Rule 5.11

Appendix 5B

Half yearly results

Name of entity

Steamships Trading Company Limited

ARBN	Half year ended ('current period')
055836952	30 June 2026

Results for announcement to the market–

				K'000
Revenues from ordinary operations	Up/~~Down~~	14.3%	to	413,373
Profit (loss) from ordinary operations after tax	~~Up~~/Down	(10.2%)	to	23,591
Profit (loss) attributable to members	~~Up~~/Down	(12.2%)	to	21,809

Dividends (distributions)	Amount per security	Franked amount per security
Final Dividend – 2025	65t	0t
Interim Dividend – 2026	35t*	0t

Record date for determining entitlements to the dividend	Not Applicable
Refer Pages 3 and 4 for commentary.	

This report is to be read in conjunction with the most recent annual financial report.

** Proposed interim dividend, subject to Board approval.*

Directors' Report

The directors present their report together with the condensed interim consolidated financial information for the half-year ended 30 June 2026.

Directors:

The directors of the Company during or since the end of the half-year are:

G.L. Cundle Chairman	Director since 2013 and Chairman since 2015
P.J. Aitsi, MBE	Director since 2021
L.M. Bromley	Director since 2019
D.H. Cox OL, OBE	Director since 2003
C.K. Daniells	Director since 2024
C.D. Hansor	Appointed as Director on 25 May 2026
C. Kasou	Director since 2024
A. Mistroni	Director since 2024
J.B. Rae Smith	Director since 2019

Commentary

Half Year Report to the Stock Exchange

The Directors of Steamships Trading Company Limited (Steamships) announce an unaudited profit after tax and minority interests of K21.8 million for the six months to June 2026, a decrease of 12.2% over the same period in 2025. Profit before tax includes the following items:

- K6.8 million cash spend related to ongoing upgrade of enterprise resource planning (ERP) system
- K1.1 million insurance proceeds
- K0.4 million net gain on property disposals

Revenue from ordinary operations increased 14.3% to K413.4 million compared to the same period last year.

Underlying profit attributable to shareholders increased 27.2%, reflecting continued growth across the Group's portfolio. All divisions delivered results consistent with management's expectations.

	6 months ended 30 June 2026 K000's	**6 months ended 30 June 2025 K000's**	**Change**
Net Profit attributable to shareholders	**21,809**	**24,840**	**(12.2%)**
Add / (Less) impact of significant items (post tax and minority interest)			
ERP implementation expensed	4,731	6,671	
Net insurance claim settlement income – property damages	(785)	-	
Gain on disposal of assets	(298)	(11,491)	
Total impact of significant items	**3,648**	**(4,820)**	
Underlying profit attributable to shareholders	**25,457**	**20,020**	**27.2%**

The charge for depreciation for the year to date of K62.4 million compared to K60.0 million in the same period in 2025. Capital investment increased for the six months, being K164.0 million (through existing facilities and available funding arrangements) against K130.5 million in 2025.

The Group's net operating cash flow generation increased to K115.8 million from K69.3 million in 2025. The Group had K28.0 million in cash and bank on 30th June 2026 (K37.9 million on 30th June 2025).

An interim dividend of 35 toea has been proposed, subject to Board approval.

Trading Performance

The Hospitality division delivered results in line with expectations during a period of continued extensive refurbishment programs across its Port Moresby properties. These renovations are expected to be completed over the next 12 months and will significantly strengthen the customer experience and quality of the product offering.

The Property division performed in line with expectations with demand across its commercial and residential property portfolio remaining healthy. The first phase of the Dobel Shopping Centre is expected to open next quarter, with Phase 2 scheduled for completion in 2027.

The Logistics division delivered results in line with expectations and reported growth on prior year supported by an increase in freight volumes underpinned by an improvement in reliability across the Marine business.

Colgate-Palmolive (PNG) Limited, a PNG-incorporated joint venture, continued to deliver results consistent with expectations despite foreign exchange pressures on margins.

Trading outlook

Steamships remains cautiously optimistic about trading conditions for the second half of the year, supported by the ongoing investments in its product upgrades and service improvements across its portfolio and the strengthening business sentiment attributable to the uptick in activity from the resource sector.

CONDENSED INTERIM CONSOLIDATED FINANCIAL INFORMATION

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE SIX MONTHS ENDED 30 JUNE 2026

	6 months ended 30 June 2026 K'000	6 months ended 30 June 2025 K'000
Revenue		
Revenue from operations	413,373	361,597
Other income (Note 3)	1,548	16,412
Operating expenses		
Cost of goods and services	(75,258)	(72,189)
Staff costs	(126,224)	(98,253)
Depreciation and amortisation	(62,364)	(59,996)
Electricity and fuel	(30,592)	(29,601)
Motor vehicle and vessel expenses	(20,711)	(17,376)
Security costs	(6,536)	(7,124)
Insurance	(5,586)	(4,318)
Finance costs - net	(4,826)	(5,773)
Other operating expenses	(53,372)	(48,674)
Share of net profit of associates and joint venture entities accounted for using the equity method	4,051	3,290
Profit from operations before income tax	33,503	37,995
Income tax expense (Note 6)	(9,912)	(11,730)
Profit for the six-month period	23,591	26,265
Other comprehensive loss		
Exchange differences arising from a foreign operation	(100)	-
Total comprehensive income attributable to Continuing Operations	23,491	26,265
Total comprehensive income is attributable to:		
Owners of Steamships Trading Company Limited	21,809	24,840
Non-controlling interests	1,682	1,425
	23,491	26,265
Basic and Diluted Earnings per security	70.3t	80.1t

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTHS ENDED 30 JUNE 2026

	Share Capital K'000	Retained Earnings K'000	Other Reserves K'000	Total K'000	Non-controlling Interests K'000	Total Equity K'000
Balance at 1 January 2025	**24,200**	**1,083,520**	**(40,295)**	**1,067,425**	**17,498**	**1,084,923**
Profit for the period	-	24,840	-	24,840	1,425	26,265
Dividends	-	(9,302)	-	(9,302)	-	(9,302)
Balance at 30 June 2025	**24,200**	**1,099,058**	**(40,295)**	**1,082,963**	**18,923**	**1,101,886**
Profit for the period	-	42,220	-	42,220	1,607	43,827
Dividends	-	(12,404)	-	(12,404)	-	(12,404)
Balance at 31 Dec 2025	**24,200**	**1,128,874**	**(40,295)**	**1,112,779**	**20,530**	**1,133,309**
Profit for the period	-	21,909	-	21,909	1,682	23,591
Dividends	-	(20,155)	-	(20,155)	-	(20,155)
Other comprehensive loss – foreign currency translation reserve	-	-	(100)	(100)	-	(100)
Balance at 30 June 2026	**24,200**	**1,130,628**	**(40,395)**	**1,114,433**	**22,212**	**1,136,645**

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION	As at 30 June 2026 K'000	As at 31 Dec 2025 K'000	As at 30 June 2025 K'000
Current Assets			
Cash and cash equivalents	28,001	37,670	37,860
Receivables and prepayments	166,016	202,213	181,918
Inventories	61,428	52,856	50,326
Income tax receivable	503	8,580	16,030
Assets held for sale (Note 4)	614	-	-
Total Current Assets	**256,562**	**301,319**	**286,134**
Non-Current Assets			
Property, plant and equipment	842,176	843,852	879,198
Investment properties	552,526	445,708	401,310
Investments in related companies	79,697	75,585	72,999
Intangible assets	76,433	76,433	76,433
Loans to related companies	191,146	167,039	158,188
Deferred tax assets	4,528	8,065	6,632
Total Non-Current Assets	**1,746,506**	**1,616,682**	**1,594,760**
Total Assets	**2,003,068**	**1,918,001**	**1,880,894**
Current Liabilities			
Trade and other payables	98,651	99,945	139,171
Lease liabilities	2,872	2,344	2,326
Provisions for other liabilities and charges	6,058	7,328	7,456
Loans from related companies	4,656	3,158	2,772
Loan from a minority shareholder	160	160	160
Borrowings	30,000	170,530	89,675
Total Current Liabilities	**142,397**	**283,465**	**241,560**
Non-Current Liabilities			
Other payables	25,405	25,405	29,414
Lease liabilities	53,398	52,256	52,923
Deferred tax liabilities	38,107	49,858	39,217
Borrowings	590,171	359,985	402,845
Provisions for other liabilities and charges	16,945	13,723	13,049
Total Non-Current Liabilities	**724,026**	**501,227**	**537,448**
Total Liabilities	**866,423**	**784,692**	**779,008**
Net Assets	**1,136,645**	**1,133,309**	**1,101,886**
Equity			
Share capital	24,200	24,200	24,200
Retained earnings	1,130,628	1,128,874	1,099,058
Other reserves	(40,395)	(40,295)	(40,295)
Capital and reserves attributable to the Company's shareholders	1,114,433	1,112,779	1,082,963
Non-controlling interests	22,212	20,530	18,923
Total Equity	**1,136,645**	**1,133,309**	**1,101,886**

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE SIX MONTHS ENDED 30 JUNE 2026

	6 months ended 30 June 2026 K'000	6 months ended 30 June 2025 K'000
Cash flows related to operating activities		
Receipts from customers	450,691	339,667
Payments to suppliers and employees	(317,878)	(244,050)
Interest and other items of similar nature received	5,144	1,068
Interest and other costs of finance paid	(13,248)	(18,494)
Income taxes paid	(8,946)	(8,890)
Net cash from operating activities	**115,763**	**69,301**
Cash flows related to investing activities		
Purchases of property, plant and equipment	(163,957)	(130,475)
Loan issued to a joint venture	(27,369)	-
Net loans repaid by related companies	1,228	5,179
Proceeds from sale of property, plant and equipment	543	19,499
Subscription of additional shares in joint venture companies	-	(20,873)
Dividends received from an associate	-	2,500
Net cash used in investing activities	**(189,555)**	**(124,170)**
Cash flows related to financing activities		
Proceeds from borrowings	100,000	93,000
Dividends paid to shareholders	(20,137)	-
Repayments of borrowings	(14,332)	(25,242)
Lease repayments	(1,408)	(1,264)
Net cash from financing activities	**64,123**	**66,494**
Net (decrease) / increase in cash held	(9,669)	11,625
Net cash at beginning of the period	37,670	26,235
Net cash at end of the period *(see Reconciliation of cash)*	**28,001**	**37,860**

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, term deposits	28,001	37,860
Bank overdraft	-	-
Total cash at end of period	**28,001**	**37,860**

OTHER NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

1. Ratios	Current period	Previous corresponding Period
Profit before tax / revenue Consolidated profit from ordinary activities before tax as a percentage of revenue	8.1%	10.5%
Profit after tax / equity interests Consolidated net profit from ordinary activities after tax attributable to members as a percentage of equity (similarly attributable) at the end of the period	2.0%	2.3%
Earnings per security (EPS)		
Calculation of the following in accordance with *IAS33: Earnings per Share*		
(a) Basic EPS	70.3t	80.1t
(b) Diluted EPS	70.3t	80.1t
(c) Weighted average number of ordinary shares outstanding during the period used in the calculation of the Basic EPS	31,008,237	31,008,237
NTA backing		
Net tangible asset backing per ordinary security	K34.19	K33.07

2. Material interests in entities which are not controlled entities

Name of entity	Percentage of ownership interest held at end of period or date of disposal		Equity accounted for contribution to net profit (loss)	
Equity accounted associates and joint venture entities	Current period	Previous corresponding period	Current period - K'000	Previous corresponding period - K'000
Colgate Palmolive Limited	51	51	2,721	1,712
Riback Stevedoring Limited	49	49	-	-
Makerio Stevedoring Limited	45	45	(83)	17
Nikana Stevedoring Limited	45	45	158	258
Harbourside Development Limited	50	50	-	-
Pacific Rumana Limited	50	50	499	364
Viva No. 31 Limited	50	50	34	75
Wonye Limited	50	50	632	759
Wonye No. 2 Limited	50	50	121	105
Gulf Maritime Services Limited	47.5	47.5	(28)	-
Hebamo Transport Limited	49	49	(3)	-
Total			4,051	3,290

3. Other income

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

4. Assets held for sale

Assets held for sale relate to Madang, Lae and Kokopo properties.

5. Basis of Accounting

This interim consolidated financial information has been prepared in accordance with IAS 34 Interim Financial Reporting.

For more details on the accounting policies, please refer to the annual report of Steamships Trading Company Limited for the year ended 31 December 2025. The Group applies International Financial Reporting Standards and other generally accepted accounting practice in Papua New Guinea. These policies have been consistently applied to all periods presented. There were no changes in significant accounting policies in the current half year period.

6. 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	33,503	37,995
Prima facie tax on profit before income tax at 30%	10,051	11,399
Tax on non-assessable income	(1,215)	(987)
Tax on non-deductible expenses	550	483
Adjustments of current tax of prior periods	(655)	531
Unrecognised deferred tax asset on losses	1,181	304
	9,912	11,730

7. Contingent and Other 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 material losses are anticipated in respect of these guarantees.

8. Capital Commitments

As at 30 June 2026, the Group had contracts outstanding for capital expenditure of K39.9 million in respect of property developments, tugs and vessels and all due within 12 months (prior year capital commitments of K46.8 million all due within 12 months).

9. 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
June 2026				
External revenue and other income	147,461	262,793	4,667	414,921
Interest revenue	-	18	10,091	10,109
Interest expense	(2,860)	-	(12,075)	(14,935)
Segment results	45,361	14,453	(30,362)	29,452
Add: Share of associate and joint venture profit	-	-	4,051	4,051
Total segment result	45,361	14,453	(26,311)	33,503
Income tax credit /(expense)	30	(3,100)	(6,842)	(9,912)
Group profit from continuing operations	45,391	11,353	(33,153)	23,591
Segment assets	1,389,316	415,064	198,688	2,003,068
Segment liabilities	(272,720)	(218,372)	(375,331)	(866,423)
Net assets	1,116,596	196,692	(176,643)	1,136,645
Capital expenditure	88,403	65,574	9,980	163,957
Depreciation	(23,232)	(37,715)	(1,417)	(62,364)
Cost of goods and services	13,385	(87,515)	(1,128)	(75,258)
Staff costs	(29,639)	(80,446)	(16,139)	(126,224)
Significant items:				
ERP costs	-	-	(6,759)	(6,759)
Net insurance proceeds	1,121	-	-	1,121
Net gain on asset disposal	-	427	-	427

	Property and Hospitality	Logistics	Commercial and Investment	Total
	K'000	K'000	K'000	K'000
June 2025				
External revenue and other income	151,604	224,948	1,457	378,009
Interest revenue	-	40	5,045	5,085
Interest expense	(2,360)	-	(8,498)	(10,858)
Segment results	58,994	4,160	(28,449)	34,705
Add: Share of associate and joint venture profit	-	-	3,290	3,290
Total segment result	58,994	4,160	(25,159)	37,995
Income tax (expense) / credit	(17,698)	(1,248)	7,216	(11,730)
Group profit from continuing operations	41,296	2,912	(17,943)	26,265
Segment assets	1,044,023	625,537	211,334	1,880,894
Segment liabilities	(105,456)	(404,785)	(268,767)	(779,008)
Net assets	938,567	220,752	(57,433)	1,101,886
Capital expenditure	93,078	37,397	-	130,475
Depreciation	(22,177)	(36,522)	(1,297)	(59,996)
Cost of goods and services	(34,862)	(36,384)	(943)	(72,189)
Staff costs	(28,272)	(56,232)	(13,749)	(98,253)
Significant items:				
Net gain on asset disposal	16,428	(16)	-	16,412
ERP costs	-	-	(9,531)	(9,531)

10. Subsequent events

On 7th July 2026, the Group completed the sale of its Madang property for a total consideration of K5.2 million.

Signed in accordance with a resolution of, and on behalf of the Board.

A. Mistroni	C.K. Daniells
Finance Director	Managing Director

Report on review of the condensed interim consolidated financial information
to the Directors of Steamships Trading Company Limited

Introduction
We have reviewed the accompanying condensed consolidated statement of financial position of Steamships Trading Company Limited (the Company) and its subsidiaries (together the Group) as at 30 June 2026 and the related condensed consolidated statements of comprehensive income, changes in equity and cash flows for the six-month period then ended and notes, comprising material accounting policy information and other explanatory notes. The Directors are responsible for the preparation and presentation of this consolidated interim condensed financial information in accordance with International Accounting Standard 34, 'Interim Financial Reporting'. Our responsibility is to express a conclusion on this condensed interim consolidated financial information based on our review.

Scope of review
We conducted our review in accordance with International Standard on Review Engagements 2410, 'Review of interim financial information performed by the independent auditor of the entity'. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion
Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim consolidated financial information is not prepared, in all material respects, in accordance with International Accounting Standard 34, 'Interim Financial Reporting'.

Restriction on distribution or use
This report is made solely to the Directors of the Company, as a body. Our review work has been undertaken so that we might state to the Directors those matters which we are required to state to them in our review report and for no other purpose. We do not accept or assume responsibility to anyone other than the Directors of the Company, as a body, for our review work, for this report or for the conclusion we have formed.

PRICEWATERHOUSECOOPERS

PricewaterhouseCoopers

Chris Wickenhauser
Partner
Registered under the Accountants Act 1996

Port Moresby
28 August 2026

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