



NEWS FLASH

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Norway
Healthcare

Research analysts:

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Lifecare ASA

Share price: NOK11.6

Fair value range: NOK20.0–32.0

Increased sensitivity of Sencell in laboratory experiments

What is new?

Lifecare today announced that it has managed to improve the glucose sensor sensitivity of Sencell up to five-fold in laboratory experiments, compared to what was achieved using its original chemistry.

What does it mean?

CGM sensor glucose sensitivity is commonly measured using the mean average relative difference (MARD) endpoint. MARD is expressed as a percentage; a lower MARD value indicates greater accuracy of the CGM device. For instance, a CGM with a MARD of 10% would, on average, show a 10% difference between its readings and the reference values.

In the company's first in-human study, the previous version of Sencell displayed a MARD of 9.7%. It is challenging to accurately estimate what a five-fold improvement of sensitivity in vitro could translate into actual MARD improvement, but the company expects that it has potential to now be superior to available CGMs in the market. According to our research, this would imply a MARD of <8%.

We obviously regard this as positive news that is likely to further enhance the product's competitive attractiveness. It does not, however, change the timeline to market approval for Sencell, which we still expect in 2026 and 2027 in Europe and the US, respectively.

Upcoming events

- Q4 Report: 20 Feb 2025

What do we do?

Following the news, we reiterate our fair value range of NOK20–32 per share. We expect a positive reaction from the share price in today's trading.

Key facts		Key figures (NOK)				Share price - 5Y		
		2023	2024e	2025e	2026e			
No. shares (m)	15.9	0	0	6	15			
Market cap. (USDm)	16	-32	-67	-69	-69		High/Low (12M)	NOK55.8/11.6
Market cap. (NOKm)	184	-35	-71	-74	-74		Perf. 3M	3M
Net IB Debt. (NOKm)	-46	-3.62	-5.44	-4.65	-4.67		Abs.	-45.3
Adjustments (NOKm)	0	-3.62	-5.44	-4.65	-4.67		6M	-51.5
EV (2024e) (NOKm)	138	0.00	0.00	0.00	0.00		12M	-74.8
Free float	71.0%	0%	100%	+chg	133%		YTD	-5.3
Avg. daily vol. ('000)	43	-chg	-chg	+chg	-chg		Rel.	-47.3
Risk	High Risk	n.m.	n.m.	n.m.	-502.5%			-54.6
Fiscal year end	December	n.m.	n.m.	n.m.	n.m.			-88.7
Share price as of (CET)	13 Jan 2025 16:12	n.m.	n.m.	n.m.	n.m.			-9.1
		EV/EBIT	neg.	neg.	neg.			
		EV/EBITA	neg.	neg.	neg.			
		EV/EBITDA	neg.	neg.	neg.			
		P/BV	1.8	3.1	2.2			
		Dividend yield	0.0%	0.0%	0.0%			
		FCF yield	-20.9%	-48.0%	-40.2%			
		Equity/Total Assets	76.9%	52.1%	57.3%			
		ROCE	-52.9%	-99.8%	-88.4%			
		ROE adj.	-57.3%	-113.9%	-102.3%			
		Net IB debt/EBITDA	1.4	0.7	1.0			

Source: Carnegie Research, FactSet, Millstream & company data

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