ASX ANNOUNCEMENT

ASX: CDE | 31st July 2026

Product Commercialisation and Self-service Traction

Key Highlights

- Q2 2026 saw revenue increase of 16% and a 58% decrease in operational costs over Q1 2026.
- Capital raise of $770,000 reported 22nd July 2026 completed.
- Codeifai has completed its shift from product development to commercialisation: four self-service SaaS products, QuantumAI Secure, ConnectQR, ProtectCode and BrandReporter, are live and selling online through dedicated websites, each servicing its own price point.
- The free ConnectQR tier has attracted 7,313 self-service accounts and recorded 179,848 code scans across users in the United States, Australia, India and the Philippines. Organic, international adoption achieved with no direct sales force.
- First paying subscribers are onboarded across the paid tiers, validating the free-to-paid step-up model at the core of the Company's self-service strategy.
- QuantumAI Secure trademark accepted by IP Australia on No. 2636106, strengthening the Company's IP position in quantum secure communications and payments.
- ProtectCode now provides a public REST API for ERP, warehouse and packaging line integration, positioning Codeifai ahead of the GS1 Sunrise 2027 transition and the emerging EU Digital Product Passport.

Overview

Codeifai enters the second half of 2026 with its product platform matured and its commercial engine live. QuantumAI Secure, ConnectQR, ProtectCode and BrandReporter are each now sold self-service through dedicated websites; the Company can sell all of its self-service SaaS products repeatedly at low incremental cost, the core economic advantage of the self-service SaaS model. The free ConnectQR tier is proving able to acquire users organically and internationally, and the Company's focus now turns to converting that engaged base up the product family into its paid offerings on ConnectQR, ProtectCode and BrandReporter offerings.

QuantumAI Secure Trademark Accepted by IP Australia

Further to the Company's Quarterly Activity Report of 30th April 2026, in which Codeifai advised that a trademark application had been lodged with IP Australia for QuantumAI Secure, the Company advises that the application has been accepted by IP Australia (No. 2636106) on 16th May 2026. Acceptance follows examination and moves the mark toward registration through the standard advertisement and opposition process.

Acceptance strengthens the Company's intellectual property position for the QuantumAI Secure brand in the quantum secure communications and payments market.

ProtectCode self-service SaaS Commercialisation

As announced on 15th June 2026, Codeifai launched a dedicated self-service website for ProtectCode at protectcode.io, alongside connectqr.io, as part of stepping the Connect platform into separately sold products (ConnectQR, ProtectCode and BrandReporter). ProtectCode provides serialised, unit-level QR codes that turn each product into a connected asset, capturing first-party consumer data and enabling product integrity monitoring, aligned to GS1 Digital Link, the EU Digital Product Passport and traditional export markets.

Customers can now subscribe to ProtectCode online and integrate it into existing ERP, warehouse and packaging line systems via a public REST API.

ConnectQR Platform Update and Self-Service Traction

ConnectQR is the free entry point to the Connect platform, offering dynamic and static QR codes, branded landing pages and real-time scan analytics, and serving as the on-ramp to paid offerings of the Company's ProtectCode and BrandReporter products.

Self-service traction (internal analytics, as of 30 July 2026:

- Cumulative self-service accounts: 7,313 with the substantial majority on the free ConnectQR tier, consistent with a free-to-paid funnel model.
- Cumulative code scans: 179,848 (76.6% dynamic, 23.4% static).
- Global reach: signups and usage span the United States, Australia, India, the Philippines and other markets, achieved through fully self-service acquisition.

The free ConnectQR tier is delivering what a self-service onramp should: broad, low-cost, international user acquisition. A base of 7,313 accounts and 179,848 scans has been built organically since launch, and the Company's focus now turns to converting engaged users up the product family into paid ConnectQR tiers and, where the customer's need warrants serialisation, into ProtectCode.

Management Commentary

John Houston, Executive Chairman & Group CEO said: *"Codeifai has done the hard work of maturing its platform, and 2026 is about disciplined commercialisation. With four self-service products live, a substantial and international self-service user base, and our QuantumAI Secure intellectual property strengthened, the pillars are in place. Our job now is execution, converting adoption into revenue while managing the business with discipline.*

Corporate

The Company paid directors fees and salaries of $90,000 for the quarter.

About Codeifai Limited (ASX: CDE)

Codeifai Limited (ASX: CDE) is a self-service SaaS company by design, by strategy. The company sells and operates high-margin, self-service SaaS platforms at the intersection of artificial intelligence, post-quantum cryptography, and serialised data technology. Our platforms enable brands, manufacturers, enterprises, and end users to connect deeper, faster, and securely with their customers, supply chains, and data, with the AI and security infrastructure to protect it. The world's security is fragile, and data needs organisation and analysis. CDE's technology can change that.

Authorisation and Contact

This announcement has been authorised for release by the Board of Codeifai Limited.

For further information: Investor Relations investors@codeifai.com

Appendix 4C

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

Name of entity

Codeifai Limited

ABN	Quarter ended ("current quarter")
68 108 649 421	30 June 2026

Consolidated statement of cash flows		Current quarter $A'000	Year to date (6 months) $A'000
1.	**Cash flows from operating activities**		
1.1	Receipts from customers	164	305
1.2	Payments for		
	(a) research and development	(84)	(207)
	(b) product manufacturing and operating costs	(15)	(30)
	(c) advertising and marketing	(22)	(49)
	(d) leased assets	(25)	(44)
	(e) staff costs	(246)	(825)
	(f) administration and corporate costs	(161)	(406)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	3	8
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	-
1.8	Return of deposits from office rentals	9	9
1.9	Other (Refund from legal deposit)	-	-
1.10	Other (GST/VAT refund)	25	31
1.11	**Net cash from / (used in) operating activities**	**(352)**	**(1,208)**

2.	**Cash flows from investing activities**		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) businesses	-	-

Consolidated statement of cash flows		Current quarter $A'000	Year to date (6 months) $A'000
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) intellectual property	-	(150)
	(f) other non-current assets	-	-
2.2	Proceeds from disposal of:		
	(a) entities	-	-
	(b) businesses	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) intellectual property	-	-
	(f) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Deposit into an escrow account	-	-
2.6	Other (provide details if material)	-	-
2.7	**Net cash from / (used in) investing activities**	**-**	**(150)**

3.	**Cash flows from financing activities**		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	1,100
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	(11)	(215)
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	(180)
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (Corporate Advisory, Research, investor relations, etc.)	-	-
3.10	**Net cash from / (used in) financing activities**	**(11)**	**705**

Consolidated statement of cash flows		**Current quarter $A'000**	**Year to date (6 months) $A'000**
4.	**Net increase / (decrease) in cash and cash equivalents for the period**		
4.1	Cash and cash equivalents at beginning of period	702	995
4.2	Net cash from / (used in) operating activities (item 1.11 above)	(352)	(1,208)
4.3	Net cash from / (used in) investing activities (item 2.7 above)	-	(150)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(11)	705
4.5	Effect of movement in exchange rates on cash held	1	(2)
4.6	**Cash and cash equivalents at end of period***	**340**	**340**

*The Company raised $770,000 subsequent to quarter end.

5.	**Reconciliation of cash and cash equivalents** at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	**Current quarter $A'000**	**Previous quarter $A'000**
5.1	Bank balances	340	702
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other – Undeposited	-	-
5.5	**Cash and cash equivalents at end of quarter (should equal item 4.6 above)**	**340**	**702**

6.	**Payments to related parties of the entity and their associates**	**Current quarter $A'000**
6.1	Aggregate amount of payments to related parties and their associates included in item 1	90
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-

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

7.	**Financing facilities** *Note: the term "facility' includes all forms of financing arrangements available to the entity.* *Add notes as necessary for an understanding of the sources of finance available to the entity.*	**Total facility amount at quarter end $A'000**	**Amount drawn at quarter end $A'000**
7.1	Capital raise	-	-
7.2	Loan facilities (including bank overdraft)	2,925	925
7.3	Other (ATM facility)	130	0
7.4	**Total financing facilities**	3,055	925

7.5	**Unused financing facilities available at quarter end**	2,130
76	Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.	

Answer:

Note to item 7.2 (above)

In Q3 2024 Codeifai signed a Loan Facility Agreement to provide up to $2 million in additional working capital with Harbour Capital Opportunities Fund Pty Limited ("HCOF"). Under the Loan Facility Agreement, Codeifai will be able to draw down $250,000 per month. The funding facility provides the Company with additional financial flexibility to focus on growing revenues from its Self-services SaaS AI analytic driven ConnectQR business. Shareholder approval for the HCOF Loan Facility was received at the Company's Annual General Meeting (AGM) dated May 8th 2025.

The company entered into a loan facility with J F Houston Holdings Pty Limited (JFH) for A$750,000 as reported at the last Quarter 4C. Interest is payable on amounts advanced under the facility at a reference NAB facility rate plus 19%. The loan and interest are repayable by CDE in 12 months unless repaid earlier, extended by mutual agreement or converted into shares. At the end of the Quarter $750k has been drawn under the facility. Shareholders approved the conversion of this loan into shares at a meeting held on 7 April 2026 – Resolution 12. The terms of the conversion are outlined in the notice of meeting lodged with ASX on 6 March 2026. The loan has now been extended until 30 September 2026 and further shareholder approval for conversion will be sought if required.

In addition the Company has a further loan of $175,000 from Flannery Foundation Pty Limited, bearing an interest rate of 25% pa, with repayment terms currently being negotiated.

Note to Item 7.3 (above)

The Company established an "At-The-Market" (ATM) equity-based facility with Dolphin Corporate Investments (DCI) on 2 November 2023, currently capped at 130m shares (just under 5% of the shares on issue). The facility's capacity depends on share price and available capacity during the request and option exercise period, fluctuating over time. The Company cannot sell shares above the number of shares issued to DCI at any time which is currently 130m, or request DCI to exercise options above the nominated floor price. DCI may choose to decline or partially exercise options to buy shares.

The ATM is considered a "sold contingent option," activated by the Company and subject to DCI's discretion. To align with Australian Accounting Standards and ensure transparency, the Company has reported ATM facility availability in item 7.3, reflecting conditions precedent for the funding.

8.	**Estimated cash available for future operating activities**	**$A'000**
8.1	Net cash from / (used in) operating activities (item 1.11)	(352)
8.2	Cash and cash equivalents at quarter end (item 4.6)	340
8.3	Unused finance facilities available at quarter end (item 7.5)	2,130
8.4	Total available funding (item 8.2 + item 8.3)	2,470
8.5	**Estimated quarters of funding available (item 8.4 divided by item 8.1)**	7.0

Note: if the entity has reported positive net operating cash flows in item 1.9, answer item 8.5 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.5.

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

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

Answer: N/A

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

Answer: N/A

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

Answer: N/A

Note: where item 8.5 is less than 2 quarters, all of questions 8.6.1, 8.6.2 and 8.6.3 above must be answered.

Compliance statement

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

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

Date: 31 Jul 2026

Authorised by: The board of Directors

(Name of body or officer authorising release – see note 4)

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standard applies to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [*name of board committee – e.g., Audit and Risk Committee*]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate*

Governance Principles and Recommendations, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.