

New Research

SIT (BUY)

BUY; New TP EUR 4.2/sh

	Rating =	TP (€/sh) ▼	2023E EPS (€) ▼	2024E EPS (€) ▼	2023C EPS (€)	2024C EPS (€)
Current	BUY	4.2	0.083	0.118	NM	NM
Previous	BUY	5.7	0.316	0.573	-	-

Source: Intesa Sanpaolo Research estimates

SIT released a two-speed 1H23 sales trend: Heating and Ventilation (74% of total revenues) down 21.8% and Metering (25.4%) up 24.1%. Group profitability sharply decreased. Despite the current changes in the overall heating sector, we believe that the company is going to reinforce its business in the expected growing segments.

SIT - Key Data

10/10/2023	Engineering
Target Price (€)	4.2
Rating	BUY
Mkt price (€)	2.86
Mkt cap (EUR M)	72

Main Metrics (€ M)	2023E	2024E	2025E
Revenues	324.5	341.9	365.9
EBITDA	26.61	35.21	41.71
EPS (EUR)	0.08	0.12	0.35
Net debt/-cash	144.9	138.7	134.8

Ratios (x)	2023E	2024E	2025E
Adj. P/E	34.5	24.3	8.3
EV/EBITDA	8.2	6.0	5.0
EV/EBIT	Neg.	26.7	14.4
Debt/EBITDA	5.4	3.9	3.2
Div yield (%)	0	0	15.6

Performance (%)	1M	3M	12M
Absolute	-20.0	-18.4	-55.6
Rel. to FTSE IT All Sh	-18.5	-18.8	-65.5

Source: FactSet, Company data, Intesa Sanpaolo Research estimates

Intesa Sanpaolo is Corporate Broker to SIT

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