

# HYDROGEN UTOPIA INDUSTRIALS

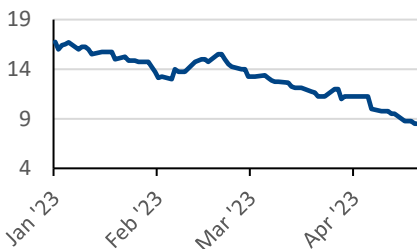
2 May 2023

## HUI.L

8.5p

Market Cap: £32.8m

### SHARE PRICE (p)



12m high/low 16.8p/8.5p

Source: LSE Data (priced as at prior close)

### KEY DATA

Net (Debt)/Cash	£2.9m (at 31/12/22)
Enterprise value	£29.9m
Index/market	LSE
Next news	TBC
Shares in Issue (m)	385.5
Chairman	Guy Peters
Chief Executive	Aleksandra Binkowska
CFO	James Nicholls-May

### COMPANY DESCRIPTION

Hydrogen Utopia is a waste-plastic-to-energy technology company.

[www.hydrogenutopia.eu](http://www.hydrogenutopia.eu)

HYDROGEN UTOPIA IS A RESEARCH CLIENT OF  
PROGRESSIVE

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## Final results highlight operational progress

Hydrogen Utopia (HUI) released its final results for the year ending 31 December 2022 on Friday, with the company producing a small loss of approximately £1.5m but showing a strong balance sheet with cash of approximately £2.9m. The financials are not particularly relevant until HUI gets its first waste-plastic-to-hydrogen plant up and running, and the results statement provides clear evidence of the operational progress the company has made over the past year, particularly in Ireland and Poland.

- Financials – a small loss but a strong balance sheet.** HUI reported a loss of c.£1.5m for FY22, which reflects the costs of moving the business ahead. This includes £0.27m of share-based payments in relation to share options for directors, employees and consultants. The balance sheet remains strong with the company holding cash of approximately £2.9m, an increase of £0.3m during the year. Although there was a net outflow from operations, HUI received £0.57m from a convertible loan made by Conrad Griffiths, a significant shareholder. Although the cash spend is likely to increase, the company appears well funded in the medium term.
- Operations – moving ahead.** HUI moved its operations forward significantly during 2022. For us, the key move has been the agreement of an option on a greenfield site in Longford, Ireland, which is expected to be the site for HUI's first operational waste-plastic-to-hydrogen plant. After the year-end, the company appointed WS Atkins as planning and environmental consultants to help move this project ahead. Management has also developed a pipeline of projects in Poland, with the key emphasis being on the potential plant in Konin. HUI has formed a partnership on these two flagship projects with Powerhouse Energy Group (PHE), and we believe that the companies' combined expertise should help accelerate development. As a measure of HUI's progress, the company moved its listing from AQSE Growth Market to the main board of the LSE, with trading effective from 9 January 2023.
- HUI is working in an exciting space.** We believe that HUI is currently sitting in a very exciting space with its waste-plastic-to-hydrogen process. There is a global need to rapidly reduce single-use waste plastics, which are fast becoming a blight on society. Additionally, governments are becoming more focused on reducing greenhouse gases, and one of the main methods of achieving this is through the increased use of hydrogen. To advance this process, governments, including the EU and US, are introducing fiscal incentives to promote hydrogen usage, particularly relating to 'green hydrogen', and demand is expected to increase significantly in coming years.
- 2023 – more progress to come.** We expect HUI to maintain its impressive momentum over the current year. We see several key focus areas for investors as HUI continues to make progress with its technology (testing is under way), advances its current projects (particularly the Longfield site in Ireland) and adds to its project pipeline as the technology gains traction.

## Disclaimers and Disclosures

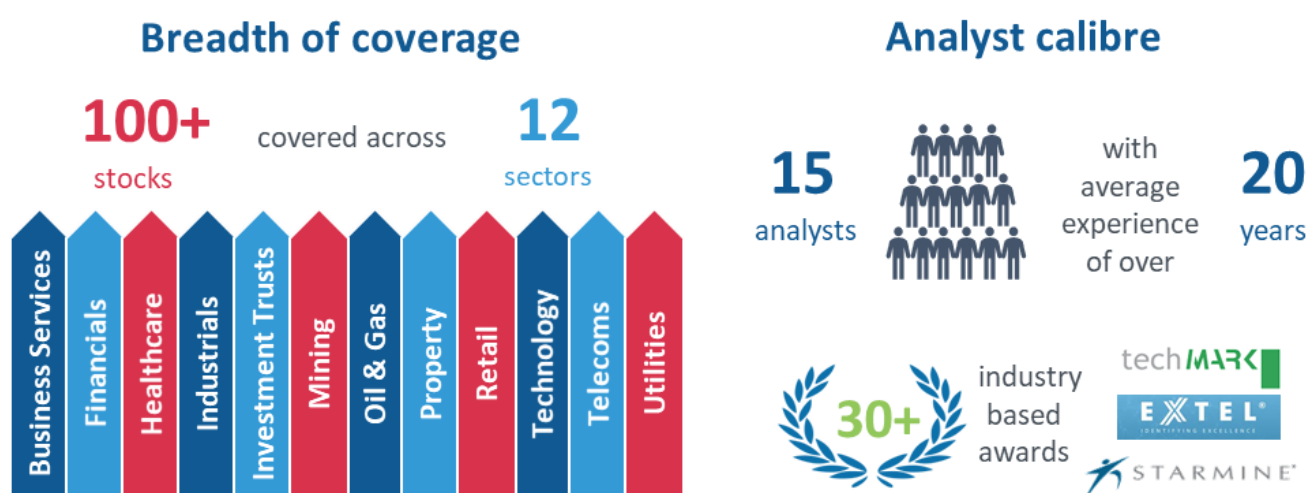
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