De.mem Limited (ASX:DEM)
ACN 614 756 642
Registered Office
Suite 2, Level 11, 385 Bourke Street
Melbourne, Victoria 3000
(e) investor@demem.com.sg

RECORD HALF YEAR RESULTS

27 August 2026: Australian headquartered, international water and waste water treatment company De.mem Limited (ASX:DEM) ("De.mem" or "the Company") is pleased to release its Consolidated Financial Report, reporting record results for the 6 months ended 30 June 2026 ("H1 2026").

HIGHLIGHTS

- **Record half-year revenue of $17.6m,** up 26% vs prior corresponding period.
- **Record half-year cash receipts of $20.0m,** up 28% vs prior corresponding period.
- **Record growth momentum,** with 29 consecutive quarters of cash receipts growth.
- **Strong gross margin of 41%.**
- **Approximately three times adjusted EBITDA growth vs prior corresponding period, reporting $1,582k for the 6-month period,** vs $556k in H1 2025.
- **Strong operating cash flows of $928k,** vs $318k in full CY 2025.
- **More than 90% recurring revenues** providing high cash flow visibility.
- **Strong momentum of Western Australian specialty chemicals business.**
- **Record results of German subsidiary De.mem-Geutec.**
- **Domestic water treatment products launch ongoing,** with strong outlook.
- **Growing balance sheet,** with $4.3m cash and term deposits as at 30 June 2026.
- **On track for record full calendar year 2026 results.**

Record results

De.mem is pleased to report record H1 2026 results across all key financial metrics. Revenues increased by 26% to $17.6m (H1 2025: $14.0m), while cash receipts grew 28% to $20.0m (H1 2025: $15.7m).

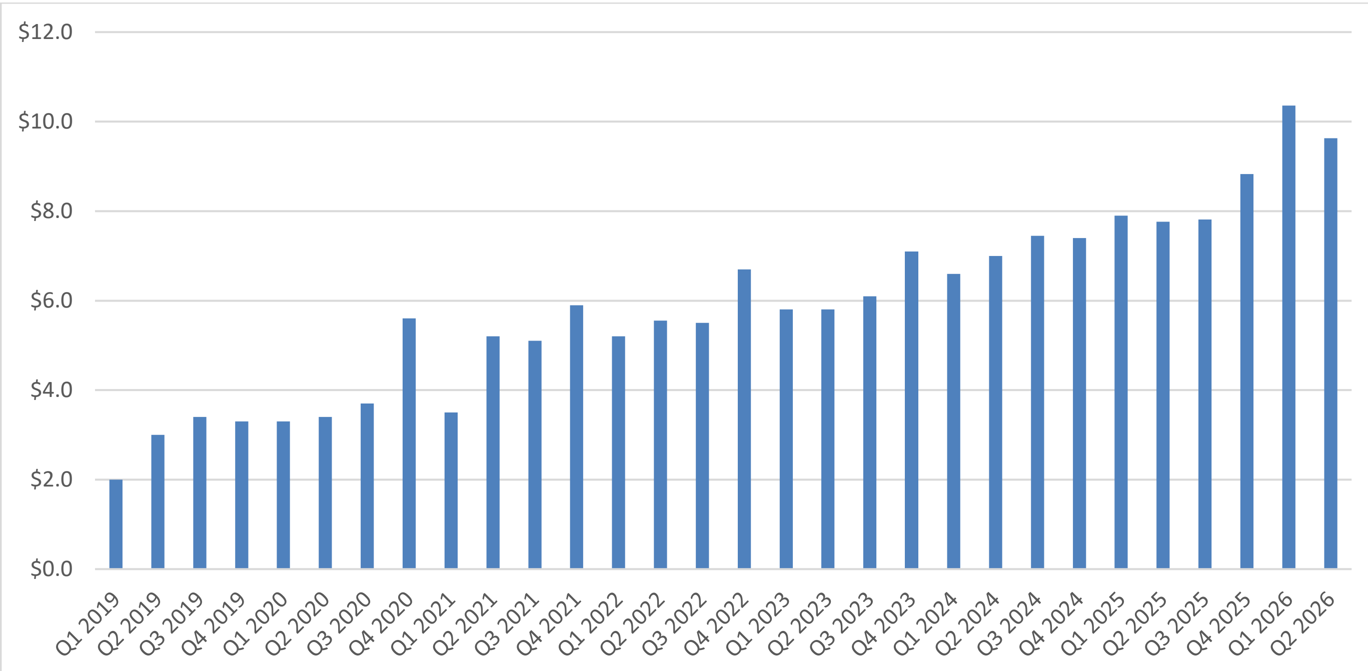
De.mem achieved continued strong growth momentum, with 29 successive quarters of cash receipts growth versus prior corresponding periods, and expects to continue this growth trajectory. **Chart 1**.

Since 2019, the Company has grown cash receipts at a compound annual growth rate of approximately 24% per annum.

Significantly, De.mem's record revenue growth has been achieved whilst increasing profitability. The Company increased its positive adjusted EBITDA by almost three times vs. prior corresponding period (pcp), reporting $1,582,000 in H1 2026, an increase of 185% compared to $556,000 in H1 2025.

De.mem Limited (ASX:DEM)
ACN 614 756 642
Registered Office
Suite 2, Level 11, 385 Bourke Street
Melbourne, Victoria 3000
(e) investor@demem.com.sg

CHART 1: RECORD 29 QUARTERS OF CASH RECEIPTS GROWTH VS. PCP (QUARTERLY CASH RECEIPTS IN $M)



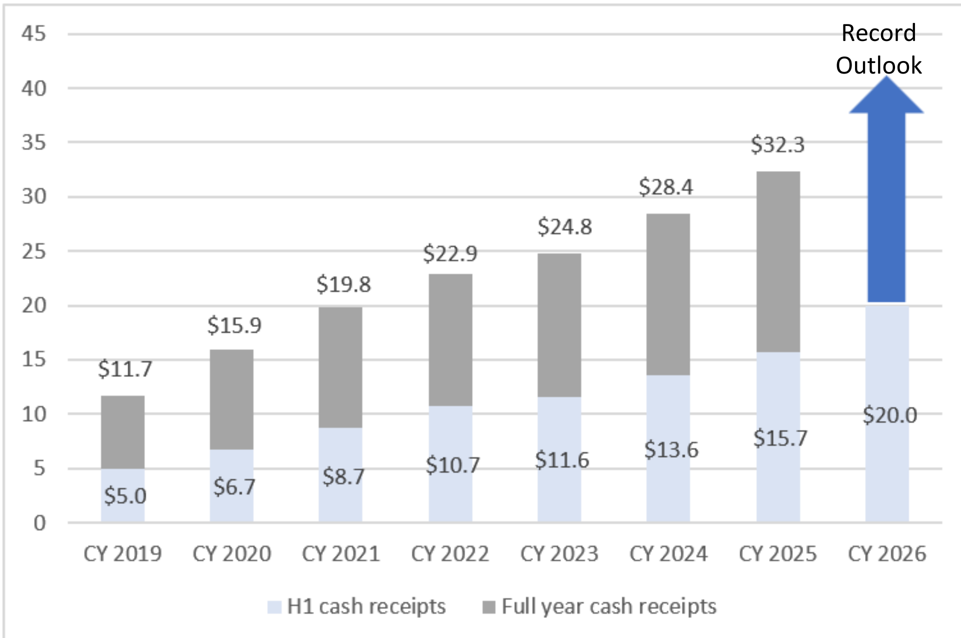
Recurring revenues underpin strong growth outlook

The Company's recurring revenue model continues to underpin strong results, with ~90% recurring cash receipts in H1 2026. This recurring revenue base provides strong cash flow visibility and supports the Company's record calendar year ("CY") 2026 outlook.

Recurring revenue segments include:

- Build, Own, Operate and Operations & Maintenance contracts
- Regular maintenance work on water treatment equipment
- Membrane replacement sales into existing facilities
- Specialty chemicals sales through De.mem-Capic and other subsidiaries
- Sales of pumps and related maintenance services
- Sales of small equipment and consumables
- Domestic water treatment systems and membrane cartridge sales

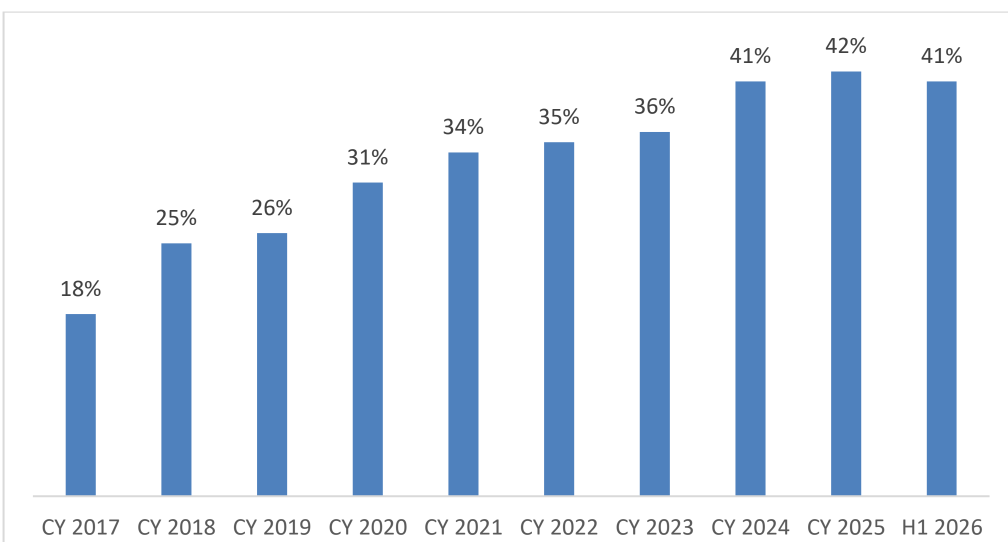
CHART 2: RECORD CY 2026 CASH RECEIPTS OUTLOOK ($M)



Strong margin profile

De.mem reports strong gross margins of 41% for H1 2026. This continues the strategic progression from 18% gross margins in 2017, demonstrating the success of De.mem's focus on cross-selling high-margin recurring revenue segments. **Chart 3.**

CHART 3: RECORD GROSS MARGINS (% OF REVENUES)



De.mem Limited (ASX:DEM)
ACN 614 756 642
Registered Office
Suite 2, Level 11, 385 Bourke Street
Melbourne, Victoria 3000
(e) investor@demem.com.sg

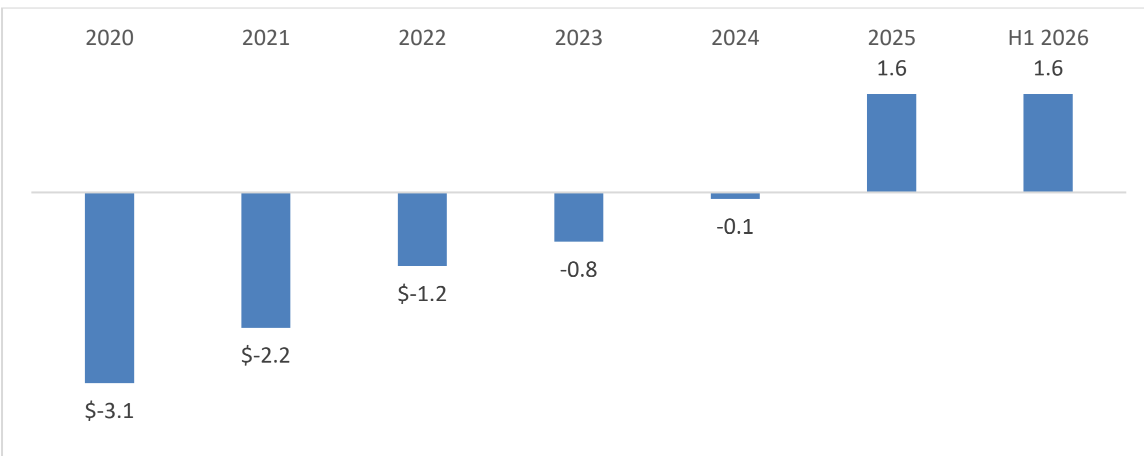
Significant EBITDA growth

De.mem achieved positive adjusted EBITDA of $1,582,000 in H1 2026, which is a significant improvement of 185% and an increase of $1,026,000 compared to $556,000 in H1 2025. **Chart 4.** Significantly, the Company has reported approximately the equivalent positive adjusted EBITDA in just the first 6 months of 2026 as it achieved in the full CY 2025.

Adjusted EBITDA is defined as EBITDA adjusted to exclude one-off expenses such as business acquisition costs and share based payments.

The result <u>includes</u> continued and ongoing investment into the Singapore operations, which mainly relates to membrane technology research & development activities. De.mem's Singapore facility contributes to the Company's competitive advantage through its unique portfolio of innovative water treatment technology and intellectual property.

CHART 4: ADJUSTED EBITDA ($M)

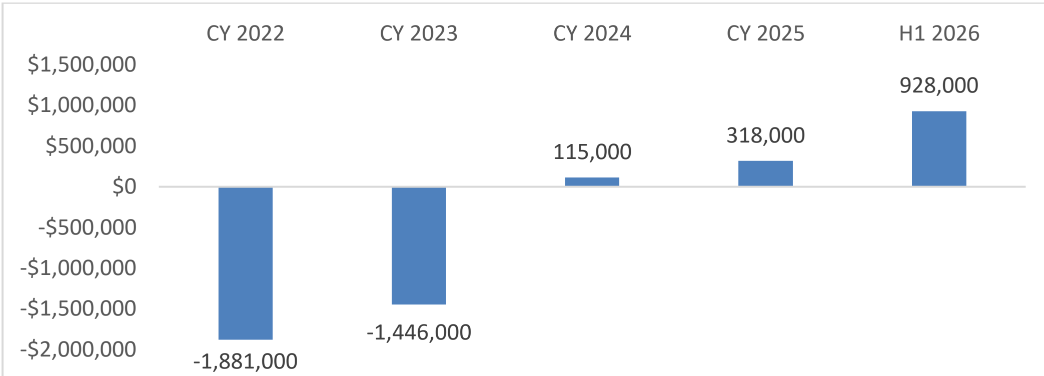


Strong operating cash flow generation

De.mem reports positive operating cash flows of $928,000, which is a significant improvement compared to operating cash flows of $318,000 in the full CY 2025. **Chart 5.**

The operating cash flows also include the Company's investment in its membrane research & development activities in Singapore.

CHART 5: OPERATING CASHFLOW ($)



Continues strong acquisition value-add track record

De.mem continues to deliver on its strategy of acquiring and integrating high-margin businesses. The Company has demonstrated a strong acquisition track record, with 70% average revenue growth across six acquisitions completed between 2019 and 2024 (see Investor Presentation, lodged with the ASX on 7 August 2026, slide 14, for further details).

The Company operates in a highly fragmented sector with numerous niche, local operators unable to compete with De.mem's national reach, proprietary technologies, and comprehensive "one stop shop" offering.

Strong contribution of Western Australian business including recently acquired Core Chemicals Pty Ltd

De.mem's Western Australian business continues to perform strongly, contributing approximately 49% of the overall group revenues generated during H1 2026. This provides De.mem with a strong, cash flow generating core business.

This segment includes the recently acquired Core Chemicals Pty Ltd and existing Western Australian entities (De.mem-Capic Pty Ltd and Auswater Systems Pty Ltd).

Core Chemicals, De.mem's recent acquisition completed on 31 October 2025, supplies specialty chemicals for gold fragment extraction and recovery from the refining waste stream to gold mining clients. Along with the two other Perth-based entities the business has a strong customer base among the Western Australian gold mining sector.

The Company has successfully won new clients since the Core Chemicals acquisition and is actively quoting its products to additional potential new clients, demonstrating the cross-selling opportunity available across the enlarged group's combined customer base.

Strong performance of German subsidiary De.mem-Geutec GmbH

De.mem's German subsidiary De.mem-Geutec GmbH delivered an outstanding H1 2026, generating record ~$2.5m in revenues during the 6-month period. The strong performance was driven by a robust services and chemicals business combined with the delivery of a waste water treatment equipment project that had been awarded to De.mem in late CY 2025.

Strong growth outlook for domestic water filtration sales

De.mem continues the launch of its domestic water treatment products around its Graphene-Oxide enhanced hollow fibre membrane technology. The membrane received American NSF product certification in 2024.

The global domestic water filtration market was estimated at US$12.1 billion in 2022 and is expected to grow by 10.5% per annum to US$26.7 billion by 2030 (source: *Grand View Research, November 2022*), with Asia-Pacific representing the largest regional market.

In H1 2026, the Company received an initial order for a new business in Singapore estimated to be worth approx. $100k per annum in revenues.

The Australian WaterMark certification process is in progress, with a conclusion expected in CY 2026. Subject to the successful finalisation of the certification, De.mem will be able to promote its domestic filtration products for drinking water applications in Australia.

Record full-year CY 2026 outlook

De.mem expects continued strong performance in H2 2026, supported by:

- Record H1 2026 results providing a solid foundation, with approximately 90% recurring revenues.
- Strong and growing cash balance.
- Strong growth momentum over 29 consecutive quarters.
- 24% CAGR in cash receipts over the past 7 years.
- Double digit organic growth momentum.
- Continued strong contribution from the Company's Western Australian business, including Core Chemicals, contributing ~49% of the group's revenues in H1 2026.
- Record performance of the German subsidiary De.mem-Geutec GmbH with ~$2.5m in revenues during H1 2026.
- Ongoing launch of domestic water treatment products to add to existing momentum, including the new ~$100k p.a. Singapore filter cartridge business.

De.mem Limited (ASX:DEM)
ACN 614 756 642
Registered Office
Suite 2, Level 11, 385 Bourke Street
Melbourne, Victoria 3000
(e) investor@demem.com.sg

CEO Commentary

De.mem Chief Executive Officer Andreas Kroell said:

"I am delighted to report our strongest half-year results in the Company's history.

We have been able to deliver significantly positive half-year EBITDA of approximately $1.6m, nearly tripling the result from prior corresponding period, as well as strong operating cash flows.

Our record revenue growth of 26% and cash receipts growth of 28% demonstrate the success of our strategic focus on recurring revenue segments and operational excellence.

With over 90% recurring revenues, strong cash generation, and exciting growth opportunities in industrial and domestic water treatment markets, we are well positioned to continue delivering record results for shareholders.

Our strong first half performance, combined with the full-year contribution from recent acquisitions and progress in new markets, positions us well for continued growth in the second half and beyond."

This release was authorised by the Company's Chief Executive Officer, Mr. Andreas Kroell.

-ENDS-

For further information, please contact:

Andreas Kroell	**George Gabriel, CFA**
Chief Executive Officer De.mem Limited investor@demem.com.sg	Investor Relations BLETCHLEY Park Capital gg@bletchleyparkcapital.com.au

De.mem Limited (ASX:DEM) is a decentralised water and waste water treatment business that designs, builds, owns and operates turnkey water and waste water treatment systems for some of the world's largest companies in the mining, electronics, chemical, oil & gas, and food & beverage industries. Its systems also provide municipalities, residential developments and hotels/resorts across the Asia Pacific with a reliable supply of clean drinking water.

De.mem's technology to treat water and waste water is among the most advanced globally. The Company is headquartered in Australia and has international locations in Singapore and Germany. It is commercialising an array of innovative proprietary membrane technologies.

To learn more, please visit: www.demembranes.com

De.mem Limited (ASX:DEM)
ACN 614 756 642
Registered Office
Suite 2, Level 11, 385 Bourke Street
Melbourne, Victoria 3000
(e) investor@demem.com.sg

Forward Looking Statements

Statements contained in this release, particularly those regarding possible or assumed future performance, revenue, costs, dividends, production levels or rates, prices or potential growth of De.mem Limited, are, or may be, forward looking statements. Such statements relate to future events and expectations and, as such, involve known and unknown risks and uncertainties. Actual results and developments may differ materially from those expressed or implied by these forward-looking statements depending on a variety of factors.