11 November 2021

Commissioned research: Cantargia – An R&D intense Q3

Marketing material commissioned by Cantargia

Conference call details: 15.00 CET, SE: +46 8 50558368, UK: +44 3333009267. The webcast will be available at: *https://tv.streamfabriken.com/cantargia-q3-2021*

This morning, Cantargia reported its Q3 numbers with an operating loss of SEK -104.7 m, 19% more negative than we expected (SEK -85m) and up 168% y/y. The spending increase is attributable to R&D costs which totalled SEK 100.8m due to the expansion of clinical programmes with CAN04 in the new studies within oncology; CIRIFOUR, CAPAFOUR, CESTAFOUR and TRIFOUR along with investments in the less mature candidate CAN10 in autoinflammatory diseases.

An eventful quarter

During Q3, Cantargia has, among starting new studies, been presenting positive interim results on CAN04 (nadunolimab) in NSCLC at ESMO in September and been granted FDA's orphan drug designation for CAN04 in pancreatic cancer. Furthermore, Cantargia received a positive opinion from EMA on CAN04 in pancreatic cancer and we expect an announcement of the equivalent orphan drug status in the upcoming days (30 days from the recommendation issue on October 14).

SUMMARY TABLE - KEY FIGURES

SEKm	2018	2019	2020	2021E	2022E	2023E
Total revenue	0	0	0	0	0	987
EBITDA (adj)	-93	-112	-174	-343	-408	969
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EBIT (adj) margin	n.m.	n.m.	n.m.	n.m.	n.m.	98.2%
EPS (adj, SEK)	-1.38	-1.52	-1.93	-3.40	-3.11	7.57
EPS (adj) growth	-7.3%	-10.5%	-26.5%	-76.3%	8.4%	343.4%
DPS (ord, SEK)	0.00	0.00	0.00	0.00	0.00	0.00
EV/Sales	n.m.	n.m.	n.m.	n.m.	n.m.	0.6
EV/EBIT (adj)	n.m.	n.m.	n.m.	n.m.	n.m.	0.6
P/E (adj)	n.m.	n.m.	n.m.	n.m.	n.m.	2.1
P/BV	6.1	10.3	7.2	2.9	6.7	1.6
Dividend yield (ord)	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
FCF Yield bef A&D, lease adj	-11.1%	-7.6%	-2.4%	-22.7%	-19.4%	50.9%
Net debt	-167	-150	-903	-539	-227	-1,045
Net debt/EBITDA	n.m.	n.m.	n.m.	n.m.	n.m.	-1.1
ROIC after tax	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.

Source: Company data and Nordea estimates

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