

Lifecare: Share consolidation

Lifecare Research Note 2024-10-01 09:31

Redeye has updated its fair value range for Lifecare following the company's reverse share split, a process carried through to prepare the company for its uplisting to the main list of the Oslo Stock Exchange.



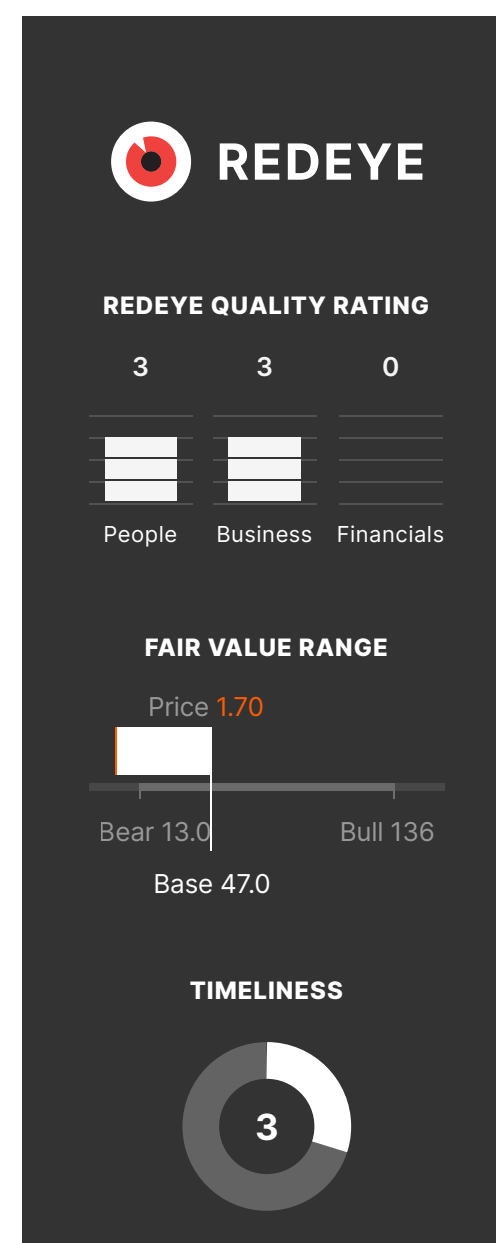
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Following the market close yesterday, Lifecare announced that its share consolidation has been officially registered with the Norwegian Register of Business Enterprises. This action is a necessary step toward the company's planned uplisting to the main board of the Oslo Stock Exchange in October. The following have happened:

- Lifecare has executed a share consolidation at a ratio of 1:13, meaning 13 old shares have been consolidated into one new share
- The new amount of shares outstanding is 15.0 million with a nominal value of NOK5.2
- The company's share capital remains unchanged at NOK78.1m
- In conjunction with this Lifecare has also re-purchased 30 thousand shares at an average price of NOK1.66 and 7500 warrants in the company at an average price of NOK.042, the purchases were carried out as ordinary trades in the market

As a consequence, we have adjusted our valuation model to reflect the updated share structure and new number of shares. This revision adjusts our fair value range to NOK 13–136, with a base case of NOK47 (previously NOK 1–10 with a base case of NOK 3.6). Please note that this is a mechanical adjustment resulting from the share consolidation and does not represent any changes to our underlying valuation assumptions.

Lifecare: Base case valuation				
Assumptions		DCF	NOKm	Per share
Tax rate	22.0%	2024 - 2028	-199	-10.4
WACC	15%	2029 - 2031	195	10.1
Shares outstanding (diluted)	19.2	2032 - 2033	183	9.5
Revenues CAGR 2024 - 2028	161%	Terminal	630	32.8
Revenues CAGR 2029 - 2031	31%	Net cash	101	5.3
Terminal value assumptions 2034		Base case		47.3
Group sales (NOKm)	2,212	Upside potential		106%
Terminal growth	2%			
EBITDA margin	25%			



KEY STATS	
Market Cap	331.1 MNOK
Entprs. Value (EV)	273.3 MNOK
Net Debt (2024e)	-57.8 MNOK
30 Day Avg Vol	372 K
Shares Outstanding	15.0M
Price / Earnings	N/A
PEG	N/A
Dividend Yield	N/A

Data from 2024-10-01 09:32

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Redeye performs/has performed services for Lifecare and receives/has received compensation from these Companies in connection with this.