

EBIT recovery & capital allocation

Dovre's Q4 results were no surprise, while the company focuses on stabilizing Suvic after recent big cost overruns.

Balance sheet strong despite very big losses last year

Dovre downgraded its FY'24 guidance recently and so the Q4 earnings release didn't contain much new information. The EUR -18.3m EBIT was hit by cost challenges due to two Swedish wind farm constructions. Dovre now undergoes a big change in focus as hit has sold Project Personnel and Consulting Norway, and it needs to stabilize Suvic's profitability over the next few quarters before any decisions on the use of segmental sale proceeds may be settled. Dividend distributions are thus at least on a temporary pause, but there seems to be a good possibility those will be restored later as the company should have a net cash pile of more than EUR 15m once the sale settles.

EBIT of ca. EUR 1–2m should be possible in the near future

Dovre will issue FY'25 guidance at the latest in 6 weeks when it reports Q1 results. We continue to estimate high single-digit growth for Renewable Energy this year, when it could reach a rather modest EBIT margin of around 1–2%. Suvic did average more than EUR 2m EBIT in the years 2021–23, so our EUR 1.3m estimate for Renewable Energy FY'25 EBIT isn't very high considering the segment now also includes the solar-focused developer Renetec while Suvic should have enough order backlog to push the segment above EUR 100m top line. The expansion to Swedish wind farms, as well as Finnish solar parks, has proved more challenging than expected as seen in the recent huge cost overruns, but there should be no fundamental reason why Suvic can't manage the learning curve.

Capital allocation decisions may have to wait a few quarters

We estimate Dovre FY'25 revenue to grow 8% to EUR 107m. Consulting (Finland) may not contribute more than EUR 0.3–0.4m in annual EBIT, while there's still some uncertainty around where Other functions' costs will settle, but we believe their annual level could fall somewhat below EUR 0.5m. Dovre's annual EBIT would then be basically wholly attributable to Renewable Energy. On that basis Dovre trades around 5x EV/EBIT, assuming Renewable Energy EBIT recovers above EUR 2m next year and of which a large part belongs to Suvic minority stake. Our new TP is EUR 0.23 (0.25) as we retain ACCUMULATE rating.

Rating + Accumulate



Share price, EUR (Last trading day's closing price) **0.23**
Target price, EUR 0.23

Latest change in recommendation	31-Jan-25
Latest report on company	13-Mar-25
Research paid by issuer:	YES
No. of shares outstanding, '000's	105 960
No. of shares fully diluted, '000's	105 960
Market cap, EURm	24
Free float, %	94.3 %
Exchange rate	–
Reuters code	DOV1V.HE
Bloomberg code	DOV1V.FH
Average daily volume, EURm	0.1
Next interim report	29-Apr-25
Web site	https://www.dovregroup.com/
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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	73.5	1.2	1.6%	-5.4	-0.01	-86.4	0.6	39.1	-11.9%	0.01
2024	99.3	-21.8	-22.0%	1.7	-0.11	-2.0	0.3	-1.5	7.1%	
2025E	107.2	1.3	1.2%	24.5	0.00	48.5	0.1	6.0	101.0%	0.01
2026E	114.1	2.4	2.1%	3.2	0.01	22.9	0.0	2.4	13.4%	0.01
2027E	117.5	3.5	2.9%	3.0	0.02	12.3	0.0	1.1	12.4%	0.01
Market cap, EURm		24	Gearing 2025E, %			-96.2 %		CAGR EPS 2024–27, %		0.0 %
Net debt 2025E, EURm		-16	Price/book 2025E			1.4		CAGR Sales 2024–27, %		5.8 %
Enterprise value, EURm		8	Dividend yield 2025E, %			4.4 %		ROE 2025E, %		3.0 %
Total assets 2025E, EURm		87	Tax rate 2025E, %			18.2 %		ROCE 2025E, %		5.0 %
Goodwill 2025E, EURm		4	Equity ratio 2025E, %			19.6 %		PEG, P/E 25/CAGR		0.4

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

Estimates and peer valuation

Dovre	FY'21	FY'22	FY'23	Q1'24	Q2'24	Q3'24	Q4'24	FY'24	Q1'25e	Q2'25e	Q3'25e	Q4'25e	FY'25e
<i>Revenue</i>	50.4	94.2	73.5	13.5	22.1	35.3	26.5	99.3	14.4	23.8	38.3	30.7	107.2
Renewable Energy	50.4	94.2	71.4	13.5	22.1	35.3	26.5	97.4	13.9	23.3	37.8	30.2	105.2
<i>y/y growth</i>		87 %	-24 %	-15 %	27 %	72 %	51 %	36 %	3 %	5 %	7 %	14 %	8 %
<i>EBIT</i>	0.9	1.7	1.1	-5.9	0.9	1.1	-18.4	-21.8	0.1	0.2	0.7	0.3	1.3
Renewable Energy	1.9	2.7	1.8	-5.7	1.1	1.4	-17.9	-21.1	0.1	0.2	0.7	0.3	1.3
<i>EBIT-%</i>	4 %	3 %	3 %	-42 %	5 %	4 %	-68 %	-22 %	1 %	1 %	2 %	1 %	1 %

Source: Evli Research

DOVRE PEER GROUP	MCAP MEUR	EV/EBITDA			EV/EBIT			EBIT-%		
		24	25	26	24	25	26	24	25	26
AF Gruppen	1393	9.6x	7.6x	7.1x	15.5x	11.0x	10.0x	3.7 %	5.0 %	5.3 %
Kreate Group	71	6.2x	6.5x	5.7x	10.8x	10.1x	8.5x	3.2 %	3.4 %	3.8 %
Veidekke	1729	6.3x	6.4x	6.1x	10.5x	10.5x	9.7x	3.9 %	4.0 %	4.1 %
NYAB	380	9.9x	9.3x	8.3x	11.9x	10.6x	9.4x	7.3 %	6.8 %	7.1 %
NRC Group	82	21.3x	4.1x	3.4x		9.8x	6.6x	-8.5 %	2.0 %	2.8 %
Tecnicas Reunidas	1197	3.4x	4.2x	3.7x	4.1x	4.9x	4.3x	4.1 %	4.3 %	4.7 %
Primoris Services	3154	11.3x	9.4x	8.4x	14.9x	12.2x	10.7x	5.2 %	5.2 %	5.6 %
Quanta Services	36133	22.0x	16.1x	14.6x	38.0x	26.3x	22.2x	5.7 %	6.2 %	6.7 %
MasTec	8953	13.0x	10.7x	9.3x	28.7x	18.4x	15.4x	3.7 %	4.9 %	5.3 %
Soltec Power	145	2.8x			3.5x			6.0 %		
Emeren Group	58	22.9x	3.5x	1.9x		22.0x	4.0x	-0.3 %	3.1 %	11.6 %
Peer Group Average	4845	11.7x	7.8x	6.9x	15.3x	13.6x	10.1x	3.1 %	4.5 %	5.7 %
Peer Group Median	1197	9.9x	7.0x	6.6x	11.9x	10.8x	9.6x	3.9 %	4.6 %	5.3 %
Dovre (Evli est.)	24	-1.5x	3.7x	2.0x	-1.5x	6.0x	2.4x	-22.0 %	1.2 %	2.1 %
<i>Dovre prem./disc. to peer median</i>		-115 %	-47 %	-69 %	-112 %	-44 %	-75 %	-663 %	-74 %	-60 %

Source FactSet, Evli Research

VALUATION RESULTS	BASE CASE DETAILS	VALUATION ASSUMPTIONS	ASSUMPTIONS FOR WACC
Current share price	0.23 PV of Free Cash Flow	59 Long-term growth, %	2.5 % Risk-free interest rate, %
DCF share value	0.51 PV of Horizon value	3 WACC, %	9.2 % Market risk premium, %
Share price potential, %	123.2 % Unconsolidated equity	0 Spread, %	0.0 % Debt risk premium %
Maximum value	0.5 Marketable securities	3 Minimum WACC, %	9.2 % Equity beta coefficient
Minimum value	0.5 Debt – dividend	-11 Maximum WACC, %	9.2 % Target debt ratio, %
Horizon value, %	4.5 % Value of stock	54 No. of shares, Mn	106.0 Effective tax rate, %

DCF valuation, EURm	2024	2025E	2026E	2027E	2028E	2029E	2030E	2031E	2032E	2033E	2034E	TERMINAL
Net sales	99	107	114	118	120	123	127	130	133	136	140	143
Sales growth (%)	35.1%	8.0%	6.4%	3.0%	2.5%	2.5%	2.5%	2.5%	2.5%	2.5%	2.5%	2.5%
Operating income (EBIT)	-22	1	2	3	6	6	6	6	7	7	7	7
Operating income margin %	22.0%	1.2%	2.1%	2.9%	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%
+ Depreciation+amort.	1	0	0	1	1	1	2	2	-2	-1	-1	
EBITDA	-21	2	3	5	7	8	8	8	5	6	6	
- Paid taxes	-1	0	0	-1	-1	-1	-1	-1	-1	-1	-1	
- Change in NWC	-5	25	4	2	2	2	2	2	2	2	2	
NWC / Sales, %	16.8%	-7.9%	10.8%	12.0%	-13.1%	-14.1%	-15.1%	-16.1%	-17.0%	-17.9%	-18.8%	
+ Change in other liabs	0											
- Operative CAPEX	19	-2	-2	-2	-2	-2	-2	15	-1	-1	-6	
opCAPEX / Sales, %	-19.3%	1.5%	1.6%	1.7%	1.7%	1.6%	1.6%	-11.6%	0.8%	0.7%	4.5%	
- Acquisitions												
+ Divestments												
- Other items												
= FCFF	-8	25	4	4	6	6	6	24	4	5	0	7
= Discounted FCF		23	4	3	4	4	4	13	2	2	0	3
= DFCF min WACC		23	4	3	4	4	4	13	2	2	0	3
= DFCF max WACC		23	4	3	4	4	4	13	2	2	0	3

Sensitivity analysis, EUR

		Terminal WACC				
		7.23 %	8.23 %	9.23 %	10.23 %	11.23 %
Terminal EBIT-%	3.00 %	0.28	0.32	0.34	0.35	0.36
	4.00 %	0.43	0.43	0.43	0.42	0.41
	5.00 %	0.57	0.54	0.51	0.49	0.47
	6.00 %	0.71	0.65	0.60	0.55	0.52
	7.00 %	0.86	0.76	0.68	0.62	0.58

INTERIM FIGURES

EVLI ESTIMATES, EURm	2024Q1	2024Q2	2024Q3	2024Q4	2024	2025Q1E	2025Q2E	2025Q3E	2025Q4E	2025E	2026E	2027E
Net sales	14.0	22.5	35.8	27.0	99.3	14.4	23.8	38.3	30.7	107.2	114.1	117.5
EBITDA	-5.7	1.2	1.3	-17.9	-21.1	0.3	0.4	0.9	0.5	1.7	2.6	4.6
<i>EBITDA margin (%)</i>	<i>-40.4%</i>	<i>5.1%</i>	<i>3.6%</i>	<i>-66.3%</i>	<i>-21.3%</i>	<i>2.1%</i>	<i>1.7%</i>	<i>2.4%</i>	<i>1.6%</i>	<i>1.6%</i>	<i>2.3%</i>	<i>3.9%</i>
EBIT	-5.8	1.0	1.2	-18.2	-21.8	0.1	0.2	0.7	0.3	1.3	2.4	3.5
<i>EBIT margin (%)</i>	<i>-41.4%</i>	<i>4.4%</i>	<i>3.4%</i>	<i>-67.4%</i>	<i>-22.0%</i>	<i>0.7%</i>	<i>0.8%</i>	<i>1.8%</i>	<i>1.0%</i>	<i>1.2%</i>	<i>2.1%</i>	<i>2.9%</i>
Net financial items	-0.2	-0.1	-0.3	-0.4	-1.0	-0.1	-0.1	-0.1	-0.1	-0.2	-0.2	-0.2
Pre-tax profit	-6.0	0.9	0.9	-18.6	-22.8	0.1	0.2	0.7	0.3	1.1	2.2	3.5
Tax						-0.1	-0.1	-0.1	-0.1	-0.2	-0.4	-0.7
<i>Tax rate (%)</i>						<i>100.0%</i>	<i>33.3%</i>	<i>7.7%</i>	<i>20.0%</i>	<i>18.2%</i>	<i>20.0%</i>	<i>20.0%</i>
Net profit	-3.0	0.1	0.4	-9.6	-12.1	-0.1	0.5	0.5	0.1	0.5	1.1	2.0
EPS	-0.03	0.00	0.00	-0.09	-0.11	0.00	0.00	0.00	0.00	0.00	0.01	0.02
EPS adj. (diluted)	-0.03	0.00	0.00	-0.09	-0.11	0.00	0.00	0.00	0.00	0.00	0.01	0.02
Dividend per share										0.01	0.01	0.01
SALES, EURm	2024Q1	2024Q2	2024Q3	2024Q4	2024	2025Q1E	2025Q2E	2025Q3E	2025Q4E	2025E	2026E	2027E
Renewable Energy	13.5	22.1	35.3	26.5	97.4	13.9	23.3	37.8	30.2	105.2	112.0	115.4
Consulting	0.5	0.4	0.5	0.5	1.9	0.5	0.5	0.5	0.5	2.0	2.1	2.2
Total	14.0	22.5	35.8	27.0	99.3	14.4	23.8	38.3	30.7	107.2	114.1	117.5
SALES GROWTH, Y/Y%	2024Q1	2024Q2	2024Q3	2024Q4	2024	2025Q1E	2025Q2E	2025Q3E	2025Q4E	2025E	2026E	2027E
Renewable Energy	-15.1%	27.0%	72.2%	50.6%	36.4%	3.0%	5.4%	7.1%	14.0%	8.0%	6.5%	3.0%
Consulting		-20.0%	-16.7%		-9.5%		25.0%			5.3%	5.0%	2.5%
Total	-14.6%	25.7%	69.7%	49.2%	35.1%	2.9%	5.8%	7.0%	13.7%	8.0%	6.4%	3.0%
EBIT, EURm	2024Q1	2024Q2	2024Q3	2024Q4	2024	2025Q1E	2025Q2E	2025Q3E	2025Q4E	2025E	2026E	2027E
Renewable Energy	-5.7	1.1	1.4	-17.9	-21.1	0.1	0.2	0.7	0.3	1.3	2.4	3.5
Consulting		0.1	0.1	0.1	0.3	0.1	0.1	0.1	0.1	0.4	0.4	0.4
Other functions	-0.2	-0.2	-0.3	-0.4	-1.0	-0.1	-0.1	-0.1	-0.1	-0.4	-0.4	-0.4
Total	-5.8	1.0	1.2	-18.2	-21.8	0.1	0.2	0.7	0.3	1.3	2.4	3.5
EBIT margin %	2024Q1	2024Q2	2024Q3	2024Q4	2024	2025Q1E	2025Q2E	2025Q3E	2025Q4E	2025E	2026E	2027E
Renewable Energy	-41.9%	4.8%	4.0%	-67.6%	-21.7%	0.7%	0.9%	1.9%	1.0%	1.2%	2.1%	3.0%
Consulting		25.0%	20.0%	20.0%	15.8%	20.0%	20.0%	20.0%	20.0%	20.0%	19.1%	18.6%
Other functions	-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	-41.4%	4.4%	3.4%	-67.4%	-22.0%	0.7%	0.8%	1.8%	1.0%	1.2%	2.1%	2.9%

INCOME STATEMENT, EURm	2020	2021	2022	2023	2024	2025E	2026E	2027E
Sales	77.4	50.4	94.2	73.5	99.3	107.2	114.1	117.5
<i>Sales growth (%)</i>	-6.9%	-34.9%	86.9%	-22.0%	35.1%	8.0%	6.4%	3.0%
EBITDA	3.2	1.8	2.7	1.4	-21.1	1.7	2.6	4.6
<i>EBITDA margin (%)</i>	4.2%	3.5%	2.9%	1.9%	-21.3%	1.6%	2.3%	3.9%
Depreciation	-0.8	-0.9	-1.0	-0.2	-0.7	-0.4	-0.2	-1.2
EBITA	2.4	0.9	1.7	1.2	-21.8	1.3	2.4	3.5
Goodwill amortization / writedown								
EBIT	2.4	0.9	1.7	1.2	-21.8	1.3	2.4	3.5
<i>EBIT margin (%)</i>	3.1%	1.8%	1.8%	1.6%	-22.0%	1.2%	2.1%	2.9%
Reported EBIT	2.4	0.9	1.7	1.2	-21.8	1.3	2.4	3.5
<i>EBIT margin (reported) (%)</i>	3.1%	1.8%	1.8%	1.6%	-22.0%	1.2%	2.1%	2.9%
Net financials	-0.2	-0.5	-1.0	-0.9	-1.0	-0.2	-0.2	
Pre-tax profit	2.2	0.4	0.7	0.3	-22.8	1.1	2.2	3.5
Taxes	-0.5	-1.3	-1.6	-0.3		-0.2	-0.4	-0.7
Minority shares		-0.6	-0.7	-0.5	10.7	-0.4	-0.7	-0.8
Net profit	1.7	-1.5	-1.6	-0.5	-12.1	0.5	1.1	2.0
Cash NRIs								
Non-cash NRIs								
BALANCE SHEET, EURm								
Assets								
Fixed assets	3	3	4	7	5	7	8	9
Goodwill	16	21	21	20	4	4	4	4
Right of use assets								
Inventory		1	2	7	6	1	1	1
Receivables	14	32	42	44	74	59	59	60
Liquid funds	9	10	11	8	3	16	19	21
Total assets	44	70	82	88	92	87	91	94
Liabilities								
Shareholders' equity	24	28	34	37	17	17	17	18
Minority interest								
Convertibles								
Lease liabilities								
Deferred taxes	1	1	1	1				
Interest bearing debt	6	8	8	9	11			
Non-interest bearing current liabilities	13	30	36	38	63	68	73	75
Other interest-free debt	0	1	2	1	0	0	0	0
Total liabilities	44	70	82	88	92	87	91	94
CASH FLOW, EURm								
+ EBITDA	3	2	3	1	-21	2	3	5
- Net financial items	0	0	-1	-1	-1	0	0	
- Taxes	0	-1	-2	0	-1	0	0	-1
- Increase in Net Working Capital	2	-2	-5	-5	-5	25	4	2
+/- Other		-1	-1	-1	11	0	-1	-1
= Cash flow from operations	5	-2	-6	-5	-17	26	5	5
- Capex	-5	-3	0	0	19	-2	-2	-2
- Acquisitions								
+ Divestments								
= Free cash flow	0	-5	-6	-5	2	25	3	3
+/- New issues/buybacks	0	7	8	4	-8			
- Paid dividend	1			1		1	1	1
+/- Other	3	0	0	-2	2	-11		
Change in cash	2	1	2	-3	-5	14	2	2

KEY FIGURES	2021	2022	2023	2024	2025E	2026E	2027E
M-cap	72	62	46	24	24	24	24
Net debt (excl. convertibles)	-1	-3	1	8	-16	-19	-21
Enterprise value	71	59	47	32	8	6	4
Sales	50	94	74	99	107	114	118
EBITDA	2	3	1	-21	2	3	5
EBIT	1	2	1	-22	1	2	3
Pre-tax	0	1	0	-23	1	2	3
Earnings	-2	-2	-1	-12	1	1	2
Equity book value (excl. minorities)	28	34	37	17	17	17	18

Valuation multiple	2021	2022	2023	2024	2025E	2026E	2027E
EV/Sales	1.4	0.6	0.6	0.3	0.1	0.0	0.0
EV/EBITDA	40.5	21.8	33.1	-1.5	4.6	2.2	0.8
EV/EBITA	78.9	34.6	39.1	-1.5	6.0	2.4	1.1
EV/EBIT	78.9	34.6	39.1	-1.5	6.0	2.4	1.1
EV/OCF	-32.3	-10.4	-8.9	-1.8	0.3	1.1	0.7
EV/FCF	-23.4	-18.4	-9.9	-4.1	0.3	1.4	1.0
P/FCFR	-15.3	-10.5	-8.4	14.1	1.0	7.5	8.1
P/E	-47.9	-38.2	-86.4	-2.0	48.5	22.9	12.3
P/BV	2.5	1.8	1.2	1.5	1.4	1.4	1.4
Target EV/EBITDA					4.7	2.2	0.8
Target EV/EBIT					6.1	2.4	1.1
Target EV/FCFF					0.3	1.8	1.3
Target P/BV					1.4	1.4	1.4
Target P/E, diluted		14.7	18.1	-1.2	48.7	23.0	12.4

Per share measures	2021	2022	2023	2024	2025E	2026E	2027E
Number of shares (million)	105.96	105.96	105.96	105.96	105.96	105.96	105.96
Number of shares (diluted, million)	105.96	105.96	105.96	105.96	105.96	105.96	105.96
EPS	-0.01	-0.02	-0.01	-0.11	0.00	0.01	0.02
Operating cash flow per share	-0.02	-0.05	-0.05	-0.16	0.25	0.05	0.05
Free cash flow per share	-0.04	-0.06	-0.05	0.02	0.23	0.03	0.03
Book value per share	0.27	0.32	0.35	0.16	0.16	0.16	0.17
Dividend per share			0.01		0.01	0.01	0.01
Dividend payout ratio, %			-199.9%		211.9%	100.0%	53.8%
Dividend yield, %			2.3%		4.4%	4.4%	4.4%
FCF yield, %	-6.5%	-9.5%	-11.9%	7.1%	101.0%	13.4%	12.4%

Efficiency measures	2021	2022	2023	2024	2025E	2026E	2027E
ROE	-5.8%	-5.2%	-1.5%	-44.8%	3.0%	6.2%	11.2%
ROCE	2.7%	4.3%	2.7%	-59.2%	5.0%	12.9%	19.8%

Financial ratios	2021	2022	2023	2024	2025E	2026E	2027E
Inventories as % of sales	1.3%	1.6%	9.2%	6.3%	1.0%	1.0%	1.0%
Receivables as % of sales	63.8%	44.7%	60.0%	74.4%	54.9%	52.1%	50.8%
Non-int. bearing liabilities as % of sales	59.6%	37.8%	52.1%	63.9%	63.9%	63.9%	63.9%
NWC/sales, %	3.3%	6.9%	15.7%	16.8%	-7.9%	-10.8%	-12.0%
Operative CAPEX/Sales, %	5.0%	0.2%	0.3%	-19.3%	1.5%	1.6%	1.7%
CAPEX/sales (incl. acquisitions), %	5.0%	0.2%	0.3%	-19.3%	1.5%	1.6%	1.7%
FCFF/EBITDA	-1.7	-1.2	-3.3	0.4	14.7	1.6	0.8
Net Debt/EBITDA, book-weighted	-0.6	-1.1	0.8	-0.4	-9.7	-7.2	-4.4
Debt/equity, market-weighted	0.1	0.1	0.2	0.4			
Equity ratio, book-weighted	0.4	0.4	0.4	0.2	0.2	0.2	0.2
Gearing, %	-3.7%	-8.8%	3.1%	48.8%	-96.2%	-109.0%	-114.3%

COMPANY DESCRIPTION: Dovre Group is a provider of construction and development services to the renewable energy industry mainly in Finland and Sweden. The Group's parent Dovre Group Plc is domiciled in Finland and is listed on Nasdaq Helsinki (symbol DOV1V).

INVESTMENT CASE: Dovre's presence in Sweden is mainly focused on the wind power construction market, whereas its presence in Finland is more diverse as it includes also significant exposure to the local solar power construction market in addition to the ownership of Renetec, a solar-focused development company.

OWNERSHIP STRUCTURE	SHARES	EURm	%
ETRA CAPITAL OY	19 000 000	4.351	17.9 %
JOENSUUN KAUPPA JA KONE OY	11 529 891	2.640	10.9 %
KOSKELO ILARI	6 205 000	1.421	5.9 %
SKANDINAVISKA ENSKILDA BANKEN AB (PUBL) HELSINKI BRANCH	2 401 198	0.550	2.3 %
SIIK SEPPO SAKARI	2 104 015	0.482	2.0 %
K22 FINANCE OY	2 000 000	0.458	1.9 %
KAKKONEN KARI HEIKKI ILMARI	1 800 000	0.412	1.7 %
MÄKELÄ PEKKA MIKAEL	1 775 713	0.407	1.7 %
PAASI KARI	1 748 000	0.400	1.6 %
SIIK RAUNI MARJUT	1 611 185	0.369	1.5 %
Ten largest	50 175 002	11.490	47.4 %
Residual	55 784 998	12.775	52.6 %
Total	105 960 000	24.265	100%

EARNINGS CALENDAR

April 29, 2025	Q1 report
August 20, 2025	Q2 report
October 29, 2025	Q3 report

OTHER EVENTS

COMPANY MISCELLANEOUS

CEO: Sanna Outa-Ollila	Ahventie 4 B
CFO: Hans Sten	Tel: +358 20 436 2000
IR:	

DEFINITIONS

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

Important Disclosures

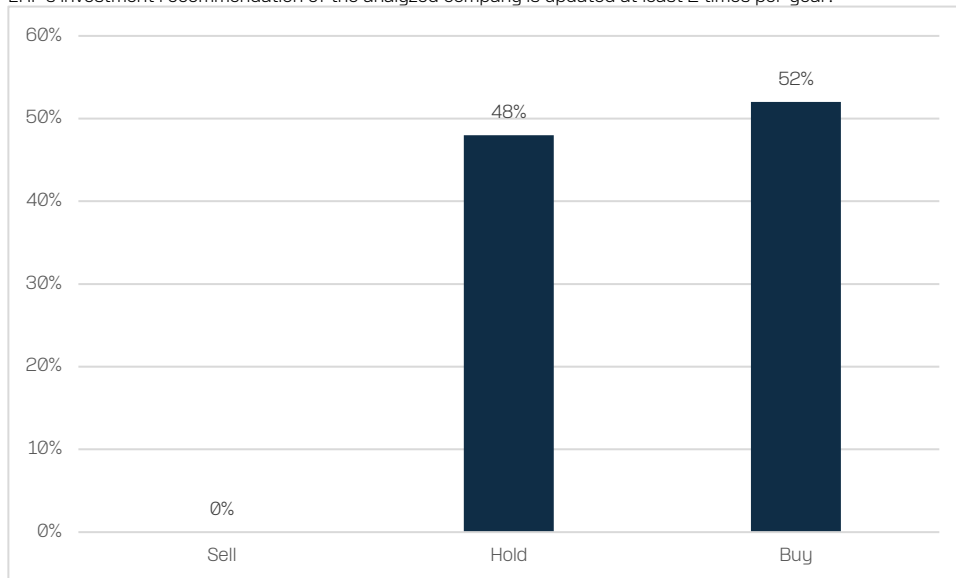
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Investment recommendations are defined as follows:

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 Iivonen

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