

Kapsch TrafficCom AG

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Americas region able to expand share of sales

Q1/22/23: Low revenue growth - personnel costs burden EBIT: Kapsch achieved moderate revenue growth of +2.9% in Q1, which is roughly in line with expectations. The toll segment achieved a slightly higher revenue share of 73.5% (previous year: 70.7%); accordingly, the more profitable traffic management segment declined to 26.5% (previous year: 29.3%).

EUR m	Kapsch Q1/21/22	Kapsch Q1/22/23	FMR Q1/22/23e	Consensus Q1/22/23e
Group sales	126.8	130.5	131.0	128.0
EBIT	6.6	0.5	0.1	0.1
EBIT-margin, %	5.2%	0.4%	0.1%	0.1%

Source: Kapsch, FMR

EBIT decreased significantly towards zero, but this was expected. This was due to above-average increases in personnel costs caused by exchange rate effects and an adjustment in the compensation structure. Looking at the full year, we believe this effect will "normalize" again.

Financial targets 2022/23e still apply: In full-year 22/23e we aim to continue to achieve a stable level of sales and significantly improved profitability. We had not expected an adjustment this early in the fiscal year either. However, we assume that the achievement of the profitability target has now become more ambitious. Instead of a slight decline in sales as previously expected, we now anticipate a 2.0% increase to EUR 530m. We have lowered our EBIT estimate for 22/23e to EUR 12.4m (previously: EUR 15.0m).

Issues such as economic risks or the consequences of the war will continue to cause uncertainty on the capital markets. A renewed increase in new business (three new major orders with a volume of approx. EUR 20-25m were reported) and more clarity regarding compensation from the passenger car toll project could provide more share price fantasy. We have lowered our price target to EUR 15.70 (-1.9%) and confirm our "HOLD" recommendation.

FY End: 31.03.; in EUR m	(21/22-24/25e)	2019/20	2020/21	2021/22	2022/23e	2023/24e	2024/25e
Turnover	4.6%	731.2	505.2	519.8	530.0	562.5	595.0
EBITDA	12.5%	13.6	-67.1	32.6	32.9	39.0	46.5
Margin	1.9%	-13.3%	6.3%	6.2%	6.9%	7.8%	
EBIT	32.1%	-39.2	-123.1	11.0	12.4	17.9	25.4
Margin	-5.4%	-24.4%	2.1%	2.3%	3.2%	4.3%	
Net result	n.m.	-48.1	-102.8	-9.3	4.5	8.8	13.6
EPS, EUR	n.m.	-3.70	-7.91	-0.72	0.35	0.68	1.05
Dividend per share, EUR		0.00	0.00	0.00	0.00	0.30	0.45
EV/Sales		0.82	1.11	0.79	0.73	0.68	0.63
EV/EBITDA		-15.2	-4.6	37.3	31.2	21.3	14.7
P/E		-6.8	-1.9	-20.4	36.6	18.8	12.1
Net debt/EBITDA		15.0	-2.9	5.6	5.6	4.6	3.6

Source: Kapsch, FMR

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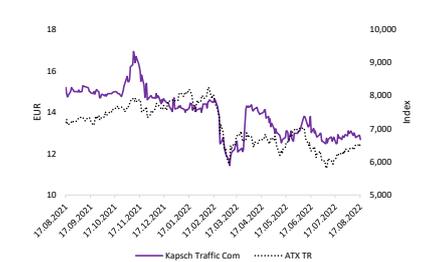
HOLD

Before: Hold

Price target EUR **15.70 (16.00)**
Share price* EUR 12.68 (+23.8%)

*last price Vienna Stock Exchange

Update	2022/23e	2023/24e	2024/25e
Turnover	15.0	2.5	New
EBIT	-2.6	-7.1	New
EPS, EUR	-0.07	-0.29	New



Source: Vienna Stock Exchange, FMR

Basic share data

Number of shares (million)	13.0
Free Float (in %)	36.7
Market cap (EURm)	164.8
Trading volume (30 days Ø)	3,084
High (EUR, 52 weeks)	16.94
Low (EUR, 52 weeks)	11.42

Shareholder structure

Kapsch Group Beteiligung	63.3%
Free float	36.7%

Corporate calendar

AGM FY 21/22	07.09.2022
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Analyst

Winfried Becker

Senior Equity Analyst

winfried.becker@fmr-research.de

+49 (0) 69 – 247 42 72 76

Contact us

FMR Frankfurt Main Research AG

Hausener Weg 29
60489 Frankfurt am Main
Germany

+49 (0) 69 – 247 42 72 70
www.fmr-research.de

Valuation: Update

With regard to the sales trend for 2022/23e, we have become somewhat more confident and now expect 2.0% growth to EUR 530m. By contrast, we have reduced our EBIT estimate by EUR 2.6m and now expect EUR 12.4m. EBIT margin will improve to 2.3% (previous year: 2.1%). We reiterate our expectation that a revival in the new order business will have to be postponed by around six to twelve months into the future.

Kapsch: Price target lowered to EUR 15.70 (-1.9%)

EUR m	PHASE 1					PHASE 2					PHASE 3
	2022/23e	2023/24e	2024/25e	2025/26e	2026/27e	2027/28e	2028/29e	2029/30e	2030/31e	2031/32e	
Sales	530.0	562.5	595.0	633.5	663.0	701.0	735.9	767.0	793.8	815.6	
Y-o-Y growth	2.0%	6.1%	5.8%	6.5%	4.7%	5.7%	5.0%	4.2%	3.5%	2.7%	
EBIT	12.4	17.9	25.4	35.4	41.8	41.9	44.6	47.4	50.7	55.4	
EBIT-margin	2.3%	3.2%	4.3%	5.6%	6.3%	6.0%	6.1%	6.2%	6.4%	6.8%	
Income tax on EBIT	-3.1	-4.5	-6.4	-8.9	-10.5	-10.5	-11.2	-11.9	-12.7	-13.8	
Depreciation/Amortisation	20.5	21.1	21.1	21.6	21.9	24.0	24.9	25.8	26.9	28.5	
Change other non-cash items	0.0	0.0	0.0	0.0	0.0	0.2	0.1	0.1	0.1	0.0	
Change in net working capital	-5.3	-3.9	-2.8	-2.3	-3.1	-5.3	-4.6	-4.2	-3.7	-3.2	
Net capital expenditure	-17.5	-18.7	-19.5	-20.4	-21.3	-22.7	-23.7	-24.7	-25.6	-28.5	
Free cash flow	7.0	12.0	17.8	25.5	28.9	27.6	30.0	32.6	35.7	38.3	
Present values	6.8	10.5	14.3	18.6	19.2	16.7	16.5	16.2	16.2	15.8	231.7
Present value Phase 1	69.4										
Present value Phase 2	81.4										
Present value Phase 3	231.7										
Total present value	382.4										
+ Non-operating assets/Other	-18.4										
- Net financial debt	-159.9										
Fair value of equity	204.1										
- Number of shares (m)	13.000										
Fair value per share (in EUR)	15.70										

Risk free rate	2.0%	Target equity ratio	55.0%
Equity risk premium	8.0%	Beta factor	1.6
Debt risk premium	4.0%	WACC	10.3%
EBIT-margin (PHASE 3)	8.0%	Terminal growth rate	2.0%

		Sensitivity analysis					
		WACC					
		9.3%	9.8%	10.3%	10.8%	11.3%	
Terminal growth rate	3.0%	23.94	20.84	18.17	15.86	13.84	
	2.5%	22.07	19.29	16.88	14.77	12.90	
	2.0%	20.45	17.94	15.70	13.79	12.07	
	1.5%	19.04	16.75	14.72	12.93	11.32	
		1.0%	17.80	15.69	13.82	12.15	10.65

Source: FMR

Our price target drops to a EUR 15.70 (previously EUR 16.00) and we confirm our HOLD recommendation. The Kapsch share will not be able to escape the already known negative factors such as rising economic risks, inflation concerns, negative consequences of the Russia-Ukraine war, all of which remain valid.

Further highlights in Q1/22/23

New orders after Q1: In July and August, the company had reported three new major orders, which we estimate to have a combined volume of EUR 20 to 25m over the term. These are an intelligent traffic management system for the emirate of Sharjah, a smart city concept for the city of Miraflores in Peru (the partner in the project is Cibernos) and one of the largest urban toll projects in the world in Gothenburg. In the latter project, Kapsch is providing the replacement of all toll and control points and the technical operation for the next ten years.

Sales analysis: From a regional perspective, business in Europe was not very dynamic; the share of sales decreased to 48% compared to 56% in the prior year period. The Americas region, on the other hand, increased its share of sales by 6 percentage points to 46%. The APAC region recorded a slight increase. Despite growth in the toll segment, the new order business declined overall. By contrast, components sales increased by 20%.

Group EBIT: The tolling segment fell back into the red at EUR-1.6m, compared with EUR +3.1m in the prior-year period. Traffic Management, on the other hand, was solidly positive at EUR 2.2m (previous year: EUR 3.4m).

Belarus toll project: Kapsch TrafficCom operates the nationwide passenger car and commercial vehicle toll system for Belarus with a contract term until 2032. Due to the sanctions also imposed on Belarus, the project, for which a risk assessment was already carried out shortly after the outbreak of the war, continues to be under close observation.

Developments in the toll dispute: There is no news to report on the toll dispute issue. We continue to assume that, as things stand at present, compensation of between EUR 100 and 120m is conceivable for Kapsch. This would be EUR 7.7 to 9.2 per Kapsch share. The possible compensation payment is not yet included in our forecasts. If a corresponding compensation payment were to be made, it would make a significant contribution to the financial debt reduction and accordingly also significantly improve the equity ratio. The target figure is >30%. In our view, a corresponding cash inflow could also be reflected in a subsequent dividend payment.

Appendix

Profit and loss statement

in EUR m (IFRS)	2019/20	2020/21	2021/22	2022/23e	2023/24e	2024/25e
Revenues	731.2	505.2	519.8	530.0	562.5	595.0
YoY growth	-0.9%	-30.9%	2.9%	2.0%	6.1%	5.8%
Increase/Decrease in inventories of finished goods and work in progress	-6.1	-6.2	-2.7	0.5	1.1	1.2
as % of revenues	-0.8%	-1.2%	-0.5%	0.1%	0.2%	0.2%
Total Operating Output	725.1	499.0	517.1	530.5	563.6	596.2
YoY growth	-4.4%	-31.2%	3.6%	2.6%	6.2%	5.8%
Cost of Materials	-334.9	-243.5	-202.8	-208.0	-220.4	-231.3
as % of revenues	-45.8%	-48.2%	-39.0%	-39.2%	-39.2%	-38.9%
Gross Profit	390.1	255.6	314.3	322.6	343.2	364.9
as % of revenues	53.4%	50.6%	60.5%	60.9%	61.0%	61.3%
Personnel expenses	-269.2	-243.8	-227.1	-225.5	-236.7	-249.2
as % of revenues	-36.8%	-48.3%	-43.7%	-42.5%	-42.1%	-41.9%
Other operating expenses	-118.7	-84.7	-69.1	-69.5	-74.3	-76.3
as % of revenues	-16.2%	-16.8%	-13.3%	-13.1%	-13.2%	-12.8%
Other operating income	11.3	5.8	14.5	5.3	6.8	7.2
as % of revenues	1.6%	1.2%	2.8%	1.0%	1.2%	1.2%
EBITDA reported	13.6	-67.1	32.6	32.9	39.0	46.5
as % of revenues	1.9%	-13.3%	6.3%	6.2%	6.9%	7.8%
Depreciation of property, plant and equipment, and amortisation of intangible assets	-52.8	-56.0	-21.6	-20.5	-21.1	-21.1
as % of revenues	-7.2%	-11.1%	-4.2%	-3.9%	-3.8%	-3.5%
EBIT reported	-39.2	-123.1	11.0	12.4	17.9	25.4
as % of revenues	-5.4%	-24.4%	2.1%	2.3%	3.2%	4.3%
Financial result (net)	-24.3	-9.9	-5.7	-3.7	-3.4	-4.3
EBT (Earnings before taxes)	-63.4	-133.1	5.3	8.7	14.5	21.1
as % of revenues	-8.7%	-26.3%	1.0%	1.6%	2.6%	3.5%
Income taxes	7.7	27.8	-11.5	-2.2	-3.6	-5.3
as % of EBT	-12.2%	-20.9%	-215.1%	-25.0%	-25.0%	-25.0%
Net income	-55.7	-105.2	-6.2	6.5	10.9	15.8
as % of revenues	-7.6%	-20.8%	-1.2%	1.2%	1.9%	2.7%
Minority interests	7.6	2.4	-3.1	-2.0	-2.1	-2.2
Net income attributable to shareholders	-48.1	-102.8	-9.3	4.5	8.8	13.6
as % of revenues	-6.6%	-20.3%	-1.8%	0.9%	1.6%	2.3%
Shares outstanding (in m), weighted	13.00	13.00	13.00	13.00	13.00	13.00
Basic earnings per share (EUR)	-3.70	-7.91	-0.72	0.35	0.68	1.05

Source: Kapsch, FMR

Balance sheet

in EUR m (IFRS)	2019/20	2020/21	2021/22	2022/23e	2023/24e	2024/25e
Assets						
Non-current assets	227.3	205.0	195.6	194.0	192.9	190.2
as % of total assets	31.3%	34.6%	38.2%	37.1%	37.8%	37.6%
Intangible assets	15.2	13.4	13.0	13.0	13.4	14.3
Goodwill	44.7	22.8	22.7	22.7	22.7	22.7
Property, plant and equipment	82.3	55.2	49.0	45.5	41.7	38.2
Non-current financial assets	43.5	42.0	42.8	43.3	44.3	45.3
Real Estate held as financial investment	0.0	0.0	0.0	0.0	0.0	0.0
Leasing and rental assets	1.2	0.0	0.0	0.0	0.0	0.0
Other non-current assets	13.8	5.2	3.7	3.9	4.0	4.1
Deferred tax assets, long-term	26.3	62.0	60.2	61.4	62.6	61.4
Other non-current financial assets	0.3	4.4	4.1	4.1	4.1	4.1
Current assets	499.9	388.2	316.6	328.6	317.4	315.6
as % of total assets	68.7%	65.4%	61.8%	62.9%	62.2%	62.4%
Inventories	55.7	41.7	35.6	36.6	37.4	38.5
Trade accounts receivable	177.0	130.0	131.4	134.0	138.0	139.4
Current prepayments made	0.0	0.0	0.0	0.0	0.0	0.0
Other current non-financial assets	138.6	106.6	83.9	87.2	88.1	89.0
Deferred tax assets, short-term	4.7	6.8	4.4	4.8	5.0	5.2
Current financial assets	1.4	1.0	1.6	1.7	1.8	1.9
Cash and cash equivalents	122.6	102.0	59.8	64.1	47.1	41.5
Assets held for sale	0.0	0.0	0.0	0.0	0.0	0.0
as % of total assets	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Total assets	727.2	593.2	512.1	522.5	510.3	505.8
Shareholders' equity and liabilities						
Shareholders' equity	182.5	84.8	77.9	82.4	91.2	100.9
as % of total equity and liabilities	25.1%	14.3%	15.2%	15.8%	17.9%	20.0%
Subscribed capital	13.0	13.0	13.0	13.0	13.0	13.0
Capital reserves	117.5	117.5	117.5	117.5	117.5	117.5
Retained earnings	57.7	-39.3	-47.3	-47.3	-47.3	-47.3
Treasury stocks	0.0	0.0	0.0	0.0	0.0	0.0
Other equity items	0.0	0.0	0.0	4.5	13.3	23.0
Minority interest on equity	-5.7	-6.5	-5.3	-5.3	-5.3	-5.3
Non-current provisions/liabilities	273.2	198.3	194.0	195.3	178.5	166.3
as % of total equity and liabilities	37.6%	33.4%	37.9%	37.4%	35.0%	32.9%
Non-current pension provisions	27.6	27.3	24.2	23.7	23.2	22.8
Other non-current provisions	4.3	3.3	1.7	1.7	1.7	1.7
Non-current financial liabilities	235.3	156.6	163.6	165.2	148.7	136.8
Non-current prepayments received	0.0	0.0	0.0	0.0	0.0	0.0
Non-current deferred tax liabilities	1.7	1.0	2.9	3.0	3.1	3.1
Other non-current liabilities	4.3	10.0	1.6	1.7	1.8	1.9
Current liabilities and provisions	271.5	310.2	240.2	244.7	240.6	238.5
as % of total equity and liabilities	37.3%	52.3%	46.9%	46.8%	47.2%	47.2%
Current provisions	23.4	42.5	28.6	29.2	29.8	30.4
Current financial liabilities	64.3	115.9	55.9	58.7	52.9	50.2
Trade accounts payable	92.4	59.4	71.5	71.9	72.2	72.6
Current prepayments received	0.0	0.0	0.0	0.0	0.0	0.0
Current tax liabilities	4.0	1.8	2.3	2.3	2.3	2.3
Current deferred tax liabilities	0.0	0.0	0.0	0.0	0.0	0.0
Other current liabilities	87.4	90.6	81.8	82.6	83.5	83.0
Liabilities held for sale	0.0	0.0	0.0	0.0	0.0	0.0
as % of total equity and liabilities						
Total equity and liabilities	727.2	593.2	512.1	522.5	510.3	505.8

Source: Kapsch, FMR

Cash flow statement

in EUR m (IFRS)	2019/20	2020/21	2021/22	2022/23e	2023/24e	2024/25e
EBIT	-39.2	-123.1	11.0	12.4	17.9	25.4
Depreciation/impairments	52.8	56.0	21.6	20.5	21.1	21.1
Change in pension and similar provisions	-4.7	-2.0	-2.6	-0.5	-0.5	-0.5
Other non-cash expenses/income	7.4	15.3	-3.7	-2.4	-2.2	-2.3
Change in Working Capital	31.3	82.9	16.6	-5.3	-3.9	-2.8
Cash effects from divestment of fixed assets						
Cash effect from interests	-4.0	-4.3	-5.0	0.0	0.0	0.0
Cash effect from other participation result	0.0	0.0	0.0	0.0	0.0	0.0
Cash tax adjustments	-10.2	-13.7	-12.6	-2.1	-3.6	-5.2
Cash effects from extraordinary items						
Cashflow from Operations	33.4	11.1	25.5	22.7	28.9	35.7
Investments in Fixed assets	-33.6	-14.1	-16.0	-17.5	-18.7	-19.5
Payments received: Disposal of non-current assets	0.0	1.3	0.8	0.0	0.0	0.0
Change in consolidation: Disposals/Acquisitions	2.2	-0.8	1.2	0.0	0.0	0.0
Interest and other financial income	0.4	6.8	5.3	0.0	0.0	0.0
Cash changes from extraordinary items	0.0	0.0	0.0	0.0	0.0	0.0
Other changes from investing activities	0.0	0.0	0.0	-1.4	-1.3	1.1
Cashflow from investing activities	-31.0	-6.8	-8.7	-18.9	-20.0	-18.4
Cash changes in financial debt	66.6	-11.4	-45.6	4.4	-22.4	-14.5
Changes in shareholders equity	0.0	0.0	0.0	0.0	0.0	0.0
Dividend payments	-19.5	0.0	0.0	0.0	0.0	-3.9
Cash changes from own shares	0.0	0.0	0.0	0.0	0.0	0.0
Interest and other financial expenses	0.0	0.0	0.0	0.0	0.0	0.0
Other changes from financing activities	-15.6	-15.5	-15.4	-3.9	-3.5	-4.4
Cashflow from financing activities	31.4	-26.8	-61.1	0.6	-25.9	-22.8
Total change in cash and cash equivalents	33.8	-22.5	-44.3	4.4	-17.0	-5.5
Effect of exchange rate changes on cash	-5.8	1.9	2.1	0.0	0.0	-0.1
Other changes in cash and cash equivalents	0.0	0.0	0.0	0.0	0.0	0.0
Cash and cash equivalents: Beginning of period	94.7	122.6	102.0	59.8	64.1	47.1
Cash and cash equivalents: End of period	122.6	102.0	59.8	64.1	47.1	41.5

Source: Kapsch, FMR

Declaration of liability (disclaimer) and mandatory details pursuant to Section 85 Securities Trading Act (WpHG), EU Market Abuse Regulation (EU Regulation No. 596/2014), Delegated Regulation 2016/958 and Delegated Regulation 2017/565 including details of possible conflicts of interest (disclosures), the author and the responsible supervisory authority

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b) Time conditions of expected updates: quarterly

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(ii.) was involved in the management of a syndicate within the past five months that issued financial instruments of the issuer in the context of a public tender;

(iii.) managed financial instruments of the issuer on a market by means of concluding purchase or sale agreements:

(iv.) has, within the past twelve months, concluded an agreement regarding services in connection with investment banking business or received a service or performance promise from such agreement, with issuers which either themselves or the financial instruments thereof, are the subject of the financial analysis;

(v.) is in possession of a net sales or purchase position which exceeds the threshold of 0.5% of the total issued share capital of the issuer;

(vi.) has concluded an agreement regarding the preparation of investment recommendations with the issuer.

(vii.) has other significant interests with regard to the company being analysed, for example clients with the company being analysed.

Company **Disclosure(s)**

Kapsch TrafficCom

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b) FMR Frankfurt Main Research AG has been commissioned by ODDO BHF Corporates & Markets AG to prepare this financial analysis. ODDO BHF Corporates & Markets AG in turn acts on behalf of the issuers who are themselves or whose financial instruments are the subject of this financial analysis.

Neither ODDO BHF Corporates & Markets AG nor an affiliated company, nor any person who contributed to the compilation

(i.) has an involvement in the share capital of the issuer of at least 5 per cent;

(ii.) was involved in the management of a syndicate within the past five months that issued financial instruments of the issuer in the context of a public tender;

(iii.) managed financial instruments of the issuer on a market by means of concluding purchase or sale agreements:

(iv.) has, within the past twelve months, concluded an agreement regarding services in connection with investment banking business or received a service or performance promise from such agreement, with issuers which either themselves or the financial instruments thereof, are the subject of the financial analysis;

(v.) is in possession of a net sales or purchase position which exceeds the threshold of 0.5% of the total issued share capital of the issuer;

(vi.) has concluded an agreement regarding the preparation of investment recommendations with the issuer.

(vii.) has other significant interests with regard to the company being analysed, for example clients with the company being analysed.

Company **Disclosure(s)**

Kapsch TrafficCom

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Recommendation history over last 12 months:

Date	Recommendation	Share price at publishing date	Target price
23.02.2021	HOLD	15.15	18.00
19.04.2021	HOLD	15.10	18.00
24.06.2021	HOLD	15.00	18.00
16.08.2021	HOLD	15.30	18.00
22.11.2021	HOLD	15.80	17.30
28.02.2022	HOLD	12.50	16.70
17.06.2022	HOLD	13.80	16.00
18.08.2022	HOLD	12.68	15.70

4. Creation and distribution

a) Responsibility for creation and distribution

FMR Frankfurt Main Research AG

Registered office: Frankfurt am Main; Commercial Register No. HRB 113537, Frankfurt am Main district court; Chairman: Marcus Silbe

b) Issuer

Winfried Becker, Senior Equity Analyst

c) This study may only be used for the internal purposes of the addressee within the EEA or Switzerland.

5. Investment recommendation details

Investment recommendation details - stocks:

BUY: In our opinion, the stock will demonstrate an absolute price gain of at least 10 % in a 12-month period.

HOLD: In our opinion, the stock will not exceed or fall below an absolute price gain or loss of 10% in a 12-month period.

Sell: In our opinion, the stock will demonstrate an absolute price loss of at least 10 % in a 12-month period.

6. Sensitivity of the evaluation parameters

The figures from profit and loss calculations, cash flow statements and balance sheets which form the basis of the company evaluation are date-related estimates and therefore subject to risks. These may change at any time without prior notice. Regardless of the evaluation methods used, there are significant risks that the price goal/trend will not be achieved within the expected time frame. The risks include unforeseeable changes with regard to competition pressure, demand for the products of an issuer and the offer situation with respect to materials required for production as well as non-occurrence of the assumed development. Such deviations may be the result of changes relating to technology and changes relating to the economy, legal situation and exchange rates. No claim is made that this statement of evaluation methods and risk factors is complete.

7. Key sources of information

We have acquired the information upon which this document is based from sources that we consider in principle to be reliable. However, we have not verified all this information. Therefore, we cannot guarantee or ensure the accuracy, completeness or correctness of the information or opinions contained in this document. National and international media and information services (e.g. Factset, Bloomberg etc.), the financial press (e.g. BörsenZeitung, FAZ, Handelsblatt, Wallstreet Journal, etc.), specialist press, published statistics, the internet, as well as publications, details and information of the issuer that is the subject of the analysis.

8. Summary of the basis for evaluation

Individual issuers: Current and recognised evaluation methods (e.g. DCF method and Peer Group Analysis) are used for company analysis purposes. The DCF method calculates the value of the issuer based on the sum of the discounted cash flows, i.e. the cash value of the future cash flows of the issuer. The value is therefore determined on the basis of expected future cash flows and the applied discount rate. In Peer Group Analysis, issuers listed on the stock exchange are evaluated by comparing ratios (e.g. price/profit ratio, Enterprise Value/turnover, Enterprise Value/EBITDA, Enterprise Value/EBIT). The comparability of the ratios is primarily determined with reference to the business activity and economic prospects.

9. Internal organisational and regulatory measures for the prevention or management of conflicts of interest

Employees of FMR Frankfurt Main Research AG who are involved with the compilation and/or presentation of financial analyses are subject to the internal compliance regulations. The internal compliance regulations correspond to the provisions of the directive for the substantiation of the organisational obligations of investment service companies pursuant to Section 80 Securities Trading Act and EU/ESMA legislation on the basis of the Market Abuse Regulation.

The analysts of FMR Frankfurt Main Research AG do not receive any direct or indirect remuneration from the investment banking business of FMR Frankfurt Main Research AG.

On acceptance of the financial analysis, the recipient accepts that the above restrictions are binding.