Kreate

Post-results report Q2 2026

First disseminated
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There is no two without three

- **Kreate has beat forecasts several times this year, and the outlook is still excellent thanks to the solid order backlog and tailwind from the infrastructure market in several areas. The upcoming quarters are seasonally strong, and in our view, it is very likely that the company will upgrade its guidance for a third time this year. We raise our target price to EUR 30.00 (prev. EUR 28.00) and reiterate our Accumulate recommendation.**
- **Q2 results:** Kreate's revenue increased by more than 150% to EUR 185.4m and clearly exceeded forecasts (cons. EUR 155.3m). Growth was robust in both operating countries. The business in Finland was supported by the acquisition of SRV Infra and consolidation of KFS Finland's figures, but organic performance was also solid as large projects under development moved on to the implementation phase, among other things. Robust growth was also reflected on profit lines, and EBITA increased clearly more than expected to EUR 9.3m (cons. EUR 5.5m). Kreate reached an EBITA margin of 5.0% in line with its targets in Q2 for the first time since Q3 2021. Order backlog reached a new high again at EUR 886m (+215% YoY), offering visibility for a reasonably long term.
- **Guidance seems conservative:** Kreate reiterated its guidance according to which revenue will be in the range of EUR 600–650m and EBITA will be in the range of EUR 21–26m. Of the current order backlog, EUR 336m is expected to be realised during the rest of the year, which as such would bring revenue close to the mid-point of the guidance. If the company is able to advance projects as planned, similar to Q2, we believe that a third guidance upgrade is realistic. The cautious guidance is partly justified by timing issues related to large projects in H2.
- **Forecast revisions:** We raise our EBITA forecasts for the next few years by 5–10%. The upward cycle in certain areas of the infrastructure market has started more quickly than we had expected and it is also structurally stronger than we had previously estimated. Consequently, we have raised our forecasts on volumes in the medium term.
- **Valuation**: Our target price is based on the valuation multiples EV/EBITA 11x and P/E 13x on our forecasts for 2027 (80%) and the DCF model (20%).

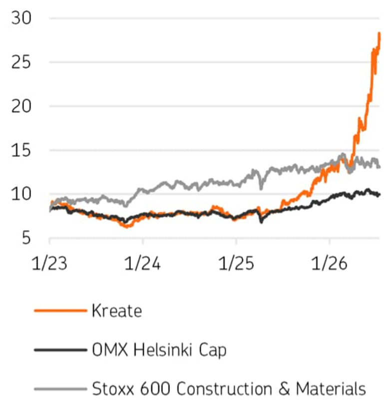
Kreate						
EURm	2023	2024	2025	2026e	2027e	2028e
Sales	320	276	315	654	676	666
Sales growth (%)	17 %	-14 %	14 %	108 %	3 %	-2 %
EBITA	7.8	8.8	10.2	26.4	28.2	28.4
EBITA margin	2.4 %	3.2 %	3.2 %	4.0 %	4.2 %	4.3 %
EPS	0.44	0.50	0.72	1.89	2.14	2.20
DPS	0.48	0.50	0.60	0.90	0.95	1.00
Yield (%)	6.6 %	7.0 %	4.8 %	3.2 %	3.4 %	3.5 %
EV/EBIT	10.7	10.8	14.8	10.8	9.9	9.4
P/E	16.4	14.3	17.4	15.0	13.2	12.9
ROE	9 %	11 %	15 %	34 %	29 %	24 %
ROCE	11 %	13 %	13 %	29 %	27 %	26 %
Equity ratio	32 %	33 %	24 %	24 %	32 %	39 %
Gearing	39 %	69 %	79 %	50 %	34 %	15 %
Net debt/EBITDA	1.2	2.0	2.0	0.8	0.7	0.4

Source: OP Markets

Recommendation	ACCUMULATE
	Unchanged
Target price (€)	30,00
	(prev. 28,00)

Price (€)*	27,50
High (12m)	28,90
Low (12m)	8,68
Market cap (M€)	247
Index weight	0,1 %
Beta	0,77
Ticker	KREATE
Next report date	26.10.2026

Performance	1m	3m	12m
Price (€)	22,60	16,50	8,84
Price change	21,7 %	66,7 %	211,1 %
Total return	21,7 %	66,7 %	226,1 %



Source: OP Markets, Bloomberg, *) as of 15.7. 10:30

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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 June 2026, the company's order backlog was at an all-time high at EUR 886m.
- **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.

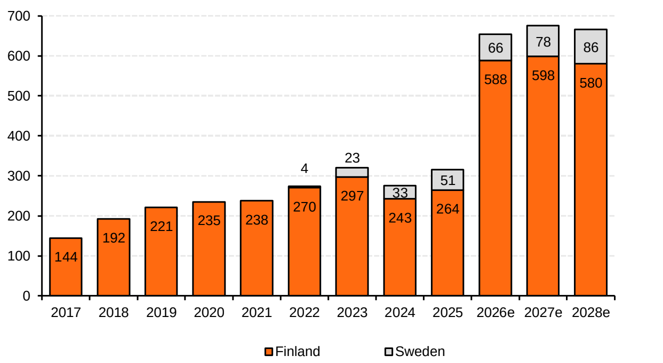
Drivers

- **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

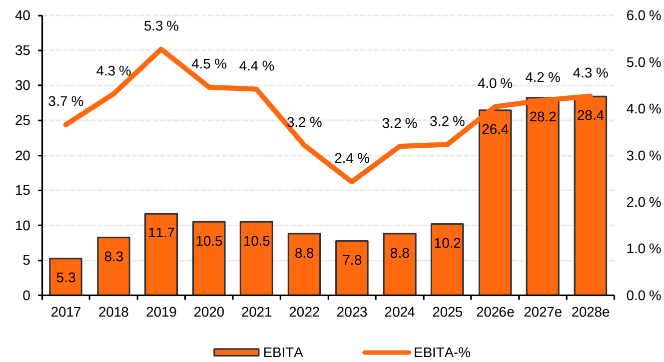
- **Project business** generate little recurring revenue, making new project intake critical to maintaining business continuity. The increasing size of projects also raises risks related to projects.
- **The company's own measures to create demand are partly limited –** most of revenue comes from customers 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 figures vs. forecasts

Kreate: Actual vs. estimates

	Actual	Estimates		Actual vs. estimates		Comp. period	
EURm	Q2/26	OP	Cons.	OP	Cons.	Q2/25	y/y
Sales							
Finland	169.8	133.8	-	27 %	-	64.5	163 %
Sweden	15.6	16.5	-	-5 %	-	9.0	73 %
Sales total	**185.4**	**150.3**	**155.3**	**23 %**	**19 %**	**73.5**	**152 %**
EBITA	**9.3**	**5.1**	**5.5**	**82 %**	**69 %**	**2.2**	**>200 %**
EBITA %	**5.0 %**	**3.4 %**	**3.5 %**			**3.0 %**	
Pre-tax profit	8.3	4.4	4.8	88 %	73 %	1.4	>200 %
EPS	**0.64**	**0.37**	**0.42**	**71 %**	**52 %**	**0.14**	**>200 %**

Source: OP Markets, Factset

Forecast revisions 2026–2028

Kreate - Forecast revisions

	2026			2027			2028		
EURm	New	Old	Diff.	New	Old	Diff	New	Old	Diff.
Revenue									
Finland	588	542	9 %	598	549	9 %	580	517	12 %
Sweden	66	85	-23 %	78	102	-24 %	86	109	-22 %
Revenue	**654**	**627**	**4 %**	**676**	**652**	**4 %**	**666**	**626**	**6 %**
EBITA	**26.4**	**24.0**	**10 %**	**28.2**	**26.8**	**5 %**	**28.4**	**26.1**	**9 %**
EBITA margin	4.0 %	3.8 %		4.2 %	4.1 %		4.3 %	4.2 %	
PTP	23.1	21.2	9 %	25.6	24.1	6 %	25.9	23.6	10 %
Tax	-4.3	-4.0	8 %	-4.6	-4.3	6 %	-4.7	-4.3	10 %
Net profit	16.8	16.4	3 %	19.1	18.9	1 %	19.5	18.5	6 %
EPS	**1.89**	**1.84**	**3 %**	**2.14**	**2.12**	**1 %**	**2.20**	**2.08**	**6 %**
DPS	0.90	0.90	0 %	0.95	0.95	0 %	1.00	1.00	0 %

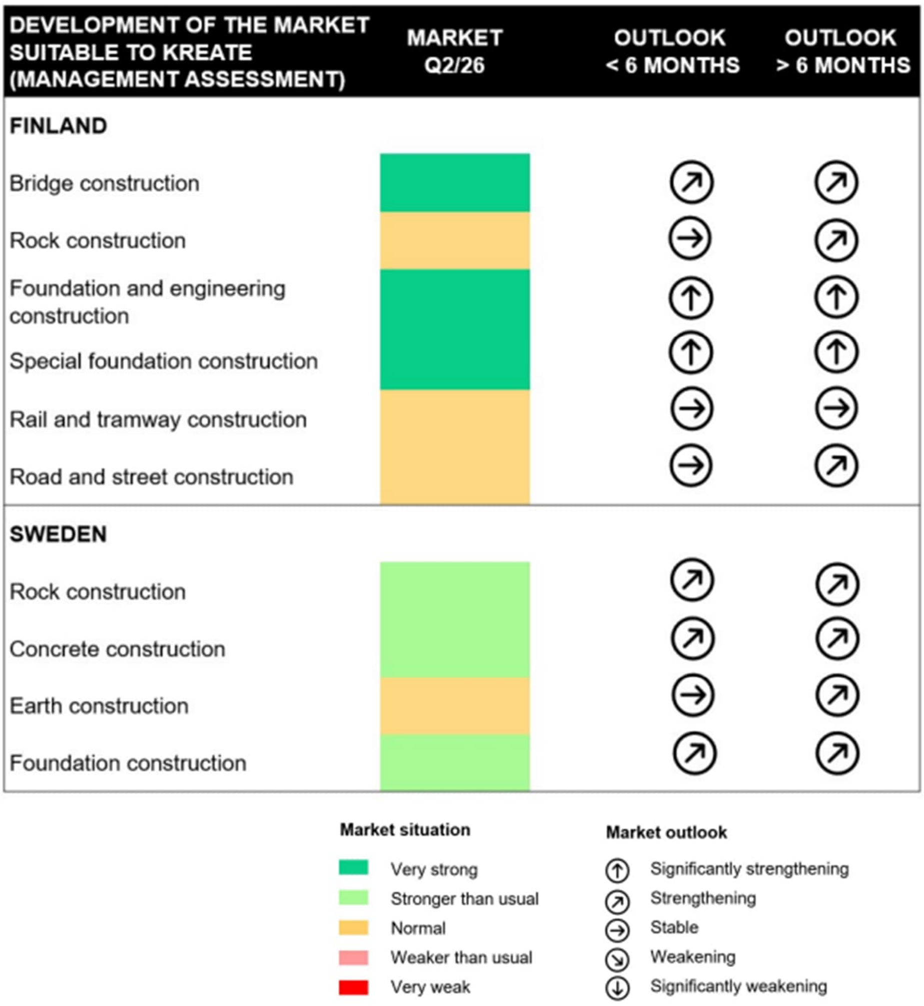
Source: OP Markets

Market conditions and outlook

Kreate upgraded its estimate of the current market outlook for bridge construction in Finland to very strong (prev. strong).

The long-term outlook for rail and tram construction was lowered to stable, but at the same time the outlook for road and street construction was upgraded to stronger.

The estimates on market conditions and outlook remained unchanged in other areas.



Source: Kreate Q2 2026 interim report

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 likely scenario for now, we predict that the EBITA margin will recover to above 4% in 2027–2028.

On 2026 earnings estimates, the peer group median EV/EBIT stands at 11.1x, with expected sector earnings growth in 2027 driving multiples down to 9.5x. Therefore, the average EV/EBIT multiple for 2026–2027 is 10.3x, which is fully in line with the historical 12-month forward-looking valuation (10-year median 10.2x). The peer group's P/E multiples are 14.7x and 12.4x, 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	572	0.7x	0.6x	0.6x	15.9x	12.0x	10.1x	45.1x	15.5x	10.3x	0.9x	0.8x	0.8x	0.0 %	3.0 %	3.8 %
GRK Infra Plc	770	0.5x	0.5x	0.5x	8.0x	7.0x	6.6x	14.3x	13.1x	12.5x	3.3x	2.9x	2.8x	2.8 %	2.9 %	3.1 %
SRV Yhtiot Oyj	91	0.3x	0.2x	0.2x	17.0x	11.0x	9.1x	44.7x	11.7x	8.4x	0.7x	0.7x	n.a.	0.0 %	2.8 %	n.a.
Consti Oyj	91	0.3x	0.2x	0.2x	9.1x	7.5x	6.4x	12.2x	9.7x	8.1x	1.9x	1.8x	1.6x	6.5 %	6.7 %	6.8 %
Skanska AB Class B	9,386	0.6x	0.5x	0.5x	12.2x	11.1x	10.2x	14.8x	13.2x	12.2x	1.6x	1.6x	1.5x	4.0 %	4.4 %	4.8 %
Peab AB Class B	2,320	0.6x	0.5x	0.5x	11.9x	11.0x	10.4x	11.8x	10.8x	9.9x	1.4x	1.3x	1.2x	4.4 %	5.1 %	5.6 %
NCC AB Class B	1,522	0.4x	0.3x	0.3x	10.6x	9.1x	8.2x	11.9x	10.0x	8.8x	2.0x	1.9x	1.7x	6.3 %	6.7 %	7.0 %
Veidekke ASA	2,283	0.5x	0.4x	0.4x	10.0x	9.6x	9.1x	15.5x	14.8x	14.0x	6.9x	6.6x	6.2x	6.1 %	6.4 %	6.9 %
NRC Group ASA	130	0.3x	0.3x	0.3x	11.5x	9.1x	8.3x	14.6x	10.2x	8.7x	0.8x	0.7x	0.7x	0.0 %	3.4 %	3.8 %
AF Gruppen ASA Class A	2,001	0.6x	0.6x	0.6x	10.4x	9.5x	9.6x	16.5x	15.1x	15.3x	4.9x	4.6x	4.3x	5.5 %	6.1 %	6.0 %
Kreate (cons.)	248	0.5x	0.5x	0.5x	12.5x	11.3x	11.6x	15.4x	13.5x	13.8x	4.5x	3.8x	3.3x	3.2 %	3.5 %	3.7 %
Median	**671**	**0.5x**	**0.5x**	**0.4x**	**11.1x**	**9.5x**	**9.1x**	**14.7x**	**12.4x**	**10.1x**	**1.8x**	**1.7x**	**1.6x**	**4.2 %**	**4.7 %**	**5.6 %**
Average	1765	0.5x	0.4x	0.4x	11.6x	9.7x	8.8x	20.1x	12.4x	10.8x	2.4x	2.3x	2.3x	3.6 %	4.7 %	5.3 %
Kreate (OP)		**0.4x**	**0.4x**	**0.4x**	**10.8x**	**9.9x**	**9.4x**	**15.0x**	**13.2x**	**12.9x**	**3.9x**	**3.1x**	**2.6x**	**3.4 %**	**3.6 %**	**3.8 %**
Diff. vs. median		-13 %	-11 %	-11 %	-2 %	4 %	4 %	2 %	7 %	27 %	116 %	84 %	58 %	-0.8 %	-1.1 %	-1.7 %

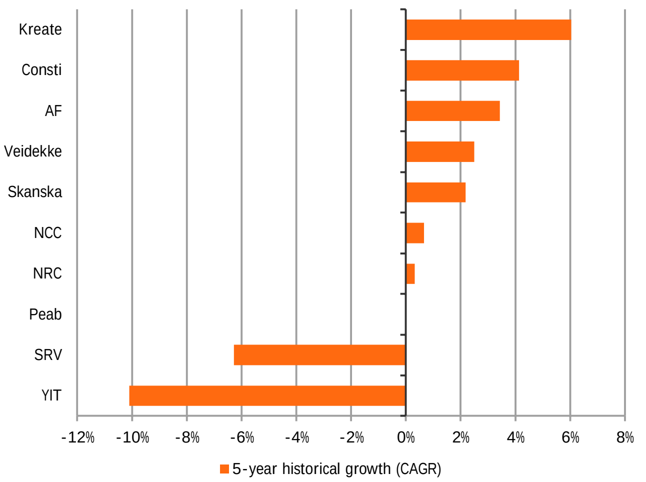
Source: FactSet, OP Markets

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	5.6 %	6.5 %	6.9 %	6.3 %	4.4 %	5.4 %	6.0 %	42 %	32 %	19 %	31 %	2 %	5 %	8 %	5.2x	3.8x	3.2x
GRK Infra Plc	5.5 %	9.3 %	3.9 %	6.2 %	6.8 %	7.2 %	7.3 %	8 %	14 %	6 %	9 %	23 %	22 %	22 %	-2.0x	-2.2x	-2.7x
SRV Yhtiot Oyj	17.2 %	13.7 %	2.2 %	10.8 %	1.6 %	2.2 %	2.6 %	-22 %	54 %	21 %	14 %	2 %	6 %	n.a.	5.6x	4.0x	na.
Consti Oyj	3.1 %	8.8 %	4.0 %	5.3 %	2.9 %	3.3 %	3.7 %	8 %	21 %	18 %	16 %	16 %	19 %	20 %	na.	na.	na.
Skanska AB Class B	3.8 %	5.3 %	3.0 %	4.0 %	4.6 %	4.8 %	5.1 %	17 %	10 %	8 %	12 %	11 %	12 %	12 %	-1.2x	-1.1x	-1.0x
Peab AB Class B	5.7 %	5.5 %	3.4 %	4.9 %	4.8 %	4.9 %	5.0 %	13 %	8 %	5 %	9 %	12 %	12 %	13 %	1.4x	1.2x	1.1x
NCC AB Class B	-0.7 %	4.9 %	5.6 %	3.2 %	3.4 %	3.8 %	4.0 %	144 %	17 %	11 %	47 %	17 %	19 %	20 %	0.3x	0.2x	-0.1x
Veidekke ASA	7.4 %	5.3 %	3.1 %	5.2 %	4.5 %	4.5 %	4.6 %	7 %	4 %	5 %	6 %	44 %	44 %	44 %	-1.4x	-1.6x	-1.6x
NRC Group ASA	6.6 %	5.2 %	6.1 %	6.0 %	2.9 %	3.5 %	3.6 %	44 %	26 %	10 %	26 %	5 %	7 %	8 %	1.8x	1.5x	1.4x
AF Gruppen ASA Class A	9.6 %	5.6 %	2.3 %	5.8 %	5.8 %	6.0 %	5.8 %	22 %	9 %	-1 %	10 %	30 %	31 %	28 %	-0.4x	-0.5x	-0.5x
Kreate (cons.)	98.3 %	3.1 %	-5.1 %	24.7 %	3.8 %	4.1 %	4.2 %	148 %	11 %	-3 %	39 %	29 %	28 %	24 %	1.1x	0.7x	0.6x
Median	**5.6 %**	**5.5 %**	**3.6 %**	**5.5 %**	**4.4 %**	**4.7 %**	**4.8 %**	**15 %**	**15 %**	**9 %**	**13 %**	**14 %**	**15 %**	**20 %**	**0.3x**	**0.2x**	**-0.3x**
Average	6.4 %	7.0 %	4.1 %	5.8 %	4.2 %	4.6 %	4.8 %	28 %	20 %	10 %	18 %	16 %	18 %	19 %	1.0x	0.6x	0.0x
Kreate (OP)	**107.5 %**	**3.3 %**	**-1.5 %**	**28.3 %**	**4.0 %**	**4.2 %**	**4.3 %**	**159 %**	**7 %**	**1 %**	**41 %**	**22 %**	**19 %**	**19 %**	**0.8x**	**0.7x**	**0.4x**
Diff. vs. median	102 %	-2 %	-5 %	23 %	0 %	0 %	-1 %	144 %	-9 %	-8 %	28 %	8 %	4 %	-1 %	0.6x	0.5x	0.7x

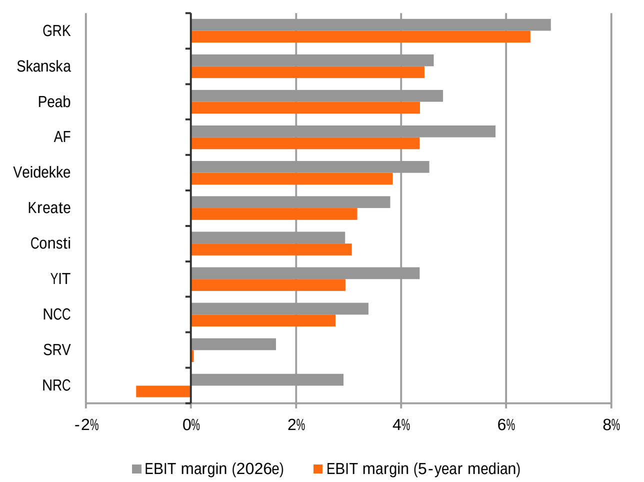
Source: FactSet, OP Markets

Peer group - revenue growth, 5 years CAGR (%)



Source: FactSet, OP Markets

Peer group - profitability (EBIT margin)



Source: FactSet, OP Markets

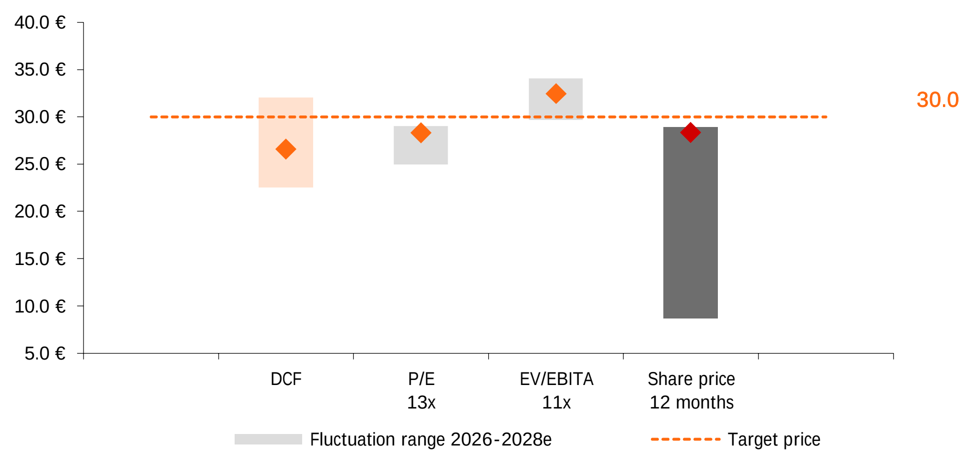
Kreate's share price has more than doubled since the beginning of the year, which has mainly rested on higher forecasts. Based on the average of our forecasts for 2026–2027, the share's EV/EBIT valuation multiples are still rather neutral (OPe 10.4x vs. 5-year median 9.7x). The share is valued at a slight premium (EV/EBIT) in relation to peers (+4% 2027e), which in our opinion is justified considering the recent performance and promising demand outlook. Based on the P/E multiple, the current valuation is clearly higher than Kreate's historical level (14x vs. 11x), but on the other hand, it is in line with 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. The outlook for infrastructure construction in the next few years is very 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. 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.

Accumulate – EUR 30.00 (prev. EUR 28.00)

We accept an EV/EBITA multiple of 11x and a P/E multiple of 13x for Kreate and apply them to our forecasts for 2027 (prev. 2026–2027 with 25/75 weights). The solid performance of the order backlog and the visibility it offers justify shifting the focus slightly further ahead. The share value indicated by the base case scenario in our DCF model, which reflects a longer-term trend, is EUR 26.60, 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.

Kreate - Valuation summary



Source: OP Markets

Kreate - Valuation

Summary						Weight	EUR/share
EV/EBITA (x)	11x					40 %	32.5
P/E (x)	13x					40 %	28.3
DCF model						20 %	26.6
Target price							**30.0**

EV/EBITA (x)	EBITA	EV/EBITAx	EV	Net debt	Market cap	Weight	EUR/share
2026e	26.4	11x	296	32	264	0 %	29.6
2027e	28.2	11x	316	27	289	100 %	32.5
2028e	28.4	11x	318	15	303	0 %	34.1
Weighted	28.2	11x	316	27	289		32.5

P/E (x)	EPS	P/Ex	Market cap	Weight	EUR/share
2026e	1.89	13x	222	0 %	25.0
2027e	2.14	13x	252	100 %	28.3
2028e	2.20	13x	258	0 %	29.0
Weighted	2.14	13x	252		28.3

Source: OP Markets

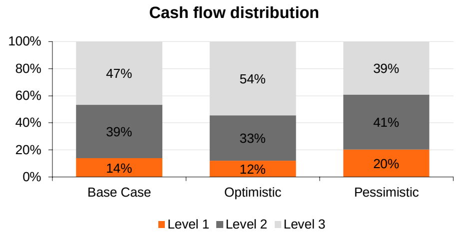
Discounted cash flow model

Kreate

Cash flow projections

EURm	**2026**	**2027**	**2028**	**2029**	**2030**	**2031**	**2032**	**2033**	**2034**	**2035**	**2036**
Revenues	654	676	666	676	687	703	718	732	747	759	770
Revenue growth	107.5 %	3.3 %	-1.5 %	1.5 %	1.6 %	2.4 %	2.1 %	2.0 %	2.0 %	1.6 %	1.5 %
EBIT	26	28	28	28	30	31	31	31	30	30	31
EBIT margin	4.0 %	4.2 %	4.2 %	4.2 %	4.4 %	4.4 %	4.3 %	4.2 %	4.0 %	4.0 %	4.0 %
Gross Investments	12	11	10	14	14	14	14	15	15	15	15
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	15	12	19	24	25	26	26	26	25	26	26

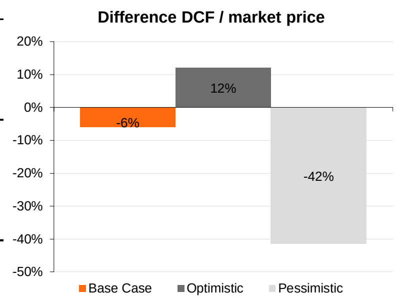
	Base Case		Optimistic		Pessimistic	
FCF	growth	% pv*	growth	% pv	growth	% pv
Level 1 2026 : 2028	-19.9 %	14 %	-19.9 %	12 %	-39.9 %	20 %
Level 2 2029 : 2036	3.7 %	39 %	6.2 %	33 %	-1.7 %	41 %
Level 3 2037	1.8 %	47 %	2.5 %	54 %	1.0 %	39 %
PV total	289	100 %	335	100 %	200	100 %



* Level share of present value cash flows

IMPLIED SHARE PRICE vs CURRENT SHARE PRICE

Kreate	Base Case	Optimistic	Pessimistic
Present value FCF	289	335	200
- debt (int.-bearing)	63	63	63
- minority interest	0	0	0
+ fin. investments	0	0	0
+ cash and bank	10	10	10
PV shareholder equity	236	282	147
No. of shares (million)	8.9	8.9	8.9
Implied share price	**26.6**	31.7	16.6
Current share price	**28.3**	28.3	28.3
Difference (EUR)	**-1.7**	3.4	-11.7
Difference %	**-6.1 %**	12.0 %	-41.5 %



SENSITIVITY ANALYSIS

Interest rate sensitivity		Implied share price: Base Case	Optimistic	Pessimistic
risk-free	2.50 %	29.0	35.0	17.9
rate	3.00 %	**26.6**	31.7	16.6
	3.50 %	24.5	28.9	15.3

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 %
	$WACC_2$	$\mathbf{WACC_1}$	$WACC_3$

Growth sensitivity		**Implied share price**				
Base Case		7.88 %	8.38 %	**8.88 %**	9.38 %	9.88 % **WACC**
	0.80 %	29.1	26.7	24.6	22.7	21.1
infinite	1.30 %	30.4	27.8	25.5	23.5	21.8
cash flow	**1.80 %**	32.0	29.1	**26.6**	24.4	22.5
growth	2.30 %	33.9	30.6	27.8	25.4	23.4
	2.80 %	36.1	32.4	29.3	26.6	24.3

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:

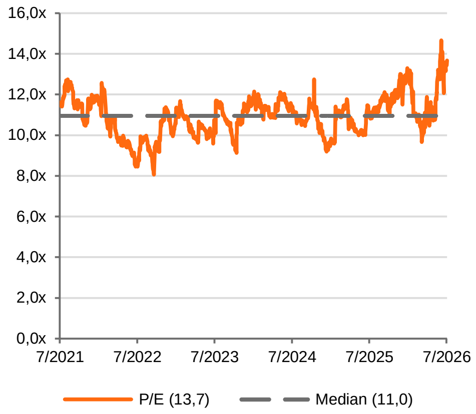
Risk-free rate	3.00 %
Risk premium	5.00 %
Tax rate	20.0 %
Tax shield on interest exp.	1.60 %
Cost of debt capital	6.40 %

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 %**

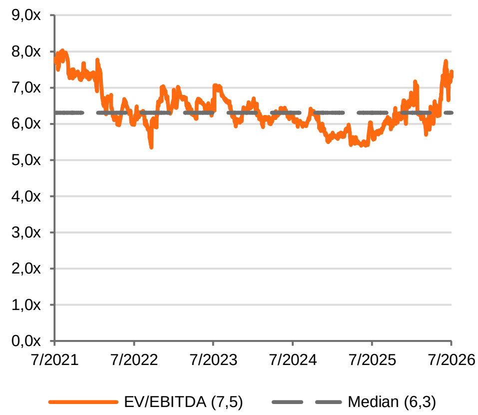
Historical valuation metrics (12m forward)

Kreate Group Plc - P/E



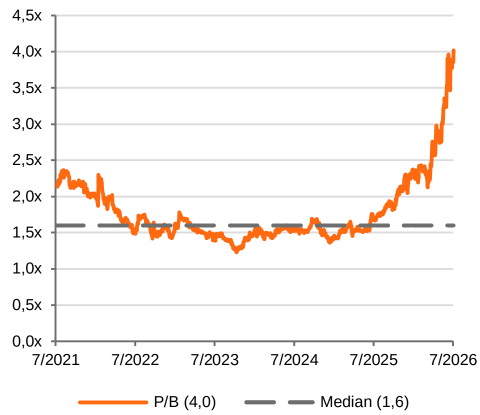
Source: Factset, OP Markets

Kreate Group Plc - EV/EBITDA



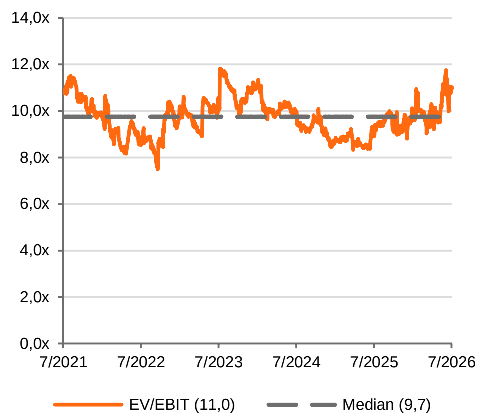
Source: Factset, OP Markets

Kreate Group Plc - P/B



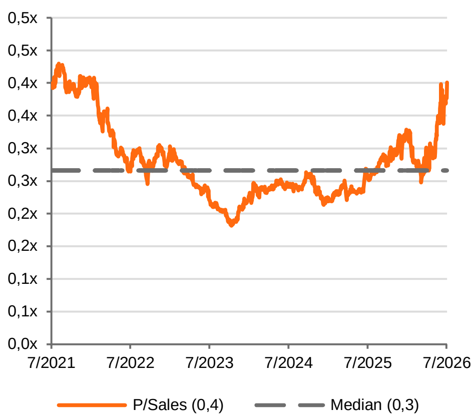
Source: Factset, OP Markets

Kreate Group Plc - EV/EBIT



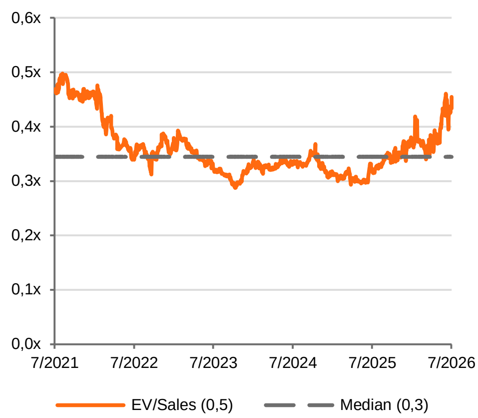
Source: Factset, OP Markets

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	2Q26	3Q26e	4Q26e
Revenue								
Finland	45	65	79	76	82	170	173	163
Sweden	8	9	16	18	16	16	17	18
Revenue	**52**	**74**	**95**	**95**	**98**	**185**	**190**	**181**
Revenue growth								
Finland	-6 %	5 %	16 %	16 %	83 %	163 %	108 %	100 %
Sweden	15 %	41 %	59 %	84 %	107 %	73 %	3 %	0 %
Revenue growth	**-3.7 %**	**8.1 %**	**22.0 %**	**25.3 %**	**86.3 %**	**152.2 %**	**100.7 %**	**91.3 %**
EBITDA	1.7	4.0	5.9	6.3	3.9	12.4	12.0	10.6
EBITA	**0.1**	**2.2**	**4.0**	**3.9**	**1.5**	**9.3**	**8.6**	**7.0**
EBIT	0.0	2.2	4.0	3.9	1.5	9.2	8.6	7.0
Margin								
EBITDA	3.2 %	5.4 %	6.2 %	6.7 %	4.0 %	6.7 %	6.3 %	5.8 %
EBITA	**0.2 %**	**3.0 %**	**4.2 %**	**4.2 %**	**1.6 %**	**5.0 %**	**4.5 %**	**3.9 %**
EBIT	0.0 %	3.0 %	4.2 %	4.1 %	1.5 %	5.0 %	4.5 %	3.9 %
Financials (net)	0.0	-0.8	-0.4	-0.4	-0.6	-0.9	-0.8	-0.8
PTP	0.0	1.4	3.5	3.5	0.9	8.3	7.8	6.2
Taxes	0.2	-0.4	-0.6	-0.9	0.1	-1.6	-1.6	-1.2
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**	**0.65**	**0.64**	**0.51**

Source: OP Markets

Kreate - Full-year forecasts

EURm	2023	2024	2025	2026e	2027e	2028e
Revenue						
Finland	297	243	264	588	598	580
Sweden	23	33	51	66	78	86
Revenue	**320**	**276**	**315**	**654**	**676**	**666**
Revenue growth						
Finland	10 %	-18 %	9 %	122 %	2 %	-3 %
Sweden	482 %	45 %	54 %	30 %	18 %	10 %
Revenue growth	**16.9 %**	**-13.9 %**	**14.4 %**	**107.5 %**	**3.3 %**	**-1.5 %**
EBITDA	14.0	15.3	17.9	38.9	41.1	41.2
EBITA	**7.8**	**8.8**	**10.2**	**26.4**	**28.2**	**28.4**
EBIT	7.6	8.7	10.0	26.3	28.1	28.3
Margin						
EBITDA	4.4 %	5.6 %	5.7 %	5.9 %	6.1 %	6.2 %
EBITA	**2.4 %**	**3.2 %**	**3.2 %**	**4.0 %**	**4.2 %**	**4.3 %**
EBIT	2.4 %	3.2 %	3.2 %	4.0 %	4.2 %	4.2 %
Financials (net)	-3.0	-2.8	-1.6	-3.1	-2.5	-2.4
PTP	4.6	5.9	8.4	23.1	25.6	25.9
Taxes	-0.7	-1.3	-1.7	-4.3	-4.6	-4.7
Net profit (parent company)	**3.9**	**4.6**	**6.7**	**16.8**	**19.1**	**19.5**
EPS	**0.44**	**0.50**	**0.72**	**1.89**	**2.14**	**2.20**

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**	**654**	**676**	**666**
Materials and services	251	204	227	484	501	494
Gross margin	**22 %**	**26 %**	**28 %**	**26 %**	**26 %**	**26 %**
Personnel costs	43	44	54	99	102	100
Other costs	14	15	18	34	34	33
EBITDA	**14.0**	**15.3**	**17.9**	**38.9**	**41.1**	**41.2**
Margin	4.4 %	5.6 %	5.7 %	5.9 %	6.1 %	6.2 %
Depreciation and amortisation	6.4	6.6	7.9	12.6	13.0	12.9
Operating profit	**7.6**	**8.7**	**10.0**	**26.3**	**28.1**	**28.3**
Financial items	-3.0	-2.8	-1.6	-3.1	-2.5	-2.4
PTP	4.6	5.9	8.4	23.1	25.6	25.9
Taxes	-0.7	-1.3	-1.7	-4.3	-4.6	-4.7
Net profit	**3.9**	**4.6**	**6.7**	**16.8**	**19.1**	**19.5**
EPS	0.44	0.49	0.71	1.89	2.14	2.20
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	72	72	72
Other intangible assets	0	0	0	0	0	0
Tangible assets	20	18	28	41	39	36
Investments	15	17	19	7	7	7
Inventories	0	0	0	0	0	0
Receivables	35	45	59	118	115	107
Short-term investment assets	0	0	0	0	0	0
Cash and cash equivalents	24	11	19	30	20	26
Total	**135**	**131**	**188**	**268**	**253**	**248**
Liabilities:						
Share capital	0	0	0	0	0	0
Other restricted equity	0	0	0	0	0	0
Unrestricted equity	0	0	0	57	76	92
Share of non-controlling interests	0	0	0	5	5	5
Total equity	**43**	**44**	**46**	**65**	**81**	**98**
Provisions	0	0	0	0	0	0
LT interest-bearing debt*	29	30	44	50	41	37
LT non-interest-bearing debt*	2	1	2	3	3	3
Other LT liabilities	0	0	0	0	0	0
ST interest-bearing debt	11	11	11	13	6	4
ST non-interest-bearing debt	50	46	86	138	122	107
Total	**135**	**131**	**188**	**268**	**253**	**248**

Source: OP Markets

Kreate - Cash flow

EUR million	**2023**	**2024**	**2025**	**2026e**	**2027e**	**2028e**
Operating profit	8	9	10	26	28	28
-Taxes	-1	-1	-2	-4	-5	-5
-Tax shield on interest expenses	0	-1	0	-1	0	0
+/- Other adjustments	-19	6	3	0	0	0
NOPLAT*	-13	13	11	21	23	23
+Depreciation	6	7	8	13	13	13
Cash flow from operations	-6	19	19	34	36	36
+Receivables	35	45	59	118	115	107
+Inventories	0	0	0	0	0	0
-ST non-interest-bearing debt	-50	-46	-86	-138	-122	-107
Net working capital	-15	-1	-27	-20	-7	0
Change in NWC from prev. year	-17	14	-26	7	13	7
-Gross investments	7	6	7	12	11	10
Free cash flow	4	0	38	15	12	19

Source: OP Markets

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Recommendations and target price history **Kreate**

Recommendation	Target price (€)	Price (€)	Date	
ACCUMULATE	30.0	28.3	15.7.2026	Target price change
ACCUMULATE	28.0	26.1	18.6.2026	Target price change
ACCUMULATE	21.0	19.4	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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