

## Double-digit beats

**All three main segments beat our Q4-24/25 EBIT estimates by double-digits resulting in the second highest full-year EBIT in the company's history. The 2024/25 EBITDA was above the upped guidance and our forecast. We are encouraged by the seemingly lower volatility in grain trading profits. Our SOTP valuation indicate significant upside.**

### Significantly above forecast

All core segments beat our Q4-24/25 EBIT forecast (Partners for Farmers 451% above, Food products 101% above, Farming 61% above). The 2024/25 EBITDA of EUR 111m was above the recently upped guidance (80-100m) and our EUR 94m estimate. Management stays humble and resume the old guidance (70-90m) while we forecast EUR 102-109m in the forecast period 2025/26-2027/28.

### Lower trading volatility

The past six quarters, the gross profit standard deviation has decreased to EUR 3.1m from EUR 8.1m in the prior six quarters, while the average gross profit has increased to EUR 5.0m from EUR 3.5m. We believe the lower volatility is positive for Akola's equity risk profile.

### Fair value raised

We raise our Base case Fair value to EUR 1.79/shr. (prev. 1.77). Assuming the Food peer EV/EBIT of 13.6x, the Food segment motivates more than the whole Akola market cap. The EV/EBIT 2025 peer discount is 46%. The valuation is compelling despite lower profit estimates this vs. last year.

### Key figures (MEUR)

	2024	2025	2026E	2027E	2028E
Net sales	1,506.2	1,580.3	1,675.1	1,769.4	1,871.4
Net sales growth	-24.7%	4.9%	6.0%	5.6%	5.8%
EBITDA	73.5	111.5	101.9	105.5	108.9
EBITDA margin	4.9%	7.1%	6.1%	6.0%	5.8%
EBIT	46.1	80.3	69.9	71.8	73.7
EBIT margin	3.1%	5.1%	4.2%	4.1%	3.9%
EV/Sales	0.3	0.4	0.4	0.4	0.4
EV/EBITDA	6.9	5.8	6.5	6.3	6.1
EV/EBIT	11.1	8.0	9.5	9.3	8.9
P/E adj.	9.0	4.4	6.5	6.5	6.4
P/BV	0.7	0.7	0.7	0.6	0.6
EPS	0.13	0.34	0.23	0.23	0.24
EPS growth	82.96%	157.29%	-30.81%	0.54%	1.01%
Div. per share	0.03	0.07	0.05	0.05	0.05
Dividend yield	2.54%	4.46%	3.08%	3.10%	3.13%

Source: Company data, Enlight Research estimates

### Fair value range (EUR)

Bull (term. EBIT marg. 4.5%)	2.29
Base (term. EBIT marg. 4.0%)	1.79
Bear (term. EBIT marg. 3.5%)	1.29

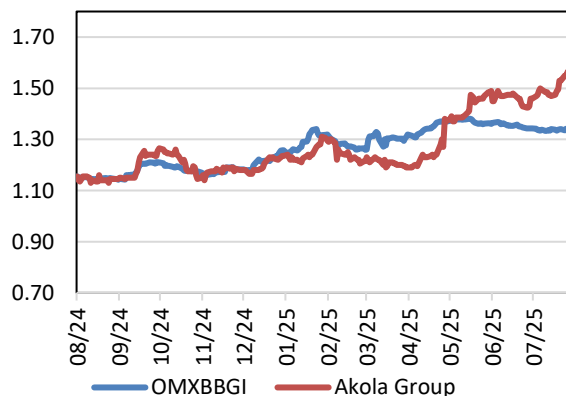
### Key Data

Price (EUR)	1.52
Ticker	AKO1L
Country	Lithuania
Listed	Vilnius (Lithuania)

Market Cap (EURm)	254
Net debt (EURm)*	395

Shares (m)	167.2
Free float	20%

\*End of current forecast year estimate



### Price range

52-week high	1.57
52-week low	1.13

### Analyst

ResearchTeam@enlightresearch.net

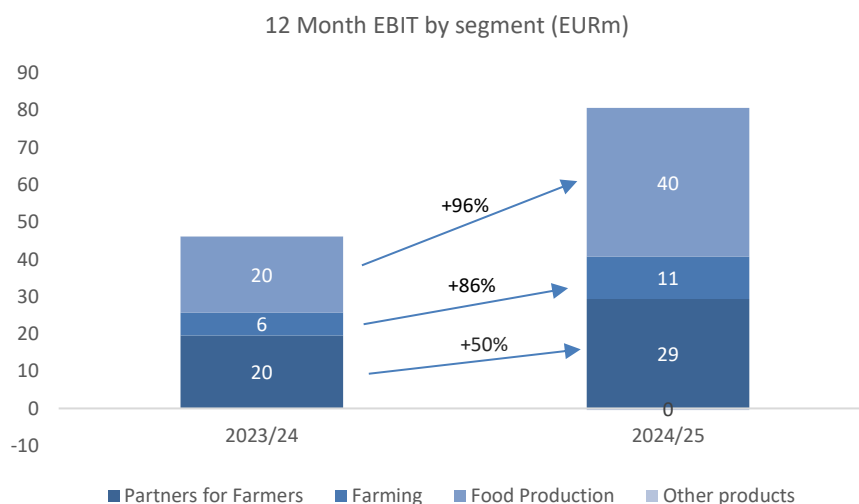
### Coverage frequency

4x per year

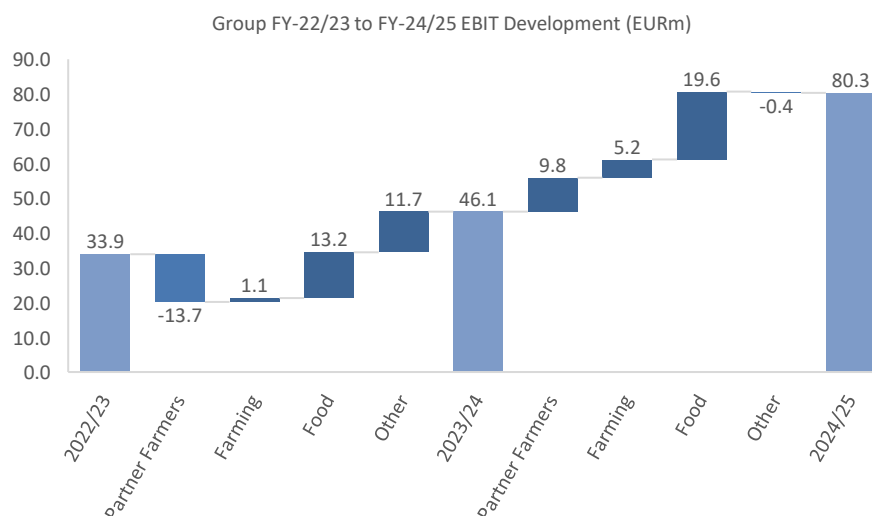
## Key takeaways

### Double-digit beats by core segments

The two largest core segments (Partners for Farmers, Food products) beat our estimates by a wide margin. The Partners for Farmers segment Q4-24/25 EBIT was 451% or EUR 7.0m above forecast (EUR 8.6m vs. est. 1.6m), while the Food products EBIT was 101% or EUR 7.5m above forecast (EUR 15.0 vs. est. 7.5m). In addition, the Farming segment beat our Q4-24/25 forecast by 61% or EUR 3.8m. The much smaller non-core Other products segment came in EUR 0.5m below forecast. The Q4-24/25 Group EBIT of EUR 33.2m was 116% or EUR 17.8m above our EUR 15.4m estimate. The Full-year 2024/25 EBIT grew 74% to EUR 80m from EUR 46m driven by the Partners for Farming (+96%), the Food production (+50%) and the Farming (+86%) segment. This is the second year in a row with an impressive Group EBIT growth and marks the second best result in the company's history (only after the abnormally strong 2021/22 EBIT of EUR 103m). The Full-year 2024/25 EPS growth was 153%.



Source: Company reports

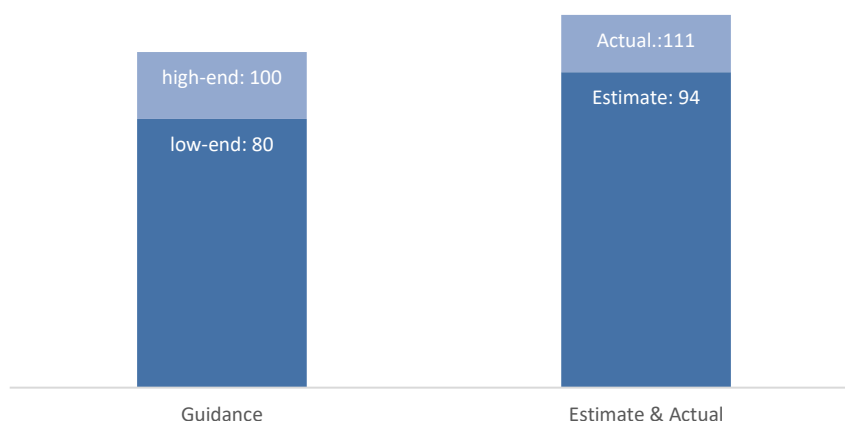


Source: Company reports

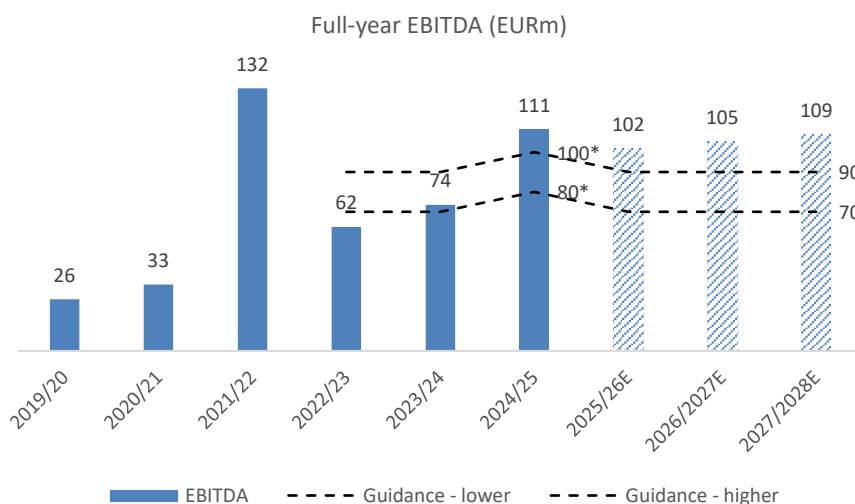
### Upped guidance exceeded but management stays humble

On 9 June 2025, following its strong 9M-24/25 report, management temporarily raised its normalised annual EBITDA guided range to EUR 80-100m from EUR 70-90m. The reported full-year 2024/25 EBITDA of EUR 111m was 11% of EUR 11m above the upped guidance and 18% or EUR 17m above our forecast of EUR 94m. Management stays humble and reiterates the old EBITDA guidance of EUR 70-90m for this and coming years. We stick our neck out (we could be wrong) and forecast an EBITDA of EUR 102m this fiscal year, EUR 105m next fiscal year, and EUR 109m in 2027/28E.

2024/25 EBITDA Guidance vs. Actual & Forecast (EURm)



Source: Company (guidance, historical), Enlight Research (estimate)

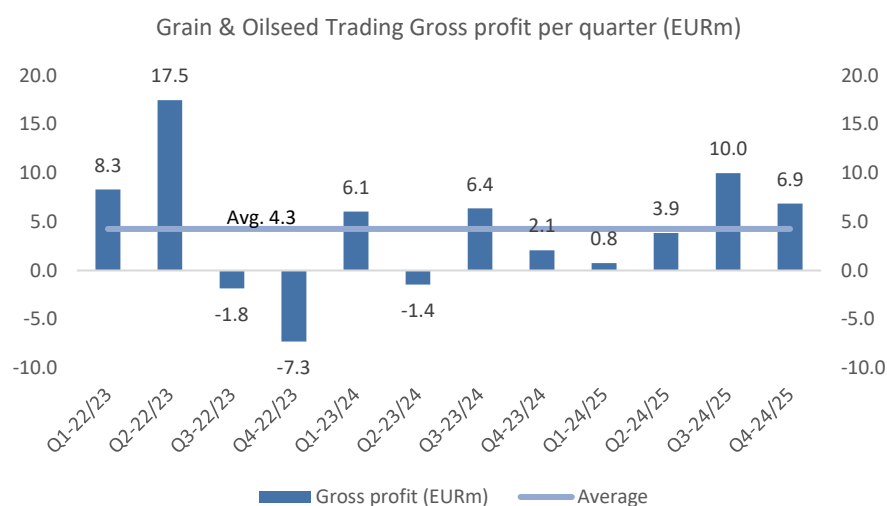


Source: Company (guidance, historical), Enlight Research (estimate)

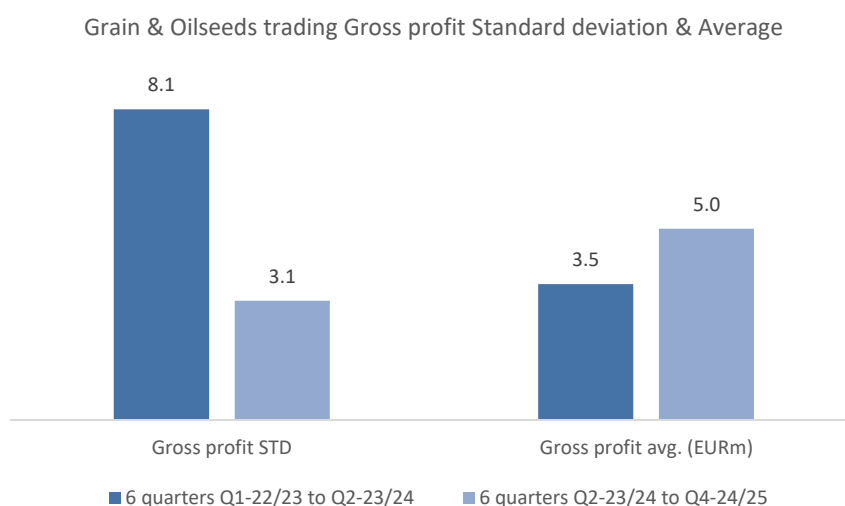
### Lower grain trading volatility

Following two “weakish” fiscal years (2022/23, 2023/24) for Grain & Oilseed trading with a gross profit of EUR 13-17m, the 2024/25 Gross profit was back to what we believe are normal levels of EUR 20-22m (also mentioned as normal level by management in the webinar). Perhaps more importantly, it seems like the volatility of the gross profit has decreased. In the last six quarters (Q3-23/24 to Q4-24/25), the Gross profit standard deviation was EUR 3.1m, which can be compared to the six

quarters (Q1-22/23 to Q2-23/24) prior to this period's standard deviation of EUR 8.1m. Furthermore, the average quarterly Gross profit for these periods has increased from EUR 3.5m to EUR 5.0m. Also worth noting is that the Grain & Oilseeds trading has posted six profitable quarters in a row vs. the six quarters prior to this period when three out of six quarters were loss making. Trading operations are always hard to forecast but, in our view, the expected return and volatility has improved during the last 1.5 years.



Source: Company reports

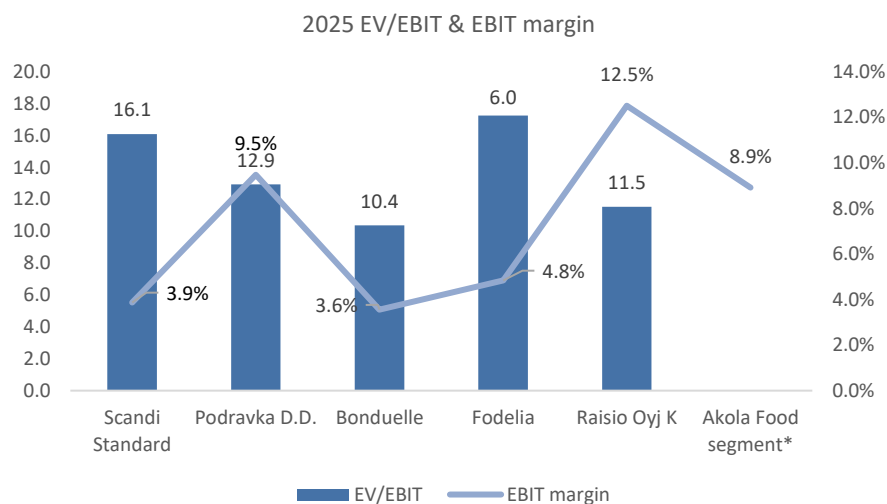


Source: Enlight Research (estimate based on reported figures)

### Food segment's estimated value above the whole market capitalization

The Food peers trade at an average 2025 EV/EBIT of 13.6x. Applying an EV/EBIT of 13.6x to the reported 2024/25 Akola Food segment EBIT of EUR 40.0m, implies an EV of EUR 545m. Assuming 50% of the reported end of FY 2024/25 Group Net debt of EUR 378m i.e., EUR 189m can be attributed to the Food segment, the implied Food segment market cap is EUR 356m. This is EUR 102m above the whole Akola Group's market cap of EUR 254m (implies that the other segments have zero or even negative value). Akola Group's EV/EBIT 2025 of 8.0x corresponds to a 46% discount to the peer

average of 14.9x. Our simulation reveals a significant share price potential if Akola Group's Food production segment was appreciated by investors. One way to achieve this could be a separate listing of the Food production operations.



Source: Company (historical), Enlight Research (estimates)

\*Akola Food segment EV/EBIT not available as it is part of Akola Group

Food segment implied Market Cap		(EURm)
Akola Food segment 2025 EBIT (EURm)		40.0
Akola Food segment EV at 13.6x EBIT		545
Less 50% Group Net debt 2025E		189
<b>Akola Food implied segment Market Cap</b>		<b>356</b>
Akola Group Market Cap		254
Implied Market Cap Non-Food segments		-102

Source: Enlight Research (estimates)

#### Akola Group peer valuation

Company	Ticker	Ccy	Price (last)	Mcap (m) (last)	EV/EBITDA 2024	EV/EBITDA 2025	EV/EBITDA 2026E	EV/EBITDA 2027E	EV/EBIT 2024	EV/EBIT 2025	EV/EBIT 2026E	EV/EBIT 2027E
Scandi Standard	SCST	SEK	98.1	6,409	9.3	8.9	8.0	7.4	17.1	16.1	14.1	12.1
Orior AG	ORON	CHF	15.34	100	12.2	7.5	6.9	6.4	neg.	27.2	20.7	17.1
Fodelia	FODELIA	EUR	5.34	43	9.2	9.9	7.9	7.0	na	17.3	12.6	10.6
Raisio Oyj K	RAIVV	EUR	2.57	405	9.9	8.7	8.1	7.7	14.1	11.5	10.8	10.1
Adecoagro	AGRO	USD	8.78	879	2.9	3.1	2.9	3.0	5.7	6.6	6.1	6.8
Bonduelle	BON	EUR	8.29	266	5.2	5.0	4.8	4.5	10.8	10.4	9.0	8.3
<b>Average</b>					<b>8.1</b>	<b>7.2</b>	<b>6.4</b>	<b>6.0</b>	<b>11.9</b>	<b>14.9</b>	<b>12.2</b>	<b>10.8</b>
Akola Group	AKO1L	EUR	1.54	257	6.9	5.8	6.6	6.4	11.1	8.0	9.6	9.4

Source: MarketScreener, Enlight Research (Akola Group), share prices on 25 Aug. 25, 2025

## Valuation

### DCF valuation

Our Base case DCF Fair value per share is raised slightly to EUR 1.79 (prev. 1.77), which implies an upside around 18%. Our Bear and Bull case Fair value per share is EUR 1.29 (prev. 1.27), and EUR 2.29 (prev. 2.27), respectively. The only difference between our different scenarios is the assumed terminal EBIT margin (4.0% in Base case), which is 3.5% for our Bear case and 4.5% for our Bull case. Worth noting is that we have raised our terminal EBIT margin assumption by 0.5 percentage points for all scenarios. See below table for DCF value sensitivity to different parameters.

DCF Valuation Scenarios	Bear	Base	Bull
WACC	8.8%	8.8%	8.8%
Terminal sales growth	3.0%	3.0%	3.0%
Terminal EBIT margin	3.5%	4.0%	4.5%
Fair Value per share (EUR)	1.29	1.79	2.29
Upside/Downside	-15%	18%	51%
Last price (EUR)	1.52	1.52	1.52

Source: Enlight Research

Sensitivity parameters	Base case	Step	Test values & Results										
<b>Equity beta</b>	1.10	0.10	0.60	0.70	0.80	0.90	1.00	<b>1.10</b>	1.20	1.30	1.40	1.50	1.60
<i>Fair value (DCF)</i>	1.79		2.97	2.69	2.43	2.20	1.99	<b>1.79</b>	1.62	1.45	1.30	1.16	1.03
<b>Target debt ratio*</b>	48.0 %	3.0 %	33%	36%	39%	42%	45%	<b>48%</b>	51%	54%	57%	60%	63%
<i>Fair value (DCF)</i>	1.79		0.99	1.13	1.27	1.43	1.61	<b>1.79</b>	2.00	2.22	2.47	2.75	3.06
<b>Risk-free IR</b>	3.5 %	0.5 %	1.0 %	1.5 %	2.0 %	2.5 %	3.0 %	<b>3.5 %</b>	4.0 %	4.5 %	5.0 %	5.5 %	6.0 %
<i>Fair value (DCF)</i>	1.79		3.05	2.74	2.47	2.22	2.00	<b>1.79</b>	1.61	1.44	1.28	1.13	1.00

Source: Enlight Research, \*Debt/(Debt + Equity)

## Estimate deviations

The Q4-24/25 Sales was 4.6% or EUR 18.1m above our forecast. The Q4-24/25 Gross profit was 51.6% or EUR 22.2m above forecast as both sales and costs were better than estimated. The Q4-24/25 Operating profit of EUR 17.8m was 116% or EUR 17.8m above our EUR 15.4m forecast. The Q4-24/25 Pre-tax profit was 185% or EUR 19.2m above estimate, while the Net profit to shareholders was 279% above (EUR 28.4m vs. est. EUR 7.5m).

Group deviations P&L	Q4-24/25 Estimate	Q4-24/25 Actual	Difference	
			EURm	%
Total Sales	396.4	414.4	18.1	4.6%
Cost of sales	-353.3	-349.2	4.2	-1.2%
<b>Gross profit</b>	<b>43.1</b>	<b>65.3</b>	<b>22.2</b>	<b>51.6%</b>
Operating expenses	-31.4	-32.2	-0.8	2.5%
Other income	3.3	3.9	0.6	16.8%
Other expenses	0.4	-3.8	-4.2	-995.0%
<b>Operating profit</b>	<b>15.4</b>	<b>33.2</b>	<b>17.8</b>	<b>115.7%</b>
<i>Financial net</i>	<i>-5.0</i>	<i>-3.6</i>	<i>1.4</i>	<i>-28.8%</i>
<b>Pre-tax profit</b>	<b>10.4</b>	<b>29.6</b>	<b>19.2</b>	<b>185.3%</b>
Tax	-2.1	1.2	3.3	-157.4%
<b>Net profit</b>	<b>8.3</b>	<b>30.8</b>	<b>22.5</b>	<b>270.9%</b>
Other adjustments	0.0	0.0	0.0	#DIV/0!
<b>Net profit after adj.</b>	<b>8.3</b>	<b>30.8</b>	<b>22.5</b>	<b>270.9%</b>
Minority	-0.8	-2.4	-1.6	198.5%
<b>Net profit to shr holders</b>	<b>7.5</b>	<b>28.4</b>	<b>20.9</b>	<b>278.6%</b>
Depreciation	7.0	7.1	0.1	1.5%
<b>EBITDA</b>	<b>22.4</b>	<b>40.3</b>	<b>17.9</b>	<b>80.0%</b>

	Q4-24/25 Estimate	Q4-24/25 Actual	Difference	
Revenue growth			EURm	%-pts
Total sales y-on-y	10.7%	15.7%	na	5.0

	Q4-24/25 Estimate	Q4-24/25 Actual	Difference	
Margins			EURm	%-pts
Gross margin	10.9%	15.8%	na	4.9
EBITDA margin	5.6%	9.7%	na	4.1
Operating margin	3.9%	8.0%	na	4.1
Pre-tax margin	2.6%	7.1%	na	4.5
Net margin	2.1%	7.4%	na	5.3

Source: Company reports, Enlight Research

## Estimate changes

We lower our sales slightly by 2.8% for this and next Fiscal Year. Our EBITDA is raised by 0.6% for this fiscal year and lowered by 2.8% for next fiscal year. The EBIT is raised by 15.0% for this fiscal year, and 10.5% for next fiscal year while the Net profit is raised by 8.6% for this fiscal year and 0.5% for next fiscal year. Our dividend estimate (yet to be declared) is raised by EUR 0.03/shr. to EUR 0.07/shr., which is in-line with the dividend policy to payout at least 20% of net profit. Our dividend estimates for this, and next fiscal year is unchanged at EUR 0.05/shr.

### Group estimate changes

Sales (EURm)	2024/25	2025/26E	2026/2027E	2027/2028E
Old estimate	na	1,723	1,820	na
New estimate	na	1,675	1,769	1,871
Change	na	-48	-51	na
Change (pct)	na	-2.8%	-2.8%	na

EBITDA (EURm)	2024/25	2025/26E	2026/2027E	2027/2028E
Old estimate	na	101.4	108.4	na
New estimate	na	101.9	105.5	108.9
Change	na	0.6	-2.9	na
Change (pct)	na	0.6%	-2.7%	na

EBIT (EURm)	2024/25	2025/26E	2026/2027E	2027/2028E
Old estimate	na	60.8	64.9	na
New estimate	na	69.9	71.8	73.7
Change	na	9.1	6.8	na
Change (pct)	na	15.0%	10.5%	na

Pre-tax Profit (EURm)	2024/25	2025/26E	2026/2027E	2027/2028E
Old estimate	na	46.4	50.2	na
New estimate	na	53.9	54.4	55.1
Change	na	7.5	4.2	na
Change (pct)	na	16.2%	8.4%	na

Net profit (EURm)	2024/25	2025/26E	2026/2027E	2027/2028E
Old estimate	na	35.9	39.1	na
New estimate	na	39.0	39.3	39.7
Change	na	3.1	0.2	na
Change (pct)	na	8.6%	0.5%	na

EPS (EUR)	2024/25	2025/26E	2026/2027E	2027/2028E
Old estimate	na	0.21	0.23	na
New estimate	na	0.23	0.23	0.24
Change	na	0.02	0.00	na
Change (pct)	na	9.0%	0.8%	na

Dividend (EUR)	2024/25	2025/26E	2026/2027E	2027/2028E
Old estimate	0.04	0.04	0.05	na
New estimate	0.07	0.05	0.05	0.05
Change	0.03	0.00	0.00	na
Change (pct)	59.4%	9.0%	0.8%	na

Source: Enlight Research



## Forecast

## INCOME STATEMENT

(EURm)	Q1-24/25	Q2-24/25	Q3-24/25	Q4-24/25	Q1-25/26E	Q2-25/26E	Q3-25/26E	Q4-25/26E	2024/25	2025/26E	026/2027E	027/2028E
Revenues	384	406	404	414	413	410	403	450	1,580	1,675	1,769	1,871
Cost of sales	-340	-364	-356	-349	-367	-365	-358	-396	-1,385	-1,486	-1,571	-1,664
<b>Gross profit</b>	<b>44</b>	<b>43</b>	<b>48</b>	<b>65</b>	<b>46</b>	<b>45</b>	<b>44</b>	<b>54</b>	<b>196</b>	<b>189</b>	<b>198</b>	<b>208</b>
Operating expenses	-26	-29	-28	-32	-30	-29	-29	-32	-116	-121	-127	-135
Other income	2	1	1	4	2	2	2	2	8	7	7	7
Other expenses	-2	0	-2	-4	-2	-2	-2	-1	-8	-5	-6	-7
<b>Operating profit</b>	<b>19</b>	<b>14</b>	<b>18</b>	<b>33</b>	<b>16</b>	<b>16</b>	<b>15</b>	<b>23</b>	<b>80</b>	<b>70</b>	<b>72</b>	<b>74</b>
Financial net	-5	-3	-5	-4	-4	-4	-4	-4	-17	-16	-17	-19
<b>Pre-tax profit</b>	<b>14</b>	<b>11</b>	<b>13</b>	<b>30</b>	<b>12</b>	<b>12</b>	<b>11</b>	<b>19</b>	<b>63</b>	<b>54</b>	<b>54</b>	<b>55</b>
Tax	-1	-1	-1	1	0	0	0	-8	-1	-8	-8	-8
Minority	-1	-1	-1	-2	-1	-1	-1	-2	-6	-7	-7	-7
<b>Net profit</b>	<b>11</b>	<b>9</b>	<b>11</b>	<b>28</b>	<b>11</b>	<b>10</b>	<b>10</b>	<b>8</b>	<b>56</b>	<b>39</b>	<b>39</b>	<b>40</b>
Depreciation	8	7	5	7	8	8	8	8	31	32	34	35
<b>EBITDA</b>	<b>27</b>	<b>21</b>	<b>23</b>	<b>40</b>	<b>24</b>	<b>24</b>	<b>23</b>	<b>31</b>	<b>111</b>	<b>102</b>	<b>105</b>	<b>109</b>

Growth	Q1-24/25	Q2-24/25	Q3-24/25	Q4-24/25	Q1-25/26E	Q2-25/26E	Q3-25/26E	Q4-25/26E	2024/25	2025/26E	026/2027E	027/2028E
Revenues y-on-y	-8.7%	20.1%	3.9%	15.7%	7.4%	0.8%	-0.4%	8.6%	4.9%	6.0%	5.6%	5.8%

Margins	Q1-24/25	Q2-24/25	Q3-24/25	Q4-24/25	Q1-25/26E	Q2-25/26E	Q3-25/26E	Q4-25/26E	2024/25	2025/26E	026/2027E	027/2028E
Gross profit margin	11.5%	10.5%	11.8%	15.8%	11.1%	11.0%	11.0%	12.0%	12.4%	11.3%	11.2%	11.1%
EBITDA margin	7.0%	5.2%	5.7%	9.7%	5.9%	5.8%	5.8%	6.8%	7.1%	6.1%	6.0%	5.8%
Operating profit margin	4.9%	3.5%	4.5%	8.0%	3.9%	3.8%	3.8%	5.0%	5.1%	4.2%	4.1%	3.9%
Pre-tax profit margin	3.6%	2.8%	3.3%	7.1%	3.0%	2.9%	2.8%	4.1%	4.0%	3.2%	3.1%	2.9%
Net profit margin	2.9%	2.2%	2.8%	6.9%	2.6%	2.5%	2.5%	1.8%	3.6%	2.3%	2.2%	2.1%

Source: Company reports (historic), Enlight Research (estimates)

## **Risk factors**

Below risk factors are not a complete list of risks related to Akola Group, but rather a list of risks that we view as the most important to highlight given the current environment. For examples of additional risks, we recommend reading the Company's Annual Reports.

### **Livestock**

The risk of a severe animal disease is not factored into our estimates. If one of Akola Group's poultry or dairy farms is hit by a severe animal disease, our estimates will most likely have to be adjusted downwards.

### **Share liquidity**

The low free float of 20% means the liquidity in the share is lower relative to most similar sized companies. We would welcome a distribution from the main shareholders in order increase the share liquidity and thereby lower the risk in the share.

### **Russia – Ukraine risk**

The company managed to sell 3 out of 4 companies in Russia and Belarus, therefore limiting the geopolitical risk. The main challenge is to replace goods previously supplied from Russia and Belarus.

### **Weather dependent**

Most of Akola Group's segments are dependent on the weather, which is inherently hard to predict. A good harvest (favourable weather) is positive for the Partners for Farmers and Farming segments and vice versa. The grain trading operations (part of Partners for Farmers segment) is also dependent on the weather, but it is not always the case that a good harvest is favourable.

### **Grain trading volumes**

Our forecast assumes a pick-up in the Grain trading volume in the second half of the fiscal year. If this does not materialize, our forecast is most likely too high.

Page | 11

<b>P/E</b>	$\frac{\text{Price per share}}{\text{Earnings per share}}$	<b>EPS</b>	$\frac{\text{Profit before extraordinary items and taxes} - \text{income taxes} + \text{minority interest}}{\text{Number of shares}}$
<b>P/Sales</b>	$\frac{\text{Market cap}}{\text{Sales}}$	<b>DPS</b>	Dividend for financial period per share
<b>P/BV</b>	$\frac{\text{Price per share}}{\text{Shareholders' equity} + \text{taxed provisions per share}}$	<b>CEPS</b>	$\frac{\text{Gross cash flow from operations}}{\text{Number of shares}}$
<b>P/CF</b>	$\frac{\text{Price per share}}{\text{Operating cash flow per share}}$	<b>EV/Share</b>	$\frac{\text{Enterprise value}}{\text{Number of shares}}$
<b>EV (Enterprise value)</b>	Market cap + Net debt + Minority interest at market value – share of associated companies at market value	<b>Sales/Share</b>	$\frac{\text{Sales}}{\text{Number of shares}}$
<b>Net debt</b>	Interest-bearing debt – financial assets	<b>EBITDA/Share</b>	$\frac{\text{Earnings before interest, tax, depreciation and amortization}}{\text{Number of shares}}$
<b>EV/Sales</b>	$\frac{\text{Enterprise value}}{\text{Sales}}$	<b>EBIT/Share</b>	$\frac{\text{Operating profit}}{\text{Number of shares}}$
<b>EV/EBITDA</b>	$\frac{\text{Enterprise value}}{\text{Earnings before interest, tax, depreciation and amortization}}$	<b>EAFF/Share</b>	$\frac{\text{Pre-tax profit}}{\text{Number of shares}}$
<b>EV/EBIT</b>	$\frac{\text{Enterprise value}}{\text{Operating profit}}$	<b>Capital employed/Share</b>	$\frac{\text{Total assets} - \text{non-interest-bearing debt}}{\text{Number of shares}}$
<b>Div yield, %</b>	$\frac{\text{Dividend per share}}{\text{Price per share}}$	<b>Total assets</b>	Balance sheet total
<b>Payout ratio, %</b>	$\frac{\text{Total dividends}}{\text{Earnings before extraordinary items and taxes} - \text{income taxes} + \text{minority interest}}$	<b>Interest coverage (x)</b>	$\frac{\text{Operating profit}}{\text{Financial items}}$
<b>Net cash/Share</b>	$\frac{\text{Financial assets} - \text{interest-bearing debt}}{\text{Number of shares}}$	<b>Asset turnover (x)</b>	$\frac{\text{Turnover}}{\text{Balance sheet total (average)}}$
<b>ROA, %</b>	$\frac{\text{Operating profit} + \text{financial income} + \text{extraordinary items}}{\text{Balance sheet total} - \text{interest-free short-term debt} - \text{long-term advances received and accounts payable (average)}}$	<b>Debt/Equity, %</b>	$\frac{\text{Interest-bearing debt}}{\text{Shareholders' equity} + \text{minority interest} + \text{taxed provisions}}$
<b>ROCE, %</b>	$\frac{\text{Profit before extraordinary items} + \text{interest expenses} + \text{other financial costs}}{\text{Balance sheet total} - \text{non-interest-bearing debt (average)}}$	<b>Equity ratio, %</b>	$\frac{\text{Shareholders' equity} + \text{minority interest} + \text{taxed provisions}}{\text{Total assets} - \text{interest-free loans}}$
<b>ROE, %</b>	$\frac{\text{Profit before extraordinary items} - \text{income taxes}}{\text{Shareholders' equity} + \text{minority interest} + \text{taxed provisions (average)}}$	<b>CAGR, %</b>	Cumulative annual growth rate = Average growth rate per year

## Disclaimer

Enlight Research OÜ's main valuation methods are discounted cash flow valuation and peer valuation with common multiples such as Price to Earnings, Enterprise Value to EBITDA, dividend yield etc. Aforementioned methods are used to estimate a company's fair value according to the following three scenarios: Bull (positive), Base (main scenario), and Bear (negative).

This report is commissioned by the company covered in this report which means Enlight Research OÜ receives compensation to write research on the company. The compensation is pre-determined and does not depend on the content in the report. This report is not to be considered investment research under MiFID regulations. Enlight Research OÜ does not issue investment recommendations or advice.

This report is for informational purposes only i.e. it should not be considered as an offer to sell or buy. Investors are encouraged to make their own research and not rely solely on this report when making their investment decisions. The decision to invest or not to invest is fully the responsibility of the investor i.e. Enlight Research OÜ takes no responsibility nor gives any guarantees with regards to investment decisions made by investors. Investing in equities entails risk e.g. the price of an equity decreases. Past performance is not a guarantee for future performance.

This report is based on information and sources that Enlight Research OÜ deemed to be reliable. However, Enlight Research OÜ cannot guarantee the accuracy or completeness of the information. All forward-looking statements and financial forecasts entail uncertainty and are subject to change without notice. Enlight Research OÜ accept no liability for any loss or damage resulting from the use of this report.

The analyst(s) writing this report own shares in the company in this report: Yes

The analyst(s) responsible for this report are not allowed to trade in any financial instruments of the company in this report until after the analyst report has been published, or if other conflict of interest exist e.g., advisory related.

Investors should assume that Enlight Research OÜ is seeking, or is performing, or have performed advisory services or other revenue generating services for the company in this report. An analyst's compensation is never directly related to advisory projects. An analyst working on advisory projects will be taken over the "Chinese wall" as soon as relevant regulations and/or guidelines require this.

The document may not be copied, reproduced, distributed, or published to physical or legal entities that are citizens of or domiciled in any country where relevant laws and/or regulations prohibit this.

This report may not be copied, reproduced, distributed, or published other than for personal reasons without written permission by Enlight Research OÜ. To apply for permission, send an email to below address:

ResearchTeam@enlightresearch.net

© Copyright 2019 Enlight Research OÜ



Follow us on:

Twitter X @ResearchEnlight

Instagram enlight\_research

Contact information

[ResearchTeam@EnlightResearch.net](mailto:ResearchTeam@EnlightResearch.net)