

Higher costs, but solid progress

We believe Gapwaves continues to show progress in its most important topic, i.e. moving closer towards high-volume production with its tier-1 automotive clients. Q3 showed a higher loss y/y related to a lower gross margin in initial production at its pilot line facility (which should improve as volumes ramp up) coupled with start-up costs and some higher opex in general. We tweak our DCF-based fair value range to SEK 19-26 (20-27).

Key Data (2025E)

Price (SEK)	19.20
Reuters	GAPWb.ST
Bloomberg	GAPW SS
Market cap (SEKm)	698
Market cap (USDm)	74
Net debt (SEKm)	(77)
Net gearing	(62%)
Net debt/EBITDA (x)	1.8
Shares fully dil. (m)	36.3
Avg daily turnover (m)	0.6
Free float	74%

Q3 impacted by higher start-up costs on pilot production line, sales +11% y/y

Q3 net sales grew 11% y/y to SEK 20.4m driven by SEK 9.1m production equipment sales, increased product sales to Valeo, with a lower proportion of project/prototype revenues from tier-1 customers. EBIT excl. associate income declined to SEK -16.9m, versus SEK -8.5m in Q3 24. This was explained by a lower GM of c. 17% as the start-up phase of the Valeo contract, where Gapwaves has seen high demand, led to a need to source material in alternative ways (resulting in a lower GM) and higher start-up costs, driving opex together with other general investments as Gapwaves progresses towards its high-volume phase. The high share of production equipment also explains the lower GM.

New enquiries keep coming; high-volume phase to start in 2026

Gapwaves CEO Jonas Ehinger notes that it continues to receive new enquiries for partnerships, including from automotive, despite weak industry sentiment. In our view, the most important thing is it managing to scale up high-volume production with key tier-1 customers in 2026; this seems to be progressing according to plan as it has seen >500k antennas manufactured using Gapwaves technology in 2025, proving its technology, which is important as it keeps moving towards high-volume production in its production partner Frencken's facility.

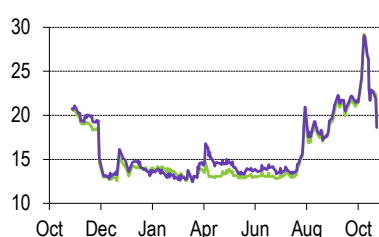
Estimate Revisions (%)

	2025E	2026E	2027E
Revenues	(5)	(6)	(0)
Adj. EBIT	(55)	(73)	(21)
Adj. EPS	(55)	(73)	(21)

Lower net sales by SEK 5-10m and EBIT by SEK 18-8m in 2026E-27E

We lower net sales slightly after Q3, raising opex. In our 2026-27 estimates, we lower the contribution from Smartmicro but raise the contribution from Valeo.

Share Price (12M)



Absolute (green) / Relative to Sweden (purple).

Marketing communication

commissioned by:

Gapwaves

Financials (SEK)

Year end: Dec	2023	2024	2025E	2026E	2027E
Revenues (m)	34	70	97	140	190
Adj. EBIT	(71)	(54)	(50)	(19)	11
Pre-tax profit (m)	(69)	(52)	(50)	(19)	11
EPS	(2.22)	(1.67)	(1.60)	(0.52)	0.25
Adj. EPS	(2.22)	(1.67)	(1.60)	(0.52)	0.25
DPS	0.00	0.00	0.00	0.00	0.00
Revenue growth (%)	(51.5)	107.7	37.8	44.5	35.5
Adj. EBIT growth (%)	n.m.	n.m.	n.m.	n.m.	n.m.
Adj. EPS growth (%)	n.m.	n.m.	n.m.	n.m.	n.m.
Adj. EBIT margin (%)	n.m.	(77.2)	(51.0)	(13.4)	6.0
ROE (%)	(36.8)	(40.7)	(42.7)	(15.6)	7.7
ROCE (%)	(36.8)	(38.9)	(41.6)	(16.9)	10.4
PER (x)	n.m.	n.m.	n.m.	n.m.	78.4
Free cash flow yield (%)	(8.3)	(6.7)	(4.8)	(1.4)	(0.3)
Dividend yield (%)	0.0	0.0	0.0	0.0	0.0
P/BV (x)	4.54	4.31	5.34	6.24	5.78
EV/Sales (x)	22.03	6.08	6.91	4.78	3.47
EV/Adj. EBITDA (x)	(9.7)	(8.5)	(14.5)	(55.6)	32.1
EV/Adj. EBIT (x)	(8.5)	(7.4)	(12.5)	(33.7)	55.1
EV/Adj. EBITA (x)	(8.5)	(7.4)	(12.5)	(33.7)	55.1
Net debt/EBITDA (x)	1.87	1.27	2.43	24.80	(4.76)

Source for all data on this page: SEB (estimates) and Millstream/Thomson Reuters (prices)

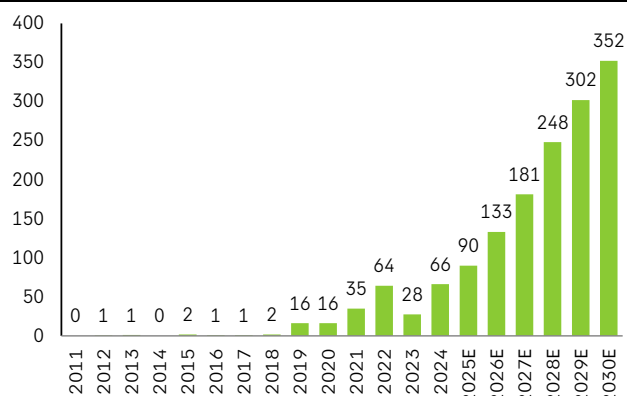
Key charts

Gapwaves order history

Announcement date	Est. delivery	Value (SEKm)	Product	Customer	New customer?	Segment
15/08/2025	Q3 2025	0.6	Antenna prototype	Infineon	X	Semiconductors/auto
07/07/2025	H2 2025	3.6	Engineering services	Hella		Auto
24/04/2025	Q2-Q3 2025	0.8	Engineering services	Desay SV	X	Auto
30/01/2025	Q1-Q2 2025	3.5	Antenna prototype	North American tier 1		Auto
29/01/2025	2025-2026	33.3	Production equipment	Frencken Group		Manufacturer
20/12/2024	Q1 2025	5.1	Engineering services	Hella		Auto
09/12/2024	Q4 2024-Q1 2025	1.6	Engineering services	North American tier 1	X	Auto
13/06/2024	2024-2027	Minimum 8.3	Antennas	Sensrad		Radar
11/06/2024	Q4 2024-Q1 2025	5.3	Prototypes, engineering services	Asian tier 1	X	Auto
07/06/2024	Q2-Q3 2024	1.2	Engineering services	European Tier 1		Auto
07/05/2024	2024-2026	5.9	Engineering services	Bosch		Auto
30/04/2024	Q2 2024	1.9	Engineering services	European tier 1		Auto
14/03/2024	Q1-Q2 2024	1.2	Engineering services	European tier 1		Auto
02/02/2024	Q1-2024	3.7	Engineering services	European tier 1		Auto
08/01/2024	2024-H1 2025	22.5	Production equipment	Frencken Group		Manufacturer
22/12/2023	2024	16.9	Engineering services	Hella		Auto
05/06/2023	Q3/23	3.7	Antenna prototype	Hella		Auto
02/06/2023	Q4/23	4.5	Antenna prototype	Sensrad	X	Radar
23/05/2023	Q1/23	1.0	Antenna prototype	European tier 1	X	Auto
16/02/2023	Q2/23	3.8	Antenna prototype	Hella		Auto
05/12/2022	Q1/23	0.3	Antenna prototype	Autotech company		Auto
01/09/2022	Q4/22	4.8	Antenna testing equipment	Frencken Group		Auto
08/06/2022	Q3/22	3.0	Antenna prototype	Smartmicro		Auto
02/05/2022	Q4/22	3.5	Antenna testing equipment	FWB Kunststofftechnik	X	Manufacturer
20/04/2022	Q4/22	3.5	Antenna testing equipment	Frencken Group	X	Manufacturer
07/04/2022	Q3/22	4.0	Antenna prototype	Hella		Auto
31/03/2022	Q2/22	2.0	Antenna prototype	Autotech company		Auto
19/01/2022	Q1/22	10.0	Antennas	Global tech giant		Tech
26/10/2021	Q1/22	3.0	Antenna prototype	Hella		Auto
29/09/2021	Q1/22	2.1	Antenna prototype	Tier 1		Auto
15/09/2021	Q4/21	1.0	Antenna prototype	Uhnder		Mobility
07/09/2021	Q4/21	1.9	Antenna prototype	Tier 1		Auto
05/07/2021	Q3/21	0.4	Antenna prototype	Tier 1	X	Auto
01/06/2021	Q3/21	2.4	Antenna prototype	Tier 1		Auto
20/05/2021	Q3/21	1.3	Antenna prototype	Uhnder		Mobility
11/05/2021	Q4/21	3.7	Antenna prototype	Global tech giant		Tech
31/03/2021	Q4/21	2.3	Antenna prototype	Trafic radar customer		Auto
09/03/2021	Q1/21	2.2	Antenna prototype	Tier 1		Auto
08/03/2021	Q3/21	1.6	Antennas	Uhnder		Mobility
25/02/2021	Q2/21	1.4	Antennas	Uhnder		Mobility
11/12/2020	Q1/21	0.6	Antenna prototype	Tier 1	X	Auto
04/11/2020	Q1/21	1.7	Antenna prototype	Global tech giant		Tech
14/10/2020	Q4/20	0.5	Antenna prototype	Aurora	X	Auto
29/09/2020	Q4/20	1.0	Antennas	US telco equipment	X	Telecom
13/08/2020	Q3/20	1.5	Antenna prototype	Global tech giant	X	Tech
28/07/2020	Q3/20	1.0	Antennas	Uhnder		Mobility
08/06/2020	Q3/20	2.0	Antenna prototype	Uhnder		Mobility
22/04/2020	Q2/20	0.5	Antenna prototype	Infineon	X	Semi
13/03/2020	Q1/20	0.5	Antenna prototype	ZF Friedrichshafen	X	Auto
13/01/2020	Q1/20	2.5	Antenna prototype	Tier 1 euro supplier		Auto

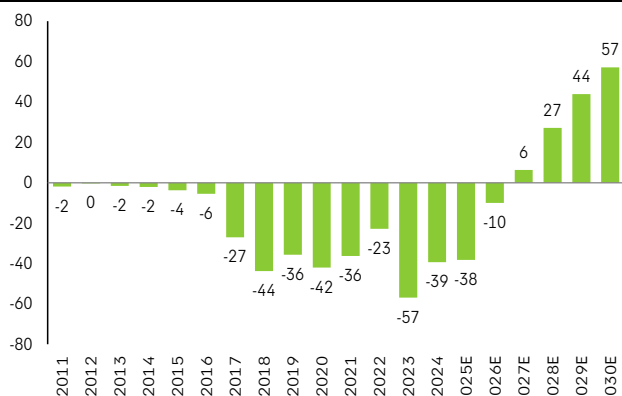
Source: Gapwaves

Net sales 2011-30E



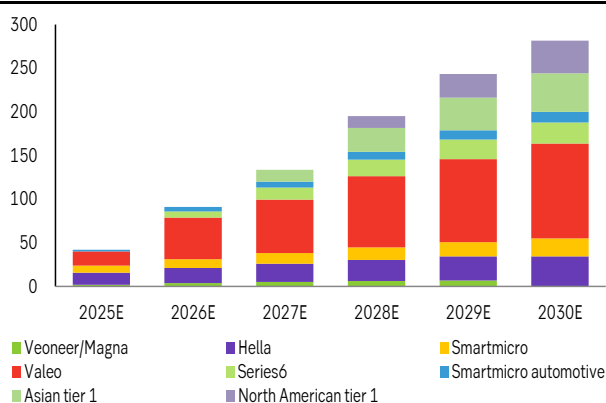
Source: Gapwaves, SEB estimates

EBIT excl. associate company income 2011-30E



Source: Gapwaves, SEB estimates

Assumed net sales per tier-1 auto supplier (SEKm)



Source: Gapwaves, SEB estimates

Gross profit, tier-1 suppliers, products/royalties (SEKm)



Source: Gapwaves, SEB estimates

Assumptions for Gapwaves' major contracts

	Stages completed			Start of production	Peak volume yr.	Technology	Assumptions			
	Design/NRE	Prototype delivery	Agreement				Revenue model	GAPW rev/antenna (SEK)	Volume in peak year	Peak sales (SEKm)
Veoneer/Magna	X	X	X	2026	2031	IMW	Royalty	1.0	10,000,000	10
Hella	X	X	X	2024	2031	IMW	Royalty	1.4	24,000,000	35
Hella 2nd gen	X	X	X	2026	2031	IMW	Royalty	1.4	24,000,000	35
Smartmicro	X	X	X	2024	2029	IMW	Supply	272	75,000	20
Smartmicro auto	X	X	X	2025	2028	MLW	Supply	272	55,000	15
Valeo	X	X	X	2025	2030	MLW	Supply	272	500,000	136
Asian tier 1	X	X		2027	2031-32	MLW	Supply	272	250,000	68
N. American tier 1	X	X		2028	2032-33	MLW	Supply	272	250,000	68

Source: Gapwaves, SEB

Valuation

DCF assumption details

(SEKm)	2025E	2026E	2027E	2028E	2029E	Average year 6-10	Average year 11-15	Average year 16-20
Sales growth (%)	35.9	48.1	36.1	37.0	21.7	10.7	4.4	2.6
EBITDA margin (%)	(35.0)	(1.9)	8.0	14.7	17.7	18.5	19.4	19.5
EBIT margin (%)	(42.6)	(7.5)	3.5	11.0	14.5	17.2	18.1	18.2
Gross capital expenditures as % of sales	9.9	5.6	(3.0)	(3.5)	(2.1)	1.3	1.3	1.3
Working capital as % of sales	17.3	15.0	16.9	18.7	19.4	16.6	15.4	15.4
Lease repayments as % of sales	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Sales	90	133	181	248	302	435	574	675
Depreciation	(7)	(7)	(8)	(9)	(10)	(6)	(7)	(9)
Intangibles amortisation	0	0	0	0	0	0	0	0
EBIT	(38)	(10)	6	27	44	75	104	123
Taxes on EBIT	8	2	(1)	(6)	(10)	(16)	(23)	(27)
Increase in deferred taxes	0	0	0	0	0	0	0	0
Other	0	0	0	0	0	0	0	0
NOPLAT	(39)	(15)	9	28	40	65	87	102
Gross capital expenditure	(9)	(7)	6	9	6	(6)	(7)	(9)
Increase in working capital	5	(4)	(11)	(16)	(12)	(5)	(3)	(3)
Lease repayments	0	0	0	0	0	0	0	0
Free cash flow (incl. lease repayments)	(36)	(19)	12	30	44	60	84	99
ROIC (%)	(31.3)	(14.7)	7.5	17.7	19.0	28.5	35.9	39.5
ROIC-WACC (%)	(40.3)	(23.7)	(1.5)	8.7	10.0	19.5	26.9	30.5
Share of total net present value (%)	0.0	(2.5)	1.4	3.3	4.4	22.9	21.2	16.2

Source: SEB estimates

Gapwaves DCF: cost of equity sensitivity analysis

		Cost of equity (%)				
		8.0	8.5	9.0	9.5	10.0
Equity capital weight (%)	80	34	32	29	27	26
	90	29	27	25	24	22
	100	26	24	22	21	19
	100	26	24	22	21	19
	100	26	24	22	21	19

Source: SEB estimates

Based on our estimates (shown above) and a WACC of 8-10%, we derive a DCF-based fair equity value range of SEK 19-26 per share by varying the cost of equity +/- 1pp (mid-point of SEK 22.5 per share).

Detailed estimates

Quarterly detailed estimates (SEKm)

	Q1/24	Q2/24	Q3/24	Q4/24	Q1/25	Q2/25	Q3/25	Q4/25E
Net sales	15.6	14.5	18.4	17.6	22.8	24.1	20.4	22.6
Other income	1.1	1.1	0.9	1.3	2.5	1.7	1.4	1.7
Activated work for own account	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Goods for resale	-5.0	-4.0	-9.3	-5.1	-6.7	-9.6	-16.8	-11.3
Other external costs	-7.1	-7.1	-6.6	-7.4	-7.1	-7.4	-8.1	-7.7
Personnel costs	-13.5	-12.8	-9.9	-14.1	-12.6	-12.6	-12.1	-14.7
Depreciation/amortization of PPE & intangible assets	-1.9	-1.9	-1.8	-1.8	-1.7	-1.6	-1.6	-1.8
Other operating expenses	0.0	-0.4	-0.1	-0.1	-1.5	0.1	-0.2	-0.3
Results from shares in associated companies	-4.2	-3.7	-3.5	-3.6	-3.3	-3.3	-2.4	-2.4
EBIT	-14.9	-14.3	-12.0	-13.2	-7.5	-8.8	-19.3	-14.0
- EBIT margin	-95%	-99%	-65%	-75%	-33%	-36%	-95%	-62%
EBIT excl. associate company income	-10.7	-10.6	-8.5	-9.6	-4.2	-5.5	-16.9	-11.6
- EBIT margin ex ACI	-69%	-73%	-46%	-54%	-19%	-23%	-83%	-51%
Net financial items	1.3	-0.1	0.1	1.0	-1.5	0.9	0.2	0.2
Pre-tax profit / loss	-14	-14	-12	-12	-9	-8	-19	-14
Total tax	0	0	0	0	0	0	0	0
Profit / loss for the period	-14	-14	-12	-12	-9	-8	-19	-14
EPS	-0.4	-0.5	-0.4	-0.4	-0.3	-0.3	-0.6	-0.4

Source: Gapwaves, SEB estimates

Annual detailed estimates (SEKm)

	2021	2022	2023	2024	2025E	2026E	2027E	2028E
Net sales	34.9	64.0	27.5	66.1	89.8	133.0	181.0	248.0
Other income	2.6	6.0	6.2	4.4	7.3	7.3	9.1	12.4
Activated work for own account	2.5	0.9	0.0	0.0	0.0	0.0	0.0	0.0
Goods for resale	-15.5	-21.8	-9.8	-23.4	-44.4	-50.4	-74.1	-113.6
Other external costs	-31.7	-29.2	-31.1	-28.1	-30.3	-33.3	-36.6	-39.9
Personnel costs	-22.5	-33.7	-40.1	-50.4	-52.0	-57.2	-62.9	-68.6
Depreciation/amortization of PPE & intangible assets	-6.0	-8.0	-8.5	-7.3	-6.8	-7.4	-8.2	-9.2
Other operating expenses	-0.5	-1.0	-1.1	-0.6	-1.9	-1.9	-1.9	-1.9
Results from shares in associated companies	0.0	0.0	-14.5	-15.0	-11.3	-8.9	5.1	9.2
EBIT	-36.2	-22.8	-71.3	-54.4	-49.6	-18.9	11.4	36.4
- EBIT margin	-104%	-36%	-259%	-82%	-55%	-14%	6%	15%
EBIT excl. associate company income	-36.2	-22.8	-56.8	-39.4	-38.2	-10.0	6.4	27.2
- EBIT margin ex ACI	-104%	-36%	-207%	-60%	-43%	-7%	4%	11%
Net financial items	-0.1	1.2	2.1	2.3	-0.2	0.0	0.0	0.0
Pre-tax profit / loss	-36	-22	-69	-52	-50	-19	11	36
Total tax	0	0	0	0	0	0	-3	-8
Profit / loss for the period	-36	-22	-69	-52	-50	-19	11	36
EPS	-1.2	-0.7	-2.2	-1.7	-1.6	-0.5	0.2	0.8

Source: Gapwaves, SEB estimates

Overview

Investment considerations

Gapwaves's unique antenna technology is validated by agreements with several tier-one automotive OEMs that are due for a ramp-up, which we believe gives credibility to a strong long-term growth case. We believe Gapwaves is in a 'sweet spot' in a world in which vehicles are becoming increasingly digitalised. The Yole Automotive Report 2022 projects a CAGR for the volume of high-resolution automotive radars of 50% during 2022-27E.

Company profile

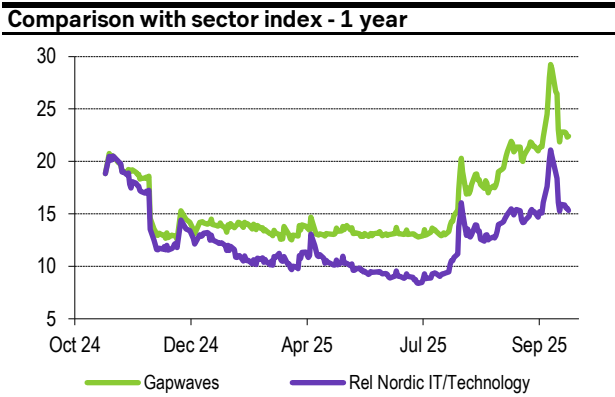
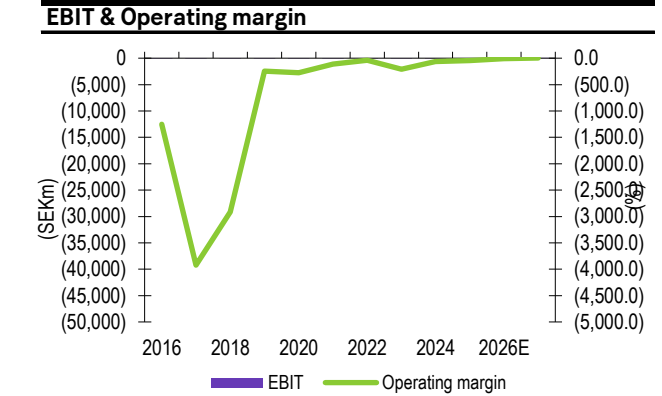
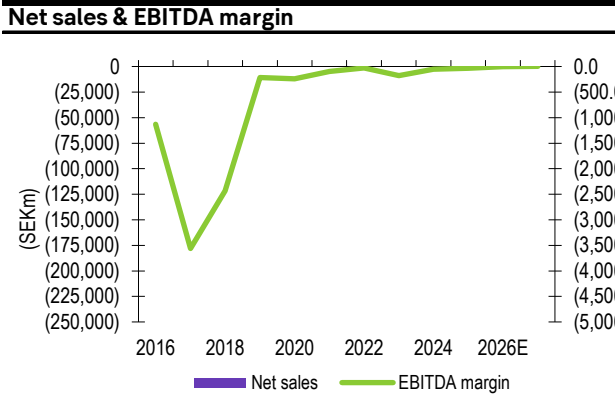
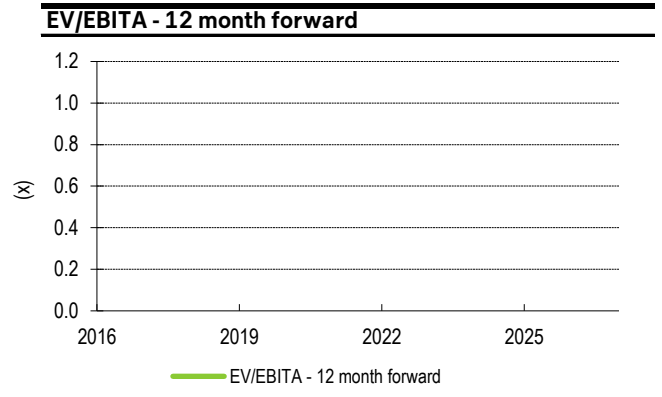
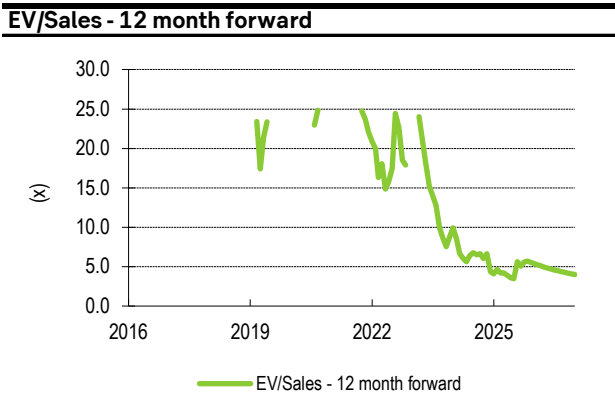
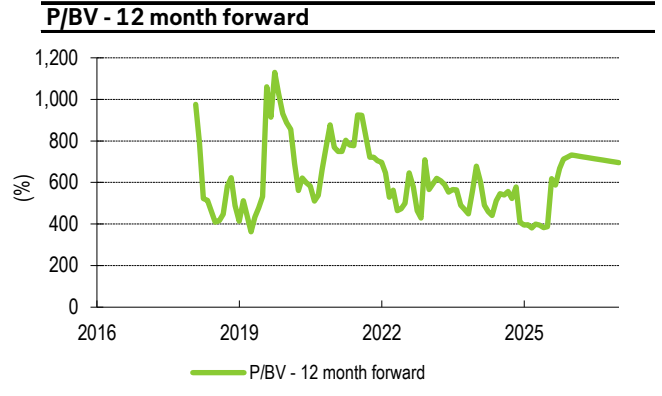
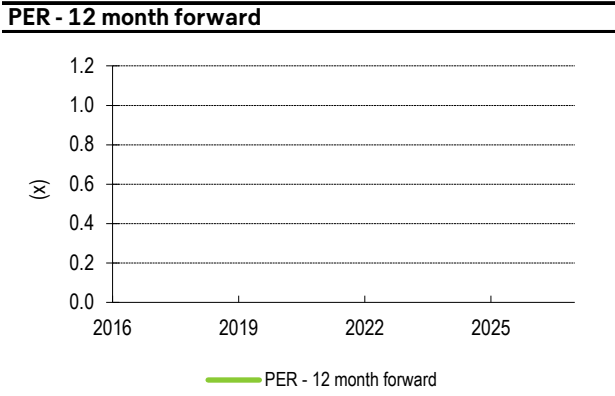
Gapwaves is focused on the development and commercialisation of its proprietary mmWave antenna technology. The basis for this technology comes from Gapwaves's founder Per-Simon Kildal, a renowned professor of antenna systems at Chalmers University of Technology. The company's headquarters are in Gothenburg and it had 44 employees at end-Q4/24. Gapwaves has several antenna products targeting primarily the automotive industry and has signed agreements with several tier-one automotive suppliers including Hella, Valeo and Magna (Veoneer). It also has received orders from North American and Asian tier one suppliers, which could result in full agreements.

Valuation approach

We derive our fair equity value range using a DCF-based approach.

Investment risks

We see the main risks as intense competition in the automotive industry, both from tier-one suppliers and from specialised sub-suppliers, which could lead to price pressure and a loss of market share. In addition, there is competition from other technologies such as cameras and LIDAR. Another key risk is the need for additional financing, which might result in further dilution. We note that Gapwaves has limited experience in production.



Profit & loss statement - Gapwaves												
(SEKm)	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025E	2026E	2027E
Net Sales	1	1	2	16	16	35	64	28	66	90	133	181
Other revenues	1	0	1	1	3	3	6	6	4	7	7	9
Total revenues	1	1	2	17	19	37	70	34	70	97	140	190
Total expenses	(10)	(32)	(45)	(51)	(58)	(70)	(86)	(82)	(103)	(129)	(143)	(176)
Profit before depreciation	(8)	(31)	(43)	(34)	(39)	(33)	(16)	(48)	(32)	(31)	(3)	15
Depreciation - Fixed assets	(1)	(3)	(9)	(5)	(6)	(6)	(8)	(8)	(7)	(7)	(7)	(8)
Depreciation - Other assets	0	0	0	0	0	0	0	0	0	0	0	0
Depreciation of right-of-use assets	0	0	0	0	0	0	0	0	0	0	0	0
Amortisation - Goodwill	0	0	0	0	0	0	0	0	0	0	0	0
Amortisation - Other intangibles	0	0	0	0	0	0	0	0	0	0	0	0
Operating profit	(9)	(34)	(51)	(39)	(45)	(39)	(24)	(57)	(39)	(38)	(10)	6
Associated companies	0	0	0	0	0	0	0	(14)	(15)	(11)	(9)	5
Net interest expenses	(0)	(0)	(2)	(0)	1	2	2	2	2	(0)	0	0
Foreign exchange items	0	0	0	0	0	0	0	0	0	0	0	0
Other financial items	0	0	0	0	0	0	0	0	0	0	0	0
Value changes - Fixed assets	0	0	0	0	0	0	0	0	0	0	0	0
Value changes - Financial assets	0	0	0	0	0	0	0	0	0	0	0	0
Value changes - Other assets	0	0	0	0	0	0	0	0	0	0	0	0
Reported pre-tax profit	(10)	(35)	(54)	(39)	(44)	(37)	(21)	(69)	(52)	(50)	(19)	11
Minority interests	0	0	0	0	0	0	0	0	0	0	0	0
Total taxes	0	0	0	0	0	0	0	0	0	0	0	(3)
Reported profit after tax	(10)	(35)	(54)	(39)	(44)	(37)	(21)	(69)	(52)	(50)	(19)	9
Discontinued operations	0	0	0	0	0	0	0	0	0	0	0	0
Extraordinary items	0	0	0	0	0	0	0	0	0	0	0	0
Net Profit	(10)	(35)	(54)	(39)	(44)	(37)	(21)	(69)	(52)	(50)	(19)	9
Adjustments:												
Discontinued operations	0	0	0	0	0	0	0	0	0	0	0	0
Interest on convertible debt	0	0	0	0	0	0	0	0	0	0	0	0
Minority interests (IFRS)	0	0	0	0	0	0	0	0	0	0	0	0
Value changes	0	0	0	0	0	0	0	0	0	0	0	0
Goodwill/intangibles amortisations	0	0	0	0	0	0	0	0	0	0	0	0
Restructuring charges	0	0	0	0	0	0	0	0	0	0	0	0
Other adjustments	0	0	0	0	0	0	0	0	0	0	0	0
Tax effect of adjustments	0	0	0	0	0	0	0	0	0	0	0	0
Adjusted profit after tax	(10)	(35)	(54)	(39)	(44)	(37)	(21)	(69)	(52)	(50)	(19)	9
Margins, tax & returns												
Operating margin	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	(37.0)	n.m.	(59.6)	(42.6)	(7.5)	3.5
Pre-tax margin	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	(33.4)	n.m.	(78.8)	(55.5)	(14.2)	6.3
Tax rate	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	22.0
ROE	0.0	0.0	n.m.	(40.1)	(45.0)	(23.8)	(9.5)	(36.8)	(40.7)	(42.7)	(15.6)	7.7
ROCE	0.0	0.0	n.m.	(40.1)	(44.9)	(23.4)	(8.5)	(36.8)	(38.9)	(41.6)	(16.9)	10.4
Growth rates y-o-y (%)												
Total revenues	n.a.	1.9	70.1	645.7	12.1	96.0	87.0	(51.5)	107.7	37.8	44.5	35.5
Operating profit	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.
Pre-tax profit	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.
EPS (adjusted)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Cash flow												
(SEKm)	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025E	2026E	2027E
Net profit	(10)	(35)	(54)	(39)	(44)	(37)	(21)	(69)	(52)	(50)	(19)	9
Non-cash adjustments	1	3	18	8	5	6	8	26	22	18	16	3
Cash flow before work cap	(9)	(31)	(35)	(31)	(39)	(30)	(13)	(43)	(30)	(32)	(3)	12
Ch. in working capital / Other	0	0	8	2	5	(11)	(10)	(13)	2	5	(4)	(11)
Operating cash flow	(9)	(31)	(28)	(29)	(34)	(41)	(23)	(56)	(28)	(27)	(7)	1
Capital expenditures	0	0	(9)	(3)	(5)	(9)	(1)	(2)	(2)	(2)	(3)	(4)
Asset disposals	0	0	0	0	0	0	0	0	0	0	0	0
L/T financial investments	0	0	0	0	0	0	0	(0)	0	(7)	(5)	9
Acquisitions / adjustments	0	0	0	0	0	0	0	(43)	0	0	0	0
Free cash flow	(9)	(31)	(37)	(32)	(39)	(50)	(23)	(100)	(30)	(36)	(14)	7
Net loan proceeds	0	0	0	0	0	0	0	0	0	0	0	0
Dividend paid	0	0	0	0	0	0	0	0	0	0	0	0
Share issue	0	0	0	0	0	0	0	0	0	78	0	0
Other	0	0	0	0	0	0	0	0	(19)	(6)	0	0
Net change in cash	(9)	(31)	(37)	(32)	(39)	(50)	(23)	(100)	(49)	36	(14)	7
Adjustments												
C/flow bef chng in work cap	(9)	(31)	(35)	(31)	(39)	(30)	(13)	(43)	(30)	(32)	(3)	12
Adjustments	0	0	0	0	0	0	0	0	0	0	0	0
Int on conv debt net of tax	0	0	0	0	0	0	0	0	0	0	0	0
Cash earnings	(9)	(31)	(35)	(31)	(39)	(30)	(13)	(43)	(30)	(32)	(3)	12
Per share information												
Cash earnings	(0.59)	(1.92)	(1.68)	(1.21)	(1.42)	(1.04)	(0.42)	(1.38)	(0.97)	(1.02)	(0.07)	0.33
Operating cash flow	(0.59)	(1.92)	(1.3)	(1.12)	(1.26)	(1.41)	(0.73)	(1.79)	(0.91)	(0.86)	(0.19)	0.04
Free cash flow	(0.59)	(1.92)	(1.75)	(1.26)	(1.44)	(1.73)	(0.75)	(3.22)	(0.96)	(1.15)	(0.39)	0.19
Investment cover												
Capex/sales (%)	0.0	0.0	537.0	21.1	30.2	26.2	0.8	5.8	1.1	2.1	2.1	2.1
Capex/depreciation (%)	0	0	111	69	88	153	6	19	10	27	38	47

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Balance sheet - Gapwaves												
(SEKm)	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025E	2026E	2027E
Cash and liquid assets	0	0	72	109	78	211	185	89	41	77	62	69
Debtors	0	0	2	5	3	19	29	21	27	33	39	50
Inventories	0	0	0	0	0	1	2	2	2	6	7	9
Other	0	0	1	1	2	2	2	1	4	4	4	4
Current assets	0	0	75	116	83	232	218	113	74	120	112	132
Interest bearing fixed assets	0	0	0	0	0	0	0	1	0	0	0	0
Other financial assets	0	0	0	0	0	3	4	0	39	35	31	27
Capitalized development cost	0	0	0	0	0	0	0	0	1	1	1	1
Goodwill	0	0	0	0	0	0	0	32	0	0	0	0
Other intangibles	0	0	14	13	12	10	22	16	9	9	9	9
Right-of-use lease assets	0	0	0	0	0	0	0	0	0	0	0	0
Fixed tangible assets	0	0	4	3	4	9	8	7	7	2	(3)	(7)
Other fixed assets	0	0	0	0	0	0	0	3	0	0	0	0
Fixed assets	0	0	18	16	16	21	34	58	57	48	39	30
Total assets	0	0	93	132	98	254	252	171	131	168	151	162
Creditors	0	0	3	3	7	12	6	4	6	8	10	12
Other trade financing	0	0	0	0	0	0	0	0	0	0	0	0
S/T lease liabilities	0	0	0	0	0	0	0	0	0	0	0	0
S/T interest bearing debt	0	0	0	0	0	0	0	0	0	0	0	0
Other	0	0	8	13	12	13	20	11	20	20	20	20
Current liabilities	0	0	11	16	19	25	26	16	27	28	30	33
L/T interest bearing debt	0	0	0	0	0	0	0	0	0	0	0	0
L/T lease liabilities	0	0	0	0	0	0	0	0	0	0	0	0
Other long-term liabilities	0	0	4	2	0	1	0	0	0	13	13	13
Convertible debt	0	0	0	0	0	0	0	0	0	0	0	0
Pension provisions	0	0	0	0	0	0	0	0	0	0	0	0
Other provisions	0	0	0	0	0	0	0	0	0	7	12	2
Deferred tax	0	0	0	0	0	0	3	3	2	2	2	2
Long term liabilities	0	0	4	2	0	1	3	3	2	22	27	18
Minority interests	0	0	0	0	0	0	0	0	0	(7)	(12)	(2)
Shareholders' equity	0	0	80	115	79	228	222	153	103	131	112	121
Total liabilities and equity	0	0	95	133	99	254	252	172	131	174	157	169
Net debt (m)	0	0	(72)	(109)	(78)	(211)	(185)	(90)	(41)	(77)	(62)	(69)
Working capital (m)	0	0	(8)	(10)	(15)	(4)	6	8	7	16	20	31
Capital employed (m)	0	0	80	115	79	228	222	153	103	124	100	118
Net debt/equity (%)	0	0	(91)	(95)	(98)	(93)	(84)	(59)	(40)	(62)	(62)	(58)
Net debt/EBITDA (x)	0.0	0.0	1.7	3.2	2.0	6.4	11.8	1.4	0.9	1.8	5.5	(3.5)
Equity/total assets (%)	0	0	84	86	80	90	88	89	78	71	64	70
Interest cover	(37.5)	(149.1)	(22.1)	(541.3)	(777.8)	(57.7)	(8.2)	(6,063.2)	(15.0)	(12.9)	0.0	0.0

Valuation												
(SEK)	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025E	2026E	2027E
No of shares, fully dil. (y/e)	14.8	17.9	24.4	26.9	27.6	30.7	31.1	31.1	31.1	36.3	36.3	36.3
No of shares, fully dil. avg.	14.8	16.4	21.2	25.7	27.3	29.2	30.9	31.1	31.1	31.1	36.3	36.3
Share price, y/e	14.2	38.9	17.6	25.5	57.1	49.6	27.9	22.4	14.2	19.2	19.2	19.2
Share price, high	18.0	55.8	40.7	40.8	76.0	74.9	51.7	32.0	23.8	31.2		
Share price, low	6.8	8.9	14.0	13.3	14.9	44.8	19.8	15.0	12.3	11.9		
Share price, avg	14.1	21.3	20.8	24.5	35.8	57.7	32.4	23.1	17.7	15.7		
EPS (reported)	(0.65)	(2.11)	(2.54)	(1.52)	(1.60)	(1.26)	(0.69)	(2.22)	(1.67)	(1.60)	(0.52)	0.25
EPS (adjusted)	(0.65)	(2.11)	(2.54)	(1.52)	(1.60)	(1.26)	(0.69)	(2.22)	(1.67)	(1.60)	(0.52)	0.25
Cash earnings/share	(0.59)	(1.92)	(1.68)	(1.21)	(1.42)	(1.04)	(0.42)	(1.38)	(0.97)	(1.02)	(0.07)	0.33
Dividend/share	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Enterprise value/share	14.2	39	14.6	21	54	43	22	19.5	12.9	17.1	17.5	17.3
Book value/share	0.0	0.0	3.3	4.3	2.9	7.4	7.1	4.9	3.3	3.6	3.1	3.3
Adjusted equity/share	0.0	0.0	3.3	4.3	2.9	7.4	7.1	4.9	3.3	3.6	3.1	3.3
PER (adjusted)	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	78.4
CEM	(24.2)	(20.3)	(10.5)	(21.1)	(40.2)	(47.7)	(66.1)	(16.2)	(14.6)	(18.9)	(277.9)	58.0
Dividend yield	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
EV/EBITDA	(24.9)	(22.4)	(8.3)	(16.9)	(38.1)	(40.1)	(43.4)	(9.7)	(8.5)	(14.5)	(55.6)	32.1
EV/EBITA	(22.5)	(20.3)	(6.9)	(14.8)	(33.4)	(33.9)	(28.8)	(8.5)	(7.4)	(12.5)	(33.7)	55.1
EV/EBIT	(22.5)	(20.3)	(6.9)	(14.8)	(33.4)	(33.9)	(28.8)	(8.5)	(7.4)	(12.5)	(33.7)	55.1
EV/Sales (x)	281.28	798.19	202.36	35.84	92.16	37.64	10.65	22.03	6.08	6.91	4.78	3.47
Price/Book value	0.00	0.00	5.36	5.99	19.88	6.68	3.91	4.54	4.31	5.34	6.24	5.78
Price/adjusted equity	n.a.	n.a.	5.36	5.99	19.88	6.68	3.91	4.54	4.31	5.34	6.24	5.78
Free cash flow/Market cap (%)	(4.1)	(4.9)	(9.9)	(4.9)	(2.5)	(3.5)	(2.7)	(8.3)	(6.7)	(4.8)	(1.4)	(0.3)
Operating cash flow/EV (%)	(4.1)	(4.5)	(7.7)	(5.0)	(2.3)	(3.1)	(3.3)	(9.2)	(7.0)	(4.3)	(1.1)	0.2
EV/Capital employed (x)	n.a.	n.a.	4.5	5.0	18.9	5.8	3.1	4.0	3.9	5.0	6.3	5.3

Main shareholders				Management			Company information		
Name	(%)	Votes	Capital	Title	Name	Contact			
Cécile Schilliger (Kildal Antenn AB)	56.5		19.2	COB	Magnus Jonsson	Internet	www.gapwaves.com		
Lars-Inge Sjöqvist	7.6		2.7	CEO	Jonas Ehinger	Phone number	+46 31 762 60 40		
HELLA	5.8		10.0	CFO	Robert Berhof				
Foreign owners (total)	4.7		18.4	IR					

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