26 September 2024

EQTEC plc

("EQTEC", the "Company" or the "Group")

Interim results for the six months ended 30 June 2024

EQTEC plc (AIM:EQT), a global technology innovator powering distributed, decarbonised, new energy infrastructure through its waste-to-value solutions for hydrogen, biofuels, and energy generation is pleased to announce its unaudited, interim results for the six months ended 30 June 2024 ("**H1 2024**"), with post-period progress.

Financial highlights

- Revenue: €1.45 million (H1 2023: €0.145 million), a 10x increase from previous year.
- Gross profit €0.826 million (H1 2023: €0.036 million)
- Gross margin improvement to 50%+ ((FY 2023: 15%) a 3x increase from previous year, underpinned by a shift toward high-margin IP-rich services and a departure from high-risk development activities.
- EBITDA loss: €1.60 million (H1 2023: €1.92 million) a 17% reduction from previous year.
- Capital raise of £0.85 million (€1.0 million) through the placing of new shares, and refinance of loan facility.
- Post-period payroll costs reduction of c.14% executed through operational and organisational transitions.
- Post-period, £1.1 million (€1.3 million) equity investment raised in September through the placing of new shares and £2.0 million received in full settlement of the LOGIK legal claim.

The net loss, including significant non-recurring items amounting to €1m, was €3.19 million (H1 2023: €2.42 million), including €1.55 million of debt servicing and other financing costs the majority of which were one off and non-recurring.

The Company expects to sustain improvement to gross margin for the whole of 2024 compared to 2023, as a result of its focus on improving rates, cost management, and delivery excellence.

Commercial and operational highlights, including post-period end

- Revenue focus shifted and diversified successfully in line with strategic intent
  - Consistent, month-on-month revenues for entirety of H1 2024
  - 51% of H1 2024 revenues from design engineering services (FY 2023: 77%)
  - 24% of H1 2024 revenues from equipment sales (FY 2023: 0%)
  - 25% of H1 2024 revenues from operations and maintenance services to built plants, creating the base for recurring revenues (FY 2023: 0%)
  - No revenues from development services in H1 2024 (FY 2023: 23%) as the Company fully exited capital-intensive development activities.

- Solid progress with client project delivery toward future equipment and services orders
  - Equipment delivered, integrated and commissioning underway at client plant in Greece
  - Grande-Combe front-end engineering design ("**FEED**") complete with client Idex finalising business case toward financial close
  - Gardanne pre-FEED and some FEED work completed with further funding sought from public funds to complete FEED
  - Simonpietri Enterprises Limited ("**SEL**") Hawaii project pre-FEED work completed in period, with notice to proceed for FEED obtained post period (September 2024)
  - Feasibility completed on second Hawaii RNG project with a capacity of 8 tonnes per hour ("**tph**"), with EQTEC selected as core technology supplier after period end (July 2024)

- Proposal made for second project with SEL for RNG application with a capacity of 20 tph post period end (August 2024)
  - Combined potential design engineering services for new RNG Projects in Hawaii for revenues of c. €2 million within a projected delivery schedule of 5 months, if both projects secure the expected funding.

- Innovation and partners
  - Successful results tests for liquid fuels applications, driving commercial progress into the liquid fuel sector, under the 50/50 joint venture with partner CompactGTL.
  - Completion of preliminary engineering including selection of Zeton as designer and fabricator of modular gas-to-liquid capability at University of Lorraine (France) R&D facility
  - Successful biochar and ashes tests at R&D centre at University of Zaragoza (Spain)

- Stabilisation of Italia MDC reference plant
  - Funding of €2.9 million received from Banca del Fucino
  - Appointment of Operations Manager to manage on-site team
  - Recruitment and hiring of full team to operate and maintain plant
  - Assessment and engagement of competitive suppliers and prospective biochar buyers
  - Acquisition of property housing plant and storage, increasing total value of asset

- Strategic transition enabled by further funding
  - Logik settlement reached in April 2024, followed by receipt of £2 million full payment post period end in September 2024
  - £0.25 million drawn down from loan facility in May, £0.85 million equity investment raised in May, through the placing of new shares and, post-period, £1.1 million equity investment raised in September through the placing of new shares
  - Lead operations role transitioned from UK to Spain, with Murli Bhamidipati joining Barcelona-based engineering team as Operations Director in October
  - Brian Cole appointed as non-executive director, in September making the composition of the Board of Directors two executive directors and three non-executive directors following Jeffrey Vander Linden stepping down at the end of the month

Ian Pearson, Chairman of EQTEC, commented:

"Not since I have been involved with EQTEC have we witnessed consistent, steady revenues from our high-value engineering services, equipment supply and plant support services; nor have we been able to achieve margins commensurate with our high-value, world-leading capabilities. The external market forces driving the global shift towards sustainable energy and the circular economy continue to present significant opportunities for EQTEC. The growing demand for solutions that address both waste management and clean energy generation is creating a unique space for us to apply our proprietary technology and engineering expertise. As we position ourselves to meet these demands, the Management Team has made important strides in rebasing the Company, including refining our business model to focus on high-margin, IP-rich services and strategic partnerships. These efforts, combined with the ongoing operational and organisational transition, leave us well-placed to take full advantage of the opportunities in front of us and drive long-term value creation."

David Palumbo, CEO of EQTEC, commented:

"Our performance in H1 2024 compared to H1 2023 demonstrates the impact of our strategic re-focus. Revenue has increased tenfold for the period, and gross profit has significantly improved, which is a direct result of our shift towards high-margin, IP-rich services and away from high-risk, capital-intensive development activities. While we have made considerable progress in stabilising our operations and delivering consistent results, much work remains to be done as we continue to rebuild value for our shareholders.

We are operating in a competitive sector where many companies are still in the early stages of validating their technology without any real commercial application. In contrast, EQTEC's technology is already commercially tested and delivering real-world solutions across multiple geographies. As we scale our business, our priority remains to strengthen our foundations, drive revenue growth, and maintain our leadership in the clean energy sector."

Current trading and outlook

The Company is building on its H1 2024 momentum to drive its transition toward being a technology licensor and innovator, shifting the focus of its efforts toward revenue generation, driving client collaboration and supporting clients in progressing their projects. This includes building the foundations for innovation at its R&D centre to support work on advanced syngas chemical applications such as synthetic fuels.

The Company is making good progress with a number of reference plants that it can use for prospective client visits, for R&D in a live, commercial-scale environment and for engineering on-site training and development:

- At the Italia MDC in Gallina, Tuscany, the plant has already accommodated a number of client visits, including visits in the first half of 2024 for prospective clients looking to build plants with EQTEC technology at their core. In September, the plant also had a visit from a local delegation of representatives led by the newly elected mayor of Castiglione d'Orcia. Based on this and the successful passage of tests by the provincial environmental protection agency, the plant is gaining positive visibility and credibility in the local community, making it a champion of clean waste disposal and energy generation in one of Italy's places of natural beauty.

- In Greece, the Company supported clients with the commissioning of its plant built on EQTEC technology, following replacement of components damaged in flooding that hit the region.

- In North Fork, California, USA, the Company made another visit to the plant to carry out an on-site inspection of the full facility, following a focused effort by the various contractors on site to complete construction of the plant and work toward commissioning. The plant has experienced a range of delays throughout 2023 and early 2024 as various parties working on the project changed. The Company has been informed that final construction work is now progressing well, and that commissioning is expected to start in Q4 2024.

- In Belišće, Croatia, the Company completed a design reconfiguration of the project to address the local industry requirement of eliminating unrecyclable plastic waste and provide energy to the neighbouring plants. This reconfiguration achieves a much stronger financial performance of the project making it more attractive to funders in the current environment. The project is awaiting receipt of its waste management permit and the signing of binding term sheets for the waste supply and offtake by local blue-chip industrial players. Ongoing discussions with both equity and debt funders are progressing and the Company expects to re-start construction on site in early 2025.

Other client projects have faced delays as a result of their broader business contexts:

- The Company completed FEED work for the Grande-Combe project in Villers-sous-Montrond, Doubs, France and has been working closely with project owner Idex to finalise the business case for the heat offtake, in support of financial close. Additionally, Idex awaits approval of the building permit, which it has said it expects by the end of 2024. The Company has an expectation the project will proceed from early 2025.

- Other projects in France, including Gardanne, Limoges and others focused on the application of EQTEC technology for the production of renewable natural gas ("**RNG**") have been paused by their various owners in light of the delay by the French government in releasing tariffs for RNG, with these companies preferring to wait for the formalisation of the tariff before further investing in project development. EQTEC is hopeful the government will proceed with this action soon, as it expects to be in a favourable position to support a number of RNG projects in France.

- The Blue Mountain Electric Company project in Wilseyville, California, USA, is still awaiting financial close in light of ongoing negotiations between project developer Phoenix Biomass Energy Inc. and the United States Department of Agriculture ("**USDA**") over finalising requirements for the USDA loan guarantee program. The Company has partially completed pre-FEED work on the project and looks forward starting FEED as soon as it receives a notice to proceed.

A number of other projects and opportunities have progressed as the Company partners with new developers and other engineering companies:

- The Company completed FEL 2 (pre-FEED) work on a project in Kapolei, Hawaii for SEL. The planned EQTEC gasification system will convert construction and demolition debris, landscaping waste, and invasive plant biomass from landscape restoration and wildfire prevention projects, into biochar and electricity for organic fertilizer production. The Company has received from SEL, in September, notice to proceed toward start of FEL 3 (FEED) work for a value of €380,000 and an expected delivery program of 4 months.

  Additionally, the Company submitted to SEL a proposal for a second project that would result in a waste-to-RNG facility with a capacity of 20 tph. The FEL3 (FEED) proposal is for the amount of c. €1.0 million with a delivery programme of 5 months.

- Also, in Hawaii, USA, the Company completed feasibility work on a project that would convert 8 tph tonnes of waste into RNG. On the back of the feasibility, the developer has selected EQTEC as the core technology provider and a FEL3 (FEED) proposal has been made to the client for the amount of c. €1.0 million with a delivery programme of 5 months.

- Based on the Company's collaboration agreement formalised at the end of 2023 with development, project management and engineering company Tresca Energía S.A. ("**Tresca**") of Spain, the partners have progressed discussions toward a first project that would convert approximately 7 tph of biomass into RNG. The Company has been informed that Tresca has secured the development capital and expects to starts design and engineering work in Q4 2024.

Business strategy and organisational changes

The Company's business strategy emphasises: (1) continuously developing and leveraging its IP-rich engineering and innovation capabilities; (2) de-risking its portfolio by occupying a narrow segment of the value chain, collaborating with the world's best value chain partners; and (3) driving higher margins through licensing its IP for use by owner-operators, deploying its engineering and design capabilities to get its IP deployed into more places, for the best-suited business models.

Financial performance over the first half of 2024 improved relative to previous periods as the Company realised benefits from its strategic shift away from the development of high-risk, legacy projects and toward focusing as a pure-play technology provider on pre-funded, risk-mitigated projects owned and driven by credible infrastructure owners and investors. The Company views its H1 2024 financial performance as indicative of its future commercial potential, as it refocuses most of its business development and engineering efforts on steady, reliable revenues from higher-probability client projects.

To support the Company's next stage of growth, the Board has implemented a number of operational and organisational transitions to advance its strategy for growth. First, as announced on 9 August 2024 and 16 September 2024, it has moved operational leadership from London to Barcelona, appointing Murli Bhamidipati as Operations Director for EQTEC Iberia SLU. Amongst Mr Bhamidipati's primary objectives is organising and managing the engineering team for growth and scale. As a consequence, Chief Technical Officer (CTO) Dr. Yoel S. Alemán Méndez will focus entirely on growing the Company's innovation capabilities and on driving engineering excellence so that the Company can deliver best-in-class solutions based on EQTEC's unique technology. Finally, the Company is rationalising its staffing outside of Barcelona to focus on the development of the business around its technology innovation and engineering and to reduce costs where possible. The Company will work more closely with partners to deliver into various projects and markets.

Changes to the Board of Directors

In line with the transition of operations leadership to Barcelona, Jeffrey Vander Linden will resign from the Board of Directors (the **"Board"**) on 29 September 2024, as announced on 9 August 2024. Additionally, as announced on 18 September 2024, the Company has appointed Brian Cole to the Board as a non-executive Director. These two changes will leave the total number of directors on the Board at five.

The principal, unaudited, condensed and consolidated financial statements for the six months ended 30 June 2024 are set out below:

EQTEC plc

Unaudited condensed consolidated statement of profit or loss

for the six months ended 30 June 2024

	Notes	**6 months ended 30 June 2024**	**6 months ended 30 June 2023 (Restated)**
		€	**€**
Revenue	6	1,449,324	145,293
Cost of sales		(623,670)	(109,528)
Gross profit		825,654	35,765
Operating income/(expenses)			
Administrative expenses		(2,329,461)	(2,122,832)
Reversal of impairment of project costs		36,920	-
Impairment of other receivables		(37,995)	-
Other income		11,238	52,914
Other losses/(gains)	7	(1,897)	182,833
Foreign currency losses		(140,933)	(68,897)
Operating loss		(1,636,474)	(1,920,217)

Share of loss from equity accounted investments		(53,478)	(102,996)
Gain/(loss) on revaluation of equity accounted investment		-	16,726
Change in fair value of investments		-	(6,822)
Finance income		51,566	39,451
Finance costs	8	(1,547,344)	(449,300)
Loss before taxation	6	(3,185,730)	(2,423,158)
Income tax	9	(8,173)	-
Loss for the period from continuing operations		(3,193,903)	(2,423,158)
Loss for the period from discontinued operations	19	-	(1,448)
LOSS FOR THE FINANCIAL PERIOD		(3,193,903)	(2,424,606)
Loss/(Profit) attributable to:			
Owners of the company		(3,193,885)	(2,424,594)
Non-controlling interest		(18)	(12)
		(3,193,903)	(2,424,606)

		6 months ended 30 June 2024	**6 months ended 30 June 2023 (Restated)**
		€ per share	**€ per share**
Basic loss per share:			
From continuing operations	10	(0.0163)	(0.0231)
From discontinued operations		-	(0.0000)
Total basic loss per share	10	(0.0163)	(0.0231)
Diluted loss per share:			
From continuing operations	10	(0.0163)	
From discontinued operations		-	(0.0000)
Total diluted loss per share	10	(0.0163)	(0.0231)

EQTEC plc

Unaudited condensed consolidated statement of other comprehensive income

for the six months ended 30 June 2024

	6 months ended 30 June 2024	6 months ended 30 June 2023
	€	€
Loss for the financial period	(3,193,903)	(2,424,606)
Other comprehensive income/(loss)		
Items that may be reclassified subsequently to profit or loss		
Exchange differences arising on retranslation of foreign operations	52,005	229,958
	52,005	229,958
Total comprehensive loss for the financial period	(3,141,898)	(2,194,648)
Attributable to:		
Owners of the company	(3,085,838)	(2,126,160)
Non-controlling interests	(56,060)	(68,488)
	(3,141,898)	(2,194,648)

EQTEC plc

Unaudited condensed consolidated statement of financial position

At 30 June 2024

	Notes	30 June 2024	31 December 2023
ASSETS		**€**	**€**
Non-current assets			
Property, plant and equipment	11	508,618	615,634
Intangible assets	12	12,114,741	12,177,408
Investments accounted for using the equity method	13	6,852,174	6,832,388
Other financial investments		6,715	6,715
Total non-current assets		19,482,248	19,632,145
Current assets			
Development costs	14	479,914	613,516
Loans receivable from project development		-	2,066,099
Trade and other receivables	15	9,270,797	7,044,217
Cash and bank balances		646,293	262,019
Total current assets		10,397,004	9,985,851
Total assets		**29,879,252**	**29,617,996**

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EQTEC plc

Unaudited condensed consolidated statement of financial position

At 30 June 2024 – continued

	Notes	30 June 2024	31 December 2023
EQUITY AND LIABILITIES		**€**	**€**
Equity			
Share capital	16	33,259,098	32,497,848
Share premium		89,357,300	88,916,950
Other reserves		2,694,125	2,694,125
Accumulated deficit		(103,674,003)	(100,588,165)

Equity attributable to the owners of the company		21,636,520	23,520,758
Non-controlling interests		(2,361,992)	(2,305,932)
Total equity		19,274,528	21,214,826
Non-current liabilities			
Borrowings	17	6,524,362	2,457,984
Lease liabilities	18	297,340	400,518
Total non-current liabilities		6,821,702	2,858,502
Current liabilities			
Trade and other payables		3,345,966	2,853,641
Borrowings	17	228,638	2,488,229
Lease liabilities	18	208,418	202,798
Total current liabilities		3,783,022	5,544,668
Total equity and liabilities		**29,879,252**	**29,617,996**

EQTEC plc

Unaudited condensed consolidated statement of changes in equity

for the six months ended 30 June 2024 and the six months ended 30 June 2023

	Share Capital	Share premium	Other reserves	Accumulated deficit	Equity attributable to owners of the company	Non-controlling interests	Total
	€	€	€	€	€	€	€
Balance at 1 January 2023	**26,799,584**	**87,203,372**	**2,694,125**	**(77,305,919)**	**39,391,162**	**(2,258,523)**	**37,132,639**
Issue of ordinary shares	1,596,560	2,399,413	-	-	3,995,973	-	3,995,973
Issue of ordinary shares in lieu of debt	510,215	621,674	-	-	1,131,889	-	1,131,889
Share issue costs	-	(418,012)	-	-	(418,012)	-	(418,012)
Transactions with owners	2,106,775	2,603,075	-	-	4,709,850	-	4,709,850
Loss for the financial period	-	-	-	(2,424,594)	(2,424,594)	(12)	(2,424,606)
Unrealised foreign exchange gains/(losses)	-	-	-	298,434	298,434	(68,476)	229,958
Total comprehensive loss for the financial period	-	-	-	(2,126,160)	(2,126,160)	(68,488)	(2,194,648)
	28,906,359	**89,806,447**		**(79,432,079)**	**41,974,852**	**(2,327,011)**	**39,647,841**

Balance at 30 June 2023			**2,694,125**				
Balance at 1 January 2024	**32,497,848**	**88,916,950**	**2,694,125**	**(100,588,165)**	**23,520,758**	**(2,305,932)**	**21,214,826**
Issue of ordinary shares	608,875	397,298	-	-	1,006,173	-	1,006,173
Issue of ordinary shares in lieu of debt	152,375	122,019	-	-	274,394	-	274,394
Share issue costs	-	(78,967)	-	-	(78,967)	-	(78,967)
Transactions with owners	761,250	440,350	-	-	1,201,600	-	1,201,600
Loss for the financial period	-	-	-	(3,193,885)	(3,193,885)	(18)	(3,193,903)
Unrealised foreign exchange gains/(losses)	-	-	-	108,047	108,047	(56,042)	52,005
Total comprehensive loss for the financial period	-	-	-	(3,085,838)	(3,085,838)	(56,060)	(3,141,898)
Balance at 30 June 2024	**33,259,098**	**89,357,300**	**2,694,125**	**(103,674,003)**	**21,636,520**	**(2,361,992)**	**19,274,528**

EQTEC plc

Unaudited condensed consolidated statement of cash flows

for the six months ended 30 June 2024

	Notes	**6 months ended 30 June 2024**	**6 months ended 30 June 2023 (Restated)**
Cash flows from operating activities		**€**	**€**
Loss for the financial period		(3,185,730)	(2,423,158)
Adjustments for:			
Depreciation of property, plant and equipment		110,861	92,823
Amortisation of intangible assets		62,666	62,301
Impairment of other receivables		37,995	-
Share of loss from equity accounted investments		53,478	102,996
(Gain)/loss on revaluation of equity accounted investment		-	(16,726)
Change in fair value of investments		-	6,822
(Gain)/(loss) on debt for equity swap		1,897	(182,833)
Unrealised foreign exchange movements		(171,273)	332,389
Operating cash flows before working capital changes		(3,090,106)	(2,025,386)
(Increase)/decrease in:			
Development costs		(112,335)	(1,105,162)
Trade and other receivables		140,216	102,061
Increase/(decrease) in Trade and other payables		1,004,752	(652,009)
		(2,057,473)	(3,680,496)
Income taxes (paid)/repaid		(14,363)	22,746
Finance income		(51,566)	(39,451)
Finance costs		1,547,344	449,300
Cash used in operating activities – continuing operations		(576,058)	(3,247,901)
Cash used in operating activities – discontinued operations	19	-	(1,448)
Net cash used in operating activities		**(576,058)**	**(3,249,349)**
Cash flows from investing activities			
Additions to property, plant and equipment		-	(7,482)
Additions to other investments		-	(5,665)
Investment in associate undertakings		(117)	-
Loans advanced to equity accounted investments		(35,660)	(225,250)

Loans repaid by equity accounted investments		14,080	33,200
Other advances to equity accounted investments		(168,137)	(2,000)
Cash used in investing activities – continuing operations		(189,834)	(207,197)
Cash used in investing activities – discontinued operations	19	-	-
Net cash used in investing activities		**(189,834)**	**(207,197)**
Cash flows from financing activities			
Proceeds from borrowings and lease liabilities		416,607	906,540
Repayment of borrowings and lease liabilities		(144,596)	(2,006,943)
Proceeds from issue of ordinary shares		1,006,173	4,051,609
Share issue costs		(58,988)	(247,173)
Loan issue costs		(67,866)	(9,097)
Interest paid		(2,982)	(2,101)
Cash generated from financing activities – continuing operations		1,148,348	2,692,835
Cash generated from financing activities – discontinued operations	19	-	-
Net cash generated from financing activities		**1,148,348**	**2,692,835**
Net (decrease)/ increase in cash and cash equivalents		**382,456**	**(763,711)**
Cash and cash equivalents at the beginning of the financial period *		113,838	1,693,116
Cash and cash equivalents at the end of the financial period *		**496,294**	**929,405**

* Cash and cash equivalents includes bank overdrafts that are repayable on demand and form an integral part of the Group's cash management.

EQTEC plc

Notes to the unaudited condensed consolidated financial statements

1. GENERAL INFORMATION

The unaudited interim condensed consolidated financial statements of EQTEC plc ("the Company") and its subsidiaries ("the Group") for the six months ended 30 June 2024 were authorised for issue in accordance with a resolution of the directors on 23 September 2024.

EQTEC plc ("the Company") is a company domiciled in Ireland. The Company's registered office is at Building 1000, City Gate, Mahon, Cork T12 W7CV, Ireland. The Company is quoted on the London Stock Exchange's Alternative Investment Market (AIM:EQT) and the

London Stock Exchange has awarded EQTEC the Green Economy Mark, which recognises listed companies with 50% or more of revenues from environmental/green solutions.

The Group is a technology provider to clients in the Utility, Industrial and Waste Management sectors with its own, proprietary and patented technology for clean production of synthesis gas (syngas), a fossil fuel alternative that will increasingly contribute to production of the world's baseload energy and biofuels. Syngas plants utilising EQTEC technology are fuelled by waste from industrial, municipal, agricultural, forestry and other sources. Syngas can be used either as a direct replacement for natural gas or as an intermediate fuel for generation of a range of final fuels including hydrogen, renewable natural gas (RNG), liquid biofuels, thermal energy, electrical power and chemicals such as methanol or ethanol.

EQTEC designs, develops and supplies core technology to syngas production plants in Europe and the USA, with highly efficient equipment that is modular and scalable from 1MW to 30MW and beyond. EQTEC's versatile solutions convert at least 60 types of feedstock, including biomass wastes, industrial wastes and municipal solid waste, with no hazardous or toxic emissions.

In future, EQTEC intends to augment its services and equipment revenues with recurring revenues from licensing of its technology to syngas plant owners, providing value-added services including maintenance, upgrades and data-based services over the lifetime of each plant.

2. BASIS OF PREPARATION

The unaudited interim condensed consolidated financial statements are for the six months ended 30 June 2024 and are presented in Euro, which is the functional currency of the parent company. They have been prepared on a going concern basis in accordance with International Accounting Standard (IAS) 34 Interim Financial Reporting.

The annual financial statements of the group are prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the EU. The condensed set of financial statements has been prepared applying the accounting policies and presentation that were applied in the preparation of the Company's published consolidated financial statements for the financial year ended 31 December 2023, except for the adoption of new standards effective as of 1 January 2024. The Group has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

The financial information contained in this interim statement, which is unaudited, does not constitute statutory accounts as defined by the Companies Act, 2014. The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Group's financial statements for the financial year ended 31 December 2023. The financial statements of the Group for the financial year ended 31 December 2023 were prepared in accordance with IFRSs as adopted by the European Union and can be found on the Group's website at www.eqtec.com.

The financial information for the six months ended 30 June 2024 and the comparative financial information for the six months ended 30 June 2023 have not been audited or reviewed by the Company's auditors pursuant to guidance issued by the Auditing Practices Board. The comparative figures for the financial year ended 31 December 2023 are not the Group's statutory accounts for that financial year. Those accounts have been reported on by the Company's auditor and will be delivered to the Company's Registration Office in due course. The audit report on those statutory accounts was unqualified.

The Group incurred a loss on continuing operations of €3,193,903 (1H 2023: €2,423,158) during the six-month period ended 30 June 2024 and had net current assets of €6,613,982 (31 December 2023: €4,441,183) and net assets of €19,274,528 (31 December 2023: €21,214,826) at 30 June 2024.

Going concern

The unaudited interim financial statements have been prepared on the going concern basis, which assumes that the Company will have sufficient funds available to enable it to continue to trade for the foreseeable future.

The directors have carried out an evaluation of financial forecasts, sensitised to reflect a rational judgement of the level of inherent risk. The forecasts which Management have prepared covering the next 12 months include certain assumptions with regard to cost and overhead reductions and the timing and amount of any funds generated from sales of the Group's technology. The forecasts indicate that during this period the Group will have sufficient funds to continue with its activities for a period of at least 12 months from the date of signing these unaudited interim financial statements.

After undertaking the assessments and considering the level of inherent risk, the Directors have a reasonable expectation that the Group has adequate resources to continue to operate for the foreseeable future and for these reasons they continue to adopt the going concern basis in preparing the unaudited interim financial statements. The financial statements do not include any adjustments that would arise if the Group were unable to continue as a going concern.

3. BASIS OF CONSOLIDATION

The unaudited interim condensed consolidated financial statements include the financial statements of the Group and all subsidiaries. The financial period ends of all entities in the Group are coterminous.

4. MATERIAL ACCOUNTING POLICIES

The material accounting policies used in preparing the unaudited interim condensed consolidated financial information are consistent with those disclosed in the Annual Report and Accounts of EQTEC plc for the financial year ended 31 December 2023, except for the adoption of new standards and interpretations and revisions of existing standards as of 1 January 2024 noted below:

New/revised standards and interpretations adopted in 2024

The following amendments to existing standards and interpretations were effective in the period to 30 June 2024, but were either not applicable or did not have any material effect on the Group:

- Amendments to IAS 1 Classification of Liabilities as Current or Non-current;
- Amendments to IAS 1 *Non-current Liabilities with Covenants*;
- Amendments to IFRS 16 *Lease Liability in a Sale and Leaseback;*
- Amendments to IAS 7 and IFRS 7 *Supplier Finance Arrangements;* and
- Amendments to IAS 21 *Lack of Exchangeability.*

The directors do not expect the adoption of the above amendments and interpretations to have a material effect on the interim condensed financial statements in the period of initial application.

5. ESTIMATES

The preparation of the interim condensed consolidated financial statements requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of certain assets, liabilities, revenues and expenses together with disclosure of contingent assets and liabilities. Estimates and underlying assumptions are reviewed on an on-going basis. Revisions of accounting estimates are recognised in the period in which the estimate is revised.

The judgements, estimations and assumptions applied in the interim financial statements, including the key sources of estimation uncertainty, were the same as those applied in the Group's last annual financial statements for the financial year ended 31 December 2023.

6. SEGMENT INFORMATION

Information reported to the chief operating decision maker for the purposes of resource allocation and assessment of segment performance focuses on the products and services sold to customers. The Group's reportable segments under IFRS 8 *Operating Segments* are as follows:

Technology Sales: Being the sale of Gasification Technology and associated Engineering and Design Services;

The chief operating decision maker is the Chief Executive Officer. Information regarding the Group's current reportable segment is presented below. The following is an analysis of the Group's revenue and results from continuing operations by reportable segment:

	Segment Revenue		**Segment Profit/(Loss)**	
	6 months ended		**6 months ended**	
	30 June 2024	**30 June 2023**	**30 June 2024**	**30 June 2023 (Restated)**
	€	€	€	€
Technology Sales	1,449,324	145,293	(22,533)	(780,147)
Total from continuing operations	1,449,324	145,293	(22,533)	(780,147)
Central administration costs and directors' salaries			(1,481,274)	(1,306,920)

Reversal of impairment of project costs	36,920	-
Impairment of other receivables	(37,995)	-
Other income	11,238	52,914
Other gains and losses	(1,897)	182,833
Foreign currency losses	(140,933)	(68,897)
Share of loss of equity accounted investments	(53,478)	(102,996)
Gain/(loss) on revaluation of equity accounted investment	-	16,726
Change in fair value of investments	-	(6,822)
Finance income	51,566	39,451
Finance costs	(1,547,344)	(449,300)
Loss before taxation (continuing operations)	(3,185,730)	(2,423,158)

6. SEGMENT INFORMATION - continued

Revenue reported above represents revenue generated from associated undertakings and external customers. Inter-segment sales for the financial period amounted to €Nil (2023: €Nil). Included in revenues in the Technology Sales Segment are revenues of €517,061 (2023: €Nil) which arose from sales to associate undertakings, joint ventures and unconsolidated structured entities of EQTEC plc.

Segment profit or loss represents the profit or loss earned by each segment without allocation of central administration costs and directors' salaries, other operating income, share of losses of jointly controlled entities, investment revenue and finance costs. This is the measure reported to the chief operating decision maker for the purposes of resource allocation and assessment of segment performance.

Other segment information:	**Depreciation and amortisation**		**Additions to non-current assets**	
	6 months ended		**6 months ended**	
	30 June 2024	**30 June 2023**	**30 June 2024**	**30 June 2023**
	€	**€**	**€**	**€**
Technology sales	55,863	57,429	-	496,612
Head Office	117,664	97,695	-	-
	173,527	155,124	-	496,612

The Group operates in four principal geographical areas: Republic of Ireland (country of domicile), the European Union, United States and the United Kingdom. The Group's revenue from continuing operations from external customers and information about its non-current assets* by geographical location are detailed below:

	Revenue from Associates and External Customers		**Non-current assets***	
	6 months ended	**6 months ended**	**As at**	**As at**

	30 June 2024	30 June 2023	30 June 2024	31 December 2023
	€	€	€	€
Republic of Ireland	-	-	-	-
European Union	1,248,323	145,293	2,489,329	2,607,493
United States	165,501	-	-	-
United Kingdom	35,500	-	134,030	185,549
	1,449,324	145,293	2,623,359	2,793,042

*Non-current assets excluding goodwill, financial instruments, deferred tax and investment in jointly controlled entities and associates.

The management information provided to the chief operating decision maker does not include an analysis by reportable segment of assets and liabilities and accordingly no analysis by reportable segment of total assets or total liabilities is disclosed.

7. OTHER GAINS AND LOSSES

	6 months ended 30 June 2024	6 months ended 30 June 2023
	€	€
(Loss)/gain on debt for equity swap	(1,897)	182,833

During the financial period, the Group extinguished some of its borrowings by issuing equity instruments. In accordance with IFRIC 19 Extinguishing Financial Liabilities with Equity Instruments, the loss recognised on these transactions was €1,897 (H1 2023: gain of €182,833).

8. FINANCE COSTS

During the 6-month period ended 30 June 2024, the Group announced a refinancing of its existing secured loan facility. As a result of this refinancing, finance costs of €1,009,169 were crystallised and capitalised as part of the new refinanced facility. These finance costs have been recognised in the period ended 30 June 2024.

9. INCOME TAX

	6 months ended 30 June 2024	6 months ended 30 June 2023
	€	€
Income tax expense comprises:		
Current tax expense	-	-
Deferred tax credit	-	-
Adjustment for prior financial periods	8,173	-
Tax expense	8,173	-

An income tax charge does not arise for the six months ended 30 June 2024 or 30 June 2023 as the effective tax rate applicable to expected total annual earnings is Nil as the Group has sufficient tax losses coming forward to offset against any taxable profits. A deferred tax asset as not been recognised for the losses coming forward.

10. LOSS PER SHARE

	6 months ended 30 June 2024	6 months ended 30 June 2023 (Restated)
Basic loss per share	**€ per share**	**€ per share**
From continuing operations	(0.0163)	(0.0231)
From discontinued operations	-	0.0000
Total basic loss per share	(0.0163)	(0.0231)
Diluted loss per share		
From continuing operations	(0.0163)	(0.0231)
From discontinued operations	-	0.0000
Total diluted loss per share	(0.0163)	(0.0231)

The loss and weighted average number of ordinary shares used in the calculation of the basic and diluted loss per share are as follows:

	6 months ended 30 June 2024	6 months ended 30 June 2023 (Restated)
	€	€
Loss for period attributable to equity holders of the parent	(3,193,885)	(2,424,594)
Loss for the period from discontinued operations used in the calculation of basic earnings per share from discontinued operations	-	(1,448)

Losses used in the calculation of basic loss per share from continuing operations	(3,193,885)	(2,423,146)
	No.	**No.**
		(Restated)
Weighted average number of ordinary shares for the purposes of basic loss per share	196,306,565	104,746,823
Weighted average number of ordinary shares for the purposes of diluted loss per share	196,306,565	104,746,823

Dilutive and anti-dilutive potential ordinary shares

The following potential ordinary shares were excluded in the diluted earnings per share calculation as they were anti-dilutive.

	30 June 2024	**30 June 2023**
		(Restated)
Share warrants in issue	55,450,910	20,538,468
Share options in issue	673,045	673,045
Convertible loans	572,825,165	2,766,983
LTIP Share options in issue	2,116,937	3,747,799
Total anti-dilutive shares	631,066,057	27,726,295

Events after the balance sheet date

177,163,874 ordinary shares were issued after the period end. If these shares were in issue prior to 30 June 2024, they would have affected the calculation of the weighted average number of shares in issue for the purposes of calculating both the basic loss per share and diluted loss per share by 29,527,312.

Retrospective Adjustments

The comparative earnings per share figures have been restated to reflect:

(1) The disposal of a subsidiary in 2023, leading to a restatement of comparative figures to reflect discontinued operations (see Notes 34 and 35); and

(2) The capital reorganisation that took place in December 2023, leading to a decrease in the number of ordinary shares outstanding.

11. PROPERTY, PLANT AND EQUIPMENT

During the six-month period ended 30 June 2024, the Group acquired property, plant and equipment to the value of €Nil financed by new leases (H1 2023 - €489,130) and €Nil financed by cash. (H1 2023: €7,482).

12. INTANGIBLE ASSETS

Included are the following amounts relating to goodwill in intangible assets:

	30 June 2024	31 December 2023
Cost	**€**	**€**
At start and at end of the financial period	16,710,497	16,710,497
Accumulated impairment losses		
At start of the financial period	6,710,497	1,427,038
Impairment losses	-	5,283,459
At end of the financial period	6,710,497	6,710,497
Carrying value		
At start and at end of the financial period	10,000,000	10,000,000

13. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

Investments accounted for using the equity method are made up as follows:

	30 June 2024	31 December 2023
	€	**€**
Investment in associate undertakings	3,477,820	3,474,359
Investment in joint ventures	3,374,354	3,358,029
	6,852,174	6,832,388

The carrying amount of equity-accounted investments has changed as follows in the six months to June 2024:

	Associate Undertakings 6 months ended 30 June 2024	Joint Ventures 6 months ended 30 June 2024
	€	**€**
Beginning of the period	3,474,359	3,358,029
Loans advanced in period	-	35,660
Loans repaid in period	-	(14,080)
Interest accrued on loans in period	51,566	-
Share of loss on equity-accounted investments in period	(48,105)	(5,372)
Investment in joint venture	-	117

	3,477,820	3,374,354

14. DEVELOPMENT ASSETS

	30 June 2024	31 December 2023
	€	€
Costs associated with project development	479,914	613,516

The Group uses its expertise in engineering, project management, permitting, planning and financing to develop waste to value projects. Once the projects reach a certain level of maturity, third party investors are allowed invest in the project SPV. The Group charges a premium to the project SPV for the development services over and above the costs incurred in developing the project.

Costs associated with project development, including loans advanced to project undertakings (together "Total Project Costs") comprise expenses associated with engineering, project management, permitting, planning, financing and other services, incurred in furthering the development of a project towards financial close. Total Project Costs set out above represent the cost of delivery of project development services and are transferred to cost of sales when the project SPV is invoiced by the Group for project development work.

15. TRADE AND OTHER RECEIVABLES

Included in trade and other receivables is an amount of €2,360,947 (31 December 2023: €Nil) receivable in respect of the legal settlement agreement announced on 3 April 2024 of claims made against Logik Developments Limited and its wholly owned subsidiary, Logik WTE Limited amounting to £2,000,000. The Group received these settlement funds on 4 September 2024.

16. EQUITY

During the 6-month period ended 30 June 2024, 2,106,774,908 shares of €0.01 each (6 months ended 30 June 2023: 2,106,774,908 shares of €0.001 each) were issued as follows:

Amounts of shares	**6 months ended 30 June 2024**	**6 months ended 30 June 2023**
Ordinary Shares of €0.001 each issued and fully paid		
- Beginning of the period	-	9,421,479,112
- Issued in lieu of borrowings and settlement of payables	-	510,214,535
- Share issue for cash – public and private placement	-	1,596,560,373
Total Ordinary shares of €0.001 each authorised, issued and fully paid at the end of the period	-	11,528,254,020
Ordinary Shares of €0.01 each issued and fully paid		
- Beginning of the period	181,485,890	-
- Issued in lieu of borrowings and settlement of payables	15,237,530	-
- Share issue for cash – public and private placement	60,887,491	-
Total Ordinary shares of €0.01 each authorised, issued and fully paid at the end of the period	257,610,911	-

On 17 December 2023, a capital re-organisation took place whereby (1) each existing ordinary share of €0.001 each was sub-divided into 10 ordinary shares of €0.0001 each; (2) every 1,000 sub-divided shares of €0.0001 each was consolidated into 10 ordinary shares of €0.01 each; and (3) 9 out of every 10 ordinary shares of €0.01 each was re-designated into 9 deferred "C" ordinary shares of €0.01 each.

17. BORROWINGS

During the six months ended 30 June 2024, the following occurred in relation to debt securities:

Secured Loan Facility

During May 2024, the Company announced that it had secured a refinancing of its existing secured lending facility. The new funding replaces the previous funding with a non-convertible secured term loan facility with no scheduled repayments until 21 May 2026. The outstanding debt will only reduce proportionally to future capital inflows prior to the 24-month maturity date.

Unsecured Convertible Loan Facility

During May 2024, the Company announced a further drawdown of £260,638 on the unsecured convertible loan facility which was set up in November 2023.

On 4 September 2024, after the balance sheet date, certain lenders under the unsecured convertible loan facility were automatically deemed to have issued a conversion notice at a conversion price equal to the Issue Price in respect of their respective outstanding loan balances. Accordingly, a total amount of £522,000 (principal and interest) was converted into 52,200,000 new Ordinary Shares at a price of 1 pence per new Ordinary Share.

18. LEASES

Lease liabilities are presented in the statement of financial position as follows:

	30 June 2024	31 December 2023
	€	€
Current	208,418	202,798
Non-current	297,340	400,518
	505,758	603,316

The Group has a lease for its offices in Iberia, Spain and London, United Kingdom. The lease liabilities are secured by the related underlying asset. Further minimum lease payments at 30 June 2024 were as follows:

	Minimum lease payments due						
	Within 1 year	1-2 years	2-3 years	3-4 years	4-5 years	After 5 years	Total
	€	€	€	€	€	€	€
30 June 2024							
Lease payments	220,740	128,683	105,600	74,800	-	-	529,823
Finance charges	(12,322)	(6,982)	(3,878)	(883)	-	-	(24,065)
Net Present Values	208,418	121,701	101,722	73,917	-	-	505,758
31 December 2023							
Lease payments	218,124	184,420	105,600	105,600	22,000	-	635,744
Finance charges	(15,326)	(9,270)	(5,391)	(2,343)	(98)	-	(32,428)
Net Present Values	202,798	175,150	100,209	103,257	21,902	-	603,316

19. DISCONTINUED OPERATIONS

On 12 July 2023, the Group disposed of 95% of its interest in Grande-Combe SAS, retaining 5% which has been transferred to other investments. The combined results of the discontinued operations included in the loss for the financial period is set out below:

	6 months ended 30 June 2024	6 months ended 30 June 2023
	€	€
Revenue	-	-
Cost of sales	-	-
Gross profit	-	-
Administrative expenses	-	(1,448)
Finance costs and income	-	-
Loss from discontinued operations before tax	-	(1,448)
Taxation	-	-
Loss for the financial period from discontinued operations (attributable to owners of the Company)	-	(1,448)

Cash flows generated by Grande-Combe SAS for the financial years under review were as follows:

	6 months ended 30 June 2024	6 months ended 30 June 2023
	€	€
Operating activities	-	(1,448)
Investing activities	-	-
Financing activities	-	-
Net cash flows used in discontinued operations	-	(1,448)

EQTEC plc

Notes to the unaudited condensed consolidated financial statements

20. RELATED PARTY TRANSACTIONS

The Group's related parties include Altair Group Investment Limited ("Altair"), the associate and joint venture companies, unconsolidated structured entities and key management.

Transactions with Altair

During the six-month period ended 30 June 2024, Altair advanced €117,125 (H1 2023: €905,640) by way of borrowings and was repaid €Nil (H1 2023: €1,707,919) with respect to these loans. Interest payable to Altair for the six-month period ended 30 June 2024 amounted to €8,727 (H1 2023: €42,295). Included in borrowings, net of amortisation costs, at 30 June 2024 is an amount of €283,107 (31 December 2023: €152,643) due to Altair from the Group

Transactions with associate undertakings and joint ventures

The following aggregated transactions were made with associate undertakings and joint ventures in the six months ended 30 June 2024:

	6 months ended 30 June 2024	6 months ended 30 June 2023
Loans to associated undertakings and joint ventures	**€**	**€**
Beginning of the financial period	6,278,269	5,174,551
Loans advanced in period	35,660	225,250
Loans repaid in period	(14,080)	(33,200)
Reclassified as equity	-	(254,470)
Interest accrued on loans in period	51,566	31,597
Exchange differences	-	2,450
At end of the financial period	6,351,415	5,146,178

	6 months ended 30 June 2024	6 months ended 30 June 2023
Sales of goods and services	**€**	**€**
Technology sales	215,990	-
Other income	6,128	52,913
Recharge of costs	1,147	-

	30 June 2024	31 December 2023
Period-end balances	**€**	**€**
Included in trade receivables	4,649,188	4,701,946
Included in other receivables	70,004	31,482
Included in other payables	118	129,737

Transactions with unconsolidated structured entities

During the 6-month period ended 30 June 2024, the Group generated sales of €301,071 from Biogaz Gardanne SAS (6 months ended 30 June 2023: €Nil), an unconsolidated structured entity. Included in trade and other receivables at 31 December 2023 is €1,108,444 receivable from Biogaz Gardanne SAS (31 December 2024: €807,373).

Transactions with key management

Key management of the Group are the members of EQTEC plc's board of directors. There have been no non-remuneration transactions with key management in the six months ended 30 June 2024. At 30 June 2024, directors' remuneration unpaid amounted to €271,368 (31 December 2023: €66,568).

21. EVENTS AFTER THE BALANCE SHEET DATE

Receipt of funds under settlement agreement

On 4 September 2024, the Company received £2,000,000 from the proceeds of the legal settlement agreement with Logik Developments Limited.

Share Placings

On 4 September 2024, the Company announced that it had raised, in aggregate, £1.1 million before expenses by way of a £1 million placing and a subscription of £100,000 to new and existing institutional and other investors for, in aggregate, 110,000,000 new ordinary shares of €0.01 each in the capital of the Company ("Ordinary Shares") (together, the "Fundraise Shares") at a price of 1 pence per new Ordinary Share (the "Issue Price"). In addition, on 9 September 2024, the Company raised £72,528 from existing retail investors via the Winterflood Retail Access Platform ("WRAP") platform at the Issue Price through the issue of a total of 7,252,815 new Ordinary Shares

In addition, certain lenders under the unsecured convertible loan facility were automatically deemed to have issued a conversion notice at a conversion price equal to the Issue Price in respect of their respective outstanding loan balances. Accordingly, a total amount of £522,000 (principal and interest) was converted into 52,200,000 new Ordinary Shares at the Issue Price.

The Company further announced that it issued, in aggregate, 7,711,059 new Ordinary Shares at the Issue Price to certain strategic service providers providing business development and advisory services to the Group in satisfaction of fees due to them.

22. APPROVAL OF FINANCIAL STATEMENTS

The condensed consolidated financial statements for the six months ended 30 June 2024, which comply with IAS 34, were approved by the Board of Directors on 23 September 2024.

This announcement contains inside information as defined in Article 7 of the EU Market Abuse Regulation No 596/2014, as it forms part of United Kingdom domestic law by virtue of the European Union (Withdrawal) Act 2018, as amended, and has been announced in accordance with the Company's obligations under Article 17 of that Regulation.

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About EQTEC

EQTEC is one of only a few circular economy technology providers able to address the dual challenges of growing quantities of global waste and the growing demand for energy and biofuels. EQTEC cleanly converts waste into a range of valuable commodities that support new energy and industrial infrastructure. With one of the world's most experienced thermochemical conversion technology and engineering teams, EQTEC provides bespoke waste management and new energy solutions through best-in-class innovation, infrastructure engineering and value-added services for developers, owner-operators and industrials.

EQTEC's end-to-end process solutions are in demand from around the world with highly efficient equipment that is modular and scalable from three tonnes of waste per hour. Its versatile solutions process dozens of varieties of feedstock, including plastics, mixed municipal waste, industrial waste and other non-recyclables, all with no hazardous or toxic emissions, producing a wide range of valuable commodities including synthesis gas ("**syngas**") electricity, heat and steam, synthetic natural gas, hydrogen, liquid fuels or other chemicals.

The Company is quoted on the London Stock Exchange's Alternative Investment Market (AIM) (ticker: EQT) and the London Stock Exchange has awarded EQTEC the Green Economy Mark, which recognises listed companies with 50% or more of revenues from environmental/green solutions.

Further information on the Company can be found at www.eqtec.com.