

Fair value change driven EBIT decline

CapMan's net sales in Q1 amounted to EUR 15.1m, below our estimates and below consensus (EUR 16.9m/17.2m Evli/cons.). EBIT amounted to EUR 0.5m, below our estimates and below consensus (EUR 11.6m/10.4m Evli/cons.), impacted by negative FV changes and lack of carried interest.

- Revenue in Q1 was EUR 15.1m (EUR 14.2m in Q1/22), below our estimates and consensus estimates (EUR 16.9m/17.2m Evli/Cons.). Growth in Q1 amounted to 6% y/y.
- Operating profit in Q1 amounted to EUR 0.5m (EUR 18.9m in Q1/22), below our estimates and consensus estimates (EUR 11.6m/10.4m Evli/cons.), at a margin of 3.5%.
- Compared with our estimates, the clear deviation in EBIT was due to negative FV changes and lack of carried interest (Evli est. EUR 3.0m).
- EPS in Q1 amounted to EUR 0.00 (EUR 0.08 in Q1/22), below our estimates and consensus estimates (EUR 0.06/0.05 Evli/cons.).
- Revenue in Management Company business in Q1 was EUR 12.5m vs. EUR 14.7m Evli. Operating profit in Q1 amounted to EUR 3.2m vs. EUR 6.9m Evli.
- Revenue in Investment business in Q1 was EUR 0.0m vs. EUR 0.0m Evli. Operating profit in Q1 amounted to EUR -2.5m vs. EUR 4.9m Evli.
- Revenue in Services business in Q1 was EUR 2.6m vs. EUR 2.2m Evli. Operating profit in Q1 amounted to EUR 1.5m vs. EUR 1.3m Evli.
- Assets under management by the end of Q1 was EUR 5.07bn (Q1/22: EUR 5.06bn). Real estate funds: EUR 3.2bn, private equity & credit funds: EUR 0.9bn, infra funds: EUR 0.5bn, and other funds: EUR 0.5bn.

Rating + BUY

Q1/23	Actual	Evli	Cons.	Q1/22
Net sales	15.1	16.9	17.2	14.2
EBIT	0.5	11.6	10.4	18.9
EPS	0.00	0.06	0.05	0.08
Deviation	Actual	Evli	Cons.	Q1/22
Net sales		-11 %	-12 %	6 %
EBIT		-95 %	-95 %	-97 %
EPS		-97 %	-96 %	-98 %

*Consensus by Bloomberg

Share price, EUR (Last trading day's closing price) 2.86

Target price, EUR 3.2

Latest change in recommendation 30-Apr-21

Latest report on company 03-Feb-23

Research paid by issuer: YES

No. of shares outstanding, '000's 158,055

No. of shares fully diluted, '000's 158,055

Market cap, EURm 452

Free float, % 64.0

Exchange rate EUR 1.000

Reuters code CAPMAN.HE

Bloomberg code CAPMAN FH

Average daily volume, EURm 0.25

Next interim report 28-Apr-23

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+ BUY □ HOLD - SELL

PRE-REPORT KEY FIGURES

	Sales EURm	EBIT EURm	EBIT %	FCF EURm	EPS EUR	P/E (x)	EV/Sales (x)	EV/EBIT (x)	FCF yield %	DPS EUR
2021	52.8	44.6	84.6%	11.1	0.22	13.9	9.5	11.2	2.3	0.15
2022	67.5	53.1	78.6%	3.0	0.25	10.8	7.0	8.9	0.7	0.17
2023E	77.9	54.9	70.5%	43.8	0.28	10.3	6.1	8.7	9.7	0.18
2024E	89.7	63.5	70.9%	50.5	0.32	8.9	5.1	7.2	11.2	0.20
2025E	101.8	73.8	72.5%	60.1	0.38	7.5	4.2	5.8	13.3	0.24

Market cap, EURm 452 BV per share 2023E, EUR 12.8 CAGR EPS 2022-25, % 15.0

Net debt 2023E, EURm 20 Price/book 2023E 2.9 CAGR sales 2022-25, % 14.6

Enterprise value, EURm 478 Dividend yield 2023E, % 6.3 ROE 2023E, % 29.6

Total assets 2023E, EURm 283 Tax rate 2023E, % 13.0 ROCE 2023E, % 22.9

Goodwill 2023E, EURm 8 Equity ratio 2023E, % 56.2 PEG, P/E 23/CAGR 0.9

All the important disclosures can be found on the last pages of this report.

CapMan Q1/23	Actual	Evli	vs. Evli	Consensus	vs. cons	Q1/22	vs. Q1/22
Net sales	15.1	16.9	-10.7%	17.2	-12.3%	14.2	6.3%
-Management Company business	12.5	14.7	-15.3%			11.7	6.5%
-Investment business	0.00	0.00	-			0.00	-
-Services business	2.6	2.2	19.1%			2.5	4.8%
-Other	0.00	0.00	-			0.00	-
EBIT	0.53	11.6	-95.4%	10.4	-94.9%	18.9	-97.2%
-Management Company business	3.2	6.9	-54.2%			4.4	-28.2%
-Investment business	-2.54	4.9	-			14.5	-
-Services business	1.5	1.3	13.3%			1.4	5.2%
-Other	-1.92	-1.50	-28.0%			-1.40	-37.1%
EPS	0.00	0.06	-96.6%	0.05	-96.2%	0.08	-97.5%

Consensus by Bloomberg

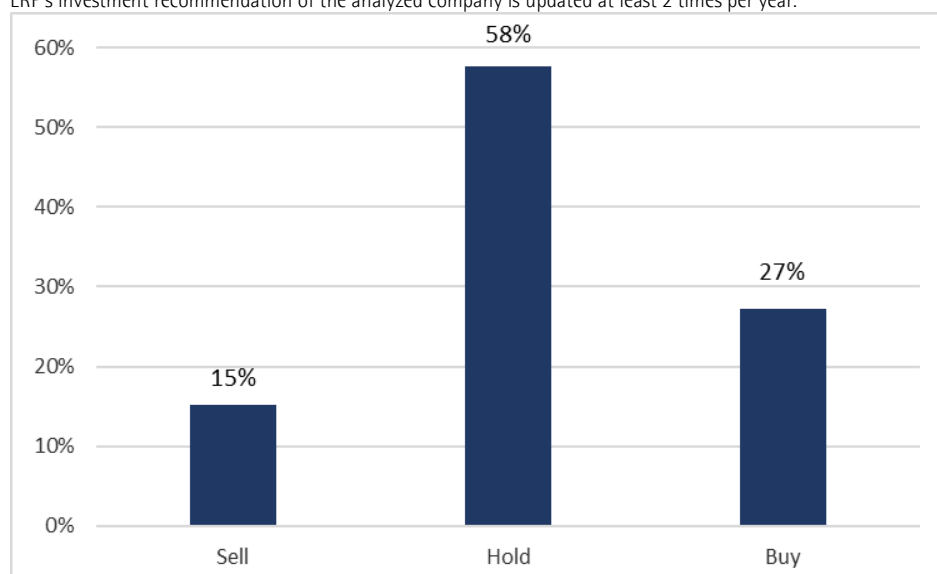
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Investment recommendations are defined as follows:

Target price compared to share price	Recommendation
< -10 %	SELL
-10 – (+10) %	HOLD
> 10 %	BUY

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Name(s) of the analyst(s): Salokivi

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