

FCR Immobilien AG

Germany | Real Estate | MCap EUR 145.5m

24 November 2021

UPDATE



Promissory note loan placed and refinancing of key portfolio property

What's it all about?

Yesterday, FCR announced some good news concerning its financing structure of its existing portfolio, whilst on the one hand the first promissory note loan in the company's history in the amount of EUR 10m has been placed, FCR also successfully refinanced one of its key assets – a shopping center in Rastatt. In sum, both news means that FCR will have an adequate capital cushion available to further execute on its well filled acquisition pipeline. Lower interest rates additionally show the increasing faith institutional investors are placing into FCR as well as the continued business success. We maintain our BUY rating with unchanged PT of EUR 16.20.

BUY (BUY)

Target price	EUR 16.20 (16.20)
Current price	EUR 14.90
Up/downside	8.7%



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FCR Immobilien AG

Germany | Real Estate | MCap EUR 145.5m | EV EUR 372.4m

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FCR remains on track for success; outlook confirmed

Promissory note loan placed With the placement of the first promissory note loan in the company's history in the amount of EUR 10m, FCR Immobilien ("FCR") has placed another building block in the company's financing structure. The fully placed loan has a coupon of 3.4% and a maturity of 5 years and was placed with institutional investors. Thus, FCR continues to have an adequate capital cushion at its disposal to take the next growth steps in our view. The new funds are earmarked for the further expansion of the real estate portfolio.

Refinancing of one of the largest existing properties In addition, FCR announced that the loan amount for one of the largest existing properties in its portfolio - the Rastatt shopping center - was revalued as part of a refinancing and at the same time the interest rate was reduced compared to the previous financing. The new conditions were fixed for 5 years. From our point of view, the improved conditions also reflect the positive rental development of the shopping center in recent years - despite the ongoing Corona pandemic. For example, FCR not only extend numerous leases through active asset management, but also attracted new tenants to the property, increasing the occupancy rate by 5PP since 2018. Again, FCR will be able to use the newly available funds for the further expansion of the existing portfolio. The improved interest rate conditions will also have a positive effect on the company's FFO going forward (eAR).

Acquisition pipeline remains well filled. According to FCR, the company is currently in the final phase to acquire several new properties. In total, the property pipeline amounts to more than EUR 70m and is thus at the upper end of our expectations. The real estate portfolio could thus exceed the EUR 400m threshold in due course.

BUY confirmed - We view yesterday's news as further good news, supporting the overall good trend of FCR's share price of the past weeks. We confirm our BUY rating with unchanged PT of EUR 16.20.

FCR Immobilien AG	2018	2019	2020	2021E	2022E	2023E
Sales	37.3	49.7	38.9	52.5	59.4	67.4
<i>Growth yoy</i>	127.4%	33.2%	-21.7%	34.9%	13.1%	13.4%
EBIT	7.1	18.1	14.4	24.7	38.2	44.2
FFO	3.4	-3.7	4.9	8.6	15.8	19.3
FFO-Margin	23.9%	-19.5%	21.6%	32.7%	36.4%	38.1%
Net profit	2.9	9.7	9.6	13.4	21.9	26.2
Net debt (net cash)	152.8	208.8	226.9	294.9	380.2	432.2
LTV	64.4%	68.0%	72.1%	71.6%	73.7%	73.4%
EPS recurring	0.35	1.07	1.05	1.38	2.24	2.68
FFOPS	0.41	-0.41	0.54	0.88	1.62	1.97
DPS	0.17	0.30	0.30	0.34	0.56	0.67
<i>Dividend yield</i>	1.2%	2.0%	2.0%	2.3%	3.8%	4.5%
FFO-yield	2.7%	-2.7%	3.6%	5.9%	10.9%	13.2%
EV/EBIT	42.2x	19.6x	25.8x	17.9x	13.8x	13.1x
P/E	43.1x	14.0x	14.3x	10.8x	6.7x	5.6x

Source: Company data, AlsterResearch



Source: Company data, AlsterResearch

High/low 52 weeks 15.00 / 10.60
Price/Book Ratio 1.5x

Ticker / Symbols

ISIN DE000A1YC913
WKN A1YC91
Bloomberg FC9:GR

Changes in estimates

		Sales	EBIT	EPS
2021E	old	52,5	24,7	1,38
	Δ	0,0%	0,0%	0,0%
2022E	old	59,4	38,2	2,24
	Δ	0,0%	0,0%	0,0%
2023E	old	67,4	44,2	2,68
	Δ	0,0%	0,0%	0,0%

Key share data

Number of shares: (in m pcs) 9.76
Book value per share: (in EUR) 10.11
Ø trading volume: (12 months) 4,000

Major shareholders

RAT Asset & Trading AG 65.0%
FaMe Invest & Mgmt GmbH 8.0%
Free Float 27.0%

Company description

FCR Immobilien AG is a German-based company in the real estate sector. The public limited company focuses on retail properties in established secondary locations in Germany with anchor tenants that are mainly highly credible grocery stores.

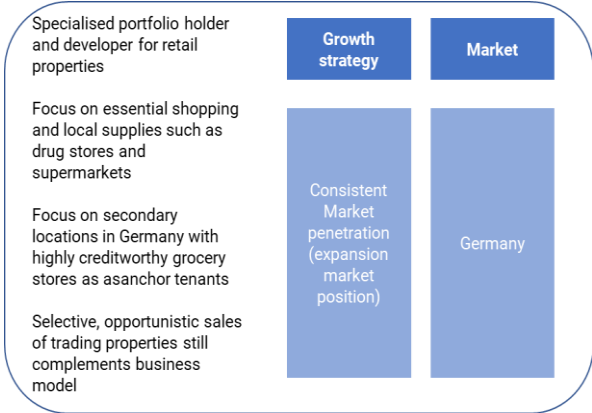
Recent transactions overview

Date	Purchase / Disposal	Location	Anchor tenant	net rent in EUR K	Leasable area in sqm	WAULT Years	Purchase price EURm
16.01.2020	D	Duisburg	C&A		10.000		
05.02.2020	P	Gummersbach	C&A		4.500		
12.02.2020	P	Höchststadt a.d. Aisch	TAKKO und Action		1.700		
27.02.2020	P	Landau a.d. Isar	Dänisches Bettenlager und Deichmann		1.300		
09.03.2020	P	Bayern	Dänisches und Sonderpreis Baumarkt				
		Cadolzburg	Dänisches Bettenlager		1.100		
		Schwandorf	Sonderpreis Baumarkt		1.300		
		Strullendorf	Sonderpreis Baumarkt		900		
28.05.2020	D	Lichtentanne	Penny		1.500		
01.07.2020	P	Westeregeln	EDEKA		1.300		
09.09.2020	D	Hof	TAKKO		900		
21.10.20	P	Eilenburg	Kaufland und toom Baumarkt	800	15.000	8,7	10
27.10.20	P			185			1,99
		Ruhle, Thüringen	Netto	100	1.200	9	
		Bückerburg, Thüringen	Niedrig-Preis-Markt (NP)	85	1.000	4	
30.10.20	P	Ludwigslust	toom Baumarkt	435	7.600		3,8
3.11.20	D	Oer-Erkenschwick, NRW	Buschkamp-Center		6.200		
6.11.20	D	Magdeburg			2.800		
17.11.20	P	Pulsnitz, Sachsen	Hammer und Pfennigpfeiffer	173	3.300		1,51
8.12.20	D	Pößneck, Thüringen	NKD, vongut		7.600		
9.4.21	P	Görlitz	Möbel Roller, toom Baumarkt	1600	28.000	6	20 (eAR)
30.4.21	P	Bauzen, Dresden, Plauen	pitstop, Carglass, Dänisches B.		4.200		
30.4.21	P	Altenberg	Netto, lokaler Baumarkt	600	3.300		7 (eAR)
9.6.21	P	Zollenroder	Pfennigpfeiffer	92	1.144	4,8	0,9 (eAR)
9.6.21	P	Eching		160	5.000	6,9	2,9 (eAR)
1.9.21	P	Finsterwalde	EDEKA, Rossmann, Deichmann	500	5.000	4,3	5,3 (eAR)
10.11.21	P	Siegen	100% C&A	>1000	7.112	6,4	10,5 (eAR)

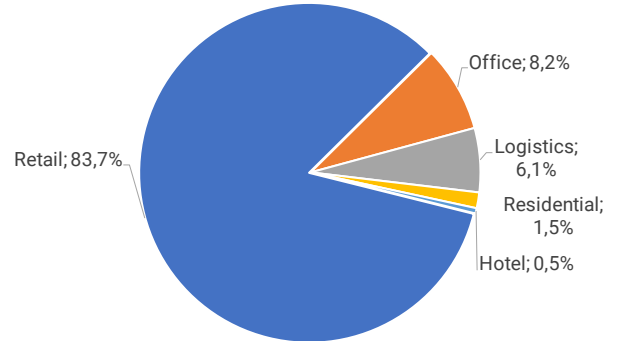
Source: Company data, AlsterResearch

Investment case in six Charts

Business Model



Rental income as per asset class (H1 2021)



Major tenants

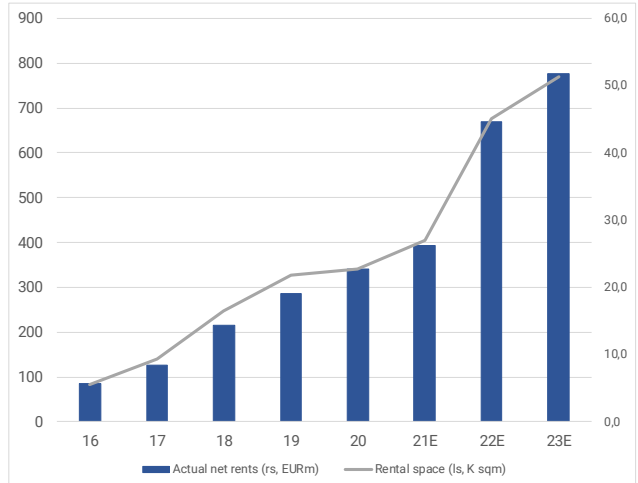
Food retail / grocery



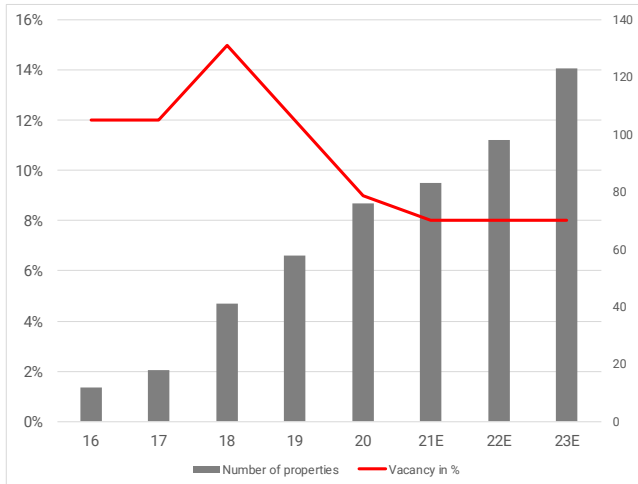
Specialty retail



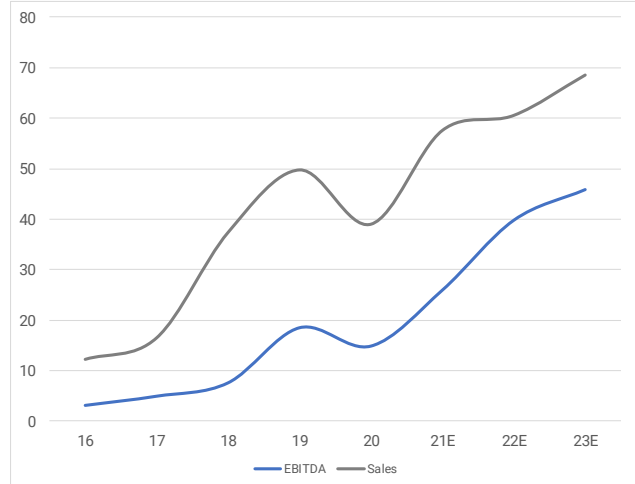
Rental Space and actual net rental income



Development of vacancies and number of properties



Sales and earnings development in EURm



Source: Company data, AlsterResearch

SWOT Analysis

Strengths

- Convincing business model with promising future perspectives
- High financial strength thanks to stock market listing
- High management competence
- Clear degression effects through scalable business model
- AI-based software expertise
- Space reserves at the locations of the retail parks

Weaknesses

- Organizational structure still reflects the announced company size not sufficiently again (sole director)
- Lack of stock market liquidity causes still low free float
- Lack of breadth in the shareholder structure (share of private customers, institutional)

Opportunities

- Improved balance sheet and cash flow statement ratios due to the company's re-focusing on its core portfolio management and development competencies
- Trend reversal in regional population development in favour of rural areas (D locations)
- Greater attractiveness of locations by expanding the sector mix (service provider, health care provider, gastronomy)
- Capital increase provides opportunity for better rating and lower refinancing costs

Threats

- Corona crisis could massively dampen consumer spending nationwide
- Individual risk in key positions through strong focus on the founder
- Conditions imposed by local authorities that restrict use
- Stronger growth in online trade
- Designation of further retail spaces in the neighbourhood

Valuation

DCF Model

The DCF model results in a **fair value of EUR 16.29 per share**:

Top-line growth: We expect FCR Immobilien AG to continue benefitting from structural growth. Hence our growth estimates for 2021-28E is in the range of 3.4% p.a. The long-term growth rate is set at 2.0%.

WACC. The averaged 1-, 3- and 5-year historical equity beta is calculated as 1.00. Unlevering and correcting for mean reversion yields an asset beta of 1.00. Combined with a risk free rate of 2.0% and an equity risk premium of 6.0% this yields cost of equity of 10.3%. With pre-tax cost of borrowing at 5.0%, a tax rate of 25.0% and target debt/equity of 0.5 this results in a long-term WACC of 8.1%.

DCF (EUR m) (except per share data and beta)	2021E	2022E	2023E	2024E	2025E	2026E	2027E	2028E	Terminal value
NOPAT	15.6	25.6	29.7	34.4	35.5	35.5	35.7	36.9	
Depreciation & amortization	0.3	0.3	0.3	-0.1	0.0	-0.0	0.0	-0.0	
Change in working capital	5.5	0.1	-0.0	-0.0	-0.0	-0.0	-0.0	-0.0	
Chg. in long-term provisions	-5.0	-6.0	-6.9	-3.2	-3.4	-3.4	-4.2	-3.5	
Capex	-86.2	-98.2	-66.0	-77.4	-22.5	-9.4	-9.4	-3.2	
Cash flow	-69.8	-78.3	-42.9	-46.4	9.6	22.6	22.1	30.1	505.2
Present value	-69.2	-71.9	-36.5	-36.5	7.0	15.3	13.8	17.4	290.9
WACC	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.1%

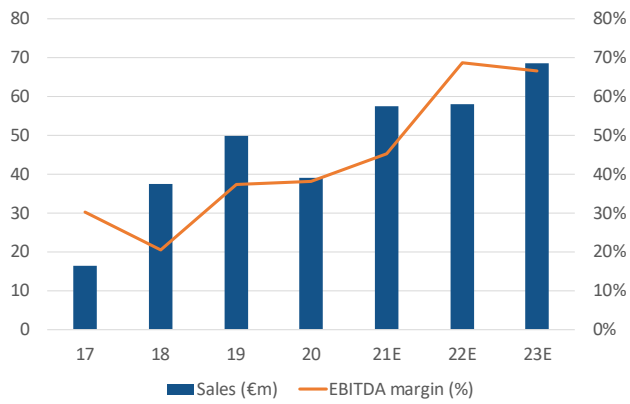
DCF per share derived from		DCF avg. growth and earnings assumptions	
Total present value	130.2	Planning horizon avg. revenue growth (2021E - 2028E)	3.4%
Mid-year adj. total present value	135.3	Terminal value growth (2028E - infinity)	2.0%
Net debt / cash at start of year	237.1	Terminal year ROCE	11.1%
Financial assets	320.5	Terminal year WACC	8.1%
Provisions and off b/s debt	na		
Equity value	218.7	Terminal WACC derived from	
No. of shares outstanding	13.4	Cost of borrowing (before taxes)	5.0%
		Long-term tax rate	25.0%
		Equity beta	1.00
		Unlevered beta (industry or company)	1.00
		Target debt / equity	0.5
		Relevered beta	1.38
		Risk-free rate	2.0%
		Equity risk premium	6.0%
		Cost of equity	10.3%
Discounted cash flow / share upside/(downside)	16.29 9.3%		
Share price	14.90		

Sensitivity analysis DCF							Share of present value		
Change in WACC (%-points)		Long term growth					2021E - 2024E	2025E - 2028E	terminal value
		1.5%	1.9%	2.5%	2.9%	3.5%			
2.0%		7.6	8.5	9.6	10.8	12.2			-164.5%
1.0%		10.5	11.8	13.2	14.9	16.9			41.1%
0.0%		14.3	16.1	18.2	20.7	23.7			223.4%
-1.0%		19.6	22.2	25.4	29.4	34.5			
-2.0%		27.2	31.4	36.8	43.9	53.6			

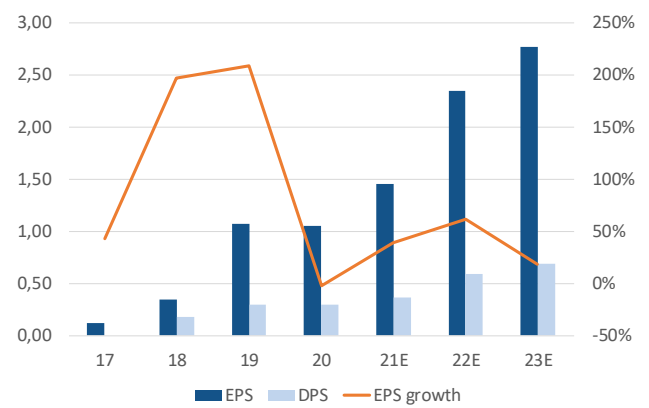
Source: AlsterResearch

Financials in six charts

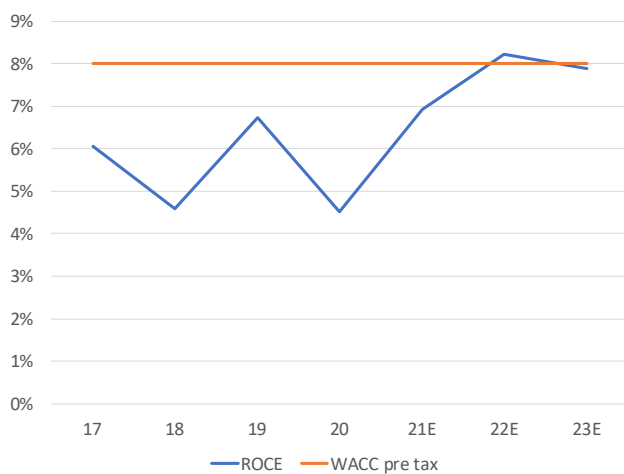
Sales vs. EBITDA margin development



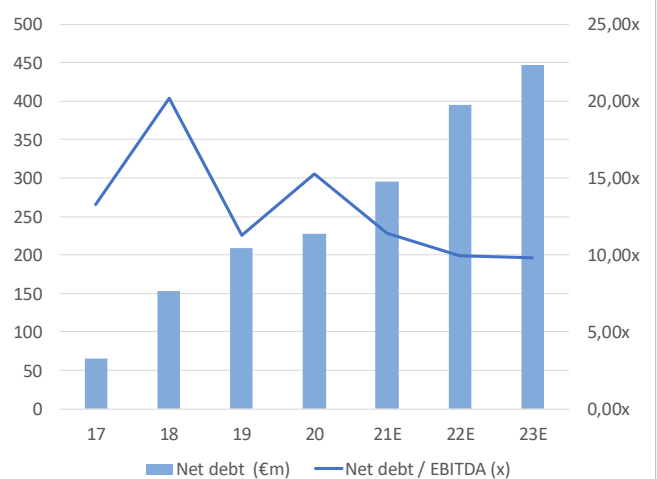
EPS, DPS in EUR & yoy EPS growth



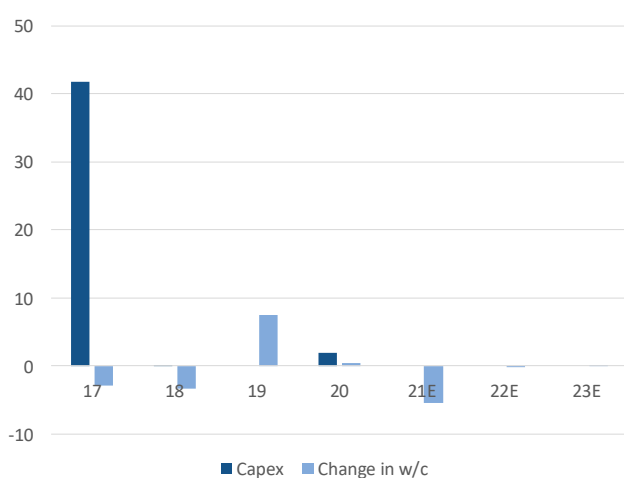
ROCE vs. WACC (pre tax)



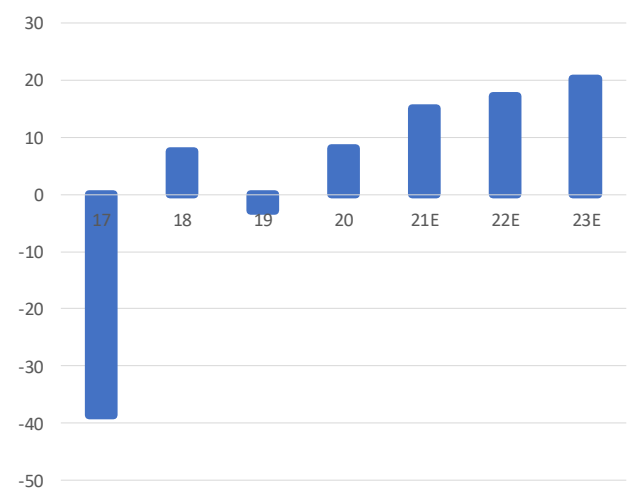
Net debt and net debt/EBITDA



Capex & chg in w/c requirements in EURm



Free Cash Flow in EURm



Financials

Profit and loss (EUR m)	2018	2019	2020	2021E	2022E	2023E
Net sales	37.3	49.7	38.9	52.5	59.4	67.4
Sales growth	127.4%	33.2%	-21.7%	34.9%	13.1%	13.4%
Change in finished goods and work-in-process	-0.0	0.5	3.2	4.2	-0.9	-0.7
Total sales	37.3	50.1	42.1	56.7	58.5	66.7
Change in the value of investment property	0.0	13.7	0.8	4.9	6.2	7.1
Expenses from financial investments held real estate	21.3	27.9	10.9	22.3	11.9	12.8
Personnel expenses	5.1	10.9	12.5	10.0	9.5	11.0
Material expenses and other opex	5.1	10.9	12.5	10.0	9.5	11.0
Total operating expenses	29.7	31.7	27.3	31.7	20.0	22.1
EBITDA	7.6	18.5	14.8	25.0	38.5	44.5
Depreciation	0.5	0.4	0.4	0.3	0.3	0.3
EBITA	7.1	18.1	14.4	24.7	38.2	44.2
Amortisation of goodwill and intangible assets	0.0	0.0	0.0	0.0	0.0	0.0
Impairment charges	0.0	0.0	0.0	0.0	0.0	0.0
EBIT	7.1	18.1	14.4	24.7	38.2	44.2
Financial result	-4.3	-6.2	-6.7	-8.5	-11.9	-12.8
Recurring pretax income from continuing operations	2.8	11.9	7.7	16.2	26.3	31.5
Extraordinary income/loss	0.0	0.0	3.8	0.0	0.0	0.0
Earnings before taxes	2.8	11.9	11.5	16.2	26.3	31.5
Taxes	-0.1	2.2	1.9	2.7	4.4	5.3
Net income from continuing operations	2.9	9.7	9.6	13.4	21.9	26.2
Result from discontinued operations (net of tax)	0.0	0.0	0.0	0.0	0.0	0.0
Net income	2.9	9.7	9.6	13.4	21.9	26.2
Minority interest	0.0	0.0	0.0	0.0	0.0	0.0
Net profit (reported)	2.9	9.7	9.6	13.4	21.9	26.2
Average number of shares	8.48	9.15	9.15	9.76	9.76	9.76
EPS reported	0.35	1.07	1.05	1.38	2.24	2.68

Profit and loss (common size)	2018	2019	2020	2021E	2022E	2023E
Net sales	100%	100%	100%	100%	100%	100%
Change in finished goods and work-in-process	-0%	1%	8%	8%	-2%	-1%
Total sales	100%	101%	108%	108%	99%	99%
Change in the value of investment property	0%	28%	2%	9%	10%	10%
Expenses from financial investments held real estate	57%	56%	28%	42%	20%	19%
Personnel expenses	14%	22%	32%	19%	16%	16%
Material expenses and other opex	14%	22%	32%	19%	16%	16%
Total operating expenses	80%	64%	70%	60%	34%	33%
EBITDA	20%	37%	38%	48%	65%	66%
Depreciation	1%	1%	1%	1%	1%	0%
EBITA	19%	36%	37%	47%	64%	66%
Amortisation of goodwill and intangible assets	0%	0%	0%	0%	0%	0%
Impairment charges	0%	0%	0%	0%	0%	0%
EBIT	19%	36%	37%	47%	64%	66%
Financial result	-11%	-12%	-17%	-16%	-20%	-19%
Recurring pretax income from continuing operations	8%	24%	20%	31%	44%	47%
Extraordinary income/loss	0%	0%	10%	0%	0%	0%
Earnings before taxes	8%	24%	30%	31%	44%	47%
Taxes	-0%	4%	5%	5%	7%	8%
Net income from continuing operations	8%	20%	25%	26%	37%	39%
Result from discontinued operations (net of tax)	0%	0%	0%	0%	0%	0%
Net income	8%	20%	25%	26%	37%	39%
Minority interest	0%	0%	0%	0%	0%	0%
Net profit (reported)	8%	20%	25%	26%	37%	39%

Source: Company data; AlsterResearch

Balance sheet (EUR m)	2018	2019	2020	2021E	2022E	2023E
Intangible assets (excl. Goodwill)	0.2	0.2	1.5	1.5	1.5	1.5
Goodwill	0.0	0.0	0.0	0.0	0.0	0.0
Property, plant and equipment	0.5	0.8	0.8	0.5	0.2	-0.1
Financial assets	237.6	299.2	320.5	411.6	516.0	589.1
FIXED ASSETS	238.3	300.2	322.8	413.6	517.7	590.5
Inventories	0.3	1.9	4.2	0.3	0.3	0.4
Accounts receivable	1.2	9.7	5.2	4.3	4.9	5.5
Other current assets	4.8	4.8	7.6	7.6	7.6	7.6
Liquid assets	3.9	10.1	8.7	5.1	39.8	17.8
Deferred taxes	0.0	0.0	0.0	0.0	0.0	0.0
Deferred charges and prepaid expenses	0.3	0.3	0.1	0.8	0.9	1.0
CURRENT ASSETS	10.5	26.8	25.8	18.1	53.5	32.4
TOTAL ASSETS	248.8	327.0	348.7	431.8	571.2	622.9
SHAREHOLDERS EQUITY	71.0	85.6	92.4	109.8	128.3	149.0
MINORITY INTEREST	0.0	0.0	0.0	0.0	0.0	0.0
Long-term debt	147.3	211.5	211.1	300.0	420.0	450.0
Provisions for pensions and similar obligations	0.0	0.0	0.0	0.3	0.4	0.4
Other provisions	2.0	3.3	1.4	1.0	1.2	1.3
Non-current liabilities	149.3	214.8	212.6	301.4	421.5	451.8
short-term liabilities to banks	9.5	7.4	24.5	0.0	0.0	0.0
Accounts payable	2.3	2.2	1.5	1.2	1.4	1.6
Advance payments received on orders	0.1	0.2	0.1	0.0	0.0	0.0
Other liabilities (incl. from lease and rental contracts)	2.8	2.3	2.0	2.1	2.4	2.7
Deferred taxes	13.9	14.4	15.6	15.6	15.6	15.6
Deferred income	0.0	0.0	0.0	1.7	2.0	2.2
Current liabilities	28.5	26.5	43.7	20.6	21.4	22.2
TOTAL LIABILITIES AND SHAREHOLDERS EQUITY	248.8	327.0	348.7	431.8	571.2	622.9

Balance sheet (common size)	2018	2019	2020	2021E	2022E	2023E
Intangible assets (excl. Goodwill)	0%	0%	0%	0%	0%	0%
Goodwill	0%	0%	0%	0%	0%	0%
Property, plant and equipment	0%	0%	0%	0%	0%	-0%
Financial assets	96%	91%	92%	95%	90%	95%
FIXED ASSETS	96%	92%	93%	96%	91%	95%
Inventories	0%	1%	1%	0%	0%	0%
Accounts receivable	0%	3%	1%	1%	1%	1%
Other current assets	2%	1%	2%	2%	1%	1%
Liquid assets	2%	3%	3%	1%	7%	3%
Deferred taxes	0%	0%	0%	0%	0%	0%
Deferred charges and prepaid expenses	0%	0%	0%	0%	0%	0%
CURRENT ASSETS	4%	8%	7%	4%	9%	5%
TOTAL ASSETS	100%	100%	100%	100%	100%	100%
SHAREHOLDERS EQUITY	29%	26%	27%	25%	22%	24%
MINORITY INTEREST	0%	0%	0%	0%	0%	0%
Long-term debt	59%	65%	61%	69%	74%	72%
Provisions for pensions and similar obligations	0%	0%	0%	0%	0%	0%
Other provisions	1%	1%	0%	0%	0%	0%
Non-current liabilities	60%	66%	61%	70%	74%	73%
short-term liabilities to banks	4%	2%	7%	0%	0%	0%
Accounts payable	1%	1%	0%	0%	0%	0%
Advance payments received on orders	0%	0%	0%	0%	0%	0%
Other liabilities (incl. from lease and rental contracts)	1%	1%	1%	0%	0%	0%
Deferred taxes	6%	4%	4%	4%	3%	3%
Deferred income	0%	0%	0%	0%	0%	0%
Current liabilities	11%	8%	13%	5%	4%	4%
TOTAL LIABILITIES AND SHAREHOLDERS EQUITY	100%	100%	100%	100%	100%	100%

Source: Company data; AlsterResearch

Cash flow statement (EUR m)	2018	2019	2020	2021E	2022E	2023E
Net profit/loss	2.9	9.8	9.6	13.4	21.9	26.2
Depreciation of fixed assets (incl. leases)	0.5	0.4	0.4	0.3	0.3	0.3
Amortisation of goodwill	0.0	0.0	0.0	0.0	0.0	0.0
Amortisation of intangible assets	0.0	0.0	0.0	0.0	0.0	0.0
Others	0.8	-5.5	0.3	-5.0	-6.0	-6.9
Cash flow from operations before changes in w/c	4.3	4.6	10.3	8.7	16.1	19.6
Increase/decrease in inventory	0.0	0.0	-2.4	4.0	-0.1	-0.0
Increase/decrease in accounts receivable	0.0	0.0	4.5	0.8	-0.6	-0.7
Increase/decrease in accounts payable	0.0	0.0	-0.7	-0.3	0.3	0.2
Increase/decrease in other w/c positions	3.3	-7.5	-1.9	1.1	0.4	0.5
Increase/decrease in working capital	3.3	-7.5	-0.4	5.5	0.1	-0.0
Cash flow from operating activities	7.6	-2.9	9.8	14.3	16.2	19.6
CAPEX	-0.2	0.0	-1.9	0.0	0.0	0.0
Payments for acquisitions	0.0	0.0	0.0	0.0	0.0	0.0
Financial investments	-96.6	-56.0	-17.6	-86.2	-98.2	-66.0
Income from asset disposals	0.0	0.0	-1.4	0.0	0.0	0.0
Cash flow from investing activities	-96.7	-56.0	-20.9	-86.2	-98.2	-66.0
Cash flow before financing	-89.1	-58.9	-11.0	-71.9	-82.0	-46.5
Increase/decrease in debt position	91.1	64.6	16.7	64.4	120.0	30.0
Purchase of own shares	0.0	0.0	0.0	0.0	0.0	0.0
Capital measures	1.0	6.4	0.0	6.7	0.0	0.0
Dividends paid	-0.3	-1.5	-2.7	-2.7	-3.4	-5.5
Others	-4.4	-3.7	-6.0	0.0	0.0	0.0
Effects of exchange rate changes on cash	0.0	0.0	0.0	0.0	0.0	0.0
Cash flow from financing activities	87.4	65.7	7.9	68.3	116.6	24.5
Increase/decrease in liquid assets	-1.7	6.9	-3.1	-3.6	34.6	-21.9
Liquid assets at end of period	3.1	9.1	5.6	2.0	36.6	14.7

Source: Company data; AlsterResearch

Real estate ratios in EURm	2018	2019	2020	2021E	2022E	2023E
Number of properties	58	76	83	98	120	137
Rental space	248,000	327,000	342,000	403,807	660,000	753,500
Actual net rents	14.4	19.1	22.7	26.2	43.6	50.6
FFO	3.4	-3.7	4.9	8.6	15.8	19.3
FFO margin	23.9%	-19.5%	21.6%	32.7%	36.4%	38.1%
FFOPS	0.41	-0.41	0.54	0.88	1.62	1.97
Potential net rents	17.7	22.2	21.7	na	na	na
Letting quota	85.0%	88.0%	91.0%	92.0%	92.0%	92.0%
Market value	237.4	299.0	314.5	411.6	516.0	589.1
ACTUAL net rental returns	6.1%	6.4%	7.2%	6.4%	8.4%	8.6%
WAULT	5.5	4.4	5.1	5.2	5.3	5.4
NAV	8.9	11.1	11.7	12.8	14.6	16.8
LTV	64.4%	68.0%	72.1%	71.6%	73.7%	73.4%

Source: Company data; AlsterResearch

Ratios	2018	2019	2020	2021E	2022E	2023E
Per share data						
Earnings per share reported	0.35	1.07	1.05	1.38	2.24	2.68
Cash flow per share	0.84	-0.35	1.03	1.43	1.63	1.97
Book value per share	8.37	9.36	10.11	11.25	13.14	15.26
Dividend per share	0.17	0.30	0.30	0.34	0.56	0.67
Valuation						
P/E	43.1x	14.0x	14.3x	10.8x	6.7x	5.6x
P/CF	17.8x	-42.1x	14.5x	10.4x	9.1x	7.5x
P/BV	1.8x	1.6x	1.5x	1.3x	1.1x	1.0x
Dividend yield (%)	1.2%	2.0%	2.0%	2.3%	3.8%	4.5%
FCF yield (%)	5.6%	-2.4%	6.9%	9.6%	10.9%	13.2%
EV/Sales	8.0x	7.1x	9.6x	8.4x	8.9x	8.6x
EV/EBITDA	39.4x	19.2x	25.1x	17.7x	13.7x	13.0x
EV/EBIT	42.2x	19.6x	25.8x	17.9x	13.8x	13.1x
Income statement (EURm)						
Sales	37.3	49.7	38.9	52.5	59.4	67.4
yoy chg in %	127.4%	33.2%	-21.7%	34.9%	13.1%	13.4%
Gross profit	21.3	27.9	10.9	22.3	11.9	12.8
Gross margin in %	57.0%	56.1%	28.0%	42.4%	20.0%	19.0%
EBITDA	7.6	18.5	14.8	25.0	38.5	44.5
EBITDA margin in %	20.3%	37.2%	38.1%	47.5%	64.8%	66.1%
EBIT	7.1	18.1	14.4	24.7	38.2	44.2
EBIT margin in %	18.9%	36.5%	37.1%	47.0%	64.3%	65.7%
Net profit	2.9	9.7	9.6	13.4	21.9	26.2
Cash flow statement (EURm)						
CF from operations	7.6	-2.9	9.8	14.3	16.2	19.6
Capex	-0.2	0.0	-1.9	0.0	0.0	0.0
Maintenance Capex	0.5	0.4	0.4	0.3	0.3	0.3
Free cash flow	7.4	-2.9	8.0	14.3	16.2	19.6
Balance sheet (EURm)						
Intangible assets	0.2	0.2	1.5	1.5	1.5	1.5
Tangible assets	0.5	0.8	0.8	0.5	0.2	-0.1
Shareholders' equity	71.0	85.6	92.4	109.8	128.3	149.0
Pension provisions	0.0	0.0	0.0	0.3	0.4	0.4
Liabilities and provisions	158.7	222.3	237.1	301.4	421.5	451.8
Net financial debt	152.8	208.8	226.9	294.9	380.2	432.2
w/c requirements	-0.9	9.2	7.8	3.4	3.8	4.3
Ratios						
ROE	4.1%	11.4%	10.3%	12.2%	17.0%	17.6%
ROCE	3.1%	5.9%	4.4%	6.0%	6.9%	7.4%
Net gearing	215.3%	243.9%	245.5%	268.5%	296.3%	290.0%
Net debt / EBITDA	20.2x	11.3x	15.3x	11.8x	9.9x	9.7x

Source: Company data; AlsterResearch

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