## Swissquote

Internet banking/Fintech / Switzerland

Update

13/01/2021

## Change in Opinion

Add vs Reduce

We are changing our recommendation on Swissquote as, despite a stellar performance ytd led by a sharp increase in trading activity, we believe there is still room for some upside.

Trading should remain buoyant in the short term, adding to the short-term earnings momentum and, more importantly, the (sharp) increase in the number of accounts opened in 2020 should prove sustainable in the future and drive management's guidance for 2022 to a higher level (unchanged since 2019 despite targets being already reached in 2020).

## Change in DCF

CHF 110 vs 99.8 +9.88%

We have long used a beta of 1 for Swissquote for the DCF calculation. As revenues and, more importantly, the opening of new accounts are gathering momentum, earnings should prove more stable in the future.

Hence, we now use the beta given by our model (at 0.87 currently).



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This research has been commissioned and paid for by the company and is deemed to constitute an acceptable minor non-monetary benefit as defined in MiFID II

Add	Upside : 10.1%
Target Price (6 months)	CHF 113
Share Price	CHF 103
Market Cap. CHFM	1,579
Price Momentum	STRONG
Extremes 12Months	43.6 🕨 103
Bloomberg	SQN SW Equity
Reuters	SQN.S
Download Full Analysis	Company Page



Last updated: 13/01/2021	12/19A	12/20E	12/21E	12/22E
Adjusted P/E (x)	15.1	11.8	17.0	16.6
Dividend yield (%)	2.29	2.54	1.76	1.81
EV/EBITDA(R) (x)	7.02	6.79	9.89	9.30
Adjusted EPS (CHF)	2.89	6.00	6.05	6.22
Growth in EPS (%)	-5.72	107	0.84	2.79
Dividend (CHF)	1.00	1.80	1.81	1.87
Sales (CHFM)	232	312	319	328
Pretax Results margin (%)	21.8	33.1	33.0	32.7
Attributable net profit (CHFM)	43.0	89.3	90.0	92.5
ROE (after tax) (%)	11.8	22.4	20.8	19.8
Gearing (%)	-34.0	-29.5	-37.5	-42.5
Company Valuation - Company Financials				





Change in sales     %     4.12     34.3     2.27       Change in staff costs     %     15.0     17.8     3.00       EBITDA     CHFM     78.3     134     138       EBITDA(R) margin     %     34.1     43.3     42.3       Depreciation     CHFM     52.3     105     106       Operating profit (EBIT)     CHFM     50.6     105     100       Net financial expense     CHFM     0.00     0.00     0.00       of which related to pensions     CHFM     -0.82     -0.77       Exceptional items & other     CHFM     -0.82     -0.77       Corporate tax     CHFM     -7.59     -15.8     -15.9       Equity associates     CHFM     43.0     89.3     90.0       NOPAT     CHFM     43.0     89.3     90.0       NOPAT     CHFM     78.3     134     134       Change in WCR     CHFM     78.3     134     134       Change in WCR     CHFM     0.00     0.00     0.00	Consolidated P&L Accounts		12/19A	12/20E	12/21E
Change in staff costs     %     15.0     17.8     3.00       EBITDA     CHFM     78.3     134     133       EBITDA(R) margin     %     34.1     43.3     42.5       Depreciation     CHFM     -26.0     -29.2     -30.7       Underlying operating profit     CHFM     52.3     105     106       Operating profit (EBIT)     CHFM     50.6     105     106       Net financial expense     CHFM     0.00     0.00     0.00       of which related to pensions     CHFM     -0.82     -0.77       Exceptional items & other     CHFM     -0.82     -0.77       Equity associates     CHFM     -0.82     -0.77       Equity associates     CHFM     43.0     89.3     90.4       NOPAT     CHFM     43.0     89.3     90.4       NOPAT     CHFM     35.4     74.1     74.6       Change in WCR     CHFM     78.3     134     136       Change in WCR     CHFM     0.00     0.00     0.00	Sales	CHFM	232	312	319
EBITDA     CHFM     78.3     134     133       EBITDA(R) margin     %     34.1     43.3     42.3       Depreciation     CHFM     52.0     -29.2     -30.7       Underlying operating profit     CHFM     52.3     105     106       Operating profit (EBIT)     CHFM     50.6     105     100       Net financial expense     CHFM     0.00     0.00     0.00       of which related to pensions     CHFM     -0.82     -0.7       Exceptional items & other     CHFM     -0.82     -0.7       Equity associates     CHFM     -7.59     -15.8     -15.8       Equity associates     CHFM     43.0     89.3     90.4       NOPAT     CHFM     35.4     74.1     74.6       Cashflow Statement     EBITDA     CHFM     78.3     134     138       Change in WCR     CHFM     0.00     0.00     0.00       Actual div. received from equity holdi     CHFM     9.00     -33.5     -20.7       Catual div. received from	Change in sales	%	4.12	34.3	2.27
EBITDA(R) margin     %     34.1     43.3     42.3       Depreciation     CHFM     -26.0     -29.2     -30.7       Underlying operating profit     CHFM     52.3     105     100       Operating profit (EBIT)     CHFM     50.6     105     100       Net financial expense     CHFM     0.00     0.00     0.00       of which related to pensions     CHFM     -0.82     -0.7       Exceptional items & other     CHFM     -0.82     -0.7       Exceptional items & other     CHFM     -0.82     -0.7       Equity associates     CHFM     -7.59     -15.8     -15.8       Equity associates     CHFM     43.0     89.3     90.0       NOPAT     CHFM     35.4     74.1     74.6       Cashflow Statement     EBITDA     CHFM     78.3     134     138       Change in WCR     CHFM     0.00     0.00     0.00       Actual div. received from equity holdi     CHFM     9.00     -33.5     -20.7       Total operating cash flow	Change in staff costs	%	15.0	17.8	3.00
Depreciation     CHFM     -26.0     -29.2     -30.7       Underlying operating profit     CHFM     52.3     105     100       Operating profit (EBIT)     CHFM     50.6     105     100       Net financial expense     CHFM     0.00     0.00     0.00       of which related to pensions     CHFM     -0.82     -0.77       Exceptional items & other     CHFM     -0.82     -0.77       Exceptional items & other     CHFM     -0.82     -0.77       Equity associates     CHFM     -15.8     -15.8       Equity associates     CHFM     -7.59     -15.8     -15.9       Minority interests     CHFM     35.4     74.1     74.6       Cashflow Statement     EBITDA     CHFM     78.3     134     136       Change in WCR     CHFM     0.00     0.00     0.00       Actual div. received from equity holdi     CHFM     -8.00     -15.8     -15.9       Exceptional items     CHFM     9.00     -33.5     -20.7       Total operating cash f	EBITDA	CHFM	78.3	134	136
Underlying operating profit     CHFM     52.3     105     100       Operating profit (EBIT)     CHFM     50.6     105     100       Net financial expense     CHFM     0.00     0.00     0.00       of which related to pensions     CHFM     -0.82     -0.77       Exceptional items & other     CHFM     -0.82     -0.77       Exceptional items & other     CHFM     -0.82     -0.77       Exceptional items & other     CHFM     -15.8     -15.9       Equity associates     CHFM     -7.59     -15.8     -15.9       Minority interests     CHFM     43.0     89.3     90.0       NOPAT     CHFM     43.0     89.3     90.0       NOPAT     CHFM     35.4     74.1     74.6       Cashflow Statement     E     E     E     134     134     136       Change in WCR     CHFM     78.3     134     136     15.5     15.5       Exceptional items     CHFM     -8.00     -15.8     -15.9       Exceptiona	EBITDA(R) margin	%	34.1	43.3	42.9
Operating profit (EBIT)     CHFM     50.6     105     100       Net financial expense     CHFM     0.00     0.00     0.00       of which related to pensions     CHFM     -0.82     -0.77       Exceptional items & other     CHFM     -0.82     -0.77       Exceptional items & other     CHFM     -15.8     -15.8       Corporate tax     CHFM     -7.59     -15.8     -15.8       Equity associates     CHFM     43.0     89.3     90.4       Minority interests     CHFM     43.0     89.3     90.4       NOPAT     CHFM     35.4     74.1     74.6       Cashflow Statement     CHFM     35.4     134     134       Change in WCR     CHFM     0.00     0.00     0.00       Actual div. received from equity holdi     CHFM     0.80     -15.8     -15.5       Exceptional items     CHFM     9.00     -33.5     -20.7       Other operating cash flows     CHFM     79.3     85.0     99.4       Capital expenditure     CHF	Depreciation	CHFM	-26.0	-29.2	-30.1
Net financial expense     CHFM     0.00     0.00     0.00       of which related to pensions     CHFM     -0.82     -0.7       Exceptional items & other     CHFM     -0.82     -0.7       Exceptional items & other     CHFM     -7.59     -15.8     -15.8       Equity associates     CHFM     -7.59     -15.8     -15.8       Minority interests     CHFM     43.0     89.3     90.4       Adjusted attributable net profit     CHFM     43.0     89.3     90.4       NOPAT     CHFM     35.4     74.1     74.6       Cashflow Statement     CHFM     0.00     0.00     0.00       Actual div. received from equity holdi     CHFM     0.00     0.00     0.00       Actual div. received from equity holdi     CHFM     -8.00     -15.8     -15.8       Exceptional items     CHFM     -8.00     -33.5     -20.7       Other operating cash flows     CHFM     -8.00     -31.0     -31.9       Other operating cash flows     CHFM     -26.3     -31.0 <td< td=""><td>Underlying operating profit</td><td>CHFM</td><td>52.3</td><td>105</td><td>106</td></td<>	Underlying operating profit	CHFM	52.3	105	106
of which related to pensions     CHFM     -0.82     -0.7       Exceptional items & other     CHFM     -7.59     -15.8     -15.8       Equity associates     CHFM     -7.59     -15.8     -15.8       Equity associates     CHFM     43.0     89.3     90.0       Minority interests     CHFM     43.0     89.3     90.0       NOPAT     CHFM     43.0     89.3     90.0       NOPAT     CHFM     35.4     74.1     74.6       Cashflow Statement     EBITDA     CHFM     0.00     0.00     0.00       Actual div. received from equity holdi     CHFM     0.00     0.00     0.00       Actual div. received from equity holdi     CHFM     9.00     -33.5     -20.7       Total operating cash flows     CHFM     79.3	Operating profit (EBIT)	CHFM	50.6	105	106
Exceptional items & other     CHFM     -7.59     -15.8     -15.9       Equity associates     CHFM     -7.59     -15.8     -15.9       Minority interests     CHFM     43.0     89.3     90.4       Adjusted attributable net profit     CHFM     43.0     89.3     90.4       NOPAT     CHFM     43.0     89.3     90.4       Cashflow Statement     CHFM     35.4     74.1     74.6       Cashflow Statement     CHFM     0.00     0.00     0.00       Change in WCR     CHFM     0.00     0.00     0.00       Actual div. received from equity holdi     CHFM     0.00     0.00     0.00       Paid taxes     CHFM     -8.00     -15.8     -15.8     -15.8       Exceptional items     CHFM     9.00     -33.5     -20.7     -21.8     -15.8     -15.8       Other operating cash flows     CHFM     9.00     -33.5     -20.7     -31.0     -31.5     -20.7       Total operating cash flows     CHFM     79.3     85.0 <td< td=""><td>Net financial expense</td><td>CHFM</td><td>0.00</td><td>0.00</td><td>0.00</td></td<>	Net financial expense	CHFM	0.00	0.00	0.00
Corporate tax     CHFM     -7.59     -15.8     -15.8       Equity associates     CHFM	of which related to pensions	CHFM		-0.82	-0.71
Equity associates     CHFM       Minority interests     CHFM       Adjusted attributable net profit     CHFM       Adjusted attributable net profit     CHFM       CAFM     35.4       NOPAT     CHFM       Cashflow Statement     35.4       EBITDA     CHFM       Change in WCR     CHFM       Actual div. received from equity holdi     CHFM       CHFM     0.00       Actual div. received from equity holdi     CHFM       CHFM     0.00       Paid taxes     CHFM       Chter operating cash flows     CHFM       Other operating cash flows     CHFM       Chter operating cash flows     CHFM       Other operating cash flows     CHFM       Chter operating cash flows     CHFM       Cotal investment	Exceptional items & other	CHFM			
Minority interests     CHFM       Adjusted attributable net profit     CHFM     43.0     89.3     90.4       NOPAT     CHFM     35.4     74.1     74.6       Cashflow Statement     C     78.3     134     136       Change in WCR     CHFM     0.00     0.00     0.00       Actual div. received from equity holdi     CHFM     0.00     0.00     0.00       Paid taxes     CHFM     -8.00     -15.8     -15.5     Exceptional items     CHFM     -8.00     -15.8     -15.5       Exceptional items     CHFM     9.00     -33.5     -20.7     Total operating cash flows     CHFM     79.3     85.0     99.4       Capital expenditure     CHFM     79.3     85.0     99.4     Capital expenditure     CHFM     -31.0     -31.5       Total operating cash flows     CHFM     -26.3     -31.0     -31.5     -20.7       Total investment flows     CHFM     -57.7     -31.0     -31.5     -26.8     Dividends (parent company)     CHFM     -14.9     -14.9 <td>Corporate tax</td> <td>CHFM</td> <td>-7.59</td> <td>-15.8</td> <td>-15.9</td>	Corporate tax	CHFM	-7.59	-15.8	-15.9
Adjusted attributable net profit     CHFM     43.0     89.3     90.4       NOPAT     CHFM     35.4     74.1     74.6       Cashflow Statement     EBITDA     CHFM     78.3     134     136       Change in WCR     CHFM     0.00     0.00     0.00       Actual div. received from equity holdi     CHFM     0.00     0.00     0.00       Paid taxes     CHFM     -8.00     -15.8     -15.9       Exceptional items     CHFM     9.00     -33.5     -20.7       Other operating cash flows     CHFM     9.00     -33.5     -20.7       Total operating cash flows     CHFM     79.3     85.0     99.4       Capital expenditure     CHFM     -26.3     -31.0     -31.5       Total investment flows     CHFM     -57.7     -31.0     -31.5       Net interest expense     CHFM     0.00     0.00     0.00       Dividends (parent company)     CHFM     -14.9     -14.9     -26.8       Dividends to minoritites interests     CHFM     0.00	Equity associates	CHFM			
NOPAT     CHFM     35.4     74.1     74.6       Cashflow Statement     CHFM     35.4     74.1     74.6       EBITDA     CHFM     78.3     134     136       Change in WCR     CHFM     0.00     0.00     0.00       Actual div. received from equity holdi     CHFM     0.00     0.00     0.00       Paid taxes     CHFM     -8.00     -15.8     -15.8     15.9       Exceptional items     CHFM     9.00     -33.5     -20.7       Other operating cash flows     CHFM     9.00     -33.5     -20.7       Total operating cash flows     CHFM     79.3     85.0     99.4       Capital expenditure     CHFM     -26.3     -31.0     -31.5       Total investment flows     CHFM     -57.7     -31.0     -31.5       Net interest expense     CHFM     0.00     0.00     0.00       Dividends (parent company)     CHFM     -14.9     -14.9     -26.8       Dividends to minorities interests     CHFM     0.00     0.00	Minority interests	CHFM			
Cashflow Statement       EBITDA     CHFM     78.3     134     136       Change in WCR     CHFM     0.00     0.00     0.00       Actual div. received from equity holdi     CHFM     0.00     0.00     0.00       Paid taxes     CHFM     -8.00     -15.8     -15.3       Exceptional items     CHFM     -8.00     -15.8     -15.3       Other operating cash flows     CHFM     9.00     -33.5     -20.7       Total operating cash flows     CHFM     79.3     85.0     99.4       Capital expenditure     CHFM     -26.3     -31.0     -31.5       Total investment flows     CHFM     -57.7     -31.0     -31.5       Net interest expense     CHFM     0.00     0.00     0.00       Dividends (parent company)     CHFM     -14.9     -14.9     -26.8       Dividends to minorities interests     CHFM     0.00     0.00     0.00       New shareholders' equity     CHFM     0.00     0.00     0.00       Total financial flows     CHFM </td <td>Adjusted attributable net profit</td> <td>CHFM</td> <td>43.0</td> <td>89.3</td> <td>90.0</td>	Adjusted attributable net profit	CHFM	43.0	89.3	90.0
EBITDA   CHFM   78.3   134   136     Change in WCR   CHFM   0.00   0.00   0.00     Actual div. received from equity holdi   CHFM   0.00   0.00   0.00     Paid taxes   CHFM   -8.00   -15.8   -15.8   -15.8     Exceptional items   CHFM   9.00   -33.5   -20.7     Other operating cash flows   CHFM   9.00   -33.5   -20.7     Total operating cash flows   CHFM   79.3   85.0   99.4     Capital expenditure   CHFM   -26.3   -31.0   -31.3     Total investment flows   CHFM   -57.7   -31.0   -31.3     Net interest expense   CHFM   0.00   0.00   0.00     Dividends (parent company)   CHFM   -14.9   -14.9   -26.8     Dividends to minorities interests   CHFM   0.00   0.00   0.00     New shareholders' equity   CHFM   0.00   0.00   0.00     Total financial flows   CHFM   -14.9   -14.1   -26.7     Change in cash position   CHFM   6.76	NOPAT	CHFM	35.4	74.1	74.6
Change in WCR     CHFM     0.00     0.00     0.00       Actual div. received from equity holdi     CHFM     0.00     0.00     0.00       Paid taxes     CHFM     -8.00     -15.8     -15.9       Exceptional items     CHFM     -8.00     -33.5     -20.7       Other operating cash flows     CHFM     9.00     -33.5     -20.7       Total operating cash flows     CHFM     79.3     85.0     99.4       Capital expenditure     CHFM     -26.3     -31.0     -31.5       Total investment flows     CHFM     -57.7     -31.0     -31.5       Net interest expense     CHFM     0.00     0.00     0.00       Dividends (parent company)     CHFM     -14.9     -14.9     -26.8       Dividends to minorities interests     CHFM     0.00     0.00     0.00       New shareholders' equity     CHFM     0.00     0.00     0.00       Total financial flows     CHFM     53.0     54.0     67.5       Free cash flow (pre div.)     CHFM     53.0	Cashflow Statement				
Actual div. received from equity holdi   CHFM   0.00   0.00   0.00     Paid taxes   CHFM   -8.00   -15.8   -15.3     Exceptional items   CHFM   9.00   -33.5   -20.7     Other operating cash flows   CHFM   9.00   -33.5   -20.7     Total operating cash flows   CHFM   79.3   85.0   99.4     Capital expenditure   CHFM   -26.3   -31.0   -31.3     Total investment flows   CHFM   -57.7   -31.0   -31.9     Net interest expense   CHFM   0.00   0.00   0.00     Dividends (parent company)   CHFM   -14.9   -14.9   -26.8     Dividends to minorities interests   CHFM   0.00   0.00   0.00     New shareholders' equity   CHFM   0.00   0.00   0.00     Total financial flows   CHFM   -14.9   -14.1   -26.8     Change in cash position   CHFM   53.0   54.0   67.5     Per Share Data   Saus   54.0   67.5   54.0   67.5     No. of shares net of treas. stock (year </td <td>EBITDA</td> <td>CHFM</td> <td>78.3</td> <td>134</td> <td>136</td>	EBITDA	CHFM	78.3	134	136
Paid taxes   CHFM   -8.00   -15.8   -15.8     Exceptional items   CHFM   9.00   -33.5   -20.7     Other operating cash flows   CHFM   9.00   -33.5   -20.7     Total operating cash flows   CHFM   79.3   85.0   99.4     Capital expenditure   CHFM   79.3   85.0   99.4     Capital expenditure   CHFM   -26.3   -31.0   -31.9     Total investment flows   CHFM   -57.7   -31.0   -31.9     Net interest expense   CHFM   0.00   0.00   0.00     Dividends (parent company)   CHFM   -14.9   -14.9   -26.8     Dividends to minorities interests   CHFM   0.00   0.00   0.00     New shareholders' equity   CHFM   0.00   0.00   0.00     Total financial flows   CHFM   -14.9   -14.1   -26.7     Change in cash position   CHFM   53.0   54.0   67.5     Per Share Data   State diverage)   Mio   14.9   14.9     No. of shares net of treas. stock (year   Mio <td< td=""><td>Change in WCR</td><td>CHFM</td><td>0.00</td><td>0.00</td><td>0.00</td></td<>	Change in WCR	CHFM	0.00	0.00	0.00
Exceptional items     CHFM       Other operating cash flows     CHFM     9.00    33.5     -20.7       Total operating cash flows     CHFM     79.3     85.0     99.4       Capital expenditure     CHFM     79.3     85.0     99.4       Capital expenditure     CHFM     79.3     85.0     99.4       Capital expenditure     CHFM     -26.3     -31.0     -31.3       Total investment flows     CHFM     -57.7     -31.0     -31.3       Net interest expense     CHFM     0.00     0.00     0.00       Dividends (parent company)     CHFM     -14.9     -14.9     -26.8       Dividends to minorities interests     CHFM     0.00     0.00     0.00       New shareholders' equity     CHFM     0.00     0.00     0.00       Total financial flows     CHFM     -14.9     -14.1     -26.7       Change in cash position     CHFM     6.76     39.9     41.5       Free cash flow (pre div.)     CHFM     53.0     54.0     67.5       Per	Actual div. received from equity holdi	CHFM	0.00	0.00	0.00
Other operating cash flows     CHFM     9.00     -33.5     -20.7       Total operating cash flows     CHFM     79.3     85.0     99.4       Capital expenditure     CHFM     79.3     85.0     99.4       Capital expenditure     CHFM     -26.3     -31.0     -31.9       Total investment flows     CHFM     -57.7     -31.0     -31.9       Net interest expense     CHFM     0.00     0.00     0.00       Dividends (parent company)     CHFM     -14.9     -14.9     -26.8       Dividends to minorities interests     CHFM     0.00     0.00     0.00       New shareholders' equity     CHFM     0.00     0.00     0.00       Total financial flows     CHFM     -14.9     -14.1     -26.7       Change in cash position     CHFM     -14.9     -14.1     -26.7       Change in cash position     CHFM     53.0     54.0     67.5       Per Share Data     State of treas. stock (year     Mio     14.9     14.9       No. of shares net of treas. stock (year	Paid taxes	CHFM	-8.00	-15.8	-15.9
Total operating cash flows   CHFM   79.3   85.0   99.4     Capital expenditure   CHFM   -26.3   -31.0   -31.9     Total investment flows   CHFM   -57.7   -31.0   -31.9     Net interest expense   CHFM   0.00   0.00   0.00     Dividends (parent company)   CHFM   -14.9   -14.9   -26.8     Dividends to minorities interests   CHFM   0.00   0.00   0.00     New shareholders' equity   CHFM   0.00   0.00   0.00     Total financial flows   CHFM   -14.9   -14.1   -26.7     Change in cash position   CHFM   0.00   0.00   0.00     Total financial flows   CHFM   -14.9   -14.1   -26.7     Change in cash position   CHFM   6.76   39.9   41.5     Free cash flow (pre div.)   CHFM   53.0   54.0   67.5     Per Share Data   Nio   14.9   14.9   14.9     Number of diluted shares (average)   Mio   14.9   14.9   14.9     Benchmark EPS   CHF   2.89	Exceptional items	CHFM			
Capital expenditure     CHFM     -26.3     -31.0     -31.5       Total investment flows     CHFM     -57.7     -31.0     -31.5       Net interest expense     CHFM     0.00     0.00     0.00       Dividends (parent company)     CHFM     -14.9     -14.9     -26.8       Dividends to minorities interests     CHFM     0.00     0.00     0.00       New shareholders' equity     CHFM     0.00     0.00     0.00       Total financial flows     CHFM     0.14.9     -14.1     -26.8       Change in cash position     CHFM     0.00     0.00     0.00       Total financial flows     CHFM     53.0     54.0     67.5       Per Share Data     No. of shares net of treas. stock (year     Mio     14.9     14.9       Number of diluted shares (average)     Mio     14.9     14.9     14.9       Benchmark EPS     CHF     2.89     6.00     6.05       Restated NAV per share     CHF     2.89     6.00     6.05	Other operating cash flows	CHFM	9.00	-33.5	-20.7
Total investment flows   CHFM   -57.7   -31.0   -31.3     Net interest expense   CHFM   0.00   0.00   0.00     Dividends (parent company)   CHFM   -14.9   -14.9   -26.8     Dividends to minorities interests   CHFM   0.00   0.00   0.00     New shareholders' equity   CHFM   0.00   0.00   0.00     Total financial flows   CHFM   -14.9   -14.1   -26.8     Change in cash position   CHFM   0.00   0.00   0.00     Total financial flows   CHFM   53.0   54.0   67.5     Per Share Data   No. of shares net of treas. stock (year   Mio   14.9   14.9     Number of diluted shares (average)   Mio   14.9   14.9   14.5     Benchmark EPS   CHF   2.89   6.00   6.05     Restated NAV per share   CHF   2.89   6.00   6.05	Total operating cash flows	CHFM	79.3	85.0	99.4
Net interest expense     CHFM     0.00     0.00     0.00       Dividends (parent company)     CHFM     -14.9     -14.9     -26.8       Dividends to minorities interests     CHFM     0.00     0.00     0.00       New shareholders' equity     CHFM     0.00     0.00     0.00       Total financial flows     CHFM     -14.9     -14.1     -26.7       Change in cash position     CHFM     -14.9     -14.1     -26.7       Change in cash position     CHFM     6.76     39.9     41.5       Free cash flow (pre div.)     CHFM     53.0     54.0     67.5       Per Share Data     No. of shares net of treas. stock (year     Mio     14.9     14.9       No. of shares net of treas. stock (year     Mio     14.9     14.9       Number of diluted shares (average)     Mio     14.9     14.9       Benchmark EPS     CHF     2.89     6.00     6.09       Restated NAV per share     CHF     2.89     6.00     6.09	Capital expenditure	CHFM	-26.3	-31.0	-31.9
Dividends (parent company)     CHFM     -14.9     -26.8       Dividends to minorities interests     CHFM     0.00     0.00     0.00       New shareholders' equity     CHFM     0.00     0.00     0.00       Total financial flows     CHFM     -14.9     -14.1     -26.8       Change in cash position     CHFM     -14.9     -14.1     -26.7       Change in cash position     CHFM     6.76     39.9     41.5       Free cash flow (pre div.)     CHFM     53.0     54.0     67.5       Per Share Data     No. of shares net of treas. stock (year     Mio     14.9     14.9       Number of diluted shares (average)     Mio     14.9     14.9     14.9       Benchmark EPS     CHF     2.89     6.00     6.09       Restated NAV per share     CHF     2.89     6.00     6.09	Total investment flows	CHFM	-57.7	-31.0	-31.9
Dividends to minorities interests     CHFM     0.00     0.00       New shareholders' equity     CHFM     0.00     0.00     0.00       Total financial flows     CHFM     -14.9     -14.1     -26.7       Change in cash position     CHFM     6.76     39.9     41.5       Free cash flow (pre div.)     CHFM     53.0     54.0     67.5       Per Share Data     No. of shares net of treas. stock (year     Mio     14.9     14.9     14.5       Benchmark EPS     CHF     2.89     6.00     6.05       Restated NAV per share     CHF     2.89     6.00     6.05	Net interest expense	CHFM	0.00	0.00	0.00
New shareholders' equity     CHFM     0.00     0.00     0.00       Total financial flows     CHFM     -14.9     -14.1     -26.7       Change in cash position     CHFM     6.76     39.9     41.5       Free cash flow (pre div.)     CHFM     53.0     54.0     67.5       Per Share Data     No. of shares net of treas. stock (year     Mio     14.9     14.9       Number of diluted shares (average)     Mio     14.9     14.9     14.5       Benchmark EPS     CHF     2.89     6.00     6.09       Restated NAV per share     CHF     2.89     6.00     6.09	Dividends (parent company)	CHFM	-14.9	-14.9	-26.8
Total financial flowsCHFM-14.9-14.1-26.7Change in cash positionCHFM6.7639.941.4Free cash flow (pre div.)CHFM53.054.067.4Per Share DataMio14.914.914.9No. of shares net of treas. stock (yearMio14.914.914.9Number of diluted shares (average)Mio14.914.914.9Benchmark EPSCHF2.896.006.09Restated NAV per shareCHF2.896.006.09	Dividends to minorities interests	CHFM	0.00	0.00	0.00
Change in cash positionCHFM6.7639.941.4Free cash flow (pre div.)CHFM53.054.067.4Per Share DataNo. of shares net of treas. stock (yearMio14.914.914.9Number of diluted shares (average)Mio14.914.914.914.9Benchmark EPSCHF2.896.006.09Restated NAV per shareCHF2.896.006.09	New shareholders' equity	CHFM	0.00	0.00	0.00
Free cash flow (pre div.)CHFM53.054.067.1Per Share DataSince Cher Share DataMio14.914.914.9No. of shares net of treas. stock (yearMio14.914.914.9Number of diluted shares (average)Mio14.914.914.9Benchmark EPSCHF2.896.006.09Restated NAV per shareCHFCHF2.896.00	Total financial flows	CHFM	-14.9	-14.1	-26.1
Per Share DataNo. of shares net of treas. stock (yearMio14.914.914.9Number of diluted shares (average)Mio14.914.914.9Benchmark EPSCHF2.896.006.09Restated NAV per shareCHFCHFCHFCHF	Change in cash position	CHFM	6.76	39.9	41.5
No. of shares net of treas. stock (yearMio14.914.914.9Number of diluted shares (average)Mio14.914.914.9Benchmark EPSCHF2.896.006.09Restated NAV per shareCHFCHF2.896.00	Free cash flow (pre div.)	CHFM	53.0	54.0	67.5
Number of diluted shares (average)Mio14.914.9Benchmark EPSCHF2.896.006.09Restated NAV per shareCHF	Per Share Data				
Benchmark EPS CHF 2.89 6.00 6.09   Restated NAV per share CHF	No. of shares net of treas. stock (year	Mio	14.9	14.9	14.9
Restated NAV per share CHF	Number of diluted shares (average)	Mio	14.9	14.9	14.9
	Benchmark EPS	CHF	2.89	6.00	6.05
	Restated NAV per share	CHF			
Net dividend per share CHF 1.00 1.80 1.87	Net dividend per share	CHF	1.00	1.80	1.81

## **Valuation Summary**

Benchmarks	Value	Weight
DCF	CHF 110	35%
NAV/SOTP per share	CHF 86.4	20%
EV/Ebitda	CHF 138	20%
P/E	CHF 150	10%
Dividend Yield	CHF 108	10%
P/Book	CHF 84.6	5%
TARGET PRICE	CHF 113	100%

Largest comparables

- Euronext NV
- London Stock Exch...
- Deutsche Boerse
- Amundi
- DWS

VIEL & Cie Julius Baer

**NAV/SOTP Calculation** 

Balance Sheet		12/19A	12/20E	12/21E
Goodwill	CHFM	45.7	46.6	47.5
Total intangible	CHFM	101	103	105
Tangible fixed assets	CHFM	70.5	71.9	73.3
Financial fixed assets	CHFM			
WCR	CHFM	0.00	0.00	0.00
Other assets	CHFM	54.0	55.1	56.2
Total assets (net of short term liab.)	CHFM	6,367	6,494	6,595
Ordinary shareholders' equity	CHFM	375	423	442
Quasi Equity & Preferred	CHFM			
Minority interests	CHFM			
Provisions for pensions	CHFM	5.59	1.00	1.19
Other provisions for risks and liabilities	CHFM			
Total provisions for risks and liabilities	CHFM	5.59	1.00	1.19
Tax liabilities	CHFM	3.83	3.91	3.98
Other liabilities	CHFM	6,089	6,211	6,335
Net debt (cash)	CHFM	-105	-145	-186
Total liab. and shareholders' equity	CHFM	6,368	6,494	6,595
Capital Employed				
Capital employed after depreciation	CHFM	277	282	259
Profits & Risks Ratios				
ROE (after tax)	%	11.8	22.4	20.8
ROCE	%	13.1	26.5	29.1
Gearing (at book value)	%	-34.0	-29.5	-37.5
Adj. Net debt/EBITDA(R)	х	-1.23	-1.02	-1.31
Interest cover (x)	х	175	-203	-261
Valuation Ratios				
Reference P/E (benchmark)	x	15.1	11.8	17.0
Free cash flow yield	%	8.17	5.12	4.41
P/Book	х	1.73	2.49	3.47
Dividend yield	%	2.29	2.54	1.76
EV Calculation				
Market cap	CHFM	649	1,055	1,533
+ Provisions	CHFM	5.59	1.00	1.19
+ Unrecognised acturial losses/(gains)	CHFM	0.00	0.00	0.00
+ Net debt at year end	CHFM	-105	-145	-186
+ Leases debt equivalent	CHFM	7.00	7.00	7.00
- Financial fixed assets (fair value)	CHFM			
+ Minority interests (fair value)	CHFM			
= EV	CHFM	557	918	1,355
EV/EBITDA(R)	x	7.02	6.79	9.89
EV/Sales	X	2.40	2.94	4.24

Analyst : Farhad Moshiri, Changes to Forecasts : 13/01/2021.