

Sights set on growth

CapMan's Q4 results were below expectations, with revenue of EUR 14.1m (Evli 15.9m) and EBIT of EUR -4.8m (Evli EUR 5.1m). With on-going fundraising and the acquisition of Dasos, clear growth in AUM is expected in 2024.

Fair value change driven weaker Q4

CapMan's Q4 results were below our expectations, with revenue of EUR 14.1m (Evli 15.9m) and EBIT of EUR -4.8m (Evli EUR 5.1m). In terms of EBIT, the Management company and Investment business were clearly below our expectations, with EBIT of EUR 0.5m and EUR -4.5m (Evli EUR 3.5m/1.8m). The difference to the former was largely due to adjustments affecting revenue of around EUR 1m along with reorganization expenses of around EUR 1.5m. The latter saw clearly negative fair value changes due to the development of external funds. The Services business as expected continued on a track of good revenue and profitability development. CapMan's BoD proposed a distribution of EUR 0.1 per share (Evli EUR 0.09).

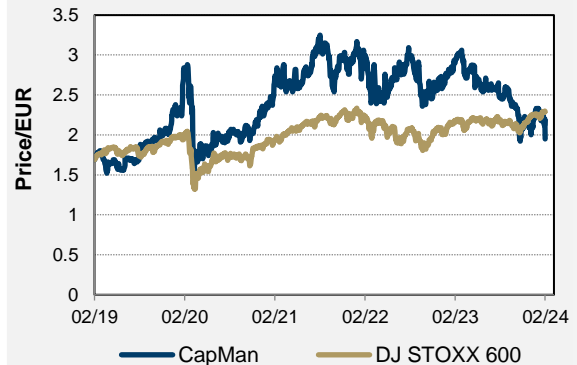
Expectations for solid AUM growth in 2024

After the essentially flat AUM development in 2023, the current fundraising outlook for 2024 is a more welcome one. With new funds such as NRE IV (target EUR 750m) and Growth III (Evli est. >100m) and on-going fundraising in for instance Social Real Estate and Infra II, we expect double-digit gross AUM growth which along with Dasos, not yet in our estimates, could well push AUM to around EUR 6bn in 2024. Although shadowed by market uncertainty, we still expect profitability improvement across the board, mainly from investment returns and carried interest towards the latter half of the year, which were weak in 2023. We have, however, slightly dimmed expectations for the aforementioned due to the market conditions and our 2024 EBIT estimate is down to EUR 28.9m (EUR 37.3m).

BUY with a target price of EUR 2.2 (2.4)

On our lowered earnings estimates we lower our TP to EUR 2.2 (2.4). Valuation remains slightly higher on our 2024 estimates (P/E ~14x), but with the estimated earnings potential in coming years (2025e P/E ~9x) the case remains attractive.

Rating + BUY



Share price, EUR (Last trading day's closing price) 1.95
Target price, EUR 2.2

Latest change in 30-Apr-21
Latest report on company 27-Oct-23
Research paid by issuer: YES
No. of shares outstanding, '000's 158,823
No. of shares fully diluted, '000's 158,823
Market cap, EURm 310
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 -
Web site capman.com/shareholder

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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
2022	67.5	53.1	78.6%	3.0	0.25	10.8	7.0	8.9	0.7	0.17
2023	59.4	4.7	7.9%	10.3	0.01	235.0	6.2	78.8	3.3	0.10
2024E	70.5	28.9	41.0%	20.8	0.14	14.1	5.1	12.5	6.7	0.11
2025E	80.0	43.9	54.9%	33.7	0.22	8.9	4.3	7.9	10.9	0.13
2026E	89.2	53.2	59.7%	42.0	0.27	7.2	3.6	6.1	13.6	0.15
Market cap, EURm	310			Gearing 2024E, %	39.6			CAGR EPS 2023-26, %	219.7	
Net debt 2024E, EURm	48			Price/book 2024E	2.6			CAGR sales 2023-26, %	14.5	
Enterprise value, EURm	363			Dividend yield 2024E, %	5.6			ROE 2024E, %	18.9	
Total assets 2024E, EURm	255			Tax rate 2024E, %	12.0			ROCE 2024E, %	13.5	
Goodwill 2024E, EURm	8			Equity ratio 2024E, %	47.6			PEG, P/E 24/CAGR	0.5	

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

CapMan	2022	Q1/'23	Q2/'23	Q3/'23	Q4/'23	2023	Q1/'24E	Q2/'24E	Q3/'24E	Q4/'24E	2024E	2025E	2026E
Revenue	67.5	15.1	16.5	13.7	14.1	59.4	14.8	15.4	17.9	22.3	70.5	80.0	89.2
<i>change, %</i>	<i>27.9%</i>	<i>6.4%</i>	<i>-6.8%</i>	<i>-13.8%</i>	<i>-28.7%</i>	<i>-12.1%</i>	<i>-2%</i>	<i>-7%</i>	<i>31%</i>	<i>59%</i>	<i>18.6%</i>	<i>13.5%</i>	<i>11.5%</i>
Other operating income	0.0	0.1	0.0	0.0	0.0	0.1	0.0	0.0	0.0	0.0	0.1	0.1	0.1
Materials and services	-1.0	-0.3	-0.5	-0.5	-0.5	-1.9	-0.5	-0.5	-0.5	-0.5	-2.0	-2.1	-2.2
Personnel expenses	-34.7	-8.9	-8.1	-7.0	-9.9	-34.0	-8.3	-9.3	-7.5	-10.0	-35.2	-37.9	-40.1
Other operating expenses	-11.2	-2.6	-3.0	-2.0	-3.7	-11.4	-2.6	-2.9	-2.5	-3.7	-11.8	-12.4	-13.0
Depreciation and amortisation	-4.1	-0.4	-0.4	-0.4	-0.4	-1.5	-0.4	-0.4	-0.4	-0.4	-1.6	-1.7	-1.7
Fair value changes	36.5	-2.4	-0.3	0.9	-4.3	-6.1	-1.0	1.0	3.0	6.0	9.0	18.0	21.0
Operating profit	53.1	0.5	4.2	4.8	-4.8	4.7	1.2	3.4	10.2	14.1	28.9	43.9	53.2
<i>Operating profit margin, %</i>	<i>78.6%</i>	<i>3.3%</i>	<i>25.3%</i>	<i>35.1%</i>	<i>-34.2%</i>	<i>7.9%</i>	<i>8.3%</i>	<i>22.0%</i>	<i>56.8%</i>	<i>63.1%</i>	<i>41.0%</i>	<i>54.9%</i>	<i>59.7%</i>
Items affecting comparability	2.6	0.0	0.0	0.0	2.0	2.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Adj. operating profit	55.7	0.5	4.2	4.8	-2.8	6.7	1.2	3.4	10.2	14.1	28.9	43.9	53.2
Net financials	-5.5	-0.5	-0.3	-0.1	0.3	-0.7	-0.6	-0.6	-0.6	-0.6	-2.4	-2.3	-2.0
Pre-tax profit	47.6	0.0	3.8	4.7	-4.5	4.0	0.6	2.8	9.6	13.5	26.5	41.6	51.2
Income taxes	-6.6	0.8	0.2	-1.1	-0.4	-0.6	-0.1	-0.3	-1.2	-1.6	-3.2	-5.0	-6.1
Minority interest	-1.4	-0.5	-0.7	-0.2	0.0	-1.4	-0.1	-0.1	-0.6	-0.6	-1.4	-1.8	-2.0
Profit for the period	39.6	0.3	3.3	3.4	-5.0	2.1	0.5	2.3	7.8	11.3	21.9	34.8	43.1
EPS, EUR	0.25	0.00	0.02	0.02	-0.03	0.01	0.00	0.01	0.05	0.07	0.14	0.22	0.27
Assets under management	5039	5070	5010	5021	5005	5005					5400	6000	6800
Management Company business	2022	Q1/'23	Q2/'23	Q3/'23	Q4/'23	2023	Q1/'24E	Q2/'24E	Q3/'24E	Q4/'24E	2024E	2025E	2026E
Revenue	55.9	12.5	13.7	11.1	11.0	48.3	11.8	12.2	15.0	18.9	57.9	66.1	73.8
<i>-Fee income</i>	<i>46.2</i>	<i>12.5</i>	<i>10.9</i>	<i>10.8</i>	<i>10.9</i>	<i>45.1</i>	<i>11.5</i>	<i>11.9</i>	<i>12.0</i>	<i>13.0</i>	<i>48.4</i>	<i>55.7</i>	<i>62.3</i>
<i>-Carried interest</i>	<i>9.6</i>	<i>0.0</i>	<i>2.8</i>	<i>0.3</i>	<i>0.1</i>	<i>3.2</i>	<i>0.3</i>	<i>0.3</i>	<i>3.0</i>	<i>5.9</i>	<i>9.5</i>	<i>10.4</i>	<i>11.4</i>
Operating profit	22.3	3.2	5.0	3.6	0.5	12.2	2.3	2.8	6.8	8.3	20.2	25.7	31.4
Investment business	2022	Q1/'23	Q2/'23	Q3/'23	Q4/'23	2023	Q1/'24E	Q2/'24E	Q3/'24E	Q4/'24E	2024E	2025E	2026E
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	35.7	-2.6	-0.4	0.9	-4.5	-6.6	-1.2	0.9	2.9	5.9	8.4	17.4	20.3
Services business	2022	Q1/'23	Q2/'23	Q3/'23	Q4/'23	2023	Q1/'24E	Q2/'24E	Q3/'24E	Q4/'24E	2024E	2025E	2026E
Revenue	11.1	2.6	2.7	2.5	2.8	10.6	3.0	3.1	2.8	3.1	12.0	13.3	14.8
Operating profit	3.0	1.5	1.5	1.4	1.6	6.0	1.7	1.8	1.6	1.9	7.0	7.8	8.8
Other	2022	Q1/'23	Q2/'23	Q3/'23	Q4/'23	2023	Q1/'24E	Q2/'24E	Q3/'24E	Q4/'24E	2024E	2025E	2026E
Revenue	0.6	0.0	0.1	0.1	0.3	0.5	0.1	0.1	0.1	0.3	0.6	0.6	0.6
Operating profit	-7.9	-1.6	-1.9	-1.1	-2.4	-7.0	-1.6	-2.0	-1.1	-1.9	-6.7	-7.0	-7.4

Source: CapMan, Evli Research. Estimates do not include the acquisition of Dasos Capital (expected close H1/2024)

VALUATION RESULTS	BASE CASE DETAILS	VALUATION ASSUMPTIONS	ASSUMPTIONS FOR WACC	
Current share price	1.95 PV of Free Cash Flow	322 Long-term growth, %	1.5 Risk-free interest rate, %	2.25
DCF share value	4.39 PV of Horizon value	433 WACC, %	7.9 Market risk premium, %	5.8
Share price potential, %	124.9 Unconsolidated equity	-5 Spread, %	0.5 Debt risk premium, %	2.8
Maximum value	4.6 Marketable securities	41 Minimum WACC, %	7.4 Equity beta coefficient	1.10
Minimum value	3.9 Debt - dividend	-94 Maximum WACC, %	8.4 Target debt ratio, %	30
Horizon value, %	57.3 Value of stock	697 Nr of shares, Mn	158.8 Effective tax rate, %	20

DCF valuation, EURm	2023	2024E	2025E	2026E	2027E	2028E	2029E	2030E	2031E	2032E	2033E	Horizon
Net sales	59	70	80	89	91	94	96	98	101	103	105	107
<i>Sales growth, %</i>	-12.1	18.6	13.5	11.5	2.5	2.5	2.5	2.5	2.5	2.5	1.5	1.5
Operating income (EBIT)	5	29	44	53	55	56	58	59	61	62	63	64
<i>Operating income margin, %</i>	7.9	41.0	54.9	59.7	60.0	60.0	60.0	60.0	60.0	60.0	60.0	60.0
+ Depreciation+amort.	1	2	2	2	2	2	2	2	3	3	3	
EBITDA	6	31	46	55	57	58	60	61	63	65	66	
- Paid taxes	-3	-3	-5	-6	-7	-7	-7	-7	-7	-7	-8	
- Change in NWC	6	-1	0	0	0	0	0	0	0	0	0	
<i>NWC / Sales, %</i>	1.8	2.3	2.6	2.8	2.8	2.9	2.9	2.9	3.0	3.0	3.1	
+ Change in other liabs	3	0	0	0	0	0	0	0	0	0	0	
- Operative CAPEX	0	0	0	0	0	0	0	0	0	0	0	
<i>opCAPEX / Sales, %</i>	3.1	3.1	2.9	2.7	2.7	2.8	2.9	2.9	3.0	3.0	3.0	
- Acquisitions	0	0	0	0	0	0	0	0	0	0	0	
+ Divestments	0	0	0	0	0	0	0	0	0	0	0	
- Other items	3	0	0	0	0	0	0	0	0	0	0	
= FCFF	16	26	40	48	50	51	53	54	55	57	58	918
= Discounted FCFF		25	34	38	37	35	34	32	30	29	27	433
= DFCF min WACC		25	35	39	38	36	35	33	32	30	29	491
= DFCF max WACC		24	34	38	36	35	33	31	29	28	26	383

INTERIM FIGURES

EVLI ESTIMATES, EURm	2023Q1	2023Q2	2023Q3	2023Q4	2023	2024Q1E	2024Q2E	2024Q3E	2024Q4E	2024E	2025E	2026E
Net sales	15.1	16.5	13.7	14.1	59.4	14.8	15.4	17.9	22.3	70.5	80.0	89.2
EBITDA	0.9	4.5	5.2	-4.4	6.2	1.6	3.8	10.6	14.5	30.5	45.6	55.0
<i>EBITDA margin (%)</i>	<i>5.9</i>	<i>27.6</i>	<i>37.6</i>	<i>-31.5</i>	<i>10.4</i>	<i>11.0</i>	<i>24.6</i>	<i>59.1</i>	<i>64.9</i>	<i>43.3</i>	<i>57.0</i>	<i>61.6</i>
EBIT	0.5	4.2	4.8	-4.8	4.7	1.2	3.4	10.2	14.1	28.9	43.9	53.2
<i>EBIT margin (%)</i>	<i>3.3</i>	<i>25.3</i>	<i>35.1</i>	<i>-34.2</i>	<i>7.9</i>	<i>8.3</i>	<i>22.0</i>	<i>56.8</i>	<i>63.1</i>	<i>41.0</i>	<i>54.9</i>	<i>59.7</i>
Net financial items	-0.5	-0.3	-0.1	0.3	-0.7	-0.6	-0.6	-0.6	-0.6	-2.4	-2.3	-2.0
Pre-tax profit	0.0	3.8	4.7	-4.5	4.0	0.6	2.8	9.6	13.5	26.5	41.6	51.2
Tax	0.7	0.2	-1.1	-0.4	-0.6	-0.1	-0.3	-1.2	-1.6	-3.2	-5.0	-6.1
<i>Tax rate (%)</i>	<i>-18,450.0</i>	<i>-3.9</i>	<i>22.7</i>	<i>-9.7</i>	<i>15.5</i>	<i>12.0</i>	<i>12.0</i>	<i>12.0</i>	<i>12.0</i>	<i>12.0</i>	<i>12.0</i>	<i>12.0</i>
Net profit	0.3	3.3	3.4	-5.7	1.3	0.5	2.3	7.8	11.3	21.9	34.8	43.1
EPS	0.00	0.02	0.02	-0.04	0.01	0.00	0.01	0.05	0.07	0.14	0.22	0.27
EPS adjusted (diluted no. of shares)	0.00	0.02	0.02	-0.04	0.01	0.00	0.01	0.05	0.07	0.14	0.22	0.27
Dividend per share	0.00	0.00	0.00	0.00	0.10	0.00	0.00	0.00	0.00	0.11	0.13	0.15
SALES, EURm												
Management Company business	12.5	13.7	11.1	11.0	48.3	11.8	12.2	15.0	18.9	57.9	66.1	73.8
Service business	2.6	2.7	2.5	2.8	10.6	3.0	3.1	2.8	3.1	12.0	13.3	14.8
Other & eliminations	0.0	0.1	0.1	0.3	0.5	0.1	0.1	0.1	0.3	0.6	0.6	0.6
Total	15.1	16.5	13.7	14.1	59.4	14.8	15.4	17.9	22.3	70.5	80.0	89.2
SALES GROWTH, Y/Y %												
<i>Management Company business</i>	<i>6.8</i>	<i>-5.9</i>	<i>-11.9</i>	<i>-35.4</i>	<i>-13.6</i>	<i>-5.5</i>	<i>-10.7</i>	<i>35.3</i>	<i>71.4</i>	<i>20.0</i>	<i>14.1</i>	<i>11.7</i>
<i>Service business</i>	<i>4.0</i>	<i>-14.1</i>	<i>-19.3</i>	<i>18.4</i>	<i>-4.6</i>	<i>13.0</i>	<i>13.0</i>	<i>13.0</i>	<i>13.0</i>	<i>13.0</i>	<i>11.0</i>	<i>11.0</i>
<i>Other & eliminations</i>	<i>242.9</i>	<i>1,030.0</i>	<i>-44.9</i>	<i>-16.1</i>	<i>-5.1</i>	<i>108.3</i>	<i>-2.7</i>	<i>-6.8</i>	<i>11.1</i>	<i>8.6</i>	<i>5.0</i>	<i>5.0</i>
Total	6.4	-6.8	-13.8	-28.7	-12.1	-2.1	-6.8	30.9	58.7	18.6	13.5	11.5
EBIT, EURm												
Management Company business	3.2	5.0	3.6	0.5	12.2	2.3	2.8	6.8	8.3	20.2	25.7	31.4
Investment business	-2.6	-0.4	0.9	-4.5	-6.6	-1.1	0.9	2.9	5.9	8.4	17.4	20.3
Service business	1.5	1.5	1.4	1.6	6.0	1.7	1.8	1.6	1.9	7.0	7.8	8.8
Other & eliminations	-1.6	-1.9	-1.1	-2.4	-6.9	-1.6	-2.0	-1.1	-1.9	-6.7	-7.0	-7.4
Total	0.5	4.2	4.8	-4.8	4.7	1.2	3.4	10.2	14.1	28.9	43.9	53.2
EBIT margin, %												
<i>Management Company business</i>	<i>25.3</i>	<i>36.3</i>	<i>32.3</i>	<i>4.6</i>	<i>25.3</i>	<i>19.5</i>	<i>23.0</i>	<i>45.5</i>	<i>43.9</i>	<i>34.9</i>	<i>39.0</i>	<i>42.6</i>
<i>Service business</i>	<i>56.2</i>	<i>56.9</i>	<i>57.1</i>	<i>57.8</i>	<i>57.0</i>	<i>57.4</i>	<i>58.1</i>	<i>58.2</i>	<i>58.9</i>	<i>58.2</i>	<i>58.9</i>	<i>59.7</i>
<i>Other & eliminations</i>	<i>-6,533.3</i>	<i>-1,714.2</i>	<i>-895.8</i>	<i>-884.1</i>	<i>-1,323.6</i>	<i>-3,243.2</i>	<i>-1,856.8</i>	<i>-1,021.6</i>	<i>-633.3</i>	<i>-1,173.3</i>	<i>-1,173.3</i>	<i>-1,173.3</i>
Total	3.3	25.3	35.1	-34.2	7.9	8.3	22.0	56.8	63.1	41.0	54.9	59.7

Diversified Financial Services/Finland, February 8, 2024
Company update

INCOME STATEMENT, EURm	2019	2020	2021	2022	2023	2024E	2025E	2026E
Sales	49.0	43.0	52.8	67.5	59.4	70.5	80.0	89.2
<i>Sales growth (%)</i>	<i>36.1</i>	<i>-12.2</i>	<i>22.8</i>	<i>27.9</i>	<i>-12.1</i>	<i>18.6</i>	<i>13.5</i>	<i>11.5</i>
EBITDA	25.0	13.9	46.2	57.3	6.2	30.5	45.6	55.0
<i>EBITDA margin (%)</i>	<i>51.0</i>	<i>32.2</i>	<i>87.4</i>	<i>84.8</i>	<i>10.4</i>	<i>43.3</i>	<i>57.0</i>	<i>61.6</i>
Depreciation	-1.4	-1.5	-1.5	-1.6	-1.5	-1.6	-1.7	-1.7
EBITA	23.6	12.3	44.6	55.7	4.7	28.9	43.9	53.2
Goodwill amortization / writedown	-4.2	0.0	0.0	-2.6	0.0	0.0	0.0	0.0
EBIT	19.4	12.3	44.6	53.1	4.7	28.9	43.9	53.2
<i>EBIT margin (%)</i>	<i>39.6</i>	<i>28.7</i>	<i>84.6</i>	<i>78.6</i>	<i>7.9</i>	<i>41.0</i>	<i>54.9</i>	<i>59.7</i>
Reported EBIT	19.4	12.3	44.6	53.1	4.7	28.9	43.9	53.2
<i>EBIT margin (reported) (%)</i>	<i>39.6</i>	<i>28.7</i>	<i>84.6</i>	<i>78.6</i>	<i>7.9</i>	<i>41.0</i>	<i>54.9</i>	<i>59.7</i>
Net financials	-1.8	-3.1	-4.0	-5.5	-0.7	-2.4	-2.3	-2.0
Pre-tax profit	17.6	9.2	40.6	47.6	4.0	26.5	41.6	51.2
Taxes	-1.7	-2.9	-5.2	-6.6	-0.6	-3.2	-5.0	-6.1
Minority shares	-1.9	-1.1	-1.0	-1.4	-2.0	-1.4	-1.8	-2.0
Net profit	14.0	5.1	34.3	39.6	1.3	21.9	34.8	43.1
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	120	117	131	170	160	160	160	160
Goodwill	15	15	15	8	8	8	8	8
Right of use assets	3	2	1	3	4	4	5	5
Inventory	0	0	0	0	0	0	0	0
Receivables	31	23	25	32	27	32	37	41
Liquid funds	44	58	65	56	41	49	55	62
Total assets	217	219	240	271	242	255	266	278
Liabilities								
Shareholder's equity	127	113	126	140	113	119	137	159
Minority interest	2	1	2	2	2	2	2	2
Convertibles	0	0	0	0	0	0	0	0
Lease liabilities	3	2	1	3	4	4	5	5
Deferred taxes	2	3	5	8	6	6	6	6
Interest bearing debt	57	81	82	90	90	92	82	66
Non-interest bearing current liabilities	20	18	24	26	24	29	33	36
Other interest-free debt	5	1	1	1	2	2	2	2
Total liabilities	217	219	240	271	242	255	266	278
CASH FLOW, EURm								
+ EBITDA	25	14	46	57	6	31	46	55
- Net financial items	-2	-3	-4	-5	-1	-2	-2	-2
- Taxes	-5	-4	-3	-3	-3	-3	-5	-6
- Increase in Net Working Capital	-3	-16	5	-10	6	-1	0	0
+/- Other	-16	-3	-33	-32	3	-1	-2	-2
= Cash flow from operations	0	-12	11	6	12	23	36	44
- Capex	-6	-3	0	-3	-2	-2	-2	-2
- Acquisitions	-1	0	0	0	0	0	0	0
+ Divestments	6	0	0	0	0	0	0	0
= Free cash flow	-1	-16	11	3	10	21	34	42
+/- New issues/buybacks	12	-1	2	-1	-1	0	0	0
- Paid dividend	-18	-20	-22	-23	-27	-16	-17	-21
+/- Other	-5	51	16	12	4	3	-10	-15
Change in cash	-11	14	7	-10	-15	8	7	6

Diversified Financial Services/Finland, February 8, 2024
Company update

KEY FIGURES	2020	2021	2022	2023	2024E	2025E	2026E
M-cap	363	476	428	310	310	310	310
Net debt (excl. convertibles)	26	18	37	53	48	32	10
Enterprise value	391	500	472	368	363	346	324
Sales	43	53	68	59	70	80	89
EBITDA	14	46	57	6	31	46	55
EBIT	12	45	53	5	29	44	53
Pre-tax	9	41	48	4	27	42	51
Earnings	5	34	40	1	22	35	43
Equity book value (excl. minorities)	113	126	140	113	119	137	159
Valuation multiples							
EV/sales	9.1	9.5	7.0	6.2	5.1	4.3	3.6
EV/EBITDA	28.2	10.8	8.2	59.7	11.9	7.6	5.9
EV/EBITA	31.7	11.2	8.5	78.8	12.5	7.9	6.1
EV/EBIT	31.7	11.2	8.9	78.8	12.5	7.9	6.1
EV/OCF	-32.8	45.4	78.1	30.4	15.8	9.6	7.3
EV/FCFF	70.9	14.7	35.5	22.7	13.8	8.7	6.8
P/FCFE	-23.2	42.9	140.8	30.2	14.9	9.2	7.4
P/E	70.6	13.9	10.8	235.0	14.1	8.9	7.2
P/B	3.2	3.8	3.1	2.7	2.6	2.3	1.9
Target EV/EBITDA	0.0	0.0	0.0	0.0	13.1	8.4	6.6
Target EV/EBIT	0.0	0.0	0.0	0.0	1.7	0.8	6.8
Target EV/FCF	0.0	0.0	0.0	0.0	19.2	11.4	8.6
Target P/B	0.0	0.0	0.0	0.0	0.0	0.0	2.2
Target P/E	0.0	0.0	0.0	0.0	0.0	0.0	8.1
Per share measures							
Number of shares	156,459	156,617	158,055	158,823	158,823	158,823	158,823
Number of shares (diluted)	156,459	156,617	158,055	158,823	158,823	158,823	158,823
EPS	0.03	0.22	0.25	0.01	0.14	0.22	0.27
Operating cash flow per share	-0.08	0.07	0.04	0.08	0.14	0.23	0.28
Free cash flow per share	-0.10	0.07	0.02	0.06	0.13	0.21	0.26
Book value per share	0.72	0.80	0.89	0.71	0.75	0.86	1.00
Dividend per share	0.14	0.15	0.17	0.10	0.11	0.13	0.15
Dividend payout ratio, %	426.1	68.5	67.8	1,205.0	79.7	59.3	56.0
Dividend yield, %	6.0	4.9	6.3	5.1	5.6	6.7	7.8
FCF yield, %	-4.3	2.3	0.7	3.3	6.7	10.9	13.6
Efficiency measures							
ROE	4.3	28.8	29.8	1.0	18.9	27.2	29.1
ROCE	6.4	21.9	23.8	2.1	13.5	19.8	23.2
Financial ratios							
Inventories as % of sales	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Receivables as % of sales	54.5	47.9	47.5	45.8	45.7	45.6	45.6
Non-interest bearing liabilities as % of sales	41.9	46.0	38.2	40.7	40.7	40.7	40.7
NWC/sales, %	9.6	0.1	7.6	1.8	2.3	2.6	2.8
Operative CAPEX/sales, %	8.0	0.7	4.9	3.1	3.1	2.9	2.7
CAPEX/sales (incl. acquisitions), %	7.4	0.7	4.9	3.1	3.1	2.9	2.7
FCFF/EBITDA	0.4	0.7	0.2	2.6	0.9	0.9	0.9
Net debt/EBITDA, book-weighted	1.8	0.4	0.7	8.6	1.6	0.7	0.2
Debt/equity, market-weighted	0.2	0.2	0.2	0.3	0.3	0.3	0.2
Equity ratio, book-weighted	51.8	53.0	52.5	47.7	47.6	52.0	58.0
Gearing, %	22.5	14.0	26.3	45.9	39.6	22.8	6.4

COMPANY DESCRIPTION: CapMan is a leading Nordic asset management and investment company. CapMan manages over EUR 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 consisting of procurement activities provider CaPs.

INVESTMENT CASE: CapMan is set to continue to grow its earnings and increase earnings stability, but current market conditions have posted challenges. 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 in an approaching carry. Good cash flows and a healthy balance sheet support continued high dividend payouts.

OWNERSHIP STRUCTURE	SHARES	EURm	%
Silvertärnan Ab	21,280,519	41.497	13.4%
Ilmarinen Mutual Pension Insurance Company	8,722,689	17.009	5.5%
Laakkonen Mikko Kalervo	6,489,788	12.655	4.1%
Varma Mutual Pension Insurance Company	3,675,215	7.167	2.3%
Joensuun Kauppa ja Kone Oy	3,289,502	6.415	2.1%
Vesasco Oy	3,088,469	6.023	1.9%
The State Pension Fund	2,500,000	4.875	1.6%
Momea Invest Oy	2,150,000	4.193	1.4%
Laakkonen Hannu	1,992,742	3.886	1.3%
Danske Invest Finnish Equity Fund	1,734,107	3.382	1.1%
Ten largest	54,923,031	107.100	35%
Residual	103,900,057	202.605	65%
Total	158,823,088	309.705	100%

EARNINGS CALENDAR

OTHER EVENTS

COMPANY MISCELLANEOUS

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DEFINITIONS

P/E	$\frac{\text{Price per share}}{\text{Earnings per share}}$	EPS	$\frac{\text{Profit before extraord. items and taxes} - \text{income taxes} + \text{minority interest}}{\text{Number of shares}}$
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

<p>ROE, %</p> $\frac{\text{Profit before extraordinary items and taxes - income taxes}}{\text{Shareholder's equity + minority interest + taxed provisions (average)}}$	
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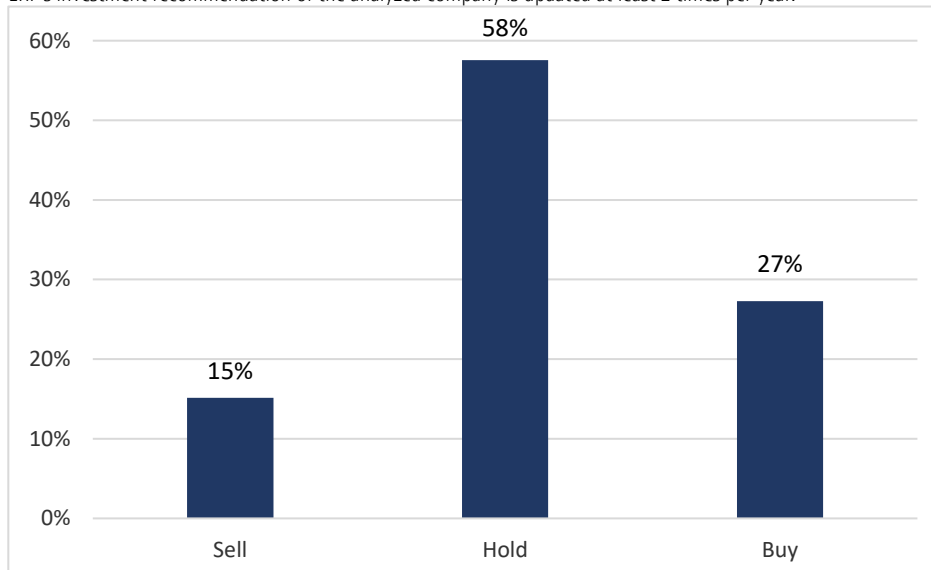
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Target price compared to share price	Recommendation
< -10 %	SELL
-10 – (+10) %	HOLD
> 10 %	BUY

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

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