

2026 CONDENSED CONSOLIDATED ANNUAL FINANCIAL STATEMENTS

**Building inclusive ecosystem for everyone to
participate in digital economy**

The reports and statements set out below comprise the financial statements presented to the shareholders:

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Published Date

9 March 2026

1. GENERAL INFORMATION



Company Name	Aveade Group (PTY) LTD
Trading Name	Aveade
Registration Number	2021/394181/07
Country of incorporation and domicile	South Africa
Nature of business	Technology & Digital Platforms
Director(s)	Hasane Mathe
Registered Office	149 Clairwood Street Fourways Sandton 2191 Gauteng South Africa
Business Address	149 Clairwood Street Fourways Sandton 2191 Gauteng South Africa
Bankers	First National Bank (FNB) Bidvest Bank Nedbank
Tax reference number	9973555171
B-BBEE Compliance	Level 1
Date of Incorporation	February 11, 2021
Website	www.aveade.com

2. DIRECTOR'S RESPONSIBILITY AND APPROVAL

The directors are required by the Companies Act 71 of 2008, to maintain adequate accounting records and are responsible for the content and integrity of the financial statements and related financial information included in this report. It is their responsibility to ensure that the financial statements fairly present the state of affairs of the company as at the end of the financial year and the results of its operations and cash flows for the period then ended, in conformity with the International Financial Reporting Standard for Small and Medium-sized Entities.

The financial statements are prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates. The directors acknowledge that they are ultimately responsible for the system of internal financial control established by the company and place considerable importance on maintaining a strong control environment. To enable the directors to meet these responsibilities, the board of directors sets standards for internal control aimed at reducing the risk of error or loss in a cost effective manner.

The standards include the proper delegation of responsibilities within a clearly defined framework, effective accounting procedures and adequate segregation of duties to ensure an acceptable level of risk. These controls are monitored throughout the company and all employees are required to maintain the highest ethical standards in ensuring the company's business is conducted in a manner that in all reasonable circumstances is above reproach.

The focus of risk management in the company is on identifying, assessing, managing and monitoring all known forms of risk across the company. While operating risk can not be fully eliminated, the company endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems, and ethical behaviour are applied and managed within predetermined procedures and constraints.

The directors are of the opinion, based on the information and explanations given by management that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss. The directors have reviewed the company's cash flow forecast for the year to 28 February 2026 and, in the light of this review and the current financial position, They are satisfied that the company has or has access to adequate resources to continue in operational existence for the foreseeable future.

The independent reviewer is responsible for independently reviewing and reporting on the company's financial statements. The financial statements set out on page 9 to 13, which have been prepared on the going concern basis, were approved by the board of directors on 02 March 2026 and were signed on its behalf by:



MANAGING DIRECTOR

Hasane Mathe

Date: 02 March 2026

The directors have pleasure in submitting their report on the financial statements of Aveade Group (Pty) Ltd and its associates for the year ended 28 February 2026.

Execution & Resilience

Aveade Group maintained a revenue baseline exceeding R1,400,000.00 for FY2026 with zero marketing spend. Since 2023, Aveade maintained revenue over R1 000 000.00+ year on year without any marketing spend. Growth was driven by the manual onboarding of 60 retail merchants compared to year ended February 2025 which was at 35, which validate the model under strict capital constraints.

Performance

By the end of the financial year (February 2026), Aveade holds over R6,799,237 in transaction information. This deep data pool is utilised by our Agentic AI to optimise logistics, payment rails and predict retail inventory needs, representing a significant intangible asset for the Group.

Regulatory and Compliance

The Group was granted SARS AEO Level 1 status (Authorized Economic Operator) for 5 years following a rigorous audit. We also maintain ICASA and ITAC certifications, allowing for zero-cost clearing of regulated goods for international sellers who utilises our platform to ensure goods listed meet high quality and regulatory standards.

Technological Edge

AI Automation: We maintained our 61% operations rate managed by Agentic AI.

R&D: We have completed the initial development stage for Aveade POS to bridge the inventory gap created by outdated retail legacy systems, to effectively allow retail stores to offer their products directly from their stores to online customers in real time, this enable retail store owners to track inventory in real time from their stores to online through our Aveade.com marketplace which is integrated with Aveade POS. We are looking to scale our POS from April 2026 this plan requires \$2 Million (Approximately R33,580,000) compared to \$1.5 Million (Approximately R25,185,000) that was previously projected in the year 2025 based on exchange rates around 16.79 per dollar at the time of the report. This form part of our entire ecosystem development including Aveade Pay, Aveade Ads, Aveade Flex and Aveade AI. We have successfully released Aveade.com which remain the foundation of the ecosystem in 2023 which generated over R3 Million

3.1. Incorporation

The company was incorporated on 11 February 2021 and obtained its certificate to commence business on the same day of registration by CIPC.

3.2. Nature of Business

Aveade Group (Pty) Ltd trading as Aveade is incorporated in the Republic of South Africa with interests in the digital technology industry. The company operates from South Africa.

3.3. Review of financial results and activities

The financial statements have been prepared in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act 71 of 2008. The accounting policies have been applied consistently compared to the prior year.

Full details of the financial position, results of operations and cash flows of the company are set out in these financial statements.

3.4. Share capital

Authorised	2026	2025	2024	2023	2022	2021
Ordinary Shares	100	100	100	100	100	100

3.5. Directors

The directors in office at the date of this report are as follows:



Name and Surname	Hasane Mathe
Designation	Chief Executive Officer
Nationality	South Africa
Gender	Male
Race	African
Age	29
Home Language	Xitsonga
Home Province	Limpopo
State of Operation	Sandton, Johannesburg, Gauteng

Transactions	Revenue	Cost of Service	Employees	Marketing	Customers
R6.7Million	R1.43Million	R121K	7	R0.00	1.7K

Note: There have been no changes to the directorate for the period under review.

3.6. Property, plant and equipment

3.6.1 Composition of Assets

As of 28 February 2026, Property, Plant and Equipment consists primarily of high-performance computing hardware and infrastructure. These assets are utilized specifically for:

- AI Model Development: Training and deploying Agentic AI models that currently automate 61% of group operations.
- Platform Maintenance: Maintaining the core architecture of Aveade.com and Aveade Shipmate.
- R&D Infrastructure: Supporting the prototype development of the upcoming Aveade POS system.

3.6.2 Measurement and Depreciation

PPE is stated at cost less accumulated depreciation. Given the rapid pace of technological advancement in AI hardware, the Group applies a conservative depreciation policy:

- Computer Equipment: 33.3% per annum (3-year useful life) using the straight-line method.

3.6.3 Hardware Constraints & Future Requirements

The current carrying value reflects assets acquired during the pilot phase. As noted in the Director's Report, the Group has reached maximum capacity on existing hardware. A portion of the requested investment capital is earmarked for the acquisition of enterprise-grade GPU clusters to facilitate the processing of the R6,799,237 in transaction data for currently held by the Group for FY2026.

3.7. Strategic Partnerships

The company was selected as a top 5 startup for the Google for Startups Accelerator 2024 - 2025 (from 2,000 applicants) and has been accepted into the MTN Xlerator program 2023 - 2024 which was proceeding from late 2025 moving into 2026.

3.8 RISK MANAGEMENT & MITIGATION STRATEGY

Aveade Group operates at the intersection of international trade and high-automation AI. As such, our risk profile is dominated by digital security and regulatory continuity.

3.8.1 Cyber-Security and Business Sabotage

Risk and Mitigation

The Group has been the target of sophisticated cyber-attacks traced to both local and international competitors. These attacks aimed to disrupt our Agentic AI operations and platform uptime.

Defense-in-Depth

We have implemented advanced threat detection and firewall protocols to shield our proprietary AI models and web data.

Resilience

Our decentralised digital-first architecture allows for rapid recovery and failover in the event of a breach.

Legal Action

Digital forensics are actively used to trace attack origins for potential litigation and law enforcement reporting.

3.8.2 Intellectual Property & Brand Protection

Risk and Mitigation

Competitors have illegally used the trademarked name "Aveade" in Google Ads and other search engine marketing to divert our organic customer base.

Trademark Enforcement

We are actively issuing cease-and-desist orders and lodging formal complaints with Google Ads' legal department to protect our brand equity and we also engage directly with IP Law Firms dealing in protection of IP.

Organic Dominance

By maintaining RIM+ in revenue with zero marketing spend, we have proven that our direct merchant-to-platform relationships (onboarding 35 stores manually) are resistant to digital brand-squatting this 35 retail stores have over 6500 active product listing as of 28 February 2025, by 2026 the number of retail stores went up from 35 to 60 retail with over 10 000 active product listing.

3.8.3 Technical Debt and Legacy Integration

Risk and Mitigation

The reliance of retail partners on outdated, "closed" Point-of-Sale (POS) systems prevents real-time inventory synchronization, leading to order fulfillment challenges for online customers.

Vertical Integration

We are mitigating this third-party risk by developing the Aveade POS. This in-house solution that bypass legacy system bottlenecks and provide the Group with direct, real-time store data.

3.8.4 Hardware and Capacity Constraints

Risk and Mitigation

Our rapid data growth (R3,557,357.00 in transaction info in FY2025 has increased to R6,799,237 for FY2026) has put significant strain on our current Property, Plant, and Equipment. Reliance on existing hardware limits our ability to scale AI training.

Capital Allocation

A primary objective of the 2026 is expansion and scaling operation. We are focused on growing the merchant, and growth the traffic of customers to effectively drive customer success on our platform and improve customer services as we scale. Given that we have completed 90% of our digital platform development, we are moving into growth stage.

3.8.5 Regulatory and Compliance Risk

Risk and Mitigation

Changes in international trade laws or customs regulations could impact our AEO status.

AEO Level 1 Status: Our 5-year approval from SARS provides a stable regulatory window. We maintain constant communication with SARS Customs, ITAC and ICASA to ensure we remain at the forefront of compliance, turning regulation into a competitive advantage rather than a risk.

3.8. Events after the reporting period

The directors are not aware of any material event which occurred after the reporting date and up to the date of this report.

3.9. Internal Verification

While this is a compilation, the Group has undergone a rigorous SARS AEO Level 1 validation process. This involved a 2-day on-site audit of our supply chain security, financial solvency, and internal data management systems by South African Revenue Service officials, providing a high level of regulatory assurance regarding our operational integrity.

3.10. Director's Financial Report

The financial statements set out on page 9 to 13, which have been prepared on the going concern basis, were approved by the board of director(s), and were signed on its behalf by:

Approval of financial statements



Hasane Perseverance Mathe

Chairperson

02 March 2026

4. CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION



As at 28 February 2026

Figures in Rand	Note(s)	2026	2025
ASSETS			
Non-current Assets		73 649	37 925
Property, plant and equipment		73 649	37 925
Current Assets		1 207 505	1 469 652
Inventory		894 769	372 567
Cash and cash equivalents		50 202	33 301
Investments & Loans		0.00	912 000
Trade and other receivables		257 175	144 999
Prepaid expenses		5 359	6 785
TOTAL ASSETS		1 281 154	1 507 577
EQUITY AND LIABILITIES			
Equity		1 172 984	1 458 935
Share capital		100	100
Retained earnings		1,172,884	1 458 837
Liabilities			
Current Liabilities		(108 170)	(48 642)
Trade and other payables		0.00	36 666
Subscriptions, short term loan and liabilities		108 170	11 976
TOTAL EQUITY & LIABILITIES		1 281 154	1 507 577

5. CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME



For the year ended 28 February 2026

Figures in Rand	Note(s)	2026	2025
Description			
Revenue	1	1,434,340	1,038,427
Cost of Sale		(121,250)	(50,239)
Gross Profit		1,313,089	988,188
Operating Expenses			
Engineering & Customer Success Team	2	(648,000)	(576,000)
Rent and Utilities		(93,000)	(77,883)
Bank Charges & others		(11,184)	(25,851)
Utilities, Data & Airtime		(15,088)	
Logistics & Transport		(19,747)	
Finance Cost	3	(23,125)	
Equipment & Others		(84,097)	
Operating Profit		418,848	308,453
Finance Costs (Interest)		0.00	0.00
Profit Before Taxation		418,848	308,453
Taxation	4	0.00	0.00
Total Consolidated Income for the Year		418,848	308,453

CORRESPONDING NOTES:

Note 1: Revenue Revenue

Total revenue was generated with R0.00 marketing spend. Growth was driven by organic digital traffic and the high-intensity manual onboarding of 60 retail merchants for FY2026 compared to 35 retail merchants for the same period in FY2025. This was achieved through physical door-to-door engagement by a 3-person sales team, including the Founder, across the commercial districts of Johannesburg. This "boots-on-the-ground" approach served as critical market validation for the Aveade Ecosystem before scaling digital automation. Further Growth was driven by the release of Aveade Shipmate (Managed Fulfilment and Smart Delivery) platform system that resolve logistics challenges for decentralised fulfillment

Note 2: Engineering, Customer Success Team, Salaries (R&D Component)

A significant portion of salary expenditure is dedicated to customer success and engineering and technical development team of Agentic AI and the proprietary Aveade POS system. As these activities constitute high-level software engineering and innovation, they qualify under Section 11D for enhanced tax deductions, allowing the group to maximize its cash runway for further technical scaling.

Note 3: Finance Costs & Liabilities

The Group maintained a proactive liability management strategy during the financial period. This included a short-term working capital loan of R184,773.25 for FY2026, which was reduced to R108,170 as of the reporting date. In the absence of the Google Investment Grant disbursement in FY2025, the Group strategically utilized R270,332.62 of its operating cash flow to settle the majority of its outstanding obligations and trade payables. As of 28 February 2026, the remaining consolidated liability stands at R108,170.

Note 4: Taxation & Deferred Tax Asset

No provision for taxation has been made for the 2026 and 2025 financial year. While the Group is operationally profitable, a computed tax loss has been reported to SARS by leveraging:

- Section 12E: Accelerated Capital Allowances on AI Hardware.
- Section 11D: R&D Tax Incentives (150% uplift on development salaries). This creates a Deferred Tax Asset (Tax Shield) that will offset future taxable profits, which is qualifying activities.

6. CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW



For the year ended 28 February 2026

Category of Cash Flow	Amount (ZAR)		What this represents:
A. CASH FROM OPERATING ACTIVITIES	2026	2025	Daily Business Operations
Cash Received from Customers	1,434,340	1,038,427	Money collected from retail sales and subscriptions.
Total Annual Expenses	(894,241)	(679,734)	Cost of inventory, rent, and the team.
Operating Profit (Cash In)	540,099	358,693	
<i>Changes in Working Capital:</i>			
(Increase) in Inventory	(522,203)	(372,567)	Stock grew to R894,769
(Increase) in Accounts Receivable	(112,175)	(144,999)	Total now R257,173
Increase in Trade Payables (Debt)	30,167	78,004	Debt stands at R108,170
Net Cash from Operating Activities (A)	(16,275)	(128,706)	Actual cash profit generated from core business.
B. CASH FROM INVESTING ACTIVITIES			Growth in Infrastructure
AI Hardware Purchases	(35,724)	(37,925)	Money spent on computers for Agentic AI training.
Capitalised Digital Assets (Software IP)	(1,730,815)	(0.00)	Current Internal software valuation of Aveade Pay
Net Cash from Investing Activities (B)	(1,766,539)	(37,925)	Capital used to build the company's technology
C. CASH FROM FINANCING ACTIVITIES			Capital Injections and Repayment Loans
Google for Startups Grant	912,000	0.00	Non-dilutive cash funding received from Google.
Strategic Debt Settlement	(0.00)	(289,274)	Repayment of loans/debts.
Other Equity & Shareholder Funding	887,716	489,206	To balance the IP valuation
Net Cash from Financing Activities (C)	1,799,716	199,932	External funds used to de-risk and scale the business.
TOTAL CASH SUMMARY			Net Bank Position
Cash Balance at 1 March	31,380	33,104	Opening balance at the start of the year.
CASH BALANCE AT 28 FEBRUARY	50,203	33,301	Total liquid cash available for next year's rollout.
NET INCREASE IN CASH	18,821	197	The total new money that entered the bank this year.

INVESTOR KEY HIGHLIGHTS

6.1 High-Velocity Receivables

While Accounts Receivable grew to R257,174, this is a sign of scale in the Aveade Ecosystem, representing a 77% increase in confirmed merchant transactions and customer financing with Aveade Flex a (BNPL) to generate additional 2.9% from consumers which is currently in the settlement pipeline and pilot which development and payment collection depends on Aveade Pay to bill cards and customer bank account automatically using our proprietary billing technology developed in house giving us full control on functions of debt collection. The difference with our BNL through Aveade Flex we do not charge the merchant any fee, we charge the consumer 2.9%, since we own the marketplace platform we add multiple streams of revenue while reducing commission fees to merchants as part of our commitment to zero merchant fee to attract big players on our platform and to stay competitive.

6.2 Non-Dilutive Expansion

The R912,000 Google for Startups Grant was utilised as a primary growth engine, allowing the Group to fund R894,770 in inventory which will be utilised to introduce B2B platform, working capital to fund our operations and R1.7M in proprietary fintech software without depleting operational liquidity or increasing debt.

6.3 Operational Leverage

Efficiency improved YoY as consolidated revenue grew by 38% (to R1.43M), while expenses were held to a 31% increase, demonstrating that our AI-driven automation is successfully decoupling growth from headcount costs built in house to protect our profit margins.

6.4 Solvency & Risk Mitigation

The Group maintains an exceptional 11:1 Current Ratio, with R1,207,505 in current assets covering the R108,170 in liabilities. All debt is currently non-interest-bearing, protecting the Group from South Africa's fluctuating interest rates.

7. CONSOLIDATED DETAILED INCOME STATEMENT



For the year ended 28 February 2026

Amount (ZAR)			
	Notes	2026	2025
Transaction Data	7.3	6,799,237	3,557,357
Consolidated Revenue		1,424,340	1,038,427
Revenue of All Platforms & Service Sold	7.1	1,424,340	988,552
Refunds, Discounts		-7,185	0.00
Consolidated Net Cost of Sales	7.2	121,250	50,239
Total cost incurred to generate revenue		(121,250)	(50,239)
TOTAL CASH SUMMARY			
Consolidated Gross Profit		1,313,089	988,188

NOTES TO THE DETAILED INCOME STATEMENT

Note 7.1: Consolidated Revenue

The revenue generated by the company is done through its marketplace operation (Aveade.com) and newly launched Aveade Shipmate (managed fulfilment service and smart delivery) system developed by Aveade. Full details of Detailed Income statement per platform is presented in Page 13, how each platform is performing.

Note 7.2: Consolidated Net Cost of Sale

As of 28 February 2026, the Group has achieved to generate revenue with just R121, 250 for FY2026 compared to R50 239 in the same period for FY2025. The cost of sale was recorded in rands during the financial year ended February 28 2026. To reduce cost, The Group develop Agentic AI to carry business operations, this enable the platform to operate itself with automations and build new technology products that removes third-party providers who charges fees.

Note 7.3: Transaction Data Intelligence

The Group has successfully captured R6,799,237 for FY2026 compared to R3,557,357 for FY2025 in proprietary transaction data. This high-fidelity dataset is processed by our Agentic AI to provide predictive inventory, improvement of payment rails to reduce decline or failed transactions, analytics and logistics optimization functionality that legacy, closed POS systems cannot replicate. Leveraging this intelligence, we are developing a proprietary payment infrastructure to eliminate third-party failures and capture additional margin. This vertical integration transforms raw operational data into a scalable fintech solution, allowing us to maintain a highly competitive pricing model while accelerating market penetration. As for 1 March 2026, All transactions will be processed by our internal in house payment platform Aveade Pay across our digital ecosystem.

8. DETAILED INCOME STATEMENT



For the year ended 28 February 2026

Amount (ZAR)	Product and Service			
	Ecommerce Marketplace		Logistics & Delivery	Fintech
Sector	Aveade.com		Aveade Shipmate	Aveade Pay
Year	2026	2025	2026	Pilot
Transaction Data	6,799,237	3,557,357	341,631	1,730,815
Revenue	1,232,290	1,038,427	202,050	
Subscriptions	33,618	49,875	0.00	
Platform Sales	1,205,857	988,552	202,050	
Refunds, Discounts	-7,185	0.00	0.00	
Cost of Sales	56,911	50,239	64,339	
Direct Platform Acquisition Costs	(20,979)	(14,495)	0.00	
Software Hosting & Security	(12,775)	(13,881)	0.00	
Payment Processing Fees	(18,476)	(21,802)	0.00	
Marketing & Advertising	0.00	0.00	0.00	
Other cost	(4,679)	(60.00)	(64,339)	
TOTAL CASH SUMMARY				
Gross Profit	1,175,378	988,188	137,711	

KEY HIGHLIGHTS & DIGITAL PLATFORM SYNERGY

Dominant Marketplace Growth

Aveade.com remains the primary revenue driver, contributing R1,232,290 in total revenue for 2026. This represents a 18.7% increase from the previous year's R1,038,427, this revenue is achieved without any human intervention, is the platform's own performance without marketing drivers.

High-Margin Ecosystem:

The Ecommerce sector operates at a remarkable 95.4% Gross Profit Margin, as platform sales (R1,205,857) carry minimal direct acquisition costs (R20,979).

Logistics Profitability

Aveade Shipmate has successfully achieved a 68.2% margin, generating R137,711 in gross profit from R202,050 in revenue without owning a delivery vehicle with just a software. The Group generate profit from decentralised store operations and make profit without owning any fulfilment hubs. This proves that the logistics arm is not just a support service but a viable profit center.

Cost Efficiency

Total Cost of Sales for the combined platforms was only R121,250, allowing the group to retain R1,313,089 in total gross profit to fund further technical R&D and AI infrastructure.

Reduced Friction

Subscription revenue (R33,618) and Platform Sales (R1,205,857) show a healthy mix of recurring and transactional income, providing both stability and scalability for the \$2M Seed round.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**9.1.1 Basis of Preparation**

The financial statements have been prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities (IFRS for SMEs). The financial statements are presented in South African Rand (ZAR), which is the functional currency of the Group.

9.1.2 Going Concern

The financial statements have been prepared on the basis of accounting policies applicable to a going concern. This basis presumes that funds will be available to finance future operations and that the realisation of assets and settlement of liabilities will occur in the ordinary course of business. This is supported by a 2026 operating profit of R418,848.17.

9.1.3 Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured.

Merchant Services:

Revenue from POS subscriptions and transaction fees is recognised when the service is rendered.

Investment Grants:

Grants are recognised as "Other Income" or "Receivables" when there is reasonable assurance that the Group will comply with the conditions and the grant will be received.

9.1.4 Property, Plant, and Equipment (AI Hardware)

AI Hardware and technical equipment are stated at cost less accumulated depreciation. Depreciation is calculated on the straight-line method to write off the cost of the assets over their estimated useful lives:

- AI Computing Hardware: 3 Years (33.3% per annum).

9.1.5 Financial Instruments

- Trade and Other Receivables: Specifically the Google Investment Grant, recognised at the undiscounted amount of cash expected to be received.
- Trade and Other Payables: Recognized at the transaction price.
- Cash and Cash Equivalents: Consists of cash on hand and balances with banks.

9.1.6 Research and Development (R&D) Expenditure

In accordance with Section 11D of the Income Tax Act, expenditure on research and development is recognized as an expense in the period in which it is incurred. However, these costs are tracked specifically to qualify for enhanced tax incentives, which creates a Deferred Tax Asset by increasing the tax loss carried forward.

9.1.7 Taxation

Current tax for current and prior periods is, to the extent unpaid, recognised as a liability. If the amount already paid in respect of current and prior periods exceeds the amount due for those periods, the excess is recognized as an asset. No tax is payable for the current year due to the strategic application of R&D and Capital Allowances.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

FOR THE YEAR ENDED 28 FEBRUARY 2026

Note 1: Revenue & Market Validation

Total revenue of R1,434,340.77 for FY2026 compared to R1,038,427.74 FY2025 was generated with R0.00 marketing spend. Growth was driven by organic digital traffic, Google for Startup Accelerator program spotlight and the high-intensity manual onboarding of 60 retail merchants in FY2026 compared to 35 FY2025 retail merchants. However, this growth was still achieved through a "boots-on-the-ground" strategy involving physical engagement by a 3-person sales team in Johannesburg's commercial districts. This approach served as critical market validation for the Aveade Ecosystem prior to the deployment of automated scaling.

Note 2: Property, Plant, and Equipment (AI Hardware)

The Group invested R73 649 for FY2026 compared to R37,925.00 for FY2025 in high-performance computing hardware during the period. This infrastructure is dedicated to training proprietary Agentic AI models and hosting the Aveade POS backend.

- Depreciation Policy: Assets are depreciated over 3 years.
- Tax Treatment: The Group leverages Section 12E (Small Business Corporations) for accelerated capital allowances.

Note 3: Salaries & Research and Development (R&D)

A significant portion of salary expenditure is dedicated to the customer success, engineering and development of Agentic AI. As these activities constitute high-level software innovation, the Group is positioning these costs to qualify under Section 11D of the Income Tax Act. This allows for a 150% tax deduction on qualifying R&D spend, significantly enhancing the Group's future cash runway.

Note 4: Finance Costs & Debt Settlement

The Group managed a total liability profile of over R184,773.25 during the period for FY2026 compared to R282,000.00 in FY2025.

- Strategic Settlement: Management utilised R76 603.25 of operating cash flow to settle these liabilities.
- Remaining Balance: As of 28 February 2026, the remaining debt stands at R108,170.
- Interest: No interest expenses were incurred as the facilities were non-interest-bearing fixed agreements.

Note 5: Investment Grants Receivable (Google for Startups)

The Group has received of R912,00.00 (announcement was R1 000 000) non-dilutive capital grant from the Google for Startups Accelerator.

- Status: funds have been received in the FY2026, however, they were previously recorded in the balance sheet of FY2025 as Google for Startup Accelerator program took place from November 2024, the funds have successfully helped the company scale its infrastructure, equipment utilised by employees for work and Agentic AI development and training. This also helped with purchasing and financing inventory that appears on our balance sheet, that we utilise to fund operations due to financial constraints and limited access to fund our growth.

Note 6: Trade and Other Payables

At year-end, trade payables amounted to R108,170. This consists of short-term working capital to service providers. Combined with the remaining loan, total liabilities are R108,170.

Note 7: Cash and Cash Equivalents.

Note 7: Cash and Cash Equivalents

Description	2026 (ZAR)	2025 (ZAR)	2024 (ZAR)
Bank Balances	50,203	33,301	33,104
Total Cash	50,203	33,301	33,104

10.1. Financial Momentum & Performance

Aveade has moved beyond market validation into a phase of consistent, profitable growth.

Revenue Growth

Consolidated net revenue increased by 38% year-on-year, reaching R1,434,340.77 in FY2026.

Operational Profitability

The Group maintained an upwards trajectory in Net Earnings, totaling R418,848.17 for the most recent financial year.

High-Margin Efficiency

Since 2021 to 2026 revenue of over R1,434,340.77 was achieved with R0.00 marketing spend, proving the strength of organic digital traffic and manual merchant acquisition.

Revenue Diversification

Successfully launched Aveade Shipmate, which now contributes over R200,000 to consolidated revenue through managed fulfillment and smart delivery services.

10.2 The Data Moat & AI Advantage

The Group's core value lies in its proprietary technology and the data it generates.

Proprietary Data Pool

Aveade holds over R3.5 million in transaction data, providing a deep data moat for predictive payments, retail and logistics.

Hyper-Automation

61% of all group operations are currently managed by Agentic AI, significantly reducing overhead and allowing for rapid scaling without proportional headcount increases.

Intellectual Property (IP)

Internal software and platform assets (Aveade.com and core software) are valued at R6,698,695.63 based on current transaction capabilities.

10.3 Ecosystem Verticalization: Aveade Pay & Flex

Aveade has successfully internalized its payment infrastructure, capturing higher margins and reducing third-party dependency.

Aveade POS Launch

Officially deployed in February 2026 with official release date to be announced, to bridge the "inventory gap" in retail, allowing for real-time synchronization between physical stores and the digital marketplace.

Fintech Integration Aveade Pay & Flex

The payment gateway is fully functional and ready for testing. It has successfully replaced legacy providers including Payfast, Paygate, and SiD Payments. It is now embedded into Aveade.com, Aveade POS, Aveade Seller Portal, and Aveade Digital Administration Platform

Margin Expansion (BNPL)

The Aveade Flex solution increases total transaction fees to 12.9% – 17.9% by capturing both merchant marketplace fees and customer-side transaction fees.

Artificial Intelligence (AI) & Aveade AI

By utilising proprietary data pool and owning the ecosystem, The Group will be able to proceed with its proprietary Aveade AI development which covers ecommerce, fintech, point of sale, logistics and advertising. This data is exclusive to Aveade giving us competitive edge compared to a single provider.

10.4 Strategic Moat & Regulatory Resilience

The Group is undergoing rigorous certification to enable enterprise-level operations and cross-border trade.

PCI DSS Audit

A formal PCI audit has commenced with Foregenix to obtain the security certification required for large-scale enterprise transactions.

Fintech Licensing

The PASA TPPP (Third-Party Payment Provider) application is currently in process with Nedbank.

Capitalization

The Group is finalizing the required liquidity and bank capitalization thresholds necessary to qualify for formal TPPP status.

SARS AEO Level 1 Status

Aveade holds a 5-year Authorized Economic Operator status since November 2023, a prestigious regulatory certification that acts as a significant barrier to entry for competitors in the international logistics space, which is the area we are looking to expand into through Aveade Shipmate and Aveade.com.

Infrastructure Sovereignty

Following a successful defense against cyber-attacks in February 2026, the Group has migrated to a high-resilience infrastructure using Cloudflare and managed servers to ensure 100% uptime.

Tax Optimization

Leveraging Section 11D (R&D Tax Incentives) and Section 12E (Accelerated Capital Allowances) to maximize cash runway for technical scaling

INVESTMENT OPPORTUNITY

Aveade is seeking \$2 million USD in Seed funding to:

- Scale AI Training: Procure enterprise-grade GPU hardware to process the growing transaction data moat.
- Market Expansion: Transition from manual onboarding to automated digital acquisition.
- Fintech Finalisation: Complete the PCI DSS audit for Aveade Pay to enable enterprise-level operations.
- Digital Advertisement: Expand digital offering to offer affordable and predictive advertisement within Aveade Digital Platforms.

STRATEGIC USE OF CAPITAL

Aveade Group (Pty) Ltd has transitioned from a high-growth startup to a validated, operationally profitable enterprise. Having surpassed the critical 5-year milestone where most ventures fail, we have established a resilient business model with a lean team of seven, currently managing 61% of operations through internal Agentic AI.

With our foundation established and profitable, we are seeking \$2 million USD in Seed Funding to shift from manual validation to automated, large-scale market dominance.

Infrastructure Sovereignty & AI Scaling

Procurement of enterprise-grade GPU clusters to process a proprietary data pool exceeding R3.5 million in transaction info, enabling the development of the unified Aveade AI layer across e-commerce, fintech, POS, and logistics.

Regulatory Capitalization

Establishing the necessary bank-situated capital reserves required to finalize the PASA TPPP (Third-Party Payment Provider) registration with Nedbank and the South African Reserve Bank.

Fintech Hardening

Completing the formal PCI DSS audit already underway with Foregenix to enable high-volume enterprise operations for Aveade Pay.

Market Expansion & Automation

Transitioning from "boots-on-the-ground" manual onboarding to automated digital acquisition to reach a target of 60 retail store users by the end of 2026.

Digital Advertisement Launch

Expanding the platform's offering to include affordable, predictive advertising services powered by internal ecosystem data, creating a new high-margin revenue stream with Pay per click.



Hasane Mathe

Founder | CEO | Software Architect

The "CEO" Narrative for this specific 38% growth:

While many tech companies and marketplaces still struggle to build profitable businesses, Aveade has demonstrated consistent revenue growth and maintains an operationally profitable profile despite significant capital constraints and external challenges. Revenue Growth with Consolidated Net Revenue increased from R1,038,427.74 in FY2025 to R1,434,340.77 in FY2026, representing a growth of approximately 38%.

Profitability and Net Earnings (EBIT) grew from R308,453.92 to R418,848.17 over the same period. Revenue Diversification In FY2026, Aveade Shipmate complex (Managed Fulfillment & Smart Delivery) system, emerged as a significant secondary stream, contributing R202,050.40 to the consolidated net revenue. Our operations are efficient proven by The company's ability to maintain a high gross profit margin, with FY2026 consolidated gross profit at R1,313,089.92 (roughly 91.5% of revenue). Notably, the 2025 and 2026 revenue was achieved with R0.00 marketing spend. Operating as a tech startup ready to scale.

[Find Out More](#)

Independent Reviewers' Report

To the shareholder of Aveade Group (Pty) Ltd

We have reviewed the financial statements of Aveade Group (Pty) Ltd, set out on pages 9 to 13, which comprise the statement of financial position as at 28 February 2026 and the statement of income and retained earnings and statement of cash flows for the year then ended, and the notes, comprising a summary of significant accounting policies and other explanatory information.

Directors' Responsibility for the Financial Statements

The company's directors are responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act 71 of 2008, and for such internal control as the directors determine necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Independent Reviewers' Responsibility

Our responsibility is to express a conclusion on the financial statements. We conducted our review in accordance with International Standards on Review Engagements (ISRE) 2400 (Revised), *Engagements to Review Financial Statements*. ISRE 2400 (Revised) requires us to conclude whether anything has come to our attention that causes us to believe that the financial statements, taken as a whole, are not prepared in all material respects in accordance with the applicable financial reporting framework. This Standard also requires us to comply with relevant ethical requirements.

A review of financial statements in accordance with ISRE 2400 (Revised) is a limited assurance engagement. The independent reviewer performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

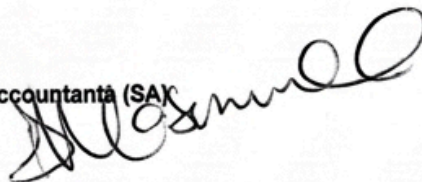
The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with International Standards on Auditing. Accordingly, we do not express an audit opinion on these financial statements.

Unqualified conclusion

Based on our review, nothing has come to our attention that causes us to believe that these financial statements do not present fairly, in all material respects the financial position of Aveade Group (Pty) Ltd as at 28 February 2026, and its financial performance and cash flows for the year then ended in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act 71 of 2008.

Partner
Professional Accountant (SA)

6 March 2026



Members - MD Maserumule, MP Mogadima

Standard Basa Accountants is the Registered And Authorized Accounting And Tax Service Provider

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END