

## Creotech

### 2Q'24 net result = PLN -4.2mn vs. -4.3mn of our expectations

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The company published its financial results for 2Q'24:

- Revenue = PLN 8.3mn (-11% y/y) vs. 12.6mn of our expectations.
- Operating expenses = PLN -13.6mn (down 5% y/y).
- EBIT = PLN -5.2mn vs. -4.4mn of our expectations.
- Net profit = PLN -4.2mn vs. -4.3mn of our forecasts.
- OCF = PLN +2.3mn vs. -0.6mn a year earlier. CAPEX = PLN 5.3mn similar to year earlier.

#### Our view: NEUTRAL

**The company reported an 11% year-on-year decline in revenue, largely due to a decline in recognized subsidies (PLN 2.4mn vs. 3.7mn a year earlier). Revenues from product sales alone increased y/y by 5%. The electronics manufacturing segment broke the downward y/y trend and reported revenue growth of about 22% to PLN 1.3mn. Revenues from product sales in the quantum systems segment increased by 19% y/y (to PLN 2.4mn). Revenues from product sales in the space segment fell to the lowest level since Q1'23 = PLN 2.3mn (vs. 2.7mn a year earlier). Salary costs increased y/y to PLN 7.4mn (we assumed 7.0mn) vs. 5.1mn a year earlier.**

**We assumed PLN 7.2mn of CAPEX expenses vs. 5.3mn reported by the company. Monthly cash burn in H1 was at the level of PLN 2mn, reducing cash and equivalents to PLN 59.8mn vs. 73.2mn at the end of last year.**

**In addition to the possible restoration of communications with the EagleEye satellite, the results of tenders for the next phases in the MicroGlob and Camilla projects remain key to the company's future this year.**

P&L (PLN m)	2Q23	3Q23	4Q23	1Q24	2Q24	Y/Y	Q/Q	Pekao	vs. Pekao	'22	'23	'24e
Revenues	9	13	11	9	8	-11%	-5%	13	-34%	34	44	49
Operating cost	-14	-17	-16	-13	-14					-42	-61	-71
Other op. Income/cost	0	0	0	0	0					-1	0	0
EBITDA	-3	-2	-4	-2	-3	12%	61%	-1	135%	-4	-9	-11
EBIT	-5	-4	-6	-4	-5	5%		-4	19%	-9	-17	-23
Financial Income/(Cost)	0	-1	0	0	0					0	-1	-1
Net income	-4	-4	-5	-3	-4	0%		-4	-1%	-7	-15	-23

Źródło: Spółka, Pekao Equity Research

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