Carnegie

COMMISSIONED RESEARCH

NEWS FLASH

18 March 2025 Sweden Financials Research analysts: Mathias Carlson

ALM Equity

Share price: SEK 104.0

Fair value range: SEK65.0-135.0

Highlights from Carnegie's Micro & Small Cap Day

CFO John Sjölund presented at Carnegie's Micro & Small Cap Day on 18 March 2025. Watch the presentation here: ALM Equity - Småbolagsdag 18 mars

A new corporate structure for long-term growth

ALM Equity has undergone a strategic transformation, consolidating its operations into three core segments: Development, Contracting, and Asset Management. Strengthened by its merger with Svenska Nyttobostäder, we find that this structure enhances scalability and efficiency while balancing risk and return. The company is focused on optimising its portfolio, with 5,210 units under development or management, and remains on track for a planned listing on Nasdaq Stockholm's Main Market in 2025 to expand its institutional investor base.

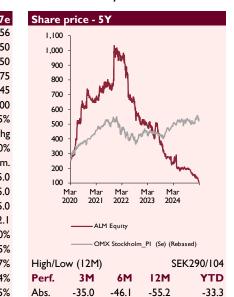
Strengthened financial position enhances flexibility

ALM Equity has significantly improved its financial position, reducing leverage and increasing liquidity through a SEK I50m directed share issue and refinancing measures. As of Q4(24), the company holds SEK I.67bn in cash, maintains a solid equity ratio of 51%, and has a streamlined balance sheet, ensuring flexibility for strategic investments. We note that the merger with Svenska Nyttobostäder and the partnership with Aermont Capital have further reinforced its capital base, positioning ALM to pursue high-value urban development projects and scale its asset management business.

Aermont JV unlocks new growth opportunities

ALM Equity's joint venture with Aermont Capital marks a significant step in scaling its asset management business, providing access to institutional capital and enabling a more capital-efficient growth strategy. Leveraging its expertise in property development and urban residential assets, we believe that ALM is well-positioned to drive long-term value. With a focus on sustainable urban living and value-driven investments, we find that the company remains at the forefront of real estate development in Stockholm and beyond.

Key figures (SEK)	2024	2025e	2026e	2027e
Sales (m)	3,127	1,060	1,325	1,656
EBITDA (m)	-563	-4	20	50
EBIT (m)	-563	-4	20	50
EPS	-64.94	-4.44	-3.30	-1.75
EPS adj.	-73.35	-12.14	-11.00	-9.45
DPS	0.00	0.00	0.00	0.00
Sales growth Y/Y	31%	-66%	25%	25%
EPS adj. growth Y/Y	+chg	+chg	+chg	+chg
EBIT margin	-18.0%	-0.3%	1.5%	3.0%
P/E adj.	n.m.	n.m.	n.m.	n.m.
EV/EBIT	neg.	neg.	>100	85.0
EV/EBITA	neg.	neg.	>100	85.0
EV/EBITDA	neg.	neg.	>100	85.0
P/BV	1.3	1.5	1.8	2.1
Dividend yield	0.0%	0.0%	0.0%	0.0%
FCF yield	45.2%	0.7%	1.5%	2.5%
Equity/Total Assets	25.9%	24.5%	20.9%	17.7%
ROCE	-15.5%	1.1%	1.7%	2.4%
ROE adj.	-78.9%	-16.0%	-17.1%	-17.5%
Net IB debt/EBITDA	-3.0	-422.2	79.8	33.7



Source: Carnegie Research, FactSet, Millistream & company data

-48.4

-38.6

Rel.

Key factsNo. shares (m)17.4Market cap. (USDm)179Market cap. (SEKm)1.805

Upcoming events

Q1 Report: 08 May 2025

Q2 Report: 17 Jul 2025

Q3 Report: 23 Oct 2025

Q4 Report: 26 Feb 2026

Market cap. (SEKm) 1,805
Net IB Debt. (SEKm) 1,520
Adjustments (SEKm) 765
EV (2025e) (SEKm) 4,090
Free float 65.4%
Avg. daily vol. ('000) I
Risk High Risk
Fiscal year end December

Share price as of (CET) 18 Mar 2025 00:00

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-61.8

-38.9



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Commissioned Research sponsored by ALM Equity

18 March 2025

Carnegie Investment Bank AB

Regeringsgatan 56 SE-103 38 Stockholm

Tel +46 8 5886 88 00 Fax +46 8 5886 88 95 www.carnegie.se

A member of the Stockholm Stock Exchange

Carnegie AS

Fjordalleen 16, 5th Floor PO Box 684, Sentrum NO-0106 Oslo Tel +47 22 00 93 00 Fax +47 22 00 94 00 www.carnegie.no A member of the Oslo Stock Exchange Carnegie Investment Bank, Denmark Branch

Overgaden neden Vandet 9B PO Box 1935 DK-1414 Copenhagen K

Tel +45 32 88 02 00 Fax +45 32 96 10 22 www.carnegie.dk

A member of the Copenhagen Stock Exchange

Carnegie, Inc.

20 West 55th St. ,
New York N.Y. 10019
Tel +1 212 262 5800 Fax +1 212 265 3946
www.carnegiegroup.com
Member FINRA / SIPC

Carnegie Investment Bank AB, Finland Branch

Eteläesplanadi 2 PO Box 36 FI-00131 Helsinki

Tel +358 9 618 71 230 Fax +358 9 618 71 720 www.carnegie.fi

A member of the Helsinki Stock Exchange

Carnegie Investment Bank AB, UK Branch

Finwell House, 26 Finsbury Square London EC2A IDS

Tel +44 20 7216 4000 Fax +44 20 7417 9426 www.carnegie.co.uk

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