**Post results** | 28 August 2026

# Stockholm Exergi

## Strong underlying H1 2026 result driven by cold winter

**Stockholm Exergi's (SE) H1 2026 result was relatively strong with group underlying EBITDA improving 5% y/y to SEK1.9bn. SE is ramping up its construction activities on its new carbon capture and storage facility (BECCS). The ensuing capex was, however, absorbed by lower working capital, leaving SE's net debt lower by 3% sequentially. We see SE's adj. FFO to net debt unchanged h/h at 14.5% which is well in line with S&P's requirements for its 'BBB' rating on SE. While SE has large amounts of capex ahead for BECCS, we note that most of this is covered by project-specific credit facilities. The FVHSAM Sep 26's could be refinanced shortly although this is not needed given SE's solid liquidity position. The risk of cost overruns, coupled with fairly tight pricing of the outstanding FVHSAM curve, leads us to maintain our Underweight recommendation.**

SE's revenues improved 12% y/y. This was fuelled by an 11% increase in heat sales, driven by both higher prices and higher volumes delivered amounting to 4.5TWh up 6% y/y. The higher prices were driven by higher input fuel costs while demand was spurred by a colder than normal winter in Stockholm. On top of this, SE also recorded a 20% y/y increase in electricity sales, driven by higher spot prices and a 51% y/y increase in generation to 0.6TWh. The latter exemplifies one of the key strengths of SE, which is its ability to exploit high market electricity prices by switching production from heat over to electricity. In periods when electricity prices are low, it can produce heat from electricity driven by heat pumps. SE's reported EBITDA declined 1% y/y due to higher fuel costs. This also, however, includes a one-off gain of SEK100m last year. Excluding this, we see clean EBITDA being up 5% y/y.

### Key figures

| SEKm | H1 25 | H2 25 | H1 26 | y/y | h/h |
|---|---|---|---|---|---|
| Total sales | 4,938 | 3,693 | 5,510 | 11.6% | 49.2% |
| EBITDA (rep.) | 1,875 | 1,261 | 1,856 | -1.0% | 47.2% |
| EBITDA (adj.) | 1,866 | 1,252 | 1,847 | -1.0% | 47.6% |
| Net Income | 643 | 38 | 692 | 7.6% | 1721.1% |
| FFO(rep.) | 1,704 | 672 | 1,461 | -14.3% | 117.4% |
| FFO (adj.) | 1,451 | 886 | 1,378 | -5.0% | 55.6% |
| Equity | 11,950 | 11,818 | 12,220 | 2.3% | 3.4% |
| Net debt | 14,739 | 16,097 | 15,643 | 6.1% | -2.8% |
| Net debt (adj.) | 14,739 | 16,097 | 15,643 | 6.1% | -2.8% |
| **Ratios** | **H1 25** | **H2 25** | **H1 26** | **y/y** | **h/h** |
| EBITDA-margin | 38% | 34% | 34% | -4pp | 0pp |
| Net debt / EBITDA | 4.6 | 5.1 | 5.0 | 0.4 | -0.1 |
| Adj. net debt / Adj. EBITDA | 4.6 | 5.2 | 5.0 | 0.4 | -0.1 |
| FFO / Net debt | 17% | 15% | 14% | -3pp | -1pp |
| Adj. FFO / Adj. net debt | 16% | 15% | 14% | -2pp | 0pp |
| Adj. Total debt / Total capital | 55% | 59% | 62% | 6pp | 3pp |
| Net debt / Total capital | 55% | 56% | 49% | -6pp | -7pp |

*Source: Company data, Danske Bank Credit Research*

## Underweight

Utilities

**Corporate ticker:** FVHSAM

**Equity ticker:** 0679451D SS

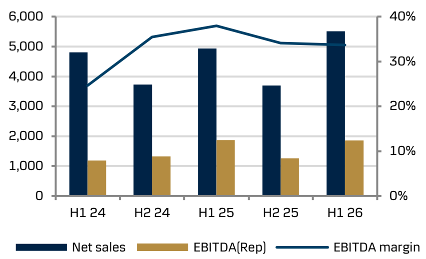
**Ratings:**
S&P: BBB / S
Moody's: NR / NR
Fitch: NR / NR

**ESG rating:**
Sustainalytics ESG Risk Rating: NR

**Analyst**
Jakob Magnussen, CFA
*jakja@danskebank.com*
+45 45 14 14 92

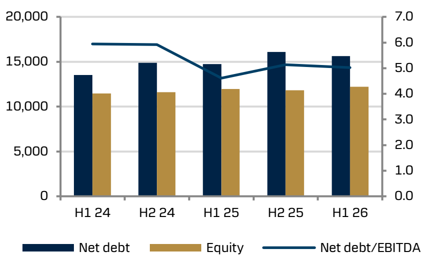
Mads Lindegaard Rosendal, CFA
*madros@danskebank.com*
+45 45 14 15 24

### Profitability (SEKm)




*Source: Company data, Danske Bank Credit Research*

### Financial metrics (SEKm)




*Source: Company data, Danske Bank Credit Research*



**Important disclosures and certifications are contained from page 7 of this report.**

## Financials

SE recorded a strong operating cash flow of SEK2.6bn up 21% y/y. This was driven by the solid operating result coupled with a strong seasonal reduction in working capital yielding SEK1.1bn. This helped cushion SE's high capex, mainly for the BECCS construction, and landed its FCF at positive SEK524m. The ensuing 3% decline in reported net debt to SEK15.6bn, caused reported net debt to EBITDA to improve to 5x from 5.1x h/h. We note that the BECCS capex, coupled with maintenance capex, will offset higher expected earnings in the coming couple of years and will weigh on SE's metrics. We forecast net debt to EBITDA to grow to 5.4x by 2027. Naturally this is a forecast that is highly sensitive to the BECCS project not encountering budget overruns.

## Rating

S&P's 'BBB' rating on SE is contingent on SE to keeping adj. FFO to net debt above 11%. We estimate this metric at 14.5% (unchanged h/h) after H1 26. On our forecast numbers, we estimate that this metric will decline to 12.8% by 2027. As such, and barring budget overruns on BECCS, we expect SE to be able to retain its 'BBB' rating. When the BECCS project is complete in late 2028, metric improvements from the running operations plus the subsidy income from the BECCS facility, could make an upgrade a theme.

## Liquidity

On the face of it, SE's short-term liquidity calls for funding needs in the coming 12 months. After H1 26, SE had cash of SEK3.9bn. We forecast operating cash inflow of SEK2.7bn in the coming 12 months. This will be insufficient to cover short-term debt maturities of SEK1.2bn, capex of around SEK5.5bn and dividends of SEK0.4bn. We stress, however, that most of the capex needs will be covered by committed project-specific credit facilities for the BECCS project. SE has SEK1.472bn maturing shortly. While this could be refinanced, we stress that SE does not need to.

## Recommendation

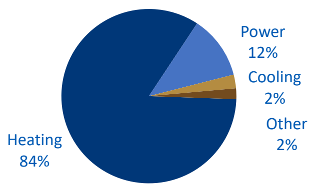
We see the H1 2026 result as moderately supportive from a credit perspective. A result where SE demonstrated its strong underlying business within district heating and power production. Our main reservation regarding SE as a credit investment is the budget overrun risks in connection with the BECCS construction. We also flag that input fuel costs remain elevated and could rise further to levels where price pass-through to end-clients can become a challenge. We see the outstanding FVHSAM trading in line with the 'BBB' fair value curve and somewhat tighter than comparable peers. For these reasons we maintain our Underweight recommendation on FVHSAM.

# Company summary

## Company description

Stockholm Exergi is a Swedish district heat, power and cooling producer and supplier. Operating in the greater Stockholm area, it has annual heat deliveries of around 8TWh – over 17% of total Swedish district heat demand. The group is also active within district cooling and power generation. Stockholm Exergi has divested all its gas activities. Today, more than 80% of Stockholm Exergi's fuels are renewable and the company targets complete CO2 neutrality by 2030 at the latest.

## Sales breakdown, segments



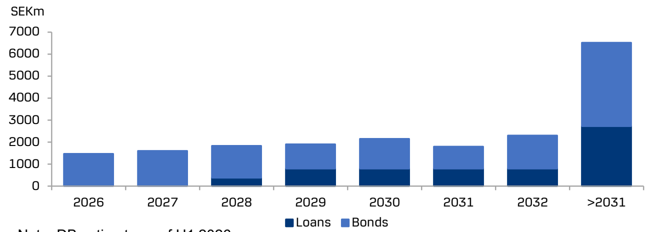

## Key credit strengths

- Sole position in the district heating market in Stockholm
- Stable earnings over the cycle
- Renewable portfolio
- Strong and supportive owners
- Decent diversification with exposure to heat, cooling and power generation

## Key credit challenges

- Limited geographical diversification
- High leverage
- High capex programme
- Risk from alternative heating sources
- Exposed to warm winters and cold summers

## Debt maturity profile




Note: DB estiamte as of H1 2026

## Main shareholders

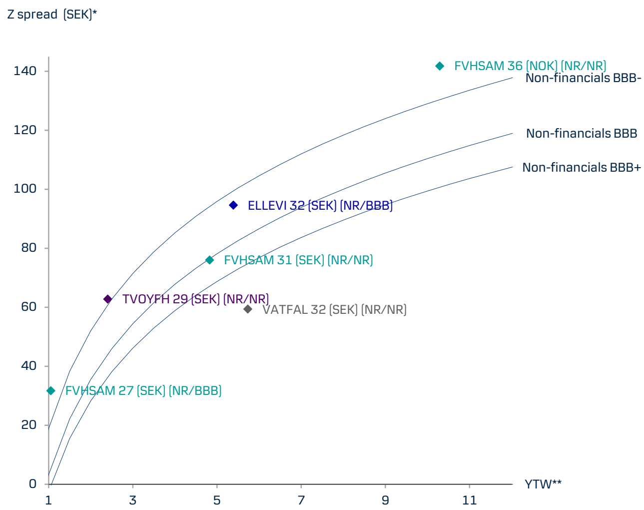
| Name | Votes (%) | Capital (%) |
|---|---|---|
| City of Stockholm | 50.0% | 50.0% |
| Ankhiale consortium | 50.0% | 50.0% |

## Selected outstanding bonds

| Isin | Coupon | Currency | Maturity/Call | Payment rank | Rating* |
|---|---|---|---|---|---|
| SE0013101912 | 1.085% | SEK | 17/09/2027 | Sr Unsecured | NR/BBB |
| SE0020356541 | FRN | SEK | 05/06/2030 | Sr Unsecured | NR/BBB |
| SE0021512985 | FRN | SEK | 24/06/2031 | Sr Unsecured | NR/NR |
| SE0020356749 | FRN | SEK | 25/03/2032 | Sr Unsecured | NR/NR |

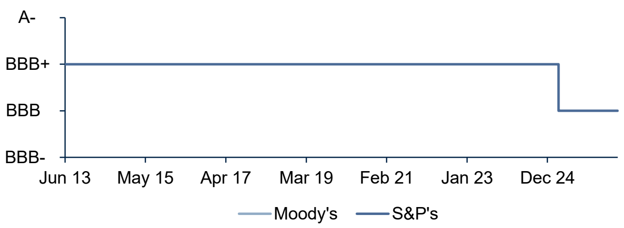
*Moodys/S&P

## Relative valuation




* Swapped to indicated currency. ** Years-to-worst.
Note: Fair value curve(s) based on Danske Bank Credit Research's index group of EUR bonds.

## Rating migration




*Source: Company data, Bloomberg, Danske Bank Credit Research [all charts and tables]*

## Summary table

| Income statement (SEKm) | 2023 | 2024 | 2025 | 2026E | 2027E |
|---|---|---|---|---|---|
| Total sales | 8,501 | 8,542 | 8,630 | 9,800 | 11,500 |
| Operating expenses | -4,177 | -3,735 | -3,016 | -3,425 | -4,019 |
| EBITDA | 2,143 | 2,512 | 3,136 | 3,600 | 4,200 |
| EBITDA adjusted | 2,112 | 2,475 | 3,117 | 3,581 | 4,181 |
| Non-recurring items | 0 | 0 | 0 | 0 | 0 |
| Depreciation and amortisation | -1,556 | -1,602 | -1,810 | -1,933 | -2,133 |
| EBIT | 587 | 910 | 1,326 | 1,667 | 2,067 |
| EBIT adjusted | 587 | 910 | 1,326 | 1,667 | 2,067 |
| Net interest | -422 | -459 | -449 | -486 | -566 |
| Other financial items (net) | 12 | 45 | 16 | 24 | 37 |
| Pre-tax profit | 161 | 450 | 884 | 1,181 | 1,501 |
| Tax | -38 | -91 | -203 | -472 | -600 |
| Net income | 123 | 359 | 681 | 709 | 900 |
| **Balance sheet (SEKm)** | **2023** | **2024** | **2025** | **2026E** | **2027E** |
| Fixed assets | 26,310 | 26,921 | 28,757 | 31,724 | 35,791 |
| Goodwill | 334 | 429 | 205 | 205 | 205 |
| Associates | 0 | 0 | 0 | 0 | 0 |
| Other non-current assets | 6 | 7 | 8 | 9 | 10 |
| Working capital assets | 2,761 | 2,787 | 2,617 | 2,972 | 3,487 |
| Cash and cash equivalents | 130 | 873 | 829 | 449 | 567 |
| of which restricted cash | 7 | 8 | 9 | 10 | 11 |
| Other current assets | 1,754 | 1,431 | 1,738 | 1,738 | 1,738 |
| Total assets | 31,626 | 32,837 | 34,494 | 37,108 | 41,613 |
| Total assets (adj.) | 31,653 | 32,864 | 34,494 | 37,111 | 41,616 |
| Total interest-bearing debt | 14,940 | 15,756 | 16,926 | 19,226 | 23,226 |
| Total interest-bearing debt adjusted | 14,967 | 15,783 | 16,926 | 19,229 | 23,229 |
| Net interest-bearing debt | 14,810 | 14,883 | 16,097 | 18,777 | 22,659 |
| Net interest-bearing debt adjusted | 14,837 | 14,910 | 16,097 | 18,780 | 22,662 |
| Working capital liabilities | 739 | 1,107 | 1,333 | 1,514 | 1,776 |
| Other current liabilities | 1,324 | 1,237 | 1,141 | 1,141 | 1,141 |
| Other non-current liabilities | 3,220 | 3,127 | 3,277 | 3,277 | 3,277 |
| Total equity | 11,400 | 11,607 | 11,818 | 12,132 | 12,637 |
| Total equity and liabilities | 31,626 | 32,837 | 34,494 | 37,108 | 41,613 |
| Total equity and liabilities (adj.) | 31,653 | 32,864 | 34,494 | 37,111 | 41,616 |
| **Cash flow statement (SEKm)** | **2023** | **2024** | **2025** | **2026E** | **2027E** |
| EBITDA | 2,143 | 2,512 | 3,136 | 3,600 | 4,200 |
| Tax paid | -131 | -202 | -275 | -271 | -600 |
| Other cash flow from operations | -431 | -595 | -483 | -540 | -634 |
| Funds from operations (FFO) | 1,581 | 1,715 | 2,378 | 2,789 | 2,966 |
| FFO (adjusted) | 1,511 | 1,694 | 2,335 | 2,751 | 2,928 |
| Change in working capital | -223 | 401 | 50 | -174 | -253 |
| Operating cashflow (CFO) | 1,358 | 2,116 | 2,428 | 2,615 | 2,713 |
| CFO (adjusted) | 1,358 | 2,116 | 2,428 | 2,615 | 2,713 |
| Capex | -1,658 | -2,134 | -3,381 | -4,900 | -6,200 |
| Divestments/acquisitions of businesses | -191 | 0 | 0 | 0 | 0 |
| Free operating cashflow (FOCF) | -491 | -18 | -953 | -2,285 | -3,487 |
| FOCF (adjusted) | -491 | -18 | -953 | -2,285 | -3,487 |
| Dividend paid | -850 | 0 | -359 | -395 | -395 |
| Share buyback | 0 | 0 | 0 | 0 | 0 |
| Free cashflow (FCF) | -1,341 | -18 | -1,312 | -2,680 | -3,882 |
| Other investing activities | 0 | 0 | 0 | 0 | 0 |
| Debt repayment | -1,631 | -3,036 | -2,906 | -2,700 | -3,000 |
| Funding shortfall | -2,972 | -3,054 | -4,218 | -5,380 | -6,882 |
| New debt | 3,100 | 4,480 | 4,176 | 5,000 | 7,000 |
| New equity | 0 | 0 | 0 | 0 | 0 |
| Other financing activities | 0 | -683 | -2 | 0 | 0 |
| Change in cash | 128 | 743 | -44 | -380 | 118 |

*Source: Company data, Danske Bank Credit Research estimates*

## Summary table

| Adjusted ratios (SEKm) | 2023 | 2024 | 2025 | 2026E | 2027E |
|---|---|---|---|---|---|
| Sales growth | 4% | 0% | 1% | 14% | 17% |
| EBITDA margin | 25.2% | 29.4% | 36.3% | 36.7% | 36.5% |
| Adj. EBITDA margin | 24.8% | 29.0% | 36.1% | 36.5% | 36.4% |
| EBIT margin | 6.9% | 10.7% | 15.4% | 17.0% | 18.0% |
| Adj. EBIT margin | 6.9% | 10.7% | 15.4% | 17.0% | 18.0% |
| | | | | | |
| EBITDA interest coverage (x) | 4.9 | 4.7 | 6.5 | 6.7 | 6.7 |
| Adj. EBITDA interest coverage (x) | 4.8 | 4.6 | 6.4 | 6.7 | 6.6 |
| EBIT interest coverage (x) | 1.3 | 1.7 | 2.8 | 3.1 | 3.3 |
| Adj. EBIT interest coverage (x) | 1.3 | 1.7 | 2.8 | 3.1 | 3.3 |
| FFO interest coverage (x) | 3.6 | 3.2 | 4.9 | 5.2 | 4.7 |
| Adj. FFO interest coverage (x) | 3.5 | 3.2 | 4.8 | 5.2 | 4.7 |
| CFO interest coverage (x) | 3.1 | 4.0 | 5.0 | 4.9 | 4.3 |
| Adj. CFO interest coverage (x) | 3.1 | 4.0 | 5.0 | 4.9 | 4.3 |
| | | | | | |
| Net debt/EBITDA (reported) (x) | 6.9 | 5.9 | 5.1 | 5.2 | 5.4 |
| Net debt/EBITDA (x) | 7.0 | 6.0 | 5.2 | 5.2 | 5.4 |
| Adj. net debt/adj. EBITDA (x) | 7.0 | 6.0 | 5.2 | 5.2 | 5.4 |
| Debt/EBITDA (x) | 7.0 | 6.3 | 5.4 | 5.3 | 5.5 |
| Adj. debt/adj. EBITDA (x) | 7.1 | 6.4 | 5.4 | 5.4 | 5.6 |
| Debt/EBITDA (reported) (x) | 7.0 | 6.3 | 5.4 | 5.3 | 5.5 |
| FFO/net debt | 10.7% | 11.5% | 14.8% | 14.9% | 13.1% |
| Adj. FFO/adj. debt | 10.1% | 10.7% | 13.8% | 14.3% | 12.6% |
| Adj. FFO/adj. net debt | 10.2% | 11.4% | 14.5% | 14.6% | 12.9% |
| FFO/debt | 10.6% | 10.9% | 14.0% | 14.5% | 12.8% |
| Adj. total debt/total capital | 57.0% | 59.5% | 60.6% | 62.2% | 65.8% |
| Net debt/total capital | 56.2% | 54.4% | 56.0% | 59.9% | 63.2% |
| Adj. net debt/adj. total capital | 56.5% | 56.2% | 57.7% | 60.8% | 64.2% |
| **Half-yearly overview (SEKm)** | **H1 24** | **H2 24** | **H1 25** | **H2 25** | **H1 26** |
| Net sales | 4,810 | 3,732 | 4,938 | 3,693 | 5,510 |
| EBITDA | 1,187 | 1,324 | 1,875 | 1,261 | 1,856 |
| Adj. EBITDA | 1,169 | 1,306 | 1,866 | 1,252 | 1,847 |
| EBIT | 391 | 519 | 1,032 | 294 | 1,055 |
| Net income | 113 | 246 | 643 | 38 | 692 |
| Capex | -660 | -1,474 | -1,543 | -1,838 | -1,651 |
| FFO | 919 | 797 | 1,704 | 672 | 1,461 |
| Total debt | 15,000 | 15,756 | 14,894 | 16,926 | 19,571 |
| Net debt | 13,542 | 14,883 | 14,739 | 16,097 | 15,643 |
| Adjusted net debt | 13,542 | 14,883 | 14,739 | 16,097 | 15,643 |
| Equity (incl. minorities) | 11,469 | 11,607 | 11,950 | 11,818 | 12,220 |
| **Ratios** | | | | | |
| Net debt to EBITDA (x) | 6 | 6 | 5 | 5 | 5 |
| Adj. net debt to EBITDA (x) | 6 | 6 | 5 | 5 | 5 |
| FFO to net debt | 13% | 12% | 17% | 15% | 14% |
| Adj. FFO to net debt | 11% | 11% | 16% | 15% | 14% |

*Source: Company data, Danske Bank Credit Research estimates*

# Danske Bank – Credit research platform

## Denmark

**Jakob Magnussen**
Head of Credit Research
+45 45 14 14 92
jakja@danskebank.com

- Utilities
- Renewables

**Brian Børsting**
Chief Analyst
+45 45 14 14 96
brbr@danskebank.com

- Industrials & Services
- Transportation
- Pharma & Medtech

**Mads Rosendal**
Chief Analyst
+45 45 14 15 24
madros@danskebank.com

- TMT
- Industrials
- Consumer goods

**Mark Elving Naur**
Chief Analyst
+45 45 14 15 04
mnau@danskebank.com

- Financials
- Strategy

**Rasmus Justesen**
Chief Analyst
+45 45 14 15 30
rjus@danskebank.com

- Credit portfolios

**Sivert Trana**
Senior Analyst
+45 45 14 14 70
sivt@danskebank.com

- Credit portfolios

**Oscar Pedersen**
Analyst
+45 40 47 87 60
oscp@danskebank.com

- Financials

## Norway

**Mille Opdahl Muller**
Head of Credit Research NO
+47 85 40 77 27
mifj@danskebank.com

- Real Estate
- Salmon
- Other IG/HY corporates

**Marko Radman**
Senior Analyst
+47 85 40 77 62
mradm@danskebank.com

- High Yield
- Shipping
- Industrials

**Sebastian Grindheim**
Senior Analyst
+47 85 40 78 13
sgrin@danskebank.com

- High Yield
- Oil Services

## Sweden

**Marcus Gustavsson**
Head of Credit Research SE
+46 75 248 04 02
marcg@danskebank.com

- Real Estate
- Other IG/HY corporates

**Lina Berg**
Senior Analyst
+46 75 248 15 42
linab@danskebank.com

- Pharma & Medtech
- Metals & Mining
- Other IG/HY corporates

**Christian Svanfeldt, CFA**
Senior Analyst
+46 75 248 15 38
chrsv@danskebank.com

- Autos & Trucks
- Real Estate
- Other IG/HY corporates

## Finland

**Olli Eloranta**
Senior Analyst
+358 10 5468479
oelo@danskebank.com

- Industrials
- Real Estate
- Other IG/HY corporates

## ESG

**Louis Landeman**
Head of ESG Research
+46 75 248 04 12
llan@danskebank.com

- ESG

**Ebba Edholm**
Senior Analyst
+46 75 248 15 50
eedh@danskebank.com

- ESG


Find the latest Credit Research:
https://research.danskebank.com

## Disclosures

This research report has been prepared by Credit Research, a division of Danske Bank A/S ('Danske Bank'). The authors of this research report are Jakob Magnussen, CFA and Mads Lindegaard Rosendal, CFA.

### Analyst certification

Each research analyst responsible for the content of this research report certifies that the views expressed in the research report accurately reflect the research analyst's personal view about the financial instruments and issuers covered by the research report. Each responsible research analyst further certifies that no part of the compensation of the research analyst was, is or will be, directly or indirectly, related to the specific recommendations expressed in the research report.

### Regulation

Danske Bank is authorised and regulated by the Danish Financial Services Authority (Finanstilsynet). Danske Bank is authorised by the Prudential Regulation Authority in the UK and subject to regulation by the Financial Conduct Authority and limited regulation by the Prudential Regulation Authority. Details about the extent of our regulation by the Prudential Regulation Authority are available from us on request.

Danske Bank's research reports are prepared in accordance with the recommendations of Capital Market Denmark.

Danske Bank is not registered as a Credit Rating Agency pursuant to the CRA Regulation (Regulation (EC) no. 1060/2009), hence Danske Bank does not comply with, or seek to comply with, the requirements applicable to Credit Rating Agencies.

### Conflicts of interest

Danske Bank has established procedures to prevent conflicts of interest and to ensure the provision of high-quality research based on research objectivity and independence. These procedures are documented in Danske Bank's research policies. Employees within Danske Bank's Research Departments have been instructed that any request that might impair the objectivity and independence of research shall be referred to Research Management and the Compliance Department. Danske Bank's Research Departments are physically separated from other business areas within Danske Bank and surrounded by arrangements (Chinese Walls) to restrict the flows of sensitive information.

Research analysts are remunerated in part based on the overall profitability of Danske Bank, which includes investment banking revenues, but do not receive bonuses or other remuneration linked to specific corporate finance or debt capital transactions.

Danske Bank, its affiliates, subsidiaries and staff may perform services for or solicit business from Stockholm Exergi and may hold long or short positions in, or otherwise be interested in, the financial instruments mentioned in this research report. The Equity and Corporate Bonds analysts of Danske Bank and persons in other departments of Danske Bank with which the relevant analysts have close links are not permitted to invest in 1) financial instruments that are covered by the relevant Equity or Corporate Bonds analyst and 2) the research sector within the geographical area (the Nordics) to which the analyst is linked.

Danske Bank, its affiliates and subsidiaries are engaged in commercial banking, securities underwriting, dealing, trading, brokerage, investment management, investment banking, custody and other financial services activities, may be a lender to Stockholm Exergi and have whatever rights as are available to a creditor under applicable law and the applicable loan and credit agreements. At any time, Danske Bank, its affiliates and subsidiaries may have credit or other information regarding Stockholm Exergi that is not available to or may not be used by the personnel responsible for the preparation of this report, which might affect the analysis and opinions expressed in this research report.

Danske Bank is a market maker and a liquidity provider and may hold positions in the financial instruments of the issuer(s) mentioned in this research report.
Within the previous 12 months, Danske Bank has acted as Joint Lead Manager of a public offer of covered bonds for Stockholm Exergi and as Joint Lead Manager of a public offer of credit bonds for Stockholm Exergi.
As an investment bank, Danske Bank, its affiliates and subsidiaries provide a variety of financial services, including investment banking services. It is possible that Danske Bank and/or its affiliates and/or its subsidiaries might seek to become engaged to provide such services to Stockholm Exergi in the next three months.
Danske Bank has made no agreement with Stockholm Exergi to write this research report. No parts of this research report have been disclosed to Stockholm Exergi. No recommendations or opinions have been disclosed to Stockholm Exergi and no amendments have accordingly been made to the same before dissemination of the research report.

### Risk warning

Major risks connected with recommendations or opinions in this research report, including a sensitivity analysis of relevant assumptions, are stated throughout the text.

### Expected updates

Issuer research reports will be updated at least quarterly following results announcements and in response to credit updates arising from issuer news, ad hoc credit publications or sector thematic research.

### Completion and first dissemination

The completion date and time in this research report mean the date and time when the author hands over the final version of the research report to Danske Bank's editing function for legal review and editing.

The date and time of first dissemination mean the date and estimated time of the first dissemination of this research report. The estimated time may deviate up to 15 minutes from the effective dissemination time due to technical limitations.

See the back page of this research report for the date and time of first dissemination.

### Financial models, valuation and/or methodology used in this research report

Calculations and presentations in this research report are based on standard econometric tools and methodology as well as publicly available statistics for each individual security, issuer and/or country.

We base our bond valuation conclusion on an estimation of a fair business and financial risk profile of the issuing entity. By combining these risk profiles with market technical and bond-specific issues such as documentation and structuring, we arrive at an overall bond risk profile. We compare the bond spread to those of peers with similar risk profiles and against this background we estimate whether the bond is attractively priced in the market. We express this view with either an Overweight, Marketweight or Underweight recommendation. This signals our opinion of the bond's performance potential compared with relevant peers in the coming six months.

More information about the valuation and/or methodology and the underlying assumptions is accessible via *https://danskeci.com/ci/research/disclosures-and-disclaimers*. Select Credit Research Methodology.

**Recommendation structure**

Investment recommendations are based on the expected development in the credit profile as well as relative value compared with the sector and peers.

As at 30 June 2026, Danske Bank Credit Research had investment recommendations on 189 corporate bond issuers. The distribution of recommendations is represented in the distribution of recommendations column below. The proportion of issuers corresponding to each of the recommendation categories above to which Danske Bank provided investment banking services in the previous 12 months ending 30 June 2026 is shown below.

| Rating | Anticipated performance | Time horizon | Distribution of recommendations | Investment banking relationships |
|---|---|---|---|---|
| Overweight | Outperformance relative to peer group | 6 months | 26% | 50% |
| Marketweight | Performance in line with peer group | 6 months | 60% | 62% |
| Underweight | Underperformance relative to peer group | 6 months | 13% | 44% |

**Changes to recommendation in the past 12 months:**

| Date | Old rec. | New rec. |
|---|---|---|
| 7 Jun 2026 | No recommendation | Underweight |
| 18 May 2026 | Underweight | No recommendation |
| 17 Dec 2025 | No recommendation | Underweight |
| 25 Nov 2025 | Underweight | No recommendation |

**Validity time period**

This communication and the communications in the list referred to below are valid until the earlier of (a) dissemination of a superseding communication by the author, or (b) significant changes in circumstances following its dissemination, including events relating to the market or the issuer, which can influence the price of the issuer or financial instrument.

**Investment recommendations disseminated in the preceding 12-month period**

A list of previous investment recommendations disseminated by the lead analyst(s) of this research report in the preceding 12-month period can be found at *https://danskeci.com/ci/research/disclosures-and-disclaimers*. Select Credit Research recommendation history – Recommendation history.

Other previous investment recommendations disseminated by Danske Bank Credit Research are also available in the database.

## General disclaimer

This research has been prepared by Danske Bank A/S. It is provided for informational purposes only and should not be considered investment, legal or tax advice. It does not constitute or form part of, and shall under no circumstances be considered as, an offer to sell or a solicitation of an offer to purchase or sell any relevant financial instruments (i.e. financial instruments mentioned herein or other financial instruments of any issuer mentioned herein and/or options, warrants, rights or other interests with respect to any such financial instruments) ('Relevant Financial Instruments'). This research report has been prepared independently and solely based on publicly available information that Danske Bank A/S considers to be reliable, but Danske Bank A/S has not independently verified the contents hereof. While reasonable care has been taken to ensure that its contents are not untrue or misleading, no representation or warranty, express or implied, is made as to, and no reliance should be placed on, the fairness, accuracy, completeness or reasonableness of the information, opinions and projections contained in this research report and Danske Bank A/S, its affiliates and subsidiaries accept no liability whatsoever for any direct or consequential loss, including without limitation any loss of profits, arising from reliance on this research report. The opinions expressed herein are the opinions of the research analysts and reflect their opinion as of the date hereof. These opinions are subject to change and Danske Bank A/S does not undertake to notify any recipient of this research report of any such change nor of any other changes related to the information provided in this research report. This research report has been prepared for professional clients. Distribution of research reports containing investment recommendations and complex financial products to retail clients is prohibited unless Danske Bank A/S has conducted an evaluation and determined, on a case-by-case basis, that the client possesses the necessary financial knowledge and experience to understand the complexities and risks involved. Under no circumstances may this report be distributed to individual investors in the United States. This research report is protected by copyright and is intended solely for the designated addressee. It may not be reproduced or distributed, in whole or in part, by any recipient for any purpose without Danske Bank A/S's prior written consent.

## Disclaimer related to distribution in the United States

This research report was created by Danske Bank A/S and is distributed in the United States by Danske Markets Inc., a U.S. registered broker-dealer and subsidiary of Danske Bank A/S, pursuant to SEC Rule 15a-6 and related interpretations issued by the U.S. Securities and Exchange Commission. The research report is intended for distribution in the United States solely to 'U.S. institutional investors' as defined in SEC Rule 15a-6. Danske Markets Inc. accepts responsibility for this research report in connection with distribution in the United States solely to 'U.S. institutional investors'.

Danske Bank A/S is not subject to U.S. rules with regard to the preparation of research reports and the independence of research analysts. In addition, the research analysts of Danske Bank A/S who have prepared this research report are not registered or qualified as research analysts with the New York Stock Exchange or Financial Industry Regulatory Authority but satisfy the applicable requirements of a non-U.S. jurisdiction.

Any U.S. investor recipient of this research report who wishes to purchase or sell any Relevant Financial Instrument may do so only by contacting Danske Markets Inc. directly and should be aware that investing in non-U.S. financial instruments may entail certain risks. Financial instruments of non-U.S. issuers may not be registered with the U.S. Securities and Exchange Commission and may not be subject to the reporting and auditing standards of the U.S. Securities and Exchange Commission.

## Disclaimer related to distribution in the United Kingdom

In the United Kingdom, this document is for distribution only to (I) persons who have professional experience in matters relating to investments falling within article 19(5) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 (the 'Order'); (II) high net worth entities falling within article 49(2)(a) to (d) of the Order;

or (III) persons who are an elective professional client or a per se professional client under Chapter 3 of the FCA Conduct of Business Sourcebook (all such persons together being referred to as 'Relevant Persons'). In the United Kingdom, this document is directed only at Relevant Persons, and other persons should not act or rely on this document or any of its contents.

## Disclaimer related to distribution in the European Economic Area

This document is being distributed to and is directed only at persons in member states of the European Economic Area ('EEA') who are 'Qualified Investors' within the meaning of Article 2(e) of the Prospectus Regulation (Regulation (EU) 2017/1129) ('Qualified Investors'). Any person in the EEA who receives this document will be deemed to have represented and agreed that it is a Qualified Investor. Any such recipient will also be deemed to have represented and agreed that it has not received this document on behalf of persons in the EEA other than Qualified Investors or persons in the UK and member states (where equivalent legislation exists) for whom the investor has authority to make decisions on a wholly discretionary basis. Danske Bank A/S will rely on the truth and accuracy of the foregoing representations and agreements. Any person in the EEA who is not a Qualified Investor should not act or rely on this document or any of its contents.

Report completed: 28 August 2026 at 14:04 CET
Report disseminated: 28 August 2026 at 15:10 CET