

Slow start for the year

Scanfil's Q1 EBIT, at EUR 6.8m, came in below our EUR 8.0m estimate, while the EUR 130m sales topped our EUR 125m estimate. Scanfil did warn Q1 would be slow due to a few major customers and still expects clear pick-up in activity in Q2. We leave our growth and margin estimates unchanged, retaining our TP of EUR 4.75 and BUY rating.

The 7% y/y revenue decline was due to two segments

Scanfil reorganized its segments in the beginning of 2019. The new structure includes Communication (previously Networks & Communications; 14% of Q1 sales), Consumer Applications (parts of Urban Applications and Other Industries; 18% of Q1 sales), Energy & Automation (some contracts added from other segments; 20% of Q1 sales), Industrial (parts of Urban Applications and Other Industries; 28% of Q1 sales), and Medtec & Life Science (21% of Q1 sales) segments. The Q1 revenue decline was attributable to the Consumer Applications (35% y/y decrease) and Communication (20% y/y decrease) segments. The other three segments' revenues were either flat or increasing. Scanfil also expects Consumer Applications' top line to grow in 2019 despite the plan to halt the production of a single major product where demand has been low since Q3'18.

Q1 EBIT margin low due to volumes and product mix

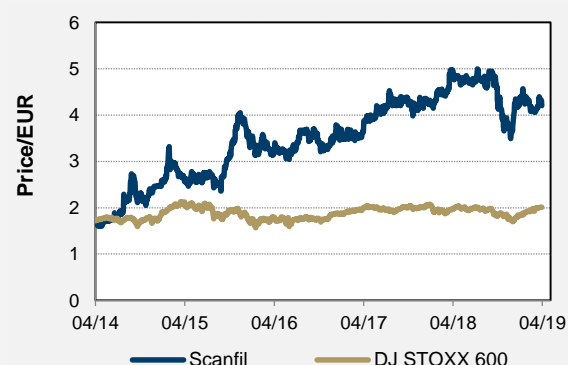
Scanfil managed a meagre 5.3% operating margin in Q1 (7.4% a year ago) owing to both low sales volumes and a suboptimal product mix. Although Scanfil has now posted substandard margins for two consecutive quarters (Q4 EBIT was similarly low due to product mix), we continue to expect 6-7% operating margins going forward. Scanfil targets 7% operating margin.

Our target price remains unchanged at EUR 4.75 per share

Scanfil's peer group valuation multiples have stayed largely flat since the previous earnings report. Scanfil currently trades at 6.1x EV/EBITDA '19e and 7.8x EV/EBIT '19e, a valuation level in line with the peer group. Moreover, as we see no changes to Scanfil's longer term outlook, we retain our target price of EUR 4.75 per share and leave our rating BUY.

Rating

BUY



Share price, EUR (Last trading day's closing price) 4.20

Target price, EUR 4.75

Latest change in recommendation 29-Oct-18

Latest report on company 18-Feb-19

Research paid by issuer: YES

No. of shares outstanding, '000's 63,895

No. of shares fully diluted, '000's 63,895

Market cap, EURm 268

Free float, % -

Exchange rate -

Reuters code SCANFLHE

Bloomberg code SCANFL FH

Average daily volume, EURm 0.1

Next interim report 09-Aug-19

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BUY HOLD SELL

KEY FIGURES

	Sales EURm	EBIT EURm	EBIT %	Ptx profit EURm	EPS EUR	P/E (x)	EV/Sales (x)	P/CF (x)	EV/EBIT (x)	DPS EUR
2017	530	31	5.9%	33	0.40	10.5	0.6	12.8	10.0	0.11
2018	563	38	6.7%	36	0.44	10.1	0.5	8.4	8.1	0.13
2019E	589	37	6.2%	35	0.43	9.8	0.5	7.7	7.8	0.14
2020E	607	39	6.5%	39	0.46	9.1	0.4	7.2	6.9	0.15
2021E	622	40	6.5%	40	0.47	8.8	0.4	6.9	6.3	0.16
Market cap, EURm		268	BV per share 2019E, EUR		2.6	CAGR EPS 2018-21, %		3.0		
Net debt 2019E, EURm		20	Price/book 2019E		1.6	CAGR sales 2018-21, %		3.4		
Enterprise value, EURm		288	Dividend yield 2019E, %		3.4	ROE 2019E, %		17.3		
Total assets 2019E, EURm		327	Tax rate 2019E, %		22.6	ROCE 2019E, %		17.7		
Goodwill 2019E, EURm		10	Equity ratio 2019E, %		51.2	PEG, P/E 19/CAGR		2.1		

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

SCANFIL PEER GROUP	MCAP MEUR	EV/EBITDA			EV/EBIT			EBIT-%		
		19	20	21	19	20	21	19	20	21
Kitron	163	7.6x	6.5x	6.2x	10.0x	8.5x	8.2x	6.5 %	7.0 %	6.8 %
Celestica	883	4.9x	4.1x	4.0x	8.0x	6.1x	5.4x	2.8 %	3.6 %	3.9 %
Sanmina	1846	5.6x			7.6x			4.0 %		
Plexus	1608	9.8x	8.8x		13.2x	11.7x		4.6 %	4.8 %	
Lacroix	83	4.0x	3.7x		6.4x	5.7x		3.7 %	4.0 %	
Peer Group Average	917	6.4x	5.8x	5.1x	9.0x	8.0x	6.8x	4.3 %	4.8 %	5.3 %
Peer Group Median	883	5.6x	5.3x	5.1x	8.0x	7.3x	6.8x	4.0 %	4.4 %	5.3 %
Scanfil (Evli est.)	268	6.1x	5.4x	5.0x	7.8x	6.9x	6.3x	6.2 %	6.5 %	6.5 %

Scanfil prem./disc. to peer median

8 % 2 % -2 % -2 % -6 % -7 % 57 % 49 % 22 %

Source FactSet, Evli Research

Valuation approach	Implied equity value per share
Peer EV/EBITDA ('19-21e median)	4.2
Peer EV/EBIT ('19-21e median)	4.3
DCF	5.7
Target price (EUR)	4.75

Source: FactSet, Evli Research

VALUATION RESULTS	BASE CASE DETAILS	VALUATION ASSUMPTIONS	ASSUMPTIONS FOR WACC	
Current share price	4.20 PV of Free Cash Flow	180 Long-term growth, %	1.5 Risk-free interest rate, %	2.25
DCF share value	5.72 PV of Horizon value	209 WACC, %	8.5 Market risk premium, %	5.8
Share price potential, %	36.2 Unconsolidated equity	0 Spread, %	0.5 Debt risk premium, %	2.8
Maximum value	6.2 Marketable securities	28 Minimum WACC, %	8.0 Equity beta coefficient	1.10
Minimum value	5.3 Debt - dividend	-52 Maximum WACC, %	9.0 Target debt ratio, %	20
Horizon value, %	53.8 Value of stock	365 Nr of shares, Mn	63.9 Effective tax rate, %	20

DCF valuation, EURm	2018	2019E	2020E	2021E	2022E	2023E	2024E	2025E	2026E	2027E	2028E	Horizon
Net sales	563	589	607	622	637	653	666	680	690	700	711	721
<i>Sales growth, %</i>	<i>6.2</i>	<i>4.6</i>	<i>3.0</i>	<i>2.5</i>	<i>2.5</i>	<i>2.5</i>	<i>2.0</i>	<i>2.0</i>	<i>1.5</i>	<i>1.5</i>	<i>1.5</i>	<i>1.5</i>
Operating income (EBIT)	38	37	39	40	41	42	43	44	45	46	46	47
<i>EBIT margin, %</i>	<i>6.7</i>	<i>6.2</i>	<i>6.5</i>	<i>6.5</i>	<i>6.5</i>	<i>6.5</i>	<i>6.5</i>	<i>6.5</i>	<i>6.5</i>	<i>6.5</i>	<i>6.5</i>	<i>6.5</i>
+ Depreciation+amort.	9	11	11	11	11	11	11	11	11	12	12	
- Income taxes	-9	-8	-9	-10	-10	-10	-10	-11	-11	-11	-11	
- Change in NWC	-5	-5	-3	-3	-3	-3	-2	-2	-2	-2	-2	
<i>NWC / Sales, %</i>	<i>17.5</i>	<i>17.5</i>	<i>17.5</i>	<i>17.5</i>	<i>17.5</i>	<i>17.5</i>	<i>17.5</i>	<i>17.5</i>	<i>17.5</i>	<i>17.5</i>	<i>17.5</i>	
+ Change in other liabs	0	0	0	0	0	0	0	0	0	0	0	
- Capital Expenditure	-11	-21	-11	-11	-12	-12	-12	-13	-13	-13	-14	-14
<i>Investments / Sales, %</i>	<i>2.0</i>	<i>3.6</i>	<i>1.8</i>	<i>1.8</i>	<i>1.8</i>	<i>1.8</i>	<i>1.8</i>	<i>1.9</i>	<i>1.9</i>	<i>1.9</i>	<i>1.9</i>	<i>1.9</i>
- Other items	0	0	0	0	0	0	0	0	0	0	0	
= Unlevered Free CF (FCF)	22	14	26	27	28	28	29	30	31	31	32	460
= Discounted FCF (DFCF)		13	23	22	21	19	18	17	16	15	14	209
= DFCF min WACC		13	23	22	21	20	19	18	17	16	15	236
= DFCF max WACC		13	23	22	20	19	18	17	16	15	14	187

INTERIM FIGURES

EVLI ESTIMATES, EURm	2018Q1	2018Q2	2018Q3	2018Q4	2018	2019Q1	2019Q2E	2019Q3E	2019Q4E	2019E	2020E	2021E
Net sales	140	152	132	140	563	130	150	175	134	589	607	622
EBITDA	12	14	11	10	47	10	13	14	12	48	50	51
<i>EBITDA margin (%)</i>	<i>8.9</i>	<i>9.0</i>	<i>8.6</i>	<i>7.0</i>	<i>8.4</i>	<i>7.7</i>	<i>8.3</i>	<i>7.7</i>	<i>8.6</i>	<i>8.1</i>	<i>8.2</i>	<i>8.2</i>
EBIT	10	11	9	8	38	7	10	11	9	37	39	40
<i>EBIT margin (%)</i>	<i>7.4</i>	<i>7.4</i>	<i>6.7</i>	<i>5.3</i>	<i>6.7</i>	<i>5.2</i>	<i>6.7</i>	<i>6.3</i>	<i>6.7</i>	<i>6.2</i>	<i>6.5</i>	<i>6.5</i>
Net financial items	-1	-1	1	0	-2	-1	0	0	0	-2	-1	0
Pre-tax profit	9	10	9	7	36	6	10	11	9	35	39	40
Tax	-2	-2	-2	-2	-8	-1	-2	-2	-2	-8	-9	-10
<i>Tax rate (%)</i>	<i>18.3</i>	<i>20.0</i>	<i>26.6</i>	<i>28.4</i>	<i>23.0</i>	<i>20.0</i>	<i>23.1</i>	<i>20.9</i>	<i>25.7</i>	<i>22.6</i>	<i>24.0</i>	<i>24.0</i>
Net profit	8	8	7	5	28	5	8	9	7	27	29	30
EPS	0.12	0.13	0.11	0.08	0.44	0.08	0.12	0.13	0.10	0.43	0.46	0.47
EPS adjusted (diluted no. of shares)	0.12	0.13	0.11	0.08	0.44	0.08	0.12	0.13	0.10	0.43	0.46	0.47
Dividend per share	0.00	0.00	0.00	0.00	0.13	0.00	0.00	0.00	0.00	0.14	0.15	0.16
SALES, EURm												
Group	140	152	132	140	563	130	150	175	134	589	607	622
Total	140	152	132	140	563	130	150	175	134	589	607	622
SALES GROWTH, Y/Y %												
Group	14.2	14.5	0.5	-2.9	6.2	-6.9	-1.1	33.1	-4.4	4.6	3.0	2.5
Total	14.2	14.5	0.5	-2.9	6.2	-6.9	-1.1	33.1	-4.4	4.6	3.0	2.5
EBIT, EURm												
Group	10	11	9	8	38	7	10	11	9	37	39	40
Total	10	11	9	8	38	7	10	11	9	37	39	40
EBIT margin, %												
Group	7.4	7.4	6.7	5.3	6.7	5.2	6.7	6.3	6.7	6.2	6.5	6.5
Total	7.4	7.4	6.7	5.3	6.7	5.2	6.7	6.3	6.7	6.2	6.5	6.5

INCOME STATEMENT, EURm	2014	2015	2016	2017	2018	2019E	2020E	2021E
Sales	215	377	508	530	563	589	607	622
<i>Sales growth (%)</i>	<i>13.8</i>	<i>75.9</i>	<i>34.6</i>	<i>4.3</i>	<i>6.2</i>	<i>4.6</i>	<i>3.0</i>	<i>2.5</i>
Costs	-194	-347	-475	-490	-516	-541	-557	-571
Reported EBITDA	21	30	33	40	47	48	50	51
Extraordinary items in EBITDA	0	0	0	0	0	0	0	0
<i>EBITDA margin (%)</i>	<i>9.7</i>	<i>8.1</i>	<i>6.5</i>	<i>7.5</i>	<i>8.4</i>	<i>8.1</i>	<i>8.2</i>	<i>8.2</i>
Depreciation	-5	-11	-11	-9	-9	-11	-11	-11
EBITA	16	20	22	31	38	37	39	40
Goodwill amortization / writedown	0	0	0	0	0	0	0	0
Reported EBIT	16	20	22	31	38	37	39	40
<i>EBIT margin (%)</i>	<i>7.6</i>	<i>5.2</i>	<i>4.4</i>	<i>5.9</i>	<i>6.7</i>	<i>6.2</i>	<i>6.5</i>	<i>6.5</i>
Net financials	0	0	-1	1	-2	-2	-1	0
Pre-tax profit	16	19	21	33	36	35	39	40
Extraordinary items	0	-6	-15	0	0	0	0	0
Taxes	-4	-5	-6	-7	-8	-8	-9	-10
Minority shares	0	0	0	0	0	0	0	0
Net profit	12	8	0	26	28	27	29	30
BALANCE SHEET, EURm								
Assets								
Fixed assets	32	68	57	62	64	75	75	76
<i>% of sales</i>	<i>15</i>	<i>18</i>	<i>11</i>	<i>12</i>	<i>11</i>	<i>13</i>	<i>12</i>	<i>12</i>
Goodwill	6	11	11	10	10	10	10	10
<i>% of sales</i>	<i>3</i>	<i>3</i>	<i>2</i>	<i>2</i>	<i>2</i>	<i>2</i>	<i>2</i>	<i>2</i>
Inventory	36	91	85	101	96	100	103	106
<i>% of sales</i>	<i>17</i>	<i>24</i>	<i>17</i>	<i>19</i>	<i>17</i>	<i>17</i>	<i>17</i>	<i>17</i>
Receivables	41	107	92	108	104	108	112	114
<i>% of sales</i>	<i>19</i>	<i>28</i>	<i>18</i>	<i>20</i>	<i>18</i>	<i>18</i>	<i>18</i>	<i>18</i>
Liquid funds	19	22	20	21	28	29	30	31
<i>% of sales</i>	<i>9</i>	<i>6</i>	<i>4</i>	<i>4</i>	<i>5</i>	<i>5</i>	<i>5</i>	<i>5</i>
Total assets	134	302	267	307	306	327	335	341
Liabilities								
Equity	95	100	108	125	148	167	188	208
<i>% of sales</i>	<i>44</i>	<i>27</i>	<i>21</i>	<i>24</i>	<i>26</i>	<i>28</i>	<i>31</i>	<i>34</i>
Deferred taxes	0	3	3	5	5	5	5	5
<i>% of sales</i>	<i>0</i>	<i>1</i>	<i>1</i>	<i>1</i>	<i>1</i>	<i>1</i>	<i>1</i>	<i>1</i>
Interest bearing debt	9	88	60	61	52	49	33	17
<i>% of sales</i>	<i>4</i>	<i>23</i>	<i>12</i>	<i>12</i>	<i>9</i>	<i>8</i>	<i>5</i>	<i>3</i>
Non-interest bearing current liabilities	29	105	88	113	99	103	106	109
<i>% of sales</i>	<i>13</i>	<i>28</i>	<i>17</i>	<i>21</i>	<i>18</i>	<i>18</i>	<i>18</i>	<i>18</i>
Other interest free debt	1	4	1	2	2	2	2	2
<i>% of sales</i>	<i>0</i>	<i>1</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
Total liabilities	134	302	267	307	306	327	335	341
CASH FLOW, EURm								
+ EBITDA	21	30	33	40	47	48	50	51
- Net financial items	0	0	-1	1	-2	-2	-1	0
- Taxes	-3	-4	-5	-8	-8	-8	-9	-10
- Increase in Net Working Capital	-5	-8	-6	-6	-5	-5	-3	-3
+/- Other	-1	-6	-4	-7	0	0	0	0
= Cash flow from operations	11	13	16	21	32	33	37	38
- Capex	-8	-52	-5	-21	-11	-21	-11	-11
- Acquisitions	0	0	0	0	0	0	0	0
+ Divestments	0	0	0	0	0	0	0	0
= Net cash flow	3	-39	11	1	21	12	26	27
+/- Change in interest-bearing debt	-9	79	-28	1	-9	-3	-16	-17
+/- New issues/buybacks	5	1	13	-4	3	0	0	0
- Paid dividend	-3	-4	-5	-6	-7	-8	-9	-10
+/- Change in loan receivables	0	1	2	10	0	0	0	0
Change in cash	-4	38	-7	2	8	1	1	1

KEY FIGURES	2015	2016	2017	2018	2019E	2020E	2021E
M-cap	220	223	272	281	268	268	268
Net debt	66	40	41	24	20	3	-14
Enterprise value	286	263	312	305	288	271	254
Sales	377	508	530	563	589	607	622
EBITDA	30	33	40	47	48	50	51
EBIT	20	22	31	38	37	39	40
Pre-tax	19	21	33	36	35	39	40
Earnings	14	15	26	28	27	29	30
Book value	100	108	125	148	167	188	208
Valuation multiples							
EV/sales	0.8	0.5	0.6	0.5	0.5	0.4	0.4
EV/EBITDA	9.4	7.9	7.8	6.5	6.1	5.4	5.0
EV/EBITA	14.6	11.8	10.0	8.1	7.8	6.9	6.3
EV/EBIT	14.6	11.8	10.0	8.1	7.8	6.9	6.3
EV/operating cash flow	22.4	16.0	14.7	9.1	8.3	7.2	6.6
EV/cash earnings	11.1	9.9	9.2	8.2	7.6	6.8	6.2
P/E	15.8	14.7	10.5	10.1	9.8	9.1	8.8
P/E excl. goodwill	15.8	14.7	10.5	10.1	9.8	9.1	8.8
P/B	2.2	2.1	2.2	1.9	1.6	1.4	1.3
P/sales	0.6	0.4	0.5	0.5	0.5	0.4	0.4
P/CF	17.2	13.5	12.8	8.4	7.7	7.2	6.9
Target EV/EBIT	0.0	0.0	0.0	0.0	8.8	7.8	7.2
Target P/E	0.0	0.0	13.2	10.5	11.1	10.3	10.0
Target P/B	0.0	0.0	0.0	0.0	1.8	1.6	1.5
Per share measures							
Number of shares	57,730	63,670	63,895	63,895	63,895	63,895	63,895
Number of shares (diluted)	57,730	63,670	63,895	63,895	63,895	63,895	63,895
EPS	0.24	0.24	0.40	0.44	0.43	0.46	0.47
EPS excl. goodwill	0.24	0.24	0.40	0.44	0.43	0.46	0.47
Cash EPS	0.45	0.42	0.53	0.58	0.59	0.63	0.64
Operating cash flow per share	0.22	0.26	0.33	0.53	0.54	0.59	0.61
Capital employed per share	2.87	2.33	2.59	2.70	2.93	2.98	3.04
Book value per share	1.74	1.70	1.95	2.32	2.62	2.94	3.26
Book value excl. goodwill	1.55	1.53	1.79	2.16	2.46	2.78	3.10
Dividend per share	0.08	0.09	0.11	0.13	0.14	0.15	0.16
Dividend payout ratio, %	33.1	37.9	27.2	29.9	33.0	33.0	33.0
Dividend yield, %	2.1	2.6	2.6	3.1	3.4	3.6	3.7
Efficiency measures							
ROE	14.3	14.5	22.2	20.4	17.3	16.5	15.3
ROCE	13.4	12.5	17.7	19.6	17.7	18.0	18.1
Financial ratios							
Capex/sales, %	13.7	1.0	3.9	2.0	3.6	1.8	1.8
Capex/depreciation excl. goodwill,%	431.1	49.6	240.1	120.3	196.4	104.6	106.9
Net debt/EBITDA, book-weighted	2.2	1.2	1.0	0.5	0.4	0.1	-0.3
Debt/equity, market-weighted	0.4	0.3	0.2	0.2	0.2	0.1	0.1
Equity ratio, book-weighted	33.2	40.6	40.6	48.4	51.2	56.1	61.0
Gearing	0.65	0.37	0.33	0.16	0.12	0.02	-0.07
Number of employees, average	2,641	3,483	3,254	3,414	3,414	3,414	3,414
Sales per employee, EUR	142,862	145,843	162,846	164,909	172,496	177,670	182,112
EBIT per employee, EUR	7,421	6,403	9,619	11,072	10,779	11,549	11,837

COMPANY DESCRIPTION:

INVESTMENT CASE:

OWNERSHIP STRUCTURE	SHARES	EURm	%
Takanen Harri	9,776,664	41.062	15.3%
Takanen Jarkko	8,511,169	35.747	13.3%
Varikot Oy	7,606,442	31.947	11.9%
Takanen Jorma	6,079,305	25.533	9.5%
Tolonen Jonna	3,351,950	14.078	5.2%
Pöllä Reijo	3,328,745	13.981	5.2%
Laakkonen Mikko	2,531,187	10.631	4.0%
Takanen Martti	1,947,018	8.177	3.0%
Foundation of Riitta and Jorma J.Takanen	1,900,000	7.980	3.0%
Sijoitusrahasto Aktia Capital	1,528,000	6.418	2.4%
Ten largest	46,560,480	195.554	73%
Residual	17,334,959	72.807	27%
Total	63,895,439	268.361	100%

EARNINGS CALENDAR

August 09, 2019
October 25, 2019

Q2 report
Q3 report

OTHER EVENTS

COMPANY MISCELLANEOUS

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DEFINITIONS

P/E	$\frac{\text{Price per share}}{\text{Earnings per share}}$	EPS	$\frac{\text{Profit before extraordinary items and taxes} - \text{income taxes} + \text{minority interest}}{\text{Number of shares}}$
P/Sales	$\frac{\text{Market cap}}{\text{Sales}}$	DPS	Dividend for the financial period per share
P/BV	$\frac{\text{Price per share}}{\text{Shareholders' equity} + \text{taxed provisions per share}}$	CEPS	$\frac{\text{Gross cash flow from operations}}{\text{Number of shares}}$
P/CF	$\frac{\text{Price per share}}{\text{Operating cash flow per share}}$	EV/Share	$\frac{\text{Enterprise value}}{\text{Number of shares}}$
EV (Enterprise value)	Market cap + net debt + minority interest at market value – share of associated companies at market value	Sales/Share	$\frac{\text{Sales}}{\text{Number of shares}}$
Net debt	Interest bearing debt – financial assets	EBITDA/Share	$\frac{\text{Earnings before interest, tax, depreciation and amortisation}}{\text{Number of shares}}$
EV/Sales	$\frac{\text{Enterprise value}}{\text{Sales}}$	EBIT/Share	$\frac{\text{Operating profit}}{\text{Number of shares}}$
EV/EBITDA	$\frac{\text{Enterprise value}}{\text{Earnings before interest, tax, depreciation and amortisation}}$	EAFI/Share	$\frac{\text{Pretax profit}}{\text{Number of shares}}$
EV/EBIT	$\frac{\text{Enterprise value}}{\text{Operating profit}}$	Capital employed/Share	$\frac{\text{Total assets} - \text{non interest bearing debt}}{\text{Number of shares}}$
Div yield, %	$\frac{\text{Dividend per share}}{\text{Price per share}}$	Total assets	Balance sheet total
Payout ratio, %	$\frac{\text{Total dividends}}{\text{Earnings before extraordinary items and taxes} - \text{income taxes} + \text{minority interest}}$	Interest coverage (x)	$\frac{\text{Operating profit}}{\text{Financial items}}$
Net cash/Share	$\frac{\text{Financial assets} - \text{interest bearing debt}}{\text{Number of shares}}$	Asset turnover (x)	$\frac{\text{Turnover}}{\text{Balance sheet total (average)}}$
ROA, %	$\frac{\text{Operating profit} + \text{financial income} + \text{extraordinary items}}{\text{Balance sheet total} - \text{interest free short term debt} - \text{long term advances received and accounts payable (average)}}$	Debt/Equity, %	$\frac{\text{Interest bearing debt}}{\text{Shareholders' equity} + \text{minority interest} + \text{taxed provisions}}$
ROCE, %	$\frac{\text{Profit before extraordinary items} + \text{interest expenses} + \text{other financial costs}}{\text{Balance sheet total} - \text{non interest bearing debt (average)}}$	Equity ratio, %	$\frac{\text{Shareholders' equity} + \text{minority interest} + \text{taxed provisions}}{\text{Total assets} - \text{interest free loans}}$
ROE, %	$\frac{\text{Profit before extraordinary items and taxes} - \text{income taxes}}{\text{Shareholders' equity} + \text{minority interest} + \text{taxed provisions (average)}}$	CAGR, %	Cumulative annual growth rate = Average growth per year

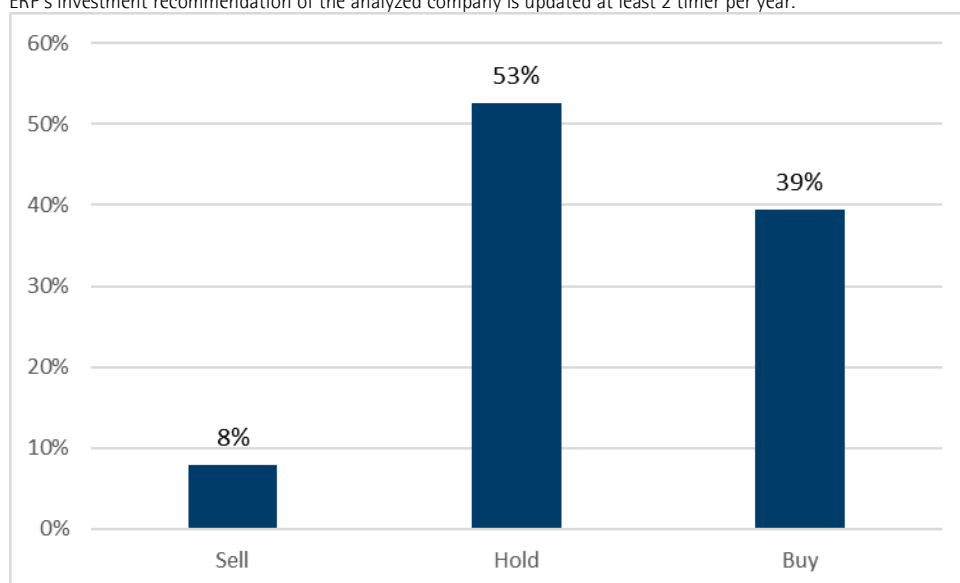
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Investment recommendations are defined as follows:

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

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