

HIGH FIVE SEPTEMBER 2021



WEDNESDAY 8th SEPTEMBER 2021



PORTZAMPARC
BNP PARIBAS GROUP

L'investissement en Bourse éclairé

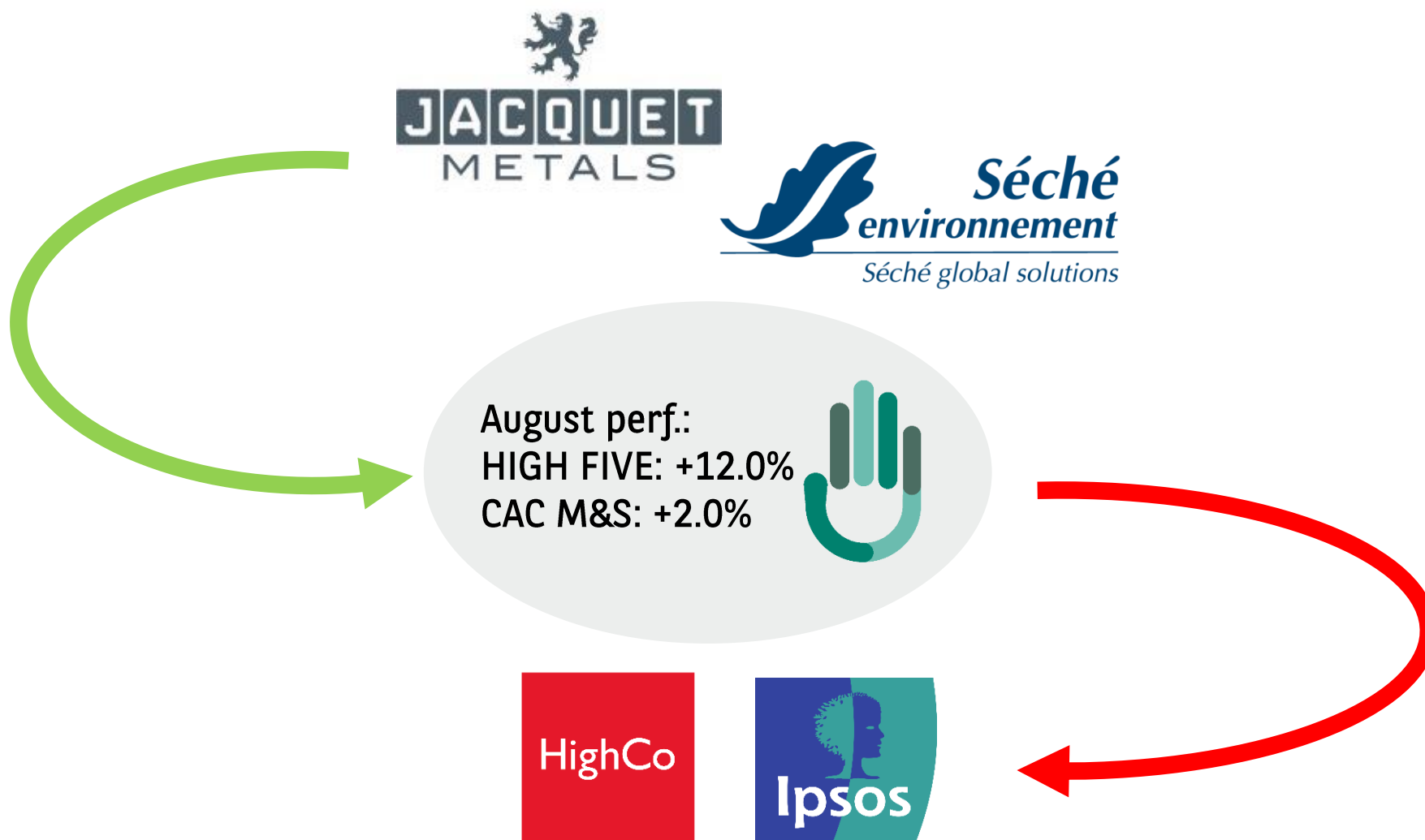
HIGH FIVE – SEPTEMBER 2021

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* Eligible PEA-PME

→ Next High Five on Wednesday, 6th October ←

ENTRIES / EXITS



CLASQUIN New upgrade to come



H1 Results



22th Sept.

Which size?

Price: €61.2

Capi. €141m

Where?

Ticker : ALCLA

PEA-PME

Euronext Growth

Portzamparc ESG rating

	E	S	G	ESG
Rating	62%	79%	35%	64%

**Very strong
start to the
year**

- **H1 GP +44% at €52m**
- **Volume +25%; Price +15%**
- **Unitary prices stay at (very) high levels (x3.5 vs y-1 / +25% vs Q2)**

**H1 2021 EBIT
>
FY 2021 EBIT**

- **H1 EBIT: €11me x4 vs H1 2020 and > to FY 2020 EBIT (€9m)**
- **Consensus is still late and expect for 2021: €16m EBIT vs PZP €18.5m**
- **2021 scenario : +30% GP at €99m, EBIT margin 18,7% (+6.8pt), EPS +156%**

**Strong Buy (1)
TP €67
Upside +9%**

- **Favorable risk/reward with best case at €73 (+19%) and bear case at €57 (-7%)**
- **Discount decrease: 49% discount vs 38% in average over the last 3 years**
- **EV/EBIT: 10.0x 2021, 13.1x 2022**



Yann de Peyrelongue
Financial Analyst

HIGH FIVE

Report produced and signed off on 07th September 2021, 18:00 GMT+1.
Rating & Target Price History : <http://www.midcaps.portzamparc.fr/wp-content/fileadmin/pubt/avertissements.pdf>

08/09/2021

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HEXAOM

Good production, tensions under control



H1 Results



20th Sept.

Which size?

Price: €50.6

Capi. €351m

Where?

Ticker: HEXA

PEA

Euronext

Portzamparc ESG rating

	E	S	G	ESG
Rating	33%	35%	68%	48%

**Well filled
order books**

- IH + 46.4% in value at end of H1, + 21.3% vs 2019 record
- More optimistic management on 2021 production, potential guidance increase
- Controlled inflation - Agreements with suppliers (prices, inventories, etc.)

**Property
development
undervalued**

- Turnover 2021e €81m incl. M&A, + 74% org. vs n-1
- EBIT margin obj. in line with Peers (7%-9%), and accretive for the group
- Good sales rates at Hibana (60%-100%)

**Strong buy (1)
TP €58
Upside +15%**

- Operational leverage: 1/ IH recovery, 2/ M&A accretion and 3/ real estate dev. ramp-up
- Undemanding valuation: 7.5x 2021 EV/EBIT, 6.5x 2022 (average 5y 8.0x)
- 12.1x 2021 PE, 10.8x 2022 (14.5x average 5y)



Arnaud Despré
Financial Analyst

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Jacquet Metals strong market dynamics



H1 Results



9th Sept.

Which size?

Price: €21.0

Capi. €483m

Where?

Ticker: JCQ

PEA-PME

Euronext

Portzamparc ESG rating

	E	S	G	ESG
Rating	31%	21%	65%	39%

Rising
demand and
prices

- 25% increase in demand for stainless steel in Q1 (source: ISSF)
- Continued high demand in Q2 (sources: Jacquet Metals, Acerinox and Outokumpu)
- Continuation of the sequential rise in prices in Q2 (sources: Acerinox and Outokumpu)

High sales &
margin
increase

- Q2e Sales: €416m +33% (+27% volume effect and +6.0% price effect)
- 2021e Sales: €1,660m +22% vs. consensus €1,538m +13%
- 2021e Underlying EBIT margin: 5.4% +360bp, impact of better fixed cost coverage, cost reductions, windfall effect on GM in Q1 (caution over the rest of the year)

Strong Buy (1)
TP €26.3
Upside +25%

- DCF €22.8 (+10%), Peers €29.8 (+44%)
- M&A potential (28% gearing)



Nicolas Montel
Financial Analyst

HIGH FIVE

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SÉCHÉ ENV. Internal and external growth



**H1 Sales +
Net Income**
→
13th Sept.

Which size?

Price: €50.6

Capi. €398m

Where?

Ticker : SCHP

PEA-PME

Euronext

Portzamparc ESG rating

	E	S	G	ESG
Rating	92%	70%	74%	79%

**Rebound in
2021**

- Expected acceleration of growth in Q2 (>15%)
- Positive base effect + good performance of different markets
- In H1, we expect total contributory revenues new scope of €354m (+13%) and an EBITDA of €79.2m (+48%).

**An operation
that calls for
others?**

- Acquisition from the Veolia group of 8 operational centers specialized in the maintenance of sanitation networks and facilities in the Ile-de-France region
- 218 employees, 2021 sales c.€27m, EBITDA = EBIT c.€4m
- Other opportunistic acquisitions to come?

**Strong Buy (1)
TP €58,3
Upside +15%**

- Still attractive multiples
- 2021: 13.6x EV/EBIT, 14.1x PE
- 2022: 11.6x EV/EBIT, 10.9x PE



Nicolas Royot
Financial Analyst

SII Strong dynamics



GA
→
16th Sept.

Which size?

Price: €39.9 Capi. €798m

Where?

Ticker: SII PEA Euronext

Portzamparc ESG rating

	E	S	G	ESG
Rating	54%	67%	68%	63%

Risk limited in the short-term

- Above expectations in the last 5 releases
- Basis of comparison very favorable in H1
- FY guidance Sales L/L growth >10%

Potential in the new cycle

- Releases from peers are encouraging regarding the demand of clients
- Ability to recruit and keep competencies is becoming key again
- SII should perform well in this environment

Strong Buy (1)
TP €46.1
Upside +16%

- The stock performed well but valuation is not stretched: 2021 EV/EBIT 13.7x, 2022 11.6x
- Still room for upgrades in our profitability scenario
- The small dip (-6% vs high) can be bought in our view



Maxence Dhoury
Analyste Financier

HIGH FIVE

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CORPORATE NEWS CALENDAR



PORTZAMPARC
BNP PARIBAS GROUP

22th September

CLASQUIN – H1 Results

20th September

HEXAOM – H1 Results

9th September

JACQUET METALS – H1 Results

13th September

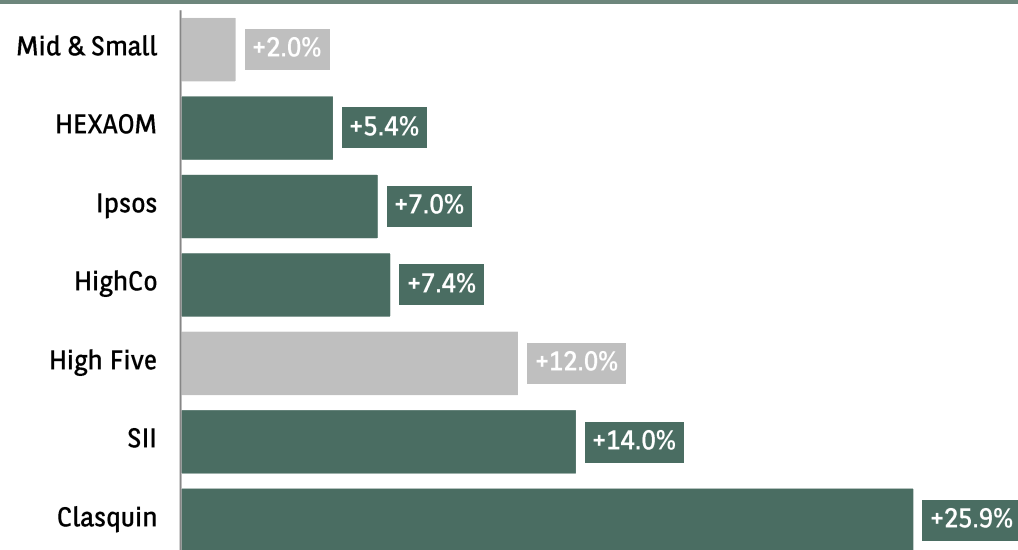
SÉCHÉ ENVIRONNEMENT – H1 Results

16th September

SII – Annual General Meeting

PERFORMANCE

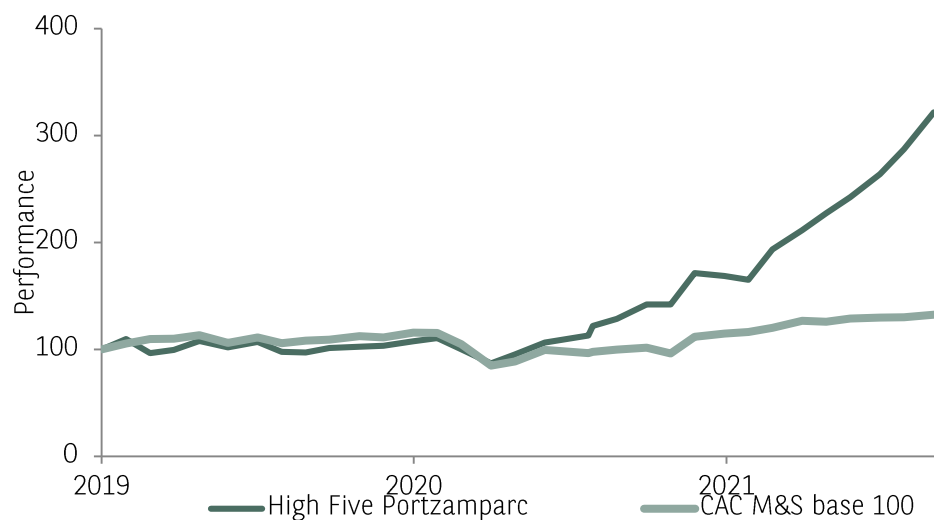
Contribution to last month performance



Comments

- **Record order intake**
- **Still driven by H1 publication**
- **Ability to balance profitability and investment for future growth**
- **Q1 sales well ahead of expectations**
- **Q2 exceptional, environment still favourable**

Performance since January 2019



HIGH FIVE

Sources : Portzamparc, Factset

Performance history

	High Five	CAC Mid&Small
Since August 3rd 2021	12,0%	2,0%
Since Jan. 5th 2021	90,8%	15,6%
Since Jan. 7th 2020	198,8%	14,5%
Since Jan. 8th 2019	221,6%	32,6%

HIGH FIVE PRINCIPLES

1

The 5 stocks are selected based on two complementary approaches: excellent fundamentals and short term growth potential

2

Liquidity: free float >€10m

3

The performance indicated is based on the closing price the day before the publication. It is given for information purpose and is not representative of a performance management (average purchase price/ securities sales, Stock market fees, etc)

4

Weighing : 20% for each stock

5

New Entries / Exits : monthly

6

Being removed from the High Five does not imply a rating downgrade. The short term development is simply deemed less attractive than that of the 5 other stocks

DISCLAIMERS

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Portzamparc positions itself on the eligibility of the shares in the French PEA-PME based on the information given by the issuers and the Decree n° 2014-283 of March 4th 2014 taken for the application of article 70 of law n° 2013-1278 of December 29th 2013 of finances for 2014 setting the eligibility of companies to the PEA-PME, i.e. under 5,000 employees, annual turnover under 1,500 million euros or total assets under 2,000 million euros. Portzamparc cannot be held liable should the information be inaccurate.

Rating and Target price history <http://www.midcaps.portzamparc.fr/wp-content/fileadmin/pubt/avertissements.pdf>

Potential Conflicts of Interest BNP PARIBAS

Companies in which BNP PARIBAS detains participations: <https://wealthmanagement.bnpparibas/fr/conflict-of-interest.html>

This document was first disseminated on **September 6th, 2021 at 9:15 GMT+1.**

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