

EPTI ends the year strong and continues to deliver on a defined growth plan, which contributed to the reported sales growth for the fourth quarter of 2021 at 491%. Combined with organic growth of 22% for the full year 2021, Analyst Group considers it as a proof that the portfolio companies are accelerating their growth by taking part in deep operational support and synergies within the EPTI Group. Through a Sum of the Parts (SOTP)-valuation of the current portfolio companies, adjusted for a substance premium and investable capital, a justified value per share of EUR 0.90 is derived in a Base scenario for EPTI.

▪ Delivers Record-High Net Asset Value

At the end of 2021, EPTI's net asset value amounted to approximately EUR 77.7m, despite a write-down of Parkamo of EUR 5.4m. The increase in value is mainly attributable to the portfolio companies' completed capital raising, which Analyst Group considers to be positive given that the market has valued the portfolio companies, which reflects that the portfolio companies have made operational progress.

▪ Punished Unjustifiably Hard by Cold Market Sentiment

The start of 2022 has unfortunately meant increased geopolitical tensions, which in combination with uncertainty about higher interest rates may, in our opinion, be due to EPTI being traded at a substantial discount of 33%¹. However, Analyst Group believes that EPTI's market capitalization at this levels is not justified, given that the Company has a proven business model where investors gets exposure to a large potential upside through indirect ownership in a broad portfolio of unlisted technology companies, while the business model generates cash flow, which reduces operational risk. Thus, Analyst Group believes that the current market value invites an attractive investment opportunity with a good risk-reward.

▪ More Acquisitions in the Pipeline

At the end of Q4-21, investable capital amounted to approximately EUR 5.4m, which can be compared with EUR 1.4m at the end of Q3-21. Analyst Group consider it positive that EPTI has increased its investable capital and we expect that the Company will make more strategic acquisitions in 2022 to continue to create shareholder value.

▪ Updated Valuation Range

We believe that EPTI is developing at a good pace with increased growth and rising net asset value. However, in view of increased geopolitical tensions (which increases the risk premium), increased number of shares in connection with the capital raise in Q4-21, and in view of the write-down in Parkamo, we have updated the valuation range in all three of our scenarios.

CURRENT PRICE | EUR 0.56

VALUATION RANGE

BEAR
EUR 0.51

BASE
EUR 0.90

BULL
EUR 1.14

EPTI AB			
Share Price (2022-03-01) (EUR)	0.56		
Outstanding Shares (M)	102.0		
Market Cap. (EURm)	56.9		
Investable Capital (EURm)	5.4		
Enterprise Value (EURm)	59.7		
1 Year Price Range (EUR)	n.a.		
Exchange	Nasdaq First North Growth Market		
SHARE PRICE DEVELOPMENT			
1 Month	-7.2%		
3 Months	-25.8%		
1 Year	n.a.		
YTD	-26.9%		
OWNERS (SOURCE: HOLDINGS)			
1. Arli Mujkic	50.0%	6. Sebastian Nyaiesh	2.5%
2. Allanova AB	6.7%	7. Felix Granander	2.0%
3. Måns P. Söderlind	3.6%	8. William Moulod	1.6%
4. Nordnet Pension	3.5%	9. Avanza Pension	1.4%
5. Tord Lendau	3.5%	10. Appinned AB	1.0%
CEO AND CHAIRMAN			
CEO	Arli Mujkic		
Chairman	Tord Lendau		
FINANCIAL CALENDAR			
Q1-22	2022-05-24		
ESTIMATES (BASE SCENARIO)			
	Net Asset Value per 2022-03-01	Percentage of The Portfolio	
Gaming (EURk)	8,465	9.4%	
Fintech (EURk)	4,831	5.3%	
Marketplace (EURk)	7,354	8.1%	
SaaS (EURk)	26,247	29.0%	
Services (EURk)	38,036	42.1%	
Investable Capital (EURk)	5,424	6.0%	
Net Asset Value (EURk)		84,932	
Substance Premium (+) / Substance Discount (-)		+2%	
Investable Capital (EURk)		5,424	
Motivated Market Cap. (EURk)		92,055	
Price Per Share (EUR)		0.90	

¹Based on EPTI's market capitalization (2022-03-01) of EUR 56.9m, and the Company's net asset value of EUR 84.7m, including the investment in Linky Tech and Moblrn.

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Other

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