Izostal

2Q26 Results Review

Izostal published its 2Q26 results on 21 August 2026.

Opinion. Neutral: *results are in line with preliminary figures. The year-over-year decline in results is primarily due to lower orders from Gaz-System. We view the approximately 16% quarter-over-quarter increase in the order backlog and the rise in the share of export orders positively. We expect the company's order backlog to grow as Gaz-System launches new tenders, which will enable it to improve its results in subsequent periods.*

Revenues. Group revenues in 2Q26 reached PLN 192m (-48% y/y, +18% q/q), in line with preliminary results.

Infrastructure segment. Total revenues in this segment amounted to PLN 145m (-56% y/y, +18% q/q).

teel segment. The company generated revenues of PLN 47m in this segment (+1% y/y, +18% q/q).

Costs. COGS was PLN -174m (-49% y/y), again declining faster than revenues.

EBITDA. EBITDA came in at PLN 10.5m (-19% y/y, +33% q/q), in line with preliminary results. EBITDA margin reached 5.5% (vs. 3.5% in 2Q25).

Net profit. Net profit reached PLN 4.8m (-4% y/y) compared to preliminary PLN 4.8m, while net finance costs stood at PLN -0.8m.

Industrials

Izostal

ACCUMULATE
TP PLN 3.40

9% upside

Price as of 20 August 2026 PLN 3.11

Analysts

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Figure 1. Izostal 2Q26 results

IZS PW (PLN m)	1Q24	2Q24	3Q24	4Q24	1Q25	2Q25	3Q25	4Q25	1Q26	2Q26	Y/Y	Q/Q	2Q26 prel.	vs prel.
Revenues	172	179.4	152.8	267.5	329.7	373.4	307.6	222.9	162.7	192.3	-48%	18%	192.3	0%
Infrastructure Segment	140.8	135.8	112.6	229.5	285.1	326.4	265.4	180.4	122.7	145.0	-56%	18%		
Steel Segment	31.2	43.6	40.2	38	44.6	47	42.2	42.5	40	47.3	1%	18%		
Gross profit	-156.3	-164.9	-136.8	-249	-302.2	-341.3	-277.5	-199.6	-145.3	-174.2	-49%	20%		
EBITDA	15.7	14.5	15.9	18.5	27.5	32.1	30	23.3	17.4	18.2	-43%	4%	18.2	0%
EBIT	9.8	8	8.7	6.3	12.4	12.9	11.6	6.8	7.9	10.5	-19%	33%	10.4	1%
Net profit	6.9	5	5.7	3.1	9.3	9.8	8.5	3.6	4.1	6.6	-32%	62%		
Gross margin	3.2	3	2.1	1.8	3.3	5	3.4	1.1	16.1	4.8	-4%	-70%	4.8	0%
EBITDA margin	9.10%	8.10%	10.40%	6.90%	8.30%	8.60%	9.80%	10.50%	10.70%	9.45%				
EBIT margin	5.70%	4.40%	5.70%	2.40%	3.80%	3.50%	3.80%	3.00%	4.90%	5.45%				
Net profit margin	4.00%	2.80%	3.70%	1.20%	2.80%	2.60%	2.80%	1.60%	2.50%	3.45%				

Source: Company, IPOPEMA Research

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AGM/EGM – annual/extraordinary general meeting of shareholders.
BVPS – book value per share - the book value of the company's shareholders equity divided by the number of shares outstanding without treasury shares at the end of period.
CAGR – compound annual growth rate.
CFO – net cash flow from operations.
Cost/Income – operating expenses divided by total banking revenue.
D&A – depreciation and amortization.
DCF – discounted cash flow model – a valuation method based on the sum of discounted future cashflows with appropriate adjustments (such as net debt, etc., if applicable).
DDM – dividend discount model – a valuation method of based on the sum of discounted future dividends.
DPS – dividend per share – dividend of a given year divided by the number of shares outstanding without treasury shares at the moment of distribution.
DY – dividend yield – total DPS of a given financial year divided by share price.
EBIT – earnings before interests and tax.
EBITDA – earnings before interests, tax, depreciation and amortization.
EPS – earnings per share – the net income (or adjusted net income) divided by the number of shares outstanding without treasury shares at the end of period.
EV – enterprise value – market cap adjusted by treasury shares, plus gross debt, less cash and equivalents, less associates, plus minorities.
EV/EBITDA – EV divided by EBITDA.
EV/S, or EV/revenues – EV divided by revenues (sales).
FCFE – free cash flow to the equity.
FCFF – free cash flow to the firm.
LLP – loan loss provisions – an expense set aside as an allowance for bad loans.
ND – net debt – gross debt and leases (depending on accounting standard) less cash and equivalents.
Net F&C – net fee and commission income – fee and commission income minus fee and commission expense.
NII – net interest income – interest income minus interest expense.
NPL – non-performing loan – loans that are in default or close to be in default.
P/BV – price to book value - price divided by the BVPS.
P/E – price to earnings ratio – price divided by earnings per share.
PEG – P/E ratio divided by the annual EPS growth, usually over a certain period of time.
ROA – return on assets – net income (or adjusted net income) divided by the average assets.
ROE – return on equity – net income (or adjusted net income) divided by the average shareholders' equity.
ROIC – return on invested capital – EBIT * (1 – tax rate) divided by average invested capital.
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uFCFps – uFCF per share.
WACC – weighted average cost of capital.

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IPOPEMA Research - Distribution by rating category (1 April – 30 June 2026)	Number	%
Buy	14	48%
Hold	11	38%
Sell	4	14%
Total	29	100%

Rating History - Izostal

Date	Recommednation	Target Prce	Price at recommendation	Author
12/09/2025	HOLD	PLN 3.00	PLN 2.89	Krzysztof Otczyk Marcin Nowak
01/12/2025	HOLD	PLN 3.20	PLN 3.37	Krzysztof Otczyk Marcin Nowak
13/04/2026	HOLD	PLN 3.25	PLN 3.06	Krzysztof Otczyk Marcin Nowak
31/07/2026	ACCUMULATE	PLN 3.40	PLN 2.95	Krzysztof Otczyk