

Updated ore estimate for Pampalo

Endomines announced an update in ore reserves and mineral resources. The update brings an 60% increase to Pampalo reserve ounces when comparing to the ore reserves at the end of 2021. Due to a 13% share price decline since our previous update, the company's steady progress in accordance with the new strategy and a strong gold market, we upgrade our rating to BUY (HOLD) while maintaining our target price at EUR 6.5 (6.5).

Update increases ore reserves to 29 400 ounces of gold

The published update increases Pampalo reserves by 60% when comparing to the ore reserve status at the end of 2021. The ore reserves are doubled in ore tonnes as the open pit grades dilute the total grade, the Pampalo underground gold grades are at similar level compared to the previous ore reserve update. Most of the reserve increase comes from the underground drilling programme that was completed in 2022, the programme included 117 drill holes in total between the levels 815 and 875.

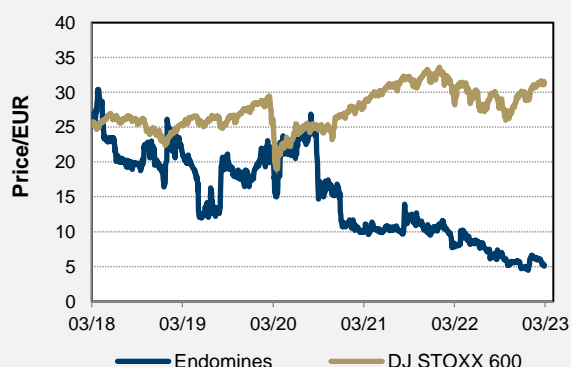
Visibility remains rather low

The current ore reserves in Pampalo are sufficient for roughly three years of gold production at the current production rate. The remaining production potential depends on the successfulness of the company's exploration efforts in both Pampalo underground mine and in the Karelian gold line. The company's mid-term target is to define over one-million-ounce gold mineralization on the Karelian gold line by the end of 2025. To reach the target, the company has started exploration drilling in the area. Despite limited visibility for exploration, the company's targeted zones, which have not been thoroughly investigated before, show promising potential.

BUY (HOLD) with a TP of EUR 6.5 (6.5)

We have made only slight adjustments to our SOTP-model. The increased reserves provide slightly better visibility for the production in Pampalo, on the other hand, we continue to see risks related to the value realization of the US asset portfolio. Endomines trades currently at a slight discount to its peers based on EV/Resources multiple when including the company's historic resources (Figure 1). Due to a 13% share price decline since our previous update, we upgrade our rating to BUY (HOLD), noting however that junior gold miners entail significant risks.

Rating BUY



Share price, EUR (Last trading day's closing price) 5.25

Target price, EUR 6.5

Latest change in recommendation 06-Mar-23

Latest report on company 16-Feb-23

Research paid by issuer: YES

No. of shares outstanding, '000's 9,449

No. of shares fully diluted, '000's 9,449

Market cap, EURm 50

Free float, % 86.3

Exchange rate EUR 1.000

Reuters code ENDOM.HE

Bloomberg code ENDOM FH

Average daily volume, EURm 0.2

Next interim report 17-Aug-23

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BUY HOLD 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
2021	0.5	-25.1	-5,102.0%	-16.6	-4.73	-2.1	144.2	-2.8	-29.4	0.00
2022	13.5	-15.5	-114.8%	-8.0	-1.92	-2.6	4.0	-3.5	-17.1	0.00
2023E	18.8	-4.0	-21.5%	-0.7	-0.55	-9.5	3.0	-14.1	-1.3	0.00
2024E	17.8	-2.5	-14.1%	2.1	-0.37	-14.1	3.1	-21.9	4.3	0.00
2025E	15.1	-3.4	-22.7%	1.8	-0.36	-14.4	3.5	-15.4	3.6	0.00
Market cap, EURm			50	Gearing 2023E, %		24.3	CAGR EPS 2022-25, %			-42.5
Net debt 2023E, EURm			7	Price/book 2023E		1.6	CAGR sales 2022-25, %			3.9
Enterprise value, EURm			57	Dividend yield 2023E, %		0.0	ROE 2023E, %			-15.7
Total assets 2023E, EURm			50	Tax rate 2023E, %		0.0	ROCE 2023E, %			-9.3
Goodwill 2023E, EURm			0	Equity ratio 2023E, %		61.6	PEG, P/E 23/CAGR			0.1

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

Figure 1: Endomines tier-1 jurisdiction gold producer, developer and exploration company peer group, EV EUR / R&R Oz (both 2P reserves and M+I+I resources included)

Ticker	Company name	Location of assets	Mine type	Development stage	000's Oz			Enterprise value EURm	EV/Resources		
					Reserves	M&I	Inferred				
Producers	GDR-AU	Gold Road Resources Ltd	Australia	OP	Producing	1 880	2 780	2 020	6 680	976.2	146
	KRR-CA	Karara Resources, Inc.	Australia	OP / UG	Producing	1 327	2 712	1 214	5 253	544.9	104
	MND-CA	Mandalay Resources Corporation	Australia & Sweden	OP / UG	Producing	863	1 659	480	3 002	159.3	53
	PGM.H-CA	Pure Gold Mining Inc.	Canada	UG	Producing	-	1 653	366	2 019	115.3	57
	RED-AU	Red 5 Limited	Australia	OP / UG	Producing	2 700	1 455	1 527	5 682	371.8	65
	VGCX-CA	Victoria Gold Corp.	Canada	OP	Producing	2 702	1 465	571	4 738	531.7	112
	WDO-CA	Wesdome Gold Mines Ltd.	Canada	UG	Producing	1 193	259	1 066	2 518	672.1	267
	WX-AU	Westgold Resources Ltd	Australia	OP / UG	Producing	2 207	3 094	2 644	7 945	217.9	27
	DFM-CA	Dundee Precious Metals Inc.	Europe	OP / UG	Producing	5 015	3 372	4 482	12 869	819.1	64
	EID-CA	Eldorado Gold Corporation	Europe	OP / UG	Producing	12 312	19 210	7 738	39 260	1 878.4	48
Producers & advanced developers	ARTG-CA	Artemis Gold Inc	Canada	OP	DFS completed	8 379	4 019	253	12 651	420.8	33
	AOT-CA	Ascot Resources Ltd.	Canada	OP / UG	Construction	1 170	1 849	1 250	4 269	208.6	49
	BGL-AU	Bellevue Gold Limited	Australia	OP / UG	FS completed	1 340	1 700	1 500	4 540	633.2	139
	ITR-CA	Integra Resources Corp	United States	OP	PFS completed	1 787	810	452	3 049	28.3	9
	LGD-CA	Liberty Gold Corp	United States	OP	PEA in progress	-	2 600	1 650	4 250	105.2	25
	MOZ-CA	Marathon Gold Corporation	Canada	OP / UG	FS completed	2 700	3 960	1 100	7 760	122.0	16
	NG-CA	Novagold Resources Inc	United States	OP	FS completed	16 925	2 749	2 997	22 671	1 751.9	77
	PPTA-US	Perpetua Resources Corp.	United States	OP	FS completed	4 819	1 215	1 246	7 280	186.4	26
	SBB-CA	Sabina Gold & Silver Corp.	Canada	OP / UG	FS completed	3 588	6 321	2 856	12 765	653.4	51
	SGNL-CA	Signal Gold Inc	Canada	OP / UG	FS completed	36	2 581	484	3 101	41.0	13
Emerging developers & advanced exploration	SKE-CA	Skeena Resources Limited	Canada	OP / UG	PFS completed	2 870	3 900	-	6 770	339.6	50
	BTR-CA	Bonterra Resources, Inc.	Canada	OP / UG	PFS ongoing	1 242	1 781	3 023	6 046	24.1	8
	FURY-CA	Fury Gold Mines Limited	Canada	OP / UG	PEA completed	1 377	1 220	2 597	5 194	76.8	30
	MAE-CA	Maritime Resources Corp.	Canada	OP / UG	PEA completed	272	428	160	860	11.8	14
	ME-CA	Moneta Gold Inc.	Canada	OP / UG	PEA ongoing	4 460	8 292	12 752	25 504	85.0	7
	RUP-CA	Rupert Resources Ltd.	Finland, Canada	OP / UG	PEA completed	3 860	1 260	5 120	10 240	609.8	119
RDS-CA	Radisson Mining Resources Inc.	Canada	OP / UG	PEA completed	501	449	950	1 900	37.0	39	
1st quartile total group						1 182	1 377	480	3 023	85.0	25
3rd quartile total group						4 204	3 860	2 020	7 945	633.2	77
Median total group						2 207	2 581	1 246	5 120	218	49
Mean total group						3 528	3 009	1 817	7 569	430	61
Median producers						2 207	2 186	1 371	5 468	538	65
Mean producers						3 355	3 766	2 211	8 997	629	94
Median advanced developer						2 700	2 600	1 246	6 770	209	33
Mean advanced developer						3 965	2 882	1 253	8 101	408	44
Median emerging developer & advanced exploration						1 310	1 240	2 810	5 360	57	22
Mean total group emerging developer & advanced exploration						1 978	2 194	4 217	8 389	141	36
Endomines											
Incl. historic	PAMPALO-FI	Endomines Finland Oyj	Finland, United States	OP / UG		29	270	1 007	1 306	55.6	43
Excl. historic	PAMPALO-FI	Endomines Finland Oyj	Finland, United States	OP / UG		29	270	171	471	55.6	118

Source: Factset, Company materials, Evli Research

Figure 3: Sum of the parts valuation, in EUR m

	Evli est.	Gold spot	Estimate basis
US assets	49	52	In-situ & purchase price analysis
Pampalo	19	22	DCF LOM 3 years + LOM increase option value
Karelian gold line	6	8	Real option value for Karelian gold line satellite deposits
Overhead	(10)	(10)	Discounted overhead costs
Net cash	(6)	(6)	12/2022 adjusted with recent known transactions
Total	58	66	
Per share	6.2	7.0	

Long-term gold price (USD/Oz) 1 750 Evli
Spot price (USD/oz) 1 850
Shares (m) 9.4 9.4

Source: Evli Research

INTERIM FIGURES

EVLI ESTIMATES, EURm	2022Q1	2022Q2	2022Q3	2022Q4	2022	2023Q1E	2023Q2E	2023Q3E	2023Q4E	2023E	2024E	2025E
Net sales	0.0	5.6	-5.6	13.5	13.5	0.0	8.8	0.0	10.0	18.8	17.8	15.1
EBITDA	0.0	-3.6	3.6	-6.4	-6.4	0.0	0.7	0.0	1.5	2.2	3.6	1.8
<i>EBITDA margin (%)</i>	<i>0.0</i>	<i>-64.4</i>	<i>-64.4</i>	<i>-47.4</i>	<i>-47.4</i>	<i>0.0</i>	<i>7.8</i>	<i>0.0</i>	<i>15.4</i>	<i>11.8</i>	<i>20.2</i>	<i>12.1</i>
EBIT	0.0	-10.2	10.2	-15.5	-15.5	0.0	-2.2	0.0	-1.8	-4.0	-2.5	-3.4
<i>EBIT margin (%)</i>	<i>0.0</i>	<i>-181.3</i>	<i>-181.3</i>	<i>-114.8</i>	<i>-114.8</i>	<i>0.0</i>	<i>-25.2</i>	<i>0.0</i>	<i>-18.2</i>	<i>-21.5</i>	<i>-14.1</i>	<i>-22.7</i>
Net financial items	0.0	5.1	-5.1	-2.4	-2.4	0.0	-0.6	0.0	-0.6	-1.2	-1.0	0.0
Pre-tax profit	0.0	-5.1	5.1	-17.9	-17.9	0.0	-2.8	0.0	-2.4	-5.2	-3.5	-3.4
Tax	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
<i>Tax rate (%)</i>	<i>0.0</i>	<i>0.3</i>	<i>0.4</i>	<i>-0.1</i>	<i>-0.2</i>	<i>0.0</i>	<i>0.0</i>	<i>0.0</i>	<i>0.0</i>	<i>0.0</i>	<i>0.0</i>	<i>0.0</i>
Net profit	0.0	-5.1	5.1	-17.9	-17.9	0.0	-2.8	0.0	-2.4	-5.2	-3.5	-3.4
EPS	0.00	-0.54	0.54	-1.91	-1.92	0.00	-0.30	0.00	-0.26	-0.55	-0.37	-0.36
EPS adjusted (diluted no. of shares)	0.00	-0.54	0.54	-1.91	-1.92	0.00	-0.30	0.00	-0.26	-0.55	-0.37	-0.36
Dividend per share	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
SALES, EURm												
Endomines	0.0	5.6	-5.6	13.5	13.5	0.0	8.8	0.0	10.0	18.8	17.8	15.1
Total	0.0	5.6	-5.6	13.5	13.5	0.0	8.8	0.0	10.0	18.8	17.8	15.1
SALES GROWTH, Y/Y %												
Endomines	<i>0.0</i>	<i>57,045.8</i>	<i>57,043.8</i>	<i>2,643.3</i>	<i>2,643.4</i>	<i>0.0</i>	<i>55.9</i>	<i>-100.0</i>	<i>-26.0</i>	<i>39.2</i>	<i>-5.0</i>	<i>-15.2</i>
Total	<i>0.0</i>	<i>57,036.7</i>	<i>57,016.5</i>	<i>2,642.8</i>	<i>2,643.4</i>	<i>0.0</i>	<i>56.0</i>	<i>-100.0</i>	<i>-26.0</i>	<i>39.2</i>	<i>-5.0</i>	<i>-15.2</i>
EBIT, EURm												
Endomines	0.0	-10.2	10.2	-15.5	-15.5	0.0	-2.2	0.0	-1.8	-4.0	-2.5	-3.4
Total	0.0	-10.2	10.2	-15.5	-15.5	0.0	-2.2	0.0	-1.8	-4.0	-2.5	-3.4
EBIT margin, %												
Endomines	<i>0.0</i>	<i>-181.2</i>	<i>-181.2</i>	<i>-114.8</i>	<i>-114.8</i>	<i>0.0</i>	<i>-25.2</i>	<i>0.0</i>	<i>-18.2</i>	<i>-21.5</i>	<i>-14.1</i>	<i>-22.7</i>
Total	<i>0.0</i>	<i>-181.3</i>	<i>-181.3</i>	<i>-114.8</i>	<i>-114.8</i>	<i>0.0</i>	<i>-25.2</i>	<i>0.0</i>	<i>-18.2</i>	<i>-21.5</i>	<i>-14.1</i>	<i>-22.7</i>

INCOME STATEMENT, EURm	2018	2019	2020	2021	2022	2023E	2024E	2025E
Sales	10.1	0.5	1.3	0.5	13.5	18.8	17.8	15.1
<i>Sales growth (%)</i>	<i>-20.5</i>	<i>-94.6</i>	<i>134.3</i>	<i>-61.4</i>	<i>2,643.4</i>	<i>39.2</i>	<i>-5.0</i>	<i>-15.2</i>
EBITDA	-0.5	-4.6	-10.5	-11.6	-6.4	2.2	3.6	1.8
<i>EBITDA margin (%)</i>	<i>-5.3</i>	<i>-841.1</i>	<i>-824.5</i>	<i>-2,362.0</i>	<i>-47.4</i>	<i>11.8</i>	<i>20.2</i>	<i>12.1</i>
Depreciation	-4.2	-0.3	-7.5	-13.5	-9.1	-6.3	-6.1	-5.3
EBITA	-4.7	-4.9	-18.0	-25.1	-15.5	-4.0	-2.5	-3.4
Goodwill amortization / writedown	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
EBIT	-4.7	-4.9	-18.0	-25.1	-15.5	-4.0	-2.5	-3.4
<i>EBIT margin (%)</i>	<i>-46.6</i>	<i>-903.4</i>	<i>-1,410.0</i>	<i>-5,102.0</i>	<i>-114.8</i>	<i>-21.5</i>	<i>-14.1</i>	<i>-22.7</i>
Reported EBIT	-4.7	-4.9	-18.0	-25.1	-15.5	-4.0	-2.5	-3.4
<i>EBIT margin (reported) (%)</i>	<i>-46.6</i>	<i>-903.4</i>	<i>-1,410.0</i>	<i>-5,102.0</i>	<i>-114.8</i>	<i>-21.5</i>	<i>-14.1</i>	<i>-22.7</i>
Net financials	1.1	-0.7	-1.2	-1.6	-2.4	-1.2	-1.0	0.0
Pre-tax profit	-3.6	-5.6	-19.2	-26.7	-17.9	-5.2	-3.5	-3.4
Taxes	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Minority shares	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Net profit	-3.6	-5.6	-19.2	-26.7	-17.9	-5.2	-3.5	-3.4
Cash NRIs	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Non-cash NRIs	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
BALANCE SHEET, EURm								
Assets								
Fixed assets	47	55	57	51	49	45	41	36
Goodwill	0	0	0	0	0	0	0	0
Right of use assets	0	0	0	0	0	0	0	0
Inventory	0	0	0	1	0	1	1	0
Receivables	0	0	0	2	2	3	3	2
Liquid funds	2	2	1	1	4	2	2	2
Total assets	49	56	58	55	55	50	45	40
Liabilities								
Shareholder's equity	25	32	33	30	36	31	27	24
Minority interest	0	0	0	0	0	0	0	0
Convertibles	17	17	0	0	0	0	0	0
Lease liabilities	0	0	0	0	0	0	0	0
Deferred taxes	0	0	0	0	0	0	0	0
Interest bearing debt	4	4	15	16	11	9	7	5
Non-interest bearing current liabilities	0	0	0	0	0	0	0	0
Other interest-free debt	4	3	10	9	9	10	11	11
Total liabilities	49	56	58	55	55	50	45	40
CASH FLOW, EURm								
+ EBITDA	-1	-5	-11	-12	-6	2	4	2
- Net financial items	1	-1	-1	-2	-2	-1	-1	0
- Taxes	0	0	0	0	0	0	0	0
- Increase in Net Working Capital	1	-1	0	0	3	0	2	0
+/- Other	-2	-2	4	1	1	0	0	0
= Cash flow from operations	-1	-7	-7	-12	-4	1	4	2
- Capex	-10	-8	-3	-5	-4	-2	-2	0
- Acquisitions	-6	0	0	0	0	0	0	0
+ Divestments	0	0	0	0	0	0	0	0
= Free cash flow	-16	-15	-10	-17	-8	-1	2	2
+/- New issues/buybacks	24	13	20	24	24	0	0	0
- Paid dividend	0	0	0	0	0	0	0	0
+/- Other	-7	2	-11	-7	-13	-1	-2	-2
Change in cash	0	0	0	0	3	-2	0	0

KEY FIGURES	2019	2020	2021	2022	2023E	2024E	2025E
M-cap	42	35	57	47	50	50	50
Net debt (excl. convertibles)	3	14	14	7	7	5	4
Enterprise value	62	49	71	54	57	55	53
Sales	1	1	0	14	19	18	15
EBITDA	-5	-11	-12	-6	2	4	2
EBIT	-5	-18	-25	-15	-4	-3	-3
Pre-tax	-6	-19	-27	-18	-5	-4	-3
Earnings	-6	-19	-27	-18	-5	-4	-3
Equity book value (excl. minorities)	32	33	30	36	31	27	24
Valuation multiples							
EV/sales	113.7	38.5	144.2	4.0	3.0	3.1	3.5
EV/EBITDA	-13.5	-4.7	-6.1	-8.4	25.7	15.2	29.0
EV/EBITA	-12.6	-2.7	-2.8	-3.5	-14.1	-21.9	-15.4
EV/EBIT	-12.6	-2.7	-2.8	-3.5	-14.1	-21.9	-15.4
EV/OCF	-8.3	-6.7	-6.1	-13.1	41.2	13.1	23.0
EV/FCFF	-4.3	-5.7	-4.7	-9.6	105.9	17.6	29.3
P/FCFE	-0.1	-0.1	-0.1	-5.9	-75.1	23.2	27.4
P/E	-7.5	-1.8	-2.1	-2.6	-9.5	-14.1	-14.4
P/B	1.3	1.1	1.9	1.3	1.6	1.8	2.1
Target EV/EBITDA	0.0	0.0	0.0	0.0	31.0	18.5	35.5
Target EV/EBIT	0.0	0.0	0.0	0.0	-17.1	-26.6	-18.9
Target EV/FCF	0.0	0.0	0.0	0.0	-104.2	31.3	35.9
Target P/B	0.0	0.0	0.0	0.0	2.0	2.3	2.6
Target P/E	0.0	0.0	0.0	0.0	-11.7	-17.5	-17.8
Per share measures							
Number of shares	1,999	3,283	5,645	9,370	9,449	9,449	9,449
Number of shares (diluted)	1,999	3,283	5,645	9,370	9,449	9,449	9,449
EPS	-2.82	-5.84	-4.73	-1.92	-0.55	-0.37	-0.36
Operating cash flow per share	-3.73	-2.23	-2.07	-0.44	0.15	0.44	0.24
Free cash flow per share	-7.53	-3.01	-2.95	-0.85	-0.07	0.23	0.19
Book value per share	16.03	10.03	5.34	3.83	3.24	2.87	2.51
Dividend per share	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Dividend payout ratio, %	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Dividend yield, %	0.0	0.0	0.0	0.0	0.0	0.0	0.0
FCF yield, %	-35.6	-28.2	-29.4	-17.1	-1.3	4.3	3.6
Efficiency measures							
ROE	-19.9	-59.0	-84.6	-54.3	-15.7	-12.1	-13.5
ROCE	-10.0	-35.5	-53.4	-33.6	-9.3	-6.8	-10.9
Financial ratios							
Inventories as % of sales	0.6	19.2	162.0	3.0	3.0	3.0	3.0
Receivables as % of sales	23.2	25.9	360.9	14.8	14.8	14.8	14.8
Non-interest bearing liabilities as % of sales	0.0	0.0	0.0	0.0	0.0	0.0	0.0
NWC/sales, %	-315.3	-466.5	-1,062.8	-30.4	-23.7	-33.8	-43.0
Operative CAPEX/sales, %	1,422.9	198.5	1,001.1	28.9	10.9	11.5	3.3
CAPEX/sales (incl. acquisitions), %	1,422.9	198.5	1,001.1	28.9	10.9	11.5	3.3
FCFF/EBITDA	3.1	0.8	1.3	0.9	0.2	0.9	1.0
Net debt/EBITDA, book-weighted	-0.6	-1.3	-1.2	-1.1	3.4	1.5	1.9
Debt/equity, market-weighted	0.1	0.4	0.3	0.2	0.2	0.1	0.1
Equity ratio, book-weighted	86.7	56.5	54.8	65.4	61.6	59.7	59.4
Gearing, %	6.0	43.1	47.9	18.9	24.3	19.6	14.8

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, USA. The company was founded in 2005 and is headquartered in Stockholm, Sweden. Endomines focuses its operations to assets in stable jurisdictions that can be brought to production rapidly and with limited investment.

INVESTMENT CASE: Endomines new 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 8 601 ounces of gold during 2022. The company's focus in the near term is on Pampalo underground and East open pit production and on gold exploration activities in Karelian gold line.

OWNERSHIP STRUCTURE	SHARES	EURm	%
Joensuun Kauppa ja Kone	1,763,013	9.256	18.7%
Clearstream Banking S.A.	783,264	4.112	8.3%
Mariatorp Oy	771,875	4.052	8.2%
Wipunen Varainhallinta Oy	771,875	4.052	8.2%
Skandinaviska Enskilda Banken	520,063	2.730	5.5%
K22 Finance Oy	346,029	1.817	3.7%
Taloustieto Incrementum Oy	317,159	1.665	3.4%
Transatlantic Mining Corporation	207,541	1.090	2.2%
Vakuutusosakeyhtiö Henki-Fennia	196,657	1.032	2.1%
Eyemaker's Finland Oy	180,552	0.948	1.9%
Ten largest	5,858,028	30.755	62%
Residual	3,591,374	18.855	38%
Total	9,449,402	49.609	100%

EARNINGS CALENDAR

August 17, 2023

Q2 report

OTHER EVENTS**COMPANY MISCELLANEOUS**

CEO: Kari Vyhtinen

Ahventie 4 A, FI-02170 Espoo

CFO: Mikko Sopanen

Tel:

IR:

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

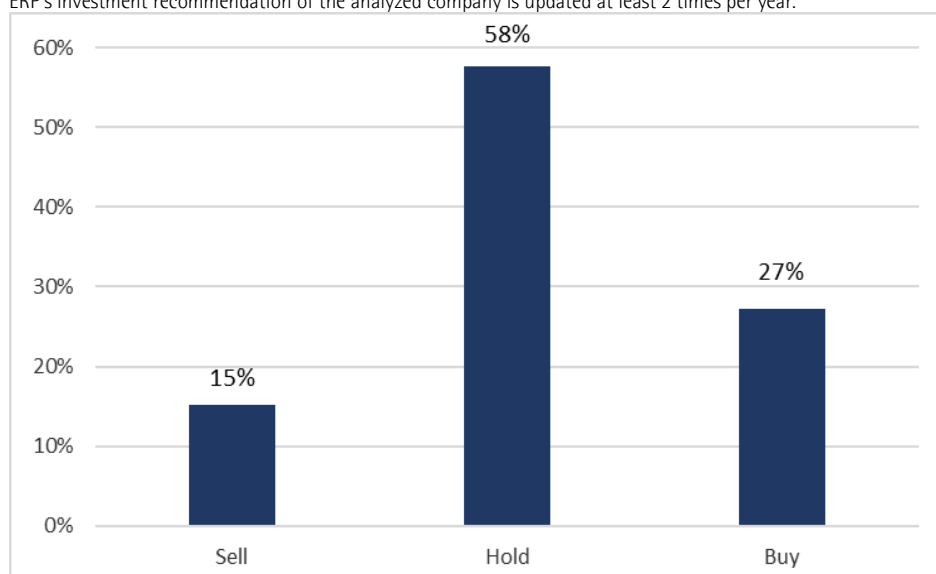
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Investment recommendations are defined as follows:

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

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

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