



NKT Photonics A/S

Bregnerødvej 144
DK-3460 Birkerød

CVR No. 10 04 82 65

Annual Report 2024/25

1 October 2024 – 30 September 2025

The Annual Report was presented and approved
at the Company's Annual General Meeting on
8 January 2026

DocuSigned by:

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Morten Halskov
Chairman



Content

Statement by the Board of Directors and the Executive Board1

Independent Auditor's Report2

Management's review5

Income statement 1 October – 30 September13

Balance sheet 30 September.....14

Statement of changes in equity.....16

Notes17



Statement by the Board of Directors and the Executive Board

The Board of Directors and the Executive Board have today discussed and approved the Annual Report of NKT Photonics A/S for the financial year 1 October 2024 - 30 September 2025.

The Annual Report is prepared in accordance with the Danish Financial Statements Act.

In our opinion, the financial statements give a true and fair view of the Company's assets, liabilities and financial position on 30 September 2025 and of the results of the Company's operations for the financial year 1 October 2024 - 30 September 2025.

Further, in our opinion, the Management's review gives a fair review of the development in the Company's operations and financial matters, of the results for the year and of the Company's financial position.

We recommend the Annual Report to be approved at the Annual General Meeting.

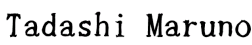
Birkerød, 8 January 2026

Executive Board:

Signed by:

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Basil Garabet
Chief Executive Officer

Board of Directors:

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Tadashi Maruno
Chairman

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Kazuhiko Mori

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Naoki Uchiyama

Signed by:

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Stig Nissen Knudsen

Signed by:

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Henrik Tacke Vismark

Independent Auditor's Report

To the Shareholder of NKT Photonics A/S

Opinion

We have audited the financial statements of NKT Photonics A/S for the financial year 1 October 2024 – 30 September 2025, which comprise income statement, balance sheet, statement of changes in equity and notes, including accounting policies. The financial statements are prepared in accordance with the Danish Financial Statements Act.

In our opinion, the financial statements give a true and fair view of the financial position of the company at 30 September 2025 and of the results of the Company's operations for the financial year 1 October 2024 – 30 September 2025 in accordance with the Danish Financial Statements Act.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and additional requirements applicable in Denmark. Our responsibilities under those standards and requirements are further described in the "Auditor's responsibilities for the audit of the financial statements" section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the company in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (IESBA Code) and the additional ethical requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code.

Management's responsibilities for the financial statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the Danish Financial Statements Act and for such internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Management is responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting in preparing the financial statements unless Management either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance as to whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs and additional requirements applicable in Denmark will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

As part of an audit conducted in accordance with ISAs and additional requirements applicable in Denmark, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the going concern basis of accounting in preparing the financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and contents of the financial statements, including the note disclosures, and whether the financial statements represent the underlying transactions and events in a manner that gives a true and fair view.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Statement on the Management's review

Management is responsible for the Management's review.

Our opinion on the financial statements does not cover the Management's review, and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the Management's review and, in doing so, consider whether the Management's review is materially inconsistent with the financial statements or our knowledge obtained during the audit, or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether the Management's review provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, we conclude that the Management's review is in accordance with the financial statements and has been prepared in accordance with the requirements of the Danish Financial Statement Act. We did not identify any material misstatement of the Management's review.

Copenhagen, 8 January 2026

EY Godkendt Revisionspartnerskab

CVR no. 30 70 02 28

Signed by:

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Peter Andersen
State Authorized Public Accountant
Mne34313

NKT Photonics A/S
Annual Report 2024/25



Management's review

Company details

NKT Photonics A/S
Bregnerødvej 144
3460 Birkerød
Denmark

CVR no.:	10 04 82 65
Established:	9 November 2000
Registered office:	Birkerød
Financial year:	1 October – 30 September

Board of Directors

Tadashi Maruno, Chairman
Kazuhiko Mori
Naoki Uchiyama
Stig Nissen Knudsen
Henrik Tacke Vismark

Executive Board

Basil Garabet, Chief Executive Officer

Auditor

EY Godkendt Revisionspartnerselskab
Dirch Passers Allé 36
DK-2000 Frederiksberg
CVR no. 30 70 02 28

Financial highlights

Seen over a 5-year period, the development of the company may be described by means of the following financial highlights.

The financial year 2024/25 covers a full 12-month period, whereas 2024 financial year included only 9 months due to the transition of the year-end from December 31 to September 30. Consequently, the key figures in the FY2024/25 income statement are not directly comparable to those of previous year.

DKKm	2024/25	2024 (9 months)	2023	2022	2021
Key figures					
Revenue	466	336	564	557	449
Gross profit	133	35	156	177	145
Operating profit/loss	-144	-189	-72	-32	-47
EBITDA	-50	-97	2	23	-1
Loss from financial income and expenses	-2	-21	-67	9	-26
Profit/loss before tax	-146	-210	-139	-23	-73
Profit/loss for the year	-114	-161	-108	-3	-54
Ratios					
Gross margin	29%	10%	28%	32%	32%
Solvency ratio	71%	82%	-13%	-3%	-3%
Average number of full-time employees	303	299	305	264	215

Definition of financial ratios:

Gross margin: $\text{Gross profit} \times 100 / \text{Revenue}$

Solvency ratio: $\text{Equity at year end} \times 100 / \text{Total equity and liabilities at year end}$

Management's review - Operating review

Primary activities

NKT Photonics is a leading supplier of high-performance fiber lasers and photonic crystal fibers. Our main markets include:

- Medical & Life Science
- Industrial
- Aerospace & Defense
- Quantum & Nano Technology.

Our products include supercontinuum white light lasers, low noise fiber lasers, ultrafast lasers, and a wide range of specialty fibers. NKT Photonics is headquartered in Denmark with global sales and service operations.

NKT Photonics A/S is wholly owned by Photonics Management Europe S.R.L, part of Hamamatsu Group.

Business model

We aim to make a meaningful difference in the world by engaging in projects that transform life science, renewable energy, and fundamental research into the Universe.

With over 20 years of expertise, intellectual property, and experience, NKT Photonics strives to maintain market leadership through innovation and excellence. By leveraging our intellectual resources across four market segments, we deliver cutting-edge solutions to our customers.

Development in activities

Revenue for NKT Photonics A/S increased to DKK 466 million in the financial year 2024/25, up from DKK 336 million in 2024 – a growth rate of 39%. Adjusted for the shorter 9-months reporting period in 2024, this corresponds to an increase of 4%. EBITDA improved to DKK -50 million compared to DKK -97 million in 2024.

The revenue growth was primarily driven by stronger performance across both the Industrial and Quantum & Nano Technology segments. This positive development reflects, among others, synergies within the Hamamatsu Group as well as the seasonal sales peak, typically occurring in the fourth quarter, which was not included in the 2024 nine -month result.

The EBITDA improvement of DKK 47 million primarily stems from higher revenue, improved gross margin and less one-time integration costs, partly offset by increased consultant expenses primary related to IT activities.

The loss before tax decreased to DKK 146 million in 2024/25, compared to DKK 210 million in 2024 and was, apart from the above mentioned, supported lower impairment costs of completed development projects (down by DKK 24 million from DKK 26 million in 2024) and reduced financial expenses following the capital increase in 2024.

Overall, NKT Photonics A/S delivered financial performance in line with the expectations set out in the 2024 Annual Report.

NKT Photonics A/S continues to execute its strategic ambition to drive growth and enhance profitability by prioritizing focus on commercialization. Looking ahead, the company will maintain its focus on bringing innovative solutions and technologies to market, leveraging synergies with Hamamatsu Group to sustain long-term growth and improve profitability.

Development in financial position (going concern)

As of 30 September 2025, the NKT Photonics Group had DKK 239 million in committed credit facilities, with DKK 93 million undrawn. The facility is shared with certain subsidiaries.

The ultimate parent company has confirmed its intention to provide financial support for at least 12 months after signing the Annual Report ending 30 September 2025 supported by a signed Letter of Support.

Management assesses that the company can fulfill all financial obligations as they fall due and the Annual Report is prepared on a going concern basis.

Development activities

NKT Photonics engages in research and development projects to enhance its photonics portfolio, develop new capabilities, and deliver customer-specific solutions. The company also participates in various government-supported projects.

Statement of policy for data ethics

The company focuses on data ethics to ensure responsible data handling. Our data ethics approach includes policies and principles for privacy protection, data security, and transparency in data usage. We actively work to ensure that all data is processed in compliance with applicable laws and internal ethical standards. This includes the protection of personal data, responsible use of artificial intelligence, and ensuring data security across all our systems.

NIS2 (Network and Information Security) directive and legislation came into force in Denmark on July 1st, 2025. NKT Photonics A/S is registered as an important entity under NIS2 legislation. We continue to develop and improve related technical, operational, and organizational measures to strengthen our cybersecurity. As part of NIS2, employees undergo regular training and awareness sessions to ensure information security as well as good data and information ethics.

The company handles general data in the form of customer and consumer data as well as employee data. Data is processed in accordance with the GDPR and our privacy and information security policies. With the limited processing of data, it is the company's assessment that there is no need for a specific policy on data ethics as the elements are incorporated into the relevant quality policies and procedures.

All employees have received GDPR and data training, and all new employees get trained as part of their introduction program. NKT Photonics will keep the same level of effort to ensure that the company complies with the above-mentioned policies and new employees receive training in GDPR and data.

Our goal is to maintain high trust among our customers, employees, and partners by promoting a culture of data ethics and responsibility.

Particular risks

Interest rate risk

The company is primarily financed through floating-rate loans and is exposed to interest rate fluctuations.

Currency risks

Foreign activities impact on earnings, cash flows and equity through exchange rates fluctuations. The predominant currencies are DKK and EUR, with minor exposure to USD.

Events after the balance sheet date

No events have occurred after the balance sheet date which could significantly affect the company's financial position.

Outlook

For the financial year 2025/26, NKT Photonics A/S expects revenue in the range of DKK 450 million to DKK 550 million and a loss before tax between DKK 100 million and DKK 140 million. The range reflects, among others, uncertainties related to the geopolitical trade dynamics, including tariffs in the U.S, as well as the timing of anticipated sales synergies following integration with the new owner.

Statutory report on corporate social responsibility cf. 99a of the Danish Financial Statements Act

The business model is described under Primary activities in this Management's review.

Responsible manufacturing

Policy

We endeavor to protect the environment and reduce our carbon footprint by monitoring and reducing the environmental impact of our business activities. Regarding our manufacturing activities, we comply with regulatory requirements in this area. Furthermore, we strive to reduce the environmental impact of all our business activities.

Risks

NKT Photonics acknowledges that there is a risk of negatively impacting the environment and climate through our manufacturing. We have identified our main environmental impact to be emission of pollutants and consumption of resources.

Actions

The environmental work is headed by senior management who ensures that regular and rigorous effort is put into pursuing the overall aim to preserve the environment.

NKT Photonics has several important forums where relevant topics are brought forward. A Facility board where relevant topics on energy consumption and resource prioritization are made and a Health and Safety committee where in addition to aspects regarding working environment, the treatment and usage of chemicals are discussed and addressed.

It is emphasized that all employees should take personal responsibility for the environment, energy and climate according to our code of conduct.

Examples of how we control and reduce our environmental impact:

- Regularly monitor changes in environmental and energy legislation
- Formulate relevant environmental action plans that ensure continuous improvements
- Control environmental impacts from productions plants
- Continuously improving the utilization of our resources
- Work to reduce the risk of pollution and accidents
- Ensure an open and honest dialogue regarding environmental enquiries by cooperating and providing relevant information
- The company has chemical risk assessments and safety data sheets for all chemicals
- Rigorous waste sorting in production and office locations. Hazardous waste is handled by educated staff and there is a yearly audit by an external party

- Incidents with an environmental impact are recorded and reported to the Board of Directors on a regular basis

As the integration of activities with our new owner progresses, NKT Photonics will receive support and guidance to further expand the environmental monitoring and action plans including future CSRD reporting.

Results

Based on our continuing efforts in this area, it is our belief that we have succeeded in demonstrating that NKT Photonics is a responsible manufacturer as we have seen a reduction in the environmental impact of our business activities through 2024/25.

Specifically, the company in 2024 had an inspection from the local municipality on the overall environmental impact. The audit was passed with minor remarks which are now being addressed.

The yearly hazardous waste audit was passed without remarks.

Responsible employer

Policy

A safe and healthy working environment is a top priority at NKT Photonics.

Attracting talented and highly skilled employees is essential to NKT Photonics as a high-technology company. One of the factors in this regard is a combined focus on physical and psychological working conditions as well as the general well-being of our employees.

The code of conduct of NKT Photonics strongly emphasizes that we do not:

- Tolerate any form of discrimination based on factors such as race, color, gender, language, privacy, religion, ethnicity, political or other opinions, caste, national or social origin, property, birthplace, union affiliation, sexual orientation, health status, age, disability, or other distinguishing characteristics
- Accept any form of forced labor, including bonded labor, indentured labor, slave labor, or human trafficking
- Condone the hiring of child labor. People between the age of 15 and 18 are allowed to work if permitted by local laws and if compulsory schooling has been completed. Young people must not undertake dangerous work that may jeopardize their physical or mental health, nor may they work at night. They must also be given the right training and instruction to perform the relevant job
- Tolerate harassment of any kind. We must protect workers from any acts of physical, verbal, sexual or psychological harassment, abuse or threats in the workplace
- Overrule employees' rights to form, join or not join a labor union or other organization of their choice

Risks

Despite the above-mentioned efforts we acknowledge that there are risks within our activities that potentially can result in injuries and have a negative impact on the working environment of our employees.

To ensure a safe working environment certain actions are taken to address the dominant risks of physical and psychological injury.

Actions

To ensure the risks are minimized, the company has taken the following measures, among others:

- Ensure new employees receive safety related information and training targeted their specific tasks for example in the handling of chemicals and working with lasers
- Ensure new employees go through Ethics and Compliance awareness training which is repeated regularly for all existing employees

- Conduct employee engagement surveys and follow up with meetings to ensure prioritization and alignment with the results of the survey
- The company has as a part of its compliance efforts implemented policies, processes and training to ensure adherence to the EU General Data Protection Regulation and thereby protection of personal data and the right to privacy
- A whistleblower system has been established and promoted to ensure that there are no obstacles in place to prevent the concerns of the employees to be heard
- In 2025/26 the company will deploy Workday Phase 2 which includes the Learning, Career Development and Engagement modules. Combined, these allow Employees and Managers to take greater control over the employee experience. Further, the company intends to increase the number of employee engagement surveys from 1 to 2 per year, increasing the opportunities for hearing, and acting upon, the employee voice with regards to health and wellbeing. Furthermore, Workday Learning will be integrated with LinkedIn Learning providing all employees with access to free, on-demand, courses across many topics, including health and wellbeing.
- In 2025/26, the company will commence taking steps to implement ISO 14001.

Results

During 2024/25 NKT Photonics invested in and commenced the deployment of a new Human Capital Management system, Workday. This activity required a significant change from the original plan to enable resources to focus on the implementation. The purpose of the investment was to secure a significant step change in daily lifecycle activities and efficiency and deliver new functionality not covered by legacy systems with regards to Learning, Career Development and Engagement. Deployment of Workday enables NKT Photonics to succeed as a responsible employer by providing greater functionality that will enable improvements within the employee health and well-being area.

Responsible business conduct

Policy

Business ethics and integrity are core values at NKT Photonics, and we are committed to maintaining high professional standards across all areas of our activities. We have a zero-tolerance policy with regards to corruption and bribery in all its forms.

We take pride in that all products are produced under our quality management system certified under the ISO 9001 standard.

Risks

We assess our risk of exposure to corruption in connection with our business to be low. However, we take corruption and bribery in all forms very seriously. We have implemented policies and procedures to prevent our employees from being exposed to and engaging in such activities. The handling of these risks is described in the sections below.

Actions

The company's anti-corruption rules are stipulated clearly in the Code of Conduct which is presented to all new employees as well as made readily available to existing employees. Effort has been put into giving clear and concise guidance on what constitutes a bribe or in other ways gaining an unjust advantage.

Results

The result of the ethical business practices is that no incidents related to corruption or human rights issues have been reported in 2024/25, and we continue to have a good reputation and legacy as being an ethical and trustworthy business partner. NKT Photonics will continue to work proactively and take actions to comply with the policies regarding corruption and bribery.

Human rights

Policy

The company perceives diversity as an important asset. We are firmly committed to providing equal opportunity to our employees and will not tolerate discrimination or harassment based on religion, race, color, gender, age, sexual orientation, political orientation, birthright, or other status.

We support freedom of association and will not interfere with our employees' freedom to voluntarily establish and join organizations of their own choice, including labor unions.

We condemn and will not tolerate the use of child labor and forced labor.

Risks

The company has assessed its' main risk of violation of human rights to be through the procurement of goods and services from suppliers outside of direct control of the company. Countering this is that a significant part of the procurement is high-end technological materials which require skilled labor to manufacture.

Actions

Suppliers are contractually obliged to adhere to certain compliance requirements, hereunder anti-corruption and anti-slavery. This is a part of the company's standard purchasing terms and conditions.

In addition, a questionnaire related to ESG performance is submitted to the main suppliers and although it is voluntary to reply, there has been a reasonable large number of respondents. The questionnaire in 2024 was an early start on the requirements to come with the EU CSRD initiative.

Internally employees are encouraged to make use of the whistleblower system if encountering any sort of violation of human rights.

The next step in the company's plan for continuous development in this area is to establish joint processes and alignment with the new owners and align with the EU CSRD requirements.

Results

During 2024/25 there has been no known violations of the company policy with regards to human rights in relation to NKT Photonics' operations in Denmark or abroad.

Furthermore, the initiatives with regards to getting an understanding of the main suppliers ESG performance has given some confidence that the transition to align with the EU CSRD requirements will be manageable.

Financial Statements

Income statement 1 October – 30 September

DKK'000	Note	2024/25	2024 (9 months)
Revenue	2	465.786	336.464
Cost of goods sold		-256.996	-251.297
Other operating income	3	18.119	10.012
Other external costs		-93.683	-60.144
Gross profit		133.226	35.035
Staff costs	4	-182.963	-131.654
Depreciation, amortization and impairment losses	5	-93.559	-92.389
Other operating costs		-246	-4
Operating loss		-143.542	-189.012
Income/Loss from subsidiaries	6	40	0
Financial income	7	4.389	2.701
Other financial income	8	0	11.000
Financial expenses	9	-6.866	-33.951
Impairment of financial assets	10	0	-950
Loss before tax		-145.979	-210.212
Tax on loss for the year	11	32.414	40.164
Loss for the year	12	113.565	161.048

Financial Statements

Balance sheet 30 September

DKK'000	Note	2024/25	2024 (9 months)
ASSETS			
Fixed assets			
Intangible assets			
	13		
Completed development projects		116.795	155.564
Patents, licenses, trademarks and software		31.349	34.717
Development projects in progress		<u>104.233</u>	<u>61.154</u>
		252.377	251.436
Property, plant and equipment			
	14		
Land and buildings		34.479	36.511
Leasehold improvements		19.167	16.311
Plant and machinery		17.336	18.687
Fixtures, tools and equipment		15.476	17.696
Property, plant and equipment in progress		<u>2.116</u>	<u>10.118</u>
		88.604	99.323
Investments			
Equity investments in group entities	15	406.015	406.160
Receivables from group entities	16	64.996	62.766
Deposits		<u>3.608</u>	<u>3.448</u>
		474.619	472.374
Total fixed assets		815.600	823.132
Current assets			
Inventories			
Raw materials and consumables		62.743	85.760
Work in progress		30.472	32.289
Finished goods and goods for resale		<u>25.884</u>	<u>28.374</u>
		119.099	146.423
Receivables			
Trade receivables		65.885	55.490
Receivables from group entities	16	26.930	1.171
Other receivables		7.468	8.743
Deferred tax asset	17	11.148	18.394
Corporate tax receivable		7.334	0
Joint taxation receivable		32.326	31.423
Prepayments	18	<u>10.452</u>	<u>9.433</u>
		161.543	124.654
Total current assets		280.642	271.077
TOTAL ASSETS		1.096.242	1.094.209

Financial Statements

Balance sheet 30 September

DKK'000	Note	2024/25	2024 (9 months)
EQUITY AND LIABILITIES			
Equity			
Contributed capital		16.000	16.000
Reserve for development costs		172.401	169.040
Retained earnings		<u>593.018</u>	<u>709.944</u>
Total equity		<u>781.419</u>	<u>894.984</u>
Provisions			
Other provisions	19	<u>13.874</u>	<u>6.413</u>
Total provisions		<u>13.874</u>	<u>6.413</u>
Liabilities			
Non-current liabilities			
Payables to group entities	16	40.638	0
Deferred income	21	<u>1.767</u>	<u>0</u>
		<u>42.405</u>	<u>0</u>
Current liabilities			
Credit institutions		146.984	89.566
Prepayments received from customers		2.889	9.876
Trade payables		28.758	34.185
Payables to group entities	16	44.404	28.344
Other payables		34.396	29.033
Deferred income	21	<u>1.113</u>	<u>1.808</u>
		<u>258.544</u>	<u>192.812</u>
Total liabilities		<u>300.949</u>	<u>192.812</u>
TOTAL EQUITY AND LIABILITIES		<u>1.096.242</u>	<u>1.094.209</u>
Contractual obligations, contingencies, etc.	22		
Related party disclosures	23		
Audit fee	24		
Events after the balance sheet date	25		



Financial Statements

Statement of changes in equity

DKK'000	Contri- buted capital	Reserve for share premium reserves	Reserve for develop- ment costs	Retained earnings	Total
Equity at 1 October 2024	16.000	0	169.040	709.944	894.984
Capital increase	0	0	0	0	0
Transferred to retained earnings	0	0	0	0	0
Reserve for development projects	0	0	3.361	-3.361	0
Profit for the year	<u>0</u>	<u>0</u>	<u>0</u>	<u>113.565</u>	<u>113.565</u>
Equity at 30 September 2025	<u>16.000</u>	<u>0</u>	<u>172.401</u>	<u>593.018</u>	<u>781.419</u>

Financial Statements

Notes

1 Accounting policies

The Annual Report of NKT Photonics A/S for the financial year 2024/25 has been prepared in accordance with the provisions applying to reporting class C large entities under the Danish Financial Statements Act.

The report is presented in DKK, the company's functional currency, rounded to the nearest DKK 1,000.

The accounting policies are consistent with prior year, except for changes in the presentation of property, land and buildings as well as staff costs. Land and buildings are now presented separately from leasehold improvements and staff costs classified as assets now includes IPC for salaries related to inventory. Comparative figures have been restated accordingly.

Omission of cash flow statement

Pursuant to section 86(4) of the Danish Financial Statements Act, no cash flow statement has been prepared. The Company's cash flows are included in the cash flow statement in the consolidated financial statements of Hamamatsu Photonics K.K.

Omission of consolidated financial statements

Pursuant to section 112(2) of the Danish Financial Statements Act, the company has not prepared consolidated financial statements as NKT Photonics A/S and its subsidiaries are fully consolidated into the consolidated financial statements of Hamamatsu Photonics K.K.

Recognition and measurement in general

Assets are recognized when it is probable that future economic benefits will flow to the company as a result of a past event, and the value can be measured reliably.

Liabilities are recognized when the company has a legal or constructive obligation arising from a past event, and it is probable settlement will result in an outflow of resources, and the value can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. Subsequent measurement follows the principles described for each financial statement item.

Anticipated risks and losses arising before presentation of the Annual Report, which confirm or invalidate affairs and conditions existing at the balance sheet date, are considered at recognition and measurement.

Income is recognized when earned, while costs, including depreciation and impairment, are recognized in financial year to which they relate.

Foreign currency translation

Foreign currency transactions are translated at the transaction date. Exchange rate differences between the transaction date and the payment date are recognized in the income statement under financial items.

Monetary items in foreign currencies that remain unsettled at the balance sheet date are translated at the closing rate. Exchange differences are recognized as financial income or expenses.

Income statement

Revenue

The company has adopted IAS 18 Revenue as interpretative guidance for revenue recognition.

Revenue from sale of goods is recognized in the income statement when control has been transferred to the buyer, typically upon delivery, and collection is virtually certain.

Revenue from extended warranties sold separately is recognized over the warranty period.

Revenue is measured at fair value, excluding VAT and taxes charged on behalf of third parties. Discounts are deducted from revenue.

Cost of goods sold

Cost includes raw materials, consumables including inventory changes. It further comprises direct labor costs and indirect production costs such as maintenance and depreciations. Additionally, it accounts for shrinkage, production waste and write-downs arising from obsolescence.

Other operating income

Comprises secondary income such as grants for development projects and gains on disposal of property, plant and equipment and sales of service to group entities.

Other external costs

Includes distribution, sales, administration, premises and operating leases.

Staff costs

Comprise wages, salaries, pensions, social security costs, and termination benefits recognized when agreed and no future service is rendered.

Other operating costs

Includes losses on the disposal of intangible assets and property, plant and equipment.

Income from investments in subsidiaries

Dividends from subsidiaries are recognized in the financial year in which the dividend is declared. Dividends from investments are recognized in the reporting year in which the dividend is declared.

Depreciation, amortization and impairment losses

Comprise annual charges for intangible assets and property, plant and equipment.

Financial income and expenses

Comprise interest, foreign exchange differences, amortization of financial assets and liabilities as well as tax related surcharges and refunds.

Tax on profit/loss for the year

Includes current and deferred tax, recognized in the income statement unless related to equity item.

Balance sheet

Intangible assets

DEVELOPMENT PROJECTS

Development costs include expenses for wages, salaries, and amortization directly and indirectly related to development activities.

Projects that are clearly defined and identifiable, where technical feasibility, sufficient resources, and a potential future market or development opportunities are evidenced, and where the company intends to produce, market or use the project, are recognized as intangible assets provided that the cost can be measured reliably and that there is sufficient assurance that future earnings can cover production costs, selling costs and administrative expenses as well development costs. Other development costs are recognized in the income statement as incurred.

Development costs recognized in the balance sheet are measured at cost less accumulated amortization and impairment losses.

Upon completion, development costs are amortized on a straight-line basis over the estimated useful lives. The amortization period is usually 4-5 years.

PATENTS, LICENCES, TRADEMARKS AND SOFTWARE

Patents, licenses, trademarks and software are measured at cost less accumulated amortization and impairment losses. Amortization is on a straight-line basis over the remaining patent or contract period or useful life, whichever is the shorter. The amortization period is usually 4-10 years.

PROPERTY, PLANT AND EQUIPMENT

Buildings, leasehold improvements, plant and machinery and fixtures and fittings, tools and equipment are measured at cost less accumulated depreciation and impairment losses.

Cost comprises the purchase price and directly attributable costs up to readiness for use. Indirect overheads and borrowing costs are not recognized in cost.

Components with different useful lives are depreciated separately..

The basis of depreciation is cost less any projected residual value after the end of the useful life. Depreciation is on a straight-line basis over the estimated useful life:.

Buildings	4-20 years
Leasehold Improvements	4-10 years
Plant and machinery	2-8 years
Other fixtures and fittings	4-5 years

The useful life and residual value are reassessed annually. Changes are treated as accounting estimates, and the effect on depreciation is recognized prospectively. There is no depreciation on Land.

Gains and losses on the disposal are recognized as the difference between the selling price less selling costs and the carrying amount as other operating income or other operating costs, respectively.

Equity investments in group entities

Equity investments in group entities are measured at cost and are written down to the lower of recoverable amount and carrying amount.

To the extent that distributed dividends exceed accumulated earnings after the acquisition date, the dividend is recognized as a reduction of the investment cost.

Impairment of fixed assets

Intangible assets, property, plant and equipment as well as equity investments are tested annually for impairment indicators.

Impairment tests are conducted of individual assets or groups of assets when there is an indication that they may be impaired. If impairment is indicated, assets are written down to recoverable amount—the higher of net selling price or value in use (present value of expected future cash flows).

Inventories

Inventories are measured at cost in accordance with the FIFO method. Where the net realizable value is lower than cost, inventories are written down to this lower value.

Finished goods and work in progress are measured at cost, comprising the cost of raw materials, consumables, direct wages and salaries and indirect production overheads. Indirect production overheads comprise indirect materials and wages and salaries as well as the maintenance of depreciation of production machinery, buildings, and equipment as well as factory administration and management. Borrowing costs are not included in cost.

The net realizable value of inventories is calculated as the sales amount less costs of completion and costs necessary to make the sale and is determined considering marketability, obsolescence and development in expected selling price.

Receivables

The company has adopted IAS 39 as interpretative guidance for the impairment of financial receivables.

Measured at amortized cost less impairment for doubtful debts. Individual impairments are recognized when objective evidence of loss exists.

Prepayments

Prepayments comprise prepayment of costs incurred relating to subsequent financial years.

Cash at bank and in hand

Cash and cash equivalents comprise cash at bank and in hand.

Other provisions

Other provisions comprise warranties and other obligations arising from past events, measured at management's best estimate. If material, obligations are discounted to present value.

Cash pool

Credit facility balances under the cash pool are presented as payables to or receivables from group entities.

Provisions for deferred tax

Calculated using the liability method on temporary differences between carrying amounts and tax values. Deferred tax is not recognized on goodwill or certain acquisition-related items.

Deferred tax assets, including the tax value of tax loss carryforwards, are recognized at the expected value of their utilization within the foreseeable future; either as a set-off against tax on future income or as a set-off against deferred tax liabilities in the same legal tax entity. Any deferred net assets are measured at net realizable value.

Liabilities other than provisions

Other liabilities are measured at net realizable value.

Deferred income

Deferred income comprises advance invoicing for government funded grants and extended warranties regarding income in subsequent years.

Segment information

Presented by geographical markets, consistent with internal management reporting and accounting policies. Due to competitive sensitivity, segment information is not provided at the activity level. The company has assessed that disclosure of revenue at segment level would result in a significant competitive disadvantage. This is because detailed information on revenue distribution between segments could reveal strategically sensitive data, including market position and profitability in specific areas. Such information could be exploited by competitors and business partners to weaken the company's competitive advantage.

2 Revenue

DKK'000	2024/25	2024 (9 months)
Revenue Europe, Middle East and Africa	267.347	200.005
Revenue Americas	98.949	90.692
Revenue Asia-Pacific	99.490	45.767
Total revenue	465.786	336.464

Revenue is essentially derived from the sale activity of fiber lasers and photonic crystal fibers. The offerings range widely, however, constitute one operating and reporting segment. Revenue derived from sale of extended warranties amounted to DKK 941 thousand (2024: 519 thousand).

3 Other operating income

DKK'000	2024/25	2024 (9 months)
Grants etc.	9.478	8.081
Remission of debt from Group entities	0	1.931
Sales of service to group entities	8.641	0
Total other operating income	18.119	10.012

4 Staff costs

DKK'000	2024/25	2024 (9 months)
Wages and salaries	237.397	164.495
Pensions	23.884	17.302
Other social security costs	644	846
Staff costs classified as assets	-78.962	-50.989
Total staff costs	182.963	131.654
Average number of full-time employees	303	290

Pursuant to section 98b (3.2) of the Danish Financial Statements Act, remuneration to the Executive Board is not disclosed.

5 Depreciation, amortization and impairment losses

DKK'000	2024/25	2024 (9 months)
Impairment loss for the year	1.830	25.785
Amortization for the year	71.086	51.742
Depreciation for the year	20.643	14.862
Total depreciation, amortization, and impairment losses	93.559	92.389

6 Income from subsidiaries

DKK'000	2024/25	2024 (9 months)
Gain from liquidation of subsidiaries	40	0
Total income from subsidiaries	40	0

7 Financial income

DKK'000	2024/25	2024 (9 months)
Interest income from group entities	979	2.701
Other financial income	3.410	0
Total financial income	4.389	2.701

8 Other financial income

DKK'000	2024/25	2024 (9 months)
Reversal of impairment on investments in subsidiaries	0	11.000
Total other financial income	0	11.000

9 Financial expenses

DKK'000	2024/25	2024 (9 months)
Interest expenses to group entities	885	32.473
Other financial expenses	5.981	1.478
Total financial expenses	6.866	33.951

NKT Photonics A/S
Annual Report 2024/25



10 Impairment of financial assets

DKK'000	2024/25	2024 (9 months)
Impairment of shares in subsidiaries	0	950
Total impairment of financial assets	0	950

11 Tax on loss for the year

DKK'000	2024/25	2024 (9 months)
Corporate tax for the year in the income statement	-5.500	0
Deferred tax for the year	-27.641	-48.947
Adjustment of tax concerning previous years	0	-18.228
Adjustment of deferred tax concerning previous years	727	18.011
Tax on loss for the year	-32.414	-49.164

12 Proposed profit appropriation/distribution of loss

DKK'000	2024/25	2024 (9 months)
Retained earnings	-113.565	-161.048
Total distribution of loss	-113.565	-161.048

13 Intangible assets

DKK'000	Completed development projects	Patents, licenses, trademarks and software	Develop- ment projects in progress	Total
Cost at 1 October 2024	356.748	154.564	61.154	572.466
Additions for the year	123	716	73.254	74.093
Disposals for the year	0	0	-235	-235
Transfer from to/from other categories	<u>17.659</u>	<u>12.281</u>	<u>-29.940</u>	<u>0</u>
Cost at 30 September 2025	<u>374.530</u>	<u>167.561</u>	<u>104.233</u>	<u>646.324</u>
Amortization and impairment losses at 1 October 2024	-201.184	-119.847	0	-321.031
Amortization for the year	-54.721	-16.365	0	-71.086
Impairment for the year	-1.830	0	0	-1.830
Disposals for the year	0	0	0	0
Transfer from to/from other categories	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Amortization and impairment losses at 30 September 2025	<u>257.735</u>	<u>136.212</u>	<u>0</u>	<u>393.947</u>
Carrying amount at 30 September 2025	<u>116.795</u>	<u>31.349</u>	<u>104.233</u>	<u>252.377</u>
Carrying amount at 30 September 2024	<u>155.564</u>	<u>34.717</u>	<u>61.154</u>	<u>251.435</u>

14 Property, plant and equipment

DKK'000	Land and buildings	Leasehold improve- ment	Plant and machinery	Fixtures, tools and equipment	Property, plant and equipment in progress	Total
Cost at 1 October 2024	44.012	24.656	85.997	59.408	10.118	224.191
Additions for the year	0	0	2.004	363	8.673	11.040
Disposals for the year	0	-37	-784	-2.827	-797	-4.445
Transfer from to/from other categories	0	5.078	4.851	5.919	15.848	0
Cost at 30 September 2025	<u>44.012</u>	<u>29.697</u>	<u>92.068</u>	<u>62.863</u>	<u>2.146</u>	<u>230.786</u>
Depreciation and impairment losses at 1 October 2024	-7.501	-8.345	-67.310	-41.712	0	-124.868
Depreciation for the year	-2.032	-2.191	-8.010	-8.410	0	-20.643
Disposals for the year	0	6	588	2.735	0	3.329
Transfer from to/from other categories	0	0	0	0	0	0
Depreciation and impairment losses at 30 September 2025	<u>-9.533</u>	<u>-10.530</u>	<u>-74.732</u>	<u>-47.387</u>	<u>0</u>	<u>-142.182</u>
Carrying amount at 30 September 2025	<u>34.479</u>	<u>19.167</u>	<u>17.336</u>	<u>15.476</u>	<u>2.146</u>	<u>88.604</u>
Carrying amount at 30 September 2024	<u>36.511</u>	<u>16.311</u>	<u>18.687</u>	<u>17.696</u>	<u>10.118</u>	<u>99.323</u>

15 Investments in subsidiaries

	Equity investments in group entities
DKK'000	
Cost at 1 October 2024	415.142
Adjustment to opening balance	0
Disposals for the year	-145
Cost at 30 September 2025	414.997
Revaluations at 1 October 2024	-8.982
Adjustment to opening balance	0
Revaluations for the year	0
Revaluations at 30 September 2025	-8.982
Carrying amount at 30 September 2025	406.015

	Domicile	Ownership	Equity*	Profit/loss for the year**
DKK'000				
Legal entity*				
NKT Photonics Technology GmbH	Köln, Germany	100%	10.710	1.288
NKT Photonics Inc.	New Jersey, US	100%	22.629	1.400
NKT Photonics Holdings Ltd.	Southampton, UK	100%	6.241	0
NKT Photonics Switzerland GmbH	Zürich, Switzerland	100%	60.143	2.374
NKT Photonics AB	Falun, Sweden	100%	1.748	300
Advanced Laser Diode Systems A.L.S. GmbH	Berlin, Germany	100%	1.788	90
			103.259	5.452

* During the year the subsidiary NKT Photonics Shenzhen Ltd. has been liquidated.

** Financial information related to equity and profit/loss for the year is derived from the latest published audited statutory financial statements. For entities not subject to audit, the figures are stated in accordance with the internal reporting for 2024/25.

16 Receivables from and payables to group entities

Non-current receivables from group entities consist of credit facilities made available to NKT Photonics Inc. and NKT Photonics Switzerland GmbH. The loan agreements are based on arm's lengths terms.

Non-current liabilities to group entities consist of loans made available by the parent company. The loan agreement is based on arm's lengths terms.

17 Deferred tax

DKK'000	2024/25	2024 (9 months)
Deferred tax at 1 October 2024	18.394	-12.542
Corporate tax for the year in the income statement	5.500	0
Deferred tax adjustment for the year in the income statement	27.641	48.947
Deferred tax adjustment regarding prior year	-727	-18.011
Transfer to Corporate tax receivable	-7.334	0
Transfer to Joint taxation receivable	-32.326	0
Deferred tax at 30 September 2025	11.148	18.394

Deferred tax provision consists of tax loss carry forwards from previous years which are expected to be recovered within the foreseeable future. This is partly offset by temporary differences between the carrying amount and the tax base of assets.

18 Prepayments

Prepayments consist primarily of incurred costs relating to subsequent financial years and accrued income from funded projects.

19 Other provisions

Other provisions consist of incentives and warranties. NKT Photonics A/S typically provides 1-2 years' warranty on certain products. The company recognized a provision of DKK 6,916 thousand (2024: DKK 6,413 thousand).

20 Non-current liabilities

Non-current liabilities do not include any liabilities beyond 5 years' maturity.

21 Deferred income

Deferred income consists primarily of income subject to recognition in subsequent financial years, deferred income arrives from sold warranties and accrued income from funded projects.

22 Contractual obligations, contingencies, etc.

Operating lease obligations

Rental and other commitments under operating lease obligations amount to DKK 50,549 thousand (2024: DKK 46,646 thousand), of which DKK 8,945 thousand falls due in 2025/26 and DKK 41,603 thousand between 2026 and 2042. Rental obligations reflect the useful life of buildings constructed on leased land and leased premises.

Bank Guarantees

Bank guarantees of DKK 5,572 thousand (2024: DKK 5,604 thousand) have been issued related to prepayments from customers.

23 Related party disclosures

NKT Photonics A/S' related parties comprise the following:

Controlling interest

Photonics Management Europe S.R.L, Belgium (100%)
Av. Edmond Van Nieuwenhuyse 30
1160 Auderghem, Belgium

The Company's financial statements are fully consolidated into the consolidated financial statements of the ultimate parent company Hamamatsu Photonics K.K., Japan, respectively the smallest and largest group. The consolidated financial statements may be obtained by contacting the company on the website <https://www.hamamatsu.com/us/en/investor-relations/ir-library.html>.

Related party transactions

DKK'000	2024/25	2024 (9 months)
Purchase of goods and service from group entities	87.739	63.145
Sales of goods and service to group entities	105.802	92.434
Interest income from group entities	979	2.701
Interest expenses to group entities	885	32.473

All related party transactions are conducted on an arm's length basis.

24 Audit fee

DKK'000	2024/25	2024 (9 months)
Statutory audit	567	601
Other assurance engagement	309	314
Total audit related services	876	915
Tax and indirect taxes consultancy	132	0
Other services	0	3
Total non-audit services	132	3
Total fees to independent auditor	1.008	918

In addition to statutory audit for 2024/25, EY Godkendt Revisionspartnerselskab, the auditor appointed at the Annual General Meeting, provided other assurance engagements, primarily related to project accounts.

In addition to statutory audit for 2024, Pricewaterhousecoopers Statsautoriseret Revisionspartnerselskab, the auditor appointed at the Annual General Meeting, provided other assurance engagements, primarily related to project accounts.

25 Events after the balance sheet date

No events have occurred after the balance sheet date which could significantly affect the company's financial position.