10 August 2026

FOR ANNOUNCEMENT TO THE ASX

Aura Consolidated Group, Inc. (ASX: AXQ) (Aura), is submitting the attached Appendix 4D and half-year financial report. The attached copy was authorized for release to the ASX by William Lundregan, the Chief Legal Officer and Secretary of Aura.

This information is provided to the Australian Securities Exchange to satisfy the requirements of ASX Listing Rule 4.3A and Appendix 4D. It should be read together with the Company's Form S-1 Registration Statement filed with the U.S. Securities and Exchange Commission.

ABOUT AURA

Aura Consolidated Group, Inc. ARBN 695 488 843 (ASX: AXQ) (Aura) is a global leader in online safety and wellbeing. Built on the belief that people deserve a trusted, always-on layer of protection, Aura's AI-powered platform delivers protection for individuals, families and enterprises- from proactive protection against identity theft, financial fraud and online threats to tools that help schools and parents protect children from cyberbullying, harmful content, and threats to their wellbeing. Aura's platform spans the environments that matter most-home, school and work-empowering people of all ages with end-to-end protection for every aspect of online life. Learn more at aura.com.

CONTACTS

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APPENDIX 4D INFORMATION
Half year report 30 June 2026

Name of Entity	Aura Consolidated Group, Inc.
ASX issuer code	AXQ
ARBN / registration number	695 488 843
Financial half year ended	June 30, 2026 (reporting period)
Previous corresponding period	June 30, 2025

Results for announcement to the market

Revenue from ordinary activities: US$119.9 million for the half year ended 30 June 2026, up US$28.1 million, or 30.6%, from US$91.8 million for the half year ended 30 June 2025.

Loss from ordinary activities after tax, attributable to members: US$19.1 million for the half year ended 30 June 2026, down US$43.1 million, or 69.3%, from a loss of US$62.2 million for the half year ended 30 June 2025.

Net loss for the period, attributable to members: US$19.1 million for the half year ended 30 June 2026, down US$43.1 million, or 69.3%, from a net loss of US$62.2 million for the half year ended 30 June 2025.

Dividends and distributions

It is not proposed to pay a dividend for the half year ended 30 June 2026. No dividends or distributions were paid, payable or declared in respect of the half years ended 30 June 2026 or 30 June 2025.

The Company does not operate a dividend reinvestment plan.

Net tangible assets per security

Net tangible assets per security was US$(20.54) as at 30 June 2026, compared to US$(25.66) as at 30 June 2025 (previous corresponding period).

Commentary on these results is contained in the attached unaudited condensed consolidated financial statements and the related notes for the period ended 30 June 2026.

Details of entities over which control has been gained or lost during the period

During the reporting period the Company did not gain or lose control of any entities. On 17 July 2026, after the end of this reporting period, Aura completed the acquisition of Qoria Limited (ASX: QOR) by scheme of arrangement, and was admitted to the official list of ASX (ASX: AXQ) on 8 July 2026. As completion occurred after 30 June 2026, the figures above do not include the results of Qoria Limited and therefore do not reflect the results of the combined group.

Details of associates and joint venture entities

The Company does not have any associate or joint venture entities.

Additional information

Further information is contained in the 1H26 report, which is attached. The 1H26 report has been prepared in accordance with U.S. Generally Accepted Accounting Principles and has been reviewed but not audited by EY.

AURA CONSOLIDATED GROUP, INC.

Director's Report
for the half year ended 30 June 2026

DIRECTORS

The names of Directors of the Company who held office during and since the end of the half year are:

Hari Ravichandran – Managing Director
Peter Pawlowitsch – Lead Independent Director (appointed 17 July 2026)
Tim Levy – Executive Director (appointed 17 July 2026)
Matthew Stepka – Non-Executive Independent Director (appointed 17 July 2026)
James Cash – Non-Executive Independent Director
Sujay Jaswa – Chair and Non-Executive Director
Jeffrey Katzenberg – Non-Executive Director
Brian Chang – Director (ceased 17 July 2026)
Sameer Gandhi – Director (ceased 17 July 2026)
Bruce Lev – Director (ceased 17 July 2026)
Trevor Oelschig – Director (ceased 17 July 2026)
Chandler Reedy – Director (ceased 17 July 2026)
Robert Downey Jr. – Director (ceased 31 January 2026)

REVIEW OF OPERATIONS

Revenue for the half year ended 30 June 2026 grew 30.6% to US$119.9 million (H1 2025: US$91.8 million), driven by continued subscriber growth across the Direct-to-Consumer and Employee Benefits channels; total subscribers grew to approximately 1.34 million (H1 2025: approximately 1.04 million). The net loss attributable to members narrowed to US$19.1 million (H1 2025: US$62.2 million), as revenue growth outpaced the increase in operating expenses. These results do not include any contribution from Qoria Limited, which Aura acquired after the end of the period. Further detail on the Group's operations and results for the half year is set out in the attached unaudited condensed consolidated financial statements and the related notes.

The reviewed condensed consolidated financial statements for the six-months ended June 30, 2026 and 2025 are prepared and lodged in accordance with a resolution of the Directors.

AUDITORS INDEPENDENCE

The Directors obtain an annual independence declaration from the Company's auditors, Ernst & Young LLP in accordance with the regulations issued by the Public Company Accounting Oversight Board.

AURA CONSOLIDATED GROUP, INC.

Directors' Declaration
for the half year ended 30 June 2026

The Directors of Aura declare that the condensed consolidated financial statements and the related notes:

a) give a true and fair view of the Aura's financial position as at 30 June 2026 and of the Aura's performance for the half-year ended on that date;
b) comply with the US Generally Accepted Accounting Principles (the accounting standards with which they were prepared); and
c) in the Directors' opinion, 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.

Sujay Jaswa
Chair

10 August 2026

AURA CONSOLIDATED GROUP, INC. AND SUBSIDIARIES

Unaudited Condensed Consolidated Financial Statements
Six Months Ended June 30, 2026 and 2025

AURA CONSOLIDATED GROUP, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED BALANCE SHEETS
(Unaudited, in thousands, except per share information)

	As of June 30, 2026	As of December 31, 2025
Assets		
Current assets:		
Cash and cash equivalents	$ 16,989	$ 70,026
Restricted cash	70,773	769
Short-term investments	—	200
Accounts receivable, net of allowance for credit losses of $982 and $1,028 at June 30, 2026 and December 31, 2025, respectively	7,482	6,503
Amounts due from related parties	1,420	—
Loan receivable	7,106	—
Prepaid expenses and other current assets	15,552	11,426
Total current assets	119,322	88,924
Property and equipment, net	13,885	12,775
Right of use assets	6,053	6,495
Goodwill	190,669	190,669
Intangible assets, net	256	383
Other assets	3,803	3,366
Total assets	$ 333,988	$ 302,612
Liabilities, redeemable preferred stock and stockholders' deficit		
Current liabilities:		
Accounts payable	$ 4,106	$ 1,157
Amounts due to related parties	3,700	7,261
Accrued expenses and other current liabilities	13,661	15,326
Pre-funded equity raise, net	29,534	—
Accrued payroll and employee benefits	6,008	8,891
Operating lease liabilities, current	1,332	1,316
Contract liabilities, current	65,322	61,032
Current portion of borrowings under financing arrangement	16,412	25,206
Total current liabilities	140,075	120,189
Borrowings under financing arrangement	18,720	23,730
Borrowings under revolving credit agreement	20,000	—
Operating lease liabilities, non-current	6,172	6,702
Contract liabilities, non-current	5,305	4,953
Warrant liability, non-current	100	29,783
Convertible notes, non-current	25,100	25,400
Total liabilities	215,472	210,757

	As of June 30, 2026	As of December 31, 2025
Commitments and contingencies (Note 9)		
Redeemable preferred stock:		
Series A-1 Preferred stock at $0.0001 par value, shares authorized 13,500; 13,240 shares issued and outstanding as of June 30, 2026 and December 31, 2025; liquidation preference of $26,090 and $25,336 at June 30, 2026 and December 31, 2025, respectively	22,323	22,323
Series A-2 Preferred stock at $0.0001 par value, shares authorized 21,000; 18,793 shares issued and outstanding as of June 30, 2026 and December 31, 2025; liquidation preference of $59,035 and $57,330 at June 30, 2026 and December 31, 2025, respectively	37,262	37,262
Series B Preferred stock at $0.0001 par value, shares authorized 1,100; 1,089 shares issued and outstanding as of June 30, 2026 and December 31, 2025; liquidation preference of $2,221 at June 30, 2026 and December 31, 2025	4,099	4,099
Series C Preferred stock at $0.0001 par value, shares authorized 30,500; 30,334 shares issued and outstanding as of June 30, 2026 and December 31, 2025; liquidation preference of $130,435 at June 30, 2026 and December 31, 2025	151,604	151,604
Series C-1 Preferred stock at $0.0001 par value, shares authorized 5,100; 5,075 shares issued and outstanding as of June 30, 2026 and December 31, 2025; liquidation preference of $0 at June 30, 2026 and December 31, 2025	—	—
Series D Preferred stock at $0.0001 par value, shares authorized 12,000; 872 shares issued and outstanding as of June 30, 2026 and December 31, 2025; liquidation preference of $1,779 at June 30, 2026 and December 31, 2025	5,174	5,174
Series E Preferred stock at $0.0001 par value, shares authorized 10,800; 10,768 shares issued and outstanding as of June 30, 2026 and December 31, 2025; liquidation preference of $111,724 and $108,496 at June 30, 2026 and December 31, 2025, respectively	70,435	70,435
Series F Preferred stock at $0.0001 par value, shares authorized 12,082; 11,582 shares issued and outstanding as of June 30, 2026 and December 31, 2025; liquidation preference of $113,387 at June 30, 2026 and December 31, 2025	113,301	113,301
Series G Preferred stock at $0.0001 par value, shares authorized 8,721; 8,721 shares issued and outstanding as of June 30, 2026 and December 31, 2025; liquidation preference of $106,091 and $101,078 at June 30, 2026 and December 31, 2025, respectively	81,488	81,488
Stockholders' deficit:		
Common stock at $0.0001 par value, shares authorized 176,665; 27,170 and 21,131 shares issued and outstanding as of June 30, 2026 and December 31, 2025, respectively	3	2
Additional paid-in capital	165,687	119,950
Accumulated deficit	(532,860)	(513,783)
Total stockholders' deficit	(367,170)	(393,831)
Total liabilities, redeemable preferred stock and stockholders' deficit	$ 333,988	$ 302,612

See Notes to Condensed Consolidated Financial Statements.

AURA CONSOLIDATED GROUP, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS AND COMPREHENSIVE LOSS
(Unaudited, in thousands, except per share information)

	Six Months Ended June 30,	
	2026	2025
Revenue	$ 119,940	$ 91,803
Costs and expenses:		
Cost of revenue(1)	31,336	26,311
Sales and marketing(1)	86,390	83,905
Research and development(1)	21,032	16,698
General and administrative(1)	26,039	20,317
Depreciation and amortization	2,257	2,423
Total operating expenses	167,054	149,654
Loss from operations	(47,114)	(57,851)
Interest (expense), net	(3,023)	(158)
Other (expense) income, net	(29)	1,448
Mark to market gain (loss)	31,076	(5,612)
Loss before income taxes	(19,090)	(62,173)
Income tax benefit (expense)	13	(50)
Net loss	(19,077)	(62,223)
Preferred stock and deemed dividends	(33,010)	(9,844)
Net loss attributable to common stockholders	$ (52,087)	$ (72,067)
Net loss per share:		
Basic and diluted	$ (1.71)	$ (2.47)
Weighted-average shares used in computing net loss per share:		
Basic and diluted	30,513	29,155

(1) Exclusive of depreciation and amortization.

See Notes to Condensed Consolidated Financial Statements.

AURA CONSOLIDATED GROUP, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN REDEEMABLE PREFERRED STOCK AND STOCKHOLDERS' DEFICIT
For the Six Months Ended June 30, 2026 and June 30, 2025
(Unaudited, in thousands)

	Redeemable Preferred Stock																		Stockholders' Deficit				
	Series A-1		Series A-2 and Related Warrants		Series B		Series C		Series C-1		Series D		Series E		Series F		Series G		Common Stock		Additional Paid-in Capital	Accumulated Other Comprehensive Loss	Accumulated Deficit
	Shares	Amount	Shares	Amount	Shares	Amount	Shares	Amount	Shares	Amount	Shares	Amount	Shares	Amount	Shares	Amount	Shares	Amount	Shares	Amount			
Balance at January 1, 2025	13,240	$22,323	18,793	$37,262	1,089	$4,099	30,334	$ 151,604	5,075	$ —	872	$5,174	10,768	$70,435	11,582	$113,301	6,128	$61,632	20,012	$ 2	95,737	$ (93)	$ (372,999)
Issuance of G preferred stock and related warrants, net of offering costs	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	2,592	19,856	—	—	6,742	—	—
Stock-based compensation	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	7,102	—	—
Proceeds from warrant and stock option exercises	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	127	—	102	—	—
Net loss	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	(62,223)
Sale of foreign subsidiary	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	93	—
Balance at June 30, 2025	13,240	$22,323	18,793	$37,262	1,089	$4,099	30,334	$ 151,604	5,075	—	872	$5,174	10,768	$70,435	11,582	$113,301	8,721	$81,488	20,140	$ 2	$ 109,683	$ —	$ (435,222)
Balance at January 1, 2026	13,240	$22,323	18,793	$37,262	1,089	$4,099	30,334	$151,604	5,075	—	872	$5,174	10,768	$70,435	11,582	$113,301	8,721	$81,488	21,131	$2	$119,950	—	$(513,783)
Retirement of common shares	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	(187)	—	—	—	—
Exercise of common stock warrants	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	6,226	1	20,088	—	—
Deemed capital contribution from equity forward contract, net	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	19,223	—	—
Stock based compensation	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	6,426	—	—
Net income	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	(19,077)
Balance at June 30, 2026	13,240	$22,323	18,793	$37,262	1,089	$4,099	30,334	$ 151,604	5,075	—	872	$5,174	10,768	$70,435	11,582	$113,301	8,721	$81,488	27,170	$ 3	$ 165,687	—	$ (532,860)

See Notes to Condensed Consolidated Financial Statements.

AURA CONSOLIDATED GROUP, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
(Unaudited, in thousands)

	Six Months Ended June 30, 2026	Six Months Ended June 30, 2025
Cash flows from operating activities:		
Net loss	$ (19,077)	$ (62,223)
Adjustments to reconcile net loss to cash flows used in operating activities:		
Depreciation and amortization	2,257	2,423
Allowance for credit losses	(56)	104
Stock-based compensation	6,426	7,102
Non-cash interest expense, net	2,997	1,902
Mark to market (gain) loss	(31,076)	5,612
Other	—	(2,223)
Changes in assets and liabilities:		
Accounts receivable	(924)	(3,409)
Amounts due from related parties	(1,420)	(3,289)
Prepaid expenses and other current assets	(2,541)	3,101
Right of use assets	442	443
Other assets	(438)	(743)
Accounts payable	2,949	1,487
Amounts due to related parties	(3,561)	1,811
Accrued expenses and other current liabilities	(1,665)	883
Accrued payroll and employee benefits	(2,883)	(7,395)
Lease liabilities	(513)	(541)
Contract liabilities	4,645	4,192
Net cash used in operating activities	(44,438)	(50,763)
Cash flows from investing activities:		
Purchases of investments	—	(31,421)
Maturities of investments	200	4,896
Loan advanced	(7,166)	—
Purchases of property and equipment	(3,240)	(2,361)
Sale of subsidiary and technology related intangible assets	—	100
Net cash used in investing activities	(10,206)	(28,786)
Cash flows from financing activities:		
Proceeds from warrant and stock option exercises	—	102
Proceeds from pre-funded equity raise	70,000	—
Payment of offering costs associated with pre-funded equity raise	(1,588)	—
Proceeds from revolver financing	20,000	—
Proceeds from issuance of convertible note	—	25,000
Proceeds of issuance of Preferred Stock and Warrants, net of offering costs	—	26,598
Proceeds from borrowings under financing arrangement	23,174	28,851
Repayments of borrowings under financing arrangement	(39,975)	(21,298)

	Six Months Ended June 30,	
	2026	2025
Net cash provided by financing activities	71,611	59,253
Increase (decrease) in cash and cash equivalents, and restricted cash	16,967	(20,296)
Cash and cash equivalents, and restricted cash, at beginning of period	70,795	87,961
Cash and cash equivalents, and restricted cash, at end of period	$ 87,762	$ 67,665

	Six Months Ended June 30,	
Supplemental disclosure of cash flow information:	2026	2025
Interest paid	$ 921	$ —
Income tax paid	$ —	$ —

	Six Months Ended June 30,	
Supplemental disclosure of non-cash financing activities:	2026	2025
Initial recognition of equity forward contract	$ 41,532	$ —
Modification of equity forward contract	$ (22,310)	$ —
Warrant liability - non-cash exercise	$ (20,090)	$ —

See Notes to Condensed Consolidated Financial Statements.

AURA CONSOLIDATED GROUP, INC. AND SUBSIDIARIES
NOTES TO UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
Six Months Ended June 30, 2026 and June 30, 2025

1. Organization and Business

Aura Consolidated Group, Inc. (the "Company") operates in the identity security market by providing an integrated and unified digital protection platform offering subscription-based services of personal identity and privacy protection. Subscriptions are offered to individual subscribers through its direct-to-consumer channel, and as an embedded service for its partners to offer to either its employees or other consumers. The Company provides a growing list of personal identity protection, financial protection and device protection services, including financial fraud protection, identity theft protection, privacy assistant, parental controls, cyberbullying protection, vault, spam call protection, VPN antivirus, password manager, and social media privacy and monitoring.

2. Basis of Presentation and Summary of Significant Accounting Policies

Basis of Presentation

The accompanying unaudited condensed consolidated financial statements (the "Financial Statements") have been prepared in accordance with United States Generally Accepted Accounting Principles ("U.S. GAAP") for interim financial information and pursuant to the rules and regulations of Article 10 of Regulation S-X. Accordingly, they do not include all of the information and footnotes required by U.S. GAAP for complete annual financial statements. All intercompany transactions within the Company have been eliminated in the Financial Statements.

In the opinion of management, the Financial Statements include all adjustments, consisting of normal recurring adjustments, necessary for a fair presentation of the Company's financial position as of June 30, 2026, and its results of operations and cash flows for the six months ended June 30, 2026 and 2025. The results of operations for the interim periods presented are not necessarily indicative of the results to be expected for the full year or any future period.

These Financial Statements should be read in conjunction with the Company's audited consolidated financial statements and related notes for the year ended December 31, 2025. The accounting policies used in preparing these Financial Statements are consistent with those described in Note 2 to the audited consolidated financial statements for the year ended December 31, 2025, except as otherwise noted herein.

Use of Estimates

The preparation of the Financial Statements in conformity with U.S. GAAP requires management to make estimates and judgments that may affect reported amounts of assets and liabilities and disclosure of contingent assets and liabilities (if any) at the date of the Financial Statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates. Significant estimates and assumptions are inherent in the valuation of liability-classified warrants; the valuation of convertible notes; the valuation of the forward equity contract; the valuation of the loan receivable; the determination of the fair value of common stock and equity awards, the assessment of recoverability of intangible assets, other long-lived assets, and goodwill.

Cash and Cash Equivalents

The Company considers all highly liquid financial instruments with an original maturity of three months or less when purchased to be cash equivalents.

The Company classifies cash as restricted when the cash is unavailable for withdrawal or use in general operations. Its restricted cash represents deposits related to operating leases. The Company accounts for restricted cash according to ASU 2016-18, *Restricted Cash*, which requires an entity to reconcile and explain the period-over-period change in total cash, cash equivalents and restricted cash within its statements of cash flows.

In addition to the deposits related to operating leases, cash received under the capital raise event described in Note 7 and Note 11 is held in a segregated trust account and is not available for the Company’s general corporate use prior to closing of the proposed acquisition of Qoria by way of an Australian Scheme of arrangement (the "Transaction"). As of June 30, 2026, $70.0 million had been received into the trust account; no amounts were held in the trust account as of December 31, 2025.

A reconciliation of cash and restricted cash reported within the Company's consolidated balance sheets, is as follows (in thousands):

	June 30, 2026	December 31, 2025
Cash, cash equivalents and unrestricted cash	$ 16,989	$ 70,026
Restricted cash and cash equivalents	70,773	769
Total cash, cash equivalents, and restricted cash	$ 87,762	$ 70,795

Goodwill, Identifiable Intangibles and Other Long-Lived Assets

The Company reviews goodwill for impairment at the reporting unit level annually, as of October 1, or more frequently if an event occurs or circumstances change that would more likely than not reduce the fair value of a reporting unit below its carrying value. The Company has concluded that it has a single reporting unit. The Company completed its most recent annual goodwill impairment test as of October 1, 2025, and determined that the fair value of the Company's reporting unit exceeded its carrying value. The Company did not identify any goodwill impairment indicators during the six months ended June 30, 2026 and 2025.

The Company reviews long-lived assets, including definite-lived intangible assets and property and equipment, for impairment whenever events or changes in circumstances indicate that the carrying amounts of the assets may not be fully recoverable. The Company did not identify any indicators of impairment of its long-lived assets during the six months ended June 30, 2026 and 2025.

Stock-Based Compensation

The Company issues stock-based awards under the 2024 Equity Incentive Plan (the "2024 Plan"). Awards under the 2024 Plan may take the form of incentive stock options, restricted stock awards, and restricted stock units. The Company uses the Black-Scholes option-pricing model to value stock options, with compensation expense recognized on a straight-line basis over the requisite service period. There have been no changes to the Company's stock-based compensation accounting policies during the six months ended June 30, 2026 and 2025.

Revenue Recognition

The Company accounts for revenue in accordance with ASC 606, *Revenue from Contracts with Customers*. Revenue is recognized upon the transfer of control of promised goods and services to the customer in an amount that reflects the consideration the Company expects to receive in exchange for those products or services. Revenue recognition is determined through the following five steps: (i) identification of the contract, or contracts, with the customer; (ii) identification of the performance obligations in the contract; (iii) determination of the transaction price; (iv) allocation of the transaction price to the performance obligations in the contract; and (v) recognition of revenue when, or as, the performance obligation is satisfied.

Revenue is recognized ratably over the non-cancellable contractual term, typically ranging from one month to three years. Revenue is measured based on the stated consideration specified in the subscription contract, or the subscription fees billed by the Company's affiliates and partners, which are generally billed directly to the subscriber's credit card or demand deposit accounts. A significant portion of subscribers are billed in advance of fulfillment. These payment mechanisms significantly mitigate the risk of uncertain cash flows. For the minority of the Company's arrangements that are billed in arrears, the Company records an unbilled account receivable at the end of the reporting period. The Company's unbilled accounts receivable were $4.6 million and $3.0 million as of June 30, 2026 and December 31, 2025, respectively, which were recorded in accounts receivable, net of allowance for credit losses on the Consolidated Balance Sheets.

The Company evaluates each revenue arrangement under ASC 606-10-55-36 through 55-40 to determine whether it is acting as a principal or an agent. In the substantial majority of transactions across both the Direct-to-Consumer and Partner channels, the Company is the principal, as it controls the specified services provided to the end user, who is the Company's customer, and is responsible for fulfillment. The Company also establishes minimum pricing. Revenue in these arrangements is recognized on a gross basis. Partner commissions are recognized as sales and marketing expenses.

Income Taxes

The Company's income tax provision for interim periods is determined using an estimate of its annual effective tax rate, adjusted for discrete items, if any, that are taken into account in the relevant period. The Company's effective tax rate differs from the U.S. federal statutory rate primarily due to the impact of the valuation allowance recorded against its net deferred tax assets. There have been no material changes to the Company's accounting policies for income taxes, including its accounting for uncertain tax positions, since December 31, 2025.

Fair Value Measurements

The Company accounts for certain assets and liabilities at fair value in accordance with U.S. GAAP, using the three-level fair value hierarchy described in Note 2 to the Company's audited consolidated financial statements for the year ended December 31, 2025. There have been no changes to the Company's fair value measurement policies, valuation techniques, or classification of items within the fair value hierarchy during the six months ended June 30, 2026. See Note 13 for information about the Company's recurring fair value measurements, including the valuation of its liability-classified warrants, convertible note, and forward equity contract asset as of June 30, 2026.

3. Accounting Standards Updates

The Company considers the applicability and impact of all Accounting Standard Updates ("ASUs") issued by the Financial Accounting Standards Board ("FASB"). ASUs not listed below were assessed and determined to be either not applicable or are expected to have minimal impact in the Company's Financial Statements.

Recently Adopted Accounting Standards

Debt - Debt with Conversion and Other Options (Subtopic 470-20): Induced Conversions of Convertible Debt Instruments

This standard requires an entity to account for certain early settlements of convertible debt instruments as an induced conversion if the inducement offer includes the issuance of all consideration (in form and amount) issuable under the conversion privileges provided in the terms of the existing convertible debt instrument. The Company adopted ASU 2024-04 effective January 1, 2026. The adoption of this standard did not have a material impact on the Company's Financial Statements.

Financial Instruments—Credit Losses (Topic 326): Measurement of Credit Losses for Accounts Receivable and Contract Assets

This standard introduces a practical expedient and accounting policy election in applying the expected credit loss standard to current accounts receivable and contract assets. The Company adopted ASU 2025-05 effective January 1, 2026 on a prospective basis. The adoption of this standard did not have a material impact on the Company's Financial Statements.

Recent Accounting Standards Not Yet Adopted

Disclosure Improvements: Codification Amendments in Response to the SEC's Disclosure Update and Simplification Initiative

In October 2023, the FASB issued ASU 2023-06, which will eliminate disclosure requirements that are redundant, duplicative, overlapping, outdated, or superseded as a result of subsequent changes to SEC disclosure requirements, U.S. GAAP or technology. ASU 2023-06 is intended to better align U.S. GAAP requirements with those of the SEC and to facilitate the application of U.S. GAAP. The amendments are applied prospectively and are effective when the SEC removes the related requirements from Regulation S-X and S-K. Any amendments the SEC does not remove by June 30, 2027, will not be effective. Early adoption is permitted. The Company is currently evaluating the impact of this ASU on its Financial Statements and related disclosures.

Income Statement-Reporting Comprehensive Income—Expense Disaggregation Disclosures (Subtopic 220-40): Disaggregation of Income Statement Expenses

In November 2024, the FASB issued an ASU to improve the disclosures about a public business entity's expenses and address requests from investors for more detailed information about the types of expenses in commonly presented expense captions (such as cost of sales; selling, general, and administrative expenses; and research and development). This ASU is effective for annual reporting periods beginning after December 15, 2026, and interim reporting periods within annual reporting periods beginning after December 15, 2027. Early adoption is permitted. The Company is currently evaluating the impact of this ASU on its Financial Statements and related disclosures.

Intangibles - Goodwill and Other - Internal-Use Software (Subtopic 350-40): Targeted Improvements to the Accounting for Internal-Use Software

In September 2025, the FASB issued ASU 2025-06, which introduces targeted improvements to the accounting and disclosure requirements for internal-use software, including updates to the capitalization criteria and related implementation guidance. This update is effective for annual periods beginning after December 15, 2027. Entities are permitted to apply the new guidance using either a prospective, modified, or retrospective transition approach. The Company is currently evaluating the impact of this ASU on its Financial Statements and related disclosures.

Business Combinations (Topic 805) and Consolidation (Topic 810): Determining the Accounting Acquirer in the Acquisition of a Variable Interest Entity

In May 2025, the FASB issued ASU 2025-03, which requires consideration of the existing factors in ASC 805-10-55-12 through 55-15 when identifying the accounting acquirer in an acquisition achieved primarily through an exchange of equity interests in which the legal acquiree is a variable interest entity that meets the definition of a business. This ASU is effective for fiscal years beginning after December 15, 2026, and interim periods within those fiscal years, with early adoption permitted. The Company is currently evaluating the impact of this ASU.

Interim Reporting (Topic 270): Narrow-Scope Improvements

In December 2025, the FASB issued ASU 2025-11, which clarifies the applicability, scope, and form and content requirements of interim reporting guidance under ASC 270. The amendments in ASU 2025-11 are effective for interim reporting periods within annual reporting periods beginning after December 15, 2027. Early adoption is permitted, and entities may adopt the amendments prospectively for interim reporting periods beginning after the date of adoption or retrospectively to any or all prior periods presented in the interim financial statements. The Company is currently evaluating the impact of this ASU on its interim financial statements and related disclosures.

4. Revenue

The Company's subscriptions are offered to subscribers through two primary marketing channels: direct-to-consumer and partnership. During the six months ended June 30, 2026 and June 30, 2025, the Company generated approximately 66% of its revenue through its direct-to-consumer channel and 34% of its revenue through its partnership channel.

Direct-to-consumer

The Company's direct-to-consumer channel, which totaled $79.2 million and $59.7 million for the six months ended June 30, 2026 and 2025, respectively, includes subscription sales through the various app stores or directly billed by the Company.

Partnership

The Company's partnership channel includes sales of its subscription services through affiliates and partners and sales of the Company's service to other enterprises as a benefit to their employees, which totaled $40.7 million and $32.1 million for the six months ended June 30, 2026 ended 2025, respectively. The Company is the principal in the majority of these arrangements, and therefore revenue is recorded on a gross basis.

Contract liabilities (deferred revenue) were $70.6 million and $66.0 million as of June 30, 2026 and December 31, 2025, respectively, of which $65.3 million and $61.0 million were current and $5.3 million and $5.0 million were noncurrent. During the six months ended June 30, 2026 and 2025, the Company recognized $43.0 million and $32.1 million, respectively, of revenue that was included in the contract liabilities balance at the beginning of the period.

There have been no material changes to the Company's revenue recognition policies, significant judgments, or the composition of its remaining performance obligations as disclosed in Note 2 to the Company's audited consolidated financial statements for the year ended December 31, 2025.

5. Goodwill and Intangible Assets

Goodwill

There were no additions, disposals, or any changes to the Company's goodwill balance during the six months ended June 30, 2026. There was no accumulated impairment of goodwill at June 30, 2026 and December 31, 2025.

Intangible Assets

The Company's intangible assets consisted of the following as of June 30, 2026 (in thousands):

	Gross Carrying Amount	Accumulated Amortization	Net Carrying Amount
Customer related	$ 3,070	$ (3,070)	$ —
Marketing related	10,545	(10,545)	—
Technology related	22,011	(21,755)	256
Total amortizable intangible assets	$ 35,626	$ (35,370)	$ 256

The Company's intangible assets consisted of the following as of December 31, 2025 (in thousands):

	Gross Carrying Amount	Accumulated Amortization	Net Carrying Amount
Customer related	$ 3,070	$ (3,070)	$ —
Marketing related	10,545	(10,455)	90
Technology related	22,011	(21,718)	293
Total amortizable intangible assets	$ 35,626	$ (35,243)	$ 383

6. Income Taxes

The income tax benefit (provision) for each of the six months ended June 30, 2026 and 2025 was not material and differed from taxes due at the statutory rate principally due to the Company's recognition of a valuation allowance given the Company's history of pre-tax losses.

For the six months ended June 30, 2026, the Company reported an uncertain tax position totaling $5.4 million relating to a federal filing position that was taken on the tax return for the year ended December 31, 2024, compared to a balance of $10.1 million as of December 31, 2025. The Company reported no uncertain tax positions for the six months ended June 30, 2025.

For the six months ended June 30, 2026 and June 30, 2025, the Company had gross U.S. net operating loss carryforwards available to reduce future taxable income in the amount of $106.8 million and $39.0 million, respectively, of which a portion is subject to annual limitation under IRC Sec. 382.

7. Related Party Transactions

The following are the Company's related party transactions for the six months ended June 30, 2026 and June 30, 2025. There have been no material changes to the terms of these arrangements from those described in Note 9 to the Company's audited consolidated financial statements for the year ended December 31, 2025, except as noted below.

UnifyCX – UnifyCX is a global customer care business providing technology outsourcing solutions to the Company for software development and quality assurance. For the six months ended June 30, 2026, the Company recorded $3.6 million to Cost of Revenue and an immaterial amount to General and Administrative Expense. For the six months ended June 30, 2025, the Company recorded $2.8 million to Cost of Revenue, $0.1 million to Research and Development Expense, and immaterial amount to General and Administrative Expense. The Company had $0.2 million and an immaterial amount payable as of June 30, 2026 and December 31, 2025, respectively, included in Amounts Due to Related Parties. This agreement was terminated on April 28, 2026.

Honix Capital Limited – The Company has a marketing service agreement with Honix Capital Limited. For the six months ended June 30, 2026 and 2025, the Company recorded $0.3 million in Sales and Marketing Expense, with no amount and $0.3 million payable as of June 30, 2026 and December 31, 2025, respectively, included in Amounts Due to Related Parties.

MetLife – MetLife, through its wholly owned subsidiary MetLife Next Gen Ventures, LLC, has ownership in the Company in the form of Series F convertible preferred stock and held warrants to purchase common stock (see Note 11). Distribution fees recognized in connection with the Company's distribution agreement with MetLife totaled $13.0 million and $8.4 million for the six months ended June 30, 2026 and 2025, respectively, included in Sales and Marketing Expenses, with $0.7 million and $0.7 million due as of June 30, 2026 and December 31, 2025, respectively, included in Amounts Due to Related Parties.

Point Wild – Point Wild is the rebranded holding company that holds the operating interests of the former Pango segment, the Company's former parent, following the spin-off of the Company from the former parent in May 2024. The Company shares common Board members and certain executives with Point Wild, and provides services under a Transition Services Agreement (the "TSA") through December 31, 2027, along with related sublease and licensing arrangements. For the six months ended June 30, 2026 and 2025, the Company recognized $0.5 million and $1.2 million, respectively, as a net offset to operating expenses. As of June 30, 2026, the Company recognized $0.7 million due to Point Wild included in Amounts Due to Related Parties and $0.5 million owed from Point Wild included in Amounts Due from Related Parties. As of December 31, 2025, the Company recognized $0.9 million due to Point Wild included in Amounts Due to Related Parties.

Life360 - Life360 has invested in the Company in the form of a convertible unsecured note (see Note 8) and maintains a distribution agreement granting the Company exclusive U.S. employer-channel rights to Life360's digital safety products, including minimum annual payments due to Life360 of $8.0 million, $10.0 million, and $12.0 million for 2025, 2026, and 2027, respectively. Amounts recognized for marketing services totaled $5.4 million for the six months ended June 30, 2026, included in Sales and Marketing Expenses. There were no amounts recognized for marketing services in the six months ended June 30, 2025. The Company recognized $1.4 million and $5.4 million due to Life360 as of June 30, 2026 and December 31, 2025, respectively, included in Amounts Due to Related Parties.

Capital Raise Investors - The Company entered into Securities Purchase Agreements with certain existing stockholders (the "Capital Raise Investors"), including Hari Ravichandran, the Company's Chief Executive Officer, for an aggregate $100.0 million commitment in connection with the Company's proposed acquisition of Qoria ("Capital Raise"), on terms applied identically to all Capital Raise Investors (see Note 11). Ravichandran, WndrCo Holdings LLC, and other existing stockholders committed $10.0 million, $45.0 million, and $45.0 million, respectively, of the aggregate commitment. The Company received $70.0 million of the aggregate $100.0 million commitment as of June 30, 2026.

8. Debt and Credit Facilities

Customer Investment Agreement

The Company has a financing arrangement with General Catalyst ("GC") as described in Note 10 to the Company's audited consolidated financial statements for the year ended December 31, 2025. As of June 30, 2026, the Company had $35.1 million of outstanding borrowings under the Agreement, compared to $48.9 million as of December 31, 2025. The Company incurred interest expense of $3.0 million for the six months ended June 30, 2026, included in interest (expense) income, net, compared to $2.2 million for the six months ended June 30, 2025.

Revolving Credit Agreement

The Company has a revolving credit agreement with Banc of California ("BOC"), as described in Note 10 to the Company's audited consolidated financial statements for the year ended December 31, 2025. As of June 30, 2026, the Company had $20.0 million of outstanding borrowings under the agreement, and no outstanding borrowings as of December 31, 2025.

On May 24, 2026, the Company entered into an agreement with BOC to increase the facility to $100.0 million, extend its maturity, and add Aura Consolidated Group, Inc. as a guarantor, effective upon the closing of certain conditions, including consummation of the Company's pending acquisition of Qoria (see Note 16). These conditions were satisfied subsequent to June 30, 2026, upon consummation of the Company's acquisition of Qoria.

Convertible Note Agreement

The Company has a $25.0 million senior unsecured convertible note with Life360, as described in Note 10 to the Company's audited consolidated financial statements for the year ended December 31, 2025. The Company elected the fair value option to account for this note, with changes in value recognized in mark-to-market gain (loss) (see Note 13). The fair value of the convertible note was $25.1 million as of June 30, 2026, compared to $25.4 million as of December 31, 2025, and continues to be classified within Level 3 of the fair value hierarchy. The Company recognized a gain of $0.3 million for the six months ended June 30, 2026 within mark-to-market gain (loss) and no gain or loss for the six months ended June 30, 2025. As of June 30, 2026, the conditions permitting conversion of the note had not been met, and the note remains classified as noncurrent.

9. Commitments and Contingencies

Legal Proceedings

The Company is not aware of any pending, or threatened, legal proceedings to which the Company is, or will be, a party to that, if successful, would result in a material adverse change in its business or financial condition. Legal proceedings are inherently unpredictable and, although the Company believes that accruals are adequate, and intends to vigorously defend itself against such matters, unfavorable resolution could occur, which could have a material effect in its Financial Statements, taken as a whole.

Other

The Company entered into various software licenses and operational commitments totaling approximately $22.2 million and $39.8 million as of June 30, 2026 and December 31, 2025, respectively, payable in monthly and annual installments through December 31, 2031. These amounts will be expensed on a pro-rata basis and recorded in cost of revenue, research and development, and general and administrative expenses in its Consolidated Statements of Comprehensive Loss.

10. Redeemable Preferred Stock

The Company's authorized and outstanding capital stock, voting rights, and the terms governing conversion, dividends, and liquidation preferences for each series of Preferred Stock are described in Note 12 to the Company's audited consolidated financial statements for the year ended December 31, 2025. There have been no changes to the number of shares authorized or outstanding for any series of Preferred Stock, no conversions of Preferred Stock into Common Stock, and no changes to any conversion price (other than standard antidilution adjustments, if any) during the six months ended June 30, 2026.

As of June 30, 2026, the liquidation preferences of the Company's Series A-1, Series A-2, Series E, and Series G Preferred Stock had increased to $26.1 million, $59.0 million, $111.7 million, and $106.1 million, respectively, from $25.3 million, $57.3 million, $108.5 million, and $101.1 million as of December 31, 2025, reflecting the continued accrual of cumulative compounding dividends on those series during the six months ended June 30, 2026, as described in Note 12 to the Company's audited consolidated financial statements. The liquidation preferences of Series B, Series C, Series D, and Series F Preferred Stock, which do not carry cumulative compounding dividends, were unchanged at $2.2 million, $130.4 million, $1.8 million and $113.4 million, respectively. Series C-1 Preferred Stock had no liquidation preference as of June 30, 2026 or December 31, 2025.

The Company has not declared any dividends on its Preferred Stock during the six months ended June 30, 2026, and the amounts reflected above represent accrued but undeclared dividends added to the applicable liquidation preference.

The Company reassessed whether any series of Preferred Stock was currently redeemable or probable of becoming redeemable as of June 30, 2026, consistent with its methodology described in Note 12 to the annual financial statements, and concluded that no series was redeemable or probable of becoming redeemable as of that date.

11. Stockholders' Deficit

The rights of holders of Common Stock, including voting, dividend, and liquidation rights, are described in Note 13 to the Company's audited consolidated financial statements for the year ended December 31, 2025. There have been no changes to these rights during the six months ended June 30, 2026.

Warrants

The terms of the Company's outstanding warrants, including the 2019 and 2021 legacy warrants, liability-classified warrants, the MetLife Revenue Warrants and True-up Warrants, the AT&T warrants, and the January 2025 warrants, are described in Note 13 to the Company's audited consolidated financial statements for the year ended December 31, 2025. There have been no changes to the terms of these warrants during the six months ended June 30, 2026.

As of June 30, 2026 and December 31, 2025, 12 of the AT&T warrants had vested. As of June 30, 2026, 810,126 of the January 2025 warrants had vested pursuant to their quarterly vesting schedule, compared to 486,074 vested as of December 31, 2025.

For the six months ended June 30, 2026, the Company recognized $0.9 million in stock-based compensation expense related to the MetLife Revenue Warrants, compared to $0.8 million for the six months ended June 30, 2025, respectively, reflected in sales and marketing expense. For the six months ended June 30, 2026, the Company recognized $3.4 million in stock-based compensation expense related to the True-up Warrants, compared to $3.5 million for the six months ended June 30, 2025, reflected in sales and marketing expense, based on the Company's ongoing assessment that achievement of the True-up Warrant performance condition described in Note 13 to the annual financial statements remained probable as of June 30, 2026.

On June 30, 2026, holders of the 2021 legacy warrants exercised warrants to purchase 6,238,981 shares of common stock in a net share settlement. Immediately prior to exercise, the Company remeasured the warrants to their estimated fair value, resulting in a gain on change in fair value of warrant liabilities of approximately $9.6 million for the six months ended June 30, 2026, recorded in mark to market (loss) gain in the condensed consolidated statements of operations and comprehensive loss. Upon exercise, the related warrant liability of approximately $20.1 million was relieved and reclassified to additional paid-in capital, as no cash proceeds were received under the net share settlement terms. As of June 30, 2026, 31,195 warrants remained outstanding and continued to be classified as a liability, with an aggregate fair value of approximately $0.1 million.

Pre-Funded Equity Raise

On February 2, 2026, the Company entered into substantially identical Securities Purchase Agreements (the “SPAs”) with certain existing stockholders for aggregate commitments of $75.0 million (see Note 7) in connection with the Transaction. On April 23, 2026, the SPAs were amended concurrently with a Deed of Variation to the Merger Implementation Deed, increasing the aggregate Capital Raise to $100.0 million and reducing the implied Qoria share price input in the per-share pricing formula from A$0.75 to A$0.40. Under the SPAs, the Company will issue Aura CHESS Depositary Interests (“Aura CDIs”), each representing beneficial ownership of one share of Aura common stock, at a per-share price reflecting an approximate 4.5% discount to the implied per-share value of the combined company. During the six months ended June 30, 2026, the Company received proceeds of $70.0 million under the commitment in advance of issuing the Aura CDIs.

Cash proceeds are funded into a segregated trust account in advance of closing and are not available for the Company’s general corporate use. If the Transaction is not implemented, Aura CDIs are not listed, and Aura CDIs are not issued to the Capital Raise Investors within 30 business days of the last funding date, the Company is required to refund the commitment in full. Implementation of the Transaction occurred on July 17, 2026, with trading of Aura CDIs commencing on July 20, 2026.

The Company’s obligation to deliver a variable number of Aura CDIs in exchange for the fixed aggregate cash commitment is a freestanding equity-linked contract (the “Equity Forward Contract”). The Company concluded the Equity Forward Contract is not within the scope of ASC 480 and is not indexed to the Company’s own stock under ASC 815-40-15-7, because the settlement amount is a function of variables extraneous to a fixed-for-fixed forward on the Company’s own shares, specifically, Qoria’s and the Company's respective outstanding share counts at settlement and the AUD/USD exchange rate. Accordingly, the Equity Forward Contract was recognized at fair value at inception with $41.5 million recorded as a deemed contribution within additional paid-in capital. The subsequent amendment was recognized as a reduction to the deemed contribution within additional paid-in capital totaling $22.3 million and changes in fair value, which totaled $21.2 million, were recognized in earnings for the six months ended June 30, 2026. As of June 30, 2026, the $70.0 million proceeds of the Capital Raise received is being presented net of the Equity Forward Contract of $40.5 million (Note 13), for a net liability balance of $29.5 million, presented as “Pre-Funded Equity Raise, net” in the accompanying condensed consolidated balance sheet as of June 30, 2026.

Accumulated Other Comprehensive Loss, Net of Tax

There were no components of, or activity within, accumulated other comprehensive loss during the six months ended June 30, 2026. The balance of accumulated other comprehensive loss was $0 as of both June 30, 2026 and December 31, 2025.

Stock-Based Compensation

The Company's 2024 Equity Incentive Plan and related stock option valuation methodology are described in Note 13 to the Company's audited consolidated financial statements for the year ended December 31, 2025. There have been no changes to the terms of the 2024 Plan during the six months ended June 30, 2026.

The following table summarizes the Company’s stock option activity for the six months ended June 30, 2026:

	Number of Shares	Weighted Average Exercise Price	Weighted Average Remaining Contractual Term (in years)	Aggregate Intrinsic Value
Outstanding, beginning of year	26,949,621	$ 2.97	7.0	$24,579,480
Granted	—	—		
Exercised	—	—		
Canceled or forfeited	(728,922)	3.11		
Outstanding, end of period	26,220,699	$ 2.97	6.2	$16,499,702
Exercisable at end of the period	19,780,419	$ 2.75	5.4	$16,499,702

Total stock-based compensation expense recognized for stock options was $2.1 million and $2.8 million for the six months ended June 30, 2026 and 2025, respectively. As of June 30, 2026, there was $8.0 million of total unrecognized compensation cost related to unvested stock option arrangements, expected to be recognized over a weighted-average period of 2.5 years.

12. Segments

The Company's determination that it operates as a single reportable segment and single operating segment, and the basis for that determination, are described in Note 16 to the Company's audited consolidated financial statements for the year ended December 31, 2025. There have been no changes to the structure of the Company's internal organization, the identification of its Chief Executive Officer as Chief Operating Decision Maker ("CODM"), or the composition of significant segment expense categories during the six months ended June 30, 2026.

The CODM continues to assess performance and allocate resources primarily based on consolidated net loss, consistent with the methodology described in Note 16 to the annual financial statements. The measure of segment assets is reported on the Company's Consolidated Balance Sheets as total consolidated assets; substantially all of the Company's revenues and long-lived assets are attributable to its operations in the United States.

The following table reflects certain financial data for the Company's reportable segment for the six months ended June 30 (in thousands):

	2026	2025
Revenue	$ 119,940	$ 91,803
Credit agency fees	(13,233)	(11,053)
External commissions	(24,177)	(18,854)
External marketing	(30,928)	(37,595)
Brand marketing	(7,281)	(7,609)
Research and development	(21,032)	(16,698)
Other segment items[(1)]	(39,356)	(62,009)
Interest (expense) income, net	(3,023)	(158)
Income tax (expense) benefit	13	(50)
Net loss	$ (19,077)	$ (62,223)

(1) Other segment items include other income, mark-to-market gains/losses, distribution fees, general administration costs, depreciation, and amortization and other selling costs.

13. Fair Value Measurements

The Company measures and reports certain assets and liabilities at fair value on a recurring basis. The Company's methodology for measuring fair value, and the definitions of Level 1, Level 2, and Level 3 within the fair value hierarchy, are described in Note 17 to the Company's audited consolidated financial statements for the year ended December 31, 2025. There have been no changes to the Company's valuation methodologies during the six months ended June 30, 2026, except with respect to the Company's loan receivable and forward equity contract, each described below.

The Company measures and reports certain assets and liabilities at fair value on a recurring basis. The fair value of these instruments are classified as follows (in thousands):

	As of June 30, 2026			
		Level 1	Level 2	Level 3
	Fair Value	Quoted Prices in Active Markets for Identical Assets	Significant Other Observable Inputs	Significant Unobservable Inputs
Assets:				
Money market funds	$ 12,338	$ 12,338	$ —	$ —
Loan receivable	7,106	—	—	7,106
Forward equity contract	40,466	—	—	40,466
Total assets:	$ 59,910	$ 12,338	$ —	$ 47,572
Liabilities:				
Warrants	$ 100	$ —	$ —	$ 100
Convertible note	25,100	—	—	25,100
Total liabilities:	$ 25,200	$ —	$ —	$ 25,200

	As of December 31, 2025			
		Level 1	Level 2	Level 3
	Fair Value	Quoted Prices in Active Markets for Identical Assets	Significant Other Observable Inputs	Significant Unobservable Inputs
Assets:				
Money market funds	$ 57,889	$ 57,889	$ —	$ —
Total assets:	$ 57,889	$ 57,889	$ —	$ —
Liabilities:				
Warrants	$ 29,783	$ —	$ —	$ 29,783
Convertible note	25,400	—	—	25,400
Total liabilities:	$ 55,183	$ —	$ —	$ 55,183

The change in fair value of the Level 3 instruments were as follows (in thousands):

	Warrant Liability	Convertible Note	Equity Forward Contract	Loan Receivable
Fair value, December 31, 2024	$ 22,290	$ —	$ —	$ —
Issuance of convertible note	—	25,000	—	—
Changes in fair value	5,612	—	—	—
Fair value, June 30, 2025	$ 27,902	$ 25,000	$ —	$ —
Fair value, December 31, 2025	$ 29,783	$ 25,400	$ —	$ —
Exercises of Warrants	(20,090)	—	—	—
Issuance of equity forward contract	—	—	41,532	—
Modification of equity forward contract	—	—	(22,310)	—
Loan advance	—	—	—	7,167
Changes in fair value	(9,593)	(300)	21,244	(61)
Fair value, June 30, 2026	$ 100	$ 25,100	$ 40,466	$ 7,106

Warrant liability – The fair value of the warrant liability was $0.1 million and $29.8 million as of June 30, 2026 and December 31, 2025, respectively, with a change in fair value gain of $9.6 million for the six months ended June 30, 2026, recognized in mark-to-market gain (loss). Fair value continues to be determined using the Black-Scholes option pricing model.

Convertible note – The fair value of the convertible note was $25.1 million and $25.4 million as of June 30, 2026 and December 31, 2025, respectively, with a change in fair value gain of $0.3 million for the six months ended June 30, 2026, recognized in mark-to-market gain (loss). Fair value continues to be estimated using a probability-weighted expected return methodology.

Equity forward contract – The Equity Forward Contract (see Note 7 and Note 11) is measured at fair value on a recurring basis. The Company classified the Equity Forward Contract within Level 3 of the fair value hierarchy, as its valuation depends in part on unobservable inputs, notwithstanding that certain inputs (Qoria's quoted share price and the AUD/USD exchange rate) are observable.

The fair value of the equity forward contract liability was $40.5 million as of June 30, 2026 with a change in fair value gain of $21.2 million for the six months ended June 30, 2026, recognized in mark-to-market gain (loss). The Company is presenting the proceeds received in June 2026 prior to the closing of the Capital Raise net of the fair value of the Equity Forward Contract on the balance sheet (see Note 11).

Loan receivable – On April 14, 2026 ("Closing Date"), the Company entered into a Loan and Guaranty Agreement (the "Loan Agreement") with Qoria, pursuant to which the Company committed to provide a delayed draw term loan facility of up to A$10.0 million (the "DDTL") to Qoria. The full A$10.0 million commitment was drawn as of the Closing Date. The Company elected the fair value option under ASC 825-10-25-1 to account for the DDTL in its entirety at inception, including its embedded contingent conversion feature. Under this election, the DDTL is carried at fair value, with changes in fair value recognized in earnings each reporting period. The DDTL is denominated in Australian dollars (AUD or A$), a currency other than the Company's U.S. dollar functional currency. Because the DDTL is measured at fair value with changes recognized in earnings, its U.S. dollar carrying value at each reporting date reflects both changes in the instrument's underlying contractual and credit characteristics and changes in the USD/AUD exchange rate. The Company does not separately present a foreign currency component, as the entirety of the change in fair value including the effect of currency translation is recognized in mark to market (gain) loss in the Financial Statements.

The Company's DDTL receivable from Qoria, for which the Company has elected the fair value option, is classified as a Level 3 measurement within the fair value hierarchy. The fair value of the DDTL is determined using a discounted cash flow methodology that incorporates the contractual principal, payment-in-kind ("PIK") interest, and Minimum Return Fee provided for under the Loan Agreement, discounted at a rate reflecting a market participant's required return for a subordinated, unsecured obligation of this nature. Significant unobservable inputs include the credit spread applied to the discount rate and the expected timing of repayment. The Company engaged an independent third-party valuation specialist to assist in determining fair value as of June 30, 2026.

14. Net Loss Per Share

Basic and diluted net loss per share attributable to common stockholders is calculated consistent with the methodology described in Note 18 to the Company's audited consolidated financial statements for the year ended December 31, 2025.

Basic and diluted net loss per share attributable to common stockholders was calculated as follows for the six months ended June 30 (in thousands, except per share amounts):

	2026	2025
Numerator:		
Net loss	$ (19,077)	$ (62,223)
Less:		
Dividends on Series A-1 Preferred Stock	(754)	(711)
Dividends on Series A-2 Preferred Stock	(1,706)	(1,609)
Dividends on Series E Preferred Stock	(3,228)	(3,045)
Dividends on Series G Preferred Stock	(5,012)	(4,478)
Deemed dividend for pre-funded equity raise[1]	(22,310)	$ —
Net loss attributable to common stockholders, basic and diluted	$ (52,087)	$ (72,067)
Denominator:		
Weighted-average shares - basic and diluted	30,513	29,155
Loss per share:		
Basic and diluted	$ (1.71)	$ (2.47)

(1) The modification of the Equity Forward Contract in April 2026 (Note 11) represents a modification of a contract in the Company’s own equity which is treated as a deemed dividend to the holders of the Equity Forward Contract. The amount of the deemed dividend has been included in the net loss attributable to common stockholders.

The following table details potentially dilutive outstanding securities excluded from the computation of diluted loss per share, as their effect would have been anti-dilutive for the periods presented (in thousands):

	June 30, 2026	June 30, 2025
Stock options outstanding	26,221	23,758
Unvested restricted stock units	—	1,706
Warrants to purchase common stock(1)	798	474
Series A-1 Preferred Stock	13,240	13,240
Series A-2 Preferred Stock	18,793	18,793
Series B Preferred Stock	1,089	1,089
Series C Preferred Stock	30,334	30,334
Series D Preferred Stock	872	872
Series E Preferred Stock	10,768	10,768
Series F Preferred Stock	11,582	11,582
Series G Preferred Stock	8,721	8,721
	122,418	121,337

(1) The Company has excluded 3,643 and 7,299 warrants to purchase common stock for the six months ended June 30, 2026 and 2025, respectively, with an exercise price of $0.01, from its anti-dilutive securities as these shares were included in our determination of basic loss per share as they represent shares issuable for little or no cash consideration upon the satisfaction of certain conditions pursuant to ASC 260-10-45-14.

The Company's convertible note with Life360 (see Note 7 and Note 13) is contingently convertible upon events that had not occurred as of June 30, 2026 and is excluded from the computation of diluted loss per share. Shares issuable to the Capital Raise Investors described in Note 11 are contingently issuable shares under ASC 260-10-45-48 through 45-57, as their issuance depends on Court approval of the Scheme, admission of Aura to the official list of the ASX, and Implementation of the Transaction actually occurring, rather than solely on the passage of time. Because these contingencies had not been resolved as of June 30, 2026, no shares related to the Capital Raise were included in the computation of basic or diluted weighted-average shares outstanding for the six months ended June 30, 2026.

15. Subsequent Events

Subsequent events were evaluated through August 10, 2026, the date on which the Financial Statements were issued.

On July 1, 2026, the Company received the final $30.0 million tranche of the Capital Raise described in Note 11 completing funding of the $100.0 million aggregate commitment and issued 21.2 million common shares in the form of CDIs.

As previously disclosed (see Note 8), on May 24, 2026, the Company entered into an agreement with BOC to increase its revolving credit facility from $50.0 million to $100.0 million, extend its maturity date, and add Aura Consolidated Group, Inc. as a guarantor, effective upon the satisfaction of certain closing conditions, including consummation of the Qoria acquisition and receipt of at least $75.0 million of new equity proceeds. As of July 21, 2026, these conditions had been satisfied and the amended facility became effective on the same date, increasing the Company's borrowing capacity to $100.0 million and extending the maturity date to July 21, 2029. In July 2026, the Company drew down $28.3 million under the amended facility.

On July 17, 2026, prior to the implementation of the Scheme, all 100.5 million outstanding shares of the Company's Series A-1, Series A-2, Series B, Series C, Series C-1, Series D, Series E, Series F and Series G Preferred Stock (collectively, the "Aura Preferred Shares"), including accrued dividends, converted into approximately 97.0 million shares of common stock in accordance with their terms (see Note 10). Upon conversion, the aggregate carrying value of $485.7 million, previously presented as redeemable preferred stock outside of permanent equity, was reclassified to common stock and additional paid-in capital, and no shares of Preferred Stock remained outstanding.

On July 29, 2026, the Company entered into a first amendment (the "MetLife Amendment") to its Master Distribution and Service Agreement, dated December 31, 2023, with MetLife Consumer Services, Inc. ("MetLife"), a significant distribution partner of the Company (see Note 9). The MetLife Amendment revises the revenue-sharing terms applicable to sales of Standalone Covered Products, formally incorporates the Life360 family-safety application as a bundled third-party service offered alongside the Company's Covered Products, and, effective January 1, 2027, resets the per-customer fee payable to the Company under the FEDVIP Covered Product Schedule. The Company is currently evaluating the impact of the MetLife Amendment on future periods.

16. Business Combinations

On July 17, 2026, the Company completed its previously announced acquisition of 100% of the issued and outstanding ordinary shares of Qoria, a global provider of student and family online-safety technology formerly listed on the Australian Securities Exchange ("ASX") under the ticker QOR. The acquisition was effected by way of a scheme of arrangement under Part 5.1 of the Australian Corporations Act 2001 (Cth) (the "Scheme"), which was approved by Qoria shareholders and the Federal Court of Australia and became effective on July 8, 2026, with implementation occurring on July 17, 2026 (the "Closing Date"). The transaction was first announced on February 2, 2026.

Under the terms of the Scheme, eligible Qoria shareholders received one CDI, each representing one share of Aura common stock, for approximately every 17.32 Qoria shares held, resulting in the issuance of approximately 81.2 million CDIs as scheme consideration. Concurrently with closing, the Company commenced trading on the ASX under the ticker "AXQ." Immediately following closing, former Qoria security holders held approximately 32% of the combined group on a fully diluted basis (approximately 35% before giving effect to the concurrent capital raise). The acquisition combines Aura's consumer online-safety and identity-protection platform with Qoria's school- and family-safety technology to create a larger, more diversified global business.

Because the transaction closed after the end of the period and shortly before issuance of these Financial Statements, the Company has not yet obtained the valuations and other information necessary to identify and measure the fair value of the assets acquired and liabilities assumed, including identifiable intangible assets, or to determine the resulting amount of goodwill. Accordingly, the Company is not yet able to provide the disclosures required by ASC 805-10-50-2, including a condensed consolidated balance sheet of amounts recognized for assets acquired and liabilities assumed. The Company will include these disclosures, along with any pro forma information required by ASC 805, in a future filing once the initial accounting for the business combination has been completed, and no later than the measurement period permitted under ASC 805.

Because the acquisition closed after June 30, 2026, no results of operations of Qoria are included in the Company's condensed consolidated financial statements for the three and six months ended June 30, 2026.

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Review Report of Independent Registered Public Accounting Firm

To the Stockholders and the Board of Directors of Aura Consolidated Group, Inc.

Results of Review of Interim Financial Statements

We have reviewed the accompanying condensed consolidated balance sheet of Aura Consolidated Group, Inc. and Subsidiaries (the Company) as of June 30, 2026, the related condensed consolidated statements of operations and comprehensive loss, changes in redeemable preferred stock and stockholders' deficit and cash flows for the six-month periods ended June 30, 2026 and 2025, and the related notes (collectively referred to as the "consolidated interim financial statements"). Based on our reviews, we are not aware of any material modifications that should be made to the consolidated interim financial statements for them to be in conformity with U.S. generally accepted accounting principles.

We have previously audited, in accordance with the standards of the Public Company Accounting Oversight Board (United States) (PCAOB), the consolidated balance sheet of the Company as of December 31, 2025, and the related consolidated statements of operations and comprehensive loss, changes in redeemable preferred stock and stockholders' deficit and cash flows for the year then ended, and the related notes (not presented herein); and in our report dated March 25, 2026, we expressed an unqualified audit opinion on those consolidated financial statements. In our opinion, the information set forth in the accompanying condensed consolidated balance sheet as of December 31, 2025, is fairly stated, in all material respects, in relation to the consolidated balance sheet from which it has been derived.

Basis for Review Results

These financial statements are the responsibility of the Company's management. We are a public accounting firm registered with the PCAOB and are required to be independent with respect to the Company in accordance with the U.S. federal securities laws and the applicable rules and regulations of the SEC and the PCAOB. We conducted our review in accordance with the standards of the PCAOB. A review of interim financial statements consists principally of applying analytical procedures and making inquiries of persons responsible for financial and accounting matters. It is substantially less in scope than an audit conducted in accordance with the standards of the PCAOB, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Ernst & Young LLP

Baltimore, MD
August 10, 2026