

## Q2 a bit better than we estimated

Dovre's Q2 figures came in a bit better than we had estimated as Project Personnel continued to grow at a 16% y/y rate while the profitability of Renewable Energy remained better than we expected.

- Dovre Q2 revenue remained flat y/y at EUR 47.3m vs our EUR 44.4m estimate. Project Personnel landed at EUR 25.9m, compared to our EUR 22.7m estimate, while Consulting came in at EUR 4.0m vs our EUR 4.6m estimate. Renewable Energy amounted to EUR 17.4m while we estimated EUR 17.1m. Dovre's H1 top line growth would have been 3.4% instead of -2.1% when controlling for the effect of currencies (mostly weak NOK). Activity levels were strong especially in Canada.
- EBITDA amounted to EUR 1.8m, compared to our EUR 1.6m estimate. EBIT was EUR 1.5m vs our EUR 1.4m estimate. Project Personnel EBIT was EUR 0.9m, compared to our EUR 1.0m estimate, while Consulting amounted to EUR 0.4m vs our EUR 0.5m estimate. Renewable Energy landed at EUR 0.5m vs our EUR 0.2m estimate, in other words improved a bit y/y. Dovre proactively implements measures to enhance operational efficiency.
- Dovre guides FY '23 revenue to be in the range of EUR 185-195m and EBIT to be above EUR 7m (guidance issued on Jun 26).

Rating				🇺🇸 BUY
Q2'23	Actual	Evli	Year ago	Q1'23
Revenue	47.3	44.4	47.3	45.8
EBITDA	1.8	1.6	1.9	1.9
EBIT	1.5	1.4	1.7	1.7
Deviation	Actual	Evli	Year ago	Q1'23
Revenue		7 %	0 %	3 %
EBITDA		13 %	-5 %	-5 %
EBIT		7 %	-12 %	-12 %
Share price, EUR (Last trading day's closing price)				0.48
Target price, EUR				0.77
Latest change in				19-May-22
Latest report on company				04-Jul-23
Research paid by issuer:				YES
No. of shares outstanding,				105,960
No. of shares fully diluted,				105,960
Market cap, EURm				51
Free float, %				94.3
Exchange rate				-
Reuters code				DOV1V.HE
Bloomberg code				DOV1V.FH
Average daily volume, EURm				0.1
Next interim report				17-Aug-23
Web site				<a href="https://www.dovregroup.com/">https://www.dovregroup.com/</a>
Analyst				Joonas Ilvonen
E-mail				joonas.ilvonen@evli.com
Telephone				+358 44 430 9071

🇺🇸 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	142.7	6.1	4.3%	0.5	0.03	19.5	0.5	11.6	0.7	0.00
2022	203.0	8.5	4.2%	0.9	0.05	11.9	0.3	6.9	1.5	0.00
2023E	190.8	7.3	3.8%	3.4	0.04	12.4	0.2	6.1	6.8	0.01
2024E	200.5	8.2	4.1%	2.4	0.04	13.2	0.2	5.2	4.6	0.01
2025E	208.1	9.3	4.5%	2.7	0.05	10.3	0.2	4.5	5.2	0.01
Market cap, EURm	51		BV per share 2023E, EUR		-16.9		CAGR EPS 2022-25, %		-1.8	
Net debt 2023E, EURm	-6		Price/book 2023E		1.3		CAGR sales 2022-25, %		0.8	
Enterprise value, EURm	44		Dividend yield 2023E, %		2.1		ROE 2023E, %		11.3	
Total assets 2023E, EURm	80		Tax rate 2023E, %		20.0		ROCE 2023E, %		17.2	
Goodwill 2023E, EURm	21		Equity ratio 2023E, %		47.8		PEG, P/E 23/CAGR		0.4	

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

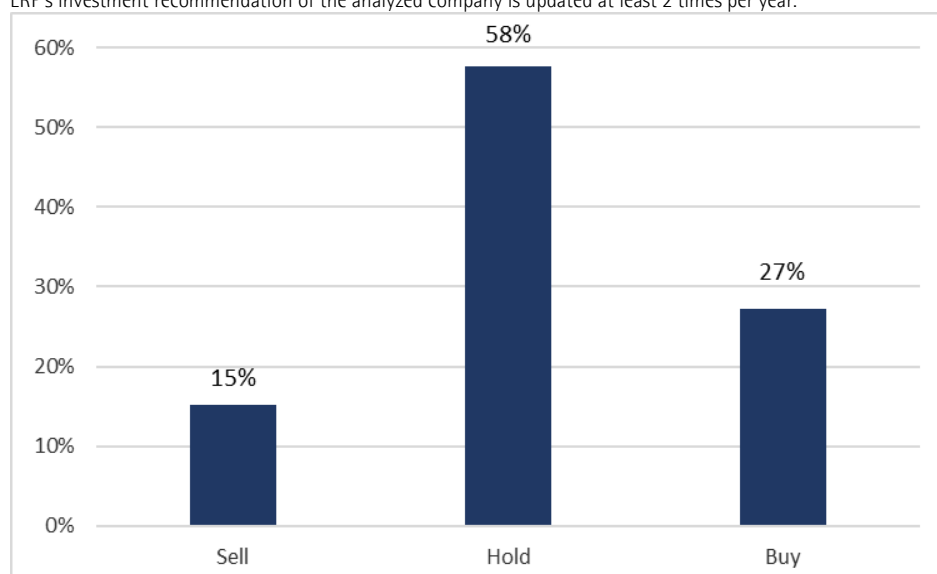
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Target price compared to share price	Recommendation
< -10 %	SELL
-10 – (+10) %	HOLD
> 10 %	BUY

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

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## Contact information

### SALES, TRADING AND RESEARCH

#### Equity, ETF and Derivatives Sales

Joachim Dannberg +358 9 4766 9123  
Ari Laine +358 9 4766 9115  
Kimmo Lilja +358 9 4766 9130

#### Trading

Lauri Vehkaluoto (Head) +358 9 4766 9120  
Pasi Väisänen +358 9 4766 9120  
Antti Kässi +358 9 4766 9120  
Miika Ronkanen +358 9 4766 9120

#### Structured Investments

Heikki Savijoki +358 9 4766 9726  
Aki Lakkisto +358 9 4766 9123

#### Equity Research

Arttu Heikura +358 40 082 8098  
Joonas Ilvonen +358 44 430 9071  
Jerker Salokivi +358 9 4766 9149

#### Evli Investment Solutions

Johannes Asuja +358 9 4766 9205



**EVLI PLC**  
Aleksanterinkatu 19 A  
P.O. Box 1081  
FIN-00101 Helsinki, FINLAND  
Phone +358 9 476 690  
Internet [www.evli.com](http://www.evli.com)  
E-mail [firstname.lastname@evli.com](mailto:firstname.lastname@evli.com)

**EVLI PLC,  
STOCKHOLMSFILIAL**  
Regeringsgatan 67 P.O. Box 16354  
SE-103 26 Stockholm  
Sverige  
[stockholm@evli.com](mailto:stockholm@evli.com)  
Tel +46 (0)8 407 8000