

# Calculation of Financial Ratios



## PROFIT MARGIN

$$\frac{\text{Ordinary profit before taxes}}{\text{Net Sales}}$$

## TRADING VOLUME IN %

$$\frac{\text{Number of shares traded during the period}}{\text{Average number of outstanding shares}}$$

## CAPITAL EMPLOYED

Total assets - non-interest bearing liabilities

## MARKET CAPITALISATION \*)

Number of shares x market share price at 31 Dec

## RETURN ON CAPITAL EMPLOYED

$$\frac{\text{Ordinary profit before taxes + interest expenses + other financial expenses}}{\text{Average capital employed}}$$

## EARNINGS PER SHARE \*)

$$\frac{\text{Ordinary net profit - minority interest}}{\text{Average number of shares}}$$

## RETURN ON EQUITY \*)

$$\frac{\text{Ordinary net profit - minority interest}}{\text{Average shareholders' equity and minority}}$$

## DIVIDEND PER EARNINGS \*\*)

$$\frac{\text{Dividend per share}}{\text{Earnings per share}}$$

## FREE CASH FLOW

See Cash Flow Statement

## EFFECTIVE DIVIDEND YIELD

$$\frac{\text{Dividend per share}}{\text{Market share price at 31 Dec}}$$

## NET DEBT

Interest bearing debt - cash and bank - short-term investments - bonds

## EQUITY PER SHARE \*)

$$\frac{\text{Shareholders' equity}}{\text{Number of shares at 31 Dec}}$$

## NET GEARING \*)

$$\frac{\text{Net debt}}{\text{Shareholders' equity + minority interest}}$$

## P/E MULTIPLE

$$\frac{\text{Market share price at 31 Dec}}{\text{Earnings per share}}$$

## INTEREST COVER

$$\frac{\text{Ordinary profit before taxes + interest expenses}}{\text{Interest expenses}}$$

## AVERAGE NUMBER OF EMPLOYEES

Calculated from month-end figures and adjusted for part-time employees.

## EQUITY RATIO \*)

$$\frac{\text{Shareholders' equity + minority interest}}{\text{Total assets - advances received}}$$

## INVESTMENTS

Includes corporate acquisitions.

**AVERAGE TRADING PRICE**

$$\frac{\text{Value of trading volume}}{\text{Volume traded}}$$

**SHARE ISSUE ADJUSTMENTS**

The numbers of shares are fully comparable for the whole five-year period.

- \* ) Effect of own shares eliminated from the date of repurchase.
- \*\* ) Dividend is weighted with respect to old and new shares.

