

Italian Mid/Small Caps Monthly

Resilient Markets, Mid-Caps Remain an Opportunity

by Intermonte Research Team

Italian Equity Market

- **Performance (-/+).** The Italian equity market (prices as at 22 August 2025) has posted a positive 7.6% performance in the last month and is up 26.2% YtD. The FTSE Italy Mid-Cap index (+3.8%) has performed 3.8% below the main index in the last month (-7.0% YtD on a relative basis), with the FTSE Italy Small Caps index (+7.7%) performing 0.1% better than the market but -3.4% on a relative basis YtD. Looking at mid/small cap performances across Europe, the MSCI Europe Small Caps index has grown 1.5% in the last month, performing worse than Italian mid/small caps.
- **Estimates (=).** Since the beginning of 2025, we have reduced our 2025/2026 EPS estimates by -6.7%/-3.0%; notably, estimate revisions in the last month have been mixed for large caps (-2.9%/+0.9% on 2025/2026 EPS). Focusing on our mid/small cap coverage, in the last month we have trimmed our 2025 EPS by 0.9%, while we have left 2026 EPS almost unchanged (-0.1%).
- **Valuations (=).** If we compare performance since the beginning of the year to the change in FY25 estimates over the same period, we see that FTSE MIB stocks have recorded a 33.5% re-rating (+22.1% one month ago), mid-caps have re-rated by 23.5%, while small caps have re-rated by 32.5%. On a P/E basis, our panel is trading at a 21% premium to large caps, broadly in line with the historical average premium (20%) and in line with one month ago (21%).
- **Liquidity (+).** Looking at official Italian index trends, we note that liquidity for large caps in the last month (measured by multiplying average volumes by average prices in a specific period) is 28.9% higher than in the corresponding period one year ago (it was up 19.7% YoY one month ago) and is up 33.9% YtD. The picture is also improving for mid-caps, but is weaker for small caps: specifically, since 1/1/25, liquidity is up 23.7% YoY for mid-caps but just 17.0% for small caps. Mid and small caps have shown an improving trend in the last month.
- **Investment strategy.** Over the past month, markets have continued to post positive performances, supported by the first agreements on tariffs (in particular, the EU has formalised a 15% deal), by Fed signals on potential rate cuts, and by the prospect of possible negotiations regarding Ukraine. At the same time, concerns that investments in AI may yield unsatisfactory returns have shaken the performance of many technology stocks. Italian digital enablers have also recorded negative performances, in our view at least partly due to these global concerns. However, we believe this correlation is unwarranted given the very different valuations and business models compared to US big tech. Valuations of Italian mid-caps remain attractive, as also evidenced by the steady flow of delisting announcements. We reaffirm our conviction that the political stability of our market, as reflected in the spread at record lows, will help draw renewed investor attention to mid and small caps. Although there have been no updates in the past month, we also note that the launch of the National Strategic Fund is expected by year-end and should act as a positive catalyst for the sector. Fund managers will have full discretion over investments, provided that at least 70% of the capital is allocated to listed companies outside the FTSE MIB, excluding financial stocks.

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Performance

Mid-caps underperformed large caps in a positive month

The Italian equity market (prices as at 22 August 2025) has posted a positive 7.6% performance in the last month and is up 26.2% YtD. The FTSE Italy Mid-Cap index (+3.8%) has performed 3.8% below the main index in the last month (-7.0% YtD on a relative basis), with the FTSE Italy Small Caps index (+7.7%) performing 0.1% better than the market but -3.4% on a relative basis YtD.

Italian Market Indexes – performance analysis (prices as at 22 August 2025)

Index	Price (Eu)	% Change 1 Month	% Change 3 Months	% Change 6 Months	% Change YTD	% Change 1 Year	% Change 2 Years	% Change 3 Years	% Change 5 Years
FTSE Italia Mid Cap	56,908	3.8%	5.0%	12.0%	19.2%	22.5%	37.9%	45.3%	66.1%
FTSE Italia Small Cap	34,779	7.7%	11.1%	15.8%	22.8%	21.7%	29.9%	19.7%	84.6%
FTSE Italia Star	48,288	2.0%	3.9%	2.9%	6.4%	4.8%	8.7%	2.8%	26.9%
FTSE Italia Growth Index	8,414	1.2%	5.2%	7.0%	6.4%	4.5%	-4.7%	-12.0%	26.7%
FTSE Italia All-Share	45,908	7.6%	7.5%	12.8%	26.2%	29.4%	52.3%	89.4%	113.3%
FTSE MIB	43,310	7.8%	7.6%	12.7%	26.7%	30.0%	53.8%	95.4%	119.9%
Relative Performance vs FTSE Italy All Share		% Change 1 Month	% Change 3 Months	% Change 6 Months	% Change YTD	% Change 1 Year	% Change 2 Years	% Change 3 Years	% Change 5 Years
FTSE Italia Mid Cap		-3.8%	-2.5%	-0.8%	-7.0%	-6.9%	-14.4%	-44.1%	-47.1%
FTSE Italia Small Cap		0.1%	3.6%	3.1%	-3.4%	-7.7%	-22.4%	-69.8%	-28.6%
FTSE Italia Star		-5.6%	-3.5%	-9.8%	-19.7%	-24.6%	-43.6%	-86.7%	-86.4%

Source: FactSet

Looking at mid/small cap performances across Europe, the MSCI Europe Small Caps index has grown 1.5% in the last month, performing worse than Italian mid/small caps.

European Market Indexes – performance analysis

Index	Price	% Change 1 Month	% Change 3 Months	% Change 6 Months	% Change YTD	% Change 1 Year	% Change 2 Years	% Change 3 Years	% Change 5 Years
MSCI Europe	187	3.1%	1.8%	0.8%	10.3%	8.4%	23.4%	28.8%	54.9%
MSCI Europe Small Cap	481	1.5%	4.2%	6.4%	12.0%	9.7%	24.5%	20.2%	36.7%

Source: FactSet

For individual stocks, in the following tables we rank the best and worst performers over two periods: the last month and year-to-date.

Intermonte Mid & Small Cap Coverage – best and worst performers, 1M

Best Performers	Price (Eu)	Market Cap (Eu mn)	Perf. 1M (%)
AVIO	33.05	898	32%
TESMEC	0.08	51	31%
GPI	17.56	508	23%
FNM	0.50	217	22%
DOVALUE	2.88	548	21%
TECHNOGYM	14.86	2,992	19%
AQUAFIL	1.63	119	15%
WIIT	18.22	511	15%
ESPRINET	4.73	238	13%
EMAK	0.98	160	13%
BFF BANK	11.45	2,158	12%
BREMBO	9.35	3,121	12%
CREDITO EMILIANO	14.00	4,778	11%
FINE FOODS	8.76	193	11%
ANTARES VISION	4.98	354	11%
ENAV	4.33	2,345	11%
CYBEROO	1.88	78	11%
OVS GROUP	4.02	1,024	9%
REVO INSURANCE	17.02	448	9%
SYS-DAT	6.44	201	8%
FTSE Italia Mid Cap			4%
FTSE Italia Small Cap			8%
FTSE MIB			8%
Worst Performers	Price (Eu)	Market Cap (Eu mn)	Perf. 1M (%)
REPLY	122.70	4,590	-12%
THE ITALIAN SEA GROUP	4.98	264	-11%
ABITARE IN	2.75	73	-9%
TXT E-SOLUTIONS	30.60	398	-9%
FILA	8.91	383	-9%
FERRAGAMO	4.79	809	-7%
GEOX	0.31	115	-5%
DATALOGIC	4.45	260	-4%
CEMENTIR	13.76	2,189	-4%
BANCA SISTEMA	1.72	138	-4%
FRANCHI UMBERTO MARMI	4.26	140	-3%
MARR	9.85	655	-2%
LOTTOMATICA	23.72	5,969	-2%
BANCA IFIS	23.50	1,445	-2%
UNIDATA	2.85	88	-2%
INTRED	9.66	154	-1%
MONDADORI	2.10	549	-1%
STAR7	6.00	54	-1%
CY4GATE	4.90	116	-1%
SOMECE	14.15	103	0%

Source: FactSet

Intermonte Mid & Small Cap Coverage – best and worst performers YTD

Best Performers	Price (Eu)	Market Cap (Eu mn)	Perf. YTD (%)
FINCANTIERI	17.43	5,654	152%
AVIO	33.05	898	138%
DOVALUE	2.88	548	100%
TINEXTA	14.67	693	85%
LOTTOMATICA	23.72	5,969	85%
GPI	17.56	508	61%
ANTARES VISION	4.98	354	60%
MAIRE	12.59	4,138	52%
REWAY GROUP	9.52	289	52%
WEBUILD	4.05	4,140	42%
TECHNOGYM	14.86	2,992	42%
SECO	2.51	333	39%
REVO INSURANCE	17.02	448	38%
IREN	2.61	3,393	36%
BANCA SISTEMA	1.72	138	36%
CAREL INDUSTRIES	25.00	2,813	35%
IGD	3.32	366	33%
CEMENTIR	13.76	2,189	31%
IEG	8.50	262	30%
CREDITO EMILIANO	14.00	4,778	29%
FTSE Italia Mid Cap			19%
FTSE Italia Small Cap			23%
FTSE MIB			27%
Worst Performers	Price (Eu)	Market Cap (Eu mn)	Perf. YTD (%)
GEOX	0.31	115	-39%
ABITARE IN	2.75	73	-35%
THE ITALIAN SEA GROUP	4.98	264	-33%
FERRAGAMO	4.79	809	-29%
FRANCHI UMBERTO MARMI	4.26	140	-20%
REPLY	122.70	4,590	-20%
MISITANO & STRACUZZI	2.94	78	-18%
INDEL B	19.30	113	-15%
FILA	8.91	383	-14%
INTERCOS	12.04	1,160	-14%
DATALOGIC	4.45	260	-13%
TXT E-SOLUTIONS	30.60	398	-13%
PHARMANUTRA	47.70	462	-12%
CYBEROO	1.88	78	-12%
ELICA	1.49	94	-11%
DHH	20.70	108	-10%
SERI INDUSTRIAL	2.39	129	-10%
PIAGGIO	2.01	721	-8%
WIIT	18.22	511	-6%
ANIMA	6.26	2,036	-6%

Source: FactSet

Earnings Momentum

Mixed EPS changes in the last month

Since the beginning of 2025, we have reduced our 2025/2026 EPS estimates by -6.7%/-3.0%; notably, estimate revisions in the last month have been mixed for large caps (-2.9%/+0.9% on 2025/2026 EPS). Focusing on our mid/small cap coverage, in the last month we have trimmed our 2025 EPS by 0.9%, while we have left 2026 EPS almost unchanged (-0.1%).

Italian Market – Intermonte changes to 2025 and 2026 estimates

EPS REVISION	Since 01/01/2025		Since 25/7/2025	
	% chg in EPS FY25	% chg in EPS FY26	% chg in EPS FY25	% chg in EPS FY26
Total Market	-6.7%	-3.0%	-2.7%	0.8%
Total Market - Ex Energy	-4.8%	0.0%	-3.0%	0.9%
Domestic	4.3%	5.4%	1.4%	2.8%
Non domestic	-27.0%	-17.5%	-12.4%	-3.3%
Non domestic - Ex Energy	-28.3%	-17.7%	-17.8%	-4.6%
FTSE MIB	-6.8%	-3.1%	-2.9%	0.9%
Mid Caps (our coverage)	-4.3%	-1.2%	-0.8%	0.0%
Small Caps (our coverage)	-9.7%	-6.8%	-1.6%	-0.8%
Intermonte Mid&Small Caps coverage	-4.8%	-1.7%	-0.9%	-0.1%

Source: Intermonte SIM

For individual stocks, the following tables rank the biggest changes to our 2025 adjusted net profit estimates since the start of the year.

Intermonte Mid & Small Cap Coverage - largest changes to 2025 est. (up/down) since 1/1/25

Stock	Restated Net Profit 25 as of 31/12/24	Restated net profit 25 last estimate	% chg from 31/12/24
Upward Revision			
TESMEC	-1	6	592.0%
SYS-DAT	7	9	36.5%
SOMECH	4	5	30.1%
IEG	24	29	21.4%
FINCANTIERI	99	119	20.6%
MAIRE	229	264	15.3%
OMER	10	11	15.1%
ANIMA	225	251	11.6%
IGD	36	40	11.3%
FINE FOODS	13	14	10.6%
Downward Revision			
FERRAGAMO	18	-32	-278.7%
ELICA	2	-3	-224.0%
CY4GATE	4	-3	-185.3%
ENAV	132	82	-37.7%
MISITANO & STRACUZZI	10	6	-34.2%
ESPRINET	28	19	-31.9%
ABITARE IN	19	13	-31.2%
PIAGGIO	96	66	-30.5%
BREMBO	282	202	-28.4%

Source: Intermonte SIM

Valuation

Mid/small cap valuation premium, unchanged MoM, at attractive levels

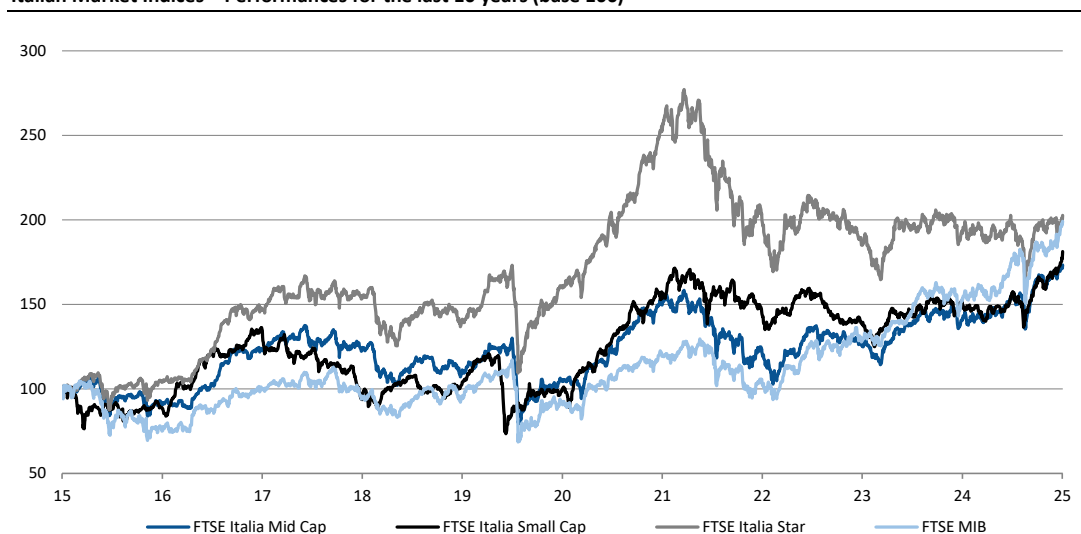
If we compare performance since the beginning of the year to the change in FY25 estimates over the same period, we see that FTSE MIB stocks have recorded a 33.5% re-rating (+22.1% one month ago), mid-caps have re-rated by 23.5%, while small caps have re-rated by 32.5%.

Italian Market – re/de-rating by index YtD

Index	% Change YTD	on FY25 estimates	
		Chg in estimates	Re/De-rating
FTSE MIB	26.7%	-6.8%	33.5%
FTSE Italia Mid Cap	19.2%	-4.3%	23.5%
FTSE Italia Small Cap	22.8%	-9.7%	32.5%

Source: Intermonte SIM and FactSet

Italian Market Indices – Performances for the last 10 years (base 100)

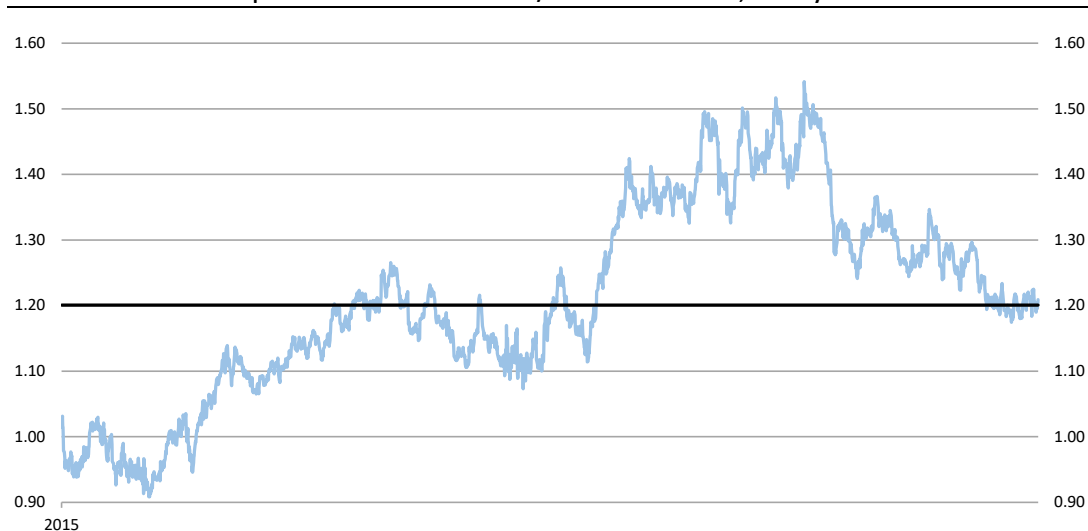


Source: FactSet

In addition to our analysis of the main Italian market indices, we have also compared valuations for our panel of Italian mid/small caps against the main FTSE MIB index.

On a P/E basis, our panel is trading at a 21% premium to large caps, broadly in line with the historical average premium (20%) and in line with the level one month ago (21%).

Intermonte Mid & Small Cap Panel – next twelve months' P/E relative to FTSE MIB, last 10 years



Source: Intermonte SIM and FactSet

The table below shows the stocks in our mid/small cap coverage that have posted the largest re-ratings/de-ratings since the beginning of the year, based on 2025 estimates.

European Market – Valuations

	P/E15	P/E16	P/E17	P/E18	P/E19	P/E20	P/E21	P/E22	P/E23	P/E24	P/E25	P/E25 vs Italian Equivalen	Last 10Y Median	Premium / Disc. vs Avg
FTSE MIB	18.8 x	19.7 x	16.7 x	n.m.	15.7 x	21.6 x	11.5 x	8.6 x	8.0 x	11.5 x	13.1 x		13.1 x	0.0%
FTSE Italy Mid Cap	22.0 x	20.2 x	16.6 x	18.4 x	19.2 x	60.7 x	18.3 x	15.5 x	12.0 x	13.4 x	15.2 x		17.4 x	-12.7%
FTSE Italy Small Caps	nm	nm	18.9 x	14.5 x	nm	51.5 x	20.2 x	14.9 x	14.0 x	12.3 x	15.1 x		15.0 x	0.6%
Germany DAX (TR)	15.5 x	14.3 x	14.2 x	14.8 x	20.5 x	20.8 x	13.1 x	12.4 x	12.4 x	15.3 x	17.1 x	30.6%	14.6 x	17.3%
Germany MDAX	19.7 x	21.6 x	16.3 x	21.0 x	55.5 x	43.8 x	26.6 x	16.4 x	21.2 x	16.5 x	19.7 x	29.4%	21.1 x	-6.6%
France CAC 40	16.2 x	16.1 x	15.3 x	16.0 x	nm	28.6 x	15.6 x	13.1 x	19.9 x	15.6 x	18.9 x	44.2%	16.0 x	18.0%
France CAC Mid 60	20.4 x	36.8 x	16.2 x	15.6 x	nm	nm	20.2 x	13.3 x	12.8 x	22.9 x	15.1 x	-0.8%	15.9 x	
France CAC Small	26.5 x	32.9 x	31.0 x	32.6 x	nm	nm	45.0 x	23.8 x	22.0 x	16.0 x	151.5 x	905.1%	31.8 x	376.2%
FTSE 100	18.2 x	14.7 x	13.2 x	12.6 x	21.8 x	21.1 x	13.0 x	10.5 x	11.4 x	12.1 x	14.1 x	7.9%	13.1 x	7.9%
FTSE 250	16.5 x	14.6 x	12.7 x	13.4 x	43.1 x	43.8 x	21.2 x	14.3 x	21.8 x	13.9 x	14.0 x	-8.4%	14.4 x	-3.4%
IBEX 35	15.8 x	13.3 x	13.7 x	13.0 x	32.1 x	34.8 x	11.9 x	10.8 x	10.6 x	11.8 x	13.5 x	3.2%	13.2 x	2.5%
IBEX MEDIUM	18.9 x	20.9 x	17.0 x	13.8 x	20.4 x	20.4 x	15.4 x	14.5 x	14.9 x	13.8 x	13.7 x	-10.0%	15.2 x	-9.7%

Source: Intermonte SIM and FactSet

Intermonte Mid & Small Cap Coverage – de-rating/re-rating on 2025 estimates since 1st Jan 2025

Stock	Restated Net Profit 25 as of 31/12/24	Restated net profit 25 last estimate	% Chg in Net Profit 25	Share Price perf. 31/12/24	De-rating(-) Re-rating(+)
AVIO	15.5	12.1	-22%	138%	160%
FINCANTIERI	98.9	119.3	21%	152%	131%
TINEXTA	58.3	46.0	-21%	85%	106%
DOVALUE	43.2	43.2	0%	100%	100%
LOTTOMATICA	351.9	360.1	2%	85%	82%
ANTARES VISION	11.0	11.7	6%	60%	54%
SECO	10.4	9.0	-14%	39%	52%
BANCA SISTEMA	29.0	24.7	-15%	36%	51%
GPI	16.0	17.6	10%	61%	51%
REWAY GROUP	26.8	27.4	2%	52%	50%
REVO INSURANCE	33.2	30.1	-9%	38%	48%
BFF BANK	229.6	184.2	-20%	24%	44%
ENAV	131.8	82.1	-38%	6%	44%
ESPRINET	28.1	19.2	-32%	9%	41%
TECHNOGYM	109.1	110.7	1%	42%	41%
MAIRE	228.9	263.9	15%	52%	37%
WEBUILD	330.8	348.5	5%	42%	37%
CAREL INDUSTRIES	64.8	63.8	-2%	35%	36%
CEMENTIR	203.6	199.1	-2%	31%	33%
IREN	300.5	311.8	4%	36%	32%
BREMBO	282.4	202.2	-28%	3%	31%
CREDITO EMILIANO	519.2	523.1	1%	29%	28%
EMAK	18.4	15.4	-16%	11%	27%
SESA	104.9	95.8	-9%	16%	24%
PIAGGIO	95.5	66.4	-30%	-8%	23%
OVS GROUP	90.5	86.5	-4%	18%	23%
IGD	35.7	39.7	11%	33%	21%
AQUAFIL	9.5	9.0	-5%	14%	19%
ERG	210.6	178.1	-15%	3%	18%
WIIT	24.9	19.1	-24%	-6%	18%
BANCA IFIS	170.0	160.3	-6%	11%	17%
MISITANO & STRACUZZI	9.5	6.3	-34%	-18%	16%
LU-VE	39.3	40.4	3%	19%	16%
FILA	47.3	33.9	-28%	-14%	14%
UNIDATA	12.4	10.4	-16%	-4%	12%
MARR	52.7	45.5	-14%	-2%	12%
EL.EN.	57.2	52.6	-8%	3%	11%
INTERCOS	76.6	59.0	-23%	-14%	9%
RAI WAY	86.7	88.1	2%	11%	9%
IEG	24.3	29.5	21%	30%	9%
FINE FOODS	12.7	14.1	11%	17%	6%
MEDIA FOR EUROPE	329.8	309.9	-6%	-2%	4%
MONDADORI	76.8	73.1	-5%	-1%	4%
ACEA	340.7	357.1	5%	8%	4%
DATALOGIC	17.5	14.6	-16%	-13%	3%
NOTORIOUS PICTURES	2.5	2.5	0%	3%	3%
DE' LONGHI	344.8	341.0	-1%	1%	2%
FRANCHI UMBERTO MARMI	15.1	12.1	-20%	-20%	(0%)
INTRED	7.9	7.6	-4%	-5%	(1%)
OMER	9.8	11.2	15%	12%	(3%)
SOMEK	4.2	5.5	30%	25%	(5%)
PHARMANUTRA	21.3	20.0	-6%	-12%	(7%)
STAR7	8.3	8.6	3%	-5%	(8%)
THE ITALIAN SEA GROUP	58.0	44.4	-23%	-33%	(9%)
SERI INDUSTRIAL	-32.2	-32.2	0%	-10%	(10%)
DHH	4.5	4.5	1%	-10%	(11%)
CYBEROO	5.6	5.6	0%	-12%	(12%)
TXT E-SOLUTIONS	28.0	27.8	-1%	-13%	(12%)
SYS-DAT	6.9	9.4	36%	24%	(12%)
INDEL B	18.7	18.7	0%	-15%	(15%)
ANIMA	225.3	251.5	12%	-6%	(17%)

Source: Intermonte SIM

Liquidity

Liquidity up in the last month

Looking at official Italian index trends, we note that liquidity for large caps in the last month (measured by multiplying average volumes by average prices in a specific period) is 28.9% higher than in the corresponding period one year ago (it was up 19.7% YoY one month ago) and is up 33.9% YTD. The picture is also improving for mid-caps, but is weaker for small caps: specifically, since 1/1/25, liquidity is up 23.7% YoY for mid-caps but just 17.0% for small caps. Mid and small caps have shown an improving trend in the last month.

Italian Market – liquidity analysis

	Avg Daily Volume * Avg Price (Eu mn) 2025			Avg Daily Volume * Avg Price (Eu mn) 2024			% Changes (YoY)		
	1M to 24/08	3M to 24/08	YTD to 24/08	1M to 24/08	3M to 24/08	YTD to 24/08	1M to 24/08	3M to 24/08	YTD to 24/08
FTSE MIB									
All stocks	70.57	68.72	80.12	54.76	55.94	59.84	28.9%	22.8%	33.9%
Top 20% by market cap	184.16	180.10	219.50	163.81	160.42	167.24	12.4%	12.3%	31.3%
FTSE Italia Mid Cap									
All stocks	2.78	2.62	2.72	1.56	1.96	2.20	78.5%	33.8%	23.7%
Top 20% by market cap	8.21	7.57	6.78	3.22	3.61	4.07	154.8%	109.6%	66.6%
FTSE Italia Small Cap									
All stocks	0.61	0.44	0.39	0.19	0.26	0.33	221.9%	71.3%	17.0%
Top 20% by market cap	2.61	1.56	1.30	0.51	0.76	0.97	408.1%	105.8%	32.9%

Source: FactSet

For individual stocks, the following table ranks liquidity in our mid/small cap coverage.

Intermonte Mid & Small Cap Coverage – most liquid stocks

Stock	Market Cap (Eu mn)	6M Avg Volume * Avg Price (Eu)
FINCANTIERI	5,654	22,776,546
LOTTOMATICA	5,969	15,401,443
MAIRE	4,138	8,480,240
WEBUILD	4,140	6,741,345
REPLY	4,590	6,705,078
ERG	3,036	6,640,494
BREMBO	3,121	5,719,590
ANIMA	2,036	5,399,622
AVIO	898	5,008,985
IREN	3,393	4,033,040
BANCA IFIS	1,445	3,677,458
TINEXTA	693	3,440,923
DE' LONGHI	4,611	3,347,073
ENAV	2,345	3,302,111
BFF BANK	2,158	3,176,684
DOVALUE	548	3,138,504
FERRAGAMO	809	3,087,676
TECHNOGYM	2,992	2,732,365
CREDITO EMILIANO	4,778	2,403,784
ACEA	4,315	2,397,113
PIAGGIO	721	2,395,615
OVS GROUP	1,024	1,991,030
TIP	1,519	1,495,664
RAI WAY	1,654	1,485,770
CAREL INDUSTRIES	2,813	1,480,761
EL.EN.	963	1,479,757
MEDIA FOR EUROPE	1,892	1,407,581
FILA	383	1,300,011
MARR	655	1,297,862

Source: FactSet

Criteria for investing in mid/small caps

Italian Mid & Small Cap Coverage - geographical breakdown of sales (FY24)

Stock	Italy	Europe (incl. Russia, UK, Turkey)	North America (incl. Mexico)	South America	Asia (incl. China, India, South East Asia)	RoW (Africa, Middle East, Australia, Japan)
Intermonte Coverage	46%	28%	12%	2%	7%	6%

Source: Company data and Intermonte SIM (financial companies excluded from the sample)

A ranking of stocks with the highest expected earnings growth for 2025 vs. 2024, and the highest 2025 dividend yields, can be found in the following tables.

Intermonte Mid & Small Cap Coverage – 2025 dividend yield

Stock	Price (Eu)	Mkt Cap (Eu mn)	EPS 25	DPS 25	Yield 25 %	PayOut 25 %	Net Debt/EBITDA 25
GEOX	0.3	115	0.138	0.069	22.1%	50%	2.6
BANCA IFIS	23.5	1445	2.978	2.098	8.9%	70%	
DOVALUE	2.9	548	0.540	0.250	8.7%	46%	2.2
BFF BANK	11.5	2158	0.977	0.977	8.5%	100%	
PIAGGIO	2.0	721	0.187	0.150	7.4%	80%	1.7
MONDADORI	2.1	549	0.280	0.154	7.3%	55%	1.0
ANIMA	6.3	2036	0.773	0.450	7.2%	58%	
MEDIA FOR EUROPE	4.0	1892	0.545	0.270	6.7%	50%	0.6
MARR	9.9	655	0.684	0.639	6.5%	93%	1.6
ENAV	4.3	2345	0.152	0.280	6.5%	185%	0.5
THE ITALIAN SEA GROUP	5.0	264	0.838	0.320	6.4%	38%	(0.0)
NOTORIOUS PICTURES	0.8	17	0.112	0.045	5.9%	40%	2.3
ESPRINET	4.7	238	0.383	0.274	5.8%	72%	0.4
CREDITO EMILIANO	14.0	4778	1.533	0.800	5.7%	52%	
IREN	2.6	3393	0.240	0.139	5.3%	58%	3.1
RAI WAY	6.1	1654	0.324	0.321	5.3%	99%	0.8
INDEL B	19.3	113	3.208	1.000	5.2%	31%	(0.3)
ERG	20.2	3036	1.185	1.000	5.0%	84%	3.8
ACEA	20.3	4315	1.677	0.988	4.9%	59%	3.7
FNM	0.5	217	0.112	0.023	4.6%	20%	3.3
IGD	3.3	366	0.360	0.150	4.5%	42%	7.8
GPI	17.6	508	0.586	0.700	4.0%	119%	2.9
EMAK	1.0	160	0.094	0.038	3.8%	40%	2.8
MISITANO & STRACUZZI	2.9	78	0.208	0.113	3.8%	54%	2.4
MAIRE	12.6	4138	0.803	0.465	3.7%	58%	(0.5)
FRANCHI UMBERTO MARMI	4.3	140	0.368	0.147	3.5%	40%	1.0
BANCA SISTEMA	1.7	138	0.307	0.054	3.1%	17%	
OVS GROUP	4.0	1024	0.353	0.122	3.0%	35%	0.7
DE' LONGHI	30.5	4611	2.257	0.922	3.0%	41%	(1.4)
DATALOGIC	4.5	260	0.250	0.120	2.7%	48%	(0.1)

Source: Intermonte SIM and FactSet

Intermonte Mid & Small Cap Coverage – EPS growth, 2025 vs. 2024

Stock	Price (Eu)	Mkt Cap (Eu mn)	P/E 24	P/E 25	EPS Growth
ANTARES VISION	5.0	354	nm	30.2	272%
ABITARE IN	2.8	73	12.2	5.6	120%
FINCANTIERI	17.4	5654	98.8	47.2	109%
EMAK	1.0	160	18.0	10.4	73%
TXT E-SOLUTIONS	30.6	398	20.6	14.0	48%
NOTORIOUS PICTURES	0.8	17	9.9	6.8	45%
LOTTOMATICA	23.7	5969	24.0	16.8	43%
CYBEROO	1.9	78	19.6	13.9	41%
SYS-DAT	6.4	201	29.9	21.5	39%
FINE FOODS	8.8	193	22.0	15.9	38%
WEBUILD	4.0	4140	16.3	11.8	38%
MAIRE	12.6	4138	20.8	15.7	33%
THE ITALIAN SEA GROUP	5.0	264	7.8	5.9	31%
BFF BANK	11.5	2158	15.3	11.7	31%
WIIT	18.2	511	34.5	26.8	29%
REWAY GROUP	9.5	289	16.9	13.5	26%
TECHNOGYM	14.9	2992	33.3	27.0	23%
DOVALUE	2.9	548	6.5	5.3	22%
PHARMANUTRA	47.7	462	27.8	23.0	21%
DHH	20.7	108	27.6	23.1	20%
REVO INSURANCE	17.0	448	19.8	16.5	20%
AVIO	33.1	898	88.7	74.2	20%
UNIDATA	2.9	88	10.0	8.5	18%
IREN	2.6	3393	12.6	10.9	16%
REPLY	122.7	4590	21.7	18.8	16%
GPI	17.6	508	34.4	30.0	15%
SOMECE	14.2	103	20.4	17.9	14%
CAREL INDUSTRIES	25.0	2813	49.9	44.1	13%
MEDIA FOR EUROPE	4.0	1892	8.4	7.4	13%
SERI INDUSTRIAL	2.4	129	nm	nm	12%
IGD	3.3	366	10.3	9.2	11%
OVS GROUP	4.0	1024	12.6	11.4	11%
INDEL B	19.3	113	6.6	6.0	10%
INTRED	9.7	154	22.3	20.2	10%
DE' LONGHI	30.5	4611	14.8	13.5	10%
EL. EN.	12.0	963	20.0	18.3	9%
ACEA	20.3	4315	13.1	12.1	8%
FRANCHI UMBERTO MARMI	4.3	140	12.4	11.6	7%
MARR	9.9	655	15.3	14.4	6%

Source: Intermonte SIM and FactSet

Intermonte PIR Mid Caps Coverage - Trading Multiples (Ranked by Stock Name)

Company	P/E 2024	P/E 2025	EV/ EBITDA 2024	EV/ EBITDA 2025	Div. Yield 2024	Div. Yield 2025	FCF Yield 2024	FCF Yield 2025	NETDEBT/ EBITDA 2024	NETDEBT/ EBITDA 2025
ACEA	13.1	12.1	6.3	7.6	4.7%	4.9%	4.3%	-4.0%	3.2x	3.7x
ANIMA	7.2	8.1			7.2%	7.2%				
BANCA IFIS	8.1	7.9			9.0%	8.9%				
BFF BANK	15.3	11.7			0.0%	8.5%				
BREMBO	11.4	14.8	5.6	6.2	3.2%	2.5%	-0.5%	0.8%	0.5x	1.3x
CAREL INDUSTRIES	49.9	44.1	21.8	24.2	0.7%	0.6%	1.8%	1.8%	0.5x	0.1x
CEMENTIR	7.3	9.1			5.4%	5.7%				
CREDITO EMILIANO	14.8	13.5	6.9	6.4	2.8%	3.0%	9.0%	6.3%	-1.2x	-1.4x
DE' LONGHI	20.0	18.3	8.0	8.7	1.8%	1.9%	7.4%	5.1%	-1.2x	-1.8x
EL.EN.	18.6	28.6	7.4	9.9	6.2%	6.5%	8.0%	11.4%	0.8x	0.5x
ENAV	17.3	17.1	10.7	9.3	5.0%	5.0%	-9.8%	1.3%	3.8x	3.8x
ERG	10.7	11.0	3.2	4.4	2.0%	2.0%	9.9%	8.3%	-0.7x	-1.0x
FERRAGAMO	52.1	nm	6.1	5.2	0.0%	-4.1%	-18.9%	-44.5%	2.3x	4.3x
FINCANTIERI	98.8	47.2	6.4	10.7	0.0%	0.0%	5.1%	-2.7%	2.5x	2.8x
INTERCOS	20.4	19.6	10.6	8.1	1.6%	1.4%	1.6%	1.9%	0.7x	0.6x
IREN	12.6	10.9	5.3	5.8	4.9%	5.3%	1.7%	0.7%	3.2x	3.1x
LOTTOMATICA	24.0	16.8	6.8	9.2	1.3%	1.8%	2.1%	3.9%	3.0x	2.2x
LU-VE	18.4	18.2	7.8	9.3	1.3%	1.3%	6.8%	3.5%	1.2x	0.9x
MAIRE	20.8	15.7	5.3	7.9	2.8%	3.7%	4.4%	3.4%	-0.6x	-0.5x
MARR	15.3	14.4	7.7	6.7	6.1%	6.5%	5.3%	0.1%	1.4x	1.6x
MEDIA FOR EUROPE	8.4	7.4	3.2	2.9	6.7%	6.7%	17.9%	16.8%	0.9x	0.6x
MONDADORI	8.0	7.5	4.9	4.4	6.7%	7.3%	13.0%	12.1%	1.1x	1.0x
OVS GROUP	12.6	11.4	4.3	5.5	2.7%	3.0%	5.6%	6.2%	0.8x	0.7x
PHARMANUTRA	27.8	23.0	16.7	13.5	2.1%	2.2%	3.7%	4.3%	-0.2x	-0.5x
PIAGGIO	10.6	10.8	5.2	4.2	7.7%	7.4%	-4.7%	12.6%	1.9x	1.7x
RAI WAY	18.0	18.8	8.2	9.6	5.5%	5.3%	7.1%	7.1%	0.7x	0.8x
REPLY	21.7	18.8	11.4	8.9	0.9%	1.0%	5.8%	5.8%	-0.9x	-1.2x
SESA	10.5	11.7	7.2	6.1	1.4%	1.4%	10.3%	4.8%	0.0x	0.3x
TECHNOGYM	33.3	27.0	9.7	13.4	1.5%	1.8%	3.7%	3.4%	-0.9x	-1.1x
THE ITALIAN SEA GROUP	7.8	5.9	6.9	3.5	7.4%	6.4%	-9.5%	12.4%	0.2x	0.0x
TIP	11.4	10.9			1.9%	2.2%				
TXT E-SOLUTIONS	20.6	14.0	10.9	8.8	0.8%	1.2%	1.9%	4.1%	2.8x	1.9x
WEBUILD	16.3	11.8	0.9	2.7	2.0%	2.0%	2.2%	-6.6%	-1.5x	-1.0x
WIIT	34.5	26.8	13.2	10.7	1.6%	1.9%	2.7%	5.5%	3.8x	3.1x

Source: Intermonte SIM

Intermonte PIR Small Caps Coverage - Trading Multiples (Ranked by Stock Name)

Company	P/E 2024	P/E 2025	EV/ EBITDA 2024	EV/ EBITDA 2025	Div. Yield 2024	Div. Yield 2025	FCF Yield 2024	FCF Yield 2025	NETDEBT/ EBITDA 2024	NETDEBT/ EBITDA 2025
ABITARE IN	12.2	5.6	12.0	8.2	0.0%	0.0%	-63.3%	-85.6%	5.2x	5.6x
ANTARES VISION	nm	30.2	9.0	11.1	0.0%	0.0%	6.2%	2.8%	4.2x	2.2x
AQUAFIL	nm	15.8	5.5	4.1	0.0%	0.0%	1.5%	16.6%	3.7x	2.5x
AVIO	88.7	74.2	6.7	23.8	0.4%	0.7%	2.6%	-1.4%	-3.5x	-2.3x
CY4GATE	nm	nm	13.6	7.4	0.0%	0.0%	-0.1%	2.4%	2.7x	1.5x
DATALOGIC	12.7	17.8	8.0	5.3	2.7%	2.7%	1.7%	7.1%	0.2x	-0.1x
DHH	27.6	23.1	9.1	8.1	0.0%	0.0%	2.6%	3.9%	0.3x	0.3x
ELICA	78.4	nm	6.0	5.7	2.7%	0.0%	13.5%	9.6%	2.1x	2.3x
EMAK	18.0	10.4	6.1	5.2	2.6%	3.8%	2.4%	14.2%	3.4x	2.8x
ESPRINET	11.0	12.3	4.2	3.9	8.5%	5.8%	-1.2%	14.6%	0.5x	0.4x
FILA	11.1	13.4	4.4	4.9	9.0%	1.9%	19.0%	11.6%	1.7x	1.8x
FINE FOODS	22.0	15.9	7.6	7.6	1.6%	1.9%	5.0%	-8.8%	1.2x	1.7x
FNM	4.1	4.4	3.4	3.7	3.7%	4.6%	208.0%	-78.4%	3.2x	3.3x
FRANCHI UMBERTO MARMI	12.4	11.6	9.0	6.3	2.5%	3.5%	-1.8%	8.3%	1.3x	1.0x
GEOX	2.3	2.3	4.1	3.2	21.4%	22.1%	27.4%	71.6%	2.9x	2.6x
GPI	34.4	30.0	6.4	7.3	2.8%	4.0%	-3.1%	2.5%	3.1x	2.9x
IEG	8.1	8.9	3.2	4.7	2.4%	2.4%	7.9%	0.3%	1.0x	1.1x
IGD	10.3	9.2	10.2	11.5	3.0%	4.5%	2.0%	11.5%	7.9x	7.8x
INDEL B	6.6	6.0	4.2	3.0	4.1%	5.2%	15.2%	13.6%	0.1x	-0.3x
INTRED	22.3	20.2	8.4	7.4	1.0%	1.2%	-6.6%	-0.8%	1.4x	1.4x
MISITANO & STRACUZZI	9.9	14.1	7.5	9.0	5.8%	3.8%	-18.2%	-11.0%	1.3x	2.4x
NOTORIOUS PICTURES	9.9	6.8	3.4	3.3	4.1%	5.9%	-15.7%	45.8%	2.2x	2.3x
OMER	12.3	12.2	5.2	6.1	1.5%	0.0%	1.6%	8.8%	-1.1x	-1.6x
REVO INSURANCE	19.8	16.5			1.3%	1.6%				
REWAY GROUP	16.9	13.5	6.9	8.7	0.0%	0.0%	0.1%	1.5%	1.6x	1.2x
SECO	nm	37.1	15.7	11.0	0.0%	0.0%	2.9%	0.3%	3.6x	1.4x
SOMEC	20.4	17.9	6.2	4.4	0.0%	0.0%	27.9%	13.0%	2.0x	1.3x
STAR7	6.6	6.3	4.8	4.1	0.0%	0.0%	18.1%	13.8%	1.5x	1.4x
SYS-DAT	29.9	21.5	10.2	10.0	0.6%	0.6%	3.2%	4.7%	-2.8x	-1.2x
TESMEC	nm	8.3	4.9	4.4	0.0%	0.0%	-5.9%	5.1%	3.6x	3.3x
TINEXTA	15.9	15.1	11.0	9.2	2.0%	1.2%	2.3%	7.1%	3.2x	2.3x
UNIDATA	10.0	8.5	5.6	4.2	0.4%	0.4%	13.0%	9.6%	1.6x	1.3x

Source: Intermonte SIM

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GUIDE TO FUNDAMENTAL RESEARCH

The main methods used to evaluate financial instruments and set a target price for 12 months after the investment recommendation are as follows:

- Discounted cash flow (DCF) model or similar methods such as a dividend discount model (DDM)
- Comparison with market peers, using the most appropriate methods for the individual company analysed: among the main ratios used for industrial sectors are price/ earnings (P/E), EV/EBITDA, EV/EBIT, price /sales
- Return on capital and multiples of adjusted net book value are the main methods used for banking sector stocks, while for insurance sector stocks return on allocated capital and multiples on net book value and embedded portfolio value are used
- For the utilities sector comparisons are made between expected returns and the return on the regulatory asset base (RAB)

Some of the parameters used in evaluations, such as the risk-free rate and risk premium, are the same for all companies covered, and are updated to reflect market conditions. Currently a risk-free rate of 4.0% and a risk premium of 5.5% are being used.

Frequency of research: quarterly.

Reports on all companies listed on the FTSEMIB40 Index, most of those on the MIDEX Index and the main small caps (regular coverage) are published at least once per quarter to comment on results and important newsflow.

A draft copy of each report may be sent to the subject company for its information (without target price and/or recommendations), but unless expressly stated in the text of the report, no changes are made before it is published.

Explanation of our ratings system:

BUY: stock expected to outperform the market by over 25% over a 12 month period;

OUTPERFORM: stock expected to outperform the market by between 10% and 25% over a 12 month period;

NEUTRAL: stock performance expected at between +10% and - 10% compared to the market over a 12 month period;

UNDERPERFORM: stock expected to underperform the market by between -10% and -25% over a 12 month period;

SELL: stock expected to underperform the market by over 25% over a 12 month period.

Prices: The prices reported in the research refer to the price at the close of the previous day of trading

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