Cavotec

Reason: Post-results comment

Commissioned research

Not rated

Low-margin legacy orders weigh on Q2

- Q2: Sales of EUR 45m (36m), adj. EBIT of -EUR 1.1m (-0.7m)
- P&M drives book-to-bill of 1.2x (R12m)
- Upbeat outlook commentary

Growth delivers, mix weighs

Cavotec reported sales above expectations at EUR 45m, +25% y-o-y (20% vs ABGSCe). P&M: 34% y-o-y, Industry: 12% y-o-y. Similar to in Q1, there was a strong order intake of EUR 49m (11% y-o-y), which was broadly as we expected following the pre-announcement, but it had not been incorporated into our estimates (ABGSCe 36m), as it was announced after our preview was published. With the R12m book-to-bill standing at ~1.2x, we see a healthy demand outlook for P&M. Adj. EBIT was softer than expected at EUR -1.1m vs ABGSCe of EUR 3.5m, with management attributing the adverse mix effects to deliveries of low-margin P&M orders dating back to 2024. NRIs of EUR -1.1m (ABGSCe -2.0m) were incurred in the quarter, relating to restructuring costs under the ongoing cost-savings programme.

'26e adj. EBIT lowered on earnings miss

We raise sales by 5%/4%/4% for '26e/'27e/'28e due to the revenue beat in the quarter. The strong order momentum for its shore power solutions de-risks our sales growth in '27-'28e. However, '26e adj. EBIT is lowered ~EUR 4.6m on the miss in the quarter, while we lower by another EUR 3.8m for the remaining two quarters of the year. We expect a sequential return to earnings growth in Q3, as the delivery of motorised cables and hose reels will be delivered to a ship unloader. Importantly, the outlook commentary marks a step-change, with management noting that customers are placing orders again after a long period of hesitancy.

15-10x '27e-'28e EV/EBIT

While profitability continued to trail revenue growth in the quarter, we see potential in an increasing backlog with a higher margin profile. However, we believe that some patience is required, as we expect earnings growth to return in '27e. The share is currently trading at 15-10x EV/EBIT on '27e-'28e, vs the peer median of 14-13x.

Capital Goods

Estimate changes (%)

	2026e	2027e	2028e
Sales	4.5	4.5	3.4
EBIT	nm	-26.4	-8.2
EPS	nm	-31.3	-9.5

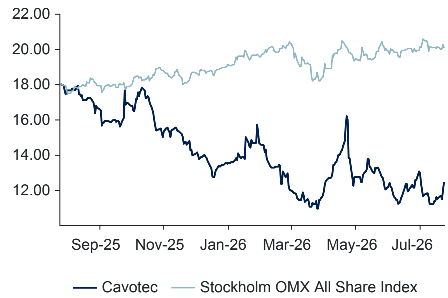
Source: ABG Sundal Collier

CCC-SE/CCC SS

Share price (SEK)	23/7/2026	12.60
MCap (SEKm)		1,344
MCap (EURm)		121
Net debt (EURm)		11.60
No. of shares (m)		106.7
Free float (%)		30.5
Av. daily volume (k)		14

Next event Q3 report 6 November 2026

Performance



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EURm	2024	2025	2026e	2027e	2028e
Sales	175	160	164	186	201
EBITA adj.	12	4	-3	9	14
EBITA adj. marg. (%)	6.7	2.5	-1.6	5.0	6.7
EBIT adj.	12	4	-3	9	14
EBIT adj. marg. (%)	6.7	2.5	-1.6	5.0	6.7
Pretax profit	8	1	-8	7	12
EPS	0.04	-0.01	-0.08	0.05	0.08
EPS adj.	0.04	-0.02	-0.05	0.05	0.08
Sales growth (%)	-3.2	-8.7	2.9	13.0	8.1
EPS adj. growth (%)	1,932.5	-153.0	138.0	-195.9	58.3
DPS	0.00	0.00	0.00	0.03	0.03

	2026e	2027e	2028e
P/E (x)	nm	23.7	15.0
P/E adj. (x)	nm	23.7	15.0
EV/EBIT (x)	-24.0	15.0	10.0
EV/EBIT adj. (x)	-51.9	15.0	10.0
EV/EBITA adj. (x)	-51.9	15.0	10.0
EV/sales (x)	0.85	0.75	0.68
Le. adj. FCF yld. (%)	-7.2	3.1	5.8
Dividend yield (%)	0.0	2.5	2.9
ROCE adj. (%)	-3.6	12.6	17.5
ROE adj. (%)	-10.8	10.9	16.1
Net IB debt/EBITDA (x)	55.1	1.2	0.7
Le. adj. ND/EBITDA (x)	-20.4	0.5	0.1

Source: ABG Sundal Collier, Company Data

Company description

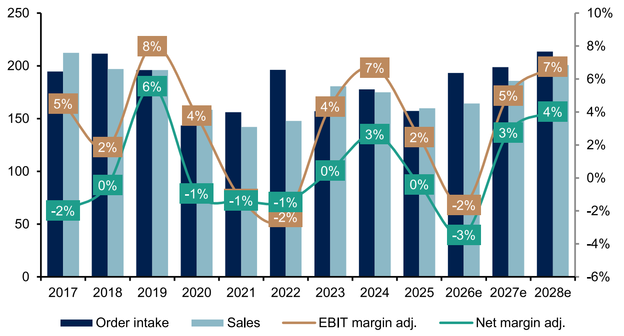
Cavotec is an international engineering group that designs and manufactures systems within power transmission and distribution, remote controlling and automation for end markets such as ports, maritime, airports, mining and tunnelling. Its Ports & Maritime segment provides systems such as automated mooring, motorised cable reels, shore power connection systems. The Industry segment offers motorised cable reels, power connectors and radio remote controls (RRC) for mining and general industry.

Sustainability information

Risks

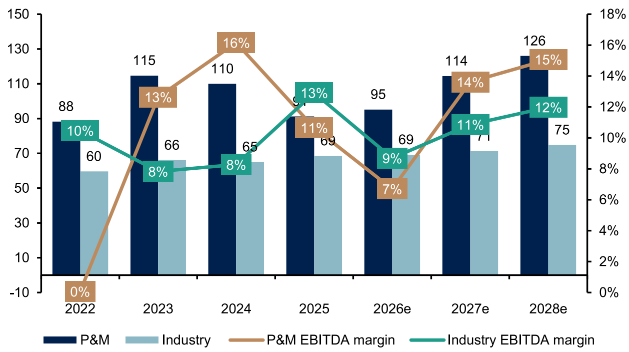
Cavotec has recently undergone a significant turnaround, but due to external factors, we are yet to see a significant return to growth. Risks that could hold back growth further include a weaker economic cycle, competition from larger conglomerates and postponed decision-making by customers.

Annual order intake, sales and margins



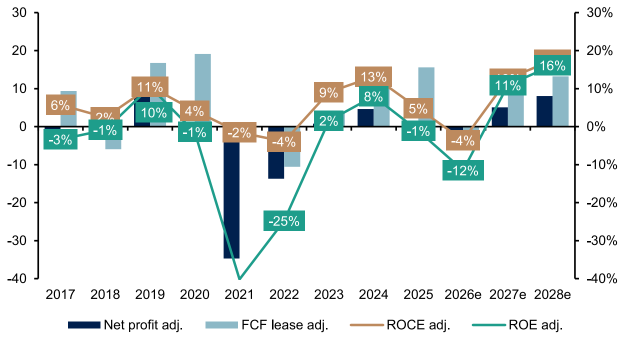
Source: ABG Sundal Collier estimates, company data

Segment sales and margins



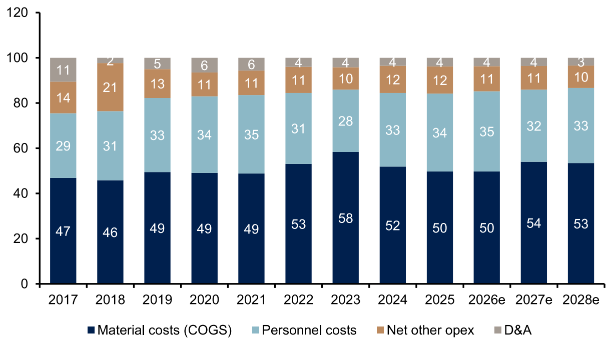
Source: ABG Sundal Collier estimates, company data

Cash flow conversion and return on capital



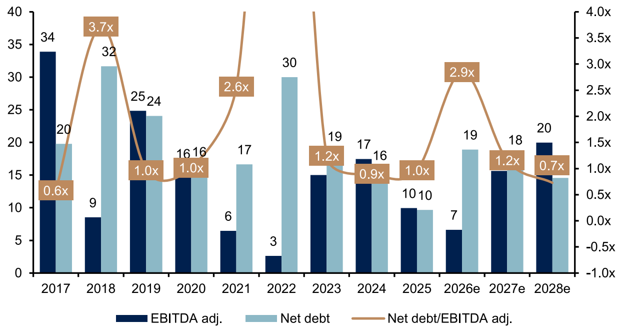
Source: ABG Sundal Collier estimates, company data

Opex split (%)



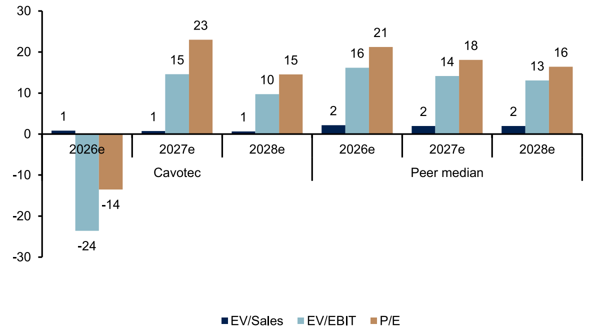
Source: ABG Sundal Collier estimates, company data

Net debt and leverage



Source: ABG Sundal Collier estimates, company data

Peer valuation



Source: ABG Sundal Collier estimates, Factset estimates for peers

Estimate changes

EURm	Old forecasts			New forecasts			% change		
Income statement	**2026e**	**2027e**	**2028e**	**2026e**	**2027e**	**2028e**	**2026e**	**2027e**	**2028e**
Order intake	**179**	**190**	**205**	**193**	**199**	**214**	**8%**	**4%**	**4%**
Net sales	**157**	**178**	**194**	**164**	**186**	**201**	**5%**	**4%**	**3%**
Gross profit	86	92	101	81	90	101	-5%	-2%	0%
EBITDA	12	19	21	3	16	20	-71%	-18%	-6%
EBIT	**3**	**13**	**15**	**-6**	**9**	**14**	**-313%**	**-26%**	**-8%**
Non-recurring items	-3	0	0	-3	0	0	5%	n.a.	n.a.
Adj. EBIT	**6**	**13**	**15**	**-3**	**9**	**14**	**-147%**	**-26%**	**-8%**
PTP	**1**	**11**	**13**	**-8**	**7**	**12**	**-1099%**	**-31%**	**-9%**
Net profit	-1	7	9	-9	5	8	554%	-31%	-9%
Growth and margins	**2026e**	**2027e**	**2028e**	**2026e**	**2027e**	**2028e**	**2026e**	**2027e**	**2028e**
Order intake y-o-y	14%	6%	7%	23%	3%	7%	9.0pp	-3.4pp	0.0pp
Net sales y-o-y	-2%	13%	9%	3%	13%	8%	4.4pp	0.0pp	-1.1pp
Adj. EBIT y-o-y	46%	120%	17%	-168%	-444%	46%	-214pp	-563pp	29pp
Gross margin	54.6%	51.8%	51.8%	49.4%	48.7%	50.2%	-5.2pp	-3.1pp	-1.6pp
EBITDA margin	7.6%	10.7%	10.9%	2.1%	8.4%	10.0%	-5.5pp	-2.2pp	-1.0pp
EBIT margin	1.7%	7.1%	7.6%	-3.6%	5.0%	6.7%	-5.3pp	-2.1pp	-0.9pp
Adj. EBIT margin	**3.7%**	**7.1%**	**7.6%**	**-1.6%**	**5.0%**	**6.7%**	**-5.3pp**	**-2.1pp**	**-0.9pp**
Net profit margin	-0.9%	4.2%	4.6%	-5.4%	2.7%	4.0%	-4.5pp	-1.4pp	-0.6pp
Sales by segment	**2026e**	**2027e**	**2028e**	**2026e**	**2027e**	**2028e**	**2026e**	**2027e**	**2028e**
Ports & Maritime	88	107	120	95	114	126	8%	7%	5%
Industry	69	71	75	69	71	75	0%	0%	0%
EBIT by segment	**2026e**	**2027e**	**2028e**	**2026e**	**2027e**	**2028e**	**2026e**	**2027e**	**2028e**
Ports & Maritime	**6**	**13**	**15**	**3**	**12**	**15**	**-50%**	**-11%**	**0%**
margin %	*6.7%*	*12.4%*	*12.7%*	*3.1%*	*10.3%*	*12.0%*	*-4pp*	*-2.1pp*	*-0.7pp*
Industry	**7**	**7**	**8**	**3**	**5**	**6**	**-55%**	**-27%**	**-16%**
margin %	*10.6%*	*10.0%*	*10.1%*	*4.7%*	*7.3%*	*8.5%*	*-5.8pp*	*-2.7pp*	*-1.6pp*
Group costs	**-7**	**-8**	**-8**	**-9**	**-8**	**-8**	**20%**	**0%**	**0%**

Source: ABG Sundal Collier estimates, company data

Key figures, annual

EURm	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026e	2027e	2028e
Order backlog	**86**	**100**	**100**	**85**	**99**	**147**	**124**	**126**	**124**	**153**	**166**	**179**
Backlog conversion	206%	230%	196%	158%	167%	149%	123%	142%	126%	132%	121%	121%
Order intake	**195**	**211**	**196**	**143**	**156**	**196**	**157**	**178**	**157**	**193**	**199**	**214**
Book-to-bill R12m	0.92	1.07	1.00	0.90	1.10	1.33	0.87	1.02	0.98	1.18	1.07	1.06
Net sales	**212**	**197**	**196**	**158**	**142**	**148**	**181**	**175**	**160**	**164**	**186**	**201**
COGS	-108	-97	-91	-76	-71	-81	-101	-85	-78	-83	-95	-100
Gross profit	**104**	**100**	**105**	**82**	**71**	**67**	**80**	**90**	**82**	**81**	**90**	**101**
Employee costs	-66	-64	-60	-52	-51	-48	-48	-53	-54	-59	-56	-62
Net other opex	-32	-45	-23	-16	-16	-18	-17	-20	-19	-19	-19	-19
EBITDA	**6**	**-9**	**21**	**14**	**4**	**2**	**14**	**17**	**9**	**3**	**16**	**20**
D&A	-24	-5	-9	-10	-8	-6	-7	-6	-6	-6	-6	-6
EBIT	**-18**	**-14**	**12**	**4**	**-4**	**-5**	**7**	**11**	**3**	**-6**	**9**	**14**
Non-recurring items	-28	-18	-3	-2	-2	-1	-1	-1	-1	-3	0	0
Adj. EBIT	**10**	**4**	**16**	**6**	**-2**	**-4**	**8**	**12**	**4**	**-3**	**9**	**14**
Net financial items	-5	-1	-2	-7	4	4	-3	-3	-2	-2	-2	-2
PTP	**-23**	**-15**	**11**	**-3**	**-1**	**0**	**4**	**8**	**1**	**-8**	**7**	**12**
Taxes	-9	-3	-3	-1	-4	-3	-4	-4	-3	-1	-2	-3
Net profit	**-32**	**-18**	**8**	**-4**	**-37**	**-15**	**0**	**4**	**-1**	**-9**	**5**	**8**
EPS	-0.38	-0.23	0.08	-0.04	-0.39	-0.16	0.00	0.04	-0.01	-0.08	0.05	0.08
Metrics	**2017**	**2018**	**2019**	**2020**	**2021**	**2022**	**2023**	**2024**	**2025**	**2026e**	**2027e**	**2028e**
Gross margin	49.2%	51.0%	53.7%	52.0%	49.8%	45.3%	44.0%	51.4%	51.3%	49.4%	48.7%	50.2%
EBITDA margin	3.0%	-4.6%	11.0%	8.5%	2.9%	1.1%	8.0%	9.5%	5.7%	2.1%	8.4%	10.0%
EBIT margin	-8.5%	-7.0%	6.3%	2.2%	-3.0%	-3.0%	4.0%	6.2%	2.0%	-3.6%	5.0%	6.7%
Adj. EBIT margin	4.5%	1.9%	8.0%	3.8%	-1.3%	-2.4%	4.3%	6.7%	2.5%	-1.6%	5.0%	6.7%
Tax rate	-38%	-20%	30%	-26%	-703%	-1033%	95%	53%	206%	-11%	30%	30%
Net profit margin	-15.0%	-9.4%	3.8%	-2.5%	-26.1%	-9.9%	0.1%	2.2%	-0.9%	-5.4%	2.7%	4.0%
Sales by segment	**2017**	**2018**	**2019**	**2020**	**2021**	**2022**	**2023**	**2024**	**2025**	**2026e**	**2027e**	**2028e**
Ports & Maritime	**80**	**68**	**85**	**69**	**0**	**88**	**115**	**110**	**91**	**95**	**114**	**126**
y-o-y %	*-16%*	*-14%*	*24%*	*-19%*	*-100%*	*n.a.*	*30%*	*-4%*	*-17%*	*4%*	*20%*	*10%*
Industry	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**60**	**66**	**65**	**69**	**69**	**71**	**75**
y-o-y %	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*11%*	*-2%*	*5%*	*1%*	*3%*	*5%*
Historical segment	**133**	**129**	**111**	**90**	**142**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**
y-o-y %	*14%*	*-3%*	*-13%*	*-20%*	*59%*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*
EBITDA by segment	**2017**	**2018**	**2019**	**2020**	**2021**	**2022**	**2023**	**2024**	**2025**	**2026**	**2027**	**2028**
Ports & Maritime	**1**	**-2**	**15**	**4**	**n.a.**	**0**	**14**	**18**	**10**	**6**	**16**	**19**
EBITDA margin	*1%*	*-3%*	*17%*	*6%*	*n.a.*	*0.00*	*0.13*	*0.16*	*0.11*	*7%*	*14%*	*15%*
Industry	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**6**	**5**	**5**	**9**	**6**	**8**	**9**
EBITDA margin	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*0.10*	*0.08*	*0.08*	*0.13*	*9%*	*11%*	*12%*
Historical segment	**12**	**-1**	**13**	**13**	**10**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**
EBITDA margin	*9%*	*-1%*	*12%*	*14%*	*7%*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*
EBIT by segment	**2017**	**2018**	**2019**	**2020**	**2021**	**2022**	**2023**	**2024**	**2025**	**2026e**	**2027e**	**2028e**
Ports & Maritime	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**14**	**6**	**3**	**12**	**15**
EBIT margin	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*13%*	*7%*	*3%*	*10%*	*12%*
Industry	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**3**	**6**	**3**	**5**	**6**
EBIT margin	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*5%*	*9%*	*5%*	*7%*	*9%*
Historical segment	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**
EBIT margin	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*
Group costs	**-6**	**-6**	**-6**	**-3**	**-5**	**-5**	**-5**	**-6**	**-9**	**-9**	**-8**	**-8**

Source: ABG Sundal Collier estimates, company data

Key figures, quarterly

EURm	Q1'24	Q2'24	Q3'24	Q4'24	Q1'25	Q2'25	Q3'25	Q4'25	Q1'26	Q2'26	Q3'26e	Q4'26e
Order backlog	**121**	**118**	**110**	**126**	**116**	**125**	**126**	**124**	**151**	**156**	**155**	**153**
Backlog conversion	35%	35%	37%	41%	31%	31%	29%	39%	26%	30%	24%	32%
Order intake	**40**	**40**	**36**	**61**	**29**	**44**	**36**	**48**	**60**	**49**	**37**	**47**
Book-to-bill R12m	0.84	0.88	0.86	1.02	0.97	1.04	1.10	0.98	1.22	1.19	1.18	1.18
Net sales	**43**	**43**	**44**	**45**	**39**	**36**	**36**	**50**	**33**	**45**	**38**	**49**
COGS	-22	-20	-22	-22	-18	-16	-17	-27	-15	-25	-18	-25
Gross profit	**21**	**23**	**22**	**23**	**20**	**19**	**19**	**23**	**17**	**20**	**20**	**24**
Employee costs	-14	-13	-13	-13	-14	-13	-13	-14	-14	-16	-13	-16
Net other opex	-4	-6	-5	-5	-4	-5	-5	-4	-5	-5	-5	-5
EBITDA	**3**	**4**	**4**	**5**	**2**	**1**	**1**	**5**	**-1**	**-1**	**2**	**3**
D&A	-1	-1	-1	-2	-2	-1	-1	-1	-2	-1	-2	-2
EBIT	**2**	**2**	**3**	**4**	**1**	**-1**	**0**	**4**	**-3**	**-2**	**1**	**2**
Non-recurring items	0	-1	0	0	0	0	0	0	0	-1	-1	-1
Adj. EBIT	**2**	**3**	**3**	**4**	**1**	**-1**	**0**	**4**	**-3**	**-1**	**2**	**3**
Net financial items	-1	-1	-1	-1	0	0	0	0	0	-1	-1	-1
PTP	**1**	**1**	**2**	**3**	**0**	**-1**	**-1**	**3**	**-3**	**-3**	**0**	**1**
Taxes	-1	-1	-1	-1	0	0	-1	-1	-1	0	0	0
Net profit	**1**	**1**	**1**	**2**	**0**	**-1**	**-2**	**2**	**-4**	**-3**	**0**	**1**
EPS	0.00	0.01	0.01	0.02	0.00	-0.01	-0.02	0.02	-0.04	-0.03	-0.01	0.00
Metrics	**Q1'24**	**Q2'24**	**Q3'24**	**Q4'24**	**Q1'25**	**Q2'25**	**Q3'25**	**Q4'25**	**Q1'26**	**Q2'26**	**Q3'26e**	**Q4'26e**
Gross margin	49.3%	53.8%	50.9%	51.6%	52.7%	54.3%	53.7%	46.1%	53.0%	44.9%	52.2%	49.0%
EBITDA margin	8.0%	8.5%	10.1%	11.5%	5.9%	2.1%	2.8%	10.3%	-4.0%	-1.7%	5.9%	6.8%
EBIT margin	4.5%	5.5%	6.8%	7.9%	1.9%	-2.0%	-1.4%	7.3%	-8.6%	-5.0%	-0.9%	1.5%
Adj. EBIT margin	4.5%	7.0%	6.8%	8.3%	2.6%	-2.0%	-0.5%	7.8%	-8.6%	-2.5%	1.7%	3.5%
Tax rate	62%	54%	56%	47%	80%	-26%	-75%	47%	-22%	-13%	35%	35%
Net profit margin	1.2%	1.6%	2.3%	3.6%	0.1%	-4.1%	-4.7%	3.4%	-12.2%	-7.3%	-1.4%	0.3%
Sales by segment	**Q1'24**	**Q2'24**	**Q3'24**	**Q4'24**	**Q1'25**	**Q2'25**	**Q3'25**	**Q4'25**	**Q1'26**	**Q2'26**	**Q3'26e**	**Q4'26e**
Ports & Maritime	**27**	**26**	**28**	**30**	**22**	**21**	**19**	**28**	**16**	**28**	**20**	**30**
y-o-y %	*13%*	*-11%*	*2%*	*-14%*	*-17%*	*-17%*	*-31%*	*-5%*	*-26%*	*34%*	*5%*	*5%*
Industry	**16**	**17**	**16**	**16**	**17**	**14**	**16**	**21**	**16**	**16**	**18**	**19**
y-o-y %	*2%*	*0.2%*	*11.6%*	*-16.6%*	*2%*	*-15%*	*1%*	*36%*	*-1%*	*12%*	*7%*	*-10%*
Historical segment	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**
y-o-y %	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*
EBITDA by segment	**Q1'24**	**Q2'24**	**Q3'24**	**Q4'24**	**Q1'25**	**Q2'25**	**Q3'25**	**Q4'25**	**Q1'26**	**Q2'26**	**Q3'26e**	**Q4'26e**
Ports & Maritime	**4**	**4**	**4**	**5**	**3**	**3**	**1**	**3**	**-1**	**2**	**2**	**3**
EBITDA margin	*14%*	*17%*	*16%*	*18%*	*11%*	*13%*	*6%*	*12%*	*-5%*	*6%*	*10%*	*11%*
Industry	**1**	**2**	**1**	**1**	**2**	**1**	**3**	**3**	**2**	**1**	**2**	**2**
EBITDA margin	*8%*	*11%*	*8%*	*7%*	*13%*	*4%*	*16%*	*16%*	*10%*	*4%*	*11%*	*10%*
Historical segment	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**
EBITDA margin	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*
EBIT by segment	**Q1'24**	**Q2'24**	**Q3'24**	**Q4'24**	**Q1'25**	**Q2'25**	**Q3'25**	**Q4'25**	**Q1'26**	**Q2'26**	**Q3'26e**	**Q4'26e**
Ports & Maritime	**n.a.**	**n.a.**	**4**	**4**	**2**	**2**	**0**	**2**	**-2**	**1**	**1**	**2**
EBIT margin	*n.a.*	*n.a.*	*13%*	*14%*	*7%*	*9%*	*1%*	*9%*	*-11%*	*4%*	*6%*	*8%*
Industry	**n.a.**	**n.a.**	**1**	**0**	**2**	**0**	**2**	**3**	**1**	**0**	**1**	**1**
EBIT margin	*n.a.*	*n.a.*	*4%*	*2%*	*9%*	*0%*	*12%*	*13%*	*6%*	*0%*	*7%*	*6%*
Historical segment	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**	**n.a.**
EBIT margin	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*	*n.a.*
Group costs	**-2**	**-2**	**-1**	**-1**	**-2**	**-3**	**-3**	**-2**	**-2**	**-3**	**-2**	**-2**

Source: ABG Sundal Collier estimates, company data

Peer group financials

Ticker	Company	SEKm	L3M	Sales growth			EBIT margin			Net margin			FCF/Net income		
OMXSALLS	OMX Stockholm Allshare	12,935,356	1%	**2026e**	**2027e**	**2028e**	**2026e**	**2027e**	**2028e**	**2026e**	**2027e**	**2028e**	**2026e**	**2027e**	**2028e**
CCC-SE	Cavotec	1,302	-23%	2.9%	13.0%	8.1%	-4%	5%	7%	-5%	3%	4%	60%	135%	126%
ABBN-CH	ABB	1,755,043	5%	22%	12%	10%	19%	20%	21%	18%	15%	16%	66%	87%	90%
GARO-SE	GARO	557	-3%	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
KCR-FI	Konecranes	74,714	-4%	3%	6%	5%	13%	14%	14%	10%	10%	11%	102%	110%	107%
MERUS-FI	Merus Power	421	13%	n.a.	20%	n.a.	2%	4%	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
PCELL-SE	PowerCell Sweden	1,193	-10%	-25%	50%	41%	-36%	-8%	3%	-36%	-7%	3%	92%	131%	119%
RSGN-CH	R&S Group	8,949	-24%	4%	9%	8%	17%	18%	18%	12%	13%	13%	65%	90%	92%
KALMAR-FI	Kalmar B	23,017	-17%	5%	6%	5%	13%	14%	14%	10%	10%	11%	89%	88%	88%
TREL.B-SE	Trelleborg B	94,009	9%	6%	7%	4%	17%	18%	18%	12%	13%	13%	106%	114%	117%
WRT1V-FI	Wartsila	202,964	-20%	-7%	6%	12%	14%	15%	15%	10%	11%	11%	88%	80%	69%
Peer average		**240,096**	**-6%**	**1%**	**15%**	**12%**	**7%**	**12%**	**15%**	**5%**	**9%**	**11%**	**87%**	**100%**	**97%**
Peer median		**23,017**	**-4%**	**4%**	**8%**	**8%**	**14%**	**14%**	**15%**	**10%**	**11%**	**11%**	**89%**	**90%**	**92%**

Source: ABG Sundal Collier estimates, FactSet estimates for peers

Peer group valuation

Ticker	Company	SEKm	L3M	EV/Sales			EV/EBIT			P/E			ND/EBITDA		
OMXSALLS	OMX Stockholm Allshare	12,935,356	1%	**2026e**	**2027e**	**2028e**	**2026e**	**2027e**	**2028e**	**2026e**	**2027e**	**2028e**	**2026e**	**2027e**	**2028e**
CCC-SE	Cavotec	1,302	-23%	0.8x	0.7x	0.7x	-24x	15x	10x	-14x	23x	15x	5.4x	1.2x	0.7x
ABBN-CH	ABB	1,755,043	5%	4.7x	4.2x	3.7x	25x	21x	18x	29x	27x	24x	-0.2x	-0.3x	-0.5x
GARO-SE	GARO	557	-3%	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
KCR-FI	Konecranes	74,714	-4%	1.5x	1.3x	1.2x	11x	10x	9x	16x	14x	13x	-0.4x	-0.7x	-1.0x
MERUS-FI	Merus Power	421	13%	0.7x	0.6x	n.a.	28x	14x	n.a.	231x	24x	n.a.	n.a.	n.a.	n.a.
PCELL-SE	PowerCell Sweden	1,193	-10%	4.2x	2.8x	2.0x	n.a.	n.a.	58x	n.a.	n.a.	74x	n.a.	9.5x	0.3x
RSGN-CH	R&S Group	8,949	-24%	1.8x	1.6x	1.4x	11x	9x	8x	14x	12x	11x	0.6x	0.2x	-0.1x
KALMAR-FI	Kalmar B	23,017	-17%	1.1x	1.0x	0.9x	8x	7x	6x	14x	12x	11x	-0.2x	-0.5x	-0.7x
TREL.B-SE	Trelleborg B	94,009	9%	2.8x	2.6x	2.4x	16x	14x	13x	21x	18x	16x	0.8x	0.6x	0.4x
WRT1V-FI	Wartsila	202,964	-20%	2.5x	2.3x	2.1x	18x	16x	14x	27x	24x	21x	-2.0x	-1.9x	-1.7x
Peer average		**240,096**	**-6%**	**2.4x**	**2.1x**	**2.0x**	**17x**	**13x**	**18x**	**50x**	**19x**	**24x**	**-0.2x**	**1.0x**	**-0.5x**
Peer median		**23,017**	**-4%**	**2.2x**	**2.0x**	**2.0x**	**16x**	**14x**	**13x**	**21x**	**18x**	**16x**	**-0.2x**	**-0.3x**	**-0.5x**

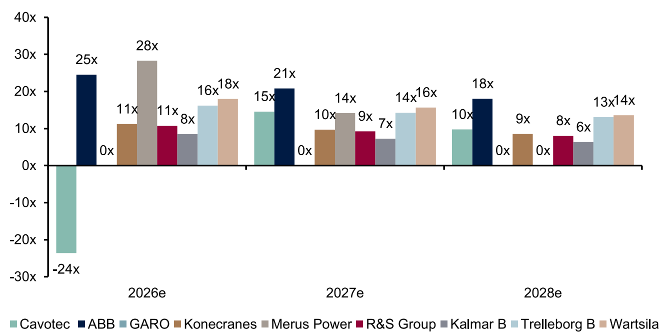
Source: ABG Sundal Collier estimates, FactSet estimates for peers

Peer group summary

Peer valuation	L3M	EV/Sales			EV/EBIT			P/E		
OMXSALLS	1%	**2026e**	**2027e**	**2028e**	**2026e**	**2027e**	**2028e**	**2026e**	**2027e**	**2028e**
CCC-SE	-23%	0.8x	0.7x	0.7x	-24x	15x	10x	-14x	23x	15x
Peer median	-4%	2.2x	2.0x	2.0x	16x	14x	13x	21x	18x	16x
vs. median		-61%	-63%	-67%	-246%	3%	-25%	-164%	27%	-11%

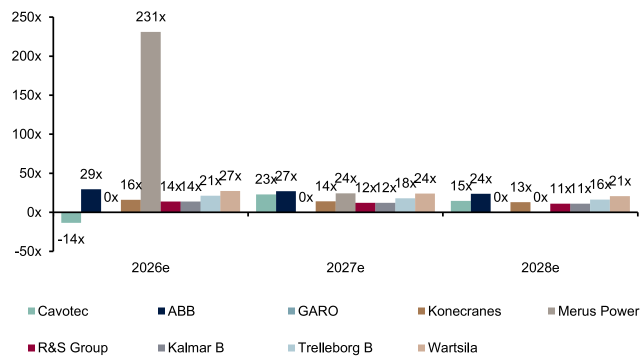
Source: ABG Sundal Collier estimates, FactSet estimates for peers

Cavotec vs. peers EV/EBIT



Source: ABG Sundal Collier estimates, FactSet estimates for peers

Cavotec vs. peers P/E



Source: ABG Sundal Collier estimates, FactSet estimates for peers

Income Statement (EURm)	2019	2020	2021	2022	2023	2024	2025	2026e	2027e	2028e
Sales	196	158	142	148	181	175	160	164	186	201
COGS	-91	-76	-71	-81	-101	-85	-78	-83	-95	-100
Gross profit	105	82	71	67	80	90	82	81	90	101
Other operating items	-84	-69	-67	-65	-65	-73	-73	-81	-75	-81
EBITDA	**21**	**14**	**4**	**2**	**14**	**17**	**9**	**0**	**16**	**20**
Depreciation and amortisation	-9	-10	-8	-6	-7	-6	-6	-6	-6	-6
of which leasing depreciation	-4	-4	-4	-3	-3	-3	-4	-4	-4	-4
EBITA	**13**	**4**	**-4**	**-4**	**7**	**11**	**3**	**-6**	**9**	**14**
EO Items	-3	-2	-2	-1	-1	-1	-1	-3	0	0
Impairment and PPA amortisation	-0	-0	-0	-0	-0	-0	-0	0	0	0
EBIT	**12**	**4**	**-4**	**-5**	**7**	**11**	**3**	**-6**	**9**	**14**
Net financial items	-2	-7	4	4	-3	-3	-2	-2	-2	-2
Pretax profit	**11**	**-3**	**-1**	**-0**	**4**	**8**	**1**	**-8**	**7**	**12**
Tax	-3	-1	-4	-3	-4	-4	-3	-1	-2	-3
Net profit	**8**	**-4**	**-4**	**-3**	**0**	**4**	**-1**	**-9**	**5**	**8**
Minority interest	0	0	0	0	0	0	0	0	0	0
Net profit discontinued	0	0	-33	-12	0	0	0	0	0	0
Net profit to shareholders	**8**	**-4**	**-37**	**-15**	**0**	**4**	**-1**	**-9**	**5**	**8**
EPS	0.08	-0.04	-0.39	-0.16	0.00	0.04	-0.01	-0.08	0.05	0.08
EPS adj.	0.11	-0.00	-0.17	-0.03	0.00	0.04	-0.02	-0.05	0.05	0.08
Total extraordinary items after tax	-2	-3	-19	-11	-0	-0	1	-3	0	0
Leasing payments	-4	-4	-4	-3	-3	-3	-4	-4	-4	-4
Tax rate (%)	*29.8*	*-25.6*	*-702.6*	*-1,032.5*	*95.3*	*53.2*	*205.9*	*-10.9*	*30.0*	*30.0*
Gross margin (%)	*53.7*	*52.0*	*49.8*	*45.3*	*44.0*	*51.4*	*51.3*	*49.4*	*48.7*	*50.2*
EBITDA margin (%)	*11.0*	*8.5*	*2.9*	*1.1*	*8.0*	*9.5*	*5.7*	*0.2*	*8.4*	*10.0*
EBITA margin (%)	*6.5*	*2.5*	*-2.8*	*-3.0*	*4.0*	*6.2*	*2.0*	*-3.6*	*5.0*	*6.7*
EBIT margin (%)	*6.3*	*2.2*	*-3.0*	*-3.0*	*4.0*	*6.2*	*2.0*	*-3.6*	*5.0*	*6.7*
Pre-tax margin (%)	*5.5*	*-2.0*	*-0.4*	*-0.2*	*2.1*	*4.7*	*0.8*	*-4.8*	*3.9*	*5.7*
Net margin (%)	*3.8*	*-2.5*	*-3.1*	*-2.1*	*0.1*	*2.2*	*-0.9*	*-5.4*	*2.7*	*4.0*
Growth Rates y-o-y	-	-	-	-	-	-	-	-	-	-
Sales growth (%)	*-0.5*	*-19.2*	*-10.3*	*4.0*	*22.2*	*-3.2*	*-8.7*	*2.9*	*13.0*	*8.1*
EBITDA growth (%)	*-337.0*	*-37.0*	*-69.9*	*-59.9*	*782.5*	*15.8*	*-45.0*	*-96.3*	*4,462.9*	*27.8*
EBITA growth (%)	*-194.4*	*-69.1*	*-201.2*	*12.6*	*-261.4*	*50.6*	*-70.9*	*-284.2*	*-258.9*	*45.8*
EBIT growth (%)	*-188.7*	*-71.5*	*-219.7*	*7.3*	*-260.4*	*50.8*	*-71.0*	*-285.0*	*-258.9*	*45.8*
Net profit growth (%)	*-140.7*	*-153.1*	*8.8*	*-27.0*	*-105.6*	*2,057.3*	*-136.3*	*532.2*	*-157.9*	*58.3*
EPS growth (%)	*nm*	*nm*	*nm*	*-60.4*	*nm*	*nm*	*nm*	*nm*	*nm*	*58.3*
Profitability	-	-	-	-	-	-	-	-	-	-
ROE (%)	*7.2*	*-3.7*	*-43.0*	*-26.6*	*0.4*	*6.6*	*-2.5*	*-17.9*	*10.9*	*16.1*
ROE adj. (%)	*9.9*	*-0.4*	*-20.4*	*-6.1*	*0.4*	*7.3*	*-3.9*	*-10.8*	*10.9*	*16.1*
ROCE (%)	*8.2*	*2.4*	*2.6*	*4.4*	*8.3*	*12.3*	*3.8*	*-7.8*	*12.6*	*17.5*
ROCE adj. (%)	*10.8*	*4.5*	*-1.3*	*-3.9*	*9.0*	*13.2*	*4.8*	*-3.6*	*12.6*	*17.5*
ROIC (%)	*6.8*	*3.9*	*-31.1*	*-64.6*	*0.5*	*6.8*	*-4.9*	*-10.2*	*10.0*	*14.3*
ROIC adj. (%)	*8.6*	*6.3*	*-12.4*	*-50.2*	*0.5*	*7.3*	*-6.1*	*-4.7*	*10.0*	*14.3*
Adj. earnings numbers	-	-	-	-	-	-	-	-	-	-
EBITA adj.	16	6	-2	-3	8	12	4	-3	9	14
EBITA adj. margin (%)	*8.2*	*4.1*	*-1.1*	*-2.4*	*4.3*	*6.7*	*2.5*	*-1.6*	*5.0*	*6.7*
EBIT adj.	16	6	-2	-4	8	12	4	-3	9	14
EBIT adj. margin (%)	*8.0*	*3.8*	*-1.3*	*-2.4*	*4.3*	*6.7*	*2.5*	*-1.6*	*5.0*	*6.7*

Source: ABG Sundal Collier, Company Data

Cash Flow (EURm)	2019	2020	2021	2022	2023	2024	2025	2026e	2027e	2028e
EBITDA	21	14	4	2	14	17	9	0	16	20
Net financial items	-2	-7	4	4	-3	-3	-2	-2	-2	-2
Paid tax	-5	-2	-0	-6	-1	-8	-1	-2	-2	-3
Non-cash items	-16	5	-22	-18	-4	1	-2	5	0	0
Cash flow before change in WC	-1	9	-14	-18	6	7	4	1	11	15
Change in working capital	16	7	13	6	-4	-1	10	-5	-1	-1
Operating cash flow	**14**	**16**	**-1**	**-12**	**2**	**6**	**14**	**-4**	**10**	**13**
Capex tangible fixed assets	-1	1	0	-0	-1	1	-1	-1	-1	-2
Capex intangible fixed assets	-0	-2	-3	-1	-1	-0	-1	-1	-2	-2
Acquisitions and Disposals	0	0	0	0	0	0	0	0	0	0
Free cash flow	**13**	**15**	**-4**	**-14**	**0**	**7**	**13**	**-5**	**7**	**10**
Dividend paid	0	0	0	0	0	0	0	0	-3	-3
Share issues and buybacks	-36	-3	-1	12	-5	-8	-7	2	0	0
Leasing liability amortisation	-4	-4	-4	-3	-3	-3	-3	-3	-3	-3

Balance Sheet (EURm)	2019	2020	2021	2022	2023	2024	2025	2026e	2027e	2028e
Goodwill	46	45	30	30	30	30	30	30	30	30
Other intangible assets	7	7	8	9	7	6	5	5	5	5
Tangible fixed assets	18	15	7	6	5	5	5	5	5	6
Right-of-use asset	19	19	14	13	12	13	13	12	11	10
Total other fixed assets	18	17	16	8	8	8	6	6	6	6
Fixed assets	108	103	76	66	62	62	59	57	56	56
Inventories	39	38	30	43	37	36	31	34	38	41
Receivables	39	32	28	40	33	36	32	34	38	41
Other current assets	11	9	29	10	9	3	11	5	5	6
Cash and liquid assets	13	19	12	10	15	12	15	8	9	13
Total assets	**211**	**201**	**175**	**168**	**157**	**148**	**148**	**137**	**147**	**157**
Shareholders equity	108	106	67	44	57	60	53	46	48	52
Minority	0	0	0	0	0	0	0	0	0	0
Total equity	**108**	**106**	**67**	**44**	**57**	**60**	**53**	**46**	**48**	**52**
Long-term debt	3	10	9	21	21	14	10	14	14	14
Pension debt	0	2	1	1	1	1	1	1	1	1
Leasing liability	20	19	14	13	12	13	14	13	13	13
Total other long-term liabilities	12	10	9	3	3	3	3	4	4	4
Short-term debt	14	4	4	5	0	0	0	0	0	0
Accounts payable	25	24	39	36	26	22	21	21	24	26
Other current liabilities	28	25	32	45	38	36	46	39	44	47
Total liabilities and equity	**211**	**201**	**175**	**168**	**157**	**148**	**148**	**137**	**147**	**157**
Net IB debt	24	16	17	30	19	16	10	19	18	15
Net IB debt excl. pension debt	24	14	15	30	18	15	9	18	17	14
Net IB debt excl. leasing	4	-3	2	17	7	3	-4	6	6	2
Capital employed	146	141	96	83	90	87	77	73	75	79
Capital invested	132	122	83	74	75	76	62	65	66	67
Working capital	36	29	17	11	16	17	7	12	14	15
EV breakdown	-	-	-	-	-	-	-	-	-	-
Market cap. diluted (m)	107	107	107	107	121	121	121	121	121	121
Net IB debt adj.	24	16	17	30	19	16	10	19	18	15
Market value of minority	0	0	0	0	0	0	0	0	0	0
EV	**131**	**123**	**124**	**137**	**140**	**137**	**131**	**140**	**139**	**136**
Total assets turnover (%)	88.9	77.0	75.7	86.3	111.3	114.5	107.9	115.4	130.8	132.3
Working capital/sales (%)	22.3	20.6	16.2	9.4	7.5	9.3	7.3	5.7	6.9	7.0
Financial risk and debt service	-	-	-	-	-	-	-	-	-	-
Net debt/equity (%)	22.2	15.4	25.0	68.4	33.0	26.3	18.3	41.4	38.0	27.8
Net debt / market cap (%)	22.5	15.3	15.6	28.0	15.4	13.0	8.0	15.6	15.0	12.0
Equity ratio (%)	51.4	52.8	38.1	26.2	36.0	40.4	35.7	33.3	32.5	33.4
Net IB debt adj. / equity (%)	22.2	15.4	25.0	68.4	33.0	26.3	18.3	41.4	38.0	27.8
Current ratio	1.51	1.83	1.33	1.18	1.48	1.48	1.32	1.34	1.33	1.37
EBITDA/net interest	13.4	2.0	1.1	0.4	4.2	6.2	5.0	0.2	7.8	10.0
Net IB debt/EBITDA (x)	1.1	1.2	4.1	18.4	1.3	0.9	1.1	55.1	1.2	0.7
Net IB debt/EBITDA lease adj. (x)	0.2	-0.2	0.9	-28.7	0.6	0.2	-0.6	-20.4	0.5	0.1
Interest coverage	7.9	0.6	1.1	1.1	2.1	4.1	1.7	2.8	4.6	6.8

Source: ABG Sundal Collier, Company Data

Share Data (EURm)	2019	2020	2021	2022	2023	2024	2025	2026e	2027e	2028e
Actual shares outstanding	94	94	94	94	107	107	107	107	107	107
Actual shares outstanding (avg)	94	94	94	94	107	107	107	107	107	107
All additional shares	16	0	0	0	12	0	0	0	0	0
Actual dividend per share	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.03	0.03

Source: ABG Sundal Collier, Company Data

Valuation and Ratios (EURm)	2019	2020	2021	2022	2023	2024	2025	2026e	2027e	2028e
Shares outstanding adj.	94	94	94	94	107	107	107	107	107	107
Diluted shares adj.	94	94	94	94	107	107	107	107	107	107
EPS	0.08	-0.04	-0.39	-0.16	0.00	0.04	-0.01	-0.08	0.05	0.08
Dividend per share	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.03	0.03
EPS adj.	0.11	-0.00	-0.17	-0.03	0.00	0.04	-0.02	-0.05	0.05	0.08
BVPS	1.15	1.12	0.71	0.47	0.53	0.56	0.49	0.43	0.45	0.49
BVPS adj.	0.59	0.58	0.30	0.05	0.18	0.23	0.17	0.11	0.13	0.17
Net IB debt/share	0.26	0.17	0.18	0.32	0.18	0.15	0.09	0.18	0.17	0.14
Share price	12.60	12.60	12.60	12.60	12.60	12.60	12.60	12.60	12.60	12.60
Market cap. (m)	107	107	107	107	121	121	121	121	121	121

Valuation and Ratios (EURm)	2019	2020	2021	2022	2023	2024	2025	2026e	2027e	2028e
Valuation	-	-	-	-	-	-	-	-	-	-
P/E (x)	14.2	nm	nm	nm	nm	31.5	nm	nm	23.7	15.0
EV/sales (x)	0.7	0.8	0.9	0.9	0.8	0.8	0.8	0.9	0.8	0.7
EV/EBITDA (x)	6.1	9.1	30.4	83.9	9.7	8.2	14.3	408.4	8.9	6.8
EV/EBITA (x)	10.3	31.3	-31.0	-30.5	19.3	12.6	41.2	-24.0	15.0	10.0
EV/EBIT (x)	10.6	35.2	-29.5	-30.4	19.3	12.6	41.4	-24.0	15.0	10.0
Dividend yield (%)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2.5	2.9
FCF yield (%)	12.3	14.0	-3.6	-12.8	0.4	5.9	10.4	-4.4	5.7	8.4
Le. adj. FCF yld. (%)	8.9	10.2	-7.3	-15.6	-2.2	3.3	7.9	-7.2	3.1	5.8
P/BVPS (x)	0.99	1.01	1.61	2.44	2.14	2.02	2.30	2.65	2.54	2.31
P/BVPS adj. (x)	1.93	1.97	3.76	21.70	6.29	4.99	6.83	10.63	9.00	6.75
P/E adj. (x)	10.5	nm	nm	nm	nm	28.7	nm	nm	23.7	15.0
EV/EBITA adj. (x)	8.1	19.2	-78.1	-39.3	17.8	11.7	33.1	-51.9	15.0	10.0
EV/EBIT adj. (x)	8.4	20.6	-68.8	-39.1	17.8	11.7	33.2	-51.9	15.0	10.0
EV/CE (x)	0.9	0.9	1.3	1.6	1.5	1.6	1.7	1.9	1.9	1.7
Investment ratios	-	-	-	-	-	-	-	-	-	-
Capex/sales (%)	0.7	0.5	2.0	1.0	0.9	0.5	1.0	0.9	1.7	1.7
Capex/depreciation	0.3	0.2	0.7	0.5	0.4	-0.3	0.7	0.6	1.3	1.3

Source: ABG Sundal Collier, Company Data

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