PNGX MARKET ANNOUNCEMENT

HALF-YEAR RESULTS FOR THE SIX MONTHS ENDED 30 JUNE 2026

15 September 2026

NGIP Agmark Limited announces financial results for the six months ended 30 June 2026.

Lower than forecasted cocoa production and export tonnage from Papua New Guinea and the anticipated correction in international market cocoa prices from the highs of 2024 and 2025 have caused a significant drop in Sales, Gross Profit and EBIT

Group Results

	YTD JUNE 2026 (PGK)	YTD JUNE 2025 (PGK)	
Revenue	**123.6m**	**279.0m**	Down 56%
Net Profit After Tax	**1.9m**	**26.4m**	Down -93%
Net Operating Cash Flow	**37.1m**	**-77.3m**	Up 308%
Total Assets	**250.4m**	**356.9m**	Down 42.6%
Nett Assets	**166.3m**	**156.4m**	Up 6%
Bank Overdraft	**29.6m**	**133.3m**	Down 350%

Cocoa – Lower Production and Market Prices

International cocoa prices were approximately **49% lower** than the corresponding period in 2025. PNG of course remains a price taker in international markets. Prices are mainly influenced by global demand and exports from major West African producers.

Cocoa harvest in Papua New Guinea for the same period was adversely affected by wet weather, flooding and prolonged strong winds across a number of cocoa-growing regions. Such conditions damage crops, disrupt transport and reduce the availability of export-quality cocoa.

PNG cocoa tonnage exported by Agmark for the six-month period was **58% lower** than the corresponding period in 2025.

Other Trading Divisions – 4% increase in revenue

Non-cocoa divisions reported a pleasing 4% increase in revenue demonstrating or business units ability to operate satisfactorily amidst cocoa market volatility.

Financial Position – Reduced Working Capital and Borrowings

The lower cocoa purchasing volumes and lower cocoa prices significantly reduced the Group's working capital requirements during the period.

Total liabilities decreased **K84.0 million**, (K200.5 million at 30 June 2025).

Group bank overdrafts improved to **K29.6 million**, (K133.3 million 30 June 2025)

Chairman's Comments

NGIP Agmark Chairman **Nicholas Lyons** said:

"The first half of 2026 was challenging for Agmark's cocoa operations. Significantly lower cocoa production in Papua New Guinea compounded the impact of reduced world market prices.

Agmark has remained profitable and maintained a strong financial position despite seeing substantially lower revenue and profitability than during the market conditions of 2024 and 2025.

NGIP Agmark remains committed to cocoa operations and to the communities with whom we trade, continuing to operate from a full network of trading locations. We will exercise disciplined financial and working capital management through the current cocoa cycle."

Outlook

The Group's performance for the remainder of 2026 will continue to be strongly influenced by cocoa production levels in Papua New Guinea, international cocoa prices and prevailing weather conditions.

Management will keep the business strategically positioned to best benefit from recovery in cocoa production and international market conditions. Non-cocoa divisions will provide bottom-line resilience both synergistically and independently of cocoa exports.

NGIP Agmark remains committed to its long-term role in Papua New Guinea's cocoa industry and to delivering sustainable value for shareholders.