

Riding the golden wave

Endomines is progressing well in line with its strategy and the H2/24 was clear evidence of the company's capability to deliver results. After significant net positive adjustments to our models, we increase our TP to EUR 10.8 (prev. EUR 8.3).

Profitability in Pampalo topped our estimates

Revenue in H2 amounted to EUR 15.6m (EUR 9.0m H2/23), in line with our estimate of EUR 15.4m as the production figures were already reported. The production growth rate of 20.7%, combined with an average gold price of 2,599 USD per ounce, contributed to the overall growth. The group EBITDA in H2 was at EUR 3.9m (–1.0m H2 2023), higher than our estimate of EUR 3.6m. The profitability of Pampalo's operations developed favorably and was higher than we estimated as cash cost was at 1,252 USD per ounce (H2/23 1,399 USD per ounce). The group overhead was slightly higher than we expected, yet it was more than offset by Pampalo's profitability.

Earnings should level up in 2025

Endomines estimates gold production to be between 16 000 and 22 000 ounces in 2025. Production growth is estimated to be greater during the H2. We have revised our production estimate to 19 300 ounces (prev. 18 200 ounces). With average gold price estimate of nearly 2,700 USD/oz for 2025E, we forecast substantial revenue growth of 61% to EUR 46.2m. We have also decreased the cash cost estimate slightly for Pampalo as the cost level seems to scale well with increasing volumes. We model similar group overhead costs for 2025. With the current estimate parameters, we forecast group EBITDA of EUR 17.3m with a margin of 37%. Our projections for the coming years have also been adjusted upward for both volumes and profitability. Endomines will update its resources during the spring 2025. We expect the total KGL resource base (incl. Pampalo) to contain somewhere around 500k ounces of gold with the largest increase in resources in the Southern Gold Line.

REDUCE with a TP of EUR 10.8 (prev. EUR 8.3)

We have made several adjustments to our SOTP model. While the changes positively impact the valuation of the company's assets in the Karelian Gold Line, we have lowered our estimates for the value of the US assets. With the Pampalo production operations developing favorably backed by the strong gold market and the weight of the US asset portfolio decreased in our SOTP-model, we now base our TP in the middle of our fair value range.

Rating

Reduce



Share price, EUR (Last trading day's closing price) **11.55**
Target price, EUR **10.8**

Latest change in recommendation 05-Feb-25

Latest report on company 14-Feb-25

Research paid by issuer: YES

No. of shares outstanding, '000's 10 846

No. of shares fully diluted, '000's 10 846

Market cap, EURm 125

Free float, %

Exchange rate

Reuters code ENDOM.HE

Bloomberg code ENDOM FH

Average daily volume, EUR

Next interim report 14-Aug-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	19.7	-3.0	-15.2%	-10.7	-0.55	-12.3	4.1	-26.8	-16.3%	
2024	28.7	2.6	9.1%	-11.6	0.03	293.9	3.7	40.3	-12.6%	
2025E	46.2	13.8	29.8%	5.6	1.14	10.1	2.9	9.7	4.5%	
2026E	51.2	15.8	30.9%	8.3	1.20	9.7	2.4	7.9	6.6%	
2027E	55.3	16.4	29.6%	13.7	1.22	9.5	2.0	6.8	10.9%	

Market cap, EURm	125	Gearing 2025E, %	-14.0 %	CAGR EPS 2024-27, %	247.9 %
Net debt 2025E, EURm	8	Price/book 2025	2.3	CAGR Sales 2024-27, %	24.4 %
Enterprise value, EURm	133	Dividend yield 2025E, %	0.0 %	ROE 2025E, %	26.1 %
Total assets 2025E, EURm	93	Tax rate 2025E, %	0.0 %	ROCE 2025E, %	21.5 %
Goodwill 2025E, EURm	0	Equity ratio 2025E, %	76.2 %	PEG, P/E 25/CAGR	-0.1

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

Multiple changes to our SOTP-model

We have made multiple changes to our SOTP-model with a net positive total effect. We have revised our estimate down for the value of the company's US assets. The current lower end of the fair value estimate is based on peer valuation and the company's M+I+I resources located in United States. The revised upper end of the range is based on an estimate of the value of US assets on the company's balance sheet. We will update the approximation to match the balance sheet value after the company has released the annual report due 26th of March. On the positive side, we have made significant positive estimate adjustments to our Pampalo model as we have extended the life of mine and adjusted market parameter assumptions and lowered our cash cost estimates. On the other hand, we have increased CAPEX levels as we expect that the production increase will require investments into the Pampalo UG mine. Overall, we have increased the long-term gold price assumption which also reflects in the positive change in the value of Karelian gold line. Given the net positive adjustments to our model, the continued strength of the gold market, and the reduced weight of the US asset portfolio in the sum-of-the-parts valuation, we now set our target price at the midpoint of the fair value range. The story is developing well, yet the current pricing appears somewhat stretched. Endomines is priced at significantly higher EV/Resources multiple compared to gold development companies and junior & mid-tier miners. Endomines trades at 8–6x EV/EBITDA on our estimates for 2025–2026E, above the 5x peer median.

Table 1: Sum of the parts model

	Evli est.	Spot	Estimate basis
US asset portfolio	17	33	Evli est. based on peer valuation of resources, Spot est. based on balance sheet value
Pampalo	79	89	DOF based on reserves & resources for Pampalo OP & UG, Hosko
Karelian gold line	45	59	Real option value for the Southern Gold Line + other satellites
Overhead	(20)	(20)	Discounted overhead costs
Net cash (debt)	1	1	2025E adjusted for theoretical conversion + accrued interest
Fair Value	122	163	
Long-term gold price (USD/oz)	2 600		Evli est.
Spot price (USD/oz)		2 900	
Diluted shares outstanding (m)	13.1	13.1	Incl. theoretical conversion of notes available for conversion during FY 2025
Fair value per share	9.3	12.4	

Source: Evli Research

Table 2: Estimate summary

Endomines (EURm)	2023	H1/'24	H2/'24	2024	H1/'25E	H2/'25E	2025E	2026E	2027E
Gold production (Oz)	12 790	7 019	7 285	14 304	8 444	10 870	19 314	22 954	25 250
Production growth %	49%	4%	21%	12%	20%	49%	35%	19%	10%
Net sales	19.7	13.1	15.6	28.7	20.3	25.9	46.2	51.2	55.3
Sales growth %	46%	23%	73%	46%	55%	66%	61%	11%	8%
Pampalo EBITDA	3.3	4.0	6.3	10.3	9.6	12.3	21.9	22.5	23.1
Group EBITDA	-0.7	1.9	3.9	5.8	7.3	10.0	17.3	19.0	19.6
EBITDA margin	-3%	14%	25%	20%	36%	39%	37%	37%	35%
EBIT	-3.0	0.1	2.5	2.6	5.5	8.3	13.8	15.8	16.4
EBIT margin	-15%	1%	16%	9%	27%	32%	30%	31%	30%
Assumptions	2023	H1/'24	H2/'24	2024	H1/'25E	H2/'25E	2025E	2026E	2027E
Gold price USD/Oz	1942	2208	2570	2389	2775	2750	2763	2651	2675
Gold price EUR/Oz	1790	2045	2383	2214	2668	2644	2656	2478	2432
EUR/USD	1.09	1.08	1.08	1.08	1.04	1.04	1.04	1.07	1.10

Source: Endomines, Factset, Evli Research

Table 3: Peer group summary, companies in different development stages operating in tier–1 jurisdictions, enterprise value to reserves and resources (incl. 2P & M+I+I)

						000's Oz				Enterprise value EURm	EV/P&R
	Ticker	Company name	Location of assets	Mine type	Development stage	Reserves	M&I	Inferred	Total		
Junior & mid-tier producers	GOR–AU	Gold Road Resources Ltd	Australia	OP	Producing	1 830	710	1 960	4 500	1 722	383
	WDO–CA	Wesdome Gold Mines Ltd.	Canada	UG	Producing	1 131	327	928	2 386	1 443	605
	WGX–AU	Westgold Resources Ltd	Australia	OP / UG	Producing	1 954	5 346	2 903	10 203	594	58
	AGI–CA	Alamos Gold	North America, Mexico, Turkey	OP / UG	Producing	12 977	6 531	8 018	27 526	9 223	335
	RRL–AU	Regis Resources	Australia	OP / UG	Producing	3 600	1 980	1 440	7 020	1 526	217
	ELD–CA	Eldorado Gold Corporation	Europe, Canada	OP / UG	Producing	11 000	10 100	6 800	28 800	3 040	106
Advanced developers	ARTG–CA	Artemis Gold Inc	Canada	OP	Plant commissioning	8 000	4 406	288	12 694	2 806	221
	AOT–CA	Ascot Resources Ltd.	Canada	OP / UG	Plant commissioning	1 170	679	1 250	3 099	92	30
	BGL–AU	Bellevue Gold Limited	Australia	OP / UG	Ramp-up	1 340	1 700	1 500	4 540	1 004	221
	NG–CA	Novagold Resources Inc	United States	OP	FS completed	16 925	2 749	2 997	22 671	1 104	49
	PPTA–US	Perpetua Resources Corp.	United States	OP	FS completed	4 819	1 215	1 246	7 280	749	103
	MAE–CA	Maritime Resources Corp.	Canada	OP / UG	FS completed	272	147	169	588	32	54
	DEG–AU	De Grey Mining	Australia	OP / UG	DFS completed	6 002	2 056	4 617	12 675	2 579	203
Emerging developers & advanced exploration	SKE–CA	Skeena Resources Limited	Canada	OP / UG	DFS completed	4 600	5 500		10 100	1 085	107
	BTR–CA	Bonterra Resources, Inc.	Canada	OP / UG	PFS ongoing		1 242	1 781	3 023	24	8
	LGD–CA	Liberty Gold Corp	United States	OP	PFS completed		3 110	1 053	712	93	131
	FURY–CA	Fury Gold Mines Limited	Canada	OP / UG	PEA completed		1 160	723	1 883	54	29
	RUP–CA	Rupert Resources Ltd.	Europe	OP / UG	PEA completed		4 087	136	4 223	701	166
	RDS–CA	Radisson Mining Resources Inc.	Canada	OP / UG	PEA completed		501	446	947	76	80
Excl. historic resources											
	PAMPALO–FI	Endomines	Finland, United States	OP / UG	Producing	32	312	283	627	120	192
1st quartile total group						1 298	710	654	2 386	92	54
3rd quartile total group						8 975	4 406	2 927	12 675	1 722	221
Median total group						4 100	1 980	1 345	4 540	1 004	107
Mean total group						5 466	2 818	2 125	8 677	1 471	163
Median producers						2 777	3 663	2 432	8 612	1 624	276
Mean producers						5 565	4 166	3 675	13 406	2 925	284
Median advanced developer						4 710	1 878	1 250	8 690	1 044	105
Mean advanced developer						5 391	2 307	1 724	9 206	1 181	124
Median emerging developer & advanced exploration							1 242	723	1 883	76	80
Mean total group emerging developer & advanced exploration							2 020	828	2 158	190	83

Source: Factset, company presentations, Evli Research

INTERIM FIGURES

EVLI ESTIMATES, EURm	2024Q1	2024Q2	2024Q3	2024Q4	2024	2025Q1E	2025Q2E	2025Q3E	2025Q4E	2025E	2026E	2027E
Net sales	0.0	13.1	0.0	15.6	28.7	0.0	20.3	0.0	25.9	46.2	51.2	55.3
EBITDA		1.9		3.9	5.8		7.3		10.0	17.3	19.3	19.6
EBITDA margin (%)		14.5%		25.1%	20.3%		35.8%		38.6%	37.4%	37.7%	35.4%
EBIT		0.1		2.5	2.6		5.5		8.3	13.8	15.8	16.4
EBIT margin (%)		0.8%		16.2%	9.1%		27.0%		32.0%	29.8%	30.9%	29.6%
Net financial items		-1.1		-1.1	-2.2		-0.7		-0.7	-1.4	-1.2	-0.5
Pre-tax profit		-1.0		1.4	0.4		4.8		7.6	12.4	14.6	15.8
Tax				-0.1	-0.1							
Tax rate (%)				7.1%	24.2%							
Net profit		-1.0		1.3	0.3		4.8		7.6	12.4	14.6	15.8
EPS		-0.09		0.12	0.03		0.44		0.70	1.14	1.20	1.22
EPS adj. (diluted)		-0.09		0.12	0.03		0.44		0.70	1.14	1.20	1.22
Dividend per share												
SALES, EURm	2024Q1	2024Q2	2024Q3	2024Q4	2024	2025Q1E	2025Q2E	2025Q3E	2025Q4E	2025E	2026E	2027E
Endomines		13.1		15.6	28.7		20.3		25.9	46.2	51.2	55.3
Total	0.0	13.1	0.0	15.6	28.7	0.0	20.3	0.0	25.9	46.2	51.2	55.3
SALES GROWTH, Y/Y%	2024Q1	2024Q2	2024Q3	2024Q4	2024	2025Q1E	2025Q2E	2025Q3E	2025Q4E	2025E	2026E	2027E
Endomines		22.7%		72.9%	45.7%		54.6%		66.2%	60.9%	10.9%	8.0%
Total		22.7%		72.9%	45.7%		54.6%		66.2%	60.9%	10.9%	8.0%
EBIT, EURm	2024Q1	2024Q2	2024Q3	2024Q4	2024	2025Q1E	2025Q2E	2025Q3E	2025Q4E	2025E	2026E	2027E
Endomines		0.1		2.5	2.6		5.5		8.3	13.8	15.8	16.4
Total		0.1		2.5	2.6		5.5		8.3	13.8	15.8	16.4
EBIT margin %	2024Q1	2024Q2	2024Q3	2024Q4	2024	2025Q1E	2025Q2E	2025Q3E	2025Q4E	2025E	2026E	2027E
Endomines		0.8%		16.2%	9.1%		27.0%		32.0%	29.8%	30.9%	29.6%
Total		0.8%		16.2%	9.1%		27.0%		32.0%	29.8%	30.9%	29.6%

INCOME STATEMENT, EURm	2020	2021	2022	2023	2024	2025E	2026E	2027E
Sales	1.3	0.5	13.5	19.7	28.7	46.2	51.2	55.3
Sales growth (%)	134.3%	-61.5%	2 643.4%	45.9%	45.7%	60.9%	10.9%	8.0%
EBITDA	-10.5	-11.6	-6.4	-0.6	5.8	17.3	19.3	19.6
EBITDA margin (%)	-824.5%	-2	-47.1%	-3.1%	20.3%	37.4%	37.7%	35.4%
		362.0%						
Depreciation	-7.5	-13.5	-8.3	-2.4	-3.2	-3.5	-3.5	-3.2
EBITA	-18.0	-25.1	-14.7	-3.0	2.6	13.8	15.8	16.4
Goodwill amortization / writedown								
EBIT	-18.0	-25.1	-14.7	-3.0	2.6	13.8	15.8	16.4
EBIT margin (%)	-1 410.0%	-5	-108.9%	-15.2%	9.1%	29.8%	30.9%	29.6%
		102.0%						
Reported EBIT	-18.0	-25.1	-14.7	-3.0	2.6	13.8	15.8	16.4
EBIT margin (reported) (%)	-1 410.0%	-5	-108.9%	-15.2%	9.1%	29.8%	30.9%	29.6%
		102.0%						
Net financials	-1.2	-1.6	-2.7	-2.3	-2.2	-1.4	-1.2	-0.5
Pre-tax profit	-19.2	-26.7	-17.4	-5.3	0.4	12.4	14.6	15.8
Taxes	0.0	0.0	0.0		-0.1			
Minority shares								
Net profit	-19.2	-26.7	-17.5	-5.3	0.3	12.4	14.6	15.8
Cash NRIs								
Non-cash NRIs								
BALANCE SHEET, EURm								
Assets								
Fixed assets	57	51	49	55	70	78	84	86
Goodwill								
Right of use assets								
Inventory	0	1	0	0	0	1	1	1
Receivables	0	2	2	2	3	5	6	6
Liquid funds	1	1	4	1	2	10	11	16
Total assets	58	55	55	59	76	93	102	110
Liabilities								
Shareholders' equity	33	30	36	32	41	54	68	84
Minority interest								
Convertibles				16	15	18	11	2
Lease liabilities								
Deferred taxes								
Interest bearing debt	15	16	11					
Non-interest bearing current liabilities					5	8	9	9
Other interest-free debt	10	9	9	11	15	15	15	15
Total liabilities	58	55	55	59	76	93	102	110
CASH FLOW, EURm								
+ EBITDA	-11	-12	-6	-1	6	17	19	20
- Net financial items	-1	-2	-3	-2	-2	-1	-1	-1
- Taxes	0	0	0		0			
- Increase in Net Working Capital	0	0	3	1	3	1	0	0
+/- Other	4	1	2					
= Cash flow from operations	-7	-12	-4	-2	6	17	18	19
- Capex	-3	-5	-4	-9	-18	-11	-10	-6
- Acquisitions								
+ Divestments								
= Free cash flow	-10	-17	-8	-11	-12	6	8	14
+/- New issues/buybacks	20	24	23	2	9			
- Paid dividend								
+/- Other	-11	-7	-13	6	4	2	-7	-9
Change in cash	0	0	3	-3	1	8	1	5

KEY FIGURES	2021	2022	2023	2024	2025E	2026E	2027E
M-cap	57	47	66	92	125	125	125
Net debt (excl. convertibles)	14	7	-1	-2	-10	-11	-16
Enterprise value	71	54	81	105	133	125	111
Sales	0	14	20	29	46	51	55
EBITDA	-12	-6	-1	6	17	19	20
EBIT	-25	-15	-3	3	14	16	16
Pre-tax	-27	-17	-5	0	12	15	16
Earnings	-27	-17	-5	0	12	15	16
Equity book value (excl. minorities)	30	36	32	41	54	68	84

Valuation multiple	2021	2022	2023	2024	2025E	2026E	2027E
EV/Sales	144.2	4.0	4.1	3.7	2.9	2.4	2.0
EV/EBITDA	-6.1	-8.4	-134.2	18.1	7.7	6.5	5.7
EV/EBITA	-2.8	-3.6	-26.8	40.3	9.7	7.9	6.8
EV/EBIT	-2.8	-3.6	-26.8	40.3	9.7	7.9	6.8
EV/OCF	-6.1	-13.1	-42.6	16.3	8.0	6.8	5.8
EV/FCF	-4.7	-10.2	-10.8	-20.0	19.0	13.1	7.8
P/FCFR	-0.1	-5.9	-6.1	-7.9	22.4	17.0	11.0
P/E	-2.1	-2.7	-12.3	293.9	10.1	9.7	9.5
P/BV	1.9	1.3	2.0	2.2	2.3	1.8	1.5
Target EV/EBITDA					7.2	6.8	6.4
Target EV/EBIT					9.1	8.3	7.7
Target EV/FCFF					22.4	15.8	9.2
Target P/BV					2.2	1.9	1.7
Target P/E, diluted	-3.0	-8.0	-14.5	-1560.3	9.5	9.0	8.9

Per share measures	2021	2022	2023	2024	2025E	2026E	2027E
Number of shares (million)	5.64	9.37	9.80	10.83	10.85	12.20	13.00
Number of shares (diluted, million)	5.64	9.37	9.80	10.83	10.85	12.20	13.00
EPS	-4.73	-1.87	-0.55	0.03	1.14	1.20	1.22
Operating cash flow per share	-2.07	-0.44	-0.19	0.60	1.53	1.50	1.48
Free cash flow per share	-2.95	-0.85	-1.09	-1.07	0.51	0.68	1.05
Book value per share	5.34	3.83	3.30	3.80	4.94	5.59	6.46
Dividend per share							
Dividend payout ratio, %							
Dividend yield, %							
FCF yield, %	-29.4%	-17.1%	-16.3%	-12.6%	4.5%	6.6%	10.9%

Efficiency measures	2021	2022	2023	2024	2025E	2026E	2027E
ROE	-84.6%	-52.9%	-15.7%	0.9%	26.1%	24.0%	20.8%
ROCE	-53.4%	-31.9%	-6.3%	5.0%	21.5%	21.0%	19.9%

Financial ratios	2021	2022	2023	2024	2025E	2026E	2027E
Inventories as % of sales	162.0%	3.0%	2.0%	1.4%	1.4%	1.4%	1.4%
Receivables as % of sales	360.9%	14.8%	10.4%	11.2%	11.2%	11.2%	11.2%
Non-int. bearing liabilities as % of sales				16.7%	16.7%	16.7%	16.7%
NWC/sales, %	-1062.8%	-30.4%	-26.1%	-28.2%	-19.1%	-17.7%	-16.7%
Operative CAPEX/Sales, %	1001.1%	28.9%	44.7%	63.1%	23.8%	19.5%	10.0%
CAPEX/sales (incl. acquisitions), %	1001.1%	28.9%	44.7%	63.1%	23.8%	19.5%	10.0%
FCFF/EBITDA	1.3	0.8	12.4	-0.9	0.4	0.5	0.7
Net Debt/EBITDA, book-weighted	-1.2	-1.1	2.0	-0.4	-0.6	-0.6	-0.8
Debt/equity, market-weighted	0.3	0.2					
Equity ratio, book-weighted	0.5	0.7	0.8	0.7	0.8	0.8	0.8
Gearing, %	47.9%	18.9%	-2.5%	-3.7%	-14.0%	-14.5%	-19.0%

COMPANY DESCRIPTION: Endomines engages in exploration, mining, and extraction of gold deposits. Its sites are found in Eastern Finland along the Karelian Gold line and in Idaho and Montana, USA. The company was founded in 2005 and is headquartered in Espoo, Finland. Endomines focuses its operations to assets in stable jurisdictions that can be brought to production rapidly and with limited investment.

INVESTMENT CASE: Endomines strategy focuses on development of the company's Finnish assets, the US assets are developed through partnership models. The company has proceeded well with reinitiating production at the Pampalo site, Endomines produced 14 300 ounces of gold during 2024. The company's focus in the near term is on Pampalo underground, East open pit and Hosko production and on gold exploration activities in the Karelian gold line.

OWNERSHIP STRUCTURE	SHARES	EURm	%
Joensuun Kauppa ja Kone Oy	2 264 838	26.159	20.9 %
Wipunen varainhallinta Oy	1 475 000	17.036	13.6 %
Mariatorp OY	1 475 000	17.036	13.6 %
K22 Finance Oy	379 987	4.389	3.5 %
Taloustieto Incrementum Oy	310 650	3.588	2.9 %
Kakkonen Kari Heikki Ilmari	305 704	3.531	2.8 %
Vakuutusosakeyhtiö Henki–Fennia	249 907	2.886	2.3 %
Eyemaker's Finland Oy	177 560	2.051	1.6 %
Hietamoor Oy	172 110	1.988	1.6 %
Ehrnrooth Helene Margareta	150 000	1.733	1.4 %
Ten largest	6 960 756	80.397	64.2 %
Residual	3 885 145	44.873	35.8 %
Total	10 845 901	125.270	100%

EARNINGS CALENDAR

August 14, 2025

Q2 report

OTHER EVENTS**COMPANY MISCELLANEOUS**

CEO: Kari Vyhtinen
CFO: Minni Lempinen
IR: Anni Turpeinen

Ahventie 4 A, FI-02170 Espoo
Tel:

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 $\frac{\text{Price per share}}{\text{Shareholder's equity} + \text{taxed provisions per share}}$	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 rate per year
ROE, % $\frac{\text{Profit before extraordinary items and taxes} - \text{income taxes}}{\text{Shareholders' equity} + \text{minority interest} + \text{taxed provisions (average)}}$	

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Investment recommendations are defined as follows:

Target price compared to share price

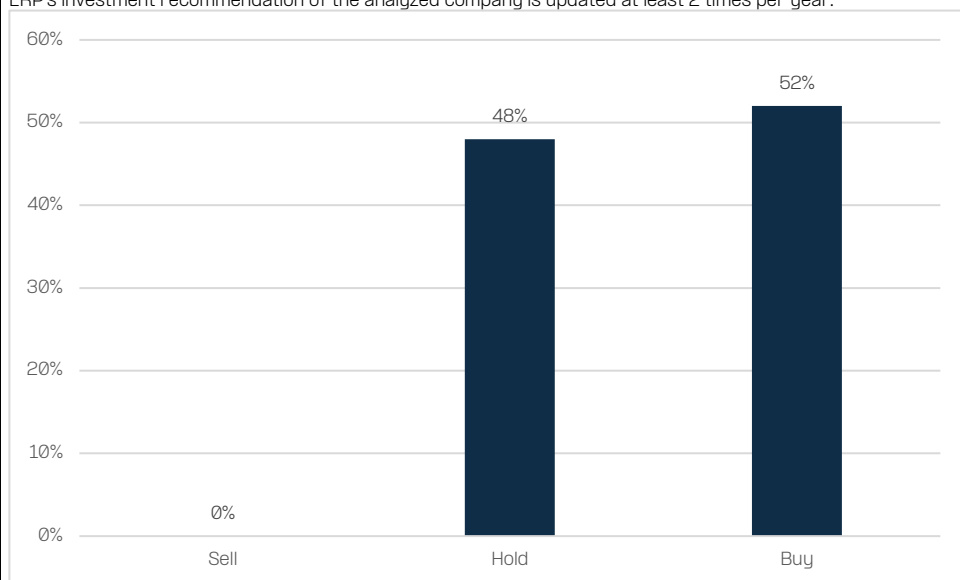
< -10 %
-10 - 0 %
0 - (+10) %
> 10 %

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.

ERP's investment recommendation of the analyzed company is updated at least 2 times per year.



The graph above shows the distribution of ERP's recommendations of companies under coverage on the 23rd of October, 2024. If recommendation is not given, it is not mentioned here. As ERP is currently updating its ratings methodology, the graph will be updated in due time to reflect the changes.

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

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