

CapMan

Investment Companies
Finland

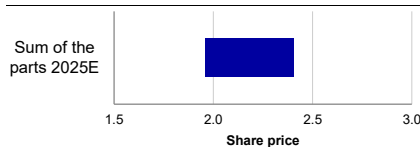
KEY DATA

Stock country	Finland
Bloomberg	CAPMAN FH
Reuters	CAPMAN.HE
Share price (close)	EUR 2.10
Free float	75%
Market cap. (bn)	EUR 0.37/EUR 0.37
Website	www.capman.com
Next report date	08 Aug 2024

PERFORMANCE



VALUATION APPROACH



Source: Nordea estimates

ESTIMATE CHANGES

Year	2024E	2025E	2026E
Sales	0%	0%	0%
EBIT (adj)	3%	0%	0%
EPS (adj.)	-5%	-1%	-1%

Source: Nordea estimates

Carry boosted Q1, smoother sailing ahead

CapMan's Q1 came in significantly above LSEG Data & Analytics consensus expectations, mostly explained by carried interest and positive fair value changes, which pushed the comparable operating profit to EUR 8.6m, versus consensus expectations of EUR 3.7m. The carried interest boost came from exits from the Nest 2015 fund. AuM increased to EUR 5.7bn (EUR 5.0bn), of which EUR 714m was attributable to the Natural Capital investments, gained through the Dasos acquisition. CapMan expects growth in AuM and fee profit in 2024, and we believe the fundraising market could improve towards the end of the year, although the transaction market is still sluggish. We trim our underlying estimates, while our SOTP-based fair value range remains intact at EUR 2.0-2.4.

Carried interest and fair value boosted Q1 above expectations

CapMan's Q1 comparable operating profit of EUR 8.6m was significantly above LSEG Data & Analytics consensus of EUR 3.7m. We believe the main drivers behind the deviation were EUR +2.3m in fair value changes, mostly from private equity funds, and EUR 3.5m in booked carried interest from Nest 2015. Management company fee income excluding carried interest of EUR 11.8m came in 7% below our estimate, while adjusted EBIT excluding carried interest of EUR 2.9m missed our estimate by EUR 0.4m. Fee income declined, due to timing of fund closings and lower sales from property- and asset management services. The Service business was fairly in line with our estimates (sales at EUR 2.9m and adjusted EBIT at EUR 1.7m).

We trim our underlying aggregated EBIT estimates by 1%

We leave our top-line estimates intact for 2024-26, while we trim our management company EBIT estimates by 2%, translating to a 1% downward revision in underlying aggregated EBIT. We lower 2024E EPS by 5% due to non-recurring high minority interest in Q1, related to the Nest 2015 carry. We continue to model EUR 5.1m of carry for 2024 (EUR 3.1m in 2023), while we shift our estimates for the remaining carry to Q3 and Q4. We now model AuM growth of 24% and management fee income growth of 21%, mainly driven by the Dasos acquisition.

Fair value range of EUR 2.0-2.4 intact

Our SOTP-based fair value range is intact at EUR 2.0-2.4 based on 2025 estimates to fully incorporate the impact of the Dasos acquisition. We use 2025E EV/EBIT of 10-12x for the management company (excluding carried interest), 2025E EV/EBIT of 4-6x for the carry forwards, and book value for investments. We note that the volatility of fair values, especially in venture capital funds, is likely to continue, but we expect a gradual improvement in the fundraising market, with favourable fee-based income and Service business development.

Nordea IB & Equity - Analysts

Joni Sandvall
AnalystJukka-Pekka Pesonen
Analyst

EURm	2018	2019	2020	2021	2022	2023	2024E	2025E	2026E
Total revenue	36.0	49.0	43.0	52.8	67.5	59.4	71.0	78.5	80.7
EBIT (adj)	12.0	25.1	12.3	44.6	55.7	6.7	32.9	42.0	42.5
EBIT (adj) margin	33.2%	51.1%	28.7%	84.6%	82.5%	11.3%	46.4%	53.5%	52.6%
EPS (adj), EUR	0.05	0.12	0.03	0.22	0.27	0.02	0.12	0.18	0.18
EPS (adj) growth	-49.7%	127.1%	-72.2%	564.4%	22.6%	-92.0%	482.6%	42.1%	1.4%
DPS (ord), EUR	0.12	0.13	0.14	0.15	0.17	0.10	0.11	0.12	0.13
EV/Sales	6.2	7.7	9.0	9.4	6.9	7.0	5.6	4.6	4.1
EV/EBIT (adj)	18.6	15.0	31.3	11.1	8.3	61.9	12.1	8.7	7.8
P/E (adj)	28.2	19.8	70.2	13.8	10.1	107.1	16.5	11.6	11.5
P/BV	1.9	2.8	3.2	3.7	3.0	3.5	2.3	2.1	2.0
Dividend yield (ord)	8.2%	5.5%	6.0%	4.9%	6.3%	4.4%	5.3%	5.8%	6.3%
Net debt	5	16	25	18	37	53	47	33	22
Net debt/EBITDA	0.4	0.8	2.7	1.5	1.8	4.3	1.4	0.8	0.5

Q1 results and revisions

Q1 EBIT and revenue beat due to carried interest and fair value changes

CapMan's Q1 comparable operating profit came in at EUR 8.6m, clearly beating LSEG Data & Analytics consensus of EUR 3.7m. We believe that the deviation is mainly explained by fair value changes and carried interest, while we note slightly softer-than-expected management company fee income.

Management company business fee income came in slightly below our estimates...

Fee income from CapMan's management company business (EUR 11.8m) came in 7% below our estimate for Q1.

Investment business EBIT was EUR 2.1m (fair value change of EUR +2.3m) in Q1 and clearly above our estimate of EUR -1.7m (EUR -1.6m fair value change), due to fair value changes.

Management company EBIT of EUR 6.4m in Q1 was clearly above our estimate (EUR 3.3m), driven by EUR 3.5m in carried interest booked (we had modelled EUR 0m). Excluding carry, management fees were EUR 0.9m below our estimate. Management company EBIT, excluding carry and non-recurring costs, was EUR 2.9m in Q1, slightly below our EUR 3.3m estimate.

Service business EBIT of EUR 1.7m was above our estimate of EUR 1.6m. Service sales of EUR 2.9m were up 9% y/y and in line with our estimate.

CapMan expects AuM and fee profit to grow in 2024

AuM increased to EUR 5.7bn in Q1 (from EUR 5.0bn in Q4 2023), of which EUR 714m was related to the Natural Capital AuM from the Dasos acquisition. CapMan raised EUR 90m in new capital during Q1. The company expects its AuM and fee profit to grow in 2024, but does not give any numerical outlook estimates, due to the yearly deviation in fair values and other figures.

The CapMan Growth Equity III fund held its first close (EUR 110m) above target size in February, reaching its hard cap of EUR 130m in April during its final close. Fundraising continues for the Social Real Estate Fund, with a target size of EUR 500m in the coming years, and fundraising has started for the real estate flagship Nordic Real Estate IV fund, with first closing targeted during 2024 and a final close target size of EUR 750m. We calculate that CapMan raised EUR ~113m of capital in April 2024 alone, mostly related to the Growth Equity III and Infra II closings, which should give a notable AuM boost for Q2.

Q1 RESULTS VS. EXPECTATIONS

	Actual	NDA est.	Deviation	Consensus	Deviation	Actual	Actual		
EURm	Q1 2024E	Q1 2024E	vs. actual	Q1 2024E	vs. actual	Q4 2023	q/q	Q1 2023	y/y
Sales	18.4	15.6	2.8	18%	15.3	3.0	20%	14.1	31%
Adj. EBIT	8.6	1.9	6.7	346%	3.7	4.9	134%	-2.8	-410%
Adj. EBIT margin	46.7%	12.3%		34.3pp	23.9%		22.8pp	-19.7%	66pp
EPS, EUR	0.015	0.004	0.01	273%	0.007	0.01	125%	-0.04	-141%
Sales									
Management company business	15.4	12.7	2.7	21%		11.0	39%	12.5	23%
- excluding carried interest	11.8	12.7	-0.9	-7%		10.9	8%	12.5	-5%
- carried interest	3.5	0.0	3.5	n.m.		0.1	3319%	0.0	n.m.
Services	2.9	2.9	0.0	-1%		2.8	3%	2.6	9%
Other	0.2	0.0	0.1	499%		0.3	-44%	0.0	529%
Adj. EBIT									
Management company business	6.4	3.3	3.1	94%		0.5	1165%	3.2	102%
- excluding carried interest	2.9	3.3	-0.4	-13%		0.4	612%	3.2	-10%
- carried interest	3.5	0.0	3.5	n.m.		0.1	3319%	0.0	n.m.
Services	1.7	1.6	0.1	3%		1.6	5%	1.5	15%
Fair value changes, Investments	2.3	-1.7	4.1	-234%		-4.5	-152%	-2.5	-192%
Other	-1.6	-1.3	-0.4	28%		-2.4	-33%	-1.6	2%

Source: Company data, LSEG Data & Analytics and Nordea estimates

Estimate revisions

Following the Q1 report, we keep our group-level revenue estimates fairly intact, with a 3% increase to 2024E adjusted EBIT, driven by one-offs booked during Q1. We lower 2024E EPS by 5% due to carried interest booked from the Nest 2015 fund, which affects minority interest and is therefore non-recurring. We trim EBIT for management company business by 2% for 2024E-26E, due to the slight miss in underlying fee income, while we shift our carried interest estimates to Q3 and Q4 2024. In total, we model EUR 5.1m of carried interest for 2024.

We keep our Service business estimates intact.

Our Investment fair value change estimate is intact for 2024, but shifted forwards due to the positive fair value change recorded for Q1.

On an aggregated level, we lower EBIT for the management company and the Service business by 1% for 2024E-26E.

We model a EUR 0.01 annual increase in DPS for 2024-26 from the proposed DPS of EUR 0.10 in 2023.

ESTIMATE REVISIONS FOLLOWING THE Q1 REPORT

EURm	New estimates				Old estimates				Difference, %			
	Q2 2024E	2024E	2025E	2026E	Q2 2024E	2024E	2025E	2026E	Q2 2024E	2024E	2025E	2026E
Sales	16.8	71.0	78.5	80.7	17.3	71.2	78.7	80.9	-3%	0%	0%	0%
Adj. EBIT	6.3	32.9	42.0	42.5	8.3	32.0	42.1	42.6	-24%	3%	0%	0%
Adj. EBIT margin	37.6%	46.4%	53.5%	52.6%	48.0%	44.9%	53.5%	52.6%	-10.4pp	1.5pp	0.0pp	0.0pp
Adj. EPS (EUR)	0.02	0.12	0.18	0.18	0.03	0.13	0.18	0.18	-28%	-5%	-1%	-1%
Net sales by segment												
Management company	13.7	58.7	65.0	65.9	14.2	59.0	65.3	66.2	-4%	0%	0%	0%
- excluding carried interest	13.7	53.6	58.0	60.9	13.2	53.9	58.3	61.2	4%	0%	0%	0%
- carried interest	0.0	5.1	7.0	5.0	1.0	5.1	7.0	5.0	-100%	0%	0%	0%
Services business	3.0	11.7	12.8	14.1	3.0	11.7	12.8	14.1	0%	0%	0%	0%
Other	0.1	0.6	0.6	0.6	0.1	0.6	0.6	0.6	0%	0%	0%	0%
EBIT by segment												
Management company	4.3	20.3	25.1	24.6	4.8	20.6	25.5	25.0	-11%	-2%	-1%	-1%
- excluding carried interest	4.3	15.1	18.1	19.6	3.8	15.5	18.5	20.0	12%	-2%	-2%	-2%
- carried interest	0.0	5.1	7.0	5.0	1.0	5.1	7.0	5.0	-100%	0%	0%	0%
Services business	1.8	6.8	7.8	8.9	1.8	6.8	7.8	8.9	0%	0%	0%	0%
Investments	2.0	10.7	15.3	15.4	3.4	10.7	15.1	15.2	-43%	0%	1%	1%
Other	-1.7	-6.1	-6.3	-6.5	-1.7	-6.1	-6.3	-6.5	0%	0%	0%	0%

Source: Nordea estimates

Valuation

Using a sum-of-the-parts valuation, we derive a fair value range of EUR 2.0-2.4 per share.

SOTP valuation of EUR 2.0-2.4 per share

We use a 2025E EV/EBIT range of 10-12x to value the management company business (excluding carry), EV/EBIT of 4-6x for our 2025E carry valuation and 11-13x EV/EBIT to value the Services business. From this, we derive a fair value range of EUR 2.0-2.4 per CapMan share. We use CapMan's book value as a proxy for the investment fair value and deduct 2024E net debt.

SUM-OF-THE-PARTS VALUATION BASED ON 2025 ESTIMATES (EURm AND EUR)

Based on 2025 estimates	Sales	EBIT	Valuation method	EV Range
Management company business	65.0	25.1	EV/EBIT 8.3x - 10.3x	209 - 259
excluding carried interest	58.0	18.1	EV/EBIT 10x - 12x	181 - 217
carried interest	7.0	7.0	EV/EBIT 4x - 6x	28 - 42
Services business	12.8	7.8	EV/EBIT 11x - 13x	86 - 102
Investment business	-	15.3	Book value Mar 2024	147 - 180
Other	0.6	-6.3	EV/EBIT 9x - 11x	-56 to -69
Total	78.5	42.0		385 - 471
Net debt 2024E				-47
2023E dividends				
Equity value				345 - 424
Number of shares (m)				176.5
Equity per share, EUR				2 - 2.4

Source: Company data and Nordea estimates

DCF valuation suggests EUR 2.7-3.3 per share

In our DCF model, we assume a sales CAGR of 6.0% for 2024-29, followed by 2.5% growth in perpetuity, meaning organic growth is roughly the same as the average rate of inflation. We also assume CapMan will have a long-term adjusted EBIT margin of 50%. We use a 4% cost of debt and a 3.5% risk-free interest rate in our DCF model. We also assign a long-term equity weight of 70% in our DCF model.

WACC COMPONENTS

WACC components	
Risk-free interest rate	3.5%
Market risk premium	4.0%
Forward looking asset beta	nm
Beta debt	0.1
Forward looking equity beta	1.5-2
Cost of equity	9.5-11.5%
Cost of debt	4.0%
Tax-rate used in WACC	20%
Equity weight	70%
WACC	7.6-9%

Source: Nordea estimates

DCF VALUE (EURm AND EUR)

DCF value	Value	Per share
NPV FCFF	474-571	3-3.6
(Net debt)	-53	-0.3
Time value	16	0.1
Market value of associates	0	0.0
(Market value of minorities)	-2	0.0
Surplus values	0	0.0
(Market value preference shares)	0	0.0
Share based adjustments	0	0.0
Other adjustments	0	0.0
DCF Value	435-532	2.7-3.3

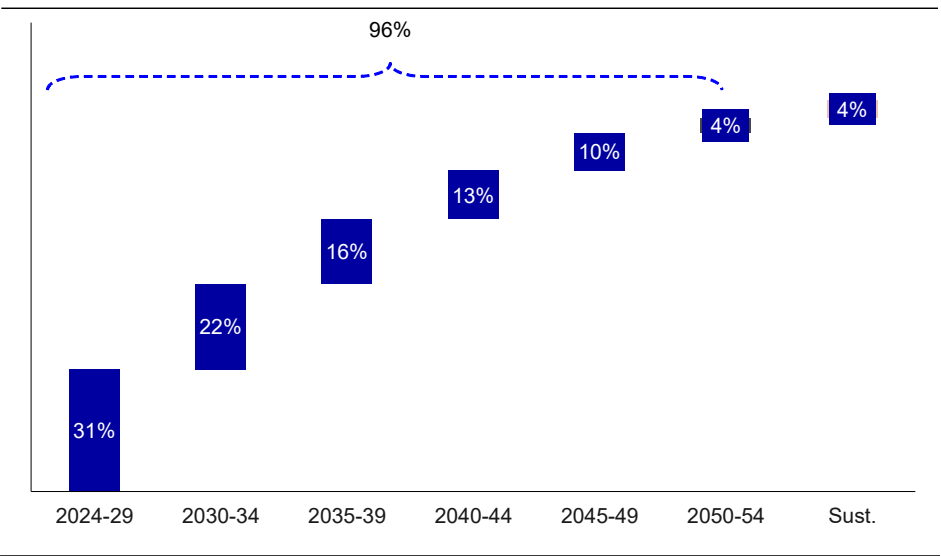
Source: Nordea estimates

DCF ASSUMPTIONS

Averages and assumptions	2024-29	2030-34	2035-39	2040-44	2045-49	2050-54	Sust.
Sales growth, CAGR	6.0%	2.5%	2.5%	2.5%	2.5%	2.5%	
EBIT-margin, excluding associates	52.0%	50.0%	50.0%	50.0%	50.0%	9.0%	
Capex/depreciation, x	1.2	1.0	1.0	1.0	1.0	1.0	
Capex/sales	2.6%	2.6%	2.6%	2.6%	2.6%	2.6%	
NWC/sales	-9%	-9%	-9%	-9%	-9%	-9%	
FCFF, CAGR	12.3%	1.9%	2.5%	2.5%	2.5%	-29.8%	2.5%

Source: Nordea estimates

DCF VALUATION DISTRIBUTION



Source: Nordea estimates

Main risks

We believe the greatest risks for CapMan's operations are macroeconomic and market-related, as an economic slowdown could hamper the performance of fund companies and thus affect their valuations. Changes in interest rates could affect the company's ability to raise funds, and a slowing transaction market could hinder its ability to make new investments or exit assets. The performance of its existing funds can also materially affect CapMan's ability to raise money for its subsequent funds.

Detailed estimates

ESTIMATES BY SEGMENT (EURm)

Net sales	2019	2020	2021	2022	2023	2024E	2025E	2026E
Management Company business	32.8	30.9	43.6	55.9	48.2	58.7	65.0	65.9
-Management fees	24.7	28.9	36.6	38.8	39.0	47.3	51.1	53.6
-Service fees	1.2	1.2	4.2	7.4	6.1	6.3	6.9	7.3
-Carried interest	6.9	0.9	2.9	9.6	3.1	5.1	7.0	5.0
Service business	15.7	11.4	8.6	11.1	10.6	11.7	12.8	14.1
Other	0.5	0.7	0.5	0.6	0.5	0.6	0.6	0.6
Group	49.0	43.0	52.8	67.5	59.4	71.0	78.5	80.7
Sales growth								
Management Company business	35%	-6%	41%	28%	-14%	22%	11%	1%
Service business	81%	-28%	-24%	29%	-5%	10%	10%	10%
Group	36%	-12%	23%	28%	-12%	20%	11%	3%
Adj. EBIT								
Management Company business	10.2	9.1	13.2	22.3	12.2	20.3	25.1	24.6
-Without carried interest	3.3	8.2	10.3	12.7	9.1	15.1	18.1	19.6
Service business	9.1	4.9	4.2	3.0	6.0	6.8	7.8	8.9
Investment business	10.2	4.0	32.7	35.7	-6.6	10.7	15.3	15.4
Other	-5.9	-5.7	-5.4	-7.9	-6.9	-6.1	-6.3	-6.5
Group	25.1	12.3	44.6	55.7	6.7	32.9	42.0	42.5
-Without fair value changes	12.8	7.9	10.7	19.2	12.9	21.8	26.1	26.5
-Without FV changes and carried interest	5.9	7.1	7.9	9.5	9.7	16.6	19.1	21.5
Adj. EBIT growth								
Management Company business	260%	-11%	45%	69%	-45%	66%	24%	-2%
Service business	109%	-46%	-15%	-28%	101%	13%	14%	13%
Investment business	58%	n.a.	n.a.	9%	-119%	-261%	44%	1%
Group	110%	-51%	262%	25%	-88%	389%	27%	1%
Adj. EBIT margin								
Management Company business	31%	29%	30%	40%	25%	34%	39%	37%
-without carried interest	10%	27%	24%	23%	19%	26%	28%	30%
Service business	58%	43%	48%	27%	57%	59%	61%	63%
Management fee and service fee together	31%	33%	32%	31%	31%	37%	41%	42%
Group	51%	29%	85%	82%	11%	46%	54%	53%
Investment business								
Invested capital	129.4	116.6	130.4	169.5	159.4	158.6	159.4	159.4
Fair value changes	12.2	4.4	33.9	36.5	-6.1	11.2	15.9	15.9
-Return on invested capital	9%	4%	28%	22%	5%	7%	10%	10%
Expenses	-2.0	-0.4	-1.2	-0.8	-0.5	-0.5	-0.5	-0.5
EBIT	10.2	4.0	32.7	35.7	-6.6	10.7	15.3	15.4
Capital under management (EURbn)								
-growth y/y	7%	18%	18%	12%	-1%	24%	8%	6%

Source: Company data and Nordea estimates

Reported numbers and forecasts

ANNUAL ESTIMATES

EURm	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024E	2025E	2026E
Management fees	27.4	26.6	19.6	22.1	24.7	28.9	36.6	38.8	39.0	47.3	51.1	53.6
Carried interest	4.4	0.0	4.4	1.0	6.9	0.9	2.9	9.6	3.1	5.1	7.0	5.0
Sale of services	0.0	0.0	7.1	10.3	17.4	13.3	13.3	19.1	17.2	18.5	20.4	22.0
Dividend & interest income	0.0	0.0	3.7	2.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Net sales	31.8	26.7	34.8	36.0	49.0	43.0	52.8	67.5	59.4	71.0	78.5	80.7
sales growth %	-20%	-16%	31%	3%	36%	-12%	23%	28%	-12%	20%	11%	3%
Other operating income	0.3	0.1	0.0	0.0	0.0	0.1	0.0	0.0	0.1	0.0	0.0	0.0
Personnel expenses	-17.1	-18.3	-21.4	-19.9	-24.2	-23.9	-30.6	-34.6	-33.9	-34.6	-35.9	-37.1
Depreciation and amortisation	-0.3	-0.3	-1.7	-0.2	-1.4	-1.5	-1.5	-4.2	-1.5	-1.7	-1.7	-1.7
Other operating expenses	-10.6	-12.2	-9.9	-9.1	-12.1	-9.7	-10.0	-12.2	-13.2	-14.2	-14.7	-15.3
Fair value changes	5.2	22.6	17.6	5.1	12.2	4.4	33.9	36.5	-6.1	11.2	15.9	15.9
EBIT	9.3	18.7	19.5	12.0	19.4	12.3	44.6	53.1	4.7	31.6	42.0	42.5
margin %	29%	70%	56%	33%	40%	29%	85%	79%	8%	45%	54%	53%
Net financials	-2.9	-3.1	-3.2	-2.7	-1.8	-3.1	-4.0	-5.5	-0.7	-2.6	-2.5	-2.5
Income using the equity method*	0.1	0.0	-0.1	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Profit before taxes	6.4	15.5	16.2	9.3	17.6	9.2	40.6	47.6	4.0	29.1	39.5	40.0
Income taxes	-0.4	-0.2	-0.8	-0.8	-1.7	-2.9	-5.2	-6.6	-0.6	-4.9	-6.7	-6.8
Profit for the period	6.1	15.3	15.5	8.5	15.9	6.3	35.4	41.0	3.4	24.1	32.7	33.2
EPS, EUR	0.06	0.16	0.10	0.06	0.09	0.03	0.22	0.25	0.01	0.12	0.18	0.18

Source: Company data and Nordea estimates

INTERIM ESTIMATES

EURm	Q1/23	Q2/23	Q3/23	Q4/23	Q1/24	Q2/24E	Q3/24E	Q4/24E
Management fees	10.8	9.7	9.7	8.9	10.5	12.4	11.8	12.6
Carried interest	0.0	2.8	0.3	0.1	3.5	0.0	0.3	1.4
Sale of services	4.4	4.0	3.7	5.1	4.4	4.3	4.1	5.7
Dividend & interest income	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Net sales	15.1	16.5	13.7	14.1	18.4	16.8	16.2	19.6
sales growth %	6%	-7%	-14%	-29%	22%	2%	18%	39%
Other operating income	0.1	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Personnel expenses	-8.9	-8.1	-7.0	-9.9	-8.5	-8.4	-7.7	-10.1
Depreciation and amortisation	-0.4	-0.4	-0.4	-0.4	-0.5	-0.4	-0.4	-0.4
Other operating expenses	-2.9	-3.5	-2.5	-4.3	-4.5	-3.7	-2.8	-3.2
Fair value changes	-2.4	-0.3	0.9	-4.3	2.3	2.0	2.8	4.0
EBIT	0.5	4.2	4.8	-4.8	7.3	6.3	8.1	10.0
margin %	3%	25%	35%	-34%	40%	38%	50%	51%
Net financials	-0.5	-0.3	-0.1	0.3	-0.9	-0.6	-0.6	-0.6
Income using the equity method*	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Profit before taxes	0.0	3.8	4.7	-4.5	6.4	5.7	7.5	9.4
Income taxes	0.7	0.2	-1.1	-0.4	-1.5	-1.0	-1.3	-1.1
Profit for the period	0.3	3.3	3.4	-5.7	2.5	4.3	5.7	7.9
EPS, EUR	0.00	0.02	0.02	-0.04	0.02	0.02	0.03	0.04

Source: Company data and Nordea estimates

BALANCE SHEET

EURm	2017	2018	2019	2020	2021	2022	2023	2024E	2025E	2026E
Intangible assets	4.8	4.8	16.1	16.0	15.8	8.0	7.9	46.9	46.9	46.9
of which R&D	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
of which other intangibles	0.2	0.1	0.8	0.7	0.5	0.1	0.0	0.0	0.0	0.0
of which goodwill	4.5	4.7	15.3	15.3	15.3	7.9	7.9	46.9	46.9	46.9
Tangible assets	0.3	0.3	2.5	1.7	0.8	2.6	3.1	3.5	3.9	4.2
of which machinery & plant	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
of which property	0.3	0.3	2.5	1.7	0.8	2.6	3.1	3.5	3.9	4.2
of which land	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Shares associates	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Interest bearing assets	0.0	0.0	0.0	0.2	0.0	0.0	0.0	0.0	0.0	0.0
Deferred tax assets	1.8	2.0	3.7	2.4	1.8	1.8	1.9	1.9	1.9	1.9
Other non-interest bearing assets	58.3	80.6	118.6	116.1	130.0	169.1	158.9	158.9	158.9	158.9
Other non-current assets	37.0	12.1	9.4	9.1	10.5	6.0	7.0	7.0	7.0	7.0
Total non-current assets	102.1	99.8	150.4	145.5	158.8	187.4	178.8	218.2	218.6	219.0
Inventory	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Accounts receivable	8.7	12.6	10.8	14.0	15.2	20.7	20.4	23.7	25.4	25.3
Other current assets	77.1	39.0	10.8	0.3	0.0	0.1	0.3	0.3	0.4	0.4
Cash and bank	23.3	54.5	43.7	58.0	65.2	55.6	41.0	46.8	60.4	72.3
Total current assets	109.2	106.2	66.2	73.3	81.4	77.4	62.7	71.9	87.3	99.1
Assets held for sale	0.0	0.0	0.0	0.0	0.0	5.8	0.0	0.0	0.0	0.0
Total assets	211.3	206.0	216.5	218.8	240.3	270.5	241.5	290.1	305.9	318.0
Shareholder equity	126.7	120.5	127.4	112.5	125.8	140.1	113.2	153.5	165.3	175.8
of which preferred stock	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
of which Equity part of hybrid debt	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Minority interest	0.0	0.4	2.1	0.7	1.6	2.1	1.9	5.7	7.2	8.7
Total Equity	126.7	121.0	129.5	113.3	127.4	142.1	115.1	159.2	172.6	184.6
Deferred tax	8.6	3.3	2.2	2.7	4.6	8.4	6.0	6.0	6.0	6.0
Long term interest bearing debt	45.2	49.7	59.1	82.6	82.0	91.9	92.5	92.5	92.5	92.5
Non-current liabilities	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Pension provisions	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Other long-term provisions	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Other long-term liabilities	0.1	0.2	0.2	6.9	7.6	7.3	0.5	0.5	0.5	0.5
Convertible debt	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Shareholder debt	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Hybrid debt	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Total non-current liabilities	53.9	53.2	61.4	92.3	94.2	107.6	98.9	99.0	99.0	99.0
Short-term provisions	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Accounts payable	26.8	16.8	20.2	11.1	16.7	18.4	24.2	28.2	30.4	30.4
Other current liabilities	0.8	5.1	4.5	1.3	1.0	0.5	1.9	2.3	2.6	2.6
Short term interest bearing debt	3.0	10.0	0.5	0.4	0.5	0.6	0.9	0.9	0.9	0.9
Total current liabilities	30.7	31.9	25.6	13.3	18.7	20.0	27.5	31.9	34.3	34.5
Liabilities for assets held for sale	0.0	0.0	0.0	0.0	0.0	0.7	0.0	0.0	0.0	0.0
Total liabilities and equity	211.3	206.0	216.5	218.8	240.3	270.5	241.5	290.1	305.9	318.0

Source: Company data and Nordea estimates

CASH FLOW STATEMENT

EURm	2017	2018	2019	2020	2021	2022	2023	2024E	2025E	2026E
EBITDA (excludes fair value changes)	3.6	7.0	8.5	9.4	12.2	20.7	12.3	33.3	43.7	44.2
Paid taxes	-1.6	-3.1	-4.6	-4.3	-2.6	-3.1	-2.7	-4.9	-6.7	-6.8
Net financials	-3.9	-2.4	-2.6	-3.2	-4.0	-4.0	-4.4	-2.6	-2.5	-2.5
Other adjustments to reconcile cash flow	0.0	0.7	0.8	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Funds from operations (FFO)	-1.8	2.2	2.1	2.0	5.7	13.6	5.3	25.8	34.4	34.9
Change in NWC	-1.8	-6.9	-2.5	-15.7	4.5	-10.3	6.1	1.1	0.7	0.2
Cash flow from operations (CFO)	-3.6	-4.7	-0.4	-13.8	10.2	3.4	11.3	26.9	35.1	35.1
Capital Expenditure	-0.3	-0.1	-0.6	-0.4	-0.1	-0.3	0.0	-1.0	-1.0	-1.0
Free Cash Flow before A&D	-3.9	-4.8	-0.9	-14.1	10.1	3.0	11.3	25.9	34.1	34.1
Acquisitions and disposals (mainly exits from investments)	34.0	39.7	17.5	4.4	33.9	36.5	-6.1	0.0	0.0	0.0
Free cash flow	30.1	34.9	16.5	5.6	30.2	8.5	15.5	22.7	34.1	34.1
Dividend paid	-13.0	-16.1	-19.0	-21.9	-22.2	-25.1	-29.2	-15.8	-19.4	-21.2

Source: Company data and Nordea estimates

Disclaimer and legal disclosures

Origin of the report

This publication or report originates from: Nordea Bank Abp, including its branches Nordea Danmark, Filial af Nordea Bank Abp, Finland, Nordea Bank Abp, filial i Norge and Nordea Bank Abp, filial i Sverige (together "Nordea") acting through their units Nordea Markets and Equity Sales & Research.

Nordea Bank Abp is supervised by the European Central Bank and the Finnish Financial Supervisory Authority and the branches are supervised by the European Central Bank and the Finnish Financial Supervisory Authority and the Financial Supervisory Authorities in their respective countries.

Content of report

This report has been prepared solely by Nordea Markets or Equity Sales & Research.

Opinions or suggestions from Nordea Markets credit and equity research may deviate from one another or from opinions presented by other departments in Nordea. This may typically be the result of differing time horizons, methodologies, contexts or other factors.

The information provided herein is not intended to constitute and does not constitute investment advice nor is the information intended as an offer or solicitation for the purchase or sale of any financial instrument. The information contained herein has no regard to the specific investment objectives, the financial situation or particular needs of any particular recipient. Relevant and specific professional advice should always be obtained before making any investment or credit decision.

Opinions or ratings are based on one or more methods of valuation, for instance cash flow analysis, use of multiples, behavioural technical analyses of underlying market movements in combination with considerations of the market situation and the time horizon. Key assumptions of forecasts or ratings in research cited or reproduced appear in the research material from the named sources. The date of publication appears from the research material cited or reproduced. Opinions and estimates may be updated in subsequent versions of the report, provided that the relevant company/issuer is treated anew in such later versions of the report.

Validity of the report

All opinions and estimates in this report are, regardless of source, given in good faith, and may only be valid as of the stated date of this report and are subject to change without notice.

No individual investment or tax advice

The report is intended only to provide general and preliminary information to investors and shall not be construed as the basis for any investment decision. This report has been prepared by Nordea Markets or Equity Sales & Research as general information for private use of investors to whom the report has been distributed, but it is not intended as a personal recommendation of particular financial instruments or strategies and thus it does not provide individually tailored investment advice, and does not take into account the individual investor's particular financial situation, existing holdings or liabilities, investment knowledge and experience, investment objective and horizon or risk profile and preferences. The investor must particularly ensure the suitability of an investment as regards his/her financial and fiscal situation and investment objectives. The investor bears the risk of losses in connection with an investment.

Before acting on any information in this report, it is recommendable to consult (without being limited to) one's financial, legal, tax, accounting, or regulatory advisor in any relevant jurisdiction.

The information contained in this report does not constitute advice on the tax consequences of making any particular investment decision. Each investor shall make his/her own appraisal of the tax and other financial merits of his/her investment.

Sources

This report may be based on or contain information, such as opinions, estimates and valuations which emanate from: Nordea Markets' or Equity Sales & Research analysts or representatives, publicly available information, information from other units of Nordea, or other named sources.

To the extent this publication or report is based on or contain information emanating from other sources ("Other Sources") than Nordea Markets or Equity Sales & Research ("External Information"), Nordea Markets or Equity Sales & Research has deemed the Other Sources to be reliable but neither Nordea, others associated or affiliated with Nordea nor any other person, do guarantee the accuracy, adequacy or completeness of the External Information.

Limitation of liability

Nordea or other associated and affiliated companies assume no liability as regards to any investment, divestment or retention decision taken by the investor on the basis of this report. In no event will Nordea or other associated and affiliated companies be liable for direct, indirect or incidental, special or consequential damages (regardless of whether being considered as foreseeable or not) resulting from the information in this report.

Risk information

The risk of investing in certain financial instruments, including those mentioned in this report, is generally high, as their market value is exposed to a lot of different factors such as the operational and financial conditions of the relevant company, growth prospects, change in interest rates, the economic and political environment, foreign exchange rates, shifts in market sentiments etc. Where an investment or security is denominated in a different currency to the investor's currency of reference, changes in rates of exchange may have an adverse effect on the value, price or income of or from that investment to the investor. Past performance is not a guide to future performance. Estimates of future performance are based on assumptions that may not be realized. When investing in individual shares, the investor may lose all or part of the investments.

Conflicts of interest

Readers of this document should note that Nordea Markets or Equity Sales & Research has received remuneration from the company mentioned in this document for the production of the report. The remuneration is not dependent on the content of the report. Nordea, affiliates or staff in Nordea, may perform services for, solicit business from, hold long or short positions in, or otherwise be interested in the investments (including derivatives) of any company mentioned in the report.

To limit possible conflicts of interest and counter the abuse of inside knowledge, the analysts of Nordea Markets and Equity Sales & Research are subject to internal rules on sound ethical conduct, the management of inside information, handling of unpublished research material, contact with other units of Nordea and personal account dealing. The internal rules have been prepared in accordance with applicable legislation and relevant industry standards. The object of the internal rules is for example to ensure that no analyst will abuse or cause others to abuse confidential information. It is the policy of Nordea that no link exists between revenues from capital markets activities and individual analyst remuneration. Nordea and the branches are members of national stockbrokers' associations in each of the countries in which Nordea has head offices. Internal rules have been developed in accordance with recommendations issued by the stockbrokers associations. This material has been prepared following the Nordea Conflict of Interest Policy, which may be viewed at www.nordea.com/mifid.

Please find a list of all recommendations disseminated by Nordea Equities during the preceding 12-month period here: <https://research.nordea.com/compliance>

Distribution restrictions

The securities referred to in this report may not be eligible for sale in some jurisdictions. This report is not intended for, and must not be distributed to private customers in the UK or the US or to customers in any other jurisdiction where restrictions may apply.

This research report has not been prepared for distribution outside the EU, the UK or the US. The content of this research report is not a product disclosure statement or other regulated document for the purposes of the Australian Corporations Act 2001 (CTH). The distribution of this research report in Australia has not been authorised by any regulatory authority in Australia, and Nordea bank Abp is not licensed by the Australian Securities and Investment Commission to provide financial services in Australia.

This publication or report may be distributed in the UK to institutional investors by Nordea Bank Abp London Branch of 6th Floor, 5 Aldermanbury Square, London, EC2V 7AZ, which is under supervision of the European Central Bank, Finanssivalvonta (Financial Supervisory Authority) in Finland and subject to limited regulation by the Financial Conduct Authority and Prudential Regulation Authority in the United Kingdom. Details about the extent of our regulation by the Financial Conduct Authority and Prudential Regulation Authority are available upon request.

Nordea Bank Abp ("Nordea") research is not "globally branded" research. Nordea research reports are intended for distribution in the United States solely to "major U.S. institutional investors," as defined in Rule 15a-6 under the Securities Exchange Act of 1934. Any transactions in securities discussed within the research reports will be chaperoned by Nordea Securities LLC ("Nordea Securities"), an affiliate of Nordea and a SEC registered broker dealer and member of FINRA. Nordea Securities does not employ research analysts and has no contractual relationship with Nordea that is reasonably likely to inform the content of Nordea research reports. Nordea makes all research content determinations without any input from Nordea Securities.

The research analyst(s) named on this report are not registered/qualified as research analysts with FINRA. Such research analyst(s) are also not registered with Nordea Securities and therefore may not be subject to FINRA Rule 2241 or FINRA Rule 2242 restrictions on communications with a subject company, public appearances and trading securities held by a research analyst account.

This report may not be mechanically duplicated, photocopied or otherwise reproduced, in full or in part, under applicable copyright laws.

Analyst Shareholding

Nordea analysts do not hold shares in the companies that they cover. No holdings or other affiliations by analysts or associates.

Fair value and sensitivity

We calculate our fair values by weighting DCF, DDM, SOTP, asset-based and other standard valuation methods. Our fair values are sensitive to changes in valuation assumptions, of which growth, margins, tax rates, working capital ratios, investment-to-sales ratios and cost of capital are typically the most sensitive. It should be noted that our fair values would change by a disproportionate factor if changes are made to any or all valuation assumptions, owing to the non-linear nature of the standard valuation models applied (mentioned above). As a consequence of the standard valuation models we apply, changes of 1-2 percentage points in any single valuation assumption can change the derived fair value by as much as 30% or more. All research is produced on an ad hoc basis and will be updated when the circumstances require it.

Marketing Material

This research report should be considered marketing material, as it has been commissioned and paid for by the subject company, and has not been prepared in accordance with the regulations designed to promote the independence of investment research and it is not subject to any legal prohibition on dealing ahead of the dissemination of the report. However, Nordea Markets analysts are according to internal policies not allowed to hold shares in the companies/sectors that they cover.

Market-making obligations and other significant financial interest

Nordea has no market-making obligations in CapMan Oyj shares.

As of 05/05/2024, Nordea Abp holds no positions of 0.5% or more of shares issued

As of the publication of this report, the issuer does not hold a position exceeding 5% of the total shares issued in Nordea Abp.

Investment banking transactions and/or services

In view of Nordea's position in its markets, readers should assume that the bank may currently or may in the coming three months and beyond be providing or seeking to provide confidential investment banking and/or ancillary services to the company/ companies.

Issuer Review

This report has not been reviewed by the Issuer prior to publication.

Completion Date

06 May 2024, 03:47 CET

Nordea Bank Abp	Nordea Bank Abp, filial i Sverige	Nordea Danmark, Filial af Nordea Bank Abp, Finland	Nordea Bank Abp, filial i Norge
Nordea IB & Equity Division, Equity Research Visiting address: Aleksis Kiven katu 7, Helsinki FI-00020 Nordea Finland Tel: +358 9 1651 Fax: +358 9 165 59710 Reg.no. 2858394-9 Satamaradankatu 5 Helsinki	Nordea IB & Equity Division, Equity Research Visiting address: Smålandsgatan 17 SE-105 71 Stockholm Sweden Tel: +46 8 614 7000 Fax: +46 8 534 911 60	Nordea IB & Equity Division, Equity Research Visiting address: Grønlandsvej 10 DK-2300 Copenhagen S Denmark Tel: +45 3333 3333 Fax: +45 3333 1520	Nordea IB & Equity Division, Equity Research Visiting address: Essendropsgate 7 N-0107 Oslo Norway Tel: +47 2248 5000 Fax: +47 2256 8650