

## Production guidance update not yet given

Endomines' revenue and EBITDA in Q2 amounted to SEK 1.4m (Evli 0.0m) and SEK -9.3m (Evli -15.0m) respectively. There was no gold concentrate production during Q2. Endomines did not give an updated production guidance for Q2.

- Endomines did not produce any gold concentrate in Q2.
- Revenue amounted to SEK 1.4m (42.1m in Q2/18), while we had not estimated any revenue for Q2. The Q2 revenue derived from clean-up gold from the Pampalo mill.
- EBITDA in Q2 was at SEK -9.3m, above our estimate or SEK -15.0m.
- Construction of the Mill was ongoing and developmental drifting at the Friday Mine was the focus for Q2.
- Endomines did not give an updated production guidance for 2019. A production plan is being worked on based on the results of the drilling campaign and test mining as well as the commissioning of the plant and an updated guidance will be given once completed.

Rating ■ SELL

Q2/19	Actual	Evli	Year ago	Q1/19
Revenue	1.4	0.0	42.1	2.1
EBITDA	-9.3	-15.0	8.5	-11.5
EBIT	-9.0	-17.0	-3.2	-13.3

Deviation	Actual	Evli	Year ago	Q1/19
Net sales		-	-97%	-33%
EBITDA		38%	-	19%
EBIT		47%	-181%	32%

*\*Figures derived from H1 and Q1 figures*

Share price, SEK (Last trading day's closing price) 6.00

Target price, SEK 4.4

Latest change in recommendation 12-Aug-19

Latest report on company 12-Aug-19

Research paid by issuer: YES

No. of shares outstanding, '000's 79,957

No. of shares fully diluted, '000's 86,545

Market cap, SEKm 480

Free float, % -

Exchange rate EUR/SEK 10.690

Reuters code ENDO.ST

Bloomberg code ENDO SS

Average daily volume, SEKm 0.4

Next interim report 16-Aug-19

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■ BUY ■ HOLD ■ SELL

### PRE-REPORT KEY FIGURES

	Sales SEKm	EBIT SEKm	EBIT %	Ptx profit SEKm	EPS SEK	P/E (x)	EV/Sales (x)	P/CF (x)	EV/EBIT (x)	DPS SEK
2017	122	-65	-53.0%	-69	-4.53	-1.8	1.6	33.5	-3.0	0.00
2018	104	-48	-46.6%	-37	-1.06	-5.6	3.9	31.6	-8.4	0.00
2019E	55	-40	-72.6%	-62	-0.77	-7.8	10.7	-18.7	-14.8	0.00
2020E	126	-4	-3.1%	-18	-0.24	-25.0	4.9	38.5	-157.0	0.00
2021E	187	11	6.1%	-1	-0.01	-921.7	3.7	13.7	60.4	0.00

Market cap, SEKm	480	BV per share 2019E, SEK	4.9	CAGR EPS 2018-21, %	-81.7
Net debt 2019E, SEKm	115	Price/book 2019E	1.2	CAGR sales 2018-21, %	21.5
Enterprise value, SEKm	595	Dividend yield 2019E, %	0.0	ROE 2018E, %	-19.1
Total assets 2019E, SEKm	594	Tax rate 2019E, %	1.0	ROCE 2018E, %	-7.9
Goodwill 2019E, SEKm	0	Equity ratio 2019E, %	65.6	PEG, P/E 18/CAGR	0.0

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

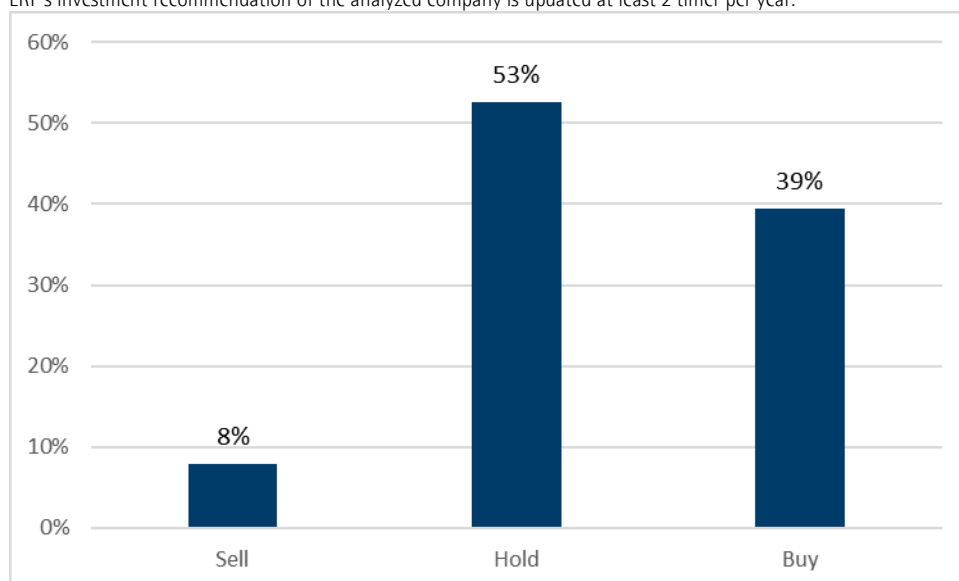
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Investment recommendations are defined as follows:

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

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Name(s) of the analyst(s): Salokivi

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