

News Release Highlights

Nanofilm Group Delivers Strong 1H2026 Performance with Multi-Fold Profit Growth and Margin Expansion

- The Group reported a 6% year-on-year (“YoY”) revenue increase in the six months ended 30 June 2026 (“**1H2026**”) to S\$113.7 million, up from S\$107.2 million in the six months ended 30 June 2025 (“**1H2025**”), driven primarily by the strong performance of the Advanced Materials Business Unit (“**AMBU**”) and the Nanofabrication Business Unit (“**NFBU**”).
- AMBU recorded 10% YoY revenue growth to S\$98.4 million, remaining the Group’s largest business and contributing 87% of total 1H2026 revenue.
 - **Advanced Materials – Consumer** grew 10% YoY, supported by programme expansion and the ramp-up of new customer projects.
 - **Advanced Materials – Industrial** grew 9% YoY with functional applications gaining traction and a strong solutions pipeline supporting future revenue growth.
- Industrial Equipment Business Unit (“**IEBU**”) reported revenue of S\$6.0 million, down 29% YoY, reflecting the timing of project deliveries, with 1H2025 benefiting from the recognition of several key deliveries. Secured orders remain healthy, with deliveries scheduled for the second half of 2026 (“**2H2026**”) and 2027.
- NFBU generated revenue of S\$8.5 million, representing 11.2% YoY growth, despite mass production only accelerating in June 2026 due to the scheduling of new projects.
- Sydrogen Energy (“**Sydrogen**”) reported revenue of S\$0.8 million in 1H2026 attributable to its key project awaiting mass production. The market remained relatively subdued in 1H2026, however, market activity is expected to gain significant traction following the latest favourable China five-year plan, providing a stronger growth outlook ahead.
- Gross profit margin (“**GPM**”) improved significantly to 38.6% in 1H2026, compared with 32.6% in 1H2025, driven by higher labour productivity, improved resource allocation, increased automation, and continued cost discipline. The margin expansion was achieved despite the absence of an early peak production period, as seen in 1H2025, reflecting stronger underlying operational efficiency.

- The adjusted earnings before interest, tax, depreciation and amortisation (“**Adjusted EBITDA**”) increased 28% YoY to S\$31.3 million in 1H2026, with the Adjusted EBITDA margin improving to 27.5% from 22.8% in 1H2025, driven by stronger revenue contribution and improved operational execution.
- Profit After Tax improved to S\$5.3 million in 1H2026 representing a 282% YoY increase. Net profit margin expanded to 4.6%, compared to 1.3% in 1H2025, driven by stronger underlying operating performance.
- The interim dividend was increased at 0.60 Singapore cents per share, up from 0.33 Singapore cents per share in 1H2025, reflecting confidence in the Group's financial position while retaining capacity to fund growth.

Business Outlook:

- **AMBU:**
 - **Consumer:** Continued growth driven by key customer programme ramp-ups, increasing adoption of functional coatings including conductive ta-C¹, and expanding engagement with Chinese and Korean customers, with good traction in smartwatch housings.
 - **Industrial:** Growth supported by a broadening pipeline of opportunities across China, Southeast Asia, and Europe, driven by new applications and product launches spanning PCB ² micro-tools, semiconductor components, textiles, decorative and medical applications.
- **IEBU:** Enters 2H2026 with a healthy order backlog, supporting stronger deliveries and revenue visibility into 2027, new equipment product platforms in AI ³ PCB tooling, Micro-Optics, Semiconductor (e.g, TGV⁴, WLC⁵, ESD⁶) expand its market opportunities.
- **NFBU:** Strengthening our technology leadership while deepening existing 3C platforms and expanding into other 3C brands in China, as well as pursuing new growth areas including Automotive (e.g., DMS⁷, ADAS⁸), smart eyewear, data centres, CPO⁹, and Robotics.

¹ ta-C refers to Tetrahedral Amorphous Carbon

² PCB refers to Printed Circuit Board

³ AI refers to Artificial Intelligence

⁴ TGV refers to Through Glass Vias

⁵ WLC refers to Wafer Lapping Carrier

⁶ ESD refers to Electrostatic Discharge

⁷ DMS refers to Driver Monitoring System

⁸ ADAS refers to Advanced Driver Assistance Systems

⁹ CPO refers to Co-Packaged Optics

- **Sydney:**

- Sydney is on track for a turnaround, positioning it to emerge as a leading player in the hydrogen fuel cell market.
- Secured business from a leading Chinese automotive OEM¹⁰ supporting a path towards market leadership, alongside a growing pipeline with top fuel cell OEMs in China.
- Product commercialisation is progressing, with successful fire-safety certification for hydrogen purification and power generation system, and a growing pipeline targeting microgrids, data centres and off-grid applications.

2H2026 Overall Outlook & Focus:

- Core businesses are expected to sustain positive momentum driven by new product applications in high growth industries, programme ramp-ups, and new business opportunities.
- IEBU's healthy order backlog provides visibility for a stronger 2H2026 delivery profile, with visibility extending into 2027.
- New product lines and equipment solutions are progressing towards commercialisation to address evolving demand, especially in high growth industries.
- Deepening presence in China while strengthening and consolidating the Group's global footprint.

END.

¹⁰ OEM refers to Original Equipment Manufacturer

About Nanofilm Technologies International Limited (MZH / NANO.SI)

Founded in 1999 and headquartered in Singapore, NTI Nanofilm is a global leader in nanotechnology solutions, specialising in advanced coatings, thin-film equipment, nanofabrication, and hydrogen fuel cell innovations. Leveraging proprietary technologies, the company enhances product performance, durability, and sustainability across industries, including electronics, automotive, medical, and industrial applications.

With a strong international footprint, NTI Nanofilm operates offices and facilities in Singapore, Vietnam, China, Japan, India, and Germany, serving customers worldwide with cutting-edge materials science and precision engineering solutions. Listed on the Singapore Exchange since 2020, NTI Nanofilm is committed to driving innovation and sustainability in high-performance coatings and advanced materials.

For media queries, please contact:

Nanofilm Technologies International Limited

Kay Lim / Duane Tan

E ir@nti-nanofilm.com