

## Reverse share split

The Duell AGM was held on November 20, 2024, where a decision was passed regarding the reverse split, the plans for which were published earlier in October. In the split, each existing 200 shares will correspond to one share in the company. We update our TP to EUR 9.0 (prev. EUR 0.045) to match the new share count.

- Following the reverse share split, the number of shares will decrease from 1.0b to 5.2 million shares.
- From today, 25<sup>th</sup> of November 2024, the share price will reflect the effect of the reverse share split.
- We revise our TP to EUR 9.0 (prev. EUR 0.045), recommendation remains at BUY.
- We have updated our model regarding the new share count and the change in TP is purely technical.
- The AGM also determined that no dividend will be distributed, in line with our estimate.
- Duell will release its Q1/25 (9/24–11/24) business review on January 16th, 2025, and we will provide our preview comments prior to the Q1/25 print.
- According to our understanding, the market has remained challenging yet some of the company's clients are clearly starting to increase their inventory levels.
- We assume that the winter demand has been delayed this year compared to an early start in FY 2024 due to the weather conditions.

Rating ++ Buy

<b>Share price, EUR</b> (Last trading day's closing price)	<b>7.80</b>
Target price, EUR	9.0
Latest change in recommendation	02–Apr–24
Latest report on company	25–Nov–24
Research paid by issuer:	YES
No. of shares outstanding, '000's	5 161
No. of shares fully diluted, '000's	5 161
Market cap, EURm	40
Free float, %	
Exchange rate	
Reuters code	DUELL.HE
Bloomberg code	DUELL FH
Average daily volume, EUR	
Next interim report	16–Jan–25
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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
2023	118.8	1.0	0.9%	4.8	-1.58	-12.7	0.5	56.2	18.8%	
2024	124.7	0.8	0.7%	-5.1	-0.51	77.6	0.5	66.9	-13.8%	
2025E	128.9	4.9	3.8%	2.7	0.41	19.2	0.4	11.7	6.7%	0.12
2026E	134.0	7.8	5.8%	4.1	0.92	8.5	0.4	6.9	10.1%	0.28
2027E	138.0	8.9	6.4%	5.9	1.12	7.0	0.4	5.5	14.6%	0.34
Market cap, EURm		40		Gearing 2025E, %		31.4 %		CAGR EPS 2024–27, %		130.4 %
Net debt 2025E, EURm		17		Price/book 2025		0.7		CAGR Sales 2024–27, %		3.4 %
Enterprise value, EURm		57		Dividend yield 2025E, %		1.6 %		ROE 2025E, %		4.0 %
Total assets 2025E, EURm		88		Tax rate 2025E, %		19.4 %		ROCE 2025E, %		6.3 %
Goodwill 2025E, EURm		16		Equity ratio 2025E, %		61.2 %		PEG, P/E 25/CAGR		0.4

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

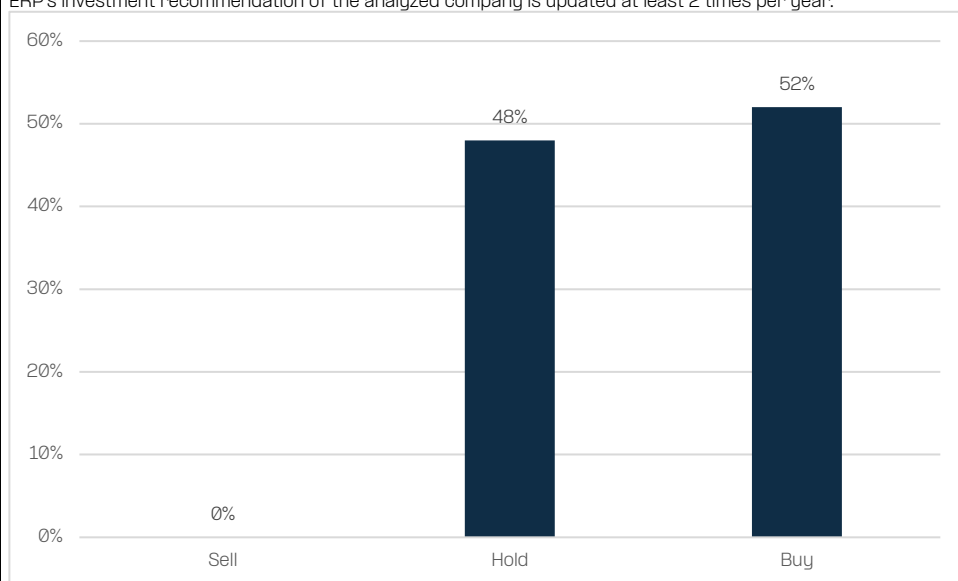
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Investment recommendations are defined as follows:

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

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Name(s) of the analyst(s): Atte Jortikka

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