

## SinterCast

### Production ramp-up on track

- Continued series production ramp-up
- '22e-'24e adj. EBIT up 5-3% on lower opex
- Fair value SEK 110-200, production targets reiterated

### Q2 adj. EBIT SEK 10.4m (+38% vs. ABGSCe of SEK 7.5m)

SinterCast reported Q2 sales of SEK 27.9m (in line with preliminary sales figure and ABGSCe), and the gross margin amounted to 75% (ABGSCe 75%), helped in part by a high share of licensing fee sales, but also by an FX boost on the topline. The opex base, while up 22% y-o-y, was kept slimmer than we expected, resulting in an adj. EBIT of SEK 10.4m (+38% vs. ABGSCe of SEK 7.5m), for a margin of 37% (ABGSCe 27%). This included an NRI of SEK -4.9m (ABGSCe SEK -4.5m) tied to the termination of a deferred purchase agreement, which the company announced in the Q1 report.

### 5-3% adj. EBIT upgrade for '22e-'24e on lowered opex

We raise our adj. EBIT estimates by 5-3% for '22e-'24e (reported EBIT +4-3%). Sales estimates are kept mostly as is, apart from a -1% sales revision for '22e due to updated FX assumptions. The main driver of the estimate revisions, however, is lowered opex for all forecasted periods.

### 20x '22e EV/EBIT (adj.), fair value range maintained

The targets of reaching engine equivalent production of 4.0m during '22 and 5.0m during '24 were reiterated in the report. As a reminder, management has previously said these targets are not dependent on new system installations and are achievable through like-for-like growth in existing foundries. As such, the fact that '22 will be a softer year for new installations should not hamper the company's double-digit earnings growth prospects, at least for the coming years. On our estimates, the share is now trading at 20x '22e EV/EBIT (adj.), offering 5-8% dividend yields in '22e-'24e. Finally, with only smaller estimate revisions made, we maintain our fair value range of SEK 110-200 per share.

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SEKm	2020	2021	2022e	2023e	2024e
Sales	95	107	125	154	163
EBITDA	25	35	41	66	70
EBITDA margin (%)	26.6	32.8	33.0	42.7	43.1
EBIT adj	21	31	42	62	66
EBIT adj margin (%)	22.1	29.2	33.7	40.0	40.6
Pretax profit	22	29	36	61	65
EPS rep	3.12	4.64	5.74	9.15	9.78
EPS adj	3.04	4.64	6.44	9.15	9.78
Sales growth (%)	-18.1	12.6	16.7	22.8	5.8
EPS growth (%)	-54.0	48.5	23.8	59.2	6.9

Source: ABG Sundal Collier, Company data

Reason: Post-results comment

### Commissioned research

Not rated

Estimate changes (%)

	2022e	2023e	2024e
Sales	-1.0%	0.0%	0.0%
EBIT (rep)	4.2%	3.4%	3.1%
EPS (rep)	3.0%	3.2%	3.0%

Source: ABG Sundal Collier

Share price (SEK)	17/08/2022	120.0
Fair value range (per share)		110-200

Capital Goods, Sweden

SINT.ST/SINT SS

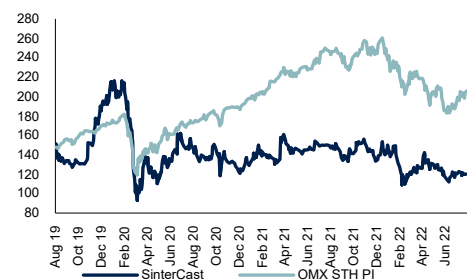
MCap (SEKm)	851
MCap (EURm)	81
Net debt (EURm)	-2

No. of shares (m)	7.1
Free float (%)	99
Av. daily volume (k)	4

Next event

Q3 report: 04 Nov

### Performance



	1m	3m	12m
Absolute (%)	-1.0	-9.4	-20.0

Source: FactSet

	2022e	2023e	2024e
P/E (x)	20.9	13.1	12.3
P/E adj (x)	18.6	13.1	12.3
P/BVPS (x)	7.18	6.04	5.68
EV/EBITDA (x)	20.1	12.6	11.8
EV/EBIT adj (x)	19.8	13.4	12.5
EV/sales (x)	6.65	5.36	5.06
ROE adj (%)	39.4	50.0	47.7
Dividend yield (%)	5.0	7.1	7.9
FCF yield (%)	3.0	6.2	7.3
Lease adj. FCF yld (%)	2.8	6.0	7.1
Net IB debt/EBITDA	-0.4	-0.4	-0.4
Lease adj. ND/EBITDA	-0.4	-0.4	-0.4

Please refer to important disclosures at the end of this report

This research product is commissioned and paid for by the company covered in this report. As such, this report is deemed to constitute an acceptable minor non-monetary benefit (i.e. not investment research) as defined in MiFID II.

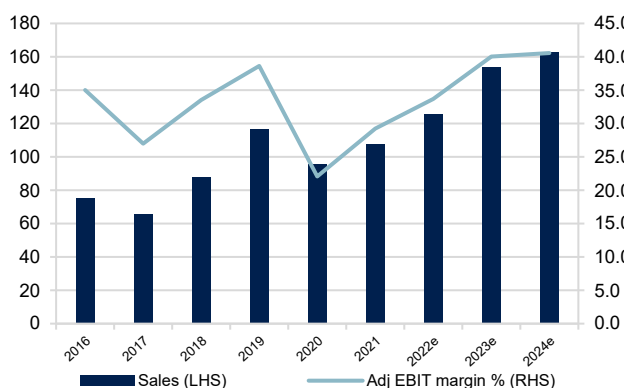
### Company description

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 stronger than traditional iron, which enables downsizing, increased thermal and mechanical loading, and increased engine performance. The technology is primarily used in diesel engines for larger passenger vehicles such as SUVs and pick-ups as well as commercial vehicles and offroad equipment.

### Risks

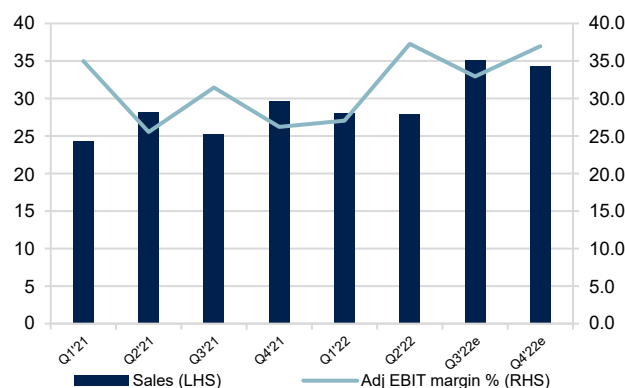
Automotive demand, and more specifically demand for larger passenger vehicles such as SUVs and pick-up trucks with diesel engines. Regulation relating to fossil fuels and diesel in particular poses risks to the business model.

### Annual sales and adj. EBIT margin



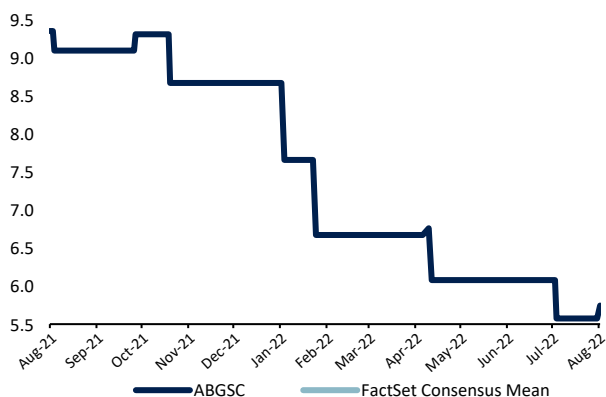
Source: ABG Sundal Collier, Company data

### Quarterly sales and adj. EBIT margin



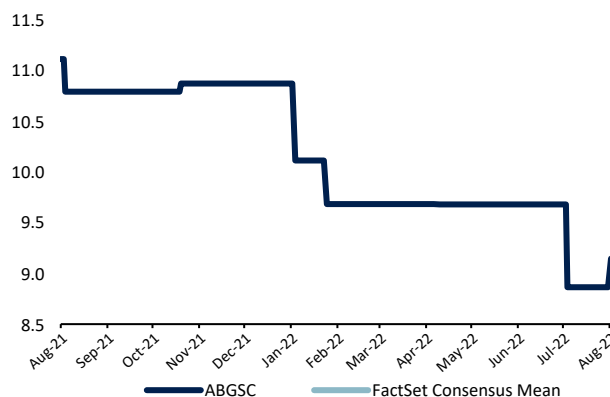
Source: ABG Sundal Collier, Company data

### EPS estimate changes, 2022e, SEK



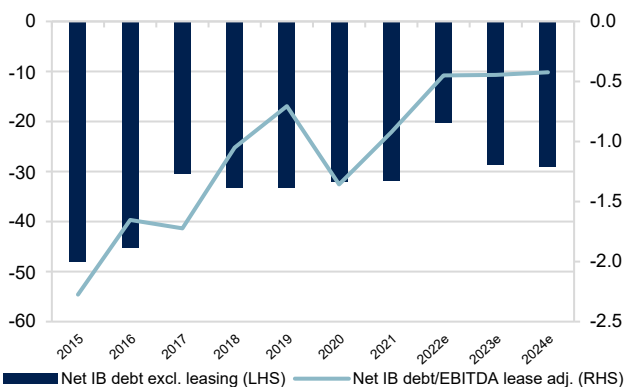
Source: ABG Sundal Collier, FactSet

### EPS estimate changes, 2023e, SEK



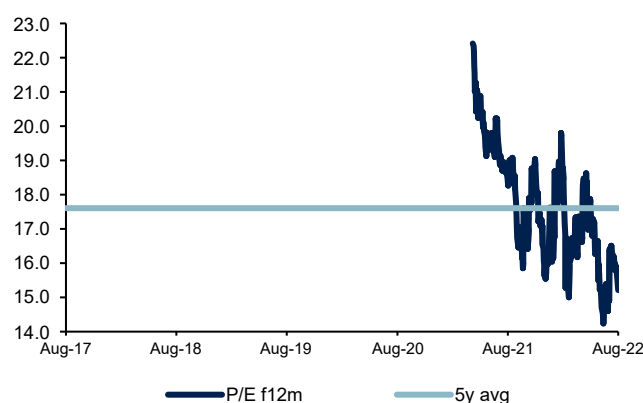
Source: ABG Sundal Collier, FactSet

### Lease adj. net debt and ND/EBITDA



Source: ABG Sundal Collier, Company data

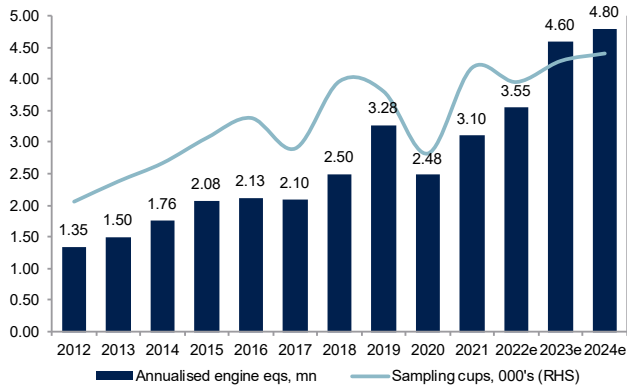
### 12month forward-looking P/E



Source: ABG Sundal Collier, Company data

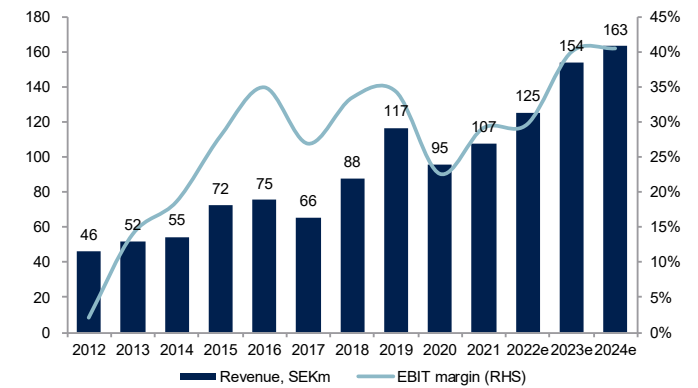
# Supporting charts

Annualised engine eqs and sampling cups...



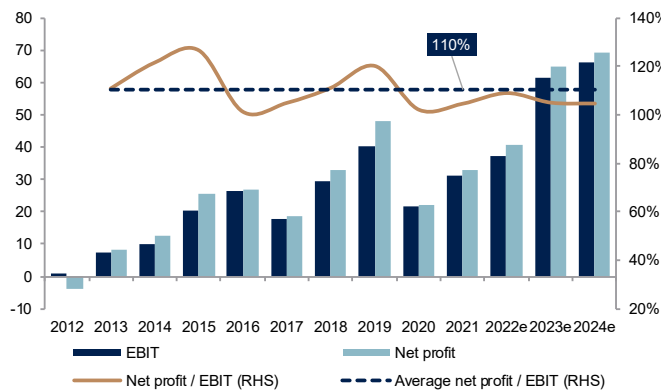
Source: ABG Sundal Collier estimates, company data

...correlate well with sales and EBIT margin



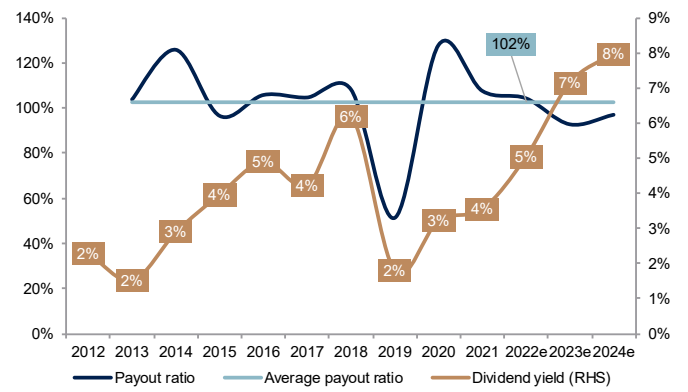
Source: ABG Sundal Collier estimates, company data

>100% EBIT to net profit conversion...



Source: ABG Sundal Collier estimates, company data

...and ~100% of net profit paid out in dividends



Source: ABG Sundal Collier estimates, company data

## Q2'22 outcome vs. expectations

Deviation table	Last yr.	Actual	ABGSCe			
Income statement	Q2'21	Q2'22	y-o-y	Q2'22e	Dev %	Dev SEKm
<b>Revenue</b>	<b>28.2</b>	<b>27.9</b>	<b>-1%</b>	<b>27.9</b>	<b>0%</b>	<b>0.0</b>
Gross profit	19.7	20.8	6%	20.9	-1%	-0.1
Opex	-12.5	-15.3	22%	-17.9	-15%	2.6
<b>EBIT</b>	<b>7.2</b>	<b>5.5</b>	<b>-24%</b>	<b>3.0</b>	<b>80%</b>	<b>2.5</b>
Non-recurring items	0.0	-4.9	n.a.	-4.5	9%	-0.4
<b>Adj. EBIT</b>	<b>7.2</b>	<b>10.4</b>	<b>44%</b>	<b>7.5</b>	<b>38%</b>	<b>2.9</b>
PTP	7.4	3.4	-54%	3.2	5%	0.2
<b>Net profit</b>	<b>11.4</b>	<b>6.4</b>	<b>-44%</b>	<b>4.2</b>	<b>51%</b>	<b>2.2</b>
<b>Growth and margins</b>	<b>Q2'21</b>	<b>Q2'22</b>	<b>y-o-y</b>	<b>Q2'22e</b>	<b>Dev %</b>	<b>Dev SEKm</b>
Revenue growth	51%	-1%		-1%	-0.1pp	
EBIT growth	800%	-24%		-58%	34.1pp	
Gross margin	70%	75%	5%	75%	-0.4pp	
EBIT margin	26%	20%	-6%	11%	8.8pp	
Adj. EBIT margin	26%	37%	12%	27%	10.3pp	
<b>Sales by segment</b>	<b>Q2'21</b>	<b>Q2'22</b>	<b>y-o-y</b>	<b>Q2'22e</b>	<b>Dev %</b>	<b>Dev SEKm</b>
Equipment	0.2	0.2	0%	0.2	0%	0.0
Series Production	27.8	27.1	-3%	27.5	-2%	-0.4
Engineering Service	0.2	0.6	200%	0.2	200%	0.4
<b>Total revenue</b>	<b>28.2</b>	<b>27.9</b>	<b>-1%</b>	<b>27.9</b>	<b>0%</b>	<b>0.0</b>
<b>Other metrics</b>	<b>Q2'21</b>	<b>Q2'22</b>	<b>y-o-y</b>	<b>Q2'22e</b>	<b>Dev %</b>	<b>Dev. #</b>
Sampling cups	76,300	48,500	-36%	47,920	1%	580
Annualised engine eq. (mn)	3.20	3.60	13%	3.60	0%	0.00

Source: ABG Sundal Collier estimates, company data

## Estimate changes, '22e-'24e

Estimate changes	Old forecast			New forecast			SEKm change			% change		
	2022e	2023e	2024e	2022e	2023e	2024e	2022e	2023e	2024e	2022e	2023e	2024e
<b>Income statement</b>												
<b>Revenue</b>	<b>127</b>	<b>154</b>	<b>163</b>	<b>125</b>	<b>154</b>	<b>163</b>	<b>-1.3</b>	<b>0.0</b>	<b>0.0</b>	<b>-1.0%</b>	<b>0.0%</b>	<b>0.0%</b>
Gross profit	93	114	121	92	114	121	-1.1	0.0	0.0	-1.2%	0.0%	0.0%
Opex	-58	-54	-57	-55	-52	-55	2.6	2.0	2.0	-4.5%	-3.7%	-3.5%
<b>EBIT</b>	<b>36</b>	<b>60</b>	<b>64</b>	<b>37</b>	<b>62</b>	<b>66</b>	<b>1.5</b>	<b>2.0</b>	<b>2.0</b>	<b>4.2%</b>	<b>3.4%</b>	<b>3.1%</b>
Non-recurring items	-5	0	0	-5	0	0	-0.4	0.0	0.0	8.9%	n.a.	n.a.
<b>Adj. EBIT</b>	<b>40</b>	<b>60</b>	<b>64</b>	<b>42</b>	<b>62</b>	<b>66</b>	<b>1.9</b>	<b>2.0</b>	<b>2.0</b>	<b>4.7%</b>	<b>3.4%</b>	<b>3.1%</b>
PTP	37	59	63	36	61	65	-0.8	2.0	2.0	-2.2%	3.4%	3.2%
<b>Net profit</b>	<b>40</b>	<b>63</b>	<b>67</b>	<b>41</b>	<b>65</b>	<b>69</b>	<b>1.2</b>	<b>2.0</b>	<b>2.0</b>	<b>3.0%</b>	<b>3.2%</b>	<b>3.0%</b>
<b>Growth and margins</b>	<b>2022e</b>	<b>2023e</b>	<b>2024e</b>	<b>2022e</b>	<b>2023e</b>	<b>2024e</b>	<b>2022e</b>	<b>2023e</b>	<b>2024e</b>	<b>2022e</b>	<b>2023e</b>	<b>2024e</b>
Revenue growth	18%	22%	6%	17%	23%	6%				-1.2pp	1.3pp	0.0pp
EBIT growth	14%	67%	7%	19%	65%	7%				4.8pp	-1.4pp	-0.2pp
Gross margin	74%	74%	74%	74%	74%	74%				-0.1pp	0.0pp	0.0pp
EBIT margin	28%	39%	39%	30%	40%	41%				1.5pp	1.3pp	1.2pp
<b>Sales split</b>	<b>2022e</b>	<b>2023e</b>	<b>2024e</b>	<b>2022e</b>	<b>2023e</b>	<b>2024e</b>	<b>2022e</b>	<b>2023e</b>	<b>2024e</b>	<b>2022e</b>	<b>2023e</b>	<b>2024e</b>
Equipment	3	12	12	3	12	12	-0.5	0.0	0.0	-17%	0%	0%
Series Production	122	139	147	121	139	147	-1.0	0.0	0.0	-1%	0%	0%
Engineering Service	1	3	4	2	3	4	0.2	0.0	0.0	14%	0%	0%
<b>Total revenue</b>	<b>127</b>	<b>154</b>	<b>163</b>	<b>125</b>	<b>154</b>	<b>163</b>	<b>-1.3</b>	<b>0.0</b>	<b>0.0</b>	<b>-1%</b>	<b>0%</b>	<b>0%</b>
<b>Other metrics</b>	<b>2022e</b>	<b>2023e</b>	<b>2024e</b>	<b>2022e</b>	<b>2023e</b>	<b>2024e</b>	<b>2022e</b>	<b>2023e</b>	<b>2024e</b>	<b>2022e</b>	<b>2023e</b>	<b>2024e</b>
Sampling cups	196,720	214,000	220,000	197,300	214,000	220,000	580	0	0	0%	0%	0%
Annualised engine eq. (mn)	3.55	4.60	4.80	3.55	4.60	4.80	0.00	0.00	0.00	0%	0%	0%

Source: ABG Sundal Collier estimates, company data

## Detailed quarterly figures

Quarterly overview	Q1'20	Q2'20	Q3'20	Q4'20	Q1'21	Q2'21	Q3'21	Q4'21	Q1'22	Q2'22	Q3'22e	Q4'22e
<b>Revenue</b>	<b>24.6</b>	<b>18.7</b>	<b>19.2</b>	<b>32.9</b>	<b>24.3</b>	<b>28.2</b>	<b>25.3</b>	<b>29.6</b>	<b>28.1</b>	<b>27.9</b>	<b>35.1</b>	<b>34.3</b>
Gross profit	17.6	12.9	14.6	23.3	17.1	19.7	19.0	20.3	20.2	20.8	26.0	25.4
SG&A	-8.9	-7.3	-7.5	-9.8	-8.7	-8.9	-8.8	-9.9	-9.2	-10.1	-9.4	-9.4
R&D	-3.3	-2.3	-3.2	-2.9	-2.6	-2.8	-3.3	-3.1	-2.6	-2.9	-3.0	-3.0
Other opex	2.5	-2.5	-0.3	-1.3	2.7	-0.8	1.0	0.4	-0.8	-2.3	-2.0	-0.3
<b>EBIT</b>	<b>7.9</b>	<b>0.8</b>	<b>3.6</b>	<b>9.3</b>	<b>8.5</b>	<b>7.2</b>	<b>8.0</b>	<b>7.8</b>	<b>7.6</b>	<b>5.5</b>	<b>11.6</b>	<b>12.7</b>
Net financials	-1.3	2.2	0.1	-0.3	-1.6	0.2	-0.5	-0.5	0.3	-2.1	0.1	0.1
PTP	6.6	3.0	3.7	9.0	6.9	7.4	7.5	7.3	7.9	3.4	11.7	12.8
Taxes	0.0	0.0	0.0	-0.1	0.0	4.0	0.0	0.0	0.0	3.0	1.0	1.0
<b>Net profit</b>	<b>6.6</b>	<b>3.0</b>	<b>3.7</b>	<b>8.9</b>	<b>6.9</b>	<b>11.4</b>	<b>7.5</b>	<b>7.2</b>	<b>7.9</b>	<b>6.4</b>	<b>12.7</b>	<b>13.8</b>
Growth and margins	Q1'20	Q2'20	Q3'20	Q4'20	Q1'21	Q2'21	Q3'21	Q4'21	Q1'22	Q2'22	Q3'22e	Q4'22e
Revenue growth	7%	-44%	-38%	12%	-1%	51%	32%	-10%	16%	-1%	39%	16%
EBIT growth	-11%	-94%	-75%	145%	8%	800%	121%	-17%	-11%	-24%	45%	63%
Gross margin	72%	69%	76%	71%	70%	70%	75%	69%	72%	75%	74%	74%
EBIT margin	32%	4%	19%	28%	35%	26%	31%	26%	27%	20%	33%	37%
Sales split	Q1'20	Q2'20	Q3'20	Q4'20	Q1'21	Q2'21	Q3'21	Q4'21	Q1'22	Q2'22	Q3'22e	Q4'22e
Equipment	0.4	6.1	0.3	9.8	1.5	0.2	2.5	4.3	0.8	0.2	0.3	1.2
Series Production	23.8	12.5	18.8	21.9	22.4	27.8	22.1	25.0	26.9	27.1	34.5	32.8
Engineering Service	0.5	0.1	0.1	1.1	0.4	0.2	0.7	0.2	0.4	0.6	0.3	0.3
<b>Total revenue</b>	<b>24.7</b>	<b>18.7</b>	<b>19.2</b>	<b>32.8</b>	<b>24.3</b>	<b>28.2</b>	<b>25.3</b>	<b>29.6</b>	<b>28.1</b>	<b>27.9</b>	<b>35.1</b>	<b>34.3</b>
Other metrics	Q1'20	Q2'20	Q3'20	Q4'20	Q1'21	Q2'21	Q3'21	Q4'21	Q1'22	Q2'22	Q3'22e	Q4'22e
Sampling cups	45,100	19,800	32,900	42,800	44,600	76,300	35,400	52,400	48,800	48,500	50,000	50,000
y-o-y	23%	-60%	-41%	-11%	-1%	285%	8%	22%	9%	-36%	41%	-5%
Annualised engine eq. (mm)	2.90	1.60	2.80	2.60	2.90	3.20	3.20	3.10	3.20	3.60	3.80	3.60
y-o-y	-6%	-53%	-20%	-16%	0%	100%	14%	19%	10%	13%	19%	16%
Working capital / sales R12m	21%	18%	22%	25%	27%	24%	19%	23%	32%	36%		
Net debt/cash	-39	-45	-42	-22	-28	-21	-34	-23	-21	-7		
ND/EBITDA	-0.9	-1.4	-2.1	-0.9	-1.1	-0.6	-0.9	-0.7	-0.6	-0.2		
Equity ratio	86%	85%	86%	85%	86%	84%	87%	86%	89%	85%		
FCF conversion (lease adj.)	81%	110%	80%	106%	90%	64%	103%	89%	62%	58%		
ROCE	34%	23%	13%	19%	18%	24%	26%	27%	25%	25%		

Source: ABG Sundal Collier estimates, company data

## Detailed annual figures

Annual overview	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022e	2023e	2024e
<b>Revenue</b>	<b>51.9</b>	<b>54.5</b>	<b>72.4</b>	<b>75.4</b>	<b>65.6</b>	<b>87.7</b>	<b>116.5</b>	<b>95.4</b>	<b>107.4</b>	<b>125.4</b>	<b>154.0</b>	<b>163.0</b>
Gross profit	37.3	40.8	55.4	58.8	50.6	68.9	89.0	68.4	76.1	92.3	113.9	120.6
SG&A	-24.6	-24.7	-26.4	-25.0	-25.0	-28.8	-36.2	-33.5	-36.2	-38.1	-39.3	-40.5
R&D	-5.8	-6.5	-7.6	-7.9	-7.3	-10.3	-12.0	-11.6	-11.8	-11.5	-13.0	-14.0
Other opex	0.4	0.6	-1.1	0.5	-0.6	-0.4	-0.7	-1.6	3.3	-5.4	0.0	0.0
<b>EBIT</b>	<b>7.3</b>	<b>10.2</b>	<b>20.3</b>	<b>26.4</b>	<b>17.7</b>	<b>29.4</b>	<b>40.1</b>	<b>21.7</b>	<b>31.4</b>	<b>37.3</b>	<b>61.6</b>	<b>66.1</b>
Net financials	0.2	1.3	4.6	-0.6	0.0	0.0	-0.2	0.6	-2.4	-1.6	-0.8	-0.8
PTP	7.5	11.5	24.9	25.8	17.7	29.4	39.9	22.3	29.0	35.7	60.8	65.3
Taxes	0.6	0.9	0.8	1.0	0.9	3.3	8.3	-0.1	3.9	5.0	4.0	4.0
<b>Net profit</b>	<b>8.1</b>	<b>12.4</b>	<b>25.7</b>	<b>26.8</b>	<b>18.6</b>	<b>32.7</b>	<b>48.2</b>	<b>22.2</b>	<b>32.9</b>	<b>40.7</b>	<b>64.8</b>	<b>69.3</b>
EPS	1.2	1.7	3.6	3.8	2.6	4.6	6.8	3.1	4.6	5.7	9.1	9.8
<b>DPS</b>	<b>1.2</b>	<b>2.2</b>	<b>3.5</b>	<b>4.0</b>	<b>2.8</b>	<b>5.0</b>	<b>3.5</b>	<b>4.0</b>	<b>5.0</b>	<b>6.0</b>	<b>8.5</b>	<b>9.5</b>
<i>Payout ratio</i>	<i>104%</i>	<i>126%</i>	<i>97%</i>	<i>106%</i>	<i>105%</i>	<i>108%</i>	<i>51%</i>	<i>128%</i>	<i>108%</i>	<i>104%</i>	<i>93%</i>	<i>97%</i>
<i>Dividend / FCF</i>	<i>61%</i>	<i>289%</i>	<i>133%</i>	<i>128%</i>	<i>148%</i>	<i>160%</i>	<i>68%</i>	<i>115%</i>	<i>117%</i>	<i>167%</i>	<i>115%</i>	<i>108%</i>
<i>Dividend yield</i>	<i>1.5%</i>	<i>2.9%</i>	<i>4.0%</i>	<i>4.9%</i>	<i>4.2%</i>	<i>6.2%</i>	<i>1.8%</i>	<i>3.2%</i>	<i>3.6%</i>	<i>5.0%</i>	<i>7.1%</i>	<i>8.0%</i>
<b>Growth and margins</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022e</b>	<b>2023e</b>	<b>2024e</b>
Revenue grow th	13%	5%	33%	4%	-13%	34%	33%	-18%	13%	17%	23%	6%
EBIT grow th	630%	40%	99%	30%	-33%	66%	36%	-46%	45%	19%	65%	7%
Gross margin	72%	75%	77%	78%	77%	79%	76%	72%	71%	74%	74%	74%
EBIT margin	14%	19%	28%	35%	27%	34%	34%	23%	29%	30%	40%	41%
<b>Sales split</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022e</b>	<b>2023e</b>	<b>2024e</b>
Equipment	10.1	4.9	7.7	7.1	3.7	4.6	11.9	16.6	8.5	2.5	12.0	12.0
Series Production	44.1	47.8	63.6	66.4	60.7	81.3	102.3	77.0	97.3	121.3	139.5	147.5
Engineering Service	1.5	1.8	1.1	1.8	1.2	1.8	2.3	1.8	1.5	1.6	2.5	3.5
<b>Total revenue</b>	<b>55.7</b>	<b>54.5</b>	<b>72.4</b>	<b>75.3</b>	<b>65.6</b>	<b>87.7</b>	<b>116.5</b>	<b>95.4</b>	<b>107.4</b>	<b>125.4</b>	<b>154.0</b>	<b>163.0</b>
<b>Other metrics</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022e</b>	<b>2023e</b>	<b>2024e</b>
<b>Sampling cups</b>	<b>118,500</b>	<b>133,000</b>	<b>153,000</b>	<b>168,800</b>	<b>144,600</b>	<b>197,900</b>	<b>189,800</b>	<b>140,600</b>	<b>208,700</b>	<b>197,300</b>	<b>214,000</b>	<b>220,000</b>
<i>y-o-y</i>	<i>16%</i>	<i>12%</i>	<i>15%</i>	<i>10%</i>	<i>-14%</i>	<i>37%</i>	<i>-4%</i>	<i>-26%</i>	<i>48%</i>	<i>-5%</i>	<i>8%</i>	<i>3%</i>
<b>Annualised engine eq. (mn)</b>	<b>1.50</b>	<b>1.76</b>	<b>2.08</b>	<b>2.13</b>	<b>2.10</b>	<b>2.50</b>	<b>3.28</b>	<b>2.48</b>	<b>3.10</b>	<b>3.55</b>	<b>4.60</b>	<b>4.80</b>
<i>y-o-y</i>	<i>11%</i>	<i>18%</i>	<i>18%</i>	<i>2%</i>	<i>-1%</i>	<i>19%</i>	<i>31%</i>	<i>-24%</i>	<i>25%</i>	<i>15%</i>	<i>30%</i>	<i>4%</i>
Working capital / sales	9%	18%	13%	16%	21%	24%	22%	25%	23%	28%	28%	28%
Net debt/cash	-48	-45	-48	-45	-30	-33	-30	-22	-23	-12	-21	-21
ND/EBITDA	-5.9	-4.1	-2.3	-1.7	-1.7	-1.0	-0.7	-0.9	-0.7	-0.3	-0.3	-0.3
Equity ratio	89%	91%	88%	89%	91%	90%	88%	85%	86%	85%	85%	85%
FCF conversion (lease adj.)	170%	44%	73%	82%	71%	68%	74%	107%	90%	59%	79%	88%
ROCE	9%	12%	22%	28%	19%	32%	38%	19%	27%	31%	46%	44%

Source: ABG Sundal Collier estimates, company data

## ESG profile

### Risks and opportunities

SinterCast is a market-leading supplier of process control technology for production of CGI (Compacted Graphite Iron), a form of cast iron that is primarily used in the production of vehicle engines. The material offers higher tensile strength, stiffness and fatigue strength of grey iron and aluminium. This enables smaller-volume engines with higher efficiency (because the engines are lighter, the vehicles have lower emissions as less energy is required to transport them). The producer of the engine (the foundry) is also likely to reduce its production energy costs as the volumes of the engines are smaller, which lowers both electricity consumption and emissions. SinterCast's technologies also enable the foundry to test every batch of liquid iron to ensure that it has the right properties before the castings are produced. This enables savings in terms of energy, costs and the environment.

### Company ESG activities

SinterCast has both a direct and an indirect impact on the environment. In the foundry, the improved efficiency of the SinterCast CGI technology reduces energy consumption, lowers CO2 emissions, and reduces the demand for raw materials. On the road, CGI enables the use of more efficient downsized engines, improving fuel economy and reducing CO2 emissions. Potential risks for SinterCast are the future for combustion engines and the timing of OEM decisions, in addition to emissions legislation, which is both a risk and an opportunity.

Key issues*	ABGSC weight
<b>Environment</b>	70%
Carbon emissions	
Pollution and waste	
Toxic emissions and waste	
<b>Social</b>	20%
Product safety and quality	
Chemical safety	
Product liability	
<b>Governance</b>	10%
Business ethics	
Corporate behaviour	
Corporate governance	
<b>Previous ESG incidents</b>	
None	
<b>Exposure to ESG Trends</b>	
Energy efficiency, Reduced fuel consumption	

Social and governance data				ESG Data			
	2018	2019	2020		2018	2019	2020
Women in workforce %	15	18	19	None provided			
Women in management %	0	0	0				
Women in board %	19	15	15				
CEO total compensation, SEKm p.a.	na	na	na				
Employee turnover %	na	na	na				
Employee absence %	na	na	na				
Person responsible for sustainability:	Steve Dawson						
Senior management:	Yes						
ESG quantified targets					Today	Target	By
None provided							

\*based on the MSCI framework but not using all the parameters.

Income Statement (SEKm)	Q1 2021	Q2 2021	Q3 2021	Q4 2021	Q1 2022	Q2 2022	Q3 2022e	Q4 2022e
Sales	24	28	25	30	28	28	35	34
COGS	-7	-9	-6	-9	-8	-7	-9	-9
Gross profit	17	20	19	20	20	21	26	25
Other operating items	-8	-12	-10	-12	-12	-14	-13	-12
<b>EBITDA</b>	<b>10</b>	<b>8</b>	<b>9</b>	<b>9</b>	<b>9</b>	<b>7</b>	<b>13</b>	<b>14</b>
Depreciation and amortisation	-1	-1	-1	-1	-1	-1	-1	-1
<b>EBITA</b>	<b>9</b>	<b>7</b>	<b>8</b>	<b>8</b>	<b>8</b>	<b>6</b>	<b>12</b>	<b>13</b>
EO items	0	0	0	0	0	-5	0	0
Impairment and PPA amortisation	0	0	0	0	0	0	0	0
<b>EBIT</b>	<b>9</b>	<b>7</b>	<b>8</b>	<b>8</b>	<b>8</b>	<b>6</b>	<b>12</b>	<b>13</b>
Net financial items	-2	0	-1	-1	0	-2	0	0
<b>Pretax profit</b>	<b>7</b>	<b>7</b>	<b>7</b>	<b>7</b>	<b>8</b>	<b>3</b>	<b>12</b>	<b>13</b>
Tax	0	4	0	0	0	3	1	1
<b>Net profit</b>	<b>7</b>	<b>11</b>	<b>7</b>	<b>7</b>	<b>8</b>	<b>6</b>	<b>13</b>	<b>14</b>
Minority interest	0	0	0	0	0	0	0	0
Net profit discontinued	0	0	0	0	0	0	0	0
<b>Net profit to shareholders</b>	<b>7</b>	<b>11</b>	<b>7</b>	<b>7</b>	<b>8</b>	<b>6</b>	<b>13</b>	<b>14</b>
EPS	0.97	1.61	1.05	1.02	1.11	0.90	1.78	1.94
EPS Adj	0.97	1.61	1.05	1.02	1.11	1.59	1.78	1.94
Total extraordinary items after tax	0	0	0	0	0	-5	0	0
Tax rate (%)	0	54.1	0	0	0	88.2	8.6	7.8
Gross margin (%)	70.4	69.9	75.1	68.6	71.9	74.6	74.0	74.0
EBITDA margin (%)	39.5	28.4	35.4	29.3	31.0	23.3	35.8	39.9
EBITA margin (%)	35.0	25.5	31.5	26.2	27.0	19.7	32.9	37.0
EBIT margin (%)	35.0	25.5	31.5	26.2	27.0	19.7	32.9	37.0
Pretax margin (%)	28.4	26.2	29.5	24.5	28.1	12.2	33.2	37.3
Net margin (%)	28.4	40.4	29.5	24.5	28.1	22.9	36.1	40.2
<b>Growth rates Y/Y</b>	<b>Q1 2021</b>	<b>Q2 2021</b>	<b>Q3 2021</b>	<b>Q4 2021</b>	<b>Q1 2022</b>	<b>Q2 2022</b>	<b>Q3 2022e</b>	<b>Q4 2022e</b>
Sales growth (%)	-1.2	50.8	31.8	-10.0	15.6	-1.1	38.6	15.9
EBITDA growth (%)	10.3	370.6	94.8	-15.1	-9.4	-18.8	40.1	57.9
EBIT growth (%)	7.6	800.0	121.1	-16.6	-10.6	-23.6	45.1	63.4
Net profit growth (%)	4.5	280.0	101.6	-18.4	14.5	-43.9	69.6	89.8
EPS growth (%)	4.5	280.0	101.6	-18.4	14.5	-43.9	69.6	89.8
<b>Adj earnings numbers</b>	<b>Q1 2021</b>	<b>Q2 2021</b>	<b>Q3 2021</b>	<b>Q4 2021</b>	<b>Q1 2022</b>	<b>Q2 2022</b>	<b>Q3 2022e</b>	<b>Q4 2022e</b>
EBITDA Adj	10	8	9	9	9	11	13	14
EBITDA Adj margin (%)	39.5	28.4	35.4	29.3	31.0	40.9	35.8	39.9
EBITA Adj	9	7	8	8	8	10	12	13
EBITA Adj margin (%)	35.0	25.5	31.5	26.2	27.0	37.3	32.9	37.0
EBIT Adj	9	7	8	8	8	10	12	13
EBIT Adj margin (%)	35.0	25.5	31.5	26.2	27.0	37.3	32.9	37.0
Pretax profit Adj	7	7	7	7	8	8	12	13
Net profit Adj	7	11	7	7	8	11	13	14
Net profit to shareholders Adj	7	11	7	7	8	11	13	14
Net Adj margin (%)	28.4	40.4	29.5	24.5	28.1	40.5	36.1	40.2

Source: ABG Sundal Collier, Company data



Income Statement (SEKm)	2015	2016	2017	2018	2019	2020	2021	2022e	2023e	2024e
Sales	72	75	66	88	117	95	107	125	154	163
COGS	-17	-17	-15	-19	-28	-27	-31	-33	-40	-42
Gross profit	55	59	51	69	89	68	76	92	114	121
Other operating items	-34	-31	-33	-37	-46	-43	-41	-51	-48	-50
<b>EBITDA</b>	<b>21</b>	<b>27</b>	<b>18</b>	<b>32</b>	<b>43</b>	<b>25</b>	<b>35</b>	<b>41</b>	<b>66</b>	<b>70</b>
Depreciation and amortisation	-1	-1	0	-2	-3	-4	-4	-4	-4	-4
Of which leasing depreciation	0	0	0	0	-1	-1	-1	-1	-1	-1
<b>EBITA</b>	<b>20</b>	<b>26</b>	<b>18</b>	<b>29</b>	<b>40</b>	<b>22</b>	<b>31</b>	<b>37</b>	<b>62</b>	<b>66</b>
EO items	0	0	0	0	-5	1	0	-5	0	0
Impairment and PPA amortisation	0	0	0	0	0	0	0	0	0	0
<b>EBIT</b>	<b>20</b>	<b>26</b>	<b>18</b>	<b>29</b>	<b>40</b>	<b>22</b>	<b>31</b>	<b>37</b>	<b>62</b>	<b>66</b>
Net financial items	5	-1	0	0	-0	1	-2	-2	-1	-1
<b>Pretax profit</b>	<b>25</b>	<b>26</b>	<b>18</b>	<b>29</b>	<b>40</b>	<b>22</b>	<b>29</b>	<b>36</b>	<b>61</b>	<b>65</b>
Tax	1	1	1	3	8	-0	4	5	4	4
<b>Net profit</b>	<b>26</b>	<b>27</b>	<b>19</b>	<b>33</b>	<b>48</b>	<b>22</b>	<b>33</b>	<b>41</b>	<b>65</b>	<b>69</b>
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
<b>Net profit to shareholders</b>	<b>26</b>	<b>27</b>	<b>19</b>	<b>33</b>	<b>48</b>	<b>22</b>	<b>33</b>	<b>41</b>	<b>65</b>	<b>69</b>
EPS	3.62	3.78	2.62	4.61	6.80	3.12	4.64	5.74	9.15	9.78
<i>EPS Adj</i>	<i>3.62</i>	<i>3.78</i>	<i>2.62</i>	<i>4.61</i>	<i>7.49</i>	<i>3.04</i>	<i>4.64</i>	<i>6.44</i>	<i>9.15</i>	<i>9.78</i>
Total extraordinary items after tax	0	0	0	0	-5	1	0	-5	0	0
Leasing payments	0	0	0	0	-1	-1	-1	-1	-1	-1
<i>Tax rate (%)</i>	<i>3.2</i>	<i>3.9</i>	<i>5.1</i>	<i>11.2</i>	<i>20.8</i>	<i>0.4</i>	<i>13.4</i>	<i>14.0</i>	<i>6.6</i>	<i>6.1</i>
<i>Gross margin (%)</i>	<i>76.5</i>	<i>78.0</i>	<i>77.1</i>	<i>78.6</i>	<i>76.4</i>	<i>71.6</i>	<i>70.9</i>	<i>73.6</i>	<i>74.0</i>	<i>74.0</i>
<i>EBITDA margin (%)</i>	<i>29.1</i>	<i>36.3</i>	<i>27.0</i>	<i>36.0</i>	<i>37.2</i>	<i>26.6</i>	<i>32.8</i>	<i>33.0</i>	<i>42.7</i>	<i>43.1</i>
<i>EBITA margin (%)</i>	<i>28.0</i>	<i>35.0</i>	<i>27.0</i>	<i>33.5</i>	<i>34.4</i>	<i>22.7</i>	<i>29.2</i>	<i>29.8</i>	<i>40.0</i>	<i>40.6</i>
<i>EBIT margin (%)</i>	<i>28.0</i>	<i>35.0</i>	<i>27.0</i>	<i>33.5</i>	<i>34.4</i>	<i>22.7</i>	<i>29.2</i>	<i>29.8</i>	<i>40.0</i>	<i>40.6</i>
<i>Pretax margin (%)</i>	<i>34.4</i>	<i>34.2</i>	<i>27.0</i>	<i>33.5</i>	<i>34.2</i>	<i>23.3</i>	<i>27.0</i>	<i>28.5</i>	<i>39.5</i>	<i>40.1</i>
<i>Net margin (%)</i>	<i>35.5</i>	<i>35.5</i>	<i>28.4</i>	<i>37.3</i>	<i>41.4</i>	<i>23.2</i>	<i>30.6</i>	<i>32.5</i>	<i>42.1</i>	<i>42.5</i>
<b>Growth rates Y/Y</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022e</b>	<b>2023e</b>	<b>2024e</b>
<i>Sales growth (%)</i>	<i>32.8</i>	<i>4.1</i>	<i>-13.0</i>	<i>33.7</i>	<i>32.8</i>	<i>-18.1</i>	<i>12.6</i>	<i>16.7</i>	<i>22.8</i>	<i>5.8</i>
<i>EBITDA growth (%)</i>	<i>91.8</i>	<i>29.9</i>	<i>-35.4</i>	<i>78.5</i>	<i>37.0</i>	<i>-41.5</i>	<i>38.9</i>	<i>17.7</i>	<i>58.7</i>	<i>6.8</i>
<i>EBIT growth (%)</i>	<i>99.0</i>	<i>30.0</i>	<i>-33.0</i>	<i>66.1</i>	<i>36.4</i>	<i>-46.0</i>	<i>45.0</i>	<i>18.9</i>	<i>65.2</i>	<i>7.2</i>
<i>Net profit growth (%)</i>	<i>107.3</i>	<i>4.3</i>	<i>-30.6</i>	<i>75.8</i>	<i>47.4</i>	<i>-54.0</i>	<i>48.5</i>	<i>23.8</i>	<i>59.2</i>	<i>6.9</i>
<i>EPS growth (%)</i>	<i>107.3</i>	<i>4.3</i>	<i>-30.5</i>	<i>75.8</i>	<i>47.4</i>	<i>-54.0</i>	<i>48.5</i>	<i>23.8</i>	<i>59.2</i>	<i>6.9</i>
<b>Profitability</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022e</b>	<b>2023e</b>	<b>2024e</b>
<i>ROE (%)</i>	<i>28.3</i>	<i>28.4</i>	<i>20.5</i>	<i>35.4</i>	<i>45.7</i>	<i>20.1</i>	<i>29.6</i>	<i>35.2</i>	<i>50.0</i>	<i>47.7</i>
<i>ROE Adj (%)</i>	<i>28.3</i>	<i>28.4</i>	<i>20.5</i>	<i>35.4</i>	<i>50.4</i>	<i>19.5</i>	<i>29.6</i>	<i>39.4</i>	<i>50.0</i>	<i>47.7</i>
<i>ROCE (%)</i>	<i>22.4</i>	<i>27.9</i>	<i>19.5</i>	<i>31.8</i>	<i>37.5</i>	<i>19.0</i>	<i>27.3</i>	<i>31.2</i>	<i>46.2</i>	<i>44.3</i>
<i>ROCE Adj(%)</i>	<i>22.4</i>	<i>27.9</i>	<i>19.5</i>	<i>31.8</i>	<i>42.1</i>	<i>18.5</i>	<i>27.3</i>	<i>35.3</i>	<i>46.2</i>	<i>44.3</i>
<i>ROIC (%)</i>	<i>47.2</i>	<i>57.3</i>	<i>35.2</i>	<i>53.9</i>	<i>65.8</i>	<i>26.6</i>	<i>42.9</i>	<i>45.5</i>	<i>60.4</i>	<i>58.5</i>
<i>ROIC Adj (%)</i>	<i>47.2</i>	<i>57.3</i>	<i>35.2</i>	<i>53.9</i>	<i>73.9</i>	<i>25.9</i>	<i>42.9</i>	<i>51.5</i>	<i>60.4</i>	<i>58.5</i>
<b>Adj earnings numbers</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022e</b>	<b>2023e</b>	<b>2024e</b>
EBITDA Adj	21	27	18	32	48	25	35	46	66	70
<i>EBITDA Adj margin (%)</i>	<i>29.1</i>	<i>36.3</i>	<i>27.0</i>	<i>36.0</i>	<i>41.4</i>	<i>25.9</i>	<i>32.8</i>	<i>37.0</i>	<i>42.7</i>	<i>43.1</i>
EBITDA lease Adj	21	27	18	32	47	24	35	45	64	69
<i>EBITDA lease Adj margin (%)</i>	<i>29.1</i>	<i>36.3</i>	<i>27.0</i>	<i>36.0</i>	<i>40.5</i>	<i>24.8</i>	<i>32.1</i>	<i>35.8</i>	<i>41.8</i>	<i>42.2</i>
EBITA Adj	20	26	18	29	45	21	31	42	62	66
<i>EBITA Adj margin (%)</i>	<i>28.0</i>	<i>35.0</i>	<i>27.0</i>	<i>33.5</i>	<i>38.6</i>	<i>22.1</i>	<i>29.2</i>	<i>33.7</i>	<i>40.0</i>	<i>40.6</i>
EBIT Adj	20	26	18	29	45	21	31	42	62	66
<i>EBIT Adj margin (%)</i>	<i>28.0</i>	<i>35.0</i>	<i>27.0</i>	<i>33.5</i>	<i>38.6</i>	<i>22.1</i>	<i>29.2</i>	<i>33.7</i>	<i>40.0</i>	<i>40.6</i>
Pretax profit Adj	25	26	18	29	45	22	29	41	61	65
Net profit Adj	26	27	19	33	53	22	33	46	65	69
Net profit to shareholders Adj	26	27	19	33	53	22	33	46	65	69
Net Adj margin (%)	35.5	35.5	28.4	37.3	45.6	22.6	30.6	36.4	42.1	42.5

Source: ABG Sundal Collier, Company data

Cash Flow Statement (SEKm)	2015	2016	2017	2018	2019	2020	2021	2022e	2023e	2024e
EBITDA	21	27	18	32	43	25	35	41	66	70
Net financial items	5	-1	0	0	-0	1	-2	-2	-1	-1
Paid tax	-0	0	-0	0	0	-0	0	0	0	0
Non-cash items	0	0	0	0	0	0	0	0	0	0
Cash flow before change in WC	26	27	18	32	43	26	33	40	65	69
Change in WC	-5	-1	-1	-7	-5	2	1	-11	-8	-3
<b>Operating cash flow</b>	<b>20</b>	<b>25</b>	<b>17</b>	<b>25</b>	<b>38</b>	<b>28</b>	<b>33</b>	<b>29</b>	<b>57</b>	<b>67</b>
CAPEX tangible fixed assets	-0	-1	-0	-1	-1	-2	-1	-2	-2	-2
CAPEX intangible fixed assets	-2	-2	-3	-2	-1	-1	-2	-2	-2	-2
Acquisitions and disposals	0	0	0	0	0	0	0	0	0	0
<b>Free cash flow</b>	<b>19</b>	<b>22</b>	<b>13</b>	<b>22</b>	<b>37</b>	<b>25</b>	<b>30</b>	<b>26</b>	<b>52</b>	<b>62</b>
Dividend paid	-16	-25	-28	-19	-35	-25	-28	-35	-43	-60
Share issues and buybacks	0	0	0	0	0	0	0	0	0	0
Lease liability amortisation	0	0	0	0	-1	-1	-1	-1	-1	-1
Other non cash items	-0	0	0	-0	-3	-1	-1	0	0	0
Balance Sheet (SEKm)	2015	2016	2017	2018	2019	2020	2021	2022e	2023e	2024e
Goodwill	0	0	0	0	0	0	0	0	0	0
Other intangible assets	4	5	8	8	7	6	6	5	5	6
Tangible fixed assets	2	2	2	2	2	3	3	4	5	6
Right-of-use asset	0	0	0	0	3	4	4	4	5	5
Total other fixed assets	30	32	33	36	45	50	53	58	62	66
Fixed assets	36	39	42	46	56	63	65	71	77	83
Inventories	4	4	4	7	8	9	10	14	17	18
Receivables	18	19	18	25	31	29	29	38	47	50
Other current assets	0	0	0	0	0	0	0	0	0	0
Cash and liquid assets	48	45	30	33	33	26	27	16	25	25
<b>Total assets</b>	<b>106</b>	<b>108</b>	<b>95</b>	<b>110</b>	<b>128</b>	<b>128</b>	<b>131</b>	<b>139</b>	<b>165</b>	<b>175</b>
Shareholders equity	93	96	86	99	112	109	113	118	141	150
Minority	0	0	0	0	0	0	0	0	0	0
<b>Total equity</b>	<b>93</b>	<b>96</b>	<b>86</b>	<b>99</b>	<b>112</b>	<b>109</b>	<b>113</b>	<b>118</b>	<b>141</b>	<b>150</b>
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
Leasing liability	0	0	0	0	3	4	4	4	4	4
Total 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	13	12	9	11	13	15	14	17	20	22
Other current liabilities	0	0	0	0	0	0	0	0	0	0
<b>Total liabilities and equity</b>	<b>106</b>	<b>108</b>	<b>95</b>	<b>110</b>	<b>128</b>	<b>128</b>	<b>131</b>	<b>139</b>	<b>165</b>	<b>175</b>
Net IB debt	-48	-45	-31	-33	-31	-28	-28	-17	-25	-26
Net IB debt excl. pension debt	-48	-45	-31	-33	-31	-28	-28	-17	-25	-26
Net IB debt excl. leasing	-48	-45	-31	-33	-33	-32	-32	-20	-29	-29
Capital invested	45	51	55	66	81	81	85	102	116	124
Working capital	10	12	14	21	26	24	25	35	44	46
EV breakdown	2015	2016	2017	2018	2019	2020	2021	2022e	2023e	2024e
Market cap. diluted (m)	627	580	461	573	1,383	881	998	851	851	851
Net IB debt Adj	-48	-45	-31	-33	-31	-28	-28	-17	-25	-26
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
<b>EV</b>	<b>579</b>	<b>535</b>	<b>430</b>	<b>540</b>	<b>1,352</b>	<b>853</b>	<b>970</b>	<b>834</b>	<b>826</b>	<b>825</b>
Capital efficiency	2015	2016	2017	2018	2019	2020	2021	2022e	2023e	2024e
Total assets turnover (%)	71.3	70.5	64.9	85.6	98.0	74.7	82.9	92.8	101.3	95.8
Working capital/sales (%)	13.4	14.1	19.3	19.6	20.0	26.0	22.7	24.0	25.7	27.5
Financial risk and debt service	2015	2016	2017	2018	2019	2020	2021	2022e	2023e	2024e
Net debt/equity	-0.52	-0.47	-0.36	-0.33	-0.27	-0.26	-0.25	-0.14	-0.18	-0.17
Net debt/market cap	-0.08	-0.08	-0.06	-0.06	-0.03	-0.03	-0.03	-0.02	-0.03	-0.03
Equity ratio (%)	87.6	89.1	90.6	90.0	87.5	85.2	86.2	85.3	85.3	85.5
Net IB debt adj./equity	-0.52	-0.47	-0.36	-0.33	-0.27	-0.26	-0.25	-0.14	-0.18	-0.17
Current ratio	5.36	5.87	5.91	5.86	5.13	4.14	4.21	3.75	4.03	4.01
EBITDA/net interest	-4.59	45.67	high	high	216.50	-42.25	14.67	25.89	82.20	87.77
Net IB debt/EBITDA	-2.27	-1.65	-1.72	-1.05	-0.70	-1.10	-0.79	-0.40	-0.38	-0.36
Net IB debt/EBITDA lease Adj	-2.27	-1.65	-1.72	-1.05	-0.71	-1.36	-0.92	-0.45	-0.45	-0.42
Interest cover	-4.41	44.00	nm	nm	200.50	-36.08	13.08	23.33	77.06	82.64

Source: ABG Sundal Collier, Company data

Valuation and Ratios (SEKm)	2015	2016	2017	2018	2019	2020	2021	2022e	2023e	2024e
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	3.62	3.78	2.62	4.61	6.80	3.12	4.64	5.74	9.15	9.78
Dividend per share Adj	3.5	4.0	2.8	5.0	3.5	4.0	5.0	6.0	8.5	9.5
EPS Adj	3.62	3.78	2.62	4.61	7.49	3.04	4.64	6.44	9.15	9.78
BVPS	13.13	13.50	12.10	13.99	15.75	15.35	15.97	16.71	19.86	21.13
BVPS Adj	12.62	12.77	11.02	12.92	14.81	14.47	15.13	15.95	19.08	20.32
Net IB debt / share	-6.8	-6.4	-4.3	-4.7	-4.3	-3.9	-3.9	-2.3	-3.5	-3.6
Share price	88.25	81.75	65.00	80.80	195.00	124.20	140.80	120.00	120.00	120.00
Market cap. (m)	627	580	461	573	1,383	881	998	851	851	851
<b>Valuation</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022e</b>	<b>2023e</b>	<b>2024e</b>
P/E	24.4	21.7	24.8	17.5	28.7	39.8	30.3	20.9	13.1	12.3
EV/sales	7.99	7.09	6.56	6.15	11.61	8.94	9.04	6.65	5.36	5.06
EV/EBITDA	27.4	19.5	24.3	17.1	31.2	33.6	27.6	20.1	12.6	11.8
EV/EBITA	28.5	20.3	24.3	18.4	33.7	39.4	30.9	22.3	13.4	12.5
EV/EBIT	28.5	20.3	24.3	18.4	33.7	39.4	30.9	22.3	13.4	12.5
Dividend yield (%)	4.0	4.9	4.2	6.2	1.8	3.2	3.6	5.0	7.1	7.9
FCF yield (%)	3.0	3.8	2.9	3.9	2.6	2.8	3.0	3.0	6.2	7.3
Lease adj. FCF yield (%)	3.0	3.8	2.9	3.9	2.6	2.7	3.0	2.8	6.0	7.1
P/BVPS	6.72	6.06	5.37	5.78	12.38	8.09	8.82	7.18	6.04	5.68
P/BVPS Adj	6.99	6.40	5.90	6.25	13.17	8.58	9.31	7.52	6.29	5.91
P/E Adj	24.4	21.7	24.8	17.5	26.0	40.9	30.3	18.6	13.1	12.3
EV/EBITDA Adj	27.4	19.5	24.3	17.1	28.1	34.5	27.6	18.0	12.6	11.8
EV/EBITA Adj	28.5	20.3	24.3	18.4	30.0	40.5	30.9	19.8	13.4	12.5
EV/EBIT Adj	28.5	20.3	24.3	18.4	30.0	40.5	30.9	19.8	13.4	12.5
EV/cap. employed	6.2	5.6	5.0	5.4	11.8	7.5	8.3	6.8	5.7	5.4
<b>Investment ratios</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022e</b>	<b>2023e</b>	<b>2024e</b>
Capex/sales	2.3	4.4	5.6	3.0	1.0	2.9	3.0	2.9	2.9	2.9
Capex/depreciation	212.5	330.0	nm	118.2	50.0	93.3	97.0	103.9	143.6	152.0
Capex tangibles/tangible fixed assets	5.9	52.6	23.5	42.9	31.6	57.1	27.6	48.7	44.7	36.9
Capex intangibles/definite intangibles	44.4	44.2	42.9	22.4	9.0	19.3	40.5	35.1	42.0	42.4
Depreciation on intangibles/definite intai	15.6	13.5	0	20.3	25.1	33.8	39.0	45.7	39.6	37.8
Depreciation on tangibles/tangibles	14.1	15.8	0	31.4	37.9	32.1	34.1	29.1	19.3	15.1

Source: ABG Sundal Collier, Company data

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