



Fearnley Securities AS

Disclosures and Disclaimers for Recommendations

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Disclaimer

DISCLOSURES AND DISCLAIMERS FOR RECOMMENDATIONS (EQUITY AND FIXED INCOME)

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Recommendations regarding shares and share related instruments (“Equities”) are based on price targets fixed with different valuation methods that may include analysis of earnings multiples (absolute and relative), valuation of a company using DCF (discounted cash flow) calculations and by carrying out net asset value (NAV) assessments. Price targets are changed when earnings and cash flow forecasts are changed. They may also be changed when the underlying value of the assets of the issuer that is the subject of the Recommendation (the “Recommendation Subject”) changes or when factors impacting the required rate of return change. Unless otherwise stated, our recommendations have a twelve-month horizon.

Definitions of Equity ratings

- Buy: When price target is more than 15 % above market price.
- Hold: When target price is within -15% - +15 % and/or if we do not see a compelling case in the share.
- Sell: When target price is 15 % or more below market price.

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High risk:	beta above	1.2
Medium risk:	beta range	1.0 – 1.2
Low risk:	beta at or less than	1.0

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Basis and Methods for Assessment

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Sell:	The risk premium is considered as not acceptable relative to credit risk

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