



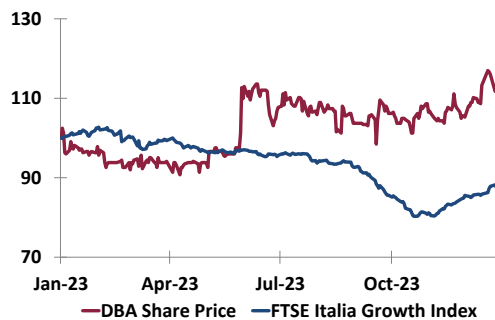
## FLASH NOTE

### OUTPERFORM

**Current Share Price (€): 1.76**

**Target Price (€): 3.30**

#### DBA Group - 1Y Performance



Source: S&P Capital IQ - Note: 16/01/2023=100

#### Company data

ISIN number	IT0005285942
Bloomberg code	DBA IM
Reuters code	DBA.MI
Industry	Engineering & IT Consulting
Stock market	Euronext Growth Milan
Share Price (€)	1.76
Date of Price	16/01/2024
Shares Outstanding (m)	11.5
Market Cap (€m)	20.3
Market Float (%)	56.4%
Daily Volume	6,300
Avg Daily Volume YTD	16,473
Target Price (€)	3.30
Upside (%)	88%
Recommendation	OUTPERFORM

#### Share price performance

	1M	3M	6M	1Y
DBA - Absolute (%)	-1%	4%	1%	12%
FTSE Italia Growth (%)	2%	4%	-9%	-13%
1Y Range H/L (€)			1.90	1.47
YTD Change (€)/%			-0.12	-6%

Source: S&P Capital IQ

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## FY23 performance preview over estimates

### Stock performance: further improvement

DBA share price persists in the positive trend we outlined in our last note on H1 2023 update (November 13<sup>th</sup>), reaching and stabilizing at around €1.80, despite fluctuations. Stocks gained 12% LTM, while in the same period the Italia Growth Index lost 13%.

### FY23 preview

DBA Group communicated 2023 pre-closing key figures, consolidating General Planning: Value of Production of €109.8m, up 28% YoY, +4% on previous management guidelines; reported EBITDA of €10.6m and adjusted EBITDA at €11.2m, before a non-cash item due to an intercompany transaction, up 49% YoY and 9% on guidelines; year-end net debt at €14.6m, from €16.3m as of June 2023. Excluding General Planning acquisition, like for like Value of Production would have been €99.2m, +17% YoY, and EBITDA adjusted at €9.7m (+29%).

FY23 key figures preview shows higher revenues and EBITDA than our last estimates (respectively, €100.6m and €9.7m), while net debt is €14.6m vs. €13m in our forecast.

### 2024 guidance

DBA management also disclosed 2024 budget, consistently with 2023-26E guidance progression: €116.1m Value of Production (+5.8% on FY23 preview) and €12m EBITDA (+13% and +€1.4m on FY23 preview, according to management from a combination of growth and profitability); net debt is expected at €11.3m, improving from FY23 preview.

### OUTPERFORM rating confirmed

Waiting for complete financial data availability to review our previous estimates, we notice that DBA FY23 pre-closing figures are over our 2023 estimates and management expects DBA 2024 figures beyond our latest forecast. The above support our estimates on the low risk side, reinforcing the OUTPERFORM rating and our €3.30 target price, +88% potential upside on €1.76 current price.

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Rating system and rationale (12-month time horizon):

OUTPERFORM: stocks are expected to have a total return above 10%;

NEUTRAL: stocks are expected to have a performance between -10% and +10% consistent with market or industry trend and appear less attractive than Outperform rated stocks;

UNDERPERFORM: stocks are among the least attractive in a peer group, with the target price 10% below the current market price;

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NOT RATED: no rating or target price assigned.

Some flexibility on the limits of the total return rating ranges is permitted, especially during high market volatility cycles.

The stock price indicated in the report is the last closing price on the day of Production.

Date and time of Production: 16/01/2024 h. 6.20pm

Date and time of Distribution: 17/01/2024 h. 6.15pm

## DETAILS ON STOCK RECOMMENDATION AND TARGET PRICE

Date	Recommendation	Target Price (€)	Share Price (€)
01/06/2018	OUTPERFORM	5.05	3.40
07/11/2018	OUTPERFORM	4.41	2.90
18/04/2019	OUTPERFORM	4.14	2.22
27/11/2019	OUTPERFORM	2.83	1.62
16/06/2020	OUTPERFORM	1.91	1.11
16/11/2020	OUTPERFORM	1.56	0.71
31/05/2021	OUTPERFORM	1.75	1.29
04/11/2021	OUTPERFORM	2.22	1.69
22/03/2022	OUTPERFORM	2.74	1.61
05/04/2022	OUTPERFORM	2.74	1.63
05/07/2022	OUTPERFORM	3.30	1.60
11/01/2023	OUTPERFORM	3.30	1.66
22/06/2023	OUTPERFORM	3.30	1.81
13/11/2023	OUTPERFORM	3.30	1.72
17/01/2024	OUTPERFORM	3.30	1.76

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