



ABN: 89 064 755 237

**MYECO GROUP LTD
AND ITS CONTROLLED ENTITIES**

(ASX: MCO)

**Appendix 4D and Half-Year Report
31 December 2025**

Lodged with the ASX under Listing Rule 4.2A.

This information should be read in conjunction with the 30 June 2025 Annual Report and public announcements made for the period ended 31 December 2025

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MYECO GROUP LTD
ABN 89 064 755 237
APPENDIX 4D

HALF-YEAR PERIOD

Half-year ended (“current reporting period”)	31 December 2025
Half-year ended (“previous corresponding period”)	31 December 2024

RESULTS FOR ANNOUNCEMENT TO THE MARKET

Revenue from ordinary activities (\$'000)	Up	0.4%	to	7,750
Loss from ordinary activities after tax attributable to members (\$'000)	Down	38.2%	to	(1,655)

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	1.4 cents	1.9 cents

This half-year report should be read in conjunction with the Annual Financial Report for the year ended 30 June 2025 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 (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

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GPO Box 5193, Sydney NSW 2001
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Email: hello@automicgroup.com.au

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
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MELBOURNE, VIC 3000

ASX Code: MCO

WEBSITE: Corporate: www.myeco.group
www.myecobag.com.au
E-commerce: www.myecoworld.com

CORPORATE GOVERNANCE STATEMENT: The Corporate Governance statement can be found on Investors page at www.myeco.group

DIRECTORS' REPORT

The Directors present their report on MyEco Group Ltd ("MyEco Group" or the "Company") and the entities it controlled (the "Group") at the end of, or during, the half-year ended 31 December 2025.

DIRECTORS

The following people 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 (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 bags and film and can develop bespoke compostable solutions for a range of applications.

MyEco Group holds a patent portfolio and a brand that is growing both domestically and internationally.

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

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

OPERATING AND FINANCIAL REVIEW

Financial Results Headlines

Group (\$'000)	H1 FY26	H1 FY25	% Change
Councils	2,611	2,166	20.5%
Global MyEco®	2,751	2,607	5.5%
White Label	957	997	(4.0%)
Resin	1,046	1,556	(32.8%)
Film	385	390	(1.2%)
Total Revenue	7,750	7,716	0.4%
Gross Margin %	24.7%	23.0%	173 bps
Normalised EBITDA ⁽¹⁾	(929)	(1,901)	51.1%
Loss before tax	(1,653)	(2,672)	38.1%
Net loss after tax	(1,655)	(2,681)	38.3%

⁽¹⁾ 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 excluded 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. There were no normalisation adjustments for H1 FY26.

DIRECTORS' REPORT (CONTINUED)

Sales for H1 FY26 were \$7.7 million, up 0.4%, primarily driven by growth in global MyEco® branded products and councils/waste management. This was partially offset by lower resin sales, reflecting the Company's exit from local resin sales and distribution in LATAM, the prioritisation of resin capacity for the manufacture of MyEco® products, and ongoing volatility in resin market conditions.

H1 FY26 gross margin of 24.7% improved on the prior comparative period (PCP) amount of 23.0% due to improved customer mix.

Loss before tax was \$1.7 million, representing a 38% improvement on the PCP, primarily driven by materially lower operating expenses following the implementation of operational restructure initiatives.

Net operating cash outflows improved to \$0.6 million in H1 FY26 from \$2.1 million in PCP, driven predominantly by operational restructuring initiatives and working capital improvements.

As at 31 December 2025, the Company had a cash balance of \$2.6 million with no bank debt and has access of up to \$1.0 million via a debtor facility.¹

LEADERSHIP CHANGES

Marie de Perthuis was appointed CEO on 2 December 2025, succeeding Richard Tegoni, who remains on the Board as an Executive Director. Marie has over 20 years of leadership experience in strategy, consumer goods, and retail. Marie was previously Head of Own Brands – Health & Home at Coles Group Limited, delivering portfolio growth and leading sustainability initiatives, and led the strategic transformation of Coles Express, including network optimisation, digital initiatives, and service model improvements.

Tim Jardin was appointed Chief Growth Officer on 2 February 2026 and will oversee the Company's Sales and Marketing divisions. Tim brings over 15 years of leadership experience in strategy, consumer goods, retail, and business transformation.

On 24 February 2026, the Company announced that Yann Hessel has been appointed as Chief Financial Officer and Company Secretary and will commence on 16 March 2026. Yann Hessel is a strategic finance executive with over 25 years cross-sector experience spanning manufacturing, FMCG, retail, e-commerce, financial services and professional advisory, across both ASX-listed and privately held organisations. Colin Lai will conclude his tenure as Chief Financial Officer and Company Secretary, with his final day being 27 February 2026.

RETAIL SALES PERFORMANCE

MyEco® Branded Products

Total sales in H1 FY26 increased 6% on PCP, with strong growth in Australia (+0.4m/22% on PCP) offsetting lower sales in the USA. Despite the ongoing U.S. tariff policy changes MyEco Group saw some recovery in the U.S. in Q2 FY26, delivering sales of \$0.3m which were up 425% versus Q1 FY26. The Company continues to hold the category leadership position in compostable bin liners and kitchen caddies across both Coles and Woolworths, with compostable carry-bag sales remaining steady in Ritchies. MyEco® products currently hold a 41% market share across 858 Coles stores² and a 63% market share across 1,111 Woolworths stores.³ Growth of MyEco® branded products continues to drive the Company's strategy to become a leader in sustainable products and solutions with the Company intending to expand its product range in Australia retail in the near term. As part of its initiatives to grow sales to independent Australian supermarkets, the Company is expanding its network of independent distributors. The focus abroad is to grow sales in "big box" store markets in Mexico and Canada to help mitigate uncertainty in trading conditions resulting from recent U.S. Government tariff policy changes.

White Label

H1 FY26 sales of \$1.0m were down 4% on PCP, reflecting ongoing uncertainty associated with recent changes in U.S. Government tariff policies. A \$0.2m re-order was received in January 2026 from UK-based Home Bargains, supplying its 600-store network, following the initial supply in FY25. The Company has also received initial orders from a major global distributor for the supply of compostable shopping bags. These orders are expected to contribute to H2 FY26 performance, with a further update expected following rollout to the retail stores.

¹ The drawn amount at any given time is a maximum of \$1.0 million and cannot exceed 80% of eligible trade receivables held by Cardia Bioplastics Australia (wholly owned subsidiary of MyEco Group). As at 31 December 2025, the available facility based on eligible trade receivables was \$734,953 with nil drawn.

² IRI Scan Data 29/1/25 to 27/1/26

³ Quantum Scan Data 29/1/25 to 27/1/26

DIRECTORS' REPORT (CONTINUED)

COUNCILS AND WASTE MANAGEMENT SALES PERFORMANCE

H1 FY26 sales of \$2.6m were up 21% on PCP driven by the very successful Food Organics Garden Organics (FOGO) rollout of compostable bin liners with Ballarat Council, which services over 55,000 residential households. The Company supplies to 59 councils in Australia and expects that there will be further rollouts of FOGO programs aimed at diverting food waste from landfill to organic composting. Council sales are expected to grow in FY26, supported by continued FOGO program rollouts and increasing household adoption. To drive further growth beyond H2 FY26, sales and marketing efforts are being ramped up to accommodate the 1 July 2026 NSW Government mandate for supermarkets, institutions and hospitality businesses to comply with organic waste separation requirements.

Draft Victorian Service Standard Update

The Company continues to play a major role in advocating for government support of certified compostable products and addressing misinformation surrounding compostable plastics. While the Victorian Government has yet to release a formal decision on the Draft Service Standard, that proposes a ban on compostable bin liners in the FOGO waste stream, the Company continues to advocate, in conjunction with the Australian Bioplastics Association (ABA) and the Australian Organics Recycling Association (AORA), for a policy outcome that aligns with other Australian jurisdictions that enthusiastically support certified compostable liners.

CORPORATE BUSINESS SALES PERFORMANCE

Resin

H1 FY26 sales of \$1.0m were down 33% on PCP continuing to reflect the Company's exit from local sales and distribution of resin products within LATAM. As previously advised, MyEco Group continues to prioritise resin capacity for the manufacture of its own MyEco® products, while managing ongoing volatility in resin market conditions. The Group is also progressing the development of more technologically advanced resins, in collaboration with the Solving Plastic Waste Cooperative Research Centre and leading Australian universities, to enhance sustainability outcomes and broaden applications for compostable packaging.

Film

Film sales of \$0.4m were down 1% on PCP and represent a relatively small component of the business. The Company is actively developing distribution channels to support the expansion of its compostable and sustainable film products. New supply opportunities are being pursued for magazine wrapping film and sales could grow further if the new clearer grade developed by MyEco Group is approved by the market.

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 the following products completed in the past 6 months:

- Low gauge and low thickness produce bags
- Compostable pallet wrap
- Resin with higher percentage of renewable content

In the pipeline there is additional product development to improve quality to address evolving regulatory requirements and existing/prospective customer demands relating to accelerated composting time frames.

DIRECTORS' REPORT (CONTINUED)

OPERATIONAL RESTRUCTURE UPDATE

MyEco Group continues to remain focussed on the development and production of sustainable, environmentally friendly packaging products. The Company's strategy is to make MyEco® branded products the focal point of the Company's growth strategy, underpinned by ongoing innovation in biopolymer technology to drive the longer-term value of the business.

The following initiatives from the operational restructure were completed in FY25

- Reduced cost from the rationalisation of manufacturing assets in Malaysia
- Relocation of larger pilot production equipment from Melbourne to our commercial plant in Nanjing, China to reduce costs for new product trials and realise efficiencies in upscaling to commercial production
- Relocation of our head office and product development centre to lower-cost premises within Melbourne to reduce both rent and overheads

In terms of scaling production through strategic partnerships, overall capacity has increased following the establishment of outsourced manufacturing operations in Southeast Asia, and is expected to reduce production costs, increase redundancy of supply chains, and increase flexibility to meet demand in different geographies.

OUTLOOK

MyEco Group continues to pursue growth in accordance with the sales strategies by channel as described in the Chairman's address at the last annual general meeting of shareholders (see ASX announcement dated 13 November 2025).

Growth indicators and opportunities specifically for H2 FY26 in the Company's major sales channels include:

Retail Channels (Global MyEco® Products and White Label)

- Expansion of the MyEco® branded product range within Australian retail
- Receipt of initial orders for compostable shopping bags for Australia from a new global distributor with rollout expected during H2 FY26
- Continued supply of compostable pet waste bags within Home Bargains in the UK with a \$0.2m re-order received in January 2026
- Strong sales growth trends of existing product stock keeping units (SKUs) within Coles and Woolworths where MyEcoBag® has category leadership and is expected to continue during 2026
- Expanding sales globally to a "big box" retailer in Mexico which forms part of the mitigating strategy relating to recent U.S. Government tariff policy changes.

Councils and Waste Channel

- Current FOGO contracted volumes, alongside the continued rollout of FOGO programs and increasing household adoption of food waste diversion to organic composting.
- To drive further growth beyond H2 FY26, sales and marketing efforts are being ramped up to accommodate the 1 July 2026 NSW Government mandate for supermarkets, institutions and hospitality businesses to comply with organic waste separation requirements.

MyEco Group continues to work with the Australian Government funded Solving Plastic Waste Cooperative Research Centre and the projects are progressing in alignment with the milestones agreed with the Federal Government.

The Company also expects to continue delivering a material reduction in its cost base following the successful operational restructure in H1 FY26. The operational restructure has materially reduced costs in FY26, while increasing flexibility to scale production through production partners that are better aligned to support MyEco Group's sales and distribution at lower capital cost.

MyEco Group is encouraged by the strong improvement in operating cash flows in the latest quarter, driven by operational restructuring initiatives and working capital improvements. MyEco Group is confident that its refocused sales strategy and operational restructuring initiatives position it well to drive long-term sales growth to achieve positive EBITDA. To support growth, the Company will consider further funding options over the next 12 months. In particular, this may include the issuance of a Series Two Convertible Note on terms similar to the convertible notes issued in May 2025 and December 2025.

DIRECTORS' REPORT (CONTINUED)

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

No matters or circumstances have arisen since 31 December 2025 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.

LIKELY DEVELOPMENTS AND EXPECTED RESULTS OF OPERATIONS

MyEco Group will continue to focus on its principal business activities of developing, manufacturing and supplying packaging products, proprietary biodegradable and compostable resins, and films. The Company will continue to focus on operational efficiency, cost management and disciplined capital allocation to support sustainable growth.

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 2025 has been received and can be found in the attached Auditor's Independence Declaration page.



Jim Walsh
Chairman

Melbourne, Australia
25 February 2026

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

To the directors of MyEco Group Limited

As lead auditor for the review of MyEco Group Limited for the half-year ended 31 December 2025, 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 Limited and the entities it controlled during the period.

William Buck

William Buck Audit (Vic) Pty Ltd

ABN 59 116 151 136

R. P. Burt

R. P. Burt

Director

Melbourne, 25 February 2026

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Notes	Half-Year Ended	
		31-Dec-2025 \$'000	31-Dec-2024 \$'000
Sales	2	7,750	7,716
Cost of sales		(5,833)	(5,941)
Gross profit		1,917	1,775
Other income		217	350
Employment expense		(1,653)	(2,013)
Marketing and distribution expenses		(826)	(1,230)
Administration expense		(276)	(492)
Legal and compliance expenses		(309)	(392)
Depreciation and amortisation expense		(547)	(672)
Finance (costs) income		(176)	2
Loss before income tax expense		(1,653)	(2,672)
Income tax expense		(2)	(9)
Loss for the period after income tax expense		(1,655)	(2,681)
Other comprehensive loss for the half-year			
Items that may be subsequently reclassified to the profit or loss (net of tax)			
Foreign currency translation differences for foreign operations		131	109
Total comprehensive loss for the half-year		(1,524)	(2,572)
Loss per share for loss attributable to the owners of MyEco Group			
Basic / diluted profit/(loss) per share		(0.27) cents	(0.45) 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

	Notes	As at	
		31-Dec-2025 \$'000	30-Jun-2025 \$'000
Current Assets			
Cash and cash equivalents		2,574	3,618
Trade and other receivables		2,278	2,554
Inventories		3,828	3,625
Prepayments		580	525
Other assets		16	50
Total Current Assets		9,276	10,372
Non-Current Assets			
Plant and equipment		3,497	3,715
Right-of-use assets		234	497
R&D tax receivable	4	502	-
Total Non-Current Assets		4,233	4,212
Total Assets		13,509	14,584
Current Liabilities			
Trade and other payables		1,825	1,203
Employee benefits		293	316
Contract liabilities		478	522
Accrued expenses		1,013	1,086
Lease liabilities		234	500
Borrowings	3	1,534	1,398
Total Current Liabilities		5,377	5,025
Non-Current Liabilities			
Employee benefits		32	17
Lease liabilities		38	54
Total Non-Current Liabilities		70	71
Total Liabilities		5,447	5,096
Net Assets		8,062	9,488
Equity			
Issued capital		48,527	48,447
Reserves		38	(111)
Accumulated losses		(40,503)	(38,848)
Total Equity		8,062	9,488

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 2025	Issued Share Capital \$'000	Share Based Payment Reserve \$'000	Foreign Currency Translation Reserve \$'000	Accumulated Losses \$'000	Total Equity \$'000
Balance at 01-Jul-2025	48,447	123	(234)	(38,848)	9,488
Loss for the period	-	-	-	(1,655)	(1,655)
Other comprehensive income/(loss) for the period	-	-	131	-	131
Total comprehensive income/(loss) for the period	-	-	131	(1,655)	(1,524)
Shares issued during the period net of costs	80	-	-	-	80
Share based payments	-	18	-	-	18
Balance at 31-Dec-2025	48,527	141	(103)	(40,503)	8,062
Half-Year ended 31 December 2024	Issued Share Capital \$'000	Share Based Payment Reserve \$'000	Foreign Currency Translation Reserve \$'000	Accumulated Losses \$'000	Total Equity \$'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
Total comprehensive income/(loss) for the period	-	-	109	(2,681)	(2,572)
Shares issued during the period net of costs	-	-	-	-	-
Share based payments	-	10	-	-	10
Balance at 31-Dec-2024	48,447	88	(492)	(36,571)	11,472

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

	Notes	Half-Year Ended	
		31-Dec-2025 \$'000	31-Dec-2024 \$'000
Cash Flows from Operating Activities			
Receipts from customers		8,484	9,234
Payments to suppliers and employees		(9,074)	(11,382)
Finance costs		(20)	4
Net Cash Outflow from Operating Activities		(610)	(2,144)
Cash Flows from Investing Activities			
Purchase of plant and equipment		(58)	(54)
Net Cash Outflow from Investing Activities		(58)	(54)
Cash Flows from Financing Activities			
Repayment of lease liabilities		(311)	(383)
Interest paid on convertible notes and related party loans	3	(67)	-
Net Cash Outflow from Financing Activities		(378)	(383)
Net decrease in cash and cash equivalents held		(1,046)	(2,581)
Increase in cash due to changes in foreign exchange rate		2	21
Cash and cash equivalents at the beginning of the period		3,618	6,108
Cash and cash equivalents at the end of the period		2,574	3,548

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 2025 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 2025 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 2025.

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 2025, except for the adoption of new standards effective as of 1 July 2025, which were not applicable to the Group. 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 2025.

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 Group reflects the single operating segment with the principal activities being development and manufacturing sustainable packaging and materials 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 two external customers accounted for 17.5% and 12.2% respectively (2024: one external customer of 13.2%) of external revenue in the half-year.

Sales Revenue by geographical region (external customers)	31-Dec-2025 \$'000	31-Dec-2024 \$'000
Oceania	5,453	4,292
Asia	1,363	1,509
Americas	547	1,110
Europe	366	785
Africa	20	20
Total Revenue	7,750	7,716

Plant & Equipment by geographical region	31-Dec-2025 \$'000	30-Jun-2025 \$'000
The geographic location of segment assets (plant and equipment) is disclosed below:		
Oceania	38	39
Asia	3,459	3,676
Total Consolidated Plant & Equipment	3,497	3,715

NOTE 3 BORROWINGS

	31-Dec-2025 \$'000	30-Jun-2025 \$'000
Unsecured Liabilities		
Convertible Notes - host debt	854	580
Convertible notes - cost of debt	(36)	(36)
Convertible notes - embedded derivative	716	499
Unsecured Loans (Related Parties)	-	355
Secured Liabilities		
Debt Facility	-	-
	1,534	1,398

Convertible Notes

The Company issued 1,250,000 convertible notes at a face value of AUD\$1.00 per convertible note on 9 May 2025 and its Directors subscribed for 355,000 convertible notes resulting in total consideration of \$1,605,000 gross proceeds (\$1,521,000 net funds after costs). As at 30 June 2025, the 355,000 convertible notes subscribed by the Directors was classified as a unsecured related party loans, and the issue of convertible notes were subject to shareholder approval and subsequently approved at the Annual General Meeting held on 13 November 2025. The convertible notes to Directors were issued on 10 December 2025 and the related party loans were extinguished with no change to the terms and conditions of the convertible notes.

NOTE 3 BORROWINGS (CONTINUED)

The key terms of the convertible notes are:

- Term: 3 Years
- Coupon rate: 10.5% per annum
- Payment: Quarterly in arrears
- Conversion Price: A 15% discount to the VWAP over 14 trading days preceding the date of the conversion notice, subject to:
 - (a) a minimum price of \$0.019 (1.9 cents) per share; and
 - (b) a maximum price of \$0.05 (5.0 cents) per share.
- Conversion Period: The period commencing the date which is twelve (12) months following the draw down date/issue date and ending on the maturity date (9 May 2028).
- On the maturity date, the Company will convert all of the notes outstanding.
- The Company may redeem the Convertible Notes in whole, or in part, at any time from the draw down date until maturity with 30 days notice. Noteholders may convert all or part of their outstanding principal and accrued interest during the 30-day notice period.

During the half-year, \$66,948 of interest was paid to the issued convertibles notes and related party loans.

Valuation methodology applied

During the half-year, the Group engaged an external valuation expert to assess the fair value of the embedded derivative liability (equity conversion feature) at inception for the 355,000 convertible notes issued to Directors, as well as for all other convertible notes outstanding at the reporting period end, using a Monte Carlo simulation model. This valuation method operates as follows:

- Simulates daily share price values for MyEco Group Ltd over 3 years using the assumption of lognormally distributed prices for 250,000 simulations using a Geometric Brownian Motion simulation.
- For each simulation, at maturity the value of the payoff (if any) upon conversion is calculated (being the number of shares issued upon conversion based on the conversion price formula x the simulated share price at the end of the simulation period).
- The model then averages the payoff values over the range of resultant outcomes and then discounts the expected payoff at the risk-free rate to get an estimate of the value of the financial derivative.

A mix of observable and unobservable inputs in applying this technique include the Company's share price at the valuation date, risk free rate, face value of the convertible notes and expected annual volatility of the share price.

After initial recognition, the host debt component of the convertible notes has been measured at amortized cost using the effective interest method as required by AASB 9 *Financial Instruments*. The effective interest rate applied for the May 2025 issue is 55.9% and for the December issue it is 40.3%. The embedded derivative liability component of the convertible notes has been measured at fair value as required by AASB 9 *Financial Instruments* and fair value movements have been recorded directly in the statement of profit & loss and other comprehensive income. Disclosures relating to the fair value measurement, classification, and risks associated with financial instruments are provided in accordance with AASB 7 *Financial Instruments: Disclosures*.

As at 31 December 2025, the fair value of the embedded derivative is measured using a mix of observable inputs (Level 1 hierarchy) including share price at the valuation date, risk free rate, face value of the convertible notes and an unobservable input (Level 3 hierarchy) of expected annual volatility of the share price. There has been no change in the Group's valuation process, valuation techniques and types of inputs using the fair value measurement at the end of the reporting period in comparison to the methodology upon inception. There have been no transfers between levels of fair value hierarchy during the period ending 31 December 2025.

NOTE 3 BORROWINGS (CONTINUED)

Reconciliation of movement in Convertible notes:

	Number	31-Dec-2025 \$'000
Opening Balance at 30 June 2025	1,250,000	1,043
Face value of convertible notes issued	355,000	355
Fair value gains on embedded derivative -		42
Accrued interest charged on convertible notes		146
Coupon interest payments		(52)
Settlement of convertible notes		-
Value of convertible notes at 31 December 2025	1,605,000	1,534

Debt Facility

During FY25, the Company entered into a \$1.0 million secured debt facility with Tradeplus24 to help fund the working capital requirements while being non-dilutive to existing shareholders. As at 31 December 2025, no amounts have been drawn down from the secured debt facility.

The drawn amount at any given time is a maximum of \$1.0 million and cannot exceed 80% of eligible trade receivables held by Cardia Bioplastics Australia (wholly owned subsidiary of MyEco Group). The current interest rate of the facility is 12.3176% per annum, with a portion tied to the 30-day bank bill swap rate bid rate as at midday on the first working day of each month plus a fixed margin of 8.0%. Interest is only payable on amount drawn out of the facility at any given time. The facility was renewed post period end on 28 January 2026 and is repayable by 31 January 2027 and can be renewed by mutual agreement. The facility is secured by a security interest over the trade receivables of Cardia Bioplastics Australia and all of the Company's assets, a Deed of Subordination over intercompany loans of Cardia Bioplastics Australia, and the Company's guarantee of the performance of Cardia Bioplastics Australia's obligations.

	31-Dec-2025 \$'000	30-Jun- 2025 \$'000
Total Facilities		
Debt Facility	-	-
Used at the reporting date		
Debt Facility	-	-
Unused at the reporting date		
Debt Facility	735	1,000

NOTE 4 FAIR VALUE MEASUREMENT

The carrying amounts of the Group's financial assets and financial liabilities are approximate to their fair values. The non-current \$0.5 million of R&D income tax receivable arising from historic R&D reimbursements represents tax offsets available indefinitely which are able to be utilised against future accounting profits arising in subsequent periods.

NOTE 5 EVENTS AFTER THE REPORTING DATE

No matters or circumstances have arisen since 31 December 2025 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 6 CONTINGENT LIABILITIES

There are no outstanding contingent liabilities and assets reported by the Group as at 31 December 2025 (30 June 2025: Nil).

NOTE 7 SHARE-BASED PAYMENTS

The Company has an Employee Share Incentive Plan (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 Plan offers 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.

During the six-month period ended 31 December 2025, there were 17,375,505 Performance Rights ("rights") issued to the employees and executive directors of the Company (December 2024: 5,317,356). The 5,475,377 rights issued to executive directors were approved at the Annual General Meeting held on 13 November 2025.

Each right can be converted to a fully paid ordinary share on satisfying service and performance vesting conditions. The service vesting condition requires the employee to remain an employee of the Company until the vesting date of 30 September 2028. The performance vesting conditions are based on FY27 Company performance in relation to the following as well as individual strategic or operational objectives:

- Revenue
- Earnings before interest, tax, depreciation and amortisation
- Return on invested capital

For the rights granted during the current half-year financial period, as there is no exercise price, their fair values equate to the share price on the date they were granted being 1.5 cents and 1.4 cents on 5 September 2025 and 25 November 2025 respectively. These arrangements are accounted for as equity-settled share-based payments in accordance with AASB 2 *Share-based Payments*. The fair value of the equity instruments granted is recognised as an expense over the vesting period multiplied by the determined probability of achieving non-market conditions, with a corresponding increase in the share-based payment reserve within equity.

Set out below are summaries of the movements in performance rights, during the half-year ended 31 December 2025 and the year ended 30 June 2025.

	Number of rights 31-Dec-2025	Number of rights 30-Jun-2025
Outstanding at the beginning of the period	7,933,657	3,731,607
Granted	17,375,505	5,317,356
Forfeited	(413,192)	(1,115,306)
Outstanding at the end of the financial half-year	24,895,970	7,933,657

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
08-Sep-2022	01-Nov-2025	-	413,192	-	-	(413,192)	-
06-Sep-2023	01-Nov-2026	-	2,777,761	-	-	-	2,777,761
17-Sep-2024	01-Nov-2027	-	2,744,029	-	-	-	2,744,029
22-Nov-2024	01-Nov-2027	-	1,998,675	-	-	-	1,998,675
05-Sep-2025	01-Nov-2028	-	-	11,900,128	-	-	11,900,128
25-Nov-2025	01-Nov-2028	-	-	5,475,377	-	-	5,475,377
			7,933,657	17,375,505	-	(413,192)	24,895,970

DIRECTORS' DECLARATION

In the Directors' opinion:

- a. the financial statements and notes set out on pages 11 to 19 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 2025 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.

Signed in accordance with a resolution of directors made pursuant to section 303(5)(a) of the Corporations Act 2001.



Jim Walsh
Chairman

Melbourne, Australia
25 February 2026

Independent auditor's review report to the members of MyEco 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 (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 2025 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 2025,
- 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 a summary of 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 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 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 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.

William Buck

William Buck Audit (Vic) Pty Ltd

ABN 59 116 151 136



R. P. Burt

Director

Melbourne, 25 February 2026