

Figures quite as expected

Alisa Bank's H1 profitability was in line with our expectations, with PTP at EUR -2.0m (Evli EUR -2.1m), and the report brought with it no notable surprises.

- Total income during H1/24 amounted to EUR 7.7m (Evli EUR 8.0m). Net interest income amounted to EUR 7.2m (Evli EUR 6.9m) and net fee and commission income to EUR 0.4m (Evli EUR 1.0m).
- Supported by the combination with Puro Finance, the loan portfolio of business financing increased by the end of June by 62 percent to EUR 66 m. In personal customers, the loan portfolio decreased by 4 percent being EUR 126 m.
- The loan portfolio (before expected credit losses) at the end of H1 amounted to EUR 192.6m (Evli EUR 190m), up 11% y/y. The deposit base amounted to EUR 508.5m (Evli EUR 414m), up 89% y/y.
- The pre-tax profit during H1 amounted to EUR -2.0m (Evli EUR -2.1m). The adj. PTP amounted to EUR -1.0m (Evli EUR -0.9m). Total OPEX amounted to EUR 6.4m (Evli EUR 7.1m).
- Earnings per share amounted to EUR -0.02 compared with our estimate of EUR -0.02.
- CET1 and the CET1 ratio amounted to EUR 18.9m and 11.6% and total capital ratio to 14.0%
- The cost / income ratio amounted to 84%.
- **Outlook for 2024:** When the financial goals of the combination with PURO Finance Ltd are fully realised both on the income and expenses side, total income will increase in 2024 compared to 2023 and profit before one-off items and taxes for the financial year 2024 is estimated to be slightly profitable (EUR 0.5–1.5 m).

Rating 🟡 HOLD

Share price, EUR (Last trading day's closing price)	0.17
Target price, EUR	0.2
Latest change in recommendation	16-Feb-24
Latest report on company	22-May-24
Research paid by issuer:	YES
No. of shares outstanding, '000's	127,585
No. of shares fully diluted, '000's	127,585
Market cap, EURm	26
Free float, %	-
Exchange rate	-
Reuters code	ALISA.HE
Bloomberg code	ALISA FH
Average daily volume, EURm	-
Next interim report	09-Aug-24
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🟢 BUY 🟡 REDUCE 🔴 SELL

PRE-REPORT KEY FIGURES

	Revenues EURm	Op. profit EURm	Net profit EURm	EPS EUR	P/E (x)	P/B (x)	Cost/income %	ROE %	Div. yield %	DPS EUR
2022	10	-10	-9	-0.10	-3.6	1.2	113.1	-34.7	0.0	0.00
2023	17	0	0	0.00	83.9	0.6	68.2	0.7	0.0	0.00
2024E	19	0	0	0.00	-59.2	0.7	72.4	-1.2	0.0	0.00
2025E	23	3	2	0.01	12.5	0.7	64.5	5.5	0.0	0.00
2026E	25	4	3	0.02	9.0	0.6	62.8	7.2	0.0	0.00

Market cap, EURm	26	BV per share 2024E, EUR	0.2	CAGR EPS 2023-26, %	112.1
Equity 2024E, EURm	36	Loan losses 2024E, %	3.19	CAGR op. profit 2023-26, %	171.9
Total assets, 2024E, EURm	486	Tax rate 2024E, %	20.0	CAGR revenues 2023-26, %	14.2
Lending 2024E, EURm	198	Tier 1 ratio 2024E, %	12.4	CAGR DPS 2023-26, %	0.0
RWA 2024E, EURm	162	Capital ratio 2024E, %	15.2	PEG, P/E 24/CAGR	-0.5

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

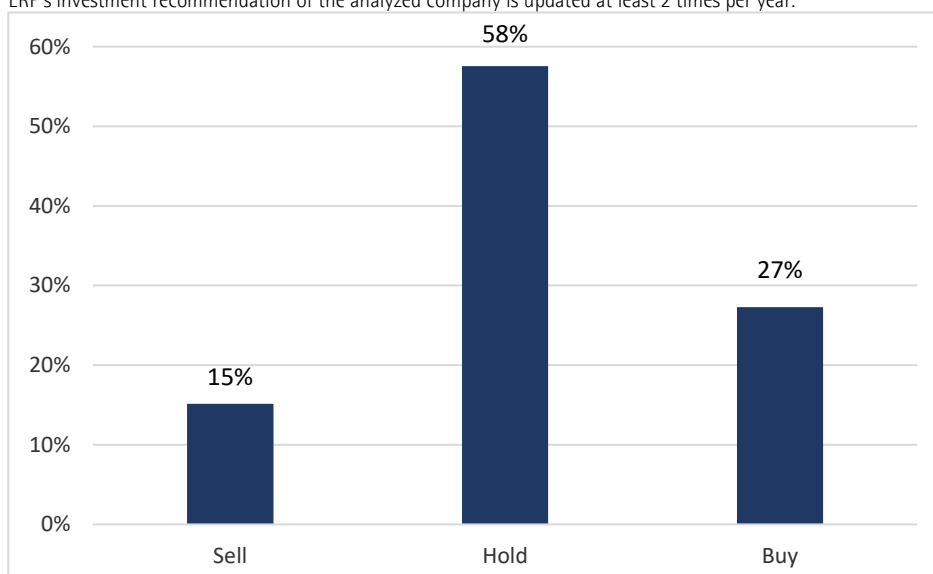
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Investment recommendations are defined as follows:

Target price compared to share price	Recommendation
< -10 %	SELL
-10 – (+10) %	HOLD
> 10 %	BUY

ERP's investment recommendation of the analyzed company is updated at least 2 times per year.



The graph above shows the distribution of ERP's recommendations of companies under coverage in 11th of May 2020. If recommendation is not given, it is not mentioned here.

Name(s) of the analyst(s): Salokivi

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