

30 January 2026

ASX/Media Release (ASX: KNM)

## Quarterly Activities Report & Appendix 4C

KNeoMedia Limited (“KNeoMedia”, “KNM” or the “Company”), a SaaS and CSP publishing company delivering world-class education and assessment products, provides this update on activities and performance for the quarter ended 30 December 2025. All figures are in AUD unless stated otherwise.

### Corporate Update Progress Toward ASX Reinstatement:

As outlined in the Company’s recent Annual Report, since the suspension of trading of the Company’s shares on the Australian Securities Exchange (ASX) on 7 March 2024, the Board has remained focused on achieving the resumption of trading and has continued its engagement with ASX throughout this process.

The Company has implemented, and continues to implement, a range of initiatives aimed at addressing funding requirements and supporting the lifting of the suspension. These initiatives include capital raising activities through a share placement and a shareholder entitlement issue, which was partially sub-underwritten by Directors. In addition, repayment terms of existing convertible notes and loan borrowings were renegotiated, including extensions to maturity dates, to assist with cash flow management.

Director and senior management remuneration has been substantially reduced, deferred and, in part, converted to equity, as approved at the 2025 Annual General Meeting.

To further support cash flow, the Company has also undertaken a significant reduction in the cost of operating activities.

The Company’s strategy continues to priorities the efficient use of available resources in the United States, with a focus on revenue growth and the development of recurring revenue streams through the leveraging of partner resources.

This strategy has been advanced through the development and deployment of the KneoScience Content Services Platform (CSP), with an additional order of USD450,000 (approximately AUD700,000) received at the commencement of the FY2026 school year in September. Collection of this receivable is currently in progress, with the timing of payment of this receivable impacted by the change of municipal administration and the caretaker period between mayoral elections and the incoming administration formally assuming office in January.

Additional sales are anticipated during the second half of FY2026, consistent with historical usage patterns of KneoScience. This expectation is supported by FY2025 multi-district adoption and data demonstrating improved science proficiency outcomes in schools utilising the platform.

The FY2025 deployment of KneoScience established a new revenue stream for the Company, which it expects to grow through the scalability and differentiated nature of the platform, enabling increased penetration within New York City, broader adoption across New York State, and continued rollout into additional U.S. states and cities. The Company remains confident that sales momentum will continue to build.



The Company continues to engage with leading New York City education institutions and expects to announce an additional funding arrangement in the near term to support the broader deployment of KneoScience.

As previously reported, the collection of substantial receivables and the securing of future revenue streams are expected to position the Company with sustainable working capital. The anticipated finalisation of key contracts is expected to further strengthen the Company's financial position and support the lifting of the ASX trading suspension.

## Operational and Review Update

With development of the KneoScience CSP now well advanced, the Company has continued to reduce its ongoing investment in intellectual property to \$117,000 for the quarter (September quarter: \$200,000; June quarter: \$232,000), primarily relating to enhancements in KneoScience functionality.

A portion of the development expenditure related to the inclusion of newly requested mandated high school science investigations. While the initial scope of Science Investigations covered Grades 3–8 in elementary and middle schools, the Company has, at the request of the New York City Department of Education (NYC DOE), added Biology and Earth Science Investigations for high school students to the platform. Deployment to students is expected in February 2026.

This development further reinforces the value attributed to the KneoScience platform by DOE teachers and school principals. The inclusion of 530 high schools expands the potential student deployment by approximately 300,000 students and creates the opportunity for additional substantial revenue. The Company has made the necessary investment to support this expansion.

Since the Company announced its initial development investment in KneoScience in October 2024, educators have had extensive opportunities to use the platform, particularly during the latter part of the FY2025 academic year, which concluded in June 2025. Approximately 90% of teachers surveyed across five districts reported highly favourable feedback regarding KneoScience and its use as a replacement for traditional paper-based investigations.

Educators have consistently reported increased student engagement alongside significant reductions in preparation and grading time.

**As previously advised, KneoScience is a secure Content Services Platform that is not publicly accessible. Accordingly, key features are outlined below to assist shareholder understanding of the platform's differentiated benefits.**

Developed in partnership with the NYC DOE, KneoScience digitises New York State Education -mandated Science Investigations for Grades 3–8 and now extends into Years 9–12. Built collaboratively with multiple divisions across NYC DOE and NYSED, the platform replaces legacy paper-based processes with a modern, efficient, and inclusive digital solution that also provides educators with year-on-year student progression.

### Key Benefits

- Cutting teacher workload by up to **50%**
- Delivers **real-time data** on student participation and performance.

- Promotes 21st-century skills and **enthusiastic student participation**.
- Enables full participation for **dyslexic and cognitively diverse learners** through audio-visual content and flexible submission methods (voice recordings, drawings)
- Multi-lingual ultimately in 9 languages

## Instructional Alignment

KneoScience directly supports NYC DOE's instructional priorities, including:

- **Inquiry-based learning** and collaborative investigation
- **Structured protocols** aligned with NYSED performance expectations
- **Technology integration** that enhances learning experiences
- **Inclusive design** for neurodiverse learners
- **Digital grading system** with rubric-based feedback
- **Secure student data wallets** to track progress across schools.

## Performance Framework

The platform integrates NYSED's eight Science Investigation Rubrics to help teachers assess student understanding and tailor instruction accordingly. All student work is digitally stored and accessible for tracking, grading, and transfers.

## High School & Future Expansion

KneoScience is now expanding into Regents-level investigations for high school sciences:

- **Biology, Chemistry, Earth Science, and Physics** content are in final development.
- These modules will include multilingual access and align with NYSED standards.

## KneoScience Summary

KneoScience is now a proven and scalable platform developed in collaboration with NYC educators for NYC students. It enables rigorous and inclusive science instruction at scale while reducing administrative burden and supporting improved student outcomes. With demonstrated success across multiple districts and Regents-level investigations nearing completion, KneoScience is supporting the NYC DOE in meeting and exceeding science proficiency targets, as reflected in recent school performance data.

## Continuous Disclosure

KNM confirms its general compliance with listing rules including LR 3.1 (continuous disclosure).

## Related Party Payments

In accordance with Listing Rule 4.7C, payments made to related parties and their associates are included in item 6.1 of the Appendix 4C includes Directors' fees and salaries (including superannuation).

**ENDS**

This announcement has been authorised for release by the Board.

## About KneoMedia Limited

KneoMedia Limited (ASX: KNM) is a CSP and SaaS publishing company that delivers world-class education and assessment products to markets in both general and special education classrooms via its USA subsidiary, Kneoworld Inc, a Google for Education Partner. The platforms, KneoScience and KneoAdventures, are sold on an annual student seat licence basis to education departments via distribution agreements. KneoScience and KneoAdventures are fully compliant with child online privacy protection including US COPPA, European GDPR. Our proven ability to engage, educate and assess provides a global education market opportunity selling on a business-to-business strategy.

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## Appendix 4C

### Quarterly cash flow report for entities subject to Listing Rule 4.7B

**Name of entity**

KNEOMEDIA LIMITED

**ABN**

41 009 221 783

**Quarter ended ("current quarter")**

31 December 2025

<b>Consolidated statement of cash flows</b>	<b>Current quarter \$A'000</b>	<b>Year to date (6 months) \$A'000</b>
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) research and development	-	-
(b) product manufacturing and operating costs	(21)	(49)
(c) advertising and marketing	(25)	(62)
(d) leased assets		
(e) staff costs	(17)	(62)
(f) administration and corporate costs	-	(126)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	-	-
1.5 Interest and other costs of finance paid	(1)	(6)
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other (provide details if material)	-	-
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(64)</b>	<b>(305)</b>
<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) businesses	-	-
(c) property, plant and equipment	-	-
(d) investments	-	-
(e) intellectual property	(117)	(317)
(f) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
2.2	Proceeds from disposal of:		
	(a) entities	-	-
	(b) businesses	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) intellectual property	-	-
	(f) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
<b>2.6</b>	<b>Net cash from / (used in) investing activities</b>	<b>(117)</b>	<b>(317)</b>

<b>3.</b>	<b>Cash flows from financing activities</b>		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)		
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	-
3.5	Proceeds from borrowings	75	522
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (Issue of securities applications)	85	85
<b>3.10</b>	<b>Net cash from / (used in) financing activities</b>	<b>160</b>	<b>607</b>

<b>4.</b>	<b>Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1	Cash and cash equivalents at beginning of period	52	43
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(64)	(305)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(117)	(317)

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
4.4	Net cash from / (used in) financing activities (item 3.10 above)	160	607
4.5	Effect of movement in exchange rates on cash held	(6)	(3)
4.6	<b>Cash and cash equivalents at end of period</b>	<b>25</b>	<b>25</b>

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1	Bank balances	25	52
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (provide details) cash in transit	-	-
5.5	<b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>25</b>	<b>52</b>

6.	Payments to related parties of the entity and their associates	Current quarter \$A'000
6.1	Aggregate amount of payments to related parties and their associates included in item 1	26
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-
<i>Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.</i>		

<b>7. Financing facilities</b> <i>Note: the term "facility" includes all forms of financing arrangements available to the entity.</i> <i>Add notes as necessary for an understanding of the sources of finance available to the entity.</i>	<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</b>
7.1 Loan facilities	-	-
7.2 Credit standby arrangements	2,000	-
7.3 Other (please specify)	-	-
7.4 <b>Total financing facilities</b>	2,000	-
7.5 <b>Unused financing facilities available at quarter end</b>		2,000
7.6 Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.		
7.2 Access to a \$2m facility equity line of credit provided by Stratford Capital valid to 31 January 2027. Utilisation of the facility agreement requires that the Company not be suspended at time of drawdown. The \$2 million Equity Placement facility was, on 26th September 2025 extended to 31 January 2027 and all and any previous and current defaults under the agreement were waived. Under the facility the Company can nominate a placement amount of between \$150,000 at its full discretion and up to \$500,000 with investor consent provided the company has available capacity and combined placements do not exceed 5% of the Company's issued shares.		

<b>8. Estimated cash available for future operating activities</b>	<b>\$A'000</b>
8.1 Net cash from / (used in) operating activities (item 1.9)	(64)
8.2 Cash and cash equivalents at quarter end (item 4.6)	25
8.3 Unused finance facilities available at quarter end (item 7.5)	2,000
8.4 Total available funding (item 8.2 + item 8.3)	2,025
8.5 <b>Estimated quarters of funding available (item 8.4 divided by item 8.1)</b>	31.6
<i>Note: if the entity has reported positive net operating cash flows in item 1.9, answer item 8.5 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.5.</i>	
8.6 If item 8.5 is less than 2 quarters, please provide answers to the following questions:	
8.6.1 Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?	
Answer: n/a	
8.6.2 Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?	
Answer: n/a	



8.6.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

Answer: n/a

*Note: where item 8.5 is less than 2 quarters, all of questions 8.6.1, 8.6.2 and 8.6.3 above must be answered.*

### Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Date: 30 January 2026.....

Authorised by: The Board Of KneoMedia Limited.....  
(Name of body or officer authorising release – see note 4)

### Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standard applies to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.