Altech Batteries Limited

QUARTERLY REPORT
June 2026

ALTECH – EXTENSION OF CERENERGY® BATTERY PROJECT €46.7M GERMAN GOVERNMENT GRANT APPROVAL

- Altech Batteries GmbH's CERENERGY® battery project has previously received conditional binding funding approval under Germany's federal "STARK" economic development program
- The approval relates to a grant covering approximately 30% of eligible project CAPEX, with funding of up to €46.7M
- The funding commitment was conditional on achieving full project financial close by 30 June 2026 and parliamentary approval of funds under Germany's 2026 Federal Budget
- Altech has received notification from the German Federal Ministry for Economic Affairs and Energy that the deadline for fulfilling the condition to achieve full project financial close has been extended beyond 30 June 2026 to 30 September 2026

ALTECH – SALE OF MECKERING LAND

- Altech sells its land owned in Meckering, Western Australia
- Gross proceeds from sale of $950,000
- Altech retains Mining Lease for M70/1334
- Exploration, Mining, Access, Compensation and Option to Purchase Agreement in relation to the land and M70/1334 executed with new owner
- Land superfluous to requirements and sale proceeds provides fresh working capital

ALTECH - SILUMINA ANODES™ BATTERY MATERIALS PROJECT DISCONTINUED

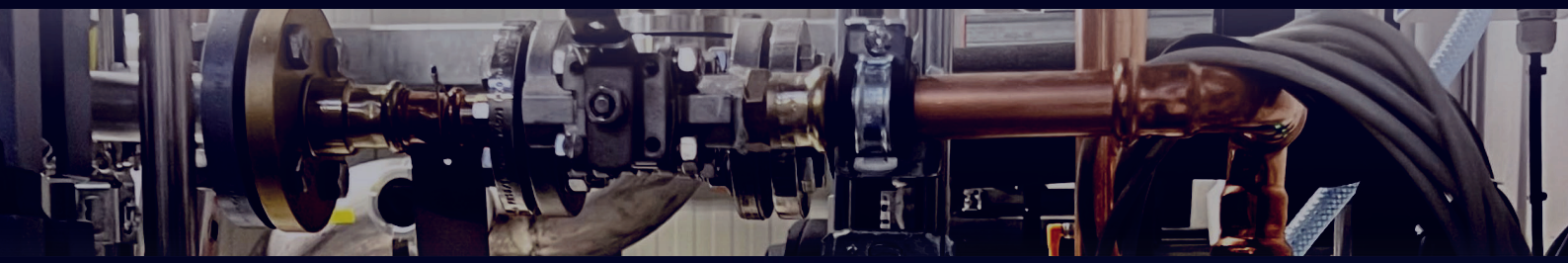
- Silumina Anodes™ project has been in operation for approximately six years
- Non-Disclosure Agreements with battery and automobile companies have not yielded sales or positive feedback
- Pilot plant not operating at name-plate capacity
- Strategic discussions that were entertained did not lead to the sought-after outcome to find a strategic funding partner
- Board decision to discontinue project
- Altech Industries Germany GmbH to be placed into liquidation on 30 June 2026 with assets monetised and net proceeds from liquidation to be passed back to Altech Batteries Ltd as 100% shareholder
- Altech fully focused on commercialisation of CERENERGY® battery project with advanced discussions with potential joint venture partners continuing

ALTECH – CHANGE OF ADDRESS

- Altech has changed its registered office and principal place of business to 9/17 Prowse Street, West Perth, Western Australia, 6005

OPTION CONVERSIONS AND EXPIRATIONS

- 269,230 options with an expiry date of 30 April 2026 and exercise price of $0.08 were exercised into fully paid ordinary shares on 8 April 2026
- 15,384 options with an expiry date of 30 April 2026 and exercise price of $0.08 were exercised into fully paid ordinary shares on 29 April 2026
- 28,261,262 options with an expiry date of 30 April 2026 and exercise price of $0.08 expired on 30 April 2026



PERFORMANCE RIGHTS LAPSE

- 43,150,000 performance rights lapsed on 30 June 2026 due to the conditions for conversion to shares not being met

ALTECH – EXTENSION OF CERENERGY® BATTERY PROJECT €46.7M GERMAN GOVERNMENT GRANT APPROVAL

Altech is pleased to announce that, in relation to the binding conditional funding approval in the amount of 46.7 million Euro granted for the CERENERGY® Sodium Chloride Solid State battery project in Saxony, the deadline for fulfilling the condition to achieve full project financial close has been extended beyond 30 June 2026 to 30 September 2026.

The funding is being provided as part of the federal STARK program, which is supported by the Federal Ministry for Economic Affairs and Energy in cooperation with the EU. The aim of this program is to lead regions undergoing structural change into an ecologically, economically and socially sustainable future.

This decision underscores the importance of the innovative CERENERGY® technology, which is being developed in collaboration with the Fraunhofer Society. The Sodium-Chloride Solid-State battery offers a safe, sustainable and strategically independent alternative to lithium-ion batteries and is expected to play an important role in future stationary energy storage solutions – especially for the European market.

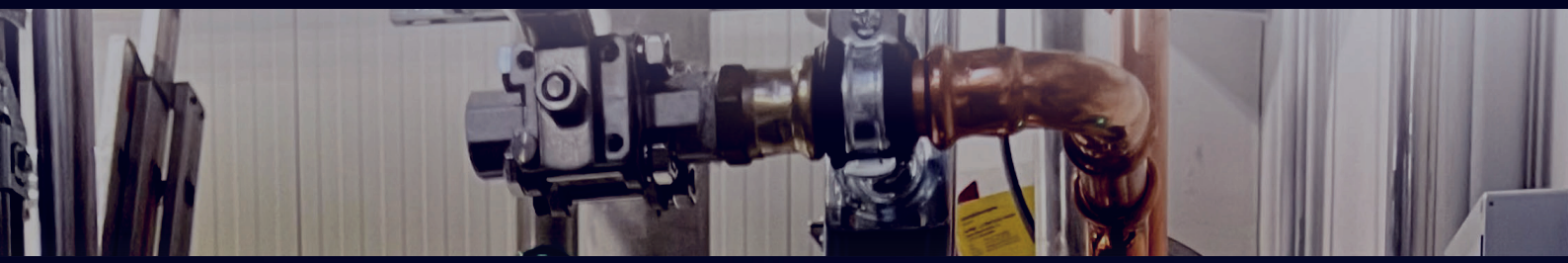
The Company continues to remain focused on completing financial close and advancing the CERENERGY® technology toward commercial deployment to support long-duration, safe and sustainable stationary energy storage solutions for the European market.

ALTECH – SALE OF MECKERING LAND

Altech advises that settlement has concluded in relation to the sale of Altech Meckering Pty Ltd's land held in Meckering Western Australia. Gross proceeds of $950,000 were received. The land was deemed a non-core asset by the Board of Directors, with proceeds providing working capital for the group.

Altech has retained the rights to M70/1334 and as part of the sale, has entered into an Exploration, Mining, Access, Compensation and Option to Purchase Agreement ("Agreement") in relation to the mining lease. The Agreement is on terms and conditions considered industry standard in relation to these types of agreements. Importantly, any future mining of the mining lease will be able to continue pursuant to the Agreement, and if the mining lease is sold, any future owner will be able to operate a mining operation pursuant to the Agreement.

The land had a mortgage held by major shareholder Deutsche Balaton AG. As part of the sale, Deutsche Balaton AG discharged the mortgage and in return, was granted a bank Guarantee by Altech over a bank account held by Altech in the amount of $500,000. The Guarantee provides Deutsche Balaton AG security in relation to the €2,000,000 bearer bonds that Altech owes to Deutsche Balaton AG. The bearer bonds are due for repayment on 31 October 2026. Altech is endeavoring to sell its land held in Johor, Malaysia in order to repay the bearer bonds. Should the bearer bonds not be repaid by the due date, Deutsche Balaton AG has the right, pursuant to the Guarantee, to call on the $500,000 as partial repayment of the bearer bonds. Should Altech repay the bearer bonds in full by 31 October 2026, Deutsche Balaton AG will be obliged to withdraw and cancel the Guarantee.



ALTECH - SILUMINA ANODES™ BATTERY MATERIALS PROJECT DISCONTINUED

Altech announced that it had made the decision to discontinue its Silumina Anodes™ project located in Saxony, Germany. The new Board of Directors, appointed in December 2025, assessed the project in detail and having gone through a partner search program with some intense discussions that did not lead to getting the sought after strategic funding partner. The Board determined the likelihood of the project being successful and justifying the operating costs involved in progressing further, it is unlikely that the project will provide any benefits to shareholders.

Altech Industries Germany GmbH ("AIG"), the holder of all of the assets in relation to the Silumina Anodes™ project, was placed into liquidation on 30 June 2026 with assets monetised and net proceeds from liquidation to be passed back to Altech Batteries Ltd as 100% shareholder. AIG owns land in Germany, whereby as part of the liquidation process, the land will be sold back to the local government, with gross proceeds of €389K to be received by AIG.

In addition, the pilot plant as well as the R&D laboratory equipment held by AIG will be liquidated, with AIG endeavouring to receive maximum proceeds from this process.

The liquidation of AIG will provide cost reductions to the Company. Altech is fully focused on commercialisation of its CERENERGY® battery project with advanced discussions with potential joint venture partners continuing. All funds will now be allocated in line with this strategy.

Altech Batteries Limited

Company Snapshot

Altech Batteries Limited (ASX:ATC) (FRA:A3Y)
ABN 45 125 301 206

FINANCIAL INFORMATION
(as at 30 June 2026)

Share Price:	**$0.01**
Shares:	**2,669.1M**
Options:	**126.6M**
Performance Rights:	**12.0M**
Market Cap:	**$26.7M**
Cash:	**$0.5M plus $0.5M restricted cash in escrow**

DIRECTORS

Joe Graziano Non-Executive Chairman

Daniel Raihani Managing Director

Hansjoerg Plaggemars Non-Executive Director

CHIEF FINANCIAL OFFICER & COMPANY SECRETARY

Martin Stein

HEAD OFFICE

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QUARTERLY REPORT
June 2026

FORWARD-LOOKING STATEMENTS

This announcement contains forward looking statements that involve a number of risks and uncertainties. These forward-looking statements are expressed in good faith and believed to have a reasonable basis. These statements reflect current expectations, intentions or strategies regarding the future and assumptions based on currently available information. Should one or more risks or uncertainties materialise, or should underlying assumptions prove incorrect, actual results may vary from the expectations, intentions and strategies described in this announcement. The forward-looking statements are made as at the date of this announcement and the Company disclaims any intent or obligation to update publicly such forward looking statements, whether as the result of new information, future events or results or otherwise.

SCHEDULE OF TENEMENTS

As per ASX Listing Rule 5.3.3, the Company held the following tenements (exploration and mining leases) as at 30 June 2026:

Tenement ID	Registered Holder	Location	Project	Grant Date	Interest end of quarter
M70/1334	Altech Meckering Pty Ltd	WA Australia	Meckering	19/05/2016	100%

RELATED PARTY TRANSACTIONS
(APPENDIX 5B – ITEM 6.1)

The amount shown in the item is for the payment of directors' fees (inclusive of superannuation, where applicable), to the Company's Managing Director and Non-Executive Directors, during the quarter.

Authorised by: Board of Directors

Altech Batteries
Limited

www.altechgroup.com

Appendix 5B

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Name of entity	
ALTECH BATTERIES LTD	
ABN	**Quarter ended ("current quarter")**
45 125 301 206	30 June 2026

	Consolidated statement of cash flows	Current quarter $A'000	Year to date (12 months) $A'000
1.	**Cash flows from operating activities**		
1.1	Receipts from customers	-	-
1.2	Payments for		
	(a) exploration & evaluation	-	-
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(805)	(4,478)
	(e) admin and corporate costs	(465)	(3,447)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	-	3
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	613
1.8	Other (provide details if material)	-	-
1.9	**Net cash from / (used in) operating activities**	**(1,270)**	**(7,309)**

2.	**Cash flows from investing activities**		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	(18)	(1,047)
	(d) exploration & evaluation	-	(94)
	(e) investments	-	-
	(f) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter $A'000	Year to date (12 months) $A'000
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	927	1,205
	(d) investments	-	-
	(e) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Security bond received	22	22
2.5	Payments for research and development including on CERENERGY® battery	(1)	(356)
2.6	**Net cash from / (used in) investing activities**	**930**	**(270)**

3.	**Cash flows from financing activities**		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	6,000
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	22	43
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	(423)
3.5	Proceeds from borrowings (funding received from major shareholder)	-	2,611
3.6	Payments into cash escrow account for Deutsche Balaton bearer bond security	(500)	(500)
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other - Lease repayments	(23)	(42)
3.10	**Net cash from / (used in) financing activities**	**(501)**	**7,689**

4.	**Net increase / (decrease) in cash and cash equivalents for the period**		
4.1	Cash and cash equivalents at beginning of period	1,379	448
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(1,270)	(7,309)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	930	(270)

Consolidated statement of cash flows		Current quarter $A'000	Year to date (12 months) $A'000
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(501)	7,689
4.5	Effect of movement in exchange rates on cash held	10	(10)
4.6	**Cash and cash equivalents at end of period**	**548**	**548**

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	538	1,346
5.2	Call deposits	10	33
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)**	**548**	**1,379**

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	(46)
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-

Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.

7.	**Financing facilities** *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.*	**Total facility amount at quarter end $A'000**	**Amount drawn at quarter end $A'000**
7.1	Loan facilities	-	-
7.2	Credit standby arrangements	-	-
7.3	Other (Bearer Bonds)	3,506	3,506
7.4	**Total financing facilities**	3,506	3,506

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.

Altech executed a binding Bond Note Subscription Deed on 25 March 2025 and an Amendment Deed to the Bond Note Subscription Deed on 20 August 2025 with major shareholder Deutsche Balaton AG, under which it can draw down up to €2.0M in cash. The bearer bonds attract interest at 7.0% per annum and have maturity date of 31 October 2026. The facility is secured by Altech's shares in Malaysian subsidiary Altech Chemicals Sdn Bhd as well as $500K held in an escrow account.

As of 30 June 2026, all €2.0M of the bearer bonds have been drawn down.

8.	**Estimated cash available for future operating activities**	**$A'000**
8.1	Net cash from / (used in) operating activities (item 1.9)	(1,270)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	-
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(1,270)
8.4	Cash and cash equivalents at quarter end (item 4.6)	548
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	548
8.7	**Estimated quarters of funding available (item 8.6 divided by item 8.3)**	0.43

Note: if the entity has reported positive relevant outgoings (ie a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.

8.8 If item 8.7 is less than 2 quarters, please provide answers to the following questions:

8.8.1 Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?

Answer: Yes.

8.8.2 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. The Board is focussed on securing strategic partners who can contribute capital, technical resources and market access to advance its CERENERGY® project into commerciality. Efforts to secure a strategic partner are on-going. In addition, the Company is in the process of liquidating non-core assets.

8.8.3	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. On the basis that additional capital will be able to be sourced to continue operations.	
Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 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: 31 July 2026

Authorised by: MARTIN STEIN – CHIEF FINANCIAL OFFICER & COMPANY SECRETARY

On behalf of the Board of Directors

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 6: Exploration for and Evaluation of Mineral Resources* and *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 standards apply 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.