

News Release Highlights

Nanofilm Group Delivers Strong FY2025 Results with 20% Revenue Growth, Improved Profitability and Enhanced Operational Efficiency

- The Group delivered strong performance in the full year of 2025 (“**FY2025**”), with revenue increasing 20% year-on-year (“**YoY**”) to S\$244.6 million and in the second half of 2025 (“**2H2025**”) increasing 13% YoY to S\$137.4 million. This growth was primarily driven by sustained demand within the Advanced Materials Business Unit (“**AMBU**”) and a recovery in the Industrial Equipment Business Unit (“**IEBU**”).
- The Group recorded gross profit margin (“**GPM**”) of 36.2% in FY2025, down from 37.1% in the full year of 2024 (“**FY2024**”), due to higher interim manpower costs to support new products ramp-ups. As these projects stabilised, operational performance improved significantly, with GPM rising to 38.9% in 2H2025 compared to 32.6% in the first half of 2025 (“**1H2025**”).
- The adjusted earnings before interest, tax, depreciation and amortisation (“**Adjusted EBITDA**”) grew 21% YoY to S\$62.8 million compared to S\$51.8 million in FY2024. 2H2025 Adjusted EBITDA grew 9% YoY to S\$35.1 million. FY2025 Adjusted EBITDA margin improved to 25.7% from 25.4%, supported by supported by higher sales and continued cost discipline across the Group.
- Profit after tax (“**PAT**”) improved strongly to S\$11.9 million in FY2025 representing 58% YoY; net profit margin expanded to 4.9%, compared to 3.7% in FY2024. In 2H2025, PAT was S\$10.5 million, down 6% year-on-year, after taking into consideration S\$3.6 million from loss on disposal or write-off of fixed assets and related reinstatement costs arising from the closure of workshops.
- The Group increased its final dividend to 0.87 Singapore cents, bringing the full-year dividend to 1.20 Singapore cents. This reflects the Group’s strong financial performance and healthy cash flow generation, while maintaining disciplined capital allocation. It also demonstrates the Group’s continued commitment to delivering sustainable shareholder returns and the Group’s confidence in the strength, resilience, and long-term growth of its business.
- AMBU remained the key revenue contributor, rising 20% YoY to S\$206.9 million. Within AMBU:

- **Advanced Materials – Consumer**¹ segment recorded strong growth, supported by new and existing 3C customer programmes.
- **Advanced Materials – Industrial**² segment also delivered solid expansion, benefiting from contributions from European acquisitions.
- IEBU reported strong recovery, with revenue rising 50% YoY to S\$17.0 million. This growth was supported by higher equipment sales driven by healthy order momentum for the new-generation mold coater and delivery of the solar CSS in-line system.
- Nanofabrication Business Unit (“**NFBU**”) recorded revenue of S\$18.2 million, reflecting modest growth of 0.7% YoY. While MLA³ achieved market share gains, overall performance remained muted due to softer demand from another customer programme.
- Sydrogen Energy (“**Sydrogen**”) reported revenue of S\$2.5 million in FY2025, reflecting a decline of 9.8%. Performance was impacted by deferred customer orders, and revenue ramp-up is expected to take time.

Business Outlook:

- **AMBU:**
 - **Advanced Materials – Consumer:** Expect balanced growth, supported by new watch enclosures qualifications in 2025. Diversifying across Korean and Chinese brands, functional coatings, and AR/VR⁴ applications. Demand expected across southern China and Vietnam sites.
 - **Advanced Materials – Industrial,** including Automotive: Double-digit growth expected from key segments Automotive, Semiconductor, General Industry, across all regions.
- **IEBU:** Outlook remains positive, with continued growth expected across Photonics, New Energy, Automotive, Industrial, and Semiconductor segments.
- **NFBU:** Targeting double-digit growth in 2026, driven by new 3C health sensing and flash lens projects, while expanding application focus to Automotive, Smart Eyewear, AI data centres, and Robotics.
- **Sydrogen:**
 - China’s hydrogen sector continues to gain strategic support, driving growth in fuel cell and non-automotive applications. Fuel Cell Bipolar Plate coating services achieved

¹ Advanced Materials – Consumer comprises 3C (Computer, Communications, and Consumer Electronics)

² Advanced Materials – Industrial comprises Automotive, Precision Engineering, Printing & Imaging, and Nanofilm AM Germany

³ MLA refers to Micro Lens Array

⁴ AR/VR refers to augmented reality / virtual reality

top three market share in China in 2025 and launched new solid oxide and electrolyser coatings now under validation with leading customers.

- ACFC⁵ certification tests completed successfully, with first product certification expected in April to enable follow-on sales. FAT⁶ completed for the Towngas Pipeline-to-Power project with City Energy. Site commissioning is scheduled for March.

FY2026 Overall Outlook & Focus:

- **Enhancing global expansion & business development:** Under the Group's China Plus One strategy, the Group continues to deepen its presence in China while accelerating expansion in Vietnam and India, and advancing footprint in Europe. These initiatives are expected to support higher revenue growth, strengthen client and geographical diversification, and increase penetration into high-growth markets and applications using the Group's existing product portfolio.
- **Productisation of technology:** Accelerate the productisation of the Group's technologies. Focus will be on improving the commercial conversion of R&D efforts, ensuring that innovation translates into scalable, market-ready solutions. R&D spending will be optimised in selected focus areas.
- **Driving operational excellence, and disciplined cost and cash flow control:** Operational excellence and financial discipline will underpin the Group's initiatives. With its main capex cycle completed, the Group does not anticipate significant capital expenditure in the near term. Instead, the Group will prioritise improving return on assets by driving higher utilisation of existing equipment and facilities. The Group will implement tighter expense controls, streamline product lines, strengthen cash flow management, and intensify efforts to reduce the loss at Sydregen.
- These focused initiatives are expected to enhance asset efficiency and strengthen the Group's growth platform, with a clear objective to target higher revenue, higher profits, and stronger cash flow.

END.

⁵ ACFC refers to air-cooled fuel cell

⁶ FAT refers to factory acceptance test

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