

COMPANY UPDATE

17 April 2025
Sweden
Software & Services

Research analysts:

Rikard Engberg

Irisity

Share price: SEK0.32

Fair value range: —

Board proposes fully secured share rights issue

Issue of approximately SEK21.1m proposed

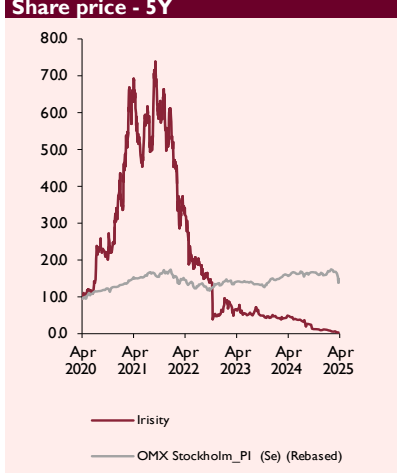
The board of Irisity has, in line with what was communicated in a press release on 21 March 2025, decided to propose that an extraordinary general meeting on 7 May 2025 decides on a new issue of up to 52,749,643 shares, equivalent to approximately SEK21.1m. The rights issue entails a maximum dilution for existing shareholders who do not subscribe for shares in the rights issue of approximately 31.6% and is fully secured by 52.5% of subscription commitments and 47.5% of guaranteed undertakings. The subscription price amounts to SEK0.4. The subscription period is 16–30 May.

Carnegie is acting as financial advisor in connection with the rights issue

Carnegie is acting as financial advisor to Irisity in the share rights issue. We therefore remove our fair value range. Our estimates have not been updated and should no longer be relied upon.

Upcoming events

- Q1 Report: 25 May 2025
- Q2 Report: 15 Aug 2025
- Q3 Report: 11 Nov 2025

Changes in this report				Key figures (SEK)					Share price - 5Y				
	From	To	Chg	2024	2025e	2026e	2027e						
EPS adj. 2025e	-0.81	-0.81	0%	88	111	127	141						
EPS adj. 2026e	-0.59	-0.59	0%	-94	-27	-12	-8						
EPS adj. 2027e	-0.56	-0.56	0%	-230	-150	-136	-132						
				-2.73	-1.08	-0.83	-0.79						
				-1.76	-0.81	-0.59	-0.56						
				0.00	0.00	0.00	0.00						
				-25%	26%	14%	11%						
				+chg	+chg	+chg	+chg						
				-260.7%	-135.3%	-106.9%	-93.7%						
				n.m.	n.m.	n.m.	n.m.						
				neg.	neg.	neg.	neg.						
				neg.	neg.	neg.	neg.						
				neg.	neg.	neg.	neg.						
				0.1	0.1	0.1	0.2						
				0.0%	0.0%	0.0%	0.0%						
				-185.2%	-37.0%	-36.8%	-37.1%						
				84.2%	77.0%	68.1%	54.7%						
				-34.6%	-25.0%	-28.3%	-37.3%						
				-22.9%	-20.4%	-23.6%	-32.7%						
				-0.2	-0.6	-2.9	-6.6						
No. shares (m)			167.0					High/Low (12M) SEK5/0.3					
Market cap. (USDm)			5					Perf. 3M 6M 12M YTD					
Market cap. (SEKm)			53					Abs. -69.1 -74.5 -93.6 -72.6					
Net IB Debt. (SEKm)			16					Rel. -60.5 -65.3 -89.7 -67.0					
Adjustments (SEKm)			0										
EV (2025e) (SEKm)			69										
Free float			0.0%										
Avg. daily vol. ('000)			411										
Risk			Medium Risk										
Fiscal year end			December										
Share price as of (CET)	16 Apr 2025	17:19											

Source: Carnegie Research, FactSet, Millstream & company data

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Financial statements

Profit & loss (SEKm)	2018	2019	2020	2021	2022	2023	2024	2025e	2026e	2027e
Sales	0	0	37	77	88	118	88	111	127	141
COGS	0	0	-15	-22	-18	-17	-22	-18	-19	-21
Gross profit	0	0	22	56	70	101	67	93	108	120
Other income & costs	0	0	-28	-49	-102	-117	-160	-119	-120	-128
Share in ass. operations and JV	0	0	0	0	0	0	0	0	0	0
EBITDA	0	0	-6	6	-32	-16	-94	-27	-12	-8
Depreciation PPE	0	0	0	0	0	0	0	0	0	0
Depreciation lease assets	0	0	0	0	0	0	0	0	0	0
Amortisation development costs	0	0	0	0	0	0	0	0	0	0
Amortisation other intangibles	0	0	-4	-19	-66	-74	-98	-85	-85	-85
Impairments / writedowns	0	0	0	0	0	0	0	0	0	0
EBITA	0	0	-9	-13	-98	-90	-191	-112	-97	-93
Amortization acquisition related	0	0	-10	-13	-49	-50	-39	-39	-39	-39
Impairment acquisition related	0	0	0	0	0	0	0	0	0	0
EBIT	0	0	-19	-26	-147	-141	-230	-150	-136	-132
Share in ass. operations and JV	0	0	0	0	0	0	0	0	0	0
Net financial items	0	0	0	-1	0	-3	-5	-2	-2	0
of which interest income/expenses	0	0	0	-1	0	-3	-5	-2	-2	0
of which interest on lease liabilities	0	0	0	0	0	0	0	0	0	0
of which other items	0	0	0	0	0	0	0	0	0	0
Pre-tax profit	0	0	-20	-26	-148	-144	-235	-152	-138	-132
Taxes	0	0	0	3	11	11	12	0	0	0
Post-tax minorities interest	0	0	0	0	0	0	0	0	0	0
Discontinued operations	0	0	0	0	0	0	0	0	0	0
Net profit	0	0	-20	-24	-137	-133	-223	-152	-138	-132
Adjusted EBITDA	0	0	-6	6	-32	-16	-53	-27	-12	-8
Adjusted EBITA	0	0	-9	-13	-98	-90	-151	-112	-97	-93
Adjusted EBIT	0	0	-19	-26	-147	-141	-190	-150	-136	-132
Adjusted net profit	0	0	-10	-11	-88	-82	-144	-114	-99	-93
Sales growth Y/Y	na	na	+chg	110.2%	13.4%	34.1%	-24.9%	25.8%	14.4%	10.9%
EBITDA growth Y/Y	na	na	-chg	+chg	-chg	+chg	-chg	+chg	+chg	+chg
EBITA growth Y/Y	na	na	-chg	-chg	-chg	+chg	-chg	+chg	+chg	+chg
EBIT growth Y/Y	na	na	-chg	-chg	-chg	+chg	-chg	+chg	+chg	+chg
EBITDA margin	nm	nm	-16.2%	8.3%	-36.5%	-14.0%	-105.9%	-23.9%	-9.6%	-5.9%
EBITA margin	nm	nm	nm	nm	nm	nm	nm	nm	nm	nm
EBIT margin	nm	nm	-52.4%	-33.4%	-168.1%	-119.6%	-260.7%	-135.3%	-106.9%	-93.7%
Tax rate	na	na	na	na	na	na	na	na	na	na
Cash flow (SEKm)	2018	2019	2020	2021	2022	2023	2024	2025e	2026e	2027e
EBITDA	0	0	-6	6	-32	-16	-94	-27	-12	-8
Paid taxes	0	0	-1	-1	0	0	0	0	0	0
Change in NWC	0	0	-4	-33	-10	-25	26	22	7	5
Non cash adjustments	0	0	0	-1	0	-1	9	0	0	0
Discontinued operations	0	0	0	0	0	0	0	0	0	0
Total operating activities	0	0	-11	-27	-42	-43	-59	-4	-5	-4
Capex tangible assets	0	0	0	0	-1	-1	0	0	0	0
Capitalised development costs	0	0	-10	-15	-25	-26	-34	-13	-12	-16
Capex - other intangible assets	0	0	0	0	0	0	0	0	0	0
Acquisitions/divestments	0	0	0	-74	0	0	0	0	0	0
Other non-cash adjustments	0	0	0	0	0	0	0	0	0	0
Total investing activities	0	0	-10	-90	-26	-27	-34	-13	-12	-16
Net financial items	0	0	0	-1	0	-3	-5	-2	-2	0
Lease payments	0	0	0	0	0	0	0	0	0	0
Dividend paid and received	0	0	0	0	0	0	0	0	0	0
Share issues & buybacks	0	0	47	125	0	55	101	21	0	0
Change in bank debt	0	0	-3	-1	14	8	-10	15	10	10
Other cash flow items	0	0	3	0	0	3	0	0	0	0
Total financing activities	0	0	46	123	13	63	87	34	8	10
Operating cash flow	0	0	-11	-27	-42	-43	-59	-4	-5	-4
Free cash flow	0	0	-21	-44	-69	-73	-97	-19	-19	-20
Net cash flow	0	0	25	6	-55	-7	-6	17	-9	-10
Change in net IB debt	0	0	29	7	-68	-12	4	2	-19	-20
Capex / Sales	nm	nm	0.0%	0.5%	1.6%	0.7%	0.0%	0.0%	0.0%	0.0%
NWC / Sales	nm	nm	-2.9%	6.8%	16.9%	24.7%	29.1%	-0.6%	-11.9%	-14.8%

Source: Carnegie Research & company data

Financial statements, cont.

Balance sheet (SEKm)	2018	2019	2020	2021	2022	2023	2024	2025e	2026e	2027e
Acquired intangible assets	0	0	16	311	310	246	242	203	164	125
Other fixed intangible assets	0	0	43	425	446	383	365	280	195	110
Capitalised development	0	0	0	0	0	0	34	47	59	75
Tangible assets	0	0	2	3	2	2	1	1	1	1
Lease assets	0	0	0	0	0	0	0	0	0	0
Other IB assets (1)	0	0	0	0	0	0	0	0	0	0
Other non-IB assets	0	0	0	34	39	37	34	34	34	34
Fixed assets	0	0	61	772	797	668	676	565	453	345
Inventories (2)	0	0	0	0	0	0	0	0	0	0
Receivables (2)	0	0	8	40	19	27	35	22	20	23
Prepaid exp. & other NWC items (2)	0	0	4	13	27	52	20	24	28	28
IB current assets (1)	0	0	0	0	0	0	0	0	0	0
Other current assets	0	0	0	2	3	0	0	0	0	0
Cash & cash equivalents (1)	0	0	65	71	18	14	8	24	15	6
Current assets	0	0	77	127	66	92	62	71	63	56
Total assets	0	0	138	899	863	760	738	636	516	401
Shareholders' equity	0	0	118	762	739	632	621	490	352	220
Minorities	0	0	0	0	0	0	0	0	0	0
Other equity	0	0	0	0	0	0	0	0	0	0
Total equity	0	0	118	762	739	632	621	490	352	220
Deferred tax	0	0	0	77	65	54	47	47	47	47
LT IB debt (1)	0	0	1	0	11	15	13	28	28	28
Other IB provisions (1)	0	0	0	0	1	0	0	0	0	0
Lease liabilities	0	0	0	0	0	0	0	0	0	0
Other non-IB liabilities	0	0	0	9	10	8	0	0	0	0
LT liabilities	0	0	1	85	87	76	60	75	75	75
ST IB debt (1)	0	0	1	1	4	8	13	13	23	33
Payables (2)	0	0	4	12	5	6	11	17	19	21
Accrued exp. & other NWC items (2)	0	0	10	28	23	32	33	42	48	53
Other ST non-IB liabilities	0	0	4	10	5	7	0	0	0	0
Liabilities - assets held for sale	0	0	0	0	0	0	0	0	0	0
Current liabilities	0	0	19	52	38	52	57	71	89	107
Total equity and liabilities	0	0	138	899	863	760	738	636	516	401
Net IB debt (=1)	0	0	-63	-70	-2	10	18	16	36	55
Net working capital (NWC) (=2)	0	0	-2	13	17	41	10	-12	-18	-23
Capital employed (CE)	0	0	120	807	781	671	660	544	416	294
Capital invested (CI)	0	0	59	751	776	672	618	473	342	213
Equity / Total assets	nm	nm	85%	85%	86%	83%	84%	77%	68%	55%
Net IB debt / EBITDA	nm	nm	10.6	-11.0	0.1	-0.6	-0.2	-0.6	-2.9	-6.6
Per share data (SEK)	2018	2019	2020	2021	2022	2023	2024	2025e	2026e	2027e
Adj. no. of shares in issue YE (m)	0.00	0.00	38.30	38.30	38.30	49.23	114.3	167.0	167.0	167.0
Diluted no. of Shares YE (m)	0.00	0.00	38.30	38.30	38.30	49.23	114.3	167.0	167.0	167.0
EPS	na	na	-1.02	-0.62	-3.57	-3.03	-2.73	-1.08	-0.83	-0.79
EPS adj.	na	na	-0.51	-0.28	-2.30	-1.88	-1.76	-0.81	-0.59	-0.56
CEPS	na	na	-0.33	0.22	-0.56	-0.19	-1.06	-0.20	-0.08	-0.05
DPS	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
BVPS	na	na	3.07	19.9	19.3	12.8	5.43	2.93	2.11	1.31
Performance measures	2018	2019	2020	2021	2022	2023	2024	2025e	2026e	2027e
ROE	nm	nm	-33.3%	-5.4%	-18.2%	-19.3%	-35.6%	-27.4%	-32.8%	-46.3%
Adj. ROCE pre-tax	na	na	na	-2.8%	-12.4%	-12.4%	-22.6%	-18.5%	-20.2%	-26.3%
Adj. ROIC after-tax	na	na	na	-3.2%	-12.9%	-12.5%	-23.4%	-20.4%	-23.9%	-33.6%
Valuation	2018	2019	2020	2021	2022	2023	2024	2025e	2026e	2027e
FCF yield	0.0%	0.0%	-40.8%	-83.3%	-130.4%	-139.1%	-185.2%	-37.0%	-36.8%	-37.1%
Dividend yield YE	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Dividend payout ratio	na	na	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Dividend + buy backs yield YE	nm	nm	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
EV/Sales YE	nm	nm	36.40	29.42	2.88	2.19	1.69	0.62	0.69	0.76
EV/EBITDA YE	nm	nm	neg.	>50	neg.	neg.	neg.	neg.	neg.	neg.
EV/EBITA YE	nm	nm	neg.	neg.	neg.	neg.	neg.	neg.	neg.	neg.
EV/EBITA adj. YE	nm	nm	neg.	neg.	neg.	neg.	neg.	neg.	neg.	neg.
EV/EBIT YE	nm	nm	neg.	neg.	neg.	neg.	neg.	neg.	neg.	neg.
P/E YE	na	na	nm	nm	nm	nm	nm	nm	nm	nm
P/E adj. YE	na	na	nm	nm	nm	nm	nm	nm	nm	nm
P/BV YE	na	na	11.90	3.08	0.34	0.39	0.21	0.11	0.15	0.24
Share price YE (SEK)	14.3	9.04	36.6	61.2	6.63	5.04	1.15	0.32		

Source: Carnegie Research & company data

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