

22 December 2023

## Commissioned research: Taaleri – Second close of Solar Wind III at EUR 430m

*Marketing material commissioned by Taaleri*

Taaleri announced today the second close of its new flagship fund Solar Wind III with EUR 430m of commitments. Target size of the fund is EUR 600m with hard cap of EUR 900m. We have anticipated EUR 400m at the second close and EUR 700m in 2025E. First close was made in July 2023 with EUR 286m of commitments. The fund remain open for new commitments until at least December 2024. Fund targets net IRR of above 10% over its 10-year term and has currently 61 development projects with 5.9GW net generation capacity. We view the announcement as encouraging when considering the current fundraising environment and believe the company can reach around EUR 700m commitments by 2025E. For Q4E, the second close will likely support continuing earnings through catch up (we model 11% q/q increase in Renewable energy continuing earnings).

### **Broad investor base in Solar Wind III**

The Fund's investors include the European Bank for Reconstruction and Development, the European Investment Fund, KBC Verzekeringen (in partnership with EIF), Varma Mutual Pension Insurance Company, Taaleri and the Taaleri Energia team. Finnish pension funds, foundations, endowments, family offices and individual investors are also strong supporters of the Fund, investing through a fund managed by Aktia Bank.

### **Deployment of funds has started**

The fund has already started construction on a battery energy storage asset in Finland, while Taaleri expects that the fund will proceed to construction on another three to four investments during 2024.

## SUMMARY TABLE - KEY FIGURES

EURm	2019	2020	2021	2022	2023E	2024E	2025E
Total revenue	67	69	73	56	70	69	63
EBITDA (adj)	23	24	32	30	38	32	25
EBIT (adj)	21	21	32	29	37	32	25
EBIT (adj) margin	30.8%	30.3%	43.6%	52.0%	53.6%	45.8%	39.6%
EPS (adj, EUR)	0.41	0.46	4.81	0.81	1.08	0.89	0.69
EPS (adj) growth	n.a.	11.8%	947.1%	-83.2%	34.2%	-17.9%	-22.7%
DPS (ord, EUR)	0.16	1.32	0.40	0.45	0.45	0.50	0.55
EV/Sales	4.1	3.8	3.8	5.0	2.9	2.7	3.0
EV/EBIT (adj)	13.4	12.4	8.6	9.5	5.4	5.8	7.5
P/E (adj)	20.5	17.7	2.3	13.8	7.8	9.5	12.2
P/BV	1.9	1.7	1.4	1.6	1.1	1.1	1.1
Dividend yield (ord)	1.9%	16.3%	3.6%	4.0%	5.3%	5.9%	6.5%
FCF Yield bef A&D, lease adj	3.0%	0.0%	40.3%	11.5%	8.2%	9.9%	8.9%
Net debt	38	32	-44	-38	-37	-53	-52
Net debt/EBITDA	1.6	1.4	-1.4	-1.2	-1.0	-1.6	-2.1
ROIC after tax	14.8%	7.4%	10.5%	9.4%	11.8%	9.9%	7.9%

Source: Company data and Nordea estimates

**Completion date: 22/12/2023 11:12:10 CET**

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