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Company Comment	Industrial Sales	Finland	06 March 2025
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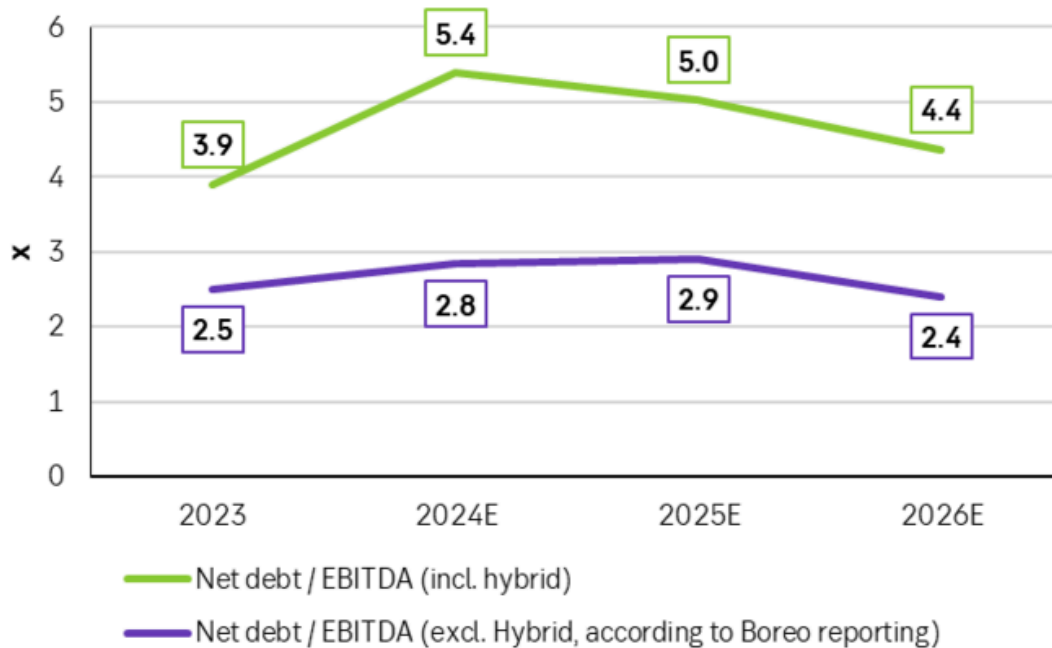
Divests a property in Tallinn

Boreo announced today that it has agreed to divest a property in Tallinn for EUR 1.3m. We think that this slightly helps in balance sheet management, but does not change the big picture of elevated leverage.

Divests a property in Tallinn

Boreo announced today that it has sold a property it owns in Tallinn. The price of the divestment is EUR 1.3m, from which Boreo will be recording EUR 0.8m capital gain in Q1/25 report. The capital gain does not impact operational EBIT. Boreo has entered into a long-term lease agreement to rent the premise. The divestment slightly helps in managing the leverage and liquidity, but we note that it does not change the big picture and that the balance sheet remains stretched.

Leverage development, SEB estimates (Q4/24 review)



Source: SEB, Boreo

Key figures				
(EURm)	2024	2025E	2026E	2027E
Revenues (m)	136	143	149	155
Adj. EBIT	7	8	9	9
PTP (m)	1	3	6	6
EPS	(0.30)	0.16	0.89	1.16
EPS (adjusted)	0.51	0.81	1.16	1.37
DPS	0.00	0.00	0.00	0.00
Revenue growth (%)	(16.9)	6.5	4.2	3.7
EPS growth (%)	(63.4)	58.5	43.0	18.0
Operating margin (%)	3.0	3.8	5.3	5.7
Adj. EBIT margin (%)	5.2	5.3	5.8	6.1
ROCE (%)	6.6	7.4	8.9	9.2
Net Debt/EBITDA (x)	5.4	5.0	4.4	3.8
PER (adjusted)	21.3	14.1	9.8	8.3
Dividend yield (%)	0.0	0.0	0.0	0.0
Free Cash Flow Yield (%)	18.5	4.7	12.3	9.4
P/BV (x)	0.7	0.7	0.7	0.6
EV/EBIT (x)	11.9	11.0	9.2	8.2
EV/Sales (x)	0.62	0.58	0.54	0.50

Source: SEB

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