



Sprintex Quarterly Report

For the Quarter Ended 31 March 2026

29 April 2026

“The March quarter saw Sprintex make significant progress across multiple fronts, with new distribution agreements secured in South Korea and Bangladesh, meaningful advancement in the UK water utility procurement process, and continued momentum in India. Against this backdrop, I must be transparent about a delay to the Mest Water delivery timeline.

The initial delivery timetable for the Mest Water program has been deferred by approximately three months, with first deliveries now expected to commence in June 2026 rather than March. The cause was an unusually inclement winter in the Netherlands, which significantly delayed the installation of the first full-scale ZLD-UP® machines at two high-profile farm sites near Amsterdam. These installations were not completed until March 2026, pushing back the field commissioning process required before serial production deliveries can commence.

What I can say with confidence is that this is not a technology failure or a commercial setback. Sprintex engineers have been on site throughout the commissioning process, real-world manure processing is underway across both farms, and the PLC automation logic required for continuous 24-7 operation is being finalised. Dutch government officials have also visited during the commissioning period to progress approvals for the ammonia and nitrates extracted from the manure, supporting the production of synthetic fertilisers on-farm and adding material financial value for early adopters. We expect the program to catch up with its original schedule during the second half of 2026.

Away from Mest Water, the March quarter reinforced the depth of Sprintex’s commercial pipeline. In India, the quarter delivered a significant structural step forward with the appointment of 37 Euroteck channel partners across the country and the receipt of a 150-unit demonstration purchase order. This expands the Company’s commercial reach materially and builds on the reference installation success at the Delhi Jal Board’s Kondli facility. The weighted pipeline of US\$1.357m across more than a dozen opportunities provides strong near-term conversion potential.

In hydrogen, our South Korean market entry was formalised through an exclusive distribution agreement with ChoisTechnics Corp., covering fuel cell compressor supply across mobility and stationary applications. Jointly attending the China International Hydrogen Congress with our new partner in March demonstrated the growing depth of our commercial engagement in this segment. The Doosan Corporation evaluation engagement, alongside existing supply relationships with Vinssen and Global Nova, is building a compelling profile in one of the world’s most advanced hydrogen economies.

In the UK, Sprintex successfully progressed through the selection stage of a major water utility procurement process, advancing to the contractual compliance and invitation-to-tender phase. This is a high-barrier, multi-year cycle and passing this stage positions the Company within a targeted group of pre-qualified suppliers for what is a £104 billion infrastructure investment cycle.

Post quarter, the Bangladesh and Saudi Arabia distribution agreements added two further geographies to the Jet Blower pipeline. The Saudi agreement is particularly noteworthy given the immediate submission of a tender for the King Salman International Airport wastewater treatment works, representing in excess of A\$5 million in blower supply opportunity, with tender award anticipated in H2 CY26.

Sprintex now operates across four concurrent revenue streams and ten active geographies, spanning China, Malaysia, the UK, Australia, Netherlands, India, Türkiye, South Korea, Bangladesh and Saudi Arabia. The Mest Water delay is a setback, but it does not change the fundamental opportunity. Our focus is on delivering the Mest Water program to schedule from June, converting our commercial pipeline across each of these markets, and continuing to build a business with genuine scale and earnings potential.”

Steven Apedaile 
Executive Chairman



» €15.6m (A\$25.5m) purchase order with Mest Water

- €15.6m (A\$25.5m) purchase order with Mest Water for 500 MVR compressor systems and 500 PLC control systems, the largest in Sprintex's history. Deliveries scheduled to commence March 2026 now delayed to June 2026.
- 17-month staged program generating ~€660k/month (A\$1.08m) rising to ~€1.2m/month (A\$1.96m) from February 2027. EU RENURE regulatory approval underpins strong follow-on pipeline across European livestock markets

» Major India channel expansion: 37 Euroteck Partners and new Purchase Order

- 37 sub-dealers and distributors appointed nationally by exclusive distributor Euroteck, establishing full geographic coverage with regional sales and technical support across India's wastewater market
- 150-unit G15 Jet Blower demonstration purchase order received (US\$205,950 / A\$287,158), with commercial pricing expected to be materially higher as channel partners commence regional sales activities
- Weighted project pipeline of US\$1.357m (A\$1.892m) across 12+ near-term opportunities, with Kondli (Delhi Jal Board) installation serving as cornerstone reference for upcoming municipal tenders
- Local assembly under evaluation for 'Product of India' status once volumes exceed 1,000 units per annum, which would significantly enhance competitiveness in government and municipal procurement tenders

» Sprintex advances in UK water utility procurement, £104b (A\$196b) Infrastructure Cycle

- Progressed through the selection stage of a major UK water utility procurement, advancing to contractual compliance and invitation-to-tender (ITT) stages, a significant barrier to entry in one of the world's most regulated infrastructure markets
- UK water sector entering a £104b (A\$196b) investment cycle (2025–2030), with wastewater aeration accounts for 50–70% of plant energy consumption, creating a sizeable addressable market for high-efficiency blower upgrades
- Progressing in partnership with exclusive UK distributor Air End Repair Ltd; in-field performance data being submitted to support broader sector qualification

» South Korea distribution agreement secured: Hydrogen fuel cell compressor strategy

- Exclusive distribution agreement with ChoisTechnics Corp. (Chois) for Sprintex Fuel Cell Compressors in South Korea across mobility (marine and aviation) and stationary applications; minimum purchase commitments of US\$100k (A\$139k) Year 1 rising to US\$350k (A\$488K) Year 3
- Initial project underway with Doosan Corporation, with two sample compressors under testing for stationary hydrogen backup power. Existing supply to Vinssen and Global Nova expected to exceed 200 units per annum
- Broader hydrogen portfolio includes Stralis Aircraft H-120 aviation integration and a US linear generator program (US\$200k (A\$278k) + supplied). Sprintex and Chois jointly attended CIHC 2026 in Beijing with multiple opportunities advancing

» Exclusive distribution agreement secured: Bangladesh jet blower market

- Exclusive distribution agreement with Kingsley Engineering Service Corporation for Sprintex G-Series Jet Blowers in Bangladesh, focused on wastewater treatment (ETP and STP) applications, including an initial US\$50k (A\$70k) purchase order
- Performance-based minimum purchase commitments of US\$341k (A\$475k) in Year 1, US\$550k (A\$767k) in Year 2, rising to US\$800k (A\$1.115m) in Year 3. Kingsley is a Dhaka-based ETP/STP specialist with established relationships across textiles, pharmaceuticals and institutional clients.
- Bangladesh generates ~5.3 billion cubic metres of wastewater annually with low treatment coverage, with significant government and international investment planned including the World Bank's US\$370m (A\$516m) Metro Dhaka Water Security and Resilience Program. Industrial power prices of ~US\$0.10/kWh (A\$0.14/kWh) make the G-Series energy savings directly compelling.

» Exclusive distribution agreement secured: Saudi Arabia, with tender submitted for King Salman international airport

- Exclusive distribution agreement signed with Washnah Trading Co. LLC for the full range of Sprintex G-Series, GA and GR high-speed Jet Blowers across the Kingdom of Saudi Arabia, with performance-based minimum secured order commitments of US\$500k (A\$697k) per annum following regulatory approvals
- Washnah has submitted a tender for the wastewater treatment works at the landmark King Salman International Airport (KSIA) project, specifying exclusively Sprintex high-speed turbo blowers. The tender covers approximately 30 units ranging from 11kW to 675kW and represents in excess of A\$5 million in blower supply opportunity. Tender award anticipated H2 CY26.
- KSIA is a flagship Saudi Vision 2030 project expected to open in 2030, covering 57km². Saudi Arabia is executing one of the most ambitious water and infrastructure programs globally, targeting significant expansion of wastewater treatment capacity with energy efficiency a critical driver across large-scale municipal applications.



Company Update



€15.6m (A\$25.5m) purchase order with Mest Water

» The Mest Water program remains the Company's most significant near-term revenue catalyst and is now in active delivery. The €15.6m (A\$25.5m) purchase order, secured in December 2025, has experienced a delay to its initial delivery timetable. First deliveries are now expected to commence in June 2026, approximately three months behind the original schedule. The contracted program and total order value remain unchanged.

1. Delivery timetable revised

- Original schedule: first deliveries March 2026, with 200 Complete Systems to be delivered between March and October 2026
- Revised schedule: first deliveries now expected June 2026, with the full delivery timetable pushed back by approximately three months
- The revised indicative delivery cadence is June to January 2027 at approximately 20 Complete Systems per month, followed by February to October 2027 at approximately 40 Complete Systems per month
- Total contracted value of €15.6m (A\$25.5m) across 500 Complete Systems is unchanged

2. Reasons for delay

- An unusually inclement winter in the Netherlands significantly delayed the installation of the first full-scale ZLD-UP® machines at two high-profile farm sites near Amsterdam. Installations were not completed until March 2026.
- Sprintex engineers have been on site throughout the commissioning process. Real-world manure processing is underway across two farm types (dairy and veal production), with PLC automation logic being finalised for continuous 24-7 operation.
- The distance between Mest Water's headquarters and the installation sites has extended the daily workload for technical teams, slowing the field sign-off process. The Company expects the program to catch up with its original schedule during H2 2026, with delays evening out by late June or early July.

3. Regulatory tailwinds

- Order supported by recent EU approval of RENURE (Recovered Nitrogen from Manure), materially strengthening the economics of ZLD-UP® systems
- RENURE enables treated manure products to substitute synthetic fertilisers under EU nitrates regulations
- Netherlands represents only the initial deployment market, with similar regulatory pressure emerging across major EU livestock jurisdictions (Germany, Denmark, France, Ireland, Spain)

4. Strategic significance

- Follows 18 months of engineering collaboration, with PLC-based control systems successfully delivered to Mest Water's Netherlands facility
- Establishes Sprintex with a multi-year revenue base and a clear pathway toward profitability
- Initial 500 systems represent early-stage penetration relative to the total European addressable market, providing a foundation for follow-on orders and expanded production volumes

G-Series jet blower program: India (Euroteck Distribution Partnership)

- » India represents Sprintex's most developed distribution channel for its G-Series industrial jet blower platform and continued to build materially during the March quarter.
- » The Company undertook a strategic site visit to Hyderabad in February 2026, resulting in a significantly expanded channel partner network and a new demonstration purchase order.

Channel partner expansion

- Euroteck appointed 37 sub-dealers and distributors across India during the quarter, establishing a national channel network providing regional sales, technical coverage and after-sales support
- Channel partner activation followed structured technical training sessions, operational demonstrations and application-specific workshops conducted by Sprintex during the Hyderabad visit

Purchase Order – demonstration units

- 150-unit G15 Jet Blower purchase order received from Euroteck, valued at US\$205,950 (A\$287,158)
- Units to be deployed as demonstration inventory across the 37 channel partners for site evaluations, performance benchmarking and technical demonstrations
- Pricing reflects demonstration inventory pricing; recurring commercial unit pricing expected to be materially higher
- Deposit of US\$62,000 (A\$86,447) due, with balance payable by letter of credit at site FOB. Shipment targeted for March/April 2026

Near-Term Pipeline & Tender Outlook

- Euroteck's weighted project pipeline stands at ~US\$1.357m (~A\$1.892m) across more than a dozen near-term opportunities spanning municipal, industrial and pharmaceutical wastewater applications
- Commissioning of seven GR90 (90kW) Jet Blowers at Delhi Jal Board's 45 MGD Kondli Sewage Treatment Plant continues to serve as a cornerstone reference installation for upcoming DJB tenders
- Local assembly to qualify for 'Product of India' status is being evaluated for when annualised volumes exceed 1,000 units per annum, significantly enhancing competitiveness in government and municipal procurement
- G15 platform demonstrated 60-65% reduction in aeration energy consumption in independent third-party testing at ASAS Aluminium in Turkey and a 72% reduction in power draw at SEA LIFE Sunshine Coast, both directly applicable to India's energy-cost-sensitive infrastructure market

Hydrogen fuel cell compressor program

» Sprintex's hydrogen and fuel cell compressor platform advanced across multiple geographies during the quarter, with a formal South Korean distribution agreement secured and project engagement with a major South Korean industrial group progressing to sample testing.

South Korea: ChoisTechnics distribution agreement

- Exclusive distribution agreement signed with ChoisTechnics Corp. (Chois) for Sprintex Fuel Cell Compressors in South Korea, covering mobility (marine and aviation) and stationary hydrogen fuel cell applications
- Performance-based exclusivity with minimum purchase commitments: US\$100k (A\$139k) in Year 1, US\$200k (A\$279k) in Year 2, increasing to US\$350k (A\$488k) in Year 3
- Chois is a Seoul-based engineering and technology company established in 2013, specialising in hydrogen fuel cell systems, automotive electronics, military/aerospace, rail and industrial applications; part of the broader SamTra International group (founded 1995) with over 30 years in high-reliability engineered systems
- Sprintex and Chois jointly attended the China International Hydrogen Congress and Expo (CIHC) 2026 in Beijing (25–27 March 2026), with multiple opportunities identified and negotiations advancing

Doosan Corporation: initial project engagement

- Two sample compressors supplied to Doosan Corporation and currently undergoing testing for a stationary hydrogen fuel cell backup power system
- Engagement represents early-stage validation of Sprintex's fuel cell compressor technology within one of South Korea's largest industrial groups and supports further commercial discussions in-region

Existing South Korean customer base

- Sprintex retains direct supply arrangements with Vinssen Co., Ltd. (hydrogen fuel cell marine and power systems) and Global Nova Co., Ltd. (fuel cell systems and engineering), with combined production volumes across these programs expected to exceed 200 units per annum

Broader Global Hydrogen Portfolio

- US linear generator program: Over US\$200k (A\$279k) in clean energy compressor units supplied to a US-based program close to full commercialisation
- Stralis Aircraft (Australia): Sprintex compressors are integrated into the Stralis H-120 hydrogen-electric fuel cell powertrain, supporting fuel cell air management for regional aviation applications
- Sprintex has supported over 20 hydrogen-related development programs globally across automotive, stationary, maritime and aviation applications

UK water sector: procurement progression

» During the quarter, Sprintex successfully progressed through the selection stage of a procurement process with a major UK water utility for specialist blower technologies, advancing to the contractual compliance and invitation-to-tender (ITT) stages.

UK water sector

- Milestone provides external validation of Sprintex's engineering capability and real-world performance in one of the world's most tightly regulated infrastructure markets
- Supplier qualification in the UK water sector is undertaken on multi-year cycles and represents a high barrier to entry, while passing the selection stage establishes Sprintex within a targeted pool of pre-qualified suppliers
- UK water sector is entering a £104 billion (A\$196b) investment cycle (2025–2030) under Ofwat's PR24 determination, with a substantial portion directed at wastewater treatment upgrades, energy efficiency improvements and pollution reduction
- Wastewater aeration systems account for ~50–70% of total treatment plant energy consumption, creating a material upgrade opportunity for Sprintex's oil-free, high-speed turbo blower platform
- The Company estimates large municipal treatment facilities represent US\$0.5m – 1.7m (A\$0.7m – 2.4m) per site in blower supply opportunity; major UK utilities operate networks of hundreds of facilities within a single region
- Performance data from the Kondli installation in Delhi (20.5% energy reduction) and SEA LIFE Sunshine Coast (72% power reduction) are being submitted as technical evidence to support broader qualification across the UK water sector
- Work ongoing in partnership with exclusive UK distributor, Air End Repair Ltd, which provides local service capability and market access

Outlook and Near-term focus

Near-term execution priorities (next 6–12 months)

- Mest Water: Deliver first systems in June 2026 and maintain cadence through Phase 1 (~20 systems per month) to January 2027, with preparation for Phase 2 ramp to ~40 systems per month from February 2027
- Progress establishment of European subsidiary at Mest Water's Netherlands facility; advance development of smaller-format MVR compressor systems for broader on-farm deployment
- India: Convert Euroteck's ~US\$1.357m (~A\$1.892m) pipeline to purchase orders, deploy 150 demonstration units across 37 channel partners; progress 'Product of India' local assembly evaluation

Pipeline conversion & market scaling

- South Korea / Hydrogen: Advance Doosan evaluation engagement and grow Chois distribution pipeline while continuing global hydrogen program development across US linear generator, Stralis aircraft and maritime programs
- UK Water: Progress contractual compliance and ITT submission and leverage reference data to accelerate broader qualification across UK water sector
- Bangladesh: Execute joint market development plan with Kingsley including technical training, co-branding, exhibitions and customer delegation visits, targeting Year 1 minimum of US\$341k (A\$475k)
- Saudi Arabia: Progress vendor registration with the National Water Company and product approvals via the SABER/SASO platform; support Washnah's tender for the King Salman International Airport wastewater treatment works (A\$5m+ blower supply opportunity) with tender award anticipated H2 CY26

Strategic positioning

- Sprintex now operates across four concurrent revenue streams and ten active geographies: MVR compressors, G-Series Jet Blowers, hydrogen fuel cell compressors and UK water utility supply.
- All legacy loan facilities (CAHL, Euro Mark Limited, Distacom) extinguished following January 2026 capital raise; remaining convertible note balance of A\$1,854,091 (CAHL) matures 30 June 2026
- Active multi-stream revenue delivery positions the Company with improved earnings visibility and a clear pathway toward sustained profitability

Receipts and Expenditure

» Customer Receipts

- A\$604k in receipts from customers generated from the sale of products to various customers and distributors

» Research & Development

- A\$31k paid for product development and sample testing

» Product Manufacturing & Operating Costs

- A\$1.07m paid to support ongoing production activities

» Advertising & Marketing

- A\$88k paid in relation to attending exhibitions, marketing campaigns and promotional activities

» Leased Assets

- A\$6k incurred for office and warehouse rent including payments to related parties of A\$6k

» Staff Costs

- A\$855k remuneration costs paid for all staff employed by the Company, including payments to related parties of A\$211k

» Administration & Corporate Costs

- A\$275k paid for operational management, including ASX fees, legal fees, share registry fees, rent, and other administrative expenses, including payments to related parties of A\$1k

» Finance Costs

- A\$45k paid in interest and related finance costs

Equity funding and movement

» January Placement

- On 14 January 2026, Sprintex completed a A\$3.625m equity raise through the early exercise of options and the issue of new fully paid ordinary shares. The key effects of the raise are as follows:
 - 16.25m options exercised at A\$0.10 per option to raise A\$1.625m;
 - Placement of 26.67m shares at A\$0.075 per share to raise A\$2.0m; and
 - Issue of 2m options to Alpine Capital as lead manager, expiring on 14 January 2027, with an exercise price of A\$0.12.
- Proceeds from the offer were applied to repay existing loan facilities and for general working capital purposes and production scale up linked to the Mest Water Rollout. The company repaid in full:
 - A\$375,000 loan facility with China Automotive Holdings Limited (CAHL);
 - A\$375,000 loan facility with Euro Mark Limited; and
 - Two loan facilities with Distacom totaling A\$741,368 (comprising A\$700,000 of principal and A\$41,368).
- The Company made a partial repayment of the convertible note due 30 June 2026 held by CAHL, comprising A\$295,909 of principal and A\$142,841 of accrued interest (total remaining value A\$1,854,091)

Debt movements

» Debt movements

- During the March quarter Sprintex had the following debt movements:
 - A\$317k (RMB1.5m) loan entered into with Jiangsu Kunshan Rural Commercial Bank Co., Ltd, with an interest rate of 3% per annum and a maturity date of 19 June 2026;
 - Repayment of A\$375,000 loan facility with China Automotive Holdings Limited via the participation in the January Placement;
 - Repayment of A\$375,000 loan facility with Euro Mark Limited via the participation in the January Placement;
 - Repayment of two loan facilities with Distacom totaling A\$741,368 (comprising A\$700,000 of principal and A\$41,368); and
 - Partial repayment of the convertible note held by CAHL, with A\$438,750 repaid against the outstanding balance due 30 June 2026, comprising A\$295,909 of principal and A\$142,841 of accrued interest.

» Borrowing and Convertible Note Balances

- Total convertible note and borrowings outstanding at 31 March 2026 include:
 - A\$1,854,091 convertible notes, issued to China Automotive Holdings Limited, with an annual interest rate of 6% per annum and are convertible on or before 30 June 2026 at a variable conversion rate being the higher of 3 cents or 20% discount to the 15-day VWAP concluding on the day of conversion;
 - A\$317,138 (RMB1.5M) loan from Jiangsu Kunshan Rural Commercial Bank Co., Ltd with an interest rate of 3% per annum and a maturity date of 19 June 2026; and
 - A\$317,138 (RMB1.5M) loan from Jiangsu Kunshan Rural Commercial Bank Co., Ltd with an interest rate of 3% per annum and a maturity date of 19 March 2027.

Subsequent events

» Convertible note funding

- On 27 April 2026, Sprintex announced that it is undertaking a convertible note issue to raise A\$1.075 million through the issue of 1,075,000 convertible notes. The key terms of the proposed raise are as follows:
 - Offer size of A\$1.075m through the issue of convertible notes with a face value of A\$1.00 per note;
 - Maturity date of 30 June 2027;
 - Interest rate of 8.0% per annum, accruing daily on the outstanding principal amount and payable quarterly in arrears in cash;
 - Convertible noteholders may elect to convert all or part of the outstanding amount of their notes into fully paid ordinary shares after 30 June 2026 and before maturity;
 - Conversion price equal to a 10% discount to the 15-day VWAP immediately prior to conversion, subject to a minimum conversion price of A\$0.072 per share; and
 - The Company may, on not less than 5 business days' notice, redeem all or part of the outstanding convertible notes, together with any accrued but unpaid interest to be settled in cash, at any time after 30 June 2026 and prior to maturity, subject to noteholders retaining the right to elect conversion during the notice period.
- Funds raised under the issue will be used for general working capital purposes, costs of the offer, expansion of the sales team and fulfilment of customer orders

CONTACT
GET IN TOUCH

Join us in making a brighter,
cleaner future



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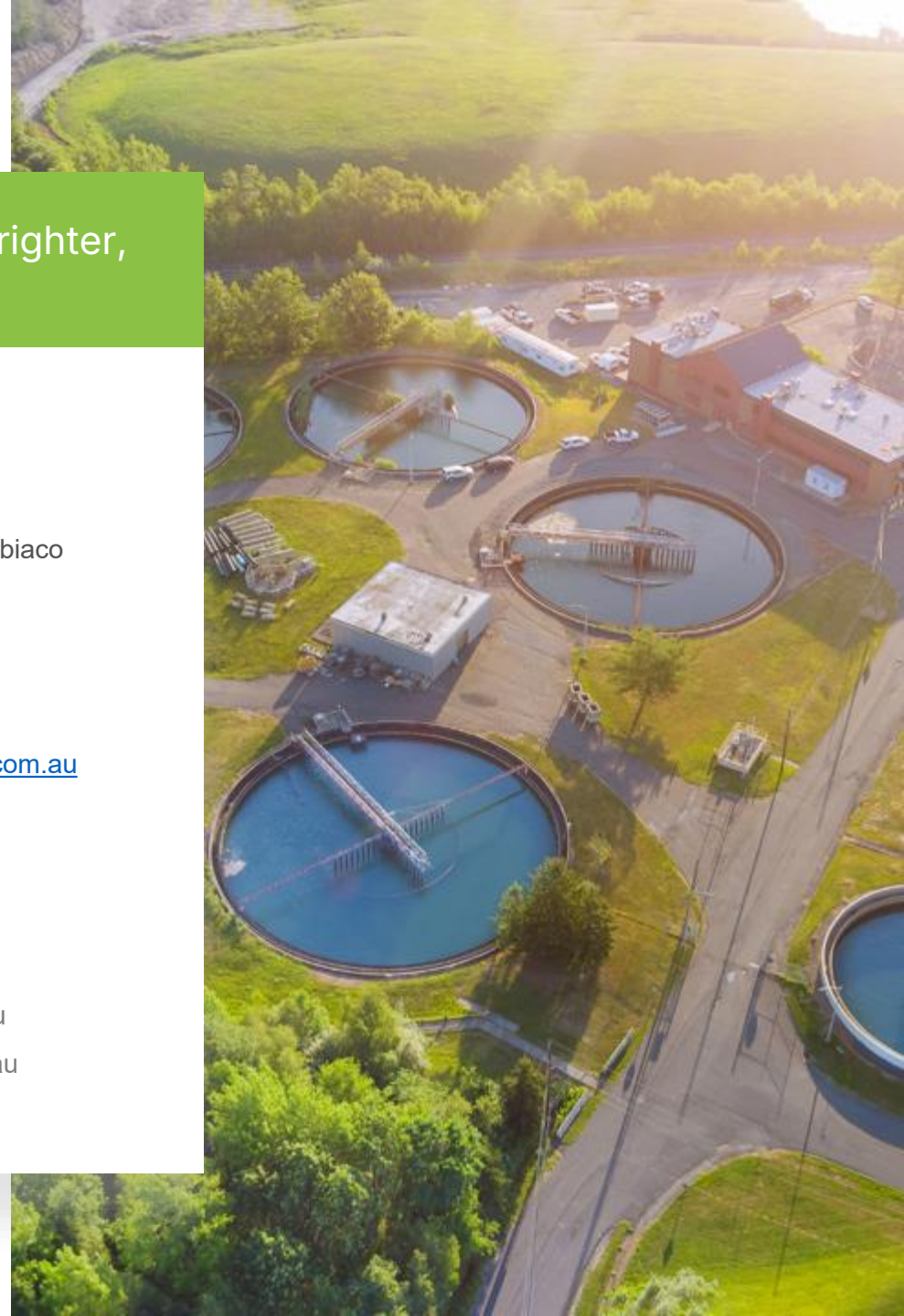
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Forward Looking Statements

This announcement contains 'forward-looking information' that is based on the Company's expectations, estimates and projections as of the date on which the statements were made. This forward-looking information includes, among other things, statements with respect to the Company's business strategy, plans, development, objectives, performance, outlook, growth, cash flow, projections, targets and expectations and related expenses. Generally, this forward-looking information can be identified by the use of forward-looking terminology such as 'outlook', 'anticipate', 'project', 'target', 'potential', 'likely', 'believe', 'estimate', 'expect', 'intend', 'may', 'would', 'could', 'should', 'scheduled', 'will', 'plan', 'forecast', 'evolve' and similar expressions. Persons reading this announcement are cautioned that such statements are only predictions, and that the Company's actual future results or performance may be materially different. Forward-looking information is subject to known and unknown risks, uncertainties and other factors that may cause the Company's actual results, level of activity, performance, or achievements to be materially different from those expressed or implied by such forward looking information.

Foreign Exchange Disclaimer

All amounts are presented in Australian dollars (AUD) unless otherwise stated. Foreign currency balances and transactions have been translated using exchange rates published by the Reserve Bank of Australia (RBA). Translation methods vary: certain figures are based on average quarterly cash movements, while others reflect RBA rates prevailing at the date of this report's release. Where an Australian dollar conversion has been provided, this should be considered an approximation, and the actual amount that is recognised in the accounts will depend on the exchange rate available to the company at the time the transaction occurs.

Appendix 4C

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

Name of entity

Sprintex Limited

ABN

38 106 337 599

Quarter ended ("current quarter")

31 March 2026

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (9 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	604	2,143
1.2 Payments for		
(a) research and development	(31)	(212)
(b) product manufacturing and operating costs	(1,070)	(2,248)
(c) advertising and marketing	(88)	(183)
(d) leased assets	(6)	(7)
(e) staff costs	(855)	(2,258)
(f) administration and corporate costs	(275)	(957)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	-	-
1.5 Interest and other costs of finance paid	(45)	(96)
1.6 Income taxes paid	-	(1)
1.7 Government grants and tax incentives	116	186
1.8 Other	-	
1.9 Net cash from / (used in) operating activities	(1,650)	(3,633)
2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) businesses	-	-
(c) property, plant and equipment	(28)	(89)
(d) investments	-	-
(e) intellectual property	-	-
(f) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
2.2	Proceeds from disposal of:		
	(a) entities	-	-
	(b) businesses	-	-
	(c) property, plant and equipment	105	105
	(d) investments	-	-
	(e) intellectual property	-	-
	(f) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
2.6	Net cash from / (used in) investing activities	77	16

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	3,186	4,686
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	(126)	(217)
3.5	Proceeds from borrowings	312	1,384
3.6	Repayment of borrowings	(1,459)	(1,851)
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (lease liabilities)	(107)	(330)
3.10	Net cash from / (used in) financing activities	1,806	3,672

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	178	389
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(1,650)	(3,633)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	77	16

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

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
4.4	Net cash from / (used in) financing activities (item 3.10 above)	1,806	3,672
4.5	Effect of movement in exchange rates on cash held	(21)	(54)
4.6	Cash and cash equivalents at end of period	390	390

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1	Bank balances	390	178
5.2	Call deposits		
5.3	Bank overdrafts		
5.4	Other (provide details)		
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	390	178

6.	Payments to related parties of the entity and their associates	Current quarter \$A'000
6.1	Aggregate amount of payments to related parties and their associates included in item 1	217
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-
<p><i>Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.</i></p> <p>Amounts shown at 6.1 relate to director salary/fees and reimbursements, paid during the quarter.</p>		

7. Financing facilities	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
<i>Note: the term "facility" includes all forms of financing arrangements available to the entity. Add notes as necessary for an understanding of the sources of finance available to the entity.</i>		
7.1 Loan facilities	2,488	2,488
7.2 Credit standby arrangements	-	-
7.3 Other - (please specify)	-	-
7.4 Total financing facilities	2,488	2,488
7.5 Unused financing facilities available at quarter end		-
7.6 Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.		
<p>Loan facilities includes the following financing facilities:</p> <ul style="list-style-type: none"> - A\$1,854,091 convertible notes, issued to China Automotive Holdings Limited, with an annual interest rate of 6% per annum and are convertible on or before 30 June 2026 at a variable conversion rate being the higher of 3 cents or 20% discount to the 15-day VWAP concluding on the day of conversion. - A\$317,138 (RMB1.5M) loan from Jiangsu Kunshan Rural Commercial Bank Co., Ltd with an interest rate of 3% per annum and a maturity date of 19 June 2026. - A\$317,138 (RMB1.5M) loan from Jiangsu Kunshan Rural Commercial Bank Co., Ltd with an interest rate of 3% per annum and a maturity date of 19 March 2027. 		

8. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (item 1.9)	(1,484)
8.2 Cash and cash equivalents at quarter end (item 4.6)	392
8.3 Unused finance facilities available at quarter end (item 7.5)	-
8.4 Total available funding (item 8.2 + item 8.3)	392
8.5 Estimated quarters of funding available (item 8.4 divided by item 8.1)	0.26
<i>Note: if the entity has reported positive net operating cash flows in item 1.9, answer item 8.5 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.5.</i>	
8.6 If item 8.5 is less than 2 quarters, please provide answers to the following questions:	
8.6.1 Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?	
<p>Answer: No, as announced on 29 December 2025, the entity entered into a €15.6 million purchase order with Mest Water (equivalent to A\$27.4 million at the time of announcement) for the delivery of 500 complete systems. Following delays to the initial delivery timetable, first deliveries are now expected to commence in June 2026, with the full delivery timetable pushed back by approximately three months. As outlined in the quarterly operations report, the delay was driven by an unusually inclement winter in the Netherlands, which delayed installation of the first full-scale ZLD-UP® machines, together with extended field commissioning and technical sign off. The total contracted value across 500 complete systems remains unchanged, with cash inflows expected to increase as deliveries commence and the revised delivery schedule progresses.</p>	

8.6.2 Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?

Answer: Yes, On 27 April 2026, the entity announced it proposes to issue convertible notes totalling A\$1.075 million from institutional and professional investors to fund ongoing operations and working capital requirements..

8.6.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

Answer: Yes, refer to section 8.6.1 & 8.6.2 above.

Note: where item 8.5 is less than 2 quarters, all of questions 8.6.1, 8.6.2 and 8.6.3 above must be answered.

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Date: 29 April 2026

Authorised by: The Board
(Name of body or officer authorising release – see note 4)

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standard applies to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.