Ferronordic

Fast comment

Earnings beat across the board

- Sales SEK 1,558m & EBIT 68m
- Earnings beat across all segments
- Share currently trading at 15-10x '26e-'27e EV/EBIT

Q2 in brief

Strong set of numbers from Ferronordic. Sales SEK 1,558m (34% vs. ABGSCe 1,159m), EBIT 68m (65% vs. ABGSCe 41m, -5m in Q2'25) for an EBIT margin 4.4% (ABGSCe 3.6%). Earnings beat across all segments (US, Germany & Kazakhstan). Net debt came down to 1,845m (1,957m in Q1), 3.0x ND/EBITDA (3.8x in Q1), on both lower net debt and higher EBITDA.

Outlook and estimate changes

The report would mechanically raise EBIT by 14-11% '26e-'27e. Management remains optimistic about US operations and environment ahead, where infra and data centers investments continue to drive growth. In Germany they expect a gradual recovery as fleet renewal requirements accumulate and a continued strong aftermarket.

Valuation

Prior to today's report, the share had returned +13% L1M, compared to the +4% of OMXSGI. The share is currently trading at 15-10x '26e-'27e EV/EBIT on our pre-report estimates vs. the peer median of 17-16x. The company will host a conference call at 10.00 CET, link here.

Commissioned research

Not rated

Capital Goods

FNM-SE/FNM SS

Share price (SEK)	11/8/2026	68.20
MCap (SEKm)		991
MCap (EURm)		90
No. of shares (m)		14.5
Free float (%)		33.5
Av. daily volume (k)		5

Next event Q3 report 11 November 2026

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Deviation table

SEKm	LY	Actual		ABGSCe	
Income statement	**Q2'26**	**Q2'26**	**y-o-y**	**Q2'26e**	**Dev, %**
Net sales	**1,088**	**1,558**	**43%**	**1,159**	**34%**
Gross profit	177	246	39%	205	20%
EBIT	**-5**	**68**	**-1460%**	**41**	**65%**
Non-recurring items	-5	0	-100%	0	n.a.
Adj. EBIT	**0**	**68**	**n.a.**	**41**	**65%**
PTP	-49	59	-220%	14	312%
Net profit	**-51**	**45**	**-188%**	**11**	**325%**
Growth and margins	**Q2'26**	**Q2'26**	**y-o-y**	**Q2'26e**	**Dev, %**
Net sales y-o-y	-1%	43%	43%	6.5%	36.7pp
Adj. EBIT y-o-y	n.a.	n.a.	n.a.	n.a.	n.a.
Gross margin	16.3%	16%	0pp	17.7%	-1.9pp
EBIT margin	-0.5%	4.4%	5pp	3.6%	0.8pp
Adj. EBIT margin	0.0%	4.4%	4pp	3.6%	0.8pp
Sales by segment	**Q2'26**	**Q2'26**	**y-o-y**	**Q2'26e**	**Dev, %**
Germany sales	366	540	48%	365	48%
Kazakhstan sales	27	49	81%	32	56%
USA sales	695	969	39%	762	27%
EBIT by segment	**Q2'26**	**Q2'26**	**y-o-y**	**Q2'26e**	**Dev, %**
Germany EBIT	**-13**	**8**	**-162%**	**1**	**630%**
margin %	*-3.6%*	*1.5%*	*5.0pp*	*0.3%*	*1.2pp*
Kazakhstan EBIT	**-1**	**3**	**-400%**	**3**	**6%**
margin %	*-3.7%*	*6.1%*	*9.8pp*	*9.0%*	*-2.9pp*
USA EBIT	**26**	**74**	**185%**	**53**	**39%**
margin %	*3.7%*	*7.6%*	*3.9pp*	*7.0%*	*0.6pp*
Group costs	-17	-17	0%	-16	6%

Source: ABG Sundal Collier, company data

SEKm	2024	2025	2026e	2027e	2028e
Sales	4,720	4,566	4,829	5,282	5,602
Sales growth (%)	*64.9*	*-3.3*	*5.8*	*9.4*	*6.1*
EBITDA	383	480	575	661	718
EBITDA margin (%)	*8.1*	*10.5*	*11.9*	*12.5*	*12.8*
EBIT adj.	68	105	184	241	274
EBIT adj. margin (%)	*1.4*	*2.3*	*3.8*	*4.6*	*4.9*
Pretax profit	-40	-224	101	167	210
EPS	-6.14	-13.69	5.65	8.96	11.28
EPS growth (%)	*-16.9*	*nm*	*nm*	*58.7*	*25.8*
EPS adj.	1.26	-11.98	5.65	8.96	11.28
DPS	0.00	0.00	0.00	0.00	0.00
EV/EBITDA (x)	7.8	5.4	4.7	3.6	2.9
EV/EBIT adj. (x)	43.4	24.8	14.5	9.9	7.5
P/E (x)	nm	nm	12.1	7.6	6.0
P/E adj. (x)	54.3	nm	12.1	7.6	6.0
EV/sales (x)	0.63	0.57	0.55	0.45	0.37
FCF yield (%)	37.5	69.2	15.0	33.1	37.8
Le. adj. FCF yld. (%)	34.5	65.3	11.0	29.1	33.7
Dividend yield (%)	0.0	0.0	0.0	0.0	0.0
Net IB debt/EBITDA (x)	5.2	3.4	2.9	2.1	1.5
Le. adj. ND/EBITDA (x)	4.4	3.0	2.7	2.0	1.3

Source: ABG Sundal Collier, Company Data

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