

11 November 2025

Trading Update and Update on Project Management Software Implementation and Work in Progress Review

Tamawood Limited provides the following update on the implementation of its new enterprise project management software and the associated review of Work in Progress (WIP) reporting.

Since resuming the role of Executive Chairman, I have overseen the rollout of the Company's new enterprise software system. The implementation has already delivered measurable operational efficiencies, contributing to a 39% increase in sales for the first four months of FY26, compared with the corresponding period in FY25. The Company's cash position has also strengthened significantly to \$5.85 million, up from \$3.443 million at the end of FY25.

The cost of the system implementation has been fully absorbed by the software supplier, Senterprisys Limited.

During the implementation process, it was identified that certain automated reports relating to Work in Progress were not correctly calculating WIP amounts. As a result, the Company is currently unable to confidently verify the accuracy of October's results. These reports are integral to Tamawood's overall profit calculations.

In accordance with the AASB 15 Standard, revised WIP calculations are being developed and tested. While it is my view that these revisions are likely to have a positive impact on the Company's financial results, I have requested that the Board enter a trading blackout period, which the Board has agreed to, while our external auditors and the Chair of the Audit Committee conduct a comprehensive review of the WIP report, underlying data and reporting systems.

I take full responsibility for this matter and will provide an update to the market once the review is complete and the findings have been finalised by the auditors and the Chair of the Audit Committee. The blackout period will remain in place until the findings have been announced to market.

Authorised by:
Lev Mizikovsky
Chairman