

SinterCast

Record production to turn into record no's?

- Strong production numbers – pre-released in June
- Sales estimate up 29% for the quarter
- Q2 report due 22 August

Production numbers revealed ahead of report

Sintercast revealed the Q2 Series Production numbers on July 12. They were significantly stronger than our forecast with the number of sampling cups in the quarter at 68,800 (we had 37,000) while the annualised series production reached 2.7m engine equivalents (we had 2.5m). Following this, we increase our sales estimate by 24% to SEK 24m and EBIT of SEK 7.8m. This gives a margin of 30% which is a 0.5pp improvement q-o-q and 2pp improvement y-o-y.

EBIT estimate up 14% for 2018e

We have raised our EBIT estimate by 14% for 2018e and by 4% for 2019e. As we are in the process of transferring coverage to a new analyst, our estimates are being reviewed and we will release a more in-depth research report in due course.

Upside risk to estimates

Sintercast is trading at EV/EBIT '18e of 19.9x, a 16% premium to our capital goods sector average at 17.2x. On the other hand, we estimate that revenue will grow 14% next year. Furthermore, there is a clear upside risk to our estimates if the company manages to reach the 3m engine equivalent milestone by year-end, something that the management stated as a possibility in the last press release. For now, we have taken a more cautious stance since we want to know more about both the sustainability of the improvement and how the increased production will translate into the numbers.

Lead analyst: Emmi Ostlund

SEKm	2016	2017	2018e	2019e	2020e
Sales	75	66	81	93	96
EBITDA	27	19	27	33	34
EBITDA margin (%)	36.3	29.3	33.4	35.9	35.9
EBIT adj	26	18	25	31	31
EBIT adj margin (%)	35.0	27.0	30.4	32.9	32.9
Pretax profit	26	18	24	31	31
EPS rep	3.78	2.64	2.82	3.45	3.55
EPS adj	3.78	2.64	2.82	3.45	3.55
Sales growth (%)	4.1	-13.0	24.2	14.0	3.0
EPS growth (%)	4.3	-30.2	7.1	22.3	2.8

Source: ABG Sundal Collier, Company data

Reason: Preview of results

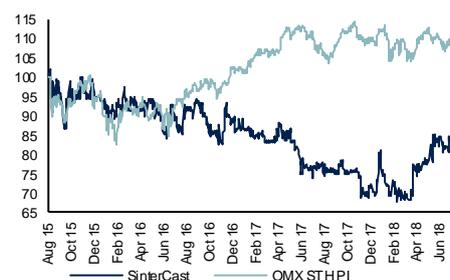
Company-sponsored research

Not rated

Share price (SEK)	13/08/2018	78.6
Capital Goods, Sweden		
SINT.ST/SINT SS		
MCap (SEKm)		557
MCap (EURm)		53.6
Net debt (EURm)		-6
No. of shares (m)		7.1
Free float (%)		75.0
Av. daily volume (k)		3.3

Next event Q2 report: 22 Aug

Performance



	1m	3m	12m
Absolute (%)	-1.0	7.7	9.2
OMX STH PI (%)	3.4	1.8	7.5

Source: FactSet

	2018e	2019e	2020e
P/E (x)	27.8	22.8	22.1
P/E adj (x)	27.8	22.8	22.1
P/BVPS (x)	6.44	6.21	6.06
EV/EBITDA (x)	18.1	14.9	14.5
EV/EBIT adj (x)	19.9	16.2	15.8
EV/sales (x)	6.05	5.34	5.19
ROE adj (%)	23.2	27.8	27.7
Dividend yield (%)	3.8	4.1	4.5
FCF yield (%)	4.3	3.9	4.0
Net IB debt/EBITDA	-2.4	-1.8	-1.8

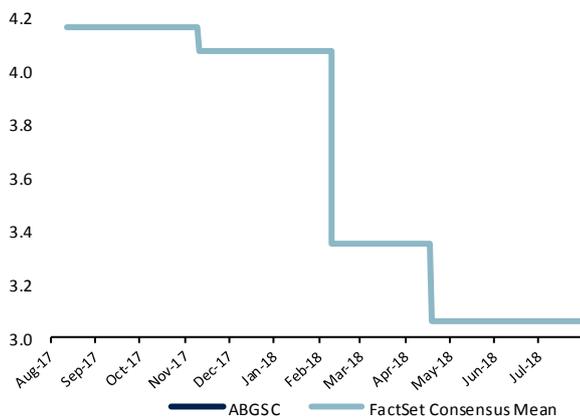
Opportunities

Increased focus on higher energy efficiency and lighter diesel engines. Increasing average vehicle size. Higher penetration of truck segment.

Risks

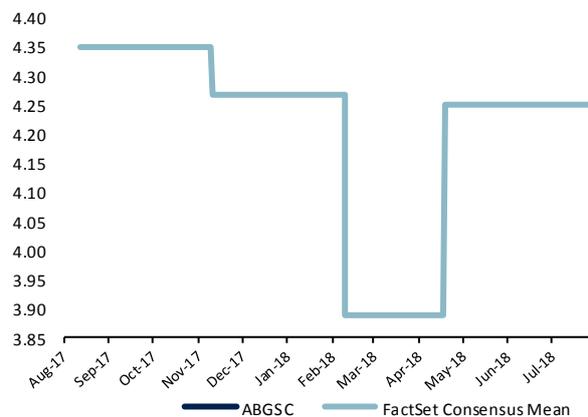
Automotive demand, and more specifically demand for larger passenger vehicles such as SUVs and pick-up trucks with diesel engines. Regulation relating to fossil fuels and diesel in particular poses risks to the business model.

EPS estimate changes, 2018e, SEK



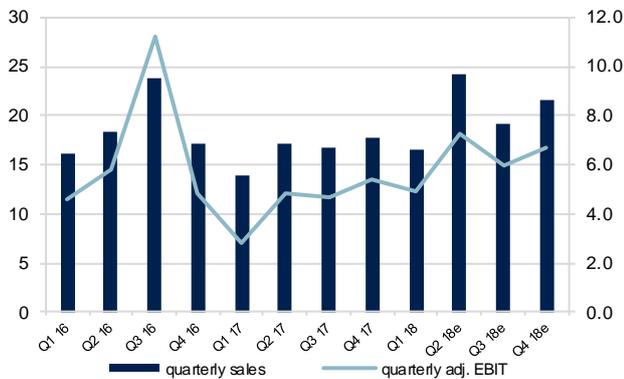
Source: ABG Sundal Collier, FactSet

EPS estimate changes, 2019e, SEK



Source: ABG Sundal Collier, FactSet

Quarterly sales and adj. EBIT, SEKm



Source: ABG Sundal Collier, Company data

Company description

SinterCast is a leading supplier of online process control technology and know-how for the reliable high-volume production of Compacted Graphite Iron (CGI). The material is lighter and stronger than traditional iron, which enables lower engine weight. The technology is used in diesel engines, primarily for larger passenger vehicles such as SUVs and pick-ups.

Detailed quarterly forecast Q1'16-Q4'18e

	Q1'16	Q2'16	Q3'16	Q4'16	Q1'17	Q2'17	Q3'17	Q4'17	Q1'18	Q2'18e	Q3'18e	Q4'18e
Net revenue	16.1	18.3	23.8	17.2	13.9	17.2	16.7	17.8	16.6	24.2	19.1	21.6
COGS	-3.2	-4.5	-5.4	-3.5	-3.1	-3.8	-4	-4.1	-3.4	-5.4	-4.3	-4.8
Gross profit	12.9	13.8	18.4	13.7	10.8	13.4	12.7	13.7	13.2	18.8	14.8	16.8
Sales cost	-4.8	-5.2	-4.4	-4.6	-5	-5	-4.4	-4.3	-4.8	-6.5	-5.1	-5.9
Administrative costs	-1.6	-1.6	-1.3	-1.5	-1.8	-1.4	-1.4	-1.7	-1.7	-2.4	-1.9	-2.1
R&D cost	-1.7	-2	-1.5	-2.7	-1	-1.9	-2.1	-2.3	-2.3	-3.0	-2.3	-2.7
Other income	0	0	0	-0.1	0	0	0	0	0.5	0.3	0.5	0.5
Other costs	-0.2	0.4	0	0	-0.2	-0.3	-0.1	0	0	0.0	0.0	0.0
EBIT	4.6	5.8	11.2	4.8	2.8	4.8	4.7	5.4	4.9	7.3	6.0	6.7
Net financials	0.1	-0.8	-0.2	0.3	0.2	-0.2	0	0	-0.8	0.0	0.0	0.0
PTP	4.7	5	11	5.1	3	4.6	4.7	0	4.1	7.3	6.0	6.7
Tax	0	1	0	0	0	0.9	0	0	0	-1.5	-1.2	-1.3
Profit for the period	4.7	6	11	5.1	3	5.5	4.7	5.4	4.1	5.8	4.8	5.3
EPS	0.66	0.85	1.55	0.72	0.42	0.78	0.66	0.76	0.58	0.82	0.67	0.75
<i>Gross margin</i>	<i>80%</i>	<i>75%</i>	<i>77%</i>	<i>80%</i>	<i>78%</i>	<i>78%</i>	<i>76%</i>	<i>77%</i>	<i>80%</i>	<i>78%</i>	<i>78%</i>	<i>78%</i>
<i>EBIT margin</i>	<i>29%</i>	<i>32%</i>	<i>47%</i>	<i>28%</i>	<i>20%</i>	<i>28%</i>	<i>28%</i>	<i>30%</i>	<i>30%</i>	<i>30%</i>	<i>31%</i>	<i>31%</i>

Sampling cups	36,100	46,800	50,900	35,000	28,700	32,900	40,600	42,400	32,500	68,800	40,000	40,000
Engine equivalents/year	2.1	2.2	2.0	2.2	2.0	2.2	2.0	2.2	2.5	2.7	2.5	2.6

Source: ABG Sundal Collier, company data

Detailed annual forecast 2010-2020e

	2010	2011	2012	2013	2014	2015	2016	2017	2018e	2019e	2020e
Net revenue	39.4	49.0	45.9	51.9	54.5	72.4	75.4	65.6	81.5	92.9	95.7
COGS	-10.2	-14.2	-13.7	-14.6	-18.2	-17	-16.6	-15	-17.9	-20.4	-21.1
Gross profit	29.2	34.8	32.2	37.3	40.8	55.4	58.8	50.6	63.6	72.5	74.6
Sales cost	-11.3	-14.4	-19.7	-18.2	-18.2	-20.1	-19	-18.7	-22.3	-24.0	-24.7
Administrative costs	-5.5	-6.6	-6.5	-6.4	-6.5	-6.3	-6	-6.3	-8.1	-8.7	-9.0
R&D cost	-4.5	-4.4	-5.5	-5.8	-6.5	-7.6	-7.9	-7.3	-10.3	-10.9	-11.2
Other income	0	2.2	0.5	0.4	0.6	0	0.5	0	1.8	1.8	1.8
Other costs	-0.7	0	0	0	0	-1.1	0	-0.6	0.0	0.0	0.0
EBIT	7.2	11.6	1.0	7.3	10.2	20.3	26.4	17.7	24.8	30.6	31.5
Net financials	1.4	-0.5	1.0	0.2	1.3	4.6	-0.6	0.1	-0.8	0.0	0.0
PTP	7.4	11.1	0.9	7.5	-0.1	-0.5	25.8	17.8	24.0	30.6	31.5
Tax	8	3.4	-5.7	0.6	0.9	0.8	1	0.9	-4.0	-6.1	-6.3
Profit for the period	16.5	14.5	-3.7	8.1	12.3	25.2	26.8	18.6	20.0	24.5	25.2
EPS	2.37	2.08	-0.53	1.14	1.73	3.55	3.78	2.62	2.82	3.45	3.55
<i>Sales growth</i>		<i>24%</i>	<i>-6%</i>	<i>13%</i>	<i>5%</i>	<i>33%</i>	<i>4%</i>	<i>-13%</i>	<i>24%</i>	<i>14%</i>	<i>3%</i>
<i>EPS growth</i>		<i>-12%</i>	<i>-125%</i>	<i>-316%</i>	<i>52%</i>	<i>105%</i>	<i>6%</i>	<i>-31%</i>	<i>8%</i>	<i>22%</i>	<i>3%</i>
<i>Gross margin</i>	<i>74%</i>	<i>71%</i>	<i>70%</i>	<i>72%</i>	<i>75%</i>	<i>77%</i>	<i>78%</i>	<i>77%</i>	<i>78%</i>	<i>78%</i>	<i>78%</i>
<i>EBIT margin</i>	<i>18%</i>	<i>24%</i>	<i>2%</i>	<i>14%</i>	<i>19%</i>	<i>28%</i>	<i>35%</i>	<i>27%</i>	<i>30%</i>	<i>33%</i>	<i>33%</i>

Source: ABG Sundal Collier, company data

Income Statement (SEKm)	Q1 2017	Q2 2017	Q3 2017	Q4 2017	Q1 2018	Q2 2018e	Q3 2018e	Q4 2018e
Sales	14	17	17	18	17	24	19	22
COGS	-3	-4	-4	-4	-3	-5	-4	-5
Gross profit	11	13	13	14	13	19	15	17
Other operating items	-8	-8	-8	-8	-8	-11	-8	-10
EBITDA	3	5	5	6	6	8	7	7
Depreciation on tangibles	-0	-0	-1	-0	-1	-1	-1	-1
Depreciation on intangibles	0	0	0	0	0	0	0	0
EBITA	3	5	5	5	5	7	6	7
Goodwill impairment charges	0	0	0	0	0	0	0	0
Other impairment and amortisation	0	0	0	0	0	0	0	0
EBIT	3	5	5	5	5	7	6	7
Interest Net	0	-0	0	0	-1	0	0	0
Other financial items	0	0	0	0	0	0	0	0
Associated income	0	0	0	0	0	0	0	0
Other EO items	0	0	0	0	0	0	0	0
Pretax profit	3	5	5	5	4	7	6	7
Tax	0	1	0	0	0	-1	-1	-1
Net profit	3	6	5	5	4	6	5	5
Minority interest	0	0	0	0	0	0	0	0
Net profit discontinued	0	0	0	0	0	0	0	0
Net profit to shareholders	3	6	5	5	4	6	5	5
EPS	0.42	0.78	0.66	0.76	0.58	0.82	0.67	0.75
EPS Adj	0.42	0.78	0.66	0.76	0.58	0.82	0.67	0.75
Total extraordinary items after tax	0	0	0	0	0	0	0	0
Tax rate (%)	0	19.6	0	0	0	20.0	20.0	20.0
Gross margin (%)	77.7	77.9	76.0	77.0	79.5	77.6	77.5	77.9
EBITDA margin (%)	22.3	29.7	31.1	32.6	33.1	32.7	34.1	33.7
EBITA margin (%)	20.1	27.9	28.1	30.3	29.5	30.0	31.2	30.9
EBIT margin (%)	20.1	27.9	28.1	30.3	29.5	30.0	31.2	30.9
Pretax margin (%)	21.6	26.7	28.1	30.3	24.7	30.0	31.2	30.9
Net margin (%)	21.6	32.0	28.1	30.3	24.7	24.0	25.0	24.7
Growth rates Y/Y	Q1 2017	Q2 2017	Q3 2017	Q4 2017	Q1 2018	Q2 2018e	Q3 2018e	Q4 2018e
Sales growth (%)	-13.7	-6.0	-29.8	3.5	19.4	40.8	14.2	21.4
EBITDA growth (%)	-36.7	-16.4	-54.4	16.0	77.4	55.3	25.0	25.6
EBIT growth (%)	-39.1	-17.2	-58.0	12.5	75.0	51.6	26.7	23.5
Net profit growth (%)	-36.2	-8.3	-57.3	5.9	36.7	5.9	1.3	-1.2
EPS growth (%)	-36.2	-8.3	-57.3	5.9	36.7	5.9	1.3	-1.2
Adj earnings numbers	Q1 2017	Q2 2017	Q3 2017	Q4 2017	Q1 2018	Q2 2018e	Q3 2018e	Q4 2018e
EBITDA Adj	3	5	5	6	6	8	7	7
EBITDA Adj margin (%)	22.3	29.7	31.1	32.6	33.1	32.7	34.1	33.7
EBITA Adj	3	5	5	5	5	7	6	7
EBITA Adj margin (%)	20.1	27.9	28.1	30.3	29.5	30.0	31.2	30.9
EBIT Adj	3	5	5	5	5	7	6	7
EBIT Adj margin (%)	20.1	27.9	28.1	30.3	29.5	30.0	31.2	30.9
Pretax profit Adj	3	5	5	5	4	7	6	7
Net profit Adj	3	6	5	5	4	6	5	5
Net profit to shareholders Adj	3	6	5	5	4	6	5	5
Net Adj margin (%)	21.6	32.0	28.1	30.3	24.7	24.0	25.0	24.7

Source: ABG Sundal Collier, Company data

Income Statement (SEKm)	2011	2012	2013	2014	2015	2016	2017	2018e	2019e	2020e
Sales	49	46	52	55	72	75	66	81	93	96
COGS	-14	-14	-15	-18	-17	-17	-15	-18	-20	-21
Gross profit	35	32	37	36	55	59	51	64	72	75
Other operating items	-22	-30	-29	-25	-34	-31	-31	-36	-39	-40
EBITDA	13	2	8	11	21	27	19	27	33	34
Depreciation on tangibles	-1	-1	-1	-1	-1	-1	-2	-2	-3	-3
Depreciation on intangibles	0	0	0	0	0	0	0	0	0	0
EBITA	12	1	7	10	20	26	18	25	31	31
Goodwill impairment charges	0	0	0	0	0	0	0	0	0	0
Other impairment and amortisation	0	0	0	0	0	0	0	0	0	0
EBIT	12	1	7	10	20	26	18	25	31	31
Interest Net	-1	1	0	1	5	-1	0	-1	0	0
Other financial items	0	0	0	0	0	0	0	0	0	0
Associated income	0	0	0	0	0	0	0	0	0	0
Other EO items	0	0	0	0	0	0	0	0	0	0
Pretax profit	11	2	8	12	25	26	18	24	31	31
Tax	3	-6	1	1	1	1	1	-4	-6	-6
Net profit	15	-4	8	12	26	27	19	20	24	25
Minority interest	0	0	0	0	0	0	0	0	0	0
Net profit discontinued	0	0	0	0	0	0	0	0	0	0
Net profit to shareholders	15	-4	8	12	26	27	19	20	24	25
EPS	2.08	-0.53	1.14	1.75	3.62	3.78	2.64	2.82	3.45	3.55
EPS Adj	2.08	-0.53	1.14	1.75	3.62	3.78	2.64	2.82	3.45	3.55
Total extraordinary items after tax	0	0	0	0	0	0	0	0	0	0
Tax rate (%)	30.6	285.0	8.0	7.8	3.2	3.9	5.1	16.6	20.0	20.0
Gross margin (%)	71.0	70.2	71.9	66.6	76.5	78.0	77.1	78.1	78.0	78.0
EBITDA margin (%)	25.9	4.4	15.6	20.2	29.1	36.3	29.3	33.4	35.9	35.9
EBITA margin (%)	23.7	2.2	14.1	18.7	28.0	35.0	27.0	30.4	32.9	32.9
EBIT margin (%)	23.7	2.2	14.1	18.7	28.0	35.0	27.0	30.4	32.9	32.9
Pretax margin (%)	22.7	4.4	14.5	21.1	34.4	34.2	27.1	29.5	32.9	32.9
Net margin (%)	29.6	-8.1	15.6	22.8	35.5	35.5	28.5	24.6	26.3	26.3
Growth rates Y/Y	2011	2012	2013	2014	2015	2016	2017	2018e	2019e	2020e
Sales growth (%)	24.4	-6.3	13.1	5.0	32.8	4.1	-13.0	24.2	14.0	3.0
EBITDA growth (%)	58.8	-84.3	305.0	35.8	91.8	29.9	-29.9	41.7	22.7	2.8
EBIT growth (%)	61.1	-91.4	630.0	39.7	99.0	30.0	-33.0	40.1	23.4	2.8
Net profit growth (%)	-12.7	-125.5	318.9	53.1	107.3	4.3	-30.2	7.1	22.3	2.8
EPS growth (%)	-12.7	-125.4	316.1	53.1	107.3	4.3	-30.2	7.1	22.3	2.8
Profitability	2011	2012	2013	2014	2015	2016	2017	2018e	2019e	2020e
ROE (%)	16.6	-4.3	10.0	14.3	28.3	28.4	20.6	23.2	27.8	27.7
ROE Adj (%)	16.6	-4.3	10.0	14.3	28.3	28.4	20.6	23.2	27.8	27.7
ROCE (%)	84.7	7.3	63.8	92.7	141.5	156.7	84.7	109.7	120.0	104.7
ROCE Adj(%)	84.7	7.3	63.8	92.7	141.5	156.7	84.7	109.7	120.0	104.7
ROIC (%)	110.6	-13.5	68.9	100.0	146.0	162.7	89.0	91.5	96.0	83.8
ROIC Adj (%)	110.6	-13.5	68.9	100.0	146.0	162.7	89.0	91.5	96.0	83.8
Adj earnings numbers	2011	2012	2013	2014	2015	2016	2017	2018e	2019e	2020e
EBITDA Adj	13	2	8	11	21	27	19	27	33	34
EBITDA Adj margin (%)	25.9	4.4	15.6	20.2	29.1	36.3	29.3	33.4	35.9	35.9
EBITA Adj	12	1	7	10	20	26	18	25	31	31
EBITA Adj margin (%)	23.7	2.2	14.1	18.7	28.0	35.0	27.0	30.4	32.9	32.9
EBIT Adj	12	1	7	10	20	26	18	25	31	31
EBIT Adj margin (%)	23.7	2.2	14.1	18.7	28.0	35.0	27.0	30.4	32.9	32.9
Pretax profit Adj	11	2	8	12	25	26	18	24	31	31
Net profit Adj	15	-4	8	12	26	27	19	20	24	25
Net profit to shareholders Adj	15	-4	8	12	26	27	19	20	24	25
Net Adj margin (%)	29.6	-8.1	15.6	22.8	35.5	35.5	28.5	24.6	26.3	26.3

Source: ABG Sundal Collier, Company data

Cash Flow Statement (SEKm)	2011	2012	2013	2014	2015	2016	2017	2018e	2019e	2020e
EBITDA	13	2	8	11	21	27	19	27	33	34
Net financial items	-1	1	0	1	5	-1	0	-1	0	0
Paid tax	0	0	0	0	0	0	0	-4	-6	-6
Non-cash items	-0	2	-7	4	-5	2	2	0	0	0
Cash flow before change in WC	12	5	2	16	21	29	21	22	27	28
Change in WC	2	-1	6	-5	0	-2	-2	-3	-4	0
Operating cash flow	13	4	8	11	21	27	19	27	24	25
CAPEX tangible fixed assets	-0	-2	-1	-1	-2	-3	-4	-3	-3	-3
CAPEX intangible fixed assets	0	0	0	0	0	0	0	0	0	0
Acquisitions and disposals	0	0	0	0	0	0	0	0	0	0
Free cash flow	13	2	8	10	20	24	15	24	22	22
Dividend paid	-7	-7	-9	-16	-25	-28	-19	-20	-21	-23
Share issues and buybacks	0	0	0	0	0	0	0	0	0	0
Other non cash items	8	-12	14	4	9	3	-10	-3	-4	0
Decrease in net IB debt	14	-17	13	-2	4	-1	-14	2	-3	-0
Balance Sheet (SEKm)	2011	2012	2013	2014	2015	2016	2017	2018e	2019e	2020e
Goodwill	0	0	0	0	0	0	0	0	0	0
Indefinite intangible assets	2	2	2	2	4	5	8	3	6	9
Definite intangible assets	0	0	0	0	0	0	0	0	0	0
Tangible fixed assets	0	2	2	2	2	2	2	3	3	3
Other fixed assets	33	28	29	30	30	32	33	33	33	33
Fixed assets	36	32	32	34	36	39	42	39	41	44
Inventories	4	4	4	4	4	4	4	6	8	8
Receivables	12	12	11	15	18	19	18	23	26	27
Other current assets	0	0	0	0	0	0	0	0	0	0
Cash and liquid assets	48	35	48	45	48	45	30	32	28	28
Total assets	100	83	95	97	106	108	95	99	104	107
Shareholders equity	93	78	85	88	93	96	86	87	90	92
Minority	0	0	0	0	0	0	0	0	0	0
Total equity	93	78	85	88	93	96	86	87	90	92
Long-term debt	0	0	0	0	0	0	0	0	0	0
Pension debt	0	0	0	0	0	0	0	0	0	0
Convertible debt	0	0	0	0	0	0	0	0	0	0
Deferred tax	0	0	0	0	0	0	0	0	0	0
Other long-term liabilities	0	0	0	0	0	0	0	0	0	0
Short-term debt	0	0	0	0	0	0	0	0	0	0
Accounts payable	7	5	10	8	13	12	9	13	14	15
Other current liabilities	0	0	0	0	0	0	0	0	0	0
Total liabilities and equity	100	83	95	97	106	108	95	99	104	107
Net IB debt	-81	-63	-77	-75	-78	-77	-63	-64	-61	-61
Net IB debt excl. pension debt	-81	-63	-77	-75	-78	-77	-63	-64	-61	-61
Capital invested	13	15	8	14	15	19	23	22	29	31
Working capital	10	11	5	10	10	12	14	16	20	20
EV breakdown	2011	2012	2013	2014	2015	2016	2017	2018e	2019e	2020e
Market cap. diluted (m)	na	na	560	539	626	580	461	557	557	557
Net IB debt Adj	-81	-63	-77	-75	-78	-77	-63	-64	-61	-61
Market value of minority	0	0	0	0	0	0	0	0	0	0
Reversal of shares and participations	0	0	0	0	0	0	0	0	0	0
Reversal of conv. debt assumed equity	0	0	0	0	0	0	0	0	0	0
EV	na	na	484	464	547	503	398	493	496	497
Capital efficiency (%)	2011	2012	2013	2014	2015	2016	2017	2018e	2019e	2020e
Total assets turnover (%)	51.1	50.2	58.4	56.9	71.3	70.5	64.9	84.1	91.6	90.7
Capital invested turnover (%)	357.7	335.0	453.3	495.5	504.5	447.5	313.9	360.4	364.3	318.5
Capital employed turnover (%)	357.7	335.0	453.3	495.5	504.5	447.5	313.9	360.4	364.3	318.5
Inventories/sales (%)	7.6	9.2	7.6	6.8	5.5	5.8	6.5	6.3	7.5	8.4
Customer advances/sales (%)	0	0	0	0	0	0	0	0	0	0
Payables/sales (%)	14.4	12.9	14.6	17.0	14.9	16.5	15.7	13.2	14.3	15.3
Working capital/sales (%)	22.0	22.9	15.1	13.3	13.4	14.1	19.3	18.3	19.5	20.8
Financial risk and debt service	2011	2012	2013	2014	2015	2016	2017	2018e	2019e	2020e
Net debt/equity (%)	-86.4	-81.1	-90.3	-84.4	-84.0	-80.4	-73.2	-74.3	-67.9	-66.0
Net debt/market cap (%)	na	na	-16.5	-12.9	-12.5	-12.8	-11.9	-11.6	-10.9	-10.9
Equity ratio (%)	93.3	93.9	89.3	91.3	87.6	89.1	90.6	87.3	86.6	85.7
Net IB debt adj./equity (%)	-86.4	-81.1	-90.3	-84.4	-84.0	-80.4	-73.2	-74.3	-67.9	-66.0
Current ratio (%)	959.7	1,009.8	619.8	751.2	536.4	587.2	591.0	480.0	447.0	411.0
EBITDA/net interest (%)	2,540.0	-200.0	-4,050.0	-846.2	-458.7	4,566.7	-19,200.0	3,401.0	high	high
Net IB debt/EBITDA (%)	-633.9	-3,160.0	-944.4	-678.2	-371.1	-281.0	-327.1	-236.6	-182.8	-176.6
Interest cover (%)	2,320.0	-100.0	-3,650.0	-784.6	-441.3	4,400.0	-17,700.0	3,100.3	nm	nm

Source: ABG Sundal Collier, Company data

Valuation and Ratios (SEKm)	2011	2012	2013	2014	2015	2016	2017	2018e	2019e	2020e
Shares outstanding adj.	7	7	7	7	7	7	7	7	7	7
Fully diluted shares Adj	7	7	7	7	7	7	7	7	7	7
EPS	2.08	-0.53	1.14	1.75	3.62	3.78	2.64	2.82	3.45	3.55
Dividend per share Adj	1.0	1.0	1.2	2.2	3.5	4.0	2.8	3.0	3.3	3.5
EPS Adj	2.08	-0.53	1.14	1.75	3.62	3.78	2.64	2.82	3.45	3.55
BVPS	13.36	11.13	11.95	12.47	13.15	13.51	12.10	12.21	12.67	12.97
BVPS Adj	13.36	11.13	11.95	12.47	13.15	13.51	12.10	12.21	12.67	12.97
Net IB debt / share	-11.5	-9.0	-10.8	-10.5	-11.0	-10.9	-8.9	-9.1	-8.6	-8.6
Share price	na	na	79.00	76.00	88.25	81.75	65.00	78.60	78.60	78.60
Market cap. (m)	na	na	560	539	626	580	461	557	557	557
Valuation	2011	2012	2013	2014	2015	2016	2017	2018e	2019e	2020e
P/E	na	na	69.1	43.5	24.3	21.6	24.6	27.8	22.8	22.1
EV/sales	na	na	9.32	8.52	7.56	6.67	6.07	6.05	5.34	5.19
EV/EBITDA	na	na	59.7	42.2	25.9	18.3	20.7	18.1	14.9	14.5
EV/EBITA	na	na	66.2	45.5	27.0	19.0	22.5	19.9	16.2	15.8
EV/EBIT	na	na	66.2	45.5	27.0	19.0	22.5	19.9	16.2	15.8
Dividend yield (%)	na	na	1.5	2.9	4.0	4.9	4.2	3.8	4.1	4.5
FCF yield (%)	na	na	1.3	1.8	3.1	4.1	3.3	4.3	3.9	4.0
P/BVPS	na	na	6.61	6.10	6.71	6.05	5.37	6.44	6.21	6.06
P/BVPS Adj	na	na	6.61	6.10	6.71	6.05	5.37	6.44	6.21	6.06
P/E Adj	na	na	69.1	43.5	24.3	21.6	24.6	27.8	22.8	22.1
EV/EBITDA Adj	na	na	59.7	42.2	25.9	18.3	20.7	18.1	14.9	14.5
EV/EBITA Adj	na	na	66.2	45.5	27.0	19.0	22.5	19.9	16.2	15.8
EV/EBIT Adj	na	na	66.2	45.5	27.0	19.0	22.5	19.9	16.2	15.8
EV/cap. employed	na	na	59.0	33.6	36.7	26.7	17.3	22.2	17.2	15.9
Investment ratios	2011	2012	2013	2014	2015	2016	2017	2018e	2019e	2020e
Capex/sales	0.8	3.5	1.2	2.4	2.3	4.4	5.6	3.9	3.0	3.0
Capex/depreciation	36.4	160.0	75.0	162.5	212.5	330.0	246.7	130.8	100.0	100.0
Capex tangibles/tangible fixed assets	100.0	80.0	31.6	81.3	100.0	173.7	217.6	123.8	109.7	112.9
Capex intangibles/definite intangibles	nm	nm	nm							
Depreciation on intangibles/definite inta	nm	nm	nm							
Depreciation on tangibles/tangibles	275.0	50.0	42.1	50.0	47.1	52.6	88.2	94.6	109.7	112.9

Source: ABG Sundal Collier, Company data

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