

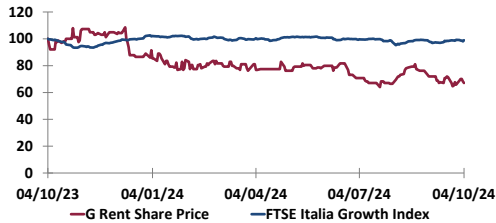
# GRENT

## NEUTRAL

**Current Share Price (€): 0.55**

**Target Price (€): 0.56**

### G Rent - 1Y Performance



Source: S&P Capital IQ - Note: 04/10/2023=100

### Company data

ISIN number	IT0005445108
Bloomberg code	GSR IM
Reuters code	GSR.MI
Industry	Real Estate
Stock market	Euronext Growth Milan
Share Price (€)	0.55
Date of Price	04/10/2024
Shares Outstanding (m)	6.1
Market Cap (€m)	3.3
Market Float (%)	18%
Daily Volume	0
Avg Daily Volume YTD	3,755
Target Price (€)	0.56
Upside (%)	1%
Recommendation	NEUTRAL

### Share price performance

	1M	3M	6M	1Y
G Rent - Absolute (%)	-7%	-5%	-13%	-27%
FTSE Italia Growth (%)	1%	-1%	-1%	-1%
1Y Range H/L (€)			0.89	0.53
YTD Change (€) / %			-0.18	-25%

Source: S&P Capital IQ

### Analysts

Silvestro Bonora sbonora@envent.it

Ivan Tromba itromba@envent.it

### EnVent Italia SIM S.p.A.

Via degli Omenoni, 2 - 20121 Milano (Italy)

Phone +39 02 22175979

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## H1 2024 weak, managing strategic business shift, waiting for H2 recovery

### Trading update

Since our Initiation of Coverage (April 24<sup>th</sup>), G Rent's performance has lagged the FTSE Italia Growth Index by 12%. Until the end of June, the stock's trajectory closely mirrored the benchmark. However, in the subsequent period, G Rent showed more volatile price movements, creating relative low and high of €0.52 and €0.66, respectively. As of today, the stock is trading at €0.55.

### H1 2024 results: top-line overall weak, cost-cutting to offset revenue drop and flesh out synergies

Revenues were €0.32m, -38% YoY: Luxury houses (net of sharing fee of 68% vs 66% in H1 2023) €0.11m, -16% YoY; Corporate houses €0.13m, -41% YoY; Interior design €0.03m, -78% YoY. Over 67 weeks booked in H1 2024 (75 in H1 2023), €4.6k average weekly ticket vs €4.8k in H1 2023. Fixed costs were €0.42m, -15% YoY, thanks to the shared advertising and self-employed personnel costs for the launch of the Gabetti Group's new Top Properties project. Variable costs were €0.26m, -39% YoY, resulting in an EBITDA of (€0.37m) compared to (€0.42m) in H1 2023. Period net loss was €0.47m vs €0.59m in H1 2023. As of 30<sup>th</sup> June 2024, net debt was €0.05m compared to net cash of €0.44m as of December 2023, taking into account that a large part of the takings of the luxury houses business occurred between July and August.

### Business update & management outlook: results expected to improve in H2, focusing on new projects

As of June 30<sup>th</sup> 2024, the reference value of the exclusively managed villas portfolio had increased by 13% year-to-date to €205m. According to management, this growth in the Luxury Houses potential appeal is likely to continue in H2, thanks in part to synergies with the Gabetti Group's Top Properties project. It is also anticipated further development in the Corporate Houses business line, with several initiatives underway using a short/medium rent formula. In the Interior Design business, several orders are in the pipeline and are being finalized, expected to contribute positively in the H2.

### Target Price €0.56 per share (from €0.65) and NEUTRAL rating confirmed

Factoring H1 results, we are cautiously revising our estimates downwards. However, we continue to believe that more focus on Corporate houses BU, given the multi-year duration of contracts and the upward trend in relative demand and appropriately exploiting the synergies with the Interior Design BU, could improve G Rent's visibility in the coming years and effectively mitigate the specific volatility of the Luxury Houses BU. Our revised rating sets a target price of €0.56 per share (from €0.65), upholding our NEUTRAL rating.

### KEY FINANCIALS AND ESTIMATES

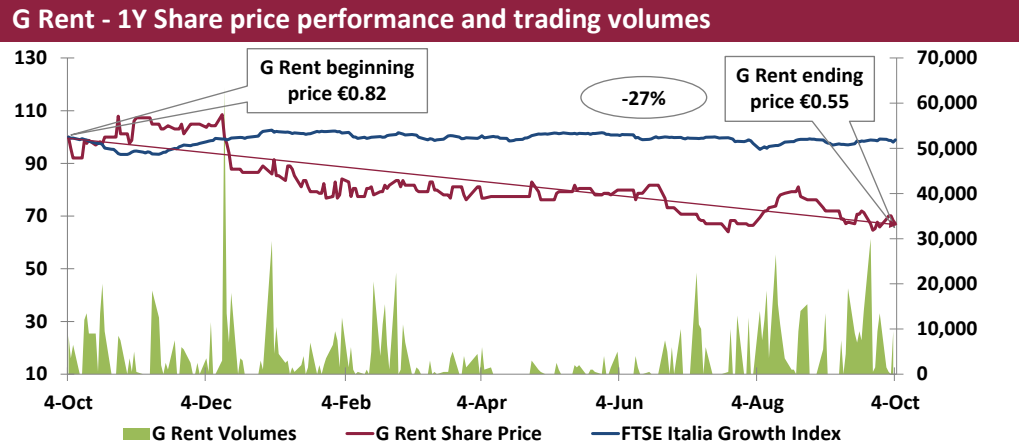
€m	2022	2023	2024E	2025E	2026E
Revenues	1.7	1.1	1.0	2.4	4.0
EBITDA	(0.7)	(0.9)	(0.5)	0.2	0.4
Margin	neg	neg	neg	6.5%	9.2%
EBIT	(1.0)	(1.1)	(0.7)	(0.0)	0.1
Margin	neg	neg	neg	neg	3.3%
Net income (loss)	(1.0)	(1.1)	(0.5)	(0.0)	0.1
Net (debt) cash	0.8	0.3	(0.3)	(0.3)	(0.2)
Equity	1.7	0.6	0.0	0.0	0.1

### Current Price - Implied multiples

EV/Revenues	3.4x	1.4x	0.9x
EV/EBITDA	neg	21.5x	9.3x

Source: Company data 2022-23A, EnVent Research 2024-26E

## Market update



Source: EnVent Research on S&P Capital IQ - Note: 04/10/2023=100

Trading price range €0.53-0.89 per share

## Investment case

G Rent is an Italian Property Manager for short-term rent luxury properties and corporate buildings located in Italy and abroad. Customers are high net worth individuals (HNWI) and corporates, including investment funds, banks and insurance groups. G Rent manages on behalf of the hosts (landlords) the revenue streams from the online reservation platforms, directly collects customer fees and provides full hospitality services to the guests (tenants), such as check-in, cleaning and laundry, assistance, maintenance, check-out and supervision. The Company leverages the Gabetti Group's network to reach new potential customers. Bookings come through Online Travel Agencies (OTAs) or a direct reservation system.

### Mission

Increase gross bookings and performance of the properties managed on behalf of the owners (hosts), while offering a full hospitality service to the visitors.

### Opportunity

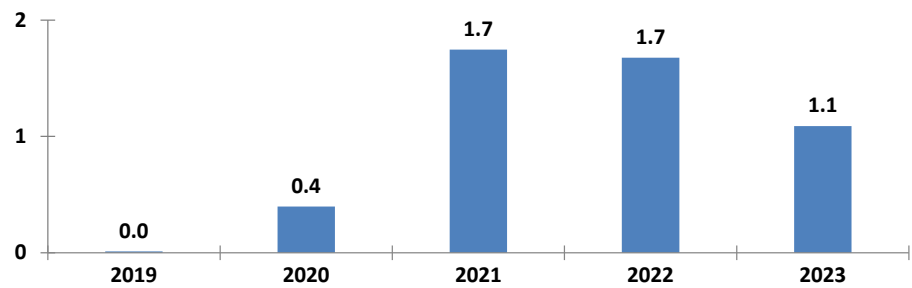
Managing short-term rental properties can be a daunting task, requiring time, expertise, and resources that many homeowners do not have. A professional short-term rental manager is a solution for inefficiencies to keep their rental business running smoothly.

### Value proposition

Assist property owners in managing rentals and guest stays, taking the entire property management process, which is time consuming for the host.

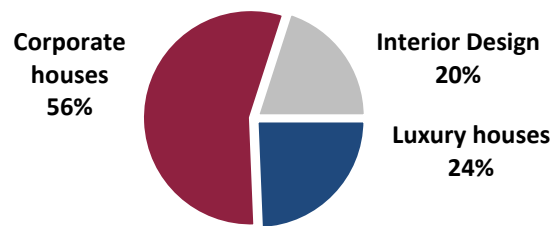
Full management services and value generator

### Historical Revenues (€m)



Source: Company data

### Sales breakdown, FY23



Source: Company data

## Drivers

### Industry drivers

**Upsurge in luxury rental demand.** The demand for luxury short-term rentals is expanding, driven by a desire for premium amenities and a more personal touch, with properties offering unique experiences and personalized services. Many luxury rentals are also located in prime locations, offering guests easy access to popular tourist destinations.

**Experiential luxury, a modern standard.** Today's luxury travellers value personal growth, cultural immersion, and the opportunity to connect with both the environment and local communities. This has led to a rise in "experiential travel", where the experience of staying in truly unique properties offers a value beyond.

**From do-it-yourself to professional management.** Managing short-term rental properties can be a daunting task, requiring time, expertise, and resources that many homeowners simply do not have. Many property owners rely on professional short-term rental management to keep their rental business running smoothly.

**Resilient guests.** Wealthy individuals are less affected by economic context, as their spending capacity is subject to fewer alterations, therefore behaving a lower risk of the impact of any negative macroeconomic changes.

## Company drivers

**Long experience in this field.** From over 40 years, Santandrea brand (Gabetti Group brand) represents the national point of reference for luxury real estate in Italy for those who wish to buy, sell or rent prime properties.

**Brand power, lower marketing efforts.** By partnering with national player and shareholder Gabetti Group, G Rent benefits from the visibility of the Gabetti brand, in the industry from long time. The Company is therefore immediately recognizable among customers and can allocate fewer resources to marketing activities.

**A scalable business model.** G Rent has an efficient and versatile business model which allows to operate efficiently in main luxury tourist locations: once the Company has identified an area where short-term rental is profitable, it is able to expand its coverage with reduced costs.

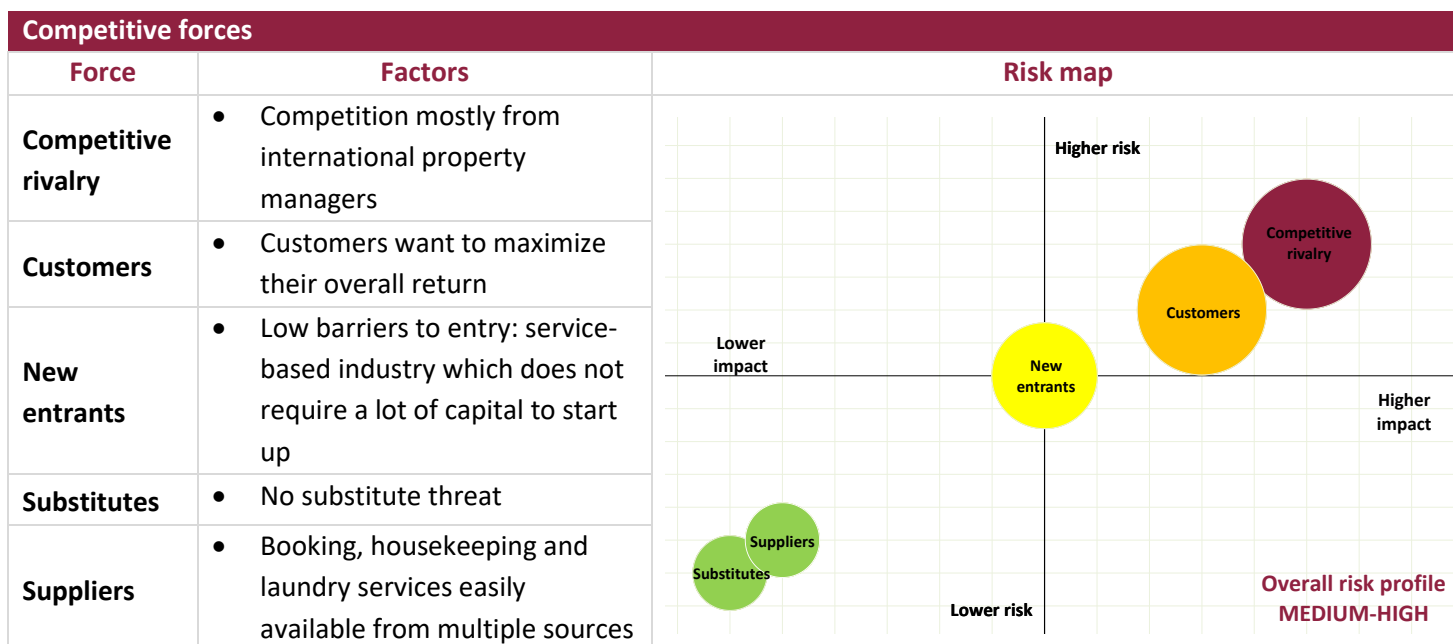
## Challenges

**Portfolio under management growth.** G Rent is affected by the ability to attract new rental homeowners and maintain relationships with the existing base. Portfolio expansion could be slower than planned, due to the need of selecting high quality assets, enabling occupancy and profitability maximization.

**Occupancy risk.** Occupancy optimization is a key task, G Rent directly rents properties from hosts with mid-term agreements for short-term subrental to guests, thus being exposed to real estate market fluctuations.

**Market seasonality.** Short-rent market is characterized by demand which fluctuates throughout the year, with a surge during the summer months.

### Risk profile: medium-high



Source: EnVent Research

### H1 2024 results

- Luxury houses BU: Revenues, net of fee, was €0.11m, 13% down compared to H1 2023, due to turnover with new properties not yet fully operational. Sharing fee for Luxury houses has been 68% compared to 66% in H1 2023. In H1 2024 G Rent managed over 67 weeks booked (75 in H1 2023), €4.6k average weekly ticket (€4.8k in H1 2023). As of June 30<sup>th</sup>, 2024, the portfolio value of villas exclusive managed was up to 13%, at €205m, compared to December 2023.
- Corporate houses BU: Revenues was €0.13m (€0.23m in H1 2023) with 14 buildings have been leased, occupancy rate at 75%.
- Interior design BU: Revenues was €0.03m (€0.15m in H1 2023), due to lower volumes compared to H1 2023 coming from different typology of properties managed which did not require improvements.
- Net debt €0.05m, from net cash of €0.32m as of December 2023, due to operating activities and takings of the luxury houses business which occurred between July and August.

### Profit and Loss

€m	H1 2023	H1 2024
Revenues	0.5	0.3
Other income	0.0	0.0
<b>Total Revenues</b>	<b>0.5</b>	<b>0.3</b>
YoY %	-45%	-38%
Services	(0.6)	(0.4)
Personnel	(0.0)	(0.0)
Other operating costs	(0.3)	(0.2)
<b>Operating costs</b>	<b>(0.9)</b>	<b>(0.7)</b>
<b>EBITDA</b>	<b>(0.4)</b>	<b>(0.4)</b>
Margin	neg	neg
D&A	(0.2)	(0.1)
<b>EBIT</b>	<b>(0.6)</b>	<b>(0.5)</b>
Margin	neg	neg
Interest	(0.0)	(0.0)
<b>EBT</b>	<b>(0.6)</b>	<b>(0.5)</b>
Margin	neg	neg
Income taxes	0.0	0.0
<b>Net Income (Loss)</b>	<b>(0.6)</b>	<b>(0.5)</b>
Margin	neg	neg

Source: Company data

### Balance Sheet

€m	H1 2023	2023	H1 2024
Receivables	1.8	0.5	0.7
Payables	(1.3)	(0.9)	(1.1)
Trade Working Capital	0.5	(0.4)	(0.4)
Other assets (liabilities)	(0.6)	0.0	(0.1)
<b>Net Working Capital</b>	<b>(0.1)</b>	<b>(0.4)</b>	<b>(0.4)</b>
Intangible assets	0.5	0.4	0.4
Fixed assets	0.0	0.0	0.0
Financial assets	0.2	0.2	0.2
<b>Non-current assets</b>	<b>0.7</b>	<b>0.6</b>	<b>0.6</b>
<b>Provisions</b>	<b>(0.0)</b>	<b>(0.0)</b>	<b>(0.0)</b>
<b>Net Invested Capital</b>	<b>0.6</b>	<b>0.3</b>	<b>0.1</b>
<b>Net Debt (Cash)</b>	<b>(0.5)</b>	<b>(0.3)</b>	<b>0.0</b>
<b>Equity</b>	<b>1.1</b>	<b>0.6</b>	<b>0.1</b>
<b>Sources</b>	<b>0.6</b>	<b>0.3</b>	<b>0.1</b>

### Cash Flow

€m	H1 2023	H1 2024
<b>EBIT</b>	<b>(0.6)</b>	<b>(0.5)</b>
Current taxes	0.0	0.0
D&A	0.2	0.1
<b>Cash flow from P&amp;L operations</b>	<b>(0.4)</b>	<b>(0.4)</b>
Working Capital	(0.1)	(0.0)
Capex	(0.1)	(0.0)
Other assets and liabilities	0.3	0.1
<b>Operating cash flow after WC and capex</b>	<b>(0.4)</b>	<b>(0.4)</b>
Interest	(0.0)	(0.0)
<b>Net cash flow</b>	<b>(0.4)</b>	<b>(0.4)</b>
Net (Debt) Cash - Beginning	0.9	0.3
Net (Debt) Cash - End	0.5	(0.0)
<b>Change in Net (Debt) Cash</b>	<b>(0.4)</b>	<b>(0.4)</b>

Source: Company data

### Ratio analysis

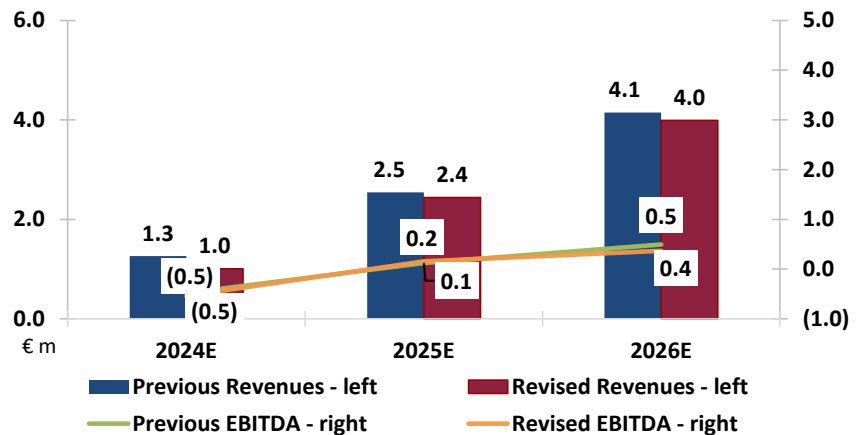
KPIs	H1 2023	H1 2024
ROE	neg	neg
ROS (EBIT/Revenues)	neg	neg
DSO	1045	812
DPO	441	500
TWC/Revenues	91%	-134%
NWC/Revenues	neg	neg
Net Debt / EBITDA	cash	neg
Net Debt / Equity	cash	0.4x
Net Debt / (Net Debt+Equity)	cash	0.3x
Cash flow from operations / EBITDA	100%	100%
FCF / EBITDA	63%	98%

## Estimates revision

Taking into account H1 results, we are cautiously scaling back our FY24E projections and making some adjustments to F25-FY26E as well.

## Change in estimates

### Previous vs Revised Revenues and EBITDA estimates (€m)



Source: EnVent Research

€m	Revised			Previous			Change %		
	2024E	2025E	2026E	2024E	2025E	2026E	2024E	2025E	2026E
<b>Revenues</b>	1.0	2.4	4.0	1.3	2.5	4.1	-20%	-4%	-4%
<b>EBITDA</b>	(0.5)	0.2	0.4	(0.5)	0.1	0.5	-13%	29%	-26%
<i>Margin</i>	<i>neg</i>	6%	9%	<i>neg</i>	5%	12%			
<b>EBIT</b>	(0.7)	(0.0)	0.1	(0.7)	(0.1)	0.3	-9%	44%	-49%
<i>Margin</i>	<i>neg</i>	<i>neg</i>	3%	<i>neg</i>	<i>neg</i>	6%			
<b>Net Income (Loss)</b>	(0.5)	(0.0)	0.1	(0.5)	(0.1)	0.2	-9%	41%	-50%
<b>Net (Debt) Cash</b>	(0.3)	(0.3)	(0.2)	(0.2)	(0.3)	(0.1)			

Source: EnVent Research

## Financial projections

### Profit and Loss

€m	2022	2023	2024E	2025E	2026E
Revenues	1.3	0.8	0.9	2.2	3.9
Other income	0.3	0.3	0.2	0.2	0.1
<b>Total Revenues</b>	<b>1.7</b>	<b>1.1</b>	<b>1.0</b>	<b>2.4</b>	<b>4.0</b>
<i>YoY %</i>	<i>-4.0%</i>	<i>-35.1%</i>	<i>-7.6%</i>	<i>142.7%</i>	<i>63.4%</i>
Services	(1.9)	(1.5)	(1.1)	(1.8)	(3.1)
Personnel	(0.1)	(0.5)	(0.5)	(0.5)	(0.5)
Other operating costs	(0.4)	(0.0)	(0.0)	(0.0)	(0.0)
<b>Operating costs</b>	<b>(2.4)</b>	<b>(2.0)</b>	<b>(1.5)</b>	<b>(2.3)</b>	<b>(3.6)</b>
<b>EBITDA</b>	<b>(0.7)</b>	<b>(0.9)</b>	<b>(0.5)</b>	<b>0.2</b>	<b>0.4</b>
<i>Margin</i>	<i>neg</i>	<i>neg</i>	<i>neg</i>	6.5%	9.2%
D&A	(0.3)	(0.2)	(0.2)	(0.2)	(0.2)
<b>EBIT</b>	<b>(1.0)</b>	<b>(1.1)</b>	<b>(0.7)</b>	<b>(0.0)</b>	<b>0.1</b>
<i>Margin</i>	<i>neg</i>	<i>neg</i>	<i>neg</i>	<i>neg</i>	3.3%
Interest	(0.0)	(0.0)	(0.0)	(0.0)	(0.0)
<b>EBT</b>	<b>(1.0)</b>	<b>(1.1)</b>	<b>(0.7)</b>	<b>(0.1)</b>	<b>0.1</b>
<i>Margin</i>	<i>neg</i>	<i>neg</i>	<i>neg</i>	<i>neg</i>	3.0%
Income taxes	0.0	0.0	0.2	0.0	(0.0)
<b>Net Income (Loss)</b>	<b>(1.0)</b>	<b>(1.1)</b>	<b>(0.5)</b>	<b>(0.0)</b>	<b>0.1</b>
<i>Margin</i>	<i>neg</i>	<i>neg</i>	<i>neg</i>	<i>neg</i>	2.2%

Source: Company data 2022A-23A, EnVent Research 2024E-26E

### Balance Sheet

€m	2022	2023	2024E	2025E	2026E
Receivables	1.7	0.5	0.3	0.7	1.2
Payables and advances from customers	(1.4)	(0.9)	(0.4)	(0.6)	(1.0)
Trade Working Capital	0.3	(0.4)	(0.1)	0.1	0.1
Other assets (liabilities)	(0.2)	0.0	(0.0)	(0.1)	(0.2)
<b>Net Working Capital</b>	<b>0.1</b>	<b>(0.4)</b>	<b>(0.1)</b>	<b>(0.0)</b>	<b>(0.1)</b>
Intangible assets	0.6	0.4	0.3	0.2	0.2
<b>Non-current assets</b>	<b>0.8</b>	<b>0.6</b>	<b>0.5</b>	<b>0.5</b>	<b>0.5</b>
<b>Provisions</b>	<b>(0.0)</b>	<b>(0.0)</b>	<b>(0.1)</b>	<b>(0.1)</b>	<b>(0.1)</b>
<b>Net Invested Capital</b>	<b>0.9</b>	<b>0.3</b>	<b>0.3</b>	<b>0.3</b>	<b>0.3</b>
<b>Net Debt (Cash)</b>	<b>(0.8)</b>	<b>(0.3)</b>	<b>0.3</b>	<b>0.3</b>	<b>0.2</b>
<b>Equity</b>	<b>1.7</b>	<b>0.6</b>	<b>0.0</b>	<b>0.0</b>	<b>0.1</b>
<b>Sources</b>	<b>0.9</b>	<b>0.3</b>	<b>0.3</b>	<b>0.3</b>	<b>0.3</b>

Source: Company data 2022A-23A, EnVent Research 2024E-26E

### Cash Flow

€m	2022	2023	2024E	2025E	2026E
<b>EBIT</b>	<b>(1.0)</b>	<b>(1.1)</b>	<b>(0.7)</b>	<b>(0.0)</b>	<b>0.1</b>
Current taxes	0.0	0.0	0.2	0.0	(0.0)
D&A	0.3	0.2	0.2	0.2	0.2
Provisions	0.0	0.0	0.1	0.0	0.0
<b>Cash flow from P&amp;L operations</b>	<b>(0.7)</b>	<b>(0.9)</b>	<b>(0.3)</b>	<b>0.2</b>	<b>0.4</b>
Working Capital	0.3	0.7	(0.3)	(0.2)	(0.1)
Capex	(0.2)	(0.1)	(0.1)	(0.1)	(0.2)
Other assets and liabilities	(0.5)	(0.2)	0.1	0.1	0.1
<b>Operating cash flow after WC and capex</b>	<b>(1.1)</b>	<b>(0.4)</b>	<b>(0.6)</b>	<b>(0.0)</b>	<b>0.1</b>
Interest	(0.0)	(0.0)	(0.0)	(0.0)	(0.0)
<b>Net cash flow</b>	<b>(1.3)</b>	<b>(0.4)</b>	<b>(0.6)</b>	<b>(0.1)</b>	<b>0.1</b>
Net (Debt) Cash - Beginning	2.1	0.8	0.3	(0.3)	(0.3)
Net (Debt) Cash - End	0.8	0.3	(0.3)	(0.3)	(0.2)
<b>Change in Net (Debt) Cash</b>	<b>(1.3)</b>	<b>(0.4)</b>	<b>(0.6)</b>	<b>(0.1)</b>	<b>0.1</b>

Source: Company data 2022A-23A, EnVent Research 2024E-26E

### Ratio analysis

KPIs	2022	2023	2024E	2025E	2026E
ROE	neg	neg	neg	neg	na
ROS (EBIT/Revenues)	neg	neg	neg	neg	3%
ROIC (NOPAT/Invested Capital)	neg	neg	neg	neg	36%
DSO	374	191	90	90	90
DPO	174	174	100	100	100
TWC/Revenues	24%	-53%	-12%	3%	4%
NWC/Revenues	11%	neg	neg	neg	neg
Net Debt / EBITDA	cash	cash	neg	2.0x	0.5x
Net Debt / Equity	cash	cash	6.5x	na	2.1x
Net Debt / (Net Debt+Equity)	cash	cash	0.9x	1.0x	0.7x
Cash flow from operations / EBITDA	100%	100%	50%	133%	102%
FCF / EBITDA	155%	47%	107%	neg	40%

Source: Company data 2022A-23A, EnVent Research 2024E-26E



## Valuation

We have updated our DCF valuation. Considering G Rent's early-stage development, valuation methods based on peer multiples of operating profitability are not fully applicable. Furthermore, given the material discrepancies between G Rent and potential comparables, a top-line multiple alone is unlikely to provide a robust valuation.

## Discounted Cash Flows

Updated assumptions:

- Risk free rate: 3.1% (last 30 days average. Source: Bloomberg, October 2024)
- Market return: 11.3% (last 30 days average. Source: Bloomberg, October 2024)
- Market risk premium: 8.1%
- Beta: 1.2 (judgmental)
- Cost of equity: 12.9%
- Cost of debt: 6.5%
- Tax rate: 24% (IRES)
- 20% debt/(debt + equity)
- WACC calculated at 11.3%
- Perpetual growth rate after explicit projections: 2.5%
- Terminal Value assumes an EBITDA margin of 13%

### DCF Valuation

€m	2023	2024E	2025E	2026E	Perpetuity
<b>Revenues</b>	<b>1.1</b>	<b>1.0</b>	<b>2.4</b>	<b>4.0</b>	<b>4.1</b>
<b>EBITDA</b>	<b>(0.9)</b>	<b>(0.5)</b>	<b>0.2</b>	<b>0.4</b>	<b>0.5</b>
<i>Margin</i>	<i>neg</i>	<i>neg</i>	<i>6%</i>	<i>9%</i>	<i>13%</i>
<b>EBIT</b>	<b>(1.1)</b>	<b>(0.7)</b>	<b>(0.0)</b>	<b>0.1</b>	<b>0.4</b>
<i>Margin</i>	<i>neg</i>	<i>neg</i>	<i>neg</i>	<i>3%</i>	<i>11%</i>
Taxes	0.0	0.2	0.0	(0.0)	(0.1)
<b>NOPAT</b>	<b>(1.1)</b>	<b>(0.5)</b>	<b>(0.0)</b>	<b>0.1</b>	<b>0.3</b>
D&A	0.2	0.2	0.2	0.2	0.1
Provisions	0.0	0.1	0.0	0.0	0.0
<b>Cash flow from P&amp;L operations</b>	<b>(0.9)</b>	<b>(0.3)</b>	<b>0.2</b>	<b>0.4</b>	<b>0.4</b>
Trade Working Capital	0.7	(0.3)	(0.2)	(0.1)	0.1
Capex	(0.1)	(0.1)	(0.1)	(0.2)	(0.1)
Other assets and liabilities	(0.2)	0.1	0.1	0.1	0.0
<b>Yearly Unlevered Free Cash Flows</b>	<b>(0.4)</b>	<b>(0.6)</b>	<b>(0.0)</b>	<b>0.1</b>	<b>0.4</b>
<b>- H1 Unlevered Free Cash Flows</b>		0.6			
<b>Free Cash Flows to be discounted</b>		<b>(0.0)</b>	<b>(0.0)</b>	<b>0.1</b>	<b>0.4</b>
WACC	11.3%				
Long-term growth (G)	2.5%				
<b>Discounted Cash Flows</b>		<b>(0.0)</b>	<b>(0.0)</b>	<b>0.1</b>	
Sum of Discounted Cash Flows	<b>0.1</b>				
<b>Terminal Value</b>					<b>4.4</b>
Discounted TV	<b>3.4</b>				
<b>Enterprise Value</b>	<b>3.4</b>				
Net cash as of 30/06/24	(0.0)				
<b>Equity Value</b>	<b>3.4</b>				
<b>Equity Value per share (€)</b>	<b>0.56</b>				

<b>DCF - Implied multiples</b>	<b>2024E</b>	<b>2025E</b>	<b>2026E</b>
EV/Revenues	3.4x	1.4x	0.9x
EV/EBITDA	neg	21.8x	9.4x
EV/EBIT	neg	neg	26.5x
P/E	neg	neg	39.0x
<b>Discount of current market price vs DCF</b>	<b>-1%</b>		
<b>Current Price - Implied multiples</b>	<b>2024E</b>	<b>2025E</b>	<b>2026E</b>
EV/Revenues	3.4x	1.4x	0.9x
EV/EBITDA	neg	21.5x	9.3x
EV/EBIT	neg	neg	26.1x
P/E	neg	neg	38.5x

Source: EnVent Research

## Target Price

We continue to believe that a possible more pronounced focus on the Corporate houses line of business, given the multi-year duration of contracts and the upward trend in relative demand, while appropriately leveraging synergies with the Interior Design BU, could improve G Rent's visibility in the coming years to effectively mitigate the volatility specific to the Luxury Houses BU. Our updated

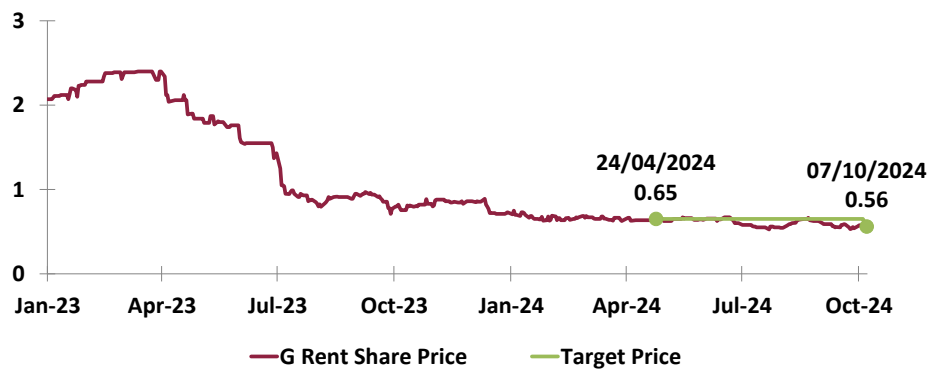
valuation, leads to a target price of €0.56 per share (from €0.65), NEUTRAL rating confirmed.

Please refer to important disclosures at the end of this report.

<b>G Rent Price per Share</b>	€
<b>Target Price</b>	0.56
Current Share Price (04/10/2024)	0.55
Premium (Discount)	1%

Source: EnVent Research

**G Rent Share Price vs EnVent Target Price**



Source: EnVent Research on S&P Capital IQ, 07/10/2024

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

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Date and time of Production: 04/10/2024 h. 7.00pm

Date and time of Distribution: 07/10/2024 h. 6.40pm

## DETAILS ON STOCK RECOMMENDATION AND TARGET PRICE

Date	Recommendation	Target Price (€)	Share Price (€)
24/04/2024	NEUTRAL	0.65	0.64
07/10/2024	NEUTRAL	0.56	0.55

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