

Better than expected finish to year

CapMan's net sales in Q4 amounted to EUR 14.7m (EUR 14.5m/15.0m Evli/cons.) and EBIT to EUR 12.2m (EUR 10.7m/9.4m Evli/cons.). CapMan proposes a dividend of EUR 0.15 per share (EUR 0.15/0.15 Evli/Cons.).

- Revenue in Q4 was EUR 14.7m (EUR 13.4m in Q4/20), in line with our estimates and consensus estimates (EUR 14.5m/15.0m Evli/Cons.). Growth in Q4 amounted to 10% y/y.
- Operating profit in Q4 amounted to EUR 12.2m (EUR 9.7m in Q4/20), above our estimates and consensus estimates (EUR 10.7m/9.4m Evli/cons.), at a margin of 83.2%.
- EPS in Q4 amounted to EUR 0.06 (EUR 0.04 in Q4/20), slightly above our estimates and consensus estimates (EUR 0.05/0.05 Evli/cons.).
- Management Company business revenue in Q4 was EUR 11.8m vs. EUR 11.7m Evli. Operating profit in Q4 amounted to EUR 3.2m vs. EUR 3.1m Evli.
- Investment business revenue in Q4 was EUR 0.0m vs. EUR 0.0m Evli. Operating profit in Q4 amounted to EUR 9.6m vs. EUR 8.9m Evli.
- Services business revenue in Q4 was EUR 2.4m vs. EUR 2.2m Evli. Operating profit in Q4 amounted to EUR 1.2m vs. EUR 0.7m Evli.
- Revenue in Other in Q4 was EUR 0.5m vs. EUR 0.6m Evli. Operating profit in Q4 amounted to EUR -1.7m vs. EUR -1.9m Evli.
- Dividend proposal: CapMan proposes a dividend of EUR 0.15 per share (EUR 0.15/0.15 Evli/Cons.).
- Capital under management by the end of Q4 was EUR 4.5bn (Q4/20: EUR 3.8bn). Real estate funds: EUR 3.1bn, private equity & credit funds: EUR 1.0bn, infra funds: EUR 0.4bn, and other funds: EUR 0.1bn.

Rating

BUY

Q4/21	Actual	Evli	Cons.	Q4/20
Net sales	14.7	14.5	15.0	13.4
EBIT	12.2	10.7	9.4	9.7
EPS	0.06	0.05	0.05	0.04

Deviation	Actual	Evli	Cons.	Q4/20
Net sales		1 %	-2 %	10 %
EBIT		14 %	30 %	26 %
EPS		6 %	14 %	43 %

*Consensus by Factset

Share price, EUR (Last trading day's closing price) **3.06**

Target price, EUR **3.4**

Latest change in recommendation	30-Apr-21
Latest report on company	01-Feb-22
Research paid by issuer:	YES
No. of shares outstanding, '000's	156,617
No. of shares fully diluted, '000's	156,617
Market cap, EURm	479
Free float, %	64.0
Exchange rate EUR	1.000
Reuters code	CAPMAN.HE
Bloomberg code	CAPMAN FH
Average daily volume, EURm	0.25
Next interim report	03-Feb-22
Web site	capman.com/shareholders

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BUY HOLD SELL

PRE-REPORT KEY FIGURES

	Sales EURm	EBIT EURm	EBIT %	FCF EURm	EPS EUR	P/E (x)	EV/Sales (x)	EV/EBIT (x)	FCF yield %	DPS EUR
2019	49.0	19.4	39.6%	-0.9	0.09	25.4	7.7	19.4	-0.2	0.13
2020	43.0	12.3	28.7%	-15.6	0.03	70.6	9.1	31.7	-4.3	0.14
2021E	52.6	43.1	82.1%	18.2	0.22	14.2	9.7	11.9	3.8	0.15
2022E	78.3	57.6	73.5%	31.4	0.30	10.3	6.4	8.7	6.6	0.16
2023E	75.5	52.9	70.1%	43.0	0.27	11.3	6.4	9.2	9.0	0.17

Market cap, EURm	479	BV per share 2021E, EUR	23.3	CAGR EPS 2020-23, %	102.0
Net debt 2021E, EURm	29	Price/book 2021E	3.9	CAGR sales 2020-23, %	20.6
Enterprise value, EURm	511	Dividend yield 2021E, %	4.9	ROE 2021E, %	28.5
Total assets 2021E, EURm	227	Tax rate 2021E, %	10.9	ROCE 2021E, %	21.7
Goodwill 2021E, EURm	15	Equity ratio 2021E, %	55.1	PEG, P/E 21/CAGR	1.5

All the important disclosures can be found on the last pages of this report.

CapMan Q4/21	Actual	Evli	vs. Evli	Consensus	vs. cons	Q4/20	vs. Q4/20
Net sales	14.7	14.5	1.5%	15.0	-1.9%	13.4	9.8%
-Management Company business	11.8	11.7	0.7%			11.1	6.1%
-Investment business	0.00	0.00	-			0.00	-
-Services business	2.4	2.2	10.7%			1.7	43.2%
-Other	0.50	0.60	-16.0%			0.60	-16.0%
EBIT	12.2	10.7	14.4%	9.4	30.2%	9.7	26.2%
-Management Company business	3.2	3.1	3.5%			3.9	-17.7%
-Investment business	9.6	8.9	7.4%			7.0	36.6%
-Services business	1.2	0.70	69.1%			0.70	69.1%
-Other	-1.71	-1.90	9.8%			-1.80	4.8%
EPS	0.06	0.05	5.6%	0.05	14.0%	0.04	42.5%
DPS	0.15	0.15	0.0%	0.15	0.0%	0.14	7.1%

Consensus by Factset

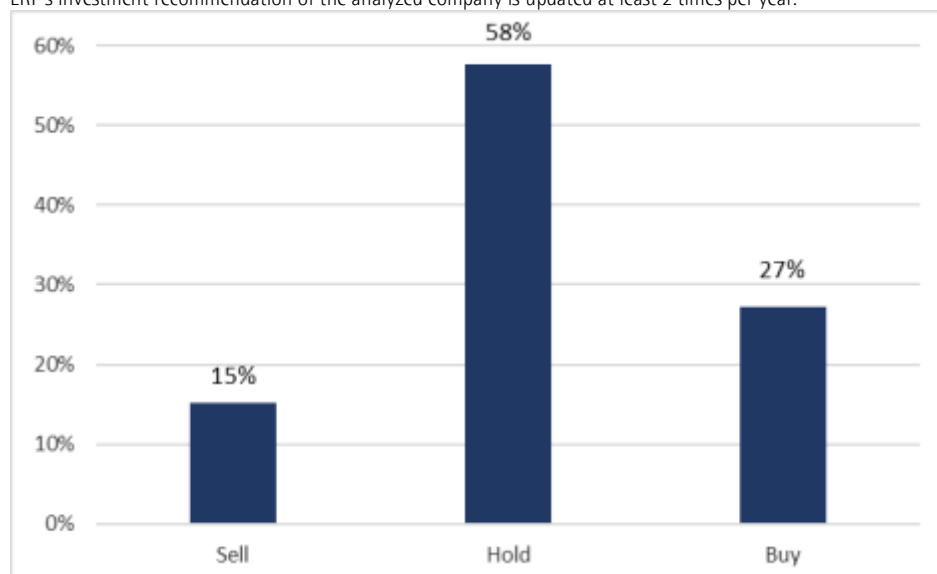
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Investment recommendations are defined as follows:

Target price compared to share price	Recommendation
< -10 %	SELL
-10 – (+10) %	HOLD
> 10 %	BUY

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The graph above shows the distribution of ERP's recommendations of companies under coverage in 11th of May 2020. If recommendation is not given, it is not mentioned here.

Name(s) of the analyst(s): Salokivi

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February 3, 2022

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