

Rule 4.3A

Appendix 4E

Preliminary final report

Name of entity

Steamships Trading Company Limited

ABN or equivalent company
reference

055836952

Half yearly
(tick)

Preliminary
final (tick)

Financial year ended ('current period')

31st December 2025

For announcement to the market

Extracts from this report for announcement to the market.

K'000

Revenues from continuing operations	Up / down	11.3%	to	798,173
Profit from continuing operations after tax	Up / down	49.2%	to	70,092
Profit for the period attributable to members	Up / down	46.3%	to	67,060
Dividends (distributions)		Amount per security		Franked amount per security
Proposed final dividend		65t*		0t
Interim dividend		40t		
Previous corresponding period		40t		0t
		30t		
Record date for determining entitlements to the dividend, (in the case of a trust, distribution)	24 th April 2026			

* Proposed final dividend, subject to Board approval

Preliminary Final Report to the Stock Exchange

The Group delivered a stronger financial performance for the year ended 31 December 2025, notwithstanding the absence of any material uplift in economic activity associated with resource sector projects during the period.

The result reflects the benefits of the Group's continued investment in assets, technology and human capital in recent years. These strategic initiatives have strengthened operational capability and positioned the Group to drive improved performance across its core business activities.

Steamships' sales revenue increased by 11.3% to K798.2 million against last year's K717.4 million. Profit before tax includes the following items:

- K25.3 million cash spend related to ongoing upgrade of enterprise resource planning (ERP) system
- K19.7 million net gain on property disposals
- K2.9 million from insurance proceeds (net)

	2025	2024	Change
	K000's	K000's	
Net Profit attributable to shareholders	67,060	45,838	46.3%
Add / (Less) impact of significant items (post tax and minority interest)			
ERP implementation expensed	14,083	6,591	
Gain on disposal of assets	(13,790)	(8,575)	
Net insurance claim settlement income – property damages	(2,052)	(11,954)	
Total impact of significant items	(1,759)	(13,938)	
Underlying profit attributable to shareholders	65,301	31,900	104.7%

Depreciation in 2025 was K123.9 million against K113.5 million in 2024, and interest expense on net borrowings (excluding capitalised interest) was K6.4 million against K6.1 million in 2024. Capital expenditure for the year was K201.6 million against K231.1 million in 2024.

The Group's net operating cash flow generation increased by 12.6% to K176.3 million against K156.6 million in 2024. The cash balance at year end is K37.7 million.

A final dividend of 65 toea per share has been proposed and will be paid following approval at the Board of Directors meeting on 26th May 2026, subject to Steamships' ability to secure foreign exchange for non-PNG shareholders. As there was an interim dividend paid during the year of 40 toea per share, the total dividend for the year is K1.05 per share (2024: 70 toea per share). The dividend is unfranked and there is no conduit foreign income.

Trading Performance

Hospitality

The Coral Sea Hotels division recorded results in line with forecast for the reporting period.

During the year, the Group undertook a planned multi-annual capital expenditure programme across its Port Moresby Hotels including the Gateway Hotel, Ela Beach Hotel and Grand Papua Hotel, comprising major refurbishment and upgrade works.

These initiatives are aimed at maintaining asset quality, improving operating efficiency and enhancing the long-term competitiveness of the portfolio.

Property

The Property Division delivered operating performance in line with forecast for the reporting period.

Key capital expenditure projects (Portside Business Park, Dobel, Downtown Plaza) continue to advance and are intended to support future growth.

Logistics

The Logistics Division delivered financial performance in line with expectations for the reporting period.

Activity levels were supported by favourable commodity pricing across selected agricultural products and mineral exports, contributing to steady throughput volumes during the year.

Ongoing investment in asset reliability and workforce capability supported operational continuity and efficiency, providing a measured contribution to the division's overall financial performance.

Commercial

Colgate-Palmolive (PNG) Limited, a Papua New Guinea-incorporated joint venture, delivered financial results in line with expectations, achieving year-on-year growth in both revenue and profit despite foreign exchange headwinds.

Trading Outlook

Steamships maintains a positive but measured outlook for the year ahead.

While the Group continues to monitor potential opportunities associated with natural resources-related projects, capital allocation will remain disciplined.

The Group will continue to prioritise balance sheet strength, operational efficiency and prudent capital management in assessing growth opportunities.

Statement of comprehensive income

	Current period - K'000	Previous corresponding period - K'000
Continuing Operations		
Revenues	798,173	717,380
Other income	22,892	29,643
Operating Expenses		
Cost of goods and services	(175,141)	(158,450)
Staff costs	(202,038)	(198,932)
Depreciation and amortisation	(123,932)	(113,468)
Electricity and fuel	(46,138)	(52,291)
Motor vehicle and vessel expenses	(35,709)	(33,106)
Security costs	(15,398)	(15,011)
Insurance	(8,362)	(7,914)
Finance costs – net	(6,382)	(6,118)
Other operating expenses	(113,531)	(98,453)
Share of net profits of associates and joint venture entities accounted for using the equity method	8,011	6,141
Profit from Operations Before Income Tax	102,445	69,421
Income tax expense	(32,353)	(22,429)
Profit from Continuing Operations	70,092	46,992
Total Comprehensive Income for the Year	70,092	46,992
Attributable to:		
Shareholders	67,060	45,838
Non-controlling interests	3,032	1,154
	70,092	46,992

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Earnings per share (EPS)	Current period (toea)	Previous corresponding period (toea)
Basic and Diluted EPS	216.3	147.8

Comparison of half year profits	Current year - K'000	Previous corresponding period - K'000
Consolidated profit from continuing operations after tax attributable to members reported for the <i>1st</i> half year	24,840	25,271
Consolidated profit from continuing operations after tax attributable to members for the <i>2nd</i> half year	42,220	20,567

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Consolidated statement of financial position	As at 31 Dec 2025 K'000	As at 31 Dec 2024 K'000
Current assets		
Cash and cash equivalents	37,670	27,800
Trade and other receivables	202,213	159,987
Income tax receivable	8,580	14,329
Inventories	52,856	47,073
Asset held for sale	-	455
Total current assets	301,319	249,644
Non-current assets		
Investments	75,585	51,562
Property, plant and equipment	843,852	832,366
Investment properties	445,708	409,061
Intangibles	76,433	76,433
Due from related parties	167,039	156,646
Deferred tax assets	8,065	4,880
Total non-current assets	1,616,682	1,530,948
Total assets	1,918,001	1,780,592
Current liabilities		
Trade and other payables	99,945	138,482
Lease liabilities	2,344	2,280
Provisions	7,328	6,710
Due to related parties	3,318	2,305
Borrowings	170,530	71,725
Total current liabilities	283,465	221,502
Non-current liabilities		
Other payable	25,405	29,414
Lease liabilities	52,256	53,496
Deferred tax liabilities	49,858	34,026
Borrowings	359,985	344,845
Provision for other liabilities and charges	13,723	12,386
Total non-current liabilities	501,227	474,167
Total liabilities	784,692	695,669
Net assets	1,133,309	1,084,923
Equity		
Share capital	24,200	24,200
Retained earnings	1,088,579	1,043,225
Shareholders' funds	1,112,779	1,067,425
Non-controlling interests	20,530	17,498
Total equity	1,133,309	1,084,923

Consolidated statement of changes in equity	Share Capital K'000	Retained Earnings K'000	Total K'000	Non-controlling Interests K'000	Total Equity K'000
Balance At 1 January 2024	24,200	1,028,395	1,052,595	17,028	1,069,623
Total Comprehensive income for the year	-	45,838	45,838	1,154	46,992
Dividends paid 2024	-	(31,008)	(31,008)	(684)	(31,692)
Balance at 31 December 2024	24,200	1,043,225	1,067,425	17,498	1,084,923
Total Comprehensive income for the year	-	67,060	67,060	3,032	70,092
Dividends paid 2025	-	(21,706)	(21,706)	-	(21,706)
Balance at 31 December 2025	24,200	1,088,579	1,112,779	20,530	1,133,309

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Consolidated statement of cash flows

	Current period K'000	Previous corresponding period K'000
Cash flows related to operating activities		
Receipts from customers	755,947	742,119
Payments to suppliers and employees	(552,147)	(555,176)
Interest received	5,992	11,932
Interest and other costs of finance paid	(22,173)	(18,494)
Income taxes paid	(11,321)	(23,802)
Net operating cash flows	176,298	156,579
Cash flows related to investing activities		
Purchases of property, plant and equipment	(201,579)	(231,122)
Proceeds from sale of property, plant and equipment	21,690	14,021
Dividends received from joint venture and associates	4,500	8,058
Loan repaid by a joint venture	-	90,000
Net loans issued to associated companies	(9,541)	(3,134)
Subscription of additional shares in a joint venture company	(20,873)	(48)
Net investing cash flows	(205,803)	(122,225)
Cash flows related to financing activities		
Proceeds from borrowings	193,000	120,000
Repayment of borrowings	(127,902)	(120,000)
Lease repayments	(2,452)	(2,336)
Dividends paid	(21,706)	(31,692)
Net financing cash flows	40,940	(34,028)
Net increase in cash held	11,435	326
Cash at beginning of period <i>(see Reconciliation of cash)</i>	26,235	25,909
Cash at end of period <i>(see Reconciliation of cash)</i>	37,670	26,235

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Non-cash financing and investing activities

Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows are as follows.

Not applicable

Reconciliation of cash

Reconciliation of cash at the end of the period (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.	Current period K'000	Previous corresponding period - K'000
Cash on hand and at bank	37,670	27,800
Bank overdraft	-	(1,565)
Total cash at end of period	37,670	26,235

Other notes to the consolidated financial statements

Ratios	Current period	Previous corresponding Period
Profit before tax / revenue Consolidated profit from continuing operations before tax as a percentage of revenue	12.83%	9.68%
Profit after tax / equity interests Consolidated net profit from continuing operations after tax attributable to members as a percentage of equity (similarly attributable) at the end of the period	6.03%	4.29%

Earnings per security (EPS)

Details of basic and diluted EPS reported separately in accordance with paragraph 9 and 18 of *IAS 33: Earnings Per Share* are as follows.

216.3 toea per share (continuing operations)
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NTA backing	Current period	Previous corresponding period
Net tangible asset backing per ordinary security	K34.08	K32.52

Loss of control of entities having material effect

Name of entity (or group of entities)	Not applicable, the loss of control of Hebam Transport Limited has no significant impact to the Group
Consolidated profit (loss) from ordinary activities and extraordinary items after tax of the controlled entity (or group of entities) for the current period to the date of loss of control	not applicable
Date to which the profit (loss) in item 14.2 has been calculated	not applicable
Consolidated profit (loss) from ordinary activities and extraordinary items after tax of the controlled entity (or group of entities) while controlled during the whole of the previous corresponding period	not applicable
Contribution to consolidated profit (loss) from ordinary activities and extraordinary items from sale of interest leading to loss of control	not applicable

Dividends (in the case of a trust, distributions)

Date the dividend (distribution) is payable	26th June 2026
Record date to determine entitlements to the dividend (distribution) (i.e., on the basis of proper instruments of transfer received by 5.00 pm if securities are not CHES approved, or security holding balances established by 5.00 pm or such later time permitted by SCH Business Rules if securities are CHES approved)	24th April 2026
If it is a final dividend, has it been declared?	No

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Amount per security

		Amount per security	Franked amount per security at 42% tax (see note 4)	Amount per security of foreign source dividend
Final dividend:	Current year	65t	NIL	65t
	Previous year	30t	NIL	30t
Interim dividend:	Current year	40t	NIL	40t
	Previous year	40t	NIL	40t

Total dividend (distribution) per security (interim *plus* final)

	Current year	Previous year
Ordinary securities	K1.05	K0.70
Preference securities	NIL	NIL

Preliminary final report - final dividend (distribution) on all securities

	Current period K'000	Previous corresponding period - K'000
Ordinary securities	20,155	9,302
Preference securities	Nil	Nil
Other equity instruments	Nil	Nil
Total	20,155	9,302

The dividend or distribution plans shown below are in operation.

Not applicable

The last date(s) for receipt of election notices for the dividend or distribution plans

N/A

Any other disclosures in relation to dividends (distributions).

None

Details of aggregate share of profits (losses) of associates and joint venture entities

Group's share of associates' and joint venture entities':	Current period - K'000	Previous corresponding period - K'000
Profit (loss) from ordinary activities before tax	11,444	8,773
Income tax on ordinary activities	(3,433)	(2,632)
Profit (loss) from ordinary activities after tax	8,011	6,141
Extraordinary items net of tax	-	-
Net profit (loss)	8,011	6,141
Adjustments	-	-
Share of net profit (loss) of associates and joint venture entities	8,011	6,141

Material interests in entities which are not controlled entities

The economic entity has an interest (that is material to it) in the following entities.

Name of entity	Percentage of ownership interest held at end of period or date of disposal		Contribution to net profit (loss) (item 1.10)	
	Current period	Previous corresponding period	Current period K'000	Previous corresponding period K'000
Equity accounted associates and joint venture entities				
a) Colgate-Palmolive (PNG)	51.0	51.0	4,530	3,399
b) Pacific Rumana	50.0	50.0	858	768
c) Riback Stevedoring	49.0	49.0	-	-
d) Makerio Stevedoring	45.0	45.0	224	64
e) Nikana Stevedoring	45.0	45.0	594	205
f) Gulf Maritime Services	47.5	47.5	(12)	-
g) Harbourside Development	50.0	50.0	-	-
h) Viva No. 31	50.0	50.0	141	69
i) Wonye	50.0	50.0	1,432	1,487
j) Wonye No. 2	50.0	50.0	256	149
k) Hebamo Transport	49.0	100.0	(12)	-
Total			8,011	6,141
Other material interests			-	-
Total			8,011	6,141

Issued and quoted securities at end of current period

Category of securities	Total number	Number quoted	Issue price per security (toea)	Amount paid up per security (toea)
Preference securities <i>(description)</i>				
Changes during current period (a) Increases through issues (b) Decreases through returns of capital, buybacks, redemptions				
Ordinary securities	31,008,237	31,008,237	N/A	N/A
Changes during current period (a) Increases through issues (b) Decreases through returns of capital, buybacks				
Convertible debt securities <i>(description and conversion factor)</i>				
Changes during current period (a) Increases through issues (b) Decreases through securities matured, converted				
Options <i>(description and conversion factor)</i>			<i>Exercise price</i>	<i>Expiry date (if any)</i>
Issued during current period				
Exercised during current period				
Expired during current period				
Debentures <i>(description)</i>				
Changes during current period (a) Increases through issues (b) Decreases through securities matured, converted				

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<p>Unsecured notes <i>(description)</i></p> <p>Changes during current period</p> <p>(a) Increases through issues</p> <p>(b) Decreases through securities matured, converted</p>		
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Segment reporting

(Information on the business and geographical segments of the entity must be reported for the current period in accordance with *IFRS 8: Segment Reporting* and for half year reports, *IAS 34: Interim Financial Reporting*. Because entities employ different structures a pro forma cannot be provided. Segment information in the layout employed in the entity’s accounts should be reported separately and attached to this report.)
Refer attachment page 18.

Comments by directors

(Comments on the following matters are required by ASX or, in relation to the half yearly report, by *IAS 34: Interim Financial Reporting*. The comments do not take the place of the directors' report and statement (as required by the Corporations Act) and may be incorporated into the directors' report and statement. For both half yearly and preliminary final reports, if there are no comments in a section, state NIL. If there is insufficient space to comment, attach notes to this report.)

Basis of financial report preparation

Material factors affecting the revenues and expenses of the economic entity for the current period. In a half yearly report, provide explanatory comments about any seasonal or irregular factors affecting operations.

Refer to comments below.

A description of each event since the end of the current period which has had a material effect and which is not already reported elsewhere in this Appendix or in attachments, with financial effect quantified (if possible).

Nil

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Franking credits available and prospects for paying fully or partly franked dividends for at least the next year.

Nil

Unless disclosed below, the accounting policies, estimation methods and measurement bases used in this report are the same as those used in the last annual report. Any changes in accounting policies, estimation methods and measurement bases since the last annual report are disclosed as follows. (Disclose changes and differences in the half yearly report in accordance with *IAS 34: Interim Financial Reporting*. Disclose changes in accounting policies in the preliminary final report in accordance with *IAS 1: Presentation of Financial Statements*).

Nil

Revisions in estimates of amounts reported in previous interim periods. For half yearly reports the nature and amount of revisions in estimates of amounts reported in previous annual reports if those revisions have a material effect in this half year.

Nil

Changes in contingent liabilities or assets. For half yearly reports, changes in contingent liabilities and contingent assets since the last annual report.

Please refer to Note 1 of this report

Additional disclosure for trusts

Number of units held by the management company or responsible entity or their related parties.

N/A

A statement of the fees and commissions payable to the management company or responsible entity.

N/A

Identify:

- initial service charges
- management fees
- other fees

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Annual meeting

(Preliminary final report only)

The annual meeting will be held as follows:

Place

@345 Building
Allotments 3, 4 and 5, Section 20
Champion Parade, Granville, Port Moresby,
National Capital District, Papua New Guinea

Date

26th May 2026

Time

12.00 noon

Approximate date the annual report will be available

13th April 2026

Compliance statement

- 1 This report has been prepared in accordance with AASB Standards, other AASB authoritative pronouncements and Urgent Issues Group Consensus Views or other standards acceptable to ASX.

Identify other standards used

International Financial Reporting Standards

- 2 This report, and the accounts upon which the report is based (if separate), use the same accounting policies.
- 3 This report does give a true and fair view of the matters disclosed (see note 2).
- 4 This report is based on accounts to which one of the following applies.

The accounts have been audited.

The accounts are in the process of being audited or subject to review.

The accounts have been subject to review.

The accounts have *not* yet been audited or reviewed.

- 5 The preliminary final report is based on accounts that are unaudited.
- 6 The entity has a formally constituted audit committee.



A. Mistrone
Director



C.K. Daniells
Director

27th February 2026

Segmental Reporting

Divisional Segments

The group operates in the following commercial areas:

	Property and Hospitality	Logistics	Commercial and Investment	Total
	K'000	K'000	K'000	K'000
2025				
External revenue and other income	318,460	499,944	2,661	821,065
Interest revenue	-	45	15,644	15,689
Interest expense	(7,585)	(446)	(14,039)	(22,070)
Segment results	120,175	35,809	(61,549)	94,435
Add: Share of associate and joint venture profit	-	-	8,011	8,011
Income tax (expense) / credit	(36,052)	(10,743)	14,442	(32,353)
Total segment result	84,123	25,066	(39,096)	70,093
Segment assets	860,165	839,500	218,336	1,918,001
Segment liabilities	(205,552)	(401,849)	(177,291)	(784,692)
Net assets	654,613	437,651	41,045	1,133,309
Capital expenditure	137,709	63,870	-	201,579
Depreciation	(46,122)	(74,276)	(3,534)	(123,932)
Cost of goods and services	(36,847)	(125,169)	(13,125)	(175,141)
Staff costs	(53,954)	(118,065)	(30,019)	(202,038)
Significant items:				
Net insurance proceeds	2,932	-	-	2,932
Gain on asset disposal – net	19,700	-	-	19,700
ERP costs	-	-	(20,118)	(20,118)

	Property and Hospitality	Logistics	Commercial and Investment	Total
	K'000	K'000	K'000	K'000
2024				
External revenue and other income	311,512	433,001	2,510	747,023
Interest revenue	-	138	13,466	13,604
Interest expense	(2,505)	-	(17,217)	(19,722)
Segment results	123,282	(6,728)	(53,274)	63,280
Add: Share of associate and joint venture profit	-	-	6,141	6,141
Income tax (expense) / credit	(36,985)	2,018	12,538	(22,429)
Profit / Loss from operations	<u>86,297</u>	<u>(4,710)</u>	<u>(34,595)</u>	<u>46,992</u>
Segment assets	781,400	577,367	421,825	1,780,592
Segment liabilities	<u>(104,140)</u>	<u>(382,718)</u>	<u>(208,811)</u>	<u>(695,669)</u>
Net assets	<u>677,260</u>	<u>194,649</u>	<u>213,014</u>	<u>1,084,923</u>
Capital expenditure	108,390	94,854	27,878	231,122
Depreciation	(44,061)	(66,152)	(3,255)	(113,468)
Cost of goods and services	(60,208)	(104,966)	6,724	(158,450)
Staff costs	(39,407)	(129,891)	(29,634)	(198,932)
Significant items:				
Net insurance proceeds	16,622	-	455	17,077
Gain on asset disposal – net	11,849	454	(53)	12,250
ERP costs	-	-	(9,416)	(9,416)

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1. Contingent Liabilities

There were contingent liabilities at the Balance Sheet date as follows:

- (a) Steamships Trading Company Limited holds a 51% interest in an associated company, Colgate Palmolive (PNG) Ltd, ("CP (PNG) Ltd"). In 2022 CP (PNG) Ltd received a notice from PNG Customs seeking to reassess the historic rate of import duty applied to a specific product, known as soap noodles, resulting in an additional duty of K11.1 million and an intention to apply the higher rate on future imports. CP (PNG) Ltd has disputed the interpretation of the product characteristics by PNG Customs and formally appealed against this higher assessed rate of duty. The appeal process remains in progress.

To the extent that any of the additional duty is deemed payable by CP (PNG) Ltd following the appeal process, the Group's share of profits from associates and the equity accounted investment in CP (PNG) Ltd will be reduced by 51% of the amount payable, net of any tax effect.

- (b) The parent entity has given a secured guarantee in respect of the bank overdrafts and loans of certain subsidiaries, associates and joint ventures.
- (c) The parent entity has given letters of comfort of continuing financial support in respect of certain subsidiaries, associates and joint ventures.

No losses are anticipated in respect of these guarantees.

2. Other Income

Other income relates to net insurance proceeds and net gain on property sale.

3. Basis of Accounting

There were no changes in significant accounting policies and these were consistently applied in the current year.

4. Income Tax Expense

The effective rate of tax charged differs from the statutory rate of 30% as follows;

	Current period K'000	Previous corresponding period K'000
Net profit before income tax	102,445	69,421
Prima facie tax on profit before income tax at 30%	(30,733)	(20,826)
Tax on non-assessable income	2,403	1,842
Unrecognised deferred tax asset on tax losses	(1,754)	(1,133)
Adjustments in tax from prior years	(1,599)	(1,479)
Tax on non-deductible expenses	(670)	(833)
	<u>(32,353)</u>	<u>(22,429)</u>

5. Borrowings

On 10th December 2025, the shareholders approved the increase of facilities from K605 million to K800 million through Extraordinary General Meeting.

As of 31st December 2025, K140 million of bank facilities with Westpac Bank PNG Limited (Westpac) maturing on 31 August 2026 were under execution and as such have been classified as current liabilities.

6. Subsequent events

On 13th January 2026, K140 million of bank facilities with Westpac were extended until 31 August 2030.