



ABN: 89 064 755 237

**MYECO GROUP LTD  
(FORMERLY SECOS GROUP LIMITED)  
AND ITS CONTROLLED ENTITIES  
(ASX: MCO)**

**Appendix 4D and Half-Year Report  
31 December 2024**

Lodged with the ASX under Listing Rule 4.2A.  
This information should be read in conjunction with the 30 June 2024 Annual Report and  
public announcements made for the period ended 31 December 2024

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## CONTENTS

|                                                                               |    |
|-------------------------------------------------------------------------------|----|
| APPENDIX 4D .....                                                             | 3  |
| CORPORATE DIRECTORY .....                                                     | 4  |
| DIRECTORS' REPORT .....                                                       | 5  |
| AUDITOR'S INDEPENDENCE DECLARATION.....                                       | 10 |
| CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME ..... | 11 |
| CONSOLIDATED STATEMENT OF FINANCIAL POSITION .....                            | 12 |
| CONSOLIDATED STATEMENT OF CHANGES IN EQUITY.....                              | 13 |
| CONSOLIDATED STATEMENT OF CASH FLOWS .....                                    | 14 |
| NOTES TO THE FINANCIAL STATEMENTS.....                                        | 15 |
| DIRECTORS' DECLARATION .....                                                  | 18 |
| INDEPENDENT AUDITOR'S REVIEW REPORT .....                                     | 19 |

**MYECO GROUP LTD  
(FORMERLY SECOS GROUP LIMITED)**

ABN 89 064 755 237

**APPENDIX 4D**

**HALF-YEAR PERIOD**

|                                                   |                  |
|---------------------------------------------------|------------------|
| Half-year ended ("current reporting period")      | 31 December 2024 |
| Half-year ended ("previous corresponding period") | 31 December 2023 |

**RESULTS FOR ANNOUNCEMENT TO THE MARKET**

|                                                                          |      |       |    |         |
|--------------------------------------------------------------------------|------|-------|----|---------|
| Revenue from ordinary activities (\$'000) (Continuing operations)        | Up   | 24.6% | to | 7,716   |
| Loss from ordinary activities after tax attributable to members (\$'000) | Down | 11.6% | to | (2,681) |

**DIVIDENDS**

|                               |     |
|-------------------------------|-----|
| Current reporting period      | Nil |
| Previous corresponding period | Nil |

**NET TANGIBLE ASSET BACKING**

|                                        | Current reporting period | Previous corresponding period ("PCP") |
|----------------------------------------|--------------------------|---------------------------------------|
| Net tangible assets per ordinary share | 1.9 cents                | 2.8 cents                             |

This half-year report should be read in conjunction with the Annual Financial Report for the year ended 30 June 2024 and any public announcements made by MyEco Group Ltd and its controlled entities during the half-year in accordance with continuous disclosure requirements arising under the Corporations Act 2001 and the ASX Listing Rules.

## CORPORATE DIRECTORY

**DIRECTORS:** Mr. James (Jim) Walsh (Non-Executive Chairman)  
Mr. Richard Tegoni (CEO, Executive Director)  
Mr. Stephen J Walters (Executive Director)  
Mr. Donald F Haller Jnr (Non-Executive Director)  
Ms. Natalya Jurcheshin (Non-Executive Director)

**COMPANY SECRETARY:** Mr. Colin Lai

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Email: [info@myeco.group](mailto:info@myeco.group)

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**BANKERS:** **Bank of Melbourne**  
Level 8, 530 Collins Street  
MELBOURNE, VIC 3000

**AUDITORS:** **William Buck**  
Level 20, 181 William Street  
MELBOURNE, VIC 3000  
Telephone: +61 3 9824 8555

**LAWYERS:** **CBW Partners**  
Level 6, 67 Palmerston Crescent  
SOUTH MELBOURNE, VIC 3205

**SECURITIES EXCHANGE:** **Australian Securities Exchange**  
Level 45, South Tower, Rialto  
525 Collins Street  
MELBOURNE, VIC 3000

ASX Code: MCO

**WEBSITE:** Corporate: [www.myeco.group](http://www.myeco.group)  
[www.cardiabioplastics.com](http://www.cardiabioplastics.com)  
E-commerce: [www.myecobag.com.au](http://www.myecobag.com.au)  
[www.myecoworld.com](http://www.myecoworld.com)

**CORPORATE GOVERNANCE STATEMENT:** The Corporate Governance statement can be found on Investors page at [www.myeco.group](http://www.myeco.group)

## DIRECTORS' REPORT

The Directors present their report on MyEco Group Ltd (Formerly SECOS Group Limited) ("MyEco Group" or the "Company") and the entities it controlled (the "Group") at the end of, or during, the half-year ended 31 December 2024.

### DIRECTORS

The following persons were Directors of MyEco Group during the period and up to the date of this report:

Mr. James (Jim) Walsh (Non-Executive Chairman)  
Mr. Richard Tegoni (CEO, Executive Director)  
Mr. Stephen J Walters (Executive Director)  
Mr. Donald F Haller Jnr (Non-Executive Director)  
Ms. Natalya Jurcheshin (Non-Executive Director)

### COMPANY SECRETARY

The Company Secretary is Colin Lai, who is also the Chief Financial Officer of MyEco Group.

### PRINCIPAL ACTIVITIES

MyEco Group Ltd (ASX: MCO) is a leading developer and manufacturer of sustainable packaging and materials. MyEco Group supplies its packaging products, proprietary biodegradable and compostable resins, and films to a blue-chip global customer base. MyEco Group is integrated from resin production into film and bags and can develop bespoke compostable solutions for a range of applications.

MyEco Group holds a strong patent portfolio and the global trend toward sustainable packaging is fueling the Company's growth.

The Company's headquarters and Global Application Development Centre are based in Melbourne, Australia. MyEco Group has a Product Development Centre and manufacturing plants for resins and finished products in China and Malaysia.

MyEco Group has sales offices in Australia, Malaysia, China, Mexico and the USA, with a network of reputable distributors across the Americas, Europe and Asia.

### OPERATING AND FINANCIAL REVIEW

#### Financial Results Headlines

| Continuing Operations (\$'000)   | H1 FY25 | H1 FY24 | % Change |
|----------------------------------|---------|---------|----------|
| MyEco® Branded (Global)          | 2,579   | 1,217   | 111.9%   |
| Councils                         | 2,110   | 1,639   | 28.7%    |
| Resin                            | 1,556   | 1,919   | (18.9%)  |
| Film                             | 390     | 303     | 28.7%    |
| White label and Other            | 1,081   | 1,115   | (3.0%)   |
| Total Sustainable Revenue        | 7,716   | 6,193   | 24.6%    |
| Gross Margin %                   | 23.0%   | 17.6%   | 542 bps  |
| Normalised EBITDA <sup>(1)</sup> | (1,901) | (2,333) | 18.5%    |
| Loss before tax                  | (2,672) | (3,037) | 12.0%    |
| Net loss after tax               | (2,681) | (3,046) | 12.0%    |

<sup>(1)</sup> EBITDA stands for earnings before interest, tax, depreciation, and amortisation. EBITDA is a non-IFRS measure and is presented to provide users with additional insight into the Company's business and to facilitate incremental understanding of the Company's underlying financial performance. Non-IFRS information is not audited. Normalised EBITDA for H1 FY25 excludes the non-recurring restructuring costs of \$0.100 million arising from the estimated make-good cost for the relocation of the product development centre and head office to take place in Q3 FY25.

Sustainable sales from continuing operations for H1 FY25 were \$7.7 million, up 24.6% mainly due to strong sales growth achieved in the Group's global MyEco® products (up by 111.9%) and from Councils (up by 28.7%). Resin sales were down 18.9% as market conditions have been volatile, especially in Latin America.

On a continuing operations basis, H1 FY25 gross margin of 23.0% improved on H1 FY24 of 17.6% due to increased sales volumes and improved customer mix.

Loss before interest, tax, depreciation, amortisation and impairment and restructuring expenses (EBITDA loss) was \$1.9 million, favourable by 18.5% as compared to H1 FY24 mainly due to improved margins, partly offset by an increase in operating expenses driven by an investment in marketing and people capability.

The Company had net operating cash outflows of \$2.1 million in H1 FY25 compared to \$0.4 million outflows in H1 FY24 primarily due to required increases in production to build up inventory to meet anticipated orders to be delivered in the second half of FY25. The Company had a cash balance of \$3.5 million and no debt as at 31 December 2024.

## **MYECO BRANDED PRODUCTS**

The MyEco® branded product range achieved record six-month sales of \$2.6 million globally, a 111.9% increase on the prior comparative period. MyEcoBag® continues to deliver to over 2,400 Australian major supermarket stores and is the category leader in compostable bin liner and kitchen caddy liner sales in both Coles and Woolworths, with 39% market share in 858 Coles stores <sup>(1)</sup> and 50% market share in 1,111 Woolworths stores. <sup>(2)</sup> During the current period MyEco Group successfully launched reusable compostable check out bags into 76 Ritchies stores in Australia opening a new category that aims to replace paper and plastic reusable check out bags in retail stores.

Growth initiatives have delivered \$0.6m sales in H1 FY25 in the USA with MyEco Group distributor Jewett Cameron Company (JCC) increasing orders of MyEcoWorld® sustainable bags to supply to Costco.com and Costco Mexico and continuing to work with KeHe and UNFI (United Natural Foods Inc.), two of the largest wholesale distributors in North America, to service the many other retailers across the USA.

Growth in Australian major supermarket sales, sales achieved with the launch of compostable check out bags in Ritchies stores and growth in USA sales, have all contributed to the MyEco® branded sales increase during the current period. MyEco® sustainable products are a key pillar of the Company's growth strategy and sales growth in this product group are expected to continue in FY25, driven by organic growth of existing products including sales to new customers.

## **COUNCILS AND WASTE MANAGEMENT**

Council business grew by 28.7% in H1 FY25 compared to the prior comparative period (PCP), due to strengthened demand from Councils to supply their food organics and garden organics programs ("FOGO") and demand from waste companies which require food-diversion bags. MyEco Group remains committed to Australian Council initiatives to divert food waste from landfill to organic waste stations with the supply of compostable bin liner and kitchen caddy liner sales. The Council programs redirect food waste from land fill to organic waste treatment which creates fertile mulch, which in turn mitigates greenhouse gas emissions and reduces Council land fill costs. Sales in the second half of each financial year are typically stronger, and MyEco Group expects this to be the case for FY25 due to the preference for Councils to rollout FOGO programs in the months transitioning from summer to autumn. This is further demonstrated by the Company's successful tender during the half year for the Ballarat Council in Victoria, servicing 51,000 residential households, which is projected to add \$0.9m in revenue in Q4 FY25.

### *Recycling Victoria's Draft Service Standard*

As reported to the ASX in August 2024, MyEco Group lodged a formal submission to oppose the Draft Service Standards released by Recycling Victoria in June 2024 which proposes, among other recommendations, to ban the use of certified compostable bioplastic caddy liners in green bins as part of Victoria's new four-stream waste and recycling system.

The Company has played a major leadership and advocacy role within Australia to ensure scientific and fact-based data was provided to the Victorian Government in relation to the Draft Service Standard which could potentially impact the use of certified compostable caddy liners. Evidence provided by MyEco Group and other leading industry bodies supports the continued use of certified compostable caddy liners in FOGO as they significantly enhance environmental outcomes by diverting over 30% more organic household waste from landfills.

<sup>1</sup> IRI Scan Data between 31/1/24 to 28/1/25

<sup>2</sup> Quantum Scan Data between 31/1/24 to 28/1/25

During the consultation period, MyEco Group was also able to demonstrate the damage to the environment from the use of paper alternatives which are unregulated and uncertified, with many paper bags produced using unknown linings to prevent leakage and which do not achieve the high quality and performance standards that MyEcoBag® products offer to ensure that organic waste can be transported effectively from households to composters. The Victorian Government is yet to provide an update on their proposal to ban compostable bin liners in FOGO. MyEco Group has not received a response to its formal submission and request for a decision.

It is the Company's understanding that no other State is planning to introduce any bans that are similar to those being proposed by the Victorian Government. In fact, several States are introducing policies to ensure compostable bin liners, and in some cases shopping produce bags, are mandatory. We continue to seek clarification from the Victorian Government regarding their position on compostable bin liners within Victoria and will update the market as soon as this information is made available.

## **RESIN**

Compostable resin sales were down 18.9% in H1 FY25 compared to PCP. Market conditions for the sales of the Company's resins have been volatile, especially in Latin America with longer delivery lead times and unattractive credit terms, creating a disincentive for the business to expand resin sales in the region. The sales strategy in response to these challenges is addressed in the *Strategic Repositioning for Growth* section below.

## **FILM**

Compostable and sustainable film sales currently represent a relatively small component of the business. As part of its medium-term strategy, MyEco Group will continue development of high-speed compostable wrapping film products, targeting the growing, high-volume sustainable pallet and magazine wrap markets, which are being trialed with several prospective customers. In parallel, the Company is developing a distribution channel to support the sale of its compostable and sustainable film products in major geographical markets.

## **PRODUCT DEVELOPMENT AND OTHER INVESTMENTS**

MyEco Group continues its development activities to extend its range of sustainable packaging products and resins to better meet the growing need for sustainable alternatives for conventional plastics.

MyEco Group is working with the Australian Government funded Solving Plastic Waste Cooperative Research Centre, as well as RMIT scientists, to develop new compound formulations and film structures to substitute plastic packaging and to generate additional data to enable more informed decisions regarding the acceptance of flexible compostable alternatives to conventional plastic packaging by stakeholders.

MyEco Group's global product development centre has further progressed its sustainable product development including:

- Netting: for produce, agriculture & landscaping. Produce certification approved in Q1 FY25
- Magazine Wrap: Newly developed and pending certification in Q1 FY26
- Produce Bags: Low gauge, low thickness are now available
- Pallet wrap: Product development continuing
- Lower cost resin grades: Pending final certification in Q4 FY25
- Additional product development pipeline to improve quality to address evolving regulatory requirements and existing/prospective customer demands:
  - Higher percentages of renewable content
  - Accelerated composting time frames

## **STRATEGIC REPOSITIONING FOR GROWTH**

As announced on 10 February 2025, the Board and management have refined the sales strategy and conducted a strategic review of operations to cost-effectively support both existing record MyEco® branded sales and anticipated accelerated growth in overall sales volumes for its identified products and markets.

This review is a further step in a significant strategic repositioning, which began with the wind-down and sale of the Company's petroleum-based plastic film production assets in Q2 FY24. This allowed the Company to focus entirely on the development and production of sustainable, environmentally friendly packaging products. This change also resulted in the Company's decision to rename itself to MyEco Group Ltd, to further highlight and reinforce its focus and growing market presence.

## *Strategic Focus*

The Company's strategy is to make MyEco® branded products the focal point of its growth strategy with ongoing innovation in biopolymer technology underpinning the longer-term value of the business. The MyEco® brand has grown to be the number one product line in the compostable bin liner and kitchen caddy category of Australian supermarkets and continues to build recognition across international markets, including the United States and Mexico. These efforts and initiatives have produced record growth in branded product sales as reported in the Company's recently released December 2024 Quarterly Report, reinforcing the Company's decision to concentrate on sustainable products and focus exclusively on these related markets.

Given this context, the Board and management have been refocusing the Company's sales strategy, conducting a review of operations with the aim of transforming the operational structure to better align it with branded sales growth, and repositioning its resin business. These repositionings and initiatives aim to support the Company's goal to achieve positive EBITDA in the medium term.

## *Production Strategy*

The increased sales volumes of MyEco® sustainable products have opened opportunities to scale production capacity through strategic partnerships with high-end converters, instead of investing further in building manufacturing assets. Multiple new partners have been identified to provide overflow options for production and supply to different geographies at more competitive prices and with greater redundancy of supply chains. Options associated with this initiative have also identified the ability to consolidate and rationalize manufacturing assets in Malaysia to reduce costs.

In addition to rationalizing manufacturing assets in Malaysia, the Company will relocate its larger pilot line equipment from its Melbourne office to its commercial plants in Nanjing, China. Having new product pilot trial equipment operating in our commercial production facilities is expected to reduce costs for product trials and realize efficiencies in upscaling commercial production trials.

The company's fully integrated approach, utilizing internal assets and key partnerships, positions MyEco Group to meet increasing demand in a cost-effective manner while maintaining the high-quality standards that the brand is known for. These improvements are expected to enable MyEco Group to streamline operations, scale production efficiently, and increase product margins while minimizing the requirement for capital investment. Improvements and initiatives are expected to occur in Q4 FY25/Q1 FY26.

## *Sales and Distribution Strategy*

In addition to operational and manufacturing enhancements, MyEco Group has refined its sales strategy. The company is now focusing on securing new global distributors with the potential to drive significant sales growth. By leveraging the MyEco® brand in Australia and expanding its product offerings across all sales channels, MyEco Group is poised to achieve continued success. Recent wins with major partners, including Jewett-Cameron Company who have been driving sales in Costco in the US, Canada, and Mexico, along with increased market penetration in Australia through the Australian Council business, highlight the effectiveness of this strategy. Furthermore, the introduction of innovative, reusable compostable carry-out bags to Ritchies has contributed to the Company's growing market presence.

Market conditions for the sale of the Company's resin products remain volatile, especially in Latin America. Despite this, the Company is dedicated to maintaining its presence through mutually beneficial partnerships with key distributors and the selective sale of its resins to key converters and will utilize its resin capacity primarily for the manufacture of its own MyEco® branded products, which are currently performing at record levels and are expected to continue growing. Additionally, MyEco Group will continue to develop more technologically advanced resins, in collaboration with the Solving Plastic Waste Cooperative Research Centre and leading Australian universities, to further enhance sustainability and broaden the array of applications for compostable packaging.

MyEco Group's commitment to focused innovation and active development of new products to extend its product range underpins the longer-term growth and value of the Company.

## *Head Office Relocation*

MyEco Group will relocate its Melbourne-based head office and product development centre to lower-cost premises within Melbourne in Q3 FY25. This relocation is expected to deliver savings associated with both rental expense and annual fixed overhead costs.

## OUTLOOK

MyEco Group is expected to grow total sales in the second half of FY25. MyEco® branded sales to supermarkets and other retailers are expected to grow in Australia and abroad and sales to local Councils are expected to increase in the second half of FY25 based on contracts in place, current FOGO orders, and new Council business. The growth in this business will continue as additional Councils introduce FOGO programs and householders continue to adopt food scrap diversion to organic composting programs.

The Company expects its strategic repositioning and operational restructuring to reduce costs materially, with increased flexibility to scale production through the use of strategic partners better aligned to support sales growth expected in the second half of FY25 and beyond.

MyEco Group is confident that its approach, focused on improving margins through its refined sales strategy and a more cost-effective manufacturing model, will significantly enhance its ability to achieve positive EBITDA in the medium term.

## DIVIDENDS

The Directors do not recommend the payment of a dividend, and no dividends have been paid or declared since the end of the last financial year.

## EVENTS AFTER THE REPORTING DATE

On 10 February 2025, the Company announced the outcomes of its refined sales strategy and strategic review of operations to cost-effectively support both existing record MyEco® branded sales and anticipated accelerated growth in overall sales volumes for its identified products and markets. The Company expects its strategic repositioning and operational restructuring to reduce costs materially, with increased flexibility to scale production through the use of strategic partners better aligned to support sales growth expected in the second half of FY25 and beyond. Further information is provided in the *Strategic Repositioning for Growth* section above.

Apart from the above, no other matters or circumstances have arisen since 31 December 2024 that has significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future financial years.

## FUTURE DEVELOPMENTS

See *Strategic Repositioning for Growth* section above.

## ENVIRONMENTAL REGULATIONS

The Group's operations are not subject to any significant environmental regulations under the law of the Commonwealth or the States.

## AUDITOR'S INDEPENDENCE DECLARATION

The Auditor's Independence Declaration for the half-year ended 31 December 2024 has been received and can be found in the attached Auditor's Independence Declaration page.



**Jim Walsh**  
**Chairman**  
**Melbourne**  
**19 February 2025**

## Lead Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

### To the directors of MyEco Group Ltd (formerly Secos Group Limited)

As lead auditor for the review of MyEco Group (formerly Secos Group Limited) Ltd for the half-year ended 31 December 2024, I declare that, to the best of my knowledge and belief, there have been:

- no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review; and
- no contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of MyEco Group Ltd (formerly Secos Group Ltd) and the entities it controlled during the period.

William Buck

William Buck Audit (Vic) Pty Ltd  
ABN 59 116 151 136

A. A. Finnis

A. A. Finnis  
Director  
Melbourne, 19 February 2025

## CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

|                                                                                                | Notes | Half-Year Ended       |                       |
|------------------------------------------------------------------------------------------------|-------|-----------------------|-----------------------|
|                                                                                                |       | 31-Dec-2024<br>\$'000 | 31-Dec-2023<br>\$'000 |
| <b>Continuing operations</b>                                                                   |       |                       |                       |
| Sales                                                                                          | 2     | 7,716                 | 6,193                 |
| Cost of sales                                                                                  |       | (5,941)               | (5,104)               |
| <b>Gross profit</b>                                                                            |       | <b>1,775</b>          | <b>1,089</b>          |
| Other income                                                                                   |       | 350                   | 15                    |
| Employment expense                                                                             |       | (2,013)               | (1,718)               |
| Marketing and distribution expenses                                                            |       | (1,230)               | (1,007)               |
| Administration expense                                                                         |       | (492)                 | (374)                 |
| Legal and compliance expenses                                                                  |       | (392)                 | (338)                 |
| Depreciation and amortisation expense                                                          |       | (672)                 | (648)                 |
| Finance income/ (costs)                                                                        |       | 2                     | (56)                  |
| <b>Loss before tax from continuing operations</b>                                              |       | <b>(2,672)</b>        | <b>(3,037)</b>        |
| Income tax expense                                                                             |       | (9)                   | (9)                   |
| <b>Loss for the period after tax from continuing operations</b>                                |       | <b>(2,681)</b>        | <b>(3,046)</b>        |
| <b>Discontinued operations</b>                                                                 |       |                       |                       |
| Profit after income tax from discontinued operations                                           |       | -                     | 13                    |
| <b>Loss after tax for the year attributed to the owners of MyEco Group</b>                     |       | <b>(2,681)</b>        | <b>(3,033)</b>        |
| <b>Other comprehensive loss</b>                                                                |       |                       |                       |
| <i>Items that may be subsequently reclassified to the profit or loss, net of tax</i>           |       |                       |                       |
| Foreign currency translation gain / (loss) of foreign operations                               |       | 109                   | 5                     |
| <b>Total comprehensive loss for the period</b>                                                 |       | <b>(2,572)</b>        | <b>(3,028)</b>        |
| <b>Loss per share from continuing operations attributable to the owners of MyEco Group</b>     |       |                       |                       |
| Basic / diluted profit/(loss) per share                                                        |       | (0.45) cents          | (0.51) cents          |
| <b>Profit per share from discontinued operations attributable to the owners of MyEco Group</b> |       |                       |                       |
| Basic / diluted profit/(loss) per share                                                        |       | (0.00) cents          | (0.00) cents          |
| <b>Loss per share for loss attributable to the owners of MyEco Group</b>                       |       |                       |                       |
| Basic / diluted profit/(loss) per share                                                        |       | (0.45) cents          | (0.51) cents          |

The above Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes to the Consolidated Financial Statements.

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

|                                      | As at                 |                       |
|--------------------------------------|-----------------------|-----------------------|
| Notes                                | 31-Dec-2024<br>\$'000 | 30-Jun-2024<br>\$'000 |
| <b>Current Assets</b>                |                       |                       |
| Cash and cash equivalents            | 3,548                 | 6,108                 |
| Trade and other receivables          | 2,882                 | 3,246                 |
| Inventories                          | 4,604                 | 3,169                 |
| Prepayments                          | 687                   | 437                   |
| Other assets                         | 34                    | 34                    |
| <b>Total Current Assets</b>          | <b>11,755</b>         | <b>12,994</b>         |
| <b>Non-Current Assets</b>            |                       |                       |
| Plant and equipment                  | 4,044                 | 3,994                 |
| Right-of-use asset                   | 657                   | 1,065                 |
| <b>Total Non-Current Assets</b>      | <b>4,701</b>          | <b>5,059</b>          |
| <b>Total Assets</b>                  | <b>16,456</b>         | <b>18,053</b>         |
| <b>Current Liabilities</b>           |                       |                       |
| Trade and other payables             | 2,163                 | 1,556                 |
| Employee benefits                    | 322                   | 264                   |
| Contract Liabilities                 | 571                   | 103                   |
| Accrued expenses                     | 1,120                 | 862                   |
| Lease liability                      | 558                   | 627                   |
| <b>Total Current Liabilities</b>     | <b>4,734</b>          | <b>3,412</b>          |
| <b>Non-Current Liabilities</b>       |                       |                       |
| Employee benefits                    | 37                    | 25                    |
| Lease liability                      | 213                   | 582                   |
| <b>Total Non-Current Liabilities</b> | <b>250</b>            | <b>607</b>            |
| <b>Total Liabilities</b>             | <b>4,984</b>          | <b>4,019</b>          |
| <b>Net Assets</b>                    | <b>11,472</b>         | <b>14,034</b>         |
| <b>Equity</b>                        |                       |                       |
| Issued capital                       | 48,447                | 48,447                |
| Reserves                             | (404)                 | (523)                 |
| Accumulated losses                   | (36,571)              | (33,890)              |
| <b>Total Equity</b>                  | <b>11,472</b>         | <b>14,034</b>         |

The above Statement of Financial Position should be read in conjunction with the accompanying notes to the Consolidated Financial Statements.

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

| Half-Year ended 31 December 2024                        | Issued Share Capital<br>\$'000 | Share Based Payment Reserve<br>\$'000 | Foreign Currency Translation Reserve<br>\$'000 | Accumulated Losses<br>\$'000 | Total Equity<br>\$'000 |
|---------------------------------------------------------|--------------------------------|---------------------------------------|------------------------------------------------|------------------------------|------------------------|
| Balance at 01-Jul-2024                                  | 48,447                         | 78                                    | (601)                                          | (33,890)                     | 14,034                 |
| Loss for the period                                     | -                              | -                                     | -                                              | (2,681)                      | (2,681)                |
| Other comprehensive income/(loss) for the period        | -                              | -                                     | 109                                            | -                            | 109                    |
| <b>Total comprehensive income/(loss) for the period</b> | -                              | -                                     | 109                                            | (2,681)                      | (2,572)                |
| Share based payments                                    | -                              | 10                                    | -                                              | -                            | 10                     |
| <b>Balance at 31-Dec-2024</b>                           | <b>48,447</b>                  | <b>88</b>                             | <b>(492)</b>                                   | <b>(36,571)</b>              | <b>11,472</b>          |
| Half-Year ended 31 December 2023                        | Issued Share Capital<br>\$'000 | Share Based Payment Reserve<br>\$'000 | Foreign Currency Translation Reserve<br>\$'000 | Accumulated Losses<br>\$'000 | Total Equity<br>\$'000 |
| Balance at 01-Jul-2023                                  | 48,447                         | 42                                    | (793)                                          | (24,563)                     | 23,133                 |
| Loss for the period                                     | -                              | -                                     | -                                              | (3,033)                      | (3,033)                |
| Other comprehensive income/(loss) for the period        | -                              | -                                     | 5                                              | -                            | 5                      |
| <b>Total comprehensive income/(loss) for the period</b> | -                              | -                                     | 5                                              | (3,033)                      | (3,028)                |
| Share based payments                                    | -                              | 48                                    | -                                              | -                            | 48                     |
| <b>Balance at 31-Dec-2023</b>                           | <b>48,447</b>                  | <b>90</b>                             | <b>(788)</b>                                   | <b>(27,596)</b>              | <b>20,153</b>          |

*The above Statement of Changes in Equity should be read in conjunction with the accompanying notes to the Consolidated Financial Statements*

## CONSOLIDATED STATEMENT OF CASH FLOWS

|                                                                     | Half-Year Ended       |                       |
|---------------------------------------------------------------------|-----------------------|-----------------------|
|                                                                     | 31-Dec-2024<br>\$'000 | 31-Dec-2023<br>\$'000 |
| <b>Cash Flows from Operating Activities</b>                         |                       |                       |
| Receipts from customers                                             | 9,234                 | 7,227                 |
| Payments to suppliers and employees                                 | (11,382)              | (7,452)               |
| Finance costs                                                       | 4                     | (56)                  |
| Net operating cash generated by/(used in) continuing operations     | (2,144)               | (281)                 |
| Net operating cash generated by/ (used in) discontinued operations  | -                     | (105)                 |
| <b>Net Cash Inflow/(Outflow) from Operating Activities</b>          | <b>(2,144)</b>        | <b>(386)</b>          |
| <b>Cash Flows from Investing Activities</b>                         |                       |                       |
| Purchase of plant and equipment                                     | (54)                  | (329)                 |
| Net cash used in continuing operations' investing activities        | (54)                  | (329)                 |
| Net cash from discontinued operation's investing activities         | -                     | 99                    |
| <b>Net Cash Outflow from Investing Activities</b>                   | <b>(54)</b>           | <b>(230)</b>          |
| <b>Cash Flows from Financing Activities</b>                         |                       |                       |
| Repayment of lease liabilities                                      | (383)                 | (252)                 |
| Net cash used in continuing operations' financing activities        | (383)                 | (252)                 |
| Net cash used in discontinued operation's financing activities      | -                     | (100)                 |
| <b>Net Cash Outflow from Financing Activities</b>                   | <b>(383)</b>          | <b>(352)</b>          |
| <b>Net increase/(decrease) in cash and cash equivalents held</b>    | <b>(2,581)</b>        | <b>(968)</b>          |
| Increase/(decrease) in cash due to changes in foreign exchange rate | 21                    | (11)                  |
| <b>Cash and cash equivalents at the beginning of the period</b>     | <b>6,108</b>          | <b>8,424</b>          |
| <b>Cash and cash equivalents at the end of the period</b>           | <b>3,548</b>          | <b>7,445</b>          |

*The above Statement of Cash Flows should be read in conjunction with the accompanying notes to the Consolidated Financial Statement.*

# NOTES TO THE FINANCIAL STATEMENTS

## NOTE 1 MATERIAL ACCOUNTING POLICY INFORMATION

### BASIS OF PREPARATION

These general-purpose financial statements have been prepared in accordance with AASB 134 Interim Financial Reporting and the Corporations Act 2001. Compliance with AASB 134 ensures compliance with IAS 34 issued by the international accounting standards board. They do not include all the information required in annual financial statements in accordance with Australian Accounting Standards and should be read in conjunction with the consolidated financial statements of MyEco Group Ltd for the year ended 30 June 2024 and any public announcements made by MyEco Group Ltd during the half-year in accordance with continuous disclosure requirements arising under the Australian Securities Exchange Listing Rules and the Corporations Act 2001.

The consolidated financial statements incorporate the assets and liabilities of all subsidiaries of MyEco Group Ltd ('Company' or 'parent entity') as at 31 December 2024 and the results of all subsidiaries for the half-year then ended. MyEco Group Ltd and its subsidiaries together are referred to in these financial statements as the "Group".

MyEco Group Ltd is a listed public company, incorporated and domiciled in Australia. The Company is a for-profit entity for accounting purposes.

The financial statements were authorised for issue by the Board of Directors on the date of signing the attached Directors' Declaration.

The financial statements are presented in Australian dollars, which is the Group's functional and presentational currency.

### REPORTING BASIS AND CONVENTIONS

These financial statements have been prepared on an accruals basis and are based on historical costs. Except for new accounting standards as stated below, the interim financial statements have been prepared in accordance with the same accounting policies adopted in the Group's last annual financial statements for the year ended 30 June 2024.

#### a. New Accounting Standards and interpretations issued in the period.

The accounting policies adopted in the preparation of the interim half-yearly financial statements are consistent with those followed in the preparation of the consolidated entity's annual consolidated financial statements for the year ended 30 June 2024, except for the adoption of new standards effective as of 1 July 2024. The consolidated entity has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

#### b. Changes in accounting policies

There have been no changes in accounting policies during the half-year ended 31 December 2024.

#### c. Rounding of Amounts

The company is of a kind referred to in Corporations Instrument 2016/191, issued by the Australian Securities and Investments Commission, relating to 'rounding-off'. Amounts in this report have been rounded off in accordance with that Corporations Instrument to the nearest thousand dollars, or in certain cases, the nearest dollar.

### COMPARATIVE INFORMATION

The consolidated financial statements provide comparative information in respect of the previous period. There can be a restatement of comparatives through either a correction of error, a change in accounting policy or a reclassification.

## NOTE 2 OPERATING SEGMENTS

### Identification of reportable operating segment

The continuing operations of the Group reflects the single operating segment with the principal activities being the manufacture and distribution of sustainable resource-based resins and finished products as disclosed in the Statement of Profit or Loss and Other Comprehensive Income. This is how the Chief Operating Decision Makers of the Group view the business on a monthly basis.

### Major customers

The Group has a number of customers to whom it provides products and a single external customer accounted for 13.2% (2023: 12.2%) of external revenue.

This note excludes discontinued operations of Stellar Films (Malaysia) Sdn Bhd in the prior comparative period.

| Sales Revenue by geographical region (external customers)    | 31-Dec-2024<br>\$'000 | 31-Dec-2023<br>\$'000 |
|--------------------------------------------------------------|-----------------------|-----------------------|
| Oceania                                                      | 4,292                 | 3,218                 |
| Asia                                                         | 1,509                 | 1,610                 |
| Americas                                                     | 1,110                 | 643                   |
| Europe                                                       | 785                   | 712                   |
| Africa                                                       | 20                    | 10                    |
| <b>Total Consolidated Revenue from Continuing Operations</b> | <b>7,716</b>          | <b>6,193</b>          |

| Plant & Equipment by geographical region        | 31-Dec-2024<br>\$'000 | 30-Jun-2024<br>\$'000 |
|-------------------------------------------------|-----------------------|-----------------------|
| Oceania                                         | 693                   | 791                   |
| Asia                                            | 3,351                 | 3,203                 |
| <b>Total Consolidated Plant &amp; Equipment</b> | <b>4,044</b>          | <b>3,994</b>          |

## NOTE 3 FAIR VALUE MEASUREMENT

The carrying amounts of the Group's financial assets and financial liabilities are approximate to their fair values.

## NOTE 4 EVENTS AFTER THE REPORTING DATE

On 10 February 2025, the Company announced the outcomes of its refined sales strategy and strategic review of operations to cost-effectively support both existing record MyEco® branded sales and anticipated accelerated growth in overall sales volumes for its identified products and markets. The Company expects its strategic repositioning and operational restructuring to reduce costs materially, with increased flexibility to scale production through the use of strategic partners better aligned to support sales growth expected in the second half of FY25 and beyond.

Apart from the above, no other matters or circumstances have arisen since 31 December 2024 that have significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future financial years.

## NOTE 5 CONTINGENT LIABILITIES

There are no outstanding contingent liabilities and assets reported by the Group as at 31 December 2024 (30 June 2024: Nil).

## NOTE 6 SHARE-BASED PAYMENTS

The Company has an Employee Share Incentive Plan which has been established to encourage employees and directors of the Group to share in the ownership of the consolidated entity, in order to promote their long-term success. The Plans offer selected employees of the consolidated entity, including directors, an opportunity to share in the growth and profits of the consolidated entity alongside the consolidated entity's shareholders.

## NOTE 6 SHARE-BASED PAYMENTS (CONTINUED)

During the six-month period ended 31 December 2024, there were 5,317,356 Performance Rights ("rights") issued to the employees and executive directors of the Company (December 2023: 3,114,276). The 1,998,675 rights issued to executive directors were approved at the Annual General Meeting held on 14 November 2024.

There are multiple non-market performance vesting conditions and a service condition allocated to each tranche of rights. The overarching performance hurdle is in line with internal management targets and goals for future years.

For the rights granted during the current financial period, as there is no exercise price, the fair value of the rights equates to the share price on the date that the rights were issued being 2.0 cents and 3.7 cents on the grants issued on 17 September 2024 and 22 November 2024 respectively.

Set out below are summaries of the movements in performance rights, during the current half-year ended 31 December 2024 and the year ended 30 June 2024.

|                                                          | Number of rights<br>31-Dec-2024 | Number of rights<br>30-Jun-2024 |
|----------------------------------------------------------|---------------------------------|---------------------------------|
| Outstanding at the beginning of the period               | 3,731,607                       | 700,987                         |
| Granted                                                  | 5,317,356                       | 3,114,276                       |
| Forfeited                                                | (83,656)                        | (83,656)                        |
| <b>Outstanding at the end of the financial half-year</b> | <b>8,965,307</b>                | <b>3,731,607</b>                |

The table below shows, by grant date, how many performance rights were granted, vested and forfeited during the current half-year period.

| Grant date  | Expiry date | Exercise price | Balance at the start of the period | Granted          | Exercised | Expired/ forfeited/ other | Balance at the end of the period |
|-------------|-------------|----------------|------------------------------------|------------------|-----------|---------------------------|----------------------------------|
| 09-Sep-2021 | 01-Nov-2024 | -              | 83,656                             | -                | -         | (83,656)                  | -                                |
| 08-Sep-2022 | 01-Nov-2025 | -              | 533,675                            | -                | -         | -                         | 533,675                          |
| 06-Sep-2023 | 01-Nov-2026 | -              | 3,114,276                          | -                | -         | -                         | 3,114,276                        |
| 17-Sep-2024 | 01-Nov-2027 | -              | -                                  | 3,318,681        | -         | -                         | 3,318,681                        |
| 22-Nov-2024 | 01-Nov-2027 | -              | -                                  | 1,998,675        | -         | -                         | 1,998,675                        |
|             |             |                | <b>3,731,607</b>                   | <b>5,317,356</b> | -         | <b>(83,656)</b>           | <b>8,965,307</b>                 |

## DIRECTORS' DECLARATION

In the Directors' opinion:

- a. the financial statements and notes set out on pages 11 to 17 are in accordance with the Corporations Act 2001, including:
  - (i) complying with Accounting Standards, AASB 134: Interim Financial Reporting, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
  - (ii) giving a true and fair view of the consolidated entity's financial position as at 31 December 2024 and of its performance for the half-year ended on that date; and
- b. there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Directors.



**Jim Walsh**  
**Chairman**  
**Melbourne**  
**19 February 2025**

## Independent auditor's review report to the members of MyEco Group Limited Limited (formerly Secos Group Limited)

### Report on the half-year financial report



#### Our conclusion

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 MyEco Group Limited (formerly Secos Group Limited) (the Company), and its subsidiaries (the Group) does not comply with the *Corporations Act 2001*, including:

- giving a true and fair view of the Group's financial position as at 31 December 2024 and of its financial performance for the half-year then ended; and
- complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

#### What was reviewed?

We have reviewed the accompanying half-year financial report of the Group, which comprises:

- the consolidated statement of financial position as at 31 December 2024,
- the consolidated statement of profit or loss and other comprehensive income for the half-year then ended,
- the consolidated statement of changes in equity for the half-year then ended,
- the consolidated statement of cash flows for the half-year then ended,
- notes to the financial statements, including material accounting policy information, and
- the directors' declaration.

#### 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 Group 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.

## Responsibilities of the directors for the half-year financial report

The directors of the Company 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 responsibilities for the review of the half-year 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 Group's financial position as at 31 December 2024 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.



**William Buck Audit (Vic) Pty Ltd**

ABN 59 116 151 136



**A. A. Finnis**

Director

Melbourne, 19 February 2025