary shares		
Ordinary shares, net of treasury shares at the beginning of the year	1 171 153 420	1 183 038 172
Ordinary shares of no par value repurchased during the year (treasury shares)	(28 901 704)	(32 045 855)
Ordinary shares allotted for contingent consideration	7 618 735	–
Ordinary shares of no par value sold during the year from treasury shares to settle vested share options	5 447 193	4 642 453
Ordinary shares of no par value delivered during the year from treasury shares to settle vested conditional share awards	11 513 587	15 518 650
Ordinary shares of no par value repurchased and cancelled during the year	(18 039 829)	–
Number of issued ordinary shares, net of treasury shares at end of year	1 148 791 402	1 171 153 420

Notes to the Group financial statements continued

FOR THE YEAR ENDED 31 MARCH 2026

2. CASH GENERATED FROM OPERATIONS

Figures in R'000	2026	2025
Profit before taxation	**246 000**	297 745
Adjustments for:		
Share-based payment	**(1 171)**	9 532
Depreciation: property, plant and equipment	**21 145**	21 696
Depreciation: right-of-use assets	**7 973**	7 350
Amortisation and impairment of intangibles	**23 788**	20 578
Finance income	**(35 773)**	(33 480)
Finance costs	**16 190**	20 044
Unrealised foreign exchange loss/(profit)	**824**	(400)
Profit on disposals of property, plant and equipment and intangibles	**(106)**	(221)
Other fair value gain	**(34 308)**	(36 701)
Expected credit loss	**–**	1 064
Bad debts written-off	**4 475**	–
Changes in working capital		
Increase in inventory	**(46 635)**	(26 707)
Decrease/(increase) in trade and other receivables	**30 547**	(65 551)
Increase/(decrease) in trade and other payables	**28 117**	(4 194)
Increase in contract liabilities	**(1 951)**	(2 530)
Decrease in foreign taxation receivable	**(116)**	(277)
	258 999	207 948

Notes to the Group financial statements continued

FOR THE YEAR ENDED 31 MARCH 2026

3. GROUP INFORMATION

		% Equity interest
Holding Company		
Araxi Limited	Holding Company	
Subsidiaries	**Principal Activities**	
Capprec Management Services Proprietary Limited	Corporate administration	100
African Resonance Business Solutions Proprietary Limited	Payment solutions	100
Rinwell Investments Proprietary Limited	Payment solutions	100
Dashpay Proprietary Limited	Payment solutions	100
Synthesis Software Technologies Proprietary Limited	Software solutions	100
Synthesis Europe B.V.	Software solutions	100
Synthesis Labs B.V.	Software solutions	100
Responsive Tech Proprietary Limited	Software solutions	100
Responsive Digital Proprietary Limited	Software solutions	100
Rethink Digital Proprietary Limited	Software solutions	71
Dariel Software Proprietary Limited	Software solutions	100
Dariel Solutions Proprietary Limited	Software solutions	100
Capital Appreciation Empowerment Trust		*
CAET Holdings Proprietary Limited		*
Albanta Trading (RF) Proprietary Limited		*
Associates and joint ventures		
GovChat Proprietary Limited	Software solutions	50
Regal Digital B.V. (Netherlands)	Software solutions	20
LayUp Technologies Proprietary Limited	Payment solutions	27

* *Indirect control.*

Notes to the Group financial statements continued

FOR THE YEAR ENDED 31 MARCH 2026

4. EARNINGS PER SHARE

The following table reflects the information used in the calculation of the basic, headline and diluted earnings per share:

Figures in R'000	2026	2025
Profit for the year attributable to ordinary shareholders	164 954	207 064
Profit on disposal of property, plant and equipment and intangible assets	(106)	(211)
Tax on loss on disposal of property, plant and equipment and intangible assets	29	57
Headline earnings	164 877	206 910

	Number of shares	Number of shares
Number of ordinary shares in issue ('000)	1 291 960	1 310 000
Weighted average number of ordinary shares in issue ('000)	1 147 176	1 177 561
Diluted weighted average number of ordinary shares in issue ('000)	1 168 079	1 232 266

Figures in R'000	2026	2025
Calculation of weighted average number of shares		
Opening balance of number of ordinary shares	1 171 153	1 183 038
Weighted number of ordinary shares repurchased	(32 060)	(13 657)
Weighted number of ordinary shares options and conditional share awards exercised	7 985	8 180
Weighted average number of ordinary shares cancelled	99	–
Weighted average number of shares in issue	1 147 176	1 177 561
Weighted average number of shares in issue	1 147 176	1 177 561
Dilutive number of shares	20 903	54 705
Diluted weighted average number of shares in issue	1 168 079	1 232 266

Notes to the Group financial statements continued

FOR THE YEAR ENDED 31 MARCH 2026

4. EARNINGS PER SHARE continued

Earnings per share	**2026 Cents per share**	2025 Cents per share
Basic earnings per share	**14.38**	17.58
Headline earnings per share	**14.37**	17.57
Diluted earnings per share	**14.12**	16.80
Diluted headline earnings per share	**14.12**	16.79

5. DIVIDENDS

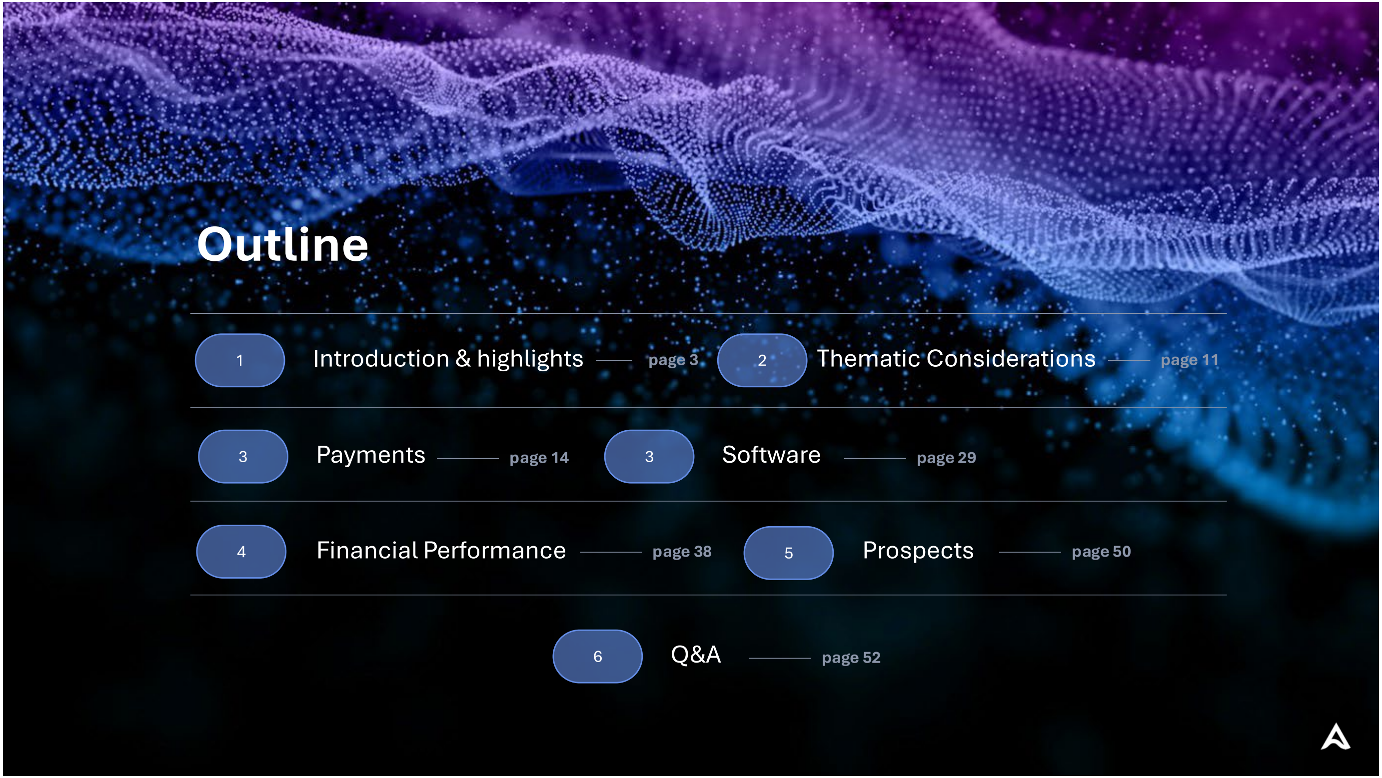
A final dividend for the year ended 31 March 2025 of 7.50 cents per ordinary share was declared on 24 June 2025 amounting to R85.8 million. An interim dividend for the year ended 31 March 2026 of 4.50 cents per ordinary share was declared on 2 December 2025 amounting to R52.4 million. The total dividends paid during the year amounted to R138.2 million (2025: R134.3 million).

Notes

Notes

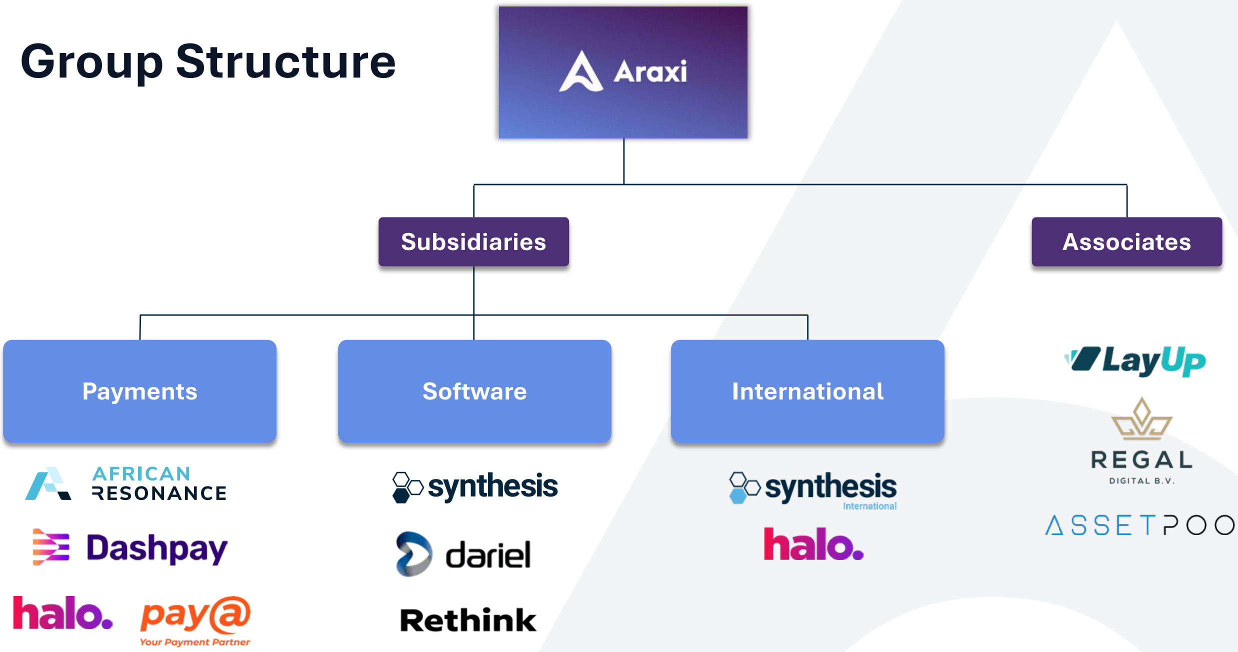

Araxi
Annual Results Presentation
For the twelve months ended 31 March 2026
9 June 2026

NOTES


Outline
1 Introduction & highlights page 3
2 Thematic Considerations page 11
3 Payments page 14
3 Software page 29
4 Financial Performance page 38
5 Prospects page 50
6 Q&A page 52

NOTES

Group Structure



3

NOTES

Araxi's investment case

An extremely strong foundation on which to grow further – **organically** and by **acquisition**

- Strong secular growth trends
- Large and increasing market opportunity – domestic and international
- Trusted partner to blue-chip clients
- Highly talented, skilled and dedicated team
- Demonstrated leadership and track record – scale businesses
- Deliberate focus on and investment in the future
- Pay@ platform presents significant new expansion and collaboration opportunities
- Cash generative, resilient business model with substantial recurring revenue
- Healthy balance sheet, positioned for growth

NOTES

Recent events & highlights

A busy period in a tough market

Strategic

- Name changed to Araxi - September 2025
- Announced acquisition of Pay@ - February 2026, effective 28 May

Operational

- Execution of Payments strategy advancing well
  - Strong pipeline, particularly for lower-tier market
  - HaloDot implementations proceeding well; projects should begin delivering revenue and support an accelerated growth trajectory in FY'27
- Software restructuring, cost-saving initiatives implemented with positive sales momentum in H2'26
- Excellent expense management in both businesses
- Commitment to BEE continues
  - **Level 1** – Synthesis
  - **Level 2** – Group

NOTES

Awards & Recognition

Proud and pleasing moments

NEWS24 / STATISTA

One of South Africa's Top Growth Champions

FINANCIAL TIMES / STATISTA

One of the fastest growing companies in Africa

WEALTH & FINANCE

Most innovative fintech & cloud solutions company 2026 - Africa

AWS

Managed Services Programme designation

AWS

Rising Star for Sub-Saharan Africa region (GenAI-related work)

INTELLIGENT ICT AWARDS AFRICA

Intelligent software vendor

DIGICLOUD GOOGLE AFRICA

Rising star of the year award 2026

MYBROADBAND 2026

One of South Africa's most trusted software development companies

NOTES

Context for introducing Underlying metrics

To enhance appreciation of the actual operational performance and YoY progression of Araxi's businesses

Corporate

- Fair value gains and losses

Pay@

- Early transaction expenses
- Pay@ financials not included in Araxi's FY'26 results

Software

- Restructuring charge
- R42m 5-year aggregate licence agreement recognised in prior year

Payments

- Reclassification of terminal lease interest income as operating income

Terminal delivery delays (not adjusted for)

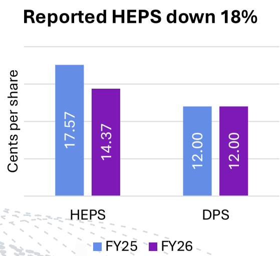
- Meaningful order not delivered prior to period end, rolls into FY '27

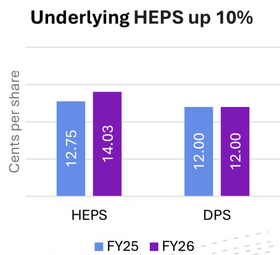
NOTES

Strong operational performance

Mixed financial results

- Full-year results and comparison negatively impacted by the delayed delivery of a substantial terminal order (cut-off) and a large, non-recurring prior year licence fee in Software
- Cash flow from operations up 25% at R259.0 million
- Terminals in the hands of customers up 5.4% to 447 000 units
- Recurring Payments licence fees up more than 31%
- Software gaining strategic traction: 77% increase in underlying EBITDA
  - Material reduction in operating expenses, due to rightsizing of the business
  - Improved sales momentum
  - Key client wins, including multi-year agreements
  - Materially improved capacity utilisation
- Encouraging pipeline development in both divisions





Cash available for investment of R327.6 million at year-end , R200 million used for Pay@

NOTES

Underlying HEPS up 10%

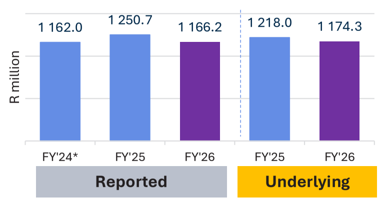
	Underlying performance#	March 2026	March 2025	% increase /(decrease)
R million	Reported Revenue	1 166.2	1 250.7	(6.8)
	Software licence fee adjustment	8.2	(32.7)	
	Underlying Revenue#	**1 174.3**	**1 218.1**	**(3.6)**
	Reported EBITDA	279.3	333.9	(16.4)
	Software licence fee adjustment	8.2	(32.7)	
	Software restructuring costs	10.0	-	
	Early Pay@ transaction costs	8.9		
	Fair value gains/losses on contingent consideration	4.0	(19.5)	
	Fair value gains on convertible loans	(38.4)	(17.2)	
	Finance lease income reclassification	11.1	2.7	
	Underlying EBITDA#	**283.2**	**267.3**	**5.9**
Cents	**Underlying headline earnings#**	**161.0**	**150.1**	**7.3**
	Underlying headline earnings per share (HEPS)#	**14.03**	**12.75**	**10.1**

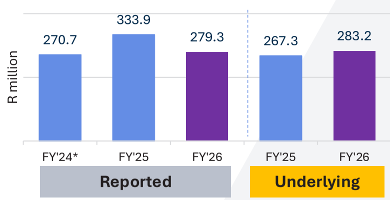
Refer to slide 7 for details

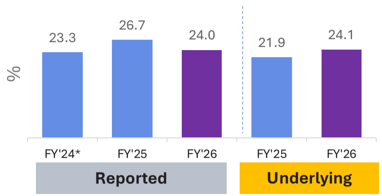
- FY'25 enhanced by five-year aggregate software licence
- FY'26 prejudiced by absence of Software licence revenue
- FY'26 prejudiced by one-time restructuring charge
- FY'26 prejudiced by one-time transaction costs for Pay@
- Impact of fair value gains and losses removed (non-cash)
- Finance lease regarded as a core operating activity and interest portion included in underlying EBITDA calculation

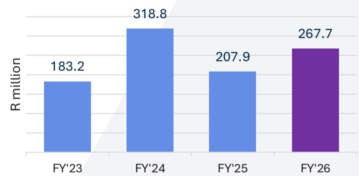
NOTES

Resilient profitability supported by growing recurring revenue in Payments and Software turnaround









Payments benefited from a large terminal estate and strong performance from terminal software licence fees

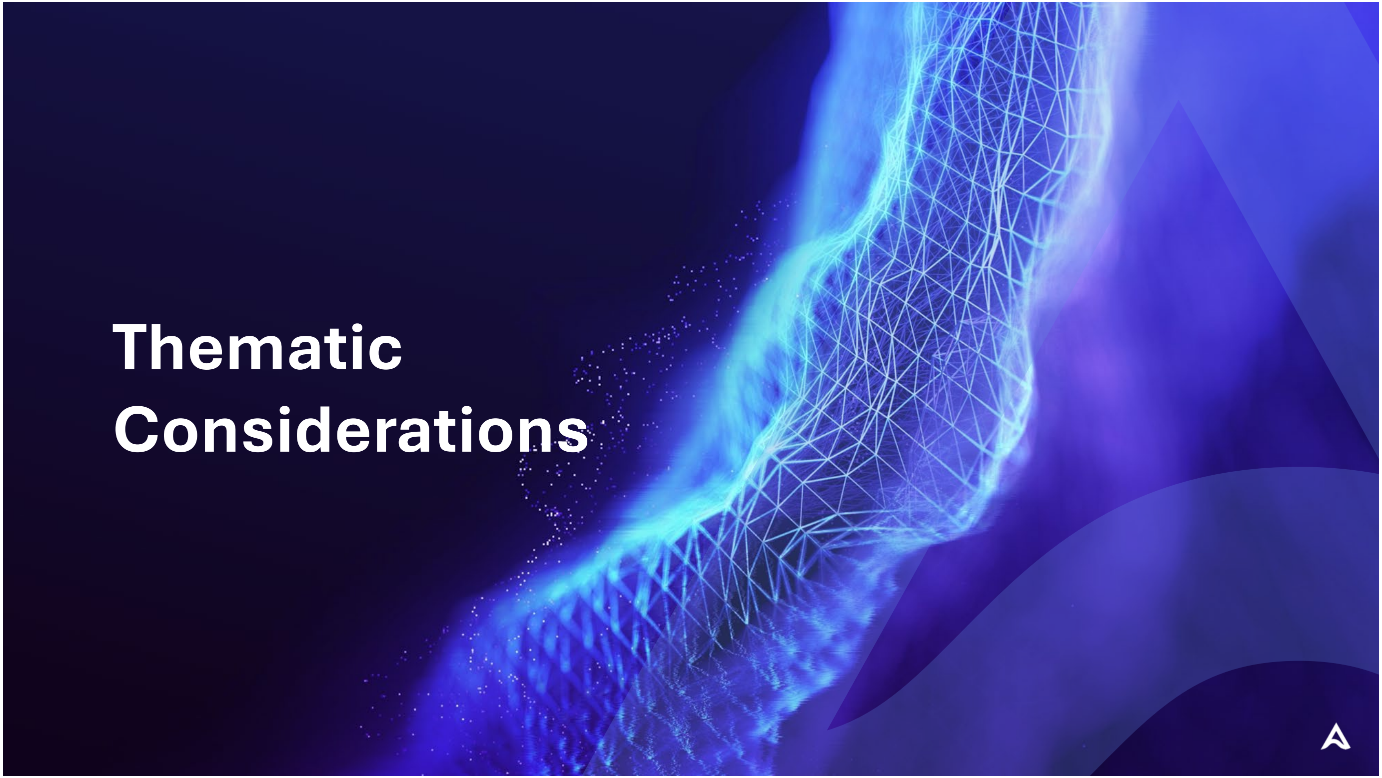
Software turnaround on track, masked by a large, timing-related prior year multi-year contract and current year restructuring charge

Profits and cash flow supported by solid margins and intense focus on cost control and efficiencies

Strong growth in cash flow from operations, up 25%, despite early Pay@ transaction costs

*Restated

NOTES



NOTES

Dynamic Sector

An evolving Financial Services sector creates opportunity for Araxi

Opportunity for Araxi to engage with new entrants
Incumbents need to modernise to remain competitive

Regulatory Change	New providers of financial services	Convergence of telecommunications and financial services	NPS Modernisation / Innovation with new technologies
SARB Modernisation Easing requirement to participate in NPS	OLDMUTUAL PEP Revolut SHOPRITE Others	FNB, CAPITEC Standard Bank, NEDBANK SPAR, OLDMUTUAL Telcos offering payments and financial services	AI, Generative AI, Agentic Crypto – Central Bank Digital Currency (CBDC) and Stable Coin

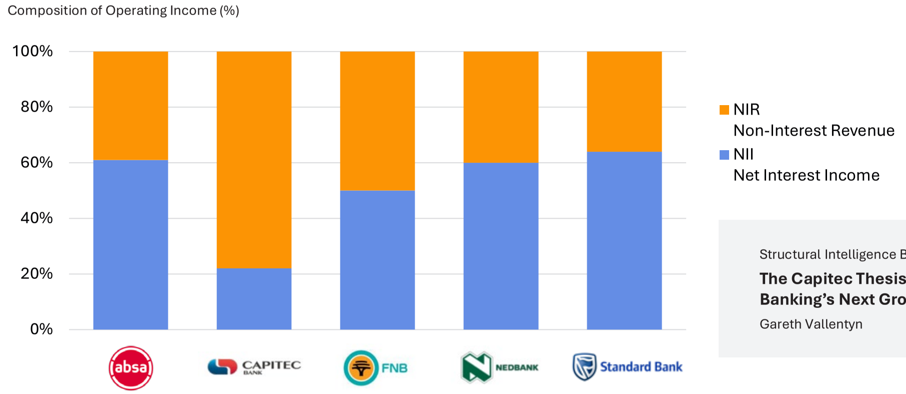
NOTES

Benefits of a Modern Infrastructure Stack

The Capitec Thesis

How NIR is rewriting South Africa's banking growth playbook

From balance sheets to platforms – NIR is delivering real growth – Creating ecosystems

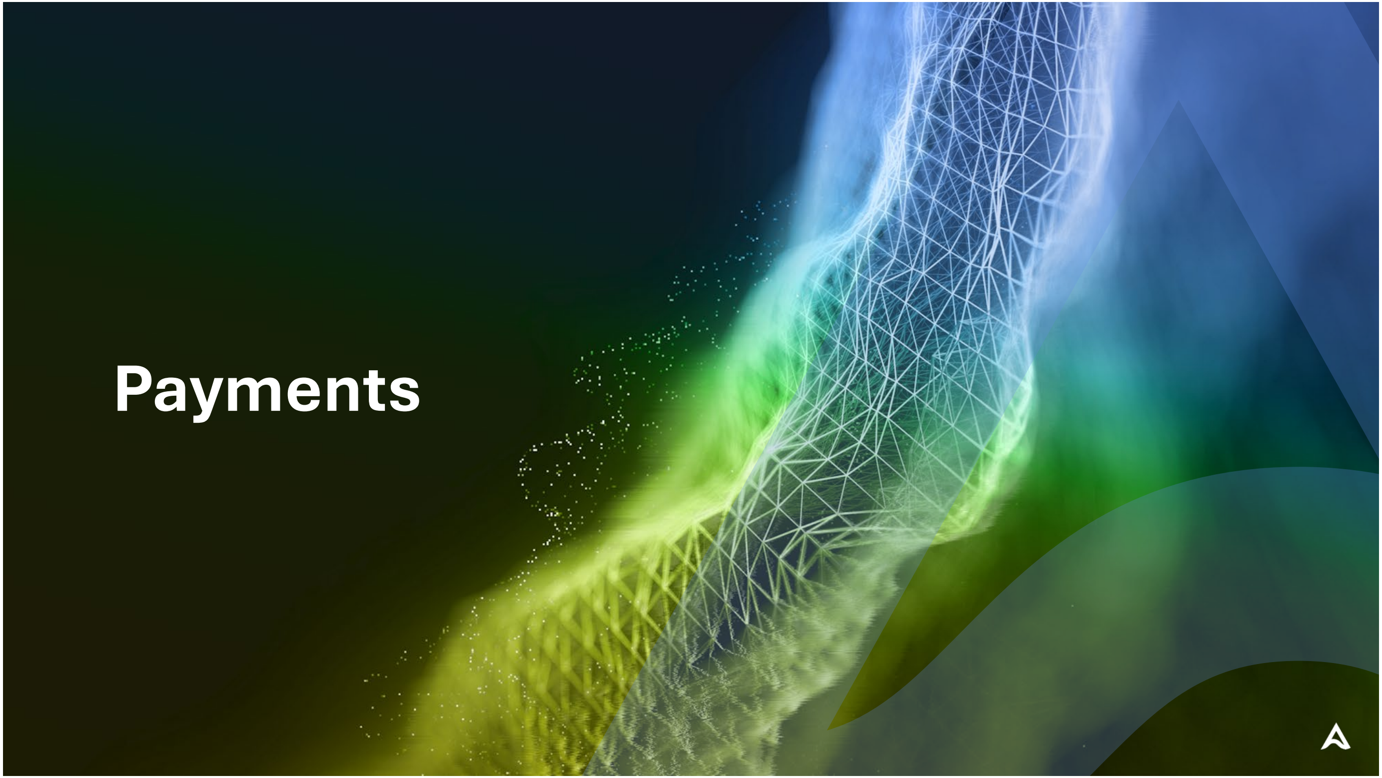


Structural Intelligence Brief

The Capitec Thesis: Why South African Banking's Next Growth Curve is An NIR Game

Gareth Vallentyn

NOTES

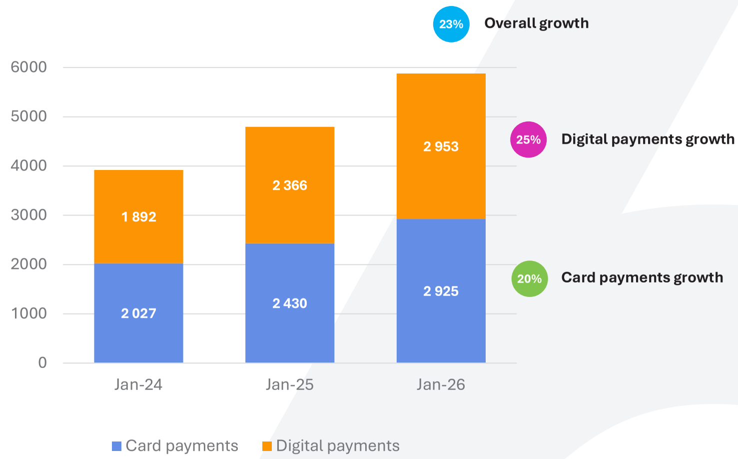


NOTES

Digital volumes continue to accelerate

Half of all payments are **non-cash – up 23%,** with **cash up only 10%**

Cash and digital volumes (million)



Capitec: February 2026

NOTES

Growth strategy continues

Organic growth opportunities are plentiful for a business with an established base, immense industry knowledge and game changing technical expertise

- **Grow SA client base** and **market for devices**
- **Refresh** industry's **legacy terminal estates** – 2G and 3G devices
- Follow clients across **Africa** (hardware & software)
- Introduce **new payment services,** products and solutions with a **focus on serving the lower tier merchant segment and on software**
  - Very affordable feature rich android device introduced
  - PSaaS (Payment Software as a Service) – hardware agnostic
  - MicroPOS
- Develop and **enhance Enterprise ecosystems**
  - Multi-lane retail software
- Take solutions into **international markets** – Europe, Asia, Americas
- Continue to **innovate**

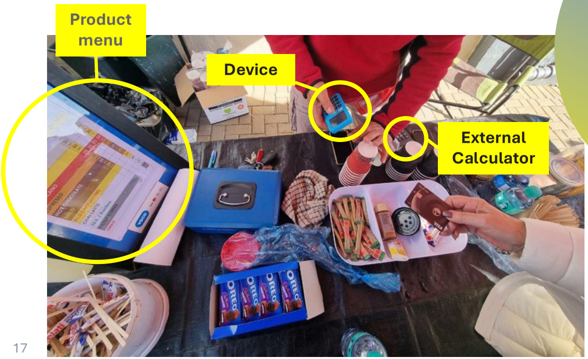
NOTES

MicroPOS

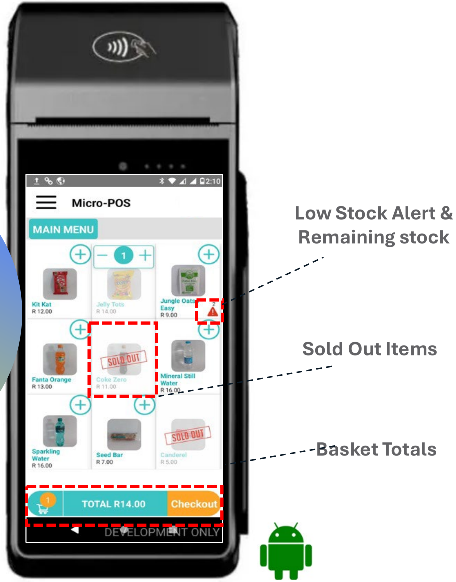
Ultralight "Micro-POS" solution for smaller high-volume merchants, combining a calculator, POS system and payment into one sleek merchant checkout solution

- Load stock of up to 9 categories with 9 SKUs per category
- Stock alerts
- Integrated payment app
- Calculator

90,000+ downloads and counting



Creating order from chaos



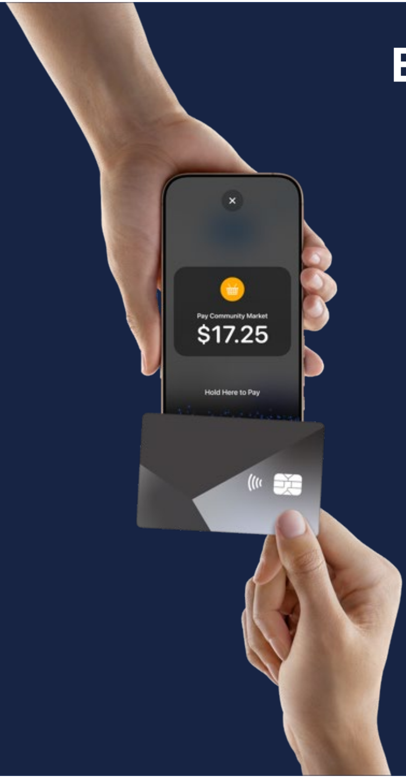
NOTES


Payments
Halo Dot's expanding footprint
Contactless Payment Acceptance
Transforming any NFC-enabled mobile device into a secure point of sale terminal, empowering merchants of all sizes to accept EMV compliant payments
Customers. integrations and partnerships as of 1 June 2026
Albania
Aruba
Belgium
Botswana
Brazil
Egypt
Eswatini
Germany
Ghana
Lesotho
Malawi
Mexico
Netherlands
Nigeria
Singapore
South Africa
Türkiye
UK
USA
Zambia
Zimbabwe
18
Products
halo.plus
halo.sdk
halo.link
Hosting Methods
managed
adaptor
Halo Dot is PCI MPoC Certified
PCI
MPOC
Software
Solution
Customers across Industry
RETAIL
FINANCIAL SERVICES
TRANSIT
TELCOS
LOGISTICS
EVENTS & HOSPITALITY

NOTES

Expanding payment acceptance across operating systems

Being platform agnostic



Halo Dot is a recognised Apple-Approved Gateway Service Provider (GSP)

A GSP enables Payment Service Providers (PSPs) such as acquiring banks and other merchant acquirers to launch Tap to Pay on iPhone solutions securely, with reduced time to market and with less onerous compliance requirements

Android (SoftPOS/MPoC)

Full PCI MPoC certified SoftPOS capabilities across Android environments. Mature, certified and widely deployed with partners and customers across multiple markets

Integrations and Certifications Unlocking Broader Industry reach

Windows and Linux development is currently underway and planned for completion in early 2027, unlocking broader reach and deeper device-level acceptance

NOTES

Case Study

Tap to Pay on iPhone

Bringing Tap to Pay on iPhone to South Africa

Enabling one of South Africa's major retailers, in partnership with PayCorp, to launch a first-of-its-kind payment acceptance solution for South African businesses with no additional hardware required

paycorp halo.

Challenge

Major retailer identified an opportunity to extend its value proposition by becoming one of the first businesses to bring Apple's Tap to Pay on iPhone to the South African market. To make this possible, Apple required a certified Gateway Service Provider (GSP) to build the SDK integration and route transactions through to an acquirer.

Solution

Halo Dot, as the certified Apple GSP, partnered with the retailer, building the solution, managing the end-to-end integration with Apple, and routing transactions through PayCorp as the acquiring partner. As one of Apples' certified GSPs globally, Halo Dot was the critical enabler that unlocked the solution for the South African market.

Outcomes

The first Tap to Pay on iPhone implementation was launched on 12 May 2026

Beyond the milestone, the launch:

- Opened a new value-added services revenue stream for the retailer
- Accelerated early merchant adoption
- Extended its proposition beyond hardware into payments and financial services

NOTES

Good Growth Across Every Metric

LayUp

Year-on-year growth - FY25 vs FY26

+197%	+101%	+116%	+94%	+67%	+48%	+60%
Terminal & outlet growth	**Revenue**	**Gross profit**	**Active merchants**	**Merchant order value**	**Average basket size**	**Transaction value**
Merchant terminals, outlets & users on the LayUp platform	Total trading income YoY	Margin improved: 68% → 73%	Average trading merchants YoY	Gross GMV year-on-year	Consumer spend per order	Payment transaction volume YoY

LIVE ON ABSA BANK TERMINALS

POC Live & Active | Bank-Grade Security | First-Mover in SA

LayUp is an ABSA-approved value added service (VAS), live on ABSA bank terminals across South Africa. The first recurring pre-payment solution embedded in major South African banking infrastructure, enabling merchants to run lay-by, payment plans, and BOOST natively at point of sale

absa

Approved VAS Application

21

NOTES

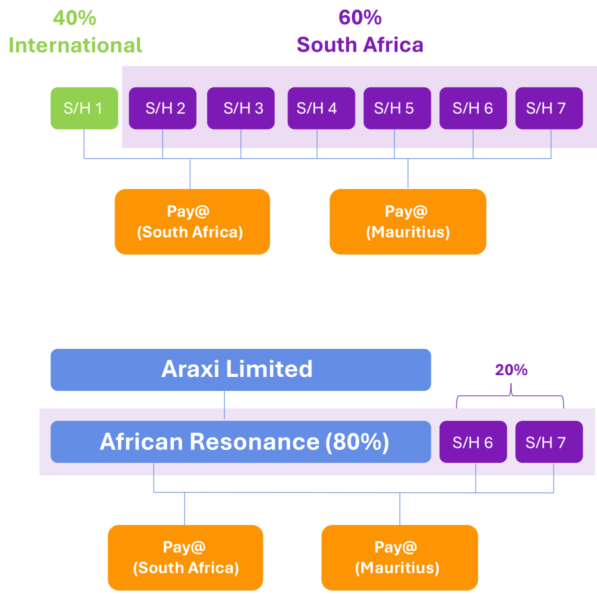

About Pay@
Araxi acquired
80% of Pay@
Forms part of Payments Division

NOTES

Transaction summary

- **Araxi acquired 80% of Pay@ for ZAR1 billion, funded with ZAR200 million cash on hand and ZAR 800 million in senior debt** **
- Araxi gearing remains modest, c. 1.6x net debt to EBITDA post closing
- Pay@ management committed to the business as part of Araxi
- The transaction will have a marked positive impact on the Araxi Payments Division, creating a powerful ecosystem and platform upon which to grow
- Transaction is accretive to earnings
- Transaction multiple was less than 8x FY'26 EBITDA

** Araxi cash balance at 31 March 2026 was c.R327 million



NOTES

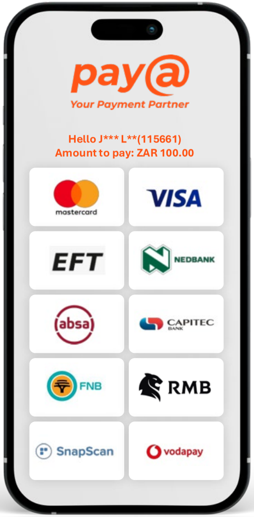
Likely you have used Pay@

Have you ever . . .

- ✓ Paid your DSTV bill at Pick ‘n Pay or through you banking app on your mobile device?
- ✓ Settled your traffic fine at Shoprite or on Paythat.co.za?
- ✓ Deposited and sent money to a family member?
- ✓ Paid for your insurance by scanning the QR code?
- ✓ Received cash at the PEP till using your unique Pay@ pin?
- ✓ Paid a bill from inside your banking app?

pay@ Your Payment Partner

Founded in 2007, Pay@ is the largest independent payment processing platform in South Africa, providing end-to-end B2B integrated payment solutions with B2C capabilities



It’s quick, easy and friction-free

Scan and Pay

NOTES

Enabling platform, ubiquitous across SA

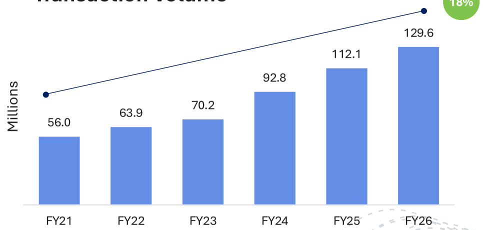
Pay@ has South Africa's largest network footprint spanning retail, banking, MNOs, vouchers and Fintechs, allowing consumers to transact how and when they want – cash, card, etc

PHYSICAL		DIGITAL
9 000+ Retailer Locations	**150 000+** Mobile POS end-points	**MILLIONS** Already downloaded apps with Pay@ embedded functionality

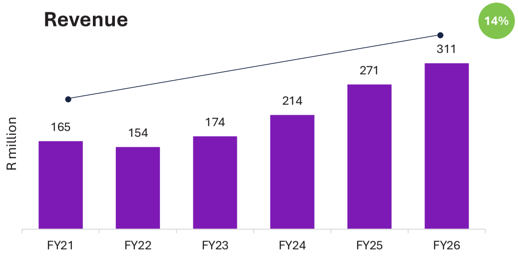
NOTES

A strong financial track record

Transaction Volume

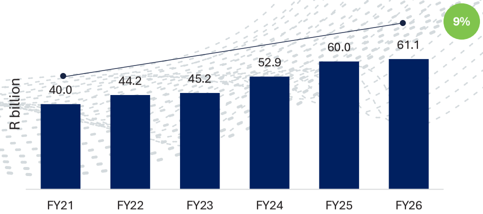


Revenue

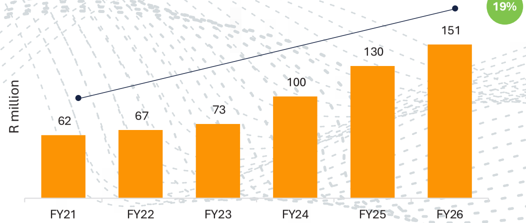


Pay@ growth linked to both **transaction volume** (flat fee) and **transaction value** (ad valorem)

Transaction Value



EBITDA



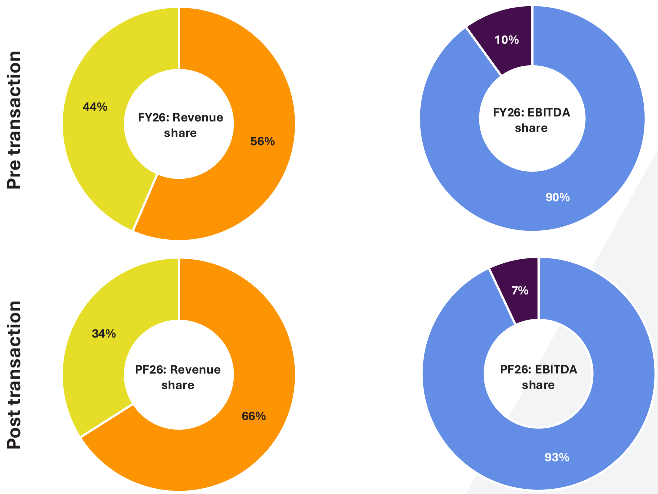
% FY21 – FY26 CAGR

NOTES

Financial effects of the transaction – FY26

Reported Revenue contribution by segment

Reported EBITDA contribution by segment
(excl, consolidation, corporate, intl)



- On a pro-forma ("PF") basis for year ended 31 March 2026, the combined group revenue **exceeds R1.47bn**
- Pro-forma EBITDA of c. **R430m, up 54%, attributable EBITDA of R400m**
- EBITDA margin of **c. 29% from 24%**
- The balance sheet modestly geared, < 1.6x net debt : FY26 EBITDA
- Improved EPS and ROE metrics

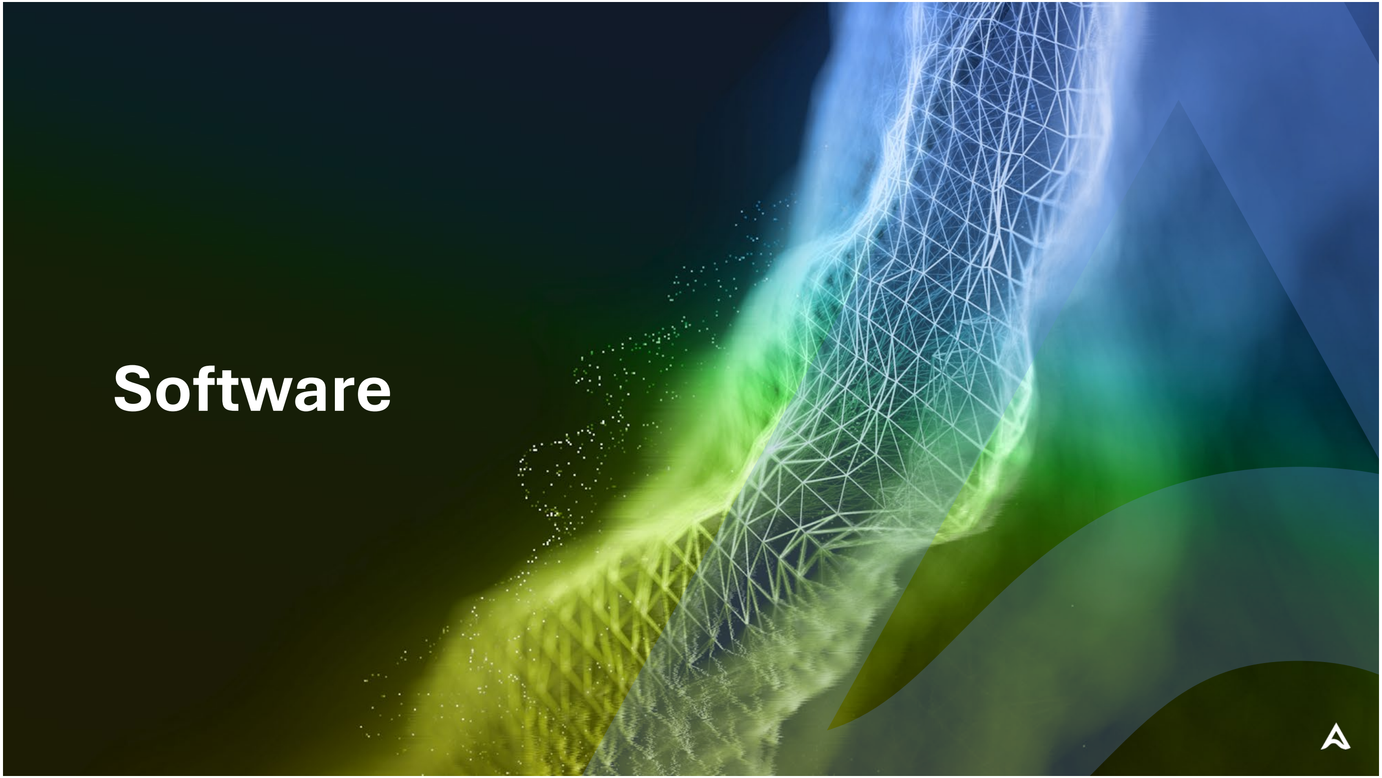
Payments revenue contribution
Software revenue contribution
Payments EBITDA contribution
Software EBITDA contribution

NOTES

A compelling opportunity for accelerated growth

1. Pay@ addresses a real, persistent market need – **targets Financial Inclusion**
2. Pay@ is an enabling technology solution – **platform for innovation and growth – eCom, SaaS and BaaS**
3. Pay@'s business model is activity based – **adaptable, scalable, economically resilient**
4. Large enterprise client base with established relationships – **established reputation to cross-sell solutions**
5. Pay@'s distribution network is ubiquitous and extendable – **difficult to replicate**
6. Regulatory and market tailwinds support continued growth and innovation off an **established platform that benefits from "network economics"**
7. Regional and **international growth** opportunities
8. **Proprietary data advantage** to drive value add solutions
9. **Araxi technology skills** enhance Pay@ solution and value delivery capacity

NOTES



NOTES


Software
Reimagined software
Transforming businesses through innovative technologies, enabling clients to thrive in the global marketplace
synthesis
dariel
Rethink
30

NOTES

Software, comprehensive innovation at work

End-to-end expertise across the full digital value chain

- Cloud
- Payments
- Design & Code
- RegTech
- Intelligent Data
- Managed Operations

- A proven track record **over 25 years** of designing, building, and deploying **software solutions** for **complex, large-scale businesses and enterprises**
- Significant depth in Financial Services, Retail, Telco, Hospitality and Healthcare domains where we've designed, built, and operated multiple systems
- Bringing deep technical capabilities in system integration, intelligent automation, machine learning, Generative AI & Agentic AI
- **300+ software developers** with extensive experience delivering **end-to-end solutions** across diverse business landscapes
- Multiple accolades and awards from AWS, Google and South African technology media houses

NOTES

Action plan drives improved performance

Internal efforts to manage cost and resources

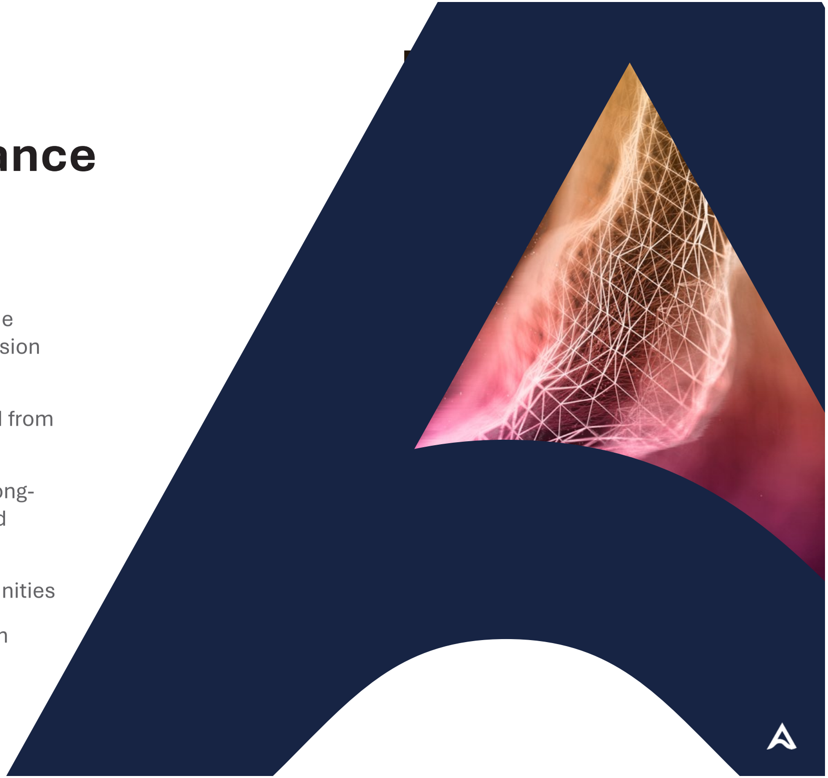
- Refined roles & responsibilities of Leadership Team
- Initiated a deliberate headcount reduction, resulting in a voluntary separation of personnel and a considerably reduced number of contractors
- Resource optimisation across the division and hiring against committed demand
- Improved internal use and training of bench resources (product development and investment in the team)
- Cost management initiatives
- Operational efficiency initiatives

NOTES

Action plan drives improved performance

External efforts to drive revenue

- Refocused sales effort to improve pipeline quality - depth of opportunity and conversion ratios
- Enhanced reciprocal commitment to and from strategic partners
- Focus on specialised, high-impact and long-term project opportunities with increased margins
- Focus investment on platformed opportunities
- Marked improvement in sales momentum during H2’26



NOTES

Software

Growth strategy – AI amplifies substantial opportunity

Capitalise on our established track record in thought-leadership and innovation

- **Leverage Partnerships and Relationships –** Assist new and existing customers to grow their businesses and set them up for success
- **Product Development / Grow licence and annuity revenue –** Increase recurring revenue from proprietary software solutions (intellectual property assets) and managed services
- **Invest in AI and Emerging Tech –** Lead customers in the fields of Generative AI and Agentic AI
- **Business-Focused Innovation –** Drive innovation with a focus on business value
- **Leverage AI for Growth –** Enhance our people, operations, and customers through AI
- **Broaden Solution Set –** Expand product offerings
- **Continue International Expansion –** Expand internationally with a focus on ZAR-based cost structures

NOTES

From a Client Problem to a Synthesis Platform, Solving the SARS Reporting Burden

A bespoke solution for a single institution evolved into RegTech product addressing costly and burdensome tax reporting obligations – likely changing from bi-annual to monthly

01 THE ORIGIN

A compliance nightmare that repeats

Every bank, insurer, and asset manager in South Africa faces the same high-stakes deadline: submit accurate IT3, FATCA, DWT and CRS data to SARS. Institutions still rely on manual processes, internal resources, and last-minute scrambles. The penalties for late or incorrect submission are real. So is the reputational risk.

→

02 THE SOLUTION

Turning a bespoke fix into a purpose-built platform

Synthesis' fully managed regulatory reporting platform covering the full SARS IT3 suite, DWT, FATCA, CRS and more. Clients hand off the entire process - data ingestion, validation, formatting, submission, certificate generation and get it back as a clean, auditable, compliant output. Minimal internal resource. Maximum accuracy.

→

03 THE SCALE

Trusted by SA's largest financial institutions

Today the platform processes 42.2M account holders across 18 clients each season — now responsible for a substantial portion of tax reporting in South Africa.

THE IMPACT TODAY · 2026 SARS SUBMISSION SEASON

42.2M (+8.8%)
Account holders processed (YoY change)

128.3M (+3.8%)
Unique accounts processed (YoY change)

18
Clients each submission season

7
Global tax types reported on

NOTES

Banking & financial services conglomerate

AI-Powered Contract Analysis

Automating contract analysis utilising AI & OCR to realise productivity time savings in Transaction Lending Administration

AI & OCR Automation

Synthesis partnered with a leading banking institution to automate the “fit-to-lend” contract analysis process using AI and OCR. The solution overhauls manual steps by leveraging cloud-based AI-powered workflows and LLM document analysis to provide users with a light-weight solution that reduces manual intervention and unlocks productivity gains.

Challenge

The goal was to explore how AI and automation could enhance the turnaround time for analysing customer lending applications, reducing manual processes and addressing capacity constraints. Synthesis collaborated with the bank to develop a solution that leverages rapid prototyping and cutting-edge cloud technology to deliver benefits for the bank and its teams.

Solution

Synthesis developed an AI solution with Optical Character Recognition and Large Language Models to quickly extract information from lending contracts. This enables users to access relevant data faster than the previous manual process. The application features pre-defined rules and cross-referencing intelligence, allowing easy updates to their target CRM system, saving time and enhancing productivity.

Benefits

- Estimated 66% reduction in monthly hours spent with manual analysis and information extraction
- Automated document validation and data extraction
- Team 1: Estimated processing time reduced from ~2 hrs to ~30 min
- Team 2: Estimated processing time reduced from 5 days to 1 day

Results

- **Accelerated time to disbursement for loan applications**
- **Estimated 66% throughput increase at current capacity without additional staffing requirements**
- **Staff redirected from manual tasks to governance checks and risk mitigation**
- **Improved data quality for downstream users and decision-making**
- **Scalable operations without proportional staff increases**

NOTES

Case study

AssetPool Minority Investment

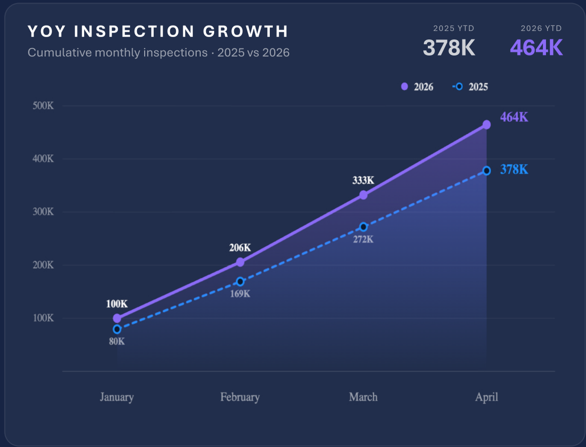
A cloud-native **B2B SaaS platform** for smart inspection, asset management, tracking, maintenance, compliance and verification — scaling across the Americas, UK and South Africa

NEW ENTERPRISE CUSTOMERS · 6 MO
32
81 new clients trailing 12 months

YOY MRR[1] GROWTH
+21%
Total MRR up 10% trailing 12 months

YOY ARPC GROWTH
+7%
Average revenue per customer

NON-DILUTIVE GRANTS SECURED[2]
CA$ 120 K



SELECTED NEW Enterprise Clients

AMERICAS

UNITED KINGDOM

SOUTH AFRICA

37

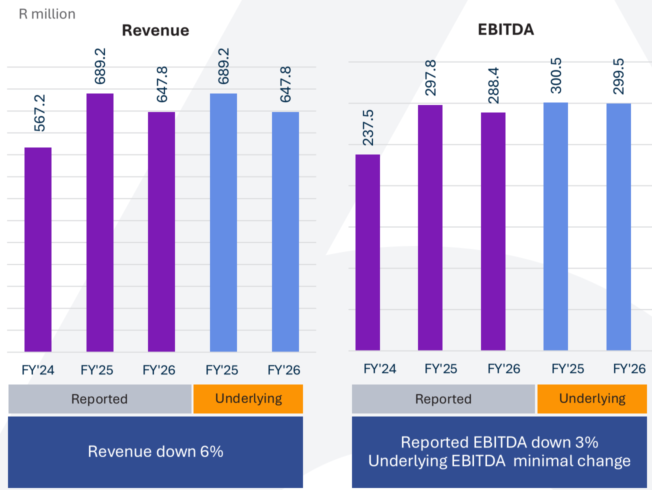
1 Monthly Recurring Revenue · 2 Non-dilutive grants: OCI (CA$100K) + iiON (CA$20K) — for AssetPool NOVA & AI initiatives

NOTES

NOTES

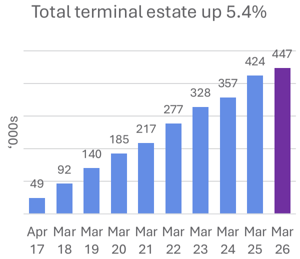
Resilient revenue and stable EBITDA from Payments

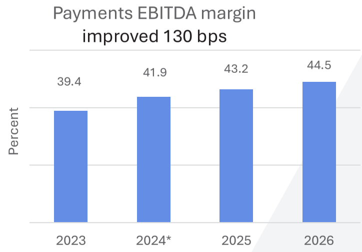
- Good progress in diversifying revenue streams and increasing recurring revenue, especially terminal software licence fees
- Lower terminal sales revenue – delayed delivery of meaningful terminal order (cut-off), lower terminal prices and mix shift toward lower-priced devices
- Growing interest in lower-tier market segments – affordability of device; Araxi introduced feature-rich devices specifically for this market
- Payments delivered a YoY reduction in expenses through disciplined management and scale efficiencies

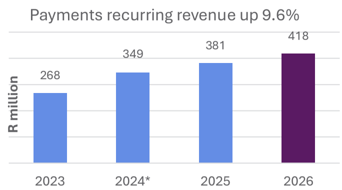


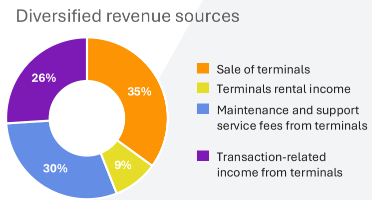
NOTES

Pleasing growth in recurring revenue and continued progress on key metrics









Terminal sales down 25% YoY, lower outright sales, impacted by delay in large order, delivered after year-end

Terminal licence fees and related services up 31% due to growth in terminal estate and accelerating software contribution, also driving EBITDA margin

Terminal rental income declined as legacy contracts matured and delay in new roll-out

Recurring recurring revenue comprises 64% of total revenue

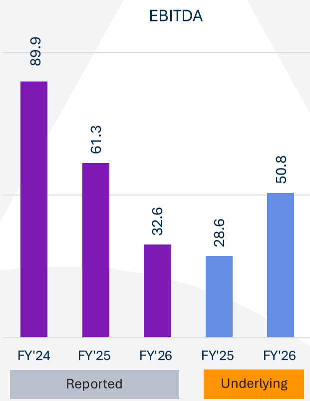
*Restated

NOTES

Software remedial initiatives taking effect

- Remediation initiatives include enhancing sales activities, headcount reductions and strict cost controls
- Remedial plans implemented, yielding more than c. R40 million in annual run-rate cost savings
- Sales pipeline strengthened noticeably at period end; multi-year contracted agreements will support annuity income in future periods
- Comparisons impacted by large multi-year fee in prior year (R32 million pre-tax) and c. R10 million restructuring costs in current period
- **Underlying EBITDA excluding these items rose by 77% in the period as remedial plans began to take hold**

Reported revenue down 9%
Underlying revenue down 1.5%

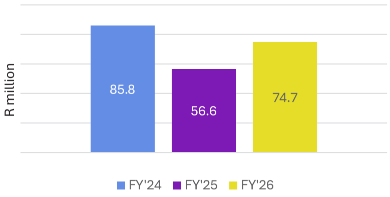


Reported EBITDA down 47%
Underlying EBITDA up 77%

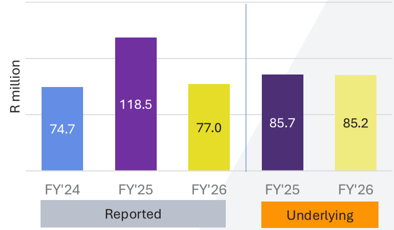
NOTES

Software delivered improved H2’26

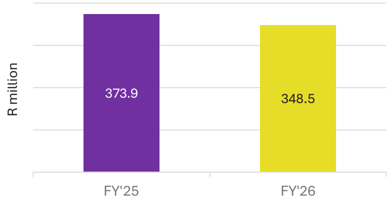
Security hardware, 3rd party licence fees and cloud up 32%



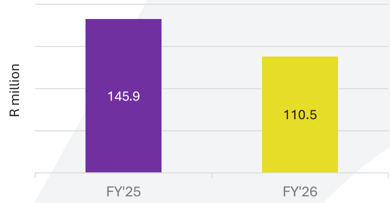
Underlying licence and subscription fees stable



Services and consultancy fees down 6.8%



Employee costs improves by 24.3%



Security and cloud activities in high demand

Licence and subscription fees stable when adjusted for large, 5-year aggregated fee in FY’25, with push for growth in this area

Full year services and consulting fees down 7%, but accelerating at year-end and a healthy pipeline into FY’27

Utilisation of reduced workforce at targeted levels

NOTES

Group condensed statement of comprehensive income

(R million)	Audited 31 March 2026	Audited 31 March 2025	% increase/ (decrease)	Unaudited Pro Forma including Pay@	% increase incl. Pay@
(1) Revenue	1 166.2	1 250.7	(6.8)%	1 477.3*	26.7%
Gross Profit	**525.9**	**614.7**	**(14.4)%**	**760.5***	**44.6%**
(2) Gross margin	*45.1%*	*49.1%*	*(400)bps*	*51.5%**	*630bps*
(3) Other fair value gains	34.3	36.7	(6.5)%		
(4) Operating expenses	(341.1)	(367.4)	7.1%		
EBITDA	**279.3**	**333.9**	**(16.4)%**	**430.1***	**54.0%**
Underlying EBITDA	**283.2**	**267.3**	**5.9%**		
(5) EBITDA margin	*24.0%*	*26.7%*	*(270)bps*	*29.1%**	*510bps*
Underlying EBITDA margin	*24.1*	*21.9*	*220bps*		
Operating profit	**226.4**	**285.4**	**(20.7)%**	**344.7***	*52.3%*
(6) Finance income	35.8	33.5	6.8%	58.2	
(7) Finance costs	(13.1)	(16.7)	(21.7)%	(87.1)	
Profit before taxation	**246.0**	**297.7**	**(17.4)%**	**315.8***	*28.4%*

*Includes 100% of Pay@

(1) **Revenue decreased** – combination of lower terminal sales volumes impacted by cut–off, offset by strong recurring terminal software licencing fees, and Software's significant 5-year licence fee recognised in FY25

(2) **Gross margin contraction** – FY25 included significant 5-year licence fee recognition in Software

(3) **Fair value gains** on convertible loans granted to LayUp and AssetPool were raised – captures the increase in underlying equity value of the investee entities

(4) **Operating expenses** improved:
- Intense focus on cost control and efficiencies
- Software reset to save c. R40 million

(5) **EBITDA margin** contracted - Software's 5-year licence fee, and early Pay@ transaction fee, offset by cost control and restructuring cost incurred. Underlying margin indicates intrinsic performance

(6) **Increase in finance income** due to higher interest from finance leases in Payments

(7) **Lower finance costs** - reduced cost of borrowing in CAET Trust – non-recourse

NOTES

Group condensed statement of comprehensive income (continued)

(R million)	Audited 31 March 2026	Audited 31 March 2025	% increase / (decrease) on FY'25	Unaudited Pro Forma including 80% share of Pay@	% increase incl. Pay@
Attributable Earnings	165.1	207.1	(20.2)%	196.9	19.3%
Attributable Earnings per Share (cents)	14.38	17.58	(18.2)%	17.15	19.3%
Attributable Headline Earnings per Share (cents)	14.37	17.57	(18.2)%	17.22	19.8%
Dividends per share (cents)	12.0	12.0			
Underlying metrics					
Underlying attributable Headline earnings	161.0	150.1	7.3%	192.9	19.8%
Underlying attributable Headline Earnings per Share (cents)	14.03	12.75	10.1%	16.88	20.3%

Pro Forma for Pay@ acquisition

- Includes 12 months of Pay@ for FY26
- Includes the cost of debt associated with the acquisition
- Excludes IFRS3 – amortisation on intangible assets
- Excludes transaction costs
- Metrics reflect earnings based on the **attributable** share of Pay@ results at 80% shareholding

NOTES

Condensed group statement of financial position

(R million)	31 March 2026	31 March 2025
ASSETS		
Property, plant and equipment	55.1	67.5
Goodwill	840.3	840.3
Right-of-use assets	21.8	20.4
Intangible assets	122.6	122.6
(1) Other non-current assets	80.9	117.0
Cash and cash equivalents	327.6	402.3
(2) Inventories. trade receivables and other current assets	382.7	291.0
Total assets	**1 830.8**	**1 861.0**
EQUITY AND LIABILITIES		
Capital and reserves	1 539.3	1 533.4
Non-controlling interest	1.9	1.6
(3) Non-current liabilities	66.4	65.2
Current liabilities	223.2	260.8
Total equity and liabilities	**1 830.8**	**1 861.0**

(1) Decrease in other non-current assets relate to convertible loans granted to associates and investee entities, moving to current assets. Limited further investment in finance leases.

(2) Slight decrease in net working capital for the year, but increase in other financial assets (convertible loans carried at fair value)

(3) Reported debt only included non-recourse CAET trust debt of R66m.

Pay@ acquisition was funded with R800m debt and R200m in cash.

Post-closing:
Net debt : EBITDA <1.6x

NOTES

Terms of Acquisition Financing

Funder: Investec Bank

Facility: R800 million, senior secured

Term: 5 years, amortising

Rate: ZARONIA plus 216bps

Covenants:

- Gross debt to EBITDA <2.5x, stepping down by 0.25x annually to 2.0x
- Debt service cover ratio >1.30x
- Post closing, on a pro-forma basis, Araxi has significant headroom on the covenants

Access to additional revolving credit facility of R200 million being finalised

NOTES

Cash flow (key features)

Cash generated from operations increased 25.0% to R259.0m

(R million)	31 March 2026	31 March 2025
Profit before tax	**246.0**	**297.7**
Net finance income received	(19.6)	(13.5)
(1) Other fair value gains	(34.3)	(36.7)
(2) Changes in working capital	10.8	(99.3)
Other non-cash movements (depreciation, amortisation. ECL, etc)	57.4	59.5
Cash generated from operations	**259.0**	**207.9**
(3) Dividends paid	(138.2)	(120.7)
Net Taxation paid	(88.2)	(67.8)
(4) Net Finance income	6.1	25.4
(5) Acquisition of PPE	(9.9)	(18.5)
(6) Capitalisation of intangible assets	(23.8)	(37.4)
(7) Loans to associates	(12.5)	(10.7)
(8) Purchase of treasury shares	(39.6)	(41.9)
Repayment of share repurchase liability	(21.5)	
(9) Cash & cash equivalents at year-end	**327.6**	**402.3**

Cash generated from operations movement

Key operating activities cashflow

Key investing activities

Other

(1) Other fair value gains:
Gains on convertible loans of c. R34.3m reflecting the fair value increase in convertible loans held in AssetPool and LayUp.

(2) Working capital fairly stable, with higher inventory holding offset by increased payables.

Limited increases in finance lease investment.

(3) Growth in dividends (cash) paid commensurate with higher cash generation of the business

(4) Lower finance income:
Lower average cash balances, and excludes interest on loans to associates which is captured within other fair value gains

NOTES

Cash flow (key features)

Cash generated from operations increased 25.0% to R259.0m

Section	(R million)	31 March 2026	31 March 2025
Cash generated from operations movement	**Profit before tax**	**246.0**	**297.7**
	Net finance income received	(19.6)	13.5
	(1) Other fair value gains	(34.3)	(35.7)
	(2) Changes in working capital	10.8	99.3
	Other non-cash movements (depreciation, amortisation. ECL, etc)	57.4	59.5
	Cash generated from operations	**259.0**	**207.9**
Key operating activities cashflow	**(3)** Dividends paid	(138.2)	(120.7)
	Net Taxation paid	(88.2)	(67.8)
	(4) Net Finance income	6.1	25.4
Key investing activities	**(5)** Acquisition of PPE	(9.9)	(18.5)
	(6) Capitalisation of intangible assets	(23.8)	(37.4)
	(7) Loans to associates	(12.5)	(10.7)
	(8) Purchase of treasury shares	(39.6)	(41.9)
Other	Repayment of share repurchase liability	(21.5)	
	(9) Cash & cash equivalents at year-end	**327.6**	**402.3**

(5) & (6)
Limited further investment in PPE: Supports operating lease model as well as internal product software development

(7) LayUp and Asset Pool convertible loans granted during the periods

(8) Continue to allocate capital for the repurchase of shares:
- Offset dilution from share-based payments; and during periods where the share price is attractive
- Average purchase price paid during the year - 171 cents per share

(9) Cash and cash equivalents Resources and capacity to fund organic and acquisitive growth

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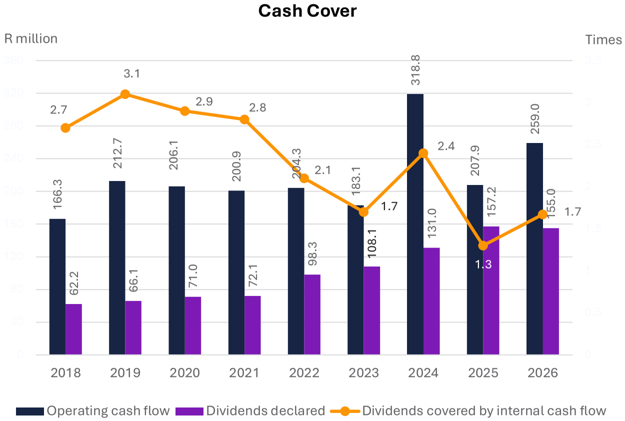
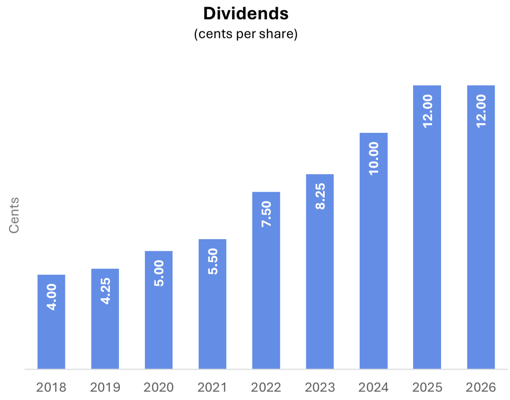
Sustainable cash flow from operations support strong dividend practice





9-year operating cash flow of **c.R2.0 billion** | 9-year dividends paid of **R921 million,** or **68.50** cents per share

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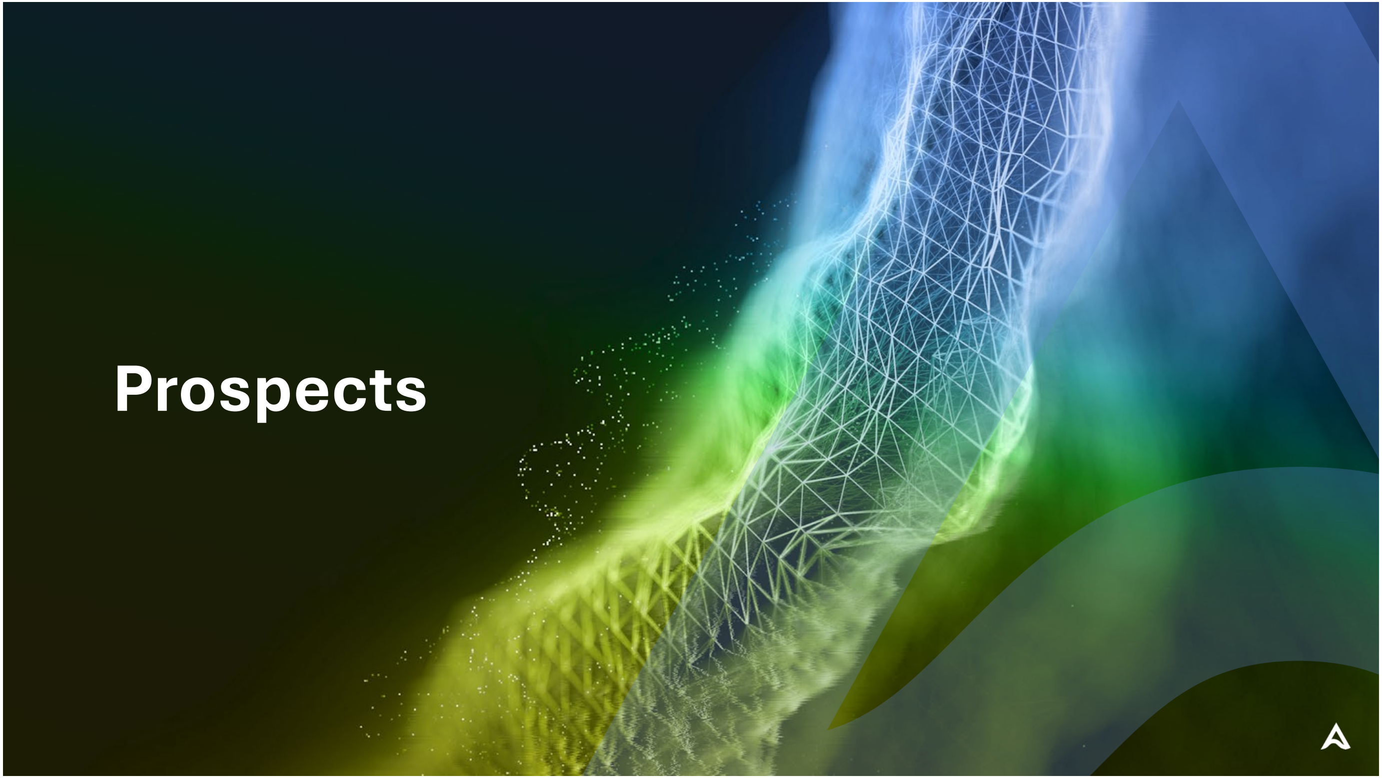

NOTES

General prospects

Group is well capitalised, with the management skills, experience, motivation and technology (products, platforms and solutions) to deliver on our growth strategy . . .

Broad range of organic and acquisitive growth opportunities available to Araxi

Acquisition activity will depend on strategic fit as well as valuations

Economic climate is impacting our clients and remains present in our planning

Strong pipelines across divisions and significant orders already placed for H1'27

...and create material shareholder value...

...amplified by Artificial Intelligence

NOTES

Q & A

Thank You

NOTES

Disclaimer

This presentation contains forward-looking statements that relate to Araxi's future operations and performance. Such statements are not intended to be interpreted as guarantees of future performance, achievements, financial or other results. The statements rely on assumptions and future circumstances, some of which are beyond management's control, and the outcomes implied by these statements could potentially be materially different from future results. No assurance can be given that forward-looking statements will prove to be accurate; thus, undue reliance should not be placed on such statements. Araxi does not undertake any obligation to update publicly or release any revisions to these forward-looking statements to reflect events or circumstances after the date of publication of this report or to reflect the occurrence of unanticipated events.

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Corporate information

Country of incorporation and domicile	Republic of South Africa
Registration number	2014/253277/06
ISIN	ZAE000208245
JSE share code	AXX
A2X share code	AXXJ
FTSE industrial classification sector	Technology: Software and Computer Services
Directors	MR Pimstein* (Executive Chairman), BJ Sacks* (Chief Executive Officer), S Douwenga* (Chief Financial and Value Enhancement Officer), MB Shapiro*, B Bulo#, KD Dlamini# (Lead independent director), RT Maqache#, VM Sekese#, A Dambuza# * *Executive* # *Non-Executive*
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