

Neodecortech

Sector: Industrials

Integrated model drives earnings upgrade

NDT delivered a strong 1Q26, with sales up 8% YoY to Eu47.1mn and EBITDA at Eu9.1mn vs Eu4.0mn in 1Q25, supported by Printed Decorative growth, Lamitex consolidation and the recognition of BEG incentive-linked revenues related to FY25. Excluding the BEG effect, adj. EBITDA margin reached 10.8% vs 9.2% in 1Q25, highlighting the acquisition's margin-accretive profile and the shift toward higher value-added decorative surfaces. The release reinforced the value of NDT's integrated model, while faster price pass-through should help protect FY26E margins in a volatile input-cost environment. We raise FY26E-28E EBITDA/EPS by +14%/+60% on average, mainly to include higher than expected BEG incentive-linked revenue through FY30E. Our updated valuation yields a new TP of Eu6.2/share, from Eu5.0/share. BUY confirmed.

- Net sales up 8% YoY boosted by Lamitex and the Printed division.** NDT reported sales of Eu47.1mn (+8% YoY), mainly driven by Lamitex consolidation (Eu3.5mn) and Eu2.2mn growth in Printed Decorative Paper. This was partly offset by a Eu1.3mn decline in Decorative Paper and a Eu1.2mn decline in Energy, due to BEG's temporary stoppage in the first two months linked to regulatory discontinuity. BEG, however, benefitted from Eu5.6mn revenue accruals related to FY25, which last year were recognized in 4Q. Organically, revenues were in line YoY. Geographically, growth was positive in Italy (+6.6% YoY), Europe (+10.7%) and Asia/Middle East (+163%, or +Eu1.7mn), while America declined (-15.9%, or -Eu0.3mn).
- Adj. EBITDA margin expanded to 10.8%, supported by M&A accretion.** Profitability improved sharply, with EBITDA at Eu9.1mn, up 126.1% YoY, implying a 19.3% margin vs 9.2% in 1Q25, supported by Eu4.6mn BEG accrual impact on EBITDA. For a like-for-like YoY comparison, excluding both Lamitex and the BEG accrual not booked in 1Q25, adj. EBITDA margin stood at 9.3%, in line YoY. Including Lamitex, adj. EBITDA margin rose to 10.8%, confirming the contribution from the group's higher-margin product strategy. D&A declined YoY following the completion of BEG plant depreciation, with EBIT at Eu7.0mn (Eu1.5mn in 1Q25) and net profit at Eu5.5mn (Eu0.8mn). Net debt improved to Eu29.0mn from Eu30.9mn at YE25 and Eu33.4mn in 1Q25, supported by strong cash generation despite NWC absorption (-Eu2.8mn), linked to BEG receivables not yet collected, and Eu2.1mn capex.
- Fast pricing actions and deep integration support 2026 outlook.** Management provided a constructive outlook, reiterating that the group's integrated model is proving its value in a challenging environment, supporting margins protection and market share opportunities as some competitors face operational issues. BEG is a clear example, remaining one of the few Italian plants benefiting from the revised incentive mechanism thanks to its full integration with CDG's industrial activity. On pricing, the group reacted immediately to raw material and energy inflation, with around 85% of the increase already in place, highlighting shorter time-lag price adjustments to one month, vs 3-6 months at CDG and 6-9 months at NDT historically. Lamitex integration is progressing well, with strong profitability and tangible cross-selling opportunities with Texte.
- Estimates revised on BEG upside.** We revised our FY26E-28E sales, EBITDA and EPS estimates by +1%, +14% and +60% on avg, respectively, mainly to include the higher than expected BEG revenue integration booked in 1Q26 and expected annually through FY30E. This was only partially included in our initiation forecasts, as we took a cautious approach while the new DL Energia framework was still pending finalisation. We now forecast FY28E sales of Eu193.6mn and EBITDA of Eu23.9mn, implying a 12.3% EBITDA margin (+100bps vs FY25A), supported by better mix, Lamitex integration and Texte cross-selling synergies. Strong FCF should continue to support deleveraging and selective M&A optionality.
- BUY reiterated, TP upgraded to Eu6.2/share (from Eu5.0).** We update our DCF (60% weight) and relative valuation (40%), leading to a TP of Eu6.2/share from Eu5.0/share, driven by higher estimates and peer re-rating. While the operating backdrop remains volatile and higher end-prices could temporarily affect demand, faster price pass-through, integration benefits, Lamitex accretion and deleveraging support our positive stance. BUY confirmed.

BUY

Unchanged

TP 6.2

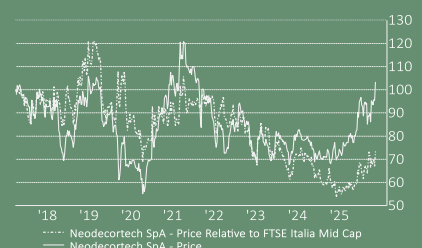
From 5.0

Target price upside 55%

Change in EPS est.	FY26E	FY27E
	71%	60%

Ticker (BBG, Reut)	NDT IM	NDT MI
Share price Ord. (Eu)		4.0
N. of Ord. shares (mn)		13.7
Total N. of shares (mn)		13.7
Market cap (Eu mn)		55
Total Market Cap (EU mn)		55
Free Float Ord. (%)		33%
Free Float Ord. (Eu mn)		18
Daily AVG liquidity Ord. (Eu k)		49

	1M	3M	12M
Absolute Perf.	0.8%	1.1%	25.7%
Rel.to FTSEMIDCap	-3.6%	0.8%	14.6%
52 weeks range		2.8	3.9



	FY25A	FY26E	FY27E
Sales	184	186	190
EBITDA	20.9	21.8	22.8
Net profit	7.3	8.5	9.5
EPS adj.	0.53	0.61	0.69
DPS - Ord.	0.15	0.15	0.15
EV/EBITDA	3.8x	4.0x	3.6x
P/E adj.	5.7x	6.5x	5.8x
Dividend yield	5.0%	3.8%	3.8%
FCF yield	34.4%	14.4%	13.5%
Net debt/(Net cash)	30.9	25.1	19.7
Net debt/EBITDA	1.5x	1.2x	0.9x

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ALANTRA

Italian Equity Research

Summary Financials (IFRS)

P&L account (Eu mn)	FY24A	FY25A	FY26E	FY27E	FY28E
Net Revenues	168.6	184.1	186.4	189.5	193.6
Gross Margin	na	na	na	na	na
EBITDA reported	16.6	20.9	21.8	22.8	23.9
D&A	(9.1)	(10.5)	(9.0)	(9.1)	(9.3)
EBIT reported	7.5	10.4	12.7	13.7	14.6
Net financial charges	(2.3)	(2.1)	(2.0)	(1.8)	(1.5)
Associates	0.0	0.0	0.0	0.0	0.0
Extraordinary items	0.0	0.0	0.0	0.0	0.0
Pre-tax profit	5.2	8.3	10.7	11.9	13.0
Taxes	(1.2)	(1.0)	(2.1)	(2.4)	(2.6)
Minorities	0.1	0.0	0.0	0.0	0.0
Discontinued activities	0.0	0.0	0.0	0.0	0.0
Net profit reported	4.1	7.3	8.5	9.5	10.3
EBITDA adjusted	16.6	20.9	21.8	22.8	23.9
EBIT adjusted	7.5	10.4	12.7	13.7	14.6
Net profit adjusted	4.1	7.3	8.5	9.5	10.3

Margins (%)	FY24A	FY25A	FY26E	FY27E	FY28E
Gross margin	na	na	na	na	na
EBITDA margin	9.9%	11.3%	11.7%	12.0%	12.3%
EBIT margin	4.4%	5.6%	6.8%	7.2%	7.5%
Pre-tax margin	3.1%	4.5%	5.7%	6.3%	6.7%
Net profit margin	2.4%	4.0%	4.5%	5.0%	5.3%

Growth rates (%)	FY24A	FY25A	FY26E	FY27E	FY28E
Sales	-17.5%	9.2%	1.3%	1.7%	2.1%
EBITDA	4.0%	25.5%	4.4%	4.7%	4.6%
EBITDA adjusted	4.0%	25.5%	4.4%	4.7%	4.6%
EBIT	22.6%	38.8%	22.6%	7.6%	6.2%
EBIT adjusted	22.6%	38.8%	22.6%	7.6%	6.2%
Pre-tax	-44.0%	59.9%	29.1%	11.8%	9.2%
Net profit	-51.9%	80.6%	15.4%	11.9%	9.2%
Net profit adjusted	-51.9%	80.6%	15.4%	11.9%	9.2%

Per share data	FY24A	FY25A	FY26E	FY27E	FY28E
Shares	13.69	13.82	13.73	13.73	13.73
N. of shares AVG	13.89	13.75	13.77	13.73	13.73
N. of shares diluted AVG	13.89	13.75	13.77	13.73	13.73
EPS	0.29	0.53	0.61	0.69	0.75
EPS adjusted	0.29	0.53	0.61	0.69	0.75
DPS - Ord.	0.15	0.15	0.15	0.15	0.15
DPS - Sav.	0.00	0.00	0.00	0.00	0.00
BVPS	5.81	6.31	6.76	7.32	7.93

Enterprise value (Eu mn)	FY24A	FY25A	FY26E	FY27E	FY28E
Share price Ord. (Eu)	3.07	3.00	4.00	4.00	4.00
Market cap	42.0	41.5	54.9	54.9	54.9
Net debt/(Net cash)	33.1	30.9	25.1	19.7	14.7
Adjustments	6.9	7.8	7.7	7.6	7.6
Enterprise value	82.0	80.2	87.7	82.3	77.2

Source: Company data, Alantra estimates

Share price performance

NDT share price is in line with IPO price (Eu4.00/sh)



Source: Factset

Cash flow (Eu mn)	FY24A	FY25A	FY26E	FY27E	FY28E
EBITDA report	16.6	20.9	21.8	22.8	23.9
Net financial charges	(2.3)	(2.1)	(2.0)	(1.8)	(1.5)
Cash taxes	(1.2)	(1.0)	(2.1)	(2.4)	(2.6)
Ch. in Working Capital	(10.4)	5.9	(0.1)	(1.2)	(2.1)
Other operating items	0.7	(1.8)	(0.1)	(0.1)	(0.1)
Operating cash flow	3.5	21.8	17.4	17.4	17.6
Capex	(10.2)	(7.6)	(9.5)	(10.0)	(10.5)
FCF	(6.7)	14.3	7.9	7.4	7.1
Disposals/Acquisitions	0.2	(7.5)	(4.0)	0.0	0.0
Changes in Equity	(0.7)	0.8	0.0	0.0	0.0
Others	0.0	(3.3)	4.0	0.0	0.0
Dividends	0.0	(2.0)	(2.1)	(2.1)	(2.1)
Ch. in NFP	(7.2)	2.2	5.9	5.3	5.0

Ratios (%)	FY24A	FY25A	FY26E	FY27E	FY28E
Capex/Sales	6.0%	4.1%	5.1%	5.3%	5.4%
Capex/D&A	1.1x	0.7x	1.1x	1.1x	1.1x
FCF/EBITDA	-40.2%	neg	36.4%	32.5%	29.7%
FCF/Net profit	-165.0%	neg	93.7%	78.3%	68.6%
Dividend pay-out	50.2%	28.1%	24.4%	21.8%	19.9%

Balance sheet (Eu mn)	FY24A	FY25A	FY26E	FY27E	FY28E
Working capital	42.5	38.3	38.4	39.6	41.6
Fixed assets	78.7	87.6	88.1	89.0	90.2
Provisions & others	(7.3)	(8.2)	(8.2)	(8.3)	(8.3)
Net capital employed	113.8	117.7	118.2	120.3	123.5
Net debt/(Net cash)	33.1	30.9	25.1	19.7	14.7
Equity	80.7	86.8	93.2	100.6	108.8
Minority interests	0.0	(0.1)	0.0	0.1	0.3

Ratios (%)	FY24A	FY25A	FY26E	FY27E	FY28E
Working capital/Sales	25.2%	20.8%	20.6%	20.9%	21.5%
Net debt/Equity	41.0%	35.6%	26.9%	19.6%	13.5%
Net debt/EBITDA	2.0x	1.5x	1.2x	0.9x	0.6x

Valuation	FY24A	FY25A	FY26E	FY27E	FY28E
EV/CE	0.7x	0.6x	0.7x	0.6x	0.6x
P/BV	0.5x	0.5x	0.6x	0.5x	0.5x
EV/Sales	0.5x	0.4x	0.5x	0.4x	0.4x
EV/EBITDA	4.9x	3.8x	4.0x	3.6x	3.2x
EV/EBITDA adjusted	4.9x	3.8x	4.0x	3.6x	3.2x
EV/EBIT	11.0x	7.7x	6.9x	6.0x	5.3x
EV/EBIT adjusted	11.0x	7.7x	6.9x	6.0x	5.3x
P/E	10.4x	5.7x	6.5x	5.8x	5.3x
P/E adjusted	10.4x	5.7x	6.5x	5.8x	5.3x
ROCE pre-tax	10.9%	8.4%	10.1%	10.7%	11.2%
ROE	5.0%	8.4%	9.1%	9.4%	9.5%
EV/FCF	-12.2x	nm	nm	11.1x	10.9x
FCF yield	-15.9%	34.4%	14.4%	13.5%	12.9%
Dividend yield	4.8%	5.0%	3.8%	3.8%	3.8%

Valuation

The stock has started a re-rating on the day-after the 1Q26 release



ALANTRA

Italian Equity Research

Key Charts

Complete High-End, Made in Italy Offer

Multi-material and surface portfolio of 1,000+ best-in-class interior designs.



OG

- Base paper
- Unicolors
- Balancing paper
- Kraft paper
- Underlay



TEXTE

- Paper-based laminates made for the covering, doors and surfaces segments:
- Micro Top
 - Thin Top
 - EGS laminate



CONFALONIERI

- Printed decorative papers (DEC)
- Melamine-impregnated papers (MEL)
- Finish-foils mainly for the furniture, laminate flooring and camper/caravan segments (FINISH)



Lamitex

- Paper-based laminates made for interior surfaces and the furnishing elements:
- CPL® Sinrolam
 - CPL Sinrolam
 - Sinropan



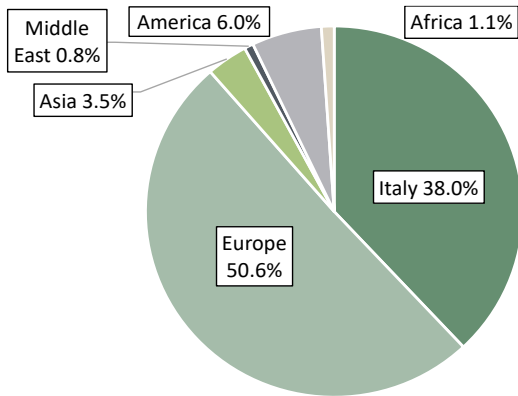
PLANA

- EGS Thermo Plastic (PET)
- Polymeric printed films (PPF) addressed for the furniture and to the Luxury Vinyl Tiles flooring segment (PVC)
- Plastic printed laminated films (PLF)

Source: Company data, Alantra

Net Sales by Geography (FY25A, %, excl. Energy division)

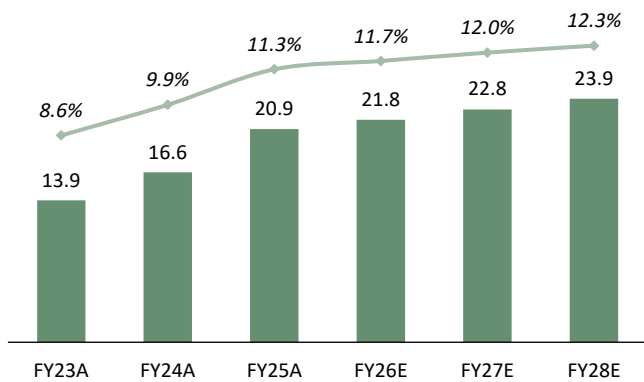
Excluding the energy division, the group generated 62% of FY25 sales abroad.



Source: Company data, Alantra

EBITDA and EBITDA Margin (FY23A-FY28E, Eumn, %)

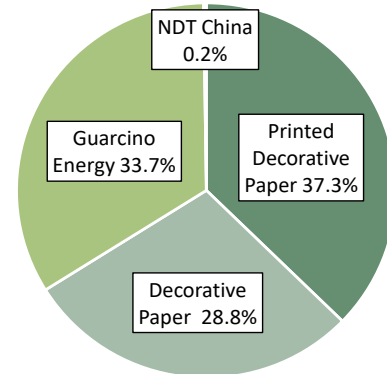
Mix enhancement, stronger integration, synergies to improve margin quality.



Source: Company data, Alantra

Net Sales by Product (FY25A, %)

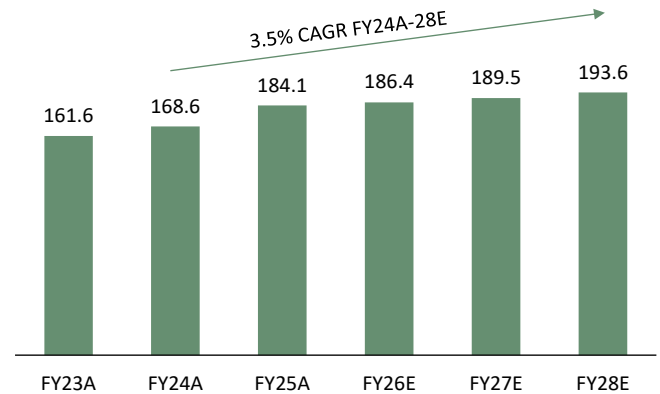
Well-diversified business model allowing to navigate cyclical downturns.



Source: Company data, Alantra

Net Sales Evolution (FY23A-FY28E, Eumn)

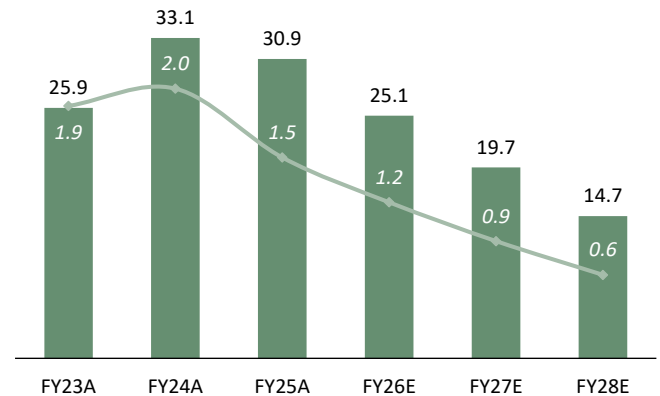
We expect Neodecortech to post a +3.5% FY24A-FY28E CAGR in Net Sales.



Source: Company data, Alantra

Net Debt and Net Debt/EBITDA (FY23A-FY28E, Eumn, x)

We expect Neodecortech to reach 0.6x Net Debt/EBITDA by FY28E.



Source: Company data, Alantra

Profile

Background	Neodecortech is a vertically integrated Italian player active in high-end decorative surfaces for furniture, flooring and interior design. Founded in 1947 and listed on Euronext Milan (STAR) since 2021, the group generated Eu184.1mn of revenues in FY25. The group operates through three integrated segments: surface printing and impregnation (NDT, 37% of FY25 sales), decorative paper manufacturing (Cartiere di Guarcino, 29%) and energy generation (Bio Energia Guarcino, 34%). This structure enables full control of the value chain, from paper production and energy supply to finished surfaces such as printed papers, melamine films, CPL/CLPL laminates and thermoplastic solutions (PVC and rPET). The 2025 acquisition of Lamitex further strengthens the downstream positioning in premium decorative laminates for furniture components and interior architecture, increasing exposure to more fragmented and higher-margin segments. Neodecortech serves leading furniture, flooring and furniture parts manufacturers, with 62% of sales (excluding the energy division) generated abroad.
Positioning	The home décor paper industry is expected to grow at a CAGR 26-30 of 2.5%, reaching USD128bn. China dominates global volumes, however, Europe is a key market by value, led by Germany (36% of European decorative paper market), followed by Italy, the UK, France and Spain. Market growth is driven by renovation activity and new residential construction, alongside the increasing adoption of decorative and laminate-based surfaces offering superior durability, design flexibility and cost efficiency versus traditional materials such as solid wood or ceramic. We see that the Made in Italy allure is relevant here, carrying long lasting prestige and added value. In this context, Neodecortech benefits from a strong competitive positioning, supported by high barriers to entry, a vertically integrated model, long-standing customer relationships, and a premium, broad-based product offering with strong R&D capabilities.
Growth	We expect Neodecortech to post a +3.5% FY24A-FY28E CAGR in sales reaching Eu193.6mn, mainly driven by NDT's shift toward higher-value segments. EBITDA should increase at a +9.3% FY24A-FY28E CAGR to Eu23.9mn, with the EBITDA margin rising from 9.9% of net sales to 12.3%. The gain in profitability stems from an improved pricing mix and increased cost synergies from the Lamitex acquisition, as well as stronger vertical integration through BEG. EBIT and net profit should reach around Eu14.6mn/7.5% margin and Eu10.3mn/5.3%, respectively, in FY28E.
Strategy	Neodecortech's strategy is focused on driving growth through premiumization and deeper penetration of higher value-added surface applications, while reinforcing vertical integration. Strategic priorities include the potential acquisition of a small specialty paper mill (e.g. colored kraft) to strengthen upstream capabilities, extracting industrial and commercial synergies from Lamitex, and expanding internationally through selected regions like in the Middle East and North America. This is expected to increase exposure to more fragmented, higher-margin customer segments while preserving cost competitiveness through integration and energy efficiency. Stronger exploitation of intercompany energy sourcing remains a key strategic priority. The group is expected to benefit from further optimization of the BEG plant, increasing the internal usage rate of thermal energy to around 50%. Moreover, the group is evaluating the development of a new solid-biomass plant as part of its decarbonization strategy, which could materially reduce gas consumption and emissions while supporting long-term industrial sustainability.

Strengths

- Vertical integration across the value chain
- Premium product positioning
- Comprehensive coverage of interior design surface applications
- Progressive downstream expansion

Weaknesses

- Exposure to cyclical end markets
- Revenue are affected by energy regulation changes
- Customer concentration
- Energy division might lead to some WC volatility

Opportunities

- Product premiumisation
- Sustainability and circular economy positioning
- Expansion potential in new geographies
- M&A to accelerate business expansion

Threats

- Regulatory and energy incentive changes
- Raw material price volatility
- Competition from larger players in lower-tier product segments
- Technological obsolescence and rapid innovation cycles

Key shareholders

Finanziaria Valentini: 58.6%
Azimut: 5.0%
Treasury shares: 3.4%
Market: 33.0%

Management

Luigi Cologni - CEO
Massimo Giorgilli - CEO BEG, CEO CG
Marina Fumagalli - CFO

Next events

2Q26: 05/08/26
3Q26: 06/11/26

1Q26 Results

1Q26 Results

Excluding the BEG accrual, EBITDA margin reached 10.8% vs 9.2% in 1Q25, highlighting Lamitex's margin-accretive profile and the shift toward higher value surfaces.

Eu mn	1Q25A	1Q26A	YoY %	FY25A	OLD FY26E	YoY%
Net Sales	43.6	47.1	8%	184.1	184.0	0%
Net Sales (Net of BEG Accrual)	43.6	41.5	-5%	184.1	184.0	0%
EBITDA (Net of BEG Accrual)	4.0	4.5	12%	20.9	18.6	-11%
<i>Ebitda Adj. Margin %</i>	9.2%	10.8%		11.3%	10.1%	
EBITDA	4.0	9.1	126%	20.9	18.6	-11%
<i>Ebitda Margin %</i>	9.2%	19.3%		11.3%	10.1%	
EBIT	1.5	7.0	361%	10.4	8.1	-22%
<i>Ebit Margin %</i>	3.5%	14.9%		5.6%	4.4%	
Net Profit	0.8	5.5	606%	7.3	4.8	-34%
<i>Net Profit Margin %</i>	1.8%	11.7%		4.0%	2.6%	
Net Debt	33.4	29.0		30.9	29.0	

Source: Company data and Alantra estimates

1Q26 Net Sales by Product

1Q26 net sales growth was mainly driven by Lamitex consolidation (Eu3.5mn) and Eu2.2mn growth in Printed Decorative Paper.

Net Sales by Product (Eu mn)	1Q25A	1Q26A	YoY %
Printed Decorative Paper	16.6	22.2	34%
<i>% Net Sales</i>	38%	47%	
Decorative Paper	14.7	13.3	-9%
<i>% Net Sales</i>	34%	28%	
Guarcino Energy	12.3	11.1	-10%
<i>% Net Sales</i>	28%	23%	
NDT China	0.0	0.5	889%
<i>% Net Sales</i>	0%	1%	
Net Sales	43.6	47.1	8%

Source: Company data

1Q26 Net Sales by Geography

1Q26 growth was positive in Italy, Europe and Asia/Middle East, while America declined.

Net Sales by Geography (Eu mn)	1Q25A	1Q26A	YoY %
Italy	12.8	13.6	7%
% Net Sales	29%	29%	
Europe	15.4	17.1	11%
% Net Sales	35%	36%	
Asia	1.0	2.7	163%
% Net Sales	2%	6%	
America	1.8	1.5	-16%
% Net Sales	4%	3%	
Africa	0.1	1.1	847%
% Net Sales	0%	2%	
Oceania	0.0	0.1	nm
% Net Sales	0%	0%	
Energy Division	12.5	11.1	-11%
% Net Sales	29%	23%	
Net Sales	43.6	47.1	8%

Source: Company data

Change in estimates

Change in estimates

We revised our FY26E-28E sales, EBITDA and EPS estimates by +1%, +14% and +60% on avg, mainly to include the BEG revenue integration expected annually.

(Eu mn)	NEW Estimates			% Change			OLD Estimates		
	FY26E	FY27E	FY28E	FY26E	FY27E	FY28E	FY26E	FY27E	FY28E
Net Sales	186.4	189.5	193.6	1.3%	1.5%	1.5%	184.0	186.8	190.8
EBITDA	21.8	22.8	23.9	17.0%	13.5%	12.3%	18.6	20.1	21.2
EBIT	12.7	13.7	14.6	57.2%	48.8%	39.0%	8.1	9.2	10.5
Pretax Profit	10.7	11.9	13.0	84.1%	72.9%	59.5%	5.8	6.9	8.2
Net Profit	8.5	9.5	10.3	75.3%	64.8%	51.5%	4.8	5.7	6.8
EPS	0.62	0.69	0.75	70.6%	60.3%	47.5%	0.36	0.43	0.51
Net Financial Position	(25.1)	(19.7)	(14.7)	3.9	6.7	9.3	(29.0)	(26.4)	(24.0)

Source: Alantra

Peers

Financials

Neodecortech offers growth and profitability levels comparable with surface manufacturers peers.

Company	Country	Mkt Cap (Eu mn)	FY26E - FY28E average margins					CAGR FY25A - FY28E			
			EBITDA Margin	EBIT Margin	Net Income Margin	Capex / Sales	Dividend Payout	Sales	EBITDA	EBIT	EPS
Neodecortech	ITALY	55	12.0%	7.2%	5.0%	5.3%	22.0%	1.7%	4.6%	11.9%	nm
Peers	Average	9,648	19.3%	10.7%	5.9%	9.6%	45.5%	4.2%	29.5%	32.2%	-16.7%
	Median	489	13.6%	8.2%	4.8%	4.6%	48.3%	3.3%	8.6%	10.4%	4.7%
A.S. Creation Tapeten AG	GERMANY	21	7.4%	3.3%	1.8%	3.5%	52.5%	3.7%	35.0%	159.1%	142.9%
Arctic Paper S.A.	POLAND	102	6.4%	2.1%	1.0%	4.9%	19.9%	2.9%	196.9%	na	-172.4%
Forbo Holding AG	SWITZERLAND	1,183	14.1%	9.4%	7.4%	4.0%	44.1%	2.6%	11.3%	15.3%	7.1%
James Halstead plc	UNITED KINGDOM	622	22.6%	19.8%	15.5%	2.6%	92.1%	4.5%	3.6%	4.1%	1.2%
Sanderson Design Group PLC	UNITED KINGDOM	54	11.1%	5.8%	4.0%	2.4%	25.3%	na	na	na	11.5%
SURTECO GROUP SE	GERMANY	155	10.0%	3.3%	0.5%	na	0.0%	3.8%	15.8%	71.9%	-198.1%
Uzin Utz SE	GERMANY	356	11.9%	8.0%	5.2%	4.4%	34.4%	11.7%	13.1%	16.3%	10.4%
Victoria PLC	UNITED KINGDOM	52	13.2%	5.4%	-3.0%	4.6%	0.0%	na	na	na	na
Peers Surface Manufacturers	Average	318	12.1%	7.1%	4.1%	3.8%	33.5%	4.9%	46.0%	53.3%	-28.2%
	Median	128	11.5%	5.6%	2.9%	4.0%	29.8%	3.7%	14.4%	16.3%	7.1%
Enel SpA	ITALY	98,993	30.2%	19.6%	9.2%	18.8%	72.7%	1.0%	5.8%	6.1%	4.9%
A2A S.p.A.	ITALY	7,250	16.5%	8.4%	4.8%	12.5%	53.2%	0.3%	3.0%	-1.5%	-0.1%
Iren S.p.A.	ITALY	3,552	21.4%	8.9%	4.8%	14.5%	64.3%	2.6%	5.5%	10.4%	4.4%
ERG S.p.A.	ITALY	3,439	67.4%	33.9%	19.7%	33.4%	87.2%	8.7%	4.7%	8.7%	4.7%
Peers Energy Producers	Average	28,308	33.9%	17.7%	9.6%	19.8%	69.3%	3.2%	4.8%	5.9%	3.5%
	Median	5,401	25.8%	14.3%	7.0%	16.6%	68.5%	1.8%	5.1%	7.4%	4.5%

Source: FactSet, Alantra

Trading multiples

Neodecortech is trading at >35% average discount on FY26E-FY28E peers' EV/EBITDA multiples.

Company	Country	Mkt Cap (Eu mn)	EV/Sales			EV/EBITDA			EV/EBIT			PE		
			FY26E	FY27E	FY28E	FY26E	FY27E	FY28E	FY26E	FY27E	FY28E	FY26E	FY27E	FY28E
Neodecortech	ITALY	55	0.5 x	0.4 x	0.4 x	4.0 x	3.6 x	3.2 x	6.9 x	6.0 x	5.3 x	6.5 x	5.8 x	5.3 x
<i>Prem. (disc.) to Peers</i>			-50%	-52%	-54%	-38%	-36%	-39%	-34%	-39%	-44%	-52%	-50%	-50%
Peers	Average	9,648	1.4 x	1.4 x	1.4 x	6.4 x	5.6 x	5.4 x	13.7 x	10.6 x	9.5 x	14.5 x	11.9 x	11.3 x
	Median	489	0.9 x	0.9 x	0.9 x	6.5 x	5.7 x	5.3 x	10.5 x	9.8 x	9.4 x	13.6 x	11.7 x	10.7 x
A.S. Creation Tapeten AG	GERMANY	21	0.2 x	0.2 x	0.2 x	3.4 x	2.3 x	2.1 x	10.4 x	4.9 x	4.1 x	22.1 x	8.7 x	7.6 x
Arctic Paper S.A.	POLAND	102	0.2 x	0.2 x	0.2 x	4.0 x	2.5 x	2.5 x	34.5 x	5.9 x	5.4 x	nm	8.2 x	8.2 x
Forbo Holding AG	SWITZERLAND	1,183	0.9 x	0.8 x	0.8 x	6.8 x	6.0 x	5.2 x	10.5 x	8.9 x	7.5 x	13.5 x	12.2 x	10.8 x
James Halstead plc	UNITED KINGDOM	622	1.9 x	1.8 x	1.7 x	8.2 x	7.9 x	7.4 x	9.4 x	9.0 x	8.4 x	13.8 x	13.2 x	12.4 x
Sanderson Design Group PLC	UNITED KINGDOM	54	0.3 x	0.3 x	na	3.3 x	2.8 x	na	6.6 x	5.2 x	na	10.6 x	9.0 x	na
SURTECO GROUP SE	GERMANY	155	0.6 x	0.5 x	0.5 x	6.9 x	5.1 x	4.4 x	nm	13.6 x	10.6 x	na	12.8 x	11.4 x
Uzin Utz SE	GERMANY	356	0.7 x	0.6 x	0.6 x	6.2 x	5.5 x	4.7 x	9.6 x	8.1 x	6.7 x	13.7 x	11.7 x	9.7 x
Victoria PLC	UNITED KINGDOM	52	1.1 x	1.1 x	na	9.3 x	7.7 x	na	nm	16.8 x	na	na	na	na
Peers Surface Manufacturers	Average	318	0.7 x	0.7 x	0.6 x	6.0 x	5.0 x	4.4 x	13.5 x	9.1 x	7.1 x	14.7 x	10.8 x	10.0 x
	Median	128	0.6 x	0.6 x	0.5 x	6.5 x	5.3 x	4.6 x	10.0 x	8.5 x	7.1 x	13.7 x	11.7 x	10.2 x
Enel SpA	ITALY	98,993	2.0 x	2.1 x	2.1 x	6.8 x	6.9 x	6.8 x	10.5 x	10.6 x	10.4 x	13.6 x	13.0 x	12.2 x
A2A S.p.A.	ITALY	7,250	1.0 x	1.0 x	1.0 x	5.9 x	5.8 x	5.8 x	11.6 x	11.4 x	11.6 x	11.3 x	11.0 x	10.6 x
Iren S.p.A.	ITALY	3,552	1.2 x	1.2 x	1.2 x	5.6 x	5.5 x	5.4 x	13.7 x	13.2 x	12.6 x	11.3 x	10.9 x	10.3 x
ERG S.p.A.	ITALY	3,439	6.6 x	6.7 x	6.3 x	9.9 x	9.8 x	9.5 x	19.8 x	20.0 x	18.1 x	20.8 x	20.3 x	19.3 x
Peers Energy Producers	Average	28,308	2.7 x	2.7 x	2.7 x	7.1 x	7.0 x	6.9 x	13.9 x	13.8 x	13.2 x	14.2 x	13.8 x	13.1 x
	Median	5,401	1.6 x	1.6 x	1.6 x	6.4 x	6.4 x	6.3 x	12.6 x	12.3 x	12.1 x	12.5 x	12.0 x	11.4 x

Source: FactSet, Alantra

ALANTRA

Italian Equity Research
Performance

Neodecortech's stock price has consistently overperformed with respect to the median performance of its peers.

Company	Country	Mkt Cap (Eu mn)	Performance						
			1M	3M	6M	YTD	1YR	3YR	5YR
Neodecortech	ITALY	55	0.8%	1.1%	22.4%	0.0%	25.7%	24.4%	-1.0%
Peers	Average	9,648	-1.1%	-3.2%	-1.4%	1.1%	-2.5%	-18.9%	-28.1%
	Median	489	-0.7%	-4.3%	-3.4%	-0.2%	9.9%	-36.6%	-27.2%
A.S. Creation Tapeten AG	GERMANY	21	0.7%	-2.6%	-10.2%	-0.7%	17.3%	-33.5%	-72.0%
Arctic Paper S.A.	POLAND	102	-20.4%	-24.5%	-23.0%	-23.6%	-58.8%	-71.2%	-1.0%
Forbo Holding AG	SWITZERLAND	1,183	-2.7%	-23.5%	2.8%	-16.5%	-13.4%	-46.5%	-57.6%
James Halstead plc	UNITED KINGDOM	622	-6.0%	-7.6%	-4.1%	-5.5%	-20.6%	-39.8%	-47.6%
Sanderson Design Group PLC	UNITED KINGDOM	54	15.2%	2.4%	41.8%	48.3%	48.3%	-48.4%	-56.0%
SURTECO GROUP SE	GERMANY	155	-2.9%	-20.3%	-19.7%	-9.1%	-41.2%	-49.0%	-63.2%
Uzin Utz SE	GERMANY	356	3.8%	-14.4%	-2.6%	0.9%	14.8%	33.2%	-2.6%
Victoria PLC	UNITED KINGDOM	52	-0.5%	49.6%	-14.6%	-1.1%	-46.7%	-92.5%	-96.5%
Peers Surface Manufacturers	Average	318	-1.6%	-5.1%	-3.7%	-0.9%	-12.5%	-43.5%	-49.6%
	Median	128	-1.6%	-11.0%	-7.2%	-3.3%	-17.0%	-47.4%	-56.8%
Enel SpA	ITALY	98,993	-0.9%	4.6%	8.7%	9.7%	26.0%	60.7%	20.3%
A2A S.p.A.	ITALY	7,250	-7.6%	-6.0%	-5.4%	0.2%	6.5%	36.8%	36.5%
Iren S.p.A.	ITALY	3,552	4.5%	-0.7%	7.1%	6.8%	13.3%	40.0%	9.2%
ERG S.p.A.	ITALY	3,439	3.8%	5.0%	3.1%	4.1%	24.2%	-16.4%	-6.8%
Peers Energy Producers	Average	28,308	0.0%	0.7%	3.4%	5.2%	17.5%	30.3%	14.8%
	Median	5,401	1.5%	2.0%	5.1%	5.5%	18.7%	38.4%	14.8%

Source: FactSet, Alantra

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