**UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 JUNE 2026 ("1H2026")**

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## A. Unaudited condensed interim consolidated statement of profit or loss and other comprehensive income

| | Note | Group 1H2026 S$'000 | 1H2025 S$'000 | Change % |
|---|---|---|---|---|
| **Revenue** | 5 | 113,712 | 107,150 | 6.1 |
| Cost of sales | | (69,871) | (72,204) | (3.2) |
| Gross profit | | 43,841 | 34,946 | 25.5 |
| | | | | |
| Other operating income | | 1,999 | 1,944 | 2.8 |
| Finance income | | 295 | 956 | (69.1) |
| | | | | |
| Expenses: | | | | |
| Research & development and engineering[(1)] | | (10,838) | (6,920) | 56.6 |
| Selling and distribution | | (4,886) | (4,777) | 2.3 |
| Administrative | | (22,941) | (22,497) | 2.0 |
| Finance | | (1,236) | (1,441) | (14.2) |
| Net impairment losses on trade receivables and contract assets | | (9) | (7) | 28.6 |
| Write off and loss on disposal of property, plant and equipment | | (57) | (152) | (62.5) |
| Share of loss of associate | | (15) | (18) | (16.7) |
| **Profit before income tax** | 6 | 6,153 | 2,034 | 202.5 |
| Income tax expenses | 7 | (885) | (655) | 35.1 |
| **Profit after income tax** | | 5,268 | 1,379 | 282.0 |
| | | | | |
| **Other comprehensive income/(loss), net of tax** | | | | |
| *Items that may be reclassified subsequently to profit or loss* | | | | |
| Exchange difference arising from translation of foreign operations | | 11,695 | (17,340) | n.m. |
| **Total comprehensive income/(loss) for the period** | | 16,963 | (15,961) | n.m. |
| | | | | |
| **Profit attributable to:** | | | | |
| Equity holders of the Company | | 4,286 | 1,614 | 165.6 |
| Non-controlling interests | | 982 | (235) | n.m. |
| | | 5,268 | 1,379 | 282.0 |
| | | | | |
| **Total comprehensive income/(loss) attributable to:** | | | | |
| Equity holders of the Company | | 15,542 | (15,194) | n.m. |
| Non-controlling interests | | 1,421 | (767) | n.m. |
| | | 16,963 | (15,961) | n.m. |
| | | | | |
| **Adjusted EBITDA** | 4 | 31,317 | 24,443 | 28.1 |
| | | | | |
| **Profit per share attributable to the equity holders of the Company (cents)** | | | | |
| Basic earnings per share | 8 | 0.65 | 0.25 | 160.0 |
| Diluted earnings per share | 8 | 0.65 | 0.25 | 160.0 |

n.m. – Not meaningful

(1) "Research & development and Engineering" includes Research & development, Engineering and Quality assurance expenses.

## B. Unaudited condensed interim statements of financial position

| | Note | Group 30/6/2026 S$'000 | Group 31/12/2025 S$'000 | Company 30/6/2026 S$'000 | Company 31/12/2025 S$'000 |
|---|---|---|---|---|---|
| **ASSETS** | | | | | |
| **Non-current assets** | | | | | |
| Property, plant and equipment | 10 | 314,752 | 306,300 | 53,833 | 54,091 |
| Land use rights | | 10,854 | 10,609 | - | - |
| Intangible assets | 10 | 66,756 | 65,301 | 6,384 | 7,428 |
| Investment in subsidiaries | 11 | - | - | 153,992 | 164,485 |
| Investment in associate | 12 | 3,699 | 3,714 | - | - |
| Trade and other receivables and other non-current assets | 13 | - | - | 13,899 | 11,847 |
| Other financial assets | 21 | 1,367 | 1,367 | - | - |
| Deferred tax assets | | 5,407 | 5,099 | - | - |
| | | 402,835 | 392,390 | 228,108 | 237,851 |
| **Current assets** | | | | | |
| Inventories | | 26,685 | 20,346 | 7,007 | 6,142 |
| Trade and other receivables, and other current assets | 13 | 102,118 | 122,469 | 33,746 | 29,604 |
| Contract assets | | 18,569 | 20,967 | - | - |
| Cash and bank balances | | 88,676 | 84,550 | 20,359 | 29,539 |
| | | 236,048 | 248,332 | 61,112 | 65,285 |
| **Total assets** | | 638,883 | 640,722 | 289,220 | 303,136 |
| **EQUITY AND LIABILITIES** | | | | | |
| **Equity attributable to equity holders of the Company** | | | | | |
| Share capital | 14 | 266,927 | 266,927 | 266,927 | 266,927 |
| Treasury shares | 14 | (22,840) | (22,336) | (22,840) | (22,336) |
| Reserves | | 202,374 | 193,113 | 3,677 | 8,545 |
| | | 446,461 | 437,704 | 247,764 | 253,136 |
| Non-controlling interests | | 31,677 | 32,106 | - | - |
| **Total equity** | | 478,138 | 469,810 | 247,764 | 253,136 |
| **Non-current liabilities** | | | | | |
| Bank loans | 16 | 77,012 | 81,776 | 17,860 | 18,796 |
| Lease liabilities | 16 | 12,894 | 13,788 | 7,830 | 8,005 |
| Provisions | | 264 | 269 | - | - |
| Deferred tax liabilities | | 1,655 | 1,685 | 1,331 | 1,331 |
| | | 91,825 | 97,518 | 27,021 | 28,132 |
| **Current liabilities** | | | | | |
| Trade and other payables | 17 | 53,664 | 58,798 | 11,572 | 18,938 |
| Contract liabilities | | 1,042 | 854 | 214 | 485 |
| Bank loans | 16 | 11,762 | 10,650 | 1,872 | 1,872 |
| Lease liabilities | 16 | 1,855 | 1,883 | 355 | 387 |
| Provisions | | 199 | 133 | 150 | 84 |
| Provision for taxation | | 398 | 1,076 | 272 | 102 |
| | | 68,920 | 73,394 | 14,435 | 21,868 |
| **Total liabilities** | | 160,745 | 170,912 | 41,456 | 50,000 |
| **Total equity and liabilities** | | 638,883 | 640,722 | 289,220 | 303,136 |

## C. Unaudited condensed interim statements of changes in equity

| | Attributable to equity holders of the Company | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|
| | Share capital S$'000 | Treasury Shares S$'000 | Translation reserve S$'000 | Statutory reserve S$'000 | Other reserves S$'000 | Accumulated profits S$'000 | Total S$'000 | Non-controlling interests S$'000 | Total equity S$'000 |
| **Group** | | | | | | | | | |
| **At 1 January 2026** | 266,927 | (22,336) | (41,645) | 7,628 | (22,316) | 249,446 | 437,704 | 32,106 | 469,810 |
| Profit for the period | - | - | - | - | - | 4,286 | 4,286 | 982 | 5,268 |
| Other comprehensive income | - | - | 11,256 | - | - | - | 11,256 | 439 | 11,695 |
| Total comprehensive /income for the period | - | - | 11,256 | - | - | 4,286 | 15,542 | 1,421 | 16,963 |
| Transactions with equity holders, recognised directly in equity | | | | | | | | | |
| - Dividends (Note 18) | - | - | - | - | - | (5,677) | (5,677) | (1,850) | (7,527) |
| - Purchase of treasury shares | - | (1,385) | - | - | - | - | (1,385) | - | (1,385) |
| - Treasury shares re-issued under ESOS Scheme 2017 and RSP 2021 | - | 881 | - | - | (822) | - | 59 | - | 59 |
| - Adjustment on restricted share plan | - | - | - | - | 218 | - | 218 | - | 218 |
| Total transactions with equity holders | - | (504) | - | - | (604) | (5,677) | (6,785) | (1,850) | (8,635) |
| **At 30 June 2026** | 266,927 | (22,840) | (30,389) | 7,628 | (22,920) | 248,055 | 446,461 | 31,677 | 478,138 |

## C. Unaudited condensed interim statements of changes in equity (cont'd)

| | Attributable to equity holders of the Company | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|
| | Share capital S$'000 | Treasury Shares S$'000 | Translation reserve S$'000 | Statutory reserve S$'000 | Other reserves S$'000 | Accumulated profits S$'000 | Total S$'000 | Non-controlling interests S$'000 | Total equity S$'000 |
| **Group** | | | | | | | | | |
| **At 1 January 2025** | 266,927 | (23,498) | (34,985) | 7,351 | (70,697) | 242,762 | 387,860 | 42,090 | 429,950 |
| Profit/(loss) for the period | - | - | - | - | - | 1,614 | 1,614 | (235) | 1,379 |
| Other comprehensive loss | - | - | (16,808) | - | - | - | (16,808) | (532) | (17,340) |
| Total comprehensive (loss)/income for the period | - | - | (16,808) | - | - | 1,614 | (15,194) | (767) | (15,961) |
| Transactions with equity holders, recognised directly in equity | | | | | | | | | |
| - Dividends (Note 18) | - | - | - | - | - | (2,151) | (2,151) | - | (2,151) |
| - Treasury shares re-issued under RSP 2021 | - | 156 | - | - | (156) | - | - | - | - |
| - Adjustment on employee share options | - | - | - | - | 6 | - | 6 | - | 6 |
| - Adjustment on restricted share plan | - | - | - | - | 337 | - | 337 | - | 337 |
| Total transactions with equity holders | - | 156 | - | - | 187 | (2,151) | (1,808) | - | (1,808) |
| **At 30 June 2025** | 266,927 | (23,342) | (51,793) | 7,351 | (70,510) | 242,225 | 370,858 | 41,323 | 412,181 |

## C. Unaudited condensed interim statements of changes in equity (cont'd)

| | Share capital S$'000 | Treasury Shares S$'000 | Other reserves S$'000 | Accumulated profits S$'000 | Total equity S$'000 |
|---|---|---|---|---|---|
| **Company** | | | | | |
| **At 1 January 2026** | 266,927 | (22,336) | (12,575) | 21,120 | 253,136 |
| Profit for the period | - | - | - | 1,487 | 1,487 |
| Other comprehensive income | - | - | - | - | - |
| Total comprehensive income for the period | - | - | - | 1,487 | 1,487 |
| Transactions with equity holders, recognised directly in equity | | | | | |
| - Dividends (Note 18) | - | - | - | (5,677) | (5,677) |
| - Purchase of treasury shares | - | (1,385) | - | - | (1,385) |
| - Treasury shares re-issued under RSP 2021 | - | 881 | (822) | - | 59 |
| - Adjustment on restricted share plan | - | - | 144 | - | 144 |
| Total transactions with equity holders | - | (504) | (678) | (5,677) | (6,859) |
| **At 30 June 2026** | 266,927 | (22,840) | (13,253) | 16,930 | 247,764 |
| **At 1 January 2025** | 266,927 | (23,498) | (12,198) | 24,118 | 255,349 |
| Loss for the period | - | - | - | (1,311) | (1,311) |
| Other comprehensive loss | - | - | - | - | - |
| Total comprehensive loss for the period | - | - | - | (1,311) | (1,311) |
| Transactions with equity holders, recognised directly in equity | | | | | |
| - Dividends (Note 18) | - | - | - | (2,151) | (2,151) |
| - Treasury shares re-issued under RSP 2021 | - | 156 | (156) | - | - |
| - Adjustment on employee share options | - | - | 6 | - | 6 |
| - Adjustment on restricted share plan | - | - | 243 | - | 243 |
| Total transactions with equity holders | - | 156 | 93 | (2,151) | (1,902) |
| **At 30 June 2025** | 266,927 | (23,342) | (12,105) | 20,656 | 252,136 |

Note:
Other reserves consist of share option reserve, other reserve and capital reserve relating to loss on re-issue of treasury shares.

## D. Unaudited condensed interim consolidated statement of cash flows

| | Note | Group 1H2026 S$'000 | Group 1H2025 S$'000 |
|---|---|---|---|
| **Cash Flows from Operating Activities** | | | |
| Profit before income tax | | 6,153 | 2,034 |
| Adjustments for: | | | |
| Depreciation of property, plant and equipment | | 15,870 | 15,131 |
| Amortisation of land use rights | | 151 | 192 |
| Amortisation of intangible assets | | 7,417 | 5,723 |
| Finance expenses | | 1,236 | 1,441 |
| Finance income | | (295) | (956) |
| Provision for warranties and restoration of property, plant and equipment | | 105 | 131 |
| Reversal of provision for warranties and restoration of property, plant and equipment | | (38) | (120) |
| Write off/loss on disposal of property, plant and equipment | | 57 | 34 |
| Write off of intangible assets | | 466 | - |
| Expenses recognised in respect of share options granted | | - | 6 |
| Expenses recognised in respect of award share expenses under RSP 2021 | | 218 | 337 |
| Exchange differences – unrealised | | 763 | 590 |
| Share of loss of associate | | 15 | 18 |
| **Operating cash flows before working capital changes** | | 32,118 | 24,561 |
| Inventories | | (4,919) | (4,714) |
| Trade, other receivables and other current assets (include contract assets) | | 25,249 | 4,250 |
| Trade, other payables and provisions (include contract liabilities) | | (5,146) | (2,237) |
| **Cash generated from operations** | | 47,302 | 21,860 |
| Interest paid | | (989) | (1,193) |
| Interest received | | 295 | 956 |
| Income tax paid | | (1,795) | (1,529) |
| **Net cash generated from operating activities** | | 44,813 | 20,094 |
| | | | |
| **Cash Flows from Investing Activities** | | | |
| Acquisition of a subsidiary, net of cash acquired | 11 | - | (3,952) |
| Purchase of property, plant and equipment | | (19,057) | (19,309) |
| Proceeds from disposal of property, plant and equipment | | 20 | 443 |
| Additions to intangible assets | | (6,221) | (11,056) |
| **Net cash used in investing activities** | | (25,258) | (33,874) |
| | | | |
| **Cash Flows from Financing Activities** | | | |
| Proceeds from re-issuance of treasury shares under ESOS Scheme 2017 | | 59 | - |
| Payment for buy-back of shares | | (1,385) | - |
| Proceeds from bank loans | | - | 9,121 |
| Repayment of bank loans | | (6,122) | (5,366) |
| Payment of lease liabilities and interest | | (1,326) | (2,002) |
| Dividends paid | | (7,527) | (2,151) |
| **Net cash used in financing activities** | | (16,301) | (398) |
| | | | |
| **Net increase/(decrease) in cash and cash equivalents** | | 3,254 | (14,178) |
| **Cash and cash equivalents at the beginning of the period** | | 84,550 | 110,207 |
| Effects of exchange rate changes on cash and cash equivalents held in foreign currencies | | 872 | (902) |
| **Cash and cash equivalents at the end of the period** | | 88,676 | 95,127 |

**Note:**
For the purpose of presenting the consolidated statement of cash flows, cash and cash equivalents comprise the following:

| | | |
|---|---|---|
| Cash and bank balances and fixed deposits | 88,676 | 95,127 |

## E. Notes to the unaudited condensed interim consolidated financial statements

These notes form an integral part of and should be read in conjunction with the accompanying unaudited condensed interim consolidated financial statements.

### 1 General Information

Nanofilm Technologies International Limited (the "**Company**") is a public company limited by shares, incorporated and domiciled in Singapore. The Company's registered address and its principal place of business are at 11 Tai Seng Drive, Singapore 535226.

The unaudited condensed interim consolidated financial statements as at and for the six months ended 30 June 2026 comprise of the Company and its subsidiaries (collectively, the "**Group**").

The Company is a leading nanotechnology material company in Asia, leveraging its proprietary technologies through its self-built equipment to produce advanced materials coatings and nanofabricated products, with core competencies in R&D, engineering and mass production. The Group's environmentally sustainable nanotechnology solutions serve as key catalysts in enabling its customers to achieve high value-add advancements in their end-products across wide range of industries.

### 2 Basis of Preparation

The unaudited condensed interim consolidated financial statements for the six months ended 30 June 2026 have been prepared in accordance with Singapore Financial Reporting Standards (International) ("**SFRS(I)**") 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore. The unaudited condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the last interim financial statements for the year ended 31 December 2025.

The unaudited condensed interim financial statements are presented in Singapore dollar ("**S$**") which is the Company's functional currency. The unaudited condensed interim financial statements are presented and rounded to the nearest thousand (**S$'000**) except when otherwise indicated.

The accounting policies adopted in the preparation of the unaudited condensed interim consolidated financial statements are consistent with those followed in the preparation of the Group's audited consolidated financial statements for the year ended 31 December 2025 except for the adoption of new amendments to SFRS(I) that are effective as of 1 January 2026 which did not have significant impact on the financial performance or financial position of the Group. The Group has not adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

In preparing the unaudited condensed interim financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 31 December 2025.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

## E. Notes to the unaudited condensed interim consolidated financial statements

### 3 Seasonal Operations

The Group typically enjoys significantly better results in the second half of the year, primarily driven by the Advanced Materials BU's and Nanofabrication BU's exposure to the 3C market. Increase in demand for the Group's services and products in the 3C sector tend to be in line with new product launches or product upgrades by the Group's customers and increases in demand during the holiday season. However, such seasonality trend may change along with changes in consumer pattern or the Group's customers' timing in new product launches.

The Group does not experience material seasonality impact with respect to the Group's customers from the other BUs.

### 4 Operating Segment Information

Management has determined the operating segments based on the reports reviewed to make strategic decisions. The Group has four reportable segments, as described below, which are the Group's strategic business units ("**BU**") based on different services/products ranges.

| | | |
|---|---|---|
| Advanced Materials BU ("**AMBU**") | - | material science provider of advanced materials through proprietary vacuum coating technology across wide range of end industries. |
| Industrial Equipment BU ("**IEBU**") | - | designs and develops customised coating equipment, cleaning lines and automation systems, including after sales support for internal BUs and external sales to selective markets. |
| Nanofabrication BU ("**NFBU**") | - | manufacturer and supplier of nanoproducts in optical imaging lens and sensory components critical to customers' end-products. |
| Sydrogen BU | - | provider of critical fuel cell components with its proprietary conductive diamond coatings and fuel cell system solutions for the hydrogen energy market. |

## E. Notes to the unaudited condensed interim consolidated financial statements

### 4 Operating Segment Information (cont'd)

| | Advanced materials S$'000 | Industrial equipment S$'000 | Nanofab-rication S$'000 | Sydrogen S$'000 | Inter-segment eliminations S$'000 | Total S$'000 |
|---|---|---|---|---|---|---|
| **1H2026** | | | | | | |
| Revenue from external customers | 98,366 | 6,034 | 8,492 | 820 | - | 113,712 |
| Inter-segment sales | - | 4,610 | - | - | (4,610) | - |
| | 98,366 | 10,644 | 8,492 | 820 | (4,610) | 113,712 |
| Cost of sales | 59,095 | 3,970 | 4,931 | 1,875 | - | 69,871 |
| Adjusted EBITDA | 30,507 | (1,537) | 2,537 | (190) | - | 31,317 |
| Other information | | | | | | |
| Depreciation | 13,603 | 423 | 1,230 | 614 | - | 15,870 |
| Amortisation of land use rights | 126 | 8 | 16 | 1 | - | 151 |
| Amortisation of intangible assets | 6,222 | 308 | 177 | 710 | - | 7,417 |
| Net impairment losses on trade receivables and contract assets | 9 | - | - | - | - | 9 |
| Write off/loss on disposal of property, plant and equipment | 54 | 1 | - | 2 | - | 57 |
| Write off of intangible assets | 85 | - | 381 | - | - | 466 |
| Listing expenses – Recurring | 11 | 12 | 1 | - | - | 24 |
| Award share expenses under RSP 2021 | 103 | 110 | 5 | - | - | 218 |
| Staff costs (recognised as operating expenses) | 16,193 | 3,357 | 1,435 | 394 | - | 21,379 |
| Provision for warranties and restoration of property, plant and equipment | - | 105 | - | - | - | 105 |
| Reversal of provision for warranties and restoration of property, plant and equipment | - | (38) | - | - | - | (38) |
| **At 30 June 2026** | | | | | | |
| Assets | | | | | | |
| Segment assets | 412,489 | 53,674 | 37,337 | 36,234 | - | 539,734 |
| Cash and bank balances | | | | | | 88,676 |
| Other financial assets | | | | | | 1,367 |
| Investment in associate | | | | | | 3,699 |
| Deferred tax assets | | | | | | 5,407 |
| | | | | | | 638,883 |
| Segment assets include: | | | | | | |
| Additions to non-current assets: | | | | | | |
| - Property, plant and equipment | 12,586 | 923 | 5,317 | 231 | - | 19,057 |
| - Intangible assets | 6,067 | 288 | 261 | 761 | - | 7,377 |
| Liabilities | | | | | | |
| Segment liabilities | 50,297 | 10,209 | 5,680 | 3,732 | - | 69,918 |
| Bank loans | | | | | | 88,774 |
| Deferred tax liabilities | | | | | | 1,655 |
| Provision for taxation | | | | | | 398 |
| | | | | | | 160,745 |

## E. Notes to the unaudited condensed interim consolidated financial statements

### 4 Operating Segment Information (cont'd)

| | Advanced materials S$'000 | Industrial equipment S$'000 | Nanofab-rication S$'000 | Sydrogen S$'000 | Inter-segment eliminations S$'000 | Total S$'000 |
|---|---|---|---|---|---|---|
| **1H2025** | | | | | | |
| Revenue from external customers | 89,596 | 8,465 | 7,634 | 1,455 | - | 107,150 |
| Inter-segment sales | - | 5,768 | - | - | (5,768) | - |
| | 89,596 | 14,233 | 7,634 | 1,455 | (5,768) | 107,150 |
| Cost of sales | 62,186 | 3,907 | 4,030 | 2,081 | - | 72,204 |
| Adjusted EBITDA | 20,152 | 1,965 | 2,991 | (665) | - | 24,443 |
| Other information | | | | | | |
| Depreciation | 12,352 | 705 | 1,349 | 725 | - | 15,131 |
| Amortisation of land use rights | 158 | 12 | 19 | 3 | - | 192 |
| Amortisation of intangible assets | 4,725 | 257 | 156 | 585 | - | 5,723 |
| Net impairment losses on trade receivables and contract assets | - | - | 7 | - | - | 7 |
| Write off/loss/(Gain) on disposal of property, plant and equipment | (11) | (15) | - | 60 | - | 34 |
| Listing expenses – Recurring | 15 | 8 | 1 | - | - | 24 |
| Share option expenses | 4 | 2 | - | - | - | 6 |
| Award share expenses under RSP 2021 | 211 | 117 | 9 | - | - | 337 |
| Staff costs (recognised as operating expenses) | 13,513 | 2,643 | 1,295 | 689 | - | 18,140 |
| Provision for warranties and restoration of property, plant and equipment | - | 131 | - | - | - | 131 |
| Reversal of provision for warranties and restoration of property, plant and equipment | - | (120) | - | - | - | (120) |
| **At 30 June 2025** | | | | | | |
| Assets | | | | | | |
| Segment assets | 410,093 | 56,895 | 12,151 | 31,523 | - | 510,662 |
| Cash and bank balances | | | | | | 95,127 |
| Other financial assets | | | | | | 1,367 |
| Investment in associate | | | | | | 3,771 |
| Deferred tax assets | | | | | | 4,144 |
| | | | | | | 615,071 |
| Segment assets include: Additions to non-current assets: | | | | | | |
| - Property, plant and equipment | 15,525 | 2,070 | 207 | 1,507 | - | 19,309 |
| - Intangible assets | 9,851 | 1,441 | 271 | 1,872 | - | 13,435 |
| Liabilities | | | | | | |
| Segment liabilities | 47,283 | 9,056 | 1,506 | 2,329 | - | 60,174 |
| Bank loans | | | | | | 87,531 |
| Deferred tax liabilities | | | | | | 1,578 |
| Other payables (non-current) | | | | | | 53,100 |
| Provision for taxation | | | | | | 507 |
| | | | | | | 202,890 |

## E. Notes to the unaudited condensed interim consolidated financial statements

**4 Operating Segment Information** (cont'd)

A reconciliation of the Adjusted EBITDA to profit before income tax is as follows:

| | Group | |
|---|---|---|
| | **1H2026** | **1H2025** |
| | **S$'000** | **S$'000** |
| Adjusted EBITDA[1] for reportable segments | 31,317 | 24,443 |
| Depreciation | (15,870) | (15,131) |
| Amortisation | (7,568) | (5,915) |
| Write off/loss on disposal of property, plant and equipment | (57) | (34) |
| Write off of intangible assets | (466) | - |
| Other professional fees | (44) | (507) |
| Award shares expenses under RSP 2021 | (218) | (337) |
| Finance income | 295 | 956 |
| Finance expenses | (1,236) | (1,441) |
| Profit before income tax | 6,153 | 2,034 |
| Income tax expenses | (885) | (655) |
| Profit after income tax | 5,268 | 1,379 |

[1] Net profit before interest, tax, depreciation and amortisation (EBITDA).

Revenue from external customers based on the Group's entities' place of business are as follows:

| | Group | |
|---|---|---|
| | **1H2026** | **1H2025** |
| | **S$'000** | **S$'000** |
| Singapore | 20,363 | 18,811 |
| China | 81,791 | 80,021 |
| Japan | 3,528 | 3,182 |
| Vietnam | 1,570 | 772 |
| Europe | 6,377 | 4,361 |
| India | 83 | 3 |
| Total revenue | 113,712 | 107,150 |

## E. Notes to the unaudited condensed interim consolidated financial statements

### 5 Revenue

(a) Revenue by business segment

| | Group | |
|---|---|---|
| | 1H2026 | 1H2025 |
| | S$'000 | S$'000 |
| Advanced materials | 98,366 | 89,596 |
| Industrial equipment | 6,034 | 8,465 |
| Nanofabrication | 8,492 | 7,634 |
| Sydrogen | 820 | 1,455 |
| Total | 113,712 | 107,150 |

(b) Disaggregation of revenue from contracts with customers

| | Group | |
|---|---|---|
| | 1H2026 | 1H2025 |
| | S$'000 | S$'000 |
| Performance obligations satisfied at a point in time | | |
| Sale of equipment | 1,619 | 4,744 |
| Sale of products and spare parts | 12,907 | 9,299 |
| | 14,526 | 14,043 |
| Performance obligations satisfied over time | | |
| Service rendered | 99,186 | 91,051 |
| Sale of equipment | - | 2,056 |
| | 99,186 | 93,107 |
| Total | 113,712 | 107,150 |

## E. Notes to the unaudited condensed interim consolidated financial statements

### 6 Profit before Income Tax

This is stated after charging/(crediting) the following:

| | Group | |
|---|---|---|
| | 1H2026 | 1H2025 |
| | S$'000 | S$'000 |
| Finance expense on: | | |
| - bank loans | 1,022 | 1,142 |
| - lease liabilities | 214 | 299 |
| Finance income from: | | |
| - bank deposits | (295) | (956) |
| Material items included in expenses/other operating income: | | |
| Government grants and incentives | (1,492) | (995) |
| Depreciation of property, plant and equipment | 15,870 | 15,131 |
| Amortisation of land use rights | 151 | 192 |
| Amortisation of intangible assets | 7,417 | 5,723 |
| Lease expenses (short term leases) | 93 | 106 |
| Listing expenses – Recurring | 24 | 24 |
| Write (back)/down of inventories | (60) | 208 |
| Net impairment loss on trade receivables and contract assets | 9 | 7 |
| Staff costs (including directors' remuneration) | | |
| - Salaries and related costs | 43,398 | 45,839 |
| - Contribution to defined contribution plans | 2,967 | 2,470 |
| - Share option expenses under ESOS Schemes | - | 6 |
| - Award shares expenses under RSP 2021 | 218 | 337 |
| Write off/loss on disposal of property, plant and equipment | 57 | 34 |
| Write off of intangible assets | 466 | - |
| Exchange (gain)/loss | (136) | 674 |
| Provision for warranties and restoration of property, plant and equipment | 105 | 131 |
| Reversal of provision for warranties and restoration of property, plant and equipment | (38) | (120) |

## E. Notes to the unaudited condensed interim consolidated financial statements

### 7 Income Tax Expenses

The Group calculates the income tax expenses using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expenses in the unaudited condensed interim consolidated statement of profit or loss are:

| | Group | |
|---|---|---|
| | **1H2026 S$'000** | **1H2025 S$'000** |
| Income tax: | | |
| - Current period | 695 | 597 |
| - Under provision in prior years | 413 | 51 |
| | 1,108 | 648 |
| Deferred tax: | | |
| - Current period | (223) | (4) |
| - Under provision of deferred tax assets in prior years | - | 11 |
| | 885 | 655 |

### 8 Earnings per Share

(a) Basic Earnings per Share

Basic earnings per share amounts are calculated by dividing profit for the period, net of tax, attributable to equity holders of the Company by the weighted average number of ordinary shares in issue during the financial periods as follows:

| | Group | |
|---|---|---|
| | **1H2026** | **1H2025** |
| Profit for the period attributable to equity holders of the Company (S$'000) | 4,286 | 1,614 |
| Weighted average number of ordinary shares ('000) | 655,107 | 654,860 |
| Basic earnings per share (cents) | 0.65 | 0.25 |

## E. Notes to the unaudited condensed interim consolidated financial statements

**8 Earnings per Share** (cont'd)

(b) Diluted Earnings per Share

For the purposes of calculating diluted earnings per share, profit attributable to equity holders of the Company and the weighted average number of ordinary shares outstanding are adjusted for the effects of all dilutive potential ordinary shares. The Company has two categories of dilutive potential ordinary shares: share options and restricted share plan

For share options, the weighted average number of shares on issue has been adjusted as if all dilutive share options were exercised. The number of shares that could have been issued upon the exercise of all dilutive share options less the number of shares that could have been issued at fair value (determined as the Company's average share price for the financial period) for the same total proceeds is added to the denominator as the number of shares issued for no consideration. No adjustment is made to the net profit.

Diluted earnings per share amounts attributable to equity holders of the Company are calculated as follows:

| | Group | |
|---|---|---|
| | **1H2026** | **1H2025** |
| Profit for the period attributable to equity holders of the Company (S$'000) | 4,286 | 1,614 |
| Weighted average number of ordinary shares ('000) | 655,107 | 654,860 |
| Adjustments for ('000): | | |
| - Share options | - | 7 |
| - Restricted share plan | 2,142 | 1,886 |
| | 657,249 | 656,753 |
| Diluted earnings per share (cents) | 0.65 | 0.25 |

**9 Net Asset Value**

| | Group | | Company | |
|---|---|---|---|---|
| | **30/6/2026** | **31/12/2025** | **30/6/2026** | **31/12/2025** |
| Net assets value (S$'000) | 446,461 | 437,704 | 247,764 | 253,136 |
| Number of shares ('000) | 651,536 | 652,234 | 651,536 | 652,234 |
| Net asset value per share (cents) | 68.52 | 67.11 | 38.03 | 38.81 |

## E. Notes to the unaudited condensed interim consolidated financial statements

### 10 Property, Plant and Equipment and Intangible assets

During the six months ended 30 June 2026, the Group acquired property, plant and equipment amounting to S$19,057,000 (1H2025: S$19,309,000) and disposed of/write off property, plant and equipment amounting to S$77,000 (1H2025: S$2,165,000). The disposal of property, plant and equipment included derecognition of right-of-use assets arising from early termination of leased properties amounting to Nil (1H2025: S$1,688,000). The Group derecognised the corresponding lease liabilities in the same period.

During the six months ended 30 June 2026, the Group added intangible assets amounting to S$7,377,000 (1H2025: S$13,435,000). No provisional goodwill was recognised during the period (1H2025: S$4,393,000) under intangible assets. The provisional goodwill recognised in 1H2025 arose from the acquisition of 100% equity interest in EC Coating and MC Coating ("**ECE & MCE**").

### 11 Investment in Subsidiaries

During the six months ended 30 June 2026, the Company carried out the following investment in subsidiaries:

(a) On 21 January 2026, the Company announced that Nanofilm Ventures Pte. Ltd., an indirect wholly-owned subsidiary of the Company, had been struck off the Register of Companies with effect from 10 January 2026 pursuant to an application submitted to the Accounting and Corporate Regulatory Authority under Section 344A of the Companies Act 1967 of Singapore.

(b) On 3 February 2026, the Company announced that Nanofilm Technologies Europe B.V., a wholly-owned subsidiary of the Company, had been liquidated and deregistered under the laws of the Netherlands.

(c) On 5 February 2026, the Company announced that it had entered into a shareholders' agreement with Ms Cheng Xiao Na, Mr Dai Di Sen and HeChuang Tech Pte. Ltd. to establish a joint venture company ("**JVCo**") in Dongguan, China by the name of Dongguan Najin Technology Co., Ltd (东莞纳金科技有限公司) or such other name as may be approved by the relevant authority. The Company's registered capital interest in the JVCo is 30.8%. Please refer to the Company's announcement on 5 February 2026 for additional information.

(d) On 10 April 2026, the Company announced that Miller Technologies Pte. Ltd., a wholly-owned subsidiary of the Company, had been struck off the Register of Companies with effect from 9 April 2026 pursuant to an application submitted to the Accounting and Corporate Regulatory Authority under Section 344A of the Companies Act 1967 of Singapore.

(e) On 24 April 2026, the Company announced that the voluntary winding up of Nanofilm Advanced Materials Co., Ltd., a wholly-owned subsidiary of the Company, had been completed under the laws of the Japan.

## E. Notes to the unaudited condensed interim consolidated financial statements

### 12 Investment in Associate

| | Group | | Company | |
|---|---|---|---|---|
| | 30/6/2026 | 31/12/2025 | 30/6/2026 | 31/12/2025 |
| | S$'000 | S$'000 | S$'000 | S$'000 |
| Investment in associate | 3,699 | 3,714 | - | - |

| Name of associate | Principal activity | Place of incorporation and operation | Proportion (%) of ownership interest |
|---|---|---|---|
| Zulu Inc. | Design and manufacturing of adjustable eyecare lenses | United States of America | 21.9 |

On 15 February 2022, Nanofilm Investments Pte. Ltd., a wholly owned subsidiary of the Company, completed the acquisition of 30,000,000 shares of preferred stock (equivalent to 21.9%) in Zulu Inc. for a consideration of US$3,000,000 (equivalent to S$4,061,000).

Nanofilm Investments Pte. Ltd. was granted a right and option, but with no obligation, to require Zulu Inc. to issue, for the price of US$3,000,000, such number of shares of Series A preferred stock which, assuming full conversion into common stock, would comprise 13.0% of the common stock issued and outstanding immediately after the option closing, on a fully diluted basis.

The call option shall be treated as mandatorily and automatically exercised if the following conditions are met:

(a) Zulu Inc. raised any equity fundraising round of which the pre-money valuation of the company will be no less than US$30,000,000; and
(b) Zulu Inc. will receive no less than US$3,000,000 in investment proceeds

The exercise period is at any time from and including the date of the agreement (dated 21 January 2022) up to and including the date which is the fifth anniversary thereof (21 January 2027).

The following table summarises the financial information of Zulu Inc. as included in its own financial statements. The table also reconciles the summarised financial information to the carrying amount of the Group's interest in Zulu Inc.

| | Zulu Inc | |
|---|---|---|
| | 30/6/2026 | 31/12/2025 |
| | S$'000 | S$'000 |
| Non-current assets | 38 | 44 |
| Current assets | 2,104 | 1,702 |
| Current liabilities | (1,857) | (1,395) |
| Net assets of the associate | 285 | 351 |
| Proportion of the Group's ownership in Zulu Inc. | 21.9% | 21.9% |
| Group's share of net assets | 62 | 77 |
| Goodwill | 3,637 | 3,637 |
| Carrying amount of the Group's interest in Zulu Inc. | 3,699 | 3,714 |
| Revenue | 67 | 189 |
| Loss for the year | (67) | (344) |

## E. Notes to the unaudited condensed interim consolidated financial statements

### 13 Trade and Other Receivables, and Other Current/Non-Current Assets

| | Group | | Company | |
|---|---|---|---|---|
| | **30/6/2026** | **31/12/2025** | **30/6/2026** | **31/12/2025** |
| | **S$'000** | **S$'000** | **S$'000** | **S$'000** |
| Current | | | | |
| Trade receivables: | | | | |
| - Third parties | 87,093 | 110,694 | 8,090 | 8,498 |
| - Loss allowance | (537) | (650) | (142) | (142) |
| | 86,556 | 110,044 | 7,948 | 8,356 |
| - Subsidiaries | - | - | 15,132 | 10,470 |
| - Loss allowance | - | - | (380) | (380) |
| | - | - | 14,752 | 10,090 |
| | 86,556 | 110,044 | 22,700 | 18,446 |
| Other receivables: | | | | |
| - Deposits | 322 | 342 | 71 | 71 |
| - GST/VAT and other taxes receivable | 505 | 1,505 | 500 | 599 |
| - Due from subsidiaries | - | - | 6,796 | 6,224 |
| - Sundry debtors | 1,650 | 1,376 | 50 | 33 |
| | 2,477 | 3,223 | 7,417 | 6,927 |
| Other current assets: | | | | |
| - Prepayments | 4,400 | 4,846 | 3,463 | 4,073 |
| - Advances to suppliers | 8,685 | 4,356 | 166 | 158 |
| | 13,085 | 9,202 | 3,629 | 4,231 |
| Total current | 102,118 | 122,469 | 33,746 | 29,604 |
| Non-current | | | | |
| Other receivables: | | | | |
| - Loans due from subsidiaries | - | - | 13,899 | 11,847 |
| Gross amount (non-interest bearing) | - | - | 13,899 | 12,052 |
| Less: Fair value adjustment to investment in a Group's subsidiary | - | - | - | (283) |
| Add: Accumulated imputed interest recognised in profit or loss, net of exchange differences | - | - | - | 78 |
| Total non-current | - | - | 13,899 | 11,847 |

Current

Trade receivables are interest-free and are generally on 30 to 90 days' terms.

The amounts due from subsidiaries are non-trade in nature, unsecured, interest-free and repayable on demand.

Non-current

As at 30 June 2026, loan amounts of S$1,941,000 (2025: S$3,149,000) due from subsidiaries are unsecured, bearing interest at 3% (2025: 3%) per annum and repayable in 2027 (2025: in 2027).

As at 30 June 2026, a loan amount of S$11,958,000 (2025: S$8,903,000) due from a subsidiary is unsecured, bearing interest at 2.5% (2025: 2.5%) and repayable on 31 December 2029 (2025: 31 December 2029).

## E. Notes to the unaudited condensed interim consolidated financial statements

### 14 Share Capital and Treasury Shares

| | Group and Company | | | |
|---|---|---|---|---|
| | As at 30 June 2026 | | As at 31 December 2025 | |
| | No. of ordinary shares ('000) | S$000 | No. of ordinary shares ('000) | S$'000 |
| Fully paid ordinary shares | | | | |
| At 1 January | 663,443 | 266,927 | 663,443 | 266,927 |
| At 30 June / 31 December | 663,443 | 266,927 | 663,443 | 266,927 |
| Treasury shares | | | | |
| At 1 January | 11,209 | 22,336 | 11,792 | 23,498 |
| Purchase of treasury shares | 1,141 | 1,385 | - | - |
| Treasury shares re-issued under ESOS Scheme 2017 and RSP 2021 | (443) | (881) | (583) | (1,162) |
| At 30 June / 31 December | 11,907 | 22,840 | 11,209 | 22,336 |
| Total issued shares excluding treasury shares | 651,536 | 244,087 | 652,234 | 244,591 |

Treasury shares

For the six months period ended 30 June 2026, the Company held 11,907,424 treasury shares, representing 1.83% of the total number of issued ordinary shares (excluding treasury shares) comprising 651,535,686 shares as at 30 June 2026.

For the six months period ended 30 June 2025, the Company held 11,714,175 treasury shares, representing 1.80% of the total number of issued ordinary shares (excluding treasury shares) comprising 651,728,935 shares as at 30 June 2025.

For the twelve months period ended 31 December 2025, the Company held 11,209,558 treasury shares, representing 1.72% of the total number of issued ordinary shares (excluding treasury shares) comprising 652,233,552 shares as at 31 December 2025.

During the six months period ended 30 June 2026, the Group transferred 343,034 (2025: 583,017) treasury shares pursuant to the vesting and release of shares under the RSP 2021 and 100,000 (2025: Nil) treasury shares in settlement of the exercise of Options granted under ESOS Scheme 2017.

Subsidiary holdings

There were no holdings in the Company by any subsidiary as at 30 June 2026, 30 June 2025 and 31 December 2025.

## E. Notes to the unaudited condensed interim consolidated financial statements

### 15 Employee Share Options and Share Awards

Pre-IPO Employee Share Option Scheme 2017 (“**ESOS Scheme 2017**”)

As at 30 June 2026 and 30 June 2025, details of the options granted under the ESOS Scheme 2017 to acquire ordinary shares in the capital of the Company are as follows:

| Date of grant of options | Options outstanding at 1.1.2026 | Options granted | Options cancelled/ lapsed | Options exercised | Options outstanding at 30.6.2026 | Exercise price S$ | Date of expiry |
|---|---|---|---|---|---|---|---|
| 1 July 2020 | 100,000 | - | - | (100,000) | - | 0.5868 | 30 June 2026 |
| | 100,000 | - | - | (100,000) | - | | |

| Date of grant of options | Options outstanding at 1.1.2025 | Options granted | Options cancelled/ lapsed | Options exercised | Options outstanding at 30.6.2025 | Exercise price S$ | Date of expiry |
|---|---|---|---|---|---|---|---|
| 1 July 2020 | 100,000 | - | - | - | 100,000 | 0.5868 | 30 June 2026 |
| | 100,000 | - | - | - | 100,000 | | |

As at 30 June 2026, 100,000 share options under the ESOS Scheme 2017 were exercised.

Employee Share Option Scheme (“**ESOS Scheme 2020**”)

As at 30 June 2026 and 30 June 2025, details of the options granted under the ESOS Scheme 2020 to acquire ordinary shares in the capital of the Company are as follows:

| Date of grant of options | Options outstanding at 1.1.2026 | Options granted | Options cancelled/ lapsed | Options exercised | Options outstanding at 30.6.2026 | Exercise price S$ | Date of expiry |
|---|---|---|---|---|---|---|---|
| 26 March 2021 | 661,500 | - | - | - | 661,500 | 4.9279 | 26 March 2031 |
| 6 April 2021 | 330,000 | - | - | - | 330,000 | 5.1135 | 6 April 2026 & 6 April 2031 |
| 19 August 2021 | 330,000 | - | - | - | 330,000 | 4.1185 | 19 August 2026 |
| 31 March 2022 | 1,305,000 | - | - | - | 1,305,000 | 2.6907 | 31 March 2027 |
| | 2,626,500 | - | - | - | 2,626,500 | | |

| Date of grant of options | Options outstanding at 1.1.2025 | Options granted | Options cancelled/ lapsed | Options exercised | Options outstanding at 30.6.2025 | Exercise price S$ | Date of expiry |
|---|---|---|---|---|---|---|---|
| 26 March 2021 | 684,500 | - | (20,000) | - | 664,500 | 4.9279 | 26 March 2031 |
| 6 April 2021 | 380,000 | - | - | - | 380,000 | 5.1135 | 6 April 2026 & 6 April 2031 |
| 19 August 2021 | 330,000 | - | - | - | 330,000 | 4.1185 | 19 August 2026 |
| 31 March 2022 | 1,345,000 | - | (10,000) | - | 1,335,000 | 2.6907 | 31 March 2027 |
| | 2,739,500 | - | (30,000) | - | 2,709,500 | | |

As at 30 June 2026, out of the 2,626,500 options granted under the ESOS Scheme 2020, 2,300,230 had vested and 326,250 will vest in 2026.

As at 30 June 2025, out of the 2,709,500 options granted under the ESOS Scheme 2020, 2,293,250 had vested and 416,250 will vest between 2025 and 2026.

## E. Notes to the unaudited condensed interim consolidated financial statements

### 15 Employee Share Options and Share Awards (cont'd)

Nanofilm Restricted Share Plan ("**RSP 2021**")

As at 30 June 2026 and 30 June 2025, details of the shares awards granted under the RSP 2021 are as follows:

As at 30 June 2026

| Date of grant of share award | No. of share awards granted | Vesting period | No of share awards cancelled/ lapsed | No. of share awards vested | Outstanding no. of share awards as at 30.06.2026 |
|---|---|---|---|---|---|
| 27 February 2026 | 800,000 | Over 5 years commencing from 31 March 2026 | - | 160,000 | 640,000 |
| 18 August 2025 | 396,541 | over 3 years commencing from 30 September 2025 | 10,636 | 134,813 | 251,092 |
| 6 September 2024 | 1,522,692 | over 3 years commencing from 30 September 2024 | 242,667 | 489,626 | 790,399 |
| 29 February 2024 | 647,531 | over 2 years commencing from 30 September 2024 | 103,998 | 543,533 | - |
| 26 August 2022 | 438,000 | over 10 years commencing from 26 August 2023 | 206,500 | 90,400 | 141,100 |
| 31 March 2022 | 240,000 | over 5 years commencing from 31 March 2023 | 90,000 | 122,000 | 28,000 |
| 31 March 2022 | 33,000 | over 10 years commencing from 31 March 2023 | 12,900 | 8,700 | 11,400 |
| 26 January 2022 | 25,000 | over 4 years commencing from 26 January 2023 | 12,500 | 12,500 | - |
| 31 December 2021 | 719,000 | over 10 years commencing from 31 December 2022 | 231,900 | 207,200 | 279,900 |
| Total | 4,821,764 | | 911,101 | 1,768,772 | 2,141,891 |

## E. Notes to the unaudited condensed interim consolidated financial statements

### 15 Employee Share Options and Share Awards (cont'd)

Nanofilm Restricted Share Plan ("**RSP 2021**")

As at 30 June 2025

| Date of grant of share award | No. of share awards granted | Vesting period | No of share awards cancelled/ lapsed | No. of share awards vested | Outstanding no. of share awards as at 30.06.2026 |
|---|---|---|---|---|---|
| 6 September 2024 | 1,522,692 | over 3 years commencing from 30 September 2024 | 242,667 | 277,342 | 1,002,683 |
| 29 February 2024 | 647,531 | over 2 years commencing from 30 September 2024 | 60,471 | 295,379 | 291,681 |
| 26 August 2022 | 438,000 | over 10 years commencing from 26 August 2023 | 197,500 | 70,100 | 170,400 |
| 31 March 2022 | 240,000 | over 5 years commencing from 31 March 2023 | 90,000 | 94,000 | 56,000 |
| 31 March 2022 | 33,000 | over 10 years commencing from 31 March 2023 | 12,900 | 6,800 | 13,300 |
| 26 January 2022 | 25,000 | over 4 years commencing from 26 January 2023 | 12,500 | 12,500 | - |
| 31 December 2021 | 719,000 | over 10 years commencing from 31 December 2022 | 201,900 | 165,000 | 352,100 |
| Total | 3,625,223 | | 817,938 | 921,121 | 1,886,164 |

As at 30 June 2026, a total of 4,821,764 share awards were granted under the RSP 2021. 911,101 shares awards had been cancelled/lapsed while 1,768,772 shares were vested and released under the RSP 2021.

As at 30 June 2025, a total of 3,625,223 share awards were granted under the RSP 2021. 817,938 shares awards had been cancelled/lapsed while 921,121 shares were vested and released under the RSP 2021.

## E. Notes to the unaudited condensed interim consolidated financial statements

### 16 Borrowings

| | Group | | Company | |
|---|---|---|---|---|
| | 30/6/2026 | 31/12/2025 | 30/6/2026 | 31/12/2025 |
| | S$'000 | S$'000 | S$'000 | S$'000 |
| Current | | | | |
| Bank loans | 11,762 | 10,650 | 1,872 | 1,872 |
| Lease liabilities | 1,855 | 1,883 | 355 | 387 |
| | 13,617 | 12,533 | 2,227 | 2,259 |
| Non-current | | | | |
| Bank loans | 77,012 | 81,776 | 17,860 | 18,796 |
| Lease liabilities | 12,894 | 13,788 | 7,830 | 8,005 |
| | 89,906 | 95,564 | 25,690 | 26,801 |
| Amount repayable in one year or less, or on demand | | | | |
| Secured | 13,167 | 12,533 | 2,227 | 2,259 |
| Unsecured | - | - | - | - |
| | 13,167 | 12,533 | 2,227 | 2,259 |
| Amount repayable after one year | | | | |
| Secured | 89,906 | 95,564 | 25,690 | 26,801 |
| Unsecured | - | - | - | - |
| | 89,906 | 95,564 | 25,690 | 26,801 |

Details of any collateral

As at 30 June 2026, the Company had an outstanding bank loan of S$19,732,000 (2025: S$20,668,000) from a local bank. The loan was obtained by the Company for general working capital purposes following the acquisition of the property at 11 Tai Seng Drive, Singapore, which was funded by internal sources of funds on completion. The bank loan is secured by a mortgage over the property bearing interest at approximately 2.00% to 2.15% per annum (2025: 2.02% to 3.52%) based on a fixed interest spread and cost of fund.

As at 30 June 2026, a wholly owned subsidiary, Nanofilm Renewable Energy Technology (Shanghai) Co., Ltd., had an outstanding bank loan of S$51,435,000 (2025: S$51,464,000) from a local financial institution for working capital purposes. The bank loan is secured by a mortgage over Shanghai Plant 1 and 2 and a corporate guarantee provided by the Company and another wholly owned subsidiary, Nanofilm Vacuum Coating (Shanghai) Co., Ltd. The bank loan bears interest at 2.19% per annum (2025: 2.80%).

As at 30 June 2026, a wholly owned subsidiary, Nanofilm Vacuum Coating (Shanghai) Co., Ltd., had two outstanding bank loans of S$1,429,000 and S$6,191,000 (2025: S$2,757,000 and S$7,582,000) from a local financial institution for working capital purposes. The bank loans are secured by a mortgage over Shanghai Plant 1 and 2 and a corporate guarantee provided by the Company and another wholly owned subsidiary, Nanofilm Renewable Energy Technology (Shanghai) Co., Ltd. The bank loans bear interest at 2.25% and 2.34% per annum (2025: 2.25% and 2.34%).

As at 30 June 2026, a wholly owned subsidiary, Nanofilm Vacuum Coating (Shanghai) Co., Ltd., had an outstanding bank loan of S$9,430,000 (2025: S$9,190,000) from a local financial institution for working capital purposes. The bank loan is secured by a corporate guarantee provided by Nanofilm Renewable Energy Technology (Shanghai) Co., Ltd. The bank loan bears interest at 2.24% per annum (2025: 2.24%).

As at 30 June 2026, a wholly owned subsidiary, Nanofilm AM Germany GmbH, had outstanding bank loans of S$557,000 (2025: S$765,000) from local financial institutions for capital expenditure purposes. The bank loans are secured by mortgages over the machinery of Nanofilm Am Germany GmbH and bear interest at approximately 1.09% to 2.22% per annum (2025: 1.09%).

Lease liabilities of the Group and the Company amounting to S$14,749,000 (2025: S$15,671,000) and S$8,185,000 (2025: S$8,392,000) respectively are secured by the leased properties and plant and machinery under the leasing arrangements.

## E. Notes to the unaudited condensed interim consolidated financial statements

### 17 Trade and Other Payables

| | Group | | Company | |
|---|---|---|---|---|
| | 30/6/2026 S$'000 | 31/12/2025 S$'000 | 30/6/2026 S$'000 | 31/12/2025 S$'000 |
| Current | | | | |
| Trade payables: | | | | |
| - Subsidiaries | - | - | 1,268 | 1,057 |
| - Third parties | 21,300 | 20,202 | 2,780 | 1,530 |
| | 21,300 | 20,202 | 4,048 | 2,587 |
| Other payables: | | | | |
| - Accrued operating expenses | 10,761 | 15,510 | 1,383 | 1,862 |
| - Advances received from government | 904 | 1,019 | 10 | 10 |
| - VAT and other taxes payable | 564 | 1,633 | 1 | 4 |
| - Sundry creditors | 20,135 | 20,434 | 221 | 281 |
| - Due to subsidiaries | - | - | 5,909 | 14,194 |
| | 32,364 | 38,596 | 7,524 | 16,351 |
| Total current trade and other payables | 53,664 | 58,798 | 11,572 | 18,938 |

Trade payables are interest-free and are normally settled on 30 to 90 days' terms. The trade amounts due to subsidiaries are unsecured, interest-free and repayable on normal credit terms.

Other payables due to subsidiaries are non-trade in nature, unsecured, interest free and repayable on demand.

Included in accrued operating expenses are accrued staff costs (including bonus) of S$6,513,000 and S$900,000 (2025: S$11,857,000 and S$1,348,000) for the Group and the Company respectively.

Included in sundry creditors are payables to vendors of property, plant and equipment of S$5,892,000 (2025: S$4,971,000) and balance of the consideration payable of S$10,000,000 (2025: S$10,000,000) for the acquisition of Venezio's 35% equity in Sydrogen Energy Pte. Ltd. in accordance with the terms of the agreement.

## E. Notes to the unaudited condensed interim consolidated financial statements

### 18 Dividends

| | Group and Company 1H2026 S$'000 | 1H2025 S$'000 |
|---|---|---|
| Ordinary dividends paid: | | |
| One-tier tax exempt final dividend of a total of S$0.0087 per share paid on 20 May 2026 in respect of the financial year ended 31 December 2025 | 5,677 | - |
| One-tier tax exempt final dividend of a total of S$0.0033 per share paid on 20 May 2025 in respect of the financial year ended 31 December 2024 | - | 2,151 |
| | 5,677 | 2,151 |

During the six months ended 30 June 2026, total dividends of S$1,850,000 (1H2025: Nil) were paid to non-controlling interest.

### 19 Commitments and Contingencies

Capital commitment

Capital expenditure contracted for as at the reporting date but not recognised in the unaudited condensed interim financial statements is as follows:

| | Group | | Company | |
|---|---|---|---|---|
| | 30/6/2026 S$'000 | 31/12/2025 S$'000 | 30/6/2026 S$'000 | 31/12/2025 S$'000 |
| Property, plant and equipment | 3,116 | 4,545 | 1,004 | 2,731 |

### 20 Related Party Transactions

In addition to the related party information disclosed elsewhere in the unaudited condensed interim financial statements, significant transactions with related parties, on terms agreed between parties, are as follows:

| | Group | |
|---|---|---|
| | 1H2026 S$'000 | 1H2025 S$'000 |
| Transactions with related parties | | |
| Sales | 16,977 | 16,498 |
| Purchases | 10,083 | 9,991 |
| Lease payments | 52 | 50 |

### 21 Other Financial Assets

| | Group | |
|---|---|---|
| | 30/6/2026 S$'000 | 31/12/2025 S$'000 |
| Equity Investments – at fair value through other comprehensive income | | |
| Investment in unquoted equity (non-current) | 1,367 | 1,367 |

The investment in unquoted equity represents investments that the Group intends to hold for the long-term for strategic purposes. No strategic investments were disposed of during 1H2026, and there were no transfers of any cumulative gain or loss within equity relating to these investments. No dividend was recognised during 1H2026. The carrying value approximates its fair value and is derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (level 3 fair value measurements).

# E. Notes to the unaudited condensed interim consolidated financial statements

## 22 Fair Value

*Fair value measurements recognised in the statement of financial position*

The Group provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3 based on the degree to which the fair value is observable:

(i) Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities;
(ii) Level 2 fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
(iii) Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

*Financial assets and liabilities at amortised cost, whose carrying amounts approximate fair values*

The carrying amounts of the Group's and the Company's financial assets and financial liabilities with a maturity of less than one year approximate their fair values due to their short-term maturities.

Other than as disclosed, the fair values of the Group's and the Company's non-current financial assets and non-current financial liabilities are calculated based on discounted expected future principal and interest cash flows. The discount rate used is based on market rate for similar instruments as at the reporting date ("Level 2"). As at 30 June 2026 and 31 December 2025, the carrying amounts of these non-current assets and non-current liabilities approximate their fair values.

## 23 Subsequent events

There are no known subsequent events which have led to adjustments to these interim financial statements.

## Other Information Required by Listing Rule Appendix 7.2

**1 Whether the figures have been audited or reviewed, and in accordance with which auditing standard or practice.**

The condensed consolidated statement of financial position of the Company and the Group, and the statement of financial position of the Company as at 30 June 2026 and the related condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows of the Group and the statement of changes in equity of the Company for the six-month period then ended and certain explanatory notes have not been audited or reviewed.

**2 Where the figures have been audited or reviewed, the auditors' report (including any modifications or emphasis of a matter).**

Not applicable.

**2A Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion: - (a) updates on the efforts taken to resolve each outstanding audit issue; (b) confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed. This is not required for any audit issue that is a material uncertainty relating to going concern.**

Not applicable.

**3 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following: -**
**(a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**
**(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

**REVIEW OF THE GROUP'S PERFORMANCE**

Revenue

The Group derives revenue from its four BU segments: (i) Advanced Materials BU, (ii) Industrial Equipment BU, (iii) Nanofabrication BU and (iv) Sydrogen BU.

The Group's revenue for 1H2026 was S$113.7 million, registering an increase of S$6.5 million (6.1%) from S$107.2 million in 1H2025. The increase was primarily attributable to higher revenue contributions from Advanced Materials BU and Nanofabrication BU, partially offset by lower in revenue from Industrial Equipment BU and Sydrogen BU.

| | **1H2026**<br>S$'000 | **1H2025**<br>S$'000 | **Change**<br>% |
|---|---:|---:|---:|
| Advanced Materials BU | 98,366 | 89,596 | 9.8 |
| Industrial Equipment BU | 6,034 | 8,465 | (28.7) |
| Nanofabrication BU | 8,492 | 7,634 | 11.2 |
| Sydrogen BU | 820 | 1,455 | (43.6) |
| **Total** | **113,712** | **107,150** | **6.1** |

*Revenue – Advanced Materials BU*

Revenue from the Advanced Materials BU for 1H2026 was S$98.4 million, an increase of S$8.8 million (9.8%) from S$89.6 million in 1H2025. The growth was primarily driven by stronger revenue contributions from 3C product sub-segments, automotive product sub-segments, and other industrial segments.

*Revenue – Industrial Equipment BU*

Revenue from the Industrial Equipment BU for 1H2026 was S$6.0 million, a decrease of S$2.5 million (-28.7%) from S$8.5 million in 1H2025, primarily attributable to lower sales of industrial equipment to third party customers.

## Other Information Required by Listing Rule Appendix 7.2

**REVIEW OF THE GROUP'S PERFORMANCE** (cont'd)

Revenue (cont'd)
*Revenue – Nanofabrication BU*

Revenue from the Nanofabrication BU for 1H2026 was S$8.5 million, an increase of S$0.9 million (11.2%) from S$7.6 million in 1H2025, primarily due to higher sales to customers in the consumer electronics sectors.

*Revenue – Sydrogen BU*

Revenue from the Sydrogen BU for 1H2026 was S$0.8 million, a decrease of S$0.7 million (-43.6%) from S$1.5 million in 1H2025, primarily due to the delay in mass production of key projects.

Gross profit
Gross profit for 1H2026 was S$43.8 million, an increase of S$8.9 million (25.5%) from S$34.9 million for 1H2025. Gross profit margin was 38.6% for 1H2026, an increase from 32.6% for 1H2025. The increase was primarily driven by better labour productivity, improved resource allocation, increased automation and continued cost discipline.

Other operating income
The breakdown for other operating income for 1H2026 and 1H2025 is as follows:

| | **1H2026** S$'000 | **1H2025** S$'000 | **Change** % |
|---|---|---|---|
| Government grants and incentives | 1,492 | 995 | 49.9 |
| Sundry income | 353 | 777 | (54.6) |
| Scrap sales | 18 | 53 | (66.0) |
| Gain on disposal of property, plant and equipment | - | 119 | n.m. |
| Exchange gains, net | 136 | - | n.m. |
| **Total** | **1,999** | **1,944** | **2.8** |

Other operating income was S$2.0 million for 1H2026, an increase of S$0.1 million (2.8%) from S$1.9 million for 1H2025. This was primarily due to an increase in government grants and an exchange gain of S$0.1 million for 1H2026 in comparison to an exchange loss incurred in 1H2025, partially offset by a decrease in sundry income.

Finance income
Finance income was S$0.3 million for 1H2026, a decrease of S$0.7 million (-69.1%) from S$1.0 million for 1H2025. This was primarily due to lower interest rates for fixed deposits.

Research & development and engineering expenses
Research & development and engineering expenses were S$10.8 million for 1H2026, an increase of S$3.9 million (56.6%) from S$6.9 million for 1H2025, mainly due to an increase in staff cost to support the R&D and product development activities.

Selling and distribution expenses
Selling and distribution expenses were S$4.9 million for 1H2026, an increase of S$0.1 million (2.3%) from S$4.8 million for 1H2025, primarily due to targeted spending on strategic sales initiatives.

Administrative expenses
Administrative expenses were S$22.9 million for 1H2026, an increase of S$0.4 million (2.0%) from S$22.5 million for 1H2025. This was primarily due to higher repair and maintenance of S$0.6 million, other tax expenses of S$0.4 million, write-off of development costs of S$0.5 million and higher staff-related costs of S$0.1 million. These were partially offset by lower professional and consultancy fees of S$0.2 million, moving cost and reinstatement cost of S$0.2 million and an exchange gain of S$0.8 million.

Finance costs
Finance costs were S$1.2 million for 1H2026, a decrease of S$0.2 million (-14.2%) from S$1.4 million for 1H2025. This was primarily due to lower interest expenses following the repayment of bank loans.

## Other Information Required by Listing Rule Appendix 7.2

**REVIEW OF THE GROUP'S PERFORMANCE** (cont'd)

Write off and loss on disposal of property, plant and equipment
Write off and loss on disposal of property, plant and equipment was S$57,000 for 1H2026, a decrease of S$95,000 (-62.5%) from S$152,000 for 1H2025. This is primarily due to the closure of workshops at the Group's sites in Singapore and China in 1H2025.

Income tax
Income tax for 1H2026 was S$0.9 million, an increase of S$0.2 million (35.1%) from S$0.7 million for 1H2025, primarily due to higher taxable profits.

Profit after income tax
As a result of the above factors, the Group's net profit has increased by S$3.9 million to S$5.3 million for 1H2026 from S$1.4 million for 1H2025.

Profit after tax and minority interests (PATMI)
PATMI was S$4.3 million for 1H2026, an increase of S$2.7 million after excluding profit attributable to non-controlling interests of S$1.0 million.

Adjusted EBITDA
The Group's adjusted EBITDA increased by S$6.9 million (28.1%) to S$31.3 million for 1H2026 from S$24.4 million for 1H2025.

Advanced Material BU's adjusted EBITDA for 1H2026 was S$30.5 million, an increase of S$10.3 million (51.0%) from S$20.2 million in 1H2025, mainly due to higher revenue contributions and the continued expansion of the Group's European business.

Industrial Equipment BU's adjusted EBITDA for 1H2026 was a loss of S$1.5 million, a decrease of S$3.5 million from a profit of S$2.0 million in 1H2025, mainly due to a decrease in equipment revenue recognition.

Nanofabrication BU's adjusted EBITDA for 1H2026 was S$2.5 million, a decrease of S$0.5 million (-16.7%) from S$3.0 million in 1H2025, mainly due to the completion of an end-of-life project and an extended production ramp-up period.

Sydrogen BU's adjusted EBITDA loss narrowed by S$0.5 million (-71.4%) to S$0.2 million in 1H2026 from S$0.7 million in 1H2025, mainly due to lower in operating expenses.

**REVIEW OF THE GROUP'S FINANCIAL POSITION**

Property, plant and equipment
Property, plant and equipment amounted to S$314.8 million as at 30 June 2026, an increase of S$8.5 million (2.8%) from S$306.3 million as at 31 December 2025. The increase was primarily attributable to additions of S$19.1 million and an exchange gain of S$7.7 million arising from the retranslation of property, plant and equipment denominated in the functional currencies of the Group's China subsidiaries. These were partially offset by depreciation of S$15.9 million charged to profit or loss, depreciation of S$2.0 million capitalised to the statement of financial position, disposals/write off of property, plant and equipment of S$0.3 million, and transfers to intangible assets and inventories of S$0.4 million. The exchange gain arose mainly from the appreciation of the Chinese Renminbi against the Singapore dollar during 1H2026.

In 1H2026, capital expenditure on plant and machinery amounted to S$5.9 million, mainly for the Group's operations in China and Vietnam. Capital expenditure on buildings and renovation amounted to S$0.4 million, primarily attributable to the Vietnam plant. Capital expenditure on construction in progress amounted to S$12.5 million, mainly relating to plant and machinery and buildings and renovation projects in Singapore, Vietnam and China. Capital expenditure on office and other equipment, tools and supplies amounted to S$0.3 million.

Intangible assets
Intangible assets were at S$66.8 million as at 30 June 2026, an increase of S$1.5 million (2.3%) from S$65.3 million as at 31 December 2025. The increase was primarily due to the additions of S$7.4 million, transfer from property, plant and equipment of S$0.3 million and an exchange gain of S$1.7 million, partially offset by write off of intangible assets of S$0.5 million and amortisation of S$7.4 million charged to profit or loss in 1H2026.

Deferred tax assets
Deferred tax assets were at S$5.4 million as at 30 June 2026, an increase of S$0.3 million (5.9%) from S$5.1 million as at 31 December 2025, due to the provision of deferred tax assets in 1H2026.

## Other Information Required by Listing Rule Appendix 7.2

**REVIEW OF THE GROUP'S FINANCIAL POSITION** (cont'd)

Inventories
Inventories were at S$26.7 million as at 30 June 2026, an increase of S$6.4 million (31.5%) from S$20.3 million as at 31 December 2025, mainly due to higher inventory purchases to support increased sales activities.

Trade and other receivables and other current assets, and contract assets - Current
Trade receivables were at S$86.6 million as at 30 June 2026, a decrease of S$23.4 million (-21.3%) from S$110.0 million as at 31 December 2025 primarily due to improved collection efficiency.

Other receivables were at S$2.5 million as at 30 June 2026, a decrease of S$0.7 million (-21.9%) from S$3.2 million as at 31 December 2025. The net decrease in other receivables was mainly due to the decrease in GST/VAT receivables of S$1.0 million, partially offset by an increase in sundry debtors of S$0.3 million.

Other current assets represented mainly prepayments and advances to suppliers which was at S$13.1 million as at 30 June 2026, an increase of S$3.9 million (42.4%) from S$9.2 million as at 31 December 2025. The increase was mainly due to S$4.3 million higher advances to suppliers for purchases of property, plant and equipment by the Company and its subsidiaries in China, offset by a decrease in prepayments of S$0.4 million.

Contracts assets were S$18.6 million as at 30 June 2026, a decrease of S$2.4 million (-11.4%) from S$21.0 million as at 31 December 2025 mainly due to work completed and billed in 1H2026.

Bank loans
Bank loans were at S$88.8 million as at 30 June 2026, a decrease of S$3.6 million (-3.9%) from S$92.4 million as at 31 December 2025. The decrease in bank loans was due to repayments of loan in 1H2026.

Lease liabilities
Lease liabilities were at S$14.7 million as at 30 June 2026, a decrease of S$1.0 million (-6.4%) from S$15.7 million as at 31 December 2025. The decrease was mainly due to principal repayment of lease liabilities of S$1.0 million.

Trade and other payables, and contract liabilities
Trade payables were at S$21.3 million as at 30 June 2026, an increase of S$1.1 million (5.4%) from S$20.2 million as at 31 December 2025. The increase in trade payables was primarily due to the purchase of inventory made in 1H2026.

Other payables were at S$32.4 million as at 30 June 2026, a decrease of S$6.2 million (-16.1%) from S$38.6 million as at 31 December 2025. The decrease was mainly attributable to a reduction in accrued operating expenses of S$4.8 million, primarily due to lower accrued staff-related cost, advance received from government of S$0.1 million, VAT and other taxes payable of S$1.0 million and sundry creditors of S$0.3 million.

Contract liabilities relate to the Group's obligation to transfer goods to customers for which the Group had received consideration. Contract liabilities are recognised as revenue as the Group performs under the contract. Contract liabilities were at S$1.0 million as at 30 June 2026, an increase of S$0.1 million (11.1%) from S$0.9 million as at 31 December 2025.

Provision for taxation
Provision for taxation was S$0.4 million as at 30 June 2026, a decrease of S$0.7 million (-63.6%) from S$1.1 million as at 31 December 2025. The decrease was mainly due to income tax payments of S$1.8 million offset against income tax expenses of S$1.1 million in 1H2026.

**REVIEW OF THE GROUP'S FINANCIAL POSITION** (cont'd)

Translation reserve
Translation reserve amounted to a loss of S$30.4 million as at 30 June 2026, a decrease in translation reserve losses of S$11.2 million from a loss of S$41.6 million as at 31 December 2025. The reduction in the translation reserve loss was mainly attributable to translation gains arising from the strengthening of the Chinese Renminbi against the Singapore dollar during 1H2026.

**REVIEW OF THE GROUP'S CASH FLOWS**

The Group generated positive net cash flows from operating activities for 1H2026 and 1H2025.

Net cash generated from operating activities amounted to S$44.8 million for 1H2026, mainly attributed to the following:

- Operating cash flows before working capital changes of S$32.1 million;
- Positive working capital changes of S$15.2 million;
- Net interest paid of S$0.7 million; and
- Income tax paid of S$1.8 million.

Net cash used in investing activities amounted to S$25.3 million for 1H2026, primarily due to the purchase of property, plant and equipment amounting to S$19.1 million, additions to intangible assets of S$6.2 million for development costs, computer software and patents.

Net cash used in financing activities amounted to S$16.3 million for 1H2026, primarily due to payment for share buy-back of S$1.4 million, dividend payments of S$7.5 million and repayment of bank loans and lease liabilities of S$7.4 million.

As at 30 June 2026, cash and cash equivalents amounted to S$88.7 million, an increase of S$4.1 million (4.8%) from S$84.6 million as at 31 December 2025.

**4 Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.**

No forecast or prospect statement has been made previously.

## Other Information Required by Listing Rule Appendix 7.2

**5 A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.**

Looking ahead, while the macroeconomic environment remains dynamic, with ongoing geopolitical developments, evolving trade policies and market volatility continuing to shape the operating landscape, the Group remains confident in the underlying momentum of its businesses and the opportunities ahead. Broader supply chain constraints across the industry, including tighter memory chip supply and rising component prices, may continue to present challenges and cost pressures. These conditions are not unique to the Group, and we will continue to monitor developments closely while remaining focused on disciplined execution and capturing opportunities in our target markets.

Our core businesses are expected to maintain positive momentum, driven by new product applications in high-growth industries, programme ramp-ups, and new business opportunities. IEBU's healthy order backlog supports a stronger delivery profile in 2H2026, with visibility extending into 2027.

The Group is also progressing a range of new product lines to address emerging demands across high-growth industries, with several equipment and technology solutions moving progressively towards commercialisation. In Semiconductors, new applications include ESD coating for wafer chucks, copper seed layer deposition for TGV, ta-C coating for WLC, as well as micro tools, PCB coatings, and backend components. In Optics, the Group is advancing the third-generation compact mold coating system, new inline coating systems for Optics (e.g., HUD and LiDAR), and AR coating solutions for MLA and far-infrared lenses. Beyond these areas, tribological coating solutions for humanoid robots are gaining traction, opening up opportunities in another emerging high-growth application.

In Hydrogen and New Energy, Sydrogen continues to advance beyond coated bipolar plates for hydrogen fuel cells and is positioned as a key supplier for electroplating replacement solutions in lithium battery applications, in collaboration with a leading materials company.

These initiatives, together with continued customer engagement, expand our addressable markets and strengthen our technology and application portfolio, providing a strong foundation for further growth.

The Group will continue to deepen and cultivate the China market, while consolidating and enhancing its global presence across Vietnam, India and Europe. Our global footprint strengthens customer proximity and supply chain resilience, while providing a strong platform to capture growth opportunities across key markets. With a growing portfolio of new applications, a healthy order pipeline, and an expanding presence in high-growth industries, the Group remains well positioned to build on its growth momentum and deliver sustainable long-term value for our stakeholders.

## Other Information Required by Listing Rule Appendix 7.2

**6 Dividend Information**

(a) Current Financial Period Reported on

The Directors have recommended the following interim tax exempt (one-tier) dividend to be paid to shareholders for the current financial period.

| | |
|---|---|
| Name of dividend | Interim tax-exempt (one-tier) dividend |
| Date of Payment | 7 September 2026 |
| Dividend Type | Cash |
| Dividend Amount | S$0.0060 per ordinary share |
| Total amount payable | S$3.9 million |

(b) Corresponding Period of the Immediately Preceding Financial Year and Tax Rate

The Company had paid the following final tax exempt (one-tier) dividend to shareholders in the corresponding period of the immediately preceding financial year.

| | |
|---|---|
| Name of dividend | Interim tax-exempt (one-tier) dividend |
| Date of Payment | 5 September 2025 |
| Dividend Type | Cash |
| Dividend Amount | S$0.0033 per ordinary share |
| Total amount paid | S$2.1 million |

(c) The date the dividend is payable

7 September 2026

(d) The date on which Registrable Transfers received by the company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.

The Share Transfer Books and Register of Members of the Company will be closed on 31 August 2026, 5.00 pm. Duly completed transfers in respect of ordinary shares received by the Company's Shares Registrar up to 5.00 pm on 31 August 2026 will be registered to determine shareholders' entitlement to the interim dividend. Shareholders whose securities accounts with The Central Depository (Pte) Limited which are credited with shares as at 5.00 pm on 31 August 2026 will be entitled to the interim dividend.

**7 If no dividend has been declared (recommended), a statement to that effect and the reason(s) for the decision.**

Not applicable.

## Other Information Required by Listing Rule Appendix 7.2

8 **If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.**

Not applicable as the Company has not obtained a general mandate from shareholders for interested persons transactions ("**IPTs**").

However, in the spirit of disclosure and transparency, the IPTs entered into by the Group in the current financial period reported on were as follows: -

| Name of interested person | Nature of relationship | Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S$100,000) |
|---|---|---|
| | | 1H2026<br>S$'000 |
| 上海纳曦餐飲管理有限公司<br>("**Na Xi**") | Note [(1)] | 142 |

**Note:**

(1) Na Xi is an associate of the Company's director and controlling shareholder and regarded as interested persons under Chapter 9 of the Listing Manual of the SGX-ST.

9 **Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1).**

Pursuant to Listing Rule 720(1), the Company has procured undertakings from all of its directors and executive officers in the format as set out in Appendix 7.7 of the SGX-ST Listing Manual.

## Other Information Required by Listing Rule Appendix 7.2

**10 Use of IPO Proceeds**

Pursuant to the Listing of the Company, the Company received gross proceeds of S$200.0 million ("IPO Gross Proceeds"). As at the date of this announcement, the IPO Gross Proceeds have been utilised as follows:

| | Amount allocated (as disclosed in the Prospectus) | Last announced balance as at 28 February 2026 | Amount utilised from 1 March 2026 to 30 June 2026 | Balance |
|---|---|---|---|---|
| | S$'000 | S$'000 | S$'000 | S$'000 |
| Capital expenditure on development and building of new machinery for Advanced Materials BU and purchase of new machinery to support Nanofabrication BU | 90,000 | 16,597 | 9,409 | 7,188 |
| R&D & engineering for entry into new end industries and new areas and/or products in existing business segments | 50,000 | - | - | - |
| Construction, refurbishment and renovation of new and existing production facilities | | | | |
| - Renovation (including refurbishment, furniture and fittings) of Shanghai Plant 2 | 20,000 | - | - | - |
| - Construction, refurbishment and renovation of new and existing production facilities | 10,000 | - | - | - |
| General corporate and working capital purposes | 20,900 | - | - | - |
| Payment of underwriting commissions and offering expenses | 9,100 | (505) | - | (505) |
| | 200,000 | 16,092 | 9,409 | 6,683 |

## Other Information Required by Listing Rule Appendix 7.2

**11 Additional information pursuant to Rule 706A of the Listing Manual**

Pursuant to Rule 706A of the Listing Manual, the Company has announced changes in the Company's percentage shareholding in a subsidiary or associated company during the financial year and up to the date of this announcement.

Please refer to Note 11 of this announcement on Investment in Subsidiaries for more information.

**12 Negative confirmation by the Board pursuant to Rule 705(5)**

We, the undersigned, being two (2) directors of Nanofilm Technologies International Limited (the “Company”), do confirm on behalf of the board of directors of the Company (the “Board”), that to the best of the knowledge of the Board, nothing has come to the attention of the Board which may render the financial results for the six-month period ended 30 June 2026 to be false or misleading in any material aspect.

**ON BEHALF OF THE BOARD**

Dr Shi Xu
Board Chairman and Group Chief Executive Officer

Ong Siew Koon
Lead Independent Director

13 August 2026