

Expect a softer start to the year

CapMan reports its Q1 results on April 28th. We expect rather good results but have lowered our profitability estimates due to some expected softness in investment returns and potential write-downs relating to Russia. We retain our BUY-rating with a target price of EUR 3.2 (3.4)

Market environment seen to impact Q1

CapMan will report Q1 earnings on April 28th. With the on-going Ukraine crisis and the impact on the market environment we expect some softness in the earnings. We anticipate seeing lower investment returns q/q given the weaker stock market development and resulting impact on valuation multiples. The direct impacts on investment objects however appear to be limited. As a reminder, CapMan has divested its market portfolio, which was a source of earnings weakness in the early stages of the pandemic. CapMan wrote-down the goodwill relating to its Russia business but still has some investments, commitments and receivables relating to the operations. We have pre-emptively assumed that some write-downs will be made. Our Q1 operating profit estimate is now EUR 10.7m (prev. EUR 16.7m).

Still set for clear earnings improvements y/y

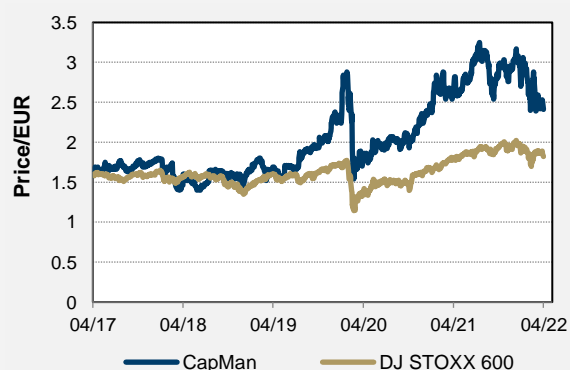
Our 2022e estimates are down by 14% following the aforementioned adjustments and some further downward tweaks to our investment return estimates. Earnings are still set to improve considerably y/y, aided by carried interest, with the NRE I -fund expected to have entered carry during Q1. The uncertainty relating to the amount of carry is very high and the Q1 report should add needed visibility. We still see that CapMan is in a good position to achieve quarterly average earnings levels of EUR 10m+ in the near-term.

BUY with a target price of EUR 3.2 (3.4)

We have as mentioned made some adjustments to our estimates and accordingly finetune our target price to EUR 3.2 (prev. EUR 3.4). We retain our BUY-rating. Valuation based on multiples is still not challenging (2022e P/E <10x) and dividends continue to support the investment case.

Rating

BUY



Share price, EUR (Last trading day's closing price) 2.41

Target price, EUR 3.2

Latest change in recommendation 29-Apr-21

Latest report on company 04-Feb-22

Research paid by issuer: YES

No. of shares outstanding, '000's 156,617

No. of shares fully diluted, '000's 156,617

Market cap, EURm 377

Free float, % 64.0

Exchange rate EUR 1.000

Reuters code CAPMAN.HE

Bloomberg code CAPMAN FH

Average daily volume, EURm 0.25

Next interim report 28-Apr-22

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BUY HOLD SELL

KEY FIGURES

	Sales EURm	EBIT EURm	EBIT %	FCF EURm	EPS EUR	P/E (x)	EV/Sales (x)	EV/EBIT (x)	FCF yield %	DPS EUR
2020	43.0	12.3	28.7%	-15.6	0.03	70.6	9.1	31.7	-4.3	0.14
2021	52.8	44.6	84.6%	11.1	0.22	13.9	9.5	11.2	2.3	0.15
2022E	78.6	51.6	65.7%	39.0	0.26	9.3	4.9	7.4	10.3	0.16
2023E	75.5	53.2	70.4%	42.1	0.27	8.9	4.9	6.9	11.2	0.17
2024E	80.9	59.0	73.0%	48.4	0.31	7.8	4.3	5.8	12.8	0.18
Market cap, EURm	377			Gearing 2022E, %	1.6			CAGR EPS 2021-24, %	12.0	
Net debt 2022E, EURm	2			Price/book 2022E	2.6			CAGR sales 2021-24, %	15.3	
Enterprise value, EURm	384			Dividend yield 2022E, %	6.6			ROE 2022E, %	30.2	
Total assets 2022E, EURm	271			Tax rate 2022E, %	11.3			ROCE 2022E, %	23.5	
Goodwill 2022E, EURm	12			Equity ratio 2022E, %	53.3			PEG, P/E 22/CAGR	1.5	

All the important disclosures can be found on the last pages of this report.

CapMan	2020	Q1/'21	Q2/'21	Q3/'21	Q4/'21	2021	Q1/'22E	Q2/'22E	Q3/'22E	Q4/'22E	2022E	2023E	2024E
Management fees	29.0	8.0	8.4	9.6	10.5	36.6	9.8	10.1	10.5	11.0	41.4	43.9	46.1
Sale of services	13.1	3.2	3.2	3.1	3.9	13.3	3.3	3.4	3.4	4.5	14.7	16.8	18.5
Carried interest	0.9	0.0	0.3	2.2	0.3	2.9	6.5	4.0	4.0	8.0	22.5	14.9	16.3
Dividend and interest income	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
Revenue	43.0	11.3	11.9	14.9	14.7	52.8	19.6	17.5	17.9	23.5	78.6	75.5	80.9
<i>change, %</i>	<i>-12.2%</i>	<i>-5.3%</i>	<i>36.4%</i>	<i>66.9%</i>	<i>9.7%</i>	<i>22.8%</i>	<i>73.5%</i>	<i>47.2%</i>	<i>20.7%</i>	<i>59.9%</i>	<i>48.9%</i>	<i>-3.9%</i>	<i>7.1%</i>
Other operating income	0.1	0.0	0.0	0.0	0.0	0.1	0.0	0.0	0.0	0.0	0.1	0.1	0.1
Personnel expenses	-23.9	-6.3	-7.8	-7.5	-9.1	-30.6	-6.6	-8.4	-8.4	-9.5	-33.0	-34.6	-36.3
Other operating expenses	-9.7	-2.7	-2.0	-2.1	-3.1	-10.0	-2.9	-2.1	-2.2	-3.3	-10.5	-11.0	-11.5
Depreciation and amortisation	-1.5	-0.4	-0.4	-0.4	-0.4	-1.6	-3.4	-0.4	-0.4	-0.4	-4.6	-4.8	-5.1
Fair value changes	4.4	8.2	9.6	6.0	10.1	33.9	4.0	4.0	6.0	7.0	26.0	28.0	31.0
Operating profit	12.3	10.1	11.3	10.9	12.2	44.6	10.7	10.5	13.0	17.4	51.6	53.2	59.0
<i>Operating profit margin, %</i>	<i>28.7%</i>	<i>89.6%</i>	<i>95.5%</i>	<i>73.4%</i>	<i>83.2%</i>	<i>84.6%</i>	<i>54.8%</i>	<i>60.3%</i>	<i>72.3%</i>	<i>73.9%</i>	<i>65.7%</i>	<i>70.4%</i>	<i>73.0%</i>
Items affecting comparability	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
Adj. operating profit	12.3	10.1	11.3	10.9	12.2	44.6	10.7	10.5	13.0	17.4	51.6	53.2	59.0
Net financials	-3.1	-0.9	-1.3	-0.8	-1.1	-4.0	-1.0	-1.0	-1.0	-1.0	-4.0	-4.0	-3.1
Pre-tax profit	9.2	9.3	10.1	10.2	11.1	40.6	9.7	9.5	12.0	16.4	47.6	49.2	55.9
Income taxes	-2.9	-1.5	-1.2	-0.8	-1.7	-5.2	-1.2	-1.1	-1.4	-2.0	-5.7	-5.6	-6.3
Minority interest	-1.1	-0.3	0.0	-0.4	-0.3	-1.0	-0.4	-0.4	-0.4	-0.4	-1.2	-1.2	-1.2
Profit for the period	6.3	7.5	8.8	9.0	9.0	34.3	8.2	8.1	10.2	14.1	40.7	42.5	48.4
EPS, EUR	0.04	0.05	0.06	0.06	0.06	0.22	0.05	0.05	0.07	0.09	0.26	0.27	0.31
Assets under management	3827	3889	4326	4341	4517	4517					4800	5000	5200
Management Company business	2020	Q1/'21	Q2/'21	Q3/'21	Q4/'21	2021	Q1/'22E	Q2/'22E	Q3/'22E	Q4/'22E	2022E	2023E	2024E
Revenue	33.7	9.0	9.9	12.9	11.8	43.6	17.3	15.2	15.7	20.2	68.4	63.9	68.1
Operating profit	9.5	2.5	2.4	5.1	3.2	13.2	7.2	7.1	7.2	10.9	32.4	26.1	28.4
Investment business	2020	Q1/'21	Q2/'21	Q3/'21	Q4/'21	2021	Q1/'22E	Q2/'22E	Q3/'22E	Q4/'22E	2022E	2023E	2024E
Revenue	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
Operating profit	4.0	7.9	9.4	5.9	9.6	32.7	3.8	3.8	5.8	6.8	20.0	27.0	29.9
Services business	2020	Q1/'21	Q2/'21	Q3/'21	Q4/'21	2021	Q1/'22E	Q2/'22E	Q3/'22E	Q4/'22E	2022E	2023E	2024E
Revenue	8.6	2.3	2.0	1.9	2.4	8.6	2.3	2.3	2.2	2.8	9.6	11.0	12.2
Operating profit	4.6	1.2	0.7	1.1	1.2	4.2	1.2	1.0	1.2	1.5	4.9	6.1	6.9
Other	2020	Q1/'21	Q2/'21	Q3/'21	Q4/'21	2021	Q1/'22E	Q2/'22E	Q3/'22E	Q4/'22E	2022E	2023E	2024E
Revenue	0.7	0.0	0.0	0.0	0.5	0.5	0.0	0.0	0.0	0.5	0.6	0.6	0.6
Operating profit	-5.7	-1.4	-1.2	-1.1	-1.7	-5.4	-1.4	-1.3	-1.2	-1.8	-5.6	-5.9	-6.2

Source: CapMan, Evli Research estimates

VALUATION RESULTS	BASE CASE DETAILS	VALUATION ASSUMPTIONS	ASSUMPTIONS FOR WACC
Current share price	2.41 PV of Free Cash Flow	371 Long-term growth, %	2.0 Risk-free interest rate, %
DCF share value	5.46 PV of Horizon value	507 WACC, %	7.9 Market risk premium, %
Share price potential, %	126.6 Unconsolidated equity	-4 Spread, %	0.5 Debt risk premium, %
Maximum value	6.0 Marketable securities	65 Minimum WACC, %	7.4 Equity beta coefficient
Minimum value	5.0 Debt - dividend	-83 Maximum WACC, %	8.4 Target debt ratio, %
Horizon value, %	57.8 Value of stock	855 Nr of shares, Mn	156.6 Effective tax rate, %

DCF valuation, EURm	2021	2022E	2023E	2024E	2025E	2026E	2027E	2028E	2029E	2030E	2031E	Horizon
Net sales	53	79	76	81	83	85	87	89	92	94	96	98
<i>Sales growth, %</i>	<i>22.8</i>	<i>48.9</i>	<i>-3.9</i>	<i>7.1</i>	<i>2.5</i>	<i>2.5</i>	<i>2.5</i>	<i>2.5</i>	<i>2.5</i>	<i>2.5</i>	<i>2.0</i>	<i>2.0</i>
Operating income (EBIT)	45	52	53	59	58	59	61	62	64	66	67	68
<i>Operating income margin, %</i>	<i>84.6</i>	<i>65.7</i>	<i>70.4</i>	<i>73.0</i>	<i>70.0</i>	<i>70.0</i>	<i>70.0</i>	<i>70.0</i>	<i>70.0</i>	<i>70.0</i>	<i>70.0</i>	<i>70.0</i>
+ Depreciation+amort.	2	5	2	2	2	2	2	2	2	2	2	2
EBITDA	46	56	55	61	60	61	63	64	66	68	69	
- Paid taxes	-3	-6	-6	-7	-7	-7	-7	-7	-7	-7	-7	-8
- Change in NWC	5	6	0	0	0	0	0	0	0	0	0	0
<i>NWC / Sales, %</i>	<i>0.1</i>	<i>-7.2</i>	<i>-7.3</i>	<i>-7.2</i>	<i>-7.1</i>	<i>-7.1</i>	<i>-7.1</i>	<i>-7.1</i>	<i>-7.0</i>	<i>-7.0</i>	<i>-7.0</i>	
+ Change in other liabs	19	0	0	0	0	0	0	0	0	0	0	0
- Operative CAPEX	0	-11	0	0	0	0	0	0	0	0	0	0
<i>opCAPEX / Sales, %</i>	<i>0.7</i>	<i>15.1</i>	<i>2.1</i>	<i>2.2</i>	<i>2.2</i>	<i>2.2</i>	<i>2.2</i>	<i>2.3</i>	<i>2.3</i>	<i>2.4</i>	<i>2.3</i>	
- Acquisitions	0	0	0	0	0	0	0	0	0	0	0	0
+ Divestments	0	0	0	0	0	0	0	0	0	0	0	0
- Other items	-33	0	0	0	0	0	0	0	0	0	0	0
= FCFF	34	45	48	54	53	54	56	57	59	60	61	1,059
= Discounted FCFF		43	42	44	40	38	36	34	33	31	29	507
= DFCF min WACC		43	43	44	41	39	37	35	34	32	31	579
= DFCF max WACC		43	42	43	39	37	35	33	31	30	28	447

INTERIM FIGURES

EVLI ESTIMATES, EURm	2021Q1	2021Q2	2021Q3	2021Q4	2021	2022Q1E	2022Q2E	2022Q3E	2022Q4E	2022E	2023E	2024E
Net sales	11.3	11.9	14.9	14.7	52.8	19.6	17.5	17.9	23.5	78.6	75.5	80.9
EBITDA	10.5	11.7	11.3	12.6	46.2	14.1	10.9	13.4	17.8	56.2	54.8	60.6
<i>EBITDA margin (%)</i>	<i>92.8</i>	<i>98.5</i>	<i>76.1</i>	<i>85.9</i>	<i>87.4</i>	<i>72.1</i>	<i>62.6</i>	<i>74.5</i>	<i>75.6</i>	<i>71.6</i>	<i>72.5</i>	<i>74.9</i>
EBIT	10.1	11.3	10.9	12.2	44.6	10.7	10.5	13.0	17.4	51.6	53.2	59.0
<i>EBIT margin (%)</i>	<i>89.6</i>	<i>95.5</i>	<i>73.4</i>	<i>83.2</i>	<i>84.6</i>	<i>54.8</i>	<i>60.3</i>	<i>72.3</i>	<i>73.9</i>	<i>65.7</i>	<i>70.4</i>	<i>73.0</i>
Net financial items	-0.9	-1.3	-0.8	-1.1	-4.0	-1.0	-1.0	-1.0	-1.0	-4.0	-4.0	-3.1
Pre-tax profit	9.3	10.1	10.2	11.1	40.6	9.7	9.5	12.0	16.4	47.6	49.2	55.9
Tax	-1.5	-1.2	-0.7	-1.7	-5.2	-1.2	-1.1	-1.4	-2.0	-5.7	-5.6	-6.3
<i>Tax rate (%)</i>	<i>16.5</i>	<i>12.4</i>	<i>7.1</i>	<i>15.7</i>	<i>12.9</i>	<i>9.2</i>	<i>12.0</i>	<i>12.0</i>	<i>12.0</i>	<i>11.3</i>	<i>11.3</i>	<i>11.3</i>
Net profit	7.5	8.8	9.0	9.0	34.3	8.2	8.1	10.2	14.1	40.5	42.3	48.2
EPS	0.05	0.06	0.06	0.06	0.22	0.05	0.05	0.07	0.09	0.26	0.27	0.31
EPS adjusted (diluted no. of shares)	0.05	0.06	0.06	0.06	0.22	0.05	0.05	0.07	0.09	0.26	0.27	0.31
Dividend per share	0.00	0.00	0.00	0.00	0.15	0.00	0.00	0.00	0.00	0.16	0.17	0.18
SALES, EURm												
Management Company business	9.0	9.9	12.9	11.8	43.6	17.3	15.2	15.7	20.2	68.4	63.9	68.1
Service business	2.3	2.0	1.9	2.4	8.6	2.3	2.3	2.2	2.8	9.6	11.0	12.2
Other & eliminations	0.0	0.0	0.0	0.5	0.5	0.0	0.0	0.0	0.5	0.6	0.6	0.6
Total	11.3	11.9	14.9	14.7	52.8	19.6	17.5	17.9	23.5	78.6	75.5	80.9
SALES GROWTH, Y/Y %												
Management Company business	25.9	52.6	84.5	14.6	41.0	91.6	53.7	21.6	71.5	56.8	-6.6	6.6
Service business	-52.5	-10.2	7.1	-5.4	-24.1	1.6	15.0	15.0	15.0	11.5	15.0	10.0
Other & eliminations	57.1	-47.6	-90.0	-11.3	-23.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0
Total	-5.3	36.5	66.9	9.7	22.8	73.5	47.2	20.7	59.9	48.9	-3.9	7.1
EBIT, EURm												
Management Company business	2.5	2.4	5.1	3.2	13.2	7.2	7.1	7.2	10.9	32.4	26.1	28.4
Investment business	7.9	9.4	5.9	9.6	32.7	3.8	3.8	5.8	6.8	20.0	27.0	29.9
Service business	1.2	0.7	1.1	1.2	4.2	1.2	1.0	1.2	1.5	4.9	6.1	6.9
Other & eliminations	-1.4	-1.2	-1.1	-1.7	-5.4	-1.4	-1.3	-1.2	-1.8	-5.6	-5.9	-6.2
Total	10.1	11.3	10.9	12.2	44.6	10.7	10.5	13.0	17.4	51.6	53.2	59.0
EBIT margin, %												
Management Company business	27.5	24.7	39.1	27.3	30.2	41.7	46.8	45.7	54.0	47.4	40.9	41.7
Service business	52.5	36.9	55.2	48.6	48.4	50.9	42.4	55.1	53.1	50.5	54.8	56.9
Other & eliminations	-12,972.7	-10,990.9	-10,720.0	-340.1	-1,011.6	-12,021.2	-11,155.4	-11,328.6	-334.6	-1,001.6	-1,001.6	-1,001.6
Total	89.6	95.5	73.4	83.2	84.6	54.8	60.3	72.3	73.9	65.7	70.4	73.0

INCOME STATEMENT, EURm	2017	2018	2019	2020	2021	2022E	2023E	2024E
Sales	34.8	36.0	49.0	43.0	52.8	78.6	75.5	80.9
<i>Sales growth (%)</i>	<i>30.6</i>	<i>3.3</i>	<i>36.1</i>	<i>-12.2</i>	<i>22.8</i>	<i>48.9</i>	<i>-3.9</i>	<i>7.1</i>
EBITDA	21.2	12.2	25.0	13.9	46.2	56.2	54.8	60.6
<i>EBITDA margin (%)</i>	<i>61.0</i>	<i>33.8</i>	<i>51.0</i>	<i>32.2</i>	<i>87.4</i>	<i>71.6</i>	<i>72.5</i>	<i>74.9</i>
Depreciation	-0.3	-0.2	-1.4	-1.5	-1.5	-1.6	-1.6	-1.6
EBITA	21.0	12.0	23.6	12.3	44.6	54.6	53.2	59.0
Goodwill amortization / writedown	-1.5	0.0	-4.2	0.0	0.0	-3.0	0.0	0.0
EBIT	19.5	12.0	19.4	12.3	44.6	51.6	53.2	59.0
<i>EBIT margin (%)</i>	<i>55.9</i>	<i>33.2</i>	<i>39.6</i>	<i>28.7</i>	<i>84.6</i>	<i>65.7</i>	<i>70.4</i>	<i>73.0</i>
Reported EBIT	19.5	12.0	19.4	12.3	44.6	51.6	53.2	59.0
<i>EBIT margin (reported) (%)</i>	<i>55.9</i>	<i>33.2</i>	<i>39.6</i>	<i>28.7</i>	<i>84.6</i>	<i>65.7</i>	<i>70.4</i>	<i>73.0</i>
Net financials	-3.3	-2.7	-1.8	-3.1	-4.0	-4.0	-4.0	-3.1
Pre-tax profit	16.2	9.3	17.6	9.2	40.6	47.6	49.2	55.9
Taxes	-0.8	-0.8	-1.7	-2.9	-5.2	-5.7	-5.6	-6.3
Minority shares	0.0	-0.4	-1.9	-1.1	-1.0	-1.4	-1.4	-1.4
Net profit	15.3	8.1	14.0	5.1	34.3	40.5	42.3	48.2
Cash NRIs	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Non-cash NRIs	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
BALANCE SHEET, EURm								
Assets								
Fixed assets	93	88	120	117	131	142	141	142
Goodwill	5	5	15	15	15	12	12	12
Right of use assets	0	3	3	2	1	1	1	1
Inventory	0	0	0	0	0	0	0	0
Receivables	89	57	31	23	25	31	30	32
Liquid funds	23	55	44	58	65	83	96	85
Total assets	211	209	217	219	240	271	283	274
Liabilities								
Shareholder's equity	127	121	127	113	126	143	160	182
Minority interest	0	0	2	1	2	2	2	2
Convertibles	0	0	0	0	0	0	0	0
Lease liabilities	0	3	3	2	1	1	1	1
Deferred taxes	9	3	2	3	5	5	5	5
Interest bearing debt	48	60	57	81	82	83	80	47
Non-interest bearing current liabilities	27	17	20	18	24	36	35	37
Other interest-free debt	1	5	5	1	1	1	1	1
Total liabilities	211	209	217	219	240	271	283	274
CASH FLOW, EURm								
+ EBITDA	21	12	25	14	46	56	55	61
- Net financial items	-3	-3	-2	-3	-4	-4	-4	-3
- Taxes	-2	-3	-5	-4	-3	-6	-6	-6
- Increase in Net Working Capital	-2	-7	-3	-16	5	6	0	0
+/- Other	-18	-4	-16	-3	-33	-1	-1	-1
= Cash flow from operations	-4	-5	0	-12	11	51	44	50
- Capex	-1	2	-6	-3	0	-12	-2	-2
- Acquisitions	0	-8	-1	0	0	0	0	0
+ Divestments	0	0	6	0	0	0	0	0
= Free cash flow	-4	-11	-1	-16	11	39	42	48
+/- New issues/buybacks	-4	2	12	-1	2	0	0	0
- Paid dividend	-13	-16	-18	-20	-22	-23	-25	-27
+/- Other	-1	56	-5	51	16	2	-3	-33
Change in cash	-22	31	-11	14	7	17	14	-11

KEY FIGURES	2018	2019	2020	2021	2022E	2023E	2024E
M-cap	216	354	363	476	377	377	377
Net debt (excl. convertibles)	8	16	26	18	2	-15	-37
Enterprise value	225	377	391	500	384	367	344
Sales	36	49	43	53	79	76	81
EBITDA	12	25	14	46	56	55	61
EBIT	12	19	12	45	52	53	59
Pre-tax	9	18	9	41	48	49	56
Earnings	8	14	5	34	41	42	48
Equity book value (excl. minorities)	121	127	113	126	143	160	182
Valuation multiples							
EV/sales	6.3	7.7	9.1	9.5	4.9	4.9	4.3
EV/EBITDA	18.5	15.1	28.2	10.8	6.8	6.7	5.7
EV/EBITA	18.9	15.9	31.7	11.2	7.0	6.9	5.8
EV/EBIT	18.9	19.4	31.7	11.2	7.4	6.9	5.8
EV/OCF	-48.1	-1,037.5	-32.8	45.4	7.6	8.4	6.9
EV/FCFF	4.9	23.7	70.9	14.7	8.5	7.6	6.4
P/FCFE	-19.3	-404.4	-23.2	42.9	9.7	9.0	7.8
P/E	26.8	25.4	70.6	13.9	9.3	8.9	7.8
P/B	1.8	2.8	3.2	3.8	2.6	2.4	2.1
Target EV/EBITDA	0.0	0.0	0.0	0.0	9.0	8.9	7.7
Target EV/EBIT	0.0	0.0	0.0	0.0	9.8	9.2	7.9
Target EV/FCF	0.0	0.0	0.0	0.0	12.9	11.6	9.6
Target P/B	0.0	0.0	0.0	0.0	3.5	3.1	2.8
Target P/E	0.0	0.0	0.0	0.0	12.4	11.9	10.4
Per share measures							
Number of shares	147,116	153,755	156,459	156,617	156,617	156,617	156,617
Number of shares (diluted)	147,116	153,755	156,459	156,617	156,617	156,617	156,617
EPS	0.05	0.09	0.03	0.22	0.26	0.27	0.31
Operating cash flow per share	-0.03	0.00	-0.08	0.07	0.32	0.28	0.32
Free cash flow per share	-0.08	-0.01	-0.10	0.07	0.25	0.27	0.31
Book value per share	0.82	0.83	0.72	0.80	0.91	1.02	1.16
Dividend per share	0.12	0.13	0.14	0.15	0.16	0.17	0.18
Dividend payout ratio, %	218.9	143.1	426.1	68.5	61.8	63.0	58.5
Dividend yield, %	8.2	5.6	6.0	6.2	6.6	7.1	7.5
FCF yield, %	-5.2	-0.2	-4.3	2.3	10.3	11.2	12.8
Efficiency measures							
ROE	6.5	11.3	4.3	28.8	30.2	27.9	28.2
ROCE	6.7	10.4	6.4	21.9	23.5	22.5	24.9
Financial ratios							
Inventories as % of sales	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Receivables as % of sales	157.6	63.2	54.5	47.9	40.0	40.0	40.0
Non-interest bearing liabilities as % of sales	46.7	41.2	41.9	46.0	46.0	46.0	46.0
NWC/sales, %	96.8	12.9	9.6	0.1	-7.2	-7.3	-7.2
Operative CAPEX/sales, %	-5.2	12.0	8.0	0.7	15.1	2.1	2.2
CAPEX/sales (incl. acquisitions), %	-28.6	10.9	7.4	0.7	15.1	2.1	2.2
FCFF/EBITDA	3.8	0.6	0.4	0.7	0.8	0.9	0.9
Net debt/EBITDA, book-weighted	0.7	0.7	1.8	0.4	0.0	-0.3	-0.6
Debt/equity, market-weighted	0.3	0.2	0.2	0.2	0.2	0.2	0.1
Equity ratio, book-weighted	57.8	59.8	51.8	53.0	53.3	57.0	66.8
Gearing, %	6.9	12.6	22.5	14.0	1.6	-9.1	-19.9

COMPANY DESCRIPTION: CapMan is a leading Nordic asset management and investment company. CapMan manages over EUR 4.5 billion in assets. The company mainly manages investors' assets but also makes direct investments from its balance sheet, mainly into own funds. Current investments strategies cover Buyout, Growth Equity, Real Estate, Infra, Credit and Special situations. CapMan also has a growing service business that includes procurement activities, reporting and analysis services and fund management services.

INVESTMENT CASE: CapMan is set to continue to grow its earnings and increase earnings stability. An important driver is the increase in fee-based profitability through growth in capital under management, while still being able to maintain a sound cost structure. Additional earnings potential in the upcoming years is offered by the outlook of several of CapMans funds approaching carry. Good cash flows and a healthy balance sheet support continued high dividend payouts.

OWNERSHIP STRUCTURE	SHARES	EURm	%
Silvertärnan Ab	16,226,519	39.106	10.4%
Ilmarinen Mutual Pension Insurance Company	10,318,326	24.867	6.6%
Laakkonen Mikko Kalervo	6,378,320	15.372	4.1%
Oy Inventiainvest AB	4,286,860	10.331	2.7%
Varma Mutual Pension Insurance Company	3,675,215	8.857	2.3%
Joensuun Kauppa ja Kone Oy	3,289,502	7.928	2.1%
Vesasco Oy	3,088,469	7.443	2.0%
Nordea Funds	2,532,535	6.103	1.6%
The State Pension Fund	2,500,000	6.025	1.6%
Momea Invest Oy	2,150,000	5.182	1.4%
Ten largest	54,445,746	131.214	35%
Residual	102,171,547	246.233	65%
Total	156,617,293	377.448	100%

EARNINGS CALENDAR

April 28, 2022	Q1 report
August 04, 2022	Q2 report
October 27, 2022	Q3 report

OTHER EVENTS**COMPANY MISCELLANEOUS**

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CFO: Atte Rissanen	Tel: +358 207 207 500
IR: Linda Tierala	

DEFINITIONS

P/E	$\frac{\text{Price per share}}{\text{Earnings per share}}$	EPS	$\frac{\text{Profit before extraord. items and taxes} - \text{income taxes} + \text{minority interest}}{\text{Number of shares}}$
P/BV	$\frac{\text{Price per share}}{\text{Shareholders' equity} + \text{taxed provisions per share}}$	DPS	Dividend for the financial period per share
Market cap	Price per share * Number of shares	OCF (Operating cash flow)	EBITDA – Net financial items – Taxes – Increase in working capital – Cash NRIs ± Other adjustments
EV (Enterprise value)	Market cap + net debt + minority interest at market value – share of associated companies at market value	FCF (Free cash flow)	Operating cash flow – operative CAPEX – acquisitions + divestments
EV/Sales	$\frac{\text{Enterprise value}}{\text{Sales}}$	FCF yield, %	$\frac{\text{Free cash flow}}{\text{Market cap}}$
EV/EBITDA	$\frac{\text{Enterprise value}}{\text{Earnings before interest, tax, depreciation and amortization}}$	Operative CAPEX/sales	$\frac{\text{Capital expenditure} - \text{divestments} - \text{acquisitions}}{\text{Sales}}$
EV/EBIT	$\frac{\text{Enterprise value}}{\text{Operating profit}}$	Net working capital	Current assets – current liabilities
Net debt	Interest bearing debt – financial assets	Capital employed/Share	$\frac{\text{Total assets} - \text{non-interest bearing debt}}{\text{Number of shares}}$
Total assets	Balance sheet total	Gearing	$\frac{\text{Net debt}}{\text{Equity}}$
Div yield, %	$\frac{\text{Dividend per share}}{\text{Price per share}}$	Debt/Equity, %	$\frac{\text{Interest bearing debt}}{\text{Shareholders' equity} + \text{minority interest} + \text{taxed provisions}}$
Payout ratio, %	$\frac{\text{Total dividends}}{\text{Earnings before extraordinary items and taxes} - \text{income taxes} + \text{minority interest}}$	Equity ratio, %	$\frac{\text{Shareholders' equity} + \text{minority interest} + \text{taxed provisions}}{\text{Total assets} - \text{interest-free loans}}$
ROCE, %	$\frac{\text{Profit before extraordinary items} + \text{interest expenses} + \text{other financial costs}}{\text{Balance sheet total} - \text{non-interest bearing debt (average)}}$	CAGR, %	Cumulative annual growth rate = Average growth per year
ROE, %	$\frac{\text{Profit before extraordinary items and taxes} - \text{income taxes}}{\text{Shareholder's equity} + \text{minority interest} + \text{taxed provisions (average)}}$		

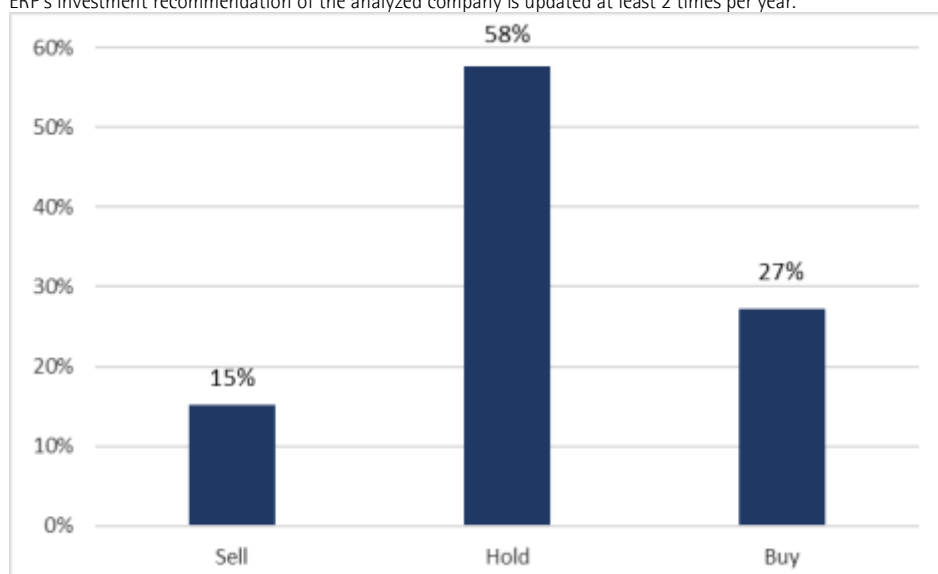
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Investment recommendations are defined as follows:

Target price compared to share price	Recommendation
< -10 %	SELL
-10 – (+10) %	HOLD
> 10 %	BUY

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Name(s) of the analyst(s): Salokivi

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