

Italian Mid/Small Caps Monthly

Expecting Rotation to Finally Support Mid/Small Caps in 2026

by Intermonte Research Team

Italian Equity Market

- **Performance (=).** The Italian equity market (prices as at 18 December 2025) has posted a positive 3.9% performance in the last month and is up 29.6% YtD. The FTSE Italy Mid-Cap index (+3.2%) has performed 0.7% below the main index in the last month (-7.2% YtD on a relative basis), with the FTSE Italy Small Caps index (+4.2%) performing 0.2% better than the market and -1.8% on a relative basis YtD. Looking at mid/small cap performances across Europe, the MSCI Europe Small Caps index has risen 4.6% in the last month, performing better than Italian mid/small caps.
- **Estimates (=).** Since the beginning of 2025, we have reduced our 2025/2026 EPS estimates by -5.0%/0.0%; notably, estimate revisions in the last month have been not meaningful for large caps (-0.2%/+0.2% on 2025/2026 EPS). Focusing on our mid/small cap coverage, in the last month we have trimmed our 2025 EPS by 0.7%, while leaving 2026 EPS forecasts almost unchanged.
- **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 34.8% re-rating (+32.7% one month ago), mid-caps have re-rated by 29.6%, while small caps have re-rated by 43.7%. On a P/E basis, our panel is trading at a 26% premium to large caps, higher than the historical average premium (21%) and above the level one month ago (23%).
- **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 14.0% higher than in the corresponding period one year ago (it was up 20.8% YoY one month ago) and up 32.3% YtD. The picture is also improving for mid-caps, but is weaker for small caps: specifically, since 1/1/25, liquidity has increased 21.4% YoY for mid-caps but fallen 39.2% for small caps (this number has been slightly penalised by index reshuffles).
- **Investment strategy.** In a few days, the Italian Market will close 2025 with an excellent rise of c.30%. This performance was once again fuelled by financials, but also utilities, enabling the FTSE MIB to outperform mid and small caps. Looking ahead to next year, the macroeconomic picture should be more stable than in 2025, which was affected by widespread uncertainty, including the introduction of tariffs and currency movements. In 2026, key areas such as Germany are expected to see the benefits of expansionary policies, while Italy should continue along its positive path of country-risk reduction. These factors support a favourable outlook for our mid- and small-cap universe. From a sector perspective, we see attractive opportunities among Italian IT enablers, a segment that underperformed in 2025 and includes high-quality companies that, at different points along the value chain, support the digitalisation of the Italian economy. With a selective approach, we believe compelling investment stories can also be found in the consumer and industrial segments, with companies that have successfully established themselves in international markets thanks to the quality of their products and the reliability of their brands. Finally, we believe the media sector could see renewed interest, as it is currently trading at very attractive valuation multiples. Liquidity for mid/small caps remains mixed but we finally expect the indirect National Strategic Fund to take off and a potential revamp of IPOs, which could be a significant catalyst for a resurgence of interest in the asset class.

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Performance

Positive market performance in the last month

The Italian equity market (prices as at 18 December 2025) has posted a positive 3.9% performance in the last month and is up 29.6% YtD. The FTSE Italy Mid-Cap index (+3.2%) has performed 0.7% below the main index in the last month (-7.2% YtD on a relative basis), with the FTSE Italy Small Caps index (+4.2%) performing 0.2% better than the market and -1.8% on a relative basis YtD.

Italian Market Indexes – performance analysis (prices as at 18 December 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	58,467	3.2%	3.0%	9.2%	22.4%	22.0%	34.7%	48.3%	55.3%
FTSE Italia Small Cap	36,202	4.2%	0.2%	16.9%	27.8%	28.0%	34.7%	29.9%	67.9%
FTSE Italia Star	49,598	5.2%	1.1%	6.3%	9.3%	7.4%	7.2%	7.4%	13.1%
FTSE Italia Growth Index	8,481	1.7%	-1.2%	4.5%	7.3%	8.1%	4.5%	-9.1%	18.3%
FTSE Italia All-Share	47,171	3.9%	5.0%	12.7%	29.6%	28.8%	46.1%	83.5%	97.1%
FTSE MIB	44,463	3.8%	5.1%	12.8%	30.1%	29.3%	47.0%	87.7%	102.3%
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		-0.7%	-2.0%	-3.5%	-7.2%	-6.9%	-11.5%	-35.2%	-41.9%
FTSE Italia Small Cap		0.2%	-4.8%	4.2%	-1.8%	-0.8%	-11.5%	-53.6%	-29.3%
FTSE Italia Star		1.3%	-3.9%	-6.4%	-20.3%	-21.4%	-38.9%	-76.1%	-84.0%

Source: FactSet

Looking at mid/small cap performances across Europe, the MSCI Europe Small Caps index has been up 4.6% in the last month, performing better 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	195	3.9%	5.3%	8.1%	15.0%	13.5%	22.6%	37.2%	48.8%
MSCI Europe Small Cap	479	4.6%	1.2%	3.5%	11.5%	11.2%	16.9%	26.5%	19.1%

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 (%)
TESMEC	0.16	94	25%
CEMENTIR	18.80	2,991	22%
EL.EN.	13.61	1,092	18%
CY4GATE	7.81	184	14%
FERRAGAMO	8.15	1,375	12%
DOVALUE	2.79	530	12%
SYS-DAT	5.88	184	11%
DE' LONGHI	36.70	5,553	10%
REVO INSURANCE	18.32	537	10%
TIP	8.99	1,658	9%
WIIT	19.58	549	9%
NOTORIOUS PICTURES	0.68	15	9%
GPI	16.40	474	9%
CREDITO EMILIANO	15.30	5,222	9%
WEBUILD	3.45	3,529	8%
LU-VE	39.50	878	8%
IEG	8.46	261	7%
MARR	9.05	602	7%
FINE FOODS	9.58	211	6%
TECHNOGYM	16.25	3,272	6%
FTSE Italia Mid Cap			3%
FTSE Italia Small Cap			4%
FTSE MIB			4%
Worst Performers	Price (Eu)	Market Cap (Eu mn)	Perf. 1M (%)
OMER	3.99	115	-11%
BFF BANK	9.44	1,780	-11%
AVIO	28.15	1,317	-5%
SECO	2.80	372	-3%
AQUAFIL	1.36	99	-3%
REWAY GROUP	10.20	310	-3%
CYBEROO	1.46	60	-2%
IGD	3.39	374	-2%
MISITANO & STRACUZZI	2.20	58	-2%
TXTE-SOLUTIONS	30.15	392	-2%
MAIRE	12.58	4,134	-2%
INTRED	9.34	149	-1%
IREN	2.53	3,289	-1%
ERG	21.74	3,268	-1%
PIRELLI & C	5.88	5,884	-1%
UNIDATA	2.86	88	-1%
ACEA	21.82	4,647	-1%
THE ITALIAN SEA GROUP	4.16	220	0%
INTERCOS	11.06	1,066	0%
FNM	#Calc	#Calc	0%

Source: FactSet

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

Best Performers	Price (Eu)	Market Cap (Eu mn)	Perf. YTD (%)
AVIO	28.15	1,317	152%
TESMEC	0.16	94	130%
DOVALUE	2.79	530	94%
TINEXTA	14.83	700	87%
CEMENTIR	18.80	2,991	78%
REWAY GROUP	10.20	310	63%
ANTARES VISION	5.01	356	61%
CY4GATE	7.81	184	58%
TECHNOGYM	16.25	3,272	56%
SECO	2.80	372	55%
MAIRE	12.58	4,134	52%
GPI	16.40	474	50%
REVO INSURANCE	18.32	537	49%
LU-VE	39.50	878	42%
CREDITO EMILIANO	15.30	5,222	41%
ESPRINET	6.00	303	39%
SESA	84.90	1,315	36%
IGD	3.39	374	35%
OVS GROUP	4.58	1,169	35%
CAREL INDUSTRIES	#Calc	#Calc	35%
FTSE Italia Mid Cap			22%
FTSE Italia Small Cap			28%
FTSE MIB			30%
Worst Performers	Price (Eu)	Market Cap (Eu mn)	Perf. YTD (%)
THE ITALIAN SEA GROUP	4.16	220	-44%
GEOX	0.31	113	-40%
MISITANO & STRACUZZI	2.20	58	-39%
CYBEROO	1.46	60	-31%
ABITARE IN	2.90	77	-31%
REPLY	116.80	4,370	-24%
INTERCOS	11.06	1,066	-21%
PIAGGIO	1.82	650	-17%
INDEL B	19.00	111	-17%
TXT E-SOLUTIONS	30.15	392	-14%
DATALOGIC	4.53	265	-12%
MARR	9.05	602	-10%
ANIMA	6.06	1,971	-9%
NOTORIOUS PICTURES	0.68	15	-8%
INTRED	9.34	149	-8%
OMER	3.99	115	-7%
FILA	9.82	422	-5%
DHH	21.80	114	-5%
AQUAFIL	1.36	99	-5%
UNIDATA	2.86	88	-4%

Source: FactSet

Earnings Momentum

2026 EPS forecasts almost unchanged in the last month

Since the beginning of 2025, we have reduced our 2025/2026 EPS estimates by -5.0%/0.0%; notably, estimate revisions in the last month have been not meaningful for large caps (-0.2%/+0.2% on 2025/2026 EPS). Focusing on our mid/small cap coverage, in the last month we have trimmed our 2025 EPS by 0.7%, while leaving 2026 EPS forecasts almost unchanged.

Italian Market – Intermonte changes to 2025 and 2026 estimates

EPS REVISION	Since 01/01/2025		Since 18/11/2025	
	% chg in EPS FY25	% chg in EPS FY26	% chg in EPS FY25	% chg in EPS FY26
Total Market	-5.0%	0.0%	-0.3%	0.2%
Total Market - Ex Energy	-3.6%	2.9%	-0.3%	0.3%
Domestic	5.8%	6.7%	-0.1%	0.0%
Non domestic	-27.0%	-17.7%	-0.9%	0.8%
Non domestic - Ex Energy	-28.3%	-17.8%	-1.2%	1.4%
FTSE MIB	-4.8%	0.4%	-0.2%	0.2%
Mid Caps (our coverage)	-7.1%	-3.6%	-0.5%	-0.1%
Small Caps (our coverage)	-15.9%	-10.3%	-3.1%	-0.5%
Intermonte Mid&Small Caps coverage	-8.0%	-4.3%	-0.7%	-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	7	628.0%
SOMECE	4	5	30.1%
SYS-DAT	7	9	26.5%
GPI	16	19	20.8%
IEG	24	29	19.2%
MAIRE	229	268	17.0%
FINE FOODS	13	15	16.9%
ANIMA	225	251	11.6%
IGD	36	40	11.3%
ACEA	341	373	9.5%
Downward Revision			
ELICA	2	-3	-251.8%
FERRAGAMO	18	-24	-231.7%
CY4GATE	4	-4	-196.6%
NOTORIOUS PICTURES	3	-1	-153.5%
MISITANO & STRACUZZI	10	2	-80.7%
ABITARE IN	19	0	-68.7%
AQUAFIL	9	3	-68.2%
PIAGGIO	96	32	-66.8%
THE ITALIAN SEA GROUP	58	23	-60.4%

Source: Intermonte SIM

Valuation

Mid/small cap valuation premium up in the last month

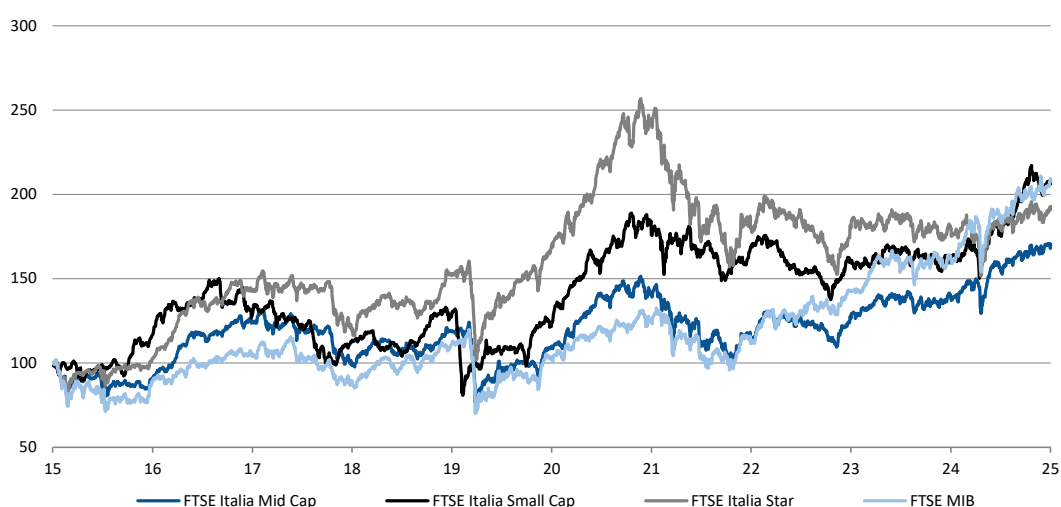
If we compare performance since the beginning of the year to the change in FY25 estimates over the same period, we see that FTSE MIB stocks have recorded a 34.8% re-rating (+32.7% one month ago), mid-caps have re-rated by 29.6%, while small caps have re-rated by 43.7%.

Italian Market – re/de-rating by index YtD

Index	% Change YTD	on FY25 estimates	
		Chg in estimates	Re/De-rating
FTSE MIB	30.1%	-4.8%	34.8%
FTSE Italia Mid Cap	22.4%	-7.1%	29.6%
FTSE Italia Small Cap	27.8%	-15.9%	43.7%

Source: Intermonte SIM and FactSet

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

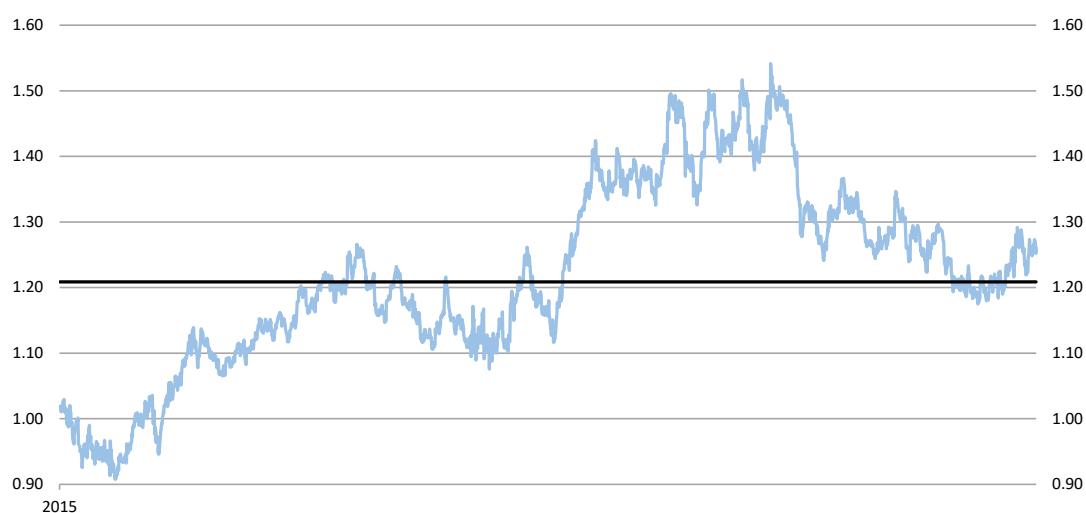


Source: FactSet

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 26% premium to large caps, higher than the historical average premium (21%) and above the level one month ago (23%).

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	15.7 x		17.4 x	-9.9%
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	16.1 x		15.5 x	3.8%
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	17.3 x	31.9%	14.6 x	18.3%
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	18.8 x	19.5%	21.1 x	-10.9%
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	19.7 x	50.7%	16.0 x	23.2%
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	18.8 x	19.8%	17.5 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	77.9 x	384.2%	31.8 x	144.9%
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	14.4 x	9.9%	13.1 x	9.9%
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	13.8 x	-12.2%	14.4 x	-4.4%
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	14.7 x	12.3%	13.2 x	11.5%
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	14.3 x	-9.2%	15.2 x	-5.9%

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(+)
CY4GATE	3.9	-3.8	-197%	58%	255%
NOTORIOUS PICTURES	2.5	-1.3	-153%	-8%	145%
DOVALUE	43.2	43.2	0%	94%	94%
AQUAFIL	9.5	3.0	-68%	-5%	63%
REVO INSURANCE	33.2	30.2	-9%	49%	58%
ESPRINET	28.1	22.9	-19%	39%	58%
REWAY GROUP	26.8	28.5	6%	63%	56%
ANTARES VISION	11.0	11.7	6%	61%	55%
TECHNOGYM	109.1	111.9	3%	56%	53%
ENAV	131.8	81.6	-38%	15%	53%
SECO	10.4	10.7	3%	55%	52%
PIAGGIO	95.5	31.8	-67%	-17%	50%
BANCA SISTEMA	29.0	24.7	-15%	34%	49%
SESA	104.9	95.8	-9%	36%	45%
MISITANO & STRACUZZI	9.5	1.8	-81%	-39%	42%
CREDITO EMILIANO	519.2	523.1	1%	41%	40%
LU-VE	39.3	41.1	5%	42%	38%
MAIRE	228.9	267.7	17%	52%	35%
CAREL INDUSTRIES	64.8	64.6	0%	35%	35%
BFF BANK	229.6	159.1	-31%	3%	33%
OVS GROUP	90.5	92.2	2%	35%	33%
IREN	300.5	302.4	1%	32%	31%
MEDIA FOR EUROPE	329.8	226.2	-31%	-1%	30%
GPI	16.0	19.3	21%	50%	29%
ERG	210.6	175.0	-17%	11%	28%
EL.EN.	57.2	51.1	-11%	17%	27%
WIIT	24.9	18.7	-25%	1%	26%
BREMBO	282.4	217.0	-23%	3%	26%
BANCA IFIS	170.0	160.3	-6%	20%	25%
STAR7	8.3	9.0	8%	33%	25%
IGD	35.7	39.7	11%	35%	24%
MARR	52.7	35.7	-32%	-10%	22%
FILA	47.3	34.3	-27%	-5%	22%
DE' LONGHI	344.8	350.7	2%	22%	20%
UNIDATA	12.4	9.5	-24%	-4%	20%
THE ITALIAN SEA GROUP	58.0	23.0	-60%	-44%	16%
WEBUILD	330.8	348.5	5%	21%	16%
PIRELLI & C	628.9	583.9	-7%	7%	15%
EMAK	18.4	16.2	-12%	2%	14%
FINE FOODS	12.7	14.9	17%	28%	11%
IEG	24.3	28.9	19%	30%	11%
ACEA	340.7	373.0	9%	17%	7%
PHARMANUTRA	21.3	19.9	-7%	-1%	5%
DATALOGIC	17.5	14.6	-16%	-12%	5%
MONDADORI	76.8	72.2	-6%	-3%	3%
INTERCOS	76.6	60.7	-21%	-21%	0%
INTRED	7.9	7.3	-8%	-8%	(0%)
SOMEC	4.2	5.5	30%	29%	(1%)
DHH	4.5	4.4	-3%	-5%	(2%)
RAI WAY	86.7	91.5	5%	-1%	(6%)
OMER	9.8	9.8	0%	-7%	(7%)
SYS-DAT	6.9	8.7	27%	14%	(13%)
TXT E-SOLUTIONS	28.0	27.9	0%	-14%	(14%)
INDEL B	18.7	18.7	0%	-17%	(17%)
ANIMA	225.3	251.5	12%	-9%	(20%)
REPLY	232.2	249.5	7%	-24%	(31%)
CYBEROO	5.6	5.6	0%	-31%	(31%)
GEOX	35.8	35.8	0%	-40%	(40%)
TESMEC	-1.3	6.6	628%	130%	(498%)

Source: Intermonte SIM

Liquidity

Liquidity up in the last month except for small caps

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 14.0% higher than in the corresponding period one year ago (it was up 20.8% YoY one month ago) and up 32.3% YtD. The picture is also improving for mid-caps, but is weaker for small caps: specifically, since 1/1/25, liquidity has increased 21.4% YoY for mid-caps but fallen 39.2% for small caps (this number has been slightly penalised by index reshuffles).

Italian Market – liquidity analysis

	Avg Daily Volume * Avg Price (Eu mn) 2025			Avg Daily Volume * Avg Price (Eu mn) 2024			% Changes (YoY)		
	1M to 18/11	3M to 18/11	YTD to 18/11	1M to 18/11	3M to 18/11	YTD to 18/11	1M to 18/11	3M to 18/11	YTD to 18/11
FTSE MIB									
All stocks	71.21	78.08	79.53	62.46	62.73	60.09	14.0%	24.5%	32.3%
Top 20% by market cap	181.70	198.01	212.03	165.44	177.10	170.10	9.8%	11.8%	24.7%
FTSE Italia Mid Cap									
All stocks	3.14	3.33	2.88	2.36	2.33	2.37	33.2%	42.9%	21.4%
Top 20% by market cap	6.77	6.47	6.27	4.70	4.89	4.97	44.0%	32.5%	26.2%
FTSE Italia Small Cap									
All stocks	0.28	0.35	0.31	0.31	0.28	0.50	(9.9%)	27.8%	(39.2%)
Top 20% by market cap	0.61	0.83	0.75	0.73	0.59	0.68	(16.4%)	39.5%	9.2%

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)
AVIO	1,317	17,158,744
PIRELLI & C	5,884	10,832,341
WEBUILD	3,529	7,938,581
REPLY	4,370	7,168,009
MAIRE	4,134	5,525,213
ERG	3,268	5,311,929
BANCA IFIS	1,561	4,406,858
DE' LONGHI	5,553	3,988,373
BREMBO	3,131	3,973,560
TINEXTA	700	3,496,744
FERRAGAMO	1,375	3,389,103
BFF BANK	1,780	3,315,638
SESA	1,315	3,180,628
IREN	3,289	3,147,192
DOVALUE	530	3,078,295
TECHNOGYM	3,272	2,937,249
ENAV	2,533	2,883,677
CREDITO EMILIANO	5,222	2,128,473
CEMENTIR	2,991	2,052,353
MEDIA FOR EUROPE	2,376	2,034,312
OVS GROUP	1,169	2,008,135
PIAGGIO	650	1,888,892
TIP	1,658	1,651,697
FILA	422	1,606,706
CAREL INDUSTRIES	2,813	1,582,848
GPI	474	1,568,432
RAI WAY	1,485	1,414,415
ESPRINET	303	1,250,744
MARR	602	1,244,210

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	113	0.138	0.069	22.4%	50%	2.6
BFF BANK	9.4	1780	0.843	0.843	8.9%	100%	
BANCA IFIS	25.4	1561	2.978	2.098	8.3%	70%	
MONDADORI	2.1	540	0.276	0.154	7.5%	56%	1.0
ANIMA	6.1	1971	0.773	0.450	7.4%	58%	
MEDIA FOR EUROPE	4.1	2376	0.324	0.270	6.6%	83%	3.9
RAI WAY	5.5	1485	0.336	0.334	6.1%	99%	0.8
ENAV	4.7	2533	0.151	0.280	6.0%	186%	0.4
THE ITALIAN SEA GROUP	4.2	220	0.433	0.245	5.9%	57%	1.0
MARR	9.1	602	0.537	0.502	5.5%	93%	2.1
IREN	2.5	3289	0.232	0.139	5.5%	60%	3.1
ESPRINET	6.0	303	0.457	0.327	5.5%	72%	0.6
INDEL B	19.0	111	3.208	1.000	5.3%	31%	(0.3)
CREDITO EMILIANO	15.3	5222	1.533	0.800	5.2%	52%	
FNM	0.5	207	0.108	0.023	4.8%	21%	3.3
ACEA	21.8	4647	1.752	1.007	4.6%	57%	3.6
ERG	21.7	3268	1.164	1.000	4.6%	86%	3.8
IGD	3.4	374	0.360	0.150	4.4%	42%	7.8
PIRELLI & C	5.9	5884	0.584	0.250	4.2%	43%	1.2
PIAGGIO	1.8	650	0.090	0.072	3.9%	80%	2.1
EMAK	0.9	148	0.099	0.035	3.9%	35%	3.0
DE' LONGHI	36.7	5553	2.321	1.411	3.8%	61%	(1.2)
MAIRE	12.6	4134	0.815	0.473	3.8%	58%	(0.6)
DOVALUE	2.8	530	0.176	0.097	3.5%	55%	2.2
BANCA SISTEMA	1.7	136	0.307	0.054	3.2%	17%	
GPI	16.4	474	0.643	0.500	3.0%	78%	3.1
OVS GROUP	4.6	1169	0.376	0.130	2.8%	35%	0.8
DATALOGIC	4.5	265	0.250	0.120	2.6%	48%	0.5
BREMBO	9.4	3131	0.678	0.248	2.6%	37%	1.3
FILA	9.8	422	0.672	0.235	2.4%	35%	1.9

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
DOVALUE	2.8	530	78.5	15.8	397%
ANTARES VISION	5.0	356	nm	30.4	272%
EMAK	0.9	148	16.6	9.1	82%
TXT E-SOLUTIONS	30.2	392	20.3	13.7	48%
FINE FOODS	9.6	211	24.0	16.5	46%
CYBEROO	1.5	60	15.2	10.8	41%
WEBUILD	3.5	3529	13.9	10.1	38%
MAIRE	12.6	4134	20.8	15.4	35%
REWAY GROUP	10.2	310	18.1	13.9	31%
SYS-DAT	5.9	184	27.3	21.2	29%
WIIT	19.6	549	37.1	29.4	26%
GPI	16.4	474	32.1	25.5	26%
TECHNOGYM	16.3	3272	36.4	29.2	25%
AVIO	28.2	1317	75.5	62.0	22%
REVO INSURANCE	18.3	537	21.3	17.8	20%
PHARMANUTRA	53.6	519	31.2	26.1	20%
OVS GROUP	4.6	1169	14.4	12.2	18%
REPLY	116.8	4370	20.7	17.5	18%
DHH	21.8	114	29.1	25.2	16%
ACEA	21.8	4647	14.4	12.5	16%
CAREL INDUSTRIES	25.0	2813	49.9	43.6	14%
SOMECE	14.6	106	21.0	18.4	14%
BFF BANK	9.4	1780	12.6	11.2	13%
DE' LONGHI	36.7	5553	17.8	15.8	13%
IREN	2.5	3289	12.3	10.9	13%
IGD	3.4	374	10.5	9.4	11%
STAR7	8.4	76	9.3	8.4	10%
INDEL B	19.0	111	6.5	5.9	10%
UNIDATA	2.9	88	10.0	9.3	8%
INTERCOS	11.1	1066	18.8	17.5	7%
EL.EN.	13.6	1092	22.7	21.3	6%
ESPRINET	6.0	303	14.0	13.1	6%
INTRED	9.3	149	21.5	20.4	6%
TINEXTA	14.8	700	16.0	15.2	5%
MONDADORI	2.1	540	7.8	7.5	5%
TIP	9.0	1658	12.5	11.9	4%
GEOX	0.3	113	2.3	2.2	3%
LU-VE	39.5	878	22.0	21.4	3%
BANCA IFIS	25.4	1561	8.7	8.5	3%

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	14.4	12.5	6.3	7.6	4.4%	4.6%	4.0%	-4.7%	3.2x	3.6x
ANIMA	7.0	7.8			7.4%	7.4%				
AVIO	75.5	62.0	2.3	5.6	0.5%	0.8%	1.9%	0.8%	-3.5x	-14.9x
BANCA IFIS	8.7	8.5			8.4%	8.3%				
BFF BANK	12.6	11.2			0.0%	8.9%				
BREMBO	11.4	13.8	5.6	6.1	3.2%	2.6%	-0.5%	1.3%	0.5x	1.3x
CAREL INDUSTRIES	49.9	43.6	21.8	23.9	0.7%	0.6%	1.8%	2.0%	0.5x	0.1x
CEMENTIR	8.0	10.0			4.9%	5.2%				
CREDITO EMILIANO	17.8	15.8	6.9	7.8	3.4%	3.8%	7.5%	5.6%	-1.2x	-1.2x
DE' LONGHI	22.7	21.3	8.0	10.1	1.6%	1.7%	6.5%	4.6%	-1.2x	-1.8x
EL.EN.	20.1	31.0	7.4	10.5	5.8%	6.0%	7.4%	11.6%	0.8x	0.4x
ENAV	18.7	18.7	10.5	9.5	4.6%	4.6%	-9.5%	1.2%	3.8x	3.8x
ERG	14.6	15.0	3.2	6.3	1.5%	1.5%	7.3%	6.0%	-0.7x	-1.0x
FERRAGAMO	88.6	nm	6.1	9.3	0.0%	-2.3%	-3.6%	-8.8%	2.3x	4.2x
INTERCOS	22.2	22.4	11.0	11.2	0.7%	0.7%	4.1%	4.5%	1.0x	0.7x
INTERPUMP	18.8	17.5	10.6	7.5	1.7%	1.5%	1.7%	2.5%	0.7x	0.6x
IREN	12.3	10.9	5.7	6.5	5.1%	5.5%	1.5%	2.1%	3.2x	3.1x
LU-VE	22.0	21.4	7.8	11.0	1.1%	1.1%	5.7%	2.9%	1.2x	0.9x
MAIRE	20.8	15.4	5.3	7.9	2.8%	3.8%	4.4%	3.6%	-0.6x	-0.6x
MARR	14.1	16.9	7.7	7.3	6.6%	5.5%	5.8%	-5.5%	1.4x	2.1x
MEDIA FOR EUROPE	8.6	12.6	3.2	7.2	6.6%	6.6%	14.6%	13.3%	0.9x	3.9x
MONDADORI	7.8	7.5	4.9	4.4	6.8%	7.5%	13.2%	12.3%	1.1x	1.0x
OVS GROUP	14.4	12.2	4.3	6.0	2.4%	2.8%	5.0%	5.7%	0.8x	0.8x
PHARMANUTRA	31.2	26.1	16.7	15.2	1.9%	1.9%	3.3%	2.4%	-0.2x	-0.2x
PIAGGIO	9.6	20.3	5.2	4.6	8.5%	3.9%	-5.2%	6.3%	1.9x	2.1x
PIRELLI & c	10.1	10.1	4.9	4.8	4.2%	4.2%	9.6%	9.3%	1.4x	1.2x
RAI WAY	16.2	16.2	8.2	8.7	6.1%	6.1%	7.9%	7.8%	0.7x	0.8x
REPLY	20.7	17.5	11.4	8.3	1.0%	1.0%	6.1%	6.1%	-0.9x	-1.1x
SESA	12.4	13.7	7.2	6.1	1.2%	1.2%	9.0%	4.1%	0.0x	0.3x
TECHNOGYM	36.4	29.2	9.7	15.0	4.9%	2.3%	2.6%	4.0%	-0.9x	-0.6x
TINEXTA	16.0	15.2	11.0	9.3	2.0%	1.2%	2.3%	7.0%	3.2x	2.3x
TIP	12.5	11.9			1.8%	2.0%				
WEBUILD	13.9	10.1	0.9	2.2	2.3%	2.3%	2.6%	-7.8%	-1.5x	-1.0x
WIIT	37.1	29.4	13.2	11.4	1.5%	1.7%	2.5%	4.9%	3.8x	3.2x

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	12.9	nm	12.0	21.3	0.0%	0.0%	-60.0%	-78.1%	5.2x	13.5x
ANTARES VISION	nm	30.4	9.0	11.1	0.0%	0.0%	6.1%	2.8%	4.2x	2.2x
AQUAFIL	nm	39.6	5.5	4.7	0.0%	0.0%	1.8%	13.2%	3.7x	3.3x
BANCA SISTEMA	5.4	5.5			0.0%	3.2%				
CY4GATE	nm	nm	14.0	12.0	0.0%	0.0%	0.9%	7.8%	2.7x	1.2x
CYBEROO	15.2	10.8	13.0	4.7	0.0%	0.0%	-5.7%	2.8%	0.0x	-0.2x
DATALOGIC	12.9	18.1	8.0	5.9	2.6%	2.6%	1.7%	0.2%	0.2x	0.5x
DHH	29.1	25.2	9.1	8.7	0.0%	0.0%	2.4%	3.5%	0.3x	0.4x
DOVALUE	78.5	15.8	6.6	4.6	0.0%	3.5%	5.9%	13.8%	3.3x	2.2x
ELICA	89.4	nm	6.0	6.1	2.4%	0.0%	11.9%	8.0%	2.1x	2.4x
EMAK	16.6	9.1	6.1	5.2	2.8%	3.9%	2.6%	10.6%	3.4x	3.0x
ESPRINET	14.0	13.1	4.2	4.9	6.7%	5.5%	-0.9%	10.0%	0.5x	0.6x
FILA	12.2	14.6	4.3	5.3	8.1%	2.4%	16.8%	9.6%	1.7x	1.9x
FINE FOODS	24.0	16.5	7.6	7.7	1.5%	1.8%	4.6%	-5.1%	1.2x	1.5x
FNM	3.9	4.4	3.4	3.6	3.9%	4.8%	231.6%	-68.5%	3.2x	3.3x
GEOX	2.3	2.2	4.1	3.2	21.7%	22.4%	27.8%	72.8%	2.9x	2.6x
GPI	32.1	25.5	6.4	7.2	3.0%	3.0%	-3.3%	-0.6%	3.1x	3.1x
IEG	8.0	9.0	3.2	4.5	2.4%	2.4%	8.0%	1.5%	1.0x	1.1x
IGD	10.5	9.4	10.2	11.5	2.9%	4.4%	1.9%	11.2%	7.9x	7.8x
INDEL B	6.5	5.9	4.2	3.0	4.2%	5.3%	15.4%	13.8%	0.1x	-0.3x
INTRED	21.5	20.4	8.4	7.5	1.1%	1.2%	-6.8%	-2.0%	1.4x	1.5x
MISITANO & STRACUZZI	7.4	36.1	7.5	17.0	9.7%	1.1%	-24.3%	-25.2%	1.3x	6.4x
NOTORIOUS PICTURES	4.6	nm	3.0	4.2	0.0%	0.0%	-13.4%	-4.5%	1.9x	3.2x
OMER	10.3	11.7	5.2	5.7	1.8%	0.0%	1.9%	2.8%	-1.1x	-1.2x
REVO INSURANCE	21.3	17.8			1.2%	1.5%				
REWAY GROUP	18.1	13.9	6.9	8.8	0.0%	0.0%	0.1%	1.5%	1.6x	1.2x
SECO	nm	34.9	15.7	11.0	0.0%	0.0%	2.6%	-0.2%	3.6x	1.5x
SOMECE	21.0	18.4	6.2	4.5	0.0%	0.0%	27.1%	12.6%	2.0x	1.3x
STAR7	9.3	8.4	4.8	5.2	0.0%	0.0%	13.3%	9.4%	1.5x	1.4x
SYS-DAT	27.3	21.2	15.7	11.8	0.7%	0.6%	3.6%	7.2%	-2.8x	-1.3x
TESMEC	nm	14.1	4.9	5.2	0.0%	0.0%	-3.2%	11.6%	3.6x	3.1x
THE ITALIAN SEA GROUP	6.8	9.6	7.0	4.9	8.9%	5.9%	-11.6%	-15.1%	0.2x	1.0x
TXT E-SOLUTIONS	20.3	13.7	10.9	8.7	0.8%	1.2%	1.9%	2.0%	2.8x	2.0x
UNIDATA	10.0	9.3	5.6	4.4	0.3%	0.4%	12.9%	7.3%	1.6x	1.4x

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 MIBEX 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.

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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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