Directors Report &
Unaudited Interim Consolidated Financial Statements
30 June 2026

SRJ Technologies Group Plc

ARBN 642 229 856

30 June 2026

Company information

Directors	George Gourlay Roger Smith Giles Bourne Jason De Silveira Mark Lindh (appointed 6 August 2026)	
Company secretary	Benjamin Donovan	
Registered number	115590	
Registered office - Jersey	Second Floor East Brick Warehouse Victoria Pier Jersey, JE2 3NB Telephone: +(44) 01534 626818	
Registered office - Australia	c/- Argus Corporate Partners Pty Ltd Level 4, 225 St Georges Terrace Perth WA 6000 Telephone: +(61) 401 248 048	
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Independent auditor	Grant Thornton Limited Kensington Chambers 46/50 Kensington Place St Helier Jersey, JE1 1ET	
Accountant	Moore Stephens Accounting & Taxation Services (Jersey) Limited 1 Waverley Place Union Street St Helier Jersey, JE4 8SG	
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SRJ Technologies Group Plc

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Directors' Report
For the period ended 30 June 2026

The directors present their report and the interim financial statements of SRJ Technologies Group Plc (the "Company") and its subsidiaries (together the "Group") for the period ended 30 June 2026.

Principal activity
The principal activity of the Company is the holding of investments in the following subsidiaries:

Subsidiary	Percentage ownership	Country of incorporation
SRJ Limited	100%	Jersey
SRJ Tech Australia Pty Limited	100%	Australia
Acorn Intellectual Properties Limited	100%	Jersey
Air Control Entech Limited	100%	Scotland
First Avenue General Contracting Sole Proprietorship LLC	100%	United Arab Emirates
Air Control Entech Survey LLC	100% (see note 20)	United Arab Emirates

SRJ Limited and SRJ Tech Australia Pty Limited deliver integrated asset integrity maintenance, engineering and technology-enabled services to the energy, industrial and maritime industries. Asset integrity maintenance involves the provision of embedded site-based maintenance, advanced inspection, predictive monitoring and repair solutions designed to prevent asset failures and extend asset life. The services are focused on maintaining and assuring the integrity of critical mechanical and pressure containment systems, supporting safe, reliable and compliant operations across operating facilities. SRJ's asset integrity and maintenance services support asset owners in the development, implementation and execution of long-term lifecycle integrity strategies, including regulatory compliance requirements applicable to critical mechanical and pressure containment systems.

In 2024, the Company acquired 100% of the share capital of Air Control Entech Limited ("ACE UK"), which provides remote inspection services utilising advanced robotics and custom Unmanned Aerial Vehicle (UAV) technologies. By providing advanced robotic and UAV systems, ACE UK is revolutionising asset inspection by removing people's exposure to high-risk environments and providing accurate and repeatable inspection data. Acorn Intellectual Properties Limited has the primary activity of holding intellectual property.

During 2025, the Company acquired 100% of First Avenue General Contracting Sole Proprietorship LLC ("First Avenue") a UAE entity registered with a regional NOC that holds pre-qualifications relevant to the Group's business. The acquisition provides a pathway to direct access to NOC tenders and regional client engagement together with a fast-tracked capability to deliver on strategic commercial opportunities in the Middle East.

During 2025 a new Group company in the UAE, Air Control Entech Survey LLC ("ACE UAE") was incorporated. ACE UK owns 99% of the UAE entity with First Avenue taking ownership of the remaining 1% during this current period. This development significantly enhances ACE's regional presence in the Middle East and is aligned with its broader strategic expansion plan. The company has been set up as the operating entity through which ACE UK will conduct its business activities in the region.

During the period the Company entered into a Share Sale Agreement to dispose of its 100% interest in SRJ Technology Limited ("SRJ UK"), its UK incorporated subsidiary, for a nominal consideration of £1. The share transfer occurred on 25 February 2026. The disposal forms part of SRJ's previously announced initiatives to streamline its corporate structure and reduce overheads associated with non-core activities.

Review of activities
During the six months ended 30 June 2026, the Group continued the implementation of its strategy to transition into a full-scale Asset Integrity Maintenance provider, with its operational headquarters in Abu Dhabi. The Company's registered office jurisdiction and place of incorporation remained unchanged.

Operational activity during the period included the continued development of the Group's Middle East operations, mobilisation of recently secured opportunities and delivery of existing inspection and asset integrity services. The Group also continued to invest in the operational capability and resources required to support its growing Middle East activities.

The Group's financial performance for the period reflects the timing of mobilisation and commencement of a number of these opportunities. Certain contracts and commercial arrangements secured during the period had either not commenced or were at an early stage of delivery at 30 June 2026 and, accordingly, the total contract values referred to below should not be interpreted as revenue recognised during the six-month period.

Key corporate and operational developments during the period included:

- **Completion of Capital Raise**: Successful completion of an A$2.57 million capital raising, providing additional financial capacity to support project mobilisation, strengthen the Company's balance sheet and advance delivery across its Middle East contract portfolio.
- **Disposal of non-core subsidiary**: Disposal of the Group's 100% interest in SRJ UK, its UK incorporated subsidiary, for nominal consideration of £1 on 25 February 2026.
- **Technology Partnership**: During the period, the Company continued negotiations with Nexxis, a leading Australian robotics Original Equipment Manufacturer ("OEM") and asset integrity specialist, in relation to a Memorandum of Understanding to establish a strategic framework to jointly develop and commercialise advanced robotic inspection, digital asset integrity and autonomous inspection solutions across the Middle East. The agreement was subsequently signed after 30 June 2026 and therefore had no financial impact on the results for the six-month period.

Review of activities (continued)

Contracts and commercial arrangements secured
During the period, the Group secured a number of contracts and commercial arrangements which are expected to contribute to operations and financial performance over future periods. Except to the extent that services had commenced and the applicable revenue recognition criteria had been satisfied by 30 June 2026, the values stated below represent contract or opportunity values rather than revenue recognised during the period. Any unperformed elements remained executory at 30 June 2026 and their financial impact is expected to arise as the relevant services are performed in future periods.

These included:

- **Campaign for Supermajor**: Inspection contract secured with an Oil & Gas Supermajor with a value of £207k (A$398k) for class-certified inspection services on a North Sea FPSO. Approximately 40% of the revenues from this was recognised in the period.
- **Asset Integrity contract**: Purchase order secured with CAPSA Engineering & Contracting L.L.C. to undertake the management and supply of an asset integrity contract for a National Oil Company in the Middle East. The contract has a value of US$879k (A$1,312k) and activity commenced during the period but no revenue was recognised as at 30 June 2026. It is expected to be implemented over the next 18–24 months.
- **Gecko SLA**: ACE, through its UAE entity ACE UAE, entered into a Service Level Agreement with Gecko Middle East Petroleum LLC, a UAE-based service partner, to provide class-approved robotic inspection services for asset integrity activities across the Gulf Cooperation Council region and selected African markets.
- **AD Ports Group SLA**: The Group executed a Service Level Agreement with Divetech Marine Engineering Services, a subsidiary of AD Ports Group, to provide class-approved robotic inspection services for asset integrity activities across its broad network of ports, logistics zones and maritime services throughout the UAE. Activities commenced post period end.
- **Dubai Petroleum contract**: ACE UAE was awarded a three-year contract to deliver advanced robotic leak-detection and emissions-inspection services for a major government-owned upstream oil and gas operator in the UAE. The contract has estimated potential revenue streams of US$4.4 million (A$6.1 million) over its term. The stated amount represents the potential revenue opportunity under the contract and should not be interpreted as revenue recognised during the six months ended 30 June 2026. Revenue will be recognised in future periods as services are performed and the applicable revenue recognition criteria are satisfied.

The timing and amount of revenue ultimately recognised from these arrangements will depend upon matters including the timing of mobilisation, customer instructions or call-offs where applicable, services actually performed and satisfaction of the Group's applicable revenue recognition criteria.

Subsequent developments
Subsequent to 30 June 2026 and up to the date of signing the financial statements, the Group continued to progress its strategic and operational development.

As part of a planned Board succession process and in preparation for the Company's next phase of growth, Mark Lindh was appointed to the Board as Deputy Non-Executive Chair, effective 6 August 2026, before transitioning to Non-Executive Chair following an initial six-month period.

Earnings Per Share	**Period ended 30 June 2026**	*Period ended 30 June 2025*
	£	*£*
Loss for the period	**(1,465,013)**	*(1,628,930)*
Weighted average number of shares	**1,489,139,598**	*623,732,340*
Basic and diluted loss per share	**(0.001)**	*(0.003)*

Financial position and performance
The Group's revenue increased by 10% to £748,477 for the period ended 30 June 2026 (30 June 2025: £682,691). ACE UK revenue decreased to £473,318 from £623,110 in the prior period, a reduction of £149,792 as a result of a reduction of the work scope with an Oil and Gas Supermajor in the North Sea following recent internal structural changes. SRJ Limited and SRJ Tech Australia Pty Limited revenue increased to £275,285 from £62,896 in the comparative period. The prior year SRJ ("SRJ", being SRJ Limited and SRJ Tech Australia Pty Limited), revenue was adversely affected by a sales return of £176,835, which reduced net reported revenue for that period. Consequently, the year-on-year growth in revenue reflects both the increased contribution from SRJ activities and the absence of the significant sales return recorded in the prior year. Overall Group revenue increased by £66k compared with the corresponding period in 2025.

The Group’s cash position as at 30 June 2026 was £875,351 (30 June 2025: £283,521). The stronger period-end cash position principally reflects the proceeds of the capital raising completed during the period, together with movements in working capital and operating cash flows. Accordingly, the increase in cash should not be interpreted as arising solely from operating cash generation. The short-term debtor position as at 30 June 2026 was £437,568 (30 June 2025: £658,555). At the reporting date, the Group also had current liabilities of £1,002,641, while administrative expenses for the six-month period were £1,501,192. The Group’s liquidity position therefore remains dependent on the timing and conversion of expected revenues into cash, together with the continued management of its operating cost base and working capital requirements. The Board and management continue to monitor the Group’s financial position and cash requirements closely and retain flexibility to implement further cost management measures where appropriate, while seeking to maintain the operational capabilities required to execute the Group’s strategy. This provides sufficient liquidity to support ongoing operations and strategic initiatives.

Going Concern

The Group made a loss for the period of £1,465,013 (30 June 2025: £1,628,930) and as at 30 June 2026 was in a net asset position of £9,118,202 (30 June 2025: £9,293,844) and a net current asset position of £464,811 (30 June 2025: net current liabilities £427,386). In assessing the appropriateness of preparing the financial statements on a going concern basis, the Directors have prepared a detailed cash flow forecast covering a period of at least twelve months from the date of approval of these financial statements and have performed sensitivity analyses to assess the Group's ability to meet its liabilities as they fall due.

During the prior year and continuing into the current period, the Group exited underperforming and non-core activities, reducing its underlying overhead base while strategically investing in additional personnel, technical capability and operational infrastructure to establish and grow its Middle East operations. Although the commencement of certain projects was delayed, resulting in investment and readiness costs being incurred ahead of associated revenues, the Directors consider that retaining these capabilities was necessary to preserve the Group's ability to mobilise efficiently and deliver contracted work as opportunities arise.

The forecast also includes revenues expected from contracts already secured for 2026 together with a prudent level of revenue from a number of advanced-stage opportunities under existing call-off contract awards and Service Level Agreements referred to in the Review of Activities section above. Whilst these agreements provide a framework for future work, they do not contain contractually committed minimum revenue levels and the timing and value of future call-offs remain dependent on customer requirements. Accordingly, the Directors have adopted cautious assumptions regarding the conversion and timing of these opportunities, taking into account current commercial discussions and the status of customer engagements.

Recent developments and disruption across parts of the Middle East have impacted the timing of certain commercial activities and may affect the timing of revenue recognition and associated cash inflows. These factors have been reflected in the Directors' forecasting and sensitivity analysis.

The Directors have also considered the availability of further mitigating actions, if required, including additional cost reduction measures, management of discretionary expenditure and access to external funding to support working capital requirements. The Directors do not consider that external funding is required under the base case forecast to enable the Group to continue as a going concern but recognise that such funding could be pursued to support future growth opportunities or mitigate downside scenarios should they arise.

Notwithstanding the above, the timing of future revenues and the conversion of those revenues into cash remain subject to uncertainty. However, the Directors consider that the actions already taken to reduce the Group's underlying cost base, together with the flexibility to implement further cost management measures where appropriate, provide additional flexibility in managing the Group's cash resources. There can be no certainty that additional funding, if required, would be available on acceptable terms or at all.

These factors represent a material uncertainty that may cast significant doubt on the Group's ability to continue as a going concern. Nevertheless, having considered the forecasts, the cost reduction measures already implemented, the availability of further mitigating actions and the Group's expected trading performance, the Directors have a reasonable expectation that the Group will have adequate financial resources to continue in operational existence for the foreseeable future. Accordingly, the financial statements have been prepared on a going concern basis.

Dividends paid

There were no dividends paid in the period under review (2025 - £nil).

Results

The Consolidated Statement of Comprehensive Income for the period is set out on page 6.

Directors

The directors who served during the period and subsequently were:

George Gourlay	
Roger Smith	
Giles Bourne	
Jason De Silveira	
Mark Lindh	(appointed 6 August 2026)

Post balance sheet events

Subsequent events have been evaluated up to the date that the financial statements were approved and authorised for issue by the Board of Directors. There have been no material events requiring adjustment or disclosure in these financial statements other than the disclosures made in note 22.

Company secretary

The Company secretary who held office throughout the period and subsequently was Benjamin Donovan.

This report was approved by the board and signed on its behalf.

Director: George Gourlay
Date: 27 August 2026

Statement of Directors' Responsibilities
For the period ended 30 June 2026

The directors are responsible for preparing the Directors' Report and the consolidated financial statements in accordance with applicable law and generally accepted accounting practice.

Company law requires the directors to prepare financial statements for each financial period which give a true and fair view of the state of affairs of the Group and of the profit or loss of the Group for that period.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies for the Group's financial statements and then apply them consistently;

- make judgments and accounting estimates that are reasonable and prudent;

- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;

- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Group will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Group's transactions and disclose with reasonable accuracy at any time the financial position of the Group and to enable them to ensure that the financial statements comply with the Companies (Jersey) Law 1991. They are also responsible for safeguarding the assets of the Group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The directors acknowledge the independent accountant reviewer's right of access at all times to the Group's records and acknowledge that it is an offence for anyone to recklessly or knowingly supply information to the independent accountants reviewer which is false or misleading and to fail to promptly provide information requested.

Independent Review Report to SRJ Technologies Group Plc

We have reviewed the accompanying unaudited condensed consolidated financial statements of SRJ Technologies Group Plc (the 'Company') and its subsidiaries (the "Group") for the period ended 30 June 2026, which comprise the Consolidated Statement of Comprehensive Income, the Consolidated Statement of Financial Position, the Consolidated Statement of Changes in Equity, the Consolidated Statement of Cash Flows, and notes to the consolidated interim financial statements, including a summary of significant accounting policies. Management is responsible for the preparation and presentation of this unaudited condensed consolidated interim financial information in accordance with United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice). Our responsibility is to express a conclusion on this interim unaudited financial information based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity. A review of interim financial information consists of making inquiries, 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 International Standards on Auditing 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.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Financial Reporting Standard 104 Interim Financial Statements (FRS 104).

Emphasis of Matter – Going Concern

We draw attention to Note 2.3 to the condensed consolidated interim financial statements, which indicates that the Group incurred a loss of £1,465,013 for the six-month period ended 30 June 2026 (30 June 2025: £1,628,930). As described in Note 2.3, the Group's ability to continue as a going concern is dependent on the timing and conversion of forecast revenues into cash and the successful implementation of available mitigating actions. Additional funding may be required under more adverse circumstances, and there can be no certainty that such funding would be available on acceptable terms or at all. These events or conditions, together with the other matters described in Note 2.3, indicate that a material uncertainty exists that may cast significant doubt on the Group's ability to continue as a going concern. Our conclusion is not modified in respect of this matter.

Use of our report

This report is made solely to the Company's Directors, as a body, in accordance with the terms of our engagement letter. Our review work has been undertaken so that we might state to the Group's Directors those matters we have agreed to state to them in a reviewer's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Group and the Group's Directors as a body, for our review work, for this report, or for the conclusions we have formed.

Grant Thornton Ltd.

Grant Thornton Limited
Chartered Accountants
St Helier, Jersey, Channel Islands

Date: 27 August 2026

Consolidated Statement of Comprehensive Income
For the period ended 30 June 2026

	Notes	Period ended 30 June 2026 £	*Period ended 30 June 2025 £*	*Year ended 31 December 2025 £*
Turnover	**5**	**748,477**	*682,691*	*1,835,115*
Cost of sales		**(227,329)**	*(338,650)*	*(725,409)*
Gross profit		**521,148**	*344,041*	*1,109,706*
Administrative expenses		**(1,501,192)**	*(1,423,681)*	*(3,340,082)*
Amortisation	**11**	**(537,503)**	*(537,503)*	*(1,075,006)*
Acquisition costs		-	-	*(254,588)*
Other operating income	**6**	**80,144**	*2,000*	*86,192*
Interest received		**196**	*462*	*465*
Operating loss		**(1,437,207)**	*(1,614,681)*	*(3,473,313)*
Interest expense		**(27,806)**	*(14,249)*	*(33,815)*
Loss before taxation		**(1,465,013)**	*(1,628,930)*	*(3,507,128)*
Tax on loss	**7**	-	-	*(7,847)*
Loss for the financial period/year		**(1,465,013)**	*(1,628,930)*	*(3,514,975)*
Other comprehensive income:				
Gain/(loss) on translation of foreign subsidiary		**4,840**	*(15,913)*	*(4,294)*
Total comprehensive loss for the period/year		**(1,460,173)**	*(1,644,843)*	*(3,519,269)*
Total comprehensive loss for the period/year attributable to:				
Ordinary equity holders of the parent		**(1,460,173)**	*(1,644,843)*	*(3,517,438)*
Non-controlling interest		-	-	*(1,831)*
		(1,460,173)	*(1,644,843)*	*(3,519,269)*
Earnings Per Share Basic and diluted loss per share for the period attributable to ordinary equity holders of the parent		*(0.001)*	*(0.003)*	*(0.004)*

There were no recognised gains and losses for the period ended 30 June 2026, period ended 30 June 2025 or year ended 31 December 2025 other than those included in the consolidated statement of comprehensive income.

The notes on pages 10 to 21 form part of these financial statements.

Consolidated Statement of Financial Position
As at 30 June 2026

	Notes	30 June 2026 £	30 June 2025 £	31 December 2025 £
Fixed assets				
Intangible assets	11	**8,627,424**	*9,702,429*	*9,164,927*
Tangible assets	12	**213,294**	*243,402*	*228,429*
Right of use assets	18	**102,711**	-	-
		8,943,429	*9,945,831*	*9,393,356*
Current assets				
Inventory	13	**154,533**	*106,303*	*81,582*
Debtors: amounts falling due within one year	14	**437,568**	*658,555*	*635,949*
Cash at bank and in hand		**875,351**	*283,521*	*610,176*
		1,467,452	*1,048,379*	*1,327,707*
Current liabilities				
Creditors: amounts falling due within one year	16	**(994,505)**	*(1,408,480)*	*(1,083,225)*
Loans payable	21	**(8,136)**	*(67,285)*	*(167,877)*
		(1,002,641)	*(1,475,765)*	*(1,251,102)*
Net current assets/(liabilities)		**464,811**	*(427,386)*	*76,605*
Total assets less current liabilities		**9,408,240**	*9,518,445*	*9,469,960*
Non-current liabilities				
Creditors: amounts falling due after one year	17	**(290,038)**	*(224,601)*	*(244,106)*
Net assets		**9,118,202**	*9,293,844*	*9,225,855*
Capital and reserves				
Issued share capital	19	**141,290**	*77,991*	*124,283*
Share premium account	19	**32,738,871**	*30,036,045*	*31,492,265*
Share based payment reserve		**485,723**	*92,891*	*396,816*
Translation reserve		**(17,367)**	*(33,826)*	*(22,207)*
Retained earnings attributable to the parent		**(24,230,315)**	*(20,879,257)*	*(22,763,471)*
Non-controlling interest		**-**	**-**	*(1,831)*
		9,118,202	*9,293,844*	*9,225,855*

The financial statements were approved and authorised for issue by the board on 27 August 2026 and were signed on its behalf by:

Name: George Gourlay
Director

Date: 27 August 2026

The notes on pages 10 to 21 form part of these financial statements.

Consolidated Statement of Changes in Equity
For the period ended 30 June 2026

	Called up share capital £	Share premium £	Share based payment reserve £	Translation reserve £	Retained earnings £	Non-controlling interest £	Total equity £
At 1 January 2025	77,943	30,031,265	92,030	(17,913)	(19,250,327)	-	10,932,998
Total comprehensive loss for the period	-	-	-	(15,913)	(1,628,930)	-	(1,644,843)
CDIs issued during the period	48	4,780	-	-	-	-	4,828
Issue of share options	-	-	861	-	-	-	861
At 30 June 2025	**77,991**	**30,036,045**	**92,891**	**(33,826)**	**(20,879,257)**	**-**	**9,293,844**
Total comprehensive loss for the period	-	-	-	11,619	(1,884,214)	(1,831)	(1,874,426)
CDIs issued during the period, net of transaction costs	46,292	1,456,220	-	-	-	-	1,502,512
Issue of share options	-	-	303,925	-	-	-	303,925
At 31 December 2025	**124,283**	**31,492,265**	**396,816**	**(22,207)**	**(22,763,471)**	**(1,831)**	**9,225,855**
Total comprehensive loss for the period	-	-	-	4,840	(1,465,013)	-	(1,460,173)
Acquisition of remaining 1% interest (note 20)	-	-	-	-	(1,831)	1,831	-
CDIs issued during the period (note 19)	16,801	1,222,555	-	-	-	-	1,239,356
Share options exercised during the period (note 19)	206	24,051	(24,257)	-	-	-	-
Share based payments (note 10)	-	-	113,164	-	-	-	113,164
At 30 June 2026	**141,290**	**32,738,871**	**485,723**	**(17,367)**	**(24,230,315)**	**-**	**9,118,202**

The notes on pages 10 to 21 form part of these financial statements.

SRJ Technologies Group Plc

Consolidated Statement of Cash Flows
For the period ended 30 June 2026

	Notes	Period ended 30 June 2026 £	*Period ended 30 June 2025 £*	*Year ended 31 December 2025 £*
Cash flows used in operating activities				
Loss for the financial period		**(1,465,013)**	*(1,628,930)*	*(3,514,975)*
Adjustments for:				
Amortisation of intangible assets		**537,503**	*537,503*	*1,075,006*
Depreciation of tangible assets		**36,732**	*40,788*	*85,775*
Depreciation of right-of-use assets		**20,542**	-	-
Profit on disposal of fixed assets		**(3,571)**	*(29,260)*	*(29,260)*
Loss on disposal of subsidiary		**11,123**	-	-
Gain on write off of loans and wages		**(106,637)**	-	-
Acquisition costs		-	-	*254,588*
Interest paid		**27,806**	*14,249*	*33,815*
Interest received		**(196)**	*(462)*	*(465)*
Bad debts written off		**4,151**	-	-
Fees settled by issue of CDIs		**-**	*4,828*	*184,992*
Share based payments expense		**113,163**	*861*	*221,333*
Unrealised loss/(gain) on foreign exchange		**(9,811)**	*22,024*	*11,299*
Decrease in inventory, net of acquisition/disposal		**-**	*1,236*	*6,639*
Increase in work in progress		**(60,939)**	-	-
Increase in BoltEx® stock inventory		**(13,469)**	*(23,273)*	*(3,955)*
Decrease/(increase) in debtors, net of acquisition/disposal		**145,958**	*347,881*	*370,487*
Increase/(decrease) in creditors, net of acquisition/disposal		**(134,546)**	*225,994*	*68,481*
Net cash used in operating activities		**(897,204)**	*(486,561)*	*(1,236,240)*
Cash flows from investing activities				
Purchase of intangible fixed assets		**-**	*(8,519)*	*(8,520)*
Purchase of tangible fixed assets		**(27,420)**	*(68,927)*	*(98,941)*
Acquisition of subsidiary, net of cash acquired		**-**	-	*(254,588)*
Interest received		**196**	*462*	*465*
Proceeds from disposal of fixed assets		**8,738**	*29,260*	*29,260*
Cash disposed on disposal of subsidiary, net of proceeds received from disposal of subsidiary		**(6,861)**	-	-
Net cash used in investing activities		**(25,347)**	*(47,724)*	*(332,324)*
Cash flows from financing activities				
Issue of ordinary shares/CDIs		**1,374,322**	-	*1,400,963*
Transaction costs re issue of shares/CDIs		**(134,967)**	-	*(90,875)*
New hire purchase/finance leases		**-**	*58,500*	*100,799*
Capital repayments towards finance lease		**(33,720)**	*(21,580)*	*(44,395)*
Repayment of lease principal liabilities	**18**	**(18,853)**	-	-
Interest paid		**(27,806)**	*(14,249)*	*(33,816)*
Directors' loans	**21**	**-**	*67,285*	*156,124*
Repayment of directors' loans	**21**	**(3,104)**	*(30,753)*	*(19,000)*
New loans		**149,496**	*220,314*	*152,268*
Repayment of loans		**(157,963)**	*(3,454)*	*(31,184)*
Invoice factoring		**25,550**	*(57,306)*	*(35,128)*
Net cash provided/(used in) from financing activities		**1,172,954**	*218,757*	*1,555,755*
Effect of changes in foreign exchange rate				
Effect of changes in foreign exchange rates on cash and cash equivalents		**9,931**	*(22,024)*	*(11,299)*
Realised foreign exchange gain on conversion/repayment of loan/convertible loan notes		**-**	-	*1,591*
		9,931	*(22,024)*	*(9,708)*
Net increase/(decrease) in cash and cash equivalents from activities		**260,335**	*(337,552)*	*(22,516)*
Unrealised foreign exchange movement		**4,840**	*(15,913)*	*(4,294)*
Cash and cash equivalents at beginning of period/year		**610,176**	*636,986*	*636,986*
Cash and cash equivalents at the end of period/year		**875,351**	*283,521*	*610,176*
Cash and cash equivalents at the end of period/year comprise:				
Cash at bank and in hand		**875,351**	*283,521*	*610,176*

1. General information

SRJ Technologies Group Plc (the "Company") is a public company incorporated in Jersey, Channel Islands on 29 April 2014 in accordance with the Companies (Jersey) Law 1991 with registration number 115590.

With effect from 3 August 2026, the registered office of the Company is Second Floor, East Brick Warehouse, Victoria Pier, St Helier, Jersey, JE2 3NB. Prior to that date, the registered office was Le Quai House, Le Quai d'Auvergne, St Helier, Jersey, JE2 3TN.

The principal activity of the Company is the holding of investments in the a number of subsidiaries. Please refer to the directors' report for further detail.

2. Summary of significant accounting policies

2.1 Basis of preparation of financial statements

These condensed consolidated interim financial statements have been prepared in accordance with FRS 104 Interim Financial Reporting. They have also been prepared in accordance with the applicable requirements of the Companies (Jersey) Law 1991. They do not include all the information required in annual financial statements in accordance with FRS 102, and should be read in conjunction with the consolidated financial statements for the year ended 31 December 2025. The accounting policies applied are consistent with those applied in the annual financial statements for the year ended 31 December 2025, except for changes required by the amendments to FRS 102 arising from the Periodic Review 2024, effective for accounting periods beginning on or after 1 January 2026 (in particular the revised requirements of Section 23 Revenue from Contracts with Customers and Section 20 Leases). The amendments have resulted in changes to accounting policies and disclosures and have had a material impact on the Group's revenue recognition and leases assessments and related disclosures at 30 June 2026.

2.2 Changes in accounting policies and disclosures

The Group applies the Amendments to FRS 102 and other FRSs - Periodic Review 2024 (Periodic Review 2024 Amendments) for the first time. The Periodic Review 2024 amendments introduced significant changes to Section 23 Revenue from Contracts with Customers and Section 20 Leases. The revised Section 23 introduced new accounting requirements for revenue recognition based on the five-step model for revenue recognition from IFRS 15 Revenue from Contracts with Customers. The revised Section 20 Leases introduced new lease accounting requirements based on the on-balance sheet model from IFRS 16 Leases with appropriate simplifications. These two principal amendments have a material impact in the Group’s financial statements and are further discussed below.

Section 23 Revenue from Contracts with Customers

The Group adopted the amendments to FRS 102 Section 23 Revenue from Contracts with Customers with effect from 1 January 2026 using the modified retrospective approach.

Comparative information has not been restated and continues to be reported under the version of FRS 102 applicable for the period ended 31 December 2025.

Revenue is recognised when the Group transfers control of goods or services to a customer in an amount that reflects the consideration to which the Group expects to be entitled in exchange for those goods or services.

The Group applies the following five-step model to contracts with customers within the scope of FRS 102 Section 23:
1. Identify the contract with the customer.
2. Identify the performance obligations in the contract.
3. Determine the transaction price.
4. Allocate the transaction price to the performance obligations.
5. Recognise revenue when, or as, the performance obligations are satisfied.

The nature, timing of satisfaction of performance obligations and significant payment terms for the Group's principal revenue streams are as follows:

BoltEx® Product Sales

Performance obligation: Supply of BoltEx® products.
Transaction price: Fixed contractual price.
Recognition: Revenue is recognised at a point in time when control of the products transfers to the customer, generally upon delivery or customer acceptance in accordance with contractual terms.

Inspection Services

Performance obligation: Integrated inspection service.
Transaction price: Fixed contract price or agreed rates.
Recognition: Revenue is recognised over time as the customer simultaneously receives and consumes the benefits of the inspection services as the Group performs them.

Contract assets, contract liabilities and trade receivables are recognised in accordance with FRS 102. A trade receivable is recognised when the Group has an unconditional right to consideration, with only the passage of time required before payment is due. A contract asset is recognised when the Group has transferred goods or services to a customer and recognised revenue, but its right to consideration remains conditional on something other than the passage of time. A contract liability is recognised when consideration is received, or becomes due, before the Group has transferred the related goods or services to the customer. Contract liabilities are released to revenue when, or as, the related performance obligations are satisfied.

2. Summary of significant accounting policies (continued)

2.2 Changes in accounting policies and disclosures (continued)

Incremental costs of obtaining a contract, such as sales commissions and other costs that would not have been incurred had the contract not been obtained, are recognised as an asset where the Group expects to recover those costs. The asset is amortised on a systematic basis consistent with the transfer of the goods or services to which the asset relates. Costs that do not qualify for capitalisation are recognised as an expense when incurred. Contract cost assets are assessed for impairment at each reporting date.

The Group assessed its contracts and related revenue arrangements on transition to the revised requirements of Section 23 and concluded that adoption of the revised standard did not result in a material change in the timing or amount of revenue recognised. Accordingly, no adjustment was required to retained earnings at 1 January 2026.

Leases

The Group applied the revised Section 20 retrospectively with the cumulative effect of initially applying the amendments recognised at the date of initial application of 1 January 2026. The comparative information was not restated and continues to be reported under the then-extant FRS 102 Section 20. As a result, the accounting policies for the comparative period are in line with the version of FRS 102 that applied for the accounting period ended 31 December 2025.

Leases previously classified as operating leases where the Group is the lessee

Upon initial application, the Group applied a single recognition and measurement approach for all leases except short-term leases and low-value assets. Before the initial application of the amendment, the Group classified each of its leases (as lessee) at the inception date as either a finance lease or an operating lease. The Group applied the requirements of the revised Section 20 only to contracts that were previously identified as containing a lease.

At the date of initial application, the Group recognised right-of-use assets and lease liabilities for leases previously classified as operating leases, except for leases with terms ending within 12 months from the date of initial application and those that qualify as leases of low-value assets under the revised Section 20. Lease liabilities were recognised based on the present value of the remaining lease payments, discounted using the interest rate implicit in the lease where readily determinable, or otherwise the lessee's incremental borrowing rate at the date of initial application. The Group used a single discount rate, whenever relevant, to a portfolio of leases with reasonably similar characteristics. The Group also used hindsight in determining the lease term where the contract contained options to extend or terminate the lease.

The right-of-use assets were recognised based on the amount equal to the lease liabilities, adjusted for any related prepaid or accrued lease payments, and any provision for onerous leases, recognised immediately before the date of initial application. The Group relied on its assessment of whether leases are onerous immediately before the date of initial application.

The effect of adopting the revised Section 20 at 1 January 2026 in the statements of financial position is, as follows, as at 1 January 2026:

- Right-of-use assets were recognised and presented separately in the statement of financial position.
- Additional lease liabilities were recognised and included under ‘Creditors: amounts falling due within one year’ and ‘Creditors: amounts falling due after more than one year’.

2.3 Going concern

The Group made a loss for the period of £1,465,013 (30 June 2025: £1,628,930) and as at 30 June 2026 was in a net asset position of £9,118,202 (30 June 2025: £9,293,844) and a net current asset position of £464,811 (30 June 2025: net current liabilities £427,386). In assessing the appropriateness of preparing the financial statements on a going concern basis, the Directors have prepared a detailed cash flow forecast covering a period of at least twelve months from the date of approval of these financial statements and have performed sensitivity analyses to assess the Group's ability to meet its liabilities as they fall due.

During the prior year and continuing into the current period, the Group exited underperforming and non-core activities, reducing its underlying overhead base while strategically investing in additional personnel, technical capability and operational infrastructure to establish and grow its Middle East operations. Although the commencement of certain projects was delayed, resulting in investment and readiness costs being incurred ahead of associated revenues, the Directors consider that retaining these capabilities was necessary to preserve the Group's ability to mobilise efficiently and deliver contracted work as opportunities arise.

The forecast also includes revenues expected from contracts already secured for 2026 together with a prudent level of revenue from a number of advanced-stage opportunities under existing call-off contract awards and Service Level Agreements referred to in the Review of Activities section above. Whilst these agreements provide a framework for future work, they do not contain contractually committed minimum revenue levels and the timing and value of future call-offs remain dependent on customer requirements. Accordingly, the Directors have adopted cautious assumptions regarding the conversion and timing of these opportunities, taking into account current commercial discussions and the status of customer engagements.

Recent developments and disruption across parts of the Middle East have impacted the timing of certain commercial activities and may affect the timing of revenue recognition and associated cash inflows. These factors have been reflected in the Directors' forecasting and sensitivity analysis.

The Directors have also considered the availability of further mitigating actions, if required, including additional cost reduction measures, management of discretionary expenditure and access to external funding to support working capital requirements. The Directors do not consider that external funding is required under the base case forecast to enable the Group to continue as a going concern but recognise that such funding could be pursued to support future growth opportunities or mitigate downside scenarios should they arise.

2. Summary of significant accounting policies (continued)

2.3 Going concern (continued)

Notwithstanding the above, the timing of future revenues and the conversion of those revenues into cash remain subject to uncertainty. However, the Directors consider that the actions already taken to reduce the Group's underlying cost base, together with the flexibility to implement further cost management measures where appropriate, provide additional flexibility in managing the Group's cash resources. There can be no certainty that additional funding, if required, would be available on acceptable terms or at all.

These factors represent a material uncertainty that may cast significant doubt on the Group's ability to continue as a going concern. Nevertheless, having considered the forecasts, the cost reduction measures already implemented, the availability of further mitigating actions and the Group's expected trading performance, the Directors have a reasonable expectation that the Group will have adequate financial resources to continue in operational existence for the foreseeable future. Accordingly, the financial statements have been prepared on a going concern basis.

3. Judgments in applying accounting policies and key sources of estimation uncertainty

In preparing these interim financial statements, the Directors have exercised judgement in the following areas:

Impairment of goodwill and intangible assets

The carrying value of Intellectual Property in the form of patent and development costs (IP), are dependent on the expected future revenue from product sales and services rendered in connection with the IP. The patents and development costs, residual values, useful lives and amortisation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date. In assessing if there has been an indication of impairment the Directors considered both external and internal factors dictated by FRS 102 alongside other considerations as to the current position of the Group. During the period, potential impairment indicators were identified for the ACE cash generating unit (CGU), and the Directors therefore performed a value-in-use assessment using the latest approved forecasts and relevant sensitivities. The assessment indicated that the recoverable amount exceeded the carrying amount and no impairment loss was required. The Directors separately assessed the SRJ product development costs and patents and concluded that no impairment indicator existed at 30 June 2026.

Goodwill was tested for impairment within the context of the CGU to which it has been allocated (the business operations of the acquired company). This involved estimating the present value of the future cash flows expected to be generated by the CGU.

Sensitivity analyses were performed on key assumptions, including revenue growth rates and the discount rate. In all scenarios considered, the recoverable amount of the CGU exceeded its carrying amount. Accordingly, no impairment has been recognised.

Revenue recognition

Management exercises judgement in assessing whether revenue from integrated inspection, engineering and project contracts should be recognised over time or at a point in time.

The assessment includes consideration of the contractual terms, the nature of the performance obligations, customer acceptance requirements, the Group's right to payment for performance completed to date and whether control transfers continuously throughout the contract term or only on completion.

For certain contracts, management concluded that revenue should be recognised at a point in time as the performance obligation is not satisfied until completion of the contracted activities and transfer of control to the customer. The application of different conclusions could materially affect the timing of revenue recognition and profit recognised in a reporting period.

Capitalised contract costs

Management exercises judgement in determining whether costs incurred to obtain customer contracts meet the criteria for capitalisation under FRS 102 Section 23. This assessment includes consideration of whether the costs are incremental to obtaining a contract, expected to be recoverable and directly related to future revenue-generating contracts. Changes in these judgements could affect the carrying value and amortisation profile of contract cost assets.

Leases

Management has exercised judgement in determining the lease term for lease arrangements, including whether it is reasonably certain that extension or termination options will be exercised. This assessment takes into account the commercial substance of the arrangements, the importance of the leased assets to the Group's operations, and relevant economic factors. These judgements affect the measurement of lease liabilities and right-of-use assets. Management has also exercised judgement in assessing whether contracts contain a lease and in identifying the lease and non-lease components of contracts where applicable.

Management also applies judgement in determining the appropriate borrowing rate used to measure lease liabilities where the interest rate implicit in the lease cannot be readily determined. This assessment requires consideration of the Group's financing profile, lease term and the nature of the underlying leased asset. Changes in these assumptions could materially affect the measurement of lease liabilities and right-of-use assets.

4. Reclassification of comparatives

During the current period, the Company has separately presented amortisation within the Consolidated Statement of Comprehensive Income, having previously included this expense within administrative expenses. Comparative information has been re-presented on the same basis to provide consistency and improve the transparency of the Company's operating cost structure. This presentation change has no impact on the Company's reported loss, profit before tax, net assets, cash flows or earnings per share.

5. Turnover

Turnover, analysed geographically between markets, was as follows:

	Period ended 30 June 2026			
	Revenue sharing income	**Product sales**	**Services rendered**	**Total**
	£	**£**	**£**	**£**
Europe	**-**	**51,007**	**345,792**	**396,799**
Americas	**-**	**164,689**	**127,526**	**292,215**
Middle East & Africa	**-**	**31,135**	**-**	**31,135**
Asia	**-**	**28,328**	**-**	**28,328**
	-	**275,159**	**473,318**	**748,477**

During the period, management applied the revised requirements of FRS 102 Section 23 to significant revenue arrangements (see note 2.2), which resulted in recognition of contract liabilities of £65,617 at 30 June 2026, as revenue is only recognised when, or as, each performance obligation is satisfied or by transferring control of the goods or services to the customer. In respect of First Avenue, the Group incurred directly attributable costs for materials and subcontracted engineering work. The contract comprises multiple performance obligations relating to the delivery and installation of individual products. Management concluded that each performance obligation is satisfied at a point in time when the relevant installation, testing and commissioning have been completed, customer handover has occurred and control has transferred to the customer. At 30 June 2026, the first installation had commenced but these conditions had not been met and, accordingly, no revenue was recognised. Directly attributable costs incurred in respect of the first installation were recognised as work in progress and will be recognised in cost of sales when the related revenue is recognised.

	Period ended 30 June 2025			
	Revenue sharing income	*Product sales*	*Services rendered*	*Total*
	£	*£*	*£*	*£*
Europe	-	*4,695*	*591,815*	*596,510*
Americas	-	*77,404*	*52,176*	*129,580*
Middle East & Africa	-	*-*	*73,355*	*73,355*
Asia	*(1,316)*	*(130,540)*	*15,102*	*(116,754)*
	(1,316)	*(48,441)*	*732,448*	*682,691*

	Year ended 31 December 2025			
	Revenue sharing income	*Product sales **	*Services rendered*	*Total*
	£	*£*	*£*	*£*
Europe	-	*4,695*	*1,206,370*	*1,211,065*
Americas	-	*355,663*	*149,580*	*505,243*
Middle East & Africa	-	*69,999*	*73,355*	*143,354*
Asia	*(1,316)*	*(79,565)*	*56,335*	*(24,547)*
	(1,316)	*350,792*	*1,485,640*	*1,835,115*

** Net of sales returns*

6. Other operating income

	Period ended 30 June 2026	*Period ended 30 June 2025*	*Year ended 31 December 2025*
	£	*£*	*£*
R&D tax credits	**-**	-	*72,592*
HMRC employment allowance	**25,500**	-	-
Grant income	**2,000**	*2,000*	*4,000*
Car park rental	**4,800**	-	*9,600*
Miscellaneous income	**125**	-	-
Loans written off	**47,719**	-	-
	80,144	*2,000*	*86,192*

7. Taxation

	Period ended 30 June 2026 £	*Period ended 30 June 2025 £*	*Year ended 31 December 2025 £*
Current tax	**-**	*-*	*7,847*

Taxation is calculated at the rates prevailing in the respective jurisdictions of each group company. With the availability of tax losses, the tax charge for 2026 is expected to be £nil (effective tax rate 0%). The only charge to tax in 2025 was in relation to ACE and tax payable on the R&D Expenditure Credit (RDEC) calculation, at a rate of 25%.

8. Disposal of subsidiary

On 25 February 2026, the Group disposed of its entire interest in SRJ Technology Limited for consideration of £1 as part of the Group's restructuring programme. The results of SRJ Technology Limited were consolidated up to the date control ceased.

The disposal resulted in a loss of £11,123, which has been recognised within administrative expenses.

SRJ Technology Limited did not represent a separate major line of business or geographical area of operations and, accordingly, the disposal has not been presented as a discontinued operation.

The subsidiary was disposed of to Roger Smith, a Director of the Company. Further information is included in Note 21, Related Party Transactions.

9. Share based payments

The total expense recognised in the statement of comprehensive income for the period was £113,164 (Year to December 2025: £221,333). The carrying amount at the end of the period in the share based payment reserve from share based payment transactions was £485,723 (December 2025: £396,816).

10. Remuneration of key management personnel and employees

	Period ended 30 June 2026 £	*Period ended 30 June 2025 £*	*Year ended 31 December 2025 £*
Directors			
Salaries and fees	**323,620**	*402,468*	*787,634*
Pension and superannuation costs	**-**	*6,899*	*14,658*
Health insurance	**1,959**	*5,662*	*9,091*
Share based payment awards	**-**	*-*	*159,691*
	325,579	*415,029*	*971,074*

	Period ended 30 June 2026 £	*Period ended 30 June 2025 £*	*Year ended 31 December 2025 £*
Employees			
Wages and salaries	**411,362**	*648,492*	*1,167,004*
Pension and superannuation costs	**5,549**	*27,774*	*47,287*
Health insurance	**4,813**	*5,717*	*21,042*
Share based payment awards	**-**	*861*	*61,642*
	421,724	*682,844*	*1,296,975*

Key management personnel are considered to be all directors of the Company, the Chief Executive Officer and the Chief Financial Officer.

The cost of employees delivering consultancy services and engineering/operational support in delivering products is charged to cost of sales in accordance with their hourly rate and time spent in delivering the service contract. In the period, wages and salaries of £107,230 (June 2025: £214,198) was charged to cost of sales.

The average number of employees of the Group during the period (excluding non-executive directors) was 17 (June 2025: 23, December 2025: 21)

11. Intangible assets

	Goodwill £	Patents £	Development expenditure £	Total £
Cost				
At 1 January 2025	*9,408,074*	*578,791*	*1,388,957*	*11,375,822*
Additions	-	*1,680*	*6,839*	*8,519*
At 30 June 2025	*9,408,074*	*580,471*	*1,395,796*	*11,384,341*
Adjustment	-	-	*1*	*1*
Additions from acquisition	-	-	-	-
At 31 December 2025	**9,408,074**	**580,471**	**1,395,797**	**11,384,342**
Additions	-	-	-	-
At 30 June 2026	**9,408,074**	**580,471**	**1,395,797**	**11,384,342**
Amortisation				
At 1 January 2025	*342,815*	*323,897*	*477,697*	*1,144,409*
Charge for the period	*470,403*	*25,793*	*41,307*	*537,503*
At 30 June 2025	*813,218*	*349,690*	*519,004*	*1,681,912*
Charge for the period	*470,404*	*25,793*	*41,306*	*537,503*
At 31 December 2025	**1,283,622**	**375,483**	**560,310**	**2,219,415**
Charge for the period	**470,404**	**25,792**	**41,307**	**537,503**
At 30 June 2026	**1,754,026**	**401,275**	**601,617**	**2,756,918**
Net book value				
At 30 June 2026	**7,654,048**	**179,196**	**794,180**	**8,627,424**
At 30 June 2025	*8,594,856*	*230,781*	*876,792*	*9,702,429*
At 31 December 2025	*8,124,452*	*204,988*	*835,487*	*9,164,927*

The development costs owned by SRJ Technology Limited were transferred to SRJ Limited at net book value ahead of the divestment of SRJ Technology Limited in February 2026. Transferring the development costs to SRJ Limited did not trigger any impairment or revaluation.

The development costs relating to Air Control Entech Limited are amortised on a 20% straight line basis once commercially developed and complete so as to write off the cost or valuation of the assets less their residual values over their estimated useful lives of 5 years. The MAG Drone was brought into use by ACE from June 2023 (i.e. pre acquisition) so the associated development costs of £71,915 (being fair value to the Group at acquisition) are being amortised over the remaining estimated useful life of 3.75 years (so that the asset is fully amortised over its estimated useful life of 5 years overall). The remaining development costs of ACE of £537,865 (December 2025: £537,865) have not yet been commercialised and therefore have yet to be amortised. Once commercially developed and complete, amortisation will be recognised so as to write off the cost less residual value over the useful life.

The goodwill, patents and development costs residual values, useful lives and amortisation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date. In assessing if there was an indication of impairment, the Directors considered both external and internal factors dictated by FRS 102 alongside other considerations as to the current position of the Company. During the period, indicators of impairment were identified for the ACE cash generating unit (CGU), and the Directors therefore performed a value-in-use assessment using the latest approved forecasts and relevant sensitivities. The assessment indicated that the recoverable amount exceeded the carrying amount and no impairment loss was required. The Directors separately assessed the SRJ product development costs and patents and concluded that no impairment indicator existed at 30 June 2026.

The remaining amortisation period of the goodwill for Air Control Entech Limited is 8 years and 1 month.

12. Tangible fixed assets

Cost	Motor vehicles £	Leasehold improve-ments £	Plant and machinery £	Office equipment £	Computer equipment £	Total £
At 1 January 2025	*19,469*	*34,458*	*207,872*	*15,968*	*40,248*	*318,015*
Additions	-	-	*68,927*	-	-	*68,927*
Additions from acquisition	-	-	-	-	-	-
Disposals	*(5,533)*	-	-	-	-	*(5,533)*
At 30 June 2025	13,936	34,458	276,799	15,968	40,248	381,409
Additions	-	-	*22,484*	*1,370*	*6,160*	*30,014*
Disposals	-	-	*(300)*	-	*(252)*	*(552)*
At 31 December 2025	**13,936**	**34,458**	**298,983**	**17,338**	**46,156**	**410,871**
Additions	**-**	**-**	**26,855**	**-**	**565**	**27,420**
Disposals	**(13,936)**	**-**	**(23,326)**	**(4,706)**	**(12,593)**	**(54,561)**
At 30 June 2026	**-**	**34,458**	**302,511**	**12,632**	**34,128**	**383,730**
Depreciation						
At 1 January 2025	*7,069*	*3,378*	*48,702*	*11,974*	*31,629*	*102,751*
Charge for the period	*3,100*	*4,681*	*30,568*	*878*	*1,561*	*40,788*
Written back on disposals	*(5,533)*	-	-	-	-	*(5,533)*
At 30 June 2025	*4,636*	*8,059*	*79,270*	*12,852*	*33,190*	*138,006*
Charge for the period	*3,100*	*4,681*	*34,212*	*989*	*2,005*	*44,987*
Written back on disposals	-	-	*(300)*	-	*(252)*	*(552)*
At 31 December 2025	**7,736**	**12,740**	**113,182**	**13,841**	**34,943**	**182,442**
Charge for the period	**1,033**	**4,681**	**28,261**	**693**	**2,064**	**36,732**
Written back on disposals	**(8,769)**	**-**	**(22,670)**	**(4,706)**	**(12,593)**	**(48,738)**
At 30 June 2026	**-**	**17,421**	**118,773**	**9,829**	**24,414**	**170,436**
Net book value						
At 30 June 2026	**-**	**17,037**	**183,739**	**2,804**	**9,714**	**213,294**
At 30 June 2025	*9,300*	*26,399*	*197,529*	*3,116*	*7,058*	*243,402*
At 31 December 2025	*6,200*	*21,718*	*185,801*	*3,497*	*11,213*	*228,429*

No indicators of impairment were noted during the period hence no impairment expense was recognised (2025: £nil).

13. Inventory

	30 June 2026 £	30 June 2025 £	31 December 2025 £
BoltEx® stock	81,475	87,324	68,006
Inventory of parts - at cost	12,119	18,979	13,576
Work in progress	60,939	-	-
	154,533	106,303	81,582

Management undertook an assessment of the value of parts alongside a Senior Engineer from SRJ. Obsolete stock of £nil (Jun 25: £69, Dec 2025: £5,665) has been written off to administration expenses in the period. For remaining stock, due to the mark up achievable on the finished products, the conclusion was made that the NRV was not lower than the cost.

Work in progress is recognised in accordance with Section 13 (inventories) of FRS 102 where it represents directly attributable costs incurred in producing goods or services for sale. Work in progress is measured at the lower of cost and estimated selling price, less costs to complete and sell.

14. Debtors

	Note	30 June 2026 £	30 June 2025 £	31 December 2025 £
Trade debtors		200,868	462,489	418,587
Other debtors		70,531	21,016	124,975
Contract cost assets	15	109,747	-	-
Prepayments and accrued income		56,422	175,050	92,387
		437,568	658,555	635,949

15. Contract cost assets

	30 June 2026 £	30 June 2025 £	31 December 2025 £
Opening contract cost asset	-	-	-
Costs capitalised	124,763	-	-
Amortisation	(15,016)	-	-
Impairment	-	-	-
Closing contract cost asset	109,747	-	-

Incremental costs of obtaining a contract, such as sales commissions and other costs that would not have been incurred had the contract not been obtained, are recognised as an asset where the Group expects to recover those costs. The asset is amortised on a systematic basis consistent with the transfer of the goods or services to which the asset relates. Costs that do not qualify for capitalisation are recognised as an expense when incurred. Contract cost assets are assessed for impairment at each reporting date.

16. Creditors: Amounts falling due within one year

	Note	30 June 2026 £	30 June 2025 £	31 December 2025 £
Hire purchase and finance		31,954	50,320	49,975
Lease liabilities	18	39,301	-	-
Trade creditors		475,070	543,097	538,705
Contract liabilities		65,617	-	26,577
Deferred income		10,000	14,800	13,600
Invoice financing		87,105	39,377	61,555
Loans		6,950	201,525	11,950
Accruals and other payables		278,508	559,361	380,863
		994,505	1,408,480	1,083,225

Invoice financing arrangement

The Group maintains a recourse factoring facility with eCapital Commercial Finance (North) Limited. Under the arrangement, certain trade receivables are assigned to the factor, and the Group receives advances of up to 70% of the invoice value, subject to a facility limit of £100,000. As the facility is with recourse, the Group retains the credit risk on factored debts. Receivables subject to the arrangement at year end totalled £156,132 (2025: £97,404), which continue to be recognised as the Group retains substantially all risks and rewards. The related liability due to the factor was £87,105 (2025: £61,555), presented within current liabilities. Key terms of the facility include: discount charge at 3% above the nominated bank base rate, monthly minimum charge of £925, and a recourse/refactoring period of four months after invoice date. The assigned receivables serve as security for the amounts advanced.

17. Creditors: Amounts falling due after one year

	Note	30 June 2026 £	30 June 2025 £	31 December 2025 £
Hire purchase and finance lease payable		54,540	50,410	70,239
Lease liabilities	18	65,099	-	-
Loans payable		170,399	174,191	173,867
		290,038	224,601	244,106

17. Creditors: Amounts falling due after one year (continued)

The loans payable in notes 16 and 17 (amounting to £177,349 in total) comprise the following.

- The Santander bank loan outstanding of £23,182 (2025: £28,492) is supported by the Bounce Back Loan Scheme, with £5,915 due within one year and £17,267 due after one year. The loan is unsecured. The interest rate charged on the loan is fixed at 2.5%pa and the loan is repayable over 60 consecutive monthly instalments commencing in June 2021, with a maturity date of May 2030.
- The loan outstanding from Net Zero Technology Centre for £148,573 (all due after one year) (2025: £148,573) is unsecured and interest free and has a maturity date of August 2027.
- The loan outstanding from the Energy Saving Trust of £5,554 (2025: £6,549) (£995 due within one year and £4,559 due outside one year) is unsecured and interest free, and repayable over 96 monthly instalments commencing February 2024, with a maturity date of June 2031.
- The loan outstanding from one of the managers of Air Control Entech Limited ("ACE") of £40 (2025: £5,040) will be settled during the remainder of 2026. The loan is interest free and unsecured.

The hire purchase and finance leases are secured over the assets to which they relate.

There are no covenants associated with any of these loans.

18. Leases and right-of-use assets

The Group has lease contracts for buildings used in its operations. Air Control Entech Limited leases offices at Murcar House, Denmore Road, Aberdeen at an annual rental of £22,500 per annum until 31 December 2028. The company also leases Units 12 and 13, Murcar Commercial Park, Aberdeen at an annual rental of £23,000 per annum until 30 November 2028. The lease liabilities recognised on transition were discounted using the Group's incremental borrowing rate, representing Management's estimate of the rate that would have been incurred to obtain similar financing over a comparable term and with similar security.

The Group applies the revised Section 20 retrospectively with the cumulative effect of initially applying the amendments recognised at the date of initial application of 1 January 2026. The comparative information as at and for the periods ending 30 June 2025 and 31 December 2025 are not restated.

Set out below are the carrying amounts of right-of-use assets recognised in respect of the above premises and the movements during the period:

	Land and buildings £	**Total £**
Cost		
At 1 January 2026	**-**	**-**
Effect of initial application of the revised Section 20	**123,253**	**123,253**
Adjusted balance at 1 January 2026	**123,253**	**123,253**
Additions	-	-
Disposals	**-**	**-**
At 30 June 2026	**123,253**	**123,253**
Depreciation		
At 1 January 2026	**-**	**-**
Charge for the period	**20,542**	**20,542**
Written back on disposals	**-**	**-**
At 30 June 2026	**20,542**	**20,542**
Net book value		
At 30 June 2026	**102,711**	**102,711**
At 31 December 2025	-	-

Set out below are the carrying amounts of lease liabilities (included under creditors) and the movements during the period:

	30 June 2026 £	*31 December 2025 £*
At 1 January 2026	-	-
Effect of initial application of the revised Section 20	123,253	-
Adjusted balance at 1 January 2026	**123,253**	-
Interest	3,897	-
Payments	(22,750)	-
At 30 June 2026	**104,400**	-
Amounts falling due within one year (note 16)	39,301	-
Amounts falling due after more than one year (note 17)	65,099	-
	104,400	-

18. Leases and right-of-use assets (continued)

Following adoption of revised Section 20, lease costs previously recognised as operating lease rental expense are recognised through depreciation of right-of-use assets and interest expense on lease liabilities. During the period, the Group recognised depreciation of £20,542 and finance costs of £3,897 in respect of recognised lease arrangements.

Short term lease exemptions

The Group identified certain leases with lease terms of 12 months or less. The Group apply the ‘short-term lease’ recognition exemptions for these leases, details of which are set out below.

The informal agreement between SRJ Limited and AVI Partners Limited for the premises "Le Quai House" ended on 30 June 2025. Monthly rentals of £1,250 were paid to AVI Partners Limited from December 2023 to June 2025. The same monthly amount has continued to be paid to the new owner of the premises, with no formal agreement in place. Revised FRS 102 Section 20 still applies if the arrangement meets the definition of a lease. In this instance, there is an identified asset and the Company has the right to the economic benefits from using the asset. At 1 January 2026, Management expected the arrangement to have a remaining lease term of 12 months or less, as the premises were expected to be vacated during 2026. The premises were subsequently vacated on 31 July 2026. Accordingly, the Group applied the short-term lease recognition exemption and recognised the rental payments as an expense on a straight-line basis.The Company therefore elects to use the short term lease exemption. No lease liability or right of use asset is recognised and the payments are recognised as an expense on a straight line basis.

SRJ Technology Limited ("SRJ UK") rented offices for £11,400 per annum under a lease that was signed on 17 February 2025, the terms being for a 6 year lease with a break clause after 2 years. The address is Brokers’ Office A.2.1, Huntsman Road, Hamble Point Marina, Southampton. The Lessor has accepted an early break whereby the lease will cease on 17 August 2026. The overall lease obligation remains with SRJ UK, the lease left the Group as part of the disposal. However, under the terms of the SPA, the Company remains liable to settle the lease payments up to this date with the new owner of SRJ UK following its divestment in February 2026. These payments are therefore written off to the statement of comprehensive income in the period to which the expense relates. They do not constitute payments towards a lease, merely an agreement with SRJ UK’s new owner to cover the costs of the lease to termination.

Overall, as the lease liability sat within the Group only to February 2026, the recognition of a right of use asset and lease liability in respect of this lease was deemed immaterial. Whilst this is not a specific lease exemption within Section 20, it is the application of the general materiality principle in FRS102.

As such, lease payments on short-term leases and leases of low-value assets are recognised as expense on a straight-line basis over the lease term.

19. Issued capital

	30 June 2026 £	*30 June 2025 £*	*31 December 2025 £*
Allotted, called up and fully paid			
1,700,000,000 Ordinary shares of £0.0000588 (31 December 2025 - 1,410,881,709 Ordinary shares of £0.0000588 and 30 June 2025 - 623,928,499 Ordinary shares of £0.000125)	**141,290**	*77,991*	*124,283*

In order to avoid exceeding the authorised number of CDIs permitted under the Company's Articles of Association and to provide flexibility to raise additional capital or undertake acquisitions, a resolution was passed at the Company's Extraordinary General Meeting held on 25 July 2025 to increase the authorised share capital from £100,000 divided into 800,000,000 ordinary shares of £0.000125 each to £100,000 divided into 1,700,000,000 ordinary shares of £0.0000588 each. Subsequent to the reporting date, at the Annual General Meeting held on 9 July 2026, shareholders approved a special resolution to remove the authorised share capital limit by amending the Company's Memorandum of Association. As a result, the Company may issue an unlimited number of shares in accordance with its Articles of Association and the Companies (Jersey) Law 1991.

Movements in share capital for the period are reconciled as below;

	Shares in issue	*Share capital £*	*Share premium £*
Allotted, called up and fully paid			
At 1 January 2026	*1,410,881,709*	*124,283*	*31,492,265*
Exercise of share options (i)	*3,500,000*	*206*	*24,051*
Issued to investors, net of transaction costs (ii)	*285,618,291*	*16,801*	*1,222,555*
At 30 June 2026	*1,700,000,000*	*141,290*	*32,738,871*

(i) During the period 3,500,000 shares were issued to Giles Bourne for a fair value of £24,257, being the exercise of zero priced options approved at the 2025 AGM.

(ii) During the period an additional 285,618,291 shares were issued for total consideration of £1,374,322. Transaction costs relating to the share issues of £134,967 have been written off against the share premium arising in the issue.

19. Issued capital (continued)

The ASX uses an electronic system called CHESS for the clearance and settlement of trades. The Company is a Jersey Company incorporated under the Companies (Jersey) Law 1991, which does not recognise the CHESS system of holding securities. Accordingly, to enable the securities to be cleared and settled electronically through CHESS, depositary instruments called CDIs are issued. CDIs represent the beneficial interest in the underlying shares in a foreign company listed on the ASX and are traded in a manner similar to shares of listed Australian companies. Each CDI represents an interest in one share of SRJ.

20. Acquisition of non-controlling interest

During the period, the Group acquired the remaining 1% interest in ACE UAE for £nil consideration, increasing its ownership from 99% to 100%. As control had already been obtained, the transaction has been accounted for as an equity transaction in accordance with Section 9 of FRS 102. The carrying deficit of the non-controlling interest of £1,831 has been derecognised, and with £nil consideration paid, this has been recognised directly in retained earnings attributable to the parent.

21. Related party transactions

Included within loans payable are the following directors' loans.

Loans payable

	30 June 2026 £	*30 June 2025 £*	*31 December 2025 £*
Directors' loans	**8,136**	*67,285*	*167,877*
	8,136	*67,285*	*167,877*

At 30 June 2026, £Nil (31 December 2025: £156,637) was owed by the Group to one of the former directors of ACE, the subsidiary company, in respect of net loans advanced and wages payable. The loan was partially written off in early 2026 by way of a settlement agreement, as noted below.

During the period, the Group entered into a settlement agreement with the former director under which liabilities of £156,637 were settled for £49,500, payable over 18 months. As at the period end, £36,111 (2025: £Nil) was included within accruals and other payables in relation to the outstanding balance under the settlement agreement.

At 30 June 2026, the Group owed £8,136 (December 2025: £11,240) in respect of loans from directors of Air Control Entech ("ACE"). The loans are interest free and unsecured and are due to be settled by the end of 2026.

As per note 8, during the period, the Group disposed of its entire 100% shareholding in SRJ Technology Limited, a wholly owned UK subsidiary, to Roger Smith, a Director of the Company, for consideration of £1. SRJ Technology Limited represented a non-core, loss-making operation which held no material assets and had not contributed materially to the Group's revenue over recent reporting periods. The disposal formed part of the Group's strategy to simplify its corporate structure and reduce ongoing operating costs associated with non-core activities. The transaction was approved by the Board excluding Roger Smith, who declared his interest in the transaction and took no part in the discussions, negotiations or approval process. The remaining Directors considered the transaction to be in the best interests of the Company and its shareholders. Following completion of the disposal, the Group entered into a consulting and engineering support arrangement with SRJ Technology Limited, under which engineering and consulting services may be procured on an arm's length, as-required basis. Any amounts payable under this arrangement will be recognised as they are incurred. At 30 June 2026, there were no outstanding balances (30 June 2025: £nil) in respect of the disposal transaction.

During the period, the Company received short-term funding of AUD $283,260 from BJS Robb Pty Limited, an existing shareholder. Interest was charged at 10% per annum and the loan was subject to a 6% establishment fee. The loan was repaid in full upon completion of the qualifying capital raising. The interest and establishment fee charged in the period amounted to £14,847 (2025: £Nil).

During the period key management personnel (defined as all directors of the Company, the Chief Executive Officer and the Chief Financial Officer) of the Group received total compensation of £346,050 comprised of employment and post-employment benefits (30 June 2025: £415,029). See note 10 for further analysis of directors' remuneration.

The balances owing to key management personnel in respect of unpaid and deferred salaries at the period end were as follows:

George Gourlay	£4,348 (2025: £22,354)
Giles Bourne	£Nil (2025: £3,241)
Roger Smith	£6,522 (2025: £3,624)
Stefan McGreevy	£15,486 (2025: £20,018)
Kurt Reeves	£29,833 (2025: £21,833)
Jason De Silviera	£4,348 (2025: £2,067)

21. Related party transactions (continued)

The interests of the Key Management Personnel in the capital of the Company at the period end date have not materially changed from the annual financial statements for the year ended 31 December 2025.

22. Post balance sheet events

Subsequent events have been evaluated up to the date that the financial statements were approved and authorised for issue by the Board of Directors. There have been no material events requiring adjustment or disclosure in these financial statements further to the events outlined below.

- Subsequent to the reporting date, as set out in note 18, at the Annual General Meeting held on 9 July 2026, shareholders approved a special resolution to remove the authorised share capital limit by amending the Company's Memorandum of Association. As a result, the Company may issue an unlimited number of shares in accordance with its Articles of Association and the Companies (Jersey) Law 1991.

- On 15 July 2026, the Company granted 20,000,000 nil-cost Chess Depositary Interests ("CDIs") to the Chief Executive Officer under the Company's employee incentive arrangements. The award was made for nil consideration and is not subject to escrow restrictions. The grant followed shareholder approval at the Company's Annual General Meeting held on 9 July 2026 to remove the authorised share capital limitation (see above). As the grant occurred after the reporting date, no adjustment has been made to these interim financial statements. Any share-based payment expense arising from the award will be recognised in the Group's financial statements from the grant date in accordance with the Group's accounting policy.

- Subsequent to the reporting date, as part of a planned Board succession process, and in preparation for the Company's next phase of growth, Mark Lindh was appointed to the Board of the Group as Deputy Non-Executive Chair, effective 6 August 2026, before transitioning to Non-Executive Chair following an initial six-month period. This appointment is a non-adjusting event as it occurred after the reporting date and has not affected the amounts recognised in these financial statements.

- On 24 August 2026, the Company announced that Non-Executive Director Giles Bourne would step down from the Board with effect from 31 August 2026 as part of the Company’s ongoing Board renewal and broader succession-planning process. This is a non-adjusting event and has no effect on the amounts recognised at 30 June 2026.

- Subsequent to the reporting date, geopolitical developments in the Middle East have continued to evolve. The Group has ongoing operations and has secured asset integrity projects in the region. Management is closely monitoring the situation and assessing any potential impacts on personnel, operations, project execution and customer activity. At the date of authorisation of these financial statements, the Group’s operations and contractual activities in the region continue substantially as planned, although the evolving situation may result in changes to project scheduling or timing of contract execution and revenue recognition. Given the ongoing nature of regional developments, the potential financial impact, if any, cannot yet be reliably estimated. The financial statements have not been adjusted in respect of this matter.