Equity Research - 1 March 2024 07:03 CET

ABG SUNDAL COLLIER

Copperstone Resources

Reason: Post-results comment

Permit verdict expected on 22 April

- Date of environmental permit announced: 22 April
- Est. Viscaria full run-rate EBITDA of SEK 1.4bn
- Mineral upgrade in Arvidsjaur, but mining is still far off

All eyes on environmental permit verdict on 22 April

The main hearing for Copperstone's environmental permit for Viscaria concluded on 21 February, and the company subsequently announced that a verdict is expected to be handed down on 22 April at 13:00 CET. If the verdict goes in Copperstone's favour, it has flagged for a high likelihood that the Sami villages of Laevas and Gabna will file an appeal, adding that appeals are the norm when it comes to mining permits. Copperstone has preemptively filed for a so-called "execution order", which if granted would allow the company to start some smaller investments in the Viscaria area while the appeals process is ongoing (such as draining water from the old mine).

Viscaria estimated full run-rate EBITDA of 1.4bn (sales 2.4bn)

We make no changes to our full run-rate estimates for Viscaria, expecting the mine to reach revenues and EBITDA of SEK 2.4bn and 1.4bn, respectively, by 2027. The key assumptions behind our estimates are: 1) a copper price of USD 9,000/t, an iron price of USD 100/t, a USD/SEK rate of 10.34, and a copper TC of USD 80/t concentrate.

~SEK 2bn mineral value added in Arvidsjaur, operations far off

On 28 February, Copperstone announced a mineral resource update for the Eva-deposit in Arvidsjaur, reporting new resources that on current prices have a value of ~SEK 2bn. Arvidsjaur consists of three deposits – Granliden, Svartliden, and Arvidsjaur – that following the mineral update now have a total value of ~SEK 25bn on current prices. Although Arvidsjaur is an exciting asset, we stress that any potential mining operation in the area is many years away; because of this, the asset accounts for roughly ~5% of Copperstone's fair value in our SOTP.

Commissioned research

Not rated

Metals & Mining

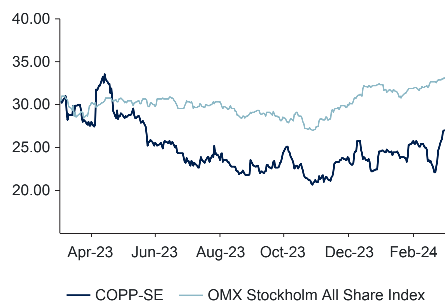
COPP-SE/COPP SS

Share price (SEK)	29/2/2024	27.00
Fair value range		30.0-42.0

MCap (SEKm)	2,432
MCap (EURm)	217
No. of shares (m)	90.1
Free float (%)	59.9
Av. daily volume (k)	179

Next event Q1 Report 7 May 2024

Performance



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SEKm	2022	2023	2024e	2025e	2026e
Sales	0	0	0	0	543
EBITDA	-15	-40	-65	-68	240
EBITDA margin (%)	--	--	--	--	44.1
EBIT adj.	-17	-43	-110	-158	150
EBIT adj. margin (%)	--	--	--	--	27.6
Pretax profit	-22	-30	-143	-220	86
EPS	-0.29	-0.33	-0.91	-1.40	0.55
EPS adj.	-0.24	-0.33	-0.91	-1.40	0.55
Sales growth (%)	--	--	--	--	--
EPS growth (%)	0.0	14.8	172.7	53.8	-139.2

Source: ABG Sundal Collier, Company Data

	2024e	2025e	2026e
P/E (x)	-29.6	-19.3	49.1
P/E adj. (x)	-29.6	-19.3	49.1
P/BVPS (x)	1.47	1.59	1.54
EV/EBITDA (x)	-48.6	-83.6	33.4
EV/EBIT adj. (x)	-28.8	-36.0	53.4
EV/sales (x)	--	--	14.75
ROE adj. (%)	-6.9	-7.9	3.2
Dividend yield (%)	0.0	0.0	0.0
FCF yield (%)	-23.0	-59.6	-55.1
Le. adj. FCF yld. (%)	-23.0	-59.6	-55.1
Net IB debt/EBITDA (x)	16.5	-21.4	15.8
Le. adj. ND/EBITDA (x)	16.6	-21.3	15.8

Disclosures and analyst certifications are located on pages 11-12 of this report.

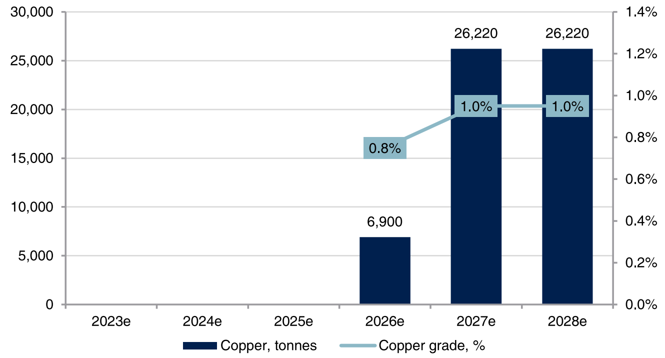
Company description

Copperstone Resources AB ("Copperstone") is a Swedish mineral exploration company. The company's flagship project is re-opening the Viscaria copper mine in the recognised mining district of Kiruna in Northern Sweden. Currently, the company is working on obtaining an environmental permit for the Viscaria mine, as well as making preparations for mining operations to commence. When operating at full capacity, the plan is for Viscaria to produce 30,000 tonnes of copper per annum, making it Sweden's second largest copper mine.

Risks

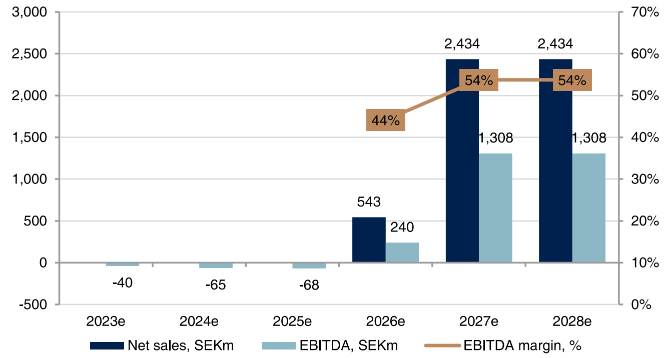
Weaker demand for Cu in the global market. Protracted process of obtaining acceptance from the land- and environmental permit. Higher than expected costs.

Copper production



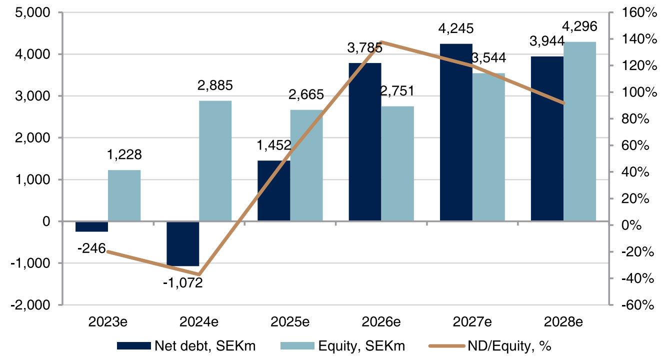
Source: ABG Sundal Collier estimates, company data

Net sales and EBITDA



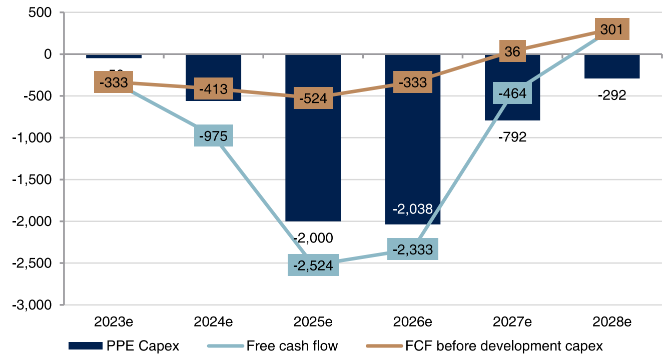
Source: ABG Sundal Collier estimates, company data

Net debt and equity



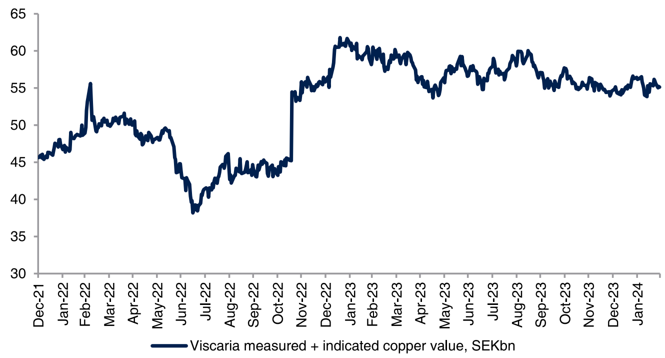
Source: ABG Sundal Collier estimates, company data

Capex and free cash flow



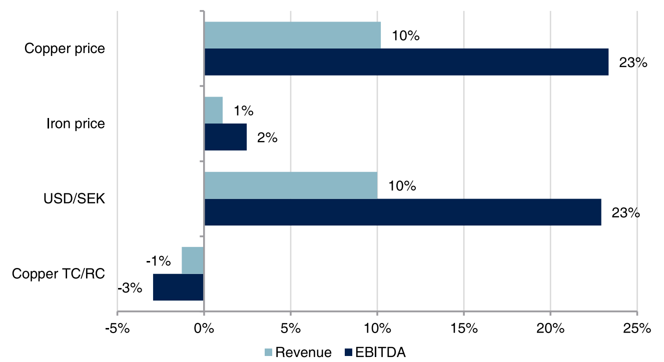
Source: ABG Sundal Collier estimates, company data

Value of measured+indicated copper in Viscaria



Source: ABG Sundal Collier, FactSet

Viscaria's estimated sensitivities



Source: ABG Sundal Collier, FactSet

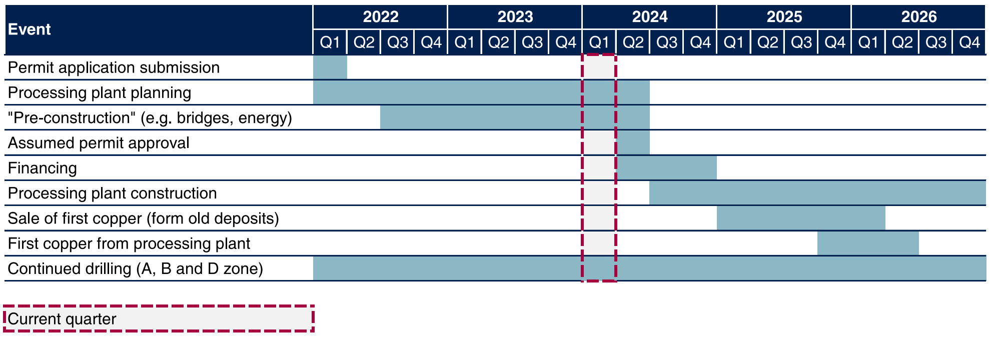
Viscaria project overview

At an annual production of 30,000 tonnes of copper per annum, Viscaria would be Sweden's second-largest copper mine after Boliden Aitik. The initial life-of-mine (LoM) plan stretches 15 years, but this does not cover all of Viscaria's current resources, nor does it account for further exploration, and as such the LoM will likely be significantly longer. We estimate an annual EBITDA of ~SEK 1.4bn from Viscaria once it is at its full run-rate, using a copper price assumption of USD 9,000/t, but note that a +/-10% change in the price should equal a roughly +/-22% effect on EBITDA. Before operations can begin, Copperstone needs to get an approved environmental permit, after which it also needs to secure financing for the required development capex.

Rough project timeline

There are some notable hurdles left to clear before mining operations can begin. First and foremost, the company is waiting to get its environmental permit approved by the Swedish courts. The permit application was submitted in Q1'22, has gone through a few rounds of feedback from authorities, and a main hearing has been held. The final decision on the permit es expected to come on 22 April at 13:00 CET, after which it there is a window for potential appeals. Copperstone must then also secure financing for its development capex needs, most of which is earmarked for building a processing plant that the company expects to be complete around YE'25/26, but in the meantime ore could still be milled and sold without being turned into concentrate. In fact, since Viscaria is a brownfield project, mining should be able to commence fairly quickly in the old open pits once the permit is secured, although for economic reasons the company may choose to wait with initial digging until its own processing plant is active.

Rough approximation of the Viscaria project timeline

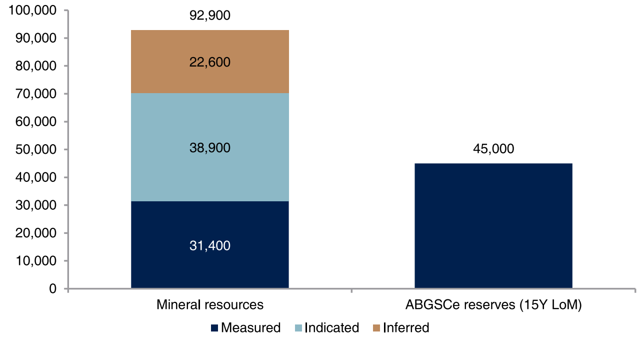


Source: ABG Sundal Collier, company data

15-year initial LoM, but potential is much greater

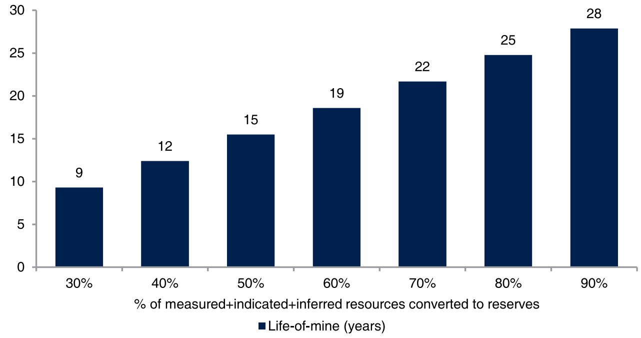
We have assumed an LoM of 15 years (at 3mt milled tonnage run-rate p.a.), in line with the company's released Viscaria mine plan that includes 45mt of resources converted to economically extractable reserves and mined over 15 years. However, given that the company sits on >90mt of mineral resources – a figure that has steadily grown thanks to successful exploration – we see good opportunities to further extend this plan. While the initial 15-year LoM plan assumes roughly ~50% of current resources converted to reserves, we note that conversion rates of 60%, 70% or 80% would yield an LoM of 19, 22 or 25 years, respectively. In addition to this, we expect exploration to continuously add to the current resources.

Current mineral resources and ABGSCe minable reserves, kt



Source: ABG Sundal Collier estimates, company data

Life-of-mine (years) at different reserve conversion rates (not including future exploration)



Source: ABG Sundal Collier estimates, company data

Full run-rate financials

According to company estimates, the cash cost should be roughly USD 3,900/t (including TC/RCs), putting it above the global median production cost. However, given the long-term median copper price premium to the marginal production cost of ~USD 1,800/t, we do not expect Viscaria to see profitability issues unless the price drops below ~USD 5,700, i.e. despite being in the upper half of the cash cost curve, Viscaria still has a healthy gap to the marginal producer.

Our key assumptions are a long-term copper price of USD 9,000/t, an iron price of USD 100/t, a USD/SEK rate of 10.34 and a copper TC of USD 80/t concentrate. On our estimates, Viscaria reaches 3mt annual milled tonnage by 2027 due to the underground operations taking longer than the open pits to ramp up. At full run-rate, we estimate total revenues from Viscaria of SEK 2.4bn (net of copper TC/RCs). Moreover, we expect full run-rate EBITDA and FCFF to be SEK 1.4bn and SEK 0.85bn per annum, respectively.

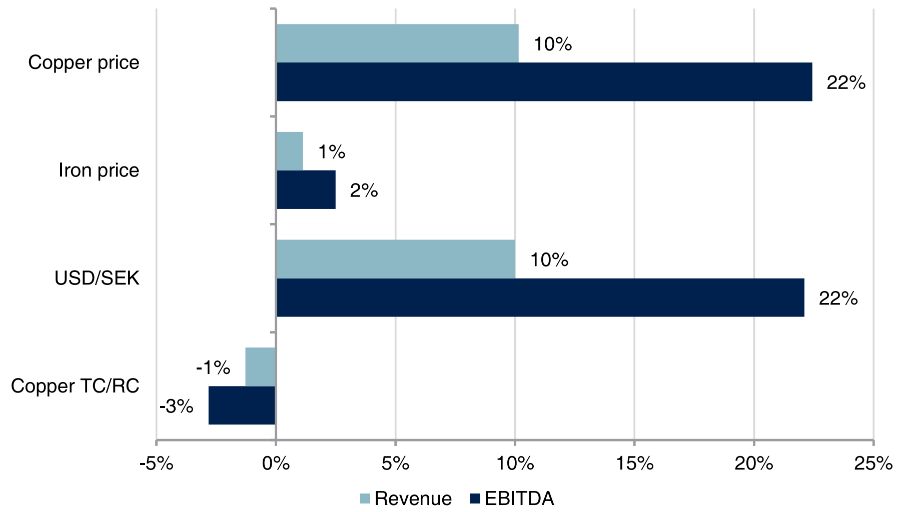
Viscaria at full run-rate	**ABGSC estimates**	**Spot prices & FX rates**	**Spot vs. ABGSCe**
Copper price, USD/t	9,000	8,389	-7%
Iron price, USD/t	100	125	25%
Copper TC+RC, USD/t conc	256	176	-31%
USD/SEK	10.34	10.35	0%
Production			
Milled ore, ktonnes	3,000	3,000	
Copper conc, tonnes	104,880	104,880	
Copper, tonnes	26,220	26,220	
Iron, tonnes	356,400	356,400	
Financials, SEKm			
Copper revenue	2,343	2,185	-7%
Iron revenue	369	460	25%
Less TC/RC	-278	-191	31%
Total revenue	**2,434**	**2,454**	**1%**
Variable costs	-976	-976	
Fixed costs	-81	-81	
EBITDA	**1,376**	**1,396**	**1%**
EBITDA margin %	*56.5%*	*56.9%*	*0.4pp*
D&A	-240	-240	
EBIT	**1,136**	**1,156**	**2%**
EBIT margin %	*46.7%*	*47.1%*	*0.4pp*
Total development capex	-4,750	-4,750	
ROCE	**24%**	**24%**	***0.4pp***

Source: ABG Sundal Collier estimates, FactSet

Price and FX sensitivities

Assuming the company does not hedge metal prices or FX rates, it will naturally be highly exposed to market prices, particularly given that its metal portfolio will consist near-entirely of one metal: copper. By our estimation, a +10% change in the copper price will therefore have roughly a +10% effect on Viscaria's revenue and a +22% effect on EBITDA. The sensitivity to the USD/SEK rate becomes the same, as we assume essentially all costs to be in SEK while the copper price is denominated in USD. Iron, being a much smaller part of the revenue mix, should have roughly a +1% and +2% effect on revenue and EBITDA, respectively, given a +10% change in the price. Finally, copper treatment and refining charges (TC/RCs), which mines are liable to pay to smelters for the service of treating and refining their copper concentrate, have an effect of roughly -1% and -3%, respectively, given a 10% increase.

ABGSCe Viscaria sensitivites from +10% change



Source: ABG Sundal Collier estimates, company data

With these sensitivities in mind, we have constructed the following table based on different assumed copper and iron prices (at a USD/SEK rate of 10.34).

Visaria estimated full run-rate EBITDA at different metal prices

		Copper price, USD/t						
		6,000	7,000	8,000	9,000	10,000	11,000	12,000
Iron price, USD/t	80	521	782	1,042	1,302	1,563	1,823	2,083
	100	595	855	1,116	1,376	1,636	1,897	2,157
	120	669	929	1,189	1,450	1,710	1,971	2,231
	140	742	1,003	1,263	1,524	1,784	2,044	2,305
	160	816	1,077	1,337	1,597	1,858	2,118	2,378
	180	890	1,150	1,411	1,671	1,931	2,192	2,452
	200	964	1,224	1,484	1,745	2,005	2,266	2,526

Source: ABG Sundal Collier estimates, company data

Mineral resource portfolio

Resource area	Classification	Mineral (kt)	Cu grade (%)	Copper (kt)	Fe grade (%)	Iron (kt)	Zn grade (%)	Zinc (kt)	Au grade (g/t)	Gold (t)	Ag grade (g/t)	Silver (t)	Pb grade (%)	Lead (kt)
	Measured	15,800	1.5%	239.0										
A Zone	Indicated	5,600	1.1%	60.4										
	Inferred	3,600	0.8%	30.3										
	Subtotal A Zone	**25,000**	**1.3%**	**329.7**										
	Measured	100	1.5%	1.5										
B Zone	Indicated	19,700	0.7%	128.1										
	Inferred	11,400	0.8%	87.9										
	Subtotal B Zone	**31,200**	**0.7%**	**217.5**										
	Measured	7,800	1.2%	89.7	25.64%	2,000								
D Zone	Indicated	8,100	1.1%	92.1	23.46%	1,900								
	Inferred	4,800	1.2%	55.8	20.83%	1,000								
	Subtotal D Zone	**20,700**	**1.1%**	**237.6**	**23.67%**	**4,900**								
	Measured	7,700	0.2%	16.2	25.97%	2,000								
Fe Domain	Indicated	5,500	0.2%	11.6	25.45%	1,400								
	Inferred	2,800	0.2%	5.1	25.00%	700								
	Subtotal Fe Domain	**16,000**	**0.2%**	**32.9**	**25.63%**	**4,100**								
	Total Viscaria	**92,900**	**0.9%**	**817.7**	**24.52%**	**9,000**								
	Measured													
Granliden & Svartliden	Indicated													
	Inferred	26,400	0.4%	114.0			0.12%	32.4	0.08	2	5.87	155		
	Total Arvidsjaur	**26,400**	**0.4%**	**114.0**			**0.12%**	**32.4**	**0.08**	**2**	**5.87**	**155**		

Source: ABG Sundal Collier, company data

Value of mineral resource portfolio

Resource value (Viscaria + Granliden + Svartliden)	Copper resources (kt)	Iron resources (kt)	Copper value (SEKm)	Iron value (SEKm)	Other mineral value (SEKm)	Total mineral value (SEKm)
Viscaria						
Measured	346		29,895			**29,895**
Measured + indicated	639	3,300	55,113	3,729		**58,842**
Measured + indicated + inferred	818	5,000	70,570	5,650		**76,220**
Arvidsjaur (Granliden & Svartlidem)						
Measured						
Measured + indicated						
Measured + indicated + inferred	114		9,839		3,533.4	**13,372**
Resource value (historic resources) (EVA + Tvistbo)	**Copper value (SEKm)**	**Zinc value (SEKm)**	**Gold value (SEKm)**	**Silver value (SEKm)**	**Lead value (SEKm)**	**Total mineral value (SEKm)**
Arvidsjaur						
EVA	1,406	3,366	4,779	1,823	470	**11,844**
Smedjebacken						
Tvistbo		654		155	476	**1,285**

Source: ABG Sundal Collier, FactSet

Key figures

Financials	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024e	2025e	2026e
Net sales	**0**	**0**	**0**	**0**	**0**	**0**	**0**	**0**	**0**	**0**	**0**	**543**
Other income	905	821	734	654	564	106	215	397	656	984	1,377	1,770
Total revenue	**7**	**7**	**13**	**20**	**10**	**41**	**110**	**185**	**261**	**330**	**400**	**943**
Opex	-8	-13	-20	-25	-21	-50	-122	-200	-301	-395	-468	-704
EBITDA	-1	-7	-8	-5	-11	-9	-12	-15	-40	-65	-68	240
D&A	0	-3	-1	0	-1	0	-3	-5	-3	-45	-90	-90
EBIT	**-2**	**-9**	**-8**	**-5**	**-12**	**-9**	**-15**	**-20**	**-43**	**-110**	**-158**	**150**
Non-recurring items	0	0	0	0	0	0	-2	-4	0	0	0	0
Adj. EBITDA	**-1**	**-7**	**-8**	**-5**	**-11**	**-9**	**-10**	**-11**	**-40**	**-65**	**-68**	**240**
Adj. EBIT	**-2**	**-9**	**-8**	**-5**	**-12**	**-9**	**-13**	**-17**	**-43**	**-110**	**-158**	**150**
Net financials	-1	-4	0	5	-3	16	-1	-2	13	-33	-62	-64
PTP	-2	-14	-8	0	-15	7	-16	-22	-30	-143	-220	86
Taxes	0	0	0	0	0	0	0	0	0	0	0	0
Net profit	**-2**	**-14**	**-8**	**0**	**-15**	**7**	**-16**	**-22**	**-30**	**-143**	**-220**	**86**
Capex, PPE	-2	0	0	0	0	0	-2	-60	-50	-562	-2,000	-2,038
FCF	**-12**	**-16**	**-23**	**-27**	**-41**	**-14**	**-136**	**-262**	**-333**	**-975**	**-2,524**	**-2,333**
FCF, before dev. CAPEX	**-12**	**-16**	**-23**	**-27**	**-41**	**-14**	**-136**	**-262**	**-333**	**-413**	**-524**	**-333**
Production	**2015**	**2016**	**2017**	**2018**	**2019**	**2020**	**2021**	**2022**	**2023**	**2024e**	**2025e**	**2026e**
Milled ore, ktonnes	0	0	0	0	0	0	0	0	0	0	0	1,000
Copper, tonnes	0	0	0	0	0	0	0	0	0	0	0	6,900
Iron, tonnes	0	0	0	0	0	0	0	0	0	0	0	0
Key assumptions	**2015**	**2016**	**2017**	**2018**	**2019**	**2020**	**2021**	**2022**	**2023**	**2024e**	**2025e**	**2026e**
Metal prices												
Copper, USD/t		4,865	6,164	6,522	6,006	6,168	9,317	8,823	8,451	9,000	9,000	9,000
Iron, USD/t		57	71	69	93	107	160	122	113	100	100	100
Copper, SEK/t		41,688	52,613	56,796	56,781	56,870	79,953	89,186	90,095	93,096	93,096	93,096
Iron, SEK/t		487	602	605	879	989	1,377	1,230	1,208	1,034	1,034	1,034
FX rates												
USD/SEK		8.57	8.54	8.71	9.45	9.22	8.58	10.11	10.66	10.34	10.34	10.34
TC/RC terms												
Copper TC, USD/t conc		97.35	92.50	82.25	80.80	62.00	59.50	65.00	88.00	80.00	80.00	80.00
Copper RC, USc/lb conc		9.74	9.25	8.23	8.08	6.20	5.95	6.50	8.80	8.00	8.00	8.00
Copper TC+RC, SEK/t conc		2,673	2,530	2,295	2,448	1,832	1,636	2,106	3,006	2,652	2,652	2,652

Source: ABG Sundal Collier estimates, company data

Income Statement (SEKm)	2017	2018	2019	2020	2021	2022	2023	2024e	2025e	2026e
Sales	0	0	0	0	0	0	0	0	0	543
COGS	0	0	0	0	0	0	0	0	0	0
Gross profit	0	0	0	0	0	0	0	0	0	543
Other operating items	-8	-5	-11	-9	-12	-15	-40	-65	-68	-304
EBITDA	**-8**	**-5**	**-11**	**-9**	**-12**	**-15**	**-40**	**-65**	**-68**	**240**
Depreciation and amortisation	-1	-0	-1	-0	-3	-5	-3	-45	-90	-90
of which leasing depreciation	0	0	0	0	0	0	0	0	0	0
EBITA	**-8**	**-5**	**-12**	**-9**	**-15**	**-20**	**-43**	**-110**	**-158**	**150**
EO Items	0	0	0	0	-2	-4	0	0	0	0
Impairment and PPA amortisation	0	0	0	0	0	0	0	0	0	0
EBIT	**-8**	**-5**	**-12**	**-9**	**-15**	**-20**	**-43**	**-110**	**-158**	**150**
Net financial items	0	5	-3	16	-1	-2	13	-33	-62	-64
Pretax profit	**-8**	**-0**	**-15**	**7**	**-16**	**-22**	**-30**	**-143**	**-220**	**86**
Tax	0	0	0	0	0	0	-0	0	0	0
Net profit	**-8**	**-0**	**-15**	**7**	**-16**	**-22**	**-30**	**-143**	**-220**	**86**
Minority interest	0	0	0	0	0	0	0	0	0	0
Net profit discontinued	0	0	0	0	0	0	0	0	0	0
Net profit to shareholders	**-8**	**-0**	**-15**	**7**	**-16**	**-22**	**-30**	**-143**	**-220**	**86**
EPS	-0.66	-0.04	-0.53	0.22	-0.29	-0.29	-0.33	-0.91	-1.40	0.55
EPS adj.	-0.66	-0.04	-0.53	0.22	-0.25	-0.24	-0.33	-0.91	-1.40	0.55
Total extraordinary items after tax	0	0	0	0	-2	-4	0	0	0	0
Leasing payments	0	0	0	0	0	0	0	0	0	0
Tax rate (%)	*0.0*	*0.0*	*0.0*	*0.0*	*0.0*	*0.0*	*-0.3*	*0.0*	*0.0*	*0.0*
Gross margin (%)	*100.0*	--	--	--	--	--	--	--	--	*100.0*
EBITDA margin (%)	*-69,900.0*	--	--	--	--	--	--	--	--	*44.1*
EBITA margin (%)	*-74,536.4*	--	--	--	--	--	--	--	--	*27.6*
EBIT margin (%)	*-74,536.4*	--	--	--	--	--	--	--	--	*27.6*
Pre-tax margin (%)	*-72,581.8*	--	--	--	--	--	--	--	--	*15.9*
Net margin (%)	*-72,581.8*	--	--	--	--	--	--	--	--	*15.9*
Growth Rates y-o-y	-	-	-	-	-	-	-	-	-	-
Sales growth (%)	*-87.9*	*-100.0*	--	--	--	--	--	--	--	--
EBITDA growth (%)	*13.3*	*-29.8*	*97.1*	*-14.3*	*27.1*	*27.8*	*170.5*	*62.1*	*4.6*	*-452.9*
EBITA growth (%)	*-13.0*	*-33.5*	*119.9*	*-21.8*	*59.0*	*35.9*	*111.9*	*156.1*	*43.6*	*-195.2*
EBIT growth (%)	*-13.0*	*-33.5*	*NM*	*-21.8*	*59.0*	*35.9*	*NM*	*NM*	*43.6*	*-195.2*
Net profit growth (%)	*-41.4*	*-94.3*	*3,081.3*	*-147.3*	*-335.2*	*37.4*	*34.8*	*374.6*	*53.8*	*-139.2*
EPS growth (%)	*-58.9*	*-94.4*	*1,323.6*	*-141.0*	*-235.0*	*0.0*	*14.8*	*172.7*	*53.8*	*-139.2*
Profitability	-	-	-	-	-	-	-	-	-	-
ROE (%)	*-17.1*	*-0.7*	*-8.9*	*2.5*	*-3.9*	*-2.9*	*-2.7*	*-6.9*	*-7.9*	*3.2*
ROE adj. (%)	*-17.1*	*-0.7*	*-8.9*	*2.5*	*-3.4*	*-2.4*	*-2.7*	*-6.9*	*-7.9*	*3.2*
ROCE (%)	*-11.4*	*5.3*	*-5.6*	*4.2*	*-3.4*	*-2.5*	*-2.2*	*-4.4*	*-3.6*	*2.4*
ROCE adj. (%)	*-11.4*	*5.3*	*-5.6*	*4.2*	*-2.9*	*-2.0*	*-3.1*	*-4.4*	*-3.6*	*2.4*
ROIC (%)	*-23.3*	*-10.5*	*-6.6*	*-3.1*	*-3.9*	*-3.5*	*-5.1*	*-7.9*	*-5.3*	*2.8*
ROIC adj. (%)	*-23.3*	*-10.5*	*-6.6*	*-3.1*	*-3.4*	*-2.9*	*-5.1*	*-7.9*	*-5.3*	*2.8*
Adj. earnings numbers	-	-	-	-	-	-	-	-	-	-
EBITDA adj.	*-8*	*-5*	*-11*	*-9*	*-10*	*-11*	*-40*	*-65*	*-68*	*240*
EBITDA adj. margin (%)	*-69,900.0*	--	--	--	--	--	--	--	--	*44.1*
EBITDA lease adj.	-8	-5	-11	-9	-10	-11	-40	-65	-68	240
EBITDA lease adj. margin (%)	*-69,900.0*	--	--	--	--	--	--	--	--	*44.1*
EBITA adj.	-8	-5	-12	-9	-13	-17	-43	-110	-158	150
EBITA adj. margin (%)	*-74,536.4*	--	--	--	--	--	--	--	--	*27.6*
EBIT adj.	-8	-5	-12	-9	-13	-17	-43	-110	-158	150
EBIT adj. margin (%)	*-74,536.4*	--	--	--	--	--	--	--	--	*27.6*
Pretax profit Adj.	-8	-0	-15	7	-14	-19	-30	-143	-220	86
Net profit Adj.	-8	-0	-15	7	-14	-19	-30	-143	-220	86
Net profit to shareholders adj.	-8	-0	-15	7	-14	-19	-30	-143	-220	86
Net adj. margin (%)	*-72,581.8*	--	--	--	--	--	--	--	--	*15.9*

Source: ABG Sundal Collier, Company Data

Cash Flow (SEKm)	2017	2018	2019	2020	2021	2022	2023	2024e	2025e	2026e
EBITDA	-8	-5	-11	-9	-12	-15	-40	-65	-68	240
Net financial items	0	5	-3	16	-1	-2	13	-33	-62	-64
Paid tax	0	0	0	0	0	-0	-1	0	0	0
Non-cash items	0	0	-0	0	0	-0	3	0	0	0
Cash flow before change in WC	-7	-0	-13	7	-13	-18	-25	-98	-130	176
Change in working capital	-1	-6	-2	21	-11	1	1	15	6	-71

Cash Flow (SEKm)	2017	2018	2019	2020	2021	2022	2023	2024e	2025e	2026e
Operating cash flow	**-8**	**-6**	**-15**	**28**	**-24**	**-17**	**-24**	**-83**	**-124**	**105**
Capex tangible fixed assets	-0	0	0	-0	-2	-60	-50	-562	-2,000	-2,038
Capex intangible fixed assets	-13	-20	-6	-41	-110	-185	-259	-330	-400	-400
Acquisitions and Disposals	0	0	0	0	0	0	0	0	0	0
Free cash flow	**-21**	**-26**	**-21**	**-14**	**-136**	**-262**	**-333**	**-975**	**-2,524**	**-2,333**
Dividend paid	0	0	0	0	0	0	0	0	0	0
Share issues and buybacks	49	0	45	26	254	466	266	1,800	0	0
Leasing liability amortisation	0	0	0	0	0	0	0	0	0	0
Other non-cash items	-6	11	-72	21	-20	-4	23	-0	0	0
Balance Sheet (SEKm)	**2017**	**2018**	**2019**	**2020**	**2021**	**2022**	**2023**	**2024e**	**2025e**	**2026e**
Goodwill	-	-	-	-	-	-	-	-	-	-
Other intangible assets	39	59	303	345	454	640	899	1,229	1,629	2,029
Tangible fixed assets	0	0	1	0	3	62	107	624	2,534	4,483
Right-of-use asset	0	0	0	0	19	17	6	6	6	6
Total other fixed assets	3	13	0	0	0	0	0	0	0	0
Fixed assets	42	73	305	345	476	719	1,012	1,859	4,169	6,517
Inventories	0	0	0	0	0	0	0	0	0	109
Receivables	8	1	9	1	6	11	13	10	12	39
Other current assets	0	0	0	0	1	5	3	3	3	3
Cash and liquid assets	28	1	19	1	124	329	266	1,892	968	835
Total assets	**79**	**75**	**333**	**348**	**607**	**1,064**	**1,294**	**3,763**	**5,152**	**7,503**
Shareholders equity	67	65	264	297	542	986	1,228	2,885	2,665	2,751
Minority	-	-	-	-	-	-	-	-	-	-
Total equity	**67**	**65**	**264**	**297**	**542**	**986**	**1,228**	**2,885**	**2,665**	**2,751**
Long-term debt	4	5	53	9	16	22	14	814	2,414	4,614
Pension debt	-	-	-	-	-	-	-	-	-	-
Convertible debt	-	-	-	-	-	-	-	-	-	-
Leasing liability	5	3	7	0	19	17	5	5	5	5
Total other long-term liabilities	0	0	0	0	0	0	0	0	0	0
Short-term debt	-	-	-	-	-	-	-	-	-	-
Accounts payable	1	0	5	10	18	24	28	40	48	113
Other current liabilities	1	1	3	31	12	14	19	19	19	19
Total liabilities and equity	**79**	**75**	**333**	**348**	**607**	**1,064**	**1,294**	**3,763**	**5,152**	**7,503**
Net IB debt	-22	-7	41	8	-90	-291	-247	-1,072	1,452	3,785
Net IB debt excl. pension debt	-22	-7	41	8	-90	-291	-247	-1,072	1,452	3,785
Net IB debt excl. leasing	-27	-9	34	8	-108	-307	-252	-1,077	1,446	3,779
Capital employed	76	73	325	306	577	1,025	1,248	3,705	5,085	7,371
Capital invested	45	59	305	305	452	696	981	1,813	4,117	6,536
Working capital	6	-1	1	-40	-23	-23	-30	-46	-52	19
EV breakdown	-	-	-	-	-	-	-	-	-	-
Market cap. diluted (m)	327	336	750	866	1,508	2,071	2,432	4,232	4,232	4,232
Net IB debt adj.	-22	-7	41	8	-90	-291	-247	-1,072	1,452	3,785
Market value of minority	0	0	0	0	0	0	0	0	0	0
Reversal of shares and participations	0	0	0	0	0	0	0	0	0	0
Reversal of conv. debt assumed equity	-	-	-	-	-	-	-	-	-	-
EV	**305**	**329**	**791**	**874**	**1,418**	**1,781**	**2,186**	**3,160**	**5,684**	**8,017**
Total assets turnover (%)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	8.6
Working capital/sales (%)	18,495.5	--	--	--	--	--	--	--	--	-3.0
Financial risk and debt service	-	-	-	-	-	-	-	-	-	-
Net debt/equity (%)	-32.7	-10.6	15.5	2.7	-16.6	-29.5	-20.1	-37.2	54.5	137.6
Net debt / market cap (%)	-6.7	-2.1	5.5	0.9	-6.0	-14.0	-10.1	-25.3	34.3	89.4
Equity ratio (%)	85.3	87.6	79.3	85.3	89.4	92.7	94.9	76.7	51.7	36.7
Net IB debt adj. / equity (%)	-32.7	-10.6	15.5	2.7	-16.6	-29.5	-20.1	-37.2	54.5	137.6
Current ratio	15.46	1.30	3.37	0.06	4.36	8.91	6.07	32.53	14.68	7.46
EBITDA/net interest	35.8	1.1	4.1	0.6	8.6	7.1	3.1	2.0	1.1	3.7
Net IB debt/EBITDA (x)	2.9	1.3	-3.9	-0.9	7.7	19.6	6.1	16.5	-21.4	15.8
Net IB debt/EBITDA lease adj. (x)	3.5	1.7	-3.2	-0.9	11.3	27.6	6.3	16.6	-21.3	15.8
Interest coverage	3.9	0.9	3.2	2.1	11.0	7.9	6.5	3.3	2.5	2.3

Source: ABG Sundal Collier, Company Data

Share Data (SEKm)	2017	2018	2019	2020	2021	2022	2023	2024e	2025e	2026e
Actual shares outstanding	12	12	28	32	56	77	90	157	157	157
Actual shares outstanding (avg)	12	12	28	32	56	77	90	157	157	157

Share Data (SEKm)	2017	2018	2019	2020	2021	2022	2023	2024e	2025e	2026e
All additional shares	-	-	-	-	-	-	-	-	-	-
Issue month	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Assumed dil. of shares from conv.	0	0	0	0	0	0	0	0	0	0
As. dil. of shares from conv. (avg)	0	0	0	0	0	0	0	0	0	0
Conv. debt not assumed as equity	0	0	0	0	0	0	0	0	0	0
No. of warrants	0	0	0	0	0	0	0	0	0	0
Market value per warrant	0	0	0	0	0	0	0	0	0	0
Dilution from warrants	0	0	0	0	0	0	0	0	0	0
Issue factor	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Actual dividend per share	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Reported earnings per share	-0.66	-0.04	-0.53	0.22	-0.29	-0.29	-0.33	-0.91	-1.40	0.55

Source: ABG Sundal Collier, Company Data

Valuation and Ratios (SEKm)	2017	2018	2019	2020	2021	2022	2023	2024e	2025e	2026e
Shares outstanding adj.	12	12	28	32	56	77	90	157	157	157
Diluted shares adj.	12	12	28	32	56	77	90	157	157	157
EPS	-0.66	-0.04	-0.53	0.22	-0.29	-0.29	-0.33	-0.91	-1.40	0.55
Dividend per share	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
EPS adj.	-0.66	-0.04	-0.53	0.22	-0.25	-0.24	-0.33	-0.91	-1.40	0.55
BVPS	5.53	5.26	9.52	9.26	9.71	12.86	13.63	18.40	17.00	17.55
BVPS adj.	2.30	0.50	-1.41	-1.49	1.58	4.52	3.65	10.56	6.61	4.61
Net IB debt/share	-1.81	-0.56	1.48	0.25	-1.61	-3.79	-2.74	-6.84	9.26	24.15
Share price	27.00	27.00	27.00	27.00	27.00	27.00	27.00	27.00	27.00	27.00
Market cap. (m)	327	336	750	866	1,508	2,071	2,432	4,232	4,232	4,232
Valuation	-	-	-	-	-	-	-	-	-	-
P/E (x)	-41.0	-731.2	-51.4	125.3	-92.8	-92.8	-80.8	-29.6	-19.3	49.1
EV/sales (x)	27,748.05	--	--	--	--	--	--	--	--	14.75
EV/EBITDA (x)	-39.7	-60.9	-74.3	-95.8	-122.3	-120.1	-54.5	-48.6	-83.6	33.4
EV/EBITA (x)	-37.2	-60.3	-66.0	-93.2	-95.2	-88.0	-50.9	-28.8	-36.0	53.4
EV/EBIT (x)	-37.2	-60.3	-66.0	-93.2	-95.2	-88.0	-50.9	-28.8	-36.0	53.4
Dividend yield (%)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
FCF yield (%)	-6.5	-7.9	-2.8	-1.6	-9.0	-12.6	-13.7	-23.0	-59.6	-55.1
Le. adj. FCF yld. (%)	-6.5	-7.9	-2.8	-1.6	-9.0	-12.6	-13.7	-23.0	-59.6	-55.1
P/BVPS (x)	4.88	5.13	2.84	2.92	2.78	2.10	1.98	1.47	1.59	1.54
P/BVPS adj. (x)	4.88	5.13	2.84	2.92	2.78	2.10	1.98	1.47	1.59	1.54
P/E adj. (x)	-41.0	-731.2	-51.4	125.3	-105.9	-111.1	-80.8	-29.6	-19.3	49.1
EV/EBITDA adj. (x)	-39.7	-60.9	-74.3	-95.8	-148.0	-160.0	-54.5	-48.6	-83.6	33.4
EV/EBITA adj. (x)	-37.2	-60.3	-66.0	-93.2	-110.0	-107.6	-50.9	-28.8	-36.0	53.4
EV/EBIT adj. (x)	-37.2	-60.3	-66.0	-93.2	-110.0	-107.6	-50.9	-28.8	-36.0	53.4
EV/CE (x)	4.0	4.5	2.4	2.9	2.5	1.7	1.8	0.9	1.1	1.1
Investment ratios	-	-	-	-	-	-	-	-	-	-
Capex/sales (%)	117,536.4	--	--	--	--	--	--	--	--	448.6
Capex/depreciation	25.4	401.2	4.6	165.1	33.9	45.3	110.4	19.9	26.7	27.2
Capex tangibles / tangible fixed assets	97.1	0.0	0.0	115.1	85.8	96.5	46.4	90.1	78.9	45.5
Capex intangibles / definite intangibles	--	--	--	--	--	--	--	--	--	--
Depreciation on intang / def. intang	--	--	--	--	--	--	--	--	--	--
Depreciation on tangibles / tangibles	184.78	22.22	257.39	134.95	120.94	8.70	2.62	7.19	3.54	2.00

Source: ABG Sundal Collier, Company Data

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