



# Euromicron AG

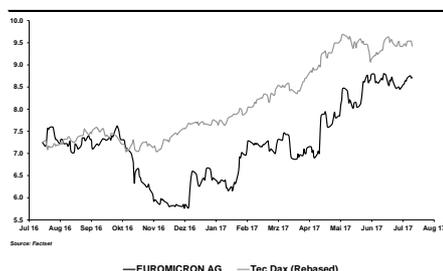
Germany | Electronic & Electrical  
Equipment

Investment Research

## Flash Note

<b>Buy</b>			
Recommendation unchanged			
<b>Share price: EUR</b>	<b>8.71</b>		
closing price as of 09/08/2017			
<b>Target price: EUR</b>	<b>13.00</b>		
Target Price unchanged			
<b>Upside/Downside Potential</b>	<b>49.2%</b>		
Reuters/Bloomberg	EUCG.DE/EUCA GY		
<b>Market capitalisation (EURm)</b>	<b>63</b>		
Current N° of shares (m)	7		
<b>Free float</b>	<b>100%</b>		
Daily avg. no. trad. sh. 12 mth	10		
Daily avg. trad. vol. 12 mth (m)	29.37		
Price high/low 12 months	5.76 / 8.80		
Abs Perfs 1/3/12 mths (%)	1.41/23.56/14.56		
<b>Key financials (EUR)</b>	<b>12/16</b>	<b>12/17e</b>	<b>12/18e</b>
Sales (m)	325	340	352
EBITDA (m)	7	13	16
EBITDA margin	2.3%	3.8%	4.6%
EBIT (m)	(2)	4	7
EBIT margin	nm	1.0%	2.0%
Net Profit (adj.)(m)	(10)	(1)	2
ROCE	3.1%	1.8%	3.2%
Net debt/(cash) (m)	66	74	71
Net Debt Equity	0.8	0.9	0.8
Net Debt/EBITDA	8.9	5.7	4.3
Int. cover(EBITDA/Fin.int)	1.4	(204.5)	(163.2)
EV/Sales	0.4	0.4	0.4
EV/EBITDA	16.3	11.6	9.0
EV/EBITDA (adj.)	10.1	11.6	9.0
EV/EBIT	nm	42.2	20.8
P/E (adj.)	nm	nm	34.9
P/BV	0.5	0.8	0.8
OpFCF yield	20.6%	-12.0%	4.5%
Dividend yield	0.0%	0.0%	0.0%
EPS (adj.)	(1.32)	(0.11)	0.25
BVPS	11.41	11.30	11.55
DPS	0.00	0.00	0.00

## Shareholders



## Analyst(s)

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## Reason: Company Newsflow

10 August 2017

## Significant higher than expected EBITDA

Euromicron reported very good Q2 figures and clearly beat our bottom line expectations. Revenues were up by 4.7% yoy and 2.8% above our forecast. Operating EBITDA came in at EUR 0.55m and clearly improved from EUR -0.73m last year which was significantly higher than we expected ( $\Delta +403.6\%$ ). This could be reached by further optimizing processes at the group and leveraging efficiencies. In our view, this indicates that euromicron is well on track to return to desired profitability levels in the mid-term. Moreover, order intake grew by EUR 78.5m – so we see a very solid foundation for the next quarters. We see our positive view confirmed. In our view, euromicron is significantly undervalued.

- ✓ Operating EBITDA was up by EUR 1.28m yoy and percentage-wise with 403.6% significantly above our forecast – although one should consider the low basis in absolute terms leading to a relatively high percentage figure. Operating EBITDA was even up EUR 0.45m qoq (Q1 17: EUR 0.1m). The improvement on bottom line is primarily stemming from a further stabilization at euromicron Deutschland which was more pronounced than we have expected. Last year, euromicron Deutschland significantly burdened EBITDA in Q2 2016 due to unproductive work required in completing old projects.
- ✓ Moreover, the company confirmed its guidance for the full year. As a reminder, revenues were guided between EUR 330m and 350m. Historically, H1 has stood for an average of 45.5% (5yr average) of the FY revenue. Assuming a normal seasonality, we calculate a 2017 run rate of EUR 337.4m, in line with the company's mid-point guidance. Consensus for the full year is at EUR 345.6m; hence, in line with our calculated run rate and our forecast for FY 2017 (EUR 340m). Therefore, we expect consensus to remain largely unchanged.
- ✓ Order intake in Q2 was EUR 78.5m. New orders increasingly include digitization projects. Order books were EUR 134.4m. This is a very solid foundation for a further positive development in 2017.
- ✓ The working capital ratio was reduced sharply by 7.6 percentage points to 14.7% compared to 22.3% last year. Operating cash flow significantly increased by EUR 9.7m to EUR -11.1m for H1 2017. Net debt was able to be reduced overall by EUR 5.6m to EUR 98.6m (June 30, 2016: EUR104.2 million).

## euromicron AG - Q2 2017

EUR m	Q2 2017	Q2 2016	yoy	equinet	delta
<b>Revenues</b>	<b>78.1</b>	<b>74.6</b>	<b>4.7%</b>	<b>76.0</b>	<b>2.8%</b>
<b>operating EBITDA</b>	<b>0.55</b>	<b>-0.73</b>	<b>n.m.</b>	<b>0.11</b>	<b>403.6%</b>
operating EBITDA margin	0.71%	n.m.	n.m.	0.14%	56 BP

Source: euromicron AG, equinet Research

Produced by:

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AKTIENGESELLSCHAFT

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All ESN research is available on Bloomberg, "ESNR", Thomson-Reuters, S&P Capital IQ, FactSet

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**Euromicron AG : Summary tables**

<b>PROFIT &amp; LOSS (EURm)</b>	<b>12/2013</b>	<b>12/2014</b>	<b>12/2015</b>	<b>12/2016</b>	<b>12/2017e</b>	<b>12/2018e</b>
<b>Sales</b>	<b>326</b>	<b>346</b>	<b>345</b>	<b>325</b>	<b>340</b>	<b>352</b>
Cost of Sales & Operating Costs	-311	-321	-333	-313	-327	-336
Non Recurrent Expenses/Income	-5.5	-4.5	-4.5	-4.5	0.0	0.0
<b>EBITDA</b>	<b>8.7</b>	<b>21.1</b>	<b>6.9</b>	<b>7.4</b>	<b>12.9</b>	<b>16.3</b>
<b>EBITDA (adj.)*</b>	<b>14.2</b>	<b>25.6</b>	<b>11.4</b>	<b>11.9</b>	<b>12.9</b>	<b>16.3</b>
Depreciation	-3.5	-3.3	-3.6	-4.9	-4.7	-4.6
<b>EBITA</b>	<b>5.2</b>	<b>17.8</b>	<b>3.3</b>	<b>2.5</b>	<b>8.2</b>	<b>11.7</b>
<b>EBITA (adj)*</b>	<b>10.7</b>	<b>22.3</b>	<b>7.8</b>	<b>7.0</b>	<b>8.2</b>	<b>11.7</b>
Amortisations and Write Downs	-5.4	-6.4	-6.7	-4.8	-4.7	-4.6
<i>of which PPA amortisation</i>	<i>-2.0</i>	<i>-1.5</i>	<i>-1.2</i>	<i>-1.2</i>	<i>-1.2</i>	<i>-1.2</i>
<b>EBIT</b>	<b>-0.2</b>	<b>11.4</b>	<b>-3.3</b>	<b>-2.3</b>	<b>3.5</b>	<b>7.1</b>
<b>EBIT (adj.)*</b>	<b>7.3</b>	<b>17.4</b>	<b>2.4</b>	<b>3.4</b>	<b>4.7</b>	<b>8.3</b>
Net Financial Interest	-3.8	-3.7	-3.7	-5.3	0.1	0.1
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	-0.3	-0.3	-0.1	-4.4	-4.2
<b>Earnings Before Tax (EBT)</b>	<b>-4.0</b>	<b>7.5</b>	<b>-7.4</b>	<b>-7.6</b>	<b>-0.8</b>	<b>3.0</b>
Tax	-2.4	-4.9	-0.4	-4.8	0.2	-0.9
<i>Tax rate</i>	<i>n.m.</i>	<i>65.9%</i>	<i>n.m.</i>	<i>n.m.</i>	<i>30.0%</i>	<i>30.0%</i>
Discontinued Operations	0.0	0.0	0.0	0.0	0.0	0.0
Minorities	-0.1	-0.3	-0.1	-0.2	-0.2	-0.3
<b>Net Profit (reported)</b>	<b>-6.5</b>	<b>2.3</b>	<b>-7.9</b>	<b>-12.7</b>	<b>-0.8</b>	<b>1.8</b>
<b>Net Profit (adj.)</b>	<b>-2.7</b>	<b>5.4</b>	<b>-4.8</b>	<b>-9.5</b>	<b>-0.8</b>	<b>1.8</b>
<b>CASH FLOW (EURm)</b>	<b>12/2013</b>	<b>12/2014</b>	<b>12/2015</b>	<b>12/2016</b>	<b>12/2017e</b>	<b>12/2018e</b>
Cash Flow from Operations before change in NWC	4.4	11.1	-4.5	-3.4	2.9	13.1
Change in Net Working Capital	15.6	-11.7	4.4	20.8	-1.9	-1.5
<b>Cash Flow from Operations</b>	<b>20.0</b>	<b>-0.6</b>	<b>-0.1</b>	<b>17.4</b>	<b>1.0</b>	<b>11.6</b>
Capex	-6.4	-6.4	-8.1	-8.7	-8.5	-8.8
Net Financial Investments	-10.6	0.0	5.2	-0.2	0.0	0.0
<b>Free Cash Flow</b>	<b>3.1</b>	<b>-7.0</b>	<b>-3.0</b>	<b>8.5</b>	<b>-7.5</b>	<b>2.8</b>
Dividends	-2.0	0.0	0.0	0.0	0.0	0.0
Other (incl. Capital Increase & share buy backs)	10.7	-3.1	2.6	2.1	-0.2	-0.1
<b>Change in Net Debt</b>	<b>11.7</b>	<b>-10.0</b>	<b>-0.4</b>	<b>10.6</b>	<b>-7.7</b>	<b>2.7</b>
NOPLAT	5.1	12.2	1.7	5.6	3.3	5.8
<b>BALANCE SHEET &amp; OTHER ITEMS (EURm)</b>	<b>12/2013</b>	<b>12/2014</b>	<b>12/2015</b>	<b>12/2016</b>	<b>12/2017e</b>	<b>12/2018e</b>
Net Tangible Assets	14.5	14.1	15.3	15.6	15.1	14.9
Net Intangible Assets (incl. Goodwill)	137	134	126	125	124	124
Net Financial Assets & Other	1.1	1.0	0.8	0.5	0.5	0.5
<b>Total Fixed Assets</b>	<b>153</b>	<b>149</b>	<b>142</b>	<b>141</b>	<b>140</b>	<b>139</b>
Inventories	28.0	29.0	30.8	29.1	30.4	31.4
Trade receivables	85.6	85.8	80.7	58.9	61.5	63.7
Other current assets	8.9	4.7	3.9	3.5	3.9	4.3
Cash (-)	-41.3	-18.6	-13.6	-12.4	-4.7	-7.4
<b>Total Current Assets</b>	<b>164</b>	<b>138</b>	<b>129</b>	<b>104</b>	<b>100</b>	<b>107</b>
<b>Total Assets</b>	<b>316</b>	<b>287</b>	<b>271</b>	<b>245</b>	<b>240</b>	<b>246</b>
Shareholders Equity	111	110	96.6	81.9	81.1	82.9
Minority	0.4	0.4	0.4	0.5	0.7	1.0
Total Equity	111	110	97.0	82.4	81.8	83.9
Long term interest bearing debt	40.1	45.7	21.0	38.5	38.5	38.5
Provisions	13.1	12.2	10.7	10.3	4.6	6.6
Other long term liabilities	5.8	1.4	1.4	4.8	4.8	4.8
<b>Total Long Term Liabilities</b>	<b>59.0</b>	<b>59.3</b>	<b>33.1</b>	<b>53.6</b>	<b>47.8</b>	<b>49.9</b>
Short term interest bearing debt	67.2	49.0	69.1	39.8	39.8	39.8
Trade payables	55.1	44.2	47.6	44.8	46.9	48.5
Other current liabilities	24.0	24.5	24.0	24.0	24.1	24.1
<b>Total Current Liabilities</b>	<b>146</b>	<b>118</b>	<b>141</b>	<b>109</b>	<b>111</b>	<b>112</b>
<b>Total Liabilities and Shareholders' Equity</b>	<b>316</b>	<b>287</b>	<b>271</b>	<b>245</b>	<b>240</b>	<b>246</b>
<b>Net Capital Employed</b>	<b>196</b>	<b>200</b>	<b>186</b>	<b>163</b>	<b>165</b>	<b>166</b>
<b>Net Working Capital</b>	<b>54.9</b>	<b>66.6</b>	<b>62.2</b>	<b>41.4</b>	<b>43.3</b>	<b>44.8</b>
<b>GROWTH &amp; MARGINS</b>	<b>12/2013</b>	<b>12/2014</b>	<b>12/2015</b>	<b>12/2016</b>	<b>12/2017e</b>	<b>12/2018e</b>
<i>Sales growth</i>	<i>-1.3%</i>	<i>6.3%</i>	<i>-0.4%</i>	<i>-5.7%</i>	<i>4.5%</i>	<i>3.5%</i>
<b>EBITDA (adj.)* growth</b>	<b>-51.9%</b>	<b>80.6%</b>	<b>-55.5%</b>	<b>4.0%</b>	<b>8.7%</b>	<b>26.3%</b>
<i>EBITA (adj.)* growth</i>	<i>-59.5%</i>	<i>109.2%</i>	<i>-64.9%</i>	<i>-10.3%</i>	<i>16.7%</i>	<i>42.4%</i>
<i>EBIT (adj)* growth</i>	<i>-69.0%</i>	<i>138.9%</i>	<i>-86.3%</i>	<i>44.1%</i>	<i>37.8%</i>	<i>74.7%</i>

**Euromicron AG : Summary tables**

<b>GROWTH &amp; MARGINS</b>	<b>12/2013</b>	<b>12/2014</b>	<b>12/2015</b>	<b>12/2016</b>	<b>12/2017e</b>	<b>12/2018e</b>
Net Profit growth	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.
EPS adj. growth	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.
DPS adj. growth	n.m.					
EBITDA (adj)* margin	4.4%	7.4%	3.3%	3.7%	3.8%	4.6%
EBITA (adj)* margin	3.3%	6.4%	2.3%	2.2%	2.4%	3.3%
EBIT (adj)* margin	2.2%	5.0%	0.7%	1.1%	1.4%	2.4%
<b>RATIOS</b>	<b>12/2013</b>	<b>12/2014</b>	<b>12/2015</b>	<b>12/2016</b>	<b>12/2017e</b>	<b>12/2018e</b>
Net Debt/Equity	0.6	0.7	0.8	0.8	0.9	0.8
Net Debt/EBITDA	7.6	3.6	11.1	8.9	5.7	4.3
Interest cover (EBITDA/Fin.interest)	2.3	5.7	1.9	1.4	n.m.	n.m.
Capex/D&A	71.7%	66.1%	79.1%	90.3%	90.6%	95.2%
Capex/Sales	2.0%	1.9%	2.3%	2.7%	2.5%	2.5%
NWC/Sales	16.9%	19.2%	18.0%	12.7%	12.7%	12.7%
ROE (average)	-2.4%	4.9%	-4.6%	-10.6%	-0.9%	2.2%
ROCE (adj.)	2.5%	5.7%	0.8%	3.1%	1.8%	3.2%
WACC	10.7%	10.7%	10.7%	10.7%	10.7%	10.7%
ROCE (adj.)/WACC	0.2	0.5	0.1	0.3	0.2	0.3
<b>PER SHARE DATA (EUR)***</b>	<b>12/2013</b>	<b>12/2014</b>	<b>12/2015</b>	<b>12/2016</b>	<b>12/2017e</b>	<b>12/2018e</b>
Average diluted number of shares	7.2	7.2	7.2	7.2	7.2	7.2
EPS (reported)	-0.91	0.32	-1.10	-1.76	-0.11	0.25
EPS (adj.)	-0.37	0.76	-0.66	-1.32	-0.11	0.25
BVPS	15.44	15.33	13.47	11.41	11.30	11.55
DPS	0.00	0.00	0.00	0.00	0.00	0.00
<b>VALUATION</b>	<b>12/2013</b>	<b>12/2014</b>	<b>12/2015</b>	<b>12/2016</b>	<b>12/2017e</b>	<b>12/2018e</b>
EV/Sales	0.6	0.5	0.4	0.4	0.4	0.4
EV/EBITDA	20.7	8.1	20.6	16.3	11.6	9.0
<b>EV/EBITDA (adj.)*</b>	<b>12.7</b>	<b>6.7</b>	<b>12.5</b>	<b>10.1</b>	<b>11.6</b>	<b>9.0</b>
EV/EBITA	34.9	9.6	42.7	47.7	18.2	12.6
<b>EV/EBITA (adj.)*</b>	<b>16.9</b>	<b>7.7</b>	<b>18.2</b>	<b>17.2</b>	<b>18.2</b>	<b>12.6</b>
EV/EBIT	n.m.	14.9	n.m.	n.m.	42.2	20.8
<b>EV/EBIT (adj.)*</b>	<b>24.7</b>	<b>9.8</b>	<b>59.8</b>	<b>35.1</b>	<b>31.5</b>	<b>17.8</b>
<b>P/E (adj.)</b>	<b>n.m.</b>	<b>15.1</b>	<b>n.m.</b>	<b>n.m.</b>	<b>n.m.</b>	<b>34.9</b>
P/BV	0.9	0.7	0.6	0.5	0.8	0.8
Total Yield Ratio	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
EV/CE	0.9	0.8	0.7	0.7	0.8	0.8
OpFCF yield	13.2%	-8.6%	-15.1%	20.6%	-12.0%	4.5%
OpFCF/EV	7.6%	-4.1%	-5.8%	7.2%	-5.0%	1.9%
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%
<b>EV AND MKT CAP (EURm)</b>	<b>12/2013</b>	<b>12/2014</b>	<b>12/2015</b>	<b>12/2016</b>	<b>12/2017e</b>	<b>12/2018e</b>
Price** (EUR)	14.35	11.39	7.57	5.85	8.71	8.71
Outstanding number of shares for main stock	7.2	7.2	7.2	7.2	7.2	7.2
<b>Total Market Cap</b>	<b>103</b>	<b>82</b>	<b>54</b>	<b>42</b>	<b>63</b>	<b>63</b>
<b>Net Debt</b>	<b>66</b>	<b>76</b>	<b>77</b>	<b>66</b>	<b>74</b>	<b>71</b>
<i>o/w Cash &amp; Marketable Securities (-)</i>	<i>-41</i>	<i>-19</i>	<i>-14</i>	<i>-12</i>	<i>-5</i>	<i>-7</i>
<i>o/w Gross Debt (+)</i>	<i>107</i>	<i>95</i>	<i>90</i>	<i>78</i>	<i>78</i>	<i>78</i>
<b>Other EV components</b>	<b>11</b>	<b>13</b>	<b>12</b>	<b>13</b>	<b>13</b>	<b>14</b>
<b>Enterprise Value (EV adj.)</b>	<b>180</b>	<b>171</b>	<b>143</b>	<b>121</b>	<b>149</b>	<b>147</b>

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 &amp; Electrical Equipment/Electrical Components &amp; Equipment

Company Description: The euromicron Group with its extensive network of branch offices in Germany is a system house that is active in the future market of network and fiber optics technology. euromicron develops, produces and distributes network components based on copper, glass fiber and wireless technology and plans, implements and maintains communications, information and security networks for all applications.

## Recommendations and Disclosures

Coverage	Analyst	Target	Rating	Disc.	Coverage	Analyst	Target	Rating	Disc.
2GEnergy	Rüzgar	22.50	Neutral	2/3/5	Pfeiffer Vacuum	Sen	162.00	Accumulate	5
4SC	Miemietz	3.50	Buy	7	Procredit Holding	Häßler	15.60	Accumulate	2
Aareal Bank	Häßler	38.00	Neutral		PSISOFTWAREAG	Droste	18.00	Accumulate	2/3
Adpepper	Heilmann	2.45	Neutral	2/3	PWO	Schuldt	53.00	Accumulate	2/3
adidas	Josefson	192.00	Buy		RIB Software	Droste	16.50	Buy	2/3
Adler Modemaerkte	Josefson	7.50	Buy	7	RTL Group	Josefson	81.00	Accumulate	
ADLER Real Estate	Häßler	17.00	Buy		SAF-Holland	Schuldt	17.00	Accumulate	7
Aixtron	Sen	4.00	Neutral	2/3	Siegfried Holding AG	Miemietz	220.00	Accumulate	
Allianz	Häßler	185.00	Accumulate		SLM Solutions	Sen	27.50	Reduce	
Axel Springer	Josefson	51.00	Neutral		SMT Scharf AG	Rüzgar	14.50	Neutral	2/3
Bayer	Miemietz	118.00	Buy		Software AG	Droste	30.00	Sell	
BB Biotech	Miemietz	60.00	Buy	7	Stabilus	Tanzer	75.00	Accumulate	
Biotest	Miemietz	19.00	Neutral	2/3	Suedzucker	Bruns	20.00	Neutral	
BMW	Schuldt	98.00	Accumulate		SuessMicroTec	Sen	11.00	Accumulate	2/3
Cenit	Droste	22.50	Buy		Surteco	Mildner	26.10	Accumulate	2/3
comdirect	Häßler	8.00	Sell		Symrise	Hinkel	67.00	Neutral	
Commerzbank	Häßler	9.50	Neutral		Syzygy AG	Heilmann	11.50	Neutral	2/3
Continental	Schuldt	240.00	Buy		TAKKT	Bruns	21.80	Accumulate	2
CORESTATE Capital Holding S.A.	Mayer	65.00	Buy	2/5	Talanx Group	Häßler	34.00	Neutral	
CTS Eventim	Heilmann	40.00	Buy		Technotrans	Becker	36.00	Neutral	2/3
Daimler AG	Schuldt	76.00	Buy		TELECOLUMBUS	Sen	12.00	Buy	
Daldrup & Soehne	Becker	10.10	Buy	2/3/5	Telefonica Deutschland	Sen	3.70	Sell	
Demire	Mayer	4.30	Accumulate		United Internet	Sen	63.00	Buy	
Deutsche Bank	Häßler	19.00	Buy		va-Q-tec	Sen	17.00	Neutral	2/3/5
Deutsche EuroShop	Mayer	42.00	Accumulate		Viscom	Rüzgar	18.00	Accumulate	2/3
Deutsche Pfandbriefbank	Häßler	12.00	Accumulate		Volkswagen	Schuldt	166.00	Buy	
Deutsche Telekom	Sen	15.50	Neutral		WCM AG	Mayer	3.25	Neutral	2/3
Drillisch	Sen	66.00	Buy		Wiflex	Miemietz	4.00	Buy	2/3
EringKlinger	Schuldt	17.00	Reduce		Wincor Nixdorf	Sen	50.00	Accumulate	
elumeo SE	Josefson	9.60	Buy		windeln.de	Josefson	5.00	Buy	2
Epigenomics AG	Miemietz	7.52	Neutral	2/3	XING	Heilmann	300.00	Buy	
Euromicron AG	Droste	13.00	Buy	2/3/5	Zalando	Josefson	48.00	Buy	
Ferratium	Häßler	25.00	Buy						
Fielmann	Heilmann	71.00	Neutral						
Freenet	Sen	36.00	Buy	2					
FuchsPetrolub	Hinkel	47.00	Neutral						
Gerry Weber	Josefson	10.00	Reduce						
Gesco	Becker	25.40	Accumulate	2/3/5					
GFT Technologies	Droste	28.00	Buy	2/3					
Gigaset	Sen	0.85	Accumulate	2/3					
Grenke	Häßler	66.67	Buy						
Hannover Re	Häßler	100.00	Neutral						
Heidelberger Druck	Augustin	3.50	Buy						
Hornbach Holding	Bruns	89.00	Buy						
Hugo Boss	Josefson	78.00	Buy						
Hypoport AG	Häßler	114.00	Accumulate	7					
Konttron	Sen	3.60	Buy						
KWS	Hinkel	346.00	Neutral						
Leoni	Schuldt	51.00	Neutral						
Linde	Hinkel	174.00	Accumulate						
Logwin	Mildner	145.00	Neutral	2/3/5					
Manz AG	Rüzgar	42.50	Accumulate	2/3					
MAXAutomation AG	Becker	8.65	Buy	2/3/5					
Merck	Miemietz	112.00	Neutral						
Merkur Bank	Häßler	9.30	Buy	2/7					
Metro Wholesale and Food Specialis	Bruns	29.00	Buy	2					
MLP	Häßler	6.00	Neutral	2/3					
MTU Aero Engines	Rüzgar	135.00	Accumulate	2					
Munich Re	Häßler	180.00	Neutral						
Nemet schek SE	Droste	47.00	Reduce	5					
Nexus AG	Droste	24.00	Buy						
Norma Group	Schuldt	61.00	Buy						
OHB SE	Rüzgar	25.00	Neutral	7					
OVB Holding AG	Häßler	20.00	Accumulate	2/5/7					
Patrizia	Häßler	22.00	Buy						

\* =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

#### Basis of Valuation

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#### Share prices

Share prices in this analysis are the German closing prices of the last trading day before the publication.

#### Sources

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-BaFin- (Federal Financial Supervisory Authority)  
Graurheindorfer Straße 108, 53117 Bonn and  
Marie-Curie-Str. 24-28, 60439 Frankfurt am Main

**Recommendation history for EUROMICRON AG**

Date	Recommendation	Target price	Price at change date
16. Mai 17	Buy	13.00	7.94
06. Aug 15	Buy	14.00	8.72
24. Mrz 15	Rating Suspended	19.00	10.80

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: Sebastian Droste (since 28/04/2010)



## ESN Recommendation System

The ESN Recommendation System is **Absolute**. It means that each stock is rated on the basis of a **total return**, measured by the upside potential (including dividends and capital reimbursement) over a **12 month time horizon**.



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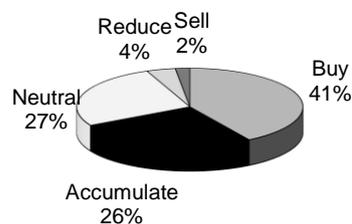
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- **Neutral:** the stock is expected to generate total return of **-5% to +5%** during the next 12 months time horizon
- **Reduce:** the stock is expected to generate total return of **-5% to -15%** during the next 12 months time horizon
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Certain flexibility on the limits of total return bands is permitted especially during higher phases of volatility on the markets

### 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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