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30 April 2025 **ASX/Media Release (ASX: KNM)**

Quarterly Activities Report & Appendix 4C

KNeoMedia Limited ("**KneoMedia**", "**KNM**" or the "**Company**"), a SaaS and CSP publishing company delivering world-class education and assessment products, provides this update on activities and performance for the quarter ended 31 March 2025. All figures are in AUD unless stated otherwise.

Corporate Update

Progress Toward ASX Reinstatement:
Since the suspension of the Company's shares on 7 March 2024, the Board has remained focused on securing the necessary funding and satisfying ASX listing rule requirements to enable a timely resumption of trading. Key achievements to date include the successful completion of the FY2024 financial audit and confirmation of an appropriate working capital position.

In September 2024, the Company completed a $1.25 million placement to sophisticated investors, which was approved by shareholders at the Extraordinary General Meeting held on 27 August 2024. This was followed by a fully underwritten entitlement offer in December 2024, raising a further $1.657 million. The offer allowed existing shareholders to participate on similar terms to the placement, with Directors providing additional support via sub-underwriting and the conversion of loans into equity.
With both capital raisings finalised and revenue continuing, particularly through the KneoScience platform, the Company is nearing a sustainable working capital position. The expected finalisation of key contracts and payments from the New York City Department of Education is anticipated to further strengthen the Company's financial position and support the lifting of the ASX suspension.
The Directors reaffirm the Going Concern Statement as outlined in the FY2024 Annual Report, with core assumptions either already achieved or progressing in line with expectations**.**

Operational and Review Update

During the quarter an additional revenue was received of US$450,000 (approx A$726,000) with proceeds noted as in transit at December quarter end and banked during the current quarter. The additional KneoWorld revenue assists with further uptake scaling of its new KneoScience Edtech Content Services Platform **(CSP).**

The Company continued to invest in Intellectual Property of $351,000 (December quarter $186,000 and September quarter $307,000) primarily on the development of the additional **KneoScience CSP** developed in close cooperation with the New York City Department of Education ("NYC DOE"). Part of the development cost was the inclusion of the mandated 9 language translations to cater for the wide range of New York City student nationalities, with a full Spanish translation being release today.

As a result of the co-design and the Company's development investment in KneoScience, on 16 October 2024, KneoMedia announced deployment of its new EdTech Platform solution for mandated New York City Department of Education Curriculum**,** to three districts within the NYC DOE encompassing an initial 35,000 licence deployment to elementary and middle school students.

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- **Additional Districts** - Since that announcement KneoScience has been deployed to a further 3 Districts now encompassing a total of $140,000 elementary and middle school students with a further 3 Districts currently queued for participation bringing the total to date of 180,000 students and 15,000 teachers and administrators

- **Agreement progression** - Based on recent District deployments, the total student numbers has now surpassed the proposed agreement with the DOE for initial deployment to 120,000 students, for the 2024-2025 school year, as reported in the FY 2024 Annual Report, at a now anticipated value of USD3.6 million on a recurring annual student seat licence basis. The CEO is located in New York negotiating finalisation of the proposed contract and its extension to accommodate additional licences accruing daily. the Company anticipates reporting confirmation of the contract and payment in the near term. Additional Districts seeking to adopt the **KneoScience CSP** digital platform in lieu of the cumbersome paper-based platform, will give rise to further proportionate revenue.

- **High School Inclusion** – The initial Science Investigations included grades 3-8 in Elementary and Middle Schools. At the request of the DOE, KNM has now added the Biology Investigations for High School students to its Content Services Platform and envisages deployment to students in February 2025. This is a most significant development and reinforces the unique value the DOE attributes to the KneoScience platform. The inclusion of 530 High Schools increases potential student deployment by 300,000 and, subject to final agreement, potential substantial revenue. While the Company has invested in this additional content inclusion, it will secure contractional arrangements before meeting deployment requests.

CONTINUOUS DISCLOSURE

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

RELATED PARTY PAYMENTS

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

AUTHORISED FOR RELEASE BY THE BOARD.

About KNeoMedia Limited:

KneoMedia Limited (ASX: KNM) is a SaaS and CSP publishing company that delivers world-class education and assessment products to global markets in both general and special education classrooms via its KneoWorld and KneoScience platforms. Student seat licences are sold to education departments on an annual basis and via distribution agreements. Researched and evidence based, programs are mapped and measured to curriculum or deliver curriculum with student performance data delivered via the educator dashboard.

KneoWorld and KneoScience are fully compliant with child online privacy protection including US COPPA, European GDPR and a Google Education Partner. Our proven ability to engage, educate and assess provides a global education market opportunity selling on a business-to-business strategy.

For further information, please contact:

Visit the InvestorHub here: https://investorhub.kneomedia.com/

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Appendix 4C

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

Name of entity

KNEOMEDIA LIMITED

ABN	**Quarter ended ("current quarter")**
41 009 221 783	31 March 2025

Consolidated statement of cash flows		**Current quarter $A'000**	**Year to date (9 months) $A'000**
1.	**Cash flows from operating activities**		
1.1	Receipts from customers	726	1,391
1.2	Payments for		
	(a) research and development	-	-
	(b) product manufacturing and operating costs	(38)	(146)
	(c) advertising and marketing	(48)	(234)
	(d) leased assets		
	(e) staff costs	(206)	(551)
	(f) administration and corporate costs	(293)	(433)
1.3	Dividends received (see note 3)		-
1.4	Interest received	-	1
1.5	Interest and other costs of finance paid	(13)	(13)
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	-
1.8	Other (customer operating receipts $726,000 in transit received January 2025 reported for the Dec2024 quarter has been revised for this quarter as the recognition was outside ASX in transit guidelines due to Xmas break, instead the receipt of $726,000 is reported in the Mar25 quarter at 1.1 The YTD value is not effected)	-	-
1.9	**Net cash from / (used in) operating activities**	**128**	**15**

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Consolidated statement of cash flows		Current quarter $A'000	Year to date (9 months) $A'000
2.	**Cash flows from investing activities**		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) businesses	-	-
	(c) property, plant and equipment	(3)	(3)
	(d) investments	-	-
	(e) intellectual property	(351)	(1,006)
	(f) other non-current assets	-	-
2.2	Proceeds from disposal of:		
	(a) entities	-	-
	(b) businesses	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) intellectual property	-	-
	(f) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
2.6	**Net cash from / (used in) investing activities**	**(354)**	**(1,009)**

3.	**Cash flows from financing activities**		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	1,866
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	2	(146)
3.5	Proceeds from borrowings	-	30
3.6	Repayment of borrowings	-	(30)
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-

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Consolidated statement of cash flows		Current quarter $A'000	Year to date (9 months) $A'000
3.9	Other (director's and other loans to the company converted to equity as part of underwriting agreements)	-	(325)
3.10	**Net cash from / (used in) financing activities**	**2**	**1,395**

4.	**Net increase / (decrease) in cash and cash equivalents for the period**		
4.1	Cash and cash equivalents at beginning of period	615	33
4.2	Net cash from / (used in) operating activities (item 1.9 above)	128	15
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(354)	(1,009)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	2	1,395
4.5	Effect of movement in exchange rates on cash held	(130)	(173)
4.6	**Cash and cash equivalents at end of period**	**261**	**261**

5.	**Reconciliation of cash and cash equivalents** at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	**Current quarter $A'000**	**Previous quarter $A'000**
5.1	Bank balances	261	615
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (customer receipts) cash in transit	-	-
5.5	**Cash and cash equivalents at end of quarter (should equal item 4.6 above)**	**261**	**615**

6.	**Payments to related parties of the entity and their associates**	**Current quarter $A'000**
6.1	Aggregate amount of payments to related parties and their associates included in item 1	-
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-

Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.

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7.	**Financing facilities** *Note: the term "facility' includes all forms of financing arrangements available to the entity.* *Add notes as necessary for an understanding of the sources of finance available to the entity.*	**Total facility amount at quarter end $A'000**	**Amount drawn at quarter end $A'000**
7.1	Loan facilities	-	-
7.2	Credit standby arrangements	2,000	-
7.3	Other (please specify)	-	-
7.4	**Total financing facilities**	2,000	-

7.5	**Unused financing facilities available at quarter end**	2,000

7.6 Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.

7.2 Access to a $2m facility equity line of credit provided by Stratford Capital valid to 31 January 2026. Utilisation of the facility agreement requires that the Company not be suspended at time of drawdown. The $2 million Equity Placement facility was, on 24th January extended to 31 January 2026 and all and any previous and current defaults under the agreement were waived. Under the facility the Company can nominate a placement amount of between $150,000 at its full discretion and up to $500,000 with investor consent provided the company has available capacity and combined placements do not exceed 5% of the Company's issued shares.

8.	**Estimated cash available for future operating activities**	**$A'000**
8.1	Net cash from / (used in) operating activities (item 1.9)	128
8.2	Cash and cash equivalents at quarter end (item 4.6)	261
8.3	Unused finance facilities available at quarter end (item 7.5)	
8.4	Total available funding (item 8.2 + item 8.3)	389
8.5	**Estimated quarters of funding available (item 8.4 divided by item 8.1)**	N/A

Note: if the entity has reported positive net operating cash flows in item 1.9, answer item 8.5 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.5.

8.6 If item 8.5 is less than 2 quarters, please provide answers to the following questions:

8.6.1 Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?

Answer: n/a

8.6.2 Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?

Answer: n/a

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

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

Compliance statement

1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.

2 This statement gives a true and fair view of the matters disclosed.

Date: .....30 April 2025.....

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

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.

2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standard applies to this report.

3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.

4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [*name of board committee – eg Audit and Risk Committee*]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".

5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.

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