

TD1 Q4-FY25 ACTIVITIES REPORT & APPENDIX 4C

HIGHLIGHTS

- TALi's wholly owned subsidiary YCDI Education Australia Pty Ltd, acquired the assets of You Can Do It! from the Bernard Group Pty Ltd.
- \$800k (before costs) was raised from the private placement of fully paid ordinary shares to sophisticated and professional investors and \$138k (before costs) raised from its Entitlement Offer with the Board reserving the right to place the \$530k shortfall within three months
- TALi operating cash burn remains low, consistent with previous guidance.

YCDI! EDUCATION AUSTRALIA

On 16 June 2025, TALi Digital Ltd (TALi), through its wholly owned subsidiary YCD Education Australia Pty Ltd (YCDI), announced the acquisition of the You Can Do It! (YCDI!) business and assets from The Bernard Group Pty Ltd. YCDI! is a well-established Australian social-emotional learning program designed to enhance the social, emotional, and academic development of young people aged 3 to 18+. The acquisition includes digital and non-digital educational resources, intellectual property, and the learning management system (LMS) platform used for program delivery.

The Board is enthusiastic about the strategic alignment between YCDI!'s offerings and TALi's existing capabilities. TALi's directors view the acquisition as a complementary fit that supports the Company's objective of restoring shareholder value by integrating its proprietary technology into mainstream education. The acquisition was funded using existing cash reserves, with an upfront payment of \$1.14 million and a deferred payment of \$0.2 million over 24 months.

Since the acquisition, TALi has focused on maintaining service continuity and safeguarding the integrity of YCDI!'s educational programs. Further business updates, including revenue performance, will be provided in due course.

GENIUS PARTNERSHIP UPDATE

In March 2025, TALi announced that Genius had entered voluntary administration. TALi is actively engaging with Genius's administrator and anticipates regaining full access and rights to the TALi products in the upcoming quarter.

CAPITAL RAISING AND FINANCE UPDATE

In June 2025, TALi Digital Ltd (TALi) completed a Placement of 800,000,000 fully paid ordinary shares at an issue price of \$0.001 per share to sophisticated and professional investors, raising \$0.8 million before costs. Following this, TALi launched an Entitlement Offer aimed at raising an additional \$0.7 million. Of this amount, \$0.14 million was subscribed by existing shareholders, with funds received in July 2025. TALi retains the right to place the remaining \$0.53 million shortfall within three months of the Entitlement Offer's closing date.

As at 30 June 2025, TALi held a closing cash balance of \$1.3 million. The Company reported a net operating cash outflow of \$0.1 million for Q4 FY25, consistent with Q3 FY25. Operating cashflows for the quarter included:

- \$0.1 million in administration and corporate expenses
- Less than \$0.1 million in interest income from cash holdings

The total net cash outflow for Q4 FY25 was \$0.4 million.

In accordance with Listing Rule 4.7C, TALi disclosed related party payments of approximately \$49,000 in item 6.1 of the Appendix 4C, which included fees paid to Non-Executive and Executive Directors.

Release authorised by:

The Board of TALi Digital Limited

CONTACT

Corporate

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Executive Chair

TALi Digital

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About TALi Digital

TALi Digital Limited (ASX: TD1) is a digital health company focused on delivering diagnostic and therapeutic solutions to enhance attention and overall cognitive function. The Company has built a patented platform technology with the first programs targeting cognitive attention skills during early childhood via an evidence-based screening tool (DETECT®) incorporated into training modules (TRAIN® and ReadyAttentionGo!).

These programs are designed to be play-based interactions and can be complementary to existing therapy, placing TALi at the forefront of improving early intervention for childhood attention and concentration performance, which supports our vision to deliver a personalised digital experience to enhance cognitive care.

A continuous innovation focus will see the Company deliver a series of product developments relevant to ADHD (Attention Deficit Hyperactivity Disorder) and ASD (Autism Spectrum Disorder).

Learn more at talidigital.com.

In June 2025, TALi Digital expanded its portfolio with the acquisition of You Can Do It! Education (YCDI!), a leading Australian social-emotional learning program. YCDI! has reached over one million students and is aligned with the ACARA national curriculum. Recognised by Beyond Blue's Be You initiative, it provides evidence-based programs for children aged 3 to 18, self-paced tertiary online courses, professional development for educators, and parent education micro courses. These programs focus on five essential social-emotional skills: confidence, persistence, organisation, getting along, and resilience. This acquisition enhances TALi's presence in the education sector and underscores its dedication to delivering innovative and accessible solutions.

Learn more at youcandoiteducation.com.au.

Appendix 4C

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

Name of entity

TALi DIGITAL LIMITED

ABN

53 108 150 750

Quarter ended ("current quarter")

30 June 2025

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
1. Cash flows from operating activities			
1.1 Receipts from customers	-	-	-
1.2 Payments for			
(a) research and development	-	-	-
(b) product manufacturing and operating costs	-	-	-
(c) advertising and marketing	-	-	-
(d) leased assets	-	-	-
(e) staff costs	-	-	-
(f) administration and corporate costs	(95)	(442)	
1.3 Dividends received (see note 3)	-	-	-
1.4 Interest received	10	77	
1.5 Interest and other costs of finance paid	-	-	-
1.6 Income taxes paid	-	-	-
1.7 Government grants and tax incentives	-	-	-
1.8 Other (provide details if material)	-	-	-
1.9 Net cash from / (used in) operating activities	(85)	(365)	
2. Cash flows from investing activities			
2.1 Payments to acquire or for:			
(a) entities	-	-	-
(b) businesses	(1,140)	(1,140)	

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) intellectual property	-	-
	(f) other non-current assets	-	-
2.2	Proceeds from disposal of:		
	(g) entities	-	-
	(h) businesses	-	-
	(i) property, plant and equipment	-	-
	(j) investments	-	35
	(k) intellectual property	-	-
	(l) 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	(1,140)	(1,105)
3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	800	800
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	(53)	(53)
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	(11)	(107)
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (repayment of lease liability)	-	-
3.10	Net cash from / (used in) financing activities	736	640

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	1,781	2,122
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(85)	(365)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(1,140)	(1,105)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	736	640
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	1,292	1,292

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	108	100
5.2	Call deposits	1,184	1,681
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	1,292	1,781

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	49
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.

The amount at 6.1 includes Director fees and salary (including superannuation) for the Non-Executive and Executive Directors.

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

8.	Estimated cash available for future operating activities	\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	(85)
8.2	Cash and cash equivalents at quarter end (item 4.6)	1,292
8.3	Unused finance facilities available at quarter end (item 7.5)	-
8.4	Total available funding (item 8.2 + item 8.3)	1,292
8.5	Estimated quarters of funding available (item 8.4 divided by item 8.1)	15
	<i>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.</i>	
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	
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	
	<i>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.</i>	

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: 29 July 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 – e.g. 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.