

Volumes drive initial recovery

Suominen's operating environment remains quite challenging, but sales volumes and mix should be increasing from here on.

Still weak Q1 figures, yet there are also positive drivers

Suominen's EUR 95.6m Q1 revenue remained soft relative to the EUR 103.0m/102.9m Evli/cons. estimates; the 19% y/y decline was explained by many factors, including FX (5%), sales mix (2%), European capacity reduction (5%), and the incidents at the US plants last year which led customers to take their volumes elsewhere (7%). Given these revenue headwinds the EUR 2.2m comparable EBITDA fell short of the EUR 3.2m/3.4m Evli/cons. estimates. Suominen however retains its FY'26 guidance of improving EBITDA as the comparison figures are low especially in H2'26 while the company also articulated factors which should help earnings going forward.

Higher US volumes underpin the positive FY'26 guidance

In our view Q2 will still not be easy considering increasing raw materials prices, although Suominen says it has switched from a quarterly to monthly pricing process. Increasing nonwovens prices could hurt volumes, yet Suominen says it sees Q2 orders already clearly higher due to customer stocking, in addition to which it should close about half of the 7% US volume gap. Higher US volumes over the year would also have a positive impact on sales mix. Given these factors and the low comparison figures we believe Suominen is positioned to see improving EBITDA over the rest of the year, however there are also some further short-term margin challenges such as the new Alicante production line; the new pulp-based production technology will not be margin accretive immediately, but it fits with Suominen's ambitions to further improve its sales mix by growing the share of sustainable products. We estimate Suominen's comparable EBITDA to improve by EUR 6m this year.

Adequate earnings levels remain quite far off for now

We make some additional downward estimate revisions since Q1 volumes were still quite low. The Q1 report did not however alter the big picture much as Suominen remains valued about 12x EV/EBIT on our FY'27 estimates, which is still arguably not a low level. In the longer-term perspective Suominen continues to have more earnings rebound potential, but an adequate profitability level might yet take years to reach. Our new TP is EUR 1.0 (1.1) as we retain REDUCE rating.

Rating ■ Reduce



Share price, EUR (Last trading day's closing price) **1.08**
Target price, EUR 1.0

Latest change in recommendation	25-Feb-25
Latest report on company	30-Apr-26
Research paid by issuer:	YES
No. of shares outstanding, '000's	58 259
No. of shares fully diluted, '000's	58 259
Market cap, EURm	63
Free float, %	62.7 %
Exchange rate	1.17
Reuters code	SUY1V.HE
Bloomberg code	SUY1V FH
Average daily volume, EURm	0.1
Next interim report	07-Aug-26
Web site	www.suominen.fi/en/investors/
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+++ BUY + ACCUMULATE ■ REDUCE ■■■ SELL

KEY FIGURES

	Sales EURm	EBIT EURm	EBIT %	FCF EURm	EPS EUR	P/E (x)	EV/Sales (x)	EV/EBIT (x)	FCF yield %	DPS EUR
2024	462.3	-1.4	-0.3%	-6.9	-0.09	-24.4	0.4	-136.0	-5.2%	
2025	412.4	-4.2	-1.0%	-12.0	-0.18	-10.1	0.4	-42.5	-11.5%	
2026E	426.6	2.5	0.6%	-16.2	-0.07	-14.8	0.4	61.3	-25.9%	
2027E	447.9	12.5	2.8%	-1.6	0.09	12.1	0.3	12.3	-2.5%	0.07
2028E	459.1	23.0	5.0%	15.2	0.24	4.4	0.3	6.3	24.3%	0.12
Market cap, EURm		63	Gearing 2026E, %			98.5 %	CAGR EPS 2025-28, %			0.0 %
Net debt 2026E, EURm		91	Price/book 2026E			0.7	CAGR Sales 2025-28, %			3.6 %
Enterprise value, EURm		153	Dividend yield 2026E, %			0.0 %	ROE 2026E, %			-4.5 %
Total assets 2026E, EURm		293	Tax rate 2026E, %			-41.5 %	ROCE 2026E, %			1.2 %
Goodwill 2026E, EURm		15	Equity ratio 2026E, %			31.4 %	PEG, P/E 26/CAGR			0.0

All the important disclosures can be found on the last pages of this report.

Estimates and peer valuation

Suominen EURm	2015 FY	2016 FY	2017 FY	2018 FY	2019 FY	2020 FY	2021 FY	2022 FY	2023 FY	2024 FY	2025 Q1	2025 Q2	2025 Q3	2025 Q4	2025 FY	2026 Q1	2026 Q2E	2026 Q3E	2026 Q4E	2026 FY
Revenue	444	417	426	431	411	459	449	493	451	462	118	100	100	95	412	96	108	111	112	427
growth, %	11%	-6%	2%	1%	-5%	12%	-3%	11%	-9%	3%	3%	-16%	-11%	-20%	-11%	-19%	8%	11%	18%	3%
Geography																				
EMEA	172	171	174	171	150	170	178	205	163	174	44	40	40	37	160	40	44	44	45	173
Americas	272	246	252	260	262	289	265	288	288	288	74	60	60	59	253	56	64	67	67	254
COGS	-386	-365	-384	-400	-377	-389	-392	-475	-428	-433	-109	-93	-94	-90	-386	-91	-102	-103	-101	-397
Gross Profit	58	52	42	31	37	70	51	19	23	30	8	7	6	5	26	4	6	8	11	30
Gross-%	13.1%	12.5%	9.9%	7.3%	9.0%	15.2%	11.5%	3.8%	5.1%	6.4%	7.1%	7.0%	6.1%	5.1%	6.4%	4.3%	6.0%	7.5%	9.5%	6.9%
SGA & R&D	-28	-28	-29	-29	-31	-31	-29	-32	-32	-36	-9	-9	-7	-9	-34	-9	-7	-7	-7	-30
Other	2	1	2	3	2	0	5	5	2	5	1	1	0	1	2	1	0	0	0	1
EBIT ex IAC	31.2	25.6	15.0	4.6	8.1	39.5	26.9	-4.2	-2.8	-1.4	-0.3	-1.0	-0.7	-2.2	-4.2	-1.9	-0.5	1.3	3.6	2.6
EBIT-% ex IAC	7.0%	6.1%	3.5%	1.1%	2.0%	8.6%	6.1%	-0.8%	-0.6%	-0.3%	-0.3%	-1.0%	-0.7%	-2.3%	-1.0%	-2.0%	-0.5%	1.2%	3.3%	0.6%
Depreciation	-18	-19	-19	-21	-25	-21	-20	-19	-19	-18	-4	-4	-4	-5	-17	-4	-4	-4	-4	-16
EBITDA ex IAC	48.9	44.2	34.3	25.6	33.6	60.9	47.0	15.3	15.8	17.0	4.1	3.2	3.4	1.9	12.6	2.2	3.5	6.3	7.6	18.6
EBITDA-% ex IAC	11.0%	10.6%	8.1%	5.9%	8.2%	13.3%	10.6%	3.1%	3.5%	3.7%	3.5%	3.2%	3.4%	2.0%	3.1%	2.3%	3.2%	4.8%	6.8%	4.4%

Source: Suominen, Evli Research

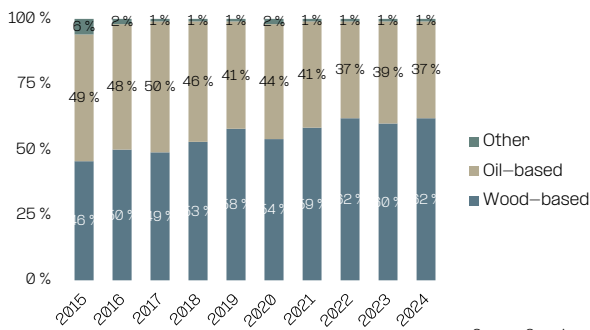
SUOMINEN PEER GROUP	MCAP MEUR	EV/EBITDA			EV/EBIT			EBIT-%		
		25	26	27	25	26	27	25	26	27
Amcor	15785	11.6x	8.6x	8.2x	15.1x	11.2x	10.6x	11.9%	12.5%	13.1%
Sealed Air	5278	8.7x	8.6x							
Kimberly-Clark	27974	11.5x	10.1x	10.2x	15.0x	13.0x	12.7x	16.5%	17.4%	18.1%
N.R. Spuntech Industries	52									
Mativ Holdings	433	7.4x	6.5x	5.7x	12.0x	10.5x	8.7x	6.9%	7.2%	8.1%
Magnera	338	6.3x	5.2x	5.0x	14.7x	11.2x	9.9x	4.8%	5.3%	5.7%
Peer Group Average	8310	9.1x	7.8x	7.3x	14.2x	11.5x	10.5x	10.0%	10.6%	11.3%
Peer Group Median	2855	8.7x	8.6x	7.0x	14.8x	11.2x	10.2x	9.4%	9.9%	10.6%
Suominen (Evli est.)	63	14.2x	8.2x	4.7x	-42.5x	61.3x	12.3x	-1.0%	0.6%	2.8%

Suominen prem./disc. to peer median

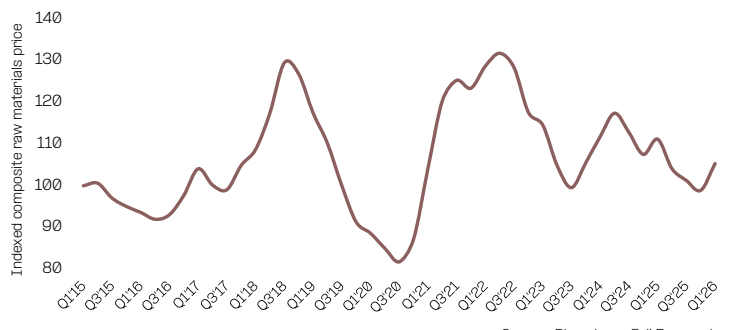
63% -4% -32% -386% 447% 21% -111% -94% -74%

Source FactSet, Evli Research

Suominen raw materials mix and composite price development



Source: Suominen



Source: Bloomberg, Evli Research

VALUATION RESULTS	BASE CASE DETAILS	VALUATION ASSUMPTIONS	ASSUMPTIONS FOR WACC
Current share price	1.08 PV of Free Cash Flow	137 Long-term growth, %	2.0 % Risk-free interest rate, % 2.25 %
DCF share value	3.35 PV of Horizon value	132 WACC, %	7.9 % Market risk premium, % 5.8 %
Share price potential, %	211.2 % Unconsolidated equity	0 Spread, %	0.5 % Debt risk premium % 2.8 %
Maximum value	3.7 Marketable securities	32 Minimum WACC, %	7.4 % Equity beta coefficient 1.00
Minimum value	3.0 Debt – dividend	-106 Maximum WACC, %	8.4 % Target debt ratio, % 20 %
Horizon value, %	49.2 % Value of stock	195 No. of shares, Mn	58.3 Effective tax rate, % 28 %

DCF valuation, EURm	2025	2026E	2027E	2028E	2029E	2030E	2031E	2032E	2033E	2034E	2035E	TERMINAL
Net sales	412	427	448	459	468	478	487	497	507	517	527	538
Sales growth (%)	–	3.4%	5.0%	2.5%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%
Operating income (EBIT)	-4	3	13	23	28	33	37	37	38	39	40	40
Operating income margin %	-1.0%	0.6%	2.8%	5.0%	6.0%	7.0%	7.5%	7.5%	7.5%	7.5%	7.5%	7.5%
+ Depreciation+amort.	17	16	20	22	25	24	23	23	22	22	21	
EBITDA	13	19	33	45	54	58	60	60	60	60	61	
- Paid taxes	-5	1	-3	-5	-6	-7	-8	-8	-8	-8	-8	
- Change in NWC	10	-11	-8	-1	4	-1	-1	-1	-1	-1	-1	
NWC / Sales, %	5.1%	7.5%	9.0%	9.0%	8.0%	8.0%	8.1%	8.1%	8.1%	8.1%	8.1%	
+ Change in other liabs	0											
- Operative CAPEX	-26	-17	-18	-20	-20	-20	-20	-20	-20	-20	-36	
opCAPEX / Sales, %	5.7%	4.1%	4.1%	4.4%	4.3%	4.2%	4.2%	4.1%	4.0%	3.9%	6.8%	
- Acquisitions												
+ Divestments												
- Other items												
= FCFF	-8	-8	4	19	32	30	31	31	31	31	16	276
= Discounted FCFF		-8	3	16	24	21	20	19	17	16	8	132
= DFCF min WACC		-8	3	16	24	21	21	19	18	17	8	151
= DFCF max WACC		-8	3	16	23	21	20	18	17	16	7	117

Sensitivity analysis, EUR

		Terminal WACC				
		5.92 %	6.92 %	7.92 %	8.92 %	9.92 %
Terminal EBIT-%	5.50 %	2.76	2.23	1.85	1.56	1.32
	6.50 %	4.11	3.21	2.60	2.14	1.78
	7.50 %	5.46	4.20	3.35	2.73	2.25
	8.50 %	6.81	5.18	4.09	3.31	2.72
	9.50 %	8.17	6.17	4.84	3.90	3.19

INTERIM FIGURES

EVLI ESTIMATES, EURm	2025Q1	2025Q2	2025Q3	2025Q4	2025	2026Q1	2026Q2E	2026Q3E	2026Q4E	2026E	2027E	2028E
Net sales	117.5	99.8	99.8	95.3	412.4	95.6	108.0	111.0	112.0	426.6	447.9	459.1
EBITDA	4.1	3.2	3.4	1.9	12.6	2.2	3.5	5.3	7.6	18.6	32.7	45.2
<i>EBITDA margin (%)</i>	<i>3.5%</i>	<i>3.2%</i>	<i>3.5%</i>	<i>2.0%</i>	<i>3.1%</i>	<i>2.3%</i>	<i>3.2%</i>	<i>4.8%</i>	<i>6.8%</i>	<i>4.4%</i>	<i>7.3%</i>	<i>9.9%</i>
EBIT	-0.3	-1.0	-0.7	-2.2	-4.2	-1.9	-0.5	1.3	3.6	2.5	12.5	23.0
<i>EBIT margin (%)</i>	<i>-0.3%</i>	<i>-1.0%</i>	<i>-0.7%</i>	<i>-2.4%</i>	<i>-1.0%</i>	<i>-2.0%</i>	<i>-0.5%</i>	<i>1.2%</i>	<i>3.2%</i>	<i>0.6%</i>	<i>2.8%</i>	<i>5.0%</i>
Net financial items	-1.9	-2.9	-1.3	-1.4	-7.5	-1.0	-1.5	-1.5	-1.5	-5.5	-6.0	-4.9
Pre-tax profit	-2.2	-3.9	-2.0	-3.6	-11.7	-2.9	-2.0	-0.2	2.1	-3.0	6.5	18.0
Tax	0.0	0.5	0.1	0.7	1.3	-0.3	-0.3	-0.3	-0.3	-1.2	-1.4	-3.8
<i>Tax rate (%)</i>	<i>-0.3%</i>	<i>12.7%</i>	<i>6.6%</i>	<i>19.0%</i>	<i>11.1%</i>	<i>-11.8%</i>	<i>-15.0%</i>	<i>-150.0%</i>	<i>14.3%</i>	<i>-41.5%</i>	<i>21.0%</i>	<i>21.0%</i>
Net profit	-2.2	-3.4	-1.9	-2.9	-10.4	-3.2	-2.3	-0.5	1.8	-4.2	5.2	14.3
EPS	-0.04	-0.06	-0.03	-0.05	-0.18	-0.06	-0.04	-0.01	0.03	-0.07	0.09	0.24
EPS adj. (diluted)	-0.04	-0.06	-0.03	-0.05	-0.18	-0.06	-0.04	-0.01	0.03	-0.07	0.09	0.24
Dividend per share										0.07		0.12
SALES, EURm	2025Q1	2025Q2	2025Q3	2025Q4	2025	2026Q1	2026Q2E	2026Q3E	2026Q4E	2026E	2027E	2028E
Group	117.5	99.8	99.8	95.3	412.4	95.6	108.0	111.0	112.0	426.6	447.9	459.1
Total	117.5	99.8	99.8	95.3	412.4	95.6	108.0	111.0	112.0	426.6	447.9	459.1
SALES GROWTH, Y/Y%	2025Q1	2025Q2	2025Q3	2025Q4	2025	2026Q1	2026Q2E	2026Q3E	2026Q4E	2026E	2027E	2028E
Group	3.4%	-15.9%	-10.5%	-19.6%	-10.8%	-18.6%	8.2%	11.2%	17.5%	3.4%	5.0%	2.5%
Total	3.4%	-15.9%	-10.5%	-19.6%	-10.8%	-18.6%	8.2%	11.2%	17.5%	3.4%	5.0%	2.5%
EBIT, EURm	2025Q1	2025Q2	2025Q3	2025Q4	2025	2026Q1	2026Q2E	2026Q3E	2026Q4E	2026E	2027E	2028E
Group	-0.3	-1.0	-0.7	-2.2	-4.2	-1.9	-0.5	1.3	3.6	2.5	12.5	23.0
Total	-0.3	-1.0	-0.7	-2.2	-4.2	-1.9	-0.5	1.3	3.6	2.5	12.5	23.0
EBIT margin %	2025Q1	2025Q2	2025Q3	2025Q4	2025	2026Q1	2026Q2E	2026Q3E	2026Q4E	2026E	2027E	2028E
Group	-0.3%	-1.0%	-0.7%	-2.4%	-1.0%	-2.0%	-0.5%	1.2%	3.2%	0.6%	2.8%	5.0%
Total	-0.3%	-1.0%	-0.7%	-2.4%	-1.0%	-2.0%	-0.5%	1.2%	3.2%	0.6%	2.8%	5.0%

INCOME STATEMENT, EURm	2021	2022	2023	2024	2025	2026E	2027E	2028E
Sales	443.2	493.3	450.9	462.3	412.4	426.6	447.9	459.1
<i>Sales growth (%)</i>	-3.4%	11.3%	-8.6%	2.5%	-10.8%	3.4%	5.0%	2.5%
EBITDA	47.0	15.2	15.9	17.0	12.6	18.6	32.7	45.2
<i>EBITDA margin (%)</i>	10.6%	3.1%	3.5%	3.7%	3.1%	4.4%	7.3%	9.9%
Depreciation	-20.1	-23.2	-18.7	-18.4	-16.8	-16.1	-20.1	-22.3
EBITA	26.9	-8.0	-2.8	-1.4	-4.2	2.5	12.5	23.0
Goodwill amortization / writedown		3.8						
EBIT	26.9	-4.2	-2.8	-1.4	-4.2	2.5	12.5	23.0
<i>EBIT margin (%)</i>	6.1%	-0.9%	-0.6%	-0.3%	-1.0%	0.6%	2.8%	5.0%
Reported EBIT	26.9	-4.2	-2.8	-1.4	-4.2	2.5	12.5	23.0
<i>EBIT margin (reported) (%)</i>	6.1%	-0.9%	-0.6%	-0.3%	-1.0%	0.6%	2.8%	5.0%
Net financials	-0.4	-2.9	-6.0	-4.1	-7.5	-5.5	-6.0	-4.9
Pre-tax profit	26.5	-7.1	-8.8	-5.5	-11.7	-3.0	6.5	18.0
Taxes	-5.8	-2.0	0.7	0.1	1.3	-1.2	-1.4	-3.8
Minority shares								
Net profit	20.7	-9.1	-8.1	-5.4	-10.4	-4.2	5.2	14.3
Cash NRIs								
Non-cash NRIs								
BALANCE SHEET, EURm								
Assets								
Fixed assets	129	126	119	124	127	127	125	123
Goodwill	15	15	15	15	15	15	15	15
Right of use assets	16	12	11	11	9	9	9	10
Inventory	50	63	38	47	40	51	56	55
Receivables	73	76	72	69	46	52	59	63
Liquid funds	101	50	59	41	32	34	36	37
Total assets	387	343	316	310	272	293	305	306
Liabilities								
Shareholders' equity	163	146	125	118	96	92	97	107
Minority interest								
Convertibles								
Lease liabilities	13	11	10	9	7	9	9	10
Deferred taxes	14	12	9	8	4	4	4	4
Interest bearing debt	133	89	89	90	100	116	119	108
Non-interest bearing current liabilities	57	80	75	82	62	68	72	73
Other interest-free debt	3	3	7	3	3	3	3	3
Total liabilities	387	343	316	310	272	293	305	306
CASH FLOW, EURm								
+ EBITDA	47	15	16	17	13	19	33	45
- Net financial items	0	-3	-6	-4	-7	-5	-6	-5
- Taxes	-3	-3	-3	-2	-4	-1	-1	-4
- Increase in Net Working Capital	-25	6	29	-4	10	-11	-8	-1
+/- Other								
= Cash flow from operations	19	15	36	7	12	1	17	35
- Capex	-16	-6	-10	-14	-24	-17	-18	-20
- Acquisitions								
+ Divestments								
= Free cash flow	4	9	26	-7	-12	-16	-2	15
+/- New issues/buybacks	8	3	-7	4	-11			
- Paid dividend	12	6	6				4	7
+/- Other	43	-53	-3	-9	14	18	3	-10
Change in cash	43	-52	9	-17	-9	2	2	1

KEY FIGURES	2022	2023	2024	2025	2026E	2027E	2028E
M-cap	181	164	133	104	63	63	63
Net debt (excl. convertibles)	51	40	58	74	91	92	81
Enterprise value	232	205	190	179	153	155	144
Sales	493	451	462	412	427	448	459
EBITDA	15	16	17	13	19	33	45
EBIT	-4	-3	-1	-4	3	13	23
Pre-tax	-7	-9	-5	-12	-3	7	18
Earnings	-9	-8	-5	-10	-4	5	14
Equity book value (excl. minorities)	146	125	118	96	92	97	107

Valuation multiple	2022	2023	2024	2025	2026E	2027E	2028E
EV/Sales	0.5	0.5	0.4	0.4	0.4	0.3	0.3
EV/EBITDA	15.2	12.9	11.2	14.2	8.2	4.7	3.2
EV/EBITA	-29.0	-73.1	-136.0	-42.5	61.3	12.3	6.3
EV/EBIT	-55.1	-73.1	-136.0	-42.5	61.3	12.3	6.3
EV/OCF	15.2	5.7	25.7	15.3	138.2	9.2	4.1
EV/FCF	26.3	7.2	-65.1	-23.1	-18.9	42.9	7.4
P/FCFR	19.2	6.4	-19.3	-8.7	-3.9	-39.6	4.1
P/E	-19.8	-20.4	-24.4	-10.1	-14.8	12.1	4.4
P/BV	1.2	1.3	1.1	1.1	0.7	0.6	0.6
Target EV/EBITDA					8.0	4.6	3.1
Target EV/EBIT					59.5	12.0	6.1
Target EV/FCFF					-9.2	-95.2	9.2
Target P/BV					0.6	0.6	0.5
Target P/E, diluted	-77880.4	-31.4	-33.7	-9.5	-13.8	11.3	4.1

Per share measures	2022	2023	2024	2025	2026E	2027E	2028E
Number of shares (million)	58.26	58.26	58.26	58.26	58.26	58.26	58.26
Number of shares (diluted, million)	58.26	58.26	58.26	58.26	58.26	58.26	58.26
EPS	-0.16	-0.14	-0.09	-0.18	-0.07	0.09	0.24
Operating cash flow per share	0.26	0.62	0.13	0.20	0.02	0.29	0.61
Free cash flow per share	0.16	0.44	-0.12	-0.21	-0.28	-0.03	0.26
Book value per share	2.50	2.14	2.02	1.65	1.58	1.67	1.84
Dividend per share	0.10	0.10				0.07	0.12
Dividend payout ratio, %	-64.0%	-72.2%				78.9%	49.1%
Dividend yield, %	3.2%	3.6%				6.5%	11.2%
FCF yield, %	5.2%	15.5%	-5.2%	-11.5%	-25.9%	-2.5%	24.3%

Efficiency measures	2022	2023	2024	2025	2026E	2027E	2028E
ROE	-5.9%	-6.0%	-4.5%	-9.7%	-4.5%	5.5%	14.0%
ROCE	-1.5%	-1.2%	-0.6%	-2.0%	1.2%	5.7%	10.2%

Financial ratios	2022	2023	2024	2025	2026E	2027E	2028E
Inventories as % of sales	12.8%	8.4%	10.3%	9.8%	12.0%	12.5%	12.0%
Receivables as % of sales	15.4%	15.9%	15.0%	11.1%	12.2%	13.2%	13.6%
Non-int. bearing liabilities as % of sales	16.2%	16.7%	17.7%	15.0%	16.0%	16.0%	16.0%
NWC/sales, %	11.5%	6.1%	6.8%	5.1%	7.5%	9.0%	9.0%
Operative CAPEX/Sales, %	1.2%	2.3%	3.1%	5.7%	4.1%	4.1%	4.4%
CAPEX/sales (incl. acquisitions), %	1.2%	2.3%	3.1%	5.7%	4.1%	4.1%	4.4%
FCFF/EBITDA	0.6	1.8	-0.2	-0.6	-0.4	0.1	0.4
Net Debt/EBITDA, book-weighted	3.3	2.5	3.4	5.9	4.9	2.8	1.8
Debt/equity, market-weighted	0.5	0.5	0.7	1.0	1.8	1.9	1.7
Equity ratio, book-weighted	0.4	0.4	0.4	0.4	0.3	0.3	0.4
Gearing, %	35.0%	32.4%	48.9%	77.4%	98.5%	94.9%	75.5%

COMPANY DESCRIPTION: Suominen manufactures nonwovens for global consumer brands on seven production plants located on three continents. The company sources the raw materials from fiber producers and sells the output as roll goods to global consumer brand manufacturers. Suominen's nonwovens are mainly used in wiping products such as wet wipes for baby care, personal hygiene, and household and workplace wiping. Other end-uses include hygiene and medical applications such as sanitary pads, diapers, and surgical drapes and swabs.

INVESTMENT CASE: Suominen's recent challenges with nonwovens' gross margins and delivery volumes are no longer present. In our view the demand outlook for household wiping products is especially strong. Suominen also seems to be making good progress with sustainable wiping products, meaning the company is increasingly able to replace synthetic raw materials with wood-based fibers. Although supply will no doubt grow in the long-term, the surge in wiping demand has nevertheless turned the current supply-demand balance much more favorable also from a nonwovens manufacturer's point of view. We view Suominen's long-term financial targets realistic.

OWNERSHIP STRUCTURE	SHARES	EURm	%
Ahlstrom Capital Bv	14 113 633	15.172	24.2 %
Etola Group Oy	7 414 000	7.970	12.7 %
Oy Etra Invest Ab	7 000 000	7.525	12.0 %
OP Life Assurance Company Ltd	4 217 221	4.534	7.2 %
Nordea Nordic Small Cap Fund	3 435 147	3.693	5.9 %
Mandatum Life Insurance Company Limited	2 882 540	3.099	4.9 %
Ilmarinen Mutual Pension Insurance Company	1 912 000	2.055	3.3 %
Varma Mutual Pension Insurance Company	1 689 751	1.816	2.9 %
Nordea Life Assurance Finland Ltd.	1 462 000	1.572	2.5 %
Oy H. Kuningas & Co Ab	1 400 000	1.505	2.4 %
Ten largest	45 526 292	48.941	78.1 %
Residual	12 732 927	13.688	21.9 %
Total	58 259 219	62.629	100%

EARNINGS CALENDAR

August 07, 2026 Q2 report
November 05, 2026 Q3 report

OTHER EVENTS

COMPANY MISCELLANEOUS

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CFO: Janne Silonsaari
IR: Anu Ilvonen

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DEFINITIONS

P/E $\frac{\text{Price per share}}{\text{Earnings per share}}$	EPS $\frac{\text{Profit before extraord. items and taxes} - \text{income taxes} + \text{minority interest}}{\text{Number of shares}}$
P/BV $\frac{\text{Price per share}}{\text{Shareholder's equity} + \text{taxed provisions per share}}$	DPS Dividend for the financial period per share
Market cap Price per share * Number of shares	OCF (Operating cash flow) EBITDA – Net financial items – Taxes – Increase in working capital – Cash NRIs ± Other adjustments
EV (Enterprise value) Market cap + net debt + minority interest at market value – share of associated companies at market value	FCF (Free cash flow) Operating cash flow – Operative CAPEX – acquisitions + divestments
EV/Sales $\frac{\text{Enterprise value}}{\text{Sales}}$	FCF yield, % $\frac{\text{Free cash flow}}{\text{Market cap}}$
EV/EBITDA $\frac{\text{Enterprise value}}{\text{Earnings before interest, tax, depreciation and amortization}}$	Operative CAPEX / Sales $\frac{\text{Capital expenditure} - \text{divestments} - \text{acquisitions}}{\text{Sales}}$
EV/EBIT $\frac{\text{Enterprise value}}{\text{Operating profit}}$	Net working capital Current assets – current liabilities
Net debt Interest bearing debt – financial assets	Capital employed / Share $\frac{\text{Total assets} - \text{non-interest bearing debt}}{\text{Number of shares}}$
Total assets Balance sheet total	Gearing $\frac{\text{Net debt}}{\text{Equity}}$
Div yield, % $\frac{\text{Dividend per share}}{\text{Price per share}}$	Debt/Equity, % $\frac{\text{Interest bearing debt}}{\text{Shareholders' equity} + \text{minority interest} + \text{taxed provisions}}$
Payout ratio, % $\frac{\text{Total dividends}}{\text{Earnings before extraordinary items and taxes} - \text{income taxes} + \text{minority interest}}$	Equity ratio, % $\frac{\text{Shareholders' equity} + \text{minority interest} + \text{taxed provisions}}{\text{Total assets} - \text{interest-free loans}}$
ROCE, % $\frac{\text{Profit before extraordinary items} + \text{interest expenses} + \text{other financial costs}}{\text{Balance sheet total} - \text{non-interest bearing debt (average)}}$	CAGR, % Cumulative annual growth rate = Average growth rate per year
ROE, % $\frac{\text{Profit before extraordinary items and taxes} - \text{income taxes}}{\text{Shareholders' equity} + \text{minority interest} + \text{taxed provisions (average)}}$	

Important Disclosures

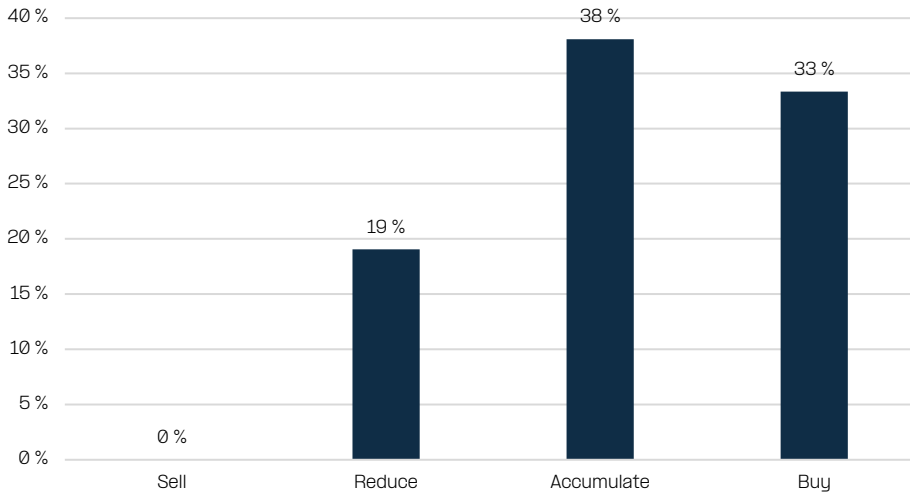
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Target price compared to share price	Recommendation
< -10 %	SELL
-10 - 0 %	RECUDE
0 - (+10) %	ACCUMULATE
> 10 %	BUY

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Name(s) of the analyst(s): Joonas Ilvonen

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