20 December 2023

Commissioned research: Atria – Records EUR 40m goodwill impairment – no cash flow impact

Marketing material commissioned by Atria

Atria records approximately EUR 40m in goodwill impairments (EUR 20m in Atria Sweden and EUR 20m in Atria Denmark). Impairment does not come as a big surprise and we were expecting impairment especially in Denmark due to higher interest rates and somewhat soft performance. Impaiments will not have cash flow impact and Atria's equity ratio remains at a healthy level. In Q3 2023, equity ratio was 43.6% and we calculate 2.3 pp negative impact from the impairment. Following the impairment, Atria has some EUR 15m of goodwill in Denmark and some EUR 37m in Sweden.

SUMMARY TABLE - KEY FIGURES

EURm	2020	2021	2022	2023E	2024E	2025E
Total revenue	1,504	1,540	1,697	1,755	1,764	1,819
EBITDA (adj)	96	106	153	114	127	131
EBIT (adj)	40	49	49	57	60	64
EBIT (adj) margin	2.6%	3.2%	2.9%	3.2%	3.4%	3.5%
EPS (adj, EUR)	0.91	0.97	1.54	1.14	1.23	1.37
EPS (adj) growth	51.8%	6.4%	58.7%	-26.3%	8.0%	11.5%
DPS (ord, EUR)	0.50	0.63	0.70	0.70	0.75	0.82
EV/Sales	0.3	0.3	0.3	0.3	0.3	0.3
EV/EBIT (adj)	12.3	10.0	10.4	10.0	9.4	8.4
P/E (adj)	10.8	11.9	6.0	9.0	8.4	7.5
P/BV	0.7	0.7	0.6	0.6	0.6	0.6
Dividend yield (ord)	5.1%	5.5%	7.6%	6.8%	7.3%	8.0%
FCF Yield bef A&D, lease adj	18.9%	7.2%	-33.8%	-1.0%	10.9%	15.8%
Net debt	190	152	234	257	245	220
Net debt/EBITDA	2.0	2.4	2.2	2.3	1.9	1.7
ROIC after tax	4.8%	6.5%	6.3%	6.4%	6.4%	6.8%

Source: Company data and Nordea estimates

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