

SIT (Neutral, TP €7.60)

	Market Cap. €153.67m	Price: € 6.12	(Emanuele Negri +39 02 8829 855)		
	Turnover	Net Profit	PE Adj.	PBV	Yield
2021	381	8	13.1	1.4	3.5
2022E	384	13	14.9	1.0	5.0
2023E	402	13	11.6	0.9	5.2

Source: Mediobanca Securities

New strategic partnership with GWF for ultrasonic smart water meters for residential applications

Event SIT announced yesterday a new partnership with GWF, a pioneer in the development of advanced measuring and metering technologies.

Comment/Financials The strategic partnership will be focused on the development, manufacturing and distribution of leading ultrasonic smart water meters for residential applications and will be based on GWF's know-how and IP concerning the innovative and patented 4D technology and SIT's access to global supply chain and deep knowledge and expertise in smart meter communication technologies and high volume precision manufacturing.

In greater detail, according to the press release, the companies will establish a joint venture and launch highly performant, cost competitive and sustainable products, to support water utility customers and municipalities in boosting efficiencies and accelerating sustainability strategies. In addition, to ensure highest quality and scalability at optimized cost, the companies will jointly leverage production and testing facilities in Portugal and Switzerland.

View/Action Positive news for the company which confirms SIT's focus on the growing trend of water metering. This is in line with the target of more than doubling 2019 Janz sales in five years, which was firstly announced with the acquisition of the company and recently confirmed in a press interview by Federico de' Stefani, Chairman and CEO of the company. We have a Neutral rating on the name.

(Back to first page)