

HYDROGEN UTOPIA INDUSTRIALS

24 August 2022

HUI.L

9.0p

Market Cap: £34.6m

SHARE PRICE (p)



12m high/low

14.0p/4.9p

Source: LSE Data (priced as at prior close)

KEY DATA

Net (Debt)/Cash	£4.7m (at 31/12/21)
Enterprise value	£29.9m
Index/market	AXS
Next news	TBC
Shares in Issue (m)	384.3
Chairman	Guy Peters
Chief Executive	Aleksandra Binkowska
Finance Director	James Nicholls-May

COMPANY DESCRIPTION

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

www.hydrogenutopia.eu

HYDROGEN UTOPIA IS A RESEARCH CLIENT OF
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Proposed JV with Powerhouse Energy in Poland

Hydrogen Utopia International (HUI) has announced a proposed joint venture with Powerhouse Energy Group (PHE) in the city of Konin, Poland. The joint venture will be a 50:50 partnership to build a non-recyclable waste plastic to hydrogen plant. Following the announcement in July of its first proposed plant in Ireland, this will be HUI's second major potential project and demonstrates the momentum that is starting to build for the company.

- The joint venture.** HUI has agreed heads of terms with PHE for a 50:50 joint venture vehicle to build a non-recyclable waste plastic to hydrogen plant at a site in the city of Konin. The partners are now finalising the relevant documentation, which it is anticipated will use PHE's proprietary technology in the project. The two partners have a similar joint venture proposed for the development of a plant at Lanespark in County Tipperary, Ireland. Please see our recent note '[Proposed joint venture in Ireland](#)'.
- The site.** The site in the city of Konin is currently held by HUI and was expected to be HUI's first project at the time of the IPO, although this would appear to have been superseded by the recent move in Ireland. An environmental assessment was submitted to the relevant Polish authorities in December 2021. Responses to queries raised by the authorities were given earlier in this month. The location is exciting as it has the potential for funding from the EU 'Just Transition Fund' and from the Polish government.
- Financing.** Under the heads of terms agreement, the two partners will contribute equally to the development costs of the project. However, HUI will be deemed to have contributed €0.5m already to the project, which reflects a premium to the €0.25m costs that HUI has incurred in the development of the site. This sum and the ongoing development costs will be capitalised at financial close of the project and recovered through an appropriate mechanism.
- Overview.** HUI is clearly starting to gain momentum with the announcement of this joint venture in Poland. The Konin plant, along with the proposed plant in Ireland, moves HUI closer to getting its commercial waste plastic to hydrogen plants up and running. The market will now focus on the negotiations over the site lease in Ireland and the testing of the chemical conversion chamber with Electron as a precursor to detailed design and manufacture of a commercial plant. Thereafter, investors will look for an agreement between HUI and Trifol Resources in moving ahead with their respective plants in Ireland.

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