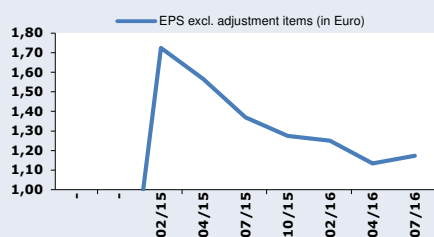


Date 10/18/2016

Consensus Rating*: -0.35 (Hold)

 Previous rating -0.47 (Hold)
 Stock price (in Euro) 24.55
 High/Low (52 weeks) 26.23/17.31
 Market cap (in Euro m) 3681.6
 ISIN FI0009007835
 Reuters ME01V.HE
 Bloomberg ME01V.FH
 Exchange OMX
 Sector Industrials
 Internet www.metso.com
 Coverage 17

EPS Estimates (in Euro)

YoY Change in Estimates

	Q3 16E	Q3 15A	Change
Net sales	654.4	680.0	-3,8%
EBITA clean	76.4	92.3	-17,2%
EBIT clean	71.7	87.9	-18,5%
EPS	0.29	0.29	-1,1%
EPS clean	0.31	0.37	-16,7%

*** Consensus Rating (CR):**
Classification:

 Buy: 1.50 ≤ CR < 2.00
 Accumulate: 0.50 ≤ CR < 1.50
 Hold: -0.50 < CR < 0.50
 Reduce: -1.50 ≤ CR < -0.50
 Sell: -2.00 ≤ CR < -1.50

Disclaimer: This document has been issued by Vara Research GmbH for information purposes only and is not intended to constitute investment advice. It is based on estimates and forecasts of various analysts regarding revenues, earnings and business developments of relevant company. Such estimates and forecasts cannot be independently verified by reason of subjective character. Vara Research GmbH gives no guarantee, representation or warranty and is not responsible or liable as to its accuracy and completeness.

Metso

Summary

Metso is the world's leading industrial company in the mining and aggregates industries and in the flow control business. Metso employs approximately 13,000 industry experts and we serve customers in more than 50 countries.

Company's Outlook after Q2 2016 results:

Metso expects overall trading conditions will be somewhat weaker in 2016 compared to 2015. From their backlog at the end of June, METso expects to invoice about EUR 1.0 billion during 2016

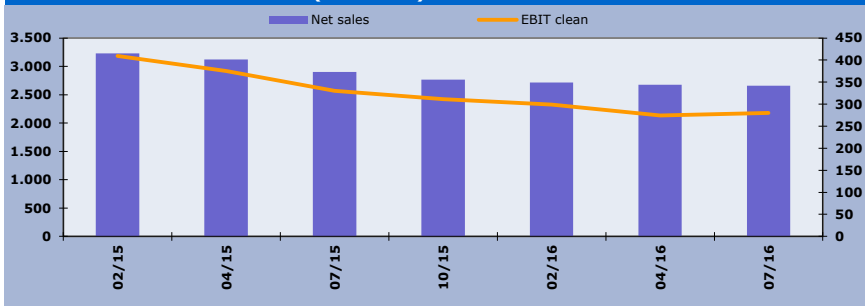
Metso will release ist Q3 2016 report on 21st of October 2016

Price targets (in Euro)

	Current	Previous	Change	Up-/Downside
Current Price	24.55			
Highest	30.00	25.00	20,0%	22,2%
Consensus	23.88	20.34	17,4%	-2,7%
Median	25.00	21.00	19,0%	1,8%
Lowest	16.50	15.00	10,0%	-32,8%

Consensus Valuation

	Net sales	EBIT clean	EPS clean	EV/Sales	EV/EBIT	P/E
2013	3858.0	476.9	1.95	1.08	8.7	12.2
2014	3658.0	441.0	1.85	1.18	9.8	13.4
2015	2923.0	329.1	1.44	1.14	10.2	14.4
2016E	2660.7	280.1	1.17	1.50	14.2	20.9
2017E	2725.5	298.2	1.25	1.46	13.3	19.6

FY 2016 Consensus Estimates (in Euro m)

Quarterly Development (in Euro m)
