

30 March 2026

Under Review

Ticker CPH2:AIM

Clean Energy

Shares in issue (m) 502.0

Next results FY Dec

Price 6.0p

Target price Under review

Upside n/a

Enterprise value £26.3m

Net cash/(debt) £3.9m

Other EV adjustments £0.0m

Market cap £30.1m

What's changed? From To

Adjusted EPS U/R n/c

Target price U/R n/c

Share price performance



%	1M	3M	12M
Actual	33.3	4.3	-5.5

Company description

CPH2 is developing a unique IP-protected Membrane-Free Electrolyser for producing green hydrogen

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Clean Power Hydrogen*

Activity ramping-up

This morning CPH2, the developer of the Membrane-Free Electrolyser (MFE) technology announced an operations and trading update, confirming that its first, full scale 1MW commercial unit has completed the second stage Factory Acceptance Testing (FAT Level 2) and is set for final sign-off by the end of April. This final stage is a major milestone for CPH2, as it provides customer validation of the product before routine installation on site. As previously announced, there are currently four firm orders for 1MW units, and today the company has announced that it has signed non-binding collaboration agreements with three new groups for a combined >60MW of capacity. This news follows the recent announcement of an MoU signed with major engineering company, Siemens, and evidences our expectation, that commercial agreements are set to ramp-up as the initial 1MW unit becomes established and operational. CPH2 is now looking to refine the design and costs of the 1MW model, with a Mark II, second generation product expected to complete FEED by December this year. Meanwhile, designs are in progress for the first 5MW unit, with the concept design expected to be completed by the end of this year and FEED complete during 2027.

- **FAT Level 3 to complete in weeks:** CPH2 confirmed that it has completed FAT Level 2, with Level 3 expected during April. FAT Level 3 is the stage at which the device is shown to be fully operational, with safety certification, and customer sign off. This is the key milestone, in our view, with only site acceptance testing to follow as a formality before the product is fully signed off. Site acceptance testing is expected to complete in 3Q this year, triggering first commercial revenues for CPH2.
- **New collaboration agreements:** New non-binding collaboration agreements have been signed with three new groups; Zero Carbon Consultants, Amman Renewable Energy Company (AREC) and Allround Agritech Solutions Private Limited, each with the potential for up to 20MW of new capacity. The agreement with Zero Carbon would see the supply, installation, commissioning and maintenance of MFEs for its wind farm project. Amman Renewable is representing CPH2 in Jordan, Syria, Iraq and Saudi Arabia, and has potential projects for up to 20MW capacity, and Allround Agritech is an Indian group developing agricultural production solutions.
- **New products in the pipeline:** Meanwhile CPH2 continues its development of cheaper and more efficient products. A second generation, Mark II 1MW unit is currently in the FEED stages, with a final design expected next year and first build in 2028. In parallel, the concept design of the 5MW unit continues and is expected to compete by the end of this year. FEED for the 5MW model is expected to complete in 2027 and final design in 2028. CPH2 is targeting a market-leading efficiency of 48kWh/kg/H2.

Key estimates		2024A	2025E	2026E	2027E	2028E
Year end:		Dec	Dec	Dec	Dec	Jan
Revenue	£m	0.3	U/R	U/R	U/R	U/R
Adj EBITDA	£m	-5.0	U/R	U/R	U/R	U/R
Adj EBIT	£m	-5.6	U/R	U/R	U/R	U/R
Adj PBT	£m	-15.1	U/R	U/R	U/R	U/R
Adj EPS	p	-0.1	U/R	U/R	U/R	U/R
DPS	p	0.0	U/R	U/R	U/R	U/R

Key valuation metrics		2024A	2025E	2026E	2027E	2028E
EV/sales	x	78.6	U/R	U/R	U/R	U/R
EV/EBIT (adj)	x	-4.7	U/R	U/R	U/R	U/R
P/E (adj)	x	-108.2	U/R	U/R	U/R	U/R
Dividend yield	%	0.0%	U/R	U/R	U/R	U/R
Free cash yield	%	-9.2%	U/R	U/R	U/R	U/R

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Under Review	2	1.6%	3	1.6%
Corp	58	46.0%	59	32.1%

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Recommendation history

Company	Disclosures	Date	Rec	Price	Target price
Clean Power Hydrogen	2,6,7,8,9,10,11	24 March 26	Under Review	6.0p	Under review

Source: Cavendish

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