METAOPTICS LTD

(Company Registration No.: 419911)
(Incorporated in the Cayman Islands)

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED JUNE 30, 2026

*This announcement has been reviewed by the Company's sponsor, ZICO Capital Pte. Ltd. (the "**Sponsor**").*

*This announcement has not been examined or approved by the Singapore Exchange Securities Trading Limited ("**SGX-ST**") and the SGX-ST assumes no responsibility for the contents of this announcement including the correctness of any of the statements or opinions made or reports contained in this announcement.*

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A. CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE LOSS

Group

	Note	**1H 2026* S$ Unaudited**	1H 2025* S$ Unaudited	+/- %
Revenue	4	**621,247**	107,763	476.5
Cost of sales	7	**(458,988)**	(59,706)	668.7
Gross profit		**162,259**	48,057	237.6
Other income	5	**37,276**	2,025	1,740.8
Other gains/(losses), net	6	**2,530**	(33,194)	N.M.
Administrative expenses	7	**(2,879,292)**	(1,093,685)	163.3
Research and development expenses	7	**(936,405)**	(631,067)	48.4
Selling and marketing expenses	7	**(322,159)**	(47,126)	583.6
Finance expenses	9	**(96,304)**	(96,459)	(0.2)
Loss before income tax		**(4,032,095)**	(1,851,449)	117.8
Income tax expense	10	**-**	-	-
Loss after income tax and total comprehensive loss		**(4,032,095)**	(1,851,449)	117.8
Loss per share for loss attributable to the equity holders of the Group:				
- Basic and diluted loss per share (in cents)	11	**(1.66)**	(0.91)	82.4

N.M. denotes Not Meaningful.

* “1H 2026” denotes six months ended June 30, 2026 and “1H 2025” denotes six months ended June 30, 2025.

B. CONDENSED INTERIM CONSOLIDATED BALANCE SHEET

Group

	Note	**June 30, 2026 S$ Unaudited**	December 31, 2025 S$ Audited
ASSETS			
Current assets			
Prepayments and deposits	12	**1,010,504**	1,085,867
Trade and other receivables		**64,294**	98,568
Cash at bank		**5,526,050**	8,789,537
Inventories	13	**173,883**	53,356
		6,774,731	10,027,328
Non-current assets			
Plant and equipment	14	**414,415**	441,625
Intangible assets	15	**2,788,719**	3,139,833
Right-of-use assets		**8,805**	22,014
		3,211,939	3,603,472
Total assets		**9,986,670**	13,630,800
LIABILITIES			
Current liabilities			
Trade and other payables	16	**789,178**	601,318
Contract liabilities	4(b)	**943,800**	852,892
Deferred revenue		**26,758**	-
Lease liabilities		**9,187**	22,683
		1,768,923	1,476,893
Non-current liabilities			
Amount due to a shareholder	17	**2,202,082**	2,106,147
		2,202,082	2,106,147
Total liabilities		**3,971,005**	3,583,040
NET ASSETS		**6,015,665**	10,047,760
EQUITY			
Share capital	18	**61**	61
Share premium	18	**13,330,772**	13,330,772
Accumulated losses		**(15,014,137)**	(10,982,042)
Capital reserve		**7,698,969**	7,698,969
Total equity		**6,015,665**	10,047,760

C. CONDENSED INTERIM COMPANY BALANCE SHEET

Company

	Note	**June 30, 2026 S$ Unaudited**	December 31, 2025 S$ Audited
ASSETS			
Current assets			
Prepayments and deposits	12	**281,556**	80,840
Other receivables		**10,311,124**	10,311,124
		10,592,680	10,391,964
Non-current asset			
Investment in subsidiaries		**3,103,445**	3,103,445
Total assets		**13,696,125**	13,495,409
LIABILITIES			
Current liability			
Other payables	16	**4,930,385**	2,803,750
Total liabilities		**4,930,385**	2,803,750
NET ASSETS		**8,765,740**	10,691,659
EQUITY			
Share capital	18	**61**	61
Share premium	18	**13,330,772**	13,330,772
Accumulated losses		**(4,565,093)**	(2,639,174)
Total equity		**8,765,740**	10,691,659

D. CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Group

	Share capital S$	Share premium S$	Accumulated losses S$	Capital reserve S$	Total S$
2026					
Beginning of financial period	**61**	**13,330,772**	**(10,982,042)**	**7,698,969**	**10,047,760**
Loss for the financial period	-	-	(4,032,095)	-	(4,032,095)
Balance at June 30, 2026	**61**	**13,330,772**	**(15,014,137)**	**7,698,969**	**6,015,665**
2025					
Beginning of financial period	**51**	**3,103,381**	**(5,536,469)**	**5,536,469**	**3,103,432**
Loss for the financial period	-	-	(1,851,449)	-	(1,851,449)
Contribution from shareholders	-	-	-	2,250,000	2,250,000
Transaction cost in relation to contribution from shareholders	-	-	-	(87,500)	(87,500)
Total transactions with owners, recognized directly in equity	**-**	**-**	**-**	**2,162,500**	**2,162,500**
Balance at June 30, 2025	**51**	**3,103,381**	**(7,387,918)**	**7,698,969**	**3,414,483**

E. CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

Company

	Share capital S$	Share premium S$	Accumulated losses S$	Total S$
2026				
Beginning of financial period	**61**	**13,330,772**	**(2,639,174)**	**10,691,659**
Loss for the financial period	-	-	(1,925,919)	(1,925,919)
Balance at June 30, 2026	**61**	**13,330,772**	**(4,565,093)**	**8,765,740**
2025				
Beginning of financial period	**51**	**3,103,381**	**-**	**3,103,432**
Loss for the financial period	-	-	(1,851,449)	(1,851,449)
Balance at June 30, 2025	**51**	**3,103,381**	**(1,851,449)**	**1,251,983**

F. CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

	Note	**1H 2026** **S$** **Unaudited**	1H 2025 S$ Unaudited
Cash flows from operating activities			
Loss for the financial period		**(4,032,095)**	(1,851,449)
Adjustment for:			
Amortization of intangible assets	15	**351,114**	351,114
Depreciation of plant and equipment	14	**27,210**	27,210
Depreciation of right-of-use assets		**13,209**	6,588
Interest income	5	**(14,706)**	-
Unrealized currency translation gains/(losses)		**(1,299)**	2,255
Finance expenses	9	**96,304**	96,459
		(3,560,263)	(1,367,823)
Changes in working capital:			
- Prepayments and deposits		**75,363**	(592,267)
- Trade and other receivables		**34,274**	(255,205)
- Trade and other payables		**187,860**	(158,719)
- Contract liabilities		**90,908**	739,674
- Deferred revenue		**26,758**	275,624
- Inventories		**(120,527)**	(31,695)
Net cash used in operating activities		**(3,265,627)**	(1,390,411)
Cash flows from investing activities			
Interest received		**14,706**	-
Net cash provided by/(used) in investing activities		**14,706**	-
Cash flows from financing activities			
Proceeds from contribution from shareholders		**-**	2,250,000
Payment for transaction cost in relation to issuance of shares		**-**	(87,500)
Lease payments		**(13,496)**	(6,554)
Interest payments		**(369)**	(524)
Repayment of amount due to a shareholder and director		**-**	(5,850)
Net cash (used in)/provided by financing activities		**(13,865)**	2,149,572
Net changes in cash and cash equivalents		**(3,264,786)**	759,161
Cash and cash equivalents at beginning of financial period		**8,789,537**	959,226
Effects of currency translation on cash and cash equivalents		**1,299**	(2,255)
Cash and cash equivalents at end of financial period		**5,526,050**	1,716,132

G. SELECTED NOTES TO THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS

1. General information

MetaOptics Ltd ("**Company**") was incorporated and domiciled in the Cayman Islands with limited liabilities on March 21, 2025 under the Companies Act. The registered office and principal place of business of the Company is at Maples Corporate Services Limited, PO Box 309, Ugland House, Grand Cayman, KY1-1104, Cayman Islands. On September 9, 2025, the Company became a public listed company limited by shares upon its initial public offering on the Singapore Exchange Securities Trading Limited ("**SGX-ST**")

The Company is an investment holding company. The Company and its subsidiaries (collectively the "**Group**") are principally engaged in the design and manufacturing of optics lens and module and Internet of Things ("**IoT**") devices.

2 Basis of preparation

The condensed consolidated interim financial statements for the six-month reporting period ended June 30, 2026 have been prepared in accordance with International Financial Reporting Standards ("**IFRS**") as issued by the International Accounting Standards Board, specifically IAS 34 Interim Financial Reporting. The interim report does not include all of the notes normally included in an annual consolidated financial statements. Accordingly, this report should be read in conjunction with the last audited annual consolidated financial statements of the Group for the financial year ended December 31, 2025 ("**FY2025**").

Adoption of IFRS

While the Group adopted IFRS during FY2025, the condensed consolidated interim financial statements for the six-month reporting period ended June 30, 2026 are the first set of condensed consolidated interim financial statements the Group prepared in accordance with IFRS.

The accounting policies and methods of computation adopted for the condensed consolidated interim financial statements for the six-month reporting period ended June 30, 2026 are consistent with those adopted in the last audited annual consolidated financial statements of the Group for FY2025, which were prepared in accordance with IFRS, except for the adoption of new and amended standards which are relevant to the Group and effective for annual financial periods beginning on or after 1 January 2026. The adoption of these standards is not expected to have a material impact on the Group in the current or future reporting periods and on foreseeable future transactions.

2 **Basis of preparation** (continued)

***Adoption of IFRS** (continued)*

In addition, IFRS 18, Presentation and Disclosure of Financial Statements ("IFRS 18"), a new IFRS that has not been adopted by the Group, which will replace IAS 1 Presentation of Financial Statements, aims to improve how companies communicate in their financial statements, with a focus on information about financial performance in the consolidated statement of comprehensive loss, in particular additional defined subtotals, disclosures about management-defined performance measures and new principles for the aggregation and disaggregation of information. IFRS 18 is accompanied by limited amendments to the requirements of IAS 7 Statement of Cash Flows. IFRS 18 is effective from January 1, 2027. The Group continues to evaluate the impact that IFRS 18 will have on its financial statements.

Going concern

The Group was in a net current asset position of S$5,005,808 as at June 30, 2026 and reported net loss of S$4,032,095 for the six-month financial period ended June 30, 2026.

The financial statements have been prepared on a going concern basis as the directors are of the view that the Group has sufficient financial resources to meet its financial obligations as and when they fall due in the next twelve months period from the date of authorization of the consolidated financial statements based on the cash flow projections prepared by management.

3. **Material accounting policy information**

Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

(a) Useful life of intangible assets

The Group estimates the useful life of intangible assets based on the period which the assets are expected to be available for use. The estimated useful life of intangible assets is reviewed periodically and are updated if there are changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset.

In addition, the estimation of the useful life of intangible assets is based on the management's evaluation and experience with similar assets. It is possible, however, that future results of operations could be materially affected by changes in the estimates brought about by changes in factors mentioned above. The amounts and timing of recorded expenses for any period would be affected by changes in these factors and circumstances. A reduction in the estimated useful life of intangible assets would increase the amortization expenses and decrease the carrying amount of the intangible assets. The carrying amount of the Group's intangible assets as at the reporting date is disclosed in Note 15.

3. Material accounting policy information (continued)

(b) Impairment of plant and equipment, intangible assets and right-of-use assets

Plant and equipment, intangible assets and right-of-use assets are tested for impairment whenever there is any objective evidence or indication that these assets may be impaired.

The recoverable amounts of these assets and, where applicable, cash generating units ("**CGU**") have been determined based on the recoverable amount (i.e. the higher of the fair value less costs of disposal and the value-in-use).

The recoverable amount of the CGU was determined based on fair value less cost of disposal. Fair value less cost of disposal is determined based on the Company's market capitalization, determined by multiplying the quoted share price by the number of shares outstanding, adjusted where appropriate for the estimated costs of disposal. The estimates used in calculating the fair value less cost of disposal includes the range of share price for the period of reporting, and the estimated cost of disposal.

The Group has concluded that there was no impairment indication in respect of these assets at the balance sheet date. The carrying amounts of the plant and equipment and intangible assets as at the balance sheet date are disclosed in Note 14 and 15 respectively.

4. Revenue from contracts with customers

(a) Disaggregation of revenue from contracts with customers

The Group derives revenue from sales of goods and equipment at a point in time and services rendered over time in the following geographical regions. Revenue is attributed to countries by location of customers.

	At a point in time S$	Over time S$	Total S$
1H 2026			
Sale of equipment			
- Taiwan	**446,883**	**-**	**446,883**
Sales of goods			
- Taiwan	**21,943**	**-**	**21,943**
- China	**43,474**	**-**	**43,474**
- Singapore	**58,461**	**-**	**58,461**
- South Korea	**6,460**	**-**	**6,460**
- Japan	**2,865**	**-**	**2,865**
- Others	**24,957**	**-**	**24,957**
	158,160	**-**	**158,160**
Service			
- Taiwan	**-**	**16,204**	**16,204**
Total	**605,043**	**16,204**	**621,247**

	At a point in time S$	Total S$
1H 2025		
Sales of goods		
- Taiwan	17,948	17,948
- China	23,556	23,556
- Singapore	41,153	41,153
- South Korea	6,910	6,910
- Japan	8,523	8,523
- Others	9,673	9,673
Total	107,763	107,763

4. Revenue from contracts with customers (continued)

(a) Disaggregation of revenue from contracts with customers (continued)

Revenue amounting to S$480,426 (six months ended June 30, 2025: S$24,460) pertains to sales of goods and equipment to certain shareholders of the Group. These shareholders do not have the ability to control, or have significant influence over the Group and, as such, are not considered related parties of the Group.

(b) Contract liabilities

	June 30, 2026	December 31, 2025
	S$	S$
Advances received from customers	**943,800**	852,892

Contract liabilities comprise of non-refundable deposits collected in advance from customers for the sale of equipment. Revenue will be recognized within 12 months from the balance sheet date.

5. Other income

	1H 2026	1H 2025
	S$	S$
Other income	**22,570**	2,025
Interest income from bank deposits	**14,706**	-
	37,276	2,025

6. Other gains/(losses), net

	1H 2026	1H 2025
	S$	S$
Currency exchange gains/(losses), net	**2,530**	(33,194)

7. Expenses by nature

	1H 2026	1H 2025
	S$	S$
Purchase of goods	**338,461**	28,011
Changes in inventories	**120,527**	31,695
Amortization of intangible assets (Note 15)	**351,114**	351,114
Depreciation of plant and equipment (Note 14)	**27,210**	27,210
Depreciation of right-of-use assets	**13,209**	6,588
Employee compensation (Note 8)	**257,916**	114,378
Development and prototype expenses	**452,315**	266,999
Directors' fees	**57,500**	-
Professional fees, net of capitalization of transaction cost for shares issuance	**1,943,023**	758,986
Auditors' remuneration	**328,641**	80,000
Tradeshows and advertising expenses	**322,159**	47,126
Consumables expenses	**543**	-
Repair and maintenance	**21,805**	-
Membership fees	**140,988**	400
Short-term rental expenses	**3,074**	3,953
Travel expenses	**177,768**	70,542
Other expenses	**40,591**	44,582
Total cost of sales, administrative expenses, research and development expenses and selling and marketing expenses	**4,596,844**	1,831,584

8. Employee compensation

	1H 2026	1H 2025
	S$	S$
Wages and salaries	**240,840**	99,000
Employer's contribution to defined contribution plans	**17,076**	15,378
	257,916	114,378

9. Finance expenses

	1H 2026	1H 2025
	S$	S$
Interest expense on lease liabilities	**369**	524
Deemed interest expense on amount due to a shareholder	**95,935**	95,935
	96,304	96,459

The deemed interest expense relates to the unwinding of the discount on the amount due to a shareholder (Note 17).

10. Income tax expense

	1H 2026	1H 2025
	S$	S$
Current tax expenses	**-**	-

The tax on the Group's result differs from the theoretical amount that would arise using the Singapore standard rate of income tax as follows:

	1H 2026	1H 2025
	S$	S$
Loss before income tax	**(4,032,095)**	(1,851,449)
Income tax using the statutory tax rate of 17%	**(685,456)**	(314,746)
Effects of:		
- Expenses not deductible for tax purpose	**354,247**	155,298
- Deferred tax assets not recognized	**331,209**	159,448
	-	-

Deferred tax assets have not been recognized in respect of these temporary differences, unutilized tax losses and unrecognized capital allowances as the Group has assessed that it is not probable that future taxable profit will be available against which the Group can utilize the tax benefits.

The Group has unrecognized tax losses of S$4,999,075 (December 31, 2025: S$3,309,359) and unrecognized capital allowances of S$617,551 (December 31, 2025: S$617,551). The unutilized tax losses and unrecognized capital allowances have no expiry date and are subject to agreement by the local tax authority.

11. Loss per share

	1H 2026 **S$**	1H 2025 S$
Net loss attributable to equity holders of the Company	**(4,032,095)**	(1,851,449)
Weighted average number of ordinary shares in issue for basic and diluted loss per share*	**242,648,260**	203,603,600
Loss per share - Basic and diluted (in cents)	**(1.66)**	(0.91)

* The weighted average shares for all periods prior to the capital reorganization (as disclosed under Note 2.1 to the Financial Statements set out in the Company's annual report for FY2025) are based on the outstanding shares of MetaOptics Technologies Pte. Ltd. ("**MOT**") for those periods as retrospectively adjusted for the effect of the capital reorganization and the share split undertaken in connection with the Company's initial public offering, as disclosed in the offer document dated September 1, 2025.

Basic loss per share is calculated by dividing the net loss attributable to equity holders of the Company by the weighted average number of ordinary shares outstanding during the financial period.

There are no potential dilutive ordinary shares during the financial periods ended June 30, 2025 and June 30, 2026.

12. Prepayments and deposits

	Group		**Company**	
	June 30, 2026 **S$**	December 31, 2025 S$	**June 30, 2026** **S$**	December 31, 2025 S$
Deposits	**7,028**	6,328	**-**	-
Prepayment	**1,003,476**	1,079,539	**281,556**	80,840
	1,010,504	1,085,867	**281,556**	80,840

Prepayment amounting to S$619,559 (December 31, 2025: S$800,637) relates to the purchase of components for the fulfilment of equipment sale purchase order.

13. Inventories

	June 30, 2026 S$	December 31, 2025 S$
Raw materials	**129,996**	28,794
Finished goods	**43,887**	24,562
	173,883	53,356

The cost of inventories recognized as an expense and included in “cost of sales” amounted to S$458,988 (six months ended June 30, 2025: S$59,706).

No inventory write-down or reversal was recognized in 1H 2026 and FY2025.

14. Plant and equipment

	Computer and accessories S$	Equipment S$	Total S$
Cost			
At January 1, 2025	16,400	544,175	560,575
At December 31, 2025	16,400	544,175	560,575
At June 30, 2026	**16,400**	**544,175**	**560,575**
Accumulated depreciation			
At January 1, 2025	16,400	48,133	64,533
Depreciation	-	54,417	54,417
At December 31, 2025	16,400	102,550	118,950
Depreciation	-	27,210	27,210
At June 30, 2026	**16,400**	**129,760**	**146,160**
Carrying amount			
At January 1, 2025	-	496,042	496,042
At December 31, 2025	-	441,625	441,625
At June 30, 2026	**-**	**414,415**	**414,415**

15. Intangible assets

	License S$	Patent S$	Total S$
Cost			
At January 1, 2025	3,855,000	1,900,000	5,755,000
At December 31, 2025	3,855,000	1,900,000	5,755,000
At June 30, 2026	**3,855,000**	**1,900,000**	**5,755,000**
Accumulated amortization			
At January 1, 2025	1,030,797	882,144	1,912,941
Amortization	430,797	271,429	702,226
At December 31, 2025	1,461,594	1,153,573	2,615,167
Amortization	215,400	135,714	351,114
At June 30, 2026	**1,676,994**	**1,289,287**	**2,966,281**
Carrying amount			
At January 1, 2025	2,824,203	1,017,856	3,842,059
At December 31, 2025	2,393,406	746,427	3,139,833
At June 30, 2026	**2,178,006**	**610,713**	**2,788,719**

16. Trade and other payables

	Group		**Company**	
	June 30, 2026 S$	December 31, 2025 S$	**June 30, 2026 S$**	December 31, 2025 S$
Trade payables from non-related parties	**-**	959	**-**	-
Amount due to a subsidiary	**-**	-	**4,901,635**	2,688,750
Accrued operating expenses	**789,178**	600,359	**28,750**	115,000
	789,178	601,318	**4,930,385**	2,803,750

17. Amounts due to a shareholder

	June 30, 2026 S$	December 31, 2025 S$
Amount due to a shareholder	**2,202,082**	2,106,147

The amount due to a shareholder comprises S$2,880,000 for the acquisition of license. This is non-trade in nature, unsecured interest free and repayable on demand. This amount is discounted at market borrowing rates and adjusted with credit risk rate of 9.1% at balance sheet date.

18. Share capital and share premium

	Share capital		Share premium	Total
	No. of ordinary shares	S$	S$	S$
Group and Company				
2026				
Beginning of financial period*	242,648,260	61	13,330,772	13,330,833
Balance at June 30, 2026	**242,648,260**	**61**	**13,330,772**	**13,330,833**

	Share capital		Share premium	Total
	No. of ordinary shares	S$	S$	S$
Group and Company				
2025				
Beginning of financial year*	-	51	3,103,381	3,103,432
Incorporation of the Company	1	-	-	-
Issuance of shares pursuant to restructuring	509,008	-	-	-
Issuance of new shares arising from share split	203,094,591	-	-	-
Issuance of shares	39,044,660	10	10,849,990	10,850,000
Transaction costs in relation to issuance of shares	-	-	(622,599)	(622,599)
Balance at December 31, 2025	**242,648,260**	**61**	**13,330,772**	**13,330,833**

**Share capital and share premium as at December 31, 2025 and January 1, 2025 represent the net assets of MOT acquired through the issuance of shares by the Company pursuant to the restructuring as described in Note 2.1 to the Financial Statements set out in the Company's annual report for FY2025. The Company has adopted the accounting policy to account for the share issuance to effect the capital reorganization as having occurred at the beginning of the comparative period.*

The holders of ordinary shares are entitled to receive dividends as and when declared by the Company. All ordinary shares carry one vote per share without restrictions. The ordinary shares have par value at $0.00000025.

On June 27, 2025, the Company effected a share split exercise which resulted in 509,009 shares being sub-divided into 203,603,600 shares, in conjunction with the Company's initial public offering as disclosed in the offer document dated September 1, 2025. Following the share split, the issued and paid-up share capital was $51 comprising 203,603,600 shares.

Issuance of shares

On September 9, 2025, the Company completed its initial public offering ("IPO") on the SGX-ST raising gross proceeds of S$6,000,000 from the issuance of 30,000,000 new shares at S$0.20 per share. 2,359,632 new shares were issued and allotted to the Company's sponsor and issue manager as part satisfaction of their fees representing 1.0% of the issued and paid-up shares of the Company immediately after the IPO.

18. Share capital and share premium (continued)

On December 17, 2025, the Company completed a secondary placement exercise on the SGX-ST by issuing 6,685,028 new shares raising gross proceeds of S$4,850,000 at S$0.7255 per share.

As at June 30, 2026, December 31, 2025 and June 30, 2025, the Company did not hold any treasury shares, subsidiary holdings, or outstanding convertible securities.

19. Net asset value

	Group		Company	
	June 30, 2026 S$	December 31, 2025 S$	**June 30, 2026 S$**	December 31, 2025
Net asset value per share (in cents)	**2.48**	4.14	**3.61**	4.41

Net asset value per share is calculated by dividing the Group's net assets attributable to owners of the Company by the total number of issued ordinary shares as at June 30, 2026 and December 31, 2025.

20. Financial risk management

This note provides an update on the judgements and estimates made by the Group in determining the fair values of the financial instruments since the last annual financial report.

Financial instruments by category

The carrying amount of the different categories of financial instruments are as follows:

	Group		Company	
	June 30, 2026 S$	December 31, 2025 S$	**June 30, 2026 S$**	December 31, 2025 S$
<u>Financial assets, at amortized cost</u>				
Refundable deposits	**7,028**	6,328	**-**	-
Trade and other receivables	**8,969**	3,217	**10,311,124**	10,311,124
Cash at bank	**5,526,050**	8,789,537	**-**	-
	5,542,047	8,799,082	**10,311,124**	10,311,124
<u>Financial liabilities, at amortized cost</u>				
Trade and other payables	**746,308**	498,648	**4,930,385**	2,803,750
Amounts due to a shareholder	**2,202,082**	2,106,147	**-**	-
Lease liabilities	**9,187**	22,683	**-**	-
	2,957,577	2,627,478	**4,930,385**	2,803,750

21. Related party transactions

In addition to the information disclosed elsewhere in the financial statements, the following transactions took place between the Company and related parties at terms agreed between the parties:

Key management personnel compensation

	1H 2026	1H 2025
	S$	S$
Wages and salaries	**108,000**	99,000
Employer's contribution to defined contribution plans	**16,941**	15,378
	124,941	114,378

22. Segment information

Operating segments are reported in a manner consistent with the internal reporting provided to the executive committee, which comprise the Executive Chairman and Chief Executive Officer of the Group, whose members are responsible for allocating resources and assessing performance of the operating segments.

The entity has only one operating and reportable segment as the entity operates in one type of business and the results of the entity are managed on a consolidated basis.

Revenues from external customers are derived mainly from the sale of goods relating to optic lenses, modules and IOT devices. The breakdown of the Group's revenue by country is provided under Note 4(a).

Revenues of S$463,087 (six months ended June 30, 2025: S$3,496) are derived from a single external customer.

23. Events occurring after balance sheet date

There are no subsequent events which have led to adjustments to this set of unaudited consolidated financial statements.

H. OTHER INFORMATION REQUIRED PURSUANT TO APPENDIX 7C OF THE CATALIST RULES

1. Review

The condensed interim consolidated balance sheet of MetaOptics Ltd and its subsidiaries as at June 30, 2026 and the related condensed interim consolidated statement of comprehensive loss, condensed interim consolidated statement of changes in equity and condensed interim consolidated statement of cash flows for 1H 2026 and the explanatory notes have not been audited or reviewed by the Company's auditors.

Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion:

(a) Updates on the efforts take 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.

Not applicable. The latest audited financial statements of the Group and Company for the financial year ended December 31, 2025 were not subject to any adverse opinion, qualified opinion, or disclaimer of opinion.

2. Review of performance of the Group

<u>Review of consolidated statement of comprehensive loss</u>

A. Revenue

Revenue amounted to S$621,247 and S$107,763 in 1H 2026 and 1H 2025, respectively, representing an increase of 476%. The increase was primarily due to higher sales of equipment arising from a customer's metalens automatic tester order, as well as higher sales of metalens products and equipment installation services.

B. Cost of sales

Cost of sales amounted to S$458,988 and S$59,706 in 1H 2026 and 1H 2025, respectively, representing an increase of approximately 669% primarily due to equipment cost of sales.

C. Gross profit

Gross profit amounted to S$162,259 and S$48,057 in 1H 2026 and 1H 2025, respectively, representing an increase of approximately 238% primarily due to significantly higher revenue in 1H 2026 driven by equipment sales. Gross profit margin decreased from 44.6% in 1H 2025 to 26.1% in 1H 2026, mainly due to lower margins associated with such equipment sales as compared to product and services sales.

2. Review of performance of the Group (continued)

Review of consolidated statement of comprehensive loss (continued)

D. Other income

Other income amounted to S$37,276 and S$2,025 in 1H 2026 and 1H 2025, respectively, representing an increase of approximately 1,741%. The increase was primarily due to interest income of S$14,706 earned on bank deposits and government grant reimbursement received for trade show participation.

E. Administrative expenses

Administrative expenses amounted to S$2,879,292 and S$1,093,685 in 1H 2026 and 1H 2025, respectively, representing an increase of approximately 163%. The increase was primarily due to higher legal and professional fees incurred in connection with the Company's proposed Nasdaq dual listing and ongoing compliance obligations as a SGX listed company, as well as higher auditors' remuneration and directors' fees.

F. Research and development expenses

Research and development expenses amounted to S$936,405 and S$631,067 in 1H 2026 and 1H 2025, respectively, representing an increase of approximately 48%. The increase was primarily due to higher development and prototype expenses and employee compensation for research and development personnel.

G. Selling and marketing expenses

Selling and marketing expenses amounted to S$322,159 and S$47,126 in 1H 2026 and 1H 2025, respectively, representing an increase of approximately 584%. The increase was primarily due to higher tradeshow and advertising expenses.

H. Finance expenses

Finance expenses amounted to S$96,304 and S$96,459 in 1H 2026 and 1H 2025, respectively, and remained relatively stable. Finance expenses comprised mainly deemed interest expense recognized on the non-current portion of the amount due to a shareholder, bearing an effective interest rate of 9.1% and repayable between 2027 and 2029.

I. Loss for the financial period

As a result of the above, loss after income tax and total comprehensive loss amounted to S$4,032,095 and S$1,851,449 in 1H 2026 and 1H 2025, respectively, representing an increase of approximately 118%.

J. Seasonal operations

The Group has not observed any significant seasonal trends within 1H 2026.

2. Review of performance of the Group (continued)

<u>Review of consolidated statement of financial position</u>

K. Non-current assets

Non-current assets decreased from S$3,603,472 as at December 31, 2025 to S$3,211,939 as at June 30, 2026, primarily due to amortization of intangible assets and depreciation of plant and equipment and right-of-use assets during the period.

L. Current assets

Current assets decreased from S$10,027,328 as at December 31, 2025 to S$6,774,731 as at June 30, 2026, primarily due to lower cash at bank arising from net cash used in operating activities, partially offset by higher inventories.

M. Current liabilities

Current liabilities increased from S$1,476,893 as at December 31, 2025 to S$1,768,923 as at June 30, 2026, primarily due to higher trade and other payables and higher contract liabilities arising from increased customer deposits for equipment orders.

N. Non-current liabilities

Non-current liabilities increased from S$2,106,147 as at December 31, 2025 to S$2,202,082 as at June 30, 2026, primarily due to the accretion of the non-current portion of the amount due to a shareholder from the recognition of deemed interest expense.

O. Working capital position

As at June 30, 2026, the Group maintained a positive working capital of S$5,005,808, as compared to a positive working capital of S$8,550,435 as at December 31, 2025. The decrease was primarily attributable to net cash used in operating activities during the period. The Group's working capital position continues to provide sufficient liquidity to support operations and fulfil equipment orders.

2. Review of performance of the Group (continued)

Review of cash flow of the Group

Net cash used in operating activities increased to S$3,265,627 in 1H 2026 from S$1,390,411 in 1H 2025, primarily due to the larger loss for the financial period, partially offset by net working capital inflows from higher payables and contract liabilities and lower prepayments and receivables.

Net cash provided by investing activities amounted to S$14,706 in 1H 2026, due to interest received from bank deposits. There were no cash flows from investing activities in 1H 2025.

Net cash used in financing activities amounted to S$13,865 in 1H 2026, comprising mainly lease payments. This compared to net cash provided by financing activities of S$2,149,572 in 1H 2025, which arose primarily from contributions from shareholders, partially offset by the related transaction costs, lease payments and repayment of an amount due to a shareholder.

As a result of the above and after adjusting for the effect of currency translation on cash and cash equivalents of S$1,299, cash and cash equivalents decreased by S$3,264,786 from S$8,789,537 as at December 31, 2025 to S$5,526,050 as at June 30, 2026.

3. 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 previously disclosed to shareholders.

4. 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 year and the next 12 months.

As of the date of this announcement, the Group operates in the metalens fabrication industry. Industry growth is driven by increasing demand for compact optical components in AR/VR, 3D sensing and imaging applications, while competition remains technology-intensive with high barriers to entry. Over the next 12 months, the Group's performance may be affected by the pace of metalens commercialization, timing of customer equipment orders and broader semiconductor capital expenditure conditions.

5. To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

	As at June 30, 2026	As at December 31, 2025
Total number of issued shares (excluding treasury shares)	**242,648,260**	242,648,260

The Company did not have any treasury shares as of June 30, 2026 and December 31, 2025.

6. **A statement showing all sales, transfers, cancellation and/ or use of treasury shares as at the end of the current financial period reported on.**

   Not applicable. The Company did not have any treasury shares during and as at the end of the current financial period reported on.

7. **A statement showing all sales, transfers, cancellation and/ or use of subsidiary holdings as at the end of the current financial period reported on.**

   Not applicable. There were no sales, transfers, cancellation and/ or use of subsidiary holdings during and as at the end of the current financial period reported on.

8. **Dividend**

   (a) Any dividend recommended/declared for the current financial year reported on?

   No dividend has been recommended or declared for the current financial period ended June 30, 2026.

   (b) Any dividend recommended/declared for the corresponding year of the immediately preceding financial year?

   No dividend was recommended or declared for the corresponding financial period ended June 30, 2025.

   (c) Date payable

   Not applicable.

   (d) Record date

   Not applicable.

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

   No dividend has been declared or recommended for 1H 2026 as the Group incurred losses during the financial period and intends to conserve cash to support working capital requirements, business expansion and research and development activities.

9. **If the group has obtained a general mandate from shareholders for interested person transactions ("IPT"), 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.**

   The Group has not obtained a general mandate from shareholders for interested person transactions.

10. Use of IPO Proceeds

Pursuant to the Company's initial public offering ("**IPO**") in September 2025, the Company raised total net proceeds (after deducting expenses incurred in connection with the IPO) amounting to S$4,000,000 ("**IPO Net Proceeds**"), and an update on the use of the IPO Net Proceeds is summarized as follows:

Use of IPO Net Proceeds	**Amount allocated (as disclosed in the Offer Document) (S$'000)**	**Balance of IPO Net Proceeds as at February 27, 2026 (S$'000)**	**Amount utilized since February 28, 2026 up to June 30, 2026 (S$'000)**	**Balance of IPO Net Proceeds as at June 30, 2026 (S$'000)**
Product development, research & development, and strategic partnerships	2,000	1,472	(850)	622
Business expansion through organic growth, mergers and acquisitions, joint ventures and/or strategic partnerships	1,200	1,061	(784)	277
Working capital and general corporate purposes	800	393	(393)*	-

* The IPO Net Proceeds utilized for working capital and general corporate purposes comprised SGX-related professional fees (S$393k).

11. Use of December Placement Proceeds

Pursuant to the placement exercise undertaken by the Company in December 2025 as announced on December 1, 2025 ("**December Placement**"), the Company raised total net proceeds (after deducting expenses incurred in connection with the December Placement) amounting to S$4,797,000 ("**December Placement Net Proceeds**"), and an update on the use of the December Placement Net Proceeds is summarized as follows:

Use of December Placement Net Proceeds	**Amount allocated (as disclosed in the Placement Announcement) and balance as at February 27, 2026 (S$'000)**	**Amount utilized since February 28, 2026 up to June 30, 2026 (S$'000)**	**Balance of December Placement Net Proceeds as at June 30, 2026 (S$'000)**
Business operations	2,878	-	2,878

Working capital and general corporate purposes	1,919	(1,919)*	-

* The December Placement Net Proceeds utilized for working capital and general corporate purposes comprised Nasdaq-related professional fees (S$1.9m).

The Company will make periodic announcements on the utilization of the net proceeds from the IPO Net Proceeds and the December Placement Net Proceeds as and when such proceeds are materially disbursed and provide a status report on such use in its annual report and its half-yearly and full-year financial statements.

12. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1) of the Catalist Rules.

The Company confirms that it has procured undertakings from all its directors and executive officers in the format set out in Appendix 7H pursuant to Rule 720(1) of the Catalist Rules.

13. Confirmation by the Board pursuant to Rule 705(5) of the Catalist Rules

The Board of Directors of the Company hereby confirms to the best of their knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the condensed interim consolidated financial statements of the Group for the six months ended June 30, 2026 to be false or misleading in any material aspect.

14. Disclosure pursuant to Rule 706A of the Catalist Rules

There were no acquisitions or disposals of shares in any companies resulting in such companies becoming or ceasing to be subsidiaries or associated companies of the Group since the end of previous reporting period, up to June 30, 2026.

BY ORDER OF THE BOARD

Thng Chong Kim Executive Chairman	Aloysius Chua Hao Peng Executive Director and Chief Executive Officer

11 August 2026