FRENCKEN GROUP LIMITED

NEWS RELEASE

Frencken Raises S$100 Million in Private Placement to Drive Next Phase of Growth

- Placement garnered strong support from institutional, accredited and other investors
- Proceeds are earmarked for business expansion and strategic investments to add new growth catalysts
- Group envisages growth momentum to continue into 2027
- Maybank Securities acted as sole placement agent

Singapore, 3 September 2026 – Frencken Group Limited ("Frencken" or the "Company" and together with its subsidiaries, the "Group"), a global integrated technology solutions company, has successfully completed a private placement that raised gross proceeds of approximately S$100 million (the "Placement"). The Placement drew strong demand from institutional, accredited and other investors.

The Placement comprised 44,081,591 new ordinary shares in the capital of the Company ("Placement Shares") and was fully subscribed at the price of S$2.2687 per Placement Share. The Placement Shares will be listed and quoted on the SGX-ST from 9.00 am on Friday, 4 September 2026. Maybank Securities Pte. Ltd. ("Maybank Securities") was the sole placement agent in connection with the Placement.

Among the institutional investors who had subscribed for the Placement Shares are (in alphabetical order):

1. Affin Pheim Asset Management Sdn Bhd
2. Amova Asset Management Asia Limited
3. Areca Capital Sdn Bhd
4. Asdew Acquisitions Pte Ltd
5. Avanda Investment Management Pte. Ltd. (on behalf of certain investment funds and/or managed accounts)
6. Ginko-AGT Global Growth Fund
7. ICH Synergrowth Fund
8. JPMorgan Asset Management (Singapore) Limited
9. Kenanga Investors Berhad
10. Lion Global Investors Ltd (as investment manager for and on behalf of its clients)
11. Openspace Capital Orbit fund
12. Pheim Asset Management (Asia)
13. Tokio Marine Life Insurance Singapore Pte. Ltd
14. UOB Asset Management Ltd
15. Whitefield Capital Management

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"We are very encouraged by the robust participation from existing and new investors. This reflects a clear vote of confidence in Frencken's resilient business fundamentals and long-term growth potential. We wish to express our appreciation to the investors for their support, and Maybank Securities for their excellent services.

As we chart our next phase of expansion, the Placement will strengthen our resources and flexibility to advance our near- and medium-term expansion plans as well as pursue strategic opportunities to fuel sustainable growth and long-term value creation for our shareholders," said Mr Dennis Au, President of Frencken.

Mr Aditya Laroia, Chief Executive Officer of Maybank Securities, commented, "We are honoured to have supported Frencken on this successful Placement. The strong participation from high-quality institutional and accredited investors reflects confidence in Frencken's proven track record, resilient business model, and compelling growth strategy. The Placement will enhance Frencken's financial flexibility to capitalise on strategic growth opportunities. We wish to extend our congratulations to Frencken and look forward to the Group's continued success in the years ahead."

The estimated net proceeds of the Placement are approximately S$97.1 million ("Proceeds"). The Proceeds are earmarked mainly for expansion of existing businesses, strategic investments, mergers and acquisitions (M&A), joint ventures and/or strategic alliances. This is in line with the Group's plan to reach and extend its growth above the S$1 billion annual revenue milestone.

New Business Engines

To drive continued growth in the long run, the Group is exploring and evaluating strategic M&A, investments or alliances to add new business engines.

Mr Au said, "Indeed, as the Group grows to a significantly larger scale, we recognise the need to steer our business focus beyond organic growth to include strategic M&A or alliances. This will help accelerate our efforts to develop new business pillars that can enable sustainable growth in the future.

We are on the lookout for suitable investments or M&A that could complement our existing businesses, introduce new capabilities or heighten the Group's growth potential. We are also keen on opportunities in the technology industry which could generate revenue streams that are more recurring in nature. This will dovetail with our strategic priority to build a resilient business model that positions the Group for growth, and to withstand any market volatility."

Organic Expansion Plans

To ride on the wave of opportunities arising from the increasing penetration of artificial intelligence (AI), Frencken intends to utilise the Proceeds to boost its manufacturing capacities and capabilities.

“Through our strong partnerships with global semiconductor equipment companies, we are benefiting from the growth in digital AI which continues to drive ongoing investments in chip production tools. To be sure, our engagements with major semiconductor customers continue to trend positively on the back of their constructive growth outlook.

Besides digital AI, Frencken also enables physical AI via our automotive radar antennas which are essential in vehicles with higher levels of autonomy and connectivity. When our gearbox solutions for humanoids and service robots are successfully adopted and rolled out, it could be a springboard for the Group to gain a larger presence in the physical AI market,” Mr Au added.

The Group is in the process of constructing a new facility in Singapore to strengthen the capacity and capabilities of its Mechatronics operations. This facility is slated to be operationally ready by the second half of 2027. It is also reviewing a potential expansion of the Mechatronics operations in Malaysia to cater for current and future business needs.

Frencken is looking to expand its production base for the radar antenna business from China to Southeast Asia, to address a wider base of prospective automotive customers. For the humanoid gearbox solutions business which is in its infancy, the APS Division plans to continue harnessing this opportunity through potential investments in capacity or technology as appropriate.

Growth momentum to continue into 2027

Based on current business indicators, the Group maintains a positive outlook for the second half of the year ending 31 December 2026.

According to SEMI, the global sales of total semiconductor manufacturing equipment are anticipated to continue on a growth path to reach a record high in 2028.

Amid this favourable backdrop for the semiconductor equipment industry, the Group expects continued growth through to 2027, based on the strength of its current business pipeline, prevailing demand trends and expansion initiatives that are underway. Given the present trajectory of its existing core businesses, Frencken is confident of achieving annual revenue of S$1 billion by 2028, if not earlier, barring any unforeseen circumstances.

This news release is to be read in conjunction with the Company’s announcement dated 3 September 2026.

About Frencken Group Limited

Frencken Group is a Global Integrated Technology Solutions Company that serves world-class multinational companies in the aerospace, analytical life sciences, automotive, healthcare, industrial and semiconductor industries.

Frencken Group operates on a worldwide scale through its established local presence of 18 operating sites and over 3,600 employees across Asia, Europe and the USA. Working in partnership with its growing base of global customers, the Group unites the strengths of its strategically located businesses to create value for a wide variety of end-user markets.

Leveraging on its advanced technological and manufacturing capabilities, Frencken Group provides comprehensive Original Design, Original Equipment and Diversified Integrated Manufacturing solutions. The Group's extensive solutions span from product conceptualisation, integrated design, prototyping, new product introductions, supply chain design and management, state-of-the-art value and volume manufacturing services to logistics solutions.

For more information, please visit www.frenckengroup.com