

Exel Composites

Company report

7/21/2021 07:30



Joonas Korkiakoski
+358 40 182 8660
joonas.korkiakoski@inderes.fi



Antti Viljakainen
+358 44 591 2216
antti.viljakainen@inderes.fi

✓ Inderes corporate customer

This report is a summary translation of the report "Roppakaupalla uusia tilauksia" published on 07/21/2021 at 7:30 am

inde
res.

A raft of new orders

Exel published its Q2 report yesterday. Growth was clearly brisker than we expected, but the operating result was below our estimates. The key causes of joy in the report were undoubtedly related to excellently developed new orders, another record-high order book, and, thus, the short-term order situation looking better than before. Also looking further ahead there are a lot of opportunities and Exel's own structural characteristics do not, in our opinion, place any restrictions on utilizing these opportunities. We consider the annual risk-adjusted return expectation consisting of the expected earnings growth and small dividend good enough. We reiterate our Accumulate recommendation and EUR 11.50 target price.

Quarter of strong volume growth

In Q2, Exel's revenue grew by 23% to EUR 33.5 million, which exceeded our EUR 29.1 million estimate. Of the key customer industries, growth was very brisk in Building and infrastructure (+64%) and Equipment and other industries (+29%). In Wind power, volumes remained on par with the comparison period. We do, however, not see that this causes reason for any major dramatics considering the structure the order book indicated and typical timing issues of the wind power industry. In Q2, Exel generated EUR 2.5 million in adjusted EBIT, which was below our estimate. Strong volume development supported performance, but the benefits of growth were restricted due to the ramp-up of certain high-volume products and raw material inflation that had a bigger effect than our optimistic estimates indicated. No surprises occurred in the lower rows, however.

Only small revisions to estimates

As expected, Exel reiterated its 2021 guidance and thus expects revenue and adjusted operating profit to grow. Growth in new orders received in Q2 was furious and the company's order book again hit a record level of EUR 56.9 million. In line with this, the management's more detailed market comments, and the drivers of Exel's own product portfolio, we raised our revenue estimates for the rest of the year. In the full year, we expect Exel's revenue to grow by 14% to EUR 124 million driven by the good demand in key customer industries and a pick-up in industries that have suffered more from the pandemic. We expect adjusted EBIT to amount to EUR 10.2 million. The key driver of earnings growth in our opinion is volume growth but in H2 we also expect the effects related to material and logistics costs and own efficiency levels in H1 to alleviate. Next year we expect brisker operating result growth from the company considering the good outlook of key industries, own structural capabilities, and improving efficiency levels. The key risks in the next few years are still directed at the actual development of industrial end demand and chronically short visibility.

Valuation does not create a break

Exel's adjusted P/E ratios for 2021 and 2022 based on our estimates are 17x and 15x while the corresponding EV/EBITDA ratios are 10x and 8x. Relative to the neutral multiple range we estimate for the company, historical valuation levels, and better-quality performance in the big picture, we do not consider the valuation multiples to be too demanding. On the other hand, we do not see considerable upside in the multiples either. We believe Exel's earnings growth outlook is good, which together with a dividend of some 2% keeps the annual risk-adjusted return expectation on a good enough level. Thus, the incentives for owning the share are still in place.

Recommendation

Accumulate

(previous Accumulate)

EUR 11.50

(previous EUR 11.50)

Share price:

10.32



Key indicators

	2020	2021e	2022e	2023e
Revenue	109	124	129	134
growth %	5%	14%	4%	4%
EBIT adj.	9.7	10.2	12.1	13.1
EBIT % adj.	8.9%	8.2%	9.4%	9.8%
Net profit	5.4	7.0	8.5	9.3
EPS (adj.)	0.47	0.60	0.71	0.78
P/E (adj.)	15.7	17.2	14.5	13.2
P/B	3.0	3.6	3.1	2.7
Dividend yield %	2.7%	2.1%	2.3%	2.5%
EV/EBIT (adj.)	12.3	14.8	12.1	10.6
EV/EBITDA	7.8	9.8	8.1	7.3
EV/Sales	1.1	1.2	1.1	1.0

Source: Inderes

Guidance

(Unchanged)

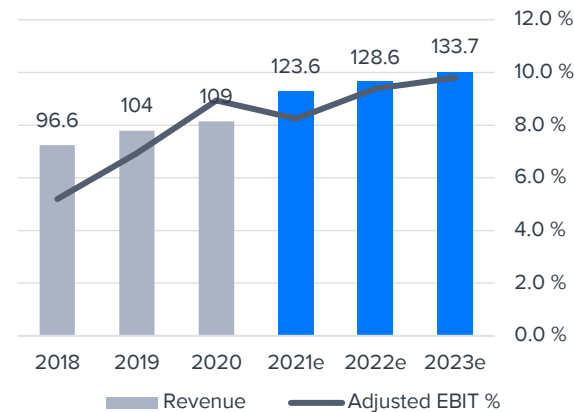
Exel Composites expects revenue and adjusted operating profit in 2021 to increase compared to 2020.

Share price



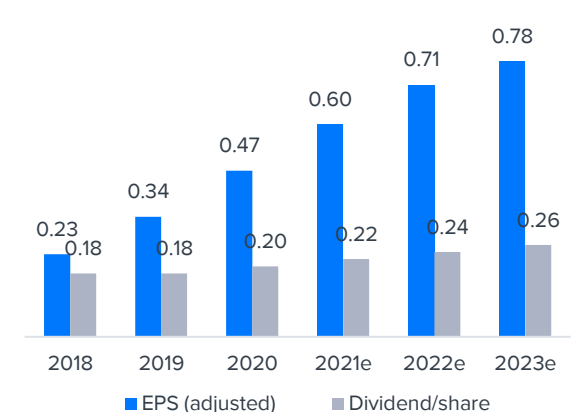
Source: Thomson Reuters

Revenue and EBIT %



Source: Inderes

EPS and dividend



Source: Inderes



Value drivers

- Growing composite market creates a good basis for organic growth
- Still room for improvement in profitability relative to the full potential
- Global production structure and relative economies of scale in production
- Boosting growth with acquisitions



Risk factors

- Somewhat cyclical and volatile demand
- Relatively fixed cost structure
- Concentrated customer portfolio
- Debt elevated in balance sheet
- Unsuccessful growth would depress acceptable valuation multiples
- Margin pressure caused by delivery chain problems and material costs in the short term

Valuation level	2021e	2022e	2023e
Share price	10.3	10.3	10.3
Number of shares, million	11.9	11.9	11.9
Market value	123	123	123
EV	151	145	139
P/E (adj.)	17.2	14.5	13.2
P/E	17.4	14.5	13.2
P/Cash flow	22.1	14.5	12.3
P/B	3.6	3.1	2.7
P/S	1.0	1.0	0.9
EV/Sales	1.2	1.1	1.0
EV/EBITDA (adj.)	9.8	8.1	7.3
EV/EBIT (adj.)	14.8	12.1	10.6
Dividend/earnings (%)	37.2%	33.6%	33.3%
Dividend yield %	2.1%	2.3%	2.5%

Source: Inderes

Estimates

Estimates	Q2'20	Q2'21	Q2'21e	Q2'21e	Consensus		Difference (%)	2021e
MEUR / EUR	Comparison	Actualized	Inderes	Consensus	Low	High	Act. vs. Inderes	Inderes
Revenue	27.2	33.5	29.1				15%	123.6
EBIT (adj.)	2.9	2.5	3.0				-19%	10.2
EBIT	2.8	2.4	3.0				-22%	10.1
EPS (adj.)	0.22	0.13	0.18				-26%	0.60
Revenue growth-%	2.9 %	23.1%	7.0 %				16.1 pp	13.8 %
EBIT-% (adj.)	10.6 %	7.3 %	10.3 %				-3 pp	8.2 %

Source: Inderes

Estimate revisions	2021e	2021e	Change	2022e	2022e	Change	2023e	2023e	Change
MEUR / EUR	Old	New	%	Old	New	%	Old	New	%
Revenue	116	124	6%	121	129	6%	126	134	6%
EBITDA	16.1	15.4	-4%	18.2	18.0	-1%	19.1	19.1	0%
EBIT (exc. NRIs)	10.8	10.2	-5%	12.3	12.1	-2%	13.0	13.1	1%
EBIT	10.7	10.1	-6%	12.3	12.1	-2%	13.0	13.1	1%
PTP	10.5	9.6	-9%	11.4	11.2	-2%	12.1	12.2	1%
EPS (excl. NRIs)	0.65	0.60	-7%	0.73	0.71	-2%	0.77	0.78	1%
DPS	0.22	0.22	0%	0.24	0.24	0%	0.26	0.26	0%

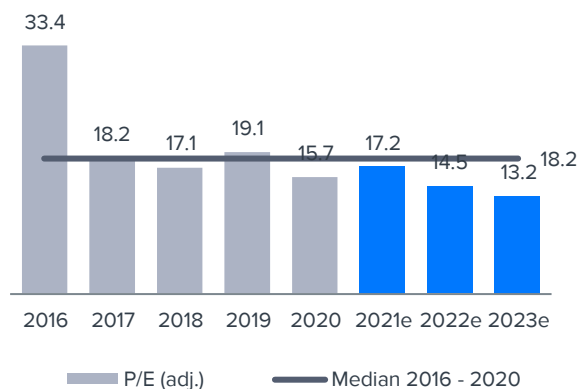
Source: Inderes

Valuation table

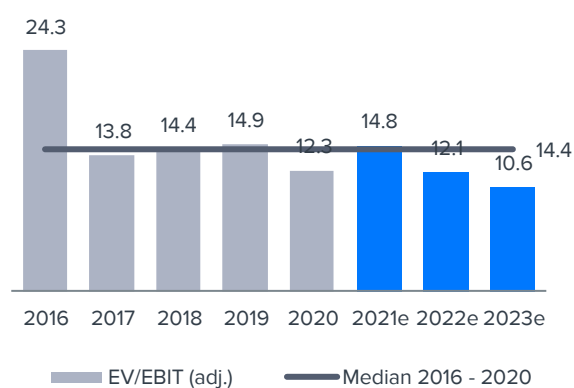
Valuation	2016	2017	2018	2019	2020	2021e	2022e	2023e	2024e
Share price	5.02	6.57	4.00	6.48	7.38	10.3	10.3	10.3	10.3
Number of shares, millions	11.9	11.9	11.9	11.9	11.9	11.9	11.9	11.9	11.9
Market cap	60	78	48	77	88	123	123	123	123
EV	63	87	72	107	119	151	145	139	133
P/E (adj.)	33.4	18.2	17.1	19.1	15.7	17.2	14.5	13.2	12.3
P/E	>100	18.4	>100	32.0	16.4	17.4	14.5	13.2	12.3
P/FCF	48.3	neg.	neg.	20.1	24.2	22.1	14.5	12.3	12.3
P/B	2.2	2.7	1.8	2.9	3.0	3.6	3.1	2.7	2.3
P/S	0.8	0.9	0.5	0.7	0.8	1.0	1.0	0.9	0.9
EV/Sales	0.9	1.0	0.7	1.0	1.1	1.2	1.1	1.0	1.0
EV/EBITDA	16.0	9.3	7.8	10.0	7.8	9.8	8.1	7.3	6.6
EV/EBIT (adj.)	24.3	13.8	14.4	14.9	12.3	14.8	12.1	10.6	9.5
Payout ratio (%)	502.0 %	84.1 %	554.7 %	88.8 %	44.3 %	37.2 %	33.6 %	33.3 %	33.5 %
Dividend yield-%	2.0 %	4.6 %	4.5 %	2.8 %	2.7 %	2.1 %	2.3 %	2.5 %	2.7 %

Source: Inderes

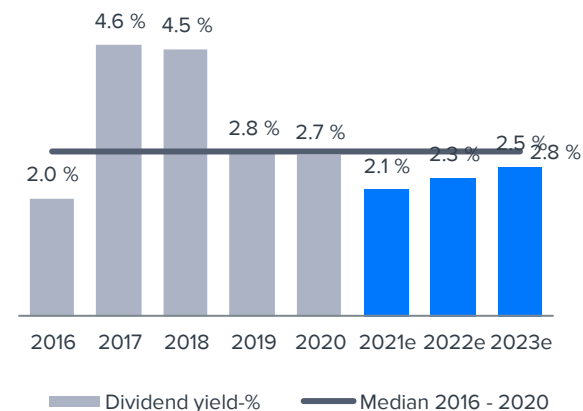
P/E (adj.)



EV/EBIT



Dividend yield %



Income statement

Income statement	2019	Q1'20	Q2'20	Q3'20	Q4'20	2020	Q1'21	Q2'21	Q3'21e	Q4'21e	2021e	2022e	2023e	2024e
Revenue	104	27.8	27.2	26.0	27.5	108.6	31.0	33.5	29.2	30.0	123.6	128.6	133.7	139.1
Group	104	27.8	27.2	26.0	27.5	109	31.0	33.5	29.2	30.0	123.6	128.6	133.7	139.1
Adjusting items	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	0.0
EBITDA	10.7	3.2	3.8	3.3	4.9	15.3	3.8	3.7	3.6	4.4	15.4	18.0	19.1	20.0
Depreciation	-5.6	-1.3	-1.0	-1.4	-2.2	-5.9	-1.3	-1.3	-1.3	-1.3	-5.3	-5.9	-6.0	-6.0
EBIT (excl. NRI)	7.2	2.1	2.9	2.0	2.7	9.7	2.5	2.5	2.3	3.0	10.2	12.1	13.1	14.0
EBIT	5.1	1.9	2.8	2.0	2.7	9.4	2.4	2.4	2.3	3.0	10.1	12.1	13.1	14.0
Adjusting items	-2.1	-0.2	-0.1	0.0	0.0	-0.3	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Net financial items	-1.2	-0.6	0.2	-0.6	-1.3	-2.3	0.5	-0.5	-0.2	-0.2	-0.4	-0.9	-0.9	-0.9
PTP	3.9	1.3	3.0	1.3	1.5	7.1	2.9	1.9	2.0	2.8	9.6	11.2	12.2	13.1
Taxes	-1.5	-0.6	-0.4	-0.3	-0.4	-1.8	-1.0	-0.4	-0.5	-0.7	-2.6	-2.7	-2.9	-3.1
Minority interest	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	0.0
Net earnings	2.4	0.7	2.5	1.1	1.1	5.4	2.0	1.5	1.5	2.1	7.0	8.5	9.3	9.9
EPS (adj.)	0.34	0.07	0.22	0.09	0.09	0.47	0.17	0.13	0.13	0.18	0.60	0.71	0.78	0.84
EPS (rep.)	0.20	0.06	0.21	0.09	0.09	0.45	0.17	0.12	0.13	0.18	0.59	0.71	0.78	0.84

Key figures	2019	Q1'20	Q2'20	Q3'20	Q4'20	2020	Q1'21	Q2'21	Q3'21e	Q4'21e	2021e	2022e	2023e	2024e
Revenue growth-%	7.4 %	2.6 %	2.9 %	10.2 %	3.4 %	4.6 %	11.3 %	23.1 %	12.0 %	9.0 %	13.8 %	4.0 %	4.0 %	4.0 %
Adjusted EBIT growth-%	43.5 %	7.4 %	29.2 %	19.4 %	103.7 %	34.9 %	17.0 %	-15.0 %	13.4 %	10.6 %	4.9 %	18.4 %	8.6 %	6.8 %
EBITDA-%	10.3 %	11.5 %	13.9 %	12.8 %	18.0 %	14.1 %	12.1 %	11.0 %	12.3 %	14.5 %	12.4 %	14.0 %	14.3 %	14.4 %
Adjusted EBIT-%	6.9 %	7.6 %	10.6 %	7.6 %	9.9 %	8.9 %	7.9 %	7.3 %	7.7 %	10.1 %	8.2 %	9.4 %	9.8 %	10.1 %
Net earnings-%	2.3 %	2.5 %	9.3 %	4.1 %	3.9 %	4.9 %	6.4 %	4.4 %	5.2 %	7.0 %	5.7 %	6.6 %	6.9 %	7.2 %

Source: Inderes

Balance sheet

Assets	2019	2020	2021e	2022e	2023e
Non-current assets	41.6	47.8	47.1	47.2	47.2
Goodwill	13.0	12.6	12.6	12.6	12.6
Intangible assets	4.3	3.9	4.0	4.0	4.1
Tangible assets	22.8	29.4	30.1	30.2	30.1
Associated companies	0.0	0.0	0.0	0.0	0.0
Other investments	0.0	0.0	0.0	0.0	0.0
Other non-current assets	0.1	0.0	0.1	0.1	0.1
Deferred tax assets	1.4	1.7	0.3	0.3	0.3
Current assets	43.8	49.0	48.8	50.8	54.8
Inventories	16.9	16.2	17.3	18.0	18.1
Other current assets	0.0	0.0	0.0	0.0	0.0
Receivables	20.0	20.9	22.9	23.8	24.7
Cash and equivalents	6.9	12.0	8.7	9.0	12.0
Balance sheet total	85.4	96.8	95.9	98.0	102

Source: Inderes

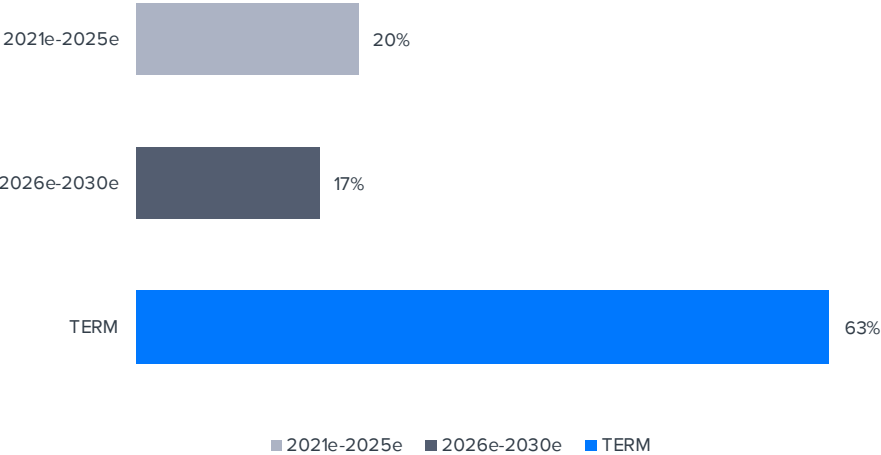
Liabilities & equity	2019	2020	2021e	2022e	2023e
Equity	26.3	28.9	34.0	39.9	46.3
Share capital	2.1	2.1	2.1	2.1	2.1
Retained earnings	19.0	22.2	26.9	32.8	39.2
Hybrid bonds	0.0	0.0	0.0	0.0	0.0
Revaluation reserve	0.0	0.0	0.0	0.0	0.0
Other equity	5.2	4.5	5.0	5.0	5.0
Minorities	0.0	0.0	0.0	0.0	0.0
Non-current liabilities	15.6	14.1	20.4	18.0	16.9
Deferred tax liabilities	0.3	0.2	0.2	0.2	0.2
Provisions	0.0	0.0	0.0	0.0	0.0
Long term debt	14.8	12.9	19.7	17.3	16.2
Convertibles	0.0	0.0	0.0	0.0	0.0
Other long term liabilities	0.6	0.9	0.5	0.5	0.5
Current liabilities	43.4	53.9	41.4	40.0	38.8
Short term debt	22.4	30.3	16.7	14.3	12.1
Payables	21.0	23.6	24.7	25.7	26.7
Other current liabilities	0.0	0.0	0.0	0.0	0.0
Balance sheet total	85.4	96.8	95.9	98.0	102

DCF calculation

DCF model	2020	2021e	2022e	2023e	2024e	2025e	2026e	2027e	2028e	2029e	2030e	TERM
EBIT (operating profit)	9.4	10.1	12.1	13.1	14.0	13.6	14.0	14.4	14.9	14.5	14.9	
+ Depreciation	5.9	5.3	5.9	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	
- Paid taxes	-2.2	-1.1	-2.7	-2.9	-3.1	-3.1	-3.2	-3.4	-3.7	-3.6	-3.7	
- Tax, financial expenses	-0.6	-0.1	-0.2	-0.2	-0.2	-0.2	-0.2	-0.1	-0.1	-0.1	-0.1	
+ Tax, financial income	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
- Change in working capital	2.4	-2.0	-0.6	0.0	-0.6	0.2	-0.5	-0.5	-0.5	-0.5	-0.6	
Operating cash flow	14.9	12.1	14.5	16.0	16.0	16.6	16.2	16.5	16.6	16.3	16.7	
+ Change in other long-term liabilities	0.4	-0.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
- Gross CAPEX	-11.7	-6.1	-6.1	-6.1	-6.1	-6.1	-6.1	-6.1	-6.1	-6.0	-6.2	
Free operating cash flow	3.6	5.6	8.4	10.0	10.0	10.5	10.1	10.4	10.6	10.3	10.5	
+/- Other	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
FCFF	3.6	5.6	8.4	10.0	10.0	10.5	10.1	10.4	10.6	10.3	10.5	230
Discounted FCFF		5.4	7.6	8.3	7.7	7.6	6.8	6.5	6.1	5.5	5.2	114
Sum of FCFF present value		181	175	168	160	152	144	137	131	125	119	114
Enterprise value DCF		181										
- Interesting bearing debt		-43.1										
+ Cash and cash equivalents		12.0										
-Minorities		0.0										
-Dividend/capital return		-2.4										
Equity value DCF		147										
Equity value DCF per share		12.4										
Wacc												
Tax-% (WACC)		25.0 %										
Target debt ratio (D/(D+E))		25.0 %										
Cost of debt		5.0 %										
Equity Beta		1.25										
Market risk premium		5.00%										
Liquidity premium		0.75%										
Risk free interest rate		2.0 %										
Cost of equity		9.0 %										
Weighted average cost of capital (WACC)		7.7 %										

Source: Inderes

Cash flow distribution



Summary

Income statement	2018	2019	2020	2021e	2022e	Per share data	2018	2019	2020	2021e	2022e
Revenue	96.6	103.8	108.6	123.6	128.6	EPS (reported)	0.03	0.20	0.45	0.59	0.71
EBITDA	9.3	10.7	15.3	15.4	18.0	EPS (adj.)	0.23	0.34	0.47	0.60	0.71
EBIT	2.2	5.1	9.4	10.1	12.1	OCF / share	-0.11	0.83	1.26	1.02	1.22
PTP	1.7	3.9	7.1	9.6	11.2	FCF / share	-1.03	0.32	0.30	0.47	0.71
Net Income	0.4	2.4	5.4	7.0	8.5	Book value / share	2.17	2.21	2.43	2.86	3.35
Extraordinary items	-2.8	-2.1	-0.3	-0.1	0.0	Dividend / share	0.18	0.18	0.20	0.22	0.24
Balance sheet	2018	2019	2020	2021e	2022e	Growth and profitability	2018	2019	2020	2021e	2022e
Balance sheet total	74.6	85.4	96.8	95.9	98.0	Revenue growth-%	12%	7%	5%	14%	4%
Equity capital	25.8	26.3	28.9	34.0	39.9	EBITDA growth-%	-1%	15%	43%	1%	17%
Goodwill	12.8	13.0	12.6	12.6	12.6	EBIT (adj.) growth-%	-20%	44%	35%	5%	18%
Net debt	24.8	30.2	31.2	27.8	22.6	EPS (adj.) growth-%	-35%	45%	38%	28%	19%
Cash flow	2018	2019	2020	2021e	2022e	EBITDA-%	9.6 %	10.3 %	14.1 %	12.4 %	14.0 %
EBITDA	9.3	10.7	15.3	15.4	18.0	EBIT (adj.)-%	5.2 %	6.9 %	8.9 %	8.2 %	9.4 %
Change in working capital	-8.8	1.9	2.4	-2.0	-0.6	EBIT-%	2.3 %	4.9 %	8.7 %	8.1 %	9.4 %
Operating cash flow	-1.3	9.9	14.9	12.1	14.5	ROE-%	1.4 %	9.3 %	19.5 %	22.4 %	23.0 %
CAPEX	-10.9	-6.1	-11.7	-6.1	-6.1	ROI-%	4.4 %	8.6 %	13.9 %	14.1 %	17.0 %
Free cash flow	-12.3	3.8	3.6	5.6	8.4	Equity ratio	34.6 %	30.8 %	29.8 %	35.5 %	40.7 %
Valuation multiples	2018	2019	2020	2021e	2022e	Gearing	96.3 %	114.9 %	107.9 %	81.7 %	56.7 %
EV/S	0.7	1.0	1.1	1.2	1.1						
EV/EBITDA (adj.)	7.8	10.0	7.8	9.8	8.1						
EV/EBIT (adj.)	14.4	14.9	12.3	14.8	12.1						
P/E (adj.)	17.1	19.1	15.7	17.2	14.5						
P/E	1.8	2.9	3.0	3.6	3.1						
Dividend-%	4.5 %	2.8 %	2.7 %	2.1 %	2.3 %						

Source: Inderes

Disclaimer and recommendation history

The information presented in Inderes reports is obtained from several different public sources that Inderes considers to be reliable. Inderes aims to use reliable and comprehensive information, but Inderes does not guarantee the accuracy of the presented information. Any opinions, estimates and forecasts represent the views of the authors. Inderes is not responsible for the content or accuracy of the presented information. Inderes and its employees are also not responsible for the financial outcomes of investment decisions made based on the reports or any direct or indirect damage caused by the use of the information. The information used in producing the reports may change quickly. Inderes makes no commitment to announcing any potential changes to the presented information and opinions.

The reports produced by Inderes are intended for informational use only. The reports should not be construed as offers or advice to buy, sell or subscribe investment products. Customers should also understand that past performance is not a guarantee of future results. When making investment decisions, customers must base their decisions on their own research and their estimates of the factors that influence the value of the investment and take into account their objectives and financial position and use advisors as necessary. Customers are responsible for their investment decisions and their financial outcomes.

Reports produced by Inderes may not be edited, copied or made available to others in their entirety, or in part, without Inderes' written consent. No part of this report, or the report as a whole, shall be transferred or shared in any form to the United States, Canada or Japan or the citizens of the aforementioned countries. The legislation of other countries may also lay down restrictions pertaining to the distribution of the information contained in this report. Any individuals who may be subject to such restrictions must take said restrictions into account.

Inderes issues target prices for the shares it follows. The recommendation methodology used by Inderes is based on the share's 12-month expected total shareholder return (including the share price and dividends) and takes into account Inderes' view of the risk associated with the expected returns. The recommendation policy consists of four tiers: Sell, Reduce, Accumulate and Buy. As a rule, Inderes' investment recommendations and target prices are reviewed at least 2–4 times per year in connection with the companies' interim reports, but the recommendations and target prices may also be changed at other times depending on the market conditions. The issued recommendations and target prices do not guarantee that the share price will develop in line with the estimate. Inderes primarily uses the following valuation methods in determining target prices and recommendations: Cash flow analysis (DCF), valuation multiples, peer group analysis and sum of parts analysis. The valuation methods and target price criteria used are always company-specific and they may vary significantly depending on the company and (or) industry.

Inderes' recommendation policy is based on the following distribution relative to the 12-month risk-adjusted expected total shareholder return.

Buy The 12-month risk-adjusted expected shareholder return of the share is very attractive

Accumulate The 12-month risk-adjusted expected shareholder return of the share is attractive

Reduce The 12-month risk-adjusted expected shareholder return of the share is weak

Sell The 12-month risk-adjusted expected shareholder return of the share is very weak

The assessment of the 12-month risk-adjusted expected total shareholder return based on the above-mentioned definitions is company-specific and subjective. Consequently, similar 12-month expected total shareholder returns between different shares may result in different recommendations, and the recommendations and 12-month expected total shareholder returns between different shares should not be compared with each other. The counterpart of the expected total shareholder return is Inderes' view of the risk taken by the investor, which varies considerably between companies and scenarios. Thus, a high expected total shareholder return does not necessarily lead to positive performance when the risks are exceptionally high and, correspondingly, a low expected total shareholder return does not necessarily lead to a negative recommendation if Inderes considers the risks to be moderate.

The analysts who produce Inderes' research and Inderes employees cannot have 1) shareholdings that exceed the threshold of significant financial gain or 2) shareholdings exceeding 1% in any company subject to Inderes' research activities. Inderes Oyj can only own shares in the target companies it follows to the extent shown in the company's model portfolio investing real funds. All of Inderes Oyj's shareholdings are presented in itemised form in the model portfolio. Inderes Oyj does not have other shareholdings in the target companies analysed. The remuneration of the analysts who produce the analysis are not directly or indirectly linked to the issued recommendation or views. Inderes Oyj does not have investment bank operations.

Inderes or its partners whose customer relationships may have a financial impact on Inderes may, in their business operations, seek assignments with various issuers with respect to services provided by Inderes or its partners. Thus, Inderes may be in a direct or indirect contractual relationship with an issuer that is the subject of research activities. Inderes and its partners may provide investor relations services to issuers. The aim of such services is to improve communication between the company and the capital markets. These services include the organisation of investor events, advisory services related to investor relations and the production of investor research reports.

More information about research disclaimers can be found at www.inderes.fi/research-disclaimer.

Inderes has made an agreement with the issuer and target of this report, which entails compiling a research report.

Recommendation history (>12 mo)

Date	Recommendation	Target price	Share price
24-07-19	Accumulate	5.00 €	4.52 €
31-10-19	Accumulate	5.30 €	4.80 €
22-11-19	Accumulate	6.30 €	5.76 €
18-02-20	Accumulate	6.50 €	6.14 €
16-03-20	Accumulate	4.10 €	3.96 €
07-05-20	Accumulate	5.10 €	4.80 €
22-07-20	Accumulate	6.00 €	5.52 €
02-11-20	Accumulate	6.80 €	6.40 €
08-12-20	Accumulate	7.00 €	6.50 €
19-02-21	Accumulate	9.20 €	8.76 €
02-05-21	Accumulate	11.50 €	10.88 €
21-07-21	Accumulate	11.50 €	10.32 €



Inderes' mission is to connect listed companies and investors. We produce high-quality research and content for the needs of our extensive investor community.

At Inderes we believe that open data is every investor's fundamental right. We guarantee investors' access to award-winning research, insightful video content and an active investor community.

For listed companies we ensure that there is always high-quality information available on the company for investors and shareholders for decision making, and that data collected from investors can be utilized by the companies.

Over 100 Finnish listed companies want to serve their shareholders and investors through us by utilizing our company research services, data driven IR services, content creation and consulting.

Inderes Oyj

Itämerentori 2

FI-00180 Helsinki, Finland

+358 10 219 4690

Award-winning research at inderes.fi



**STARMINE
ANALYST AWARDS
FROM REFINITIV**



**THOMSON REUTERS
ANALYST AWARDS**



Juha Kinnunen
2012, 2016, 2017, 2018, 2019, 2020



Mikael Rautanen
2014, 2016, 2017, 2019



Sauli Vilén
2012, 2016, 2018, 2019, 2020



Antti Viljakainen
2014, 2015, 2016, 2018, 2019, 2020



Petri Kajaani
2017, 2019, 2020



Joni Grönqvist
2019, 2020



Erkki Vesola
2018, 2020



Petri Gostowski
2020



Atte Riikola
2020



Olli Koponen
2020

**Research belongs
to everyone.**