

Consensus forecasts 2022/23 as of 23 February 2022

Updated forecasts have been issued by the following houses:

Broker	Analyst name
Jeffries International ⁷	Ken Rumph, Lyra Li
Peel Hunt ¹	Damindu Jayaweera
Canaccord Genuity	Steve Robertson
Numis	Tintin Stormont
Shore Capital	Robin A. Speakman, Martin O'Sullivan
Panmure Gordon	Sanjay Jha
Berenberg	Bharath Nagaraj
Investec	Julian Yates, Roger Philips

The forecasts below have been provided to NCC Group plc by several registered investment analysts. These forecasts are not endorsed by NCC Group plc nor does NCC Group plc assume any obligation to update or revise them to reflect circumstances after the date published.

As previously disclosed, the acquisition of IPM has given rise to a "fair value adjustment" on the level of deferred revenue acquired. The impact of this adjustment is equivalent to a £2.7m reduction in revenue for the six months ended 30 November 2021 and an expected £4.4m for the twelve months ending 31 May 2022. The analysts' forecasts used to compile the consensus stated above may not all include this adjustment.

Forecasts for 2022 FY	Consensus	Market Low	Market High
Assurance sales	253.6	251.7	255.4
Software Resilience sales	58.0	55.7	62.5
Revenue (£m)	315.5	307.9	322.5
EBITDA (Adjusted ^{2,3}) (£m)	60.7	57.6	65.0
EBIT (Adjusted ^{2,3}) (£m)	48.7	45.8	52.2
PBT (Adjusted ^{2,3}) (£m)	45.4	41.8	50.2
EPS (Adjusted ^{2,3}) (p)	11.1	10.0	13.5
Free cash flow	31.5	24.8	39.0
Net cash/(debt)	(62.0)	(70.8)	(46.0)

Forecasts for 2023 FY	Consensus	Market Low	Market High
Assurance sales	275.1	272.3	276.8
Software Resilience sales	61.3	58.4	65.5
Revenue (£m)	342.4	334.2	351.0
EBITDA (Adjusted ^{2,3}) (£m)	69.1	64.3	71.6
EBIT (Adjusted ^{2,3}) (£m)	56.6	52.5	60.6
PBT (Adjusted ^{2,3}) (£m)	53.6	48.5	58.2
EPS (Adjusted ^{2,3}) (p)	13.0	12.3	14.7
Free cash flow	41.6	33.2	47.9
Net cash/(debt)	(36.2)	(51.5)	(19.0)

¹ Joint house brokers.

² Any result described as adjusted excludes the impact of exceptional items, share-based payments, unwinding of discount on deferred or contingent consideration, amortisation of acquired intangible assets and any tax on any of these items.

³ The figures used in FY22 adjusted performance metrics adjust for an estimated £2.5m integration costs in relation to the IPM acquisition completed in June 2021 which would be reported by the Group as overheads.