



## Analysar

12 September 2022

### Buy

Recommendation unchanged

Share price: EUR 1.07

closing price as of 09/09/2022

Target price: EUR 1.93

Target Price unchanged

Upside/Downside Potential 80.4%

Reuters/Bloomberg DEAM/IDEA IM

Market capitalisation (EURm) 279

Current N° of shares (m) 261

Free float 33%

Daily avg. no. trad. sh. 12 mth (k) 196

Daily avg. trad. vol. 12 mth (k) 136.97

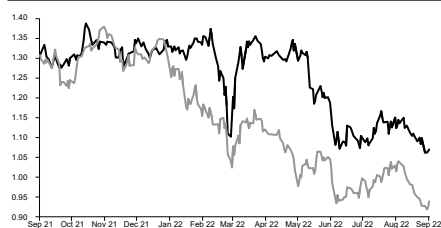
Price high/low 12 months 1.39 / 1.06

Abs Perfs 1/3/12 mths (%) -4.80/-9.63/-18.20

Key financials (EUR)	12/21	12/22e	12/23e
Total Revenue (m)	107	76	78
Pre-Provision Profit (PPP) (m)	37	16	16
Operating profit (OP)	37	16	16
Earnings Before Tax (m)	37	16	16
Net Profit (adj.) (m)	24	10	10
Shareholders Equity (m)	446	430	424
Tangible BV (m)	346	330	324
RWA (m)	0	0	0
ROTE	5.3%	2.2%	2.2%
Cost/Income	65.4%	79.0%	79.4%
P/PPP	9.2	17.5	17.5
P/E (adj.)	14.4	28.7	29.1
P/BV	0.8	0.6	0.7
P/TBV	1.0	0.8	0.9
Dividend Yield	9.3%	5.6%	5.6%
PPPPS	0.14	0.06	0.06
EPS (adj.)	0.09	0.04	0.04
BVPS	1.71	1.65	1.62
TBVPS	1.33	1.26	1.24
DPS	0.10	0.06	0.06

### Shareholders

De Agostini S.p.A. 67%;



Source: FactSet

DEA CAPITAL FTSE Italy STAR (Rebased)

### Analyst(s)

Enrico Esposti, CIIA

enrico.esposti@bancaakros.it

+39 02 4344 4022

## H1 22 results: we reiterate our investment case

**The facts:** DeA Capital unveiled its H1 22 results on Friday during market hours.

### DeA Capital: H1 22 results

	H1 22	Y/Y	H1 21
Net operating result AAM	8.3	2%	8.1
Other AAM	(4.4)	n.m.	(1.8)
<b>Net Result AAM</b>	<b>3.9</b>	<b>-38%</b>	<b>6.3</b>
Alternative investment	(2.4)	n.m.	12.3
Other net operating costs	(2.2)	-52%	(4.6)
<b>Net Group Result</b>	<b>(0.7)</b>	<b>n.m.</b>	<b>14.0</b>

Source: Company data, Banca Akros estimates

**Our analysis:** in H1 22 the Combined AUM amounted to EUR 26.7bn (EUR26.2bn in Q1 22) up by c. 4.1% Y/Y (integrating the amounts attributable to Quaestio Capital SGR), mainly still thanks to the inflows: **Real Estate**, EUR 12.898 (EUR 11.928bn in Q1 22; +10% Y/Y); **Credit**, EUR 3.082bn (EUR 3.078bn in Q1 22; -2% Y/Y); **Private Equity**, EUR 2.509bn (EUR 2.501bn in Q1 22; +5%Y/Y); **Multi-asset/Multi-manager solutions**, EUR 8.191bn (EUR 8.685bn in Q1 22; -2% Y/Y). The group **net result** close at c. EUR -0.7m vs EUR 14m in H1 21, the latter of which included the significant positive effects of the revaluation of funds in the portfolio. The **NFP** closed at c. EUR 88.7m (of which EUR 66m attributable to Holding Companies) vs EUR 140.8m at the end of Q1 22 and EUR 135.9m in FY 21; the difference is attributable mainly to portfolio investments and to the distribution of the extraordinary dividend in May 2022 (of around EUR 26.5m). During H1 22, DeA continued its platform development activities. In particular: 1) in the **RE segment**, new AUM initiatives amounting to more than EUR 1bn have been finalised, including EUR 200m in relation to the launch of the Millennium Luxury fund, dedicated to the development of the hotel belonging to the Four Seasons chain in Rome; 2) with respect to **Private Equity**, new AUM were raised to a total of approximately EUR 100m.

**Conclusion & Action:** we stick to Buy. We believe that the group could cope with the current uncertain situation thanks to its solid NFP, the quality of the assets in the portfolio and the initiatives launched by its alternative asset management platform. We reiterate our investment case. The group is continuing to redirect its business model towards the more value accretive asset management business. We are convinced the company is investible thanks to: 1) the still attractive alternative investment sector; 2) its solid and straightforward cash position; 3) its experienced and committed management team; 4) its attractive dividend yield, which can be improved through the distribution of an extraordinary dividend, just as DeA Capital has done in the last few years; 5) the capability of the commission-based business to smooth out the P&L volatility going forward, mainly thanks to the growing AuM we see and the broadly stable margins we assume in the next few years; 6) its defensive profile, alongside the improvement in the business portfolio internationalisation.