

SFC Energy AG

Germany / Energy
 Primary exchange: Frankfurt
 Bloomberg: F3C GR
 ISIN: DE0007568578

Q1/22 figures

RATING
BUY

PRICE TARGET
€ 41.00

Return Potential 63.3%
 Risk Rating High

DEMAND STILL STRONG BUT SUPPLY CHAIN HURTS

SFC has published its Q1/22 report and held a conference call. In Q1, the order backlog increased significantly q/q to €57.1m (YE21: €30.5m), and the order intake reached €44.3m. Although demand for SFC's products remained very strong, supply chain hiccups in the Clean Power Management segment resulted in restrained group revenue growth of only 5% y/y to €17.9m, which is 5% below our forecast. The gross margin was burdened by higher material, logistic, and transportation costs and declined from 36.5% to 31.3%. This resulted in lower adjusted EBITDA & EBIT. Given that SFC increased product prices in January and May by 8% and almost 9% respectively, we believe that higher gross margins will return in H2. Despite ongoing supply chain challenges, we expect an improved situation in H2 due to significantly increased inventory, purchase agreements with key suppliers, and the replacement of Asian suppliers by European ones. SFC confirmed 2022 guidance of €75m to €83m in sales (implying annual growth between 17% and 29%), adjusted EBITDA of €6.0m to €9.1m, and adjusted EBIT of €1.6m to €2.9m. We lower our 2022 forecast slightly to account for the weaker than expected Q1 but still see SFC as well on track to reach guidance. An updated DCF model yields a new price target of €41 (previously: €44). We confirm our Buy rating.

Supply chain challenges result in subdued growth and lower adjusted earnings Q1 revenue was up 5% y/y at €17.9m but 5% below our forecast. The main reason for the restrained growth was weak Clean Power segment sales which fell 19% y/y to €5.6m. Gross profit declined 10% y/y from €6.2m to €5.6m (FBe: €6.5m) due to higher material, logistic, and transportation costs. The gross margin fell from 36.5% to 31.3%. This led to adjusted EBITDA (AEBITDA) of €0.8m, down 66% from the prior year figure and 52% below our forecast. As one-off costs amounted to only €0.6m versus €4.8m in Q1/21, EBITDA improved from €-2.5m to €0.2m. D&A of €1.2m led to adjusted EBIT of €-0.4m and EBIT of €-1.1m. The net result loss narrowed to €-1.2m versus €-3.6m in Q1/21 (see figure 1 overleaf). (p.t.o.)

FINANCIAL HISTORY & PROJECTIONS

	2019	2020	2021	2022E	2023E	2024E
Revenue (€ m)	58.54	53.22	64.32	79.84	114.17	165.55
Y-o-y growth	-5.1%	-9.1%	20.9%	24.1%	43.0%	45.0%
EBIT (€ m)	-1.29	-4.50	-5.11	1.55	9.59	16.55
EBIT margin	-2.2%	-8.5%	-7.9%	1.9%	8.4%	10.0%
Net income (€ m)	-1.93	-5.18	-5.83	0.95	6.99	12.06
EPS (diluted) (€)	-0.17	-0.39	-0.40	0.07	0.48	0.83
DPS (€)	0.00	0.00	0.00	0.00	0.00	0.00
FCF (€ m)	-4.95	-4.87	-2.70	-4.68	-4.42	-8.32
Net gearing	-15.2%	-37.7%	-34.8%	-24.3%	-13.4%	0.8%
Liquid assets (€ m)	21.19	31.75	25.01	22.29	16.55	8.20

RISKS

The main risks are internationalisation, unfavourable exchange rate changes, technological innovations, and increasing competition.

COMPANY PROFILE

SFC Energy AG is a leading provider of integrated power solutions for mobile and stationary off-grid applications. The company is a pioneer in developing and commercialising fuel cells which provide reliable, efficient, and clean power for its energy solutions. Main markets are oil & gas, defence & security, industry, and clean energy & mobility. SFC is headquartered near Munich in Germany.

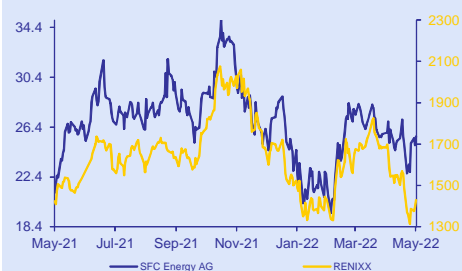
MARKET DATA

As of 18 May 2022

Closing Price	€ 25.10
Shares outstanding	14.47m
Market Capitalisation	€ 363.20m
52-week Range	€ 19.50 / 35.05
Avg. Volume (12 Months)	59,452

Multiples	2021	2022E	2023E
P/E	n.a.	390.4	53.1
EV/Sales	5.5	4.5	3.1
EV/EBIT	n.a.	229.7	37.1
Div. Yield	0.0%	0.0%	0.0%

STOCK OVERVIEW



COMPANY DATA

As of 31 Mar 2022

Liquid Assets	€ 19.93m
Current Assets	€ 56.74m
Intangible Assets	€ 18.15m
Total Assets	€ 86.35m
Current Liabilities	€ 22.79m
Shareholders' Equity	€ 49.27m

SHAREHOLDERS

DWS	4.8%
Acatis	5.7%
Hansainvest	3.0%
Conduit Ventures	2.5%
Free Float	84.0%

Figure 1: Reported group figures versus forecasts

All figures in €m	Q1-22A	Q1-22E	Delta	Q1-21A	Delta
Sales	17.91	18.90	-5.3%	16.98	5.4%
Gross profit	5.61	6.50	-13.7%	6.20	-9.6%
margin	31.3%	34.4%	-	36.5%	-
EBITDA	0.16	1.50	-89.3%	-2.46	-
margin	0.9%	7.9%	-	-14.5%	-
Adjusted EBITDA	0.81	1.70	-52.4%	2.35	-65.5%
margin	4.5%	9.0%	-	13.8%	-
EBIT	-1.07	0.80	-	-3.39	-
margin	-5.9%	4.2%	-	-19.9%	-
Adjusted EBIT	-0.42	1.00	-	1.43	-
margin	-2.3%	5.3%	-	8.4%	-
Net income	-1.18	0.52	-	-3.64	-
margin	-6.6%	2.8%	-	-21.4%	-
EPS (diluted, in €)	-0.08	0.04	-	-0.25	-

Source: First Berlin Equity Research, SFC Energy AG

Clean Energy segment on track, Clean Power Management lagging behind The Clean Energy segment showed strong growth of 22% y/y to €12.3m (FBe: €12.5m), while sales in the Clean Power Management segment fell 19% y/y to €5.6m, which was 12% below our forecast. The main reason for the diverging segment sales development is the challenging procurement environment for electronic components, which affects the Clean Power Management segment more than the Clean Energy segment. The gross profit margins of both segments were affected by higher material and logistic costs. The Clean Energy segment gross margin fell more than 6 PP to 34.3% and in the Clean Power segment, it was down almost 6 PP at 24.9% (see figure 2). While the Clean Energy segment still reported a positive AEBITDA of €0.9m, the Clean Power Management segment's AEBITDA was slightly negative at €-0.1m).

Figure 2: Reported segment figures versus forecasts

All figures in €m	Q1-22A	Q1-22E	Delta	Q1-21A	Delta
Clean Energy					
Sales	12.28	12.50	-1.8%	10.07	21.9%
Gross profit	4.21	4.80	-12.4%	4.10	2.7%
margin	34.3%	38.4%	-	40.7%	-
Adjusted EBITDA	0.90	1.40	-35.7%	1.54	-41.5%
margin	7.3%	11.2%	-	15.3%	-
Clean Power Management					
Sales	5.63	6.40	-12.1%	6.91	-18.6%
Gross profit	1.40	1.70	-17.5%	2.11	-33.5%
margin	24.9%	26.6%	-	30.5%	-
Adjusted EBITDA	-0.09	0.30	-	0.81	n.a.
margin	-1.6%	4.7%	-	8.8%	-
Group					
Sales	17.91	18.90	-5.3%	16.98	5.4%
Gross profit	5.61	6.50	-13.7%	6.20	-9.6%
margin	31.3%	34.4%	-	36.5%	-
Adjusted EBITDA	0.81	1.70	-52.4%	2.35	-65.5%
margin	4.5%	9.0%	-	13.8%	-

Source: First Berlin Equity Research, SFC Energy AG

Balance sheet remains strong Equity was almost stable q/q at €49.3m and the equity ratio remained at a high 57%. A much lower cash position (€20m versus almost €25m at YE21) and slightly higher liabilities to banks plus lease liabilities resulted in a decline of the net cash position from €15m to €10m. Inventories rose by €1m q/q to €15m, which reflects SFC's strategy to build up working capital to guarantee the supply of own product despite supply chain challenges. SFC has even rented extra space for the additional inventories.



Negative operating cash flow Higher working capital was the main reason for negative operating cash flow of €-3.4m. CapEx of €1.0m (capitalised R&D expenses and investments in production expansion) led to free cash flow of €-4.4m. Cash flow from financing activities was minor and amounted to €-0.3m. Net cash flow was €-4.7m.

Strong rise in order backlog and order intake In Q1, the order backlog increased significantly q/q to €57.1m (YE21: €30.5m). Compared to the €15.6m order backlog in Q1/21, it more than tripled. In the conference call, management confirmed that ca. €43m - €45m look set to be converted into sales in the current fiscal year. The fact that ca. 50% of the total order backlog is attributable to the smaller Clean Power Management segment is proof that the weak Q1 segment revenue is purely caused by supply chain hiccups and not demand-driven. Q1 order intake amounted to €44.3m. This very high figure reflects the strong demand momentum for SFC's products.

Important growth strategy milestones achieved SFC has signed an LOI to establish its local presence in India still this year, as local value creation will significantly facilitate access to a fast-growing market in cooperation with SFC's partners FC TecNrgy and Bharat Electronics. Regulation in India requires ca. 50% local value creation as a condition of access to larger contracts. In Singapore, SFC is meeting high demand for hydrogen technologies in cooperation with Oneberry Technologies. In Europe, together with Test-Fuchs and the Auto AG Group, SFC offers the pilot system of the H₂ genset, a mobile and emission-free hydrogen-based power generator. In a cooperation with the Wolf tank Group, SFC has been testing a backup hydrogen power supply system for telecom towers for the leading Italian telecommunications company TIM since March.

Expansion of production capacity in 2022 SFC has started to double production capacity in Germany and set up a new fuel cell production line in Romania. We expect SFC to reach a capacity of 12k - 13k units in Germany and 6k - 7k units in Romania (one shift) by the end of 2022 (2021: 6.5k). This would result in a total capacity of ca. 18k - 20k units. The natural next step would be a two shift system in Romania thereby doubling the facility's capacity. By 2023/24 we expect the company to begin the transition from manual assembly to automated production processes.

Forecasts adjusted to weak Q1 figures Given the ongoing supply chain challenges we lower our FY22 sales forecast by €1m. We still expect SFC to grow strongly by 24% in the current financial year. We have dialled back our AEBITDA forecast from €8.0m to €7.1m and our AEBIT forecast from €3.1m to €2.2m. Our 2022E EBIT forecast also takes the one-off costs of €0.6m in Q1 into account. Our forecast is still in SFC's guidance range.

Figure 3: Revisions to forecasts

All figures in €m	2022E			2023E			2024E		
	Old	New	Delta	Old	New	Delta	Old	New	Delta
Sales	80.8	79.8	-1%	115.6	114.2	-1%	167.6	165.5	-1%
EBIT	3.1	1.6	-50%	10.9	9.6	-12%	18.1	16.6	-9%
margin	3.8%	1.9%		9.4%	8.4%		10.8%	10.0%	
Net income	2.1	1.0	-54%	7.8	7.0	-10%	13.0	12.1	-7%
margin	2.6%	1.2%		6.7%	6.1%		7.8%	7.3%	
EPS (diluted) in €	0.14	0.07	-54%	0.54	0.48	-10%	0.90	0.83	-7%

Source: First Berlin Equity Research

Buy reiterated at lower price target Our forecast revision and the higher yield for riskless assets (10y German government bond now at 1.0%) result in a new price target of €41 (previously: €44). We remain bullish on SFC as the Russian invasion of Ukraine has created a new marcoeconomic driver for fuel cells – a more rapid migration away from fossil fuels. We confirm our Buy recommendation.



VALUATION MODEL

DCF valuation model								
All figures in EUR '000	2022E	2023E	2024E	2025E	2026E	2027E	2028E	2029E
Net sales	79,840	114,171	165,548	240,045	294,382	355,239	421,701	492,317
NOPLAT	1,252	7,173	12,092	19,821	24,688	29,666	34,942	40,397
+ depreciation & amortisation	4,943	5,430	6,084	7,024	8,327	9,890	11,655	13,561
Net operating cash flow	6,195	12,604	18,177	26,845	33,015	39,556	46,597	53,958
- total investments (CAPEX and WC)	-10,872	-17,026	-26,501	-35,919	-30,688	-35,136	-38,648	-41,527
Capital expenditures	-8,383	-8,563	-10,595	-13,443	-15,736	-18,085	-20,395	-22,557
Working capital	-2,489	-8,463	-15,906	-22,476	-14,952	-17,051	-18,253	-18,970
Free cash flows (FCF)	-4,678	-4,422	-8,324	-9,074	2,327	4,421	7,949	12,431
PV of FCF's	-4,466	-3,921	-6,851	-6,934	1,651	2,912	4,862	7,059

All figures in thousands		
PV of FCFs in explicit period (2022E-2036E)	108,085	
PV of FCFs in terminal period	475,235	
Enterprise value (EV)	583,321	
+ Net cash / - net debt	15,137	
+ Investments / minority interests	0	
Shareholder value	598,458	
Diluted number of shares	14,470	
Fair value per share in EUR	41.36	
		Terminal growth rate: 3.0%
		Terminal EBIT margin: 11.0%

WACC		Terminal growth rate							
		1.5%	2.0%	2.5%	3.0%	3.5%	4.0%	4.5%	
Cost of equity	10.5%	6.2%	51.09	55.70	61.57	69.27	79.82	95.16	119.54
Pre-tax cost of debt	5.0%	6.7%	44.13	47.59	51.88	57.32	64.46	74.25	88.49
Tax rate	30.0%	7.2%	38.50	41.15	44.36	48.34	53.39	60.02	69.10
After-tax cost of debt	3.5%	7.7%	33.86	35.92	38.38	41.36	45.05	49.74	55.89
Share of equity capital	60.0%	8.2%	29.98	31.61	33.53	35.81	38.58	42.00	46.36
Share of debt capital	40.0%	8.7%	26.71	28.01	29.52	31.30	33.42	35.99	39.18
Price target in EUR	41.00	9.2%	23.92	24.97	26.18	27.59	29.24	31.21	33.60

* for layout purposes the model shows numbers only to 2029, but runs until 2036



INCOME STATEMENT

All figures in EUR '000	2018A	2019A	2020A	2021A	2022E	2023E	2024E
Revenues	61,704	58,538	53,223	64,320	79,840	114,171	165,548
Cost of goods sold	40,623	38,410	35,307	41,682	52,694	75,353	109,262
Gross profit	21,082	20,128	17,915	22,638	27,146	38,818	56,286
S&M	10,792	12,438	12,122	15,051	13,573	16,441	21,687
G&A	5,230	5,994	7,125	10,292	8,623	7,992	10,761
R&D	3,525	3,104	2,843	3,257	3,400	4,795	7,284
Other operating income	320	178	157	904	240	343	497
Other operating expenses	529	57	483	48	240	343	497
Operating income (EBIT)	1,325	-1,288	-4,501	-5,105	1,550	9,590	16,555
Net financial result	-737	-752	-443	-410	-301	-186	-28
Non-operating expenses	0	0	0	0	0	0	0
Pre-tax income (EBT)	588	-2,040	-4,945	-5,515	1,249	9,405	16,527
Income taxes	589	-113	239	315	299	2,417	4,462
Minority interests	0	0	0	0	0	0	0
Net income / loss	-1	-1,927	-5,184	-5,829	951	6,988	12,065
Diluted EPS (in €)	0.00	-0.17	-0.39	-0.40	0.07	0.48	0.83
Adjusted EBITDA (AEBITDA)	3,705	3,631	2,936	6,233	7,141	15,020	22,639
One-off costs / earnings (-/+)	-1,227	-1,589	-3,922	-7,030	-648	0	0
EBITDA	2,478	2,042	-986	-797	6,493	15,020	22,639
Adjusted EBIT (AEBIT)	2,553	-2,877	-579	1,925	2,198	9,590	16,555
Ratios							
Gross margin	34.2%	34.4%	33.7%	35.2%	34.0%	34.0%	34.0%
EBITDA margin on revenues	4.0%	3.5%	-1.9%	-1.2%	8.1%	13.2%	13.7%
Adjusted EBITDA margin on revenues	6.0%	6.2%	5.5%	9.7%	8.9%	13.2%	13.7%
EBIT margin on revenues	2.1%	-2.2%	-8.5%	-7.9%	1.9%	8.4%	10.0%
Adjusted EBIT margin on revenues	4.1%	-4.9%	-1.1%	3.0%	2.8%	8.4%	10.0%
Net margin on revenues	0.0%	-3.3%	-9.7%	-9.1%	1.2%	6.1%	7.3%
Tax rate	100.1%	5.5%	-4.8%	-5.7%	23.9%	25.7%	27.0%
Expenses as % of revenues							
S&M	17.5%	21.2%	22.8%	23.4%	17.0%	14.4%	13.1%
G&A	8.5%	10.2%	13.4%	16.0%	10.8%	7.0%	6.5%
R&D	5.7%	5.3%	5.3%	5.1%	4.3%	4.2%	4.4%
Other operating expenses	0.9%	0.1%	0.9%	0.1%	0.3%	0.3%	0.3%
Y-Y Growth							
Revenues	13.7%	-5.1%	-9.1%	20.9%	24.1%	43.0%	45.0%
Operating income	n.m.	n.m.	n.m.	n.m.	n.m.	518.7%	72.6%
Net income/ loss	n.m.	n.m.	n.m.	n.m.	n.m.	635.0%	72.7%



BALANCE SHEET

All figures in EUR '000	2018A	2019A	2020A	2021A	2022E	2023E	2024E
Assets							
Current assets, total	28,289	47,818	58,447	58,724	58,798	65,963	79,091
Cash and cash equivalents	7,805	21,192	31,750	25,008	22,294	16,549	8,198
Short-term investments	0	0	0	0	0	0	0
Receivables	10,158	13,773	13,031	17,851	17,499	25,024	36,285
Inventories	9,753	12,032	12,617	14,185	17,324	22,709	32,928
Other current assets	573	822	1,049	1,680	1,680	1,680	1,680
Non-current assets, total	13,776	25,040	27,882	28,641	32,081	35,214	39,725
Property, plant & equipment	1,596	9,869	9,985	8,887	8,422	9,158	10,017
Goodwill & other intangibles	11,497	13,921	15,999	17,698	21,160	23,557	27,208
Other assets	684	1,250	1,898	2,056	2,499	2,499	2,499
Total assets	42,065	72,859	86,330	87,365	90,879	101,177	118,815
Shareholders' equity & debt							
Current liabilities, total	18,865	20,514	18,780	20,998	22,698	26,008	31,582
Short-term debt	7,154	5,352	4,340	2,735	4,137	3,000	3,000
Accounts payable	7,093	8,090	4,742	7,642	7,940	12,387	17,961
Current provisions	972	1,263	1,583	2,020	2,020	2,020	2,020
Liabilities under finance leases	44	2,278	1,353	1,860	1,860	1,860	1,860
Other current liabilities	3,602	3,531	6,762	6,741	6,741	6,741	6,741
Long-term liabilities, total	4,996	12,085	12,711	16,348	17,212	17,212	17,212
Long-term debt	3,056	3,953	209	0	863	863	863
Liabilities under finance leases	54	5,755	6,548	4,891	4,891	4,891	4,891
Other liabilities	1,886	2,376	5,954	11,458	11,458	11,458	11,458
Minority interests	0	0	0	0	0	0	0
Shareholders' equity	18,204	40,260	54,838	50,018	50,969	57,957	70,022
Share capital	10,250	12,950	14,470	14,470	14,470	14,470	14,470
Capital reserve	79,498	100,417	119,118	119,637	119,637	119,637	119,637
Other reserves	0	0	0	0	0	0	0
Treasury stock	0	0	0	0	0	0	0
Loss carryforward / retained earnings	-70,520	-72,447	-77,631	-83,461	-82,510	-75,523	-63,458
Total consolidated equity and debt	42,065	72,859	86,330	87,365	90,879	101,177	118,815
Ratios							
Current ratio (x)	1.50	2.33	3.11	2.80	2.59	2.54	2.50
Quick ratio (x)	0.98	1.74	2.44	2.12	1.83	1.66	1.46
Net cash	-2,405	6,132	20,653	17,382	12,403	7,795	-557
Net gearing	13.2%	-15.2%	-37.7%	-34.8%	-24.3%	-13.4%	0.8%
Book value per share (€)	1.79	3.50	4.14	3.46	3.52	4.01	4.84
Equity ratio	43.3%	55.3%	63.5%	57.3%	56.1%	57.3%	58.9%
Return on equity (ROE)	0.0%	-4.8%	-9.5%	-11.7%	1.9%	12.1%	17.2%
Return on investment (ROI)	0.0%	-2.6%	-6.0%	-6.7%	1.0%	6.9%	10.2%
Return on assets (ROA)	1.8%	-1.6%	-5.5%	-6.2%	1.4%	7.2%	10.3%
Return on capital employed (ROCE)	6.1%	-4.2%	-11.2%	-11.7%	3.2%	16.6%	22.5%
Days of sales outstanding (DSO)	60.1	85.9	89.4	101.3	80.0	80.0	80.0
Days of inventory turnover	87.6	114.3	130.4	124.2	120.0	110.0	110.0
Days in payables (DIP)	63.7	76.9	49.0	66.9	55.0	60.0	60.0



CASH FLOW STATEMENT

All figures in EUR '000	2018A	2019A	2020A	2021A	2022E	2023E	2024E
EBIT	1,325	-1,288	-4,501	-5,105	1,550	9,590	16,555
Depreciation and amortisation	1,153	3,330	3,516	4,308	4,943	5,430	6,084
EBITDA	2,478	2,042	-986	-797	6,493	15,020	22,639
Changes in working capital	-1,417	-5,026	-4,300	-5,086	-2,489	-8,463	-15,906
Other adjustments	945	1,723	4,691	6,961	-299	-2,417	-4,462
Operating cash flow	2,005	-1,261	-595	1,078	3,706	4,140	2,271
Investments in PP&E	-928	-1,110	-943	-1,021	-3,992	-3,768	-3,973
Investments in intangibles	-1,445	-2,582	-3,336	-2,762	-4,391	-4,795	-6,622
Free cash flow	-368	-4,952	-4,874	-2,705	-4,678	-4,422	-8,324
Acquisitions & disposals, net	0	64	0	9	0	0	0
Other investments	0	0	0	-99	0	0	0
Investing cash flow	-2,373	-3,628	-4,279	-3,873	-8,383	-8,563	-10,595
Debt financing, net	-1,786	-5,258	-2,953	-654	2,265	-1,137	0
Equity financing, net	4,220	27,000	19,665	0	0	0	0
Dividend paid	0	0	0	0	0	0	0
Other financing	1,045	-3,467	-1,280	-3,392	-301	-186	-28
Financing cash flow	3,479	18,275	15,432	-4,046	1,964	-1,323	-28
Forex & other effects	0	0	0	0	0	0	0
Net cash flows	3,111	13,387	10,558	-6,842	-2,713	-5,745	-8,352
Cash, start of the year	4,409	7,520	21,192	31,464	25,008	22,294	16,549
Cash, end of the year	7,520	20,907	31,464	24,622	22,294	16,549	8,198
EBITDA/share (in €)	0.24	0.18	-0.07	-0.06	0.45	1.04	1.56
Y-Y Growth							
Operating cash flow	17.7%	n.m.	n.m.	n.m.	243.7%	11.7%	-45.1%
Free cash flow	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.
EBITDA/share	160.5%	-27.2%	n.m.	n.m.	n.m.	131.3%	50.7%

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First Berlin's system for asset valuation is divided into an asset recommendation and a risk assessment.

ASSET RECOMMENDATION

The recommendations determined in accordance with the share price trend anticipated by First Berlin in the respectively indicated investment period are as follows:

Category		1	2
Current market capitalisation (in €)		0 - 2 billion	> 2 billion
Strong Buy ¹	An expected favourable price trend of:	> 50%	> 30%
Buy	An expected favourable price trend of:	> 25%	> 15%
Add	An expected favourable price trend of:	0% to 25%	0% to 15%
Reduce	An expected negative price trend of:	0% to -15%	0% to -10%
Sell	An expected negative price trend of:	< -15%	< -10%

¹ The expected price trend is in combination with sizable confidence in the quality and forecast security of management.

Our recommendation system places each company into one of two market capitalisation categories. Category 1 companies have a market capitalisation of €0 – €2 billion, and Category 2 companies have a market capitalisation of > €2 billion. The expected return thresholds underlying our recommendation system are lower for Category 2 companies than for Category 1 companies. This reflects the generally lower level of risk associated with higher market capitalisation companies.

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RECOMMENDATION & PRICE TARGET HISTORY

Report No.:	Date of publication	Previous day closing price	Recommendation	Price target
Initial Report	23 June 2014	€4.84	Buy	€7.40
2...47	↓	↓	↓	↓
48	16 February 2021	€31.50	Buy	€44.00
49	1 April 2021	€27.20	Buy	€44.00
50	11 May 2021	€20.15	Buy	€44.00
51	25 May 2021	€23.85	Buy	€44.00
52	23 August 2021	€27.45	Buy	€44.00
53	16 November 2021	€33.00	Buy	€44.00
54	15 February 2022	€20.80	Buy	€44.00
55	31 March 2022	€26.80	Buy	€44.00
56	Today	€25.10	Buy	€41.00

INVESTMENT HORIZON

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- key sources of information in the preparation of this research report
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