

SinterCast

Near-term headwinds, strong mid-term outlook

- Better than feared, sales still down 20% y-o-y, but margin held up well
- Near-term market and programme shut-down headwinds persist
- But new installations very strong, we raise '25e-'26e EBIT by ~6%

Q3 results

The Q3 numbers beat our lowered expectations, with the beat mainly driven by higher sampling cup sales, which we thought would come down more ahead of lower Q4 production, but also somewhat higher equipment sales. With headwinds from the previously announced programme shut-down, 10-20% lower volume reductions at most EU and NA OEMs due to the softening commercial vehicle market, and a weaker USD, sales were down 20% y-o-y, but the adj. EBIT margin of 40.6% only came down 0.9pp y-o-y, due to reduced opex.

Estimates and outlook

While near-term headwinds from the programme shut-down and a softer commercial vehicle market remain, the growth outlook for '25e looks strong, as the Traton Group 13 litre engine continues to ramp, a new 13 litre cylinder block for First Automotive Works in China starts production, and the company is delivering on its guidance of a strong installation outlook. In Q3 alone, installation orders were SEK 9m, compared to the historical annual average of SEK 8m. We raise '25e-'26e EBIT by ~6% on the lower opex, and a strengthened USD.

Valuation

With the share trading at 22-14x '24e-'26e P/E, we maintain our fair value range of SEK 115-145, based on historical P/E multiples and our DCF valuation, which we think are the most appropriate valuation methods for SinterCast.

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SEKm	2022	2023	2024e	2025e	2026e
Sales	119	135	136	156	170
EBITDA	35	49	42	64	72
EBITDA margin (%)	29.7	36.4	31.1	40.8	42.7
EBIT adj.	36	47	41	61	70
EBIT adj. margin (%)	30.0	34.6	30.3	38.9	41.1
Pretax profit	30	42	41	61	70
EPS	4.68	5.94	4.62	6.85	7.85
EPS adj.	5.39	6.49	4.62	6.85	7.85
Sales growth (%)	10.5	13.3	0.8	15.4	8.4
EPS growth (%)	0.6	26.9	-22.2	48.1	14.7

Source: ABG Sundal Collier, Company Data

Reason: Post-results comment

Commissioned research

Not rated

Capital Goods

Estimate changes (%)

	2024e	2025e	2026e
Sales	1.2	1.9	2.5
EBIT	0.0	5.9	6.6
EPS	0.4	6.0	6.6

Source: ABG Sundal Collier

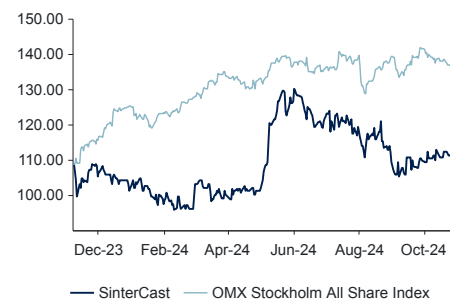
SINT-SE/SINT SS

Share price (SEK)	5/11/2024	106.50
Fair value range		115.0-145.0

MCap (SEKm)	753
MCap (EURm)	65
Net debt (SEKm)	-31.70
No. of shares (m)	7.1
Free float (%)	64.9
Av. daily volume (k)	4

Next event Q4 Report 19 February 2025

Performance



	2024e	2025e	2026e
P/E (x)	23.0	15.6	13.6
P/E adj. (x)	23.0	15.6	13.6
P/BVPS (x)	7.36	6.56	6.43
EV/EBITDA (x)	17.4	11.2	9.7
EV/EBIT adj. (x)	17.9	11.8	10.1
EV/sales (x)	5.41	4.57	4.14
ROE adj. (%)	30.3	44.6	47.9
Dividend yield (%)	4.8	7.1	8.1
FCF yield (%)	7.2	7.2	9.0
Le. adj. FCF yld. (%)	7.0	7.1	8.9
Net IB debt/EBITDA (x)	-0.5	-0.6	-0.7
Le. adj. ND/EBITDA (x)	-0.5	-0.6	-0.7

Disclosures and analyst certifications are located on pages 13-14 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

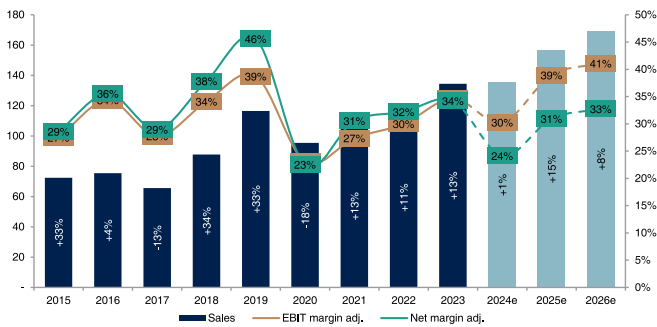
SinterCast is the globally leading supplier of process control technology and know-how for the reliable high-volume production of Compacted Graphite Iron (CGI). The technology is primarily used in diesel engines for commercial vehicles, as well as larger passenger vehicles such as pick-ups and SUVs. CGI is stronger than traditional iron, which enables downsizing, increased thermal and mechanical loading, and increased engine performance. SinterCast charges its customers a running production fee for every tonne of CGI produced using the company's technology, ensuring a lucrative recurring revenue stream.

[Sustainability information](#)

Risks

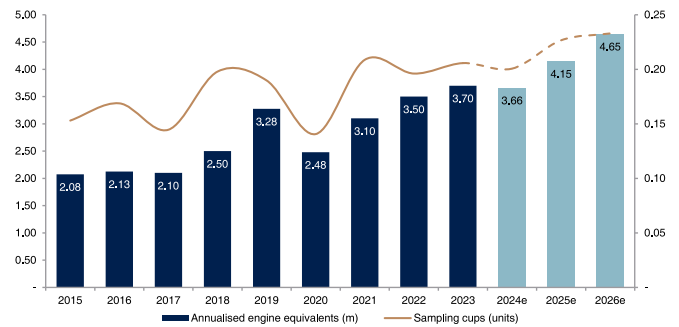
The company is dependent on automotive demand, and more specifically demand for commercial and larger passenger vehicles such as pick-up trucks and SUVs with diesel engines. Regulation and technology transitions relating to fossil fuels and diesel in particular pose risks to the business model.

Annual sales and margins



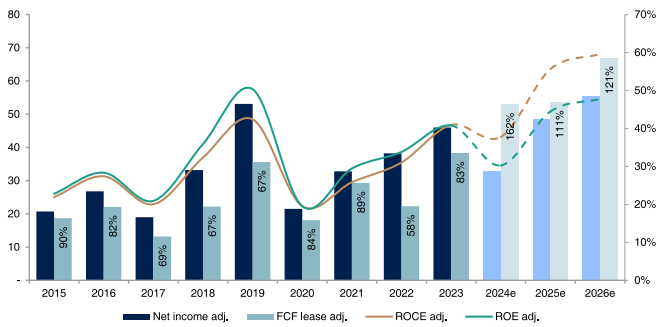
Source: ABG Sundal Collier Estimates, Company Data

Annual engine equivalents and sampling cups



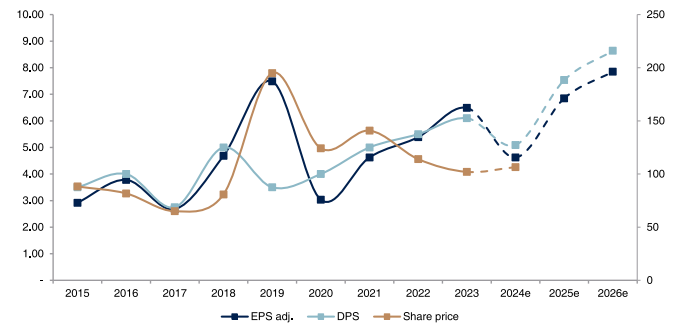
Source: ABG Sundal Collier Estimates, Company Data

Cash flow conversion and return on capital



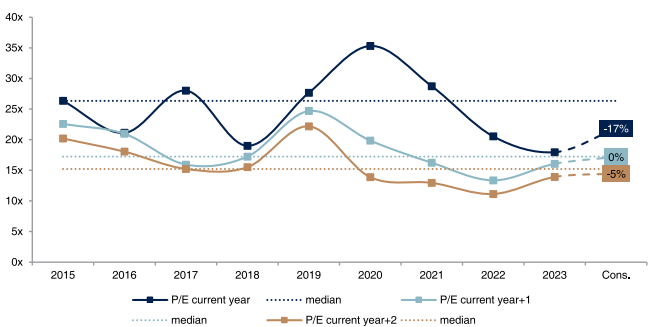
Source: ABG Sundal Collier Estimates, Company Data

EPS, DPS and SP



Source: ABG Sundal Collier Estimates, Company Data, FactSet Prices

Historical consensus P/E



Source: ABG Sundal Collier Estimates, FactSet Estimates

DCF deviation table

(SEK/share)	Perpetual growth rate	Discount rate				
		11.5%	10.5%	9.5%	9.0%	8.5%
-4.0%	107	117	129	136	144	
-3.0%	108	118	131	138	146	
-2.0%	108	120	133	140	149	
-1.5%	109	120	134	142	150	
-1.0%	110	121	135	143	152	

Source: ABG Sundal Collier Estimates

Estimate changes

Income statement (SEKm)	Old forecast			New forecast			Change (%)			Change (absolute)		
	2024e	2025e	2026e	2024e	2025e	2026e	2024e	2025e	2026e	2024e	2025e	2026e
Engine equivalents	3.7	4.2	4.7	3.7	4.2	4.7	0%	0%	0%	-	-	-
Sampling cups	193,800	229,744	231,467	200,625	226,612	232,904	3.5%	-1.4%	0.6%	6,825	(3,132)	1,437
Sales	134	154	165	136	156	170	1.2%	1.9%	2.5%	1.5	2.9	4.1
growth (y-o-y)	-0.4%	15%	7.7%	0.8%	15%	8.4%				+1.1%pt	+0.8%pt	+0.6%pt
of which organic	0.2%	13%	7.7%	1.4%	11%	8.4%				+1.2%pt	-1.8%pt	+0.6%pt
of which FX	-0.8%	0.6%	0%	-0.7%	2.7%	0%				+0.1%pt	+2.1%pt	-
COGS	(37)	(41)	(43)	(38)	(42)	(44)	2.2%	1.9%	2.5%	(0.80)	(0.77)	(1.1)
Gross profit	97	112	122	98	115	125	0.8%	1.9%	2.5%	0.75	2.1	3.0
margin	72%	73%	74%	72%	73%	74%				-0.3%pt	-	-
growth (y-o-y)	-1.6%	16%	8.5%	-0.8%	17%	9.1%				+0.8%pt	+1.3%pt	+0.6%pt
SG&A	(44)	(45)	(46)	(43)	(44)	(46)	-1.4%	-1.4%	-1.4%	0.60	0.62	0.64
R&D	(9.1)	(9.4)	(9.7)	(7.6)	(7.8)	(8.1)	-16%	-16%	-16%	1.5	1.5	1.6
Other operating income	(3.6)	-	-	(6.1)	-	-	68%	n.a.	n.a.	(2.5)	-	-
Other operating expenses	-	(0.61)	(0.66)	-	(1.5)	(1.6)	n.a.	142%	143%	-	(0.87)	(0.94)
EBIT	41	57	65	41	61	70	1.0%	5.9%	6.6%	0.39	3.4	4.3
margin	30%	37%	39%	30%	39%	41%				-0.1%pt	+1.5%pt	+1.6%pt
growth (y-o-y)	-4.8%	41%	14%	-3.9%	48%	14%				+0.9%pt	+7.0%pt	+0.7%pt
EBIT adj.	41	57	65	41	61	70	1.0%	5.9%	6.6%	0.39	3.4	4.3
margin	30%	37%	39%	30%	39%	41%				-0.1%pt	+1.5%pt	+1.6%pt
growth (y-o-y)	-13%	41%	14%	-12%	48%	14%				+0.8%pt	+7.0%pt	+0.7%pt
Interest income	0.25	0.26	0.46	0.15	0.30	0.50	-38%	15%	8.1%	(0.09)	0.04	0.04
Interest expense	(0.12)	(0.24)	(0.25)	(0.06)	(0.24)	(0.25)	-49%	0.7%	0.9%	0.06	(0.00)	(0.00)
Other financial items	(0.10)	-	-	(0.20)	-	-	100%	n.a.	n.a.	(0.10)	-	-
Taxes	(8.0)	(12)	(14)	(8.2)	(13)	(14)	2.2%	6.0%	6.6%	(0.18)	(0.71)	(0.89)
Net income from disc. ops.	-	-	-	-	-	-	n.a.	n.a.	n.a.	-	-	-
Net income	33	46	52	33	48	55	0.3%	6.0%	6.6%	0.08	2.7	3.4
margin	24%	30%	31%	24%	31%	33%				-0.2%pt	+1.2%pt	+1.3%pt
growth (y-o-y)	-22%	40%	14%	-22%	48%	15%				+0.2%pt	+8.0%pt	+0.7%pt
Net income adj.	33	46	52	33	48	55	0.3%	6.0%	6.6%	0.08	2.7	3.4
margin	24%	30%	31%	24%	31%	33%				-0.2%pt	+1.2%pt	+1.3%pt
growth (y-o-y)	-29%	40%	14%	-29%	48%	15%				+0.2%pt	+8.0%pt	+0.7%pt
Average shares outstanding	7.1	7.1	7.1	7.1	7.1	7.1	-0.1%	0%	0%	(0.01)	-	-
EPS	4.6	6.5	7.4	4.6	6.8	7.9	0.4%	6.0%	6.6%	0.02	0.39	0.49
growth (y-o-y)	-22%	40%	14%	-22%	48%	15%				+0.3%pt	+7.8%pt	+0.7%pt
EPS adj.	4.6	6.5	7.4	4.6	6.8	7.9	0.4%	6.0%	6.6%	0.02	0.39	0.49
growth (y-o-y)	-29%	40%	14%	-29%	48%	15%				+0.3%pt	+7.8%pt	+0.7%pt
DPS	5.1	7.1	8.1	5.1	7.5	8.6	0.3%	6.0%	6.6%	0.01	0.43	0.54
yield	4.5%	6.2%	7.1%	4.8%	7.1%	8.1%				+0.3%pt	+0.8%pt	+1.0%pt

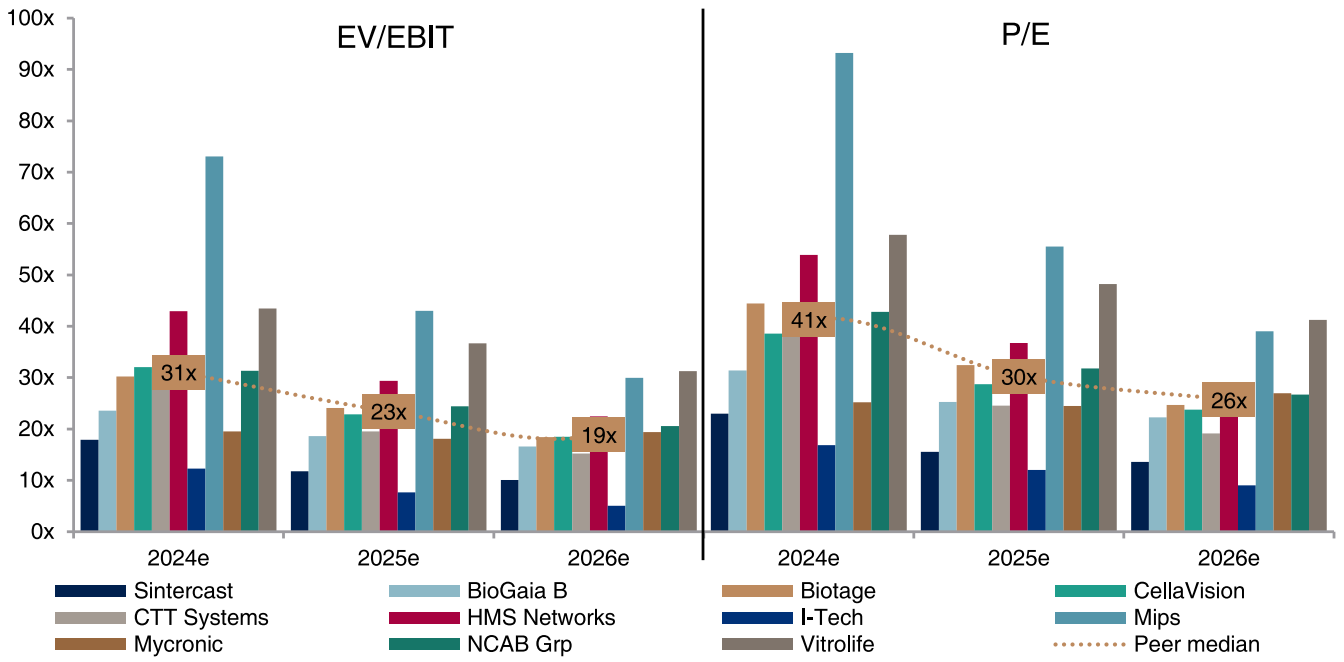
Source: ABG Sundal Collier Estimates

Detailed estimates, annual (2/2)

Valuation	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024e	2025e	2026e
Share price	88	82	65	81	195	124	141	114	102	107	107	107
Market capitalisation	626	580	461	573	1,383	881	998	808	722	753	753	753
Enterprise value	578	534	431	540	1,352	859	975	797	712	733	716	702
EV/Sales	8.0x	7.1x	6.6x	6.2x	12x	9.0x	9.1x	6.7x	5.3x	5.4x	4.6x	4.1x
EV/EBITDA adj.	28x	20x	22x	17x	28x	34x	29x	20x	14x	16x	11x	9.7x
EV/EBITA adj.	29x	21x	24x	18x	30x	39x	33x	22x	15x	18x	12x	10x
EV/EBIT adj.	29x	21x	24x	18x	30x	39x	33x	22x	15x	18x	12x	10x
P/E adj.	30x	22x	24x	17x	26x	41x	30x	21x	16x	23x	16x	14x
P/B	6.7x	6.1x	5.4x	5.8x	12x	8.1x	8.8x	7.2x	6.4x	7.4x	6.6x	6.4x
FCF yield	3.0%	3.8%	2.9%	3.9%	2.6%	2.2%	3.0%	3.0%	5.5%	7.3%	7.2%	9.0%
FCF yield lease adj.	3.0%	3.8%	2.9%	3.9%	2.6%	2.1%	2.9%	2.8%	5.3%	7.0%	7.1%	8.9%
Cash flow statement (SEKm)	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024e	2025e	2026e
Operating cash flow	20	25	17	25	38	22	33	26	45	56	56	69
Investing cash flow	(1.7)	(3.3)	(3.7)	(2.6)	(1.2)	(2.8)	(3.2)	(1.7)	(5.6)	(1.7)	(1.6)	(1.7)
Financing cash flow	(16)	(25)	(28)	(20)	(37)	(26)	(29)	(37)	(42)	(46)	(37)	(54)
Net cash flow	3.1	(2.7)	(15)	2.7	0.10	(6.7)	0.90	(13)	(1.9)	8.5	18	14
Closing cash balance	48	45	30	33	33	26	27	14	12	21	39	52
FCF	19	22	13	22	37	19	30	24	40	55	54	68
FCF lease adj.	19	22	13	22	36	18	29	22	38	53	54	67
FCF/EBITDA adj. lease adj.	94%	85%	73%	74%	79%	82%	100%	63%	82%	129%	88%	96%
FCF/EBIT adj. lease adj.	94%	85%	73%	74%	79%	82%	100%	63%	82%	129%	88%	96%
FCF/Net income adj. lease adj.	90%	82%	69%	67%	67%	84%	89%	58%	83%	162%	111%	121%
Balance sheet (SEKm)	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024e	2025e	2026e
Net debt	(48)	(45)	(30)	(33)	(30)	(22)	(23)	(11)	(10)	(19)	(37)	(51)
ND/EBITDA adj. R12m	-2.3x	-1.7x	-1.6x	-1.0x	-0.6x	-0.9x	-0.7x	-0.3x	-0.2x	-0.4x	-0.6x	-0.7x
Net debt lease adj.	(48)	(45)	(30)	(33)	(33)	(26)	(27)	(14)	(12)	(21)	(39)	(52)
ND/EBITDA adj. lease adj. R12m	-2.3x	-1.7x	-1.6x	-1.0x	-0.7x	-1.1x	-0.9x	-0.4x	-0.3x	-0.5x	-0.6x	-0.7x
Net working capital	9.6	12	14	21	26	24	25	39	42	31	39	42
% sales R12m	13%	16%	21%	24%	22%	25%	24%	33%	31%	23%	25%	25%
ROA adj.	20%	25%	19%	32%	45%	17%	25%	29%	35%	26%	37%	40%
ROE adj.	23%	28%	21%	36%	50%	20%	29%	34%	41%	30%	44%	48%
ROCE adj.	22%	27%	20%	32%	42%	20%	26%	31%	41%	38%	56%	60%
ROIC adj.	145%	162%	92%	125%	162%	59%	90%	90%	91%	71%	110%	113%
Segments (SEKm)	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024e	2025e	2026e
Series Production												
Annualised engine equivalents (m)	2.1	2.1	2.1	2.5	3.3	2.5	3.1	3.5	3.7	3.7	4.2	4.7
Sampling cups (units)	153,000	168,800	144,600	197,900	189,800	140,600	208,700	196,100	205,700	200,625	226,612	232,904
Sales	64	67	61	81	102	77	97	113	127	122	144	157
growth (y-o-y)	33%	4.6%	-8.7%	34%	26%	-25%	26%	16%	12%	-3.7%	17%	9.0%
of which organic	11%	3.1%	-8.5%	32%	16%	-22%	33%	1.8%	7.5%	-3.0%	13%	9.0%
of which FX	22%	1.5%	-0.2%	2.4%	9.6%	-2.4%	-7.0%	15%	4.5%	-0.7%	2.7%	0%
Equipment												
Sales	7.7	7.1	3.7	4.6	12	17	8.5	3.4	6.0	12	11	11
growth (y-o-y)	57%	-7.8%	-48%	24%	159%	39%	-49%	-60%	76%	94%	-5.3%	0%
of which organic	34%	-8.7%	-45%	19%	150%	41%	-45%	-76%	74%	95%	-7.5%	0%
of which FX	24%	0.9%	-2.7%	5.5%	8.9%	-1.7%	-4.3%	16%	2.7%	-1.2%	2.2%	0%
Engineering Service												
Sales	1.1	1.8	1.2	1.8	2.3	1.7	1.5	1.9	1.5	1.5	1.8	1.9
growth (y-o-y)	-39%	64%	-33%	50%	28%	-26%	-12%	27%	-21%	2.1%	16%	9.0%
of which organic	-61%	62%	-33%	43%	19%	-20%	-8.5%	11%	-26%	2.1%	13%	9.0%
of which FX	22%	1.3%	0.1%	6.6%	8.6%	-6.3%	-3.3%	15%	4.5%	0.1%	2.7%	0%

Source: ABG Sundal Collier Estimates, Company Data

Peer valuation



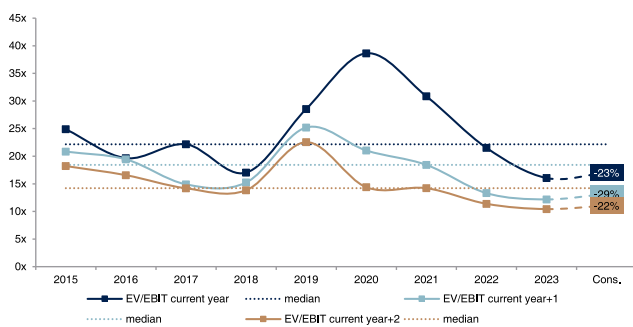
Source: ABG Sundal Collier Estimates, FactSet Estimates

Historical consensus multiples

Hist. cons. EV/Sales	2015	2016	2017	2018	2019	2020	2021	2022	2023	Cons. vs. median	ABGSCe vs. median
EV/Sales current year	7.6x	7.0x	6.5x	5.9x	11.6x	8.9x	9.1x	6.7x	5.1x	5.5x	-22%
EV/Sales current year+1	6.7x	6.7x	5.5x	5.4x	10.4x	6.9x	6.8x	5.0x	4.5x	4.7x	-30%
EV/Sales current year+2	6.1x	6.3x	5.3x	5.0x	9.8x	5.5x	5.9x	4.4x	4.1x	4.2x	-24%
Hist. cons. EV/EBIT	2015	2016	2017	2018	2019	2020	2021	2022	2023	Cons. vs. median	ABGSCe vs. median
EV/EBIT current year	25x	20x	22x	17x	29x	39x	31x	22x	16x	17x	-23%
EV/EBIT current year+1	21x	19x	15x	15x	25x	21x	18x	13x	12x	13x	-29%
EV/EBIT current year+2	18x	17x	14x	14x	23x	14x	14x	11x	10x	11x	-22%
Hist. cons. P/E	2015	2016	2017	2018	2019	2020	2021	2022	2023	Cons. vs. median	ABGSCe vs. median
P/E current year	26x	21x	28x	19x	28x	35x	29x	21x	18x	22x	-17%
P/E current year+1	23x	21x	16x	17x	25x	20x	16x	13x	16x	17x	0%
P/E current year+2	20x	18x	15x	16x	22x	14x	13x	11x	14x	14x	-5%

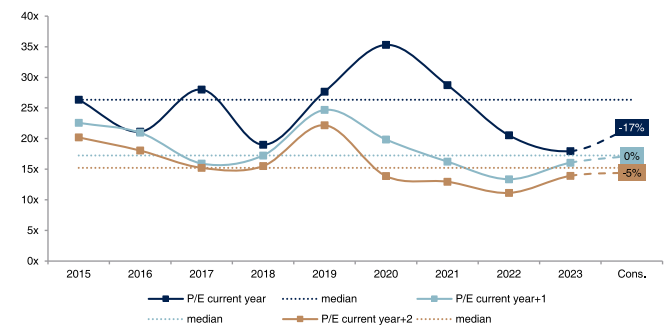
Source: ABG Sundal Collier Estimates, FactSet Estimates

Historical consensus EV/EBIT



Source: ABG Sundal Collier Estimates, FactSet Estimates

Historical consensus P/E



Source: ABG Sundal Collier Estimates, FactSet Estimates

DCF

Assumptions														
Discount rate	9.5%	Perpetual growth rate	-2.0%	Cash/Sales requirement	7.5%									
Period	Q4'24	Q4'24	2025	2026	2027	2028	2029	2030	2031	2032	2033	2034	2043	Exit
Sales		36	156	170	186	203	220	237	254	271	283	285	283	
growth		-1.0%	15.4%	8.4%	10.0%	9.0%	8.4%	7.5%	7.2%	6.8%	4.3%	0.7%	-1.8%	
Net income		6	48	55	67	76	85	93	101	110	115	115	105	
margin		16.3%	30.9%	32.7%	36.1%	37.4%	38.4%	39.2%	39.9%	40.6%	40.8%	40.4%	37.0%	
Operating cash flow		10	56	69	76	75	83	92	100	109	116	119	111	
Capital expenditures		(0)	(2)	(2)	(2)	(2)	(2)	(2)	(3)	(3)	(3)	(3)	(3)	
FCF		9	54	68	74	72	81	89	98	106	113	116	108	
Amortisation of lease liabilities		(0)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	
Lease adj. FCF		9	54	67	73	72	80	88	97	105	112	114	106	
FCF/Net income lease adj.		153.6%	110.9%	120.6%	108.4%	94.3%	94.7%	95.2%	95.4%	95.6%	97.1%	99.3%	101.3%	
Other investing cash flow		-	-	-	-	-	-	-	-	-	-	-	-	
Other financial activities ex. dividends		-	-	-	-	-	-	-	-	-	-	-	-	
Net cash flow ex. dividends		9	54	67	73	72	80	88	97	105	112	114	106	
Decrease (increase) in cash balance requirement	10	-	(2)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(0)	0	
Net cash flow to equity	10	9	52	66	72	70	79	87	95	104	111	114	107	909
Shares outstanding	7	7	7	7	7	7	7	7	7	7	7	7	7	7
Minority interest	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Diluted net cash flow to common	10	9	52	66	72	70	79	87	95	104	111	114	107	909

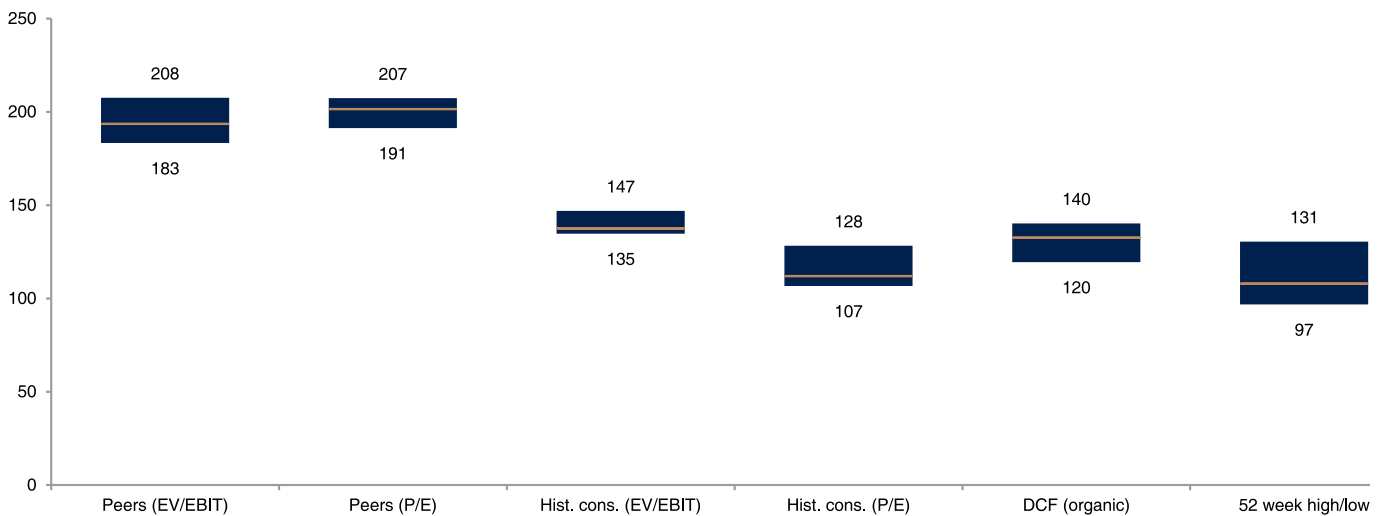
Source: ABG Sundal Collier Estimates

DCF deviation table

(SEK/share)	Perpetual growth rate	Discount rate				
		11.5%	10.5%	9.5%	9.0%	8.5%
-4.0%	107	117	129	136	144	
-3.0%	108	118	131	138	146	
-2.0%	108	120	133	140	149	
-1.5%	109	120	134	142	150	
-1.0%	110	121	135	143	152	

Source: ABG Sundal Collier Estimates

Valuation summary



Source: ABG Sundal Collier Estimates

Footnote: We consider the DCF and historical P/E multiples methods to be the most relevant when valuing SinterCast.

Implied fair valuation multiples

Implied fair valuation multiples			
2024e	EV/Sales	EV/EBIT	P/E
Peers (EV/EBIT)	10.0x	33x	42x
Peers (P/E)	10.3x	34x	43x
Hist. cons. (EV/EBIT)	7.1x	24x	30x
Hist. cons. (P/E)	5.9x	19x	25x
DCF (organic)	6.8x	22x	29x
Median	7.1x	24x	30x
52 week average	5.5x	18x	23x

Source: ABG Sundal Collier Estimates

Income Statement (SEKm)	2017	2018	2019	2020	2021	2022	2023	2024e	2025e	2026e
Sales	66	88	117	95	107	119	135	136	156	170
COGS	-15	-19	-28	-27	-31	-32	-36	-38	-42	-44
Gross profit	51	69	89	68	76	87	99	98	115	125
Other operating items	-31	-37	-45	-42	-43	-52	-50	-56	-51	-53
EBITDA	19	32	44	26	33	35	49	42	64	72
Depreciation and amortisation	-1	-2	-3	-4	-4	-5	-6	-1	-3	-3
of which leasing depreciation	0	0	-1	-1	-1	-2	-2	-0	-1	-1
EBITA	18	29	40	23	29	31	43	41	61	70
EO Items	-0	-1	-5	1	0	-5	-4	0	0	0
Impairment and PPA amortisation	0	0	0	0	0	0	0	0	0	0
EBIT	18	29	40	23	29	31	43	41	61	70
Net financial items	-0	0	-0	-0	-1	-0	-0	-0	0	0
Pretax profit	18	29	40	22	29	30	42	41	61	70
Tax	1	3	8	-0	4	3	-0	-8	-13	-14
Net profit	19	33	48	22	33	33	42	33	48	55
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	19	33	48	22	33	33	42	33	48	55
EPS	2.60	4.60	6.80	3.10	4.65	4.68	5.94	4.62	6.85	7.85
EPS adj.	2.68	4.68	7.49	3.03	4.63	5.39	6.49	4.62	6.85	7.85
Total extraordinary items after tax	-0	-1	-5	1	0	-5	-4	0	0	0
Leasing payments	0	0	-1	-1	-1	-2	-2	-2	-1	-1
Tax rate (%)	-5.1	-11.2	-20.8	0.5	-13.5	-9.5	0.9	20.1	20.6	20.6
Gross margin (%)	77.1	78.6	76.4	71.6	70.9	73.1	73.3	72.1	73.3	73.8
EBITDA margin (%)	29.3	36.1	37.3	27.5	30.9	29.7	36.4	31.1	40.8	42.7
EBITA margin (%)	27.1	33.5	34.5	23.7	27.4	25.9	31.7	30.3	38.9	41.1
EBIT margin (%)	27.1	33.5	34.5	23.7	27.4	25.9	31.7	30.3	38.9	41.1
Pre-tax margin (%)	27.0	33.5	34.2	23.3	26.9	25.6	31.6	30.2	39.0	41.2
Net margin (%)	28.4	37.3	41.4	23.2	30.5	28.1	31.3	24.1	30.9	32.7
Growth Rates y-o-y	-	-	-	-	-	-	-	-	-	-
Sales growth (%)	-13.0	33.7	32.8	-18.1	12.6	10.5	13.3	0.8	15.4	8.4
EBITDA growth (%)	-28.6	65.1	37.2	-39.8	26.7	6.0	38.9	-13.8	51.5	13.5
EBITA growth (%)	-31.3	65.2	36.7	-43.8	30.1	4.4	39.1	-3.9	48.4	14.4
EBIT growth (%)	-31.3	65.2	36.7	-43.8	30.1	4.4	39.1	-3.9	48.4	14.4
Net profit growth (%)	-30.6	75.8	47.4	-54.1	48.4	1.5	26.4	-22.3	47.9	14.7
EPS growth (%)	-31.6	76.9	47.8	-54.4	50.0	0.6	26.9	-22.2	48.1	14.7
Profitability	-	-	-	-	-	-	-	-	-	-
ROE (%)	20.5	35.4	45.7	20.1	29.5	29.5	37.3	30.3	44.6	47.9
ROE adj. (%)	20.9	35.9	50.4	19.5	29.5	33.9	40.8	30.3	44.6	47.9
ROCE (%)	19.7	31.9	37.7	19.9	25.5	26.5	37.2	37.4	55.6	59.7
ROCE adj. (%)	20.2	32.4	42.3	19.4	25.5	30.7	40.6	37.4	55.6	59.7
ROIC (%)	35.2	53.6	65.7	26.8	37.8	35.2	41.4	35.2	60.2	76.8
ROIC adj. (%)	36.0	54.5	73.7	26.1	37.8	40.9	45.2	35.2	60.2	76.8
Adj. earnings numbers	-	-	-	-	-	-	-	-	-	-
EBITA adj.	18	30	45	22	29	36	47	41	61	70
EBITA adj. margin (%)	27.7	34.1	38.7	23.1	27.4	30.0	34.6	30.3	38.9	41.1
EBIT adj.	18	30	45	22	29	36	47	41	61	70
EBIT adj. margin (%)	27.7	34.1	38.7	23.1	27.4	30.0	34.6	30.3	38.9	41.1

Source: ABG Sundal Collier, Company Data

Cash Flow (SEKm)	2017	2018	2019	2020	2021	2022	2023	2024e	2025e	2026e
EBITDA	19	32	44	26	33	35	49	42	64	72
Net financial items	-0	0	-0	-0	-1	-0	-0	-0	0	0
Paid tax	-0	0	0	-0	0	-0	-0	-0	0	0
Non-cash items	-0	-0	-0	-0	-0	1	0	4	0	0
Cash flow before change in WC	19	32	43	25	32	36	49	46	64	73
Change in working capital	-2	-7	-5	-3	1	-10	-3	11	-8	-3
Operating cash flow	17	25	38	22	33	26	45	56	56	69
Capex tangible fixed assets	-0	-1	-1	-2	-1	-1	-5	-2	-2	-2
Capex intangible fixed assets	-3	-2	-1	-1	-2	-1	-1	0	0	0
Acquisitions and Disposals	0	0	0	0	0	0	0	0	0	0
Free cash flow	13	22	37	19	30	24	40	55	54	68
Dividend paid	-28	-20	-36	-25	-28	-36	-39	-43	-36	-53
Share issues and buybacks	0	0	0	0	0	0	-1	-1	0	0
Leasing liability amortisation	0	0	-1	-1	-1	-2	-2	-2	-1	-1

Balance Sheet (SEKm)	2017	2018	2019	2020	2021	2022	2023	2024e	2025e	2026e
Goodwill	0	0	0	0	0	0	0	0	0	0
Other intangible assets	8	8	7	6	6	5	2	1	1	1
Tangible fixed assets	2	2	2	3	3	3	7	6	6	6
Right-of-use asset	0	0	3	4	4	3	2	1	2	2
Total other fixed assets	33	36	44	50	53	52	51	43	30	16
Fixed assets	42	46	56	63	65	62	62	52	39	24
Inventories	4	7	8	9	10	17	14	14	16	17
Receivables	15	23	28	22	26	34	37	33	38	41
Other current assets	3	2	3	7	3	3	7	5	6	7
Cash and liquid assets	30	33	33	26	27	14	12	21	39	52
Total assets	95	110	127	128	131	131	132	124	137	141
Shareholders equity	86	99	112	109	113	112	114	102	115	117
Minority	0	0	0	0	0	0	0	0	0	0
Total equity	86	99	112	109	113	112	114	102	115	117
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
Leasing liability	0	0	3	4	4	3	2	1	1	2
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	3	3	5	3	3	3	4	4	5	5
Other current liabilities	6	8	8	11	10	13	12	16	16	17
Total liabilities and equity	95	110	127	128	131	131	132	124	137	141
Net IB debt	-30	-33	-30	-22	-23	-11	-10	-19	-37	-51
Net IB debt excl. pension debt	-30	-33	-30	-22	-23	-11	-10	-19	-37	-51
Net IB debt excl. leasing	-30	-33	-33	-26	-27	-14	-12	-21	-39	-52
Capital employed	86	99	114	113	117	115	116	104	116	119
Capital invested	56	66	81	87	90	101	103	83	78	66
Working capital	14	21	26	24	25	39	42	31	39	42
EV breakdown	-	-	-	-	-	-	-	-	-	-
Market cap. diluted (m)	755	755	755	755	755	755	754	753	753	753
Net IB debt adj.	-30	-33	-30	-22	-23	-11	-10	-19	-37	-51
Market value of minority	0	0	0	0	0	0	0	0	0	0
EV	725	722	725	733	732	744	744	733	716	702
Total assets turnover (%)	64.9	85.6	98.0	74.8	83.0	90.6	102.6	105.9	119.9	122.1
Working capital/sales (%)	19.3	19.6	20.0	25.9	22.8	26.9	29.8	26.8	22.5	24.0
Financial risk and debt service	-	-	-	-	-	-	-	-	-	-
Net debt/equity (%)	-35.1	-33.1	-27.0	-20.3	-20.5	-10.1	-9.1	-19.0	-32.3	-43.3
Net debt / market cap (%)	-4.0	-4.3	-4.0	-2.9	-3.1	-1.5	-1.4	-2.6	-4.9	-6.7
Equity ratio (%)	90.6	90.0	87.5	85.2	86.4	85.8	86.3	82.3	83.9	83.1
Net IB debt adj. / equity (%)	-35.1	-33.1	-27.0	-20.3	-20.5	-10.1	-9.1	-19.0	-32.3	-43.3
Current ratio	5.91	5.86	5.48	4.39	4.81	4.39	4.37	3.56	4.82	5.29
EBITDA/net interest	192.0	--	145.0	65.5	66.4	117.3	244.5	468.6	1,139.4	287.3
Net IB debt/EBITDA (x)	-1.6	-1.0	-0.7	-0.8	-0.7	-0.3	-0.2	-0.5	-0.6	-0.7
Net IB debt/EBITDA lease adj. (x)	-1.5	-1.0	-0.7	-1.1	-0.9	-0.4	-0.2	-0.5	-0.6	-0.7
Interest coverage	89.5	295.0	100.8	56.5	58.8	77.0	107.2	649.3	252.9	282.0

Source: ABG Sundal Collier, Company Data

Share Data (SEKm)	2017	2018	2019	2020	2021	2022	2023	2024e	2025e	2026e
Actual shares outstanding	7	7	7	7	7	7	7	7	7	7
Actual shares outstanding (avg)	7	7	7	7	7	7	7	7	7	7
All additional shares	0	0	0	0	0	0	0	-0	0	0
Actual dividend per share	2.75	5.00	3.50	4.00	5.00	5.50	6.10	5.09	7.53	8.64

Source: ABG Sundal Collier, Company Data

Valuation and Ratios (SEKm)	2017	2018	2019	2020	2021	2022	2023	2024e	2025e	2026e
Shares outstanding adj.	7	7	7	7	7	7	7	7	7	7
Diluted shares adj.	7	7	7	7	7	7	7	7	7	7
EPS	2.60	4.60	6.80	3.10	4.65	4.68	5.94	4.62	6.85	7.85
Dividend per share	2.75	5.00	3.50	4.00	5.00	5.50	6.10	5.09	7.53	8.64
EPS adj.	2.68	4.68	7.49	3.03	4.63	5.39	6.49	4.62	6.85	7.85
BVPS	12.10	13.99	15.74	15.32	15.99	15.81	16.05	14.48	16.23	16.55
BVPS adj.	11.02	12.92	14.80	14.44	15.16	15.15	15.81	14.31	16.11	16.46
Net IB debt/share	-4.25	-4.63	-4.25	-3.10	-3.29	-1.59	-1.46	-2.75	-5.24	-7.16
Share price	106.50	106.50	106.50	106.50	106.50	106.50	106.50	106.50	106.50	106.50
Market cap. (m)	755	755	755	755	755	755	754	753	753	753

Valuation and Ratios (SEKm)	2017	2018	2019	2020	2021	2022	2023	2024e	2025e	2026e
Valuation	-	-	-	-	-	-	-	-	-	-
P/E (x)	41.0	23.2	15.7	34.4	22.9	22.8	17.9	23.0	15.6	13.6
EV/sales (x)	11.05	8.24	6.22	7.68	6.81	6.27	5.53	5.41	4.57	4.14
EV/EBITDA (x)	37.8	22.8	16.7	28.0	22.0	21.1	15.2	17.4	11.2	9.7
EV/EBITA (x)	40.7	24.6	18.0	32.4	24.9	24.2	17.4	17.9	11.8	10.1
EV/EBIT (x)	40.7	24.6	18.0	32.4	24.9	24.2	17.4	17.9	11.8	10.1
Dividend yield (%)	2.6	4.7	3.3	3.8	4.7	5.2	5.7	4.8	7.1	8.1
FCF yield (%)	1.7	2.9	4.8	2.5	4.0	3.2	5.3	7.2	7.2	9.0
Le. adj. FCF yld. (%)	1.7	2.9	4.7	2.4	3.9	3.0	5.1	7.0	7.1	8.9
P/BVPS (x)	8.80	7.61	6.77	6.95	6.66	6.74	6.64	7.36	6.56	6.43
P/BVPS adj. (x)	9.67	8.24	7.20	7.37	7.02	7.03	6.74	7.44	6.61	6.47
P/E adj. (x)	39.7	22.7	14.2	35.1	23.0	19.8	16.4	23.0	15.6	13.6
EV/EBITA adj. (x)	39.8	24.2	16.1	33.3	24.9	20.9	16.0	17.9	11.8	10.1
EV/EBIT adj. (x)	39.8	24.2	16.1	33.3	24.9	20.9	16.0	17.9	11.8	10.1
EV/CE (x)	8.4	7.3	6.3	6.5	6.2	6.5	6.4	7.1	6.2	5.9
Investment ratios	-	-	-	-	-	-	-	-	-	-
Capex/sales (%)	5.6	3.0	1.0	2.9	3.0	1.4	4.2	1.2	1.0	1.0
Capex/depreciation	2.6	1.1	0.6	1.2	1.1	0.6	1.2	1.8	0.7	0.8

Source: ABG Sundal Collier, Company Data

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