



NEWS FLASH

31 March 2025
Sweden
Energy & Utility

Research analysts:

Örjan Rödén

Eolus

Share price: SEK53.1

Fair value range: SEK87.0–127.0

Extending financing to handle the current market backdrop

What is new?

Eolus has announced a major refinancing package. Eolus has mandated DNB Markets to arrange a series of fixed-income investor meetings to investigate the possibility of issuing EUR-denominated senior unsecured floating rate green bonds, with an expected maturity of four years. A capital markets transaction may, subject to market conditions, follow. The financing will also, given a successful bond issue, refinance the group's existing debt, and contain a bridge facility, a super senior revolving credit facility and a commitment for a construction facility. Eolus has also announced a green financing framework to support the package. DNB, which is the sole bookrunner of the package, has recently acquired Carnegie Investment Bank.

What does it mean?

The renewable developer industry has changed over recent years. The earlier asset-light RTB-model (ready-to-build) has been increasingly challenging to pursue. Higher uncertainty over future electricity prices, inflation, interest rates and other relevant parameters for renewable energy projects have increased project lead-times and amplified the need to adjust the sales process according to the markets' appetite for projects in different stages. A strong balance sheet is therefore needed. Eolus, with its project-related business model, will most likely find it challenging to finance bank debt at a competitive cost of capital, therefore needs to strengthen its balance sheet from other sources. Green bonds offer an attractive balance of capital costs and financial flexibility, in our view.

What do we do?

We leave our estimates and fair value unchanged.

Upcoming events

- Q1 Report: 14 May 2025
- AGM 2025: 15 May 2025
- Q2 Report: 26 Aug 2025

Key facts		Key figures (SEK)				Share price - 5Y	
		2024	2025e	2026e	2027e		
No. shares (m)	24.9	Sales (m)	885	3,698	1,754	2,142	
Market cap. (USDm)	132	EBITDA (m)	300	477	293	481	
Market cap. (SEKm)	1,323	EBIT (m)	290	465	281	469	
Net IB Debt. (SEKm)	726	EPS	6.22	14.8	8.86	14.9	
Adjustments (SEKm)	79	EPS adj.	6.22	14.8	8.86	14.9	
EV (2025e) (SEKm)	2,128	DPS	2.25	2.75	3.25	3.75	
Free float	83.5%	Sales growth Y/Y	-63%	318%	-53%	22%	
Avg. daily vol. ('000)	35	EPS adj. growth Y/Y	-73%	138%	-40%	68%	
Risk	Medium Risk	EBIT margin	32.8%	12.6%	16.0%	21.9%	
Fiscal year end	December	P/E adj.	8.5	3.6	6.0	3.6	
Share price as of (CET)	31 Mar 2025 10:26	EV/EBIT	11.5	4.6	4.3	1.9	
		EV/EBITA	11.5	4.6	4.3	1.9	
		EV/EBITDA	11.1	4.5	4.1	1.8	
		P/BV	0.8	0.7	0.6	0.5	
		Dividend yield	4.2%	5.2%	6.1%	7.1%	
		FCF yield	-129.5%	98.1%	70.6%	28.7%	
		Equity/Total Assets	38.3%	56.4%	62.0%	63.7%	
		ROCE	9.0%	12.8%	8.8%	13.6%	
		ROE adj.	9.8%	20.2%	10.7%	16.3%	
		Net IB debt/EBITDA	6.8	1.5	-0.7	-1.1	

Source: Carnegie Research, FactSet, Millstream & company data

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