



Company Flash Note

Reason: Company newsflow

16 August 2018

Buy

Recommendation unchanged

Share price: EUR 5.76

closing price as of 15/08/2018

Target price: EUR 11.40

Target Price unchanged

Upside/Downside Potential 97.9%

Reuters/Bloomberg EUCG.DE/EUCA.GY

Market capitalisation (EURm) 41

Current N° of shares (m) 7

Free float 100%

Daily avg. no. trad. sh. 12 mth 7

Daily avg. trad. vol. 12 mth (m) 49.99

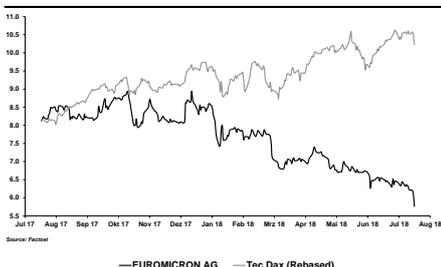
Price high/low 12 months 5.76 / 8.94

Abs Perfs 1/3/12 mths (%) -12.06/-20.66/-29.06

Key financials (EUR)	12/17	12/18e	12/19e
Sales (m)	333	347	365
EBITDA (m)	10	12	17
EBITDA margin	2.9%	3.4%	4.5%
EBIT (m)	1	3	7
EBIT margin	0.3%	0.9%	2.0%
Net Profit (adj.)(m)	(1)	1	2
ROCE	1.9%	2.4%	2.7%
Net debt/(cash) (m)	86	87	85
Net Debt Equity	1.1	1.1	1.1
Net Debt/EBITDA	9.0	7.3	5.1
Int. cover(EBITDA/Fin.int)	2.0	2.5	3.9
EV/Sales	0.4	0.4	0.4
EV/EBITDA	15.4	11.0	7.8
EV/EBITDA (adj.)	10.8	8.5	7.8
EV/EBIT	nm	42.2	17.3
P/E (adj.)	nm	40.0	19.2
P/BV	0.7	0.5	0.5
OpFCF yield	-21.3%	-2.3%	6.9%
Dividend yield	0.0%	0.0%	0.0%
EPS (adj.)	(0.13)	0.14	0.30
BVPS	10.86	10.66	10.96
DPS	0.00	0.00	0.00

Shareholders

Carl Ernst Veit Paas 5%; LAZARD FRERES 3%; Chr. Bischoff 3%;



Analyst(s)

Winfried Becker

winfried.becker@equinet-ag.de

+49 69 58997-416

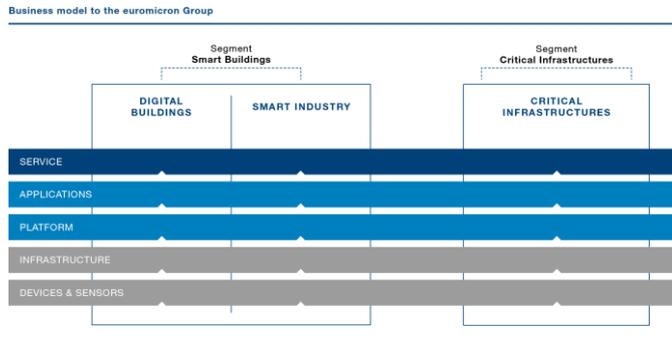
Transformation process continues

euromicron completed an unspectacular first half 2018 and confirmed its full-year financial guidance. Q2 sales and operating EBITDA came out below our estimates, but given the volatile project business and the seasonal character, we continue in our view that the dominant part of the full-year profit will be realised in Q3 and Q4. euromicron will finalise the transformation phase of its overall group transformation program by year-end 2018e. The main triggers are an increase of the share of smart service business for all three target markets. We will maintain our target price of EUR 11.40 per share and confirm our Buy recommendation.

- ✓ **German ICT-market continues to grow:** According to Bitkom in 2018e the German ICT-market will continue to grow by 1.7% yoy. More relevant for euromicron is the expected growth in the Information Technology (IT-Hardware, Software, IT Services) sub-segment of 3.1% to EUR 88.8bn.
- ✓ **Next steps in transformation strategy:** The main focus this year will be the realisation of organic growth. In addition, euromicron is prepared to do selective investments in the strategic business areas. Furthermore improvements in profitability will have higher priority. By ongoing transformation of business processes, from 2019e onwards management will pay more attention to growth again.
- ✓ **H1 '18 incoming orders** declined by 4.2% (like-for-like) to EUR 159.8m. The group's order book amounted to EUR 139.1m and is allocated mainly to the Smart Buildings segment (share of 60%) and to the Critical Infrastructure segment (share of 38%).
- ✓ **Other highlights:** The group's working capital ratio improved to 20.8% from 21.9%. Mainly due to these lower working capital requirements the reported cash flow improved to EUR -8.8m from EUR -20.1m. In contrast the net financial debt slightly increased to EUR 100.9m from EUR 98.6m, while the liquidity position is slightly down.
- ✓ **Margin improvement expected:** This year's operating EBITDA-margin target corridor of 4.0%-5.0% compares to our forecast of 4.3%. For this year now we calculate with higher special costs of EUR 3.5m (before: EUR 2.0m), given the fact that in H1 18 already EUR 2.5m are included in the accounts. From 2019e onwards we estimate no further special costs. In our scenario the operating EBITDA-margin will increase further to 4.5%.
- ✓ **Key risks** comprise e.g. 1) General risks coming from the long-term project business like for example cost overruns or penalty payments. 2) Goodwill-to-equity ratio of >100% somewhat unusual high; inherent potential risk of impairments. 3) The need to hire skilled employees could become more difficult. 4) General risk of an economic downturn, in particular in the Buildings/Construction industry could lower profitability.

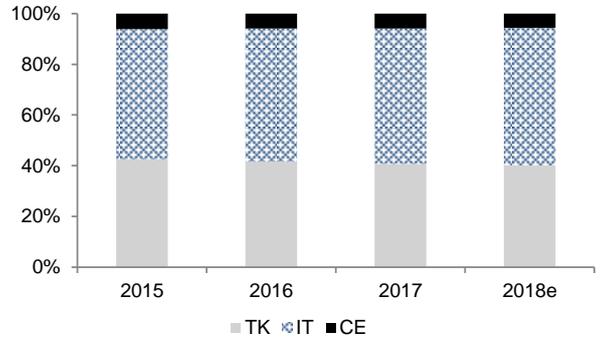
Investment Case in Charts

Exhibit 1: Offering integrated solutions



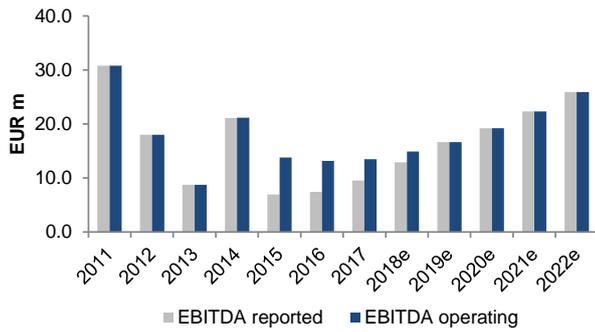
Source: Company data

Exhibit 2: German ICT-market will continue to grow 2018e



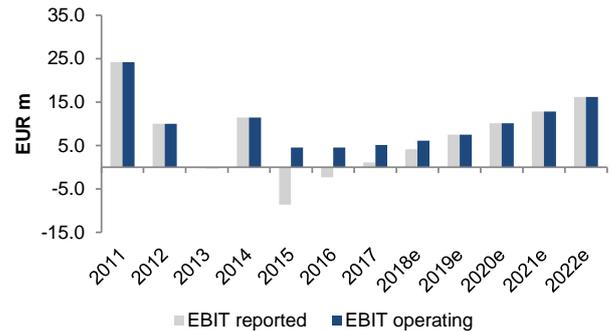
Source: Bitkom

Exhibit 3: Margin improvement on EBITDA level...



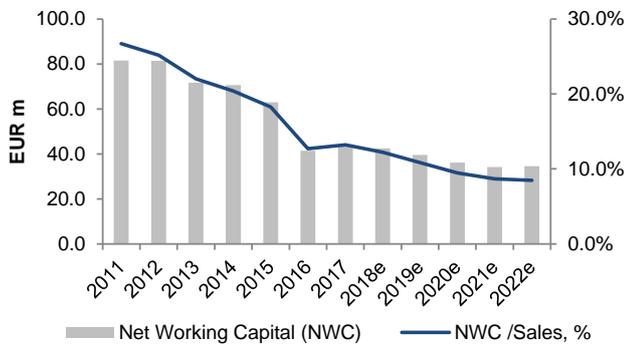
Source: Company data, equinet Research

Exhibit 4: ...and on EBIT level too



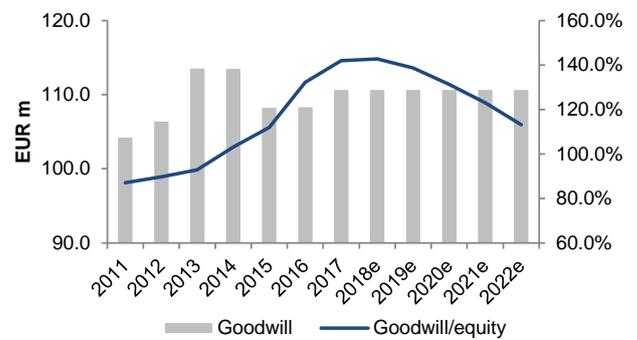
Source: Company data, equinet Research

Exhibit 5: Working capital control with high priority



Source: Company data, equinet Research

Exhibit 6: euromicron with high goodwill exposure



Source: Company data, equinet Research

Valuation update

- TP left unchanged at EUR 11.40 per share
- Keeping our BUY recommendation
- Base parameters in our DCF-model have not changed

euromicron completed a “normal” first half according to internal planning and with the transformation process being on track. The full-year financial guidance for 2018 was confirmed and we have left our target price unchanged at EUR 11.40 per share.

Exhibit 7: euromicron: DCF-valuation

EUR m	Phase I					Phase II					Phase III	
	2018e	2019e	2020e	2021e	2022e	2023e	2024e	2025e	2026e	2027e		
Revenues	347	365	382	395	408	420	432	443	454	464		
growth rate	4.2%	5.2%	4.6%	3.5%	3.2%	3.0%	2.8%	2.6%	2.4%	2.2%		
EBIT	3.1	7.5	10.1	12.8	16.2	18.4	20.7	23.0	25.4	27.8		
EBIT margin	0.9%	2.0%	2.6%	3.2%	4.0%	4.4%	4.8%	5.2%	5.6%	6.0%		
Tax	0.0	-0.1	-3.0	-3.8	-4.9	-5.5	-6.2	-6.9	-7.6	-8.4		
Tax rate	%	%	30%	30%	30%	30%	30%	30%	30%	30%		
Depr. & Amort.	8.8	9.1	9.1	9.5	9.7	11.0	11.8	12.4	12.8	13.3		
% of sales	2.5%	2.5%	2.4%	2.4%	2.4%	2.6%	2.7%	2.8%	2.8%	2.9%		
Capex	-11.0	-11.4	-11.6	-11.6	-12.1	-12.5	-12.9	-13.3	-13.6	-13.9		
% of sales	3.2%	3.1%	3.0%	2.9%	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%		
Change in WC & P	1.5	1.7	1.2	1.1	-0.4	-0.4	-0.4	-0.3	-0.3	-0.3		
% of sales	-0.4%	-0.5%	-0.3%	-0.3%	0.1%	0.1%	0.1%	0.1%	0.1%	0.1%		
Free Cash Flow	2.4	6.8	5.7	7.9	8.5	11.0	13.0	14.9	16.7	18.5	252.2	
growth rate	nm	nm	-14.9%	37.5%	8.1%	28.2%	18.6%	14.4%	2.1%	11.1%	2.0%	
Present Value FCF	2.3	6.0	4.6	5.8	5.7	6.7	7.3	7.6	7.8	7.9	107.8	
PV Phase I		24.5				Risk free rate	3.50%	Targ. equity ratio			80%	
PV Phase II		37.4				Premium Equity	5.00%	Beta			1.5	
PV Phase III		107.8				Premium Debt	2.00%	WACC			9.49%	
Enterprise value		169.6				Sensitivity		Growth in phase III				
- Net Debt (Cash)		85.6						1.0%	1.5%	2.0%	2.5%	3.0%
- Pension Provisions		1.4				8.54%	12.9	14.1	15.5	17.1	19.1	
- Minorities & Peripherals		0.6				9.02%	11.1	12.1	13.3	14.7	16.3	
+ MV of financial assets						WACC	9.49%	9.5	10.4	11.4	12.6	13.9
- Paid-out dividends for last FY		0.0				9.96%	8.1	8.9	9.8	10.7	11.9	
+/- Other EV items						10.44%	6.9	7.6	8.3	9.1	10.1	
Equity value		82.0										
Number of shares		7.2										
Value per share (€)		11.4										
Current Price (€)		5.8										
Upside		98%										

Source: equinet Research

On this basis the shares offer investors a significant upside potential of 98% Therefore we maintain to recommend the shares as a Buy.

Strategy in brief

euromicron is a German specialist for digitalised infrastructures in three defined end-markets: Smart Buildings, Industry 4.0 and Critical Infrastructures. The company separates from other players by its high degree of vertical integration, covering sensors and devices, infrastructure, platforms, applications and services. Products and solutions from euromicron help customers to migrate from traditional infrastructures into the digital world. The main advantages for customers in our view are the possibility to save costs, becoming more flexible, to optimize production and lay the foundation for new/modified business models. Market potential is really huge due to the fact that the majority of the typical German mid-sized-companies have a lack of investments in this area.

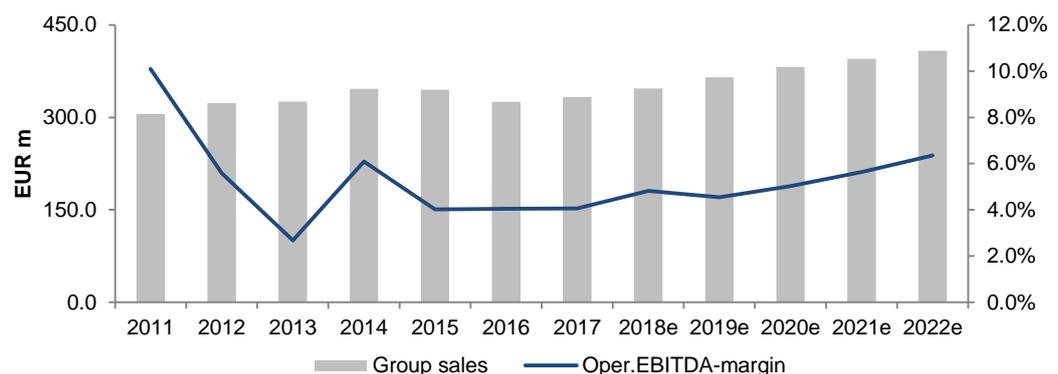
The company started 2015 with the first step of the overall transformation process. After two years of reorganisation 2017 and 2018 will be the years of transformation. During this period the particular focus is for example on portfolio optimization, organic growth and strengthening the strategic business areas. From 2019 onwards the innovation and growth phase should start.

With regard to the planned margin improvement it is important that euromicron will be able to increase the share of smart services business in addition to the bread and butter-business.

H1/Q2 2018 highlights: euromicron maintained high order level

euromicron completed the first half 2018 with a 4.2% like-for-like order decline to EUR 159.8m. The group's **order book** (continuing operations) end of June increased by 3.5% to EUR 139.1m. This is a solid basis in our view to reach the full-year financial target. The major share of the order book with 60% is allocated to the Smart Buildings segment, followed by the Critical Infrastructure segment with 38%. Due to its nature of business the Distribution segment account for only 2% of the total order book.

Exhibit 8: euromicron with margin recovery



Source: Company data, equinet Research

H1 '18 **group sales** (continuing operations) increased by 1% to EUR 150.6m (H1 17: EUR 149.1m). With a significant increase of 14.0% yoy to EUR 12.9m the Distribution segment achieved the strongest growth, followed by the Critical Infrastructure segment with an increase of 6.9% yoy to EUR 56.7m.

The group's **operating EBITDA** increased to EUR 0.8m from EUR 0.7m. While the "special costs" amounted to EUR 2.5m and came out higher than our estimate of EUR 1.0m, the reported EBITDA amounted to EUR -1.7m (H1 '17: EUR -0.9m).

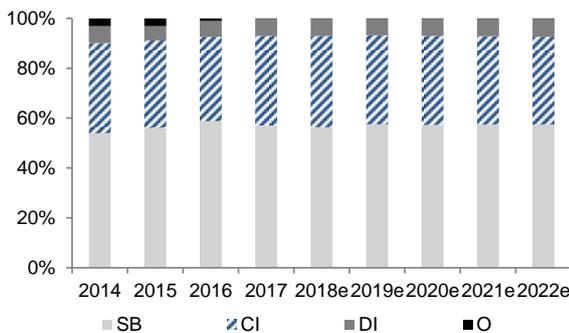
Other highlights of the H1 '18 reporting

- Net financial debt slightly increased to EUR 100.9m (H1 '17: EUR 98.6m) and the cash position was slightly down
- The group's working capital ratio (including factoring) improved to 20.8% from 21.9%
- Mainly due to these lower working capital requirements the operating cash flow improved to EUR -8.8m from EUR -20.1m

Looking forward, euromicron has confirmed its full year 2018 financial guidance. Group sales should reach EUR 340-360m, while we have not changed our estimate of EUR 347m. The goal of reaching an operating EBITDA-margin of 4%-5% was confirmed, too. Our estimate amounted to 4.3%. The dominant part of the result will be achieved in Q4 '18 in our view with an operating EBITDA of EUR 8.1m (equinet estimate). For the full year we now expect "special costs" of EUR 3.5m compared to our old estimate EUR 2.0m.

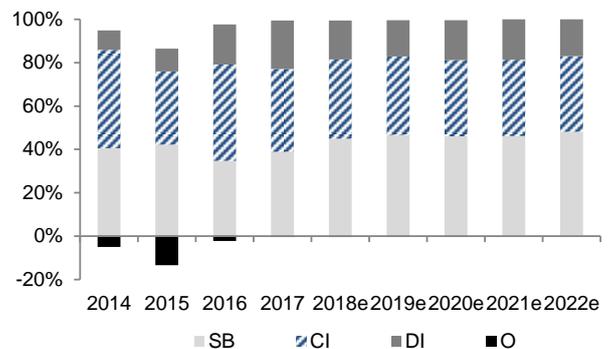
For FY 2019 we continue to forecast further growth. We do not expect additional special costs, so that reported and operating EBITDA will have the same figure of EUR 16.6m (reported EBITDA 2018e: EUR 13.2m).

Exhibit 9: Sales by division



Source: equinet Research

Exhibit 10: Operating EBITDA by division



Source: equinet Research

euromicron AG : Summary tables

PROFIT & LOSS (EURm)	12/2014	12/2015	12/2016	12/2017	12/2018e	12/2019e
Sales	346	345	325	333	347	365
Cost of Sales & Operating Costs	-323	-325	-312	-319	-332	-348
Non Recurrent Expenses/Income	0.0	-13.1	-5.8	-4.0	-3.5	0.0
EBITDA	23.5	6.9	7.4	9.5	11.9	16.6
EBITDA (adj.)*	23.5	20.1	13.2	13.5	15.4	16.6
Depreciation	-12.0	-15.6	-8.7	-8.4	-8.8	-9.1
EBITA	11.5	-8.6	-1.3	1.1	3.1	7.5
EBITA (adj)*	11.5	4.5	4.5	5.1	6.6	7.5
Amortisations and Write Downs	0.0	0.0	-1.0	0.0	0.0	0.0
<i>of which PPA amortisation</i>	<i>0.0</i>	<i>0.0</i>	<i>-1.0</i>	<i>0.0</i>	<i>0.0</i>	<i>0.0</i>
EBIT	11.5	-8.6	-2.3	1.1	3.1	7.5
EBIT (adj.)*	11.5	4.5	4.5	5.1	6.6	7.5
Net Financial Interest	-3.7	-4.1	-5.4	-4.7	-4.7	-4.2
Other Financials	0.0	0.0	0.0	0.0	0.0	0.0
Associates	0.0	0.0	0.0	0.0	0.0	0.0
Other Non Recurrent Items	0.0	0.0	0.0	0.0	0.0	0.0
Earnings Before Tax (EBT)	7.8	-12.7	-7.6	-3.6	-1.6	3.2
Tax	-4.9	-0.4	-4.9	0.1	0.4	-1.0
<i>Tax rate</i>	<i>63.4%</i>	<i>n.m.</i>	<i>n.m.</i>	<i>1.4%</i>	<i>25.0%</i>	<i>30.0%</i>
Discontinued Operations	0.0	0.0	0.0	0.0	0.0	0.0
Minorities	-0.3	-0.1	-0.2	-0.3	-0.2	-0.1
Net Profit (reported)	2.6	-13.2	-12.7	-3.8	-1.4	2.2
Net Profit (adj.)	2.6	-4.1	-7.9	-1.0	1.0	2.2
CASH FLOW (EURm)	12/2014	12/2015	12/2016	12/2017	12/2018e	12/2019e
Cash Flow from Operations before change in NWC	-3.0	-3.0	-28.8	1.1	8.5	12.6
Change in Net Working Capital	1.1	7.5	21.7	-2.6	1.5	1.7
Cash Flow from Operations	-1.9	4.5	-7.1	-1.6	10.1	14.3
Capex	-6.3	-6.5	-7.2	-10.8	-11.0	-11.4
Net Financial Investments	3.4	-2.6	-0.5	-2.7	0.0	0.0
Free Cash Flow	-4.9	-4.6	-14.8	-15.0	-1.0	2.8
Dividends	0.0	0.0	0.0	0.0	0.0	0.0
Other (incl. Capital Increase & share buy backs)	0.0	0.0	0.0	0.0	0.0	0.0
Change in Net Debt	-4.9	-4.6	-14.8	-15.0	-1.0	2.8
NOPLAT	8.0	3.2	3.2	3.6	4.6	5.2
BALANCE SHEET & OTHER ITEMS (EURm)	12/2014	12/2015	12/2016	12/2017	12/2018e	12/2019e
Net Tangible Assets	14.1	15.3	15.6	19.1	21.8	24.4
Net Intangible Assets (incl. Goodwill)	134	126	125	127	127	126
Net Financial Assets & Other	0.9	1.0	0.9	0.5	0.6	0.7
Total Fixed Assets	149	142	141	147	149	151
Inventories	29.0	30.8	28.4	31.5	31.8	31.5
Trade receivables	85.8	80.7	58.9	61.5	61.6	61.0
Other current assets	7.6	6.7	9.3	7.4	7.9	8.3
Cash (-)	-15.7	-10.7	-6.8	-5.0	-3.5	-4.8
Total Current Assets	138	129	103	105	105	106
Total Assets	287	271	245	252	254	257
Shareholders Equity	110	96.6	81.9	77.9	76.5	78.7
Minority	0.4	0.4	0.5	0.6	0.6	0.6
Total Equity	110	97.0	82.4	78.5	77.1	79.3
Long term interest bearing debt	55.8	54.8	65.5	78.6	77.5	75.4
Provisions	3.1	3.1	3.1	3.2	3.4	3.4
Other long term liabilities	13.1	7.5	6.7	7.5	7.8	8.1
Total Long Term Liabilities	72.0	65.3	75.2	89.2	88.7	86.9
Short term interest bearing debt	9.0	10.0	11.0	12.0	13.0	14.0
Trade payables	44.2	48.4	45.9	49.0	51.0	51.7
Other current liabilities	51.8	50.1	30.1	23.4	24.1	25.1
Total Current Liabilities	105	108	87.0	84.4	88.1	90.8
Total Liabilities and Shareholders' Equity	287	271	245	252	254	257
Net Capital Employed	176	162	162	175	175	175
Net Working Capital	70.6	63.0	41.4	44.0	42.5	40.8
GROWTH & MARGINS	12/2014	12/2015	12/2016	12/2017	12/2018e	12/2019e
<i>Sales growth</i>	<i>5.2%</i>	<i>-0.4%</i>	<i>-5.7%</i>	<i>2.3%</i>	<i>4.2%</i>	<i>5.2%</i>
EBITDA (adj.)* growth	84.7%	-14.5%	-34.5%	2.7%	14.0%	7.5%
<i>EBITA (adj.)* growth</i>	<i>108.0%</i>	<i>-60.7%</i>	<i>0.0%</i>	<i>13.3%</i>	<i>29.5%</i>	<i>12.9%</i>
<i>EBIT (adj)* growth</i>	<i>108.0%</i>	<i>-60.7%</i>	<i>0.0%</i>	<i>13.3%</i>	<i>29.5%</i>	<i>12.9%</i>

euromicron AG : Summary tables

GROWTH & MARGINS	12/2014	12/2015	12/2016	12/2017	12/2018e	12/2019e
Net Profit growth	n.m.	n.m.	n.m.	n.m.	n.m.	108.8%
EPS adj. growth	n.m.	n.m.	n.m.	n.m.	n.m.	108.8%
DPS adj. growth						
EBITDA (adj)* margin	6.8%	5.8%	4.0%	4.1%	4.4%	4.5%
EBITA (adj)* margin	3.3%	1.3%	1.4%	1.5%	1.9%	2.0%
EBIT (adj)* margin	3.3%	1.3%	1.4%	1.5%	1.9%	2.0%
RATIOS	12/2014	12/2015	12/2016	12/2017	12/2018e	12/2019e
Net Debt/Equity	0.4	0.6	0.8	1.1	1.1	1.1
Net Debt/EBITDA	2.1	7.8	9.5	9.0	7.3	5.1
Interest cover (EBITDA/Fin.interest)	6.4	1.7	1.4	2.0	2.5	3.9
Capex/D&A	52.6%	41.6%	75.0%	128.3%	125.0%	125.3%
Capex/Sales	1.8%	1.9%	2.2%	3.2%	3.2%	3.1%
NWC/Sales	20.4%	18.3%	12.7%	13.2%	12.2%	11.2%
ROE (average)	2.2%	-3.9%	-8.9%	-1.2%	1.3%	2.8%
ROCE (adj.)	3.7%	1.5%	1.7%	1.9%	2.4%	2.7%
WACC	9.5%	9.5%	9.5%	9.5%	9.5%	9.5%
ROCE (adj.)/WACC	0.4	0.2	0.2	0.2	0.3	0.3
PER SHARE DATA (EUR)***	12/2014	12/2015	12/2016	12/2017	12/2018e	12/2019e
Average diluted number of shares	7.2	7.2	7.2	7.2	7.2	7.2
EPS (reported)	0.36	-1.85	-1.76	-0.53	-0.20	0.30
EPS (adj.)	0.36	-0.57	-1.10	-0.13	0.14	0.30
BVPS	15.33	13.46	11.41	10.86	10.66	10.96
DPS	0.00	0.00	0.00	0.00	0.00	0.00
VALUATION	12/2014	12/2015	12/2016	12/2017	12/2018e	12/2019e
EV/Sales	0.4	0.3	0.4	0.4	0.4	0.4
EV/EBITDA	5.7	16.0	15.5	15.4	11.0	7.8
EV/EBITDA (adj.)*	5.7	5.5	8.7	10.8	8.5	7.8
EV/EBITA	11.6	-12.8	-89.2	134.3	42.2	17.3
EV/EBITA (adj.)*	11.6	24.6	25.4	28.7	19.8	17.3
EV/EBIT	11.6	n.m.	n.m.	n.m.	42.2	17.3
EV/EBIT (adj.)*	11.6	24.6	25.4	28.7	19.8	17.3
P/E (adj.)	31.7	n.m.	n.m.	n.m.	40.0	19.2
P/BV	0.7	0.6	0.5	0.7	0.5	0.5
Total Yield Ratio	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
EV/CE	0.6	0.5	0.6	0.8	0.7	0.7
OpFCF yield	-10.1%	-3.6%	-34.1%	-21.3%	-2.3%	6.9%
OpFCF/EV	-6.2%	-1.8%	-12.5%	-8.4%	-0.7%	2.2%
Payout ratio	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Dividend yield (gross)	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
EV AND MKT CAP (EURm)	12/2014	12/2015	12/2016	12/2017	12/2018e	12/2019e
Price** (EUR)	11.39	7.57	5.85	8.09	5.76	5.76
Outstanding number of shares for main stock	7.2	7.2	7.2	7.2	7.2	7.2
Total Market Cap	82	54	42	58	41	41
Net Debt	49	54	70	86	87	85
<i>o/w Cash & Marketable Securities (-)</i>	<i>-16</i>	<i>-11</i>	<i>-7</i>	<i>-5</i>	<i>-3</i>	<i>-5</i>
<i>o/w Gross Debt (+)</i>	<i>65</i>	<i>65</i>	<i>77</i>	<i>91</i>	<i>90</i>	<i>89</i>
Other EV components	2	2	3	3	3	3
Enterprise Value (EV adj.)	133	111	114	146	131	129

Source: Company, equinet Bank estimates.

Notes

* Where EBITDA (adj.) or EBITA (adj.) = EBITDA (or EBITA) -/+ Non Recurrent Expenses/Income and where EBIT (adj.) = EBIT -/+ Non Recurrent Expenses/Income - PPA amortisation

**Price (in local currency): Fiscal year end price for Historical Years and Current Price for current and forecasted years

Sector: Electronic & Electrical Equipment/Electrical Components & Equipment

Company Description: euromicron went public in 1998 and is organized as a strategic management holding, while the operating business is done by currently 16 operating companies. The group operates in the target markets of Digital Buildings, Smart Industry and Critical Infrastructures. 2017 the group generates sales of EUR 333m with some 1,800 employees. Currently the group is in a transformation process and from 2019 onwards wants to enter the "innovation & growth" phase.

Recommendation and Disclosures

Coverage	Analyst	Target	Rating	Disc.	Coverage	Analyst	Target	Rating	Disc.
1&1DRILLISCHAG	Sen	66.00	Buy		Logwin	Mildner	165.00	Accumulate	2/3
2GEnergy	Rüzgar	23.50	Accumulate	2/3/5	Manz AG	Rüzgar	37.00	Neutral	2/3
Aareal Bank	Häßler	42.00	Neutral		MAXAutomation SE	Becker	6.70	Buy	2/3
adidas	Josefson	228.00	Accumulate		Merck	Berzhanin	112.00	Buy	
Adler Modemaerkte	Josefson	6.35	Buy	7	Merkur Bank	Häßler	10.00	Buy	2/7
ADLER Real Estate	Mayer	18.00	Buy		Metro AG	Bruns	17.00	Buy	2
Aixtron	Sen	14.00	Buy	2/3	MLP	Häßler	7.50	Buy	2/3
Allianz	Häßler	200.00	Neutral		MTU Aero Engines	Rüzgar	148.00	Reduce	2
Axel Springer	Josefson	67.00	Accumulate		Munich Re	Häßler	210.00	Accumulate	
Bayer	Berzhanin	118.00	Buy		Nemet schek SE	Mildner	47.00	Reduce	5
Baywa	Bruns	33.00	Buy	2/7	Norma Group	Schuldt	54.00	Neutral	
BB Biotech	Berzhanin	73.00	Buy	7	OHB SE	Rüzgar	40.00	Buy	7
Biotest	Berzhanin	24.10	Neutral	2/3	OVB Holding AG	Häßler	20.00	Neutral	2/5/7
BMW	Schuldt	95.00	Buy		Patrizia	Mayer	20.00	Accumulate	
Brenntag	Hinkel	59.80	Buy	2	Pfeiffer Vacuum	Sen	162.00	Buy	5
Ceconomy AG	Bruns	8.00	Neutral		Procredit Holding	Häßler	15.00	Buy	2/3/5
comdirect	Häßler	11.20	Neutral		PSI SOFTWARE AG	Mildner	20.00	Buy	2/3
Commerzbank	Häßler	9.20	Neutral		Puma	Josefson	565.00	Buy	
Continental	Schuldt	250.00	Buy		PWO	Schuldt	50.00	Buy	2/3
CORESTATE Capital Holding S.A.	Mayer	72.00	Buy	2/5	Rheinmetall	Rüzgar	103.00	Neutral	
CTS Eventim	Heilmann	37.50	Reduce		RIB Software	Mildner	25.00	Buy	2/3
Daimler AG	Schuldt	71.00	Buy		RTL Group	Josefson	72.00	Accumulate	
Daldrup & Soehne	Becker	13.50	Buy	2/3/5	S&TAG	Sen	27.00	Buy	2/3
Demire	Mayer	4.55	Buy	2/5	SAF-Holland	Schuldt	17.00	Neutral	
Deutsche Bank	Häßler	14.00	Buy		Schaeffler	Tanzer	14.30	Buy	
Deutsche EuroShop	Mayer	30.00	Neutral		Schaltbau Holding AG	Becker	32.70	Buy	2/7
Deutsche Pfandbriefbank	Häßler	14.50	Accumulate		SCOUT24	Heilmann	31.00	Reduce	2
Deutsche Telekom	Sen	13.30	Neutral		Siegfried Holding AG	Berzhanin	338.00	Neutral	7
Duerr	Augustin	43.00	Accumulate		Siemens Healthineers AG	Rüzgar	39.00	Neutral	2
DWS	Häßler	34.00	Buy		SLM Solutions	Sen	24.00	Sell	
EringKlunger	Schuldt	7.00	Sell		SMT Scharf AG	Rüzgar	17.50	Neutral	2/3
eluméo SE	Josefson	10.90	Accumulate		Software AG	Mildner	30.00	Sell	
Epigenomics AG	Berzhanin	3.70	Buy	2/3	Stabilus	Tanzer	91.00	Buy	
Euromicron AG	Becker	11.40	Buy	2/3/5	Suedzucker	Bruns	11.70	Reduce	
Evonik	Hinkel	41.00	Buy		SuessMicroTec	Sen	13.80	Accumulate	2/3
Eyemaxx Real Estate	Mayer	18.00	Buy	2/5/7	Surteco	Mildner	30.50	Buy	2/3
Ferrat um	Häßler	23.00	Buy		Symrise AG	Hinkel	67.00	Neutral	
Fielmann	Heilmann	55.00	Reduce		Szygy AG	Heilmann	11.50	Accumulate	2/3
First Sensor AG	Becker	27.30	Buy	7	TAKKTAG	Bruns	18.50	Neutral	2
Freenet	Sen	36.00	Buy	2	Talanx Group	Häßler	39.00	Buy	
FuchsPetrolub	Hinkel	48.00	Neutral		Technotrans	Becker	43.00	Accumulate	2/3
Gea Group	Augustin	33.00	Neutral		TELECOLUMBUS	Sen	9.70	Buy	
Gerresheimer AG	Rüzgar	69.00	Neutral		Telefonica Deutschland	Sen	3.40	Sell	
Gerry Weber	Josefson	5.75	Reduce		United Internet	Sen	63.00	Buy	
Gesco	Becker	34.80	Buy	2/3	Vapiano	Bruns	26.50	Buy	2/7
GFT Technologies	Mildner	15.50	Buy	2/3	va-Q-tec	Sen	17.00	Neutral	2/3
Gigaset	Sen	0.85	Accumulate	2/3	Viscom	Rüzgar	28.00	Buy	2/3
Grenke	Häßler	90.00	Neutral		Volkswagen	Schuldt	154.00	Neutral	
Hannover Re	Häßler	110.00	Neutral		Wacker Neuson SE	Becker	27.20	Neutral	
Heidelberg Pharma	Berzhanin	3.50	Accumulate	2/3	windeln.de	Josefson	3.10	Buy	2
Heidelberger Druck	Augustin	3.60	Buy		XINGSE	Heilmann	305.00	Accumulate	
HELLA GmbH & Co. KGaA	Tanzer	55.00	Accumulate		Zalando	Josefson	44.50	Neutral	
Hornbach Holding	Bruns	89.00	Buy						
Hugo Boss	Josefson	81.00	Buy						
Hypoport AG	Häßler	176.00	Accumulate	2/7					
INDUS Holding AG	Becker	64.50	Neutral						
Intershop Communications AG	Mildner	1.85	Accumulate	2/7					
K+S AG	Hinkel	24.40	Neutral						
Koenig & Bauer	Augustin	73.00	Accumulate						
Krones AG	Augustin	123.00	Accumulate						
KWS SAAT	Hinkel	348.00	Buy						
Lanxess	Hinkel	83.00	Buy						
LEG Immobilien AG	Mayer	104.00	Accumulate						
Leoni	Schuldt	57.00	Neutral						
Linde	Hinkel	176.00	Neutral						

* = Coverage suspended

Source: equinet Recommendations

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Buy - The stock is expected to generate a total return of over 20% during the next 12 months time horizon.

Accumulate - The stock is expected to generate a total return of 10% to 20% during the next 12 months time horizon.

Hold - The stock is expected to generate a total return of 0% to 10% during the next 12 months time horizon

Reduce - The stock is expected to generate a total return of 0 to -10% during the next 12 months time horizon

Sell - The stock is expected to generate a total return below -10% during the next 12 months time horizon

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Share prices

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Sources

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Recommendation history for EUROMICRON AG

Date	Recommendation	Target price	Price at change date
02. Jul 18	Buy	11.40	6.60
06. Nov 15	Buy	13.00	8.81

Source: Factset & ESN, price data adjusted for stock splits.

This chart shows equinet Bank continuing coverage of this stock; the current analyst may or may not have covered it over the entire period. Current analyst: Winfried Becker (since 30/01/2018)



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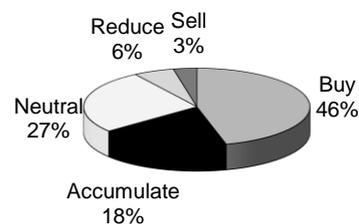
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- **Accumulate:** the stock is expected to generate total return of **5% to 15%** during the next 12 months time horizon
- **Neutral:** the stock is expected to generate total return of **-5% to +5%** during the next 12 months time horizon
- **Reduce:** the stock is expected to generate total return of **-5% to -15%** during the next 12 months time horizon
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Equinet Bank Ratings Breakdown



For full ESN Recommendation and Target price history (in the last 12 months) please see ESN Website [Link](#)

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Members of ESN (European Securities Network LLP)



Banca Akros S.p.A.
Viale Eginardo, 29
20149 MILANO
Italy
Phone: +39 02 43 444 389
Fax: +39 02 43 444 302



Caixa-Banco de Investimento
Avenida João XXI, 63
1000-300 Lisboa
Portugal
Phone: +351 21 313 73 00
Fax: +351 21 389 68 98



CM - CIC Market Solutions
6, avenue de Provence
75441 Paris
France
Phone: +33 1 53 48 81 93



equinet Bank AG
Gräfrstraße 97
60487 Frankfurt am Main
Germany
Phone: +49 69 - 58997 - 212
Fax: +49 69 - 58997 - 299



GVC Gaesco Beka, SV, SA
C/ Marques de Villamagna 3
28001 Madrid
Spain
Phone: +34 91 436 7813



Investment Bank of Greece
32 Aigialeias Str & Paradissou,
151 25 Maroussi,
Greece
Phone: +30 210 81 73 383



NIBC Bank N.V.
Gustav Mahlerlaan 348
P.O.Box 235
1082 ME Amsterdam
The Netherlands
Phone: +31 20 550 8500
Fax: +31 20 626 8064



OP Corporate Bank plc
P. O. Box 308
Teollisuuskatu 1, 00013 Helsinki
Finland
Phone: +358 10 252 011
Fax: +358 10 252 2703

