

Good outlook for 2018

Taaleri's H1 results exceeded our estimates following higher than expected investment income and performance fees in Wealth Management, while Financing saw lower profits following weaker investment income. The outlook for 2018E looks promising following the H1 results. We retain our BUY-rating with a target price of EUR 11.4 (11.0)

Wealth Management drives profits

Taaleri's operating profit in H1 amounted to EUR 12.4m. Wealth Management's operating profit was EUR 14.1m, driven by performance fees and investment income of EUR 5.6m and EUR 4.9m respectively. Performance fees were higher than anticipated, as the mutual funds continued to contribute significantly despite a weaker first half of the year in comparison to the previous year. Financing's operating profit was below previous year levels, at EUR 2.4m compared to EUR 7.9m in H1/17. The operating profit was affected by investment income, with return on investment at fair value of -0.1%, as high-yield bonds saw a shaky first half of the year. Energy's operating profit remained negative as expected, at EUR -0.9m, due to ramp up of the business. A new product launch remains likely in H2/18.

Good 2018E outlook following solid Q2 results

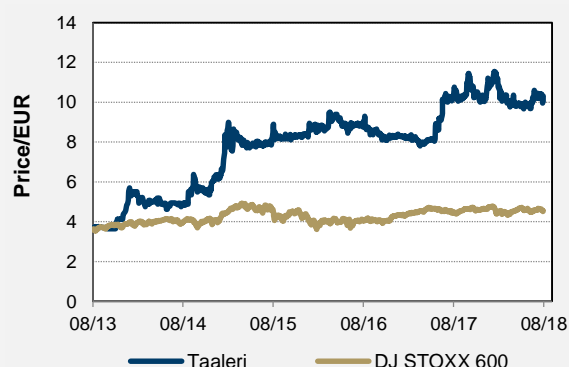
We have revised our full-year estimates upwards following the good H1 results. While our H2 estimates remain mostly without significant changes we have adjusted downward our estimates for Financing to reflect an expected lower investment income also in H2. AUM growth was stronger than expected, despite stagnating PE funds development due to slower commitment calls, and we expect to see AUM growth in PE funds during H2. Our 2018E sales and EBIT estimates are EUR 73.2m and EUR 23.1m respectively.

BUY with a target price of EUR 11.4 (11.0)

Following our revised estimates and a stronger than previously expected result in 2018E we adjust our target price to EUR 11.4 (11.0) and retain our BUY-rating.

Rating

BUY



Share price, EUR (Last trading day's closing price) 10.30

Target price, EUR 11.4

Latest change in recommendation 29-May-18

Latest report on company 29-May-18

Research paid by issuer: YES

No. of shares outstanding, '000's 28,351

No. of shares fully diluted, '000's 28,351

Market cap, EURm 292

Free float, % 45.0

Exchange rate 0.000

Reuters code TAALA.HE

Bloomberg code TAALA FH

Average daily volume, EURm 0.07

Next interim report -

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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
2016	61	16	26.7%	16	0.45	18.3	4.2	8.2	15.6	0.22
2017	81	27	33.4%	28	0.77	13.5	4.0	10.2	11.9	0.26
2018E	73	23	31.6%	23	0.64	16.2	4.3	14.7	13.7	0.29
2019E	83	29	35.6%	29	0.83	12.4	3.7	12.9	10.5	0.32
2020E	91	36	39.5%	36	1.02	10.1	3.3	10.4	8.3	0.34
Market cap, EURm		292		BV per share 2018E, EUR		4.1		CAGR EPS 2017-20, %		9.7
Net debt 2018E, EURm		23		Price/book 2018E		2.5		CAGR sales 2017-20, %		4.0
Enterprise value, EURm		316		Dividend yield 2018E, %		2.8		ROE 2018E, %		16.2
Total assets 2018E, EURm		230		Tax rate 2018E, %		22.2		ROCE 2018E, %		13.7
Goodwill 2018E, EURm		1		Equity ratio 2018E, %		50.8		PEG, P/E 18/CAGR		0.9

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

VALUATION RESULTS	BASE CASE DETAILS	VALUATION ASSUMPTIONS	ASSUMPTIONS FOR WACC
Current share price	10.30 PV of Free Cash Flow	170 Long-term growth, %	2.0 Risk-free interest rate, %
DCF share value	11.72 PV of Horizon value	199 WACC, %	8.7 Market risk premium, %
Share price potential, %	13.8 Unconsolidated equity	-1 Spread, %	0.5 Debt risk premium, %
Maximum value	12.8 Marketable securities	35 Minimum WACC, %	8.2 Equity beta coefficient
Minimum value	10.8 Debt - dividend	-70 Maximum WACC, %	9.2 Target debt ratio, %
Horizon value, %	53.8 Value of stock	332 Nr of shares, Mn	28.4 Effective tax rate, %

DCF valuation, EURm	2017	2018E	2019E	2020E	2021E	2022E	2023E	2024E	2025E	2026E	2027E	Horizon
Net sales	81	73	83	91	96	100	105	110	114	118	120	122
<i>Sales growth, %</i>	<i>33.7</i>	<i>-9.6</i>	<i>13.0</i>	<i>10.1</i>	<i>5.0</i>	<i>5.0</i>	<i>5.0</i>	<i>4.0</i>	<i>4.0</i>	<i>3.0</i>	<i>2.0</i>	<i>2.0</i>
Operating income (EBIT)	27	23	29	36	38	33	32	33	34	35	36	37
<i>EBIT margin, %</i>	<i>33.4</i>	<i>31.6</i>	<i>35.6</i>	<i>39.5</i>	<i>39.5</i>	<i>32.5</i>	<i>30.0</i>	<i>30.0</i>	<i>30.0</i>	<i>30.0</i>	<i>30.0</i>	<i>30.0</i>
+ Depreciation+amort.	1	1	1	1	1	1	1	1	1	1	1	
- Income taxes	-7	-5	-6	-7	-8	-7	-6	-7	-7	-7	-7	
- Change in NWC	5	1	-2	-2	-1	-1	-1	-1	-1	-1	0	
<i>NWC / Sales, %</i>	<i>1.2</i>	<i>0.6</i>	<i>2.8</i>	<i>4.4</i>	<i>5.2</i>	<i>5.9</i>	<i>6.5</i>	<i>7.1</i>	<i>7.6</i>	<i>7.9</i>	<i>8.2</i>	
+ Change in other liabs	5	0	0	0	0	0	0	0	0	0	0	
- Capital Expenditure	-10	-1	-1	-1	-1	-1	-1	-1	-1	-1	-1	-1
<i>Investments / Sales, %</i>	<i>12.0</i>	<i>1.5</i>	<i>1.5</i>	<i>1.3</i>	<i>1.2</i>	<i>1.2</i>	<i>1.2</i>	<i>1.2</i>	<i>1.2</i>	<i>1.2</i>	<i>1.2</i>	<i>1.2</i>
- Other items	-1	0	0	0	0	0	0	0	0	0	0	
= Unlevered Free CF (FCF)	21	19	21	27	29	25	24	25	26	27	28	433
= Discounted FCF (DFCF)		18	19	22	22	17	15	15	14	14	13	199
= DFCF min WACC		18	19	22	22	18	16	15	15	14	14	224
= DFCF max WACC		18	19	22	22	17	15	15	14	13	12	177

INTERIM FIGURES

EVLI ESTIMATES, EURm	2017Q1	2017Q2	2017Q3	2017Q4	2017	2018Q1	2018Q2	2018Q3E	2018Q4E	2018E	2019E	2020E
Net sales	0	39	0	42	81	0	35	0	38	73	83	91
EBITDA	0	16	0	12	28	0	13	0	12	25	30	37
<i>EBITDA margin (%)</i>	<i>0.0</i>	<i>41.3</i>	<i>0.0</i>	<i>29.2</i>	<i>35.0</i>	<i>0.0</i>	<i>36.9</i>	<i>0.0</i>	<i>30.4</i>	<i>33.5</i>	<i>36.8</i>	<i>40.6</i>
EBIT	0	15	0	12	27	0	12	0	11	23	29	36
<i>EBIT margin (%)</i>	<i>0.0</i>	<i>39.8</i>	<i>0.0</i>	<i>27.5</i>	<i>33.4</i>	<i>0.0</i>	<i>35.2</i>	<i>0.0</i>	<i>28.3</i>	<i>31.6</i>	<i>35.6</i>	<i>39.5</i>
Net financial items	0	0	0	0	1	0	0	0	0	0	0	0
Pre-tax profit	0	16	0	12	28	0	12	0	11	23	29	36
Tax	0	-3	0	-3	-6	0	-3	0	-2	-5	-6	-7
<i>Tax rate (%)</i>	<i>0.0</i>	<i>19.9</i>	<i>0.0</i>	<i>23.7</i>	<i>21.5</i>	<i>0.0</i>	<i>24.1</i>	<i>0.0</i>	<i>20.0</i>	<i>22.2</i>	<i>20.0</i>	<i>20.0</i>
Net profit	0	13	0	9	22	0	9	0	9	18	24	29
EPS	0.00	0.44	0.00	0.33	0.77	0.00	0.33	0.00	0.30	0.64	0.83	1.02
EPS adjusted (diluted no. of shares)	0.00	0.44	0.00	0.33	0.77	0.00	0.33	0.00	0.30	0.64	0.83	1.02
Dividend per share	0.00	0.00	0.00	0.00	0.26	0.00	0.00	0.00	0.00	0.29	0.32	0.34
SALES, EURm												
Wealth management	0	24	0	31	55	0	30	0	28	58	59	64
Financing	0	12	0	10	22	0	6	0	7	14	17	19
Energy	0	1	0	1	2	0	1	0	2	3	5	7
Other & share of associates	0	2	0	1	3	0	-2	0	1	-1	2	2
Total	0	39	0	42	81	0	35	0	38	73	83	91
SALES GROWTH, Y/Y %												
<i>Wealth management</i>	<i>0.0</i>	<i>36.0</i>	<i>0.0</i>	<i>57.5</i>	<i>47.3</i>	<i>0.0</i>	<i>24.4</i>	<i>0.0</i>	<i>-7.4</i>	<i>6.5</i>	<i>1.3</i>	<i>9.0</i>
<i>Financing</i>	<i>0.0</i>	<i>101.3</i>	<i>0.0</i>	<i>54.3</i>	<i>76.4</i>	<i>0.0</i>	<i>-47.2</i>	<i>0.0</i>	<i>-27.0</i>	<i>-37.9</i>	<i>25.0</i>	<i>9.9</i>
<i>Energy</i>	<i>0.0</i>	<i>0.0</i>	<i>0.0</i>	<i>200.6</i>	<i>431.5</i>	<i>0.0</i>	<i>40.4</i>	<i>0.0</i>	<i>58.4</i>	<i>50.6</i>	<i>100.1</i>	<i>26.4</i>
<i>Other & share of associates</i>	<i>0.0</i>	<i>-77.6</i>	<i>0.0</i>	<i>2.2</i>	<i>-73.7</i>	<i>0.0</i>	<i>-175.6</i>	<i>0.0</i>	<i>9.7</i>	<i>-140.0</i>	<i>-240.4</i>	<i>0.0</i>
Total	0.0	14.8	0.0	57.4	33.7	0.0	-8.9	0.0	-10.3	-9.6	13.0	10.1
EBIT, EURm												
Wealth management	0	8	0	9	17	0	14	0	9	24	23	27
Financing	0	8	0	6	14	0	2	0	3	5	8	10
Energy	0	-1	0	-1	-2	0	-1	0	-1	-1	1	1
Other & share of associates	0	0	0	-2	-2	0	-3	0	-1	-4	-2	-2
Total	0	15	0	12	27	0	12	0	11	23	29	36
EBIT margin, %												
<i>Wealth management</i>	<i>0.0</i>	<i>32.9</i>	<i>0.0</i>	<i>28.6</i>	<i>30.5</i>	<i>0.0</i>	<i>47.6</i>	<i>0.0</i>	<i>33.2</i>	<i>40.6</i>	<i>39.0</i>	<i>41.6</i>
<i>Financing</i>	<i>0.0</i>	<i>67.6</i>	<i>0.0</i>	<i>59.6</i>	<i>63.9</i>	<i>0.0</i>	<i>39.0</i>	<i>0.0</i>	<i>41.4</i>	<i>40.3</i>	<i>48.4</i>	<i>51.6</i>
<i>Energy</i>	<i>0.0</i>	<i>-87.3</i>	<i>0.0</i>	<i>-85.9</i>	<i>-86.5</i>	<i>0.0</i>	<i>-84.3</i>	<i>0.0</i>	<i>-33.1</i>	<i>-53.8</i>	<i>12.6</i>	<i>21.0</i>
<i>Other & share of associates</i>	<i>0.0</i>	<i>13.0</i>	<i>0.0</i>	<i>-415.8</i>	<i>-69.3</i>	<i>0.0</i>	<i>187.1</i>	<i>0.0</i>	<i>-199.2</i>	<i>390.4</i>	<i>-150.0</i>	<i>-106.2</i>
Total	0.0	39.8	0.0	27.5	33.4	0.0	35.2	0.0	28.3	31.6	35.6	39.5

INCOME STATEMENT, EURm	2013	2014	2015	2016	2017	2018E	2019E	2020E
Sales	27	54	59	61	81	73	83	91
<i>Sales growth (%)</i>	<i>35.1</i>	<i>95.7</i>	<i>9.5</i>	<i>3.3</i>	<i>33.7</i>	<i>-9.6</i>	<i>13.0</i>	<i>10.1</i>
Costs	-22	-32	-39	-43	-53	-49	-52	-54
Reported EBITDA	5	21	20	18	28	25	30	37
Extraordinary items in EBITDA	0	0	0	0	0	0	0	0
<i>EBITDA margin (%)</i>	<i>18.2</i>	<i>39.9</i>	<i>33.6</i>	<i>29.0</i>	<i>35.0</i>	<i>33.5</i>	<i>36.8</i>	<i>40.6</i>
Depreciation	0	-1	-1	-1	-1	-1	-1	-1
EBITA	5	21	19	16	27	23	29	36
Goodwill amortization / writedown	0	0	0	0	0	0	0	0
Reported EBIT	5	21	19	16	27	23	29	36
<i>EBIT margin (%)</i>	<i>16.5</i>	<i>38.9</i>	<i>32.1</i>	<i>26.7</i>	<i>33.4</i>	<i>31.6</i>	<i>35.6</i>	<i>39.5</i>
Net financials	0	0	0	0	1	0	0	0
Pre-tax profit	5	21	19	16	28	23	29	36
Extraordinary items	0	0	29	4	-4	0	0	0
Taxes	-1	-4	-3	-4	-6	-5	-6	-7
Minority shares	0	0	0	0	0	0	0	0
Net profit	3	17	44	17	18	18	24	29
BALANCE SHEET, EURm								
Assets								
Fixed assets	4	86	164	137	168	174	181	189
<i>% of sales</i>	<i>14</i>	<i>160</i>	<i>280</i>	<i>227</i>	<i>207</i>	<i>238</i>	<i>219</i>	<i>207</i>
Goodwill	1	1	1	1	1	1	1	1
<i>% of sales</i>	<i>3</i>	<i>1</i>	<i>1</i>	<i>1</i>	<i>1</i>	<i>1</i>	<i>1</i>	<i>1</i>
Inventory	0	0	0	0	0	0	0	0
<i>% of sales</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
Receivables	12	35	23	20	25	25	27	28
<i>% of sales</i>	<i>43</i>	<i>65</i>	<i>40</i>	<i>32</i>	<i>31</i>	<i>34</i>	<i>32</i>	<i>31</i>
Liquid funds	12	32	28	55	35	29	33	36
<i>% of sales</i>	<i>42</i>	<i>59</i>	<i>48</i>	<i>91</i>	<i>43</i>	<i>40</i>	<i>40</i>	<i>40</i>
Total assets	28	153	217	213	229	230	243	255
Liabilities								
Equity	23	38	97	94	106	117	132	152
<i>% of sales</i>	<i>83</i>	<i>71</i>	<i>165</i>	<i>155</i>	<i>131</i>	<i>159</i>	<i>160</i>	<i>166</i>
Deferred taxes	0	3	18	17	16	16	16	16
<i>% of sales</i>	<i>0</i>	<i>5</i>	<i>30</i>	<i>28</i>	<i>20</i>	<i>22</i>	<i>19</i>	<i>17</i>
Interest bearing debt	0	100	75	74	63	53	50	43
<i>% of sales</i>	<i>0</i>	<i>187</i>	<i>128</i>	<i>122</i>	<i>77</i>	<i>72</i>	<i>61</i>	<i>47</i>
Non-interest bearing current liabilities	0	0	0	0	0	0	0	0
<i>% of sales</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
Other interest free debt	5	12	27	29	45	45	45	45
<i>% of sales</i>	<i>20</i>	<i>23</i>	<i>46</i>	<i>48</i>	<i>55</i>	<i>61</i>	<i>54</i>	<i>49</i>
Total liabilities	28	153	217	213	229	230	243	255
CASH FLOW, EURm								
+ EBITDA	5	21	20	18	28	25	30	37
- Net financial items	0	0	0	0	1	0	0	0
- Taxes	-1	-2	12	-5	-7	-5	-6	-7
- Increase in Net Working Capital	-9	-16	13	4	5	1	-2	-2
+/- Other	0	-13	-26	11	3	0	0	0
= Cash flow from operations	-6	-9	19	28	29	20	23	28
- Capex	-1	0	-115	-11	-10	-1	-1	-1
- Acquisitions	0	0	0	0	0	0	0	0
+ Divestments	0	0	0	0	0	0	0	0
= Net cash flow	-7	1	-57	11	14	19	21	27
+/- Change in interest-bearing debt	0	100	-25	-1	-11	-10	-2	-7
+/- New issues/buybacks	13	-1	15	-17	0	0	0	0
- Paid dividend	0	0	0	-3	-6	-7	-8	-9
+/- Change in loan receivables	0	0	13	2	5	0	0	0
Change in cash	6	100	-54	-8	3	1	11	10

KEY FIGURES	2014	2015	2016	2017	2018E	2019E	2020E
M-cap	56	123	233	293	292	292	292
Net debt	69	47	19	28	23	17	6
Enterprise value	127	173	253	323	316	310	299
Sales	54	59	61	81	73	83	91
EBITDA	21	20	18	28	25	30	37
EBIT	21	19	16	27	23	29	36
Pre-tax	21	19	16	28	23	29	36
Earnings	17	16	13	22	18	24	29
Book value	36	95	93	106	116	132	151
Valuation multiples							
EV/sales	2.4	3.0	4.2	4.0	4.3	3.7	3.3
EV/EBITDA	5.9	8.8	14.4	11.4	12.9	10.2	8.1
EV/EBITA	6.1	9.2	15.6	11.9	13.7	10.5	8.3
EV/EBIT	6.1	9.2	15.6	11.9	13.7	10.5	8.3
EV/operating cash flow	-13.8	9.1	8.9	11.2	15.9	13.7	10.7
EV/cash earnings	6.5	5.5	19.5	14.9	16.3	12.6	10.1
P/E	9.7	15.0	18.3	13.5	16.2	12.4	10.1
P/E excl. goodwill	9.7	15.0	18.3	13.5	16.2	12.4	10.1
P/B	1.5	1.3	2.5	2.8	2.5	2.2	1.9
P/sales	3.0	4.0	3.9	3.6	4.0	3.5	3.2
P/CF	-17.4	12.5	8.2	10.2	14.7	12.9	10.4
Target EV/EBIT	0.0	0.0	0.0	0.0	15.0	11.6	9.2
Target P/E	0.0	0.0	0.0	0.0	18.0	13.7	11.2
Target P/B	0.0	0.0	0.0	0.0	2.8	2.5	2.1
Per share measures							
Number of shares	25,172	28,306	28,306	28,351	28,351	28,351	28,351
Number of shares (diluted)	25,172	28,306	28,306	28,351	28,351	28,351	28,351
EPS	0.66	0.56	0.45	0.77	0.64	0.83	1.02
EPS excl. goodwill	0.66	0.56	0.45	0.77	0.64	0.83	1.02
Cash EPS	0.78	1.12	0.46	0.76	0.68	0.87	1.05
Operating cash flow per share	-0.37	0.67	1.01	1.02	0.70	0.80	0.99
Capital employed per share	0.92	3.40	3.56	3.55	3.53	3.60	3.67
Book value per share	1.45	3.35	3.30	3.73	4.10	4.64	5.34
Book value excl. goodwill	1.42	3.33	3.28	3.71	4.08	4.62	5.32
Dividend per share	0.01	0.10	0.22	0.26	0.29	0.32	0.34
Dividend payout ratio, %	1.2	18.6	48.8	33.8	45.7	38.5	33.5
Dividend yield, %	0.1	1.2	2.7	2.5	2.8	3.1	3.3
Efficiency measures							
ROE	56.4	24.1	13.6	21.9	16.2	19.0	20.3
ROCE	25.9	12.1	9.6	16.4	13.7	16.7	19.1
Financial ratios							
Capex/sales, %	-0.2	195.9	17.9	12.0	1.5	1.5	1.3
Capex/depreciation excl. goodwill,%	-30.2	13,207.7	782.9	738.5	80.7	121.7	122.3
Net debt/EBITDA, book-weighted	3.2	2.4	1.1	1.0	1.0	0.6	0.2
Debt/equity, market-weighted	1.8	0.6	0.3	0.2	0.2	0.2	0.1
Equity ratio, book-weighted	24.8	44.8	44.0	46.3	50.8	54.4	59.5
Gearing	1.82	0.49	0.20	0.27	0.20	0.13	0.04
Number of employees, average	153	175	179	184	189	194	200
Sales per employee, EUR	350,085	335,200	338,374	440,158	387,331	426,497	455,669
EBIT per employee, EUR	136,124	107,497	90,341	146,897	122,437	151,652	179,869

COMPANY DESCRIPTION: Taaleri is a Finnish company operating in wealth management, financing and investments. Taaleri operates through three segments; Wealth Management, Financing, and Energy, and its clients are wealthy private individuals, institutional investors and companies. Taaleri is headquartered in Finland and was founded in 2007. The company listed on Helsinki First North in 2013 and moved to the Nasdaq Helsinki main list in 2016.

INVESTMENT CASE:

OWNERSHIP STRUCTURE	SHARES	EURm	%
Oy Hermitage Ab	2,503,128	25.782	8.8%
Veikko Laine Oy	2,430,694	25.036	8.6%
Elomaa Heikki Juhani	1,717,562	17.691	6.1%
Lombard International Assurance S.A.	1,485,695	15.303	5.2%
Haaparinne Karri Erik	1,450,213	14.937	5.1%
Fennia Life Insurance Company Ltd	1,229,313	12.662	4.3%
Swiss Life Luxembourg Sa	1,103,825	11.369	3.9%
Berling Capital Ltd	724,033	7.458	2.6%
Lampinen Petri	508,844	5.241	1.8%
Mathur Ranjit Juhani C.	430,000	4.429	1.5%
Ten largest	13,583,307	139.908	48%
Residual	14,767,313	152.103	52%
Total	28,350,620	292.011	100%

EARNINGS CALENDAR

OTHER EVENTS

COMPANY MISCELLANEOUS

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Kasarmikatu 21B, FI-00130 Helsinki

CFO: Minna Smedsten

Tel: +358 46 714 7100

IR: Sophie Jolly

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

Important Disclosures

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<https://research.evli.com/JasperAllModels.action?authParam=key;461&authParam=x;G3rNagWrtf7K&authType=3>

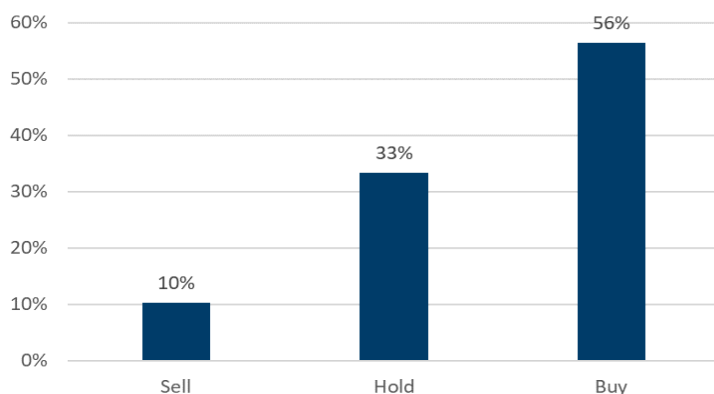
Detailed information about the valuation or methodology and the underlying assumptions is accessible via ERP:

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Investment recommendations are defined as follows:

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

ERP's investment recommendation of the analyzed company is in general updated 2 – 4 per year.



The graph above shows the distribution of ERP's recommendations of companies under coverage in 16th of April 2018. If recommendation is not given, it is not mentioned here.

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

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