NEWS FLASH

Energy & Utility

Fair value: SEK70.0–100.0

Share price: SEK35.1

Arise

EBIT in line in a challenging quarter – Q2 first take

Research analysts:
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DNB Carnegie Investment Bank AB

Arise reported sales of SEK169m and EBIT of SEK39m. Sales were ahead of our estimate due to FX and some pass-through revenue above our expectations. EBIT was close to our estimate. We believe the report highlights Arise's ability to navigate in what we consider to be the most challenging period over the past decade from a market perspective. Webcast at 11:00 CET.

EBIT in line. Arise reported sales of SEK169m and EBIT of SEK39m. Sales were ahead of our SEK101m estimate due to FX and some pass-through revenue from the Fasikan grid connection, which were both above our expectations. EBIT was close to our SEK30m forecast. The late stage part of the project portfolio increased by 400MW, a positive sign and a good lead indicator for near-term revenue generation. Production generated 79GWh of electricity, a touch ahead of our 75GWh estimate.

Good performance in challenging markets. We believe the report highlights Arise's ability to navigate in what we consider to be the most challenging period over the past decade from a market perspective.

Webcast at 11:00 CET. Link: Arise Q2 Report 2025 (financialhearings.com)

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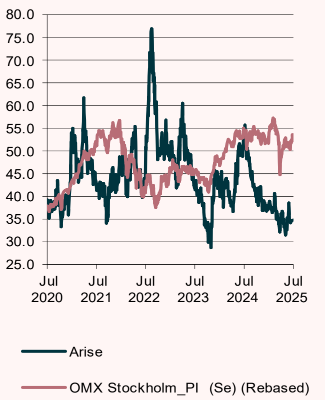
Upcoming events	
Q2 Report	18 Jul 2025
Q3 Report	06 Nov 2025

Key facts	
No. shares (m)	38.8
Market cap. (USDm)	139
Market cap. (SEKm)	1,359
Net IB Debt. (SEKm)	603
Adjustments (SEKm)	0
EV (2025e) (SEKm)	1,963
Free float	53.0%
Avg. daily vol. ('000)	49
BBG	ARISE SS
Fiscal year end	December
Share price as of (CET)	17 Jul 2025 17:29

Key figures (SEK)	2024	2025e	2026e	2027e
Sales (m)	485	616	812	844
EBITDA (m)	226	292	431	470
EBIT (m)	144	210	349	388
EPS	4.27	4.39	8.35	9.37
EPS adj.	4.27	4.39	8.35	9.37
DPS	1.35	1.50	1.75	2.00
Sales growth Y/Y	-4%	27%	32%	4%
EPS adj. growth Y/Y	-12%	3%	90%	12%
EBIT margin	29.7%	34.1%	42.9%	46.0%
P/E adj.	8.2	8.0	4.2	3.7
EV/EBIT	14.7	9.4	5.2	3.9
EV/EBITA	14.7	9.4	5.2	3.9
EV/EBITDA	9.4	6.7	4.2	3.2
P/BV	0.8	0.7	0.6	0.5
Dividend yield	3.9%	4.3%	5.0%	5.7%
FCF yield	-2.2%	7.5%	16.5%	25.0%
Equity/Total Assets	56.0%	65.7%	67.1%	69.3%
ROCE	4.1%	6.4%	11.0%	11.2%
ROE adj.	9.7%	9.2%	15.6%	15.4%
Net IB debt/EBITDA	2.7	2.1	1.0	0.4

Share price – 5-year



High/Low (12M)	SEK55.7/31.3

Perf.	3M	6M	12M	YTD
Abs.	-2.23	-8.96	-32.73	-4.63
Rel.	-11.38	-7.08	-29.94	-6.85

Source: DNB Carnegie (estimates), FactSet, Infront & company data

Deviation table

(SEKm, ex p share)	1Q24	2Q24	3Q24	4Q24	1Q25	2Q25e Actual	2Q25e DNB Car	%	Abs.
Sales	113	103	105	164	85	169	101	67%	68
EBITDA	71	53	56	48	24	61	50	22%	11
D&A	(17)	(20)	(22)	(24)	(22)	(22)	(20)	-90%	(2)
EBIT	54	33	34	24	2	39	30	-70%	9
Net finacial items	(7)	(3)	(9)	10	(20)	(11)	(4)	75%	(7)
Pre tax profit	47	30	25	34	(18)	28	26	-92%	2
Net profit	50	32	64	35	(18)	28	26	-91%	2
Net profit - Adj.	50	32	64	35	(18)	28	26	-91%	2
									-
EPS	1.2	0.8	1.5	0.9	(0.5)	0.1	0.7	-183%	(1)
EPS (adj)	1.2	0.8	1.5	0.9	(0.5)	0.11	0.7	-183%	(1)

Source: DNB Carnegie (estimates) & company

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