

Slight headwinds in sight

CapMan continued its good performance in Q3 and results apart from carried interest corresponded to expectations. With some near-term softness seen in fundraising and transaction activity, we lower our TP to EUR 3.1 (3.4), BUY-rating remains intact.

Results apart from carried interest as expected

CapMan continued its good performance in Q3 and apart from carried interest (EUR 1.0m/5.0m act./Evli) coming in lower than we expected, the results were well in line with our expectations. Revenue amounted to EUR 15.9m (EUR 19.7m/19.2m Evli/Cons.) and operating profit to EUR 12.7m (EUR 16.5m/12.3m Evli/cons.). Capital under management increased to EUR 4.9bn. Investment returns continued to be at good levels despite valuation level decreases, aided by a few significant exits and strong operational performance in several portfolio companies. Carried interest was earned from Growth Equity and NRE funds.

Near-term softness seen in fundraising and transactions

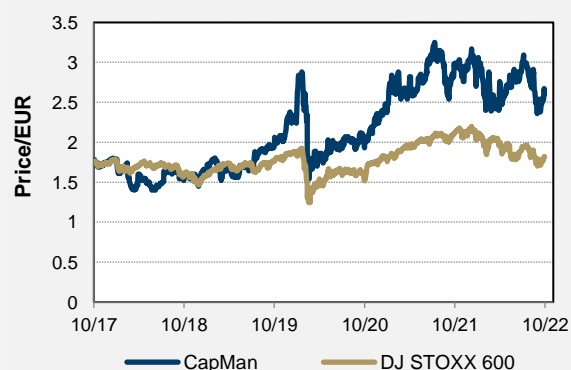
In the near-term, some softness is anticipated in fundraising and transaction activity, although the overall sentiment still remains rather solid. Alternative asset AUM growth is forecasted to decline 3%p during 2021-2027e compared with 2015-2021, but the estimated growth of 11.9% p.a. is still at healthy levels. In terms of our estimates, we have made slight downward tweaks to our end of year expectations for carried interest and investment returns but otherwise no significant changes. We expect operating profit levels of EUR 50-60m during 2022-2023e with further potential in the mid- to long-term should fundraising activity remain at forecasted levels. Timing of carried interest realization and investment returns remain key short-term uncertainties.

BUY with a target price of EUR 3.1 (3.4)

CapMan's investment case continues to remain favourable in our view and valuation still remains attractive. With some anticipated near-term softness and the potential impact on non-recurring income we lower our TP to EUR 3.1 (3.4), BUY-rating still intact.

Rating

BUY



Share price, EUR (Last trading day's closing price) 2.60

Target price, EUR 3.1

Latest change in recommendation	29-Apr-21
Latest report on company	07-Sep-22
Research paid by issuer:	YES
No. of shares outstanding, '000's	158,055
No. of shares fully diluted, '000's	158,055
Market cap, EURm	411
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	02-Feb-23
Web site	capman.com/shareholders

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BUY HOLD SELL

KEY FIGURES

	Sales EURm	EBIT EURm	EBIT %	FCF EURm	EPS EUR	P/E (x)	EV/Sales (x)	EV/EBIT (x)	FCF yield %	DPS EUR
2020	43.0	12.3	28.7%	-15.6	0.03	70.6	9.1	31.7	-4.3	0.14
2021	52.8	44.6	84.6%	11.1	0.22	13.9	9.5	11.2	2.3	0.15
2022E	67.6	57.0	84.3%	9.0	0.28	9.3	6.9	8.2	2.2	0.16
2023E	80.6	58.9	73.0%	45.6	0.29	9.1	5.5	7.5	11.1	0.17
2024E	91.2	68.1	74.8%	54.2	0.34	7.6	4.6	6.1	13.2	0.18
Market cap, EURm	411		Gearing 2022E, %	37.5		CAGR EPS 2021-24, %	15.8			
Net debt 2022E, EURm	49		Price/book 2022E	3.2		CAGR sales 2021-24, %	20.0			
Enterprise value, EURm	465		Dividend yield 2022E, %	6.2		ROE 2022E, %	34.5			
Total assets 2022E, EURm	278		Tax rate 2022E, %	13.1		ROCE 2022E, %	25.3			
Goodwill 2022E, EURm	15		Equity ratio 2022E, %	47.2		PEG, P/E 22/CAGR	1.6			

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

CapMan	2020	Q1/'21	Q2/'21	Q3/'21	Q4/'21	2021	Q1/'22	Q2/'22	Q3/'22	Q4/'22E	2022E	2023E	2024E
Management fees	32.9	9.0	9.6	10.7	11.5	40.8	10.4	11.4	11.6	12.0	45.3	50.7	58.4
Sale of services	9.3	2.3	2.0	1.9	2.9	9.2	2.5	3.2	3.3	3.8	12.8	14.7	16.1
Carried interest	0.9	0.0	0.3	2.2	0.3	2.9	1.3	3.2	1.0	4.0	9.5	15.2	16.7
Revenue	43.0	11.3	11.9	14.9	14.7	52.8	14.2	17.7	15.9	19.8	67.6	80.6	91.2
<i>change, %</i>	<i>-12.2%</i>	<i>-5.3%</i>	<i>36.4%</i>	<i>66.9%</i>	<i>9.7%</i>	<i>22.8%</i>	<i>25.7%</i>	<i>48.8%</i>	<i>6.9%</i>	<i>34.7%</i>	<i>28.1%</i>	<i>19.2%</i>	<i>13.1%</i>
Other operating income	0.1	0.0	0.0	0.0	0.0	0.1	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Materials and services	0.0	0.0	0.0	0.0	0.0	0.0	-0.1	-0.3	-0.3	-0.3	-1.0	-1.1	-1.3
Personnel expenses	-23.9	-6.3	-7.8	-7.5	-9.1	-30.6	-7.3	-10.0	-7.7	-9.7	-34.7	-35.5	-39.0
Other operating expenses	-9.7	-2.7	-2.0	-2.1	-3.1	-10.0	-2.3	-2.6	-2.9	-3.1	-10.9	-11.5	-12.0
Depreciation and amortisation	-1.5	-0.4	-0.4	-0.4	-0.4	-1.6	-0.4	-0.4	-0.4	-0.4	-1.5	-1.6	-1.7
Fair value changes	4.4	8.2	9.6	6.0	10.1	33.9	14.7	9.8	8.0	5.0	37.4	28.0	31.0
Operating profit	12.3	10.1	11.3	10.9	12.2	44.6	18.9	14.1	12.7	11.4	57.0	58.9	68.1
<i>Operating profit margin, %</i>	<i>28.7%</i>	<i>89.6%</i>	<i>95.5%</i>	<i>73.4%</i>	<i>83.2%</i>	<i>84.6%</i>	<i>>100%</i>	<i>79.8%</i>	<i>79.7%</i>	<i>57.4%</i>	<i>84.3%</i>	<i>73.0%</i>	<i>74.8%</i>
Items affecting comparability	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Adj. operating profit	12.3	10.1	11.3	10.9	12.2	44.6	18.9	14.1	12.7	11.4	57.0	58.9	68.1
Net financials	-3.1	-0.9	-1.3	-0.8	-1.1	-4.0	-2.6	-1.1	-0.5	-1.0	-5.2	-5.6	-4.9
Pre-tax profit	9.2	9.3	10.1	10.2	11.1	40.6	16.3	13.0	12.2	10.4	51.9	53.2	63.2
Income taxes	-2.9	-1.5	-1.2	-0.8	-1.7	-5.2	-2.9	-1.2	-1.4	-1.2	-6.8	-6.9	-8.3
Minority interest	-1.1	-0.3	0.0	-0.4	-0.3	-1.0	-0.1	-0.2	-0.5	-0.3	-1.1	-1.2	-1.2
Profit for the period	6.3	7.5	8.8	9.0	9.0	34.3	13.3	11.6	10.2	8.9	44.1	45.1	53.8
EPS, EUR	0.04	0.05	0.06	0.06	0.06	0.22	0.09	0.07	0.07	0.06	0.28	0.29	0.34
Assets under management	3827	3889	4326	4341	4517	4517	4750	4834	4927		5000	5600	6700
Management Company business	2020	Q1/'21	Q2/'21	Q3/'21	Q4/'21	2021	Q1/'22	Q2/'22	Q3/'22	Q4/'22E	2022E	2023E	2024E
Revenue	33.7	9.0	9.9	12.9	11.8	43.6	11.7	14.5	12.6	16.0	54.8	65.9	75.1
Operating profit	9.5	2.5	2.4	5.1	3.2	13.2	4.4	6.1	4.2	6.7	21.4	29.9	35.4
Investment business	2020	Q1/'21	Q2/'21	Q3/'21	Q4/'21	2021	Q1/'22	Q2/'22	Q3/'22	Q4/'22E	2022E	2023E	2024E
Revenue	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Operating profit	4.0	7.9	9.4	5.9	9.6	32.7	14.5	9.6	7.9	4.8	36.8	27.3	30.3
Services business	2020	Q1/'21	Q2/'21	Q3/'21	Q4/'21	2021	Q1/'22	Q2/'22	Q3/'22	Q4/'22E	2022E	2023E	2024E
Revenue	8.6	2.3	2.0	1.9	2.4	8.6	2.5	3.2	3.1	3.3	12.1	13.9	15.3
Operating profit	4.6	1.2	0.7	1.1	1.2	4.2	1.4	1.7	1.8	1.7	6.6	8.1	9.2
Other	2020	Q1/'21	Q2/'21	Q3/'21	Q4/'21	2021	Q1/'22	Q2/'22	Q3/'22	Q4/'22E	2022E	2023E	2024E
Revenue	0.7	0.0	0.0	0.0	0.5	0.5	0.0	0.0	0.2	0.5	0.8	0.8	0.8
Operating profit	-5.7	-1.4	-1.2	-1.1	-1.7	-5.4	-1.4	-3.3	-1.3	-1.8	-7.8	-6.5	-6.8

Source: CapMan, Evli Research estimates

VALUATION RESULTS	BASE CASE DETAILS	VALUATION ASSUMPTIONS	ASSUMPTIONS FOR WACC	
Current share price	2.60 PV of Free Cash Flow	392 Long-term growth, %	2.0 Risk-free interest rate, %	2.25
DCF share value	5.86 PV of Horizon value	580 WACC, %	7.9 Market risk premium, %	5.8
Share price potential, %	125.3 Unconsolidated equity	-5 Spread, %	0.5 Debt risk premium, %	2.8
Maximum value	6.4 Marketable securities	65 Minimum WACC, %	7.4 Equity beta coefficient	1.10
Minimum value	5.4 Debt - dividend	-107 Maximum WACC, %	8.4 Target debt ratio, %	30
Horizon value, %	59.7 Value of stock	926 Nr of shares, Mn	158.1 Effective tax rate, %	20

DCF valuation, EURm	2021	2022E	2023E	2024E	2025E	2026E	2027E	2028E	2029E	2030E	2031E	Horizon
Net sales	53	68	81	91	93	96	98	101	103	106	108	110
<i>Sales growth, %</i>	<i>22.8</i>	<i>28.1</i>	<i>19.2</i>	<i>13.1</i>	<i>2.5</i>	<i>2.5</i>	<i>2.5</i>	<i>2.5</i>	<i>2.5</i>	<i>2.5</i>	<i>2.0</i>	<i>2.0</i>
Operating income (EBIT)	45	57	59	68	65	67	69	70	72	74	75	77
<i>Operating income margin, %</i>	<i>84.6</i>	<i>84.3</i>	<i>73.0</i>	<i>74.8</i>	<i>70.0</i>	<i>70.0</i>	<i>70.0</i>	<i>70.0</i>	<i>70.0</i>	<i>70.0</i>	<i>70.0</i>	<i>70.0</i>
+ Depreciation+amort.	2	2	2	2	2	2	2	2	2	2	2	2
EBITDA	46	59	60	70	67	69	71	72	74	76	78	
- Paid taxes	-3	-7	-8	-9	-9	-9	-9	-9	-9	-10	-10	
- Change in NWC	5	5	1	1	0	0	0	0	0	0	0	
<i>NWC / Sales, %</i>	<i>0.1</i>	<i>-7.4</i>	<i>-7.2</i>	<i>-7.0</i>	<i>-7.0</i>	<i>-7.0</i>	<i>-7.0</i>	<i>-6.9</i>	<i>-6.9</i>	<i>-6.9</i>	<i>-6.9</i>	
+ Change in other liabs	19	0	0	0	0	0	0	0	0	0	0	
- Operative CAPEX	0	-40	0	-1	0	0	0	0	0	0	0	
<i>opCAPEX / Sales, %</i>	<i>0.7</i>	<i>61.6</i>	<i>2.2</i>	<i>2.0</i>	<i>1.9</i>	<i>2.0</i>	<i>2.0</i>	<i>2.1</i>	<i>2.1</i>	<i>2.1</i>	<i>2.1</i>	
- Acquisitions	0	0	0	0	0	0	0	0	0	0	0	
+ Divestments	0	0	0	0	0	0	0	0	0	0	0	
- Other items	-33	0	0	0	0	0	0	0	0	0	0	
= FCFF	34	16	53	61	58	60	61	63	64	66	67	1,166
= Discounted FCFF		16	48	52	46	44	41	39	37	36	34	580
= DFCF min WACC		16	49	52	46	44	42	40	39	37	35	662
= DFCF max WACC		16	48	51	45	43	40	38	36	34	32	513

INTERIM FIGURES

EVLI ESTIMATES, EURm	2021Q1	2021Q2	2021Q3	2021Q4	2021	2022Q1	2022Q2	2022Q3	2022Q4E	2022E	2023E	2024E
Net sales	11.3	11.9	14.9	14.7	52.8	14.2	17.7	15.9	19.8	67.6	80.6	91.2
EBITDA	10.5	11.7	11.3	12.6	46.2	19.3	14.5	13.0	11.8	58.6	60.4	69.8
<i>EBITDA margin (%)</i>	<i>92.8</i>	<i>98.5</i>	<i>76.1</i>	<i>85.9</i>	<i>87.4</i>	<i>135.5</i>	<i>82.2</i>	<i>81.9</i>	<i>59.5</i>	<i>86.7</i>	<i>74.9</i>	<i>76.5</i>
EBIT	10.1	11.3	10.9	12.2	44.6	18.9	14.1	12.7	11.4	57.0	58.9	68.1
<i>EBIT margin (%)</i>	<i>89.6</i>	<i>95.5</i>	<i>73.4</i>	<i>83.2</i>	<i>84.6</i>	<i>132.7</i>	<i>79.8</i>	<i>79.7</i>	<i>57.4</i>	<i>84.3</i>	<i>73.0</i>	<i>74.8</i>
Net financial items	-0.9	-1.3	-0.8	-1.1	-4.0	-2.6	-1.1	-0.5	-1.0	-5.2	-5.6	-4.9
Pre-tax profit	9.3	10.1	10.2	11.1	40.6	16.3	13.0	12.2	10.4	51.9	53.2	63.2
Tax	-1.5	-1.2	-0.7	-1.7	-5.2	-2.9	-1.2	-1.4	-1.2	-6.8	-6.9	-8.3
<i>Tax rate (%)</i>	<i>16.5</i>	<i>12.4</i>	<i>7.1</i>	<i>15.7</i>	<i>12.9</i>	<i>17.7</i>	<i>9.2</i>	<i>11.9</i>	<i>12.0</i>	<i>13.1</i>	<i>13.1</i>	<i>13.1</i>
Net profit	7.5	8.8	9.0	9.0	34.3	13.3	11.6	10.2	8.9	44.1	45.1	53.8
EPS	0.05	0.06	0.06	0.06	0.22	0.08	0.07	0.06	0.06	0.28	0.29	0.34
EPS adjusted (diluted no. of shares)	0.05	0.06	0.06	0.06	0.22	0.08	0.07	0.06	0.06	0.28	0.29	0.34
Dividend per share	0.00	0.00	0.00	0.00	0.15	0.00	0.00	0.00	0.00	0.16	0.17	0.18
SALES, EURm												
Management Company business	9.0	9.9	12.9	11.8	43.6	11.7	14.5	12.6	16.0	54.8	65.9	75.1
Service business	2.3	2.0	1.9	2.4	8.6	2.5	3.2	3.1	3.3	12.1	13.9	15.3
Other & eliminations	0.0	0.0	0.0	0.5	0.5	0.0	0.0	0.2	0.5	0.8	0.8	0.8
Total	11.3	11.9	14.9	14.7	52.8	14.2	17.7	15.9	19.8	67.6	80.6	91.2
SALES GROWTH, Y/Y %												
Management Company business	25.9	52.6	84.5	14.6	41.0	29.3	46.8	-2.6	35.9	25.6	20.3	13.8
Service business	-52.5	-10.2	7.1	-5.4	-24.1	11.3	59.1	59.7	35.5	40.0	15.0	10.0
Other & eliminations	57.1	-47.6	-90.0	-11.3	-23.0	-36.4	-9.1	2,040.0	5.0	41.8	5.0	5.0
Total	-5.3	36.5	66.9	9.7	22.8	25.7	48.8	6.9	34.7	28.1	19.2	13.1
EBIT, EURm												
Management Company business	2.5	2.4	5.1	3.2	13.2	4.4	6.1	4.2	6.7	21.4	29.9	35.4
Investment business	7.9	9.4	5.9	9.6	32.7	14.5	9.6	7.9	4.8	36.8	27.3	30.3
Service business	1.2	0.7	1.1	1.2	4.2	1.4	1.7	1.8	1.7	6.6	8.1	9.2
Other & eliminations	-1.4	-1.2	-1.1	-1.7	-5.4	-1.4	-3.3	-1.3	-1.8	-7.8	-6.5	-6.8
Total	10.1	11.3	10.9	12.2	44.6	18.9	14.1	12.7	11.4	57.0	58.9	68.1
EBIT margin, %												
Management Company business	27.5	24.7	39.1	27.3	30.2	37.6	42.0	33.7	41.9	39.1	45.4	47.2
Service business	52.5	36.9	55.2	48.6	48.4	54.4	52.9	59.6	51.5	54.6	58.5	60.4
Other & eliminations	-12,972.7	-10,990.9	-10,720.0	-340.1	-1,011.6	-19,814.3	-32,780.0	-630.4	-334.6	-1,024.0	-809.9	-809.9
Total	89.6	95.5	73.4	83.2	84.6	132.7	79.8	79.7	57.4	84.3	73.0	74.8

INCOME STATEMENT, EURm	2017	2018	2019	2020	2021	2022E	2023E	2024E
Sales	34.8	36.0	49.0	43.0	52.8	67.6	80.6	91.2
<i>Sales growth (%)</i>	<i>30.6</i>	<i>3.3</i>	<i>36.1</i>	<i>-12.2</i>	<i>22.8</i>	<i>28.1</i>	<i>19.2</i>	<i>13.1</i>
EBITDA	21.2	12.2	25.0	13.9	46.2	58.6	60.4	69.8
<i>EBITDA margin (%)</i>	<i>61.0</i>	<i>33.8</i>	<i>51.0</i>	<i>32.2</i>	<i>87.4</i>	<i>86.7</i>	<i>74.9</i>	<i>76.5</i>
Depreciation	-0.3	-0.2	-1.4	-1.5	-1.5	-1.6	-1.5	-1.6
EBITA	21.0	12.0	23.6	12.3	44.6	57.0	58.9	68.1
Goodwill amortization / writedown	-1.5	0.0	-4.2	0.0	0.0	0.0	0.0	0.0
EBIT	19.5	12.0	19.4	12.3	44.6	57.0	58.9	68.1
<i>EBIT margin (%)</i>	<i>55.9</i>	<i>33.2</i>	<i>39.6</i>	<i>28.7</i>	<i>84.6</i>	<i>84.3</i>	<i>73.0</i>	<i>74.8</i>
Reported EBIT	19.5	12.0	19.4	12.3	44.6	57.0	58.9	68.1
<i>EBIT margin (reported) (%)</i>	<i>55.9</i>	<i>33.2</i>	<i>39.6</i>	<i>28.7</i>	<i>84.6</i>	<i>84.3</i>	<i>73.0</i>	<i>74.8</i>
Net financials	-3.3	-2.7	-1.8	-3.1	-4.0	-5.2	-5.6	-4.9
Pre-tax profit	16.2	9.3	17.6	9.2	40.6	51.9	53.2	63.2
Taxes	-0.8	-0.8	-1.7	-2.9	-5.2	-6.8	-6.9	-8.3
Minority shares	0.0	-0.4	-1.9	-1.1	-1.0	-1.1	-1.2	-1.2
Net profit	15.3	8.1	14.0	5.1	34.3	44.1	45.1	53.8
Cash NRIs	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Non-cash NRIs	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
BALANCE SHEET, EURm								
Assets								
Fixed assets	93	88	120	117	131	171	172	172
Goodwill	5	5	15	15	15	15	15	15
Right of use assets	0	3	3	2	1	1	1	1
Inventory	0	0	0	0	0	0	0	0
Receivables	89	57	31	23	25	27	32	36
Liquid funds	23	55	44	58	65	61	73	82
Total assets	211	209	217	219	240	278	295	309
Liabilities								
Shareholder's equity	127	121	127	113	126	129	149	176
Minority interest	0	0	2	1	2	2	2	2
Convertibles	0	0	0	0	0	0	0	0
Lease liabilities	0	3	3	2	1	1	1	1
Deferred taxes	9	3	2	3	5	5	5	5
Interest bearing debt	48	60	57	81	82	109	100	82
Non-interest bearing current liabilities	27	17	20	18	24	31	37	42
Other interest-free debt	1	5	5	1	1	1	1	1
Total liabilities	211	209	217	219	240	278	295	309
CASH FLOW, EURm								
+ EBITDA	21	12	25	14	46	59	60	70
- Net financial items	-3	-3	-2	-3	-4	-5	-6	-5
- Taxes	-2	-3	-5	-4	-3	-7	-7	-8
- Increase in Net Working Capital	-2	-7	-3	-16	5	5	1	1
+/- Other	-18	-4	-16	-3	-33	-1	-1	-1
= Cash flow from operations	-4	-5	0	-12	11	51	47	56
- Capex	-1	2	-6	-3	0	-42	-2	-2
- Acquisitions	0	-8	-1	0	0	0	0	0
+ Divestments	0	0	6	0	0	0	0	0
= Free cash flow	-4	-11	-1	-16	11	9	46	54
+/- New issues/buybacks	-4	2	12	-1	2	-17	0	0
- Paid dividend	-13	-16	-18	-20	-22	-23	-25	-27
+/- Other	-1	56	-5	51	16	27	-9	-18
Change in cash	-22	31	-11	14	7	-4	12	10

KEY FIGURES	2018	2019	2020	2021	2022E	2023E	2024E
M-cap	216	354	363	476	411	411	411
Net debt (excl. convertibles)	8	16	26	18	49	29	2
Enterprise value	225	377	391	500	465	444	416
Sales	36	49	43	53	68	81	91
EBITDA	12	25	14	46	59	60	70
EBIT	12	19	12	45	57	59	68
Pre-tax	9	18	9	41	52	53	63
Earnings	8	14	5	34	44	45	54
Equity book value (excl. minorities)	121	127	113	126	129	149	176
Valuation multiples							
EV/sales	6.3	7.7	9.1	9.5	6.9	5.5	4.6
EV/EBITDA	18.5	15.1	28.2	10.8	7.9	7.4	6.0
EV/EBITA	18.9	15.9	31.7	11.2	8.2	7.5	6.1
EV/EBIT	18.9	19.4	31.7	11.2	8.2	7.5	6.1
EV/OCF	-48.1	-1,037.5	-32.8	45.4	9.2	9.4	7.4
EV/FCFF	4.9	23.7	70.9	14.7	29.5	8.4	6.8
P/FCFE	-19.3	-404.4	-23.2	42.9	45.5	9.0	7.6
P/E	26.8	25.4	70.6	13.9	9.3	9.1	7.6
P/B	1.8	2.8	3.2	3.8	3.2	2.8	2.3
Target EV/EBITDA	0.0	0.0	0.0	0.0	9.2	8.6	7.1
Target EV/EBIT	0.0	0.0	0.0	0.0	9.5	8.8	7.2
Target EV/FCF	0.0	0.0	0.0	0.0	59.9	11.4	9.1
Target P/B	0.0	0.0	0.0	0.0	3.8	3.3	2.8
Target P/E	0.0	0.0	0.0	0.0	11.1	10.9	9.1
Per share measures							
Number of shares	147,116	153,755	156,459	156,617	158,055	158,055	158,055
Number of shares (diluted)	147,116	153,755	156,459	156,617	158,055	158,055	158,055
EPS	0.05	0.09	0.03	0.22	0.28	0.29	0.34
Operating cash flow per share	-0.03	0.00	-0.08	0.07	0.32	0.30	0.35
Free cash flow per share	-0.08	-0.01	-0.10	0.07	0.06	0.29	0.34
Book value per share	0.82	0.83	0.72	0.80	0.82	0.94	1.11
Dividend per share	0.12	0.13	0.14	0.15	0.16	0.17	0.18
Dividend payout ratio, %	218.9	143.1	426.1	68.5	57.4	59.6	52.9
Dividend yield, %	8.2	5.6	6.0	4.9	6.2	6.5	6.9
FCF yield, %	-5.2	-0.2	-4.3	2.3	2.2	11.1	13.2
Efficiency measures							
ROE	6.5	11.3	4.3	28.8	34.5	32.4	33.0
ROCE	6.7	10.4	6.4	21.9	25.3	23.9	26.5
Financial ratios							
Inventories as % of sales	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Receivables as % of sales	157.6	63.2	54.5	47.9	40.0	40.0	40.0
Non-interest bearing liabilities as % of sales	46.7	41.2	41.9	46.0	46.0	46.0	46.0
NWC/sales, %	96.8	12.9	9.6	0.1	-7.4	-7.2	-7.0
Operative CAPEX/sales, %	-5.2	12.0	8.0	0.7	61.6	2.2	2.0
CAPEX/sales (incl. acquisitions), %	-28.6	10.9	7.4	0.7	61.6	2.2	2.0
FCFF/EBITDA	3.8	0.6	0.4	0.7	0.3	0.9	0.9
Net debt/EBITDA, book-weighted	0.7	0.7	1.8	0.4	0.8	0.5	0.0
Debt/equity, market-weighted	0.3	0.2	0.2	0.2	0.3	0.2	0.2
Equity ratio, book-weighted	57.8	59.8	51.8	53.0	47.2	51.2	57.6
Gearing, %	6.9	12.6	22.5	14.0	37.5	19.1	0.9

COMPANY DESCRIPTION: CapMan is a leading Nordic asset management and investment company. CapMan manages over EUR 4.5 billion in assets. The company mainly manages investors' assets but also makes direct investments from its balance sheet, mainly into own funds. Current investments strategies cover Buyout, Growth Equity, Real Estate, Infra, Credit and Special situations. CapMan also has a growing service business that includes procurement activities, reporting and analysis services and fund management services.

INVESTMENT CASE: CapMan is set to continue to grow its earnings and increase earnings stability. An important driver is the increase in fee-based profitability through growth in capital under management, while still being able to maintain a sound cost structure. Additional earnings potential in the upcoming years is offered by the outlook of several of CapMans funds approaching and reaching carry. Good cash flows and a healthy balance sheet support continued high dividend payouts.

OWNERSHIP STRUCTURE	SHARES	EURm	%
Silvertärnan Ab	16,226,519	42.189	10.3%
Ilmarinen Mutual Pension Insurance Company	10,318,326	26.828	6.5%
Laakkonen Mikko Kalervo	6,478,320	16.844	4.1%
Oy Inventiainvest AB	4,011,860	10.431	2.5%
Varma Mutual Pension Insurance Company	3,675,215	9.556	2.3%
Joensuun Kauppa ja Kone Oy	3,289,502	8.553	2.1%
Vesasco Oy	3,088,469	8.030	2.0%
The State Pension Fund	2,500,000	6.500	1.6%
Momea Invest Oy	2,150,000	5.590	1.4%
Laakkonen Hannu	1,992,742	5.181	1.3%
Ten largest	53,730,953	139.700	34%
Residual	104,324,015	271.242	66%
Total	158,054,968	410.943	100%

EARNINGS CALENDAR

February 02, 2023	FY 2022 Results
April 28, 2023	Q1 report
August 03, 2023	Q2 report
October 26, 2023	Q3 report

OTHER EVENTS**COMPANY MISCELLANEOUS**

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CFO: Atte Rissanen	Tel: +358 207 207 500
IR: Linda Tierala	

DEFINITIONS

P/E	$\frac{\text{Price per share}}{\text{Earnings per share}}$	EPS	$\frac{\text{Profit before extraord. items and taxes} - \text{income taxes} + \text{minority interest}}{\text{Number of shares}}$
P/BV	$\frac{\text{Price per share}}{\text{Shareholders' equity} + \text{taxed provisions per share}}$	DPS	Dividend for the financial period per share
Market cap	Price per share * Number of shares	OCF (Operating cash flow)	EBITDA – Net financial items – Taxes – Increase in working capital – Cash NRIs ± Other adjustments
EV (Enterprise value)	Market cap + net debt + minority interest at market value – share of associated companies at market value	FCF (Free cash flow)	Operating cash flow – operative CAPEX – acquisitions + divestments
EV/Sales	$\frac{\text{Enterprise value}}{\text{Sales}}$	FCF yield, %	$\frac{\text{Free cash flow}}{\text{Market cap}}$
EV/EBITDA	$\frac{\text{Enterprise value}}{\text{Earnings before interest, tax, depreciation and amortization}}$	Operative CAPEX/sales	$\frac{\text{Capital expenditure} - \text{divestments} - \text{acquisitions}}{\text{Sales}}$
EV/EBIT	$\frac{\text{Enterprise value}}{\text{Operating profit}}$	Net working capital	Current assets – current liabilities
Net debt	Interest bearing debt – financial assets	Capital employed/Share	$\frac{\text{Total assets} - \text{non-interest bearing debt}}{\text{Number of shares}}$
Total assets	Balance sheet total	Gearing	$\frac{\text{Net debt}}{\text{Equity}}$
Div yield, %	$\frac{\text{Dividend per share}}{\text{Price per share}}$	Debt/Equity, %	$\frac{\text{Interest bearing debt}}{\text{Shareholders' equity} + \text{minority interest} + \text{taxed provisions}}$
Payout ratio, %	$\frac{\text{Total dividends}}{\text{Earnings before extraordinary items and taxes} - \text{income taxes} + \text{minority interest}}$	Equity ratio, %	$\frac{\text{Shareholders' equity} + \text{minority interest} + \text{taxed provisions}}{\text{Total assets} - \text{interest-free loans}}$
ROCE, %	$\frac{\text{Profit before extraordinary items} + \text{interest expenses} + \text{other financial costs}}{\text{Balance sheet total} - \text{non-interest bearing debt (average)}}$	CAGR, %	Cumulative annual growth rate = Average growth per year
ROE, %	$\frac{\text{Profit before extraordinary items and taxes} - \text{income taxes}}{\text{Shareholder's equity} + \text{minority interest} + \text{taxed provisions (average)}}$		

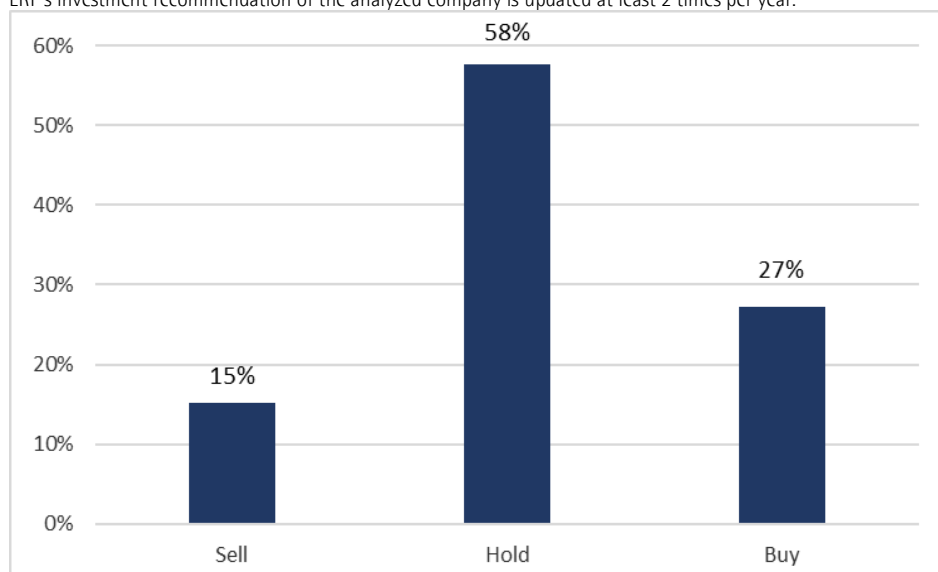
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Target price compared to share price	Recommendation
< -10 %	SELL
-10 – (+10) %	HOLD
> 10 %	BUY

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

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