

Kapsch TrafficCom AG

WKN: A0MUZU | ISIN: AT000KAPSCH9 | Bloomberg: KTCG

Kapsch share upgraded to buy

H1/22/23: Diverging segment performance: With the H1/22/23 figures now presented, Kapsch has exceeded our expectations and the consensus.

| EUR m | Kapsch H1/21/22 | Kapsch H1/22/23 | FMR H1/22/23e | Consensus H1/22/23e |
|----------------|-----------------|-----------------|---------------|---------------------|
| Group sales | 255.2 | 264.8 | 262.0 | 262.2 |
| EBIT | 10.6 | 4.7 | 4.5 | 3.4 |
| EBIT-margin, % | 4.2% | 1.8% | 1.7% | 1.3% |

Source: Kapsch, FMR

A diverging development of the two segments Toll (T) and Traffic Management (TM) can be observed. T increased its revenue by 7.9% and improved its EBIT margin to 1.3% (prior year: 0.7%). This was mainly driven by a strong increase in the deployment business. By contrast, TM suffered a 6.3% drop in sales and its margin slumped to 2.3% from 9.3%. The Group's annual targets for 2022/23e were reaffirmed.

First signs of a revival in new order business: As the management explained, a slow market recovery is visible and Kapsch expects catch-up orders and more new orders from 2023 onwards. In Q2/22/23 Kapsch received, among others, three new large orders (Gothenburg, Sharjah, Miraflores) with a volume of EUR 20-25m as estimated by us. With a reduced cost base in the meantime, there should be a clearly positive earnings effect.

FMR: Price target up to EUR 16.00 per share (+1.9%): We have increased segment contributions to revenue and EBIT in favor of the Toll segment but left our Group forecasts largely unchanged. In Q3, a special gain in the magnitude of EUR 4.0 to 5.0m from the sale of the Public Transport business in Spain is expected, which we have not yet taken into account.

Kapsch continues to work through existing low-margin projects. Future share price drivers could be the revival of new business and also compensation from the passenger car toll project in Germany. We expect a reduction of the currently high financial debt. Recommendation: BUY.

| 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 | 521.5 | 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% | 6.3% | 6.3% | 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% | 2.4% | 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 | 0.72 | 0.66 | 0.61 |
| EV/EBITDA | | -15.2 | -4.6 | 37.3 | 30.2 | 20.6 | 14.2 |
| P/E | | -6.8 | -1.9 | -20.4 | 32.5 | 16.8 | 10.9 |
| Net debt/EBITDA | | 15.0 | -2.9 | 5.6 | 5.7 | 4.7 | 3.7 |

Source: Kapsch, FMR

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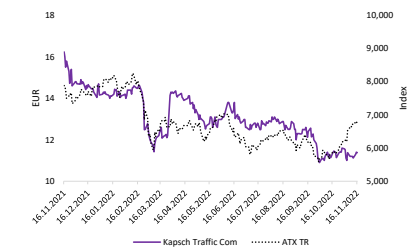
BUY

Before: Hold

Price target EUR 16.00 (15.70)
Share price* EUR 11.38 (+40.6%)

*last price Vienna Stock Exchange

| Update | 2022/23e | 2023/24e | 2024/25e |
|----------|----------|----------|----------|
| Turnover | -8.5 | 0.0 | 0.0 |
| EBIT | 0.0 | 0.0 | 0.0 |
| EPS, EUR | 0.00 | 0.00 | 0.00 |



Source: Vienna Stock Exchange, FMR

Basic share data

| | |
|----------------------------|--------|
| Number of shares (million) | 13.00 |
| Free Float (in %) | 36.7 |
| Market cap (EURm) | 147.94 |
| Trading volume (30 days Ø) | 10,909 |
| High (EUR, 52 weeks) | 16.24 |
| Low (EUR, 52 weeks) | 10.90 |

Shareholder structure

| | |
|--------------------------|-------|
| Kapsch Group Beteiligung | 63.3% |
| Free float | 36.7% |

Corporate calendar

| | |
|------------------------|------------|
| 9M/22/23 report | 22.02.2023 |
| Final results FY 22/23 | 14.06.2023 |

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Valuation: Update

Kapsch: DCF model leads to slightly higher value of rounded EUR 16.00 per share

| 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 | 521.5 | 562.5 | 595.0 | 633.5 | 663.0 | 701.0 | 735.9 | 767.0 | 793.8 | 815.6 | |
| Y-o-Y growth | 0.3% | 7.9% | 5.8% | 6.5% | 4.7% | 5.7% | 5.0% | 4.2% | 3.5% | 2.7% | |
| EBIT | 12.4 | 17.9 | 25.4 | 32.9 | 40.5 | 39.6 | 42.3 | 45.1 | 48.6 | 53.7 | |
| EBIT-margin | 2.4% | 3.2% | 4.3% | 5.2% | 6.1% | 5.6% | 5.7% | 5.9% | 6.1% | 6.6% | |
| Income tax on EBIT | -3.1 | -4.5 | -6.4 | -8.2 | -10.1 | -9.9 | -10.6 | -11.3 | -12.1 | -13.4 | |
| 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 | -9.3 | -4.0 | -3.1 | -2.6 | -3.3 | -4.9 | -4.7 | -4.2 | -3.5 | -2.6 | |
| 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 | 3.0 | 11.8 | 17.5 | 23.3 | 27.7 | 26.2 | 28.2 | 30.8 | 34.3 | 37.7 | |
| Present values | 3.0 | 10.6 | 14.4 | 17.4 | 18.8 | 16.3 | 15.9 | 15.8 | 16.0 | 16.0 | 247.0 |
| Present value Phase 1 | 64.3 | | | | | | | | | | |
| Present value Phase 2 | 79.9 | | | | | | | | | | |
| Present value Phase 3 | 247.0 | | | | | | | | | | |
| Total present value | 391.3 | | | | | | | | | | |
| + Non-operating assets/Other | -18.4 | | | | | | | | | | |
| - Net financial debt | -164.4 | | | | | | | | | | |
| Fair value of equity | 208.5 | | | | | | | | | | |
| - Number of shares (m) | 13.000 | | | | | | | | | | |
| Fair value per share (in EUR) | 16.04 | | | | | | | | | | |

| | | | |
|-----------------------|------|----------------------|-------|
| 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% | 24.74 | 21.46 | 18.65 | 16.20 | 14.07 |
| | 2.5% | 22.75 | 19.81 | 17.26 | 15.03 | 13.07 |
| | 2.0% | 21.03 | 18.37 | 16.04 | 14.00 | 12.18 |
| | 1.5% | 19.52 | 17.10 | 14.97 | 13.08 | 11.39 |
| | 1.0% | 18.20 | 15.98 | 14.00 | 12.25 | 10.67 |

Source: FMR

Based on our last estimate, we have moderately increased net debt for the current year, which has reduced the fair value. The shortening of the period during the current year has a counteracting effect and in total results in a higher fair value of rounded EUR 16.00 per share. Thus, the Kapsch share has an upside potential of 40% compared to the current price and we upgrade the share to "BUY".

H1/22/23: Further highlights

New orders in Q2/22/23: 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 world's largest urban tolling projects 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.

Project status: The passenger car and commercial vehicle tolling system operated nationwide by Kapsch in Belarus (contract term until 2032) continues to be under close observation but is currently operating according to plan. At the end of the year, a decision by the province of Gauteng (South Africa) on the prolongation of

the tolling system there is pending. There is no news to report regarding the toll dispute with the German government. We continue to assume that, as things stand at present, compensation of between EUR 100 and 120m is conceivable for Kapsch. In our opinion, the review by the arbitration court will still take some time.

Group revenues increased by 3.8% to EUR 264.8m in H1/22/23. The increase is attributable to the Toll segment with +8%, while Traffic Management suffered a 6% decline. From a regional perspective, the growth of 24.4% achieved by the Americas region should be mentioned, which we believe is a satisfying development in view of the economic slowdown in the USA. A pleasing level of implementation business in the Toll segment also contributed to this.

At EUR 4.7m (-56%), **Group EBIT** exceeded our expectations of EUR 4.5m. As in the first quarter, above-average increases in personnel costs caused by exchange rate effects and an adjustment in the compensation structure were mainly responsible for the decline. This effect will return to normal in the full year 2022/23. We continue to expect an EBIT figure of EUR 12.4m for the full year, leaving EUR 7.7m to be achieved in H2/22/23.

Kapsch's **financial status** is currently one of the "weak points". At 12.3%, the equity ratio is too low in our view. The gearing ratio was also clearly too high at 302% as of the end of September. However, we expect a gradual improvement in the coming quarters. In this fiscal year there is still EUR 11.0m of financial debt to be refinanced, while in 23/24e there is EUR 27.0m to be replaced.

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 | 521.5 | 562.5 | 595.0 |
| YoY growth | -0.9% | -30.9% | 2.9% | 0.3% | 7.9% | 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 | 522.0 | 563.6 | 596.2 |
| YoY growth | -4.4% | -31.2% | 3.6% | 0.9% | 8.0% | 5.8% |
| Cost of Materials | -334.9 | -243.5 | -202.8 | -204.1 | -220.4 | -231.3 |
| as % of revenues | -45.8% | -48.2% | -39.0% | -39.1% | -39.2% | -38.9% |
| Gross Profit | 390.1 | 255.6 | 314.3 | 317.9 | 343.2 | 364.9 |
| as % of revenues | 53.4% | 50.6% | 60.5% | 61.0% | 61.0% | 61.3% |
| Personnel expenses | -269.2 | -243.8 | -227.1 | -221.9 | -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 | -68.4 | -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 | 5.2 | 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% | 6.3% | 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% | 2.4% | 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% | 1.7% | 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% | 1.3% | 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% | 36.4% | 37.1% | 36.8% |
| 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 | 339.1 | 327.4 | 326.9 |
| as % of total assets | 68.7% | 65.4% | 61.8% | 63.6% | 62.9% | 63.2% |
| Inventories | 55.7 | 41.7 | 35.6 | 46.2 | 47.2 | 48.6 |
| 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 | 65.0 | 47.3 | 42.8 |
| 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 | 533.1 | 520.3 | 517.1 |
| Shareholders' equity and liabilities | | | | | | |
| Shareholders' equity | 182.5 | 84.8 | 77.9 | 82.4 | 91.2 | 101.0 |
| as % of total equity and liabilities | 25.1% | 14.3% | 15.2% | 15.5% | 17.5% | 19.5% |
| 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 | 23.1 |
| 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 | 135.9 | 124.9 | 116.9 |
| as % of total equity and liabilities | 37.6% | 33.4% | 37.9% | 25.5% | 24.0% | 22.6% |
| 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 | 106.3 | 95.7 | 88.0 |
| 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 | 1.1 | 1.2 | 1.2 |
| Current liabilities and provisions | 271.5 | 310.2 | 240.2 | 314.7 | 304.2 | 299.2 |
| as % of total equity and liabilities | 37.3% | 52.3% | 46.9% | 59.0% | 58.5% | 57.9% |
| Current provisions | 23.4 | 42.5 | 28.6 | 28.1 | 28.6 | 29.2 |
| Current financial liabilities | 64.3 | 115.9 | 55.9 | 123.1 | 110.8 | 105.2 |
| Trade accounts payable | 92.4 | 59.4 | 71.5 | 78.7 | 79.0 | 79.4 |
| 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 | 533.1 | 520.3 | 517.1 |

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 | -2.9 | -2.2 | -2.3 |
| Change in Working Capital | 31.3 | 82.9 | 16.6 | -9.3 | -4.0 | -3.1 |
| 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 | 18.2 | 28.7 | 35.4 |
| 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 | 9.9 | -22.9 | -13.2 |
| 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 | -3.8 | -3.5 | -4.4 |
| Cashflow from financing activities | 31.4 | -26.8 | -61.1 | 6.1 | -26.4 | -21.5 |
| Total change in cash and cash equivalents | 33.8 | -22.5 | -44.3 | 5.3 | -17.8 | -4.5 |
| Effect of exchange rate changes on cash | -5.8 | 1.9 | 2.1 | -0.1 | 0.1 | 0.0 |
| 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 | 65.0 | 47.3 |
| Cash and cash equivalents: End of period | 122.6 | 102.0 | 59.8 | 65.0 | 47.3 | 42.8 |

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

The following details inform the reader about the legal provisions that are to be observed when compiling financial analyses.

1. Declaration of liability

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a) First publication: 17.11.2022

b) Time conditions of expected updates: quarterly

c) Supervisory authority: Federal Financial Supervisory Authority (Bundesanstalt für Finanzdienstleistungsaufsicht), Marie-Curie-Straße 24-28, 60439 Frankfurt am Main

d) Previous analyses: No analysis was published in the 12 months before publication of this analysis that contains a recommendation for a specific investment decision which contradicts this analysis.

e) The analysis was made available to the issuer, to the extent that is legally permissible, before publication and was not amended thereafter.

f) All prices and price developments listed in the analysis are based on closing prices insofar as no contradictory details were provided about prices and price developments.

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Company **Disclosure(s)**

Kapsch TrafficCom

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Recommendation history over last 12 months:

| Date | Recommendation | Share price at publishing date | Target price |
|------------|----------------|--------------------------------|--------------|
| 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 |
| 17.11.2022 | BUY | 11.38 | 16.00 |

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

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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.

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