

Fluence Corporation Limited
Appendix 4E
Preliminary final report

1. Company details

| | |
|-------------------|-------------------------------------|
| Name of entity: | Fluence Corporation Limited |
| ABN: | 52 127 734 196 |
| Reporting period: | For the year ended 31 December 2025 |
| Previous period: | For the year ended 31 December 2024 |

2. Results for announcement to the market

The financial report is presented in United States Dollars which is the Company's presentation currency.

| | | | | US \$'000 |
|---|------|---------|----|------------------|
| Revenue for ordinary activities | up | 52.3% | to | 78,414 |
| Loss from ordinary activities after tax attributable to the Owners of Fluence Corporation Limited | down | (56.5%) | to | (9,315) |
| Loss for the full-year attributable to the Owners of Fluence Corporation Limited | down | (56.5%) | to | (9,315) |

Distributions

No dividends have been paid or declared by the Company since the beginning of the current reporting period. No dividends were paid for the previous reporting period. The Company has no dividend reinvestment plan.

3. Net tangible assets

| | Reporting period Cents | Previous period Cents |
|---|-------------------------------|------------------------------|
| Net tangible assets per ordinary security | <u>(1.14)</u> | <u>(0.85)</u> |

4. Explanation of results

Fluence continued to execute its strategy of growing our high-margin Smart Product Solutions ("SPS") and Recurring Revenue ("RR") products and services through our market-focused business units throughout FY 2025. This strategy has gained significant traction as demonstrated by our FY 2025 financial results. The combination of double-digit growth in SPS and RR, as well as progress on the Ivory Coast Addendum project have contributed meaningfully to revenue. Continued expansion of gross margins and strong cost controls resulted in Fluence delivering strong FY 2025 EBITDA¹ of \$4.0 million on revenue of \$78.4 million.

FY 2025 revenue was \$78.4 million, \$26.9 million (+52.3%) higher than FY 2024. SPS plus RR continued to show healthy growth of 15.2% compared to FY 2024. Contributions from the Ivory Coast Addendum was the largest contributor to the increase, with revenue from the Ivory Coast \$20.4 million higher than FY 2024.

The growth achieved in our SPS and RR products and services is having the intended effect of improving gross margins, which were flat YoY despite the significant impact of the lower margin Ivory Coast Addendum project. This was a result of strong execution and outperformance of bid margins on SPS revenue across our core business units, with all but SEA & China delivering meaningful increases in gross margins.

SG&A and R&D² costs excluding depreciation and amortisation were flat in FY 2025 as compared to FY 2024.

As a result of the revenue growth and margin expansion in our SPS and RR revenue segments, EBITDA¹ was \$4.0 million in FY 2025, a dramatic increase of \$8.0 million compared to the loss in FY 2024. Gross margins were 29.5% in FY 2025, essentially flat compared to FY 2024. However, MWW, IWR and IWB all exceeded FY 2024 gross margins by an average of

Fluence Corporation Limited
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Preliminary final report

more than 6%, supporting our renewed strategy to grow our high-margin SPS and RR revenue segments. Each of these business units have benefited from positive project margin variances as well as several accrual reversals.

For FY 2025, new orders were \$64.2 million, an increase of \$14.2 million (+28.5%) compared to FY 2024. MWW North America and IWB led the way with an increase in orders of 97.5% and 75.8%, respectively. Backlog closed FY 2025 at \$74.8 million. The core business units of MWW, IWR, IWB and SEA & China saw an increase in backlog of \$14.8 million (+43.8%).

The consolidated loss from continuing operations for the Company after income tax for the reporting period was \$9.4 million. Profit from discontinued operations for the reporting period was \$0.2 million. Refer to note 5 "Discontinued operations" for detailed information on the effect of discontinued operations on the Company's financial results.

Cash and cash equivalents at 31 December 2025 amounted to \$16.6 million. In addition, other financial assets at 31 December 2025 included short-term and long-term deposits of \$4.1 million. As at 31 December 2025, the Company had borrowings of \$18.0 million.

The Appendix 4E financial report follows, with further details to be included in the audited financial statements to be released by 31 March 2026.

¹ EBITDA excludes the impact of Other Gains and Losses, which include FX gains and losses, gains and losses related to various legacy balance sheet items, restructuring, and other non-recurring items.

²SG&A and R&D are excluding the impact of depreciation, amortisation, and share-based payments.

5. Other information required by Listing Rule 4.3A

N/A

6. Audit

The Financial Report is currently in the process of being audited. The Annual Report for the year ended 31 December 2025 containing the Audit Report shall be provided in due course.

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Appendix 4E
31 December 2025

ABN 52 127 734 196

Fluence Corporation Limited

Appendix 4E Preliminary Financial Report
for the year ended 31 December 2025

Fluence Corporation Limited
Corporate directory
31 December 2025

| | |
|-----------------------------|--|
| Directors | Mr Douglas Brown <i>Chairman</i> |
| | Mr Benjamin Fash (appointed 30 December 2025) <i>CEO and Managing Director</i> |
| | Mr Thomas Pokorsky (until 30 December 2025) <i>CEO and Managing Director</i> |
| | Mr Paul Donnelly <i>Lead Independent Director, Non-Executive Director</i> |
| | Mr Mel Ashton <i>Non-Executive Director</i> |
| | Mr Nikolaus Oldendorff <i>Non-Executive Director</i> |
| Company secretary | Ms Melanie Leydin |
| Registered office | Suite 2, Level 11, 385 Bourke Street, Melbourne VIC 3000 Australia Phone: +61 (0)3 9692 7222 Fax: +61 (0)3 9692 7222 |
| Principal place of business | 3600 Holly Lane, Suite 100 Plymouth MN 55447 United States of America Phone: +1 800.879.3677 |
| Share register | Boardroom Pty Ltd Level 8, 210 George Street, Sydney, New South Wales, 2000, Australia Phone: 1300 737 760 (local) Fax: +61 (0)2 9290 9600 (international) |
| Auditor | BDO Audit Pty Ltd Level 25, 35 Collins Street Melbourne VIC 3000 Australia |
| Solicitors | Lander & Rogers Lawyers Level 12, Bourke Place, 600 Bourke Street Melbourne, Victoria, 3000, Australia |
| Bankers | HSBC Bank Australia Limited Melbourne, Victoria, Australia |
| Stock exchange listing | Fluence Corporation Limited shares are listed on the Australian Securities Exchange (ASX code: FLC) |
| Website | https://www.fluencecorp.com/investor-news/ |

Fluence Corporation Limited
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Fluence Corporation Limited
Consolidated statement of profit or loss and other comprehensive income
For the year ended 31 December 2025

| | Note | Consolidated 31 December 2025 USD \$'000 | 31 December 2024 USD \$'000 |
|--|------|---|-----------------------------------|
| Revenue from continuing operations | 3 | 78,414 | 51,495 |
| Other income | | 40 | - |
| Expenses | | | |
| Cost of sales | | (55,284) | (36,334) |
| Research and development expenses | | (1,872) | (1,988) |
| Sales and marketing expenses | | (4,889) | (5,806) |
| General and administration expenses | | (15,917) | (15,965) |
| Other losses | 4 | (7,866) | (10,499) |
| Finance costs | | (1,529) | (2,816) |
| Loss before income tax (expense)/benefit from continuing operations | | (8,903) | (21,913) |
| Income tax (expense)/benefit | | (470) | 170 |
| Loss after income tax (expense)/benefit from continuing operations | | (9,373) | (21,743) |
| Profit after income tax expense from discontinued operations | 5 | 198 | 90 |
| Loss after income tax (expense)/benefit for the year | | (9,175) | (21,653) |
| Other comprehensive income | | | |
| <i>Items that may be reclassified subsequently to profit or loss</i> | | | |
| Foreign currency translation | | 2,110 | (333) |
| Other comprehensive income for the year, net of tax | | 2,110 | (333) |
| Total comprehensive income for the year | | <u>(7,065)</u> | <u>(21,986)</u> |
| Other comprehensive income for the year: | | | |
| From continuing operations | | 2,282 | (500) |
| From discontinued operations | | (172) | 167 |
| | | <u>2,110</u> | <u>(333)</u> |
| Loss for the year is attributable to: | | | |
| Non-controlling interest | | 140 | (252) |
| Owners of Fluence Corporation Limited | | (9,315) | (21,401) |
| | | <u>(9,175)</u> | <u>(21,653)</u> |
| Total comprehensive income for the year is attributable to: | | | |
| Continuing operations | | 10 | (305) |
| Discontinued operations | | 130 | 53 |
| Non-controlling interest | | 140 | (252) |
| Continuing operations | | (7,101) | (21,938) |
| Discontinued operations | | (104) | 204 |
| Owners of Fluence Corporation Limited | | (7,205) | (21,734) |
| | | <u>(7,065)</u> | <u>(21,986)</u> |

The above consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

Fluence Corporation Limited
Consolidated statement of profit or loss and other comprehensive income
For the year ended 31 December 2025

| | | 31 December | 31 December |
|---|-------------|--------------------|--------------------|
| | | 2025 | 2024 |
| | Note | US Dollars | US Dollars |
| Earnings per share for loss from continuing operations attributable to the Owners of Fluence Corporation Limited | | | |
| Basic earnings per share | 6 | (0.00859) | (0.01987) |
| Diluted earnings per share | 6 | (0.00859) | (0.01987) |
| Earnings per share for profit from discontinued operations attributable to the Owners of Fluence Corporation Limited | | | |
| Basic earnings per share | 6 | 0.00006 | 0.00003 |
| Diluted earnings per share | 6 | 0.00006 | 0.00003 |
| Earnings per share for loss attributable to the Owners of Fluence Corporation Limited | | | |
| Basic earnings per share | 6 | (0.00853) | (0.01984) |
| Diluted earnings per share | 6 | (0.00853) | (0.01984) |

The above consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

Fluence Corporation Limited
Consolidated statement of financial position
As at 31 December 2025

| | Note | Consolidated 31 December 2025 USD \$'000 | 31 December 2024 USD \$'000 |
|---|------|---|-----------------------------------|
| Assets | | | |
| Current assets | | | |
| Cash and cash equivalents | | 16,640 | 8,945 |
| Trade and other receivables | | 23,572 | 38,902 |
| Concession arrangement assets | | 271 | 271 |
| Inventories | | 4,586 | 5,797 |
| Other financial assets | | 6 | 26 |
| Prepayments | | 3,150 | 2,647 |
| Other assets | | 71 | 229 |
| Total current assets | | <u>48,296</u> | <u>56,817</u> |
| Non-current assets | | | |
| Concession arrangement assets | | 2,228 | 2,499 |
| Investments accounted for using the equity method | | - | 311 |
| Property, plant and equipment | | 9,032 | 8,006 |
| Intangible assets | | 617 | 970 |
| Deferred tax | | 1,708 | 1,893 |
| Long-term deposits | | 4,124 | 3,576 |
| Other assets | | 71 | 39 |
| Total non-current assets | | <u>17,780</u> | <u>17,294</u> |
| Total assets | | <u>66,076</u> | <u>74,111</u> |
| Liabilities | | | |
| Current liabilities | | | |
| Trade and other payables and other liabilities | 7 | 32,883 | 34,799 |
| Borrowings | 8 | 18,189 | 3,171 |
| Lease liabilities | | 479 | 478 |
| Provisions | | 2,513 | 3,126 |
| Current tax liabilities | | 115 | 90 |
| Contract liabilities | | 7,018 | 21,486 |
| Total current liabilities | | <u>61,197</u> | <u>63,150</u> |
| Non-current liabilities | | | |
| Borrowings | 8 | - | 17,500 |
| Lease liabilities | | 645 | 297 |
| Deferred tax | | - | 33 |
| Provisions | | 521 | 468 |
| Contract liabilities | | 15,038 | 154 |
| Total non-current liabilities | | <u>16,204</u> | <u>18,452</u> |
| Total liabilities | | <u>77,401</u> | <u>81,602</u> |
| Net (liabilities) | | <u>(11,325)</u> | <u>(7,491)</u> |

The above consolidated statement of financial position should be read in conjunction with the accompanying notes

Fluence Corporation Limited
Consolidated statement of financial position
As at 31 December 2025

| | Consolidated | |
|---|-------------------------|-------------------------|
| | 31 December 2025 | 31 December 2024 |
| Note | USD \$'000 | USD \$'000 |
| Equity | | |
| Contributed equity | 234,810 | 232,614 |
| Reserves | 1,537 | (1,608) |
| Accumulated losses | (245,594) | (236,279) |
| (Deficiency)/equity attributable to the Owners of Fluence Corporation Limited | (9,247) | (5,273) |
| Non-controlling interest | (2,078) | (2,218) |
| Total (deficiency)/equity | <u>(11,325)</u> | <u>(7,491)</u> |

The above consolidated statement of financial position should be read in conjunction with the accompanying notes

Fluence Corporation Limited
Consolidated statement of changes in equity
For the year ended 31 December 2025

| Consolidated | Issued capital USD \$'000 | Reserves USD \$'000 | Retained profits USD \$'000 | Non-controlling interest USD \$'000 | Total deficiency in equity USD \$'000 |
|--|--------------------------------------|--------------------------------|--|--|--|
| Balance at 1 January 2024 | 232,313 | (3,252) | (214,878) | (1,966) | 12,217 |
| Loss after income tax benefit for the year | - | - | (21,401) | (252) | (21,653) |
| Other comprehensive income for the year, net of tax | - | (333) | - | - | (333) |
| Total comprehensive income for the year | - | (333) | (21,401) | (252) | (21,986) |
| Issue of ordinary shares, net of transaction costs | 301 | (317) | - | - | (16) |
| Share based payments | - | 2,294 | - | - | 2,294 |
| Balance at 31 December 2024 | 232,614 | (1,608) | (236,279) | (2,218) | (7,491) |
| Consolidated | Issued capital USD \$'000 | Reserves USD \$'000 | Retained profits USD \$'000 | Non-controlling interest USD \$'000 | Total deficiency in equity USD \$'000 |
| Balance at 1 January 2025 | 232,614 | (1,608) | (236,279) | (2,218) | (7,491) |
| Profit/(loss) after income tax expense for the year | - | - | (9,315) | 140 | (9,175) |
| Other comprehensive income for the year, net of tax | - | 2,110 | - | - | 2,110 |
| Total comprehensive income for the year | - | 2,110 | (9,315) | 140 | (7,065) |
| <i>Transactions with Owners in their capacity as Owners:</i> | | | | | |
| Issue of ordinary shares, net of transaction costs | 2,196 | (407) | - | - | 1,789 |
| Share based payments | - | 1,442 | - | - | 1,442 |
| Balance at 31 December 2025 | 234,810 | 1,537 | (245,594) | (2,078) | (11,325) |

The above consolidated statement of changes in equity should be read in conjunction with the accompanying notes

Fluence Corporation Limited
Consolidated statement of cash flows
For the year ended 31 December 2025

| | Consolidated | |
|--|-------------------------|-------------------------|
| | 31 December 2025 | 31 December 2024 |
| | USD \$'000 | USD \$'000 |
| Cash flows from operating activities | | |
| Receipt from customers | 89,409 | 44,194 |
| Payments to suppliers and employees | (77,982) | (61,168) |
| Interest received | 26 | 168 |
| Interest and other costs of finance paid | (250) | (2,473) |
| Income taxes paid | (325) | (839) |
| | <u>10,878</u> | <u>(20,118)</u> |
| Net Cash flows from operating activities | | |
| Cash flows from investing activities | | |
| Payment for purchases of plant and equipment | (1,228) | (1,691) |
| Proceeds from sale of plant and equipment | 56 | 139 |
| Proceeds from sale of Aeromix | - | 1,837 |
| (Transfers to)/proceeds from release of security deposits | (109) | 3,802 |
| Proceeds from dissolution of ETGR | 298 | - |
| | <u>(983)</u> | <u>4,087</u> |
| Net Cash flows from investing activities | | |
| Cash flows from financing activities | | |
| Proceeds from borrowings | 410 | 20,000 |
| Repayment of borrowings | (2,524) | (17,729) |
| Repayment of lease liabilities | (686) | (1,036) |
| Transaction costs related to issue of ordinary shares | (12) | (16) |
| | <u>(2,812)</u> | <u>1,219</u> |
| Net Cash flows from financing activities | | |
| Net increase/(decrease) in cash and cash equivalents | 7,083 | (14,812) |
| Cash and cash equivalents at the beginning of the financial year | 8,945 | 24,635 |
| Effects of exchange rate changes on cash and cash equivalents | 612 | (878) |
| | <u>16,640</u> | <u>8,945</u> |
| Cash and cash equivalents at the end of the financial year | <u><u>16,640</u></u> | <u><u>8,945</u></u> |

The above consolidated statement of cash flows should be read in conjunction with the accompanying notes

Fluence Corporation Limited
Notes to the consolidated financial statements
31 December 2025

Note 1. Statement of significant accounting policies

(a) Corporate information

This Preliminary Financial Report covers the consolidated entity of Fluence Corporation Limited and its controlled entities (the 'Company' or 'Fluence'). The Company provides fast-to-deploy, decentralised and packaged water and wastewater treatment solutions.

The Company's Preliminary Financial Report does not include all the notes normally included in an Annual Financial Report. Accordingly, it cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the entity as the full Financial Report.

(b) Basis of preparation

This Preliminary Financial Report has been prepared in accordance with the recognition and measurement requirements, but not all disclosure requirements, of the Australian Accounting Standards and Interpretations and the Corporations Act 2001. Australian Accounting Standards include Australian equivalents to International Financial Reporting Standards.

The presentation currency adopted in the preparation of the Preliminary Financial Report is United States Dollars.

Fluence Corporation Limited
Notes to the consolidated financial statements
31 December 2025

Note 2. Segment information

The Company identified seven primary reporting segments based on the internal reports that are reviewed by the Managing Director and Chief Executive Officer (who is identified as the Chief Operating Decision Maker ("CODM")). The internal reports reviewed by the CODM assess performance and determine the allocation of resources.

The segment note reporting segments have been revised reflecting the Company's strategic realignment and reorganization. As a consequence, the segment note, and the prior period comparatives, have been represented.

Transfer prices between operating segments are on an arm's length basis in a manner similar to transactions with third parties.

The Company's operating segments are:

- Municipal Water and Wastewater ("MWW") treatment includes MABR (Aspiral, SUBRE and Nitro) and Nirobox products;
- Industrial Wastewater & Biogas ("IWB"), provides solutions that support the shift to global decarbonization, taking advantage of government incentives and green energy programs in North America and the new nitrogen removal laws in Mexico;
- Industrial Water & Reuse ("IWR") solutions, focusing on water reuse applications and high-growth markets such as power generation, lithium mining that supports the trend toward electrification as well as high-tech industries such as semiconductor and AI data centers;
- Southeast Asia and China ("SEA & China"), with a particular focus on efforts in countries such as Taiwan, Vietnam, Cambodia, the Philippines and South Korea to strengthen and diversify its sales pipeline;
- RR, including Build-Own-Operate ("BOO") projects, Operations & Maintenance ("O&M") contracts for equipment sales, rentals, spare parts and consumables sales; and
- The Ivory Coast Main Works and Ivory Coast Addendum projects.

| 2025 | MWW | IWB | IWR | SEA & China | BOO | IVC | Intersegment Elimination | Corporate | Fluence |
|---|----------------|---------------|---------------|--------------|--------------|---------------|--------------------------|-----------------|----------------|
| | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 |
| Revenue | | | | | | | | | |
| Revenue from continuing operations | 12,376 | 13,905 | 17,449 | 6,528 | 2,810 | 27,456 | (2,110) | - | 78,414 |
| Other income | - | - | - | 40 | - | - | - | - | 40 |
| | 12,376 | 13,905 | 17,449 | 6,568 | 2,810 | 27,456 | (2,110) | - | 78,454 |
| Segment gross profit¹ | 5,494 | 4,574 | 6,889 | 1,372 | 472 | 3,889 | 440 | - | 23,130 |
| Operating expenses | (3,811) | (2,514) | (3,575) | (2,009) | (263) | (515) | (440) | (9,551) | (22,678) |
| Less Depreciation and amortisation | 167 | 245 | 263 | 374 | 57 | 49 | - | 461 | 1,616 |
| Other EBITDA adjustments ² | 27 | 27 | 27 | (72) | 406 | - | - | 1,433 | 1,848 |
| Segment EBITDA | 1,877 | 2,332 | 3,604 | (295) | 672 | 3,423 | - | (7,657) | 3,956 |
| Share of profits of associates | (40) | - | - | - | - | - | - | - | (40) |
| Profit/loss from discontinued operations | (14) | - | - | - | 212 | - | - | - | 198 |
| Other losses, finance costs and income tax | (5,575) | (9) | (1,867) | (269) | 81 | 38 | - | (2,224) | (9,825) |
| Add back Depreciation and amortisation and other EBITDA adjustments | (194) | (272) | (290) | (302) | (463) | (49) | - | (1,894) | (3,464) |
| Segment results | (3,946) | 2,051 | 1,447 | (866) | 502 | 3,412 | - | (11,775) | (9,175) |

¹ Segment gross profit results are inclusive of depreciation and amortisation.

² Other EBITDA adjustments include IFRIC12 Concession asset revenue adjustments and Share based payment expense.

Fluence Corporation Limited
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Note 2. Segment information (continued)

| 2024 | MWW | IWB | IWR | SEA & China | BOO | IVC | Intersegment Elimination | Corporate | Fluence |
|---|----------------|---------------|---------------|------------------------|---------------|---------------|---------------------------------|------------------|-----------------|
| | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 |
| Revenue | | | | | | | | | |
| Revenue from continuing operations | 10,951 | 8,903 | 18,037 | 3,765 | 2,906 | 7,048 | (200) | 85 | 51,495 |
| Segment gross profit¹ | 3,869 | 2,494 | 6,232 | 1,465 | 368 | 452 | 196 | 85 | 15,161 |
| Operating expenses | (3,212) | (2,146) | (3,464) | (3,028) | (270) | (319) | (196) | (11,124) | (23,759) |
| Less Depreciation and amortisation | 283 | 230 | 313 | 449 | - | 56 | - | 541 | 1,872 |
| Other EBITDA adjustments ² | - | - | - | - | 421 | - | - | 2,294 | 2,715 |
| Segment EBITDA | 940 | 578 | 3,081 | (1,114) | 519 | 189 | - | (8,204) | (4,011) |
| Share of profits of associates | (22) | - | - | - | - | - | - | - | (22) |
| Profit/loss from discontinued operations | 18 | - | - | - | 72 | - | - | - | 90 |
| Other losses, finance costs and income tax | (3,103) | (214) | (2,632) | (2,466) | 95 | (15) | - | (4,788) | (13,123) |
| Add back Depreciation and amortisation and other EBITDA adjustments | (283) | (230) | (313) | (449) | (421) | (56) | - | (2,835) | (4,587) |
| Segment results | (2,450) | 134 | 136 | (4,029) | 265 | 118 | - | (15,827) | (21,653) |

¹ Segment gross profit results are inclusive of depreciation and amortisation.

² Other EBITDA adjustments include IFRIC12 Concession asset revenue adjustments and Share based payment expense.

Fluence Corporation Limited
Notes to the consolidated financial statements
31 December 2025

Note 3. Operating revenue

| | Consolidated | Consolidated |
|--|---------------------|---------------------|
| | 31 December | 31 December |
| | 2025 | 2024 |
| | USD \$'000 | USD \$'000 |
| Operating revenue | | |
| <u>Contract revenue</u> | | |
| Smart product solutions | 39,756 | 31,533 |
| Custom engineering solutions | 27,715 | 7,487 |
| | 67,471 | 39,020 |
| <u>Service revenue</u> | | |
| Revenue on services | 7,039 | 7,925 |
| Revenue on parts | 1,094 | 1,644 |
| Recurring revenue from concession assets | 2,810 | 2,906 |
| | 10,943 | 12,475 |
| | 78,414 | 51,495 |

Revenue has been disaggregated based on contract revenue (inclusive of Smart Product Solutions and Customer Engineering Solutions) and service revenue (inclusive of Recurring Revenue). They comprise distinct revenue streams and margins. Refer to Note 2 for disaggregation of revenue by operating segments.

| | Consolidated | Consolidated |
|---|---------------------|---------------------|
| | 31 December | 31 December |
| | 2025 | 2024 |
| | USD \$'000 | USD \$'000 |
| <u>Timing of revenue recognition</u> | | |
| Goods and services transferred over time | 65,095 | 37,092 |
| Goods and services transferred at a point in time | 13,319 | 14,403 |
| | 78,414 | 51,495 |

Note 4. Other gains/(losses)

| | Consolidated | Consolidated |
|---|---------------------|---------------------|
| | 31 December | 31 December |
| | 2025 | 2024 |
| | USD \$'000 | USD \$'000 |
| Other gains/(losses) | | |
| Provision for contract receivables | (4,478) | (4,191) |
| Foreign exchange loss | (1,509) | (885) |
| Contract loss provision | (728) | (579) |
| Restructuring provision | (464) | (2,124) |
| Provision for intangible assets | (323) | - |
| Discontinued operation legal costs | (200) | (245) |
| Foreign currency transactions costs | (147) | (973) |
| (Loss) from investments accounted for using the equity method | (40) | (22) |
| Slow moving inventory provision | - | (1,116) |
| Gain/(loss) on disposal of property, plant and equipment | 115 | (161) |
| Other | (92) | (203) |
| | (7,866) | (10,499) |

Fluence Corporation Limited
Notes to the consolidated financial statements
31 December 2025

Note 5. Discontinued operations and assets classified as held for sale

(a) Discontinued operations and assets classified as held for sale

(i) Description

On 2 February 2024, the Company entered into an Asset Purchase Agreement with Newterra Inc. for the sale of the Aeration and Mixing assets ("Aeromix") for cash proceeds of \$1,987,000, net of transaction costs and escrow amounts. The Aeration assets were determined to be non-core by Fluence management. The Aeromix net assets and the costs associated with the disposal were \$1,792,000. The company recognised a gain from the sale of Aeromix business of \$195,000.

During the year ended 31 December 2025, the Company continued to classify its operations in Mexico ("Fluence Mexico") as discontinued operations.

At the beginning of 2024, the company decided to enter the Colombian market. However, by 31 December 2024, the Company decided to classify its operations in Colombia ("Fluence Colombia") as discontinued operations.

(ii) Financial performance and cash flow information

The financial performance and cash flow information presented are for the year ended 31 December 2025 and the year ended 31 December 2024.

| | Consolidated | |
|--|-----------------------------|-----------------------------|
| | 31 December 2025 | 31 December 2024 |
| | USD \$'000 | USD \$'000 |
| Aeromix | | |
| Aeromix | | |
| Revenue | - | 176 |
| Cost of sales | - | (113) |
| Sales and marketing expenses | - | (33) |
| General and administration expenses | - | (58) |
| Finance costs | - | (2) |
| Loss before income tax | <u>-</u> | <u>(30)</u> |
| Gain from Aeromix sale | <u>-</u> | <u>195</u> |
| Gains/(losses) after income tax from discontinued operations | <u>-</u> | <u>165</u> |
| | 31 December 2025 | 31 December 2024 |
| Aeromix | | |
| Cash flow from operating activities | - | (28) |
| Cash flow from financing activities | - | (2) |
| Net (decrease) in cash and cash equivalents from discontinued operations | <u>-</u> | <u>(30)</u> |
| | 31 December 2025 | 31 December 2024 |
| Fluence Mexico | | |
| General and administrative expenses | (100) | (110) |
| Other gains | 336 | 180 |
| Finance costs - net | - | 2 |
| Loss before income tax | <u>236</u> | <u>72</u> |
| Income tax expense | <u>(24)</u> | <u>-</u> |
| Gains/(losses) after income tax from discontinued operations | <u>212</u> | <u>72</u> |

Fluence Corporation Limited
Notes to the consolidated financial statements
31 December 2025

Note 5. Discontinued operations and assets classified as held for sale (continued)

| | Consolidated | |
|--|-------------------------|-------------------------|
| | 31 December 2025 | 31 December 2024 |
| | USD \$'000 | USD \$'000 |
| Fluence Mexico | | |
| Net cash used in operating activities | (59) | (84) |
| Net cash from financing activities | 7 | 34 |
| Changes in cash funds effects of exchange-rate changes | (2) | 10 |
| | <u>(54)</u> | <u>(40)</u> |
| Net (decrease) in cash and cash equivalents from discontinued operations | <u>(54)</u> | <u>(40)</u> |

| | 31 December 2025 | 31 December 2024 |
|--|-------------------------|-------------------------|
| Fluence Colombia | | |
| General and administrative expenses | (14) | (147) |
| Loss after income tax from discontinued operations | <u>(14)</u> | <u>(147)</u> |

| | 31 December 2025 | 31 December 2024 |
|---|-------------------------|-------------------------|
| Fluence Colombia | | |
| Cash flow from operating activities | (7) | (101) |
| Cash flow from financing | - | 125 |
| Changes in cash funds effects of exchange-rate changes | 1 | (14) |
| Net increase/(decrease) in cash and cash equivalents from discontinued operations | <u>(6)</u> | <u>10</u> |

| | 31 December 2025 | 31 December 2024 |
|--|-------------------------|-------------------------|
| Loss after income tax expense from discontinued operations | | |
| Aeromix | - | 165 |
| Mexico | 212 | 72 |
| Colombia | (14) | (147) |
| | <u>198</u> | <u>90</u> |

(b) Carrying amounts of assets and liabilities related to discontinued operations.

| | 31 December 2025 | 31 December 2024 |
|---------------------------------|-------------------------|-------------------------|
| | USD \$'000 | USD \$'000 |
| Fluence Mexico | | |
| Cash and cash equivalents | 1 | 50 |
| Trade and other receivables | 36 | 28 |
| Prepayments | - | 1 |
| Other current assets | 2 | 2 |
| Property, plant and equipment | 140 | 122 |
| Total assets | <u>179</u> | <u>203</u> |
| Trade and other payables | 158 | 378 |
| Other liabilities | - | 2 |
| Total liabilities | <u>158</u> | <u>380</u> |
| Net assets/(liabilities) | <u>21</u> | <u>(177)</u> |

Fluence Corporation Limited
Notes to the consolidated financial statements
31 December 2025

Note 5. Discontinued operations and assets classified as held for sale (continued)

| | 31 December 2025 USD \$'000 | 31 December 2024 USD \$'000 |
|-----------------------------|--|--|
| Fluence Colombia | | |
| Cash and cash equivalents | 4 | 10 |
| Trade and other receivables | 3 | 2 |
| Total assets | <u>7</u> | <u>12</u> |
| Trade and other payables | 51 | 48 |
| Net liabilities | <u>(44)</u> | <u>(36)</u> |

Fluence Corporation Limited
Notes to the consolidated financial statements
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Note 6. Loss per share

(a) Loss per share from continuing operations

| | Consolidated | |
|---|-------------------------|-------------------------|
| | 31 December 2025 | 31 December 2024 |
| | USD \$'000 | USD \$'000 |
| <i><u>Earnings per share for loss from continuing operations</u></i> | | |
| Loss after income tax | (9,373) | (21,743) |
| Non-controlling interest | (10) | 305 |
| | <u>(9,383)</u> | <u>(21,438)</u> |
| Loss after income tax attributable to the Owners of Fluence Corporation Limited | <u>(9,383)</u> | <u>(21,438)</u> |
| | US Dollars | US Dollars |
| Basic earnings per share | (0.00859) | (0.01987) |
| Diluted earnings per share | (0.00859) | (0.01987) |

(b) Loss per share from discontinued operations

| | Consolidated | |
|---|-------------------------|-------------------------|
| | 31 December 2025 | 31 December 2024 |
| | USD \$'000 | USD \$'000 |
| <i><u>Earnings per share for profit from discontinued operations</u></i> | | |
| Profit after income tax | 198 | 90 |
| Non-controlling interest | (130) | (53) |
| | <u>68</u> | <u>37</u> |
| Profit after income tax attributable to the Owners of Fluence Corporation Limited | <u>68</u> | <u>37</u> |
| | US Dollars | US Dollars |
| Basic earnings per share | 0.00006 | 0.00003 |
| Diluted earnings per share | 0.00006 | 0.00003 |

(c) Loss per share

| | Consolidated | |
|---|-------------------------|-------------------------|
| | 31 December 2025 | 31 December 2024 |
| | USD \$'000 | USD \$'000 |
| <i><u>Earnings per share for loss</u></i> | | |
| Loss after income tax | (9,175) | (21,653) |
| Non-controlling interest | (140) | 252 |
| | <u>(9,315)</u> | <u>(21,401)</u> |
| Loss after income tax attributable to the Owners of Fluence Corporation Limited | <u>(9,315)</u> | <u>(21,401)</u> |
| | US Dollars | US Dollars |
| Basic earnings per share | (0.00853) | (0.01984) |
| Diluted earnings per share | (0.00853) | (0.01984) |

Fluence Corporation Limited
Notes to the consolidated financial statements
31 December 2025

Note 6. Loss per share (continued)

| | Number | Number |
|---|----------------------|----------------------|
| <u>Weighted average number of ordinary shares</u> | | |
| Weighted average number of ordinary shares used in calculating basic earnings per share | 1,092,225,174 | 1,078,660,717 |
| Weighted average number of ordinary shares used in calculating diluted earnings per share | <u>1,092,225,174</u> | <u>1,078,660,717</u> |

Note 7. Trade and other payables and other liabilities

| | Consolidated | Consolidated |
|-----------------------------|---------------------|---------------------|
| | 31 December | 31 December |
| | 2025 | 2024 |
| | USD \$'000 | USD \$'000 |
| <u>Current liabilities</u> | | |
| Trade payables | 10,426 | 10,799 |
| Accrued payroll liabilities | 2,966 | 3,535 |
| Accrued project expenses | 16,153 | 18,426 |
| Government grants | 500 | 515 |
| Other accruals | 2,838 | 1,524 |
| | <u>32,883</u> | <u>34,799</u> |
| | <u>32,883</u> | <u>34,799</u> |

Note 8. Borrowings

Also in July 2024, the Company replaced the Upwell Facility with a new Revolving Facility for up to \$15.0 million (the “Revolving Facility”) on more favorable terms to support the Company than the Upwell Facility. The Revolving Facility was initially used to pay off the Upwell Facility, for working capital and to support new project wins. The interest rate on the Revolving Facility is variable and equal to the US Prime Rate, which is currently 6.75%. The initial term is 21 months with a Company option to extend for up to three (3) months at Prime Rate plus 5%. The Revolving Facility has been provided by Nikolaus Oldendorff and Doug Brown (the “Lenders”), each of whom currently sit on the Company’s Board of Directors and have been long-term supporters of the business.

On 31 October 2024, the Revolving Facility was expanded by \$5 million to \$20 million total to provide additional working capital for new projects. Following shareholder approval, security in respect of the Revolving Facility is capped at the lesser of \$4.0 million and the amount outstanding under the Revolving Facility at any particular time. Such amount can be increased to a maximum amount¹ of \$6.0 million by request of the Lenders within 90 days of maturity of the Revolving Facility.

| | Consolidated | Consolidated |
|---|---------------------|---------------------|
| | 31 December | 31 December |
| | 2025 | 2024 |
| | USD \$'000 | USD \$'000 |
| <u>Borrowings and lease liability</u> | | |
| Current borrowings including interest payable | 18,189 | 3,171 |
| <u>Non-current liabilities</u> | | |
| Non-current borrowings | - | 17,500 |
| | <u>18,189</u> | <u>20,671</u> |

¹“Maximum Amount” means, at any time, the least of (i) US\$4,000,000, (ii) the aggregate unpaid principal amount of all Advances owing from the Borrower to the Lenders under this Agreement at such time and (iii) the maximum amount that may be provided as collateral by the Borrower under the laws of Australia as reasonably determined by Borrower; provided, that if the amount pursuant to clause (ii) above is in excess of US\$4,000,000 at any time after the date that is 91-days prior to the Maturity Date, upon written request from the Lenders to the Borrower at such time, the amount in clause (i) above shall be increased to US\$6,000,000.

Fluence Corporation Limited
Notes to the consolidated financial statements
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Note 9. Commitments and contingent liabilities

On 16 August 2024, a claim was filed by MST Financial Services Pty Ltd ("MST") against the Company for \$1.4 million in respect of a purported tail fee. On 16 December 2024, the Company entered into a settlement agreement with MST for \$0.4 million, inclusive of GST. During the period ended 31 December 2025, all liabilities payable to MST were settled.

There were no other material ongoing litigations as at 31 December 2025

Note 10. Events occurring after the reporting period

No matter or circumstance has arisen since 31 December 2025 that has significantly affected, or may significantly affect the Company's operations, the results of those operations, or the Company's state of affairs in future financial years.

Note 11. Audit

The Financial Report is currently in the process of being audited. The Annual Report for the year ended 31 December 2025 containing the Audit Report shall be provided in due course.