

GLOBAL CONNECTIVITY PLC

Interim Report

Six months ended 30 June 2025

CONTENTS

	Page
Directors and Advisers	1
Chairman's Statement	2
Unaudited Financial Statements:	
- Income Statement	3
- Statement of Comprehensive Income	4
- Balance Sheet	5
- Statement of Changes in Equity	6
- Cash Flow Statement	7
- Notes to the Financial Statements	8 - 11

Directors and Advisers

Directors

Keith Harris (Executive Chairman)
Selwyn Lewis (Non-executive Director)
Michael Langoulant (Non-executive Director)

all of the registered office below

Registered Office

Exchange House
54-62 Athol Street
Douglas
Isle of Man IM1 1JD

Administrator and Registrar

Apex Corporate Services (IOM) Limited
Exchange House
54-62 Athol Street
Douglas
Isle of Man IM1 1JD

Aquis Exchange Corporate Adviser & Corporate Broker

Hybridan LLP
Birchin Court
20 Birchin Lane
London
EC3V 9DU

Auditor

MAH, Chartered Accountants
2nd Floor, 154 Bishopsgate
London
EC2M 4LN

Chairman's Statement

GCON is pleased to announce its continued investment in the communications and global connectivity sector.

As a result of the challenges caused by the reduction of credit availability in the altnet sector, we declined the opportunity to invest further in RBSHL. We therefore report that our percentage ownership of 2.8% has not changed since the release of our final results for 2024 with an estimated market value of £4.1 million. We continue to believe that our conservative valuation methodology understates the market value of our holding.

We have chosen instead to increase our investment in PLUG in support of its innovative technology in copper cable extraction. Our holding in PLUG has a total cost of £175,250 at a £2 per share valuation for 7% ownership. PLUG has been working with Telefonica Brazil (Vivo) to provide a solution for extracting their decommissioned copper network. This exceeds hundreds of thousands of tonnes of copper cable embedded underground and previously incapable of extraction.

A recent pilot scheme successfully completed by PLUG in an inner city Sao Paulo location positions PLUG in a first-mover position in the billion dollar copper recovery market as a critical enabler of telco infrastructure monetisation and environmental sustainability. We are at present carrying our investment in PLUG at cost. With decommissioned copper networks worldwide presenting an untapped asset class, PLUG's model sits well at the intersection of infrastructure, optimisation, ESG and revenue recovery.

On 12 August 2025, post period, the Company had a court judgment in our favour which enables us to move forward in the legal process to reclaim in full the debt owed by Mr Hersh of £375,000, in addition accrued interest as well as the cost of the hearings.

Keith Harris
Chairman
25 September 2025

Income Statement

		(Unaudited) Period from 1 January 2025 to 30 June 2025 £'000	(Unaudited) Period from 1 January 2024 to 30 June 2024 £'000	(Audited) Year ended 31 December 2024 £'000
	Note			
Net (loss)/gain on financial assets at fair value through profit or loss	6	(7,587)	9,507	5,352
Other administration fees and expenses	3	(154)	(150)	(316)
Operating (loss)/ profit		(7,741)	9,357	5,036
Finance income		29	2	2
Net finance income		29	2	2
(Loss)/profit before income tax		(7,712)	9,359	5,038
Income tax expense	4	-	-	-
(Loss)/profit for the period		(7,712)	9,359	5,038
Basic and diluted (loss)/profit per share (pence)	5	(2.45)	2.59	1.39

Statement of Comprehensive Income

		(Unaudited) Period from 1 January 2025 to 30 June 2025	(Unaudited) Period from 1 January 2024 to 30 June 2024	(Audited) Year ended 31 December 2024
	Note	£'000	£'000	£'000
(Loss)/profit for the period		(7,712)	9,359	5,038
Other comprehensive expense		-	-	-
Total comprehensive (expense)/income for the period		(7,712)	9,359	5,038

Balance Sheet

		(Unaudited) As at 30 June 2025 £'000	(Unaudited) As at 30 June 2024 £'000	(Audited) As at 31 December 2024 £'000
	Note			
Assets				
Non-current assets				
Subscriptions due		428	-	375
Other financial assets	6	4,315	15,882	11,827
Total non-current assets		4,743	15,882	12,202
Current assets				
Amounts due from related parties	7	33	33	33
Subscriptions due		-	950	-
Trade and other receivables	8	31	25	34
Cash at bank		46	318	292
Total current assets		110	1,326	359
Total assets		4,853	17,208	12,561
Equity				
Capital and reserves attributable to owners of the Parent:				
Issued share capital		3,108	3,619	3,294
Warrant reserve		77	77	77
Share option reserve		309	309	309
Retained earnings		1,330	13,177	8,856
Total equity		4,824	17,182	12,536
Liabilities				
Current liabilities				
Trade and other payables	9	29	26	25
Total current liabilities		29	26	25
Total liabilities		29	26	25
Total equity and liabilities		4,853	17,208	12,561

The financial statements were approved and authorised for issue by the Board of Directors on 25 September 2025 and signed on its behalf by:

Keith Harris
Director

Selwyn Lewis
Director

Statement of Changes in Equity

	Share capital	Warrant reserve	Share Option Reserve	Retained earnings	Total
	£'000	£'000	£'000	£'000	£'000
Unaudited					
Balance at 1 January 2024	3,619	77	299	3,818	7,813
Comprehensive income					
Profit for the period	-	-	-	9,359	9,359
Total comprehensive income for the period	-	-	-	9,359	9,359
Transactions with owners					
Share based payments relating to share options	-	-	10	-	10
Total transactions with owners	-	-	10	-	10
Balance at 30 June 2024	3,619	77	309	13,177	17,182
Audited					
Balance at 1 January 2024	3,619	77	299	3,818	7,813
Comprehensive income					
Profit for the year	-	-	-	5,038	5,038
Total comprehensive income for the year	-	-	-	5,038	5,038
Transactions with owners					
Cancellation of shares	(325)	-	-	-	(325)
Share based payments relating to share options	-	-	10	-	10
Total transactions with owners	(325)	-	10	-	(315)
Balance at 31 December 2024	3,294	77	309	8,856	12,536
Unaudited					
Balance at 1 January 2025	3,294	77	309	8,856	12,536
Comprehensive expense					
Loss for the period	-	-	-	(7,712)	(7,712)
Total comprehensive expense for the period	-	-	-	(7,712)	(7,712)
Transactions with owners					
Cancellation of shares	(186)	-	-	186	-
Total transactions with owners	(186)	-	-	186	-
Balance at 30 June 2025	3,108	77	309	1,330	4,824

Cash Flow Statement

	(Unaudited) Period from 1 January 2025 to 30 June 2025	(Unaudited) Period from 1 January 2024 to 30 June 2024	(Audited) Year ended 31 December 2024
Note	£'000	£'000	£'000
Cash flows from operating activities			
(Loss)/profit for the period before tax	(7,712)	9,359	5,038
Adjustments for:			
Net loss/(gain) on financial assets at fair value through profit or loss	7,587	(9,507)	(5,352)
Finance income	(29)	(2)	(2)
Share based payments relating to share options	-	10	10
Operating loss before changes in working capital	(154)	(140)	(306)
Increase in subscriptions due in relation to recovery of legal costs	(25)	-	-
Decrease/(increase) in trade and other receivables	3	2	(6)
Increase/(decrease) in trade and other payables	4	(7)	(9)
Cash used in operations	(172)	(145)	(321)
Interest received	1	2	2
Net cash used in operating activities	(171)	(143)	(319)
Cash flows from investing activities			
Investment in financial assets at fair value through profit or loss	(75)	-	(100)
Receipt of unpaid share capital	-	-	250
Net cash (used in)/generated from investing activities	(75)	-	150
Net decrease in cash and cash equivalents	(246)	(143)	(169)
Cash and cash equivalents at beginning of the period	292	461	461
Cash and cash equivalents at end of the period	46	318	292

Notes to the Financial Statements

1 General Information

These interim financial statements do not include all of the information required for full annual financial statements and should be read in conjunction with the financial statements of the Company as at and for the year ended 31 December 2024 which have been prepared in accordance with International Financial Reporting Standards ("IFRS") as adopted by the UK.

The interim financial statements for the six months ended 30 June 2025 are unaudited and have not been reviewed by the Company's auditors MAH, Chartered Accountants. The comparative interim figures for the six months ended 30 June 2024 are also unaudited.

2 Basis of preparation

The accounting policies applied by the Company in the preparation of these condensed interim financial statements are the same as those applied by the Company in its financial statements for the year ended 31 December 2024.

3 Other administration fees and expenses

	Period ended 30 June 2025 (Unaudited)	Period ended 30 June 2024 (Unaudited)	Year ended 31 December 2024 (Audited)
Audit fees	8	8	16
Directors' remuneration and fees	64	60	122
Directors' insurance cover	7	7	15
Professional fees	22	17	58
Share based payment expense	-	10	10
Other expenses	53	48	95
Administration fees and expenses	154	150	316

Included within other administration fees and expenses are the following:

Directors' remuneration

The maximum amount of basic remuneration payable by the Company by way of fees to the Non-executive Directors permitted under the Articles of Association is £200,000 per annum. All Directors are each entitled to receive reimbursement of any expenses incurred in relation to their appointment. Mr Langoulant and Mr Lewis are entitled to receive an annual fee of £10,000 (2024: £10,000).

Executive Directors' fees

The Chairman is entitled to an annual fee of £105,000 (2024: £100,000).

All directors' remuneration and fees

Total fees and basic remuneration (including VAT where applicable) paid to the Directors for the period ended 30 June 2025 amounted to £63,997 (30 June 2024: £60,448) and was split as below. Directors' insurance cover amounted to £7,220 (30 June 2024: £7,489).

Notes to the Financial Statements (continued)

3 Other administration fees and expenses (continued)

All directors' remuneration and fees (continued)

	Period ended 30 June 2025 (Unaudited)	Period ended 30 June 2024 (Unaudited)	Year ended 31 December 2024 (Audited)
Selwyn Lewis	5	5	10
Michael Langoulant	5	5	10
Keith Harris	53	50	100
Expenses reimbursed	1	-	2
	64	60	122

4 Taxation

The Company is resident in the Isle of Man for taxation purposes. The Isle of Man has a 0% rate of corporate income tax (2024: 0%) to which the Company is subject.

5 Basic and diluted profit/(loss) per share

(a) Basic

Basic profit/(loss) per share is calculated by dividing the profit/(loss) attributable to equity holders of the Company by the weighted average number of shares in issue during the period.

	Period ended 30 June 2025 (Unaudited)	Period ended 30 June 2024 (Unaudited)	Year ended 31 December 2024 (Audited)
(Loss)/profit attributable to equity holders of the Company (£'000)	(7,712)	9,359	5,038
Weighted average number of shares in issue (thousands)	314,372	361,926	361,837
Basic (loss)/profit per share (pence per share)	(2.45)	2.59	1.39

(b) Diluted

Diluted profit/(loss) per share is calculated by adjusting the weighted average number of ordinary shares outstanding to assume conversion of all dilutive potential ordinary shares. The company has two categories of dilutive potential ordinary shares: warrants and share options.

Although the Company is reporting a profit from continuing operations for the period the exercise price of the warrants or performance criteria for the share options have not been met and therefore exercise cannot take place yet. The basic and diluted profit per share as presented on the face of the Income Statement are therefore identical.

Notes to the Financial Statements (continued)

6 Other financial assets

Instruments measured at fair value through profit and loss	30 June 2025 (Unaudited)	30 June 2024 (Unaudited)	31 December 2024 (Audited)
Start of the period	11,827	6,375	6,375
Investment in financial asset	75	-	100
Net (loss)/gain on financial assets at fair value through profit or loss	(7,587)	9,507	5,352
End of the period	4,315	15,882	11,827
Categorised as			
Level 3 – unquoted investments	4,315	15,882	11,827
Total financial assets	4,315	15,882	11,827
Security			
Rural Broadband Solutions Holdings Limited	4,140	15,882	11,727
PLUG Group Limited	175	-	100
	4,315	15,882	11,827

The infrastructure funding deal with Tiger Infrastructure Partners Fund III LP (“Tiger”) completed on 25 October 2022. As a result, the Company transferred ownership of its two previously wholly owned subsidiaries, Secure Web Services Limited and Cadence Networks to a new intermediate holding company, Rural Broadband Solutions Holdings Limited, of which the Company now owns 2.82% (31 December 2024: 9.51%).

In the period the Company invested a further £75,000 investment in PLUG Group Limited (“PLUG”) increasing its holding to 7 per cent of the PLUG shares (31 December 2024: 4%). The cost approximates its fair value at 30 June 2025.

The Company has estimated the fair value of its investment in Rural Broadband Solutions Holdings Limited, an unquoted equity instrument, and recognised the movement in fair value based on the information provided by the investee company.

7 Amounts due from related parties

This balance is unsecured and interest free. £32,760 (31 December 2024: £32,760) relates to management services recharges which are repayable on demand.

8 Trade and other receivables

	30 June 2025 (Unaudited)	30 June 2024 (Unaudited)	31 December 2024 (Audited)
Prepayments	18	13	22
VAT receivable	13	12	12
Trade and other receivables	31	25	34

The fair value of trade and other receivables approximates their carrying value.

Notes to the Financial Statements (continued)

9 Trade and other payables

	30 June 2025 (Unaudited)	30 June 2024 (Unaudited)	31 December 2024 (Audited)
Other payables	29	26	25
Trade and other payables	29	26	25

The fair value of trade and other payables approximates their carrying value.

10 Post Balance Sheet Events

On 21 July 2025 Dr Keith Harris was appointed as the Non-Executive Chairman of PLUG.

On 12 August 2025 the Company received a judgement in its favour which enables it to move forward in the legal process to reclaim in full the debt owed by Mr Hersh of £375,000, in addition accrued interest as well as the cost of the hearings.