

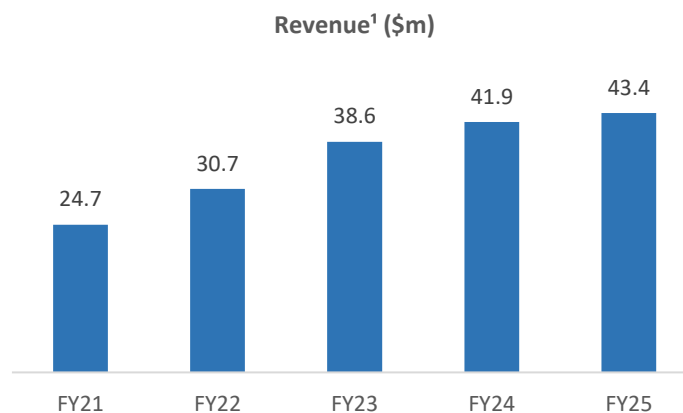
22 August 2025

LaserBond FY25 Result Summary

Highlights

- NPAT increased 10.4% to \$3.8 million, driven by margin enhancements and productivity improvements from strategic reinvestment programs
- Record full-year revenue¹ of \$43.5m, up 3.6% on pcp, following 14.2% increase in 2H revenue versus 1H
- Services Division delivered 18.4% revenue growth for the full year, achieving a four-year compound annual growth rate of 24.2%
- Strong recovery in the second half for the Products Division with production volumes rising 34.2% versus the first half
- Technology Division reached commercial milestone with first modular laser cladding cell delivered to Gateway Group
- The Company will host an investor webinar to discuss the FY25 results today at 11.00am AEST. [Click here to register](#)

LaserBond Limited (ASX: LBL) ("LaserBond" or the "Company"), a specialist advanced surface engineering company, is pleased to announce its results for the financial year ended 30 June 2025 (FY25), achieving solid full-year performance with strong second half momentum. Total revenue grew 3.6% to a record \$43.5 million, while net profit after tax rose 10.4% to \$3.8 million.



Chief Executive Officer and Executive Director, Wayne Hooper, said, "Our performance in the final six months surpassed forecasts and confirms the success of our strategic reinvestment program. The 14.2% revenue increase from first to second half, combined with strong growth across all metrics, shows our investments in workforce, infrastructure, and technology are generating expected returns. LaserBond begins FY26 with operational strength across every division."

¹Revenue does not include revenue from the 40% stake in Gateway Group, acquired in 1H24, given that the two sets of accounts are not consolidated, and thus revenue is not shown.



Financial Performance

The strong second half performance followed strategic investments made over the past two years. These investments, including executive recruitment, workforce development, facility upgrades, and technology enhancements, initially impacted first half earnings but achieved their objectives as demonstrated by the second half recovery.

Second half revenue of \$23.2 million was within the guidance range of \$22.2 million to \$25.1 million, and profit before tax of \$3.7 million exceeded the guidance range of \$2.4 million to \$3.1 million. Net profit after tax rose from \$1.0 million in the first half to \$2.8 million in the second half. Second half EBITDA climbed 72.9% compared to the first half, showcasing operational momentum as the financial year concluded. Full-year EBITDA of \$9.0 million was 4.7% below FY24 due to the significant reinvestment. Margin enhancements were strong in the second half, driven primarily by increased productivity and cost reduction programs implemented throughout the year.

Following the interim dividend reduction to 0.4 cents per share, the Board assessed the second half results and determined to restore the historical 0.8 cents per share final dividend. Earnings per share rose 3.2% to 3.3 cents for the year.

Operational Performance

The [Services Division](#) delivered revenue growth of 18.4% for the full year, resulting in a four-year compound annual growth rate of 24.2%. This was driven by successful rollout of the Quick Response Team (QRT) initiative across all LaserBond locations and enhanced resource productivity following recruitment of skilled personnel. During the second half, the Services Division restored gross profit margins to match prior year levels.

The [Products Division](#) faced difficult first half market conditions due to disruptions and operational changes for large Original Equipment Manufacturers (OEMs), creating challenges in demand forecasting and resulting in uneven ordering patterns. The division showed strong recovery with second half production volumes rising 34.2% versus the first half through collaborative strategies with OEM partners. Gross profit margins returned to prior year levels during the second half, benefitting from restored order activity and operational improvements.

The [Technology Division](#) reached a major commercial milestone through successful delivery and operation of the first modular laser cladding cell to Gateway Group, commencing revenue generation from June 2025. Commercial validation continued in August 2025 with execution of a licensing agreement with a global earthmoving and mining equipment manufacturer valued at \$2.3 million for FY26, with the terms of the agreement providing support fees on request at fixed rates and the exclusive use of LaserBond consumables sold to the licensee over the term of the agreement.

The [Research & Development](#) team achieved breakthrough performance improvements including a 60% increase in material deposition rates for specific applications. Key focus areas included alternative laser sources, real-time process diagnostics, and development of novel coatings for expanded applications. R&D initiatives in FY24 contributed to improved second half margins through sourcing of cost-effective, high-quality materials.

Gateway Partnership

Gateway, which LaserBond holds 40% ownership, delivered \$0.74 million net profit after tax contribution to LaserBond's FY25 results. While revenue decreased from the exceptionally robust FY24 performance, it remained significantly above FY23 levels.

Gateway executed a transformational investment program during FY25, expanding its facility from 15,000m² to 25,000m² with final equipment becoming operational by November 2025. The



integration of LaserBond's surface engineering capabilities enables Gateway to expand beyond its traditional mining customer base into oil and gas, agriculture, and future wind turbine markets. Major OEMs are actively engaging with Gateway's enhanced capabilities, indicating substantial market opportunity ahead.

Strategy Update

LaserBond deferred its intended US market expansion in April 2025, responding to global economic uncertainty, enabling the Company to prioritise domestic growth opportunities while continuing to support existing international customers.

Recent investments in domestic facilities are progressing as planned. Equipment upgrades and infrastructure improvements across multiple sites, along with the introduction of second-shift operations at selected facilities, are contributing to increased production capacity and reduced lead time. A new Queensland site has been identified to support future demand.

Leadership Transition

The Company today announced that as part of its succession plans, Wayne Hooper will transition from his role as CEO and be succeeded by Rob Freeman, effective 1 September 2025. Mr Hooper will continue as Executive Director in an advisory role, bringing years of experience and technical knowledge to guide the Company's new CEO. More details are available in the Company's 'Leadership Transition' ASX announcement released today.

Outlook

LaserBond enters FY26 with strong operational momentum and a platform for sustained growth. Strategic investments are now delivering improved productivity, restored margins, and strengthened customer relationships across all divisions. Key growth drivers include continued Services division expansion, steady order volumes expected from key global OEMs in the Products division, further deployment of modular laser cladding cell technology, expanded LaserBond-branded product offerings, and enhanced national footprint through Gateway integration.

The Company remains well-positioned to capitalise on resilient demand across mining, energy, and industrial sectors, as well as the growing need for sustainability within industry and the progression of its own diversification initiatives.

Approved for release by the Board of LaserBond Limited.

For Further Information:

Matt Twist
Chief Financial Officer, LaserBond Ltd
matthewt@laserbond.com.au
+61 423 748 747

Ben Larsen
Investor and Media Relations
benl@nwrcommunications.com.au
+61 439 789 842

About LaserBond

LaserBond is a specialist surface engineering company that was founded in 1992. The Company focuses on the development and application of materials, technologies and methodologies to increase operating performance and wear life of capital-intensive machinery components.

Within these industries, the wear of components can have a profound effect on the productivity and total cost of ownership of their capital equipment. As almost all components fail at the surface, due to material removal through abrasion, erosion, corrosion, cavitation, heat and impact, and any combinations of these wear mechanisms, tailored surface metallurgy will extend its life and enhance its performance.

