EDISON

Severfield

AGM trading update

Stronger foundations in a transitional year

General industrials

30 July 2026

Severfield has made a positive start to 2027 despite an unchanged market backdrop with FY27 guidance for underlying PBT of £12–15m unchanged from the FY26 results on 23 June 2026. Order books have increased across all three geographies (UK and Europe, and India) providing improved revenue visibility. Recent orders include an increasing proportion of higher margin work in growth end markets such as data centres. We believe this update indicates that management are ticking all the boxes next to their strategic ambitions, which should continue to support the shares.

Year end	Revenue (£m)	PBT (£m)	EPS (p)	DPS (p)	P/E (x)	Yield (%)
3/24	463.5	36.5	8.85	3.70	4.1	10.1
3/25	450.9	18.1	4.28	1.40	8.6	3.8
3/26	454.3	10.5	2.74	0.00	13.4	N/A

Note: PBT and EPS are on an underlying, diluted, company basis, excluding amortisation of acquired intangibles, exceptional items and share-based payments

In recent weeks Severfield has secured some significant project wins, primarily in data centres in the UK, Germany and Sweden, driving the UK and Europe order book up again from £507m as at 1 June 2026 to £534m, of which £375m is scheduled for the next 12 months, which is an 11% increase from the £339m as at 1 June, providing improved visibility of FY27 volumes.

Continental Europe now accounts for 32% of the UK and Europe order book compared to 28% on 1 June implying that the majority of the orders won in June were in continental Europe. Importantly, recent awards include an increasing proportion of higher-quality work, which is expected to support future margin progression and illustrates continued execution by management of their strategic ambitions to secure contracts in growing sectors, such as data centres, to support expansion of both revenue and margins. We note that this is being achieved despite an unchanged subdued macro-economic backdrop in the UK and Europe.

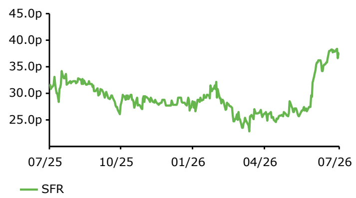
Severfield's Indian joint venture JSW Severfield Structures (JSSL) (50/50 with JSW Steel) has also seen continued good momentum at the start of the year with the order book increasing by 20% in constant currency to 4,134 crore/£327m (1 June 2026 3,440 crore/£267m) reflecting successful data centre project awards and new orders from their partner JSW to support JSW's ongoing investment. The macro-economic backdrop in India remains robust.

While Severfield continues to view FY27 as a transitional year, we think the AGM trading update shows that the foundations for improvement and execution against management's medium-term ambitions continue to strengthen. Increased orders provide improved visibility, the quality of the order book is improving as the company works through lower-margin projects, strong growth in India continues and management continues to progress with its transformation programmes. Consequently, it is ticking all the boxes next to their medium-term ambitions, which should continue to support the shares following recent gains post FY26 results.

Severfield expects to announce H127 results for the six months ending 26 September 2026 on Tuesday 24 November 2026.

Price	**36.70p**
Market cap	**£109m**
Net cash/(debt) as at 28 March	£(28.2)m
Shares in issue	296.2m
Free float	100.0%
Code	SFR
Primary exchange	LSE
Secondary exchange	N/A

Share price performance



Business description

Severfield is a market-leading UK structural steelwork fabricator operating across a broad range of market sectors, now with a Dutch subsidiary. An Indian facility undertakes structural steelwork projects for the local market in a joint venture with India's largest steel producer, JSW Steel.

Analyst

Jonathan Day +44 (0)20 3077 5700

industrials@edisongroup.com

Edison profile page

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