

Investment Profile

- High quality asset backed income**
- Excellent & sustainable progressive dividend**
- providing a 5.4% increase in H1 2026 (19.5p), beating inflation
- Strong debt free balance sheet** - a solid foundation for growth
- Robust forward work pipeline** and good visibility - over 55% of revenues already secured for FY27
- Managed realisations** - Sale of first tranche in c.£27m Renewable energy land asset portfolio completed & statement of intent to return up to £15.0m to shareholders as a result of the disposal
- Clear focus on realising and delivering value** across the three business pillars

Share Information

Ticker	HSP
Share Price	780.0p
Shares in issue	33.0m
Market Cap	£251.24m
12m Hi/Low	782.0/520.0p

(Source: The London Stock Exchange, 05 February 2026)

12-Month Share Price


(Source: The London Stock Exchange, 05 February 2026)

Major Shareholders (as at 5 November 2025)

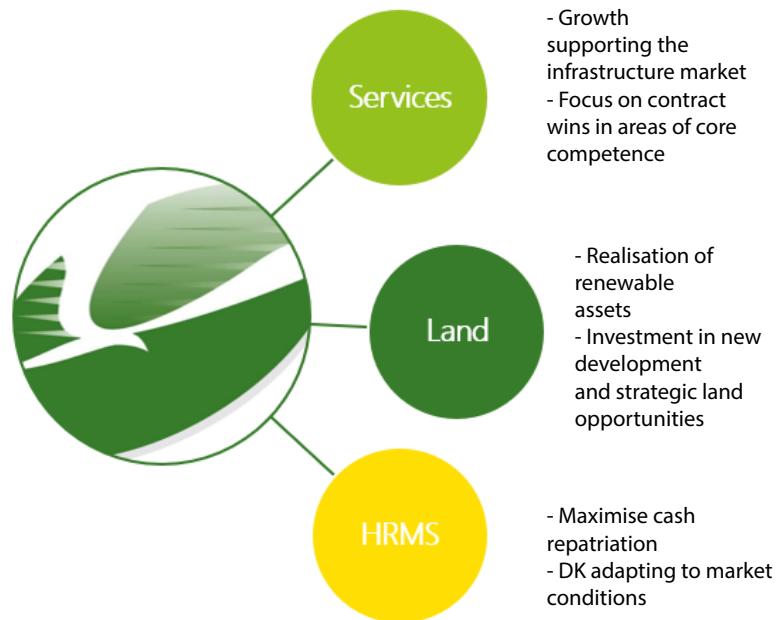
Name	%
Harwood Capital	27.9
Canaccord Genuity Group	9.8
GB Holdings (2021) Limited	8.5
Downing	4.0

(Source: company website)

Company Overview

Hargreaves Services plc (AIM:HSP) is a diversified Group delivering key projects and services to the environmental, infrastructure and property sectors. The company's three business segments are:

- [Services](#)
- [Hargreaves Land](#)
- [German joint venture, Hargreaves Raw Materials Services GmbH \(HRMS\)](#)

Strategic Overview

Services Division Shows Continued Growth

Hargreaves' Services division continued its strong momentum delivering a **fourth consecutive period of growth**, with PBT increasing 33.0% to £11.7m, and revenue up 41.4% to £171.4m in the 6 months to 30 November 2025. This was primarily driven by an increase in activity on major infrastructure projects and building momentum in the clean energy space. With £725bn forecasted investment in UK infrastructure over a decade, the market is growing and Hargreaves is well positioned for growth to take advantage of this, seeing success in the core target markets of Connectivity, Clean Energy and Environmental Services.

Hargreaves has a strong orderbook and excellent long-term relationships with its clients. In the Services division, the average contract duration is 4 years and revenue for next financial year is already 90% secured.

The Group has been contracted its first position on the Lower Thames Crossing to provide £10m of enabling works. Although it is not the primary contract for earthmoving, it demonstrates the Company's ability to win new contracts and keeps the Group in a good position to pick up more work, which could be worth in the region of £100m.

Zinc Recycling Opportunity

At the CMD hosted in Nov'25, management issued the news of an investment opportunity into an innovative zinc recycling facility at DK Recycling in Germany with the potential to disrupt the existing European waste dust market and once operational should deliver significant shareholder value. A new plant is under construction to extract zinc oxide from steel waste dusts which could not be used in the existing DK Recycling facility.

The total investment in the project will be in the region of €18.0m before any state support. The Group has been successful in securing a German Government Grant of €2m to aid in funding the project and is continuing working towards obtaining a State Guaranteed



Hidden Value of Renewables Portfolio & Capital Returns

The renewable energy land asset portfolio remains a key source of value creation for the Group. The portfolio consists of 11 schemes - a mixture of wind farms, battery energy storage and solar farms with a combined generation capacity of 1,148 MW - on land owned by the Group. These assets have been valued independently at between £27.1m and £29.2m.

In October '25, the sale of the first tranche was completed for an initial cash consideration of £8.8m, and an expected additional top up consideration of £3.8m due in Sep '29.

This is a significant landmark in the strategic progress of the Group, illustrating the intrinsic value of the land. It marks the beginning of a number of material disposals from the Company's developing renewables portfolio and continues its transition to a capital-light focused Services and Land Development business.

As a result of the disposal, the Board has confirmed its intention to return proceeds of up to £15.0m to shareholders, by means of a tender offer in April 2026. The Board intends to undertake this tender offer at a premium of between 12% and 15% to the prevailing mid-market share price at the time of launch.

Progressive Dividend up 5.4%

Hargreaves has remained committed to delivering a progressive dividend with continued organic growth driving further increases, with the interim dividend increasing 5.4% to 19.5p and the final dividend expected to increase to 39.0p. Increases have been underpinned by HRMS's success in trading profitably despite economic headwinds, and a cash return of \$4.0m from HRMS to the Group in January 2026.

Management Team

The experienced management team led by **Chair Roger McDowell** has a track record of executing strategic growth leading to substantial increases in shareholder value.

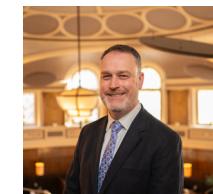
CEO Gordon Banham led a management buyout in 2004, with the company's flotation on the LSE the following year. After 20 years as CEO, Gordon intends to step down from 31 July'26, but will retain executive responsibilities for HRMS for the foreseeable.



Simon Hicks, Chief Operating Officer, will succeed Gordon as CEO in the Summer. Simon is highly experienced and has held roles in infrastructure, energy, utilities, and construction. Simon has worked closely with Gordon since his appointment in June 2025 to ensure a seamless transition.



Stephen Craigen, Chief Financial Officer, an experienced chartered accountant with over 20 years experience. Having joined Hargreaves in 2013, Stephen was appointed to the Board in August 2023.



Hargreaves in the Media

[Investors Chronicle - January 2026](#)

[Business Live - January 2026](#)

[Financial Times - November 2025](#)

[Watch the latest Company video HERE](#)

Forecasts (Source: Factset)

Average TP: 906.50p	FY'24 (Act.)	FY'25 (Act.)	FY'26 (Est.)	FY'27 (Est.)	FY'28 (Est.)
Sales (£m)	211.1	264.4	286.7	285.2	290.3
EBITDA (£m)	29.4	34.2	41.5	40.3	36.7
PBT (£m)	16.9	17.6	25.1	23.5	18.6