

HEXICON

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INDERES CORPORATE CUSTOMER

COMPANY REPORT



Financing risks weigh on the risk/reward ratio

Recent developments in Hexicon’s project portfolio have been mixed, in our view. While we view the recent divestment as positive, as they reduce the financing risk somewhat and indicate confidence in the company’s ability to divest early-stage projects successfully, the progress of the divestment of the important MunmuBaram project seems to be slower than earlier anticipated. In our view, the company needs additional capital in the coming month, forcing Hexicon to explore other financing options on uncertain terms. Against this backdrop, we believe the near-term risk/reward is unfavorable. Therefore, we reiterate our Sell recommendation and keep our target price of SEK 0.20 per share unchanged.

Uncertainty around the financing situation persists

Hexicon’s Q1 revenue increased to 5.6 MSEK, above our estimate of 1.2 MSEK, mainly driven by consulting fees earned from development projects. While the company demonstrated better operational cost control than expected, the lack of divestments and, therefore, a low revenue base kept Q1 EBIT negative at -19.7 MSEK. At the end of Q1’25, the company’s cash position amounted to 5.3 MSEK, with all available loan facilities fully drawn. However, after the quarter ended, we expect the company has received an upfront payment of around 27 MSEK related to the divestments in Italy. Nevertheless, given the still high cash burn and the need to repay the 75 MSEK credit facility by June 2025, it is evident that Hexicon’s short-term financing is stressed and that additional capital will be required soon. While we expect further divestments to be part of the financial solution, the likely structure of smaller upfront payments with larger milestone payments means that divestments will probably not be the only solution. As a result, we anticipate the company will seek additional funding through either an equity issue or increased debt. Given the very high debt levels (net debt Q1’25: ~755 MSEK), we believe further debt financing is not a viable option. On the other hand, an equity issue at the current

valuation would be both expensive and dilutive for shareholders.

More significant cash flows from divestments will likely take time

In connection with its Q1 report, Hexicon provided updates on the MunmuBaram project, the most valuable project in its development portfolio. To our understanding, a partial divestment is still possible in 2025, though probably not under the originally planned structure of bringing in an industrial majority owner. Delays in securing the Electricity Business Licenses and recent political instability in South Korea make the timeline challenging. We now believe Hexicon is more likely to divest a smaller stake to a minority partner in 2025 to help advance the project through an auction (a key value-enhancing milestone), which would enable a larger transaction in 2026. Given this, we have lowered our current-year revenue forecast but estimate 2025 revenue at 193 MSEK, mainly driven by the partial MunmuBaram divestment and the upfront payment from the Italian projects sold in Q1. For 2026–2027, we expect major growth from a larger divestment of the MunmuBaram project, a partial sale of the Swedish Mareld project, and milestone payments from the Italian projects. However, we highlight that the forecasts carry significant risk, given uncertainties around the size, pricing, and structure of future divestments.

We believe that the risk/reward is still weak

Based on our SOTP valuation, we have estimated a value per share ranging from SEK 0.10 to 0.40, with the lower end of the range represented by a negative scenario and the upper end by a more positive scenario (more details about the different scenarios in the valuation section). Given the weak operating environment and the need for short-term financing, we believe that the drivers currently justify a valuation towards the lower end of the range. In our view, without clear positive short-term drivers, the risk of significant dilution calls for caution.

Recommendation

Sell

(prev. Sell)

Target price:

0.20 SEK

(prev. 0.20 SEK)

Share price:

0.27 SEK

Business risk



Valuation risk



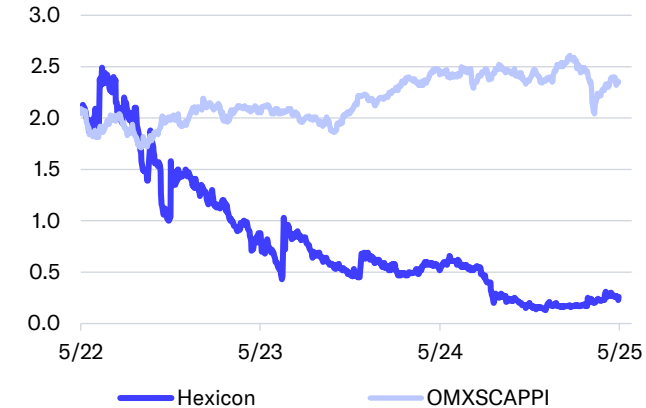
	2024	2025e	2026e	2027e
Revenue	9.8	193.1	656.2	794.9
growth-%	72%	1871%	240%	21%
EBIT adj.	-91.4	71.8	513.4	599.2
EBIT-% adj.	-932.7 %	37.2 %	78.2 %	75.4 %
Net Income	-258.3	-10.8	443.9	565.3
EPS (adj.)	-0.71	-0.03	1.22	1.55
P/E (adj.)	neg.	neg.	0.2	0.2
P/B	neg.	neg.	0.7	0.1
Dividend yield-%	0.0 %	0.0 %	0.0 %	0.0 %
EV/EBIT (adj.)	neg.	12.9	1.1	0.3
EV/EBITDA	neg.	10.8	1.1	0.2
EV/S	79.4	4.8	0.9	0.2

Source: Inderes

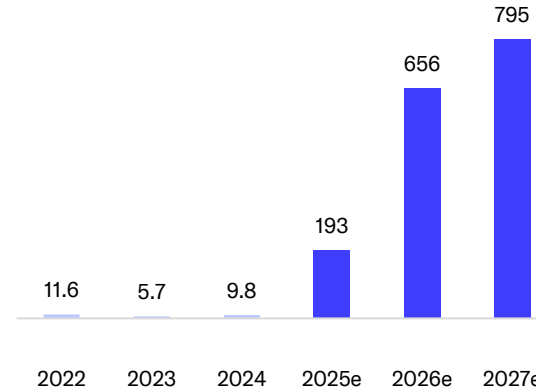
Guidance

(Hexicon does not provide any guidance)

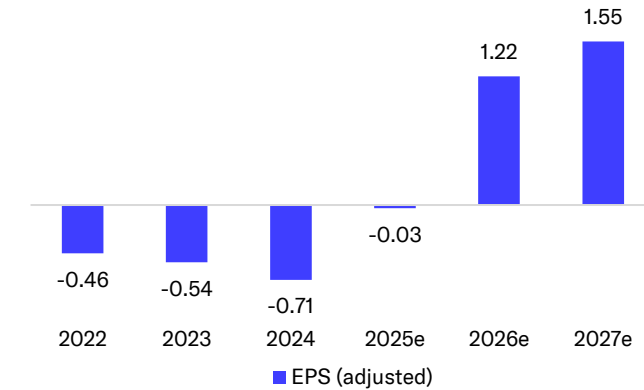
Share price



Revenue



Earnings per share



Value drivers

- Value of Hexicon's project development portfolio
- Proprietary TwinWind technology with patents in over 20 countries
- Organization's expertise and experience in floating offshore project development
- Market knowledge and global network of partners
- The floating offshore market is expected to grow substantially during this decade

Risk factors

- Delays in development projects or failure of projects to reach FID
- Inability to sell projects on favorable terms or at an appropriate time
- Deterioration in the market value of the project portfolio
- High debt level, somewhat mitigated by the loan structure
- Failure of TwinWind technology to achieve commercial viability

Valuation	2025e	2026e	2027e
Share price	0.27	0.27	0.27
Number of shares, millions	363.8	363.8	363.8
Market cap	98	98	98
EV	926	576	151
P/E (adj.)	neg.	0.2	0.2
P/E	neg.	0.2	0.2
P/B	neg.	0.7	0.1
P/S	0.5	0.1	0.1
EV/Sales	4.8	0.9	0.2
EV/EBITDA	10.8	1.1	0.2
EV/EBIT (adj.)	12.9	1.1	0.3
Payout ratio (%)	0.0 %	0.0 %	0.0 %
Dividend yield-%	0.0 %	0.0 %	0.0 %

Source: Inderes

Uncertainty around the financing situation persists

Low absolute level of revenue

Hexicon’s Q1 revenue increased to 5.6 MSEK (Q1’24: 0.5 MSEK), above our estimate of 1.2 MSEK. However, in absolute terms, the increase was relatively modest. The main revenue driver during the quarter, as expected, was consulting fees earned from development projects. In the bigger picture, Hexicon’s long-term investment case is based on achieving commercial scale through project divestments, so we do not place much weight on minor quarterly fluctuations in consulting revenue. Instead, our focus remains on operational progress across the project portfolio and further divestments, which are crucial for achieving broader scale and positive cash flow. In this context, Hexicon made notable progress during the quarter, completing the divestment of two Italian floating offshore wind projects: Sicily South (1,150 MW) and Sardinia Northwest (1,300 MW). According to Hexicon, the divestments in Italy corresponded to a return multiple of approximately five times the invested capital, directly from

the upfront payment, which shows signs of the company being able to create significant value growth through its project development. We expect the 2.5 MEUR (~27 MSEK) upfront payment to be recognized as revenue in Q2’25.

Stable operational cost development

Hexicon’s Q1 EBIT remained negative at -19.7 MSEK, showing a better operational cost awareness than we expected. While operational costs decreased some 10% year-on-year, the company capitalized less development costs related to the wholly owned TwinHub project, which was developed at a lower rate. As a result, the operating loss was relatively flat compared to last year, but slightly better than our expectations. In the lower lines of the income statement, EPS amounted to SEK -0.06 (Q1’24: -0.09), which was better than our expectations due to positive impacts from currency exchange.

Cash flow and financial position

As Hexicon is still loss-making, Q1 operating cash flow

remained in the red and amounted to -13.4 MSEK. At the end of Q1, the company’s cash position amounted to 5.3 MSEK, with all available loan facilities fully drawn. However, after the quarter ended, we expect the company has received an upfront payment of around 27 MSEK related to the divestments in Italy. Nevertheless, given the still high cash burn and the need to repay the 75 MSEK credit facility by June 2025, it is evident that Hexicon’s short-term financing is stressed and that additional capital will be required soon. While we expect divestments to be part of the financial solution, the likely delay of the MunmuBaram project means they may not be sufficient. As a result, we anticipate the company will seek additional funding through either an equity issue or increased debt. In our view, raising capital through additional debt may not be viable given the already high level of debt. On the other hand, an equity issue at the current valuation would be both expensive and dilutive for shareholders.

Estimates	Q1'24	Q1'25	Q1'25e	Q1'25e	Consensus		Difference (%)	2025e
MSEK/SEK	Comparison	Actualized	Inderes	Consensus	Low	High	Act. vs. inderes	Inderes
Revenue	0.5	5.6	1.2				367%	193
EBITDA	-16.3	-16.6	-15.7				-6%	85.9
EBIT	-19.9	-19.7	-22.5				12%	71.8
PTP	-32.2	-37.7	-40.5				7%	-19.2
EPS (reported)	-0.09	-0.06	-0.11				46%	-0.03
Revenue growth-%	-70.6 %	1020.0 %	140.0 %				880 pp	1870.8 %
EBIT-% (adj.)	-3980.0 %	-351.8 %	-1874.5 %				1522.7 pp	37.2 %

Source: Inderes

More significant cash flows from divestments will likely take time

More cautious outlook on the important MunmuBaram project

While Hexicon does not provide financial guidance, this quarter being no exception, the company provided some insights regarding the MunmuBaram project in connection with its Q1 report, which represents the most significant value within its project portfolio. According to Hexicon, a partial divestment of the project could still be expected this year, though probably not in the originally envisioned form, which was to secure an industrial majority owner with Hexicon retaining a minority stake. However, this timeline appears challenging given the delays experienced, first in securing approval for the project's Electricity Business License and more recently due to political turbulence in South Korea. In our assessment, Hexicon seems to be considering alternative paths, with a more probable scenario being a divestment of a smaller stake in the project to bring in a minority partner who can assist in

steering the project through an auction process. This would position the company for a larger transaction following the auction, as reaching this milestone is one of the most value-enhancing steps in the development phase.

We have revised our revenue estimates

Given this context, we now consider it more likely that Hexicon will divest a smaller portion of the MunmuBaram project during 2025. Accordingly, we have lowered our revenue forecast for the current year. We now estimate that 2025 revenue will amount to 193 MSEK, driven primarily by the partial divestment of MunmuBaram, as well as upfront payments related to the Italian projects sold off during Q1. While we expect the company to generate positive absolute EBIT thanks to high margins on divestments and relatively low fixed costs, we believe that its high leverage, and consequently significant interest expenses, will erode profits, ultimately leading to a negative bottom line.

Looking ahead to 2026–2027, we continue to see project divestments and milestone payments as the main growth drivers. According to our estimates, we expect a larger divestment of the MunmuBaram project to be the main growth driver, as well as a partial divestment of the Swedish Mareld project and milestone payments received from the divested projects in Italy. However, we emphasize that the forecast carries substantial risk, as estimating the revenue Hexicon will derive from selling part of the project involves several uncertain factors, including the portion of the project to be sold, the price of that portion, and the deal structure.

Estimate revisions	2025e	2025e	Change	2026e	2026e	Change	2027e	2027e	Change
MSEK/SEK	Old	New	%	Old	New	%	Old	New	%
Revenue	301	193	-36%	590	656	11%	754	795	5%
EBITDA	196	85.9	-56%	468	542	16%	606	635	5%
EBIT (excl. NRIs)	169	71.8	-57%	438	513	17%	570	599	5%
EBIT	169	71.8	-57%	438	513	17%	570	599	5%
PTP	77.8	-19.2	-125%	371	444	20%	534	565	6%
EPS (excl. NRIs)	0.13	-0.07	-156%	1.02	1.22	20%	1.47	1.55	6%

Source: Inderes

Investment returns are overshadowed by financing risks

Sum-of-the-parts valuation

To value Hexicon, we rely primarily on a sum-of-the-parts (SOTP) calculation. However, as the SOTP valuation is very sensitive to the assumptions used, we also use different scenarios: a positive, a negative, and a baseline scenario, reflecting our current estimates.

In the baseline scenario, we expect Hexicon to divest a smaller portion of the important MunmuBaram project in 2025 and succeed in taking the project to auction, as well as establishing a new long-term ownership structure for the project in 2026. We also estimate that the company will get an approved EIA (Environmental Impact Assessment) for the divested Italian project and thereby receive milestone payments in 2026/2027. However, due to the loss-making operations and us expecting that any near-term divestment will likely generate a smaller upfront payment which will not be enough to cover the financing needs, as well as the need to repay a 75 MSEK credit facility by the end of June this year, we still believe that the company will need additional financing. Therefore, in the baseline scenario, we account for a share issue of 100 MSEK at SEK 0.19 per share (~30% discount to the current share price). As a result, our SOTP valuation gives a value of SEK 0.21 per share.

In the negative scenario, we also expect Hexicon to divest the MunmuBaram project with its current licenses. However, this scenario accounts for the possibility that the current weak operating environment may delay any divestments, with a potential next divestment occurring in 2026. Thus, in a negative scenario, we estimate that the company will need to raise more capital than in our baseline scenario. Therefore, we have adjusted net debt

and the number of shares to reflect a hypothetical share issue of 150 MSEK at a SEK 0.16 per share (~40% discount to current price). Our SOTP valuation gives a value of SEK 0.10 per share.

In the positive scenario, we expect Hexicon to receive regulatory approval also for the third EBL in the MunmuBaram project, as well as establish the long-term partner structure in 2025 without needing to raise additional capital. This would mean, e.g., that the company successfully divests any of its other projects, and that Hexicon renegotiates to extend the current credit facility until the MunmuBaram project is divested. In addition, this scenario requires that Hexicon divests a larger share of its project portfolio or at a higher price than in the baseline scenario. In this positive scenario, our SOTP valuation arrives at a value of SEK 0.40 per share. However, we consider this scenario quite unrealistic, given all the factors that would need to come together in such a short time.

Valuation summary

Our estimated value per share ranges from SEK 0.10 to 0.40, which is in line with our previous range. In our view, it will be difficult for the company to overcome the downward pressure from the expected equity issue, the high cash burn, and the question marks concerning the price and timing of a divestment of the key MunmuBaram project. Therefore, we believe that the drivers currently justify a valuation towards the lower end of the range. Consequently, we reiterate our Sell recommendation and target price of SEK 0.20 per share. This valuation is also supported by our DCF (SEK 0.24 per share), given that a discount should be applied as we anticipate an increase in the number of shares from a potential dilutive equity issue.

Valuation	2025e	2026e	2027e
Share price	0.27	0.27	0.27
Number of shares, millions	363.8	363.8	363.8
Market cap	98	98	98
EV	926	576	151
P/E (adj.)	neg.	0.2	0.2
P/E	neg.	0.2	0.2
P/B	neg.	0.7	0.1
P/S	0.5	0.1	0.1
EV/Sales	4.8	0.9	0.2
EV/EBITDA	10.8	1.1	0.2
EV/EBIT (adj.)	12.9	1.1	0.3
Payout ratio (%)	0.0 %	0.0 %	0.0 %
Dividend yield-%	0.0 %	0.0 %	0.0 %

Source: Inderes

Valuation table

Valuation	2021	2022	2023	2024	2025e	2026e	2027e	2028e
Share price	3.00	1.46	0.69	0.13	0.27	0.27	0.27	0.27
Number of shares, millions	315.3	363.8	363.8	363.8	363.8	363.8	363.8	363.8
Market cap	1091	530	252	47	98	98	98	98
EV	803	524	421	778	926	576	151	-79.3
P/E (adj.)	neg.	neg.	neg.	neg.	neg.	0.2	0.2	0.4
P/E	neg.	neg.	neg.	neg.	neg.	0.2	0.2	0.4
P/B	3.4	2.6	>100	neg.	neg.	0.7	0.1	0.1
P/S	47.2	45.8	44.1	4.8	0.5	0.1	0.1	0.2
EV/Sales	34.8	45.3	73.6	79.4	4.8	0.9	0.2	neg.
EV/EBITDA	neg.	neg.	neg.	neg.	10.8	1.1	0.2	neg.
EV/EBIT (adj.)	neg.	neg.	neg.	neg.	12.9	1.1	0.3	neg.
Payout ratio (%)	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %
Dividend yield-%	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %

Source: Inderes

Peer group valuation

Peer group valuation Company	Market cap MEUR	EV MEUR	EV/EBIT		EV/EBITDA		EV/S		P/E		Dividend yield-%		P/B
			2025e	2026e	2025e	2026e	2025e	2026e	2025e	2026e	2025e	2026e	2025e
Eolus Vind	119	159	3.7	5.3	3.6	5.1	0.5	0.7	3.6	5.3	4.8	5.3	0.7
Arise	137	211	12.1	7.2	8.5	5.8	4.0	3.6	8.6	5.8	4.5	4.4	0.7
PNE	1149	1977	40.5	31.1	23.3	18.8	6.6	5.8	62.4	45.0	0.4	0.4	5.3
Enersense	37	59	2.9	5.5	1.7	3.0	0.2	0.2	3.9	8.8			1.0
Hexicon (Inderes)	9	85	12.9	1.1	10.8	1.1	4.8	0.9	-9.1	0.2	0.0	0.0	-0.3
Average			14.8	12.3	9.3	8.1	2.8	2.6	19.6	16.2	3.2	3.4	1.9
Median			7.9	6.4	6.1	5.4	2.2	2.1	6.2	7.3	4.5	4.4	0.8
Diff-% to median			64%	-82%	77%	-80%	118%	-59%	-246%	-97%	-100%	-100%	-140%

Source: Refinitiv / Inderes

Income statement

Income statement	2022	2023	2024	Q1'25	Q2'25e	Q3'25e	Q4'25e	2025e	2026e	2027e	2028e
Revenue	11.6	5.7	9.8	5.6	31.1	38.9	118	193	656	795	597
EBITDA	-125.6	-167.4	-73.3	-16.6	7.3	9.2	86.0	85.9	542	635	320
Depreciation	-35.5	-23.0	-18.1	-3.1	-3.5	-3.5	-4.0	-14.1	-28.6	-35.5	-40.7
EBIT (excl. NRI)	-161.1	-190.4	-91.4	-19.7	3.8	5.7	82.0	71.8	513	599	280
EBIT	-161.1	-190.4	-91.4	-19.7	3.8	5.7	82.0	71.8	513	599	280
Share of profits in assoc. compan.	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Net financial items	-9.7	-8.2	-167.3	-18.0	-20.0	-25.0	-28.0	-91.0	-69.5	-33.8	-6.6
PTP	-170.8	-198.6	-258.7	-37.7	-16.2	-19.3	54.0	-19.2	444	565	273
Taxes	0.5	0.4	0.4	0.0	0.0	4.2	-11.9	-7.6	0.0	0.0	0.0
Minority interest	3.4	0.2	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Net earnings	-166.9	-198.0	-258.3	-37.7	-16.2	-15.0	42.1	-26.8	444	565	273
EPS (adj.)	-0.46	-0.54	-0.71	-0.10	-0.04	-0.04	0.12	-0.07	1.22	1.55	0.75
EPS (rep.)	-0.46	-0.54	-0.71	-0.10	-0.04	-0.04	0.12	-0.03	1.22	1.55	0.75

Key figures	2022	2023	2024	Q1'25	Q2'25e	Q3'25e	Q4'25e	2025e	2026e	2027e	2028e
Revenue growth-%	-49.9 %	-50.6 %	71.5 %	1020.0 %	3350.0 %	923.9 %	2456.0 %	1870.8 %	239.8 %	21.1 %	-24.9 %
Adjusted EBIT growth-%		18.2 %	-52.0 %	-1.0 %	-114.2 %	-117.5 %	-789.0 %	-178.6 %	614.9 %	16.7 %	-53.4 %
EBITDA-%	-1085.1 %	-2929.6 %	-748.0 %	-296.4 %	23.5 %	23.8 %	73.1 %	44.5 %	82.6 %	79.8 %	53.7 %
Adjusted EBIT-%	-1391.8 %	-3332.2 %	-932.7 %	-351.8 %	12.2 %	14.8 %	69.7 %	37.2 %	78.2 %	75.4 %	46.8 %
Net earnings-%	-1442.1 %	-3465.4 %	-2635.7 %	-673.2 %	-52.2 %	-38.6 %	35.8 %	-13.9 %	67.6 %	71.1 %	45.7 %

Source: Inderes

Balance sheet

Assets	2023	2024	2025e	2026e	2027e
Non-current assets	365	472	551	632	706
Goodwill	11.9	11.9	11.9	11.9	11.9
Intangible assets	146	174	201	209	216
Tangible assets	49.4	30.5	32.4	56.0	73.5
Associated companies	156	248	298	348	398
Other investments	0.0	0.0	0.0	0.0	0.0
Other non-current assets	1.8	7.6	7.6	7.6	7.6
Deferred tax assets	0.0	0.0	0.0	0.0	0.0
Current assets	137	128	163	315	423
Inventories	0.0	0.0	0.0	0.0	0.0
Other current assets	15.4	105	105	105	105
Receivables	0.0	0.0	38.6	144	238
Cash and equivalents	121	23.0	19.3	65.6	79.5
Balance sheet total	502	599	714	947	1129

Source: Inderes

Liabilities & equity	2023	2024	2025e	2026e	2027e
Equity	1.2	-285.0	-250.4	148	713
Share capital	3.6	3.6	3.6	3.6	3.6
Retained earnings	-576.4	-825.3	-836.1	-392.3	173
Hybrid bonds	0.0	0.0	0.0	0.0	0.0
Revaluation reserve	-4.4	0.0	0.0	0.0	0.0
Other equity	579	538	538	538	538
Minorities	-0.7	-0.8	-0.8	-0.8	-0.8
Non-current liabilities	129	623	477	325	120
Deferred tax liabilities	3.8	3.8	3.8	3.8	3.8
Provisions	33.2	35.7	35.7	35.7	35.7
Interest bearing debt	73.5	569	424	272	66.4
Convertibles	0.0	0.0	0.0	0.0	0.0
Other long term liabilities	18.7	13.8	13.8	13.8	13.8
Current liabilities	371	261	533	473	296
Interest bearing debt	306	184	424	272	66.4
Payables	6.4	6.7	38.6	131	159
Other current liabilities	58.5	70.3	70.3	70.3	70.3
Balance sheet total	502	599	714	947	1129

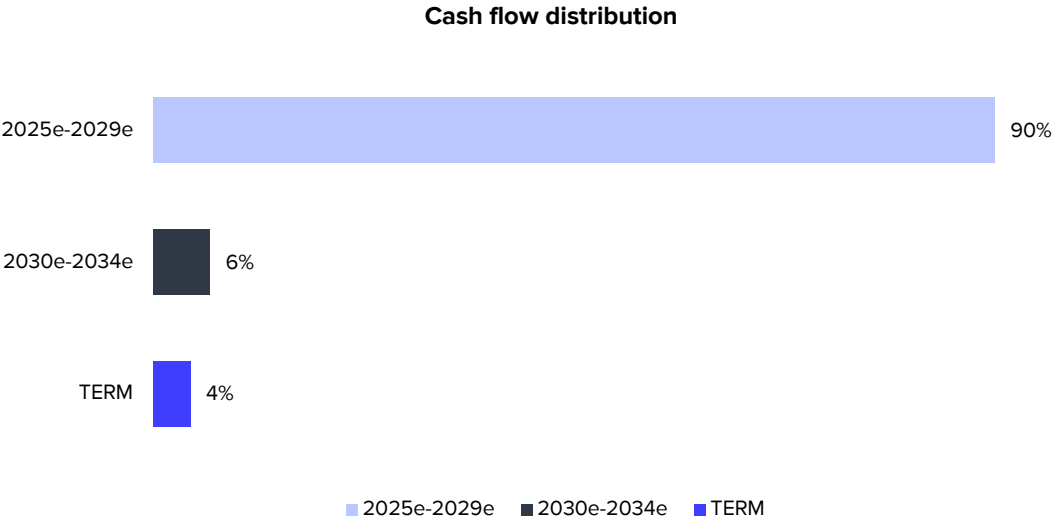
DCF-calculation

DCF model	2024	2025e	2026e	2027e	2028e	2029e	2030e	2031e	2032e	2033e	2034e	TERM
Revenue growth-%	71.5 %	1870.8 %	239.8 %	21.1 %	-24.9 %	5.0 %	5.0 %	5.0 %	5.0 %	5.0 %	2.0 %	2.0 %
EBIT-%	-932.7 %	37.2 %	78.2 %	75.4 %	46.8 %	15.0 %	15.0 %	15.0 %	15.0 %	15.0 %	12.0 %	12.0 %
EBIT (operating profit)	-91.4	71.8	513	599	280	94.0	98.7	104	109	114	93.2	
+ Depreciation	18.1	14.1	28.6	35.5	40.7	42.8	44.5	45.8	46.9	47.7	48.4	
- Paid taxes	0.4	-7.6	0.0	0.0	0.0	0.0	0.0	-21.3	-22.4	-23.5	-19.2	
- Tax, financial expenses	-0.3	-15.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
+ 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	-77.1	-6.7	-13.1	-66.4	19.8	-15.5	-3.8	-3.9	-4.1	-4.4	-1.8	
Operating cash flow	-150.3	56.1	529	568	340	121	139	124	129	134	121	
+ Change in other long-term liabilities	-2.4	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
- Gross CAPEX	-32.6	-43.6	-59.6	-59.6	-52.6	-52.6	-52.6	-52.6	-52.6	-52.6	-52.6	
Free operating cash flow	-185.2	12.5	469	509	287	68.7	86.8	71.5	76.5	81.5	68.0	
+/- Other	0.0	-50.0	-50.0	-50.0	-50.0	-50.0	-45.0	-45.0	-45.0	-45.0	-45.0	
FCFF	-185.2	-37.5	419	459	237	18.7	41.8	26.5	31.5	36.5	23.0	152
Discounted FCFF		-34.1	325	302	133	8.9	17.0	9.2	9.3	9.2	4.9	32.7
Sum of FCFF present value		818	852	527	225	91.3	82.4	65.3	56.1	46.8	37.6	32.7
Enterprise value DCF		818										
- Interest bearing debt		-753.8										
+ Cash and cash equivalents		23.0										
-Minorities		-0.3										
-Dividend/capital return		0.0										
Equity value DCF		86.7										
Equity value DCF per share		0.24										

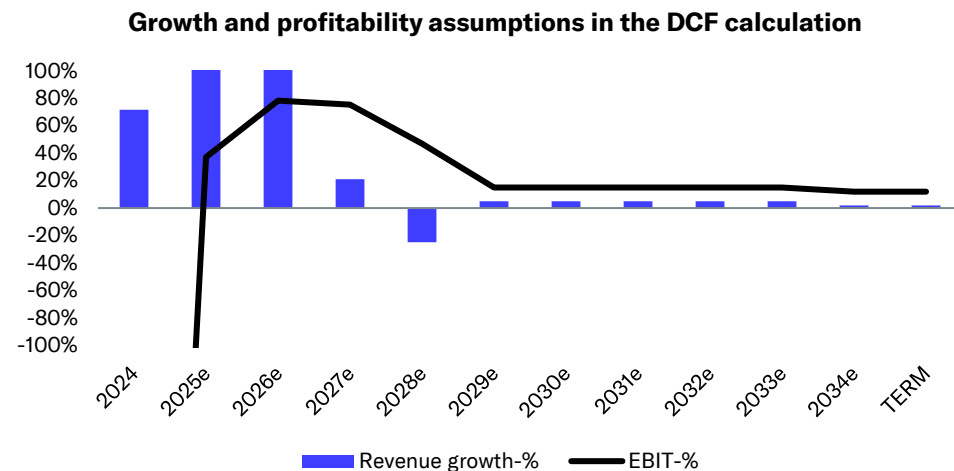
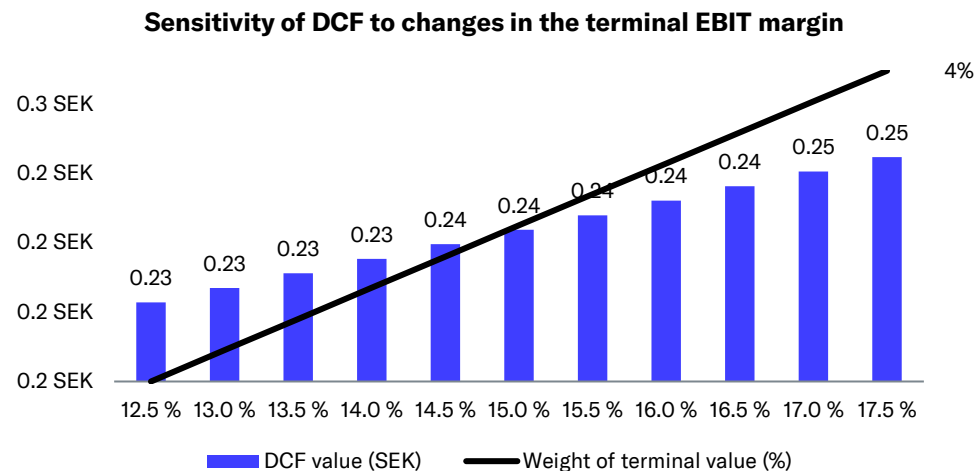
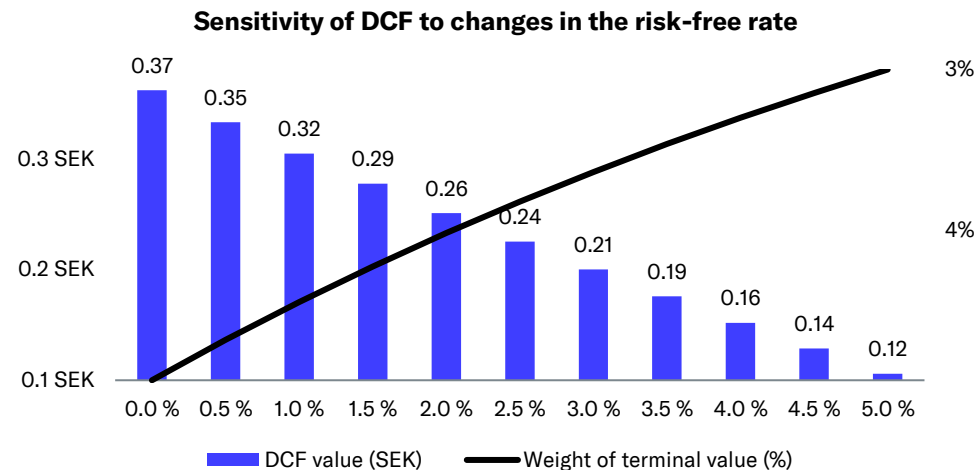
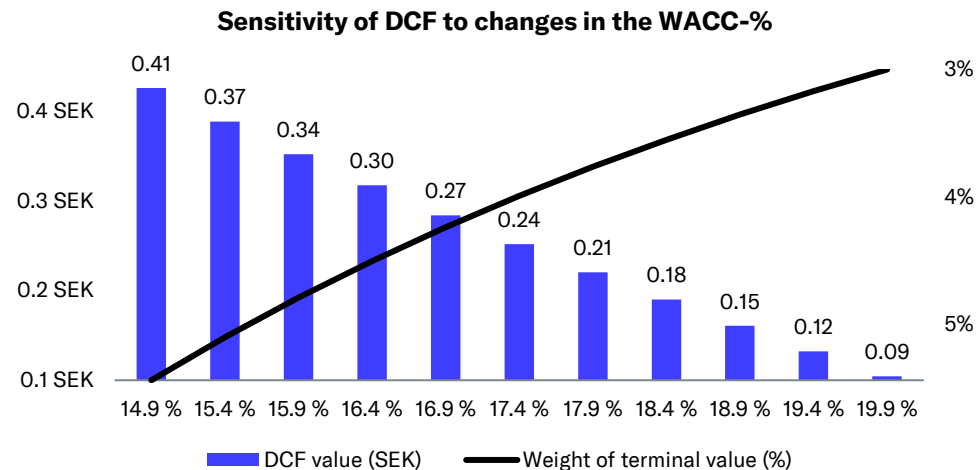
WACC

Tax-% (WACC)	20.6 %
Target debt ratio (D/(D+E))	20.0 %
Cost of debt	12.0 %
Equity Beta	2.50
Market risk premium	4.75%
Liquidity premium	5.00%
Risk free interest rate	2.5 %
Cost of equity	19.4 %
Weighted average cost of capital (WACC)	17.4 %

Source: Inderes



DCF sensitivity calculations and key assumptions in graphs



Source: Inderes. Note that the weight of the terminal value (%) is shown on an inverse scale for clarity.

Summary

Income statement	2022	2023	2024	2025e	2026e	Per share data	2022	2023	2024	2025e	2026e
Revenue	11.6	5.7	9.8	193.1	656.2	EPS (reported)	-0.46	-0.54	-0.71	-0.03	1.22
EBITDA	-125.6	-167.4	-73.3	85.9	542.0	EPS (adj.)	-0.46	-0.54	-0.71	-0.03	1.22
EBIT	-161.1	-190.4	-91.4	71.8	513.4	OCF / share	-0.50	-0.27	-0.41	0.15	1.45
PTP	-170.8	-198.6	-258.7	-3.2	443.9	OFCF / share	-0.79	-0.38	-0.51	-0.10	1.15
Net Income	-166.9	-198.0	-258.3	-10.8	443.9	Book value / share	0.56	0.01	-0.78	-0.81	0.41
Extraordinary items	0.0	0.0	0.0	0.0	0.0	Dividend / share	0.00	0.00	0.00	0.00	0.00
Balance sheet	2022	2023	2024	2025e	2026e	Growth and profitability	2022	2023	2024	2025e	2026e
Balance sheet total	451.6	501.6	599.2	713.6	946.7	Revenue growth-%	-50%	-51%	72%	1871%	240%
Equity capital	199.3	1.2	-285.0	-295.8	148.1	EBITDA growth-%	175%	33%	-56%	-217%	531%
Goodwill	11.7	11.9	11.9	11.9	11.9	EBIT (adj.) growth-%	224%	18%	-52%	-179%	615%
Net debt	3.9	258.6	730.8	827.8	478.1	EPS (adj.) growth-%	182%	19%	30%	-96%	-4201%
Cash flow	2022	2023	2024	2025e	2026e	EBITDA-%	-1085.1 %	-2929.6 %	-748.0 %	44.5 %	82.6 %
EBITDA	-125.6	-167.4	-73.3	85.9	542.0	EBIT (adj.)-%	-1391.8 %	-3332.2 %	-932.7 %	37.2 %	78.2 %
Change in working capital	-55.6	67.4	-77.1	-6.7	-13.1	EBIT-%	-1391.8 %	-3332.2 %	-932.7 %	37.2 %	78.2 %
Operating cash flow	-181.1	-99.8	-150.3	56.1	528.9	ROE-%	-63.5 %	-193.5 %	183.0 %	3.7 %	-607.6 %
CAPEX	-101.5	-33.2	-32.6	-43.6	-59.6	ROI-%	-52.4 %	-56.8 %	-21.5 %	14.1 %	82.6 %
Free cash flow	-287.8	-138.1	-185.2	-37.5	419.2	Equity ratio	44.1 %	0.2 %	-47.6 %	-41.4 %	15.6 %
						Gearing	2.0 %	21424.1 %	-256.5 %	-279.9 %	322.9 %
Valuation multiples	2022	2023	2024	2025e	2026e						
EV/S	45.3	73.6	79.4	4.8	0.9						
EV/EBITDA	neg.	neg.	neg.	10.8	1.1						
EV/EBIT (adj.)	neg.	neg.	neg.	12.9	1.1						
P/E (adj.)	neg.	neg.	neg.	neg.	0.2						
P/B	2.6	>100	neg.	neg.	0.7						
Dividend-%	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %						

Source: Inderes

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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

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Recommendation history (>12 mo)

Date	Recommendation	Target	Share price
2024-04-29	Reduce	0.56 SEK	0.58 SEK
2024-05-30	Reduce	0.56 SEK	0.53 SEK
2024-08-22	Reduce	0.50 SEK	0.48 SEK
2024-10-10	Reduce	0.23 SEK	0.25 SEK
2024-12-02	Sell	0.14 SEK	0.17 SEK
2025-02-20	Sell	0.14 SEK	0.16 SEK
2025-03-27	Sell	0.20 SEK	0.25 SEK
2025-05-30	Sell	0.20 SEK	0.27 SEK



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