

ASX ANNOUNCEMENT

5 October 2026

Orbital Corporation Limited | ASX: OEC

ORBITAL SECURES L&T ORDER FOR THREE PROPULSION SYSTEMS

Includes the first order for Orbital's Gen II Power Management System, with L&T becoming its second Indian customer.

HIGHLIGHTS

- **Larsen & Toubro (L&T), one of India's largest engineering and defence companies, orders three 350HFE propulsion systems, becoming Orbital's second Indian customer**
- **L&T selected Orbital following extensive evaluation, recognising the advantages of its integrated heavy-fuel propulsion and power management technology**
- **First order for Orbital's proprietary Gen II Power Management System, which doubles available onboard electrical power to 1kW and adds remote engine start, propeller stop and in-flight battery charging**
- **Initial systems support platform integration and testing, with potential for further propulsion system orders if the program progresses to military production.**

Orbital Corporation Limited (ASX:OEC) ("Orbital" or the "Company") is pleased to announce it has secured orders from Larsen & Toubro (L&T) for three 350HFE propulsion systems, each incorporating Orbital's Gen II Power Management System (PMS).

L&T selected Orbital following technical due diligence, including a visit to Orbital's Western Australian facility to inspect the engines and undertake extensive bench testing. This enabled L&T to assess engine performance against its requirements before selecting Orbital to replace the existing engine solution on its Group 3 tactical UAV platform. The initial three systems will support platform integration and further testing.

The order also represents the first customer adoption of Orbital's Gen II Power Management System, demonstrating demand for its integrated propulsion offering. Combining the 350HFE engine with proprietary power management provides L&T with a matched solution for both propulsion and onboard electrical power, including up to 1kW of electrical output, remote engine start and in-flight battery charging.

The strategic significance of the order lies in establishing Orbital's propulsion system within a UAV programme being developed by one of India's largest engineering and defence companies. L&T becomes Orbital's second Indian customer, expanding the Company's participation in Indian UAV programmes targeting military contracts. Further propulsion system orders may follow if platform integration and testing are successful and the programme progresses to military production.

The relationship also expands Orbital's exposure to India's developing UAV industry. India's Press Information Bureau cites a forecast that the country's broader drone market could reach US\$11 billion by 2030, while the Indian Government has identified domestic drone manufacturing as a priority for defence preparedness and strategic autonomy.¹

¹ Government of India, Press Information Bureau, "Operation SINDOOR: The Rise of Aatmanirbhar Innovation in National Security", 14 May 2025 (link); and "India must become global hub of drone manufacturing in next few years amid current geopolitical instability", 19 March 2026 (link). The US\$11 billion forecast relates to India's broader drone market, rather than Orbital's addressable propulsion market.

Within this broader market, Orbital is focused on supplying specialist heavy-fuel propulsion systems for Group 2 and Group 3 UAVs. Its relationships with L&T that provide a pathway to participate in Indian military UAV programmes as they progress through development, qualification and potential production.

CEO COMMENT

“Australia and India’s Comprehensive Strategic Partnership provides a foundation for closer defence industry cooperation and trade. Australian manufacturers have specialist technology to contribute as India develops its defence capability.

The relationship with L&T provides a pathway for Orbital to put this defence industry cooperation into practice, supplying propulsion technology designed and built in Western Australia to support Indian military UAV programmes.

— Stephen Pearce, CEO, Orbital Corporation Limited

ABOUT LARSEN & TOUBRO

L&T is one of India's largest engineering, defence and aerospace companies. The company operates across infrastructure, energy, technology and advanced manufacturing, with its defence business playing a key role in developing sovereign defence capability for India.

Visit L&T website here: www.larsentoubro.com

ABOUT ORBITAL CORPORATION LIMITED (ASX: OEC)

Orbital Corporation Limited (ASX: OEC) is a Perth, Western Australia-based designer and manufacturer of integrated heavy fuel propulsion systems for Group 2 and Group 3 unmanned aerial vehicles (UAVs).

With over 40 years of engineering heritage and more than 1.2 million proven in-field service hours across multiple Tier 1 defence customers including Boeing and Textron Systems, OEC is a recognised global leader in UAV heavy fuel engine technology that services both defence applications as well as the rapidly evolving commercial sector.

The Company's in-production engine range spans 50cc to 350cc HFE, covering the full Group 2/3 UAV spectrum.

AUTHORISATION

This announcement has been authorised for release to the ASX by the Board of Directors of Orbital Corporation Limited.

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