Filtronic

Contract win

Another defence win

Tech hardware and equipment

16 December 2025

Filtronic has won another material contract with a major European defence prime, with the initial tranche of the contract worth c £7m and the total value of the contract worth £11m over two years. The contract highlights the company's growing exposure to the defence industry and ongoing efforts to diversify the business. 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	103.6	N/A
5/25	56.3	17.0	15.1	6.83	0.00	21.7	N/A
5/26e	54.1	10.1	6.3	2.31	0.00	64.2	N/A
5/27e	59.6	11.8	7.7	2.68	0.00	55.2	N/A

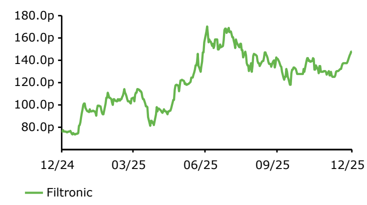
Note: EBITDA, PBT and EPS (diluted) are normalised, excluding amortisation of acquired intangibles, exceptional items and share-based payments.

Filtronic has received an authorisation to proceed (ATP) from a major European defence prime for the supply of high-performance active components for the next phase of a long-standing electronic sensor programme for a defence contract. The ATP allows Filtronic to commence work on the project prior to receiving a purchase order in Q1 CY26 and is worth c £7m. The total value of the contract is expected to be £11m for a two-year programme. The components will be manufactured at the company's new secure, automated microelectronics facility in Sedgefield.

We assume that the contract will start to ship in late FY27, with the bulk in FY28. We view the contract as supportive of our forecasts and we maintain our estimates.

Price	**148.00p**
Market cap	**£326m**
Net cash/(debt) at end H126	£8.5m
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.

Analyst

Katherine Thompson +44 (0)20 3077 5700

tmt@edisongroup.com

Edison profile page

Filtronic is a research client of Edison Investment Research Limited

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