

Hexicon

Company report

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Lucas Mattsson
+46 731589485
lucas.mattsson@inderes.com

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Financing risks overshadows potential rewards

We reiterate our Reduce recommendation for Hexicon but lower our target price to SEK 0.23 per share (previously SEK 0.50). Given the ongoing weak market conditions, which have slowed the pace of divestment processes, and the continued lack of news regarding regulatory approval for the change of control of the key MunmuBaram project, we believe that operational risks have increased. In addition, the falling share price has increased financing risks (equity issue 1-2x current market cap expected in the next ~3-6 months) and is starting to cause uncomfortably high volatility in expected returns and dilution, and we wait for these risks to subside.

Hexicon's investment case is largely dependent on successful development of its project portfolio

Hexicon has 12 projects under development, totaling approximately 14,600 MW, with an additional ~9,900 MW in the prospect pipeline. The company has also developed the patented TwinWind floating foundation, which it plans to license in the future. In our view, Hexicon's investment case and path to cash flow neutrality depend on the successful development and divestment of its project portfolio, particularly the large-scale MunmuBaram project. Hexicon is currently working to establish a long-term ownership structure for MunmuBaram while securing final regulatory approvals for the change of ownership, which we believe are the key positive drivers in the short term. However, the main near-term risks are limited financing and highly negative cash flows, which could expose investors to an uncertain degree of dilution in future capital raises.

We still identify project divestments as primary drivers for cash flow

We have made no changes to our revenue and cost estimates for the upcoming years and continue to view project divestments, particularly the divestment of the MunmuBaram project, as the primary driver for cash flow for 2025-2027. However, estimating the revenue Hexicon will generate from the sale of a portion of the project involves uncertain assumptions, such as the portion of the project to be sold, the price of that portion, and the deal structure. Given the relatively short timeframe between the acquisition of the remaining 80% of the MunmuBaram project and our Q1'25 divestment estimate, we believe it will be challenging to significantly increase the value of the project within this timeframe. In addition, the company's need for financing may limit its negotiating power. As a result, we still expect Hexicon to divest approximately 40-60% of the project at roughly the same price per MW at which it acquired it from Shell, with payments likely structured over several years.

Investment returns are overshadowed by increased financing risks

Based on our SOTP valuation, we have estimated a value per share ranging from SEK 0.09 to 0.53, with the lower end of the range represented by a negative scenario and the upper end of the range by a more positive scenario (more details about the different scenarios in the valuation section). Given the uncertainty around the regulatory approval of the ownership change, and the timing of a possible divestment, we believe that the drivers currently justify a valuation towards the lower end of the range. In addition, the falling share price has increased financing risks and the company will need to raise significant financing relative to the current market cap (we estimate 1-2x) in the next ~6 months. Without clear positive short-term drivers, the risk of significant dilution calls for caution. However, if the financing risks are resolved on good terms for existing shareholders and the company succeeds operationally, the expected returns could be attractive.

Recommendation

Reduce
(prev. Reduce)

SEK 0.23
(prev. SEK 0.50)

Share price:
0.25



Key indicators

	2023	2024e	2025e	2026e
Revenue	5.7	3.0	384.7	769.3
growth-%	-51%	-48%	12830%	100%
EBIT adj.	-180.3	-114.5	227.8	594.0
EBIT-% adj.	-3156.0 %	-3849.7 %	59.2 %	77.2 %
Net Income	-187.3	-174.6	162.3	546.7
EPS (adj.)	-0.51	-0.48	0.45	1.50
P/E (adj.)	neg.	neg.	0.6	0.2
P/B	>100	neg.	neg.	0.2
Dividend yield-%	0.0 %	0.0 %	0.0 %	0.0 %
EV/EBIT (adj.)	neg.	neg.	3.1	0.5
EV/EBITDA	neg.	neg.	2.7	0.5
EV/S	73.6	>100	1.9	0.4

Source: Inderes

Guidance

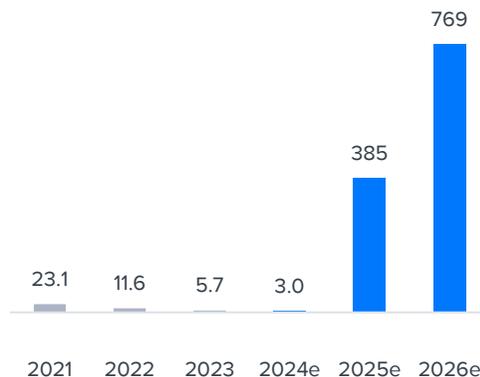
Hexicon do not provide guidance

Share price



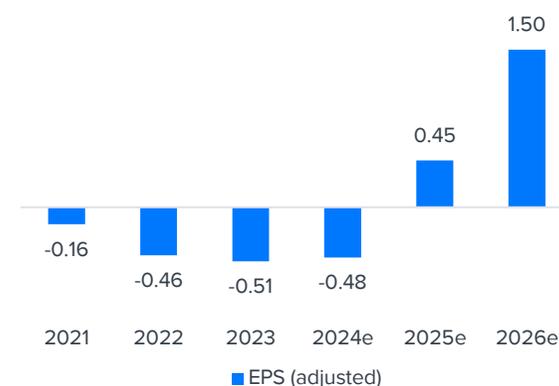
Source: Millistream Market Data AB

Revenue



Source: Inderes

Earnings per share



Source: Inderes



Value drivers

- Value of Hexicon's project development portfolio
- Proprietary TwinWind technology with patents in over 20 countries
- Organization's expertise and experience in floating offshore project development
- Market knowledge and global network of partners
- The floating offshore market is expected to grow substantially during this decade



Risk factors

- Delays in development projects or failure of projects to reach FID
- Inability to sell projects on favorable terms or at an appropriate time
- Deterioration in the market value of the project portfolio
- High debt level, somewhat mitigated by the loan structure
- Failure of TwinWind technology to achieve commercial viability

Valuation	2024e	2025e	2026e
Share price	0.25	0.25	0.25
Number of shares, millions	363.8	363.8	363.8
Market cap	91	91	91
EV	746	714	306
P/E (adj.)	neg.	0.6	0.2
P/E	neg.	0.6	0.2
P/B	neg.	neg.	0.2
P/S	30.6	0.2	0.1
EV/Sales	>100	1.9	0.4
EV/EBITDA	neg.	2.7	0.5
EV/EBIT (adj.)	neg.	3.1	0.5
Payout ratio (%)	0.0 %	0.0 %	0.0 %
Dividend yield-%	0.0 %	0.0 %	0.0 %

Source: Inderes

Valuation 1/2

Valuations have decreased, but financing risks have risen

At first glance, Hexicon's investment case appears appealing, offering exposure to a company with a large, diversified project portfolio in the floating offshore market. Additionally, the company's valuation now seems low, with a 48% drop in the share price since our last report. However, as valuations fall, the financing risks become more significant. With a cash balance and available credit facilities totaling approximately 80 MSEK at the end of Q2'24, a quarterly burn rate of around 20 MSEK, and the need to repay a 75 MSEK credit facility by December 2024, it is clear that a financing solution will be required in the coming months. Given the high debt levels (net debt Q2'24: ~530 MSEK), we believe further debt financing is not a viable option. However, raising capital through an equity issue will be expensive and dilutive to the shareholders at the current low valuation. With a burn rate of around 20 MSEK per quarter and the need to repay the credit facility, the company would likely look to raise 75 to 150 MSEK, which at the current share price would mean about 300-600 million new shares (364m outstanding shares as of June 2024). However, as is typical, we would expect the issue to be priced below market, increasing the share count even further.

In our view, it will be difficult for the company to overcome the downward pressure from the expected equity issue, the high cash burn, and the question marks concerning the key MunmuBaram project. Receiving regulatory approval for the transfer of ownership of the MunmuBaram project, as well as divesting parts of the project and establishing the long-term partner structure would undoubtedly be positive drivers for the stock. However, since the

company has not yet received regulatory approval for the change of control, crucial for establishing a new partner structure for the project, and considering the weak market conditions, which are slowing down the divestment process, we do not expect this factor to fully materialize until 2025-2026.

Sum-of-the-parts valuation

To value Hexicon, we will rely primarily on a sum-of-the-parts (SOTP) calculation, as the valuation method allows us to consider Hexicon's long-term potential without worrying too much about projecting the exact timing of project sales. The SOTP valuation is very sensitive to the assumptions used (e.g., timeline of the project divestments), so it also acts as a guide. Therefore, we also use scenarios for the SOTP valuation: a positive, a negative and a baseline scenario reflecting our current estimates.

Negative scenario

In the negative scenario, Hexicon does not receive regulatory approval for the change of control of the MunmuBaram project. This doesn't mean the company will lose the entire project, but it will lose important licenses associated with it. However, Hexicon will retain other key elements of the project, such as completed seabed surveys, technology development, and grid connections. That said, the project timeline would inevitably be delayed, likely by around two years, which would impact the valuation negatively. In addition, to account for a likely future equity issue, we have adjusted net debt and the number of shares to reflect a hypothetical share issue of 150 MSEK at a SEK 0.15 per share (~40% discount to current price). Our SOTP valuation (see next page) gives a value of SEK 0.09 per share.

Valuation	2024e	2025e	2026e
Share price	0.25	0.25	0.25
Number of shares, millions	363.8	363.8	363.8
Market cap	91	91	91
EV	746	714	306
P/E (adj.)	neg.	0.6	0.2
P/E	neg.	0.6	0.2
P/B	neg.	neg.	0.2
P/S	30.6	0.2	0.1
EV/Sales	>100	1.9	0.4
EV/EBITDA	neg.	2.7	0.5
EV/EBIT (adj.)	neg.	3.1	0.5
Payout ratio (%)	0.0 %	0.0 %	0.0 %
Dividend yield-%	0.0 %	0.0 %	0.0 %

Source: Inderes

Valuation 2/2

Baseline scenario

In the baseline scenario, we expect the company to receive regulatory approval for the MunmuBaram project and succeed in establishing a new long-term partnership structure for the project. We anticipate that the ownership structure will involve a consortium of multiple stakeholders, likely two to three partners in addition to Hexicon as a minority shareholder. We expect the consortium to include a mix of financial investors, such as funds, industrial strategists and energy companies. However, due to the loss-making operations and that we expect the partial divestment to occur in Q1/Q2'25 as well as the need to repay a 75 MSEK credit facility by the end of this year, we still believe that the company will need additional financing. However, if Hexicon receives regulatory approval for the MunmuBaram project and secures a long-term partnership structure for the project, we believe the company would be better positioned to raise additional capital than in a negative scenario. Therefore, in the baseline scenario, we account for a share issue of 100 MSEK at SEK 0.18 per share (~30% discount to the current share price). As a result, our SOTP valuation gives a value of SEK 0.23 per share.

Positive scenario

In the positive scenario, we expect Hexicon to receive regulatory approval for its MunmuBaram project as well as establish the long-term partner structure without needing to raise additional capital. This would mean e.g., that the company lowers its cash burn through cost-cutting measures, divests parts of the MunmuBaram project before the repayment of the 75 MSEK credit facility or that the company renegotiates to extend the current credit facility. In addition, this scenario requires that Hexicon divests a larger share of the project or at a higher price than in the baseline

scenario (e.g., higher than the company bought it from Shell). In this positive scenario, our SOTP valuation arrives at a value of SEK 0.53 per share. However, we consider this scenario quite unrealistic, given all the factors that would need to come together in such a short time frame

DCF valuation

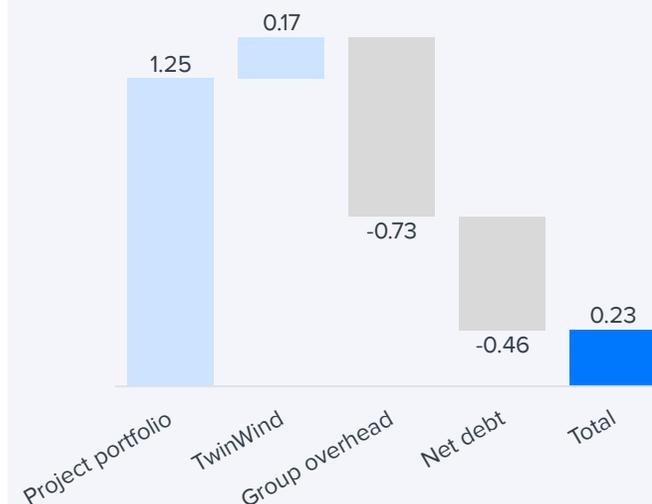
We also use a DCF model to illustrate the long-term potential of the company. We have increased our cost of capital (WACC: 17.4%, was 14.9%) to account for the increased financing risk and the risks associated with the regulatory approval for the important MunmuBaram project. We arrive at a DCF equity value for Hexicon of 156 MSEK or SEK 0.43 per share. However, our DCF assumes Hexicon will finance its growth with debt, which is unlikely due to negative cash flow, making the DCF skew towards optimism. Thus, we put more emphasis on the sum-of-the-parts valuation.

Valuation summary

Based on our SOTP valuation, we have estimated a value range per share of SEK 0.09-0.53, with the lower end of the range represented by the negative scenario and the upper end by the positive scenario. Given the financing risk, the uncertainty around the regulatory approval of the ownership change and the timing of a possible divestment, we believe that the drivers currently justify a valuation towards the lower end of the range. Consequently, we reiterate our Reduce recommendation but lower our target price to SEK 0.23 (was 0.50), as we see the increased financing risks weighing on the risk/reward ratio of the stock. However, if the financing risks are resolved on good terms for existing shareholders and the company succeeds operationally, the expected returns could be attractive.

SOTP valuation	Negative	Base	Positive
PV of project portfolio	940	1,168	1,305
Earn outs	-243	-335	-392
Group costs	-345	-345	-345
Value of TwinWind	158	158	158
Net debt ¹	383	433	533
PV per share¹	0.09	0.23	0.53

Baseline scenario SOTP value (SEK per share)



Source: Inderes

1) Adjusted for hypothetical equity issues of 150 MSEK at 0.15 SEK/share in a negative scenario and an equity issue of 100 MSEK at 0.18 SEK/share in a baseline scenario.

Valuation table

Valuation	2019	2020	2021	2022	2023	2024e	2025e	2026e	2027e
Share price			3.00	1.46	0.69	0.25	0.25	0.25	0.25
Number of shares, millions			315.3	363.8	363.8	363.8	363.8	363.8	363.8
Market cap			1091	530	252	91	91	91	91
EV			803	524	421	746	714	306	-148.0
P/E (adj.)			neg.	neg.	neg.	neg.	0.6	0.2	0.1
P/E			neg.	neg.	neg.	neg.	0.6	0.2	0.1
P/B			3.4	2.6	>100	neg.	neg.	0.2	0.1
P/S			47.2	45.8	44.1	30.6	0.2	0.1	0.1
EV/Sales			34.8	45.3	73.6	>100	1.9	0.4	neg.
EV/EBITDA			neg.	neg.	neg.	neg.	2.7	0.5	neg.
EV/EBIT (adj.)			neg.	neg.	neg.	neg.	3.1	0.5	neg.
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 %

Source: Inderes

Peer group valuation

Peer group valuation	Market cap	EV	EV/EBIT		EV/EBITDA		EV/S		P/E		Dividend yield-%		P/B
Company	MEUR	MEUR	2024e	2025e	2024e	2025e	2024e	2025e	2024e	2025e	2024e	2025e	2024e
OX2	1423	1156	10.9	7.0	10.6	6.8	1.2	0.8	15.1	10.0			2.9
Eolus Vind	112	176	8.3	5.6	7.9	5.4	2.1	1.3	7.6	4.7	5.1	5.6	0.8
Arise	162	230	13.8	10.8	10.0	8.4	5.3	4.4	10.6	8.8	3.3	3.6	0.8
PNE	910	1702	94.6	55.7	36.3	25.4	8.3	7.1			0.3	0.3	3.9
Enersense	43	83		8.9	15.6	4.3	0.2	0.2		41.0		1.3	1.3
Hexicon (Inderes)	8	66	-6.5	3.1	-7.6	2.7	250.7	1.9	-0.5	0.6	0.0	0.0	-0.5
Average			31.9	17.6	16.1	10.1	3.4	2.8	11.1	16.1	2.9	2.7	1.9
Median			12.4	8.9	10.6	6.8	2.1	1.3	10.6	9.4	3.3	2.5	1.3
Diff-% to median			-153%	-65%	-171%	-60%	11728%	42%	-105%	-94%	-100%	-100%	-140%

Source: Refinitiv / Inderes

Income statement

Income statement	2021	2022	2023	Q1'24	Q2'24	Q3'24e	Q4'24e	2024e	2025e	2026e	2027e
Revenue	23.1	11.6	5.7	0.5	0.9	0.8	0.7	3.0	385	769	903
EBITDA	-45.7	-125.6	-159.9	-16.3	-23.1	-27.3	-31.6	-98.3	263	636	728
Depreciation	-4.0	-35.5	-20.4	-3.6	-3.6	-4.2	-4.9	-16.3	-34.7	-41.6	-54.0
EBIT (excl. NRI)	-49.8	-161.1	-180.3	-19.9	-26.7	-31.4	-36.5	-114.5	228	594	674
EBIT	-49.8	-161.1	-180.3	-19.9	-26.7	-31.4	-36.5	-114.5	228	594	674
Share of profits in assoc. compan.	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Net financial items	-1.2	-9.7	-7.6	-12.3	-21.0	-15.0	-12.0	-60.3	-65.5	-47.4	-14.6
PTP	-51.0	-170.8	-187.9	-32.2	-47.7	-46.4	-48.5	-174.8	162	547	659
Taxes	-0.1	0.5	0.4	0.1	0.1	0.0	0.0	0.2	0.0	0.0	0.0
Minority interest	-0.1	3.4	0.2	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Net earnings	-51.2	-166.9	-187.3	-32.1	-47.6	-46.4	-48.5	-174.6	162	547	659
EPS (adj.)	-0.16	-0.46	-0.51	-0.09	-0.13	-0.13	-0.13	-0.48	0.45	1.50	1.81
EPS (rep.)	-0.16	-0.46	-0.51	-0.09	-0.13	-0.13	-0.13	-0.48	0.45	1.50	1.81
Key figures	2021	2022	2023	Q1'24	Q2'24	Q3'24e	Q4'24e	2024e	2025e	2026e	2027e
Revenue growth-%	430.3 %	-49.9 %	-50.6 %	-70.6 %	-64.0 %	5.0 %	2.9 %	-47.9 %	12829.6 %	100.0 %	17.3 %
Adjusted EBIT growth-%		223.8 %	11.9 %	-63.5 %	-64.8 %	13.9 %	63.4 %	-36.5 %	-298.9 %	160.8 %	13.4 %
EBITDA-%	-197.9 %	-1085.1 %	-2798.5 %	-3260.0 %	-2566.7 %	-3246.4 %	-4300.0 %	-3303.4 %	68.3 %	82.6 %	80.6 %
Adjusted EBIT-%	-215.3 %	-1391.8 %	-3156.0 %	-3980.0 %	-2966.7 %	-3741.8 %	-4965.7 %	-3849.7 %	59.2 %	77.2 %	74.6 %
Net earnings-%	-221.7 %	-1442.1 %	-3278.5 %	-6420.0 %	-5288.9 %	-5527.5 %	-6598.3 %	-5869.9 %	42.2 %	71.1 %	73.0 %

Source: Inderes

Balance sheet

Assets	2022	2023	2024e	2025e	2026e
Non-current assets	246	229	385	509	639
Goodwill	11.7	11.9	11.9	11.9	11.9
Intangible assets	120	146	169	179	190
Tangible assets	66.2	49.4	62.2	90.9	135
Associated companies	47.1	19.9	140	225	300
Other investments	0.0	0.0	0.0	0.0	0.0
Other non-current assets	1.7	1.8	1.8	1.8	1.8
Deferred tax assets	0.0	0.0	0.0	0.0	0.0
Current assets	205	272	181	296	427
Inventories	0.0	0.0	0.0	0.0	0.0
Other current assets	98.2	136	181	181	181
Receivables	20.5	15.5	0.3	76.9	169
Cash and equivalents	86.6	121	0.3	38.5	76.9
Balance sheet total	452	502	566	805	1066

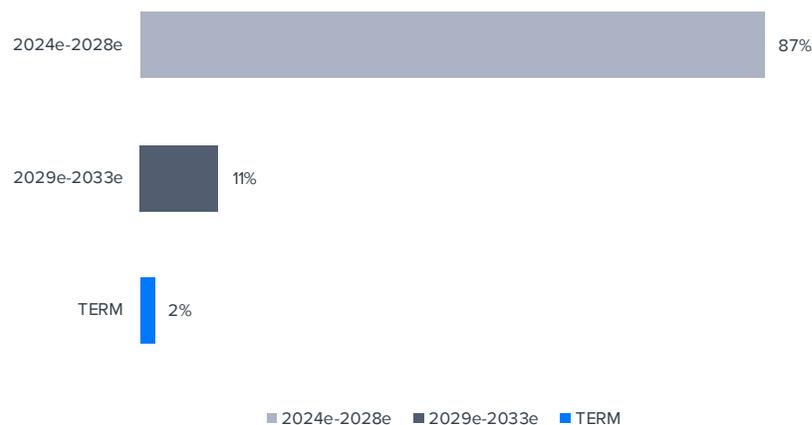
Source: Inderes

Liabilities & equity	2022	2023	2024e	2025e	2026e
Equity	199	1.2	-173.4	-11.1	536
Share capital	3.6	3.6	3.6	3.6	3.6
Retained earnings	-388.6	-576.4	-751.1	-588.8	-42.1
Hybrid bonds	0.0	0.0	0.0	0.0	0.0
Revaluation reserve	6.3	-4.4	-4.4	-4.4	-4.4
Other equity	582	579	579	579	579
Minorities	-3.5	-0.7	-0.7	-0.7	-0.7
Non-current liabilities	63.1	129	180	383	202
Deferred tax liabilities	4.1	3.8	3.8	3.8	3.8
Provisions	32.7	33.2	33.2	33.2	33.2
Interest bearing debt	2.1	73.5	124	328	146
Convertibles	0.0	0.0	0.0	0.0	0.0
Other long term liabilities	24.2	18.7	18.7	18.7	18.7
Current liabilities	189	371	559	433	328
Interest bearing debt	88.4	306	531	328	146
Payables	42.0	36.9	0.6	76.9	154
Other current liabilities	58.8	28.0	28.0	28.0	28.0
Balance sheet total	452	502	566	805	1066

DCF calculation

DCF model	2023	2024e	2025e	2026e	2027e	2028e	2029e	2030e	2031e	2032e	2033e	TERM
Revenue growth-%	-50.6 %	-47.9 %	12829.6 %	100.0 %	17.3 %	-59.4 %	34.5 %	-1.5 %	6.4 %	3.5 %	2.0 %	2.0 %
EBIT-%	-3156.0 %	-3849.7 %	59.2 %	77.2 %	74.6 %	1.0 %	23.3 %	18.4 %	19.3 %	15.0 %	12.0 %	12.0 %
EBIT (operating profit)	-180.3	-114.5	228	594	674	3.5	115	89.3	99.4	80.1	65.4	
+ Depreciation	20.4	16.3	34.7	41.6	54.0	69.3	63.9	60.0	57.3	55.4	54.1	
- Paid taxes	0.2	0.2	0.0	0.0	0.0	0.0	0.0	0.0	-20.5	-16.5	-13.5	
- Tax, financial expenses	0.0	-0.1	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
+ Tax, financial income	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
- Change in working capital	-68.4	-66.1	-0.3	-15.4	-74.9	53.6	-22.5	0.9	-3.7	-2.2	-1.3	
Operating cash flow	-228.1	-164.2	262	620	653	126	156	150	133	117	105	
+ Change in other long-term liabilities	-5.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
- Gross CAPEX	-30.6	-51.5	-74.0	-96.4	-118.9	-54.1	-54.1	-54.1	-54.1	-54.1	-54.1	
Free operating cash flow	-263.8	-215.8	188	524	534	72.4	102	96.2	78.5	62.8	50.7	
+/- Other	0.0	-120.0	-85.0	-75.0	-65.0	-60.0	-60.0	-55.0	-55.0	-50.0	-45.0	
FCFF	-263.8	-335.8	103	449	469	12.4	42.3	41.2	23.5	12.8	5.7	37.6
Discounted FCFF		-323.8	84.8	314	279	6.3	18.3	15.2	7.4	3.4	1.3	8.6
Sum of FCFF present value		415	739	654	340	60.3	54.0	35.8	20.6	13.3	9.8	8.6
Enterprise value DCF		415										
- Interest bearing debt		-379.8										
+ Cash and cash equivalents		121										
-Minorities		-0.4										
-Dividend/capital return		0.0										
Equity value DCF		156										
Equity value DCF per share		0.4										

Cash flow distribution



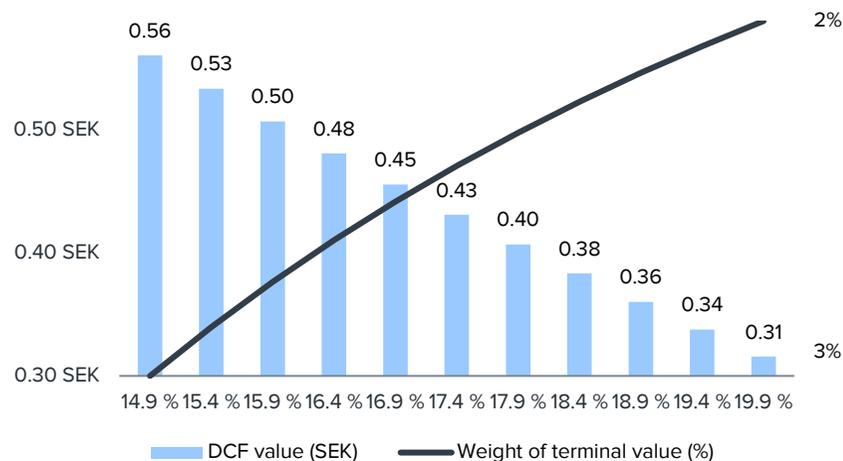
WACC

Tax-% (WACC)	20.6 %
Target debt ratio (D/(D+E))	20.0 %
Cost of debt	12.0 %
Equity Beta	2.50
Market risk premium	4.75%
Liquidity premium	5.00%
Risk free interest rate	2.5 %
Cost of equity	19.4 %
Weighted average cost of capital (WACC)	17.4 %

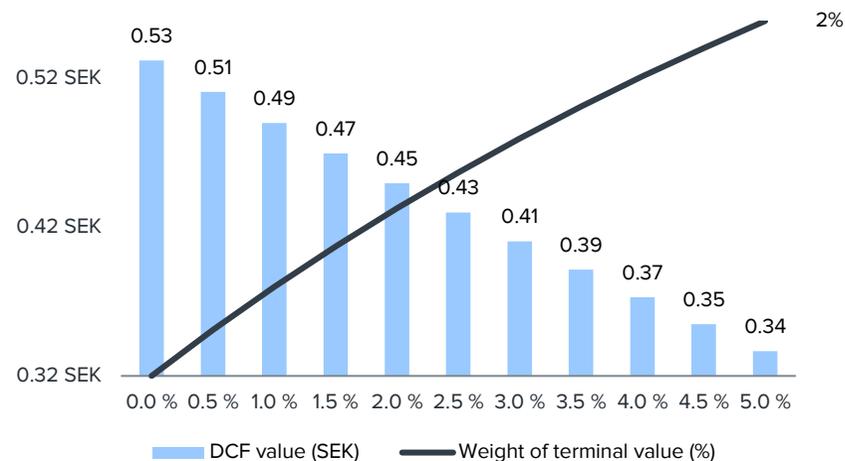
Source: Inderes

DCF sensitivity calculations and key assumptions in graphs

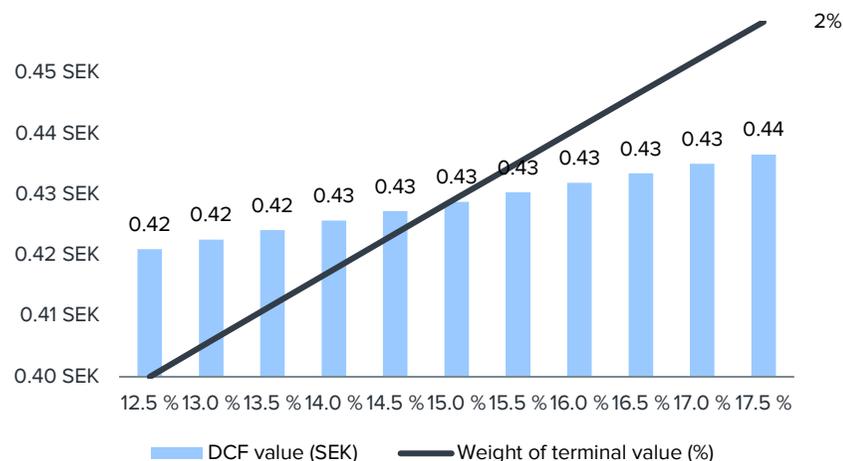
Sensitivity of DCF to changes in the WACC-%



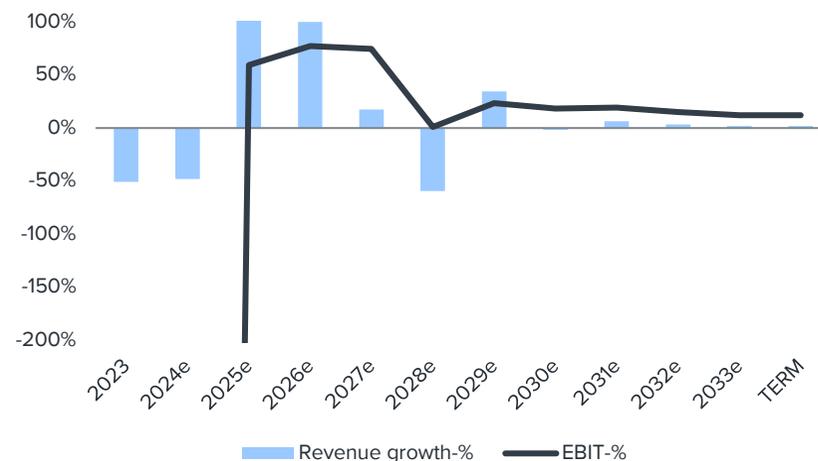
Sensitivity of DCF to changes in the risk-free rate



Sensitivity of DCF to changes in the terminal EBIT margin



Growth and profitability assumptions in the DCF calculation



Source: Inderes. Note that the weight of the terminal value (%) is shown on an inverse scale for clarity.

Summary

Income statement	2021	2022	2023	2024e	2025e	Per share data	2021	2022	2023	2024e	2025e
Revenue	23.1	11.6	5.7	3.0	384.7	EPS (reported)	-0.16	-0.46	-0.51	-0.48	0.45
EBITDA	-45.7	-125.6	-159.9	-98.3	262.6	EPS (adj.)	-0.16	-0.46	-0.51	-0.48	0.45
EBIT	-49.8	-161.1	-180.3	-114.5	227.8	OCF / share	-0.09	-0.50	-0.63	-0.45	0.72
PTP	-51.0	-170.8	-187.9	-174.8	162.3	FCF / share	-0.30	-0.79	-0.73	-0.92	0.28
Net Income	-51.2	-166.9	-187.3	-174.6	162.3	Book value / share	1.02	0.56	0.01	-0.47	-0.03
Extraordinary items	0.0	0.0	0.0	0.0	0.0	Dividend / share	0.00	0.00	0.00	0.00	0.00
Balance sheet	2021	2022	2023	2024e	2025e	Growth and profitability	2021	2022	2023	2024e	2025e
Balance sheet total	432.2	451.6	501.6	565.8	804.9	Revenue growth-%	430%	-50%	-51%	-48%	12830%
Equity capital	322.8	199.3	1.2	-173.4	-11.1	EBITDA growth-%	157%	175%	27%	-39%	-367%
Goodwill	11.4	11.7	11.9	11.9	11.9	EBIT (adj.) growth-%	39%	224%	12%	-36%	-299%
Net debt	-287.7	3.9	258.6	654.7	616.9	EPS (adj.) growth-%	-15%	182%	12%	-7%	-193%
Cash flow	2021	2022	2023	2024e	2025e	EBITDA-%	-197.9 %	-1085.1 %	-2798.5 %	-3303.4 %	68.3 %
EBITDA	-45.7	-125.6	-159.9	-98.3	262.6	EBIT (adj.)-%	-215.3 %	-1391.8 %	-3156.0 %	-3849.7 %	59.2 %
Change in working capital	13.3	-55.6	-68.4	-66.1	-0.3	EBIT-%	-215.3 %	-1391.8 %	-3156.0 %	-3849.7 %	59.2 %
Operating cash flow	-28.1	-181.1	-228.1	-164.2	262.3	ROE-%	-24.7 %	-63.5 %	-183.1 %	204.4 %	-177.2 %
CAPEX	-129.0	-101.5	-30.6	-51.5	-74.0	ROI-%	-23.9 %	-52.4 %	-53.8 %	-26.6 %	40.5 %
Free cash flow	-95.0	-287.8	-263.8	-335.8	103.3	Equity ratio	74.7 %	44.1 %	0.2 %	-30.6 %	-1.4 %
						Gearing	-89.1 %	2.0 %	21424.1 %	-377.5 %	-5548.7 %
Valuation multiples	2021	2022	2023	2024e	2025e						
EV/S	34.8	45.3	73.6	>100	1.9						
EV/EBITDA	neg.	neg.	neg.	neg.	2.7						
EV/EBIT (adj.)	neg.	neg.	neg.	neg.	3.1						
P/E (adj.)	neg.	neg.	neg.	neg.	0.6						
P/B	3.4	2.6	>100	neg.	neg.						
Dividend-%	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %						

Source: Inderes

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Buy The 12-month risk-adjusted expected shareholder

return of the share is very attractive

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Reduce The 12-month risk-adjusted expected shareholder return of the share is weak

Sell The 12-month risk-adjusted expected shareholder return of the share is very weak

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Recommendation history (>12 mo)

Date	Recommendation	Target	Share price
2024-04-29	Reduce	0.56 SEK	0.58 SEK
2024-05-30	Reduce	0.56 SEK	0.53 SEK
2024-08-22	Reduce	0.50 SEK	0.48 SEK
2024-10-10	Reduce	0.23 SEK	0.25 SEK



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Inderes Oyj

Itämerentori 2

FI-00180 Helsinki, Finland

+358 10 219 4690

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