Kreate

Preview Q2 2026

First disseminated
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Strong momentum continues

- **Kreate issued a positive profit warning ahead of Midsummer (16 June). The company's operational performance benefits from a strong tailwind, and we expect operating profit to more than double in 2026. As a result of the recent information, we raise our EBITA forecasts for 2026–2027 by as much as 20%. The valuation multiples still appear reasonable in relation to the growth outlook (EV/EBIT 2026e 11.4x; 2027e 9.9x), and earnings growth in the next couple of years will keep the expected return at a sensible level. We reiterate our Accumulate recommendation and revise our target price to EUR 28.00 (prev. EUR 21.00).**
- **Q2**: Kreate releases its Q2 results on Tuesday, 14 July, at around 7.30 CET. We expect the company's revenue to more than double to around EUR 150m, supported by robust business growth in both Finland and Sweden. We estimate that EBITA will rise to EUR 5.1m (Q2 2025: EUR 2.2m), which corresponds to a margin of 3.4%. During Q2, the company has announced new projects worth around EUR 250m to be recorded in the order book, and we estimate that the order book will reach a new record high again at the end of June.
- **Positive profit warning:** In its revised guidance on 16 June, Kreate estimates that its revenue in 2026 will grow to EUR 600–650m (prev. EUR 510–550m) and that EBITA will grow to EUR 21–26m (prev. EUR 18–22m). The mid-point of the guidance is around 14% higher than the consensus prior to the profit warning. The revision reflects the solid growth in the order book and the efficient implementation of projects in H1. New projects have been launched quickly, and the company estimates that achieving its guidance will not require major new projects in the remainder of the year.
- **Sweden's growth story is making steady progress:** Kreate announced yesterday, on Wednesday, 17 June, the largest order in its history in Sweden. The project worth around EUR 30m concerns the renovation of the Lundby Tunnel in Gothenburg, which will ensure the continuity of volumes in the western neighbouring market in the next few years. Several major infrastructure and tunnel construction projects, such as the Stockholm metro extensions, will be launched in the coming years in Sweden. The company has a convincing track record of expanding its business in Sweden, and the above-mentioned projects that will be put to tender offer excellent conditions for the continuation of the story.
- **Valuation**: Our target price is based on the valuation multiples EV/EBITA 11x and P/E 13x (80%) on our forecasts for 2026–2027 (25/75) and the DCF model (20%).

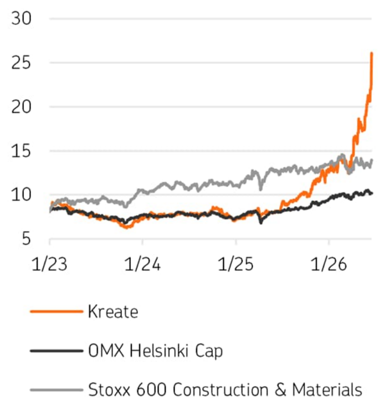
Kreate

EURm	2023	2024	2025	2026e	2027e	2028e
Sales	320	276	315	627	652	626
Sales growth (%)	17 %	-14 %	14 %	99 %	4 %	-4 %
EBITA	7.8	8.8	10.2	24.0	26.8	26.1
EBITA margin	2.4 %	3.2 %	3.2 %	3.8 %	4.1 %	4.2 %
EPS	0.44	0.50	0.72	1.84	2.12	2.08
DPS	0.48	0.50	0.60	0.90	0.95	1.00
Yield (%)	6.6 %	7.0 %	4.8 %	3.4 %	3.6 %	3.8 %
EV/EBIT	10.7	10.8	14.8	11.4	9.9	9.7
P/E	16.4	14.3	17.4	14.2	12.3	12.6
ROE	9 %	11 %	15 %	32 %	28 %	23 %
ROCE	11 %	13 %	13 %	26 %	25 %	24 %
Equity ratio	32 %	33 %	24 %	26 %	31 %	37 %
Gearing	39 %	69 %	79 %	65 %	41 %	22 %
Net debt/EBITDA	1.2	2.0	2.0	1.1	0.8	0.5

Source: OP Markets

Recommendation	ACCUMULATE
	Unchanged
Target price (€)	28,00
	(prev. 21,00)

Price (€)*			25,90
High (12m)			26,20
Low (12m)			8,06
Market cap (M€)			233
Index weight			0,1 %
Beta			0,80
Ticker			KREATE
Next report date			14.7.2026
Performance	1m	3m	12m
Price (€)	17,35	12,75	8,20
Price change	49,3 %	103,1 %	215,9 %
Total return	49,3 %	107,8 %	231,1 %



Source: OP Markets, Bloomberg, *) as of 18.6. 10:56

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Investment case

- **Specialised in demanding infrastructure construction projects:** Kreate's strengths are foundation and engineering construction, bridge construction and repair, transport network construction, underground rock engineering and rail construction. Kreate's business in Finland focuses on work related to the rail environment, growth centres and other demanding infrastructure projects throughout Finland. Kreate is one of the largest companies in its sector in Finland. Sweden represents around 15% of revenue. At the end of March 2026, the company's order book was at an all-time high at EUR 689m.
- **Good growth outlook:** We estimate that the annual size the infrastructure market relevant to Kreate in Finland is around EUR 6–7bn around EUR 4–5bn in Sweden. Projects requiring diverse specialisation are forming an increasing share of the total market. Urbanisation continues, and various parties in society are increasingly investing in the strengthening of mobility, safety and security of supply as well as accelerating the use and development of AI. Underground construction, higher buildings, ground-related challenges on sites and construction schedule pressures require special expertise and continuous development from companies focusing on infrastructure projects. Data centres and investment needs related to the maintenance and strengthening of military preparedness create significant growth potential at least during the latter half of this decade.
- **Strong track record of profitable growth exceeding market growth:** In 2017–2025, Kreate's average annual revenue growth (CAGR) was 11.9%. In our view, average market growth has been clearly lower in the same period. Growth has not been achieved at the expense of profitability: the company's comparable EBITA margin has been 3.3% on average in the past five years and 3.7% in 2019–2025. The company's business is capital-light – average return on investment has been 13.5% over the past five years. The company has maintained a track record of dividend growth since listing, and we expect dividend payout to grow considerably in 2026–2028.

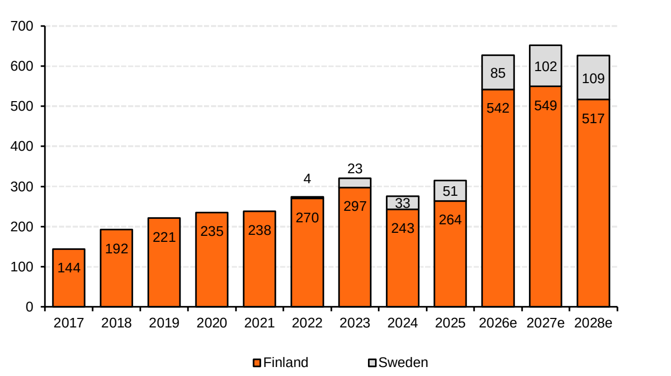
Drivers

- **Urbanisation, densification of cities, green transition and electrification of society** increase the need for infrastructure construction requiring special expertise.
- **Investments in military capability, AI and cloud services (including data centres), security of supply and strengthening of transportation conditions** create significant long-term demand in the company's main markets.
- **Public action programmes for infrastructure construction and governments' countercyclical measures** bring visibility into the business over the longer term.

Risks

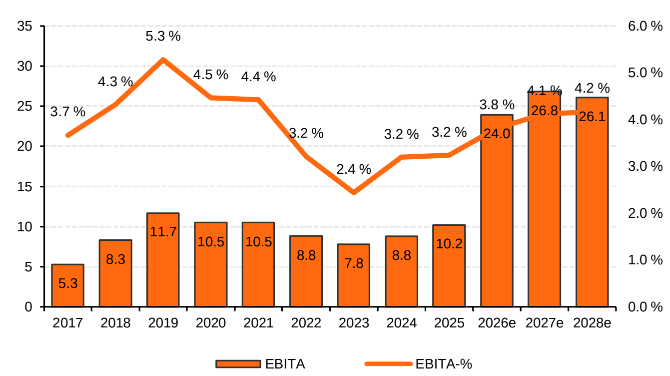
- **Project business** generate little recurring revenue, making new project intake critical to maintaining business continuity. The increasing size of projects also raises risks related to projects.
- **The company's own measures to create demand are partly limited –** most of revenue comes from customers in the public sector.
- **A single large project loss may have a notable impact on annual earnings.**

Revenue (EURm)



Source: OP Markets, Kreate

EBITA (EURm) and margin (%)



Source: OP Markets, Kreate

Q2 results out on Tuesday, 14 July, at around 7.30 CET

Following the recent positive profit warning, consensus estimates may still be revised closer to the Q2 results.

Kreate: Quarterly estimates

	Estimates			Comparison period	
EURm	OP	Cons.	Diff.	Q2/25	y/y (OP)
Sales					
Finland	133.8	-	-	64.5	108 %
Sweden	16.5	-	-	9.0	83 %
Sales total	**150.3**	**145.8**	**3 %**	**73.5**	**105 %**
EBITA	**5.1**	**5.2**	**-2 %**	**2.2**	**128 %**
EBITA %	**3.4 %**	**3.6 %**		**3.0 %**	
Pre-tax profit	4.4	4.6	-4 %	1.4	>200 %
EPS	**0.37**	**0.40**	**-6 %**	**0.14**	**168 %**

Source: OP Markets, Factset

Forecast revisions

Kreate - Forecast revisions

	2026			2027			2028		
EURm	New	Old	Diff.	New	Old	Diff.	New	Old	Diff.
Revenue									
Finland	542	460	18 %	549	481	14 %	517	456	13 %
Sweden	85	75	14 %	102	85	21 %	109	94	16 %
Revenue	**627**	**535**	**17 %**	**652**	**566**	**15 %**	**626**	**550**	**14 %**
EBITA	**24.0**	**20.0**	**20 %**	**26.8**	**22.4**	**20 %**	**26.1**	**23.5**	**11 %**
EBITA margin	3.8 %	3.7 %		4.1 %	4.0 %		4.2 %	4.3 %	
PTP	21.2	17.2	23 %	24.1	19.7	23 %	23.6	21.0	12 %
Tax	-4.0	-3.2	25 %	-4.3	-3.5	23 %	-4.3	-3.8	12 %
Net profit	16.4	13.3	23 %	18.9	15.3	23 %	18.5	16.5	12 %
EPS	**1.84**	**1.49**	**23 %**	**2.12**	**1.72**	**23 %**	**2.08**	**1.85**	**12 %**
DPS	0.90	0.80	13 %	0.95	0.90	6 %	1.00	0.95	5 %

Source: OP Markets

Valuation

We have analysed the share value through earnings-based EV/EBIT and P/E multiples and our DCF model. With the DCF model, we aim to estimate the share's fair value over a longer period. The valuation multiples we determine for Kreate are based on the company's growth and profitability profile, peer companies' valuation and the historical pricing of the company and the sector.

Peer group

Our peer group consists of Nordic construction companies in which contracting plays a clear role. In our view, the best peer companies for Kreate are the Norwegian NRC Group, which focuses solely on infrastructure construction, and the Finnish GRK Infra. As regards general constructors, infrastructure construction also plays a major role for YIT, the Norwegian Veidek and AF Gruppen as well as the Swedish Peab and NCC. Consti, which specialises in building renovation, is not involved in infrastructure construction, but its business rests entirely on contracting, and in our opinion, the company is therefore a reasonably relevant peer among smaller construction companies.

In the past years, Kreate has succeeded in growing clearly more than the infrastructure construction market and the average peer company, and the company also holds the top position during our forecast trajectory covering the years 2026–2028. Profitability, by contrast, places the company in the middle tier, and well behind its main peer company, GRK. On the other hand, another key peer company, NRC Group, has fallen clearly behind Kreate in historical comparison, which is also reflected in lower valuation multiples. Kreate aims to achieve an EBITA margin of 5% during the current strategy period, which would place it among the top performers in the entire peer group. While we do not consider this a very likely scenario for now, we predict that the EBITA margin will recover to above 4% in 2027–2028.

On 2026 earnings forecasts, the peer group median EV/EBIT stands at 10.6x, with expected sector earnings growth in 2027 driving multiples down to 9.1x. Therefore, the average EV/EBIT multiple for 2026–2027 is 9.9x, which is well in line with the historical 12-month forward-looking valuation (10-year median 10.2x). The peer group's P/E multiples are 15.7x and 12.1x, respectively (10-year sector median 12.6x), which are somewhat elevated compared with historical levels.

Peer valuation

	MCAP	EV/Sales			EV/EBIT			P/E			P/B			DIV YIELD		
	EURm	2026	2027	2028	2026	2027	2028	2026	2027	2028	2026	2027	2028	2026	2027	2028
Peer group																
YIT Oyj	605	0.6x	0.5x	0.5x	14.0x	9.8x	8.1x	32.8x	15.4x	10.5x	1.0x	0.9x	0.8x	0.0 %	3.8 %	3.8 %
GRK Infra Plc	757	0.7x	0.6x	0.5x	9.7x	8.8x	7.8x	15.7x	15.5x	14.7x	3.6x	3.2x	2.9x	2.8 %	2.9 %	3.0 %
SRV Yhtiot Oyj	93	0.2x	0.2x	0.2x	16.8x	9.9x	8.0x	54.8x	10.7x	7.8x	0.7x	0.7x	0.7x	0.0 %	2.9 %	6.9 %
Consti Oyj	88	0.3x	0.2x	0.2x	8.9x	6.6x	5.5x	11.9x	8.9x	7.7x	1.9x	1.7x	1.6x	6.7 %	6.8 %	7.3 %
Skanska AB Class B	9,262	0.5x	0.5x	0.4x	10.8x	9.6x	8.9x	14.4x	12.9x	11.9x	1.6x	1.5x	1.4x	4.1 %	4.5 %	4.9 %
Peab AB Class B	2,328	0.5x	0.5x	0.5x	11.0x	10.3x	9.5x	11.7x	10.8x	10.1x	1.4x	1.3x	1.2x	4.4 %	5.0 %	5.6 %
NCC AB Class B	1,741	0.4x	0.3x	0.3x	10.4x	8.9x	7.7x	12.8x	11.3x	10.0x	2.3x	2.1x	1.9x	5.4 %	5.8 %	6.2 %
Veidekke ASA	2,245	0.4x	0.4x	0.4x	10.2x	9.4x	8.9x	15.8x	14.7x	14.0x	6.7x	6.5x	6.1x	6.1 %	6.4 %	6.6 %
NRC Group ASA	128	0.3x	0.3x	0.3x	12.0x	8.3x	7.5x	16.7x	10.0x	8.6x	0.8x	0.7x	0.7x	0.0 %	3.4 %	3.9 %
AF Gruppen ASA Class A	1,924	0.5x	0.5x	0.5x	9.4x	8.9x	8.5x	16.2x	15.4x	15.0x	4.9x	4.6x	4.3x	5.7 %	6.1 %	6.1 %
Kreate (cons.)	205	0.5x	0.4x	0.4x	13.0x	11.2x	10.6x	15.6x	13.6x	12.9x	3.9x	3.4x	3.1x	3.6 %	4.1 %	4.3 %
Median	**681**	**0.5x**	**0.4x**	**0.4x**	**10.6x**	**9.1x**	**8.1x**	**15.7x**	**12.1x**	**10.3x**	**1.7x**	**1.6x**	**1.5x**	**4.3 %**	**4.8 %**	**5.8 %**
Average	1761	0.4x	0.4x	0.4x	11.3x	9.0x	8.0x	20.3x	12.6x	11.0x	2.5x	2.3x	2.2x	3.5 %	4.8 %	5.4 %
Kreate (OP)		**0.4x**	**0.4x**	**0.4x**	**11.4x**	**9.9x**	**9.7x**	**14.2x**	**12.3x**	**12.6x**	**3.7x**	**3.0x**	**2.6x**	**3.4 %**	**3.6 %**	**3.8 %**

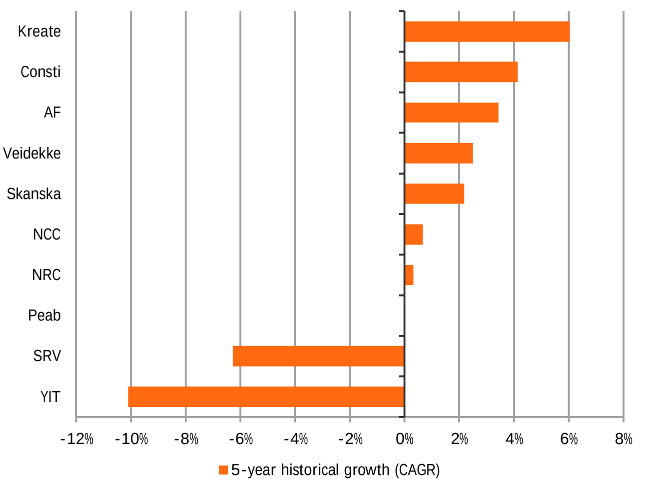
Source: FactSet, OP Markets

Peer financials

	Sales growth				EBIT-%			EBIT growth				ROE-%			Net debt / EBITDA		
	2026	2027	2028	3v CAGR	2026	2027	2028	2026	2027	2028	3v CAGR	2026	2027	2028	2026	2027	2028
Peer group																	
YIT Oyj	4.2 %	7.2 %	7.5 %	6.3 %	4.4 %	5.5 %	6.0 %	42 %	34 %	16 %	30 %	3 %	6 %	8 %	5.4x	3.8x	3.0x
GRK Infra Plc	0.3 %	8.3 %	5.0 %	4.5 %	6.9 %	6.6 %	6.6 %	4 %	3 %	6 %	4 %	23 %	21 %	20 %	-2.2x	-2.6x	-2.9x
SRV Yhtiot Oyj	16.4 %	12.4 %	3.9 %	10.8 %	1.4 %	2.1 %	2.5 %	-34 %	75 %	22 %	12 %	1 %	6 %	8 %	5.9x	4.0x	3.3x
Consti Oyj	1.4 %	8.7 %	3.7 %	4.6 %	2.9 %	3.4 %	3.8 %	5 %	28 %	14 %	15 %	16 %	19 %	20 %	-0.1x	-0.3x	-0.5x
Skanska AB Class B	3.5 %	5.2 %	3.4 %	4.0 %	4.6 %	4.8 %	5.0 %	15 %	11 %	8 %	11 %	11 %	12 %	12 %	-1.1x	-1.1x	-1.0x
Peab AB Class B	4.4 %	5.3 %	2.2 %	4.0 %	4.9 %	4.9 %	5.0 %	14 %	5 %	5 %	8 %	12 %	12 %	12 %	1.3x	1.1x	0.9x
NCC AB Class B	-0.5 %	5.5 %	5.0 %	3.3 %	3.6 %	3.8 %	4.0 %	157 %	13 %	10 %	47 %	18 %	19 %	19 %	0.4x	0.1x	-0.1x
Veidekke ASA	6.6 %	5.4 %	3.2 %	5.1 %	4.4 %	4.5 %	4.5 %	4 %	7 %	4 %	5 %	43 %	44 %	44 %	-1.3x	-1.3x	-1.3x
NRC Group ASA	5.3 %	5.1 %	6.2 %	5.5 %	2.6 %	3.5 %	3.6 %	27 %	42 %	10 %	26 %	5 %	7 %	8 %	2.0x	1.6x	1.5x
AF Gruppen ASA Class A	8.6 %	4.0 %	3.3 %	5.3 %	5.8 %	5.8 %	5.8 %	21 %	4 %	3 %	9 %	31 %	30 %	29 %	-0.8x	-0.9x	-1.0x
Kreate (cons.)	70.1 %	5.6 %	-3.2 %	20.2 %	3.7 %	4.0 %	4.2 %	109 %	12 %	2 %	34 %	25 %	25 %	24 %	1.6x	1.2x	0.9x
Median	**4.3 %**	**5.5 %**	**3.8 %**	**4.8 %**	**4.4 %**	**4.6 %**	**4.8 %**	**15 %**	**12 %**	**9 %**	**12 %**	**14 %**	**16 %**	**16 %**	**0.1x**	**-0.1x**	**-0.3x**
Average	5.0 %	6.7 %	4.3 %	5.3 %	4.1 %	4.5 %	4.7 %	26 %	22 %	10 %	17 %	16 %	18 %	18 %	0.9x	0.4x	0.2x
Kreate (OP)	**98.9 %**	**3.9 %**	**-4.0 %**	**25.7 %**	**3.8 %**	**4.1 %**	**4.2 %**	**135 %**	**12 %**	**-3 %**	**37 %**	**22 %**	**21 %**	**19 %**	**1.1x**	**0.8x**	**0.5x**

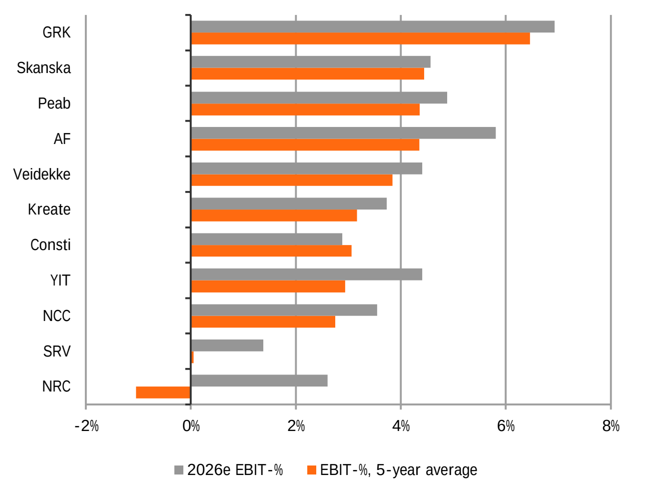
Source: FactSet, OP Markets

Peer group's sales growth, 5 y CAGR (%)



Source: FactSet, OP Markets

Peer group's profitability (EBIT-%)



Source: FactSet, OP Markets

Kreate's share price has more than doubled since the beginning of the year, but this has been mainly due to increased earnings expectations. Based on the average of our forecasts for 2026–2027, the share's EV/EBIT valuation multiples are still rather neutral (OPe 10.6x vs. 5-year median 9.7x). In relation to peer companies, the share is valued (EV/EBIT) at a slight premium (around 5–7%), which in our opinion is fully justified considering the extremely strong growth outlook. Based on the P/E multiple, the current valuation is clearly higher than Kreate's historical level (13x vs. 11x), but at the same time, the company is valued at a discount (2–10%) compared to its peer companies.

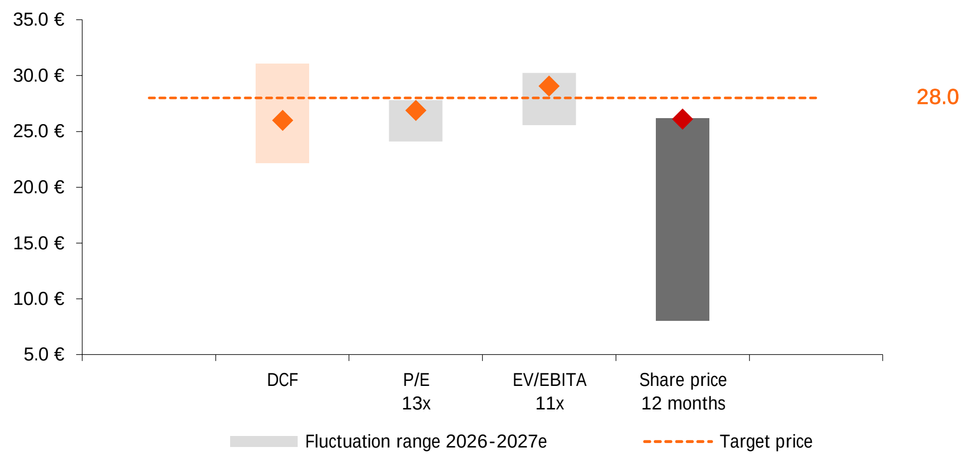
In our opinion, the company's risk profile is more favourable than that of many of its peer companies, thanks to its order book performance and solid growth outlook. The outlook for infrastructure construction in the next few years is promising in the market relevant to Kreate whereas in our opinion, there is considerably more uncertainty related to the outlook for general constructors relying more heavily on residential construction. The performance of Kreate's business portfolio and tailwind from the market offer favourable conditions for robust growth to continue and margins to improve closer to the company's target level. On the other hand, Kreate's profitability is slightly lower compared with peers both historically and during our forecast period, and it does not benefit from the same level of earnings leverage from cyclical recovery as, for instance, residential construction companies.

Target price EUR 28.00 – Accumulate (prev. Accumulate, EUR 21.00)

We have assigned Kreate an EV/EBITA multiple of 11x and a P/E multiple of 13x and apply them to our 2026–2027 forecasts with weights of 25/75 (prev. 50/50). The share value indicated by the base case scenario in our DCF model, which reflects a longer-term trend, is EUR 26.00 after forecast upgrades, based on a weighted average cost of capital (WACC) of 8.9%. We place 80% weight on earnings-based valuation multiples and 20% weight on the DCF model.

The medium-term drivers for infrastructure construction in the markets relevant for the company are undeniably quite promising. In our opinion, the share is still quite reasonably valued in light of its earnings outlook, and even without increasing the multiples, the earnings growth we predict for the next few years raises the expected return to an attractive level. We retain our positive view on the share – we reiterate our Accumulate recommendation and raise our target price considerably to EUR 28.00 (prev. EUR 21.00) after the recently released information.

Kreate - Valuation summary



Source: OP Markets

Kreate - Valuation

Summary						Weight	EUR/share
EV/EBITA (x)	11x					40 %	29.1
P/E (x)	13x					40 %	26.9
DCF model						20 %	26.0
Target price							**28.0**

EV/EBITA (x)	EBITA	EV/EBITAx	EV	Net debt	Market cap	Weight	EUR/share
2026e	24.0	11x	268	41	227	25 %	25.6
2027e	26.8	11x	300	32	269	75 %	30.2
2028e	26.1	11x	292	20	272	0 %	30.6
Weighted	26.1	11x	292	34	259		29.1

P/E (x)	EPS	P/Ex	Market cap	Weight	EUR/share
2026e	1.84	13x	214	25 %	24.1
2027e	2.12	13x	247	75 %	27.8
2028e	2.08	13x	242	0 %	27.2
Weighted	2.05	13x	239		26.9

Source: OP Markets

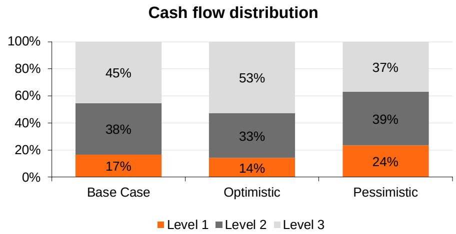
Discounted cash flow model

Kreate

Cash flow projections

EURm	**2026**	**2027**	**2028**	**2029**	**2030**	**2031**	**2032**	**2033**	**2034**	**2035**	**2036**
Revenues	627	652	626	632	641	654	667	677	687	698	708
Revenue growth	98.9 %	3.9 %	-4.0 %	1.0 %	1.5 %	2.0 %	2.0 %	1.5 %	1.5 %	1.5 %	1.5 %
EBIT	24	27	26	28	29	28	28	28	27	28	28
EBIT margin	3.8 %	4.1 %	4.1 %	4.4 %	4.5 %	4.3 %	4.2 %	4.1 %	4.0 %	4.0 %	4.0 %
Gross Investments	12	11	10	13	13	13	13	14	14	14	14
Gross inv./depreciation	1.0	0.8	0.8	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Free cash flow	17	17	20	24	25	24	24	24	23	24	24

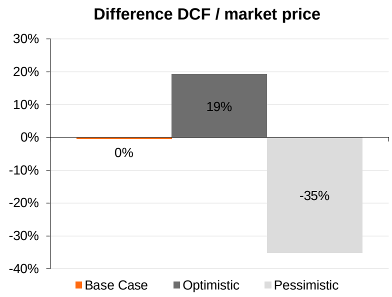
	Base Case		Optimistic		Pessimistic	
FCF	growth	% pv*	growth	% pv	growth	% pv
Level 1 2026 : 2028	-19.7 %	17 %	-19.7 %	14 %	-39.7 %	24 %
Level 2 2029 : 2036	2.7 %	38 %	5.2 %	33 %	-2.7 %	39 %
Level 3 2037	1.8 %	45 %	2.5 %	53 %	1.0 %	37 %
PV total	276	100 %	321	100 %	195	100 %



* Level share of present value cash flows

IMPLIED SHARE PRICE vs CURRENT SHARE PRICE

Kreate	Base Case	Optimistic	Pessimistic
Present value FCF	276	321	195
- debt (int.-bearing)	51	51	51
- minority interest	0	0	0
+ fin. investments	0	0	0
+ cash and bank	6	6	6
PV shareholder equity	231	277	151
No. of shares (million)	8.9	8.9	8.9
Implied share price	**26.0**	31.1	16.9
Current share price	**26.1**	26.1	26.1
Difference (EUR)	**-0.1**	5.0	-9.2
Difference %	**-0.4 %**	19.2 %	-35.2 %



SENSITIVITY ANALYSIS

Interest rate sensitivity		**Implied share price** Base Case	Optimistic	Pessimistic
risk-free	2.50 %	28.2	34.2	18.2
rate	3.00 %	**26.0**	31.1	16.9
	3.50 %	24.0	28.5	15.8

WACC vs risk-free rate

Risk-fr. r.	2.50 %	3.00 %	3.50 %
CAPM	6.50 %	7.00 %	7.50 %
WACC	8.40 %	**8.88 %**	9.36 %
	$WACC_2$	$WACC_1$	$WACC_3$

Growth sensitivity Base Case		7.88 %	8.38 %	**8.88 %**	9.38 %	9.88 %	**WACC**
	0.80 %	28.3	26.1	24.1	22.4	20.9	
infinite	1.30 %	29.6	27.1	25.0	23.1	21.5	
cash flow	**1.80 %**	31.1	28.3	**26.0**	24.0	22.2	
growth	2.30 %	32.8	29.7	27.1	24.9	23.0	
	2.80 %	34.9	31.4	28.5	26.0	23.9	

(Implied share price)

WACC

Cost of equity capital:

CAPM	
Risk-free rate	3.00 %
Market risk premium	5.00 %
Company beta	0.80
Cost of equity capital	7.00 %

Cost of debt capital:

Risk-free rate	3.00 %
Risk premium	5.00 %
Tax rate	20.0 %
Tax shield on interest exp.	1.60 %
Cost of debt capital	6.40 %

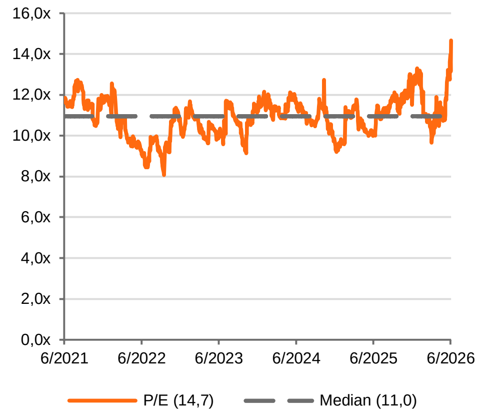
WACC:

Cost of equity capital	7.00 %
Cost of debt capital	6.40 %
Debt ratio (target)	20.0 %
Equity ratio (target)	80.0 %
Liquidity premium	2.00 %
WACC	**8.9 %**

Source: OP Markets

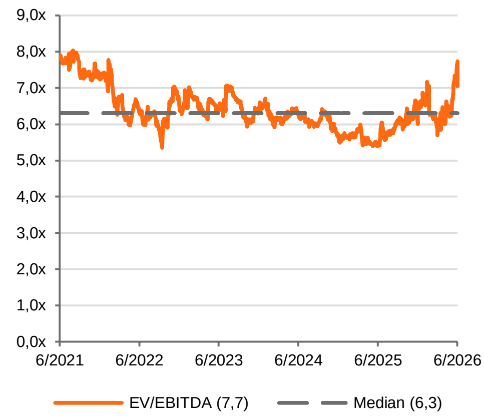
Historical valuation metrics (12m forward)

Kreate Group Plc - P/E



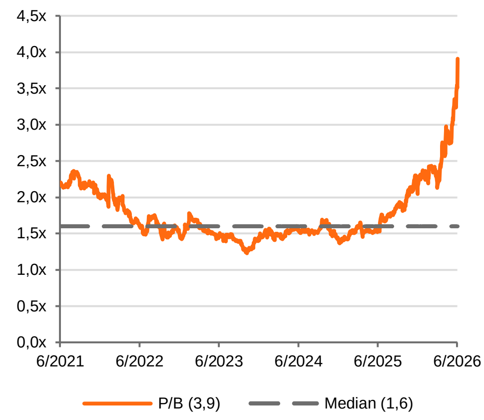
Source: Factset, OP Markets

Kreate Group Plc - EV/EBITDA



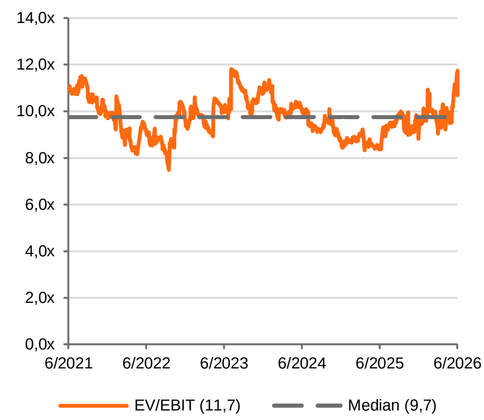
Source: Factset, OP Markets

Kreate Group Plc - P/B



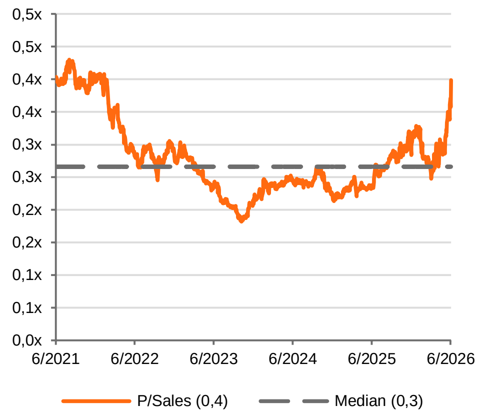
Source: Factset, OP Markets

Kreate Group Plc - EV/EBIT



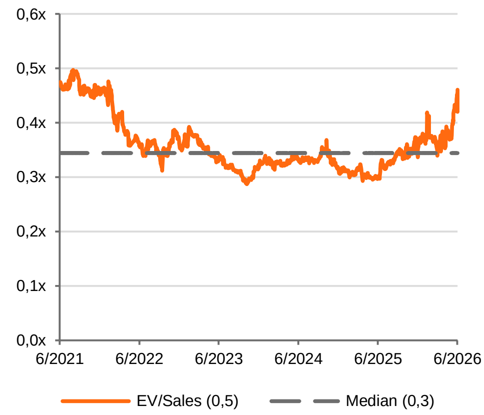
Source: Factset, OP Markets

Kreate Group Plc - P/S



Source: Factset, OP Markets

Kreate Group Plc - EV/Sales



Source: Factset, OP Markets

Quarterly and full-year forecasts 2026–2028

Kreate - Quarterly forecasts

EURm	1Q25	2Q25	3Q25	4Q25	1Q26	2Q26e	3Q26e	4Q26e
Revenue								
Finland	45	65	79	76	82	134	163	163
Sweden	8	9	16	18	16	16	26	27
Revenue	**52**	**74**	**95**	**95**	**98**	**150**	**189**	**190**
Revenue growth								
Finland	-6 %	5 %	16 %	16 %	83 %	92 %	95 %	100 %
Sweden	15 %	41 %	59 %	84 %	107 %	83 %	60 %	50 %
Revenue growth	**-3.7 %**	**8.1 %**	**22.0 %**	**25.3 %**	**86.3 %**	**104.5 %**	**99.6 %**	**101.0 %**
EBITDA	1.7	4.0	5.9	6.3	3.9	8.2	12.2	12.0
EBITA	**0.1**	**2.2**	**4.0**	**3.9**	**1.5**	**5.1**	**8.7**	**8.6**
EBIT	0.0	2.2	4.0	3.9	1.5	5.1	8.7	8.6
Margin								
EBITDA	3.2 %	5.4 %	6.2 %	6.7 %	4.0 %	5.5 %	6.5 %	6.3 %
EBITA	**0.2 %**	**3.0 %**	**4.2 %**	**4.2 %**	**1.6 %**	**3.4 %**	**4.6 %**	**4.5 %**
EBIT	0.0 %	3.0 %	4.2 %	4.1 %	1.5 %	3.4 %	4.6 %	4.5 %
Financials (net)	0.0	-0.8	-0.4	-0.4	-0.6	-0.7	-0.7	-0.7
PTP	0.0	1.4	3.5	3.5	0.9	4.4	8.0	7.9
Taxes	0.2	-0.4	-0.6	-0.9	0.1	-0.9	-1.6	-1.6
Net profit (parent company)	**-0.7**	**1.5**	**1.4**	**1.6**	**-0.6**	**1.6**	**1.8**	**1.6**
EPS	**0.01**	**0.14**	**0.30**	**0.27**	**0.09**	**0.37**	**0.69**	**0.68**

Source: OP Markets

Kreate - Full-year forecasts

EURm	2023	2024	2025	2026e	2027e	2028e
Revenue						
Finland	297	243	264	542	549	517
Sweden	23	33	51	85	102	109
Revenue	**320**	**276**	**315**	**627**	**652**	**626**
Revenue growth						
Finland	10 %	-18 %	9 %	105 %	1 %	-6 %
Sweden	482 %	45 %	54 %	67 %	20 %	7 %
Revenue growth	**16.9 %**	**-13.9 %**	**14.4 %**	**98.9 %**	**3.9 %**	**-4.0 %**
EBITDA	14.0	15.3	17.9	36.3	39.7	38.3
EBITA	**7.8**	**8.8**	**10.2**	**24.0**	**26.8**	**26.1**
EBIT	7.6	8.7	10.0	23.9	26.7	25.9
Margin						
EBITDA	4.4 %	5.6 %	5.7 %	5.8 %	6.1 %	6.1 %
EBITA	**2.4 %**	**3.2 %**	**3.2 %**	**3.8 %**	**4.1 %**	**4.2 %**
EBIT	2.4 %	3.2 %	3.2 %	3.8 %	4.1 %	4.1 %
Financials (net)	-3.0	-2.8	-1.6	-2.7	-2.6	-2.3
PTP	4.6	5.9	8.4	21.2	24.1	23.6
Taxes	-0.7	-1.3	-1.7	-4.0	-4.3	-4.3
Net profit (parent company)	**3.9**	**4.6**	**6.7**	**16.4**	**18.9**	**18.5**
EPS	**0.44**	**0.50**	**0.72**	**1.84**	**2.12**	**2.08**

Source: OP Markets

Income statement, balance sheet and cash flow

Kreate - Income statement

EUR million	2023	2024	2025	2026e	2027e	2028e
Sales	**320**	**276**	**315**	**627**	**652**	**626**
Materials and services	251	204	227	458	476	456
Gross margin	**22 %**	**26 %**	**28 %**	**27 %**	**27 %**	**27 %**
Personnel costs	43	44	54	100	101	98
Other costs	14	15	18	36	37	35
EBITDA	**14.0**	**15.3**	**17.9**	**36.3**	**39.7**	**38.3**
Margin	4.4 %	5.6 %	5.7 %	5.8 %	6.1 %	6.1 %
Depreciation and amortisation	6.4	6.6	7.9	12.4	13.0	12.4
Operating profit	**7.6**	**8.7**	**10.0**	**23.9**	**26.7**	**25.9**
Financial items	-3.0	-2.8	-1.6	-2.7	-2.6	-2.3
PTP	4.6	5.9	8.4	21.2	24.1	23.6
Taxes	-0.7	-1.3	-1.7	-4.0	-4.3	-4.3
Net profit	**3.9**	**4.6**	**6.7**	**16.4**	**18.9**	**18.5**
EPS	0.44	0.50	0.72	1.84	2.12	2.08
DPS	0.48	0.50	0.60	0.90	0.95	1.00

Source: OP Markets

Kreate - Balance sheet

EUR million	2023	2024	2025	2026e	2027e	2028e
Assets:						
Goodwill	40	40	63	70	70	70
Other intangible assets	0	0	0	0	0	0
Tangible assets	20	18	28	50	48	46
Investments	15	17	19	8	8	8
Inventories	0	0	0	0	0	0
Receivables	35	45	59	100	104	100
Short-term investment assets	0	0	0	0	0	0
Cash and cash equivalents	24	11	19	12	15	21
Total	**135**	**131**	**188**	**241**	**247**	**246**
Liabilities:						
Share capital	0	0	0	0	0	0
Other restricted equity	0	0	0	0	0	0
Unrestricted equity	0	0	0	57	74	87
Share of non-controlling interests	0	0	0	3	3	3
Total equity	**43**	**44**	**46**	**63**	**77**	**90**
Provisions	0	0	0	0	0	0
LT interest-bearing debt*	29	30	44	45	41	37
LT non-interest-bearing debt*	2	1	2	2	2	2
Other LT liabilities	0	0	0	0	0	0
ST interest-bearing debt	11	11	11	8	6	4
ST non-interest-bearing debt	50	46	86	124	121	113
Total	**135**	**131**	**188**	**241**	**247**	**246**

Source: OP Markets

Kreate - Cash flow

EUR million	**2023**	**2024**	**2025**	**2026e**	**2027e**	**2028e**
Operating profit	8	9	10	24	27	26
-Taxes	-1	-1	-2	-4	-4	-4
-Tax shield on interest expenses	0	-1	0	-1	0	0
+/- Other adjustments	-19	6	3	0	0	0
NOPLAT*	-13	13	11	19	22	21
+Depreciation	6	7	8	12	13	12
Cash flow from operations	-6	19	19	32	35	34
+Receivables	35	45	59	100	104	100
+Inventories	0	0	0	0	0	0
-ST non-interest-bearing debt	-50	-46	-86	-124	-121	-113
Net working capital	-15	-1	-27	-24	-17	-13
Change in NWC from prev. year	-17	14	-26	3	7	4
-Gross investments	7	6	7	12	11	10
Free cash flow	4	0	38	17	17	20

Source: OP Markets

More information on OP Corporate Bank plc and the investment research produced by it:

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Recommendations and target price history — **Kreate**

Recommendation	Target price (€)	Price (€)	Date	
ACCUMULATE	28.00	26.10	18.6.2026	Target price change
ACCUMULATE	21.00	19.40	29.5.2026	

The recommendation breakdown of OP Corporate Bank plc for all companies subject to research and for companies regarding which OP Corporate Bank plc or another company belonging to the same group has been party to the aforementioned* agreements concerning the provision of investment banking services:

Share recommendation breakdown (as of 26 May 2026)

	All Companies		Inv. Banking Relationships*	
Recommendation	Count	%	Count	%
BUY	25	36	3	33
ACCUMULATE	25	36	3	33
REDUCE	15	21	3	33
SELL	5	7	0	0
	70	100	9	100

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