

4iG

Yettel stake swapped for 19.5% of Vodafone Hungary

Following on from the acquisition of a 51% stake in Vodafone Hungary in January, 4iG has increased its effective stake by 19.5%, to 70.5%, by means of a share swap. Subsidiary Antenna Hungária has swapped its 25% stake in the Hungarian businesses of Yettel and CETIN for 19.5% of Corvinus's 49% stake in Vodafone Hungary. This strengthens 4iG's ownership of Vodafone Hungary and should help improve the efficiency of the integration process.

Year end	Revenue (HUFbn)	PBT (HUFbn)	EPS (HUF)	DPS* (HUF)	P/E (x)	Yield (%)
12/19	41.1	3.3	30.8	22.0	22.2	3.3
12/20	57.3	4.2	37.7	22.5	18.2	3.3
12/21	93.7	8.1	67.9	29.0	10.1	4.2
12/22	277.3	(18.4)	(75.4)	N/A	N/A	N/A

Note: *Dividend usually announced at AGM, which this year is on 28 April.

Antenna Hungária (a subsidiary of 4iG) has agreed a share swap with Corvinus International Investment (representing the Hungarian state): Antenna Hungária has swapped its 25% stake in the Hungarian subsidiaries of PPF Telecom Group (Yettel and CETIN) for a 19.5% stake in Vodafone Hungary held by Corvinus; the deal completed on 20 March. This takes Antenna Hungária's stake in Vodafone Hungary to 70.5% from the previous 51% stake and leaves it with no shareholdings in the Hungarian businesses of Yettel or CETIN. Corvinus's stake in Vodafone Hungary reduces from 49% to 29.5%. Post this share swap, the board of Vodafone Hungary is to be increased to seven (from the current five), with 4iG having the right to appoint five members in line with its ownership proportion and Corvinus appointing two members. There should be no change to the services provided to customers of Vodafone Hungary and Yettel.

Disposal and acquisition

Telecoms

22 March 2023

Price **HUF685**
Market cap **HUF203.3bn**

Net debt (HUFbn) at end FY22	455.6
Shares in issue	296.8m
Free float	11.3%
Code	4iG
Primary exchange	Budapest
Secondary exchange	N/A

Share price performance



Business description

4iG is a regional ICT/telecoms group, based in Hungary and focused on two core areas: telecoms and infrastructure in Hungary and the West Balkans; and IT services, where it is the number one IT systems integrator in Hungary.

Analyst

Katherine Thompson +44 (0)20 3077 5700

tech@edisongroup.com

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