

03 January 2022

Commissioned research: Investors House – Large EUR 1 extra dividend and strategy for 2023 confirmed

Marketing material commissioned by Investors House

Investors House announced today that it will propose an extra dividend of EUR 1 (~16% dividend yield) for the EGM on 24 January. After recent asset divestments, Investors House has a cash position of EUR 23m, and EUR 23m of potential loan capacity. Additionally, EUR 2.8m will be used to repay debt and EUR 2.8m to be invested in equity stake in the Kukkula JV in Jyväskylä. This leaves Investors House with EUR 34m of potential investment ammo and in addition, Investors House has authorisation to issue 5m new shares if needed. At the CMD today, Investors House reiterated its 2023 strategy, which aims at a profitability development which enables an increasing dividend. The company will also focus on recurring revenues, which is supported by the fact that service income is now higher than income from property leases. In the coming years, Investors House will focus on development projects on its own or with partners, and on increasing property service business. Furthermore, Investors House will maintain its equity ratio above 45%; in Q3 2021 equity ratio was 49%. Investors House will provide a new guidance for 2022 in conjunction with the Q4 report on 3 March. The CMD does not trigger any estimate changes and we will update our numbers once the EUR 1 extra dividend proposal is approved by the EGM on 24 January.

SUMMARY TABLE - KEY FIGURES

EURt	2018	2019	2020	2021E	2022E	2023E
Total revenue	8,276	11,461	9,465	9,558	10,136	10,589
EBITDA (adj)	3,611	5,273	333	3,949	4,273	4,487
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EBIT (adj) margin	43.6%	46.0%	3.5%	41.3%	42.2%	42.4%
EPS (adj, EUR)	0.17	0.48	-0.18	0.36	0.40	0.42
EPS (adj) growth	-68.4%	176.0%	-137.3%	304.4%	9.5%	4.7%
DPS (ord, EUR)	0.23	0.25	0.27	0.29	0.31	0.33
EV/Sales	9.0	5.0	5.9	5.9	5.9	5.9
EV/EBIT (adj)	25.3	9.8	17.9	20.5	17.3	17.2
P/E (adj)	34.6	13.5	n.m.	15.3	14.0	13.3
P/BV	0.8	0.9	0.9	1.0	1.0	1.0
Dividend yield (ord)	3.8%	3.9%	4.7%	5.2%	5.6%	5.9%
FCF Yield bef A&D, lease adj	0.7%	3.9%	2.3%	-0.3%	7.0%	6.5%
Net debt	35,017	16,081	19,505	7,269	9,659	11,320
Net debt/EBITDA	7.5	4.1	n.m.	5.3	2.3	2.5
ROIC after tax	3.6%	5.7%	0.4%	n.a.	7.4%	7.2%

Source: Company data and Nordea estimates

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