

Filtronic

H126 trading on track

Filtronic's H126 trading update confirmed that the company is on track to meet consensus expectations for FY26. Through H126, the company has strengthened its position with its largest customer, advanced its technology roadmap, broadened its reach in the space sector and signed an important contract in the defence sector. Filtronic's net cash position provides a solid foundation to support its growth ambitions. We maintain our forecasts.

Year end	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (p)	DPS (p)	P/E (x)	Yield (%)
5/24	25.4	4.9	3.4	1.43	0.00	97.3	N/A
5/25	56.3	17.0	15.1	6.83	0.00	20.4	N/A
5/26e	54.1	10.1	6.3	2.31	0.00	60.3	N/A
5/27e	59.6	11.8	7.7	2.68	0.00	51.8	N/A

Note: EBITDA, PBT and EPS (diluted) are normalised, excluding amortisation of acquired intangibles, exceptional items and share-based payments.

Through the course of H126, the company has strengthened its relationship with SpaceX, receiving a \$32.5m/£24.0m follow-on order for solid state power amplifiers (SSPAs) on its current gallium arsenide (GaAs) technology and a longer-term contract worth \$62.5m/£47.3m to produce SSPAs using the company's new gallium nitride (GaN) technology. Outside of this relationship, the company has broadened its exposure within the space sector, winning a development contract for Ka-band SSPAs with the UK Space Agency and a €7m/£5.8m contract to supply radio frequency assemblies for use in lower Earth orbit (LEO) satellites to an unnamed customer. In the aerospace & defence sector, the company signed a £13.4m contract with a leading European defence prime (we believe Leonardo) to supply high-performance modules for an electronic sensor system.

The company closed H126 with a cash position of £10.5m and a net cash position of £8.5m (this excludes right-of-use property leases), down from £14.5m and £12.3m, respectively, at the end of FY25. This reflects the company's ongoing investment in the new headquarters and manufacturing site in Sedgefield (the move was completed recently), and provides a strong position from which to drive growth.

H126 trading update

Tech hardware and equipment

12 December 2025

Price 139.00p

Market cap £306m

Net cash/(debt) at end H126 £8.5m
(excludes property leases)

Shares in issue 219.9m

Free float 70.9%

Code FTC

Primary exchange AIM

Secondary exchange N/A

Share price performance



Business description

Filtronic is a designer and manufacturer of advanced radio frequency (RF) communications products, supplying a number of market sectors including mobile telecommunications infrastructure, space, public safety, aerospace and defence.

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