

## Topped estimates

Dovre's Q3 results were clearly above our estimates as all three segments recorded figures higher than we had expected. Dovre also issued a positive guidance update yesterday; our latest estimates would still be in line with the new guidance, but the very strong Q3 report suggests our Q4 estimates are too modest.

- Dovre Q3 revenue grew by 28.5% y/y to EUR 59.7m vs our EUR 54.1m estimate. Project Personnel top line was EUR 22.5m, compared to our EUR 21.8m estimate. Consulting amounted to EUR 4.4m vs our EUR 3.4m estimate, while Renewable Energy was EUR 32.9m vs our EUR 28.9m estimate.
- Dovre EBITDA was EUR 3.2m, compared to our EUR 2.4m estimate, while EBIT was EUR 3.0m vs our EUR 2.2m estimate. Project Personnel EBIT amounted to EUR 1.1m vs our EUR 0.9m estimate. Consulting managed EUR 0.7m, compared to our EUR 0.4m estimate, whereas Renewable Energy EBIT was EUR 1.4m vs our EUR 1.2m estimate. Other functions & unallocated cost EUR 0.3m vs our EUR 0.3m estimate.
- Dovre's new guidance is for revenue above EUR 195m and EBIT of more than EUR 7.3m. The previous guidance was for revenue above EUR 185m and EBIT in the range of EUR 6.5-7.5m. Dovre raised guidance yesterday thanks to strong demand in Project Personnel and Consulting as well as solid execution of Renewable Energy construction projects. Our latest estimates remain still in line with the new guidance, but our Q4 estimates now look a bit modest given the strong Q3 performance.

Rating				BUY
Q3'22	Actual	Evli	Year ago	Q2'22
Revenue	59.7	54.1	46.5	47.3
EBITDA	3.2	2.4	2.9	1.9
EBIT	3.0	2.2	2.7	1.7
Deviation	Actual	Evli	Year ago	Q2'22
Revenue		10 %	28 %	26 %
EBITDA		33 %	10 %	68 %
EBIT		36 %	11 %	76 %
Share price, EUR (Last trading day's closing price)				0.66
Target price, EUR				0.75
Latest change in				20-May-22
Latest report on company				19-Aug-22
Research paid by issuer:				YES
No. of shares outstanding,				105,960
No. of shares fully diluted,				105,960
Market cap, EURm				70
Free float, %				94.3
Exchange rate				-
Reuters code				DOV1V.HE
Bloomberg code				DOV1V FH
Average daily volume, EURm				0.1
Next interim report				26-Oct-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	196.1	7.5	3.8%	2.5	0.04	14.8	0.3	8.9	3.5	0.01	
2023E	207.4	9.1	4.4%	3.7	0.05	14.1	0.3	7.0	5.3	0.01	
2024E	216.1	10.9	5.0%	4.3	0.06	11.1	0.3	5.6	6.2	0.01	
Market cap, EURm			70	BV per share 2022E, EUR			-10.6	CAGR EPS 2021-24, %			19.6
Net debt 2022E, EURm			-3	Price/book 2022E			2.1	CAGR sales 2021-24, %			14.8
Enterprise value, EURm			66	Dividend yield 2022E, %			1.5	ROE 2022E, %			15.4
Total assets 2022E, EURm			87	Tax rate 2022E, %			21.5	ROCE 2022E, %			18.9
Goodwill 2022E, EURm			21	Equity ratio 2022E, %			38.2	PEG, P/E 22/CAGR			0.9

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

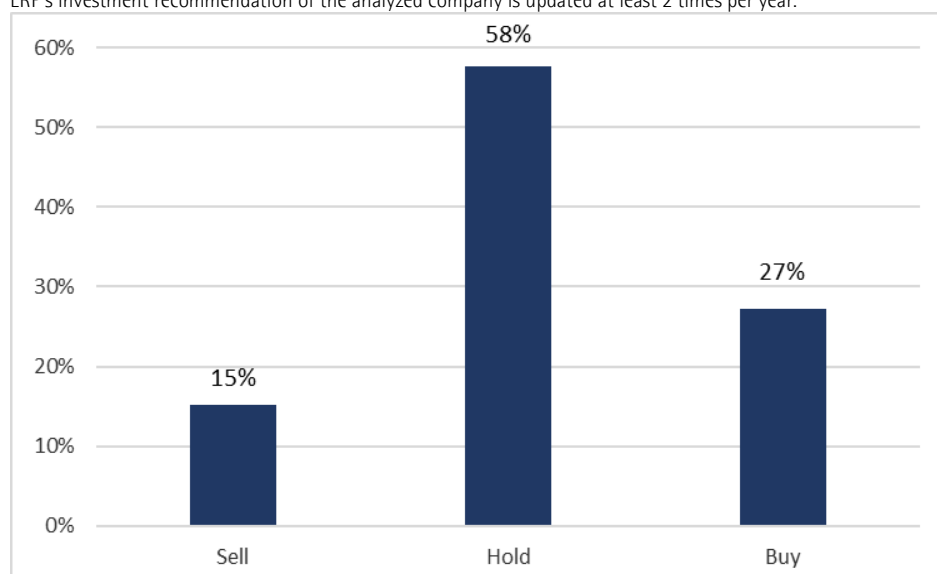
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Target price compared to share price	Recommendation
< -10 %	SELL
-10 – (+10) %	HOLD
> 10 %	BUY

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

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