Nanoco Group

Pursuing commercialisation, burn rate reduced

Nanoco's FY26 results confirm continued progress in its lead sensing programme and a mandate from shareholders to commercialise its technology while remaining listed. The joint development agreement (JDA) with its first Asian chemical customer remains the most promising route to volume production, while smaller commercial engagements offer scope to diversify revenues. The £5m market capitalisation is substantially below end-October net cash of £8.1m, while a streamlined cost base has reduced gross monthly cash costs to £0.3–0.4m.

Pursuing commercialisation, remaining listed

Following its strategic review and the postponement of its proposed delisting in June, Nanoco's shareholder consultation endorsed a continued strategy of commercialisation of its technology while retaining its London listing, rather than returning capital. The strategy prioritises sensing, alongside selective customer-led initiatives in other applications. Following the settlements with LG and Shoei, scope for further display IP monetisation now looks limited.

Lead JDA on track, revenues expected to build

The JDA with its first Asian chemical customer remains the most promising route to volume production and is on track, with the focus shifting from materials development to qualification and scale-up. Sales of pre-commercial materials are expected to build during this phase, underpinning management's expectation of reaching cash break-even in around two years, requiring annual product and service revenues of c £5m. Subsequent adoption in mass-market sensing applications could drive substantially higher volumes. The relationship with the second Asian customer is in transition. The initial JDA has been successfully completed, with further collaboration dependent on agreeing the scope of the next phase. Encouragingly, sales of trial materials to other customers are increasing. While modest in revenue terms, this suggests broadening interest in quantum dot-enabled sensing and scope to diversify Nanoco's commercial pipeline.

FY26 results: As expected

The FY26 results contain few surprises following August's trading update. Underlying product and service revenues increased to £1.5m (FY25: £1.3m), supplemented by £3.8m of litigation proceeds from LG received in H126. Reported revenues of £10.4m include £5.1m of Samsung licence income, of little relevance to current trading as the cash was received in 2023 and 2024. Year-end cash was £9.3m, down from £14.4m at H126. However, cost reductions have lowered gross monthly cash costs to £0.3–0.4m, with cash standing at £8.1m at end October. Even with no revenue, the business should have a cash runway of around two years.

Historical financials

Year end	Revenue (£m)	EBITDA (£m)	EPS (p)	P/E (x)
7/24	7.9	1.2	0.02	109.5
7/25	7.0	0.8	(1.41)	N/A
7/26	10.4	5.3	(1.04)	N/A

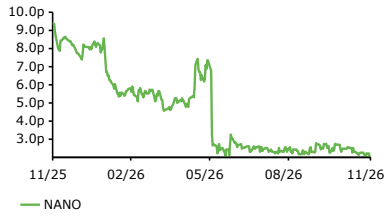
Source: Company data. Reported revenues include licence income relating to the Samsung litigation settlement, for which cash

Tech hardware and equipment

25 November 2026

Price	**2.19p**
Market cap	**£5m**

Share price performance



Share details

Code	NANO
Listing	LSE
Shares in issue	195.5m
Net cash/(debt) at 31 October 2026	£8.1m

Business description

Nanoco Group is a global leader in the development and manufacture of cadmium-free quantum dots and other nanomaterials. Focus applications are advanced sensing and displays, with the potential to expand the latter through development work with new partners.

Bull points

- Joint development agreement for developing materials for the infrared sensor market have the potential to deliver significant high-margin revenues.
- Strong balance sheet, low cash burn
- Significant upside potential from reaching volume production.

Bear points

- Uncertainty of pioneering new markets.
- Technology and commercial risk is significant.
- Previous initiatives have not progressed to volume production.

Analyst

Dan Ridsdale +44 (0)20 3077 5700

tmt@edisongroup.com

Edison profile page

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was received in FY23 and FY24.

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London | New York | Frankfurt
20 Red Lion Street
London, WC1R 4PS
United Kingdom