



VEEM SIGNS 6 YEAR DEFENCE CONTRACT WITH ASC & Preliminary Unaudited Financial Results

- Six-year, \$65 million contract to continue supplying critical components for Australia's Collins Class submarines
- Continues multi decade relationship (30+ years)
- Orders expected to accelerate in FY26 in particular 2HFY26 in line with the cyclical nature of the contract
- Preliminary Unaudited FY25 EBITDA & NPAT expected to be in the ranges of \$8.5m-\$9.5m and \$2.75m-\$2.85m respectively

VEEM Limited (ASX: VEE) ('VEEM' or 'the Company'), a designer and manufacturer of disruptive, high-technology marine propulsion and stabilization systems for the global luxury motor yacht, fast ferry, commercial workboat and defence industries, is pleased to announce the signing of a six-year \$65 million defence contract renewal with ASC Pty Ltd ('ASC').

VEEM is a long-standing manufacturer of defence marine products and is the only Australian supplier for Flowserve Flow Control (UK) Ltd Defence valves, the original equipment manufacturer of the Collins Class submarine ball valves.

Under the renewed agreement, VEEM will continue to provide certain specialised parts as part of the maintenance program for the Collins Class submarines to ASC on substantially similar commercial terms. Orders are expected to accelerate in FY26 in particular 2HFY26 in line with the cyclical nature of the contract.

This renewal reaffirms the strength of the longstanding relationship between the two entities and further demonstrates VEEM's reputation for precision engineering to the exacting defence standards.

The renewed agreement is effective from 27 June 2025 and will run through to 27 June 2031.

VEEM Managing Director Mark Mioceovich welcomed the announcement saying: "It is important to recognise the enormous amount of effort that the staff of ASC and VEEM contribute every day in negotiating and executing such a critical and complex in-country manufacturing and service program. It is this type of successful collaboration that will underpin the success of the upcoming AUKUS program."

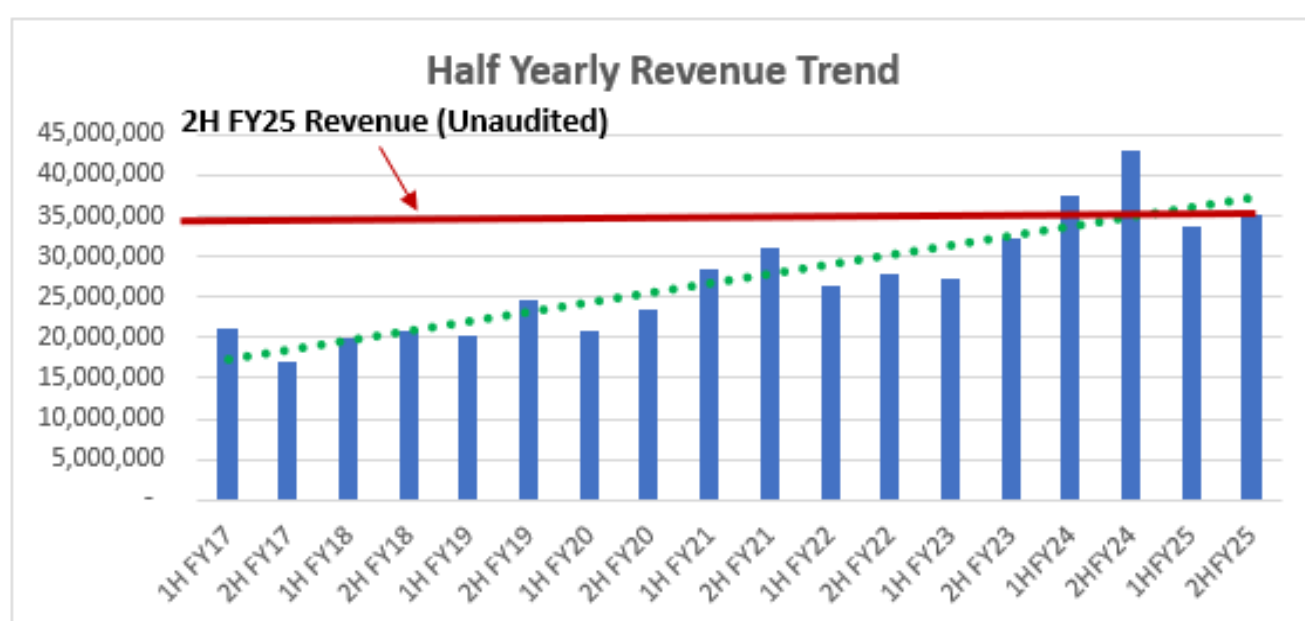
Defence is a significant and growing segment for VEEM, across the Collins Class submarines, Hunter Class Frigate program, and other defence work for prime contractors, further driven by increased security clearances for defence in Australia and the US.



Preliminary Unaudited Financial Results

Based on preliminary unaudited results for the year ended 30 June 2025 VEEM expects to report revenue in the range of \$68m to \$69m, EBITDA in the range of \$8.5m to \$9.5m and NPAT in the range of \$2.75m to \$2.85m, bolstered by a stronger second half performance. The Company continued to experience a decline in ASC revenue in 2HFY25 compared to 1HFY25 which accelerated at the end of the financial year but is expected to improve in FY26 based on the renewed contract as described above. ASC revenue is expected to be ~\$6.5m in FY25 compared to ~\$16.1m in FY24 (-60%).

VEEM Managing Director Mark Mioceovich said: “2HFY25 has been an improvement on 1HFY25 both in terms of revenue and profitability and we plan to build upon this foundation into FY26. While revenue is cyclical this continues VEEM’s longer term growth trajectory since IPO noting FY24 was a record year”



This ASX announcement was authorised for release by the Board of VEEM Limited

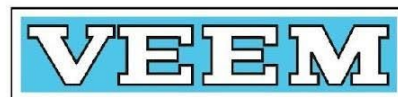
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ABOUT VEEM LIMITED (ASX: VEE)

VEEM is a designer and manufacturer of disruptive, high-technology marine propulsion and stabilization systems for the global luxury motor yacht, fast ferry, commercial workboat and defence industries. VEEM's market leading Gyrostabilizers significantly reduce the rolling motion of vessels in waves, increasing on-sea time and improving personnel safety and efficiency in a wide range of ocean conditions.

VEEM is also a successful producer of high-performance propellers, fin systems and specialised components for defence delivering consistent profits, cash flow and dividends while also reinvesting in research and development for new products and processes.

Proudly headquartered in Perth, Western Australia, VEEM operates from a 14,700 sqm purpose-built fabrication and manufacturing facility, including Australia's largest non-ferrous foundry. VEEM employs approximately 198 staff in Australia, including graduates and apprentices, and maintains a highly skilled research and development team in-house. Celebrating its 50th anniversary in business in 2018, VEEM listed on the Australian Securities Exchange in 2016. www.veem.com.au

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