

## Positioned to recover earnings

Dovre's Q2 saw even more losses, although financial position still appears decent so long as recent problems will be fixed.

### Weak Q2 results, yet financial position was quite strong

Dovre reported EUR 12.3m in Q2 revenue as Renewable Energy was down 47% y/y; the headline figures were known beforehand as projects in Sweden and Finland have had challenges since last year. Suvic's projects have struggled financially for a while, although the Swedish wind projects which generated big losses are technically successful and will be completed soon. Suvic should still be able to capitalize on the long-term renewable energy demand trends playing out in Sweden and Finland, however the additional EUR 10m in Q2 losses means Dovre must correct its course soon. Dovre's financial position was better than we expected, which was one positive about the report, so that it may still be able to take care of Suvic's financing going forward. Reported net cash was EUR 18.8m, which gained from escrow funds release (due to the segmental sale) and changes in trade payables (so that it gives a bit too optimistic view of the financial position once the projects have been completed).

### Earnings recovery potential assuming Suvic is stabilized

Suvic's expansion to Sweden hasn't paid off so far due to poor project management, but the market still has potential so long as Dovre successfully addresses the problems. Sweden should have enough industrial demand so that additional renewable energy capacity needs to be constructed; Finland has to some extent lacked such demand, which has been reflected in the recent drought of new wind farm projects, however demand remains high especially for battery storage as well as solar projects. Yet Finland now has some EUR 20bn in potential upcoming data center investments, which could also nudge some potential wind farm projects forward.

### Low valuation multiples mostly justified at this point

The known figure of losses has increased since our previous update, while Dovre's balance sheet appears better than we estimated despite the additional losses. Dovre is now valued around 4.5x EV/EBIT on our FY'26 estimates, a low figure justified by the big losses and consequent prolonged uncertainty around earnings recovery going towards next year. Near-term upside thus depends on a stabilizing H2'25 performance without further losses. Our new TP is EUR 0.17 (0.19) as we retain ACCUMULATE rating.

## Rating + Accumulate



Share price, EUR (Last trading day's closing price)	0.17
Target price, EUR	0.17
Latest change in recommendation	31-Jan-25
Latest report on company	14-Aug-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	18
Free float, %	94.3 %
Exchange rate	–
Reuters code	DOV1V.HE
Bloomberg code	DOV1V FH
Average daily volume, EURm	0.1
Next interim report	29-Oct-25
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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%	0.03
2025E	81.8	-13.3	-16.3%	12.5	-0.07	-2.3	0.2	-1.2	70.3%	
2026E	104.1	1.7	1.6%	8.8	0.01	14.8	0.1	4.5	49.7%	0.01
2027E	111.8	2.5	2.3%	3.1	0.02	8.8	0.1	2.2	17.7%	0.01

Market cap, EURm	18	Gearing 2025E, %	-21.0 %	CAGR EPS 2024–27, %	0.0 %
Net debt 2025E, EURm	-1	Price/book 2025E	3.1	CAGR Sales 2024–27, %	4.0 %
Enterprise value, EURm	17	Dividend yield 2025E, %	0.0 %	ROE 2025E, %	-68.4 %
Total assets 2025E, EURm	84	Tax rate 2025E, %	-1.1 %	ROCE 2025E, %	-51.7 %
Goodwill 2025E, EURm	4	Equity ratio 2025E, %	6.9 %	PEG, P/E 25/CAGR	0.0

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	Q1'25	Q2'25	Q3'25e	Q4'25e	FY'25e
Revenue	50.4	94.2	73.5	14.0	22.6	35.8	27.0	99.3	14.0	12.3	28.3	27.3	81.9
Renewable Energy	50.4	94.2	71.4	13.5	22.1	35.3	26.5	97.4	13.6	11.7	27.8	26.8	79.9
y/y growth		87 %	-24 %	-15 %	27 %	72 %	51 %	36 %	1 %	-47 %	-21 %	1 %	-18 %
EBIT	0.9	1.7	1.1	-5.8	1.0	1.1	-18.4	-21.7	-3.2	-10.6	0.3	0.2	-13.3
Renewable Energy	1.9	2.7	1.8	-5.7	1.2	1.4	-17.9	-21.0	-2.8	-10.3	0.3	0.2	-12.6
EBIT-%	4 %	3 %	3 %	-42 %	5 %	4 %	-68 %	-22 %	-21 %	-88 %	1 %	1 %	-16 %

Source: Evli Research

DOVRE PEER GROUP	MCAP MEUR	EV/EBITDA			EV/EBIT			EBIT-%		
		24	25	26	24	25	26	24	25	26
AF Gruppen	1484	10.8x	8.2x	7.4x	15.1x	12.3x	10.5x	3.7 %	4.9 %	5.6 %
Kreate Group	84	6.2x	6.2x	5.5x	10.8x	10.9x	8.6x	3.2 %	3.1 %	3.6 %
Veidekke	1836	6.7x	7.6x	7.1x	11.1x	12.4x	11.4x	3.9 %	4.0 %	4.1 %
NYAB	452	9.8x	11.5x	9.8x	11.8x	14.2x	11.5x	7.3 %	5.9 %	6.7 %
NRC Group	101	10.7x	5.7x	4.7x		12.5x	8.9x	-11.6 %	2.3 %	3.0 %
Tecnicas Reunidas	1713	3.5x	5.7x	4.9x	4.1x	6.4x	5.5x	4.1 %	4.5 %	5.1 %
Primoris Services	5153	11.3x	13.5x	12.2x	15.4x	17.0x	15.2x	5.0 %	5.6 %	5.8 %
Quanta Services	47983	22.0x	22.1x	19.5x	38.0x	37.8x	30.9x	5.7 %	5.9 %	6.5 %
MasTec	11876	13.0x	14.2x	12.2x	28.8x	24.5x	19.5x	3.7 %	4.8 %	5.5 %
Soltec Power	145	7.2x			9.1x			6.0 %		
Emeren Group	82	58.3x						-0.3 %		
Peer Group Average	6446	14.5x	10.5x	9.3x	16.0x	16.5x	13.5x	2.8 %	4.6 %	5.1 %
Peer Group Median	1484	10.7x	8.2x	7.4x	11.8x	12.5x	11.4x	3.9 %	4.8 %	5.5 %
Dovre (Evli est.)	18	-1.5x	-1.3x	3.7x	-1.5x	-1.2x	4.5x	-22.0 %	-16.3 %	1.6 %

Dovre prem./disc. to peer median

Source FactSet, Evli Research

VALUATION RESULTS	BASE CASE DETAILS	VALUATION ASSUMPTIONS	ASSUMPTIONS FOR WACC	
Current share price	0.17 PV of Free Cash Flow	48 Long-term growth, %	2.5 % Risk-free interest rate, %	2.25 %
DCF share value	0.37 PV of Horizon value	3 WACC, %	9.2 % Market risk premium, %	5.8 %
Share price potential, %	123.8 % Unconsolidated equity	0 Spread, %	0.0 % Debt risk premium %	2.8 %
Maximum value	0.4 Marketable securities	3 Minimum WACC, %	9.2 % Equity beta coefficient	1.20
Minimum value	0.4 Debt – dividend	–14 Maximum WACC, %	9.2 % Target debt ratio, %	15 %
Horizon value, %	6.4 % Value of stock	40 No. of shares, Mn	106.0 Effective tax rate, %	20 %

DCF valuation, EURm	2024	2025E	2026E	2027E	2028E	2029E	2030E	2031E	2032E	2033E	2034E	TERMINAL
Net sales	99	82	104	112	117	120	123	126	130	133	136	139
Sales growth (%)	35.1%	–17.6%	27.3%	7.4%	5.0%	2.5%	2.5%	2.5%	2.5%	2.5%	2.5%	2.5%
Operating income (EBIT)	–22	–13	2	3	4	6	6	6	6	7	7	7
Operating income margin %	–22.0%	–16.3%	1.6%	2.3%	3.5%	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	–13	2	4	5	7	8	8	5	5	6	
– Paid taxes	–1	0	0	–1	–1	–1	–1	–1	–1	–1	–1	
– Change in NWC	–5	21	9	2	3	2	2	2	2	2	2	
NWC / Sales, %	16.8%	–5.5%	–13.2%	–14.0%	–16.1%	–17.2%	–18.2%	–19.2%	20.2%	–21.1%	22.0%	
+ Change in other liabs	0											
– Operative CAPEX	19	–1	–2	–2	–2	–2	–2	15	–1	–1	–6	
opCAPEX / Sales, %	–19.3%	1.7%	1.7%	1.8%	1.7%	1.7%	1.6%	–11.9%	0.8%	0.8%	4.6%	
– Acquisitions												
+ Divestments												
– Other items												
= FCFF	–8	7	9	3	6	6	6	24	4	5	0	7
= Discounted FCFF		6	8	3	4	4	4	13	2	2	0	3
= DFCF min WACC		6	8	3	4	4	4	13	2	2	0	3
= DFCF max WACC		6	8	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 %	0.14	0.18	0.20	0.22	0.22
	4.00 %	0.29	0.29	0.29	0.28	0.28
	5.00 %	0.43	0.40	0.37	0.35	0.33
	6.00 %	0.58	0.51	0.46	0.42	0.39
	7.00 %	0.72	0.62	0.55	0.49	0.44

## INTERIM FIGURES

EVLI ESTIMATES, EURm	2024Q1	2024Q2	2024Q3	2024Q4	2024	2025Q1	2025Q2	2025Q3E	2025Q4E	2025E	2026E	2027E
Net sales	14.0	22.6	35.7	27.0	99.3	14.0	12.2	28.3	27.3	81.8	104.1	111.8
EBITDA	-5.7	1.2	1.3	-17.9	-21.1	-2.9	-10.4	0.5	0.4	-12.3	1.9	3.7
EBITDA margin (%)	-40.4%	5.1%	3.6%	-66.3%	-21.3%	-20.7%	-85.3%	1.8%	1.5%	-15.0%	1.8%	3.3%
EBIT	-5.8	1.0	1.2	-18.2	-21.8	-3.2	-10.6	0.3	0.2	-13.3	1.7	2.5
EBIT margin (%)	-41.1%	4.2%	3.4%	-67.4%	-22.0%	-22.9%	-86.9%	1.1%	0.7%	-16.3%	1.6%	2.3%
Net financial items	-0.2	-0.2	-0.2	-0.4	-1.0	-0.3	-0.3	-0.1	-0.1	-0.7	-0.2	
Pre-tax profit	-6.0	0.7	1.0	-18.6	-22.8	-3.5	-10.9	0.3	0.2	-14.0	1.5	2.5
Tax							-0.1	-0.1	-0.1	-0.2	-0.3	-0.5
Tax rate (%)							-0.5%	20.0%	33.3%	-1.1%	20.0%	20.0%
Net profit	-3.0	-0.1	0.5	-9.6	-12.1	-1.7	-6.2	0.2	0.1	-7.6	1.2	2.0
EPS	-0.03	0.00	0.01	-0.09	-0.11	-0.02	-0.06	0.00	0.00	-0.07	0.01	0.02
EPS adj. (diluted)	-0.03	0.00	0.01	-0.09	-0.11	-0.02	-0.06	0.00	0.00	-0.07	0.01	0.02
Dividend per share					0.03						0.01	0.01
SALES, EURm	2024Q1	2024Q2	2024Q3	2024Q4	2024	2025Q1	2025Q2	2025Q3E	2025Q4E	2025E	2026E	2027E
Renewable Energy	13.5	22.1	35.3	26.5	97.4	13.6	11.7	27.8	26.8	79.9	102.0	109.7
Consulting	0.5	0.5	0.4	0.5	1.9	0.4	0.5	0.5	0.5	1.9	2.1	2.2
Total	14.0	22.6	35.7	27.0	99.3	14.0	12.2	28.3	27.3	81.8	104.1	111.8
SALES GROWTH, Y/Y %	2024Q1	2024Q2	2024Q3	2024Q4	2024	2025Q1	2025Q2	2025Q3E	2025Q4E	2025E	2026E	2027E
Renewable Energy	-15.1%	27.0%	72.2%	50.6%	36.4%	0.7%	-47.1%	-21.3%	1.1%	-18.0%	27.7%	7.5%
Consulting			-33.3%		-9.5%	-20.0%		25.0%			10.5%	2.5%
Total	-14.6%	26.3%	69.2%	49.2%	35.1%		-46.0%	-20.7%	1.1%	-17.6%	27.3%	7.4%
EBIT, EURm	2024Q1	2024Q2	2024Q3	2024Q4	2024	2025Q1	2025Q2	2025Q3E	2025Q4E	2025E	2026E	2027E
Renewable Energy	-5.7	1.1	1.4	-17.9	-21.1	-2.8	-10.3	0.3	0.2	-12.6	1.7	2.5
Consulting	0.1	0.1	0.1	0.1	0.3		0.1	0.1	0.1	0.3	0.4	0.4
Other functions	-0.2	-0.2	-0.3	-0.4	-1.0	-0.4	-0.4	-0.1	-0.1	-1.0	-0.4	-0.4
Total	-5.8	1.0	1.2	-18.2	-21.8	-3.2	-10.6	0.3	0.2	-13.3	1.7	2.5
EBIT margin %	2024Q1	2024Q2	2024Q3	2024Q4	2024	2025Q1	2025Q2	2025Q3E	2025Q4E	2025E	2026E	2027E
Renewable Energy	-41.9%	4.8%	4.0%	-67.6%	-21.7%	-20.6%	-88.0%	1.1%	0.8%	-15.8%	1.7%	2.3%
Consulting	10.0%	10.0%	25.0%	20.0%	15.8%		20.0%	20.0%	20.0%	15.8%	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	-41.1%	4.2%	3.4%	-67.4%	-22.0%	-22.9%	-86.9%	1.1%	0.7%	-16.3%	1.6%	2.3%

<b>INCOME STATEMENT, EURm</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>	<b>2025E</b>	<b>2026E</b>	<b>2027E</b>
Sales	77.4	50.4	94.2	73.5	99.3	81.8	104.1	111.8
<i>Sales growth (%)</i>	-6.9%	-34.9%	86.9%	-22.0%	35.1%	-17.6%	27.3%	7.4%
EBITDA	3.2	1.8	2.7	1.4	-21.1	-12.3	1.9	3.7
<i>EBITDA margin (%)</i>	4.2%	3.5%	2.9%	1.9%	-21.3%	-15.0%	1.8%	3.3%
Depreciation	-0.8	-0.9	-1.0	-0.2	-0.7	-0.3	-0.2	-1.2
EBITA	2.4	0.9	1.7	1.2	-21.8	-13.3	1.7	2.5
Goodwill amortization / writedown								
EBIT	2.4	0.9	1.7	1.2	-21.8	-13.3	1.7	2.5
<i>EBIT margin (%)</i>	3.1%	1.8%	1.8%	1.6%	-22.0%	-16.3%	1.6%	2.3%
Reported EBIT	2.4	0.9	1.7	1.2	-21.8	-13.3	1.7	2.5
<i>EBIT margin (reported) (%)</i>	3.1%	1.8%	1.8%	1.6%	-22.0%	-16.3%	1.6%	2.3%
Net financials	-0.2	-0.5	-1.0	-0.9	-1.0	-0.7	-0.2	
Pre-tax profit	2.2	0.4	0.7	0.3	-22.8	-14.0	1.5	2.5
Taxes	-0.5	-1.3	-1.6	-0.3		-0.2	-0.3	-0.5
Minority shares		-0.6	-0.7	-0.5	10.7	6.5		
Net profit	1.7	-1.5	-1.6	-0.5	-12.1	-7.6	1.2	2.0
Cash NRIs								
Non-cash NRIs								
<b>BALANCE SHEET, EURm</b>								
Assets								
Fixed assets	3	3	4	7	5	6	8	9
Goodwill	16	21	21	20	4	4	4	4
Right of use assets								
Inventory		1	2	7	6	1	2	4
Receivables	14	32	42	44	74	52	58	58
Liquid funds	9	10	11	8	3	20	26	28
Total assets	44	70	82	88	92	84	97	103
Liabilities								
Shareholders' equity	24	28	34	37	17	6	7	8
Minority interest								
Convertibles								
Lease liabilities								
Deferred taxes	1	1	1	1				
Interest bearing debt	6	8	8	9	11	19	16	16
Non-interest bearing current liabilities	13	30	36	38	63	57	73	78
Other interest-free debt	0	1	2	1	0	0	0	0
Total liabilities	44	70	82	88	92	84	97	103
<b>CASH FLOW, EURm</b>								
+ EBITDA	3	2	3	1	-21	-12	2	4
- Net financial items	0	0	-1	-1	-1	-1	0	
- Taxes	0	-1	-2	0	-1	0	0	-1
- Increase in Net Working Capital	2	-2	-5	-5	-5	21	9	2
+/- Other		-1	-1	-1	11	7		
= Cash flow from operations	5	-2	-6	-5	-17	14	11	5
- Capex	-5	-3	0	0	19	-1	-2	-2
- Acquisitions								
+ Divestments								
= Free cash flow	0	-5	-6	-5	2	12	9	3
+/- New issues/buybacks	0	7	8	4	-8			
- Paid dividend	1			1	3		1	1
+/- Other	3	0	0	-2	2	9	-3	0
Change in cash	2	1	2	-3	-5	18	6	2

KEY FIGURES	2021	2022	2023	2024	2025E	2026E	2027E
M-cap	72	62	46	24	18	18	18
Net debt (excl. convertibles)	-1	-3	1	8	-1	-10	-12
Enterprise value	71	59	47	32	17	8	6
Sales	50	94	74	99	82	104	112
EBITDA	2	3	1	-21	-12	2	4
EBIT	1	2	1	-22	-13	2	3
Pre-tax	0	1	0	-23	-14	2	3
Earnings	-2	-2	-1	-12	-8	1	2
Equity book value (excl. minorities)	28	34	37	17	6	7	8

Valuation multiple	2021	2022	2023	2024	2025E	2026E	2027E
EV/Sales	1.4	0.6	0.6	0.3	0.2	0.1	0.1
EV/EBITDA	40.5	21.8	33.1	-1.5	-1.3	4.1	1.5
EV/EBITA	78.9	34.6	39.1	-1.5	-1.2	4.5	2.2
EV/EBIT	78.9	34.6	39.1	-1.5	-1.2	4.5	2.2
EV/OCF	-32.3	-10.4	-8.9	-1.8	1.2	0.7	1.1
EV/FCF	-23.4	-18.4	-9.9	-4.1	2.5	0.9	1.8
P/FCFR	-15.3	-10.5	-8.4	14.1	1.4	2.0	5.6
P/E	-47.9	-38.2	-86.4	-2.0	-2.3	14.8	8.8
P/BV	2.5	1.8	1.2	1.5	3.1	2.6	2.2
Target EV/EBITDA					-1.3	4.2	1.6
Target EV/EBIT					-1.3	4.7	2.3
Target EV/FCFF					1.3	0.9	1.9
Target P/BV					3.1	2.6	2.3
Target P/E, diluted		14.7	18.1	-1.2	-2.4	15.0	8.9

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	-0.07	0.01	0.02
Operating cash flow per share	-0.02	-0.05	-0.05	-0.16	0.13	0.10	0.05
Free cash flow per share	-0.04	-0.06	-0.05	0.02	0.12	0.08	0.03
Book value per share	0.27	0.32	0.35	0.16	0.05	0.07	0.07
Dividend per share			0.01	0.03		0.01	0.01
Dividend payout ratio, %			-199.9%	-26.3%		88.3%	52.5%
Dividend yield, %			2.3%	13.2%		6.0%	6.0%
FCF yield, %	-6.5%	-9.5%	-11.9%	7.1%	70.3%	49.7%	17.7%

Efficiency measures	2021	2022	2023	2024	2025E	2026E	2027E
ROE	-5.8%	-5.2%	-1.5%	-44.8%	-68.4%	18.9%	27.2%
ROCE	2.7%	4.3%	2.7%	-59.2%	-51.7%	6.3%	10.8%

Financial ratios	2021	2022	2023	2024	2025E	2026E	2027E
Inventories as % of sales	1.3%	1.6%	9.2%	6.3%	1.0%	1.5%	4.0%
Receivables as % of sales	63.8%	44.7%	60.0%	74.4%	63.5%	55.3%	52.0%
Non-int. bearing liabilities as % of sales	59.6%	37.8%	52.1%	63.9%	70.0%	70.0%	70.0%
NWC/sales, %	3.3%	6.9%	15.7%	16.8%	-5.5%	-13.2%	-14.0%
Operative CAPEX/Sales, %	5.0%	0.2%	0.3%	-19.3%	1.7%	1.7%	1.8%
CAPEX/sales (incl. acquisitions), %	5.0%	0.2%	0.3%	-19.3%	1.7%	1.7%	1.8%
FCFF/EBITDA	-1.7	-1.2	-3.3	0.4	-0.5	4.7	0.8
Net Debt/EBITDA, book-weighted	-0.6	-1.1	0.8	-0.4	0.1	-5.3	-3.3
Debt/equity, market-weighted	0.1	0.1	0.2	0.4	1.1	0.9	0.9
Equity ratio, book-weighted	0.4	0.4	0.4	0.2	0.1	0.1	0.1
Gearing, %	-3.7%	-8.8%	3.1%	48.8%	-21.0%	-144.3%	-153.2%

**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	3.182	17.9 %
JOENSUUN KAUPPA JA KONE OY	11 529 891	1.931	10.9 %
KOSKELO ILARI	6 205 000	1.039	5.9 %
SKANDINAVISKA ENSKILDA BANKEN AB (PUBL) HELSINKI BRANCH	2 401 198	0.402	2.3 %
SIIK SEPPO SAKARI	2 104 015	0.352	2.0 %
K22 FINANCE OY	2 000 000	0.335	1.9 %
KAKKONEN KARI HEIKKI ILMARI	1 800 000	0.301	1.7 %
MÄKELÄ PEKKA MIKAEL	1 775 713	0.297	1.7 %
PAASI KARI	1 748 000	0.293	1.6 %
SIIK RAUNI MARJUT	1 611 185	0.270	1.5 %
Ten largest	50 175 002	8.404	47.4 %
Residual	55 784 998	9.344	52.6 %
Total	105 960 000	17.748	100%

**EARNINGS CALENDAR**

October 29, 2025

Q3 report

**OTHER EVENTS**
**COMPANY MISCELLANEOUS**

CEO: Sanna Outa-Ollila  
 CFO: Olli-Pekka Vanhanen  
 IR:

Ahventie 4 B  
 Tel: +358 20 436 2000

**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>  $\frac{\text{Profit before extraordinary items and taxes} - \text{income taxes}}{\text{Shareholders' equity} + \text{minority interest} + \text{taxed provisions (average)}}$	

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Evli Research Partners Plc ("ERP") uses 12-month target prices. Target prices are defined by utilizing analytical techniques based on financial theory including (but not limited to) discounted cash flow analysis and comparative valuation. The selection of valuation methods depends on different circumstances. Target prices may be altered on the basis of new information coming to light in the underlying company or changes in interest rates, changes in foreign exchange rates, other securities prices or market indices or outlook for the aforementioned factors or other factors that may change the conditions of financial markets. The valuation assumptions used are sensitive to changes and can significantly affect fair values. A change of a single percentage point in any used assumption could affect fair values by more than +/-20%. Recommendations and changes by analysts are available at [Analysts' recommendations and ratings revisions](#).

Investment recommendations are defined as follows:

Target price compared to share price

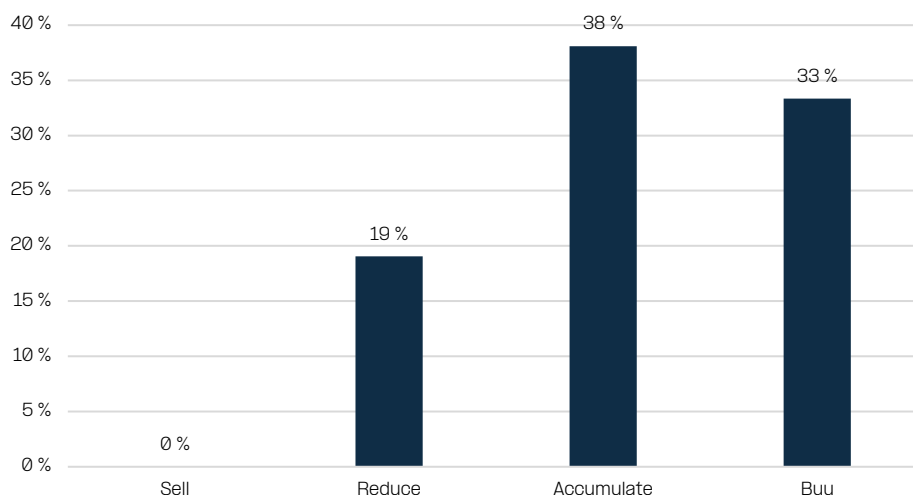
< -10 %  
-10 - 0 %  
0 - (+10) %  
> 10 %

Recommendation

SELL  
RECUDE  
ACCUMULATE  
BUY

ERP may temporarily suspend the rating and, if applicable, the target price to comply with regulations and/or firm policies, in which case a NOT RATED classification is used.

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The graph above shows the distribution of ERP's recommendations of companies under coverage on the 16th of May, 2025. If recommendation is not given, it is not mentioned here.

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

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