



Cementir Holding

Cement & Aggregates / Italy

Solid position in a niche market

12/11/2024

Change in EPS

2024 : € 1.18 vs 1.08	+8.76%
2025 : € 1.18 vs 1.05	+12.5%

We have raised our EBITDA estimates, as we observe signs of a volume improvement. Volumes appear to have passed the trough, and we believe the company's price stability and cost management will help improve margins, positively impacting our EPS.

Change in DCF

€ 15.6 vs 14.3	+9.51%
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We have revised our Sales and EBITDA estimates for the coming years as we believe that the company will maintain its EBITDA margin while volumes recover, leading to improvements in both EBITDA and FCF.

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This research has been commissioned and paid for by the company and does therefore not constitute an inducement caught by the prohibition under MiFID II

Buy Upside : 44.0%

Target Price (6 months) € 15.2

Share Price € 10.5

Market Cap. €M 1,674

Price Momentum **STRONG**

Extremes 12 Months 8.25 ▶ 10.5

Bloomberg CEM IM Equity

Reuters CEMI.MI

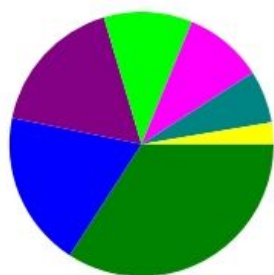
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PERF	1w	1m	3m	12m
Cementir Holding	11.6%	10.6%	12.4%	27.2%
Building Prod. & Materials	6.57%	8.10%	16.4%	49.2%
SXXR Index	0.67%	-1.74%	2.99%	18.7%

Last updated: 12/11/2024	12/23A	12/24E	12/25E	12/26E
Adjusted P/E (x)	6.04	8.93	8.88	8.66
Dividend yield (%)	3.57	2.66	2.66	2.66
EV/EBITDA(R) (x)	2.69	3.71	3.38	3.07
Adjusted EPS (€)	1.30	1.18	1.18	1.21
Growth in EPS (%)	21.6	-9.13	0.48	2.58
Dividend (€)	0.28	0.28	0.28	0.28
Sales (€M)	1,694	1,667	1,761	1,851
EBITDA/R margin (%)	24.3	23.6	22.8	22.3
Attributable net profit (€M)	202	183	184	189
ROE (after tax) (%)	14.0	11.8	11.0	10.5
Gearing (%)	-10.4	-15.9	-19.7	-23.5

[Company Valuation](#) - [Company Financials](#)

Sales by Geography



Nordic states (34.1%)
Belgium (19.1%)
Turkey (17.2%)
Italy (10.8%)
North America (9.7%)
Asia (6.4%)
Egypt (2.7%)

Consolidated P&L Accounts

		12/23A	12/24E	12/25E
Sales	€M	1,694	1,667	1,761
Change in sales	%	-1.67	-1.61	5.65
Change in staff costs	%	2.49	6.06	2.32
EBITDA	€M	411	393	402
EBITDA(R) margin	%	24.3	23.6	22.8
Depreciation	€M	-115	-118	-116
Underlying operating profit	€M	279	254	258
Operating profit (EBIT)	€M	279	254	258
Net financial expense	€M	11.6	5.15	2.09
of which related to pensions	€M		-0.43	-0.85
Exceptional items & other	€M			
Corporate tax	€M	-75.2	-62.5	-62.6
Equity associates	€M	0.77	1.00	1.00
Minority interests	€M	-14.1	-13.9	-14.7
Adjusted attributable net profit	€M	202	183	184
NOPAT	€M	210	191	195

Cashflow Statement

EBITDA	€M	411	393	402
Change in WCR	€M	-13.4	-23.1	-20.9
Actual div. received from equity holdi...	€M	0.11	0.00	0.00
Paid taxes	€M	-61.3	-62.5	-62.6
Exceptional items	€M			
Other operating cash flows	€M	-34.5	-30.0	-40.0
Total operating cash flows	€M	302	277	279
Capital expenditure	€M	-107	-135	-96.0
Total investment flows	€M	-91.8	-165	-136
Net interest expense	€M	11.6	5.15	2.09
Dividends (parent company)	€M	-37.5	-43.5	-43.5
Dividends to minorities interests	€M	-215	0.00	0.00
New shareholders' equity	€M			
Total financial flows	€M	-356	-68.1	-0.61
Change in cash position	€M	-159	44.3	142
Free cash flow (pre div.)	€M	207	148	185

Per Share Data

No. of shares net of treas. stock (year...	Mio	156	156	156
Number of diluted shares (average)	Mio	156	156	156
Benchmark EPS	€	1.30	1.18	1.18
Restated NAV per share	€			
Net dividend per share	€	0.28	0.28	0.28

Valuation Summary

Benchmarks	Value	Weight	Largest comparables
DCF	€ 15.6	35%	● Holcim
NAV/SOTP per share	€ 11.9	20%	● Heidelberg Materials
EV/Ebitda	€ 20.9	20%	● Buzzi
P/E	€ 14.1	10%	● Vicat
Dividend Yield	€ 8.82	10%	
P/Book	€ 16.4	5%	
TARGET PRICE	€ 15.2	100%	

NAV/SOTP Calculation

Balance Sheet

		12/23A	12/24E	12/25E
Goodwill	€M	405	409	413
Total intangible	€M	593	599	605
Tangible fixed assets	€M	732	739	747
Financial fixed assets	€M	94.1	95.1	96.0
WCR	€M	0.81	24.0	44.9
Other assets	€M	72.3	72.3	72.3
Total assets (net of short term liab.)	€M	1,670	1,709	1,746
Ordinary shareholders' equity	€M	1,503	1,606	1,741
Quasi Equity & Preferred	€M			
Minority interests	€M	148	151	154
Provisions for pensions	€M	22.8	30.8	32.1
Other provisions for risks and liabilities	€M	29.3	29.3	29.3
Total provisions for risks and liabilities	€M	52.1	60.1	61.4
Tax liabilities	€M	184	184	184
Other liabilities	€M	0.25	0.25	0.25
Net debt (cash)	€M	-218	-292	-394
Total liab. and shareholders' equity	€M	1,670	1,709	1,746

Capital Employed

Capital employed after depreciation	€M	1,597	1,636	1,673
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Profits & Risks Ratios

ROE (after tax)	%	14.0	11.8	11.0
ROCE	%	13.1	11.7	11.7
Gearing (at book value)	%	-10.4	-15.9	-19.7
Adj. Net debt/EBITDA(R)	x	-0.40	-0.59	-0.83
Interest cover (x)	x	-24.0	-45.4	-88.0

Valuation Ratios

Reference P/E (benchmark)	x	6.04	8.93	8.88
Free cash flow yield	%	17.0	9.02	11.3
P/Book	x	0.81	1.02	0.94
Dividend yield	%	3.57	2.66	2.66

EV Calculation

Market cap	€M	1,219	1,636	1,636
+ Provisions	€M	52.1	60.1	61.4
+ Unrecognised actuarial losses/(gains)	€M	0.00	0.00	0.00
+ Net debt at year end	€M	-395	-471	-575
+ Leases debt equivalent	€M	177	179	180
- Financial fixed assets (fair value)	€M	94.1	95.1	96.0
+ Minority interests (fair value)	€M	148	151	154
= EV	€M	1,107	1,460	1,361
EV/EBITDA(R)	x	2.69	3.71	3.38
EV/Sales	x	0.65	0.88	0.77

Analyst : Loco Douza, Changes to Forecasts : 12/11/2024.