

Business review

Real Assets

FY26 highlights

- Foresight Energy Infrastructure Partners II SCSp ("FEIP II") has €595 million commitments approved to date
- Three FEIP II investments completed across battery storage, solar and onshore wind
- £6 million performance fees generated from Australia
- Foresight Natural Capital I ("FNC I") made its first afforestation exit, generating a 1.8x multiple on invested capital
- 17 acquisitions completed with a value of £321 million

One of Europe's and Australia's most established real asset investors, focusing on the energy transition, natural capital and social, transport and digital infrastructure.

£11.1bn
Assets Under Management²
(FY25: £10.3bn)

£114.8m
Revenue
(FY25: £97.6m)

£49.5m
Core EBITDA pre-SBP²
(FY25: £39.9m)

4.6GW
Installed renewable energy
capacity¹
(FY25: 3.9GW)

454
Assets
(FY25: 448)

185+
Investment, commercial
and technical professionals
(FY25: 185+)

1. Previous reporting referenced total green energy technology capacity, with methodology updated to only incorporate installed capacity.

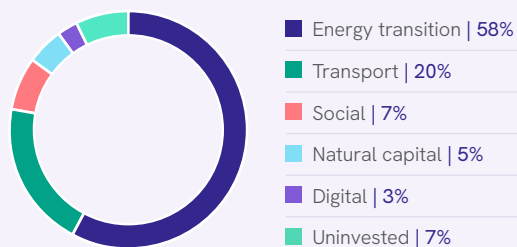
2. Alternative performance measures ("APMs") have been included to better reflect the Group's underlying activities. Whilst appreciating that APMs are not considered to be a substitute for, or superior to, IFRS measures, the Group believes their selected use may provide Stakeholders with additional information which will assist in their understanding of the business. In particular, the Group believes core EBITDA pre-SBP reflects the trading performance of the underlying business without distortion from the uncontrollable nature of the share-based payments charge.

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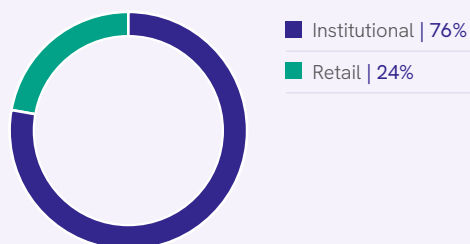
Operational overview

Foresight's Real Assets division is one of the most established real assets investors. The division invests across 37 different technologies, focusing on the energy transition, natural capital and core infrastructure. These investment themes include sectors such as renewable generation, grid infrastructure, energy storage, and social, transport and digital infrastructure. With more than 185 professionals and deep sector expertise, the business combines an international footprint with local market knowledge to originate, execute and actively manage investments for both institutional and retail clients.

Real Assets AUM by theme



Real Assets AUM by client type



310

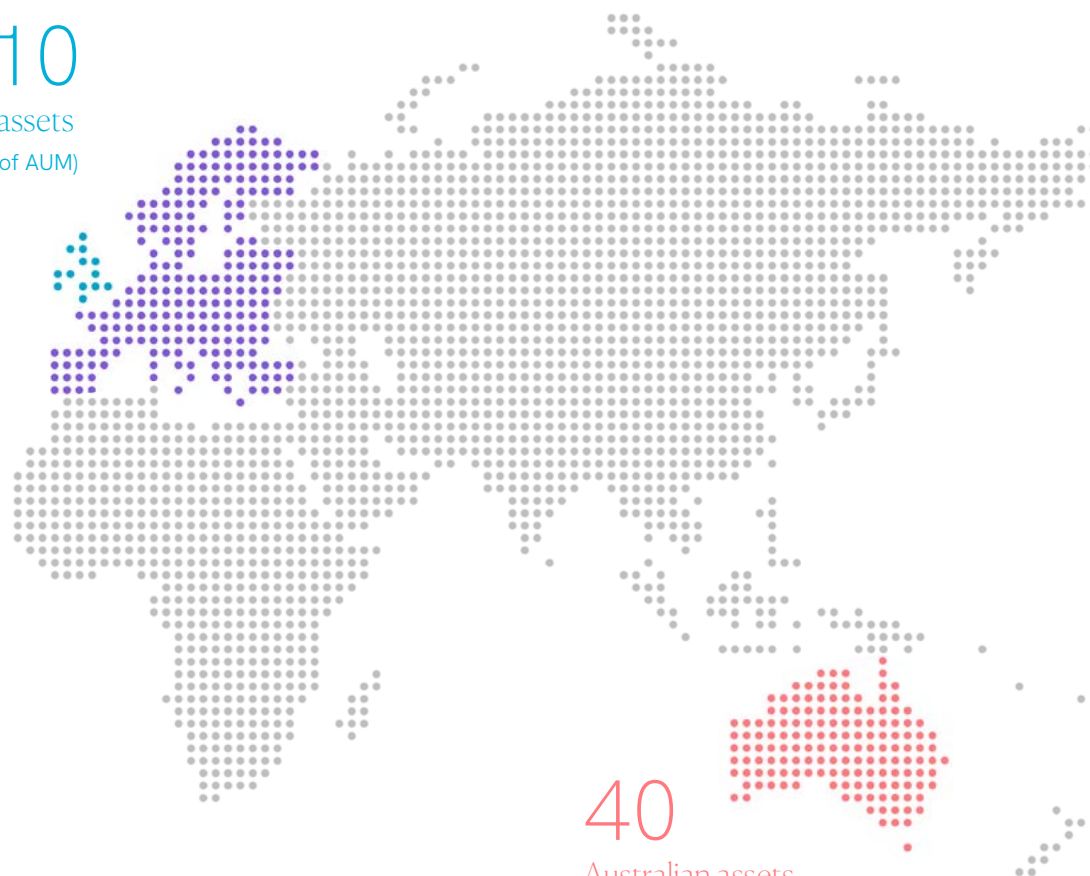
UK assets
(54% of AUM)

104

European assets
(18% of AUM)

40

Australian assets
(28% of AUM)



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Structural drivers

- Energy security concerns
- Global decarbonisation and government energy transition commitments
- Increasing electricity consumption requirements, particularly from AI and data centres
- Falling cost of renewables
- Changing priorities for government pushing investment demand to private capital
- Projected segment growth for enabling technology in grid infrastructure and storage

Energy transition

- Energy transition investment significantly outpacing fossil fuels in key markets: In 2025, Europe allocated \$296 billion¹ to clean energy supply, compared to just \$85 billion¹ for fossil fuels
- Between 2025-30, an 125%¹ cumulative increase in annual investment is required for global net zero targets to remain on track
- Grid investment must increase by ~1.7x¹ and storage by ~3.3x¹ (versus only ~1.5x for renewables) annually to stay on track for net zero by 2030
- Structural drivers underpin the shift: Investment momentum is supported by favourable policy and regulation, energy security concerns, declining clean technology costs and ongoing efficiency gains

Natural capital

- Nature and biodiversity-focused funds account for c.10% of total global AUM at \$1.6 trillion², but growing at a faster rate than any other category
- There is an estimated funding gap of \$700 billion³ to reverse biodiversity loss and protect nature
- More than half of the world's GDP – an estimated \$58 trillion³ – is moderately or highly dependent on natural ecosystems

1. Source: Bloomberg NEF Energy Transition Investment Trends 2026.

2. Source: <https://theglin.org/publication/research/sizing-the-impact-investing-market-2024/>.

3. Source: World Economic Forum.

End-to-end investment solutions

Foresight offers end-to-end real assets investment solutions for institutional and retail investors, with products diversified by sector, technology and geography.

1 International origination and disciplined investment approach

Deep expertise in origination, team breadth and global relationships support a disciplined approach to investment selection and execution.

2 Active asset management

Value is enhanced across the lifecycle of an investment, leveraging Foresight's active, hands-on approach to the operational and financial management of its real assets.

3 Sustainable, long-term growth aligned to real asset themes

Foresight's Real Assets platform is aligned to long-term structural themes such as energy security, decarbonisation, natural capital and social infrastructure which support financial outcomes and sustainability impact.

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FY26 overview

Fundraising

We continue to explore new opportunities in the market and look to develop additional products that support decarbonisation agendas.

FEIP II has €595 million of commitments approved to date, including €110 million approved during FY26, and continues to make good progress towards its €1.25 billion target. The Investment Manager remains encouraged by the level of investor engagement with the strategy, reflecting the continued need for long-term capital to support the energy transition, and believes the Fund is well positioned to progress its fundraising ambitions.

During the second half of the year, FNC I's structure was refined to support its growth ambitions, with changes designed to facilitate further share issuance and improve long-term liquidity arrangements for investors. The company is expected to continue raising capital during FY27.

Australian Renewables Income Fund ("ARIF") is re-engaging with domestic and international investors to support its next phase of growth, targeting an increase in commitments from A\$1.3 billion to A\$2.0 billion to fund its upcoming development pipeline within the next two years. Fundraising activity is expected to focus primarily on Australia, Japan and Korea.

Foresight Inheritance Tax Fund achieved a third consecutive year of strong inflows, with \$407 million allocated to real assets investment strategies.

Capital deployment

Our divisional AUM increased by 8% to £11.1 billion (FY25: £10.3 billion) in the period, largely supported by a strong performance in our retail fundraising.

	FY26	FY25
Transactions completed	17	11
Value (£m)	321	164
New future deployment rights (£m) ¹	87.5	349
Total (£m)	408.5	513

1. New future deployment rights associated with transactions completed during the year.

At the year end, the division held a strong pipeline of total future deployment rights in international real assets of over £3.6 billion, across sectors including renewable generation, storage and natural capital.

Deployment and operational highlights

Deployment

FEIP II completed three major investments during the year, further advancing its strategy of investing in real assets that support the energy transition and underpinning its disciplined approach to portfolio construction:

- 55% shareholding in flyRen Energy Group SpA, a leading Italian renewable energy developer with a high quality development pipeline of approximately 2.2GW across solar PV, battery storage and onshore wind. flyRen has a strong track record of progressing projects to ready-to-build stage
- 49% shareholding in Harmony Energy Income Trust plc, alongside another Foresight fund. The transaction secured ownership of the UK's largest operational two-hour duration battery energy storage portfolio. This comprised eight fully operational, grid connected assets across England and Scotland, providing a total capacity of c.400MW/800MWh

- 26% stake in Mirai Power GmbH, a German battery energy storage systems developer with a 12.5GW project pipeline across Germany. The platform primarily pursues large-scale transmission connected assets, alongside a selective approach to distribution-level projects

ARIF made its first investment into the New Zealand market with the acquisition of NZ Clean Energy, which is expected to close in the second half of 2026. The platform comprises three late-stage solar-plus-battery projects totalling approximately 300MW and access to a broader development pipeline of more than 2GW. The transaction represents an important milestone in ARIF's growth strategy.

Over the year FNC I deployed £15 million into eight forestry properties in Scotland and England, spanning more than 1,500 hectares. The Fund continued to deliver its afforestation strategy, planting 2.2 million trees and increasing the total number planted since inception to 7.5 million.

Operational highlights

During the year, FEIP I's operational progress was led by Kølvalen Wind Farm in Sweden, which began operating after three years of construction. The 277.2MW onshore wind farm is expected to generate approximately 957GWh of renewable electricity annually, adding significant renewable capacity to Sweden's grid.

Progress at FEIP I's MaresConnect – the 750MW Ireland-Great Britain interconnector project – included the advancement of marine surveys and land acquisitions as a precursor to the next development phase, followed by the securing of land on both the Irish and Welsh sides and commencement of design work and procurement strategy.

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ARIF strengthened its capital structure through the completion of an A\$700 million portfolio debt refinancing. The refinancing consolidated debt across ten operating renewable energy projects and provides a platform to support continued investment in renewable energy projects and ARIF's development pipeline.

ARIF's Kondinin wind farm also achieved a major milestone, executing a long-term Power Purchase Agreement with Synergy, Western Australia's largest and state-owned electricity generator and operator. Subject to final approvals, Kondinin is expected to supply renewable energy into the South West Interconnected System from late 2028, with Stage 1 expected to generate enough electricity to power up to 70,000 West Australian homes.

Realisations and divestments

FNC I completed its first exit with the sale of Banc Woodland in Carmarthenshire. The woodland, acquired in 2021 and planted in 2022, delivered 1.8x money on invested capital and an IRR of 15.5% over 4.75 years, alongside 16,550 Woodland Carbon Code units. This sale demonstrates the value potential of its woodland creation model. The capital released from the Banc sale will be recycled into the next wave of woodland creation, reinforcing FNC's commitment to delivering both financial and environmental returns.

In Australia, Diversified Infrastructure Trust ("DIT") agreed the sale of leading independent power producer Zenith Energy at a valuation materially above the Fund's prior holding value generated performance fees for the Group. Under Foresight's ownership, Zenith has grown from 252MW to 710MW capacity across 15 sites.

Also in Australia, in the second half of FY26, DIT agreed the sale of Kinetic – Australasia's leading mass transit operator – to TPG Rise. Foresight retained a 30% stake, continuing its support for Kinetic's long-term growth and decarbonisation journey.

Foresight ITS completed its sale of Mercia Power Response Limited. Mercia is a UK-based flexible reserve power generating business which was originally backed by Foresight over ten years ago and has grown into an operational gas peaking portfolio of 250MW alongside 7MW of small-scale operational BESS projects and a pipeline of large-scale BESS totalling 431MW. The transaction marks an important exit for the Fund and was completed in line with the holding NAV of the asset.



CASE STUDY

Hume hydro and battery storage development

Hume Hydro Power Station forms part of the Australian Renewables Income Fund ("ARIF"), Foresight's diversified Australian energy fund. Hume Hydro is a 58MW operational hydro power station located at Hume Dam on the Murray River. The asset benefits from grid connections to both the New South Wales and Victoria electricity markets.

During the year, the development stage Hume North Battery Energy System received planning approval from the relevant planning commission of New South Wales. The project is expected to provide up to 75MW of capacity with two hours of storage. The Hume BESS project is located in close proximity to the power station, giving strategic benefits in sharing the same network region.

The benefits of Battery Energy Storage Systems ("BESS")

Large-scale battery energy storage systems will play an important role in the energy transition, by supporting renewable energy and providing stability and firming capacity to the grid. Storing excess energy from renewable sources such as solar, wind and hydro in BESS enables its use during periods of high demand which helps to maintain grid stability. This in turn supports the retirement of ageing energy infrastructure and paves the way for a transition to net zero.

Location, location, location

Using land in close proximity to the existing hydro asset as a location for the BESS project provides commercial synergies and reduces the impact on the local community and environment while maximising the existing infrastructure. The Hume BESS project will benefit from direct access to the existing grid transmission line and existing road infrastructure.

Active asset management and platform value creation

The development of the asset will be managed end-to-end by Foresight Australia and it is projected that approximately 50 full-time jobs will be created at the peak of construction.

The project also reflects the value of ARIF's diversified portfolio which is positioned at the forefront of Australia's energy transition and provides immediate opportunity for investors to gain access to an existing portfolio of operating, contracted renewable energy assets, with a strong development pipeline.

Nature recovery and biodiversity enhancement

Alongside the battery storage development, Foresight's Australian team is leading a nature recovery project to enhance local biodiversity and support wildlife.

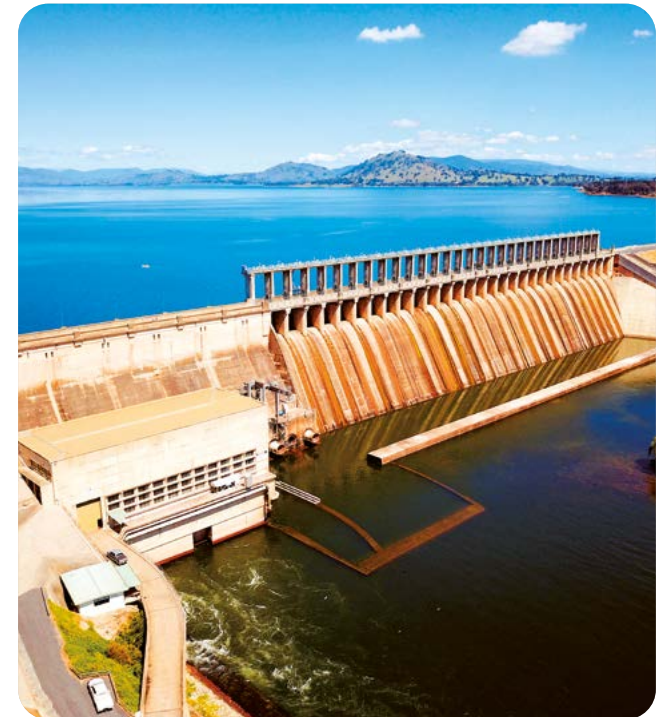
The initiatives include:

- Planting native shrubs and trees to support wildlife
- Installing water-saving devices and protective fences
- Preparing tree holes to optimise growth conditions

This project reflects Foresight's commitment to nature recovery and demonstrates how real assets operations can support local ecosystems.

Broader impact

Hume brings together several elements of Foresight's Real Assets strategy and demonstrates how Foresight can use an existing operational renewable energy asset as a platform for further energy transition investment, while also embedding nature recovery into day-to-day asset management.



KEY INSIGHTS

58MW

Hume Hydro
operational

Connected to both
NSW and Victoria

75MW

Hume BESS
development

Planned to share grid
connection with Hume Hydro