

Friday, July 08, 2022 | Monthly Market Outlook, an excerpt

Comprenum suspended

Coverage of Comprenum and monitoring as part of the Warsaw Stock Exchange's Analytical Coverage Support Programme are suspended for the next quarter while our analysts' team undergoes a transition.

Current Price	2.60 PLN		
9M Target Price	-		
	rating	target price	issued
new	suspended		2022-07-08
old	buy	4.01 PLN	2022-06-07
Key Metrics			CPR PW vs. WIG
Ticker	CPR PW	1M Price Chng	-10.2% -4.5%
ISIN	PLPZBDT00013	YTD Price Chng	-32.8% -10.5%
Outst. Stock (m)	44.8	ADTV 1M	0.1 mln PLN
MC (PLN m)	116.4	ADTV 6M	0.1 mln PLN
EV (PLN m)	116.4	EV/EBITDA 12M fwd	4.7 +15.7%
Free Float	-	EV/EBITDA 5Y avg	4.1 premium

List of abbreviations and ratios used by mBank:

EV (Enterprise Value) – Equity Value + Net Debt; **EBIT** – Earnings Before Interest and Taxes; **EBITDA** – EBIT + Depreciation & Amortisation; **Net Debt** – Borrowings + Debt Securities + Interest-Bearing Loans - Cash and Cash Equivalents; **P/E** (Price/Earnings) – Price Per Share Divided by Earnings Per Share; **P/CE** (Price to Cash Earnings) – Price Per Share Divided by Earnings + Depreciation & Amortisation; **P/B** (Price to Book Value) – Price Per Share Divided by Book Value Per Share; **P/CF** (Price to Cash Flow) – Price Divided by Cash Flow from Operations; **ROE** (Return on Equity) – Earnings Divided by Shareholders' Equity; **ROCE** (Return on Capital Employed) – EBIT x (Average Assets - Current Liabilities); **ROIC** (Return on Invested Capital) – EBIT x (1-Tax Rate) / (Average Equity + Minority Interest + Net Debt); **FCFF** (Free Cash Flow to Firm) – Cash Flow from Operations - CAPEX - Lease Payments; **FCFE** (Free Cash Flow to Equity) – Free Cash Flow to Firm - Net Interest Expense (incl. Debt + Leases) - Lease Payments

OVERWEIGHT (OW) – a rating which indicates that we expect a stock to outperform the broad market

NEUTRAL (N) – a rating which indicates that we expect the stock to perform in line with the broad market

UNDERWEIGHT (UW) – a rating which indicates that we expect the stock to underperform the broad market

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A recommendation is valid for a period of 9 months, unless a subsequent recommendation is issued within this period. Expected returns from individual recommendations are as follows:

BUY – we expect that the rate of return from an investment will be at least 15%

ACCUMULATE – we expect that the rate of return from an investment will range from 5% to 15%

HOLD – we expect that the rate of return from an investment will range from -5% to +5%

REDUCE – we expect that the rate of return from an investment will range from -5% to -15%

SELL – we expect that an investment will bear a loss greater than 15%

Recommendations are updated at least once every nine months.

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Economic profits – discounting of future economic profits; the weak point is high sensitivity to changes in the assumptions made in the valuation model.

Discounted Dividends (DDM) – discounting of future dividends; the weak point is high sensitivity to changes in the assumptions as to future dividends made in the valuation model.

NAV – valuation based on equity value, one of the most frequently used method in case of developing companies; the weak point of the method is that it does not factor in future changes in revenue/profits of a company.

mBank issued the following investment recommendations for the Company in the 12 months prior to this publication

Compremum

rekomenacja	zawieszona	kupuj	trzymaj
data wydania	2022-07-08	2022-06-07	2021-09-06
cena docelowa (PLN)	-	4,01	5,24
kurs z dnia rekomendacji	2,60	2,94	5,16

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