

Advanced Innergy Holdings Limited
Appendix 4D
Half-year report

1. Company details

Name of entity:	Advanced Innergy Holdings Limited
ABN:	66 687 262 479
Reporting period:	For the half-year ended 31 March 2026
Previous period:	For the half-year ended 31 March 2025

2. Results for announcement to the market

				£
Profit from ordinary activities after tax attributable to the owners of Advanced Innergy Holdings Limited	down	84.0%	to	770,136
Profit for the half-year attributable to the owners of Advanced Innergy Holdings Limited	down	84.0%	to	770,136

Dividends

There were no dividends paid, recommended or declared during the current financial period.

Comments

The profit for the Group after providing for income tax and non-controlling interest amounted to £770,136 (31 March 2025: £4,808,808).

Financial performance

The profit for the Group after providing for income tax and non-controlling interest amounted to £770,136 (31 March 2025: £4,808,808).

Financial performance

The Group delivered improved margins, a record order backlog and strong cash generation on a trailing twelve month basis, despite a modest reduction in period-on-period revenue due to the timing of project deliveries.

Revenue for the period amounted to £76.5 million, compared with £78.3 million in the prior period, with the decrease reflecting the phasing of project deliveries into the second half of the financial year rather than any weakening of underlying demand. The Group's order backlog reached a record level of £116.0 million at the end of March 2026, a substantial increase from £87.1 million at March 2025 which provides revenue visibility for the remainder of the financial year to support the H2 skew.

Gross profit margin improved significantly to 36.8% (prior period: 33.0%), driven by continued project execution, cost control, a favourable product mix, and margin performance from the Ovun acquisition.

After allowing for non-reoccurring costs such as listing costs and associated M&A associated costs of £2.9m (Note 7) (prior period: £0.6m) and FX, underlying EBITDAF* for the period was £12.0 million (prior period: £13.2 million). While EBITDA was lower year on year, the reduction is reflective of the lower H1 revenues.

Operating cash flow for the period was a £1.3 million inflow, compared with a £1.8 million inflow in the prior period. The deterioration was primarily driven by costs associated with the Group's successful IPO during the period. On a trailing twelve month basis, operating cash flow remained strong at £24.1 million, demonstrating that the Group continues to be highly cash generative.

Overall cash flows for the year were significantly strengthened by £43.5 million of proceeds raised from the IPO. As a result, cash and cash equivalents at the period end increased to £48.3 million, compared with £4.3 million in the prior year. Bank loans included within borrowings reduced from £50.8 million at September 2025 to £47.7 million at March 2026, reflecting the scheduled biannual term loan repayment.

Advanced Innergy Holdings Limited
Appendix 4D
Half-year report

***EBITDAF**

The Group uses EBITDAF (a non-IFRS measure) to assess operating performance. Underlying EBITDAF is defined as earnings before interest, tax, depreciation, amortisation, foreign exchange, one off costs included within other expenses and gain/loss on derivatives.

For the periods presented, Underlying EBITDAF is calculated as follows:

	Consolidated	
	31 March 2026	31 March 2025
	£	£
Profit after tax	723,638	4,880,242
Depreciation and amortisation expense	3,052,841	3,359,985
Finance income	(432,733)	(22,505)
Finance costs	2,999,338	2,753,457
Loss/(gain) on derivative	326,007	(22,771)
Once-off costs included within other expenses	2,888,478	624,887
Foreign exchange loss/(gain)	911,700	(43,510)
Tax expense	1,490,282	1,701,647
	<u>11,959,551</u>	<u>13,231,432</u>

Strategy and outlook

The Group continues to execute its strategy of strengthening its position in core markets while expanding both its geographic footprint and product portfolio. The record order backlog and strong pipeline of opportunities provide confidence in the Group's growth plans.

The conflict in the Middle East has had minimal direct impact on the Group's performance during the period under review but the situation continues to be closely monitored. Enquiry levels from the region remain high, and there is growing evidence that several countries are reassessing their longer-term energy security strategy. Over the medium term, this is expected to support the sanctioning of additional deep-water oil and gas developments, which aligns closely with the Group's core product capabilities and target markets.

Following the Group's successful listing on the ASX in October 2025, increased focus has been placed on expanding the Group's market presence in Australia and the wider Asia-Pacific region. In this context, the Group has entered into a Scheme of Arrangement, subject to completion conditions and regulatory approvals, with a view to acquiring 100% of the share capital of Matrix Composites & Engineering, an Australian-based manufacturer and competitor with our subsea segment. The proposed acquisition is strategically aligned with the Group's objectives, offering the potential to expand manufacturing capability, and accelerate growth in the region.

The Group remains actively engaged in evaluating further M&A opportunities, that can strengthen the Group's competitive position or provide access to attractive new markets. In March 2026, the Group completed the acquisition of Imenco Aqua AS, which builds on the acquisition of Ovun AS in September 2025 and further strengthens the Group's position in the Marine industry. Imenco Aqua is a specialist manufacturer of solutions for the aquaculture sector, with the acquisition supporting the Group's strategy of expanding its addressable market, and increasing recurring revenue opportunities, while leveraging existing marine capabilities and customer relationships to grow market share.

Strong backlog coverage, improving margins, a robust balance sheet, and a clear strategic focus position the business well to deliver sustainable growth and long-term shareholder value.

3. Net tangible assets

	Reporting period Cents	Previous period Cents
Net tangible assets per ordinary security	<u>10.27</u>	<u>1.50</u>

4. Control gained over entities

During the period, Advanced Innergy Holdings Limited (incorporated in Victoria, Melbourne) acquired control over Advanced Innergy Holdings Ltd (incorporated in England and Wales) and its subsidiaries (together the "AIH Group") via a share-for-share exchange as part of a group restructure to facilitate the listing of the group on the Australian Securities Exchange ("ASX"). As existing shareholders retained at least 60% of the voting rights following the exchange, the transaction has been treated as a business combination under common control, outside the scope of AASB 3, and accordingly the predecessor method has been applied.

The contribution of the AIH Group to the consolidated revenue and profit of the group for the current reporting period is set out in the consolidated statement of profit or loss and other comprehensive income. As the transaction has been accounted for using the predecessor method, comparative period information reflects the results of the AIH Group as if the current structure had always been in place. No goodwill arose on the transaction.

On 16 March, 2026, Ovun Holdings AS acquired 100% of the ordinary shares of Imenco Aqua AS for the total consideration transferred of £8,530,553. This is a aquaculture business that provides smart solutions, technology and equipment to aquaculture customers globally. The business operates in the Marine division of the Group. The acquired business contributed revenues of £343,529 and loss after tax of £5,859 to the Group for the period from 16 March 2026 to 31 March 2026. If the acquisition occurred on 1 October 2025, the full 6 month period contributions would have been revenues of £5,531,255 and profit after tax of £555,291. The values identified in relation to the acquisition of Imenco Aqua AS are provisional as at 31 March 2026.

5. Loss of control over entities

Not applicable.

6. Dividends

Current period

There were no dividends paid, recommended or declared during the current financial period.

Previous period

There were no dividends paid, recommended or declared during the previous financial period.

7. Dividend reinvestment plans

Not applicable.

8. Details of associates and joint venture entities

Name of associate / joint venture	Reporting entity's percentage holding		Contribution to profit/(loss) (where material)	
	Reporting period %	Previous period %	Reporting period £	Previous period £
AIS Integral Ltd	50.00%	50.00%	18,537	(26,894)
<i>Group's aggregate share of associates and joint venture entities' profit/(loss) (where material)</i>				
Profit/(loss) from ordinary activities before income tax			18,537	(26,894)

9. Foreign entities

Details of origin of accounting standards used in compiling the report:

Not applicable.

10. Audit qualification or review

Details of audit/review dispute or qualification (if any):

The financial statements were subject to a review by the auditors and the review report is attached as part of the Interim Report.

11. Attachments

Details of attachments (if any):

The Interim Report of Advanced Innergy Holdings Limited for the half-year ended 31 March 2026 is attached.

12. Signed

Signed 

Andrew Bennion, CEO

Date: 27th May 2026

For personal use

Advanced Innergy Holdings Limited

ABN 66 687 262 479

Interim Report - 31 March 2026

Advanced Innergy Holdings Limited
Directors' report
31 March 2026

The directors present their report, together with the financial statements, on the consolidated entity (referred to hereafter as the 'Group') consisting of Advanced Innergy Holdings Limited (referred to hereafter as the 'company' or 'parent entity') and the entities it controlled at the end of, or during, the half-year ended 31 March 2026.

Directors

The following persons were directors of Advanced Innergy Holdings Limited during the whole of the financial half-year and up to the date of this report, unless otherwise stated:

Julian Babarczy
Andrew Bennion
Simon Shepherd
Abigail Cheadle
Robert Wallace
Russell Ward

Principal activities

During the financial period, the principal activities of the group were the development, manufacture, supply and application of fire-retardant coatings, sub-sea insulation materials, sub-sea cable protection systems and buoyancy products to the renewable, transition, and non-renewable energy sectors.

Dividends

There were no dividends paid, recommended or declared during the current or previous financial half-year.

Review of operations

The profit for the Group after providing for income tax and non-controlling interest amounted to £770,136 (31 March 2025: £4,808,808).

Financial performance

The Group delivered improved margins, a record order backlog and strong cash generation on a trailing twelve month basis, despite a modest reduction in period-on-period revenue due to the timing of project deliveries.

Revenue for the period amounted to £76.5 million, compared with £78.3 million in the prior period, with the decrease reflecting the phasing of project deliveries into the second half of the financial year rather than any weakening of underlying demand. The Group's order backlog reached a record level of £116.0 million at the end of March 2026, a substantial increase from £87.1 million at March 2025 which provides revenue visibility for the remainder of the financial year to support the H2 skew.

Gross profit margin improved significantly to 36.8% (prior period: 33.0%), driven by continued project execution, cost control, a favourable product mix, and margin performance from the Ovun acquisition.

After allowing for non-reoccurring costs such as listing costs and associated M&A associated costs of £2.9m (Note 7) (prior period: £0.6m) and FX, underlying EBITDAF* for the period was £12.0 million (prior period: £13.2 million). While EBITDA was lower year on year, the reduction is reflective of the lower H1 revenues.

Operating cash flow for the period was a £1.3 million inflow, compared with a £1.8 million inflow in the prior period. The deterioration was primarily driven by costs associated with the Group's successful IPO during the period. On a trailing twelve month basis, operating cash flow remained strong at £24.1 million, demonstrating that the Group continues to be highly cash generative.

Overall cash flows for the year were significantly strengthened by £43.5 million of proceeds raised from the IPO. As a result, cash and cash equivalents at the period end increased to £48.3 million, compared with £4.3 million in the prior year. Bank loans included within borrowings reduced from £50.8 million at September 2025 to £47.7 million at March 2026, reflecting the scheduled biannual term loan repayment.

Advanced Innergy Holdings Limited
Directors' report
31 March 2026

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Strategy and outlook

The Group continues to execute its strategy of strengthening its position in core markets while expanding both its geographic footprint and product portfolio. The record order backlog and strong pipeline of opportunities provide confidence in the Group's growth plans.

The conflict in the Middle East has had minimal direct impact on the Group's performance during the period under review but the situation continues to be closely monitored. Enquiry levels from the region remain high, and there is growing evidence that several countries are reassessing their longer-term energy security strategy. Over the medium term, this is expected to support the sanctioning of additional deep-water oil and gas developments, which aligns closely with the Group's core product capabilities and target markets.

Following the Group's successful listing on the ASX in October 2025, increased focus has been placed on expanding the Group's market presence in Australia and the wider Asia-Pacific region. In this context, the Group has entered into a Scheme of Arrangement, subject to completion conditions and regulatory approvals, with a view to acquiring 100% of the share capital of Matrix Composites & Engineering, an Australian-based manufacturer and competitor with our subsea segment. The proposed acquisition is strategically aligned with the Group's objectives, offering the potential to expand manufacturing capability, and accelerate growth in the region.

The Group remains actively engaged in evaluating further M&A opportunities, that can strengthen the Group's competitive position or provide access to attractive new markets. In March 2026, the Group completed the acquisition of Imenco Aqua AS, which builds on the acquisition of Ovun AS in September 2025 and further strengthens the Group's position in the Marine industry. Imenco Aqua is a specialist manufacturer of solutions for the aquaculture sector, with the acquisition supporting the Group's strategy of expanding its addressable market, and increasing recurring revenue opportunities, while leveraging existing marine capabilities and customer relationships to grow market share.

Strong backlog coverage, improving margins, a robust balance sheet, and a clear strategic focus position the business well to deliver sustainable growth and long-term shareholder value.

Significant changes in the state of affairs

During the period, the group underwent a corporate restructure to facilitate its listing on the Australian Securities Exchange ("ASX") via an Initial Public Offering. As part of this restructure, Advanced Innergy Holdings Limited was incorporated in Australia and acquired the entire issued share capital of Advanced Innergy Holdings Ltd (the UK parent entity) via a share-for-share exchange, becoming the new ultimate parent company of the group. The transaction was treated as a business combination under common control and accounted for using the predecessor method. The group was subsequently admitted to trading on the ASX.

There were no other significant changes in the state of affairs of the Group during the financial half-year.

Advanced Innergy Holdings Limited
Directors' report
31 March 2026

Matters subsequent to the end of the financial half-year

On 20th April 2026, the Group entered a Scheme of Arrangement, subject to completion conditions and regulatory approvals, with a view to acquiring 100% of the shares of Matrix Composites Engineering, an Australian based manufacturer and competitor in our subsea segment. FIRB approval has been received.

No other matter or circumstance has arisen since 31 March 2026 that has significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future financial years.

Proceedings on behalf of the Company

No person has applied to the Court under section 237 of the Corporations Act 2001 for leave to bring proceedings on behalf of the Company, or to intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or part of those proceedings.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out immediately after this directors' report.

This report is made in accordance with a resolution of directors, pursuant to section 306(3)(a) of the Corporations Act 2001.

On behalf of the directors



Andrew Bennion, CEO

27th May _____ 2026

Grant Thornton Audit Pty Ltd

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Auditor's Independence Declaration

To the Directors of Advanced Innergy Holdings Limited

In accordance with the requirements of section 307C of the *Corporations Act 2001*, as lead auditor for the review of Advanced Innergy Holdings Limited for the half-year ended 31 March 2026. I declare that, to the best of my knowledge and belief, there have been:

- a no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- b no contraventions of any applicable code of professional conduct in relation to the review.



Grant Thornton Audit Pty Ltd
Chartered Accountants



M J Climpson
Partner – Audit & Assurance

Melbourne, 27 May 2026

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Advanced Innergy Holdings Limited

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31 March 2026

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General information

The financial statements cover Advanced Innergy Holdings Limited as a Group consisting of Advanced Innergy Holdings Limited and the entities it controlled at the end of, or during, the half-year. The consolidated financial statements are presented in Great British Pounds Sterling ("GBP" / "£"), which the directors consider to be the most relevant presentation currency for users of the financial statements. This determination reflects the fact that the substantial majority of the group's operations, assets and liabilities are denominated in Sterling, and presentation in GBP therefore provides the most meaningful and relevant information to users. Advanced Innergy Holdings Limited's functional currency is Australian dollars.

Advanced Innergy Holdings Limited is a listed public company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business is:

Level 8, 210 George Street,
Sydney, NSW 2000

A description of the nature of the Group's operations and its principal activities are included in the directors' report, which is not part of the financial statements.

The financial statements were authorised for issue, in accordance with a resolution of directors, on 27th May 2026.

Advanced Innergy Holdings Limited
Consolidated statement of profit or loss and other comprehensive income
For the half-year ended 31 March 2026

	Note	Consolidated 31 March 2026 £	31 March 2025 £
Revenue			
Revenue	4	76,471,420	78,322,069
Cost of sales (excluding depreciation)		<u>(48,326,128)</u>	<u>(52,466,177)</u>
Gross profit		<u>28,145,292</u>	<u>25,855,892</u>
Share of profits/(losses) of joint ventures accounted for using the equity method	5	18,537	(26,894)
Other operating income	6	220,259	68,860
Expenses			
Administrative expenses	7	(17,336,237)	(12,622,916)
Depreciation and amortisation expense	7	(3,052,841)	(3,359,985)
Other expenses	7	<u>(2,888,478)</u>	<u>(624,887)</u>
Operating profit		5,106,532	9,290,070
Finance income	8	432,733	22,505
Finance costs	8	(2,999,338)	(2,753,457)
Gain/(loss) on derivatives		<u>(326,007)</u>	<u>22,771</u>
Profit before income tax expense		2,213,920	6,581,889
Income tax expense	9	<u>(1,490,282)</u>	<u>(1,701,647)</u>
Profit after income tax expense for the half-year		723,638	4,880,242
Other comprehensive income/(loss)			
<i>Items that may be reclassified subsequently to profit or loss</i>			
Foreign currency translation		<u>269,998</u>	<u>(30,997)</u>
Other comprehensive income/(loss) for the half-year, net of tax		<u>269,998</u>	<u>(30,997)</u>
Total comprehensive income for the half-year		<u><u>993,636</u></u>	<u><u>4,849,245</u></u>
Profit for the half-year is attributable to:			
Non-controlling interest		(46,498)	71,434
Owners of Advanced Innergy Holdings Limited		<u>770,136</u>	<u>4,808,808</u>
		<u><u>723,638</u></u>	<u><u>4,880,242</u></u>
Total comprehensive income for the half-year is attributable to:			
Non-controlling interest		(46,498)	71,434
Owners of Advanced Innergy Holdings Limited		<u>1,040,134</u>	<u>4,777,811</u>
		<u><u>993,636</u></u>	<u><u>4,849,245</u></u>

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

Advanced Innergy Holdings Limited
Consolidated statement of profit or loss and other comprehensive income
For the half-year ended 31 March 2026

	Note	Consolidated 31 March 2026 Cents	Consolidated 31 March 2025 Cents
Earnings per share for profit from continuing operations attributable to the owners of Advanced Innergy Holdings Limited			
Basic earnings per share	25	0.17	1.17
Diluted earnings per share	25	0.17	1.17
Earnings per share for profit attributable to the owners of Advanced Innergy Holdings Limited			
Basic earnings per share	25	0.18	1.14
Diluted earnings per share	25	0.18	1.14

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

Advanced Innergy Holdings Limited
Consolidated statement of financial position
As at 31 March 2026

Assets

Current assets

	Note	Consolidated 31 March 2026 £	Consolidated 30 September 2025 £
Cash and cash equivalents	10	48,303,471	17,750,112
Trade and other receivables		33,618,366	28,573,835
Contract assets		15,274,475	14,985,380
Inventories	11	16,905,240	14,023,896
Derivative financial instruments		302,540	23,467
Current tax assets		360,748	423,411
Total current assets		114,764,840	75,780,101

Non-current assets

Investments accounted for using the equity method		97,072	84,572
Property, plant and equipment	13	32,707,589	31,150,780
Right-of-use assets	12	23,329,257	21,548,661
Intangibles	14	70,722,503	65,542,233
Total non-current assets		126,856,421	118,326,246

Total assets

241,621,261 **194,106,347**

Liabilities

Current liabilities

Trade and other payables		27,358,191	28,182,013
Contract liabilities		13,526,812	14,023,918
Borrowings	15	18,030,398	11,464,931
Lease liabilities		4,364,220	3,641,080
Employee benefits		541,854	642,042
Provisions		2,161	799,226
Deferred consideration	16	1,235,390	605,612
Total current liabilities		65,059,026	59,358,822

Non-current liabilities

Borrowings	15	41,060,319	44,317,825
Lease liabilities		19,354,733	19,147,110
Deferred tax liabilities		2,278,287	1,866,266
Deferred consideration	16	146,372	126,062
Total non-current liabilities		62,839,711	65,457,263

Total liabilities

127,898,737 **124,816,085**

Net assets

113,722,524 **69,290,262**

Equity

Issued capital	17	216,241,173	172,771,674
Reserves	18	(138,317,907)	(138,634,154)
Retained profits		37,001,428	36,231,292
Equity attributable to the owners of Advanced Innergy Holdings Limited		114,924,694	70,368,812
Non-controlling interest		(1,202,170)	(1,078,550)

Total equity

113,722,524 **69,290,262**

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

Advanced Innergy Holdings Limited
Consolidated statement of changes in equity
For the half-year ended 31 March 2026

Consolidated	Issued capital £	Reserves £	Retained earnings £	Non-controlling interest £	Total equity £
Balance at 1 October 2024	172,771,674	(138,418,251)	26,629,889	(1,047,644)	59,935,668
Profit after income tax expense for the half-year	-	-	4,808,808	71,434	4,880,242
Other comprehensive loss for the half-year, net of tax	-	(30,997)	-	-	(30,997)
Total comprehensive (loss)/income for the half-year	-	(30,997)	4,808,808	71,434	4,849,245
<i>Transactions with owners in their capacity as owners:</i>					
Dividends paid	-	-	-	(37,208)	(37,208)
Balance at 31 March 2025	<u>172,771,674</u>	<u>(138,449,248)</u>	<u>31,438,697</u>	<u>(1,013,418)</u>	<u>64,747,705</u>
Consolidated	Issued capital £	Reserves £	Retained earnings £	Non-controlling interest £	Total equity £
Balance at 1 October 2025	172,771,674	(138,634,154)	36,231,292	(1,078,550)	69,290,262
Profit/(loss) after income tax expense for the half-year	-	-	770,136	(46,498)	723,638
Other comprehensive income for the half-year, net of tax	-	269,998	-	-	269,998
Total comprehensive income/(loss) for the half-year	-	269,998	770,136	(46,498)	993,636
<i>Transactions with owners in their capacity as owners:</i>					
Contributions of equity, net of transaction costs (note 17)	43,469,499	-	-	-	43,469,499
Share based payment	-	46,249	-	-	46,249
Dividends paid to non-controlling interest	-	-	-	(77,122)	(77,122)
Balance at 31 March 2026	<u>216,241,173</u>	<u>(138,317,907)</u>	<u>37,001,428</u>	<u>(1,202,170)</u>	<u>113,722,524</u>

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

Advanced Innergy Holdings Limited
Consolidated statement of cash flows
For the half-year ended 31 March 2026

		Consolidated	
	Note	31 March 2026 £	31 March 2025 £
Cash flows from operating activities			
Profit before income tax expense for the half-year		2,213,920	6,581,889
Adjustments for:			
Depreciation of property, plant and equipment, and right-of-use assets		2,787,957	2,642,645
Amortisation of intangible assets and finance costs		484,842	723,158
Taxation paid		(1,490,282)	(910,350)
Interest paid		2,999,338	2,730,686
Increase in trade and other receivables		(2,677,085)	(8,450,972)
Decrease/(increase) in inventories		688,647	(1,480,366)
Decrease in trade and other payables		(3,742,913)	(66,116)
Net cash from operating activities		<u>1,264,424</u>	<u>1,770,574</u>
Cash flows from investing activities			
Payment for purchase of subsidiary, net of cash acquired	23	(8,019,096)	-
Payments for investments		(12,500)	-
Payments for property, plant and equipment	13	(1,789,498)	(209,195)
Payments for intangibles	14	(752,681)	(837,511)
Proceeds from disposal of property, plant and equipment		-	28,735
Net cash used in investing activities		<u>(10,573,775)</u>	<u>(1,017,971)</u>
Cash flows from financing activities			
Proceeds from issue of shares	17	43,469,499	-
Net movement of finance leases and hire purchase contracts		(2,522,344)	(1,686,323)
Proceeds from/(repayment of) borrowings		1,992,015	(1,855,250)
Interest paid		(2,999,338)	(2,422,284)
Dividends paid to Non-Controlling Interest		(77,122)	(37,208)
Net cash from/(used in) financing activities		<u>39,862,710</u>	<u>(6,001,065)</u>
Net increase/(decrease) in cash and cash equivalents		30,553,359	(5,248,462)
Cash and cash equivalents at the beginning of the financial half-year		17,750,112	9,580,656
Effects of exchange rate changes on cash and cash equivalents		-	(44,127)
Cash and cash equivalents at the end of the financial half-year		<u><u>48,303,471</u></u>	<u><u>4,288,067</u></u>

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

Advanced Innergy Holdings Limited
Notes to the consolidated financial statements
31 March 2026

Note 1. Material accounting policy information

These general purpose financial statements for the interim half-year reporting period ended 31 March 2026 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

These general purpose financial statements do not include all the notes of the type normally included in annual financial statements. As Advanced Innergy Holdings Limited was incorporated on 18 June 2025 and admitted to trading on the ASX on 31 October 2025, these are the first financial statements prepared by the Company as the listed parent entity of the group. Accordingly, these financial statements are to be read in conjunction with the annual report of the predecessor group for the year ended 30 September 2025, which was prepared under the existing corporate structure prior to the ASX listing, and any public announcements made by the Company during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, unless otherwise stated.

New or amended Accounting Standards and Interpretations adopted

The Group has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the Group.

The following Accounting Standards and Interpretations are most relevant to the Group:

Going concern

The Group meets its day-to-day working capital requirements with its available retained cash supported by a revolving credit facility provided by the Group's bankers.

The Directors prepare a rolling 18-month forward-looking forecast, updated monthly, which takes into account the current market environment. The forecast demonstrates that the Group will be able to operate within its available cash and working capital facilities.

The business continues to trade satisfactorily with no significant adverse cash flow impact. The business also has cash reserves to draw on if required and is generating positive cashflow from operations. In addition, the group forecasts show covenant compliance throughout the review period with no breaches anticipated. The Directors will continue to review the business position and react accordingly. The Directors, having taken these steps along with sensitivities on the going concern model, believe that the business has sufficient prospect of trade and cash reserves to continue to trade for a period of no less than twelve months from the approval of these accounts.

In view of the above the Directors have a reasonable expectation that the Group has adequate resources to continue in operational existence for the foreseeable future. They therefore continue to adopt the going concern basis of accounting in preparing the annual financial statements.

Basis of preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the Corporations Act 2001, as appropriate for for-profit oriented entities. These financial statements also comply with International Financial Reporting Standards as issued by the International Accounting Standards Board ('IASB').

Historical cost convention

The financial statements have been prepared under the historical cost convention.

Comparative information

These financial statements are the first interim financial statements prepared by Advanced Innergy Holdings Limited following its incorporation on 18 June 2025 and admission to the ASX on 31 October 2025.

Advanced Innergy Holdings Limited
Notes to the consolidated financial statements
31 March 2026

Note 1. Material accounting policy information (continued)

Prior to listing, the Company acquired the entire issued share capital of Advanced Innergy Holdings Ltd (England and Wales) via a share-for-share exchange on 15 October 2025. As the transaction involved entities under common control, it has been accounted for outside the scope of AASB 3, using the predecessor method.

Under the predecessor method, the comparative financial information for the half-year ended 31 March 2025 reflects the results and financial position of the pre-existing group as if the current corporate structure had always been in place. The Company did not exist during the comparative period. Accordingly, the comparative information does not represent the historical results of Advanced Innergy Holdings Limited (Australia) as a legal entity, but rather the consolidated results of its predecessor group. The directors consider this basis provides users with more relevant and meaningful comparative information given Advanced Innergy Holdings Limited was incorporated for the purpose of listing the Group on the ASX.

Presentation and functional currency

The consolidated financial statements are presented in Great British Pounds Sterling ("GBP" / "£"), which the directors consider to be the most relevant presentation currency for users of the financial statements. This determination reflects the fact that the substantial majority of the group's operations, assets and liabilities are denominated in Sterling, and presentation in GBP therefore provides the most meaningful and relevant information to users.

The functional currency of Advanced Innergy Holdings Limited, the Australian parent entity, is Australian Dollars ("AUD"), being the currency of the primary economic environment in which it operates. As the presentation currency of the consolidated financial statements differs from the functional currency of the parent entity, the financial statements of Advanced Innergy Holdings Limited have been translated into GBP. Assets and liabilities are translated at the closing rate at the reporting date, and income and expenses are translated at the exchange rates at the dates of the transactions, or an average rate where this approximates the actual rate. Exchange differences arising on translation are recognised in other comprehensive income and accumulated in a separate component of equity.

Foreign currency transactions

Foreign currency transactions are translated into Great British Pounds using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at financial period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in profit or loss.

Non-monetary items are not retranslated at year-end and are measured at historical cost (translated using the exchange rates at the transaction date), except for non-monetary items measured at fair value which are translated using the exchange rates at the date when fair value was determined. Where a gain or loss on a non-monetary item is recognised in other comprehensive income the foreign exchange component of that gain or loss is also recognised in other comprehensive income.

Foreign operations

The assets and liabilities of foreign operations are translated into Great British Pounds using the exchange rates at the reporting date. The revenues and expenses of foreign operations are translated into Great British Pounds using the average exchange rates, which approximate the rates at the dates of the transactions, for the period. All resulting foreign exchange differences are recognised in other comprehensive income through the foreign currency reserve in equity.

On consolidation, assets and liabilities have been translated into Sterling (£) at the closing rate at the reporting date. Goodwill and fair value adjustments arising on the acquisition of a foreign entity have been treated as assets and liabilities of the foreign entity and translated into Sterling (£) at the closing rate. Income and expenses have been translated into Sterling (£) at the average rate over the reporting period. Exchange differences are charged or credited to other comprehensive income and recognised in the currency translation reserve in equity. On disposal of a foreign operation, the related cumulative translation differences recognised in equity are reclassified to profit or loss and are recognised as part of the gain or loss on disposal.

Note 2. Critical accounting judgements, estimates and assumptions

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

Recognition of service and construction contract revenues (Estimate)

The revenue recognised overtime in the period was £63,510,185 and is calculated using a percentage of cost completion method. This includes managements best estimate of cost to complete open contracts and projects at the period end. A percentage based cost of completion model is used by management as the best estimate of progress of the contract as it is delivered to the end customer.

Estimation of useful lives of assets (Estimate)

The Group determines the estimated useful lives and related depreciation and amortisation charges for its property, plant and equipment and finite life intangible assets. The useful lives could change significantly as a result of new innovations or more other events. The depreciation and amortisation charge will increase where the useful lives are less than previously estimated lives, or technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down. During the period the, management reassessed the useful lives of certain property, plant and equipment based on operational experience and external benchmarking data. As a result, the useful lives of certain assets were extended.

Accounting for common control transactions

Management has determined that the restructuring of entities within the group qualifies as a common control transaction, as all entities involved are owned by the same ultimate owners both before and after the transaction. Given that no specific guidance exists within Australian Accounting Standards, for such transactions, management applied judgement in developing an appropriate accounting policy to present relevant and reliable information.

Based on these considerations, management adopted the predecessor method, as it is widely accepted in practice for such transactions. This policy was selected because it reflects the continuity of ownership and the nature of the restructuring, which did not result in changes to the group's operations.

Presentation of financial statements

Management exercised judgement in determining the presentation of financial results for the combined group. Two presentation approaches were considered:

- Restating comparatives as if the combination has occurred at the start of the comparative period; or
- Presenting consolidated results only from the acquisition date

Management selected the first approach—presenting comparatives as if the transaction had occurred at the start of the comparative period.

Treatment of common control reserve

The difference between the net assets of the acquired entities and any deemed consideration is recognised directly in equity under the merger reserve.

Note 3. Operating segments

Identification of reportable operating segments

The Group is organised into 3 operating segments: Thermal, Subsea and Marine. These operating segments are based on the internal reports that are reviewed and used by the Board of Executive Directors (who are identified as the Chief Operating Decision Makers ('CODM')) in assessing performance and in determining the allocation of resources. There is no aggregation of operating segments.

The CODM reviews EBITDA (earnings before interest, tax, depreciation and amortisation). The accounting policies adopted for internal reporting to the CODM are consistent with those adopted in the financial statements.

Advanced Innergy Holdings Limited
Notes to the consolidated financial statements
31 March 2026

Note 3. Operating segments (continued)

The information reported to the CODM is on a monthly basis.

Types of products and services

The principal products and services of each of these operating segments are as follows:

Thermal segment	Fire-retardant coatings, subsea insulation materials, fire protection & insulation jackets and electric vehicle battery testing and materials products.
Subsea segment	Subsea buoyancy solutions, cable protection solutions and water intake risers
Marine segment	Marine fenders, aquaculture products, mooring and marking buoys and navigation floats

Intersegment transactions

There are no intersegment transactions.

Intersegment receivables, payables and loans

There are no intersegment loans or payables and receivables.

Operating segment information

	Thermal £	Marine £	Subsea £	Total £
Consolidated - 31 March 2026				
Revenue	24,755,860	8,932,215	42,783,345	76,471,420
Cost of sales	(13,643,301)	(5,501,706)	(29,181,121)	(48,326,128)
Gross profit	<u>11,112,559</u>	<u>3,430,509</u>	<u>13,602,224</u>	<u>28,145,292</u>
	Thermal £	Marine £	Subsea £	Total £
Consolidated - 31 March 2025				
Revenue	29,716,028	2,409,421	46,196,620	78,322,069
Cost of sales	(16,430,100)	(1,751,738)	(34,282,219)	(52,464,057)
Gross profit	<u>13,285,928</u>	<u>657,683</u>	<u>11,914,401</u>	<u>25,858,012</u>

The Group does not present balance sheet information by operating segment, as the Chief Decision Maker does not receive or review segment-level asset and liability information for the purposes of assessing performance or allocating resources. Segment assets and liabilities have therefore not been disclosed.

Note 4. Revenue

	Consolidated	
	31 March 2026 £	31 March 2025 £
Revenues from contracts with customers	63,510,185	72,208,636
Revenues recognised at a point in time	<u>12,961,235</u>	<u>6,113,433</u>
	<u><u>76,471,420</u></u>	<u><u>78,322,069</u></u>

Disaggregation of revenue

The disaggregation of revenue from contracts with customers is as follows:

Advanced Innergy Holdings Limited
Notes to the consolidated financial statements
31 March 2026

Note 4. Revenue (continued)

	Consolidated	
	31 March	31 March
	2026	2025
	£	£
<i>Geographical regions</i>		
United Kingdom	16,185,043	18,219,010
Europe	26,234,337	8,412,386
Rest of the world	34,052,040	51,690,673
	<u>76,471,420</u>	<u>78,322,069</u>
<i>Timing of revenue recognition</i>		
At a point in time	12,961,235	6,113,433
Over time	63,510,185	72,208,636
	<u>76,471,420</u>	<u>78,322,069</u>

Unsatisfied performance obligations

The aggregate amount of the transaction price allocated to the performance obligations that are unsatisfied (or partially unsatisfied) as of the end of the reporting period is £116,036,233 (31 March 2025: £87,076,000).

This is expected to be recognised within 12 - 18 months.

Change in estimate

During the period, the Group changed its revenue recognition approach for CRP contracts from an output-based method to an input-based method. The change was made to achieve consistency across the Group and to better reflect the transfer of control to customers by appropriately capturing design, engineering and other non-product deliverables in accordance with AASB 15.

Revenue recognition

Revenue is recognised at an amount that reflects the consideration to which the Group is expected to be entitled in exchange for transferring goods or services to a customer. For each arrangement with a customer, the Group: identifies whether the arrangement meets the definition of a contract with a customer; identifies the performance obligations in the contract; determines the transaction price which takes into account estimates of variable consideration and the time value of money; allocates the transaction price to the separate performance obligations on the basis of the relative stand-alone selling price of each performance obligation to be delivered; and recognises revenue when or as each performance obligation is satisfied in a manner that depicts the transfer to the customer of the goods or services promised.

Variable consideration within the transaction price, if any, reflects concessions provided to the customer such as discounts or any other contingent events. Such estimates are determined using either the 'expected value' or 'most likely amount' method. The measurement of variable consideration is subject to a constraining principle whereby revenue will only be recognised to the extent that it is highly probable that a significant reversal in the amount of cumulative revenue recognised will not occur. The measurement constraint continues until the uncertainty associated with the variable consideration is subsequently resolved. Whenever applicable, the Group applies the variable consideration allocation exception to recognise revenue for a variable amount related to a distinct service that forms part of a single performance obligation.

Overtime, input method

The Group enters into long term contracts with customers that are typically treated as a single performance obligation to cover the design, manufacture and installation of the Group's products. A percentage-based cost of completion approach is applied as revenue is recognised over time. Warranty costs are identified as separate performance obligations only in the very rare circumstances that the warranty term varies significantly from the prevailing standard within the industry.

Overtime, output method (applies to prior period only)

Revenue is recognised when the Group has manufactured goods in accordance with its obligations under the terms of sale and title of the goods has been transferred to the buyer.

Advanced Innergy Holdings Limited
Notes to the consolidated financial statements
31 March 2026

Note 4. Revenue (continued)

Revenue recognition is conducted using the output method. Revenue is recognised on the basis of the stage of completion whereby it is probable that the Group will obtain the financial benefits related to the assignment, and when a reliable calculation can be made. Anticipated losses are expensed immediately.

The Group's trade receivables are all related to the value of revenue receivable from contracts with customers.

The Group has taken the following practical expedients from AASB 15:

- The Group need not adjust the promised amount of consideration for the effects of a significant financing component if the expectation is that, at contract inception, the period between when the Group transfers a promised service to a customer and when the customer pays for that service will be one year or less; and
- The Group has recognised incremental costs of obtaining a contract as an expense when incurred if the amortisation period for the asset that would have otherwise been recognised would be one year or less. When it is probable that total contract costs will exceed total contract turnover, the expected loss is recognised as an expense immediately.

Point in time

A sale of goods is recognised when the Group has transferred to the buyer the significant risk and rewards of ownership, generally when the customer has taken undisputed delivery of the goods.

Note 5. Share of profits/(losses) of joint ventures accounted for using the equity method

	Consolidated	
	31 March 2026	31 March 2025
	£	£
Share of profits/(losses) - joint ventures	18,537	(26,894)
	18,537	(26,894)

Note 6. Other operating income

	Consolidated	
	31 March 2026	31 March 2025
	£	£
Other operating income	220,259	68,860
	220,259	68,860

Accounting policy for other income

Other income is recognised when it is received or when the right to receive payment is established.

Advanced Innergy Holdings Limited
Notes to the consolidated financial statements
31 March 2026

Note 7. Expenses

	Consolidated	Consolidated
	31 March	31 March
	2026	2025
	£	£
Profit before income tax includes the following specific expenses:		
<i>Administrative expenses</i>		
Bad debt recovery	(387,004)	(454,653)
Net foreign exchange gain/(loss)	911,700	(43,510)
Loss on disposal of fixed asset	-	200
Other expenditure	1,173,491	302,006
Administrative staff costs	9,364,131	8,274,549
Professional and office costs	6,273,919	4,544,324
	<u>17,336,237</u>	<u>12,622,916</u>
<i>Depreciation and amortisation expense</i>		
Owned by the group	1,115,446	2,111,768
Leased assets	1,672,511	530,877
Amortisation of development costs	484,842	723,158
Foreign exchange differences on depreciation	(219,958)	(5,818)
	<u>3,052,841</u>	<u>3,359,985</u>
Other expenses *	<u>2,888,478</u>	<u>624,887</u>
<i>Employee benefits expenses included within administrative expenses and costs of goods sold</i>		
Wages and salaries	16,918,290	16,577,746
Social security	1,768,124	1,778,423
Other pension costs	524,228	599,874
	<u>19,210,642</u>	<u>18,956,043</u>

Defined contribution pension expense

Contributions to defined contribution pension plans are expensed in the period in which they are incurred.

*Other expenses primarily relate to costs incurred in connection with the Group's initial public offering and merger and acquisition activities, which are not expected to recur in the normal course of business.

Accounting policy for other expenses

Costs incurred in connection with the group listing are allocated based on their nature:

- costs directly attributable to the issue of new shares were deducted from equity upon completion of the listing.
- costs relating to the sale of existing shares, were recognised in profit or loss.

Note 8. Finance income and finance costs

	Consolidated	Consolidated
	31 March	31 March
	2026	2025
	£	£
Finance income	<u>432,733</u>	<u>22,505</u>
Finance costs	<u>2,999,338</u>	<u>2,753,457</u>

Advanced Innergy Holdings Limited
Notes to the consolidated financial statements
31 March 2026

Note 8. Finance income and finance costs (continued)

Accounting policy for finance income

Interest revenue is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

Accounting policy for finance costs

Finance costs attributable to qualifying assets are capitalised as part of the asset. All other finance costs are expensed in the period in which they are incurred.

Note 9. Income tax expense

The Group has recognised a higher effective tax charge relative to profit before tax in the period, primarily due to listing-related costs incurred within the parent company. These costs are not fully deductible in the current period, giving rise to deductible temporary differences and/or tax losses.

As at 31 March 2026, no deferred tax asset has been recognised in respect deductible temporary differences and tax losses for the parent entity.

Note 10. Cash and cash equivalents

	Consolidated	
	30	
	31 March	September
	2026	2025
	£	£
<i>Current assets</i>		
Cash at bank	11,815,396	17,750,112
Liquidity funds	16,115,647	-
Cash on notice *	20,372,428	-
	<u>48,303,471</u>	<u>17,750,112</u>

*The notice period for cash on notice is 30-32 days.

Note 11. Inventories

	Consolidated	
	30	
	31 March	September
	2026	2025
	£	£
<i>Current assets</i>		
Raw materials	9,229,973	11,700,335
Work in progress	1,259,243	829,577
Finished goods	6,416,024	1,493,984
	<u>16,905,240</u>	<u>14,023,896</u>

Advanced Innergy Holdings Limited
Notes to the consolidated financial statements
31 March 2026

Note 12. Right-of-use assets

	Consolidated	
	31 March	30
	2026	September
	£	2025
		£
<i>Non-current assets</i>		
Long term leasehold property - right-of-use	21,151,154	18,438,185
Less: Accumulated depreciation	<u>(4,366,348)</u>	<u>(3,004,030)</u>
	16,784,806	15,434,155
Plant and machinery - right-of-use	5,518,290	5,010,245
Less: Accumulated depreciation	<u>(2,228,444)</u>	<u>(2,000,061)</u>
	3,289,846	3,010,184
Motor vehicles - right-of-use	49,895	49,895
Less: Accumulated depreciation	<u>(40,197)</u>	<u>(39,520)</u>
	9,698	10,375
Assets under construction - right-of-use	2,330,721	2,098,628
Fixtures and fittings - right-of-use	1,055,562	1,055,562
Less: Accumulated depreciation	<u>(309,963)</u>	<u>(271,406)</u>
	745,599	784,156
Other equipment - right-of-use	409,026	409,026
Less: Accumulated depreciation	<u>(240,439)</u>	<u>(197,863)</u>
	168,587	211,163
	<u>23,329,257</u>	<u>21,548,661</u>

Advanced Innergy Holdings Limited
Notes to the consolidated financial statements
31 March 2026

Note 12. Right-of-use assets (continued)

Reconciliations

Reconciliations of the written down values at the beginning and end of the current financial half-year are set out below:

Consolidated	Long term leasehold property £	Plant and machinery £	Motor vehicles £	Assets under construction £	Fixtures and fittings £	Other equipment £	Total £
Balance at 1 October 2024	7,281,711	1,273,771	18,683	2,459,834	889,710	313,420	12,237,129
Additions	180,143	673,238	-	1,102,828	-	-	1,956,209
Additions through business combinations	9,138,009	-	-	-	-	-	9,138,009
Disposals	(27,780)	-	-	-	-	-	(27,780)
Foreign exchange movement	39,611	-	-	-	-	-	39,611
Transfers	-	1,464,034	-	(1,464,034)	-	-	-
Amortisation expense	(1,177,539)	(400,859)	(8,308)	-	(105,554)	(102,257)	(1,794,517)
Balance at 30 September 2025	15,434,155	3,010,184	10,375	2,098,628	784,156	211,163	21,548,661
Additions	2,080,330	508,045	-	232,093	-	-	2,820,468
Additions through business combinations	305,745	-	-	-	-	-	305,745
Foreign exchange movement	326,894	-	-	-	-	-	326,894
Depreciation expense	(1,362,318)	(228,383)	(677)	-	(38,557)	(42,576)	(1,672,511)
Balance at 31 March 2026	<u>16,784,806</u>	<u>3,289,846</u>	<u>9,698</u>	<u>2,330,721</u>	<u>745,599</u>	<u>168,587</u>	<u>23,329,257</u>

Advanced Innergy Holdings Limited
Notes to the consolidated financial statements
31 March 2026

Note 13. Property, plant and equipment

	Consolidated	
	31 March	30
	2026	September
	£	2025
		£
<i>Non-current assets</i>		
Freehold property - at cost	13,856,013	13,847,104
Less: Accumulated depreciation	<u>(4,619,636)</u>	<u>(4,497,791)</u>
	9,236,377	9,349,313
Long term leasehold property - at cost	4,017,852	4,017,851
Less: Accumulated depreciation	<u>(1,102,158)</u>	<u>(1,065,255)</u>
	2,915,694	2,952,596
Plant and machinery - at cost	45,015,923	43,415,748
Less: Accumulated depreciation	<u>(27,148,572)</u>	<u>(26,395,928)</u>
	17,867,351	17,019,820
Fixtures and fittings - at cost	2,912,480	2,554,175
Less: Accumulated depreciation	<u>(2,065,836)</u>	<u>(1,945,850)</u>
	846,644	608,325
Motor vehicles - at cost	88,888	82,514
Less: Accumulated depreciation	<u>(25,996)</u>	<u>(19,438)</u>
	62,892	63,076
Assets under construction - at cost	1,474,693	827,204
Other equipment - at cost	1,265,870	1,214,868
Less: Accumulated depreciation	<u>(961,932)</u>	<u>(884,422)</u>
	303,938	330,446
	<u><u>32,707,589</u></u>	<u><u>31,150,780</u></u>

Change in useful life estimate

During the period, management reassessed the useful lives of certain property, plant and equipment based on operational experience and external benchmarking data. As a result, the useful lives of certain assets were extended. The effect of this change was to decrease depreciation expense for the current 6 month period by £1,421,142. The effect on future periods will depend on the utilisation of those assets over their remaining useful lives.

Accounting policy for property, plant and equipment

Plant and equipment is stated at historical cost less accumulated depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items. Such cost includes the cost of replacing component parts of the property, plant and equipment and borrowing costs for long-term construction projects if the recognition criteria are met. When significant parts of property, plant and equipment are required to be replaced at intervals, the Group derecognises the replaced part and recognises the new part with its own associated useful life and depreciation. Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognised in the income statement as incurred. Gains and losses on disposals are determined by comparing the proceeds with carrying amount and are recognised within administrative expenses in the income statement.

Depreciation is calculated on a straight-line basis to write off the net cost of each item of property, plant and equipment (excluding land) over their expected useful lives as follows:

Advanced Innergy Holdings Limited
Notes to the consolidated financial statements
31 March 2026

Note 13. Property, plant and equipment (continued)

Long-term leasehold property	Over the remaining period of the lease
Plant and machinery	10-50 years
Motor vehicles	10 years
Fixture and fittings	5-10 years
Other equipment	4 years
Freehold buildings	20-50 years

The residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each reporting date.

An item of property, plant and equipment is derecognised upon disposal or when there is no future economic benefit to the Group. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss.

Reconciliations

Reconciliations of the written down values at the beginning and end of the current financial half-year are set out below:

Consolidated	Freehold property £	Long term leasehold property £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Assets under construction £	Other equipment £	Total £
Balance at 1 October 2024	9,597,949	3,026,404	14,251,739	619,173	22,630	1,067,493	245,308	28,830,696
Additions	-	-	459,957	53,102	-	1,241,160	197,395	1,951,614
Additions through business combinations	-	-	4,279,790	145,627	46,964	-	-	4,472,381
Disposals	-	-	(56)	-	-	-	-	(56)
Foreign exchange movement	-	-	(4,003)	(3,055)	(209)	-	23	(7,244)
Transfers	-	-	1,481,449	-	-	(1,481,449)	-	-
Depreciation expense	(248,636)	(73,808)	(3,449,056)	(206,522)	(6,309)	-	(112,280)	(4,096,611)
Balance at 30 September 2025	9,349,313	2,952,596	17,019,820	608,325	63,076	827,204	330,446	31,150,780
Additions	8,909	-	925,402	209,015	494	645,678	-	1,789,498
Additions through business combinations	-	-	673,013	141,458	-	-	49,189	863,660
Foreign exchange movement	-	-	(16,710)	7,832	5,880	20,281	1,814	19,097
Transfers	-	-	18,470	-	-	(18,470)	-	-
Depreciation expense	(121,845)	(36,902)	(752,644)	(119,986)	(6,558)	-	(77,511)	(1,115,446)
Balance at 31 March 2026	<u>9,236,377</u>	<u>2,915,694</u>	<u>17,867,351</u>	<u>846,644</u>	<u>62,892</u>	<u>1,474,693</u>	<u>303,938</u>	<u>32,707,589</u>

Note 14. Intangibles

	Consolidated	
	31 March	30
	2026	September
	£	2025
		£
<i>Non-current assets</i>		
Goodwill - at cost	53,044,033	48,429,725
Less: Accumulated impairment	<u>(2,286,809)</u>	<u>(2,286,809)</u>
	50,757,224	46,142,916
Development - at cost	23,465,870	22,429,373
Less: Accumulated amortisation	<u>(12,166,510)</u>	<u>(12,090,315)</u>
	11,299,360	10,339,058
Trademarks - at cost	1,035,000	1,035,000
Less: Accumulated amortisation	<u>(1,035,000)</u>	<u>(1,035,000)</u>
	-	-
Other intangible assets - at cost	9,060,259	9,060,259
Less: Accumulated amortisation	<u>(394,340)</u>	<u>-</u>
	8,665,919	9,060,259
	<u>70,722,503</u>	<u>65,542,233</u>

During the period, management reassessed the useful lives of certain intangibles based on operational experience and external benchmarking data. As a result, the useful lives of certain assets were extended. The effect of this change was to decrease amortisation expense for the current 6 month period by £253,778. The effect on future periods will depend on the utilisation of those assets over their remaining useful lives.

Accounting policy for intangible assets

Intangible assets acquired as part of a business combination, other than goodwill, are initially measured at their fair value at the date of the acquisition. Intangible assets acquired separately are initially recognised at cost. Indefinite life intangible assets are not amortised and are subsequently measured at cost less any impairment. Finite life intangible assets are subsequently measured at cost less amortisation and any impairment. The gains or losses recognised in profit or loss arising from the derecognition of intangible assets are measured as the difference between net disposal proceeds and the carrying amount of the intangible asset. The method and useful lives of finite life intangible assets are reviewed annually. Changes in the expected pattern of consumption or useful life are accounted for prospectively by changing the amortisation method or period.

Goodwill

Goodwill represents the future economic benefits arising from a business combination that are not individually identified and separately recognised. Goodwill is carried at cost less accumulated impairment losses

Research and development

Research costs are expensed in the period in which they are incurred. Development costs are capitalised when it is probable that the project will be a success considering its commercial and technical feasibility; the Group is able to use or sell the asset; the Group has sufficient resources; and intent to complete the development and its costs can be measured reliably. Capitalised development costs are amortised on a straight-line basis over the period of their expected benefit, being their finite life of 15 years where the amortisation is charged to depreciation and amortisation expenses.

Trademarks

Significant costs associated with patents and trademarks are deferred and amortised on a straight-line basis over the period of their expected benefit, being their finite life of 10 years.

Advanced Innergy Holdings Limited
Notes to the consolidated financial statements
31 March 2026

Note 14. Intangibles (continued)

Reconciliations

Reconciliations of the written down values at the beginning and end of the current financial half-year are set out below:

Consolidated	Goodwill	Development	Other	Total
	£	£	intangibles	£
			£	
Balance at 1 October 2024	39,870,234	9,758,179	-	49,628,413
Additions	-	1,671,607	-	1,671,607
Additions through business combinations	6,589,379	445,386	9,060,259	16,095,024
Disposals	-	(44,126)	-	(44,126)
Foreign exchange movement	(316,697)	(16,628)	-	(333,325)
Amortisation expense	-	(1,475,360)	-	(1,475,360)
Balance at 30 September 2025	46,142,916	10,339,058	9,060,259	65,542,233
Additions	-	752,681	-	752,681
Additions through business combinations	4,609,733	284,730	-	4,894,463
Foreign exchange movement	4,575	13,393	-	17,968
Depreciation expense	-	(90,502)	(394,340)	(484,842)
Balance at 31 March 2026	<u>50,757,224</u>	<u>11,299,360</u>	<u>8,665,919</u>	<u>70,722,503</u>

The purchase price allocation for the prior year business combination was provisional at the reporting date. Finalisation of the values during the current period resulted in measurement period adjustments, with comparatives restated to reflect this adjustment.

Other intangibles include customer relationships, orderbook and brand technical know-how associated with the Ovun AS acquisition.

Note 15. Borrowings

	Consolidated	
	31 March	30
	2026	September
	£	2025
		£
<i>Current liabilities</i>		
Bank loans	6,630,398	6,464,931
Revolving credit facility	11,400,000	5,000,000
	<u>18,030,398</u>	<u>11,464,931</u>
<i>Non-current liabilities</i>		
Bank loans	41,060,319	44,317,825
	<u>59,090,717</u>	<u>55,782,756</u>

Advanced Innergy Holdings Limited
Notes to the consolidated financial statements
31 March 2026

Note 15. Borrowings (continued)

Total secured liabilities

The total secured liabilities are as follows:

	Consolidated	30
	31 March	September
	2026	2025
	£	£
Bank loans	47,690,717	50,782,756
Bank overdraft and revolving credit facility	11,400,000	5,000,000
	<u>59,090,717</u>	<u>55,782,756</u>

Assets pledged as security

A fixed and floating charge over the Group's assets is held as by agent Barclays Bank PLC.

Financing arrangements

Unrestricted access was available at the reporting date to the following lines of credit:

	Consolidated	30
	31 March	September
	2026	2025
	£	£
Total facilities		
Bank overdraft and revolving credit facility	12,000,000	8,000,000
Bank loans	47,690,717	50,782,756
	<u>59,690,717</u>	<u>58,782,756</u>
Used at the reporting date		
Bank overdraft and revolving credit facility	11,400,000	5,000,000
Bank loans	47,690,717	50,782,756
	<u>59,090,717</u>	<u>55,782,756</u>
Unused at the reporting date		
Bank overdraft and revolving credit facility	600,000	3,000,000
Bank loans	-	-
	<u>600,000</u>	<u>3,000,000</u>

Terms and conditions

The bank loans are principal and interest payment loans, repayable in 6 monthly instalments and due to mature in 2029. The variable interest rate is SONIA + 2.75% and SONIA + 3% (As at 30 September 2025: SONIA + 2.75% and SONIA + 3%).

Loan covenants

The bank loans are subject to certain financial covenants and these are assessed at the end of each quarter. The loans will be repayable immediately if the covenants are breached. The Group is not aware of any facts or circumstances that indicate that it may have difficulty complying with the covenants within 12 months after the reporting period.

Advanced Innergy Holdings Limited
Notes to the consolidated financial statements
31 March 2026

Note 16. Deferred consideration

	Consolidated	
	31 March	30
	2026	September
	£	2025
		£
<i>Current liabilities</i>		
Deferred consideration	1,007,149	605,612
Earn-out *	228,241	-
	<u>1,235,390</u>	<u>605,612</u>
<i>Non-current liabilities</i>		
Deferred consideration	146,372	126,062
	<u>1,381,762</u>	<u>731,674</u>

*As part of the acquisition, the vendor is entitled to contingent consideration of up to Norwegian Krone ('NOK') 20.0 million, payable based on the Group's EBITDA for the financial year ending 2026. No earn-out is payable if FY26 EBITDA is less than NOK 20.0 million, while the full amount is payable if FY26 EBITDA equals or exceeds NOK 30.0 million. Where FY26 EBITDA is between NOK 20.0 million and NOK 30.0 million, the earn-out is calculated on a linear basis.

The deferred consideration is made up as follows:

<i>Current liabilities</i>		-
Ovun Holdings deferred consideration for Imenco Aqua AS		360,206
Advanced Innergy Limited Deferred consideration for Advanced Innergy Testing Limited		500,000
CRP Subsea Ltd deferred consideration for GAP Plastics Limited		146,943
		<u>1,007,149</u>
<i>Non-current liabilities</i>		
CRP Subsea Ltd deferred consideration for GAP Plastics Limited		146,372
		<u>146,372</u>

Note 17. Issued capital

	Consolidated			
	31 March	30	31 March	30
	2026	September	2026	September
	Shares	2025	2026	2025
		Shares	£	£
Ordinary shares - fully paid	422,320,612	332,343,595	219,547,001	172,771,674
Capitalised IPO costs	-	-	(3,305,828)	-
	<u>422,320,612</u>	<u>332,343,595</u>	<u>216,241,173</u>	<u>172,771,674</u>

Movements in ordinary share capital

Details	Date	Shares	Issue price	£
Share issuance	1 October 2025	332,343,595		172,771,674
Issuance of shares	15 October 2025	89,977,017	£1.00	46,775,327
Capitalisation of IPO costs	31 October 2025	-	£0.00	(3,305,828)
Balance	31 March 2026	<u>422,320,612</u>		<u>216,241,173</u>

Advanced Innergy Holdings Limited
Notes to the consolidated financial statements
31 March 2026

Note 17. Issued capital (continued)

Share buy-back

There is no current on-market share buy-back.

Note 18. Reserves

	Consolidated	
	31 March	30
	2026	September
	£	2025
		£
Foreign exchange reserve	(8,627,183)	(8,897,181)
Capital contribution reserve	1,118,614	1,118,614
Share based payment reserve	46,249	-
Merger reserve	(130,855,587)	(130,855,587)
	<u>(138,317,907)</u>	<u>(138,634,154)</u>

Movements in reserves

Movements in each class of reserve during the current financial half-year are set out below:

Consolidated	Foreign exchange reserve £	Capital contribution reserve £	Share-based payment reserve £	Merger reserve £	Total £
Balance at 1 October 2025	(8,897,181)	1,118,614	-	(130,855,587)	(138,634,154)
Foreign currency translation	269,998	-	-	-	269,998
Share based payments	-	-	46,249	-	46,249
Balance at 31 March 2026	<u>(8,627,183)</u>	<u>1,118,614</u>	<u>46,249</u>	<u>(130,855,587)</u>	<u>(138,317,907)</u>

Share-based payments reserve

The reserve is used to recognise the value of equity benefits provided to employees and directors as part of their remuneration, and other parties as part of their compensation for services.

Merger reserve

The reserve recognises any difference between the acquired net assets and the consideration exchanged in a common control transaction, utilising the predecessor method.

Note 19. Fair value measurement

The Group's finance team performs valuations of financial items for financial reporting purposes in consultation with third party valuation specialists for complex valuations. Valuation techniques are selected based on the characteristics of each instrument, with the overall objective of maximising the use of market-based information.

Fair value hierarchy

The following tables detail the Group's assets and liabilities, measured or disclosed at fair value, using a three level hierarchy, based on the lowest level of input that is significant to the entire fair value measurement, being:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly

Level 3: Unobservable inputs for the asset or liability

The Group holds only level 2 financial assets at fair value, namely forward foreign exchange contracts, which have a balance of £302,540 (2024: £23,467).

Advanced Innergy Holdings Limited
Notes to the consolidated financial statements
31 March 2026

Note 19. Fair value measurement (continued)

There were no transfers between levels during the financial period ending 31 March 2026 and 30 September 2025.

The carrying amounts of trade and other receivables and trade and other payables are assumed to approximate their fair values due to their short-term nature.

The fair value of financial liabilities is estimated by discounting the remaining contractual maturities at the current market interest rate that is available for similar financial liabilities.

Valuation techniques for fair value measurements categorised within level 2.

The Group's foreign currency forward contracts are not traded in active markets. These have been fair valued using observable forward exchange rates and interest rates corresponding to the maturity of the contract. The effects of non-observable inputs are not significant for foreign currency forward contracts.

Note 20. Contingencies

The Group has given performance bonds as at the period end of £15,025,108 (2025: £16,568,633). These performance bonds are provided through the Group's bankers and allow the beneficiary to claim in the event the group fails to fulfil its performance obligations under the contract.

Note 21. Commitments

The value of capital commitments is £2,216,239 (31 March 2025: £1,561,046) and relates to orders on capital expenditure jobs which have been committed to but not yet delivered or invoiced.

Note 22. Common control transaction

During the period, Advanced Innergy Holdings Ltd ("AIH") underwent a corporate restructure to facilitate the listing of the group on the Australian Securities Exchange ("ASX") via an Initial Public Offering. As part of this restructure, a newly incorporated Australian company ("ListCo") acquired the entire issued share capital of AIH via a share-for-share exchange, whereby each AIH shareholder received an equivalent number of shares in ListCo with identical rights and nominal value. This transaction was effected on a mirror-image basis, with the share capital of ListCo immediately following the exchange reflecting the share capital of AIH immediately prior to it. As existing shareholders retained at least 60% of the share capital following the exchange, control was not considered to have changed, and the transaction has accordingly been treated as a business combination under common control, outside the scope of AASB 3. The predecessor method has been applied, with assets and liabilities recorded at their existing book values, no goodwill recognised, and any difference between the consideration and the net assets of AIH recorded as a merger reserve within equity.

Details of the transaction are as follows:

	Total £
Cash and cash equivalents	41,734
Trade and other receivables	35,416,925
Current tax assets	118,692
Prepayments	761,916
Investments	28,028,719
Trade and other payables	<u>(31,728,919)</u>
Net assets acquired	<u>32,639,067</u>
<i>Reserves recognised on the date of the transaction</i>	
Merger reserve	<u>130,855,587</u>
Acquisition-date fair value of the total consideration transferred	<u>163,494,654</u>

Advanced Innergy Holdings Limited
Notes to the consolidated financial statements
31 March 2026

Note 22. Common control transaction (continued)

Accounting policy for transactions under common control

A common control transaction is a transfer of assets or an exchange of equity interests among entities which are ultimately controlled by the same party or parties both before and after the transaction, and that control is not transitory.

In a common control transaction, the assets and liabilities transferred are recorded in the Group's financial statements at their book value, without any revaluation. The book value of the transferred assets is compared to any consideration given, with the difference recognised directly in equity, within a merger reserve. There is no impact on the Statement of Profit or Loss and Other Comprehensive Income.

Note 23. Business combinations

On 16 March, 2026, Ovun Holdings AS acquired 100% of the ordinary shares of Imenco Aqua AS for the total consideration transferred of £8,530,553. This is an aquaculture business that provides smart solutions, technology and equipment to aquaculture customers globally. The business operates in the Marine division of the Group. The acquired business contributed revenues of £343,529 and loss after tax of £5,859 to the Group for the period from 16 March 2026 to 31 March 2026. If the acquisition occurred on 1 October 2025, the full 6 month period contributions would have been revenues of £5,531,255 and profit after tax of £555,291. The values identified in relation to the acquisition of Imenco Aqua AS are provisional as at 31 March 2026.

Details of the acquisition are as follows:

	Fair value £
Cash and cash equivalents	511,457
Trade receivables	1,592,582
Other debtors	784,776
Stock and Work in progress	3,569,991
Tangible assets	1,169,405
Intangible assets	287,306
Deferred Tax asset	356,264
Corporation tax	(148,352)
Trade payables	(1,269,532)
Accruals and other creditors	(1,215,472)
VAT	(95,914)
Lease liabilities	(305,745)
Bank loans	(1,315,946)
Net assets/(liabilities) acquired	3,920,820
Goodwill	4,609,733
Acquisition-date fair value of the total consideration transferred	<u>8,530,553</u>
Representing:	
Cash paid or payable to vendor	<u>8,530,553</u>

The values identified in the acquisition above are provisional as at 31 March 2026 as the intangible asset fair value has yet to be finalised.

Advanced Innergy Holdings Limited
Notes to the consolidated financial statements
31 March 2026

Note 23. Business combinations (continued)

In the prior period the Group acquired Ovun Holdings AS and Ovun AS. The comparative period amounts were previously measured on a provisional basis. During the current period, the fair values have been finalised, resulting in an adjustment to the recognised intangible assets. The final values are disclosed below:

	Fair value £
Cash and cash equivalents	1,557,394
Trade receivables	1,796,843
Other debtors	147,467
Stock and Work in progress	5,359,672
Tangible assets	8,163,681
Intangible assets	9,459,599
Deferred Tax asset	(1,791,799)
Corporation tax	(764,693)
Trade payables	(622,118)
Accruals and other creditors	(6,024,716)
Investments	33,655
Lease liabilities	<u>(7,386,467)</u>
Net assets/(liabilities) acquired	9,928,518
Goodwill	<u>6,086,343</u>
Acquisition-date fair value of the total consideration transferred	<u><u>16,014,861</u></u>
Representing:	
Cash paid or payable to vendor	<u><u>16,014,861</u></u>

Advanced Innergy Holdings Limited
Notes to the consolidated financial statements
31 March 2026

Note 24. Interests in subsidiaries

The consolidated financial statements incorporate the assets, liabilities and results of the following subsidiaries in accordance with the accounting policy described in note 1:

Name	Principal place of business / Country of incorporation	Ownership interest	
		31 March 2026 %	30 September 2025 %
Advanced Innergy Holdings Ltd	England & Wales	100.00%	-
Advanced Innergy Group Ltd	England & Wales	100.00%	100.00%
Advanced Innergy Ltd	England & Wales	100.00%	100.00%
Advanced Innergy Solutions Ltd	England & Wales	100.00%	100.00%
Advanced Innergy Contracting Ltd	England & Wales	100.00%	100.00%
Advanced Insulation Systems Ltd	England & Wales	100.00%	100.00%
AIS Manuplas Ltd	England & Wales	100.00%	100.00%
AIS Covertherm Ltd	England & Wales	100.00%	100.00%
C - Ling Limited	England & Wales	100.00%	100.00%
CRP Subsea Limited	England & Wales	100.00%	100.00%
CRP Holdings Limited	England & Wales	100.00%	100.00%
GAP Plastics Limited	England & Wales	100.00%	100.00%
Advanced Innergy Solutions Brazil Ltda	Brazil	99.50%	99.50%
Contraflex Kazakhstan LLP *	Kazakhstan	50.00%	50.00%
AIS FZE	United Arab Emirates	100.00%	100.00%
AIS Korea Limited	South Korea	75.00%	75.00%
AIS US Inc	USA	100.00%	100.00%
Advanced Innergy Solutions Angola Ltda *	Angola	49.00%	49.00%
Advanced Innergy Canada Ltd	Canada	100.00%	100.00%
AIS Norway AS	Norway	100.00%	100.00%
AIS Malaysia SDN BHD	Malaysia	100.00%	100.00%
AIS Italy	Italy	100.00%	100.00%
AIS Bardot	France	100.00%	100.00%
AIS Assets Holding Limited	British Virgin Islands	100.00%	100.00%
Advanced Innergy Testing Ltd	England & Wales	100.00%	100.00%
Ovun Holdings AS	Norway	100.00%	100.00%
Ovun AS	Norway	100.00%	100.00%
Imenco Aqua AS	Norway	100.00%	-
Imenco Aqua Chile S.A	Chile	95.00%	-

*Although ownership interest is not greater than 50%, we have a greater than 50% entitlement to profit and therefore consolidate on a non-controlling interest basis.

Note 25. Earnings per share

	Consolidated	
	31 March 2026 £	31 March 2025 £
<i>Earnings per share for profit from continuing operations</i>		
Profit after income tax attributable to the owners of Advanced Innergy Holdings Limited	723,638	4,880,242

Advanced Innergy Holdings Limited
Notes to the consolidated financial statements
31 March 2026

Note 25. Earnings per share (continued)

	Consolidated	Consolidated
	31 March	31 March
	2026	2025
	£	£
<i>Earnings per share for profit</i>		
Profit after income tax	723,638	4,880,242
Non-controlling interest	46,498	(71,434)
	<u>770,136</u>	<u>4,808,808</u>
Profit after income tax attributable to the owners of Advanced Innergy Holdings Limited		
	Number	Number
Weighted average number of ordinary shares used in calculating basic earnings per share	<u>422,320,612</u>	<u>422,320,612</u>
Weighted average number of ordinary shares used in calculating diluted earnings per share	<u>422,320,612</u>	<u>422,320,612</u>

Under the predecessor method adopted for the common control transaction (refer Note 22), the comparative financial information has been presented as if the current group structure had always been in place. Accordingly, for the purposes of calculating earnings per share, the weighted average number of ordinary shares for both the current and comparative periods has been determined by reference to the share capital of Advanced Innergy Holdings Limited (Australia) following the share-for-share exchange completed on 15 October 2025, being 415,961,074 shares. This approach treats the shares issued pursuant to the share-for-share exchange as if they had been on issue throughout both periods presented, consistent with the predecessor method. No adjustment has been made for the 89,977,017 shares issued to new investors at IPO, which have been included in the weighted average only from their date of issue, 15 October 2025.

	Cents	Cents
Basic earnings per share	0.18	1.14
Diluted earnings per share	0.18	1.14

Basic earnings per share

Basic earnings per share is calculated by dividing the profit attributable to the owners of Advanced Innergy Holdings Limited, excluding any costs of servicing equity other than ordinary shares, by the weighted average number of ordinary shares outstanding during the financial period, adjusted for bonus elements in ordinary shares issued during the financial period.

Diluted earnings per share

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account the after income tax effect of interest and other financing costs associated with dilutive potential ordinary shares and the weighted average number of shares assumed to have been issued for no consideration in relation to dilutive potential ordinary shares.

Note 26. Share-based payments

Long-Term Incentive Plan (Equity-Settled Performance Rights)

During the financial period ended 31 March 2026, the Group established a new equity-settled long-term incentive plan ("LTIP") for senior executives (key management personnel). Under the LTIP, eligible participants may receive performance rights to ordinary shares in the Company, subject to service and performance conditions. The LTIP forms part of the Group's remuneration framework and is intended to align the interests of management with those of shareholders by providing a variable, equity-based reward linked to the achievement of the Group's strategic objectives over a multi-year period.

Terms of the awards

As at 31 March 2026, the specific performance hurdles had not yet been finalised or approved by the Nomination and Remuneration Committee. Accordingly, no issue date had occurred by the reporting date, as there was not yet a shared understanding of all material terms and conditions of the awards. The grant date is expected to be established once the performance conditions are approved and communicated to participants.

Note 26. Share-based payments (continued)

Notwithstanding the absence of a formal grant date at 31 March 2026, the Group commenced recognising share-based payment expense from the start of the service period (1 October 2025).

Expense recognised during the period

For the period from 1 October 2025 to 31 March 2026, the Group recognised a share-based payment expense of £46,250 (comparative period: £nil) in respect of the LTIP. This amount has been recognised within employee benefits expense in the statement of profit or loss, with a corresponding credit to the Share-based Payments Reserve in equity.

At 31 March 2026, management estimated that approximately 40% of the maximum LTIP awards are expected to vest, based on information available at the reporting date. On this basis, the expense recognised represents a proportion of the estimated total grant-date fair value of the awards, calculated over the vesting period to date.

The estimated total fair value of the LTIP awards assuming 100% vesting is approximately £737,480 for all participating executives combined. This estimate has been derived by reference to the LTIP target award values assigned to each participant (expressed as a percentage of base salary) and the Company's share price around the commencement of the performance period.

The estimate of fair value and the expected vesting percentage will be reassessed at each reporting date until the grant date is established. Any changes in estimates will be accounted for prospectively, with cumulative catch-up adjustments recognised in the period of change. Once the grant date is established, the grant-date fair value per performance right will be fixed and will not be subsequently revised.

Note 27. Events after the reporting period

On 20th April 2026, the Group entered a Scheme of Arrangement, subject to completion conditions and regulatory approvals, with a view to acquiring 100% of the shares of Matrix Composites Engineering, an Australian based manufacturer and competitor in our subsea segment. FIRB approval has been received.

No other matter or circumstance has arisen since 31 March 2026 that has significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future financial years.

Advanced Innergy Holdings Limited
Directors' declaration
31 March 2026

In the directors' opinion:

- the attached financial statements and notes comply with the Corporations Act 2001, Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached financial statements and notes give a true and fair view of the Group's financial position as at 31 March 2026 and of its performance for the financial half-year ended on that date; and
- there are reasonable grounds to believe that the Group will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 303(5)(a) of the Corporations Act 2001.

On behalf of the directors



Andrew Bennion, CEO

27th May 2026

Independent Auditor's Review Report

To the Members of Advanced Innergy Holdings Limited

Report on the half-year financial report

Conclusion

We have reviewed the accompanying half-year financial report of Advanced Innergy Holdings Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 31 March 2026, and the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half year ended on that date, including material accounting policy information, other selected explanatory notes, and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of Advanced Innergy Holdings Limited does not comply with the *Corporations Act 2001* including:

- a giving a true and fair view of the Group's financial position as at 31 March 2026 and of its performance for the half year ended on that date; and
- b complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's *APES 110 Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

Directors' responsibility for the half-year financial report

The Directors of the Company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the Directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's responsibility for the review of the financial report

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 March 2026 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of a half-year financial report consists of making enquiries, 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 Australian Auditing Standards 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.



Grant Thornton Audit Pty Ltd
Chartered Accountants



M J Climpson
Partner – Audit & Assurance

Melbourne, 27 May 2026