



**The Calmer Co International Limited
and its controlled entities
ACN 169 441 874**

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**APPENDIX 4D
INTERIM FINANCIAL REPORT
FOR THE SIX MONTHS ENDED
31 DECEMBER 2025**

FINANCIAL REPORT

for the six months ended 31 December 2025

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RESULTS FOR ANNOUNCEMENT TO THE MARKET

for the six months ended 31 December 2025

1	REPORTING PERIOD (item 1)	
	■ Report for the period ended:	31 December 2025
	■ Previous corresponding period is half-year ended:	31 December 2024

2	RESULTS FOR ANNOUNCEMENT TO THE MARKET	Movement	Percentage %	Amount \$
	■ Revenues from ordinary activities (item 2.1)	↑	2% to	\$4,432,798
	■ Loss from ordinary activities after tax attributable to members (item 2.2)	↓	26% to	\$1,739,313
	■ Loss for the period attributable to members (item 2.3)	↓	21% to	\$1,794,178
	a. Dividends (items 2.4 and 5)			
			Amount per Security ¢	Franked amount per security %
	■ Interim dividend		nil	n/a
	■ Final dividend		nil	n/a
	■ Record date for determining entitlements to the dividend (item 2.5)	n/a		
	b. Brief explanation of any of the figures reported above necessary to enable the figures to be understood (item 2.6):			
	Refer to the following Directors' Report, Financial Review section			

3	DIVIDENDS (item 6) AND RETURNS TO SHAREHOLDERS INCLUDING DISTRIBUTIONS AND BUY BACKS
	Nil.
	a. Details of dividend or distribution reinvestment plans in operation are described below (item 6):
	Not applicable

4	RATIOS	Current Period	Previous Corresponding Period
	a. Financial Information relating to 4b:	\$	\$
	Loss for the period attributable to owners of the parent	1,794,178	2,271,097
	Net (liabilities)/assets	187,326	2,111,891
	Less: Intangible assets	(390,582)	(464,429)
	Net tangible (liabilities)/assets	(203,256)	1,647,462
		No.	No.
	Fully paid ordinary shares	3,011,353,260	2,540,852,779
		¢	¢
	b. Net tangible (liability)/assets backing per share (cents) (item 3):	(0.007)	0.06

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RESULTS FOR ANNOUNCEMENT TO THE MARKET

for the six months ended 31 December 2025

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5 DETAILS OF ENTITIES OVER WHICH CONTROL HAS BEEN GAINED OR LOST DURING THE PERIOD: (item 4)

- a. Control gained over entities
 - Name of entities (item 4.1) n/a
 - Date(s) of gain of control (item 4.2) n/a
- b. Loss of control of entities
 - Name of entities (item 4.1) Nil
 - Date(s) of gain of control (item 4.2) n/a
- c. Contribution to consolidated profit (loss) from ordinary activities after tax by the controlled entities to the date(s) in the current period when control was gained / lost (item 4.3). n/a
- d. Profit (loss) from ordinary activities after tax of the controlled entities for the whole of the previous corresponding period (item 4.3) n/a

6 DETAILS OF ASSOCIATES AND JOINT VENTURES: (item 7)

- Name of entities (item 7) Nil
- Percentage holding in each of these entities (item 7) N/A

- Aggregate share of profits (losses) of these entities (item 7)

	Current Period	Previous Corresponding Period
■ Aggregate share of profits (losses) of these entities (item 7)	N/A	N/A

7 The financial information provided in the Appendix 4D is based on the interim final report (attached), which has been prepared in accordance with Australian Accounting Standards.

8 The report is based on accounts which have been reviewed by the Company's independent auditor (item 9) and an unqualified review conclusion is issued.

CORPORATE DIRECTORY

DIRECTORS

James S Tonkin (Non-Executive Chairman)
Appointed 07 November 2025 as Non-Executive Chairman
Appointed 30 January 2023 as Non-Executive Director

John Homewood (Non-Executive Chairman)
Appointed 06 November 2024
Resigned 07 November 2025

Zane Yoshida (Managing Director)
Appointed 20 December 2018

Anthony Noble (Non-Executive Director)
Appointed 20 December 2021
Resigned 1 February 2026

Griffon Emose (Non-Executive Director)
Appointed 31 January 2023

COMPANY SECRETARY

Natalie Climo
Appointed 18 January 2024

REGISTERED OFFICE

96 Victoria Street, West End
QLD 4101

CONTACT INFORMATION

Tel: +61 738441010
accounts@thecalmerco.com

AUDITORS

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+61 2 9698 5414 (International)

BANKER

ANZ
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24 Cansdale Street
Yeronga
QLD 4104

POSTAL ADDRESS

PO Box 5864
77-75 Russell Street
West End QLD 4101

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DIRECTORS' REPORT

The Directors of The Calmer Co International Limited (the **Company**) and its controlled entities (collectively the Group) present their report together with the consolidated financial statements for the six months ended 31 December 2025 and the review report thereon.

Directors

The Directors of the Company at any time during or since the end of the interim period are:

Director	Position	Date Appointed	Date Resigned
Mr James S Tonkin	Non-Executive Director	30 January 2023	-
Mr John Homewood	Non-Executive Chairman	6 November 2024	7 November 2025
Mr Zane Yoshida	Managing Director	20 December 2018	-
Dr Anthony Noble	Non-Executive Director	20 December 2021	1 February 2026
Mr Griffon Emose	Non-Executive Director	31 January 2023	-

The names of the secretaries in office at any time during the half-year are:

Company Secretary	Position	Date Appointed	Date Resigned
Natalie Climo	Company Secretary	18 January 2024	-

Operating and Financial Review

The Calmer Co. International Limited is a vertically integrated producer of kava-based products operating across retail e-commerce and B2B channels in Australia the United States and the Pacific. The Group's portfolio includes the Fiji Kava®, Taki Mai® and Danodan® brands, spanning traditional kava powders, extracts, ready-to-drink formats and complementary medicinal products.

The first half of FY26 represented a period of operational consolidation and margin discipline, following significant channel expansion in FY25. While revenue growth moderated on a half-year basis, the Group delivered a material improvement in earnings quality, supported by disciplined cost management, improved channel mix and targeted investment in higher-margin B2B ingredients.

For the six months ended 31 December 2025, revenue totalled \$4.43 million, broadly stable year-on-year. Importantly, the Group reduced its net loss by approximately \$620,000 compared to the prior corresponding period, reflecting a 26% improvement in loss performance, despite continued investment in growth initiatives.

Strategic focus during the period included the expansion of the B2B and wholesale ingredients channel, underpinned by increased research and development investment in next-generation CO₂ extract formats. This channel is intended to support improved margins and operating leverage as volumes scale, while the Group continues to grow its established retail and e-commerce platforms.

DIRECTORS' REPORT

Review of Operations and Financial Performance

Key financial and operational highlights for the half-year included:

- **Revenue:** \$4.43 million for H1 FY26, representing a 1.6% increase year-on-year.
- **Net loss:** \$1.74 million, an improvement of approximately \$620,000 compared to the prior corresponding period.
- **Channel mix:**
 - E-commerce: 42% of total revenue
 - Retail: 43% of total revenue
 - B2B and wholesale: 15% of total revenue
- **Gross profit:** \$2.13 million, with a **gross margin of 48%**, broadly consistent with FY25 despite input cost pressures.
- **Net cash outflow from operating activities:** \$1.8 million for the half-year, reflecting deliberate investment in inventory, product development and wholesale expansion.
- **Cash position:** \$1.06 million as at 31 December 2025.
- **Inventory:** approximately \$1.7 million as at 31 December 2025, inclusive of prepaid stock and new product development inventory, positioned to support anticipated growth in the second half of FY26.

The Board considers the Group's performance for the period to reflect continued progress toward improved operating leverage, with a clearer pathway to **sustainable cash-flow breakeven** as scale increases and higher-margin channels mature.

Significant Events During the Period

During the half-year ended 31 December 2025, the Group:

- Delivered two consecutive quarters exceeding \$2.0 million in revenue, reflecting sustained demand across retail, e-commerce and wholesale channels.
- Continued to expand its United States operations, with the U.S. representing the largest geographic contributor to Group revenue during the period.
- Progressed the B2B and wholesale ingredients channel, including repeat commercial sales of kava extract products.
- Undertook targeted research and development activities focused on next-generation CO₂ extract formats.
- Implemented cost control and operational efficiency initiatives, contributing to a reduction in operating losses compared to the prior corresponding period.

DIRECTORS' REPORT

- Increased inventory and working capital investment to support anticipated growth in the second half of FY26.

Likely Future Developments & Outlook

The Board remains focused on progressing the Group toward sustainable cash-flow breakeven, supported by disciplined cost management, improving channel mix and continued growth in higher-margin revenue streams.

Key areas of focus for the remainder of FY26 and beyond include:

- Expansion of B2B and wholesale ingredient revenues, particularly in the United States, following increased customer engagement and commercial traction in CO₂-extracted and water-extracted kava formats.
- Continued growth of U.S. operations across e-commerce, wholesale and B2B channels, supported by favourable regulatory clarity and increasing consumer awareness.
- Operational leverage from manufacturing investments, including utilisation of expanded capacity at the Navua facility to support improved unit economics and margin enhancement as volumes scale.
- Ongoing focus on working capital discipline and inventory optimisation.
- Continued investment in product development and innovation, aligned with functional beverage and wellness applications and applicable regulatory frameworks.

While market conditions and input costs remain subject to external factors, the Board believes the Group is increasingly well positioned to convert scale into improved operating leverage and progress toward sustainable profitability.

Significant Events After the Reporting Date

Subsequent to 31 December 2025, the Company entered into a material Master Supply Agreement with a U.S.-based functional beverage company for the supply of premium CO₂-extracted kava ingredients.

Based on minimum contractual commitments, the agreement is expected to deliver approximately \$1,581,884 in minimum contracted revenue over 24 months¹, subject to production scheduling, delivery timing and foreign exchange movements. The agreement is non-adjusting in nature and has not been reflected in the financial results for the half-year ended 31 December 2025.

On 2 February 2026, Mr Anthony Noble resigned from the Board of The Calmer Co. International Limited in his capacity as a Non-Executive Director.

No other matters or circumstances have arisen since the end of the reporting period that have significantly affected, or may significantly affect, the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial years.

DIRECTORS' REPORT

Directors' Statement

The first half of FY26 reflected continued operational discipline and improving earnings quality following a period of significant expansion in prior years. The Board believes the Company is increasingly well positioned to improve operating leverage and progress toward sustainable cash-flow breakeven.

The Directors appreciate the continued support of the Company's shareholders, customers, employees and partners and look forward to the second half of FY26.

Signed in accordance with a resolution of the Directors.

Signed by:

2BF64FEFD2984B4...

James Tonkin
Non-Executive Chairman
The Calmer Co. International Limited

27th February 2026

Auditor's Independence Declaration

The auditor's independence declaration is set out on page 5 and forms part of the directors' report for the six months ended 31 December 2025.

Signed in accordance with a resolution of the directors:

Signed by:

2BF64FEFD2984B4...

James Tonkin
Non-Executive Chairman
Dated at Brisbane this 27th day of February 2026.

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Auditor's Independence Declaration under Section 307C of the Corporations Act 2001 to the Directors of The Calmer Co International Limited

As lead auditor for the review of the financial statements of The Calmer Co International Limited for the financial half-year ended 31 December 2025, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- i) the auditor independence requirements of the Corporations Act 2001 in relation to the review; and
- ii) any applicable code of professional conduct in relation to the review.

This declaration is in respect of The Calmer Co International Limited and the entities it controlled during the financial period.



HALL CHADWICK QLD

Clive Massingham
Hall Chadwick QLD
Chartered Accountants

Signed this 27th day of February 2026

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

for the six months ended 31 December 2025

	Note	For the six months ended	
		31 December 2025 \$	31 December 2024 \$
<i>Continuing operations</i>			
Revenue	3	4,432,798	4,363,428
Cost of Sales		(2,303,621)	(2,113,633)
Gross Profit / (Loss)		2,129,177	2,249,795
Other Income		6,324	9,453
Administrative expenses		(439,128)	(392,851)
Depreciation		(189,774)	(101,635)
Employment expenses		(900,115)	(1,212,908)
Employee share incentive expense		-	(376,000)
Impairment Losses		(15,051)	-
Research and development expenses		(269,946)	(1,788)
Marketing expense		(1,472,473)	(1,893,551)
Other expenses		(435,232)	(518,848)
Operating loss		(1,586,218)	(2,238,333)
Finance costs		(148,224)	(108,680)
Net finance costs		(148,224)	(108,680)
Loss before tax		(1,734,442)	(2,347,013)
Income tax expense		(4,871)	(11,287)
Loss from continuing operations		(1,739,313)	(2,358,300)
Loss for the period		(1,739,313)	(2,358,300)
Other comprehensive income/(expense)			
Foreign exchange translation differences		(54,865)	87,203
Total comprehensive loss for the period		(1,794,178)	(2,271,097)
Earnings per share			
Basic and diluted loss per share (cents per share)	5	(0.06)	(0.11)

The notes on pages 10 to 16 are an integral part of these condensed consolidated interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

as at 31 December 2025

	Note	31 December 2025 \$	30 June 2025 \$
Current assets			
Cash and cash equivalents	7	1,056,699	1,459,639
Trade and other receivables	8	635,428	485,331
Inventories	9	1,318,746	1,555,805
Prepayments		548,254	619,805
Total current assets		3,559,127	4,120,580
Non-current assets			
Property, plant and equipment	10	825,912	895,655
Intangible assets		390,582	420,245
Right of use assets		694,049	242,931
Deferred tax asset		24,121	-
Total non-current assets		1,934,664	1,558,830
Total assets		5,493,791	5,679,410
Current liabilities			
Trade and other payables	11	1,457,791	1,315,574
Provisions	12	136,816	126,701
Deferred revenue		15,328	15,803
Borrowings	13	211,050	515,050
Lease liability		107,309	121,898
Total current liabilities		1,928,294	2,095,026
Non-current liabilities			
Loans and Borrowings	13	2,777,628	1,536,621
Lease liabilities		600,543	135,639
Deferred tax liabilities		-	9,146
Total non-current liabilities		3,378,171	1,681,406
Total liabilities		5,306,465	3,776,432
Net assets / (liabilities)		187,326	1,902,978
Equity			
Share capital	4	34,967,100	34,967,100
Reserves		344,496	320,834
Accumulated losses		(35,124,270)	(33,384,957)
Total equity		187,326	1,902,978

The notes on pages 10 to 16 are an integral part of these condensed consolidated interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

for the six months ended 31 December 2025

	Attributable to owners of the Company						Total Equity
	Share capital	Accumulated Loss	Foreign Exchange Reserve	Option Reserve	Business Combination Reserve	Convertible note equity reserve	
Balance at 30 June 2025	34,967,100	(33,384,957)	(255,016)	511,671	64,179	-	1,902,978
<i>Total comprehensive income / (loss) for the period:</i>							
Loss for the period	-	(1,739,313)	-	-	-	-	(1,739,313)
Foreign translation gain / (loss)	-	-	(54,865)	-	-	-	(54,865)
Total comprehensive income / (loss) for the period	-	(1,739,313)	(54,865)	-	-	-	(1,794,178)
<i>Transactions with owners of the Company:</i>							
Convertible note issued	-	-	-	-	-	78,527	-
Total transactions with owners of the Company	-	-	-	-	-	78,527	-
Balance as at 31 December 2025	34,967,100	(35,124,270)	(309,881)	511,671	64,179	78,527	187,326
Balance at 30 June 2024	28,767,266	(29,392,680)	(208,825)	303,219	64,179	-	(466,841)
<i>Total comprehensive income / (loss) for the period:</i>							
Loss for the period	-	(2,358,300)	-	-	-	-	(2,358,300)
Foreign translation gain / (loss)	-	-	87,203	-	-	-	87,203
Total comprehensive income / (loss) for the period	-	(2,358,300)	87,203	-	-	-	(2,271,097)
<i>Transactions with owners of the Company:</i>							
Issue of ordinary shares (net)	4,124,789	-	-	-	-	-	4,124,789
Equity-settled share-based payments	703,200	-	-	-	-	-	703,200
Options issued	-	-	-	21,839	-	-	21,839
Total transactions with owners of the Company	4,827,989	-	-	21,839	-	-	4,849,828
Balance as at 31 December 2024	33,595,255	(31,750,980)	(121,622)	325,058	64,179	-	2,111,891

The notes on pages 10 to 16 are an integral part of these condensed consolidated interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

for the six months ended 31 December 2025

	For the six months ended	
	31 December 2025	31 December 2024
Note	\$	\$
Cash flows from operating activities		
Cash receipts from customers	4,290,979	5,302,400
Cash paid to suppliers and employees	(3,917,329)	(6,677,612)
Payments for advertisement and marketing	(1,472,473)	(1,207,695)
Income tax paid	(5,157)	341
Net cash used by operations	(1,103,980)	(2,582,566)
Interest Payment	(133,815)	(108,680)
Net cash used in operating activities	(1,237,795)	(2,691,246)
Cash flows from investing activities		
Acquisition of property, plant and equipment	(22,116)	(84,484)
Prepaid suppliers for plant and equipment	-	(351,775)
Acquisition of intangible assets	-	(23,123)
Net cash used in investing activities	(22,116)	(459,382)
Cash flows from financing activities		
Proceeds from the issue of ordinary shares	-	4,124,790
Repayment of leases	(80,037)	
Net Proceeds from borrowings	937,008	84,191
Net cash from by financing activities	856,971	4,208,981
Net (decrease)/increase in cash and cash equivalents	(402,940)	1,058,353
Cash and cash equivalents at 1 July	1,459,639	1,099,017
Cash and cash equivalents at 31 December	7 1,056,699	2,157,370

The notes on pages 10 to 16 are an integral part of these condensed consolidated interim financial statements.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

for the six months ended 31 December 2025

1. Reporting Entity

The Calmer Co. International Limited (the “**Company**”) is a company domiciled in Australia. These condensed consolidated interim financial statements (“interim financial statements”) as at and for the six months ended 31 December 2025 comprise the Company and its subsidiaries (together referred to as the ‘Group’). The Group is primarily involved in manufacture and sale of kava and kava related products.

The consolidated annual financial statements of the Group as at and for the half year ended 31 December 2025 are available upon request from the Company’s registered office at 96 Victoria Street, West End QLD 4101

2. Basis Of Preparation

These interim financial statements are general purpose financial statements prepared in accordance with AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*, and with IAS 34 *Interim Financial Reporting*.

They do not include all the information required for a complete set of annual financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s financial position and performance since the last annual consolidated financial statements as at and for the year ended 30 June 2025.

These interim financial statements were authorised for issue by the Company’s Board of Directors on 27 February 2026.

2.1. Use Of Judgements and Estimates

In preparing these interim financial statements, Management has made judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of the assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgments made by Management in applying the Group’s accounting policies and the key sources of estimation uncertainty were the same as those described in the last annual financial statements.

2.2. Going Concern

The Financial Report has been prepared on the going concern basis that contemplates the continuity of normal business activities and the realisation of assets and extinguishment of liabilities in the ordinary course of business. During the six months ended 31 December 2025, the Group made a loss before tax of \$1,734,442 and has accumulated losses of 35,124,270. As at 31 December 2025, the Group has a net current assets position of \$1,630,834 including a cash position of \$1,056,699. Based on the Group’s cash flow forecast, the projected net current asset position provides approximately 5 months of funding, without including the benefit of continued revenue improvement which is expected to increase during FY 2026.

The Group’s cash flow forecast shows that despite the projected growth in sales; it is likely that the Group will need to access additional working capital in the next few months to support and implement the Group’s goals and objectives. The directors are confident that the Group will be successful in raising additional funds through the issue of new equity and/or debt as they have been successful in raising equity in previous periods.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

for the six months ended 31 December 2025

Based on these facts, the directors consider the going concern basis of preparation to be appropriate for this financial report. Should the Group be unsuccessful in raising additional funds through the issue of new equity, there is a material uncertainty which may cast significant doubt whether the Group will be able to continue as a going concern and therefore, whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial report.

The financial statements do not include any adjustments relative to the recoverability and classification of recorded asset amounts or to the amounts and classification of liabilities that might be necessary should the Group not continue as a Going Concern.

3. Revenue

The Group's operations and main revenue streams are those described in the last annual financial statements. The Group's revenue is derived from contracts with customers.

	31 December 2025	31 December 2024
	\$	\$
Revenue from contracts with customers	4,432,798	4,363,428
	<u>4,432,798</u>	<u>4,363,428</u>

4. Issued Capital

Fully paid ordinary shares

	31 December 2025	30 June 2025
	No.	No.
Fully paid ordinary shares	3,011,353,260	3,011,353,260

a. Issue of ordinary shares

No shares were issued by the Company during the period.

b. Dividends

No dividends were declared or paid by the Company during the period (2024: \$Nil)

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

for the six months ended 31 December 2025

5. Earnings Per Share

	31 December 2025	31 December 2024
	\$	\$
Reconciliation of earnings to profit or loss		
Loss for the period	(1,739,313)	(2,358,300)
Loss used in the calculation of basic and diluted EPS	(1,739,313)	(2,358,300)
Weighted average number of ordinary shares outstanding during the period used in the calculation of basic EPS	3,011,353,260	2,214,307,931
Loss per share		
Basic and diluted loss per share (cents per share)	(0.06)	(0.11)

6. Financial Instruments

6.1. Capital Risk Management

6.2. Fair Value

At 31 December 2025, there are no financial assets or financial liabilities which are accounted for at fair value. Carrying amounts approximate the fair value of financial assets and financial liabilities presented in the consolidated Statement of Financial Position.

7. Cash and Cash Equivalents

For the purposes of the statement of cash flows, cash and cash equivalents include cash on hand and in banks. Cash and cash equivalents at the end of the reporting period as shown in the statement of cash flows can be reconciled to the related items in the statement of financial position as follows:

	31 December 2025	30 June 2025
	\$	\$
Cash at bank	1,025,033	1,427,973
Term deposits	31,666	31,666
	1,056,699	1,459,639

8. Trade And Other Receivables

	31 December 2025	30 June 2025
	\$	\$
Current		
Trade receivables	573,014	468,901
Other receivables	24,664	3,395
GST receivables	37,750	13,035
	635,428	485,331

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

for the six months ended 31 December 2025

9. Inventories

	31 December 2025 \$	30 June 2025 \$
Raw material	116,192	82,244
Finished goods	1,195,377	1,473,561
Work in progress	7,177	
	<u>1,318,746</u>	<u>1,555,805</u>

10. Property, Plant and Equipment

	31 December 2025 \$	30 June 2025 \$
Green House		
Cost	162,445	167,692
Accumulated depreciation	(61,224)	(55,001)
Carrying amounts	<u>101,221</u>	<u>112,691</u>
Plant and Equipment		
Cost	906,979	929,453
Accumulated depreciation	(307,911)	(268,318)
Carrying amounts	<u>599,068</u>	<u>661,135</u>
Motor vehicle		
Cost	158,894	143,187
Accumulated depreciation	(117,341)	(117,674)
Carrying amounts	<u>41,553</u>	<u>25,513</u>
Furniture and Fittings		
Cost	175,268	180,457
Accumulated depreciation	(91,199)	(84,140)
Carrying amounts	<u>84,069</u>	<u>96,317</u>
Totals		
Cost	1,403,586	1,420,789
Accumulated depreciation	(577,674)	(525,133)
Carrying amounts	<u>825,912</u>	<u>895,656</u>

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

for the six months ended 31 December 2025

11. Trade And Other Payables

	31 December	
	2025	30 June 2025
	\$	\$
Current		
Trade and other payables	728,877	732,797
Other payables	360,055	138,570
Accrued expenses	368,859	444,207
	<u>1,457,791</u>	<u>1,315,574</u>

12. Provisions

	31 December	
	2025	30 June 2025
	\$	\$
Current		
Employee benefits - annual leave provisions	136,816	126,701

13. Loans And Borrowings

	31 December	
	2025	30 June 2025
	\$	\$
Current		
Other Borrowings	206,045	515,050
SBA Loan	5,005	
	<u>211,050</u>	<u>515,050</u>
Non-Current		
Convertible notes	2,571,851	1,320,259
SBA Loan	205,777	216,362
	<u>2,777,628</u>	<u>1,536,621</u>

14. Segment Reporting

Basis for operating segments

The Group has the following three reportable segments namely Fiji Kava Inc (USA), South Pacific Elixirs Pte Limited and Fiji Kava Australia Trading Pty Ltd. These reportable segments operate in two different geographical areas.

The following summary describes the operations of each reportable segment.

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

for the six months ended 31 December 2025

Reporting segments	Operations
Fiji Kava Inc (USA)	Marketing and Selling of products in the United States of America
Fiji Kava Australia Trading Pty Ltd	Marketing and Selling of products in Australia
South Pacific Elixirs Pte Limited	Sourcing and manufacturing of kava products in Fiji
Others	Marketing and Selling of products other than Australia and Fiji

Information about reportable segments

Information related to each reportable segment is set out below. Segment profit (loss) before tax is used to measure performance because management believes that this information is the most relevant in evaluating the results of the respective segments relative to other entities that operate in the same industries.

31 December 2025	USA \$	Australia \$	Fiji \$	Other \$	Total \$
External revenues	1,971,851	2,317,412	143,535	-	4,432,798
Inter-segment revenue	-	1,002	1,150,267	-	1,151,269
Segment profit (loss) before tax	(44,670)	(42,050)	(323,474)	(1,324,248)	(1,734,442)
Segment assets	1,854,576	739,929	1,964,705	934,581	5,493,791
Segment Liabilities	(456,626)	(313,766)	(1,173,344)	(3,362,729)	(5,306,465)

31 December 2024	USA \$	Australia \$	Fiji \$	Other \$	Total \$
External revenues	923,435	3,273,694	166,299	-	4,363,428
Inter-segment revenue	8,657	17,210	1,802,624	-	1,828,490
Segment profit (loss) before tax	(63,403)	(524,298)	60,466	(1,819,778)	(2,347,013)
Segment assets	1,101,667	1,226,619	3,380,444	138,906	5,847,636
Segment Liabilities	(1,047,183)	(1,895,259)	(677,111)	(116,192)	(3,735,745)

Commitments And Contingent Liabilities

15.1 Commitments

During the half year ended 31 December 2025, the Group renewed its lease agreement for its factory in Fiji for a further three year term, with an option to renew for an additional three years. The lease commenced during the period and has been accounted for in accordance with AASB 16 Leases, resulting in the recognition of a right of use asset and a corresponding lease liability.

The renewal of the lease represents a significant change in the Group's operating capacity and financial position compared to the prior reporting period. No other commitments exist as at the date of this report.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

for the six months ended 31 December 2025

15.2 Contingent Assets and Liabilities

15.2.1 Contingent Liabilities

No contingent liabilities exist as at the date of this report.

15.2.2 Contingent Assets

No contingent assets exist as at the date of this report.

16 Subsequent Events

Subsequent to 31 December 2025, the Group entered into a lease agreement for new office premises in Yeronga with a term of three years. This transaction has been assessed as a non-adjusting subsequent event and, accordingly, no right of use asset or lease liability has been recognised in the financial statements at the reporting date.

The lease is expected to have a material impact on the Group's assets and lease liabilities upon commencement. Other than the matter described above, no other matters or circumstances have arisen since 31 December 2025 that have significantly affected, or may significantly affect, the operations, financial performance or financial position of the Group in future periods.

17 Related Parties

The Company did not issue any shares to the related parties for the period.

18 Significant Accounting Policies

The accounting policies applied in these interim financial statements are the same as those applied in the Group's consolidated financial statements as at and for the year ended 30 June 2025.

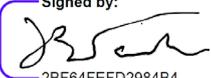
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DIRECTORS' DECLARATION

In the opinion of the Directors of The Calmer Co International Limited (the **Company**):

1. the condensed consolidated financial statements and notes set out on pages 6 to 16, are in accordance with the Corporations Act 2001 including:
 - a. giving a true and fair view of the Group's financial position as at 31 December 2025 and of its performance for the six-month period ended on that date and
 - b. complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the Corporations Regulations 2001 and
2. there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the directors:

Signed by:

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James Tonkin
Non-Executive Chairman
Dated at Brisbane this 27th day of February 2026

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Independent Auditor's Review Report

To the members of The Calmer Co International Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of The Calmer Co International Limited (the Company) and its controlled entities (collectively the Group), which comprises the consolidated statement of financial position as at 31 December 2025, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of the Group does not comply with the Corporations Act 2001 including:

(a) giving a true and fair view of the Group's financial position as at 31 December 2025 and of its performance for the half-year ended on that date; and

(b) complying with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 Review of a Financial Report Performed by the Independent Auditor of the Entity. Our responsibilities are further described in the Auditor's Responsibilities for the Review of the Financial Report section of our report. We are independent of the Company in accordance with the auditor independence requirements of the Corporations Act 2001 and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards) (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

Material Uncertainty Related to Going Concern

We draw attention to Note 2.2 of the financial statements which indicates that the group incurred a loss before tax of \$1,734,442 and has accumulated losses of \$35,124,270. As stated in Note 2.2, these events or conditions, along with other matters set forth in Note 2.2, indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

Responsibility of the Directors for the Financial Report

The directors of the Group are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the

Corporations Act 2001 and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

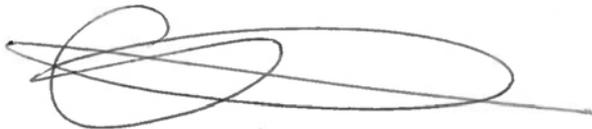
Auditor's Responsibility for the Review of the Financial Report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the Corporations Act 2001 including giving a true and fair view of the Company's financial position as at 31 December 2025 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

In conducting our review, we have complied with the independence requirements of the Corporations Act 2001.



HALL CHADWICK QLD

Clive Massingham
Hall Chadwick QLD
Chartered Accountants

Signed this 27th day of February 2026