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Price (SEK)	8.3
Shares in issue (m)	85
Mkt Cap (SEKm)	56
Net debt (SEKm)	-5
EV (SEKm)	51
BVPS (SEK)	346.7

Share price performance

1m	-19.0%
3m	-13.5%
12m	-26.2%
12 m high/low	17.8/8
Ave daily vol (3m)	499,935

Shareholders

Sahle Sven	35.6%
AC Cleantech	17.0%
East Guardian Asset	12.8%
Miura Holding Ltd	8.4%
Avanza Bank Ab	8.1%
Seb	4.9%
Nordnet Ab	4.3%
Larsson Gunnar	2.5%
Swedbank Ab	2.1%
Svenska Handelsb'k	2.0%

Total for top 10	97.7%
Free float	61.9%

Next news Finals Q1

Business description

Waste to energy for the metals industry



MAJOR 25 UNIT AGREEMENT SIGNED

The agreement to install up to 25 PWR BLOK waste gas to energy units with one of South Africa's largest ferrochrome producers moves Swedish Stirling into full commerciality in our view with project revenue expected at SEK 40m. The agreement shows that the company has a product that the industry will buy in scale and we think represents genuine traction giving us comfort in our forecasts.

First unit to be commissioned in H1 2021

Swedish Stirling has signed an agreement for the installation of up to 25 of its PWR BLOK waste gas to energy units with a major South African ferrochrome producer. Given earlier announcements the counterparty is Glencore. The consummation of this deal moves Swedish Stirling to full commerciality with the first unit expected to be commissioned by 31 May 2021. Final sizing of the deal will be subject to residual gas confirmation but with 25 units the agreement is expected to generation SEK40m of annual revenue.

Traction building in an attractive market

South Africa's difficult power situation has resulted in a potential opening of opportunity for mining and metal companies to self-generation. Swedish Stirling has a very attractive solution for a key industry in the country and we think the progress today will attract further interest.

Full year results reflect pivot to waste gas opportunity

Swedish Stirling also announced its full year results yesterday. These were broadly in line with our expectations and continue to reflect a company moving towards first real sales. The reported numbers were distorted by a non-cash write-down of SEK 76.1m of intangible fixed assets, representing the company's decision to exit the solar energy business. Adjusting for this puts underlying EBITDA at -SEK23m against our forecast of -SEK30m.

SEK,000 Dec	2018a	2019a	2020e	2021e	2022e	2023e
Sales	58,349	45,169	48,341	12,873	37,040	201,140
EBITDA	-14,506	-99,105	-29,678	-41,747	-18,689	3,939
PBT	-19,142	-126,406	-49,724	-78,449	-63,872	-44,862
EPS	-0.2	-1.6	-0.6	-0.9	-0.8	-0.6
CFPS	-0.9	-1.2	-1.1	-2.0	-0.3	-0.2
DPS	0.0	0.0	0.0	0.0	0.0	0.0
Net Debt (Cash)	-4,591	36,862	187,220	267,011	338,572	405,072
Debt/EBITDA	0.3	-0.4	-6.3	-6.4	-18.1	102.8
P/E	-34.5	-5.2	-14.2	-9.2	-10.3	-14.0
EV/EBITDA	-3.5	-0.9	-3.1	-2.2	-4.9	23.5
EV/sales	0.9	2.0	1.9	7.2	2.5	0.5
FCF yield	-10.9%	-13.9%	-12.8%	-23.8%	-3.8%	-2.5%
Div yield	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

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