

### 5 August 2016

INDEX PERF *	1D	1M	6M	12M
Ftse All share	0.6%	3.1%	-5.0%	-30.3%
Ftse Mib	0.7%	2.9%	-5.9%	-32.1%
Ftse Mid cap	0.4%	4.8%	0.8%	-16.5%
Ftse Small cap	0.1%	2.2%	1.9%	-18.7%
Sxxp	0.7%	4.2%	3.7%	-16.4%

\*Source Blb

MARKET DATA	Mkt Cap	Yield 2016	Adj. ROE 2016	PBV 2016
Industrials	74%	3.3%	7.1%	1.5 x
Banks	16%	5.2%	4.1%	0.4 x
Insurers	7%	5.2%	8.5%	0.7 x
Holding Co.s	3%	2.4%	9.5%	0.7 x
Total Italy	100%	3.7%	6.8%	1.0 x

MARKET DATA	Eps Gr% 2016	Eps Gr% 2017	PE Adj 2016	PE Adj 2017
Industrials	-4%	32%	20.7 x	15.6 x
Banks	-20%	32%	11.3 x	8.6 x
Insurers	-2%	-4%	8.1 x	8.4 x
Holding Co.s	281%	-37%	7.7 x	12.2 x
Total Italy	-4%	23%	16.1 x	13.1 x

#### PERF LAST 365 DAYS



#### SALES & TRADING

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#### TOP NEWS - ITALY

- **A2A** **BUY** **Target 1.42**  
Signed the closing to buy 51% in LGH. Acquisition multiple at 8x EBITDA, which is justified by synergies and the strategic positioning of LGH
- **Atlantia** **BUY** **Target 27.2**  
2Q EBITDA slightly above estimates thanks to ADR and Chile. Bottom line affected by higher provision and financial charges
- **BB Biotech** **HOLD** **Target 51**  
Hold reiterated mainly because the discount to NAV is in line with the historical avg. (although recently widened to ~10%). Target +7%
- **BP Milano** **BUY** **Target 0.72**  
Results above expectations thanks to one-off. Confirmed - in the merger with BP - 8bn of disposals of NPLs to 2019.
- **Datalogic** **BUY** **Target 19.4**  
Record margins, well above expectations (17.8% vs 15.1%). First tangible results from the Industrial Automation's turnaround. TP+3%
- **Diasorin** **HOLD** **Target 56.0**  
2Q16 very strong and above expectations. FY16 guidance slightly revised upward. EPS 2016-18E +3% on avg.. Target 56ps (+6.5%)
- **Falck Renewable** **BUY** **Target 1.47**  
Results significantly above expectation with confirmed guidance on FY16 despite brexit. Tgt lowered to 1.47 (-8%) on translation effect in UK
- **Fila** **BUY** **Target 14.0**  
Results in line with estimates. The solid organic trend continues (sales +8.5%)
- **Interpump** **BUY** **Target 16**  
2Q results slightly better than expected, mostly in terms of margins driven by the hydraulic division. Marginal positive revision in FY estimates.
- **Iren** **BUY** **Target 1.75**  
Results above expectations. Guidance improved. We raise our Adj Net Income by +5% in the 2016-2019 period. Buy confirmed
- **Marr** **HOLD** **Target 20.1**  
Results broadly in line. Outlook confirmed, underpinned by acceleration in July
- **Mediobanca** **BUY** **Target 9**  
4Q broadly in line. Weak fees more than offset by trading costs and LLPs. DPS 27 cents vs. 26 cents
- **Sabaf** **BUY** **Target 12.1**  
Results slightly better, with strong margin improvement. Guidance confirmed.
- **Technogym** **BUY** **Target 5.2**  
1H in line, guidance FY revised upward. We increase estimates and target to 5.2 euro (Prev.4.9 euro)
- **Tenaris** **HOLD** **Target 12.0**  
Update of estimates post results: adj. EBITDA 2016-2018 on average -12% Target 12ps (-5%)

- <b>UnipolSai</b>	<b>BUY</b>	<b>Target</b>	<b>2.10</b>
<b>Unipol</b>	<b>BUY</b>	<b>Target</b>	<b>3.80</b>
We have updated the assumptions confirming the bottom line. We cut US` target by -7% and UNI's -11% due to an higher Ke. BUY confirmed.			
- <b>Yoox Net-à-porter</b>	<b>HOLD</b>	<b>Target</b>	<b>24.4</b>
1H16 in line, guidance confirmed. Brexit impact improving in July. Tgt +4% mainly thanks to the tax rate.			

**TOP NEWS - EUROPE**

- <b>Amadeus</b>	<b>HOLD</b>	<b>Target</b>	<b>46</b>
Update post 2Q. Target +5%.			
- <b>Hugo Boss</b>	<b>BUY</b>	<b>Target</b>	<b>70</b>
2Q above estimates at bottom line. Guidance negative revised (2% below consensus at EBITDA level)			
- <b>Umicore</b>	<b>BUY</b>	<b>Target</b>	<b>56</b>
Post 1H16 results we increase our EPS estimates by 5% and target by 16% to 56			

**OTHER NEWS**

- <b>CNH Industrial</b>	<b>HOLD</b>	<b>Target</b>	<b>7.2</b>
- <b>Italmobiliare</b>	<b>HOLD</b>	<b>Target</b>	<b>41.5</b>

**PREVIEWS**

- Banca Carige
- Banco Popolare
- BP Sondrio
- Credito Valtellinese
- Openjob Metis
- Snai
- UBI Banca

## TOP NEWS - ITALY

PERFORMANCE	1M	3M	12M
Absolute	7.5%	-20.5%	-40.2%
Rel. to Ftse All-share	4.3%	-11.7%	-9.9%

MAIN METRICS	2016	2017E	2018E
REVENUES	266	288	298
EBITDA	130	148	155
NET INCOME	6	11	15
Adj. EPS - € cents	2.2	3.9	5.0
DPS ord - € cents	4.0	4.0	4.0

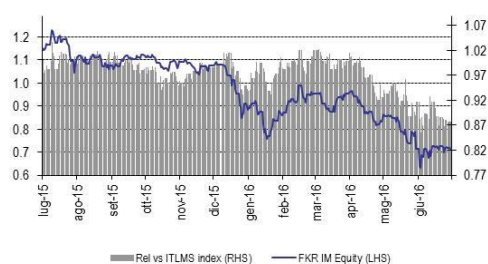
MULTIPLES	2016	2017E	2018E
P/E adj	nm	18.9 x	14.9 x

EV/EBITDA adj (Incl JV)	7.2 x	5.9 x	5.2 x
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REMUNERATION	2016	2017E	2018E
Div. Yield ord	4.5%	5.4%	5.4%
FCF yield	8.7%	19.5%	40.4%

INDEBTEDNESS	2016	2017E	2018E
Net fin position	-621	-591	-515
Debt/EBITDA	4.8 x	4.0 x	3.3 x

### PERF LAST 365 DAYS



## Falck Renewable BUY - Risk H - Target 1.47 - Last 0.74 - EUR

**Results significantly above expectation with confirmed guidance on FY16 despite brexit. Tgt lowered to 1.47 (-8%) on translation effect in UK**

The overall judgement on Fkr 1h16 is very positive. Numbers came out significantly above expectations thanks to better productions, decrease of operating costs, the contribution of the earlier start up of the UK plants and the lower taxation.

The currency effect from Brexit is not fully suffered on P&L (due to the avg exchange rated) while it is fully reflected on Nfp and financial charges and

depreciation (which contributed to the better numbers) in the 1H16:

- Productions at 984 GWh (-1.7%) vs a -3% exp

- Sales at 128.6mn (-13% YoY) vs 126 €mn exp

- Ebitda at 71.3 €mn (-16% YoY) vs 65 €mn exp

- Ebit at 35.7€mn (-22% YoY) vs 30 €mn exp

- NI rep. at 9 €mn (+3% YoY)

- NI adj. at 6.3€mn vs 3.3 €mn exp

- Debito at -589€mn vs -620 €mn exp

Also a one-off effect of 2.7mn contributes at net income level. Minorities income is also lower.

The overall judgement is consequently positive. Management has activated different actions to contain the negative effect of the lower pricing and lower productions.

The guidance on FY16 is confirmed despite the brexit effect (EURGBP at 0.86 vs 0.78) at 130mn ebitda (in line) We consequently confirm our estimate for the FY16 thanks to the very good 1h which compensate the negatives. We anyway reduce the tgt to 1.47€ (-8%) due to the translation effect of the EV for the UK asset (net of the debt positive compensation). we confirm the BUY

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**EXPECTED TOTAL RETURN FOR THE VARIOUS CATEGORIES OF RECOMMENDATION AND RISK PROFILE**

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<b>Recommendation/Rating</b>	<b>Low Risk</b>	<b>Medium Risk</b>	<b>High Risk</b>
<b>BUY</b>	ETR >= 10%	ETR >= 15%	ETR >= 20%
<b>HOLD</b>	-5% <ETR< 10%	-5% <ETR< 15%	0% <ETR< 20%
<b>REDUCE</b>	ETR <= -5%	ETR <= -5%	ETR <= 0%

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