

SCANFIL

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Electrical Equipment/Finland, April 22, 2022 News Flash

Q1 figures topped estimates

Scanfil's Q1 top line continued to grow at a 20% annual rate while operating margin remained decent at 5.3%. Relative profitability was therefore close to estimates while the high revenue figure helped deliver a small earnings beat.

- Scanfil Q1 revenue grew by 20.4% y/y and was EUR 196.6m vs the EUR 170.0m/179.4m Evli/consensus estimates. Transient spot market component purchases amounted to about EUR 17m and excluding them revenue would have been EUR 179m.
- Advanced Consumer Applications landed at EUR 55.0m, compared to our EUR 45.9m estimate, while Energy & Cleantech amounted to EUR 54.6m vs our EUR 45.5m estimate. Automation & Safety was EUR 42.6m vs our EUR 36.9m estimate.
- Adjusted EBIT was EUR 10.3m, compared to the EUR 9.2m/9.7m Evli/consensus estimates. Component availability issues limited Q1 profitability. Profitability should improve throughout the year while spot market component purchases are to remain high at least in Q2 and Q3.
- Scanfil guides FY '22 revenue to be EUR 750-820m and adjusted EBIT EUR 43-48m. The war hasn't had any significant financial impact on Scanfil, likewise with the Chinese virus situation so far.

| | Rating | | | | ■ BUY | | | | |
|---|---------------|---------------|-------|----------|--------------|--|--|--|--|
| | Q1'22 | Actual | Evli | Year ago | Q4'21 | | | | |
| | Revenue | 196.6 | 170.0 | 163.3 | 191.7 | | | | |
| | Adj. EBIT | 10.3 | 9.2 | 10.0 | 10.2 | | | | |
| | Adj. EPS | 0.12 | 0.11 | 0.12 | 0.14 | | | | |
| | Deviation | Actual | Evli | Year ago | Q4'21 | | | | |
| | Revenue | | 16 % | 20 % | 3 % | | | | |
| | Adj. EBIT | | 12 % | 3 % | 1 % | | | | |
| | Adj. EPS | | 9 % | 0 % | -14 % | | | | |
| Share price, EUR (Last trading day's closing price) | | | | | | | | | |
| Target price, EUR | | | | | | | | | |
| | Latest chang | 14-0ct-21 | | | | | | | |
| | Latest report | 23-Feb-22 | | | | | | | |
| | Research pa | YES | | | | | | | |
| | No. of share | 63,895 | | | | | | | |
| | No. of share | 63,895 | | | | | | | |
| | Market cap, | 465 | | | | | | | |
| | Free float, % | Free float, % | | | | | | | |
| | Exchange ra | Exchange rate | | | | | | | |
| | Reuters code | Reuters code | | | | | | | |
| | Bloomberg o | SCANFL FH | | | | | | | |
| | Average dail | 0.1 | | | | | | | |
| | | | | | | | | | |

■ BUY ○ HOLD ■ SELL

Next interim report

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| PRE-REPORT 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 | 595.3 | 39.1 | 6.6% | 43.5 | 0.49 | 13.2 | 0.7 | 11.0 | 10.4 | 0.17 | |
| 2021 | 695.7 | 40.3 | 5.8% | -31.7 | 0.48 | 15.6 | 0.8 | 13.2 | -6.7 | 0.19 | |
| 2022E | 740.7 | 45.7 | 6.2% | 68.3 | 0.54 | 13.6 | 0.6 | 10.2 | 14.7 | 0.20 | |
| 2023E | 784.8 | 53.0 | 6.8% | 32.9 | 0.62 | 11.7 | 0.6 | 8.4 | 7.1 | 0.21 | |
| 2024E | 824.0 | 57.7 | 7.0% | 36.5 | 0.68 | 10.7 | 0.5 | 7.3 | 7.8 | 0.22 | |
| Market cap | Market cap, EURm 465 | | 465 B' | BV per share 2022E, EUR | | | 0.1 CAGR EPS 2021-24, % | | | 12.5 | |
| Net debt 20 | Net debt 2022E, EURm | | 0 P | Price/book 2022E | | 2.0 CAGR sales 2021-24, % | | | 5.8 | | |
| Enterprise | erprise value, EURm 465 | | 465 D | Dividend yield 2022E, % | | 2.7 ROE 2022E, % | | | 15.7 | | |
| Total assets | s 2022E, EURn | n | 409 Ta | ax rate 2022E, | 0/0 | | 24.0 ROCE | 2022E, % | | 16.4 | |
| Goodwill 2 | 022E, EURm | | 8 E | quity ratio 202 | 2E, % | | 56.2 PEG, F | P/E 22/CAGR | | 1.4 | |

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

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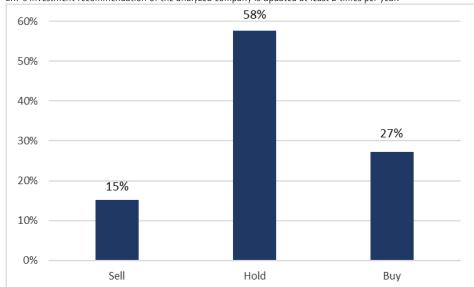
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Target price compared to share price Recommendation

< -10 % SELL -10 - (+10) % HOLD > 10 % BUY

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

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