FINANCE PLC

COMPANY ANNOUNCEMENT

This is an announcement of the company FES Finance P.L.C., a company incorporated under the laws of Malta, having company registration number C 89431 and registered address at 19–23 Conservatory Street, Floriana, Malta.

Date: 25th August 2026

Company Announcement in relation to the approval and publication of the Half Yearly Report

The following is a company announcement issued by FES Finance P.L.C., hereinafter the "Company" pursuant to the Prospects MTF Rules.

Quote

The Company is announcing that the board of directors met on the 25th August 2026 and approved the Company's interim financial statements in line with the Prospects MTF Rules. A signed copy of the aforesaid interim financial statements is being annexed to this company announcement.

Unquote

By order of the Board of Directors of the Company,

Reuben Debono
ID 422778M
Company Secretary

FES Finance p.l.c.
Interim Financial Statements (unaudited)
For the period 1 January 2026 to 30 June 2026

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FES Finance p.l.c.
Directors' Report pursuant to Prospects MTF Rule 4.11.12
For the period 1 January 2026 to 30 June 2026

This Half-Yearly Report is being published in terms of Chapter 4 of the Prospects MTF Rules of the Malta Stock Exchange and the Prevention of Financial Markets Abuse Act, 2005. The Half-Yearly Report comprises the unaudited interim financial statements for the period 1 January 2026 to 30 June 2026 prepared in accordance with IAS 34, 'Interim Financial Reporting'. In accordance with the terms of Prospects MTF Rules 4.11.12 the interim report has not been audited or reviewed by the Company's independent auditors.

Principal activities

The principal activity of FES Finance p.l.c. (the company) is to carry on the business of a finance company, principally by advancing the capital raised to its parent company, FES Projects Limited, when and as required.

Performance Review

During the period under review the company generated finance income amounting to €144,258 from a loan advanced to its parent company, while accrued interest on Bonds amounted to € 138,250 for the period ending 30 June 2026. The company's profit before tax amounted to € 21,405.

The bond holders received their annual interest payment on 18 March 2026.

The Directors expect the present level of activity to be sustained in the foreseeable future, in line with the projected inflows and outflows.

Dividends

No interim dividends are being proposed as at the date of this report.

These interim Financial Statements have been approved by the Board of Directors on the 25th August 2026.

Christopher Vella
Director

Gabriele Bottacci
Director

Registered address:
19-23, Conservatory Street
Floriana, FRN 1521
Malta

FES Finance p.l.c.
Directors' Statement
For the period 1 January 2026 to 30 June 2026

At the best of our knowledge, we confirm that the Interim financial statements, which have been prepared in accordance with IAS 34 'Interim Financial Reporting' give a true and fair view of the assets, liabilities, financial position and profit of FES Finance p.l.c. as at 30 June 2026 and the interim Directors' report comprises a fair view of the information required in terms of Prospects MTF Rule 4.11.12.

Christopher Vella Director	Gabriele Bottacci Director

Date: 25th August 2026.

FES Finance p.l.c.
Interim Statement of Comprehensive Income
For the period 1 January 2026 to 30 June 2026

	1 January 2026 to 30 June 2026 (unaudited) €	**1 January 2025 to 30 June 2025 (unaudited) €**
Finance income (Note 2)	144,258	144,008
Finance cost (Note 3)	(143,375)	(137,995)
Net interest income	**883**	**6,013**
Other Income	32,500	30,000
Administration Expenses	(11,978)	(8,756)
Profit before Tax	**21,405**	**27,257**
Income Taxation	(7,492)	(9,540)
Profit for the period	**13,913**	**17,717**
Total Comprehensive Income for the Period	**13,913**	**17,717**

FES Finance p.l.c.
Interim Statement of Financial Position

	30 June 2026 (unaudited) €	31 December 2025 (audited) €
Assets		
Non-Current Assets		
Loan receivable (note 4)	**5,870,724**	5,839,528
Current assets		
Cash and cash equivalents	**1,143**	6,174
Trade and other receivables	**1,239,438**	974,581
	1,240,581	980,755
Total assets	**7,111,305**	6,820,283
Equity and Liabilities Capital and Reserves		
Called up and issued share capital	**50,000**	50,000
Retained earnings	**31,026**	17,113
Other equity	**260,000**	260,000
	341,026	327,113
Non-current Liabilities		
Interests-bearing borrowings	**6,223,237**	5,967,115
Current Liabilities		
Trade and Other Payables	**532,583**	515,851
Current tax liability	**14,459**	10,204
	547,042	526,055
Total Equity and Liabilities	**7,111,305**	6,820,283

The Notes on pages 7 and 8 form an integral part of these financial statements.
The financial statements on pages 3 to 8 were authorized for Issue by the Board of Directors on 25th August 2026, and signed on its behalf by:

Christopher Vella
Director

Gabriele Bottacci
Director

FES Finance p.l.c.
Interim Statement of Changes in equity
For the period 1 January 2026 to 30 June 2026

	Share Capital	Retained Earnings	Other Equity	Total
	€	€	€	€
As at 1 January 2025	50,000	15,497	260,000	325,497
Net contributions by shareholders	-	-	-	-
Profit for the period	-	17,717	-	17,717
Balance as at 30 June 2025 (unaudited)	**50,000**	**33,214**	**260,000**	**343,214**
Balance as at 31 December 2025 (audited)	**50,000**	**17,113**	**260,000**	**327,113**

	Share Capital	Retained Earnings	Other Equity	Total
	€	€	€	€
As at 1 January 2026	50,000	17,113	260,000	327,113
Net contributions by shareholders	-	-	-	-
Profit for the period	-	13,913	-	13,913
Balance as at 30 June 2026 (unaudited)	**50,000**	**31,026**	**260,000**	**341,026**

FES Finance p.l.c.

Interim Statement of Cash flows

For the period 1 January 2026 to 30 June 2026

	1 January 2026 to 30 June 2026 (unaudited) €	1 January 2025 to 30 June 2025 (unaudited) €
Net cash generated from Operating Activities	**251,000**	256,467
Net cash generated from working capital	**7,514**	11,138
Net cash used in Financing Activities	**(263,493)**	(263,500)
Movement in Cash and Cash Equivalents	**(4,979)**	147
Cash and cash equivalents at beginning of period	**6,122**	1
Cash and Cash Equivalents at End of Period	**1,143**	149

1. Basis of preparation

1.1 Statement of compliance

The interim financial information for the period ended 30 June 2026 has been prepared in accordance with IAS 34 "Interim Financial Reporting".

The interim financial statements do not include all the information and disclosures required in the annual financial statements. The first official Financial Statements were issued as at 31 December 2019, which will be prepared in accordance with International Financial Reporting Standards as adopted by the EU.

1.2 Basis of measurement

The financial statements are prepared on a historical cost basis

2. Finance income	**30 June 2026**	**30 June 2025**
	(unaudited)	**(unaudited)**
	€	**€**
Interest receivable on loan due from parent company	**144,258**	**144,008**

3. Finance cost	**30 June 2026**	**30 June 2025**
	(unaudited)	**(unaudited)**
	€	**€**
Interest payable on bonds	**138,250**	**137,995**

4. Loan receivable	**30 June 2026 (unaudited)**	**31 December 2025 (audited)**
	€	**€**
Loan receivable from parent company	**5,870,724**	5,839,528

5. Borrowings	**30 June 2026 (unaudited)**	**31 December 2025 (audited)**
	€	**€**
5% Secured Bonds 2029	**4,972,240**	4,967,115
Bond Outstanding at face value	**5,000,000**	5,000,000
Amortisation of gross amount of bond issue		
Costs		
Gross amount of bond issue costs	**(102,500)**	(102,500)
Amortised bond issue costs brought forward	**69,615**	59,365
Amortisation charge for the period	**5,125**	10,250
Unamortised bond issue costs	**(27,760)**	(32,885)
Amortised cost and closing carrying amount	**4,972,240**	4,967,115

The company has a non-current loan of Euro1,000,000, which is unsecured, and carries an interest rate of 2.65% per annum.