

Italian Mid/Small Caps Monthly

2Q25 Results Set to Test Consensus Expectations

by Intermonte Research Team

Italian Equity Market

- **Performance (=/+).** The Italian equity market (prices as at 16 June 2025) has posted a negative 1.7% performance in the last month and is up 16.4% YtD. The FTSE Italy Mid-Cap index (-0.3%) has performed 1.4% above the main index in the last month (-3.5% YtD on a relative basis), with the FTSE Italy Small Caps index (-0.1%) performing 1.6% better than the market but -6.4% on a relative basis YtD. Looking at mid/small cap performances across Europe, the MSCI Europe Small Caps index has grown 0.8% in the last month, performing slightly better than Italian mid small caps.
- **Estimates (=).** Since the beginning of 2025, we have reduced our 2025/2026 EPS estimates by -5.9%/-5.4%; notably, estimate revisions in the last month have been almost negligible for large caps (-0.1%/-0.2% on 2025/2026 EPS). Focusing on our mid/small cap coverage, in the last month we have left our 2025 EPS unchanged, while we have raised 2026 EPS by +0.4%. This is a consequence of the limited corporate newsflow in the last month and hence of the small number of new reports published.
- **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 22.9% re-rating (+24.8% one month ago); mid-caps have re-rated by 16.8%, while small caps have re-rated by 15.0%. On a P/E basis, our panel is trading at a 18% premium to large caps, slightly below the historical average premium (20%) and in line with the level one month ago (18%).
- **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 12.2% higher than in the corresponding period one year ago and is up 34.1% YtD. The picture is also improving for mid-caps, but is weaker for small caps: specifically, since 1/1/25, liquidity is up 17.0% YoY for mid-caps while down 1.1% for small caps, although the latter have shown an improving trend in the last month.
- **Investment strategy.** The brutal market movements in the last three months were highly related to trade and geopolitics. At the same time, we noted that the messages arising from 1Q results were somewhat reassuring about the resilience of earnings for most companies, despite the great uncertainty that will hopefully subside as trade negotiation deadlines approach. This complex macro backdrop leaves equity markets highly sensitive to policy signals, with potential upside for defensive, energy, and inflation-hedged sectors. Within our coverage, investors are assessing how the increase in macroeconomic uncertainty observed since April—particularly around tariffs, energy prices, and ForEx volatility—could impact 2Q25 earnings, as they await results to be released between July and September. The summer months are traditionally difficult to predict for stock markets. We think Italian mid-cap equities remain attractive, but we recommend a selective approach, focusing on quality stocks that lead their sectors, with valuations justified by realistic growth prospects or strong cash generation. During the last month, we have seen some placements of quality names which were well received by investors, confirming that interest is high for solid equity stories despite strong performance. Finally, the National Strategic Fund, expected to launch by year-end with an initial commitment of €0.7-1.0 billion (49% from the NSF and 51% from private investors), should provide a positive catalyst for the sector. Fund managers will have full discretion over allocations on condition that at least 70% of capital is invested in listed companies outside the FTSE MIB index, excluding financial stocks.

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Performance

Mid/small caps slightly outperformed large caps in a flattish month

The Italian equity market (prices as at 16 June 2025) has posted a negative 1.7% performance in the last month and is up 16.4% YtD. The FTSE Italy Mid-Cap index (-0.3%) has performed 1.4% above the main index in the last month (-3.5% YtD on a relative basis), with the FTSE Italy Small Caps index (-0.1%) performing 1.6% better than the market but -6.4% on a relative basis YtD.

Italian Market Indexes – performance analysis (prices as at 16 June 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	53,936	-0.3%	6.3%	12.0%	13.0%	16.3%	23.1%	42.9%	61.4%
FTSE Italia Small Cap	30,896	-0.1%	4.8%	8.3%	9.1%	9.4%	11.9%	5.6%	63.0%
FTSE Italia Star	46,773	-0.1%	4.7%	0.5%	3.1%	-0.4%	-4.5%	5.9%	32.5%
FTSE Italia Growth Index	8,073	2.3%	4.7%	3.2%	2.1%	0.3%	-11.5%	-12.6%	15.4%
FTSE Italia All-Share	42,373	-1.7%	3.5%	14.7%	16.4%	21.6%	41.2%	78.5%	98.1%
FTSE MIB	39,929	-1.8%	3.3%	14.9%	16.8%	22.2%	43.3%	83.8%	103.5%
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		1.4%	2.8%	-2.7%	-3.5%	-5.4%	-18.1%	-35.6%	-36.6%
FTSE Italia Small Cap		1.6%	1.3%	-6.4%	-7.4%	-12.2%	-29.3%	-72.9%	-35.1%
FTSE Italia Star		1.6%	1.1%	-14.2%	-13.3%	-22.1%	-45.7%	-72.6%	-65.5%

Source: FactSet

Looking at mid/small cap performances across Europe, the MSCI Europe Small Caps index has grown 0.8% in the last month, performing slightly 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	183	-0.4%	-0.1%	5.9%	7.7%	6.5%	16.7%	35.4%	51.2%
MSCI Europe Small Cap	467	0.8%	4.8%	7.8%	8.6%	8.4%	15.0%	22.2%	36.9%

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 (%)
FINCANTIERI	14.58	4,712	21%
CYBEROO	1.57	65	15%
BANCA SISTEMA	1.80	145	13%
ANTARES VISION	4.48	318	12%
CY4GATE	4.81	113	12%
CAREL INDUSTRIES	22.40	2,520	10%
REWAY GROUP	7.98	242	10%
AVIO	21.15	574	10%
IREN	2.75	3,575	10%
SERI INDUSTRIAL	2.23	120	9%
GPI	10.70	309	8%
MAIRE	11.09	3,645	8%
ELICA	1.40	89	6%
AQUAFIL	1.37	100	6%
SOMECH	13.35	92	6%
ERG	19.12	2,874	6%
REVO INSURANCE	15.54	409	5%
EL.EN.	10.70	858	5%
IEG	9.06	280	5%
SECO	2.32	308	5%
FTSE Italia Mid Cap			0%
FTSE Italia Small Cap			0%
FTSE MIB			-2%
Worst Performers	Price (Eu)	Market Cap (Eu mn)	Perf. 1M (%)
SYS-DAT	5.70	178	-14%
GEOX	0.31	113	-14%
ESPRINET	3.70	187	-13%
MARR	9.16	609	-12%
FERRAGAMO	5.30	895	-12%
BREMBO	7.73	2,581	-9%
PHARMANUTRA	47.60	461	-8%
FILA	9.57	411	-8%
THE ITALIAN SEA GROUP	5.77	306	-8%
WIIT	15.40	432	-7%
BANCA IFIS	21.68	1,167	-7%
TIP	7.65	1,411	-7%
LU-VE	29.25	650	-7%
MEDIA FOR EUROPE	4.13	2,050	-7%
ANIMA	5.87	1,907	-7%
DE' LONGHI	27.94	4,227	-6%
TECHNOGYM	12.26	2,468	-4%
CREDITO EMILIANO	12.20	4,164	-4%
DHH	19.55	102	-4%
DATALOGIC	4.44	260	-4%

Source: FactSet

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

Best Performers	Price (Eu)	Market Cap (Eu mn)	Perf. YTD (%)
FINCANTIERI	14.58	4,712	110%
LOTTOMATICA	23.54	5,923	83%
AVIO	21.15	574	52%
DOVALUE	2.19	416	52%
ANTARES VISION	4.48	318	43%
IREN	2.75	3,575	43%
BANCA SISTEMA	1.80	145	42%
IEG	9.06	280	39%
MAIRE	11.09	3,645	34%
CEMENTIR	14.14	2,250	34%
TINEXTA	10.60	500	34%
SECO	2.32	308	28%
REWAY GROUP	7.98	242	27%
SESA	78.80	1,221	27%
REVO INSURANCE	15.54	409	26%
WEBUILD	3.46	3,539	22%
CAREL INDUSTRIES	22.40	2,520	21%
IGD	2.98	329	19%
SOMEK	13.35	92	18%
TECHNOGYM	12.26	2,468	17%
FTSE Italia Mid Cap			13%
FTSE Italia Small Cap			9%
FTSE MIB			17%
Worst Performers	Price (Eu)	Market Cap (Eu mn)	Perf. YTD (%)
GEOX	0.31	113	-40%
MISITANO & STRACUZZI	2.63	70	-27%
CYBEROO	1.57	65	-26%
ABITARE IN	3.17	84	-25%
THE ITALIAN SEA GROUP	5.77	306	-22%
FERRAGAMO	5.30	895	-22%
WIIT	15.40	432	-20%
TESMEC	0.05	33	-19%
PIAGGIO	1.79	639	-18%
ELICA	1.40	89	-16%
SERI INDUSTRIAL	2.23	120	-16%
DHH	19.55	102	-15%
BREMBO	7.73	2,581	-15%
INDEL B	19.50	114	-14%
ESPRINET	3.70	187	-14%
DATALOGIC	4.44	260	-13%
PHARMANUTRA	47.60	461	-13%
ANIMA	5.87	1,907	-12%
MARR	9.16	609	-9%
TIP	7.65	1,411	-9%

Source: FactSet

Earnings Momentum

No significant changes in the last month

Since the beginning of 2025, we have reduced our 2025/2026 EPS estimates by -5.9%/-5.4%; notably, estimate revisions in the last month have been almost negligible for large caps (-0.1%/-0.2% on 2025/2026 EPS). Focusing on our mid/small cap coverage, in the last month we have left our 2025 EPS unchanged, while we have raised 2026 EPS by +0.4%. This is a consequence of the limited corporate newsflow in the last month and hence of the small number of new reports published.

Italian Market – Intermonte changes to 2025 and 2026 estimates

EPS REVISION	Since 01/01/2025		Since 18/5/2025	
	% chg in EPS FY25	% chg in EPS FY26	% chg in EPS FY25	% chg in EPS FY26
Total Market	-5.9%	-5.4%	-0.1%	-0.2%
Total Market - Ex Energy	-3.5%	-2.5%	-0.1%	-0.1%
Domestic	-0.6%	-0.6%	-0.1%	-0.2%
Non domestic	-16.1%	-14.4%	-0.2%	-0.2%
Non domestic - Ex Energy	-16.2%	-14.2%	-0.1%	0.0%
FTSE MIB	-6.1%	-5.7%	-0.1%	-0.2%
Mid Caps (our coverage)	-3.8%	-2.2%	0.0%	0.5%
Small Caps (our coverage)	-5.9%	-3.7%	0.1%	0.0%
Intermonte Mid&Small Caps coverage	-3.6%	-1.9%	0.0%	0.4%

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	6	592.0%
SYS-DAT	7	9	36.5%
SOMECH	4	5	30.1%
FINCANTIERI	99	119	19.8%
IEG	24	29	18.2%
OMER	10	11	15.1%
ANIMA	225	251	11.6%
IGD	36	40	11.4%
GPI	16	18	9.9%
DATALOGIC	17	19	7.7%
Downward Revision			
ELICA	2	-3	-243.2%
CY4GATE	4	-3	-185.3%
ENAV	132	66	-50.0%
FERRAGAMO	18	10	-42.8%
MISITANO & STRACUZZI	10	6	-34.2%
ESPRINET	28	19	-31.9%
PIAGGIO	96	66	-30.5%
WIIT	25	18	-26.0%
THE ITALIAN SEA GROUP	58	44	-23.4%

Source: Intermonte SIM

Valuation

Mid/small cap valuation premium at a 4-year low, the same level as 1 month ago

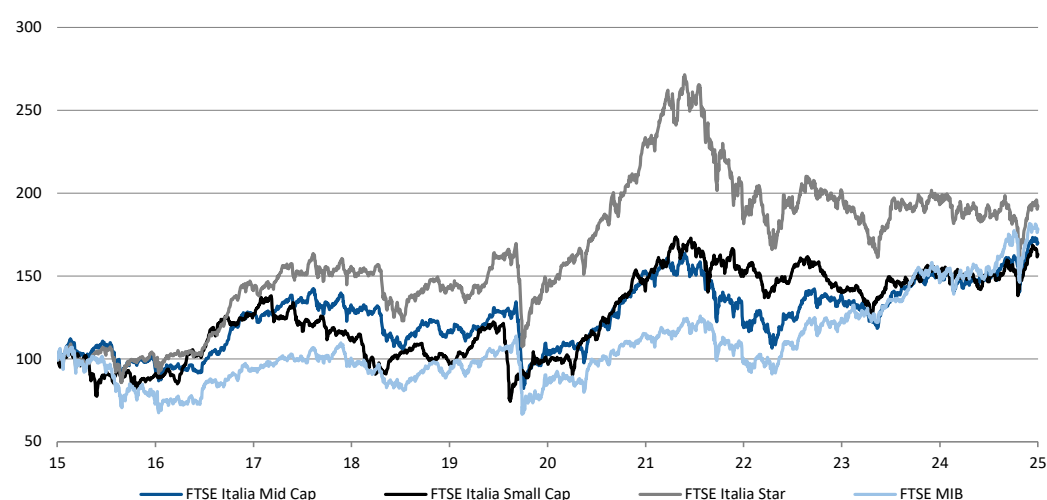
If we compare performance since the beginning of the year to the change in FY25 estimates over the same period, we see that FTSE MIB stocks have recorded a 22.9% re-rating (+24.8% one month ago); mid-caps have re-rated by 16.8%, while small caps have re-rated by 15.0%.

Italian Market – re/de-rating by index YtD

Index	% Change YTD	on FY25 estimates	
		Chg in estimates	Re/De-rating
FTSE MIB	16.8%	-6.1%	22.9%
FTSE Italia Mid Cap	13.0%	-3.8%	16.8%
FTSE Italia Small Cap	9.1%	-5.9%	15.0%

Source: Intermonte SIM and FactSet

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

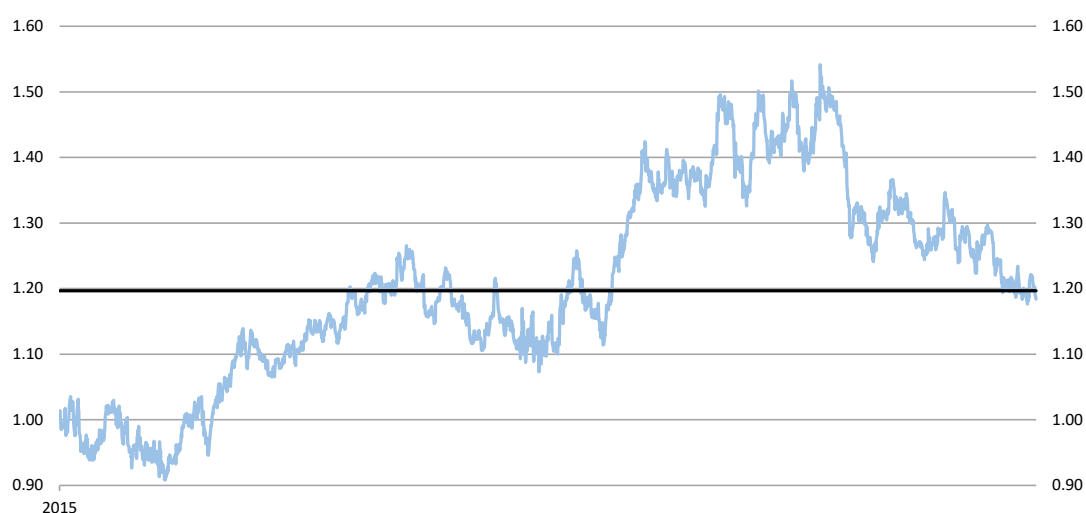


Source: FactSet

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 18% premium to large caps, slightly below the historical average premium (20%) and in line with the level one month ago (18%).

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	12.4 x		12.4 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	14.3 x		17.4 x	-18.2%
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	12.8 x		14.7 x	-12.9%
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	16.0 x	28.9%	14.6 x	9.8%
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	16.0 x	12.2%	21.1 x	-24.2%
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	16.1 x	29.9%	16.0 x	0.7%
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	12.9 x	-9.4%	15.9 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	89.8 x	602.6%	31.8 x	182.3%
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	13.5 x	8.7%	13.1 x	3.0%
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	13.4 x	-5.9%	14.4 x	-7.1%
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	12.7 x	1.9%	12.8 x	-1.4%
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	14.0 x	-1.9%	15.2 x	-7.8%

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(+)
FINCANTIERI	98.9	118.5	20%	110%	91%
LOTTOMATICA	351.9	360.1	2%	83%	81%
AVIO	15.5	12.1	-22%	52%	74%
TINEXTA	58.3	47.5	-18%	34%	52%
DOVALUE	43.2	43.2	0%	52%	52%
ENAV	131.8	65.8	-50%	1%	51%
SECO	10.4	9.0	-14%	28%	42%
ANTARES VISION	11.0	11.3	3%	43%	41%
BANCA SISTEMA	29.0	29.5	2%	42%	40%
IREN	300.5	311.8	4%	43%	39%
CEMENTIR	203.6	200.6	-1%	34%	36%
SESA	104.9	101.2	-3%	27%	30%
MAIRE	228.9	244.0	7%	34%	28%
REVO INSURANCE	33.2	32.8	-1%	26%	28%
REWAY GROUP	26.8	27.4	2%	27%	25%
CAREL INDUSTRIES	64.8	62.9	-3%	21%	24%
FERRAGAMO	18.2	10.4	-43%	-22%	21%
IEG	24.3	28.7	18%	39%	21%
WEBUILD	330.8	338.5	2%	22%	19%
ESPRINET	28.1	19.2	-32%	-14%	17%
EMAK	18.4	15.4	-16%	0%	16%
TECHNOGYM	109.1	110.7	1%	17%	16%
FRANCHI UMBERTO MARMI	15.1	12.1	-20%	-5%	15%
UNIDATA	12.4	10.4	-16%	-4%	13%
PIAGGIO	95.5	66.4	-30%	-18%	12%
ACEA	340.7	354.1	4%	16%	12%
INTERCOS	76.6	65.4	-15%	-3%	12%
CREDITO EMILIANO	519.2	523.1	1%	12%	11%
BFF BANK	229.6	195.8	-15%	-4%	10%
ERG	210.6	183.2	-13%	-3%	10%
RAI WAY	86.7	84.7	-2%	7%	10%
OVS GROUP	90.5	85.3	-6%	2%	8%
BANCA IFIS	170.0	160.3	-6%	2%	8%
IGD	35.7	39.7	11%	19%	8%
MISITANO & STRACUZZI	9.5	6.3	-34%	-27%	8%
MEDIA FOR EUROPE	329.8	309.9	-6%	0%	6%
WIIT	24.9	18.5	-26%	-20%	6%
MARR	52.7	45.5	-14%	-9%	5%
MONDADORI	76.8	75.2	-2%	2%	4%
FILA	47.3	41.9	-11%	-8%	4%
BREMBO	282.4	231.4	-18%	-15%	3%
LU-VE	39.3	40.4	3%	5%	3%
INTRED	7.9	7.7	-3%	-1%	1%
THE ITALIAN SEA GROUP	58.0	44.4	-23%	-22%	1%
NOTORIOUS PICTURES	2.5	2.5	0%	1%	1%
AQUAFIL	9.5	9.0	-5%	-4%	0%
EL.EN.	57.2	52.6	-8%	-8%	(0%)
TXT E-SOLUTIONS	28.0	27.9	0%	-2%	(1%)
DE' LONGHI	344.8	339.4	-2%	-7%	(6%)
FINE FOODS	12.7	13.7	8%	1%	(6%)
PHARMANUTRA	21.3	20.0	-6%	-13%	(7%)
STAR7	8.3	8.6	3%	-5%	(8%)
REPLY	232.2	244.3	5%	-5%	(10%)
OMER	9.8	11.2	15%	4%	(11%)
SOMEK	4.2	5.5	30%	18%	(12%)
GPI	16.0	17.6	10%	-2%	(12%)
INDEL B	18.7	18.7	0%	-14%	(14%)
SERI INDUSTRIAL	-32.2	-32.2	0%	-16%	(16%)
DHH	4.5	4.5	1%	-15%	(16%)
DATALOGIC	17.5	18.8	8%	-13%	(21%)
ANIMA	225.3	251.5	12%	-12%	(23%)

Source: Intermonte SIM

Liquidity

Liquidity up in the last month

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 12.2% higher than in the corresponding period one year ago and is up 34.1% YtD. The picture is also improving for mid-caps, but is weaker for small caps: specifically, since 1/1/25, liquidity is up 17.0% YoY for mid-caps while down 1.1% for small caps, although the latter have shown an improving trend in the last month.

Italian Market – liquidity analysis

	Avg Daily Volume * Avg Price (Eu mn) 2025			Avg Daily Volume * Avg Price (Eu mn) 2024			% Changes (YoY)		
	1M to 17/06	3M to 17/06	YTD to 17/06	1M to 17/06	3M to 17/06	YTD to 17/06	1M to 17/06	3M to 17/06	YTD to 17/06
FTSE MIB									
All stocks	69.54	85.78	83.02	61.99	62.63	61.93	12.2%	37.0%	34.1%
Top 20% by market cap	184.88	239.36	230.50	176.04	176.87	171.41	5.0%	35.3%	34.5%
FTSE Italia Mid Cap									
All stocks	2.78	2.92	2.74	2.35	2.55	2.34	18.1%	14.4%	17.0%
Top 20% by market cap	8.16	7.73	6.66	3.62	4.25	4.21	125.7%	82.0%	58.3%
FTSE Italia Small Cap									
All stocks	0.39	0.36	0.35	0.35	0.37	0.36	13.3%	(2.5%)	(1.1%)
Top 20% by market cap	1.25	1.18	1.14	0.90	1.04	1.01	39.6%	13.0%	12.7%

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)
FINCANTIERI	4,712	15,589,111
LOTTOMATICA	5,923	9,700,170
ERG	2,874	8,454,298
MAIRE	3,645	8,036,945
ANIMA	1,907	7,415,813
REPLY	5,447	6,703,128
BREMBO	2,581	5,629,088
WEBUILD	3,539	5,571,220
IREN	3,575	3,968,882
FERRAGAMO	895	3,766,072
DE' LONGHI	4,227	3,655,145
BFF BANK	1,659	3,610,057
BANCA IFIS	1,167	3,605,928
ENAV	2,232	3,305,318
DOVALUE	416	3,190,663
AVIO	574	2,980,099
TECHNOGYM	2,468	2,694,127
ACEA	4,617	2,424,811
SESA	1,221	2,363,739
OVS GROUP	888	2,349,028
PIAGGIO	639	2,291,909
TINEXTA	500	2,003,320
EL.EN.	858	1,730,228
RAI WAY	1,602	1,630,484
TIP	1,411	1,467,954
CAREL INDUSTRIES	2,520	1,324,477
INTERCOS	1,303	1,222,136
CEMENTIR	2,250	1,183,576
FILA	411	1,180,828

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	22.5%	50%	2.6
BFF BANK	8.8	1659	1.048	1.048	11.9%	100%	
DOVALUE	2.2	416	0.540	0.250	11.4%	46%	2.2
BANCA IFIS	21.7	1167	2.978	2.098	9.7%	70%	
PIAGGIO	1.8	639	0.187	0.150	8.4%	80%	1.7
ANIMA	5.9	1907	0.773	0.450	7.7%	58%	
ESPRINET	3.7	187	0.383	0.274	7.4%	72%	0.4
MONDADORI	2.2	565	0.288	0.154	7.1%	53%	0.9
MARR	9.2	609	0.684	0.639	7.0%	93%	1.6
ENAV	4.1	2232	0.122	0.280	6.8%	230%	0.7
ABITARE IN	3.2	84	0.720	0.212	6.7%	29%	2.1
CREDITO EMILIANO	12.2	4164	1.533	0.800	6.6%	52%	
GPI	10.7	309	0.586	0.700	6.5%	119%	2.9
MEDIA FOR EUROPE	4.1	2050	0.545	0.270	6.5%	50%	0.6
NOTORIOUS PICTURES	0.7	17	0.112	0.045	6.0%	40%	2.3
FNM	0.4	175	0.112	0.023	5.7%	20%	3.4
THE ITALIAN SEA GROUP	5.8	306	0.838	0.320	5.5%	38%	(0.0)
RAI WAY	5.9	1602	0.311	0.311	5.3%	100%	0.9
ERG	19.1	2874	1.219	1.000	5.2%	82%	3.7
INDEL B	19.5	114	3.208	1.000	5.1%	31%	(0.3)
IGD	3.0	329	0.360	0.150	5.0%	42%	7.9
IREN	2.7	3575	0.240	0.139	5.0%	58%	3.1
ACEA	21.7	4617	1.663	0.988	4.6%	59%	3.3
MISITANO & STRACUZZI	2.6	70	0.208	0.113	4.3%	54%	2.4
EMAK	0.9	144	0.094	0.038	4.3%	40%	2.8
MAIRE	11.1	3645	0.743	0.432	3.9%	58%	(0.6)
BANCA SISTEMA	1.8	145	0.367	0.064	3.6%	17%	
OVS GROUP	3.5	888	0.348	0.120	3.5%	35%	0.5
BREMBO	7.7	2581	0.723	0.264	3.4%	37%	1.2
DE' LONGHI	27.9	4227	2.246	0.918	3.3%	41%	(1.4)

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
ANTARES VISION	4.5	318	nm	27.9	262%
ABITARE IN	3.2	84	14.0	4.4	219%
FINCANTIERI	14.6	4712	82.7	39.8	108%
EMAK	0.9	144	16.2	9.4	73%
TXT E-SOLUTIONS	34.5	449	23.3	15.7	48%
NOTORIOUS PICTURES	0.7	17	9.7	6.7	45%
LOTTOMATICA	23.5	5923	23.8	16.7	43%
CYBEROO	1.6	65	16.4	11.7	41%
BFF BANK	8.8	1659	11.8	8.4	40%
SYS-DAT	5.7	178	26.4	19.1	39%
FINE FOODS	7.6	168	19.0	14.2	34%
WEBUILD	3.5	3539	13.9	10.4	34%
THE ITALIAN SEA GROUP	5.8	306	9.0	6.9	31%
REWAY GROUP	8.0	242	14.2	11.3	26%
WIIT	15.4	432	29.2	23.4	25%
TECHNOGYM	12.3	2468	27.5	22.3	23%
MAIRE	11.1	3645	18.3	14.9	23%
DOVALUE	2.2	416	5.0	4.1	22%
PHARMANUTRA	47.6	461	27.7	23.0	21%
DHH	19.6	102	26.1	21.8	20%
AVIO	21.2	574	56.8	47.5	20%
REVO INSURANCE	15.5	409	18.1	15.1	19%
UNIDATA	2.9	89	10.0	8.5	18%
BANCA SISTEMA	1.8	145	5.7	4.9	17%
IREN	2.7	3575	13.3	11.5	16%
REPLY	145.6	5447	25.8	22.3	16%
INTERCOS	13.5	1303	23.0	19.9	15%
GPI	10.7	309	21.0	18.3	15%
SOMEC	13.4	92	19.2	16.8	14%
MEDIA FOR EUROPE	4.1	2050	8.6	7.6	13%
SERI INDUSTRIAL	2.2	120	nm	nm	12%
CAREL INDUSTRIES	22.4	2520	44.7	40.1	12%
IGD	3.0	329	9.2	8.3	11%
INTRED	10.0	159	23.1	20.7	11%
INDEL B	19.5	114	6.7	6.1	10%
OVS GROUP	3.5	888	11.0	10.0	10%
EL. EN.	10.7	858	17.9	16.3	9%
MONDADORI	2.2	565	8.2	7.5	9%
DE' LONGHI	27.9	4227	13.6	12.4	9%

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 225	Div. Yield 2024	Div. Yield 2025	FCF Yield 2024	FCF Yield 2025	NETDEBT/ EBITDA 2024	NETDEBT/ EBITDA 2025
ACEA	14.0	13.0	6.3	7.2	4.4%	4.6%	4.0%	-2.3%	3.2x	3.3x
ANIMA	6.8	7.6			7.7%	7.7%				
BANCA IFIS	7.5	7.3			9.8%	9.7%				
BFF BANK	11.8	8.4			0.0%	11.9%				
BREMBO	9.4	10.7	5.6	5.1	3.9%	3.4%	-0.6%	1.1%	0.5x	1.2x
CAREL INDUSTRIES	44.7	40.1	21.8	22.0	0.7%	0.6%	2.0%	1.8%	0.5x	0.2x
CEMENTIR	6.4	8.0			6.1%	6.6%				
CREDITO EMILIANO	13.6	12.4	6.9	5.7	3.0%	3.3%	9.8%	6.8%	-1.2x	-1.4x
DE' LONGHI	17.9	16.3	8.0	7.5	2.1%	2.1%	8.2%	5.9%	-1.2x	-1.9x
EL.EN.	17.7	33.9	7.4	10.6	6.6%	6.8%	8.4%	11.0%	0.8x	0.7x
ENAV	16.4	15.7	10.7	9.0	5.2%	5.2%	-10.3%	1.6%	3.8x	3.7x
ERG	11.0	11.2	3.2	4.5	2.0%	2.0%	9.6%	8.8%	-0.7x	-1.0x
FERRAGAMO	57.6	86.1	6.1	3.2	0.0%	0.6%	-11.5%	3.0%	2.3x	2.3x
FINCANTIERI	82.7	39.8	6.4	9.6	0.0%	0.0%	6.1%	-8.0%	2.5x	3.1x
INTERCOS	23.0	19.9	10.6	9.0	1.4%	1.2%	1.4%	1.9%	0.7x	0.6x
IREN	13.3	11.5	5.3	6.0	4.7%	5.0%	1.6%	0.6%	3.2x	3.1x
LOTTOMATICA	23.8	16.7	6.8	9.1	1.3%	1.8%	2.1%	3.9%	3.0x	2.1x
LU-VE	16.3	16.1	7.8	8.4	1.4%	1.5%	7.7%	3.9%	1.2x	0.9x
MAIRE	18.3	14.9	5.3	7.3	3.2%	3.9%	5.0%	4.3%	-0.6x	-0.6x
MARR	14.3	13.4	7.7	6.4	6.6%	7.0%	5.7%	0.1%	1.4x	1.6x
MEDIA FOR EUROPE	8.6	7.6	3.2	3.1	6.5%	6.5%	16.3%	15.3%	0.9x	0.6x
MONDADORI	8.2	7.5	4.9	4.4	6.5%	7.1%	12.6%	12.2%	1.1x	0.9x
OVS GROUP	11.0	10.0	4.3	4.6	3.2%	3.5%	6.5%	7.7%	0.8x	0.5x
PHARMANUTRA	27.7	23.0	16.7	13.5	2.1%	2.2%	3.7%	4.4%	-0.2x	-0.5x
PIAGGIO	9.4	9.5	5.2	3.9	8.7%	8.4%	-5.3%	14.2%	1.9x	1.7x
RAI WAY	17.5	18.9	8.2	9.5	5.7%	5.3%	7.3%	7.1%	0.7x	0.9x
REPLY	25.8	22.3	11.4	11.1	0.8%	0.8%	4.9%	4.7%	-0.9x	-1.3x
SESA	11.5	12.1	7.2	5.8	1.3%	1.1%	9.5%	7.6%	0.0x	0.1x
TECHNOGYM	27.5	22.3	9.7	10.9	1.8%	2.2%	4.5%	4.1%	-0.9x	-1.1x
THE ITALIAN SEA GROUP	9.0	6.9	6.9	4.1	6.4%	5.5%	-8.2%	10.7%	0.2x	0.0x
TIP	10.6	10.2			2.1%	2.4%				
TXT E-SOLUTIONS	23.3	15.7	10.9	9.6	0.7%	1.1%	1.7%	3.9%	2.8x	1.9x
WEBUILD	13.9	10.4	0.9	2.2	2.3%	2.3%	2.6%	-7.8%	-1.5x	-1.0x
WIIT	29.2	23.4	13.2	9.7	1.9%	2.1%	3.2%	6.0%	3.8x	3.1x

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 225	Div. Yield 2024	Div. Yield 2025	FCF Yield 2024	FCF Yield 2025	NETDEBT/ EBITDA 2024	NETDEBT/ EBITDA 2025
ABITARE IN	14.0	4.4	12.0	4.6	0.0%	6.7%	-55.0%	19.2%	5.2x	2.1x
ANTARES VISION	nm	27.9	9.0	10.5	0.0%	0.0%	6.0%	1.7%	4.2x	2.4x
AQUAFIL	nm	13.3	5.5	3.8	0.0%	0.0%	1.8%	19.8%	3.7x	2.5x
AVIO	56.8	47.5	6.7	14.3	0.7%	1.0%	4.1%	-2.2%	-3.5x	-2.3x
BANCA SISTEMA	5.7	4.9			0.0%	3.6%				
CY4GATE	nm	nm	13.6	7.3	0.0%	0.0%	-0.1%	2.4%	2.7x	1.5x
CYBEROO	16.4	11.7	13.0	5.1	0.0%	0.0%	-5.3%	2.6%	0.0x	-0.2x
DATALOGIC	12.7	13.8	8.0	4.7	2.7%	3.0%	1.7%	8.1%	0.2x	-0.1x
DHH	26.1	21.8	9.1	7.7	0.0%	0.0%	2.7%	4.1%	0.3x	0.3x
DOVALUE	5.0	4.1	4.0	3.1	6.9%	11.4%	35.4%	45.0%	2.5x	2.2x
ELICA	73.6	nm	6.0	5.5	2.9%	0.0%	14.2%	10.2%	2.1x	2.0x
EMAK	16.2	9.4	6.1	5.0	2.8%	4.3%	2.6%	15.8%	3.4x	2.8x
ESPRINET	8.6	9.7	4.2	3.1	10.8%	7.4%	-1.5%	18.6%	0.5x	0.4x
FILA	11.9	11.7	3.0	3.4	8.4%	2.1%	31.2%	22.5%	1.7x	1.6x
FINE FOODS	19.0	14.2	7.6	6.6	1.8%	2.1%	5.7%	-6.1%	1.2x	1.5x
FNM	2.9	3.6	3.4	3.7	4.6%	5.7%	374.1%	-195.6%	3.2x	3.4x
FRANCHI UMBERTO MARMI	14.8	13.8	9.0	7.4	2.1%	2.9%	-1.5%	6.9%	1.3x	1.0x
GEOX	2.3	2.2	4.1	3.2	21.7%	22.5%	27.9%	72.9%	2.9x	2.6x
GPI	21.0	18.3	6.4	5.6	4.7%	6.5%	-5.0%	4.0%	3.1x	2.9x
IEG	8.6	9.7	3.2	5.1	2.2%	2.2%	7.4%	-1.1%	1.0x	1.2x
IGD	9.2	8.3	10.2	11.2	3.3%	5.0%	2.2%	12.5%	7.9x	7.9x
INDEL B	6.7	6.1	4.2	3.1	4.1%	5.1%	15.0%	13.5%	0.1x	-0.3x
INTRED	23.1	20.7	8.4	7.3	1.0%	1.2%	-6.4%	-0.2%	1.4x	1.3x
MISITANO & STRACUZZI	8.9	12.6	7.5	8.3	6.4%	4.3%	-20.3%	-12.3%	1.3x	2.4x
NOTORIOUS PICTURES	9.7	6.7	3.4	3.3	4.1%	6.0%	-16.0%	46.6%	2.2x	2.3x
OMER	11.5	11.4	5.2	5.6	1.6%	0.0%	1.7%	9.4%	-1.1x	-1.6x
REVO INSURANCE	18.1	15.1			1.4%	1.7%				
REWAY GROUP	14.2	11.3	6.9	7.5	0.0%	0.0%	0.1%	1.8%	1.6x	1.2x
SECO	nm	34.3	15.7	10.4	0.0%	0.0%	3.1%	0.3%	3.6x	1.4x
SERI INDUSTRIAL	nm	nm	nm	nm	0.0%	0.0%	-44.5%	-49.6%	55.7x	34.7x
SOMECE	19.2	16.8	6.2	4.2	0.0%	0.0%	29.6%	13.8%	2.0x	1.3x
STAR7	6.6	6.3	4.8	4.1	0.0%	0.0%	18.1%	13.8%	1.5x	1.4x
SYS-DAT	26.4	19.1	10.2	8.7	0.7%	0.6%	3.7%	5.3%	-2.8x	-1.2x
TESMEC	nm	5.3	4.9	4.0	0.0%	0.0%	-9.2%	7.9%	3.6x	3.3x
TINEXTA	11.5	10.5	11.0	7.8	2.8%	1.9%	2.9%	7.5%	3.2x	2.5x
UNIDATA	10.0	8.5	5.6	4.2	0.3%	0.4%	12.9%	9.6%	1.6x	1.3x

Source: Intermonte SIM

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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 MIDEX 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.

Explanation of our ratings system:

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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