

## Earnings to rebound soon enough

DT's Q3 wasn't strong yet EBITA was better than estimated; Q4 should see further gradual gains, while next year has significant earnings drivers after a period of low volumes.

### Outlook is starting to improve again

DT's EUR 24.7m Q3 revenue was in line with estimates, while the EUR 2.8m adjusted EBITA was a bit better than the EUR 2.4m/2.7m Evli/cons. estimates as the company has taken some efficiency measures. Q3 revenue would have been down by some 4–5% y/y in terms of fixed currencies; the volume and currency headwinds continue in Q4'25, but it should already be meaningfully better in relative terms even though we estimate Q4 adjusted EBITA to still decline by EUR 0.7m y/y. A rebound in volumes, particularly within SBU, has been due for some quarters and now DT has enough visibility to confirm double-digit growth will resume in Q1'26.

### All application areas should resume growth next year

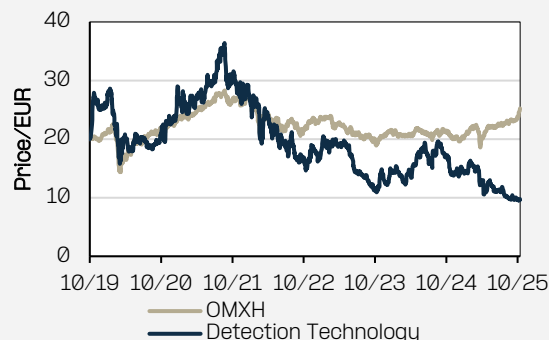
Western aviation security investments, driven by CT, have been expected to continue as most of the upgrades are yet to be completed. The Chinese market still has its challenges, and it remains to be seen how much growth it contributes next year, although there's strong growth within TFT flat panels. SBU is likely to drive most growth next year, and we expect it to resume the double-digit rate it still saw last year. We estimate FY'26 sales mix to be slightly less favorable than in FY'24 as MBU could remain bigger than SBU, but DT could then do more than EUR 110m in revenue and so also top the earnings high seen last year.

### Valuation is not challenging, and could even turn out cheap

DT has significant earnings levers for next year as the currency headwind should fade after Q1'26 while certain big-account specific drivers turn favorable and all application areas should grow. DT could then achieve high single-digit or even double-digit growth for FY'26, driven by a rebound in volumes. DT has taken efficiency measures and refocused some resources as it looks to invest more in e.g. software development. We estimate FY'26 EBIT at around EUR 15m, on which basis DT is valued some 8.5x EV/EBIT. This is already a low level, although on our FY'25 estimates the multiple is 14.5x. The valuation is thus not by any means very demanding, yet the earnings growth gradient for next year is still a bit uncertain. Our new TP is EUR 11.5 (10.5) as we retain ACCUMULATE rating.

## Rating

➕ Accumulate



**Share price, EUR** (Last trading) **10.85**  
day's closing price)  
Target price, EUR 11.5

Latest change in recommendation 16-Apr-25

Latest report on company 17-Oct-25

Research paid by issuer: YES

No. of shares outstanding, '000's 14 656

No. of shares fully diluted, '000's 14 656

Market cap, EURm 159

Free float, % –

Exchange rate –

Reuters code DETEC.HE

Bloomberg code DETEC FH

Average daily volume, EURm 0.1

Next interim report 05-Feb-26

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➕➕ BUY ➕ ACCUMULATE ➖ REDUCE ➖➖ 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
2023	103.8	8.2	7.9%	21.1	0.38	29.3	1.8	23.1	10.5%	0.23
2024	107.5	13.8	12.8%	16.9	0.76	20.2	1.8	14.3	7.5%	0.50
2025E	101.6	9.2	9.0%	6.1	0.45	23.9	1.3	14.4	3.9%	0.30
2026E	111.4	15.3	13.7%	6.4	0.77	14.1	1.2	8.5	4.0%	0.51
2027E	121.4	17.7	14.6%	9.4	0.98	11.1	1.1	7.2	5.9%	0.65
Market cap, EURm	159		Gearing 2025E, %		–33.1 %		CAGR EPS 2024–27, %		8.9 %	
Net debt 2025E, EURm	–27		Price/book 2025E		1.9		CAGR Sales 2024–27, %		4.1 %	
Enterprise value, EURm	132		Dividend yield 2025E, %		2.8 %		ROE 2025E, %		8.1 %	
Total assets 2025E, EURm	102		Tax rate 2025E, %		18.4 %		ROCE 2025E, %		10.9 %	
Goodwill 2025E, EURm	0		Equity ratio 2025E, %		79.6 %		PEG, P/E 25/CAGR		0.7	

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

## Estimates and peer valuation

Estimates	2022	2023	Q1'24	Q2'24	Q3'24	Q4'24	2024	Q1'25	Q2'25	Q3'25	Q4'25E	2025E
<b>Net sales</b>	<b>98.6</b>	<b>103.8</b>	<b>22.7</b>	<b>26.1</b>	<b>27.1</b>	<b>31.6</b>	<b>107.5</b>	<b>22.2</b>	<b>24.4</b>	<b>24.7</b>	<b>30.2</b>	<b>101.4</b>
Medical	48.1	48.4	9.5	9.3	10.9	12.5	42.2	10.8	10.6	10.4	12.8	44.5
Security	34.4	39.3	9.6	11.5	11.3	13.9	46.3	7.7	8.2	9.8	12.1	37.8
Industrial	16.1	16.2	3.6	5.3	4.9	5.2	19.0	3.8	5.6	4.5	5.3	19.1
<b>Adj. EBITA</b>	<b>6.1</b>	<b>9.7</b>	<b>2.3</b>	<b>3.3</b>	<b>4.2</b>	<b>5.2</b>	<b>14.9</b>	<b>1.4</b>	<b>1.7</b>	<b>2.8</b>	<b>4.5</b>	<b>10.5</b>
<i>Net sales growth-%</i>	<i>10%</i>	<i>5%</i>	<i>0%</i>	<i>3%</i>	<i>11%</i>	<i>1%</i>	<i>4%</i>	<i>-2%</i>	<i>-7%</i>	<i>-9%</i>	<i>-5%</i>	<i>-6%</i>
Medical	-2%	0%	-21%	-25%	1%	-5%	-13%	14%	14%	-5%	2%	6%
Security	23%	14%	32%	27%	16%	5%	18%	-20%	-28%	-13%	-13%	-18%
Industrial	26%	1%	5%	43%	23%	4%	18%	4%	4%	-8%	2%	1%
<i>Adj. EBITA margin</i>	<i>6.2%</i>	<i>9.3%</i>	<i>10%</i>	<i>13%</i>	<i>15%</i>	<i>16%</i>	<i>13.9%</i>	<i>6%</i>	<i>7%</i>	<i>12%</i>	<i>15%</i>	<i>10.3%</i>

DETECTION TECHNOLOGY	MCAP	EV/EBITDA			EV/EBIT			P/E		
PEER GROUP	MEUR	24	25	26	24	25	26	24	25	26
Hamamatsu Photonics	2902	10.3x	11.2x	10.1x	17.2x	25.2x	21.2x	23.9x	35.5x	30.3x
OSI Systems	3587	12.4x	15.7x	14.5x	15.4x	19.6x	18.2x	28.3x	25.3x	23.1x
Varex Imaging	420	9.4x	6.6x	6.2x	41.8x		9.7x	20.1x	16.5x	13.7x
ams-OSRAM	1185	3.9x	4.6x	4.1x	9.2x	9.2x	8.0x	392.5x	38.7x	10.3x
Analog Devices	99597	20.1x	24.0x	20.8x	28.1x	26.1x	21.8x	35.6x	29.2x	24.3x
Keysight Tech	25530	20.0x	19.4x	17.6x	22.4x	21.3x	19.2x	26.9x	24.0x	21.7x
Comet Holding	1657	31.8x	28.1x	16.2x	50.1x	47.6x	21.7x	44.0x	60.2x	26.9x
Texas Instruments	126388	25.4x	19.6x	17.0x	33.0x	26.0x	23.1x	31.1x	29.5x	26.6x
Oxford Instruments	1227	13.4x	12.2x	11.5x	15.4x	14.2x	13.4x	17.3x	19.0x	17.8x
Trimble	16401	18.3x	20.4x	18.8x	19.5x	21.6x	19.7x	28.1x	26.8x	23.8x
Hexagon	28658	13.8x	16.5x	15.2x	18.3x	22.6x	20.0x	23.4x	26.7x	24.2x
Konica Minolta	1480	24.6x	7.6x	5.8x		34.7x	13.2x		44.0x	10.0x
iRay Technology Company	2854	27.5x	26.8x	19.8x	32.8x	37.7x	29.6x	46.4x	35.1x	27.9x
Vieworks	104	6.9x	6.7x	5.7x	9.2x	9.0x	7.3x	9.0x	12.3x	8.7x
Peer Group Average	22285	17.0x	15.7x	13.1x	24.0x	24.2x	17.6x	55.9x	30.2x	20.7x
Peer Group Median	2878	16.1x	16.1x	14.9x	19.5x	22.6x	19.4x	28.1x	28.0x	23.4x
Detection Technology (Evli est.)	159	11.6x	10.5x	6.8x	14.3x	14.4x	8.5x	20.2x	23.9x	14.1x
<i>Detection Technology prem./disc. to peer median</i>		-28 %	-35 %	-54 %	-27 %	-37 %	-56 %	-28 %	-15 %	-40 %

DETECTION TECHNOLOGY	Sales	Sales gr.			EBIT-%			Div. yield		
PEER GROUP	23	24	25	26	24	25	26	24	25	26
Hamamatsu Photonics	1439	-14.3%	-1.2%	6.7%	13.9%	8.8%	9.8%	2.2%	2.2%	2.3%
OSI Systems	1178	21.5%	6.2%	5.7%	13.9%	13.9%	14.2%			0.0%
Varex Imaging	826	-8.3%	-4.8%	3.4%	2.6%	-0.6%	8.8%			
ams-OSRAM	4819	-28.9%	-2.9%	3.4%	7.0%	9.0%	10.0%	0.0%	0.0%	0.0%
Analog Devices	11682	-22.4%	5.9%	12.4%	40.9%	41.8%	44.5%	1.6%	1.7%	1.8%
Keysight Tech	5231	-10.0%	-1.7%	7.0%	25.1%	25.4%	26.4%	0.0%	0.0%	0.0%
Comet Holding	587	-20.9%	8.4%	14.8%	8.6%	6.9%	13.2%	0.7%	0.7%	1.4%
Texas Instruments	18370	-19.0%	2.1%	7.9%	34.7%	34.0%	35.5%	3.2%	3.4%	3.5%
Oxford Instruments	519	12.2%	-12.7%	-1.5%	16.6%	16.9%	18.0%	1.1%	1.2%	1.3%
Trimble	3428	3.1%	-14.6%	7.1%	25.4%	26.8%	27.5%	0.0%		
Hexagon	5161	4.7%	1.0%	2.6%	28.3%	26.3%	29.1%	1.4%	1.2%	1.3%
Konica Minolta	7621	-9.1%	-10.9%	-4.2%	-3.7%	1.7%	4.5%	0.2%	1.4%	2.2%
iRay Technology Company	212	4.2%	19.2%	37.4%	26.5%	28.9%	26.9%	0.9%	0.3%	0.3%
Vieworks	169	-16.3%	0.9%	7.2%	10.0%	9.5%	10.9%	3.1%	3.1%	3.4%
Peer Group Average	4374	-7.4%	-0.4%	7.9%	17.8%	17.8%	19.9%	1.2%	1.4%	1.5%
Peer Group Median	2434	-9.5%	-0.2%	6.8%	15.2%	15.4%	16.1%	1.0%	1.2%	1.3%
Detection Technology (Evli est.)	104	3.6%	-5.5%	9.6%	12.8%	9.0%	13.7%	3.3%	2.8%	4.7%

Source FactSet, Evli Research

VALUATION RESULTS	BASE CASE DETAILS	VALUATION ASSUMPTIONS	ASSUMPTIONS FOR WACC	
Current share price	10.85 PV of Free Cash Flow	88 Long-term growth, %	2.6 % Risk-free interest rate, %	2.25 %
DCF share value	18.02 PV of Horizon value	156 WACC, %	8.5 % Market risk premium, %	5.8 %
Share price potential, %	66.1 % Unconsolidated equity	0 Spread, %	0.0 % Debt risk premium %	2.8 %
Maximum value	18.0 Marketable securities	28 Minimum WACC, %	8.5 % Equity beta coefficient	1.10
Minimum value	18.0 Debt – dividend	–7 Maximum WACC, %	8.5 % Target debt ratio, %	20 %
Horizon value, %	63.9 % Value of stock	264 No. of shares, Mn	14.7 Effective tax rate, %	18 %

DCF valuation, EURm	2024	2025E	2026E	2027E	2028E	2029E	2030E	2031E	2032E	2033E	2034E	TERMINAL
Net sales	108	102	111	121	129	136	145	149	153	158	162	166
Sales growth (%)	3.6%	–5.5%	9.7%	9.0%	6.0%	6.0%	6.0%	3.0%	3.0%	3.0%	2.6%	2.6%
Operating income (EBIT)	14	9	15	18	20	21	22	23	24	24	25	26
Operating income margin %	12.8%	9.0%	13.7%	14.6%	15.5%	15.5%	15.5%	15.5%	15.5%	15.5%	15.5%	15.5%
+ Depreciation+amort.	3	3	4	4	4	4	5	5	5	5	5	
EBITDA	17	12	20	21	24	26	27	28	29	30	31	
– Paid taxes	–2	–2	–4	–3	–4	–4	–4	–4	–4	–5	–5	
– Change in NWC	5	–2	–4	–4	–3	–3	–3	–2	–2	–2	–2	
NWC / Sales, %	35.9%	39.5%	39.6%	39.7%	39.8%	39.9%	39.9%	40.0%	40.0%	40.0%	40.0%	
+ Change in other liabs												
– Operative CAPEX	–2	–2	–5	–5	–5	–5	–5	–5	–5	–5	–5	
opCAPEX / Sales, %	2.1%	1.7%	4.8%	3.8%	3.7%	3.7%	3.7%	3.4%	3.4%	3.4%	3.3%	
– Acquisitions												
+ Divestments												
– Other items												
= FCFF	17	7	7	9	13	14	14	17	17	18	19	328
= Discounted FCFF		7	6	8	10	10	9	10	10	9	9	156
= DFCF min WACC		7	6	8	10	10	9	10	10	9	9	156
= DFCF max WACC		7	6	8	10	10	9	10	10	9	9	156

## Sensitivity analysis, EUR

		Terminal WACC				
		6.48 %	7.48 %	8.48 %	9.48 %	10.48 %
Terminal EBIT–%	13.50 %	23.78	19.21	16.19	14.04	12.44
	14.50 %	25.43	20.41	17.11	14.76	13.02
	15.50 %	27.07	21.61	18.02	15.48	13.59
	16.50 %	28.72	22.81	18.94	16.20	14.17
	17.50 %	30.36	24.01	19.85	16.92	14.75

## INTERIM FIGURES

EVLI ESTIMATES, EURm	2024Q1	2024Q2	2024Q3	2024Q4	2024	2025Q1	2025Q2	2025Q3	2025Q4E	2025E	2026E	2027E
Net sales	22.7	26.1	27.1	31.6	107.5	22.2	24.4	24.8	30.2	101.6	111.4	121.4
EBITDA	2.9	3.8	4.8	5.5	17.0	1.8	2.1	3.5	5.2	11.9	19.7	21.4
EBITDA margin (%)	12.8%	14.4%	17.7%	17.5%	15.8%	8.1%	8.6%	14.1%	17.1%	11.7%	17.7%	17.6%
EBIT	2.0	3.0	3.9	4.9	13.8	1.1	1.4	2.4	4.3	9.2	15.3	17.7
EBIT margin (%)	8.8%	11.5%	14.4%	15.4%	12.8%	5.0%	5.7%	9.7%	14.1%	9.0%	13.7%	14.6%
Net financial items	-0.2	-0.2	0.0	0.0	-0.4	-0.2	-0.6	-0.1	-0.1	-1.0	-0.4	-0.1
Pre-tax profit	1.9	2.8	3.9	4.8	13.3	0.9	0.8	2.3	4.2	8.2	14.9	17.6
Tax	-0.4	-0.4	-0.6	-0.8	-2.2	-0.2	0.2	-0.7	-0.8	-1.5	-3.6	-3.3
Tax rate (%)	21.6%	13.0%	16.5%	17.3%	16.8%	22.2%	-23.5%	29.4%	19.2%	18.4%	23.3%	18.0%
Net profit	1.5	2.4	3.2	4.0	11.1	0.7	1.0	1.6	3.4	6.7	11.3	14.3
EPS	0.10	0.16	0.22	0.27	0.76	0.05	0.07	0.11	0.23	0.45	0.77	0.98
EPS adj. (diluted)	0.10	0.16	0.22	0.27	0.76	0.05	0.07	0.11	0.23	0.45	0.77	0.98
Dividend per share					0.50					0.30	0.51	0.65
SALES, EURm	2024Q1	2024Q2	2024Q3	2024Q4	2024	2025Q1	2025Q2	2025Q3	2025Q4E	2025E	2026E	2027E
MBU	9.5	9.3	10.9	12.5	42.2	10.8	10.6	10.4	12.8	44.6	47.9	51.2
SBU	9.6	11.5	11.2	14.0	46.3	7.7	8.2	9.9	12.1	37.9	42.8	48.0
IBU	3.6	5.3	5.0	5.1	19.0	3.8	5.6	4.5	5.3	19.1	20.7	22.2
Total	22.7	26.1	27.1	31.6	107.5	22.2	24.4	24.8	30.2	101.6	111.4	121.4
SALES GROWTH, Y/Y %	2024Q1	2024Q2	2024Q3	2024Q4	2024	2025Q1	2025Q2	2025Q3	2025Q4E	2025E	2026E	2027E
MBU	-21.0%	-25.3%	0.5%	-4.6%	-12.8%	13.7%	13.9%	-4.5%	2.0%	5.6%	7.5%	7.0%
SBU	31.5%	26.7%	15.3%	6.1%	17.8%	-20.0%	-28.2%	-12.0%	-13.6%	-18.2%	13.0%	12.0%
IBU	5.2%	42.6%	26.1%	2.0%	18.0%	4.2%	4.3%	-9.6%	4.5%	0.7%	8.0%	7.5%
Total	-0.2%	3.5%	10.5%	1.0%	3.6%	-2.0%	-6.6%	-8.6%	-4.5%	-6.5%	9.7%	9.0%
EBIT, EURm	2024Q1	2024Q2	2024Q3	2024Q4	2024	2025Q1	2025Q2	2025Q3	2025Q4E	2025E	2026E	2027E
Group	2.0	3.0	3.9	4.9	13.8	1.1	1.4	2.4	4.3	9.2	15.3	17.7
Total	2.0	3.0	3.9	4.9	13.8	1.1	1.4	2.4	4.3	9.2	15.3	17.7
EBIT margin %	2024Q1	2024Q2	2024Q3	2024Q4	2024	2025Q1	2025Q2	2025Q3	2025Q4E	2025E	2026E	2027E
Group	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
Total	8.8%	11.5%	14.4%	15.4%	12.8%	5.0%	5.7%	9.7%	14.1%	9.0%	13.7%	14.6%

INCOME STATEMENT, EURm	2020	2021	2022	2023	2024	2025E	2026E	2027E
Sales	81.6	89.8	98.6	103.8	107.5	101.6	111.4	121.4
<i>Sales growth (%)</i>	-20.4%	10.1%	9.8%	5.3%	3.6%	-5.5%	9.7%	9.0%
EBITDA	11.9	13.9	9.1	11.8	17.0	11.9	19.7	21.4
<i>EBITDA margin (%)</i>	14.6%	15.4%	9.2%	11.3%	15.8%	11.7%	17.7%	17.6%
Depreciation	-3.2	-3.3	-3.3	-3.6	-3.2	-2.7	-3.9	-3.1
EBITA	8.7	10.6	5.8	8.2	13.8	9.2	15.9	18.3
Goodwill amortization / writedown							-0.6	-0.6
EBIT	8.7	10.6	5.8	8.2	13.8	9.2	15.3	17.7
<i>EBIT margin (%)</i>	10.7%	11.8%	5.9%	7.9%	12.8%	9.0%	13.7%	14.6%
Reported EBIT	8.7	10.6	5.8	8.2	13.8	9.2	15.3	17.7
<i>EBIT margin (reported) (%)</i>	10.7%	11.8%	5.9%	7.9%	12.8%	9.0%	13.7%	14.6%
Net financials	-0.6	0.8	-0.2	-0.9	-0.4	-1.0	-0.4	-0.1
Pre-tax profit	8.1	11.4	5.6	7.3	13.3	8.2	14.9	17.6
Taxes	-1.4	-2.1	-0.4	-1.8	-2.2	-1.5	-3.6	-3.3
Minority shares								
Net profit	6.7	9.3	5.1	5.5	11.1	6.7	11.3	14.3
Cash NRIs								
Non-cash NRIs								
BALANCE SHEET, EURm								
Assets								
Fixed assets	10	9	7	17	16	15	16	18
Goodwill							-1	-1
Right of use assets								
Inventory	16	22	25	24	23	23	26	28
Receivables	25	31	36	35	33	34	37	40
Liquid funds	25	30	24	19	28	31	32	31
Total assets	76	92	91	95	100	102	110	115
Liabilities								
Shareholders' equity	58	74	73	73	82	82	89	95
Minority interest				0	0	0	0	0
Convertibles								
Lease liabilities								
Deferred taxes								
Interest bearing debt	6	2	3	6		4	3	
Non-interest bearing current liabilities	11	15	14	14	16	15	17	18
Other interest-free debt	1	1	1	1	1	1	1	1
Total liabilities	76	92	91	95	100	102	110	115
CASH FLOW, EURm								
+ EBITDA	12	14	9	12	17	12	20	21
- Net financial items	-1	3	-6	-1	0	-1	0	0
- Taxes	-3	-1	-2	-2	-2	-2	-4	-3
- Increase in Net Working Capital	0	-6	-9	2	5	-2	-4	-4
+/- Other	-1	-3	7					
= Cash flow from operations	8	7	0	11	19	8	12	14
- Capex	-3	-1	-2	-2	-2	-2	-5	-5
- Acquisitions				12				
+ Divestments								
= Free cash flow	4	6	-2	21	17	6	6	9
+/- New issues/buybacks	-1	10	-1	-2	2			
- Paid dividend	4	5	3	3	7	4	7	9
+/- Other	1	-7	2	-20	-6	4	-1	-3
Change in cash	-1	5	-6	-5	9	2	2	-1

KEY FIGURES	2021	2022	2023	2024	2025E	2026E	2027E
M-cap	429	248	202	224	159	159	159
Net debt (excl. convertibles)	-28	-21	-13	-28	-27	-29	-31
Enterprise value	402	227	189	196	132	130	128
Sales	90	99	104	108	102	111	121
EBITDA	14	9	12	17	12	20	21
EBIT	11	6	8	14	9	15	18
Pre-tax	11	6	7	13	8	15	18
Earnings	9	5	5	11	7	11	14
Equity book value (excl. minorities)	74	73	73	82	82	89	95

Valuation multiple	2021	2022	2023	2024	2025E	2026E	2027E
EV/Sales	4.5	2.3	1.8	1.8	1.3	1.2	1.1
EV/EBITDA	29.0	25.0	16.1	11.6	11.1	6.6	6.0
EV/EBITA	38.0	39.2	23.1	14.3	14.4	8.2	7.0
EV/EBIT	38.0	39.2	23.1	14.3	14.4	8.5	7.2
EV/OCF	56.4	-772.5	17.7	10.3	16.9	11.1	9.2
EV/FCF	78.5	-132.7	8.7	11.4	19.0	19.4	13.6
P/FCFR	74.5	-128.9	9.6	13.3	25.9	24.8	17.0
P/E	46.4	45.3	29.3	20.2	23.9	14.1	11.1
P/BV	5.8	3.4	2.8	2.7	1.9	1.8	1.7
Target EV/EBITDA					11.9	7.1	6.4
Target EV/EBIT					15.4	9.1	7.8
Target EV/FCFF					23.1	21.8	14.7
Target P/BV					2.1	1.9	1.8
Target P/E, diluted	44.4	49.2	36.8	23.4	25.3	14.9	11.8

Per share measures	2021	2022	2023	2024	2025E	2026E	2027E
Number of shares (million)	14.66	14.66	14.66	14.66	14.66	14.66	14.66
Number of shares (diluted, million)	15.16	15.16	14.66	14.66	14.66	14.66	14.66
EPS	0.63	0.35	0.38	0.76	0.45	0.77	0.98
Operating cash flow per share	0.49	-0.02	0.73	1.30	0.53	0.80	0.95
Free cash flow per share	0.39	-0.13	1.44	1.15	0.42	0.44	0.64
Book value per share	5.02	4.96	4.97	5.62	5.58	6.05	6.52
Dividend per share	0.35	0.20	0.23	0.50	0.30	0.51	0.65
Dividend payout ratio, %	55.4%	57.0%	61.3%	66.0%	66.0%	66.0%	66.0%
Dividend yield, %	1.2%	1.2%	1.7%	3.3%	2.8%	4.7%	5.9%
FCF yield, %	1.3%	-0.8%	10.5%	7.5%	3.9%	4.0%	5.9%

Efficiency measures	2021	2022	2023	2024	2025E	2026E	2027E
ROE	14.0%	7.0%	7.6%	14.3%	8.1%	13.3%	15.6%
ROCE	15.1%	7.7%	10.6%	17.0%	10.9%	17.3%	18.9%

Financial ratios	2021	2022	2023	2024	2025E	2026E	2027E
Inventories as % of sales	24.8%	25.2%	22.7%	21.2%	23.0%	23.0%	23.0%
Receivables as % of sales	34.8%	36.2%	33.8%	31.1%	33.0%	33.0%	33.0%
Non-int. bearing liabilities as % of sales	17.1%	14.2%	13.4%	15.1%	15.1%	15.1%	15.1%
NWC/sales, %	41.3%	45.6%	41.8%	35.9%	39.5%	39.6%	39.7%
Operative CAPEX/Sales, %	1.5%	1.7%	1.9%	2.1%	1.7%	4.8%	3.8%
CAPEX/sales (incl. acquisitions), %	1.5%	1.7%	13.9%	2.1%	1.7%	4.8%	3.8%
FCFF/EBITDA	0.4	-0.2	1.9	1.0	0.6	0.3	0.4
Net Debt/EBITDA, book-weighted	-2.0	-2.3	-1.1	-1.7	-2.3	-1.5	-1.4
Debt/equity, market-weighted	0.0	0.0	0.0		0.0	0.0	
Equity ratio, book-weighted	0.8	0.8	0.8	0.8	0.8	0.8	0.8
Gearing, %	-37.6%	-28.3%	-17.7%	-34.2%	-33.1%	-32.8%	-32.4%

**COMPANY DESCRIPTION:** Detection Technology is a global provider of off-the-shelf and customized X-ray imaging solutions for medical, security and industrial applications. DT's product portfolio ranges from photodiodes to complete detector systems with ASICs, electronics, mechanics and software. The company was established in 1991 and it listed on Nasdaq First North Finland in 2015. The company is headquartered in Finland and has volume production in Beijing, China. Detection Technology has ~450 employees in Finland, China, France and USA, serving 370 active customers in over 40 countries.

**INVESTMENT CASE:** Demand for Detection Technology's detector solutions is increasing due to expansion of healthcare to a wider share of population in the emerging economies, aging population, growth in travelling and freight transport, urbanization, increased security concerns and increasing need for X-ray imaging applications in industrial inspection. We see investment case attractive due to strong market drivers, especially in China, as well as DT's compelling strategy and execution capabilities, which should enable DT to grow faster than the market and maintain above target level margins. Supported by the underlying megatrends and market expansion in TFT-flat panel markets, DT has lots of long-term potential in our view. Low valuation compared to historical multiples and peers provides a decent yield also on a short-term in our view.

OWNERSHIP STRUCTURE	SHARES	EURm	%
Ahlstrom Capital Bv	5 280 167	57.290	36.0 %
OP-Finland Fund	617 376	6.699	4.2 %
Varma Mutual Pension Insurance Company	515 000	5.588	3.5 %
Sijoitusrahasto Aktia Capital	463 654	5.031	3.2 %
Iimarinen Mutual Pension Insurance Company	435 737	4.728	3.0 %
Martola Hannu Veikko	431 690	4.684	2.9 %
Veritas Pension Insurance Company Ltd.	389 387	4.225	2.7 %
Evli Finnish Small Cap Fund	352 000	3.819	2.4 %
OP-Finland Small Firms Fund	330 019	3.581	2.3 %
Säästöpankki Kotimaa	260 000	2.821	1.8 %
Ten largest	9 075 030	98.464	61.9 %
Residual	5 580 900	60.553	38.1 %
Total	14 655 930	159.017	100%

#### EARNINGS CALENDAR

February 05, 2026	FY 2025 Results
April 23, 2026	Q1 report
August 06, 2026	Q2 report
October 29, 2026	Q3 report

#### OTHER EVENTS

November 18, 2025	CMD
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#### COMPANY MISCELLANEOUS

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CFO: Matti Nylander	Tel: +358 20 766 9700
IR: Johanna Tarkiainen	

## DEFINITIONS

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



Important Disclosures

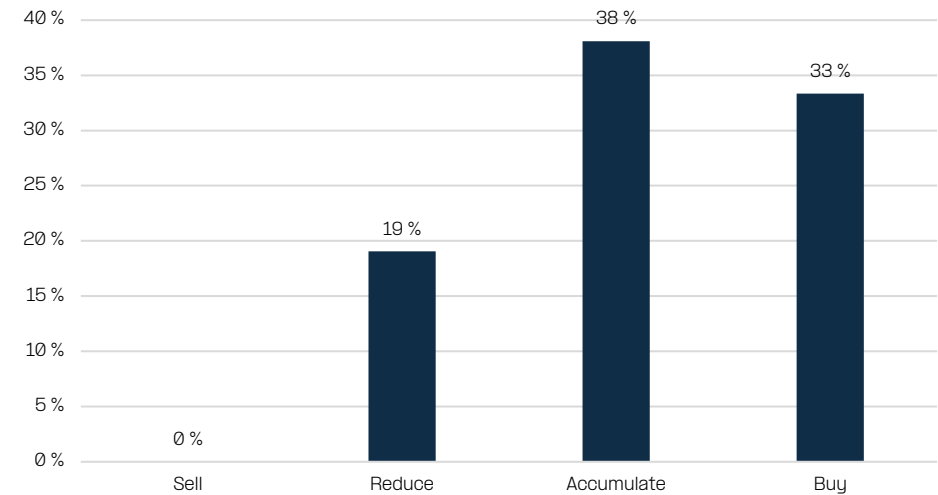
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Target price compared to share price	Recommendation
< -10 %	SELL
-10 - 0 %	RECUDE
0 - (+10) %	ACCUMULATE
> 10 %	BUY

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Name(s) of the analyst(s): Joonas Ilvonen

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