

High profitability continued

Dovre's Q2 profitability topped our estimates mostly thanks to Project Personnel, where demand remained high particularly in Norway.

- Dovre Q2 revenue grew by 38% y/y to EUR 47.3m, compared to our EUR 50.5m estimate. The growth was all organic, some 75% of it due to Renewable Energy. Project Personnel amounted to EUR 22.4m vs our EUR 22.9m estimate, while Consulting revenue landed at EUR 4.6m vs our EUR 4.5m estimate. Renewable Energy recorded EUR 20.3m, compared to our EUR 23.1m estimate.
- Q2 EBITDA came in at EUR 1.9m vs our EUR 1.4m estimate. EBIT was EUR 1.7m, compared to our EUR 1.2m estimate. Project Personnel EBIT amounted to EUR 0.9m vs our EUR 0.6m estimate, while Consulting was EUR 0.6m vs our EUR 0.6m estimate. Renewable Energy was EUR 0.4m, compared to our EUR 0.3m estimate. Other functions & unallocated cost EUR -0.2m vs our EUR -0.3m estimate.
- Dovre guides FY '22 revenue to be more than EUR 185m and EBIT to be in the range of EUR 6.5-7.5m (unchanged).

Rating				BUY
Q2'22	Actual	Evli	Year ago	Q1'22
Revenue	47.3	50.5	34.2	47.8
EBITDA	1.9	1.4	1.0	1.9
EBIT	1.7	1.2	0.8	1.7
Deviation	Actual	Evli	Year ago	Q1'22
Revenue		-6 %	38 %	-1 %
EBITDA		36 %	90 %	0 %
EBIT		42 %	113 %	0 %
Share price, EUR (Last trading day's closing price)				0.65
Target price, EUR				0.70
Latest change in				20-May-22
Latest report on company				04-Aug-22
Research paid by issuer:				YES
No. of shares outstanding,				105,960
No. of shares fully diluted,				105,960
Market cap, EURm				69
Free float, %				94.3
Exchange rate				-
Reuters code				DOV1V.HE
Bloomberg code				DOV1V FH
Average daily volume, EURm				0.1
Next interim report				18-Aug-22
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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
2020	77.4	2.4	3.1%	0.2	0.02	17.0	0.3	11.0	0.7	0.01
2021	142.7	6.1	4.3%	0.5	0.03	19.5	0.5	11.6	0.7	0.00
2022E	199.1	7.4	3.7%	2.5	0.05	14.3	0.3	8.8	3.7	0.01
2023E	209.7	8.8	4.2%	3.3	0.04	14.5	0.3	7.2	4.8	0.01
2024E	218.4	10.5	4.8%	3.7	0.06	11.5	0.3	5.8	5.4	0.01
Market cap, EURm	69		BV per share 2022E, EUR		-10.6		CAGR EPS 2021-24, %		17.5	
Net debt 2022E, EURm	-4		Price/book 2022E		2.1		CAGR sales 2021-24, %		15.2	
Enterprise value, EURm	65		Dividend yield 2022E, %		1.5		ROE 2022E, %		15.7	
Total assets 2022E, EURm	88		Tax rate 2022E, %		18.3		ROCE 2022E, %		18.6	
Goodwill 2022E, EURm	21		Equity ratio 2022E, %		37.9		PEG, P/E 22/CAGR		1.0	

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

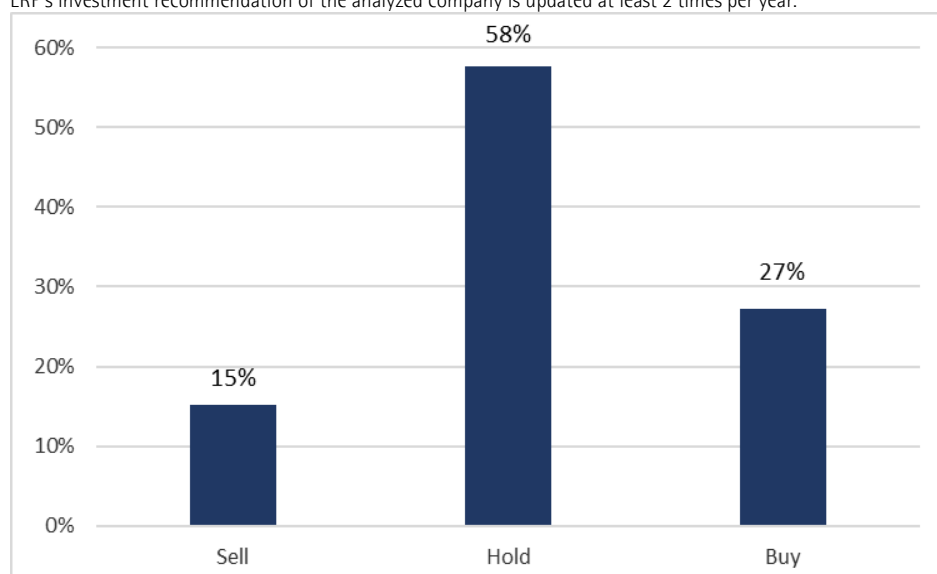
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Investment recommendations are defined as follows:

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

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

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