

## NAV increase

**Q4/25 Sales and Profits were significantly above forecast causing us to raise estimates. The external valuator raised the portfolio valuation to almost match our valuation. The NAV discount is at the long-term average. We raise our SOPT Fair value.**

### Significantly above

The Q4/25 portfolio companies Sales of EUR 22m was 23% or EUR 4m above forecast mainly due to Novian (EUR 3m beat). The Q4/25 EBIT of EUR 2.2 was 3x our EUR 0.7m also mainly due to Novian (EUR 1.3m beat). We increase our 2026-27 sales estimates by 5-6% while our EBIT estimates are raised by around 38% during the same time.

### External valuation raised

The external valuator raised the end of 2025 portfolio valuation by 30% or EUR 16m to EUR 70m vs. the end of 2024. The largest revaluation came from Novian (raised EUR 7m) and NRD CS (raised EUR 6m), that both reported the largest Q4/25 beats. The external valuation will be part of the 2025 annual report audit (we do not expect material difference between unaudited and audited results).

### At long-term NAV discount

The current NAV discount of 24% is in line with the long-term average of 22%. In our view, an exit attractive levels could trigger a decline of the NAV discount resulting in a share price closer to our Fair value. We raise our sum-of-the-parts Base case Fair value to EUR 5.05/shr. (prev. 4.25), which implies a P/Sales multiple 1.0x.

### Key figures (MEUR)

	2024	2025	2026E	2027E	2028E
<b>Holding company</b>					
Fair value Financial assets*	54.1	70.2	73.8	77.8	82.6
Change Financial assets	9.2	16.2	3.6	4.0	4.8
Other income	1.8	1.5	0.2	0.2	0.2
<b>Total income</b>	<b>10.9</b>	<b>17.7</b>	<b>3.8</b>	<b>4.2</b>	<b>4.9</b>
Operating expenses	-0.9	-1.8	-1.0	-1.1	-1.2
Accrued perf. fee	-2.0	-2.5	-1.5	-1.5	-1.5
<b>Net profit</b>	<b>8.1</b>	<b>13.3</b>	<b>1.2</b>	<b>1.6</b>	<b>2.3</b>
Revenue (m)	61.4	66.2	71.6	76.0	80.7
EBIT (m)	3.7	6.0	6.7	7.2	7.7
Revenue growth	8.9%	7.8%	8.1%	6.1%	6.2%
EBIT margin	6.0%	9.1%	9.4%	9.5%	9.5%
P/Sales	0.80	0.74	0.69	0.65	0.61

Source: Company data, Enlight Research estimates, \*external valuation (history) 2025 non-audited, Enlight Research (estimate)

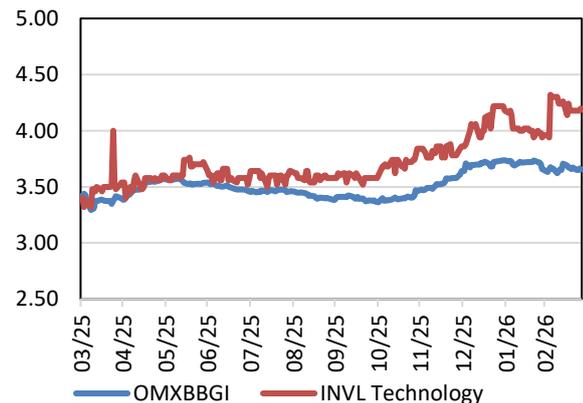
### Fair value range (EUR)

Bull (P/Sales 1.2x)	6.01
Base (P/Sales 1.0x)	5.05
Bear (P/Sales 0.8x)	4.09

### Key Data

Price (EUR)	4.10
Ticker	INC1L
Country	Lithuania
Listed	Vilnius (Lithuania)
Market Cap (EURm)	49
Net debt (EURm)*	-1.7
Shares (m)	12.2
Free float	36%

\*End of current forecast year estimate



### Price range

52-week high	4.32
52-week low	3.32

### Analyst

ResearchTeam@enlightresearch.net

### Coverage frequency

2x per year

## Key takeaways

### Strong H2 for solid 2025

INVL Technology closed 2025 on a high note with Q4/25 Sales increasing 22.8% y/y to EUR 22.1m, which was 23.3% or EUR 4.2m above our forecast. The strong finish boosted H2/25 sales to a record EUR 42.8m, corresponding to a q/q and y/y growth of 83% and 16%, respectively. The Q4/25 EBIT grew 53% y/y to EUR 2.2m, which was 3x our estimated EUR 0.7m. The H2/25 EBIT of EUR 4.2m represented 71% of the full-year 2025 EBIT of EUR 6.0m. The 2025 EBIT margin improved to 9.1% from 6.0%. The strong H2/25 confirms the pattern of a stronger H2 vs. H1, and we expect this seasonality to remain. We increase our portfolio companies' sales estimate by 6.1% this year and 5.4% next year. Our EBIT estimate is increased by around 38% this and next year to reflect the 3.1 percentage point margin improvement in 2025 vs. 2024.

Sales by portfolio company (EURm)	Q4/25 Estimate	Q4/25 Outcome	Diff. EURm	Diff. %
NRD Companies	2.8	3.5	0.8	28.3%
Novian	11.2	14.3	3.2	28.3%
NRD CS	4.0	4.2	0.2	5.9%
<b>Group sales</b>	<b>17.9</b>	<b>22.1</b>	<b>4.2</b>	<b>23.3%</b>
Sales growth	Q4/25 Estimate	Q4/25 Outcome	Diff. EURm	Diff. %-pts
NRD Companies	-10.5%	14.7%	nm	25.3
Novian	36.2%	53.2%	nm	17.1
NRD CS	-7.9%	-23.8%	nm	-16.0
<b>Group sales growth</b>	<b>14.7%</b>	<b>22.8%</b>	<b>nm</b>	<b>810</b>
EBIT by portfolio company (EURm)	Q4/25 Estimate	Q4/25 Outcome	Diff. EURm	Diff. %
NRD Companies	0.2	0.7	0.5	213.0%
Novian	0.3	1.3	1.0	367.4%
NRD CS	0.2	0.1	-0.1	-30.6%
Eliminations	0.0	0.0	0.0	
<b>Group EBIT (after Eliminations)</b>	<b>0.7</b>	<b>2.2</b>	<b>1.5</b>	<b>206.7%</b>
EBIT margin by Segment	Q4/25 Estimate	Q4/25 Outcome	Diff. EURm	Diff. %-pts
NRD Companies	8.5%	20.9%	nm	12.3
Novian (incl. Elsis PRO)	2.5%	9.1%	nm	6.6
NRD CS	4.9%	3.2%	nm	-1.7
<b>Group EBIT margin</b>	<b>4.0%</b>	<b>9.9%</b>	<b>nm</b>	<b>5.9</b>

Source: Company reports (outcome), Enlight Research (estimate)

Sales all portfolio companies (EURm)	2026E	2027E	2028E
Old estimate	67.5	72.1	na
New estimate	71.6	76.0	80.7
Change	4.1	3.9	na
Change (pct)	6.1%	5.4%	na

EBIT all portfolio companies (EURm)	2026E	2027E	2028E
Old estimate	4.9	5.2	na
New estimate	6.7	7.2	7.7
Change	1.9	2.0	na
Change (pct)	38.7%	37.7%	na

Source: Enlight Research

**External valuation raised**

The improved operational performance was reflected in the external valuator’s portfolio company valuation, done at the end of every calendar year. The external valuator increased the 2025 portfolio value by 30% or EUR 16m to EUR 70m. The biggest upward revision came from Novian Companies (+34% or EUR 7.4m) and NRD CS (+34% or EUR 6.0m). Following the external valuator’s upward revision, the difference to Enlight Research’s valuation is just 5% or EUR 4m, down from 37% at the end of 2024 and 51% at the end of 2023. Our valuation implies a 2026E P/Sales around 1x, which feels conservative for profitable technology company with 15% compound annual sales growth over the last five years. Worth noting is that the external valuation will be audited as part of the 2025 annual report. We do not expect any material differences between the unaudited and audited results.

**External valuation**

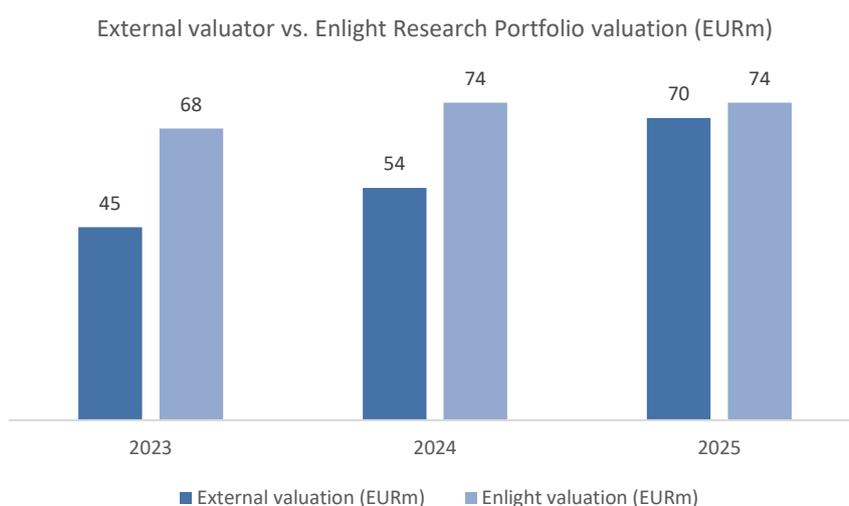
(EURm)	2022	2023	2024	2025	Diff. 2025 vs. 2024	Diff. % 2025 vs. 2024
NRD Companies	7.3	11.0	14.1	16.9	2.8	20%
Novian Companies	17.6	19.7	22.0	29.4	7.4	34%
NRD CS	9.9	14.1	17.8	23.7	6.0	34%
FINTime	0.2	0.1	0.1	0.1	0.0	-7%
<b>Total</b>	<b>34.9</b>	<b>44.9</b>	<b>54.1</b>	<b>70.2</b>	<b>16.2</b>	<b>30%</b>

Source: Company reports

**FV vs. External valuation**

Company	End of 2025		Diff. (EURm)	Diff. (%)
	Enlight Research Fair Value (EURm)	External valuation Fair Value (EURm)		
NRD Companies	17.9	16.9	1.0	6%
Novian Companies	29.8	29.4	0.3	1%
NRD CS	26.0	23.7	2.3	10%
FINTime	0.1	0.1	0.0	0%
<b>Total</b>	<b>73.8</b>	<b>70.2</b>	<b>3.6</b>	<b>5%</b>

Source: Company reports (external valuation), Enlight Research

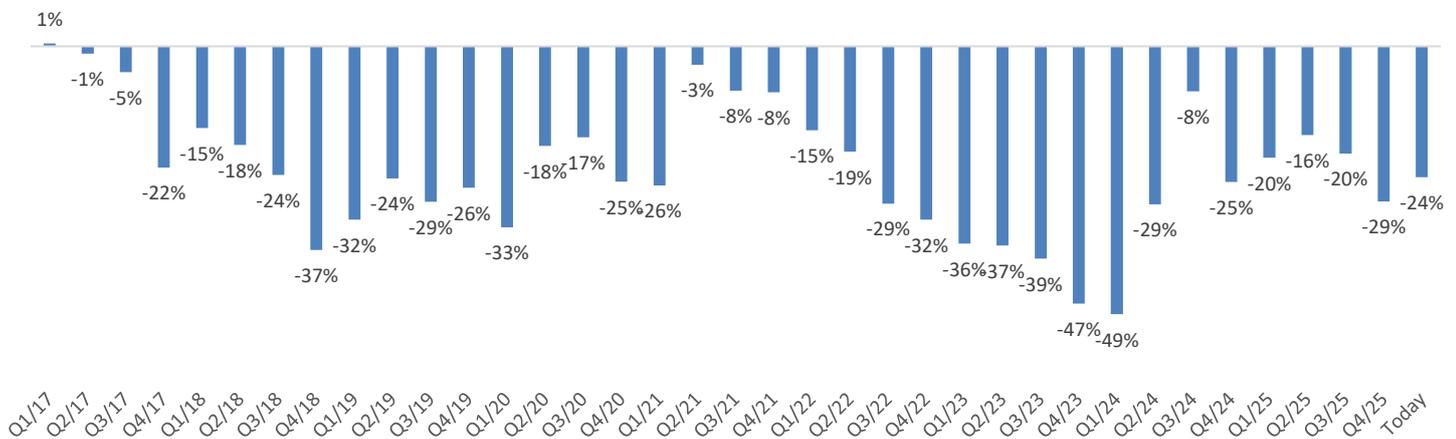


Source: Company reports (external valuation), Enlight Research

**NAV discount at long-term average**

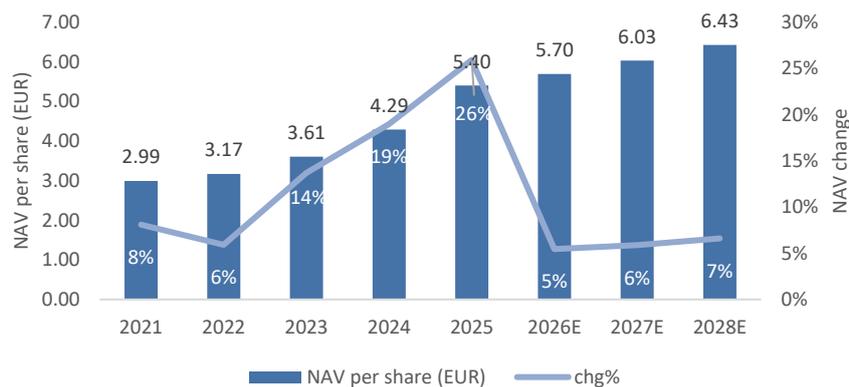
The end of 2025 NAV per share increased by 26% to EUR 5.40 from EUR 4.29 at the end of 2024 (in line with the valuator’s portfolio value increase of 30%). The share trades at a 24% NAV discount which is in line with the long-term average discount of 22% since the beginning of 2017. We forecast an annual NAV per share growth of 5-7% in 2026-28, which might be conservative given the 14-26% annual gains in the previous three years. INVL Technology is in the exit phase and the aim is to sell all the holdings latest 2028. On 21 January 2026, ICON Corporate Finance was selected as the advisor to sell INVL Technology’s entire portfolio of companies. We hope to see an exit during this year. An exit at or above the external valuation could have a positive effect on the NAV discount.

INVL Technology share NAV discount



Source: Company reports, “Today” calculated on current share price of EUR 4.10 (March 27, 2026)

NAV per share & Pct. change



Source: Company reports (historical), Enlight Research (estimates)

**INVL Technology time plan**



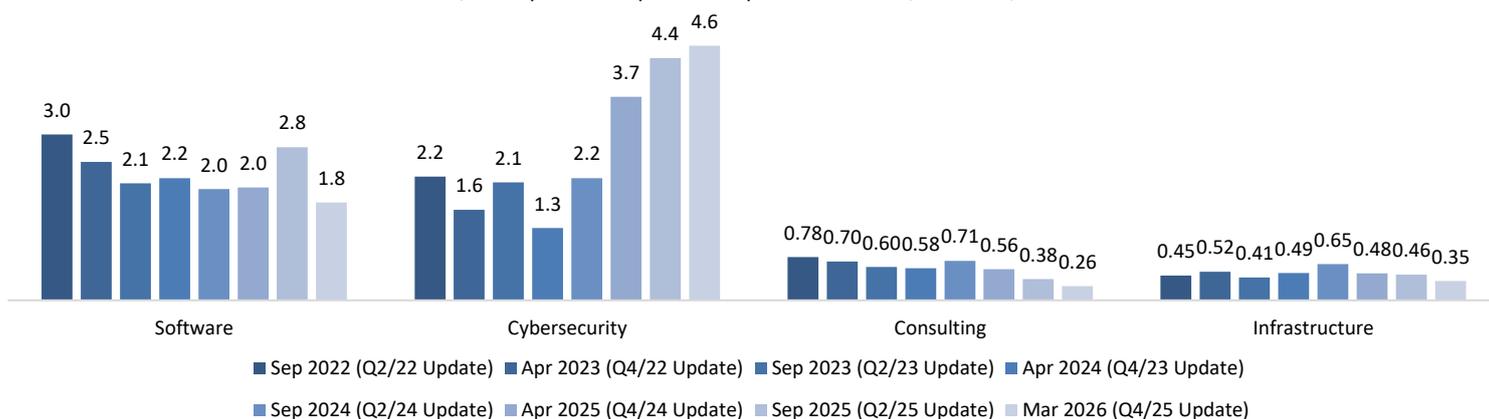
Source: Company reports

## Valuation

### P/Sales peer valuation

Since our last update in September last year (Q2/25 Update), the Cybersecurity peers' P/Sales median has continued to expand, reaching 4.6x (prev. 4.4x), while other segments have had multiple contraction. The Software segment P/Sales median has decreased from 2.8x to 1.8x. Meanwhile, the Consulting segment multiple has fallen to 0.26x (0.38x) and the Infrastructure segment multiple has fallen to 0.35x (0.46x).

P/Sales peer multiple development since Q2/22 to Q4/25



Source: MarketScreener, Enlight Research, Introduce Research, DnB research, Share prices on 27 March 2026, P/Sales multiple based on current forecast year

### Base case Sum-of-the-parts (SOTP) Valuation

Our P/Sales 2026E Base case sum-of-the-parts (SOTP) valuation per share is EUR 5.05 (prev. 4.25 was based on 2025E). Our valuation assumes NAV discount of 20% which is in-line with the current and long-term average discount of 22-24%. Our SOTP value indicates P/S multiple of 1.0x (0.9x), which implies a 37% (48%) discount to the weighted peer average P/Sales multiple of 1.6x (1.8x).

#### Fair value INVL Technology (Base case)

	Weighted P/Sales 2026		(W)P/Sales	Sales	Sales	Sales	Enlight	Enlight
	Base case	Peer avg.	discount	2024	2025	2026E	FV (EURm)	FV/share (EUR)
<b>Business area: Business climate improvement &amp; e-governance</b>								
NRD Companies	1.4	1.0	-39%	10.0	11.9	12.8	17.9	1.49
<b>Business area: IT services &amp; software</b>								
Novian Companies	0.7	0.7	0%	40.0	40.1	42.5	29.8	2.49
<b>Business area: Cybersecurity</b>								
NRD CS	1.6	4.6	65%	11.4	14.2	16.3	26.0	2.17
<b>Business area: Business process outsourcing</b>								
FINtime	na	na	na	na	na	na	0.138	0.01
<b>Group total</b>	<b>1.0</b>	<b>1.6</b>	<b>37%</b>	<b>61.4</b>	<b>66.2</b>	<b>71.6</b>	<b>73.8</b>	<b>6.17</b>
Sales growth				9%	8%	8%		
Add Net cash:							1.7	0.1
<b>Group total:</b>							<b>75.5</b>	<b>6.31</b>
Less assumed NAV discount:							20%	20%
Less assumed NAV discount (EUR):							15.1	1.26
<b>Enlight Base case Fair Value:</b>							<b>60.4</b>	<b>5.05</b>

Source: Historical figures (Company reports), Forecast figures (Enlight Research), Peer P/Sales average (MarketScreener, Enlight Research, Introduce). Based on peer valuation on 27 March 2026

Peer tables

IT Infrastructure services

Company	Ticker	Ccy	Price (last)	Mcap (m) (last)	P/Sales 2024	P/Sales 2025	P/Sales 2026E	P/Sales 2027E	EBIT marg. 2024	EBIT marg. 2025	EBIT marg. 2026E	EBIT marg. 2027E
Dustin	DUST	SEK	1.35	1,835	0.09	0.09	0.09	0.08	1.5%	-12.4%	1.0%	1.6%
Proact IT	PACT	SEK	96.70	2,491	0.51	0.53	0.52	0.51	6.1%	5.4%	5.7%	6.1%
Atea	ATEA	NOK	136.40	15,197	0.44	0.41	0.38	0.35	3.5%	3.7%	4.2%	4.3%
Aixia Group	AIXIA B	SEK	53.60	84	0.23	0.38	0.31	0.28	5.1%	0.9%	2.2%	3.7%
<b>Average</b>					<b>0.32</b>	<b>0.35</b>	<b>0.32</b>	<b>0.31</b>	<b>4.0%</b>	<b>-0.6%</b>	<b>3.3%</b>	<b>3.9%</b>
<b>Median</b>					<b>0.34</b>	<b>0.39</b>	<b>0.35</b>	<b>0.32</b>	<b>4.3%</b>	<b>2.3%</b>	<b>3.2%</b>	<b>4.0%</b>

Cybersecurity

Company	Ticker	Ccy	Price (last)	Mcap (m) (last)	P/Sales 2024	P/Sales 2025	P/Sales 2026E	P/Sales 2027E	EBIT marg. 2024	EBIT marg. 2025	EBIT marg. 2026E	EBIT marg. 2027E
Clavister Holding	CLAV	SEK	4.12	1,530	8.0	6.9	4.6	3.8	-6.7%	-4.1%	21.0%	28.2%
Freja eID Group	FREJA	SEK	14.30	380	12.9	7.4	6.3	5.0	-126.5%	-27.7%	-12.4%	2.1%
Withsecure OYJ	FSC1V	EUR	1.72	302	2.6	2.5	2.3	2.2	-8.3%	-4.8%	0.7%	4.2%
<b>Average</b>					<b>7.8</b>	<b>5.6</b>	<b>4.4</b>	<b>3.7</b>	<b>-47.2%</b>	<b>-12.2%</b>	<b>3.1%</b>	<b>11.5%</b>
<b>Median</b>					<b>8.0</b>	<b>6.9</b>	<b>4.6</b>	<b>3.8</b>	<b>-8.3%</b>	<b>-4.8%</b>	<b>0.7%</b>	<b>4.2%</b>

Average excluding extremes

Software

Company	Ticker	Ccy	Price (last)	Mcap (m) (last)	P/Sales 2024	P/Sales 2025	P/Sales 2026E	P/Sales 2027E	EBIT marg. 2024	EBIT marg. 2025	EBIT marg. 2026E	EBIT marg. 2027E
Agilic	AGILC	DKK	6.85	76	1.3	1.3	1.2	1.2	-20%	-7.9%	3.2%	4.6%
Artificial Solutions	TENEO	SEK	0.51	252	3.0	2.9	1.8	1.1	-67%	-49.7%	-11.2%	14.4%
Briox	BRIX	SEK	18.35	1,222	47.4	40.1	38.2	37.0	-110%	-84.8%	-31.3%	-15.2%
FormPipe Software	FPIP	SEK	22.2	1,203	2.3	5.0	4.9	4.5	7%	6.0%	13.4%	15.9%
LeadDesk Oyj	LEADD	EUR	4.23	25	0.8	0.6	0.6	0.6	-1%	-2.8%	-1.2%	0.7%
Lime Technologies	LIME	SEK	199	2,652	3.9	3.6	3.3	3.0	20%	20.0%	20.9%	22.6%
Litium	LITI	SEK	10.9	211	2.9	2.6	2.1	1.8	1%	-3.6%	2.9%	13.3%
Siili Solutions Oyj	SIILI	EUR	3.53	29	0.3	0.3	0.3	0.3	3%	0.1%	3.0%	4.4%
BuildData	BUILD	SEK	3.4	213	2.1	1.9	1.7	0.0	-29%	-4.4%	4.1%	0.0%
<b>Average</b>					<b>7.1</b>	<b>6.5</b>	<b>6.0</b>	<b>5.5</b>	<b>-22%</b>	<b>-14.1%</b>	<b>0.4%</b>	<b>6.8%</b>
<b>Median</b>					<b>2.3</b>	<b>2.6</b>	<b>1.8</b>	<b>1.2</b>	<b>-1.3%</b>	<b>-3.6%</b>	<b>3.0%</b>	<b>4.6%</b>

Average excluding extremes

IT Consulting

Company	Ticker	Ccy	Price (last)	Mcap (m) (last)	P/Sales 2024	P/Sales 2025	P/Sales 2026E	P/Sales 2027E	EBIT marg. 2024	EBIT marg. 2025	EBIT marg. 2026E	EBIT marg. 2027E
B3 Consulting Group	B3	SEK	34	310	0.27	0.26	0.26	0.24	2.3%	4.4%	7.9%	9.4%
CAG Group	CAG	SEK	107	767	0.88	0.91	0.82	0.77	7.7%	8.0%	9.3%	10.1%
Digia Oyj	DIGIA	EUR	5.66	151	0.73	0.70	0.67	0.65	8.9%	8.4%	9.0%	9.6%
Solteq Oyj	SOLTEQ	EUR	0.374	7	0.14	0.16	0.16	0.15	3.6%	1.6%	5.5%	7.3%
Time People Group	TPGR	SEK	0.775	6	0.02	0.03	0.03	0.03	-1.5%	-11.5%	0.9%	2.1%
<b>Average</b>					<b>0.41</b>	<b>0.41</b>	<b>0.39</b>	<b>0.37</b>	<b>4.2%</b>	<b>2.2%</b>	<b>6.5%</b>	<b>7.7%</b>
<b>Median</b>					<b>0.27</b>	<b>0.26</b>	<b>0.26</b>	<b>0.24</b>	<b>3.6%</b>	<b>4.4%</b>	<b>7.9%</b>	<b>9.4%</b>

Source: MarketScreener, Enlight Research, Introduce. Based on share prices on 27 March 2026

## Q4 Estimates vs. Outcome

### Portfolio companies estimate vs. outcome

The Q4/25 Group Sales of EUR 22.1m was 23% or EUR 4.2m above our EUR 17.9m estimate. The deviation was mainly due to the Novian segment (~2/3 of sales), where sales came in at EUR 14.3m vs. our EUR 11.2m estimate. The NRD Companies Q4/25 sales came in at EUR 3.5m which was 28% above our estimate, while the Cybersecurity segment (NRD CS) posted EUR 4.2m in sales which was 6% or EUR 0.2m above our forecast. The Q4/25 Group EBIT of EUR 2.2m was 3x our EUR 0.7m forecast, as Novian was the largest positive contributor with an EBIT of EUR 1.3m vs. EUR 0.3m estimate. All in all, the Group grew 2025 sales faster than anticipated and EBIT was significantly above forecast (EBIT margin of 9.9% was well above our 4.0% estimate).

Sales by portfolio company (EURm)	Q4/25	Q4/25	Diff.	
	Estimate	Outcome	EURm	%
NRD Companies	2.8	3.5	0.8	28.3%
Novian	11.2	14.3	3.2	28.3%
NRD CS*	4.0	4.2	0.2	5.9%
<b>Group sales</b>	<b>17.9</b>	<b>22.1</b>	<b>4.2</b>	<b>23.3%</b>

Sales growth	Q4/25	Q4/25	Diff.	
	Estimate	Outcome	EURm	%-pts
NRD Companies	-10.5%	14.7%	nm	25.3
Novian	36.2%	53.2%	nm	17.1
NRD CS	n/a	-23.8%	nm	n/a
<b>Group sales growth</b>	<b>14.7%</b>	<b>22.8%</b>	<b>nm</b>	<b>810</b>

EBIT by portfolio company (EURm)	Q4/25	Q4/25	Diff.	
	Estimate	Outcome	EURm	%
NRD Companies	0.2	0.7	0.5	213.0%
Novian	0.3	1.3	1.0	367.4%
NRD CS	0.2	0.1	-0.1	-30.6%
<b>Group EBIT (after Eliminations)</b>	<b>0.7</b>	<b>2.2</b>	<b>1.5</b>	<b>206.7%</b>

EBIT margin by Segment	Q4/25	Q4/25	Diff.	
	Estimate	Outcome	EURm	%-pts
NRD Companies	8.5%	20.9%	nm	12.3
Novian (incl. Elsis PRO)	2.5%	9.1%	nm	6.6
NRD CS	4.9%	3.2%	nm	-1.7
<b>Group EBIT margin</b>	<b>4.0%</b>	<b>9.9%</b>	<b>nm</b>	<b>5.9</b>

Source: Company reports, Enlight Research

\*n/a due adjustments made to 2024 results

## Estimate changes

### Portfolio companies Estimate changes

Total Sales for all portfolio companies has been increased by around 5-6% per annum for the forecast period 2026-27 and could surpass EUR 80m mark in 2028. The EBIT is raised by around EUR 2.0m for this and next year to EUR 6.7m and EUR 7.2m respectively, with further increase to EUR 7.7m in 2028.

#### Estimate changes

Sales NRD Companies (EURm)	2026E	2027E	2028E
Old estimate	11.9	12.5	na
New estimate	12.8	13.4	14.1
Change	0.8	0.9	na
Change (pct)	7.0%	7.0%	na

EBIT NRD Companies (EURm)	2026E	2027E	2028E
Old estimate	1.2	1.3	na
New estimate	1.7	1.8	1.9
Change	0.5	0.6	na
Change (pct)	45.5%	45.5%	na

Sales Novian (EURm)	2026E	2027E	2028E
Old estimate	39.5	41.9	na
New estimate	42.5	44.6	46.9
Change	3.0	2.7	na
Change (pct)	7.5%	6.5%	na

EBIT Novian (EURm)	2026E	2027E	2028E
Old estimate	1.6	1.7	na
New estimate	2.7	2.9	3.0
Change	1.1	1.2	na
Change (pct)	72.0%	70.4%	na

Sales NRD CS (EURm)	2026E	2027E	2028E
Old estimate	16.0	17.6	na
New estimate	16.3	17.9	19.7
Change	0.3	0.3	na
Change (pct)	1.7%	1.7%	na

EBIT NRD CS (EURm)	2026E	2027E	2028E
Old estimate	2.1	2.3	na
New estimate	2.3	2.5	2.8
Change	0.2	0.2	na
Change (pct)	9.5%	9.5%	na

Sales all portfolio companies (EURm)	2026E	2027E	2028E
Old estimate	67.5	72.1	na
New estimate	71.6	76.0	80.7
Change	4.1	3.9	na
Change (pct)	6.1%	5.4%	na

<b>EBIT all portfolio companies (EURm)</b>	<b>2026E</b>	<b>2027E</b>	<b>2028E</b>
Old estimate	4.9	5.2	na
New estimate	6.7	7.2	7.7
Change	1.9	2.0	na
Change (pct)	38.7%	37.7%	na

Source: Enlight Research

### Holding company Estimate changes

We revised our financial assets Fair Value (FV) estimates upward by EUR 6.8m for 2026 to EUR 73.8m and by EUR 6.2m for 2027 to EUR 77.8m, and introduce a 2028 estimate of EUR 82.6m. The change in FV of financial assets is revised downward as a strong revaluation was already recognized in 2025 (EUR 16.2m vs. EUR 6.1m previously estimated). As FV changes account for the majority of the Holding company's Total income and EBIT, this materially affects the forecast for these items. Importantly, the Holding company income statement mainly consists of non-cash items: FV gains convert to cash only upon exits, while performance fee provisions become cash outflows only when paid at the end of the company's life (2026 or later).

#### Holding company Estimate changes

<b>Fair value financial assets</b>	<b>2026E</b>	<b>2027E</b>	<b>2028E</b>
Old estimate	67.0	71.6	na
New estimate	73.8	77.8	82.6
Change	6.8	6.2	na
Change (pct)	10.2%	8.7%	na
<b>Change FV financial assets</b>	<b>2026E</b>	<b>2027E</b>	<b>2028E</b>
Old estimate	6.9	4.6	na
New estimate	3.6	4.0	4.8
Change	-3.3	-0.6	na
Change (pct)	-47.8%	-12.8%	na
<b>Total income</b>	<b>2026E</b>	<b>2027E</b>	<b>2028E</b>
Old estimate	7.0	4.8	na
New estimate	3.8	4.2	4.9
Change	-3.3	-0.6	na
Change (pct)	-46.6%	-12.3%	na
<b>EBIT</b>	<b>2026E</b>	<b>2027E</b>	<b>2028E</b>
Old estimate	4.5	2.1	na
New estimate	1.2	1.6	2.3
Change	-3.3	-0.6	na
Change (pct)	-73.0%	-27.4%	na

Source: Enlight Research

## Risk factors

Below is a list of what we believe are some of the most important risks, however, this list should not be regarded as a complete list of risks. For examples of additional risks, we refer to the listing document and company reports.

### Risk of change of technology

The technology sector is in constant change. Failure to adapt and learn a new technology could result in a drop in sale and earnings and hence lower the Fair value of the company.

### The state of the M&A market

If the market for mergers and acquisitions is depressed during the exit phase (next two years from now), the deal valuations could be lower than expected and it could be hard to sell portfolio companies.

### Political risk

A significant share of clients are public institutions and hence the company has exposure to public sector contracts, which entails political risks.

### Intellectual Property risk

A significant share of the company's assets consists of intellectual property in the form of proprietary software and technology know-how. Therefore, the risk that somebody will try and steal intellectual property is present.

### Valuation risk

The fair value of the holding companies is done by an independent external valuation firm. However, there is no guarantee that the final exit price of company will be according to the external valuation, nor to our valuation.

### NAV discount risk

Even though the NAV of INVL Technology increases, there is no guarantee that the share price will increase in-line with the NAV as the NAV discount could increase as well.

### Liquidity risk

The trading activity (liquidity) on the Nasdaq Baltic Exchange is low relative to most Western European markets. Therefore, it may be hard to buy and sell INVL Technology shares without affecting the share price.

### Russia – Ukraine risk

The company has no direct exposure to Russia or Ukraine. However, a general downturn in the economy due to the Russia – Ukraine war can affect the company's sales and profits.

### Inflation risk

High inflation is likely to lead to an increase in INVL Technologies' operating expenses, which could affect the margins negatively if the company cannot pass on these costs to the clients.

<b>Income Statement</b>	2024	2025	2026E	2027E	2028E
Net sales	10.9	17.7	3.6	4.2	4.2
Total operating costs	-2.8	-4.3	-2.4	-2.6	-1.9
<b>EBITDA</b>	<b>8.1</b>	<b>13.3</b>	<b>1.2</b>	<b>1.6</b>	<b>2.3</b>
Depreciation & Amort.	0.0	0.0	0.0	0.0	0.0
One-off EBIT items	0.0	0.0	0.0	0.0	0.0
<b>EBIT</b>	<b>8.1</b>	<b>13.3</b>	<b>1.2</b>	<b>1.6</b>	<b>2.3</b>
Financial net	0.0	0.0	0.0	0.0	0.0
<b>Pre-tax profit</b>	<b>8.1</b>	<b>13.3</b>	<b>1.2</b>	<b>1.6</b>	<b>2.3</b>
Taxes	0.0	0.0	0.0	0.0	0.0
Minority interest	0.0	0.0	0.0	0.0	0.0
Other items	0.0	0.0	0.0	0.0	0.0
<b>Net profit</b>	<b>8.1</b>	<b>13.3</b>	<b>1.2</b>	<b>1.6</b>	<b>2.3</b>
<b>Balance Sheet</b>	2024	2025	2026E	2027E	2028E
Cash and cash equivalent	1	2	0	1	1
Receivables	0	0	0	0	0
Inventories	0	0	0	0	0
Other current assets	3	3	3	3	3
<b>Total current assets</b>	<b>4</b>	<b>5</b>	<b>12</b>	<b>20</b>	<b>22</b>
Tangible assets	0	0	0	0	0
Goodwill & intangible assets	0	0	0	0	0
Lease & Investment properties	0	0	0	0	0
Long-term Investments	54	70	74	74	74
Associated companies	0	0	0	0	0
Other long-term assets	0	0	0	0	0
<b>Total fixed assets</b>	<b>54</b>	<b>70</b>	<b>74</b>	<b>74</b>	<b>74</b>
<b>Total Assets</b>	<b>59</b>	<b>76</b>	<b>86</b>	<b>94</b>	<b>96</b>
Accounts payable	0	0	0	0	0
Short-term IB debt	0	1	0	0	0
Other current liabilities	0	3	13	20	20
<b>Total current liabilities</b>	<b>0</b>	<b>4</b>	<b>13</b>	<b>20</b>	<b>20</b>
Long-term IB debt	0	0	0	0	0
Convertibles & Lease liab.	0	0	0	0	0
Deferred tax liab.	0	0	0	0	0
Provisions	0	0	0	0	0
Other long-term liab.	0	0	0	0	0
<b>Total long-term liab.</b>	<b>7</b>	<b>7</b>	<b>7</b>	<b>7</b>	<b>7</b>
<b>Total Liabilities</b>	<b>7</b>	<b>11</b>	<b>20</b>	<b>26</b>	<b>26</b>
Minority interest	0	0	0	0	0
Shareholders' equity	51	65	66	68	70
<b>Total liabilities and equity</b>	<b>59</b>	<b>76</b>	<b>86</b>	<b>94</b>	<b>96</b>

<b>Free Cash Flow</b>	2024	2025	2026E	2027E	2028E
Operating profit	8.1	13.3	1.2	1.6	2.3
Depreciation & Amort.	0.0	0.0	0.0	0.0	0.0
Working capital chg.	-1.7	2.8	10.1	6.4	0.0
Other Operating CF items	0.0	0.0	0.0	0.0	0.0
<b>Operating Cash Flow</b>	<b>6.4</b>	<b>16.1</b>	<b>11.3</b>	<b>8.0</b>	<b>2.3</b>
Net investments	-7.3	-16.2	-3.6	0.0	0.0
Other items	2.0	0.0	0.0	0.0	0.0
<b>Free Cash Flow</b>	<b>1.1</b>	<b>-0.1</b>	<b>7.7</b>	<b>8.0</b>	<b>2.3</b>
<b>Capital structure</b>	2024	2025	2026E	2027E	2028E
Equity ratio	87.9%	85.7%	76.8%	71.9%	72.6%
Debt / Equity ratio	0.0%	1.4%	0.0%	0.0%	0.0%
Gearing %	-2.7%	-2.0%	-13.7%	-25.2%	-27.6%
Net debt/EBITDA	-0.2	-0.1	-7.5	-10.9	-8.5

<b>Profitability</b>	2024	2025	2026E	2027E	2028E
ROE	17.0%	23.0%	1.9%	2.3%	3.3%
FCF yield	3.0%	-0.2%	15.2%	15.7%	4.5%
EBITDA margin	74.0%	75.5%	33.8%	37.4%	54.1%
EBIT margin	74.0%	75.5%	33.8%	37.4%	54.1%
PTP margin	73.9%	75.5%	33.8%	37.2%	53.9%
Net margin	73.9%	75.5%	33.8%	37.2%	53.9%

<b>Valuation</b>	2024	2025	2026E	2027E	2028E
P/E	4.8	3.8	40.5	31.6	21.8
P/E adjusted	4.8	3.8	40.5	31.6	21.8
P/Sales	3.5	2.9	13.7	11.8	11.8
EV/Sales	3.4	2.8	11.2	7.7	7.1
EV/EBITDA	4.6	3.7	33.0	20.6	13.2
EV/EBIT	4.6	3.7	33.0	20.6	13.2
P/BV	0.8	0.8	0.7	0.7	0.7
P/BV tangible	0.8	0.8	0.7	0.7	0.7

<b>Per share ratios</b>	2024	2025	2026E	2027E	2028E
EPS	0.67	1.11	0.10	0.13	0.19
EPS, adjusted	0.67	1.11	0.10	0.13	0.19
Operating CF/share	0.54	1.35	0.95	0.67	0.19
Free Cash Flow/share	0.10	-0.01	0.65	0.67	0.19
BV/share	4.29	5.41	5.52	5.65	5.83
Tangible BV/share	4.29	5.41	5.52	5.65	5.83
Div. per share	0.00	0.00	0.00	0.00	0.00
Div. payout ratio	0.0%	0.0%	0.0%	0.0%	0.0%
Dividend yield	0.0%	0.0%	0.0%	0.0%	0.0%

<b>Shareholders</b>	<b>Capital</b>	<b>Votes</b>
UAB LJB Investments	10.100	19.91 %
AB Invalda INVL	7.807	15.39 %
Irena Ona Miseikiene	6.108	12.04 %
AB Lietuvos draudimas	3.789	7.47 %
Kazimieras Tonkunas	2.815	5.55 %
Alvydas Banyas	2.577	5.08 %

<b>Key people</b>	
CEO	Kazimieras Tonkunas
CFO	
IR	
Chairman	Kazimieras Tonkunas

<b>P/E</b>	$\frac{\text{Price per share}}{\text{Earnings per share}}$	<b>EPS</b>	$\frac{\text{Profit before extraordinary items and taxes} - \text{income taxes} + \text{minority interest}}{\text{Number of shares}}$
<b>P/Sales</b>	$\frac{\text{Market cap}}{\text{Sales}}$	<b>DPS</b>	Dividend for financial period per share
<b>P/BV</b>	$\frac{\text{Price per share}}{\text{Shareholders' equity} + \text{taxed provisions per share}}$	<b>CEPS</b>	$\frac{\text{Gross cash flow from operations}}{\text{Number of shares}}$
<b>P/CF</b>	$\frac{\text{Price per share}}{\text{Operating cash flow per share}}$	<b>EV/Share</b>	$\frac{\text{Enterprise value}}{\text{Number of shares}}$
<b>EV (Enterprise value)</b>	Market cap + Net debt + Minority interest at market value – share of associated companies at market value	<b>Sales/Share</b>	$\frac{\text{Sales}}{\text{Number of shares}}$
<b>Net debt</b>	Interest-bearing debt – financial assets	<b>EBITDA/Share</b>	$\frac{\text{Earnings before interest, tax, depreciation and amortization}}{\text{Number of shares}}$
<b>EV/Sales</b>	$\frac{\text{Enterprise value}}{\text{Sales}}$	<b>EBIT/Share</b>	$\frac{\text{Operating profit}}{\text{Number of shares}}$
<b>EV/EBITDA</b>	$\frac{\text{Enterprise value}}{\text{Earnings before interest, tax, depreciation and amortization}}$	<b>EAFI/Share</b>	$\frac{\text{Pre-tax profit}}{\text{Number of shares}}$
<b>EV/EBIT</b>	$\frac{\text{Enterprise value}}{\text{Operating profit}}$	<b>Capital employed/Share</b>	$\frac{\text{Total assets} - \text{non-interest-bearing debt}}{\text{Number of shares}}$
<b>Div yield, %</b>	$\frac{\text{Dividend per share}}{\text{Price per share}}$	<b>Total assets</b>	Balance sheet total
<b>Payout ratio, %</b>	$\frac{\text{Total dividends}}{\text{Earnings before extraordinary items and taxes} - \text{income taxes} + \text{minority interest}}$	<b>Interest coverage (x)</b>	$\frac{\text{Operating profit}}{\text{Financial items}}$
<b>Net cash/Share</b>	$\frac{\text{Financial assets} - \text{interest-bearing debt}}{\text{Number of shares}}$	<b>Asset turnover (x)</b>	$\frac{\text{Turnover}}{\text{Balance sheet total (average)}}$
<b>ROA, %</b>	$\frac{\text{Operating profit} + \text{financial income} + \text{extraordinary items}}{\text{Balance sheet total} - \text{interest-free short-term debt} - \text{long-term advances received and accounts payable (average)}}$	<b>Debt/Equity, %</b>	$\frac{\text{Interest-bearing debt}}{\text{Shareholders' equity} + \text{minority interest} + \text{taxed provisions}}$
<b>ROCE, %</b>	$\frac{\text{Profit before extraordinary items} + \text{interest expenses} + \text{other financial costs}}{\text{Balance sheet total} - \text{non-interest-bearing debt (average)}}$	<b>Equity ratio, %</b>	$\frac{\text{Shareholders' equity} + \text{minority interest} + \text{taxed provisions}}{\text{Total assets} - \text{interest-free loans}}$
<b>ROE, %</b>	$\frac{\text{Profit before extraordinary items} - \text{income taxes}}{\text{Shareholders' equity} + \text{minority interest} + \text{taxed provisions (average)}}$	<b>CAGR, %</b>	Cumulative annual growth rate = Average growth rate per year

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