

Renewables construction picks up

Dovre Q1 EBIT, excluding the write-off, was a bit below our estimate but we raise our Renewable Energy estimates for the rest of the year. Our FY '25 estimates are almost intact.

We make relatively small changes to our estimates

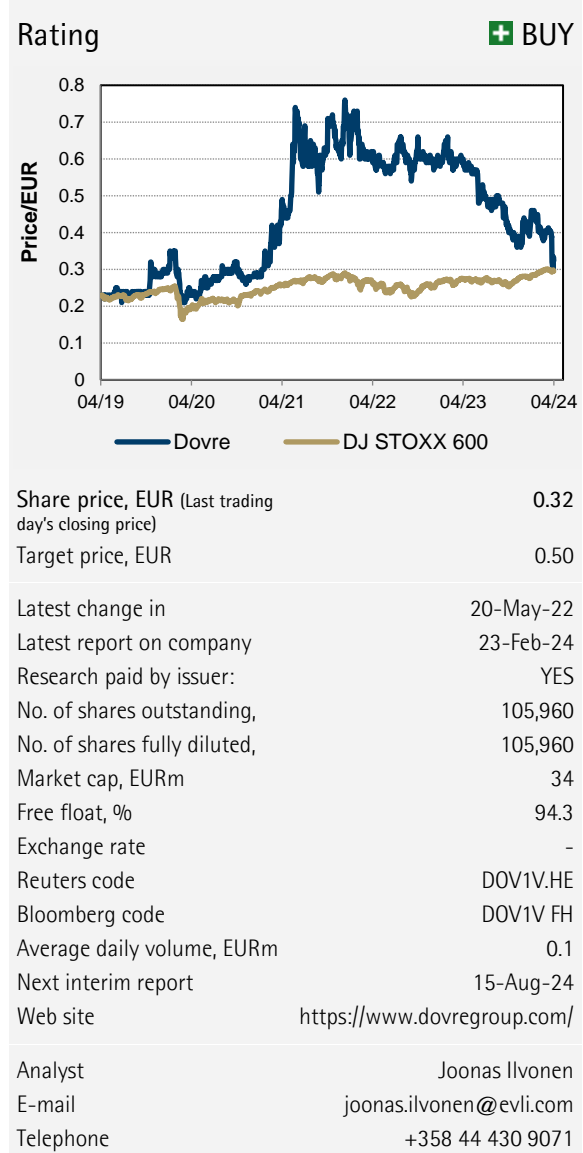
Dovre Q1 revenue declined 8% y/y to EUR 42.3m, below our EUR 45.6m estimate mostly due to Renewable Energy. The EUR -4.9m EBIT included the EUR 5.8m write-down due to a single project; without it Renewable Energy EBIT was relatively close to our estimate, but Project Personnel's EUR 0.3m EBIT miss meant total came in a bit lower than we estimated. We upgrade our EBIT estimates for the rest of the year by EUR 1.3m, in line with guidance; our estimate changes for Project Personnel and Consulting are small; the gains are due to Renewable Energy.

EBIT should stay around EUR 8m without write-downs

Dovre has restructured within Project Personnel and Consulting (in Norway and Finland) to safeguard earnings. Meanwhile Northern Sweden has many confirmed green industrial investments to be built in the coming years, and although the region already has very competitive energy prices based on plentiful renewables there should still be demand as the plans to develop the region extend until at least the end of this decade. The Finnish side of the Bothnian Bay has somewhat similar story but, unlike on the Swedish side, it's still unclear how much more energy demand there will be in the coming years as the region lags in terms of new industrial manufacturing plants. In our view Suvic's recent expansion into solar farms makes sense from this perspective due to the more incremental nature of the business.

Earnings multiples remain low assuming flat underlying EBIT

We estimate FY '25 EBIT to remain flat, excluding the EUR 5.8m one-off, and our respective estimate is almost unchanged at EUR 8.2m assuming a moderate 200bps pick-up in growth to slightly below 4%. We assume all three segments to grow at mid-single-digits next year. We don't expect large earnings gains in the short-term but note our FY '25 estimates are undemanding in the light of the segments' long-term potential. Dovre is valued some 5.5x EV/EBIT (excluding 49% of Suvic EBIT) on our FY '25 estimates and on this basis peer multiples would suggest an FV closer to EUR 0.60. Our new TP is EUR 0.50 (0.65) as we retain our BUY rating.



+ BUY □ HOLD - SELL

KEY FIGURES

	Sales EURm	EBIT EURm	EBIT %	FCF EURm	EPS EUR	P/E (x)	EV/Sales (x)	EV/EBIT (x)	FCF yield %	DPS EUR
2022	203.0	8.5	4.2%	0.9	0.05	11.9	0.3	6.9	1.5	0.00
2023	196.7	7.4	3.8%	-0.1	0.04	11.3	0.2	6.3	-0.2	0.01
2024E	200.3	2.3	1.1%	1.7	0.03	11.4	0.2	15.1	4.9	0.01
2025E	207.8	8.2	4.0%	2.4	0.04	9.2	0.2	4.1	7.0	0.01
2026E	213.4	9.4	4.4%	5.5	0.07	4.5	0.1	3.1	16.1	0.01
Market cap, EURm		34	Gearing 2024E, %			1.4	CAGR EPS 2023-26, %			22.8
Net debt 2024E, EURm		1	Price/book 2024E			0.9	CAGR sales 2023-26, %			2.7
Enterprise value, EURm		35	Dividend yield 2024E, %			3.1	ROE 2024E, %			7.8
Total assets 2024E, EURm		90	Tax rate 2024E, %			66.7	ROCE 2024E, %			4.9
Goodwill 2024E, EURm		20	Equity ratio 2024E, %			43.7	PEG, P/E 24/CAGR			0.3

Estimates and valuation

Dovre	FY '20	FY '21	FY '22	Q1'23	Q2'23	Q3'23	Q4'23	FY '23	Q1'24	Q2'24e	Q3'24e	Q4'24e	FY '24e
Revenue	77.5	142.7	203.0	45.8	47.3	52.8	50.8	196.7	42.3	50.1	57.7	50.2	200.3
Project Personnel	62.9	76.2	90.6	24.8	25.9	28.8	29.3	108.8	25.2	26.2	28.3	24.8	104.5
y/y growth	-18 %	21 %	19 %	9 %	16 %	28 %	27 %	20 %	2 %	1 %	-2 %	-15 %	-4 %
Consulting	14.5	16.1	18.2	5.1	4.0	3.5	3.9	16.5	3.6	4.2	3.7	4.2	15.7
y/y growth	137 %	11 %	13 %	17 %	-13 %	-20 %	15 %	-9 %	-30 %	5 %	6 %	8 %	-5 %
Renewable Energy		50.4	94.2	15.9	17.4	20.5	17.6	71.4	13.5	19.7	25.7	21.2	80.1
y/y growth			87 %	-23 %	-14 %	-38 %	-13 %	-24 %	-15 %	13 %	25 %	20 %	12 %
EBIT	2.4	6.1	8.5	1.7	1.5	2.7	1.5	7.4	-4.9	1.8	2.8	2.6	2.3
Project Personnel	1.9	2.9	4.3	1.2	0.9	1.7	1.1	4.9	0.7	1.0	1.3	1.2	4.2
EBIT-%	3 %	4 %	5 %	5 %	3 %	6 %	4 %	5 %	3 %	4 %	5 %	5 %	4 %
Consulting	1.5	2.3	2.5	0.6	0.4	0.4	0.4	1.7	0.3	0.4	0.3	0.5	1.5
EBIT-%	10 %	14 %	14 %	12 %	10 %	11 %	10 %	10 %	8 %	10 %	8 %	12 %	10 %
Renewable Energy		1.9	2.7	0.2	0.5	0.9	0.2	1.8	-5.7	0.7	1.5	1.2	-2.3
EBIT-%		4 %	3 %	1 %	3 %	4 %	1 %	3 %	-42 %	4 %	6 %	6 %	-3 %
Other & Unallocated	-1.0	-1.0	-1.0	-0.3	-0.3	-0.3	-0.2	-1.0	-0.3	-0.3	-0.3	-0.3	-1.2

Source: Evli Research

DOVRE PEER GROUP	MCAP MEUR	EV/EBITDA			EV/EBIT			EBIT-%		
		23	24	25	23	24	25	23	24	25
Brunel International	506	7.3x	5.6x	4.7x	10.2x	7.5x	6.1x	4.4 %	4.8 %	5.3 %
Eezy	33	6.9x	6.5x	5.8x	18.6x	13.8x	11.0x	2.5 %	3.3 %	4.0 %
Randstad	8153	8.6x	7.9x	7.1x	10.6x	10.2x	8.9x	4.2 %	3.7 %	4.1 %
AFRY	1608	8.1x	8.0x	7.3x	12.2x	11.4x	10.1x	6.8 %	7.5 %	8.2 %
Etteplan	344	9.1x	8.0x	7.4x	15.7x	13.3x	11.6x	7.2 %	7.9 %	8.6 %
Sitowise Group	100	8.5x	7.3x	6.4x	14.3x	13.9x	10.7x	6.5 %	6.4 %	7.9 %
SWECO	3483	16.0x	12.2x	11.3x	22.0x	16.4x	14.8x	8.6 %	9.2 %	9.8 %
AF Gruppen	1232	11.4x	8.1x	7.4x	19.9x	11.5x	10.3x	2.5 %	4.7 %	5.1 %
Kreate Group	68	5.9x	5.9x	5.1x	11.1x	9.6x	8.0x	2.3 %	3.1 %	3.6 %
Sdiptech	896	10.8x	10.2x	9.1x	15.2x	14.1x	12.4x	17.1 %	16.5 %	16.9 %
Veidekke	1298	4.9x	5.3x	5.1x	8.4x	8.9x	8.5x	3.3 %	3.7 %	3.8 %
Peer Group Average	1611	8.9x	7.7x	7.0x	14.4x	11.9x	10.2x	6.0 %	6.4 %	7.0 %
Peer Group Median	896	8.5x	7.9x	7.1x	14.3x	11.5x	10.3x	4.4 %	4.8 %	5.3 %
Dovre (Evli est.)	34	5.6x	10.9x	3.6x	6.3x	15.2x	4.1x	3.8 %	1.1 %	4.0 %

Dovre prem./disc. to peer median

-34 % 38 % -49 % -56 % 33 % -60 % -14 % -76 % -26 %

Source FactSet, Evli Research

Segment	EBIT '24e	EV/EBIT '24e *	EV ¹⁾	EBIT '25e	EV/EBIT '25e *	EV ¹⁾
Project Personnel	4.2	10.2x	43	4.3	8.9x	38
Consulting	1.5	13.6x	20	1.8	11.2x	20
Renewable Energy	-2.2	10.6x	-12	3.4	9.4x	16
Other & Unallocated ²⁾	-1.2	11.5x	-14	-1.2	9.8x	-12
Total	2.3	16.4x	38	8.2	7.6x	62
Net debt (Evli YE est.)			1			0
Equity value			37			62
Per share			0.35			0.59
EV/EBIT ³⁾			11.0x			9.6x

*Peer group median (FactSet)

1) 51% stake in Renewable Energy

2) Multiple based on the weighted segmental average

3) Excluding 49% of Renewable Energy EBIT

VALUATION RESULTS	BASE CASE DETAILS	VALUATION ASSUMPTIONS	ASSUMPTIONS FOR WACC	
Current share price	0.32 PV of Free Cash Flow	45 Long-term growth, %	2.5 Risk-free interest rate, %	2.25
DCF share value	0.67 PV of Horizon value	28 WACC, %	9.2 Market risk premium, %	5.8
Share price potential, %	107.5 Unconsolidated equity	0 Spread, %	0.0 Debt risk premium, %	2.8
Maximum value	0.7 Marketable securities	8 Minimum WACC, %	9.2 Equity beta coefficient	1.20
Minimum value	0.7 Debt - dividend	-10 Maximum WACC, %	9.2 Target debt ratio, %	15
Horizon value, %	38.5 Value of stock	71 Nr of shares, Mn	106.0 Effective tax rate, %	20

DCF valuation, EURm	2023	2024E	2025E	2026E	2027E	2028E	2029E	2030E	2031E	2032E	2033E	Horizon
Net sales	197	200	208	213	219	224	230	236	241	247	254	260
<i>Sales growth, %</i>	-3.1	1.8	3.8	2.7	2.5	2.5	2.5	2.5	2.5	2.5	2.5	2.5
Operating income (EBIT)	7	2	8	9	10	11	11	12	12	12	13	13
<i>Operating income margin, %</i>	3.8	1.1	4.0	4.4	4.7	5.0	5.0	5.0	5.0	5.0	5.0	5.0
+ Depreciation+amort.	1	0	0	0	0	0	1	1	1	0	0	
EBITDA	8	2	9	10	11	12	12	12	13	12	13	
- Paid taxes	-2	-1	-2	-2	-2	-2	-2	-2	-2	-2	-3	
- Change in NWC	-5	0	0	0	0	0	0	0	0	0	0	
<i>NWC / Sales, %</i>	5.9	5.9	5.9	5.9	5.9	5.9	5.9	5.9	6.0	6.0	6.0	
+ Change in other liabs	-1	0	0	0	0	0	0	0	0	0	0	
- Operative CAPEX	0	-1	-1	-2	-2	-2	-2	-2	15	-1	-5	
<i>opCAPEX / Sales, %</i>	0.1	0.5	0.6	0.9	0.9	0.9	0.9	0.8	-6.2	0.4	2.1	
- Acquisitions	0	0	0	0	0	0	0	0	0	0	0	
+ Divestments	0	0	0	0	0	0	0	0	0	0	0	
- Other items	0	0	0	0	0	0	0	0	0	0	0	
= FCFF	1	0	5	6	6	7	7	8	25	8	4	66
= Discounted FCFF		0	4	4	5	5	4	4	13	4	2	28
= DFCF min WACC		0	4	4	5	5	4	4	13	4	2	28
= DFCF max WACC		0	4	4	5	5	4	4	13	4	2	28

INTERIM FIGURES

EVLI ESTIMATES, EURm	2023Q1	2023Q2	2023Q3	2023Q4	2023	2024Q1	2024Q2E	2024Q3E	2024Q4E	2024E	2025E	2026E
Net sales	45.8	47.3	52.8	50.8	196.7	42.3	50.1	57.7	50.2	200.3	207.8	213.4
EBITDA	1.9	1.8	2.9	1.8	8.4	-4.6	2.0	3.0	2.8	3.2	8.5	9.8
<i>EBITDA margin (%)</i>	<i>4.1</i>	<i>3.8</i>	<i>5.5</i>	<i>3.5</i>	<i>4.3</i>	<i>-10.9</i>	<i>4.0</i>	<i>5.2</i>	<i>5.6</i>	<i>1.6</i>	<i>4.1</i>	<i>4.6</i>
EBIT	1.7	1.5	2.7	1.5	7.4	-4.9	1.8	2.8	2.6	2.3	8.2	9.4
<i>EBIT margin (%)</i>	<i>3.7</i>	<i>3.2</i>	<i>5.1</i>	<i>3.0</i>	<i>3.8</i>	<i>-11.6</i>	<i>3.6</i>	<i>4.9</i>	<i>5.2</i>	<i>1.1</i>	<i>4.0</i>	<i>4.4</i>
Net financial items	-0.2	-0.2	-0.6	-0.1	-1.1	-0.2	-0.1	-0.1	-0.1	-0.5	-0.4	0.0
Pre-tax profit	1.5	1.3	2.1	1.4	6.3	-5.1	1.7	2.7	2.5	1.8	7.8	9.4
Tax	-0.3	-0.5	-0.5	-0.4	-1.7	-0.3	-0.3	-0.3	-0.3	-1.2	-1.6	-1.9
<i>Tax rate (%)</i>	<i>20.0</i>	<i>37.5</i>	<i>24.4</i>	<i>28.6</i>	<i>27.0</i>	<i>-5.9</i>	<i>17.6</i>	<i>11.1</i>	<i>12.0</i>	<i>66.7</i>	<i>20.4</i>	<i>20.0</i>
Net profit	1.0	0.8	1.3	1.0	4.1	-2.4	1.2	2.2	2.0	3.0	3.7	7.5
EPS	0.01	0.01	0.01	0.01	0.04	-0.02	0.01	0.02	0.02	0.03	0.04	0.07
EPS adjusted (diluted no. of shares)	0.01	0.01	0.01	0.01	0.04	-0.02	0.01	0.02	0.02	0.03	0.04	0.07
Dividend per share	0.00	0.00	0.00	0.00	0.01	0.00	0.00	0.00	0.00	0.01	0.01	0.01
SALES, EURm												
Project Personnel	24.8	25.9	28.8	29.3	108.8	25.2	26.2	28.3	24.8	104.5	107.6	110.3
Consulting	5.1	4.0	3.5	3.9	16.5	3.6	4.2	3.7	4.2	15.7	16.1	16.4
Renewable Energy	15.9	17.4	20.5	17.6	71.4	13.5	19.7	25.7	21.2	80.1	84.1	86.6
Total	45.8	47.3	52.8	50.8	196.7	42.3	50.1	57.7	50.2	200.3	207.8	213.4
SALES GROWTH, Y/Y %												
<i>Project Personnel</i>	<i>9.3</i>	<i>15.6</i>	<i>28.0</i>	<i>27.4</i>	<i>20.1</i>	<i>1.6</i>	<i>1.2</i>	<i>-1.7</i>	<i>-15.4</i>	<i>-4.0</i>	<i>3.0</i>	<i>2.5</i>
<i>Consulting</i>	<i>15.9</i>	<i>-13.0</i>	<i>-18.6</i>	<i>-20.4</i>	<i>-9.3</i>	<i>-29.4</i>	<i>5.0</i>	<i>5.7</i>	<i>7.7</i>	<i>-4.8</i>	<i>2.5</i>	<i>2.0</i>
<i>Renewable Energy</i>	<i>-23.2</i>	<i>-14.3</i>	<i>-37.7</i>	<i>-13.3</i>	<i>-24.2</i>	<i>-15.1</i>	<i>13.2</i>	<i>25.4</i>	<i>20.5</i>	<i>12.2</i>	<i>5.0</i>	<i>3.0</i>
<i>Total</i>	<i>-4.2</i>	<i>0.0</i>	<i>-11.6</i>	<i>5.4</i>	<i>-3.1</i>	<i>-7.6</i>	<i>5.9</i>	<i>9.3</i>	<i>-1.2</i>	<i>1.8</i>	<i>3.8</i>	<i>2.7</i>
EBIT, EURm												
Project Personnel	1.2	0.9	1.7	1.1	4.9	0.7	1.0	1.3	1.2	4.2	4.3	5.0
Consulting	0.6	0.3	0.4	0.4	1.7	0.3	0.4	0.3	0.5	1.5	1.8	2.0
Other functions	-0.2	-0.2	-0.2	-0.1	-0.7	-0.1	-0.2	-0.2	-0.2	-0.7	-0.8	-0.8
Unallocated	-0.1	0.0	-0.1	-0.1	-0.3	-0.1	-0.1	-0.1	-0.1	-0.4	-0.4	-0.4
Renewable Energy	0.2	0.5	0.9	0.2	1.8	-5.6	0.7	1.5	1.2	-2.2	3.4	3.7
Total	1.7	1.5	2.7	1.5	7.4	-4.9	1.8	2.8	2.6	2.3	8.2	9.4
EBIT margin, %												
<i>Project Personnel</i>	<i>4.8</i>	<i>3.5</i>	<i>5.9</i>	<i>3.8</i>	<i>4.5</i>	<i>2.8</i>	<i>3.8</i>	<i>4.6</i>	<i>4.8</i>	<i>4.0</i>	<i>4.0</i>	<i>4.5</i>
<i>Consulting</i>	<i>11.8</i>	<i>7.5</i>	<i>11.4</i>	<i>10.3</i>	<i>10.3</i>	<i>8.3</i>	<i>9.5</i>	<i>8.1</i>	<i>11.9</i>	<i>9.6</i>	<i>11.0</i>	<i>12.0</i>
<i>Unallocated</i>	<i>0.0</i>				<i>-75,000.0</i>							
<i>Renewable Energy</i>	<i>1.3</i>	<i>2.9</i>	<i>4.4</i>	<i>1.1</i>	<i>2.5</i>	<i>-41.9</i>	<i>3.6</i>	<i>5.8</i>	<i>5.7</i>	<i>-2.8</i>	<i>4.0</i>	<i>4.3</i>
<i>Total</i>	<i>3.7</i>	<i>3.2</i>	<i>5.1</i>	<i>3.0</i>	<i>3.8</i>	<i>-11.6</i>	<i>3.6</i>	<i>4.9</i>	<i>5.2</i>	<i>1.1</i>	<i>4.0</i>	<i>4.4</i>

Commercial Services & Supplies/Finland, April 26, 2024
Company update

INCOME STATEMENT, EURm	2019	2020	2021	2022	2023	2024E	2025E	2026E
Sales	83.1	77.4	142.7	203.0	196.7	200.3	207.8	213.4
<i>Sales growth (%)</i>	<i>26.9</i>	<i>-6.9</i>	<i>84.4</i>	<i>42.3</i>	<i>-3.1</i>	<i>1.8</i>	<i>3.8</i>	<i>2.7</i>
EBITDA	3.5	3.2	7.0	9.5	8.4	3.2	8.5	9.8
<i>EBITDA margin (%)</i>	<i>4.2</i>	<i>4.2</i>	<i>4.9</i>	<i>4.7</i>	<i>4.3</i>	<i>1.6</i>	<i>4.1</i>	<i>4.6</i>
Depreciation	-0.9	-0.8	-0.9	-1.0	-1.0	0.0	-0.3	-0.3
EBITA	2.6	2.4	6.1	8.5	7.4	2.3	8.2	9.4
Goodwill amortization / writedown	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
EBIT	2.6	2.4	6.1	8.5	7.4	2.3	8.2	9.4
<i>EBIT margin (%)</i>	<i>3.1</i>	<i>3.1</i>	<i>4.3</i>	<i>4.2</i>	<i>3.8</i>	<i>1.1</i>	<i>4.0</i>	<i>4.4</i>
Reported EBIT	2.6	2.4	6.1	8.5	7.4	2.3	8.2	9.4
<i>EBIT margin (reported) (%)</i>	<i>3.1</i>	<i>3.1</i>	<i>4.3</i>	<i>4.2</i>	<i>3.8</i>	<i>1.1</i>	<i>4.0</i>	<i>4.4</i>
Net financials	-0.1	-0.2	-0.5	-1.0	-1.1	-0.5	-0.4	0.0
Pre-tax profit	2.5	2.2	5.6	7.5	6.3	1.8	7.8	9.4
Taxes	-0.6	-0.5	-1.3	-1.6	-1.7	-1.2	-1.6	-1.9
Minority shares	0.0	0.0	-0.6	-0.7	-0.5	2.4	-2.5	0.0
Net profit	2.0	1.7	3.7	5.2	4.1	3.0	3.7	7.5
Cash NRIs	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Non-cash NRIs	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
BALANCE SHEET, EURm								
Assets								
Fixed assets	3	3	3	4	7	8	9	10
Goodwill	15	16	21	21	20	20	20	20
Right of use assets	0	0	0	0	0	0	0	0
Inventory	0	0	1	2	7	7	7	7
Receivables	15	14	32	42	44	45	47	48
Liquid funds	7	9	10	11	8	8	8	9
Total assets	41	44	70	82	88	90	93	97
Liabilities								
Shareholder's equity	24	24	28	34	37	39	42	49
Minority interest	0	0	0	0	0	0	0	0
Convertibles	0	0	0	0	0	0	0	0
Lease liabilities	0	0	0	0	0	0	0	0
Deferred taxes	1	1	1	1	1	1	1	1
Interest bearing debt	3	6	8	8	9	9	8	3
Non-interest bearing current liabilities	13	13	30	36	38	39	40	42
Other interest-free debt	0	0	1	2	1	1	1	1
Total liabilities	41	44	70	82	88	90	93	97
CASH FLOW, EURm								
+ EBITDA	3	3	7	10	8	3	9	10
- Net financial items	0	0	0	-1	-1	0	0	0
- Taxes	-1	0	-1	-2	-2	-1	-2	-2
- Increase in Net Working Capital	-1	2	-2	-5	-5	0	0	0
+/- Other	0	0	-1	-1	-1	2	-2	0
= Cash flow from operations	2	5	3	1	0	3	4	8
- Capex	0	-5	-2	0	0	-1	-1	-2
- Acquisitions	0	0	0	0	0	0	0	0
+ Divestments	0	0	0	0	0	0	0	0
= Free cash flow	2	0	1	1	0	2	2	6
+/- New issues/buybacks	0	0	2	1	-1	0	0	0
- Paid dividend	-1	-1	-1	0	0	-1	-1	-1
+/- Other	0	3	0	0	-2	0	-1	-4
Change in cash	1	2	1	2	-3	0	0	0

KEY FIGURES	2020	2021	2022	2023	2024E	2025E	2026E
M-cap	29	72	62	46	34	34	34
Net debt (excl. convertibles)	-2	-1	-3	1	1	-1	-5
Enterprise value	26	71	59	47	35	33	29
Sales	77	143	203	197	200	208	213
EBITDA	3	7	10	8	3	9	10
EBIT	2	6	9	7	2	8	9
Pre-tax	2	6	7	6	2	8	9
Earnings	2	4	5	4	3	4	8
Equity book value (excl. minorities)	24	28	34	37	39	42	49
Valuation multiples							
EV/sales	0.3	0.5	0.3	0.2	0.2	0.2	0.1
EV/EBITDA	8.2	10.2	6.2	5.6	10.9	3.9	3.0
EV/EBITA	11.0	11.6	6.9	6.3	15.1	4.1	3.1
EV/EBIT	11.0	11.6	6.9	6.3	15.1	4.1	3.1
EV/OCF	5.5	23.6	52.0	363.9	12.5	9.4	3.9
EV/FCFF	81.0	33.1	16.4	65.5	-105.7	6.4	5.2
P/FCFE	153.8	143.0	66.4	-644.7	20.5	14.3	6.2
P/E	17.0	19.5	11.9	11.3	11.4	9.2	4.5
P/B	1.2	2.5	1.8	1.2	0.9	0.8	0.7
Target EV/EBITDA	0.0	0.0	0.0	0.0	23.3	6.1	4.9
Target EV/EBIT	0.0	0.0	0.0	0.0	23.3	6.3	5.1
Target EV/FCF	0.0	0.0	0.0	0.0	32.0	21.7	8.6
Target P/B	0.0	0.0	0.0	0.0	1.3	1.3	1.1
Target P/E	0.0	0.0	0.0	0.0	17.7	14.2	7.0
Per share measures							
Number of shares	102,960	105,960	105,960	105,960	105,960	105,960	105,960
Number of shares (diluted)	102,960	105,960	105,960	105,960	105,960	105,960	105,960
EPS	0.02	0.03	0.05	0.04	0.03	0.04	0.07
Operating cash flow per share	0.05	0.03	0.01	0.00	0.03	0.03	0.07
Free cash flow per share	0.00	0.00	0.01	0.00	0.02	0.02	0.05
Book value per share	0.23	0.27	0.32	0.35	0.37	0.40	0.46
Dividend per share	0.01	0.00	0.00	0.01	0.01	0.01	0.01
Dividend payout ratio, %	60.9	0.0	0.0	26.1	35.3	28.3	14.1
Dividend yield, %	3.6	0.0	0.0	2.3	3.1	3.1	3.1
FCF yield, %	0.7	0.7	1.5	-0.2	4.9	7.0	16.1
Efficiency measures							
ROE	7.1	14.1	16.5	11.3	7.8	9.2	16.6
ROCE	8.4	18.3	21.4	16.6	4.9	16.9	18.6
Financial ratios							
Inventories as % of sales	0.0	0.5	0.7	3.4	3.4	3.4	3.4
Receivables as % of sales	17.7	22.5	20.8	22.4	22.4	22.4	22.4
Non-interest bearing liabilities as % of sales	17.1	21.1	17.5	19.5	19.5	19.5	19.5
NWC/sales, %	0.2	1.2	3.2	5.9	5.9	5.9	5.9
Operative CAPEX/sales, %	6.0	1.8	0.1	0.1	0.5	0.6	0.9
CAPEX/sales (incl. acquisitions), %	6.0	1.8	0.1	0.1	0.5	0.6	0.9
FCFF/EBITDA	0.1	0.3	0.4	0.1	-0.1	0.6	0.6
Net debt/EBITDA, book-weighted	-0.7	-0.2	-0.3	0.1	0.2	-0.1	-0.5
Debt/equity, market-weighted	0.2	0.1	0.1	0.2	0.3	0.2	0.1
Equity ratio, book-weighted	53.6	40.8	41.6	42.5	43.7	45.1	50.2
Gearing, %	-10.1	-3.7	-8.8	3.1	1.4	-1.9	-10.9

Commercial Services & Supplies/Finland, April 26, 2024
Company update

COMPANY DESCRIPTION: Dovre Group is a global provider of project management services. The Group's parent Dovre Group Plc is domiciled in Finland and is listed on Nasdaq Helsinki (symbol DOV1V).
Dovre Group has three business areas: Project Personnel, Consulting and Renewable Energy.

INVESTMENT CASE: The three segments' organic development has been strong in recent years, while outlook for the key markets, namely the Norwegian oil and gas industry, the Norwegian public sector and the Finnish wind power construction market, remains favorable in the short and long-term. We believe Dovre is therefore likely to reach a healthy 5% organic CAGR in the coming years, which would also help EBIT margin to improve to around 5%.

OWNERSHIP STRUCTURE	SHARES	EURm	%
ETRA CAPITAL OY	19,000,000	6.137	17.9%
JOENSUUN KAUPPA JA KONE OY	11,482,391	3.709	10.8%
KOSKELO ILARI	6,155,000	1.988	5.8%
SKANDINAVISKA ENSKILDA BANKEN AB (PUBL) HELSINKI BRANCH	3,465,513	1.119	3.3%
SIIK SEPPO SAKARI	2,094,015	0.676	2.0%
K22 FINANCE OY	2,000,000	0.646	1.9%
MÄKELÄ PEKKA MIKAEL	1,775,713	0.574	1.7%
PAASI KARI	1,750,000	0.565	1.7%
SIIK RAUNI MARJUT	1,584,885	0.512	1.5%
KAKKONEN KARI HEIKKI ILMARI	1,500,000	0.484	1.4%
Ten largest	50,807,517	16.411	48%
Residual	55,152,483	17.814	52%
Total	105,960,000	34.225	100%

EARNINGS CALENDAR

August 15, 2024

Q2 report

October 24, 2024

Q3 report

OTHER EVENTS**COMPANY MISCELLANEOUS**

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Tel: +358 20 436 2000

IR:

DEFINITIONS

P/E	$\frac{\text{Price per share}}{\text{Earnings per share}}$	EPS	$\frac{\text{Profit before extraord. items and taxes} - \text{income taxes} + \text{minority interest}}{\text{Number of shares}}$
P/BV	$\frac{\text{Price per share}}{\text{Shareholders' equity} + \text{taxed provisions per share}}$	DPS	Dividend for the financial period per share
Market cap	Price per share * Number of shares	OCF (Operating cash flow)	EBITDA – Net financial items – Taxes – Increase in working capital – Cash NRIs ± Other adjustments
EV (Enterprise value)	Market cap + net debt + minority interest at market value – share of associated companies at market value	FCF (Free cash flow)	Operating cash flow – operative CAPEX – acquisitions + divestments
EV/Sales	$\frac{\text{Enterprise value}}{\text{Sales}}$	FCF yield, %	$\frac{\text{Free cash flow}}{\text{Market cap}}$
EV/EBITDA	$\frac{\text{Enterprise value}}{\text{Earnings before interest, tax, depreciation and amortization}}$	Operative CAPEX/sales	$\frac{\text{Capital expenditure} - \text{divestments} - \text{acquisitions}}{\text{Sales}}$
EV/EBIT	$\frac{\text{Enterprise value}}{\text{Operating profit}}$	Net working capital	Current assets – current liabilities
Net debt	Interest bearing debt – financial assets	Capital employed/Share	$\frac{\text{Total assets} - \text{non-interest bearing debt}}{\text{Number of shares}}$
Total assets	Balance sheet total	Gearing	$\frac{\text{Net debt}}{\text{Equity}}$
Div yield, %	$\frac{\text{Dividend per share}}{\text{Price per share}}$	Debt/Equity, %	$\frac{\text{Interest bearing debt}}{\text{Shareholders' equity} + \text{minority interest} + \text{taxed provisions}}$
Payout ratio, %	$\frac{\text{Total dividends}}{\text{Earnings before extraordinary items and taxes} - \text{income taxes} + \text{minority interest}}$	Equity ratio, %	$\frac{\text{Shareholders' equity} + \text{minority interest} + \text{taxed provisions}}{\text{Total assets} - \text{interest-free loans}}$
ROCE, %	$\frac{\text{Profit before extraordinary items} + \text{interest expenses} + \text{other financial costs}}{\text{Balance sheet total} - \text{non-interest bearing debt (average)}}$	CAGR, %	Cumulative annual growth rate = Average growth per year

<p>ROE, %</p> $\frac{\text{Profit before extraordinary items and taxes - income taxes}}{\text{Shareholder's equity + minority interest + taxed provisions (average)}}$	
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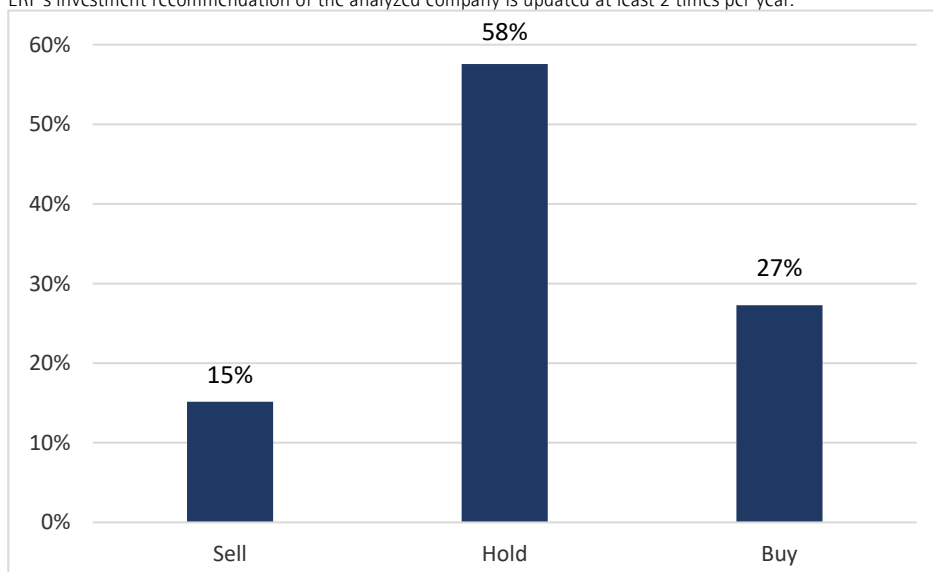
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Investment recommendations are defined as follows:

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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