
LETTER OF AWARD FOR 10MW/40MWH BATTERY ENERGY STORAGE SYSTEM

1. INTRODUCTION

The Board of Directors (the “**Directors**”) of Charisma Energy Services Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) is pleased to announce that on 16 February 2026, WKV Hydro Technics (Pvt) Ltd. (“**WKV**”), a wholly-owned subsidiary of the Group, received a Letter of Award (“**LOA**”) by the Ceylon Electricity Board (“**CEB**”) in Sri Lanka to build, own and operate a standalone battery energy storage system (“**BESS**”) with a total capacity of 10 megawatts (“**MW**”) / 40 megawatt-hours (“**MWh**”) (“**BESS Project**”).

2. BACKGROUND

The Ceylon Electricity Board (CEB), Sri Lanka’s state-owned electricity utility responsible for generation, transmission, distribution, and retail supply, supplements its own capacity with renewable energy sources such as solar, hydro, and wind. To support reliable and stable grid operations, CEB has identified BESS as necessary to store excess energy, meet peak demand, and provide rapid frequency regulation and response. On 30 July 2025, CEB invited proposals from developers to build, own, and operate BESS at selected grid substations for a 15-year operational period.

3. RATIONALE FOR ENTRY INTO THE BESS TENDER

Following the completion of the Group’s restructuring on 16 June 2025, the Group has focused on expanding its renewable energy portfolio to deliver sustainable long-term returns to shareholders. Participation in the BESS forms part of this strategic expansion, strengthening the Group’s position in energy transition opportunities. Upon award of the BESS Project, the Group’s renewable energy portfolio will comprise mini-hydro power plants, ground-mounted solar power plant, and battery energy storage systems, enhancing portfolio diversification and supporting stable, future-oriented growth..

4. MATERIAL TERM AND FINANCIAL IMPACT OF THE LETTER OF AWARD

WKV is required to achieve commercial operation of the BESS within nine (9) months from the signing of the Energy Storage Agreement (“**ESA**”), which is expected to be executed within one (1) month from acceptance of the Letter of Award. The BESS Project will be funded through a combination of internal resources and external financing, and, barring unforeseen circumstances, is expected to achieve commercial operation within the stipulated timeline. While the project is anticipated to contribute positively to Group revenue for the financial year ending 31 December 2027, it is not expected to have a material impact on earnings per share or net tangible assets per share for the financial year ending 31 December 2026.

5. INTERESTS OF DIRECTORS AND CONTROLLING SHAREHOLDERS

Save for their respective interests arising by way of their directorships and/or shareholdings in the Company, none of the Directors, controlling shareholders or their associates have any interest, direct or indirect, in the award of the BESS Project.

6. FURTHER ANNOUNCEMENTS

The Company is actively working on and evaluating additional projects that support Sri Lanka's transition towards sustainable and renewable energy. These initiatives form part of the Company's broader strategy to expand its green energy portfolio and capture emerging opportunities in the sector. The Company will make further announcements as and when there are material developments.

7. TRADING CAUTION

Shareholders are advised to exercise caution in trading their shares. There is no certainty or assurance as at the date of this announcement regarding the future success of the award of tender on BESS. The Company will make the necessary announcements when there are further material developments on the award of tender of BESS. Accordingly, shareholders are advised to read this announcement and any further announcements by the Company carefully. Shareholders should consult their stockbrokers, bank managers, solicitors, or other professional advisors if they have any doubt about the actions they should take.

BY ORDER OF THE BOARD

Zhan Aijuan (Ms)
Company Secretary
16 February 2026

This announcement has been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "Exchange") and the Exchange assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this document.

The contact person for the Sponsor is Mr Shervyn Essex, 16 Collyer Quay, #10-00 Collyer Quay Centre, Singapore 049318, sponsorship@ppcf.com.sg.