EDISON

BRILLIANT KNOWLEDGE

EDISON INSIGHT

Strategic perspective | Company profiles

May 2022

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Contents

Prices at 23 May 2022

Published 26 May 2022

US$/£ exchange rate: 0.8037	*NOK/£ exchange rate: 0.0841*
€/£ exchange rate: 0.8471	*CHF/£ exchange rate: 0.8185*
C$/£ exchange rate: 0.6247	*ZAR/£ exchange rate: 0.0504*
A$/£ exchange rate: 0.5662	*HUF/£ exchange rate: 0.0022*
NZ$/£ exchange rate: 0.5148	*KZT/£ exchange rate: 0.0018*
SEK/£ exchange rate: 0.0809	*JPY/£ exchange rate: 0.0062*

Welcome to the May edition of Edison Insight. We now have c 400 companies under coverage, of which 108 are profiled in this edition. Healthcare companies are covered separately in Edison Healthcare Insight. Click here to view the latest edition.

This month we open with a strategy piece by Alastair George, who believes that a global slowdown appears to be underway. Survey data show a steady deterioration in business optimism and consumer confidence in developed markets. He suggests it is too early for anyone to answer precise questions of how deep or how long the slowdown will be and portfolios should be managed accordingly. The main uncertainty is the duration of the surge in inflation and the resulting timing of the inflection point in monetary policy tightening. Energy prices and headline inflation are strongly correlated. If oil prices remain above $100 per barrel, headline consumer price index (CPI) inflation is likely to remain well above 2% in the US and Europe over the next 12 months. Consequently, central banks may have little choice but to maintain pressure on the brake pedal, even as the global economy slows. With an estimated $226trn of debt outstanding globally, rates are unlikely to rise as far as the 1980s. We believe a relatively modest tightening of financial conditions will deliver the reduction in end demand that policymakers require to ease inflationary pressure. We are therefore neutral on US 10-year government bonds at yields above 3%. In terms of asset prices, bond markets have moved ahead of central bank policymakers in 2022. Equities are adjusting more slowly to the new reality of slower growth, higher interest rates and a new-found emphasis on the most basic immediate needs – food and energy. Nevertheless, meaningful progress has been made on eliminating the most glaring valuation excesses of the post COVID-19 era.

We maintain our neutral outlook on global equities but believe investors should remain highly selective and seek exposure to sectors that benefit from higher interest rates and stocks that represent defensive earnings streams. In an environment of normalising equity valuations we maintain the same strategy, which is to focus on traditional sectors such as energy, pharma, banks, insurance and defence, which have historically offered a degree of inflation protection while avoiding more overvalued segments of the global equity market, either by region or sector.

This month we have added Gresham House and Braemar Shipping Services to the company profiles.

Readers wishing for more detail should visit our website, where reports are freely available for download (www.edisongroup.com). All profit and earnings figures shown are normalised, excluding amortisation of acquired intangibles, exceptional items and share-based payments.

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We welcome any comments/suggestions our readers may have.

Neil Shah
Director of research

EDISON

Global perspectives: A $226trn question

Analyst

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- **A global slowdown appears to be underway.** Survey data show a steady deterioration in business optimism and consumer confidence in developed markets. In our view it is too early for anyone to answer precise questions of how deep or how long the slowdown will be and portfolios should be managed accordingly.
- **The main uncertainty is the duration of the surge in inflation and the resulting timing of the inflection point in monetary policy tightening.** Energy prices and headline inflation are strongly correlated. If oil prices remain above $100 per barrel, headline consumer price index (CPI) inflation is likely to remain well above 2% in the US and Europe over the next 12 months. Consequently, central banks may have little choice but to maintain pressure on the brake pedal, even as the global economy slows.
- **With an estimated $226trn of debt outstanding globally, rates are unlikely to rise as far as the 1980s.** We believe a relatively modest tightening of financial conditions will deliver the reduction in end demand that policymakers require to ease inflationary pressure. We are therefore neutral on US 10-year government bonds at yields above 3%.
- **In terms of asset prices, bond markets have moved ahead of central bank policymakers in 2022.** Equities are adjusting more slowly to the new reality of slower growth, higher interest rates and a new-found emphasis on the most basic immediate needs – food and energy. Nevertheless, meaningful progress has been made on eliminating the most glaring valuation excesses of the post-COVID era.
- **We maintain our neutral outlook on global equities but believe investors should remain highly selective and seek exposure to sectors that benefit from higher interest rates and stocks that represent defensive earnings streams.** In an environment of normalising equity valuations we maintain the same strategy, which is to focus on traditional sectors such as energy, pharma, banks, insurance and defence, which have historically offered a degree of inflation protection while avoiding more overvalued segments of the global equity market, either by region or sector.

A US$226trn question

Global markets remain under pressure from a maelstrom of challenging factors. In a sentence, these are inflation uncertainty, slowing growth, fears of deglobalisation and a broad-based yield expansion across global markets and asset classes as central banks step back from ultra-loose monetary policy.

At the start of 2022 we believed the primary near-term challenge to markets would be the central bank response to the surge in inflation. This is now ‘old news’ as interest rate markets discount a period of rapidly rising interest rates ahead and central bank heads compete to burnish their inflation fighting credentials.

Despite often claiming sensitivity to incoming data, we believe the extent of the inflation overshoot ties the hands of monetary policymakers to proceeding with at least 1–1.5% of interest rate increases in the US, UK and eurozone. European Central Bank President Lagarde’s most recent public comments are merely repetition of what independent analysts have been saying for some time. Namely, that growth is under pressure due to supply side constraints rather than an absence of demand. With inflation above target, it is high time for the return of monetary policy to no less than neutral settings.

We suspect investors would prefer perfect foresight on the coming interest rate cycle over any other factor for predicting bond and equity returns over the next 12–18 months. Unfortunately, there is no such perfect foresight on hand. This interest rate cycle is critically dependent on the evolution of inflation, which has recently caught policymakers dramatically offside. Not only is inflation much higher than targeted levels but inflation uncertainty is also elevated.

Furthermore, the complex interaction of food and energy inflation on the consumer, the lagged effect of tighter financial conditions and the evolution of economic growth imply significant uncertainty in the envelope of future monetary policy. Not only are there economic factors at play but also important political dimensions.

For example, a ceasefire in Ukraine would be a purely political development but the likely consequent declines in energy and food prices would have broad ramifications for economic growth, interest rates and bond and equity markets.

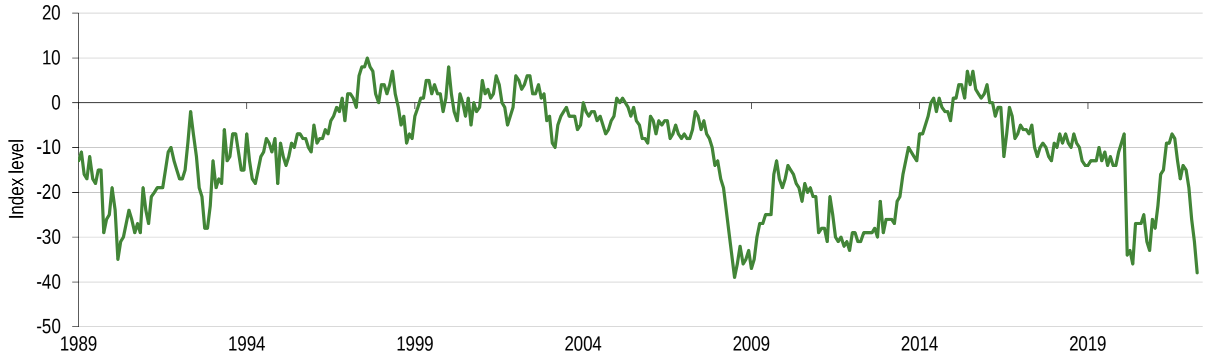
It may seem unlikely now, but we cannot rule out Russia aggressively making the case for a ceasefire and negotiated settlement once it has secured sufficient Ukrainian territory to claim victory in its war. The fissures in the international consensus against the invasion are already on display and will have been part of Russia’s calculus from the start of the conflict. For example, Russia’s recent initiative to request an easing of sanctions in return for a ‘humanitarian corridor’ for Ukrainian food supplies over the now aptly named Black Sea shows how the feared bargaining, or blackmail, of global food supplies for Russia’s geopolitical advantage has become a reality.

Similarly, an easing of trade tensions between the US and China would have a step-change impact on global financial markets. In our view, portfolios should be prepared for a wider than normal range of economic outcomes. Although central banks may be cornered by high inflation, investors will need to be nimble as political events unfold.

Global slowdown underway

A global economic slowdown is now underway with purchasing managers’ indices (PMIs) declining from the peak levels of 2021 and consumer confidence under pressure in both the US and Europe as food and energy prices rise. Furthermore, the most recent flash services PMI survey reading of 51.8 for the UK shows something of a collapse in activity compared to April’s reading of 58.9, consistent with the rapid decline in consumer confidence observed since the start of the year, Exhibit 1.

Exhibit 1: UK consumer confidence plunges during Q222



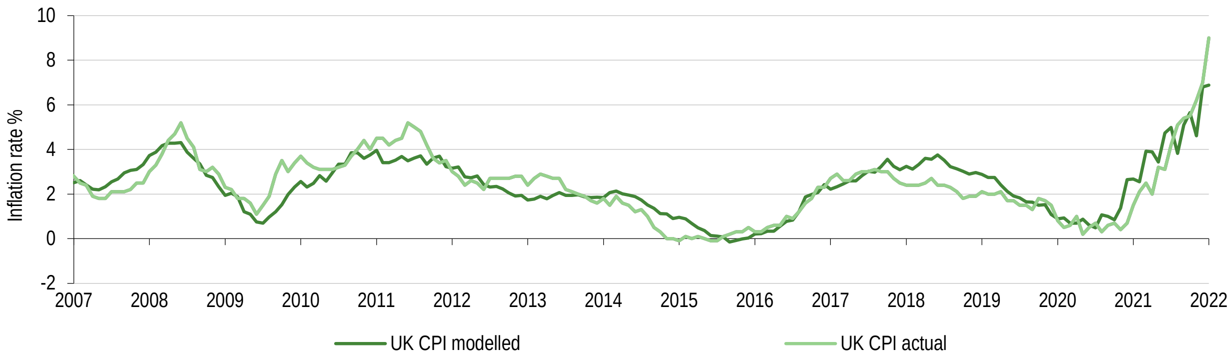
Source: Refinitiv

Western consumers are suffering the impact of higher food and energy prices in addition to a reduction in COVID-19 fiscal support and the initial interest rate increases in the US and UK. The recent surge in food and energy prices due to the war in Ukraine is therefore unfortunately timed, if arguably by Russia's design. Unless there is a halt to the fighting in Ukraine, consumer confidence is likely to remain under pressure from higher prices for basic commodities.

In these circumstances we believe that consumers are likely to continue to focus on necessities rather than discretionary spending. As a result, the profits rebound from COVID-19 consumer recovery may prove to be rather short-lived in the leisure, hospitality and travel sectors. Consumer demand is likely to be crimped by inflationary pressure on budgets. At the same time, costs are being inflated by food and energy bills and rising wages for staff. This implies both revenue shortfalls and margin pressure. We note that on a global basis the cyclical consumer services sector has suffered the largest downgrade to profits forecasts for 2022 over the past month.

Big-ticket purchases may also be deferred as supply chain constraints deliver unusually high price increases, such as for cars where financing is also becoming more expensive as interest rates increase.

Exhibit 2: Headline inflation and oil price regression model - UK



Source: Refinitiv. Note: Chart shows actual year-on-year CPI inflation against regression model using energy prices.

Inflation in US and Europe closely geared to energy prices

Over the last 15 years the majority of the variation in headline CPI indices can be closely linked to energy prices in each of the US, UK and eurozone. From an economic perspective, the price impact of the war in Ukraine is particularly unwelcome as energy prices were already surging from the recovery in demand post the pandemic. While our models have closely tracked the evolution of headline inflation up to 2022, Exhibit 2, we also note that the most recent model predictions are well below current inflation. This suggests that additional factors are now in play. However, a wage price spiral of the form seen in the 1970s seems inconsistent with the current structure of developed labour markets, which now have comparatively limited unionisation.

According to our models, investors and central banks will have to become used to a stream of above-target inflation readings over the next 12 months if oil prices stay above US$100 per barrel. Only if oil prices quickly slip back to pre-war levels is inflation likely to return close to targets within a one-year time horizon. This means there is likely to be limited central bank policy room to ease the pace of monetary tightening even as the economy slows, suggesting that higher interest rates are here to stay over coming years.

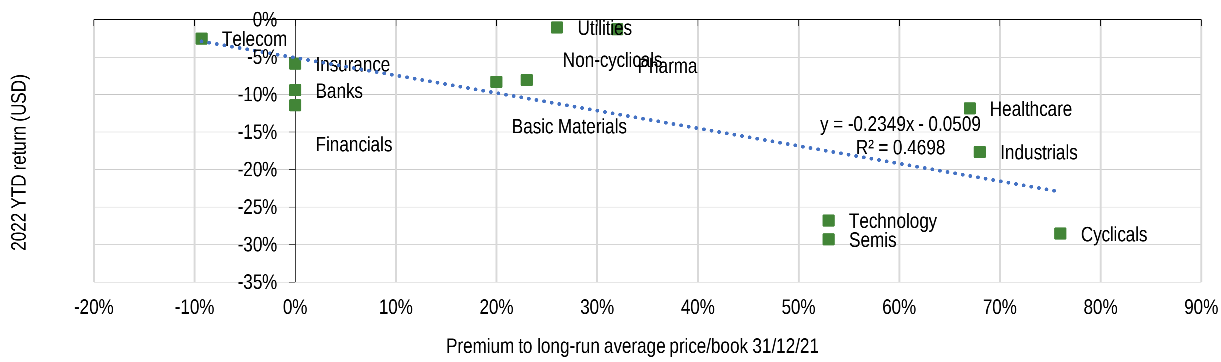
Nevertheless, we believe fears of a return to runaway inflation remain wider off the mark. A higher probability risk for investors in our view is an economic slowdown of a magnitude which meaningfully impinges on energy prices. In part incentivised by a long period of ultra-low interest rates, global debt has risen according to IMF estimates to US$226trn as of the end of 2020, or 2.6x world GDP.

Therefore, only relatively small changes in interest rates from current levels should be sufficient to lower the aggregate level of demand. Furthermore, as US dollar remains the world's reserve currency, higher US policy rates will impact economic growth worldwide. This suggests that a relatively modest set of rate increases will have the desired effect of balancing global demand in line with aggregate supply. For example, a sustained interest rate increase of just 3% would represent over time a substantial additional funding cost of as much as 7% of world GDP. Central banks seem well positioned to slow the economy should it prove necessary to ensure price stability.

Valuations: Improving, but US equities still expensive

Recent movements in global equity sector indices are consistent with investors reappraising portfolio allocations and shifting objectives towards capital preservation in real terms, given an inflationary yet decelerating growth environment. There continues to be a high correlation between global sector performance and the overvaluation of that sector at the start of 2022, Exhibit 3.

Exhibit 3: Starting valuations strongly linked to relative sector performance in 2022, to date



Source: Refinitiv, Edison calculations

The reason for this reappraisal by markets is twofold in our view. First, investors are slowly realising the US Federal Reserve (the Fed) is serious about bringing inflation under control. Recent comments from policymakers at the Fed suggest it remains highly confident it has the mandate to act aggressively on interest rates with the US economy still strong and inflation approximately three times the 2% Fed target.

As a result, interest rate markets are discounting one of the most rapid rates of US monetary tightening seen over the past 30 years. Higher US interest rate expectations are also now affecting emerging markets, as the dollar has strengthened significantly during 2022, Exhibit 4.

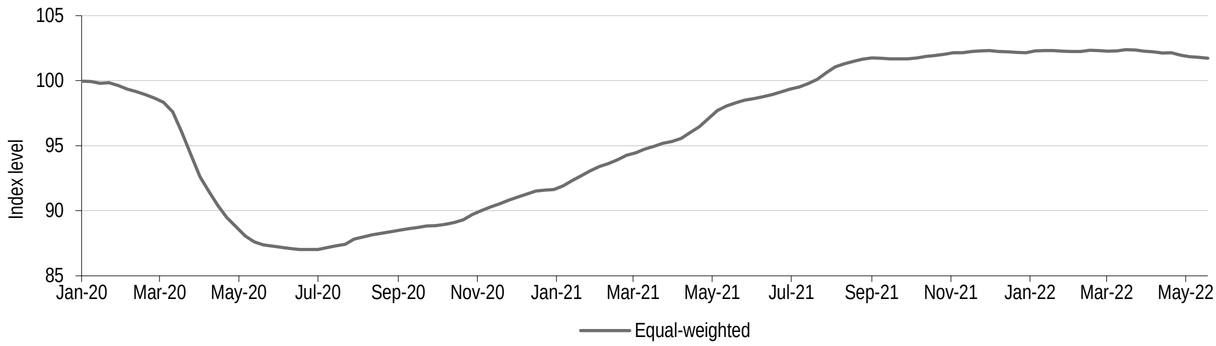
As the global economy loses momentum investors are becoming more cautious of earnings forecast risk. Earnings upgrades have become increasingly concentrated in the energy sector during 2022 and the anecdotal drumbeat of inflationary cost increases and softening consumer demand is yet to filter into consensus forecasts. We note the unweighted earnings revisions index for 2022 has started to decline on a global basis, Exhibit 5, and expect this trend to continue until economic activity has bottomed.

Exhibit 4: US dollar strengthens as the Fed tightens, delivering a global tightening of financial conditions

Source: Refinitiv, Edison calculations

Conceptually, for investors looking to take advantage of lower share prices, we would prefer to be investing in a 2023/24 recovery trade rather than writing insurance on 2022's earnings forecasts. It is in our view too early to be moving away from a defensive equity strategy in an environment where earnings risk remains elevated.

Exhibit 5: Global consensus earnings revisions on a downward trend for the first time post COVID-19



Source: Refinitiv, Edison calculations, equal-weighted

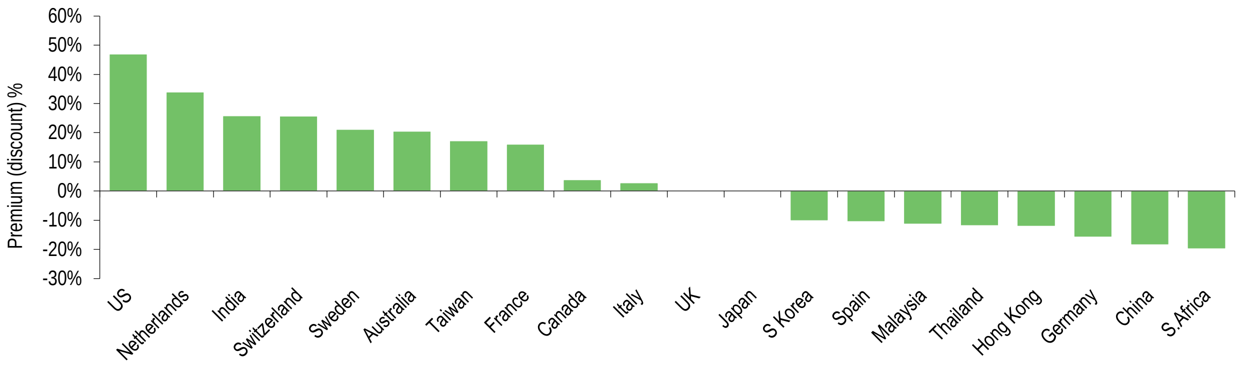
Any one of a large inflation shock, energy shock, fiscal shock or monetary shock would individually have the capacity to induce a major slowdown. In 2022, investors are having to contend with all four factors, and at once.

We therefore believe it should be uncontroversial to suggest the risk of a recession is mounting as COVID-19 related fiscal stimulus is being withdrawn while food and energy costs erode consumer confidence and crimp discretionary spending. In Germany, the key 'ifo institute' survey is now at levels not seen outside the initial COVID-19 downturn or financial crisis of 2008.

Nevertheless, the poor performance of equities pushed many of Europe's national stock exchanges below their long-term average price/book multiple, even if US equities remain expensive on this measure, Exhibit 6. This progress on the normalisation of equity valuations, which corresponds to recent monetary developments, is an encouraging development for long-term investors. However, we do not expect a dramatic rebound in the short term, given the deteriorating macroeconomic outlook.

We therefore maintain a neutral outlook on global equities at this stage but in the context of a defensive sector and regional asset allocation, which avoids the most overvalued segments of the market. A quality but defensive equity portfolio valued inline with long-term valuation averages also offers a degree of inflation hedging within a portfolio. Investors should, in our view, start to look for opportunities thrown up by the market turmoil where valuations are below long-term averages, while remaining aware of rising downgrade risks to earnings forecasts.

Exhibit 6: Global equity valuation picture improving following market declines



Source: Refinitiv, Edison calculations. Note: Price/book premium versus 15-year average.

While the probability of an economic contraction is rising this should not deter investors where valuations are already discounting this outcome. We believe positive catalysts for the market include reduced Russian military activity in the south and east of Ukraine, in addition to any potential softening of China's zero-COVID strategy.

Conclusion

Investors should be clear about where the uncertainty lies in portfolios. The most highly valued segments of the global equity market continue to be at risk from the ongoing normalisation of global monetary policy, a trend that has only continued during May. Precisely how far this valuation correction will extend remains an open question. However, any floor in asset valuations is likely to be contingent on the perception of a ceiling for policy interest rates.

In this respect, we believe bond markets have moved swiftly to account for a significant proportion of all but the most extreme scenarios for US Fed policy over the coming three years. With US government 10-year bond yields now close to 3% and the US yield curve expecting a similar level of short-term rates over the coming 12 months, we believe market expectations fairly discount the monetary tightening required to slow the economy sufficiently to bring inflation down to target levels. Nevertheless, given current food and energy prices this process is likely to take 12–18 months, a period in which consumers will suffer rising unemployment and below-inflation wage increases, thus impacting profits for consumer-facing segments of the stock market.

The ultimate economic outcome from the war in Ukraine remains uncertain. Russia for now appears boxed in militarily and economically. International aid for Ukraine is supporting its war effort while sanctions on Russia continue to impede its economy. However, a sudden twist, such as Russian or Ukrainian breakthrough in the south to end the acute phase of the war or a further escalation, cannot be ruled out.

For investors, political events remain unusually important, if unpredictable. For example, any weakening of the sanctions against Russia in the event of a fracture of the international consensus is likely to weaken energy markets. This political development could bring down inflation more rapidly than currently anticipated and tear up the current outlook for sustained higher rates.

We maintain a neutral outlook on global equities while acknowledging the return to a more normal monetary policy setting could continue to challenge investors in the more highly valued segments and regions of the global equity market. We are also observing an ebbing of earnings momentum outside the obvious beneficiaries of the enormous gains in energy prices which, in combination with weakening purchasing managers' survey data, suggests our defensive portfolio positioning remains appropriate.

Sector: Technology

Price: 41.5p
Market cap: £46m
Market AIM

Share price graph (p)

Company description

1Spatial's core technology validates, rectifies and enhances customers' geospatial data. The combination of its software and advisory services reduces the need for costly manual checking and correcting of data.

Price performance

%	1m	3m	12m
Actual	5.1	(3.5)	(4.6)
Relative*	5.8	(3.0)	(8.0)

* % Relative to local index

Analyst

Kenneth Mestemacher

1Spatial (SPA)

INVESTMENT SUMMARY

1Spatial continues its US expansion with the announcement of a contract win to support replacing the Transportation System Network for the California Department of Transportation (Caltrans). The contract is worth c $1.4m over four years, including US$0.7m in software licence revenue, and was won in partnership with Rizing, a global SAP partner. The US market is a key growth engine for 1Spatial and the Caltrans win shows its strategic plan continues to bear fruit. This contract follows other recent wins and extensions in the US market, including with the states of Montana, Georgia, Minnesota and Arizona, and with Google. We are encouraged by its progress and maintain our forecast of significant growth in the US; we have not adjusted our estimates.

INDUSTRY OUTLOOK

We believe that the geospatial market is likely to witness robust growth driven by a number of factors such as the open data movement and SPA looks well placed to benefit from this.

Y/E Jan	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2021	24.6	3.6	0.2	0.17	244.1	11.7
2022	27.0	4.2	1.1	0.77	53.9	18.4
2023e	29.0	4.9	1.8	1.21	34.3	10.1
2024e	31.2	5.7	2.5	2.29	18.1	8.5

Sector: Technology

Price: HUF792.00
Market cap: HUF81741m
Market Budapest stock exchange

Share price graph (HUF)

Company description

4iG is a regional ICT/telecoms group based in Hungary and focused on three areas: IT services; telecoms and infrastructure, built around its strategic acquisition of Antenna Hungária; and space and defence. The group is targeting expansion in Central and Eastern Europe.

Price performance

%	1m	3m	12m
Actual	(2.0)	0.5	31.1
Relative*	(2.6)	10.5	40.0

* % Relative to local index

Analyst

Richard Williamson

4iG (4IG)

INVESTMENT SUMMARY

FY21 was a record year for 4iG, with net revenues rising 62% y-o-y to HUF93bn and EBITDA rising 125% to HUF11.4bn, driven by a mix of organic growth and M&A. 4iG completed six acquisitions in the year, with the acquisitions of DIGI, ALBtelecom and ONE completing in Q122. These have been funded by the HUF371bn bond issue from December 2021, together with the HUF125bn share placing, bringing in Rheinmetall as a strategic investor. We have chosen to withdraw our forecasts temporarily, pending greater clarity on the shape and financial structure of the enlarged group. Assuming all announced acquisitions complete, Scope Ratings expects total pro forma FY21 revenues of c HUF380bn and EBITDA above HUF100bn.

INDUSTRY OUTLOOK

4iG's is building a leading regional information and communication technology group. Its strategy is focused on three pillars: IT services, telecoms and infrastructure, and space and defence. The group is targeting market leadership in Hungary, with M&A driving an increasingly diversified footprint across the Western Balkans.

Y/E Dec	Revenue (HUFm)	EBITDA (HUFm)	PBT (HUFm)	EPS (fd) (HUF)	P/E (x)	P/CF (x)
2020	57300.0	5047.0	4175.0	36.09	21.9	20.3
2021	92983.0	11360.0	8060.0	61.24	12.9	N/A
2022e	N/A	N/A	N/A	N/A	N/A	N/A
2023e	N/A	N/A	N/A	N/A	N/A	N/A

Sector: Media

Price: 2720.0p
Market cap: £764m
Market LSE

Share price graph (p)

Company description

4imprint is the leading direct marketer of promotional products in the United States, Canada, the UK and Ireland. In FY21, 98% of revenues were generated in the United States and Canada.

Price performance

%	1m	3m	12m
Actual	(5.6)	2.6	(5.4)
Relative*	(4.9)	3.1	(8.8)

* % Relative to local index

Analyst

Fiona Orford-Williams

4imprint Group (FOUR)

INVESTMENT SUMMARY

4imprint announced in May that trading over the first four months of the year was stronger than anticipated. Both order volumes and average order values were up double digits over the same period in 2019, resulting in revenues up 27% on the pre-COVID-19 comparison. The group is now back on track to reach its long-held FY22 target of $1bn revenue and we have upgraded our forecast accordingly. Our new forecasts show a more robust recovery in operating margin, despite the economic uncertainty and inflation impact. 4imprint is a high-quality business in a large and growing market, underpinned by marketing expertise and a strong balance sheet.

INDUSTRY OUTLOOK

In some ways 4imprint's trading reflects the health of the US economy. There will be increasing attention paid to the impact of inflation on customer budgets and the threat of recession, on top of ongoing concerns regarding stock availability and cost inflation for both stock and staff. However, these are factored into the numbers (as much as is sensible currently) and it is the exceptionally strong rebound in customer activity that has led to this update The US promotional products distribution market is highly fragmented and ASI estimated its value in 2021 at US$23.2bn.

Y/E Dec	Revenue (US$m)	EBITDA (US$m)	PBT (US$m)	EPS (fd) (c)	P/E (x)	P/CF (x)
2020	560.0	8.9	3.8	11.0	307.7	57.6
2021	787.3	35.7	30.2	80.3	42.1	41.6
2022e	1000.0	59.3	53.5	144.8	23.4	15.7
2023e	1125.0	70.5	64.8	172.8	19.6	14.0

Sector: General industrials

Price: SEK1.66
Market cap: SEK321m
Market Nasdaq FN Premier

Share price graph (SEK)

Company description

Headquartered in Sweden, AAC Clyde Space is a world leader in nanosatellite end-to-end solutions, subsystems, platforms, services and components, including supply to third parties. It has production and development operations in Sweden, Scotland, the Netherlands, the United States and a start-up in Africa.

Price performance

%	1m	3m	12m
Actual	(23.4)	(24.1)	(32.9)
Relative*	(18.9)	(19.9)	(26.2)

* % Relative to local index

Analyst

Andy Chambers

AAC Clyde Space (AAC)

INVESTMENT SUMMARY

AAC Clyde Space is at the forefront of the rapidly growing and innovative market for small satellites. AAC continues to seek opportunities in New Space to extend its reach, capabilities and technologies. While supply chain issues continued to constrain Q122 performance, management expects sales of SEK500m in FY24. As nanosatellite build rates and deployments rise sharply, management is planning for revenues of c $250m (SEK2.3bn) by 2030 including services revenue, which management expects to reach c $150m. The path to achieving this will involve increased investment to build, own and operate several constellations to support the space data as a service (SDaaS) ambitions.

INDUSTRY OUTLOOK

AAC Clyde Space has a strong space heritage in small and nanosatellites. Over the next five years around 3,000 nanosatellites should be launched as technology development extends the applications for low earth orbit constellations, especially for communications. Its growing capabilities cover three revenue segments: SDaaS, Space Missions and Space Products. AAC Clyde Space aims to become a world leader in commercial small satellites and services from space.

Y/E Dec	Net Sales (SEKm)	EBITDA (SEKm)	PBT (SEKm)	EPS (fd) (öre)	P/E (x)	P/CF (x)
2020	98.4	(17.5)	(26.7)	(25.79)	N/A	N/A
2021	180.0	(12.3)	(31.8)	(16.91)	N/A	N/A
2022e	270.1	7.3	(10.5)	(5.00)	N/A	N/A
2023e	377.1	35.0	7.2	3.00	55.3	17.0

Sector: General industrials

Price: 134.8p
Market cap: £260m
Market LSE

Share price graph (p)

Company description

Accsys Technologies is a chemical technology company focused on the development and commercialisation of a range of transformational technologies based on the acetylation of solid wood and wood elements for use as high performance, environmentally sustainable construction materials.

Price performance

%	1m	3m	12m
Actual	(7.9)	(9.3)	(14.7)
Relative*	(7.2)	(8.8)	(17.8)

* % Relative to local index

Analyst

Toby Thorrington

Accsys Technologies (AXS)

INVESTMENT SUMMARY

In FY22 trading to the end of January, volumes tracked c 2% lower than the prior year – expansion at Arnhem has required some plant downtime in H2 – but revenue was up c 12%, with progressive price increases passing on higher input costs. Strong demand, Arnhem operating at full capacity (three reactors) and a January price increase will characterise Q4 trading and updated FY22 guidance was in line with our existing €10.4m EBITDA estimate. The fourth Accoya reactor and new wood handling capability at Arnhem is set to start operating in April and the new Tricoya facility at Hull is also on track for commercial operation to begin in July. In addition, Accsys's US JV with Eastman now has debt funding in place for the JV to proceed to the full construction phase.

INDUSTRY OUTLOOK

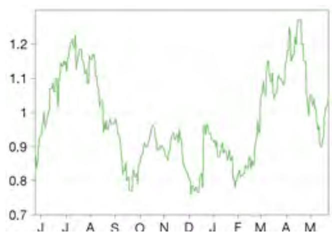
Accsys has a technically proven process and wide international market acceptance for its modified wood output. As well as successful capex execution, the sales and marketing challenge is to pull through demand to absorb newly available capacity and develop licence partners. Management has previously stated a long-term market potential of 1m m3 pa of Accoya wood and 1.6m+ m3 of Tricoya panel products.

Y/E Mar	Revenue (€m)	EBITDA (€m)	PBT (€m)	EPS (c)	P/E (x)	P/CF (x)
2020	90.9	5.9	(2.2)	(0.01)	N/A	95.4
2021	99.8	9.3	1.1	0.01	15913.1	13.0
2022e	114.0	10.4	0.3	0.0	N/A	47.6
2023e	151.3	27.6	12.3	0.04	3978.3	11.7

Sector: Mining

Price: A$1.05
Market cap: A$625m
Market ASX

Share price graph (A$)



Company description

Alkane Resources has two main assets in Central West New South Wales: the Tomingley gold mine, where recent exploration has increased the mine life by at least eight years, from FY23 to FY31, and its Boda prospect at Northern Molong, which is shaping up to be a tier 1 alkalic porphyry district.

Price performance

%	1m	3m	12m
Actual	(8.3)	12.9	20.7
Relative*	(3.7)	14.0	18.5

* % Relative to local index

Analyst

Lord Ashbourne

Alkane Resources (ALK)

INVESTMENT SUMMARY

Alkane exceeded guidance in FY21 by nearly 4% and production of 44koz in 9M22 is in line with budget (at an all-in sustaining cost (AISC) guidance range of A$1,500–1,650/oz). Exploration at San Antonio and Roswell has already led to an increase in Tomingley's life from CY23 until CY31 at production levels up to 115koz pa and AISC down to A$1,350–1,450/oz. Subsequent exploration has also increased the Roswell resource by 37%.

INDUSTRY OUTLOOK

Our most recent valuation of Alkane attributed 33c/share in value to Tomingley plus net cash. To this could then be added 1) 6c for the eventual development of the Roswell underground extension, 2) 16c given the then level of the gold price (US$1,818/oz), 3) 4c for residual resources, 4) 3c for ongoing exploration success, 5) 15c for Alkane's investments in Calidus and Genesis (albeit it has now sold the majority of its Genesis stake), and 6) up to 79c for exploration at Boda (where Alkane is aiming to announce a maiden resource imminently).

Y/E Jun	Revenue (A$m)	EBITDA (A$m)	PBT (A$m)	EPS (fd) (c)	P/E (x)	P/CF (x)
2020	72.5	29.4	20.6	2.48	42.3	20.4
2021	127.8	70.5	46.3	5.30	19.8	8.7
2022e	136.4	52.3	27.8	3.24	32.4	12.0
2023e	128.2	57.3	31.4	3.67	28.6	10.9

Sector: Mining

Price:	C$1.03
Market cap:	C$1310m
Market	JSE , TSX-V

Share price graph (C$)

Company description

Alphamin owns (84.14%) and operates the Bisie tin mine at Mpama North in the North Kivu province of the DRC with a grade of c 4.5% tin (the world's highest). Accounting for c 4% of mined supply, it is the second largest tin mine in the world outside China and Indonesia.

Price performance

%	1m	3m	12m
Actual	(24.8)	(7.2)	41.1
Relative*	(21.1)	(4.7)	36.4

* % Relative to local index

Analyst

Lord Ashbourne

Alphamin Resources (AFM)

INVESTMENT SUMMARY

Alphamin offers rare exposure to a metal that both Rio Tinto and MIT regard as the most likely to benefit from the electrification of the world economy and its Mpama North mine at Bisie in the Democratic Republic of the Congo has achieved steady-state production at just the moment that the tin price is experiencing its biggest squeeze in decades. As a result, the company is already net debt free and has paid a maiden dividend. Since then, it has also announced Q122 results that were in line with our prior expectations plus the development of another mine at Mpama South.

INDUSTRY OUTLOOK

Production is in the process of recovering from temporarily lower grades in Q221–Q122. At a long-term tin price of US$42,793/t, in April, we calculated a value for Alphamin of US$1.25 (or C$1.58) per share. However, a concerted exploration programme is ongoing and this valuation rose to as high as US$1.98/share (C$2.49/share) in the event of exploration successfully expanding and/or extending the life of operations.

Y/E Dec	Revenue (US$m)	EBITDA (US$m)	PBT (US$m)	EPS (fd) (c)	P/E (x)	P/CF (x)
2020	187.4	58.3	15.7	(0.71)	N/A	46.9
2021	352.9	194.9	159.0	3.75	21.3	6.7
2022e	519.6	350.2	315.1	11.73	6.8	3.5
2023e	541.7	369.7	328.1	14.99	5.3	4.8

Sector: Technology

Price:	17.0p
Market cap:	£11m
Market	AIM

Share price graph (p)

Company description

Applied Graphene Materials (AGM) develops graphene dispersions that customers use to enhance the properties of coatings, composites and functional materials. It also manufactures high-purity graphene nanoplatelets using readily available raw materials instead of graphite.

Price performance

%	1m	3m	12m
Actual	(10.5)	(31.5)	(47.7)
Relative*	(9.9)	(31.1)	(49.6)

* % Relative to local index

Analyst

Anne Margaret Crow

Applied Graphene Materials (AGM)

INVESTMENT SUMMARY

Applied Graphene Materials (AGM) has entered the chemical resistant coatings market by issuing a performance data package which demonstrates that its graphene nanoplatelet dispersions confer higher levels of protection from harsh chemicals when used in coatings applications. The graphene technology performs extremely well compared with the glass flake and mica additives currently used to confer chemical resistance but at substantially lower loading levels. This gives coatings formulators greater flexibility with their products and application scope. Applications include chemical tank linings, pipe linings, floor coatings and structural steelwork coatings.

INDUSTRY OUTLOOK

AGM has also signed an exclusive distribution agreement with Indian partner, Imkemex, who is headquartered in Mumbai. This extends AGM's commercial reach directly into the region's liquid resins, coatings, composites and polymers sectors.

Y/E Jul	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2020	0.1	(3.1)	(3.5)	(6.1)	N/A	N/A
2021	0.1	(3.2)	(3.6)	(5.6)	N/A	N/A
2022e	N/A	N/A	N/A	N/A	N/A	N/A
2023e	N/A	N/A	N/A	N/A	N/A	N/A

Sector: General industrials

Price:	NZ$0.25
Market cap:	NZ$128m
Market	NZSX

Share price graph (NZ$)

Company description

ArborGen Holdings (formerly Rubicon) is an NZX-listed investment company. Its subsidiary ArborGen is the world's largest integrated developer, commercial manufacturer and supplier of advanced forestry seedlings with operations in the United States, Brazil and Australasia.

Price performance

%	1m	3m	12m
Actual	4.1	8.5	45.7
Relative*	9.6	17.4	64.6

* % Relative to local index

Analyst

Toby Thorrington

ArborGen Holdings (ARB)

INVESTMENT SUMMARY

ArborGen completed the sale of its New Zealand and Australia operations on 30 November 2021 as expected and the NZ$22.25m proceeds have been applied to reducing debt and facilities as well as a small pine nursery acquisition in Brazil. A market update on 21 January pointed to revised guidance for an adjusted US GAAP EBITDA range (pre central costs) for FY22 of US$9.5–10.5m. due to pandemic effects. At the beginning of April, adverse weather conditions were noted which have affected projected 2023 seed projections from Coastal orchards, though other mitigation measures can be taken. Our estimates are under review. A strategic review is ongoing.

INDUSTRY OUTLOOK

Prior to the COVID-19 outbreak, the economic growth outlook in each of its core countries, the United States, Brazil, New Zealand and Australia, was either good or improving, according to OECD data. At this point, the primary end-markets served by its plantation forestry customer base (ie construction and the pulp and paper industries) were in a positive cyclical phase.

Y/E Mar	Revenue (US$m)	EBITDA (US$m)	PBT (US$m)	EPS (c)	P/E (x)	P/CF (x)
2020	56.9	7.7	6.0	1.4	11.4	16.6
2021	52.7	8.1	8.9	1.9	8.4	8.1
2022e	62.1	12.0	12.1	2.4	6.7	6.2
2023e	69.3	13.4	12.9	2.6	6.2	6.1

Sector: Financials

Price:	€0.07
Market cap:	€86m
Market	Athens Stock Exchange

Share price graph (€)

Company description

Attica Bank is the fifth-largest bank in Greece, with assets of €3.7bn and 48 retail branches in the main cities of Greece. It has an approximately 2% market share of business banking and around 2% market share of most retail banking products.

Price performance

%	1m	3m	12m
Actual	(50.2)	(58.3)	(87.1)
Relative*	(45.0)	(54.0)	(87.0)

* % Relative to local index

Analyst

Pedro Fonseca

Attica Bank (TATT)

INVESTMENT SUMMARY

Attica ended FY21 with a CET1 of 8.3%. The non-performing exposure is now 33.6% of loans with a cash coverage at 45.5%. Management plans further capital actions in FY22. The key challenge now is to significantly grow the bank as it is currently too small for its cost structure. Management's stated aim is to double the size of the bank in three years from 2021 by focusing on the energy, green and infrastructure business loan segments. The bank's current size continues to affect its ability to generate interest income (down 16.2% y-o-y), but there were improving trends in fee income (up 568% y-o-y) and new loan generation (€361m in FY21).

INDUSTRY OUTLOOK

The Greek economy is expected to continue to rebound from the COVID-19 crisis and much needed government investment in infrastructure is expecting to increase. Greek bank balance sheets have been strengthening while a rise in interest rates will help bank margins. We maintain our suspension of our Attica forecasts and valuation for the time being.

Y/E Dec	Revenue (€m)	EBITDA (€m)	PBT (€m)	EPS (c)	P/E (x)	P/CF (x)
2020	69.2	N/A	286.0	(66.18)	N/A	N/A
2021	53.3	N/A	(104.4)	N/A	N/A	N/A
2022e	N/A	N/A	N/A	N/A	N/A	N/A
2023e	N/A	N/A	N/A	N/A	N/A	N/A

Auriant Mining (AUR)

Sector: Mining

Price: SEK1.59
Market cap: SEK157m
Market NASDAQ OMX First North

Share price graph (SEK)

Company description

Auriant Mining is a Swedish junior gold mining company focused on Russia. It has two producing mines (Tardan and Solcocon), one advanced exploration property (Kara-Beldyr) and one early stage exploration property (Uzhunzhul).

Price performance

%	1m	3m	12m
Actual	(6.5)	(37.8)	(68.2)
Relative*	(1.0)	(34.5)	(65.0)

* % Relative to local index

Analyst

Lord Ashbourne

INVESTMENT SUMMARY

Relative to its earlier heap leach operation, Auriant's new Tardan CIL plant has increased metallurgical recoveries by c 40pp and reduced cash costs to c US$806/oz in FY21 to result in an approximate 3x increase in EBITDA and a c 2x increase in operational cash flows. It has now repaid all of its high cost debt and is in the process of completing a definitive feasibility study on Kara-Beldyr. Combined, the two mines are expected to achieve management's goal of c 3t (96.5koz) of gold output per annum from FY26. Confirmatory drilling is also underway with a view to accelerating the development of Solcocon.

INDUSTRY OUTLOOK

Operating in the former Soviet Union, clearly Auriant is not without risk. However, it reports that operations are largely unaffected by the international situation - a fact borne out by its Q122 operational results. Assuming that it raises US$20m in equity at SEK3.12/share within the next year however, in December we valued Auriant at a fully diluted US$1.45/share (SEK13.27/share).

Y/E Dec	Revenue (US$m)	EBITDA (US$m)	PBT (US$m)	EPS (fd) (c)	P/E (x)	P/CF (x)
2020	53.4	31.2	16.6	13.7	1.2	0.6
2021	47.7	23.1	11.6	10.2	1.6	0.8
2022e	55.6	35.2	23.8	11.4	1.4	0.8
2023e	51.5	32.6	28.4	14.6	1.1	0.8

bet-at-home (ACXX)

Sector: Travel & leisure

Price: €13.88
Market cap: €97m
Market Xetra

Share price graph (€)

Company description

Founded in 1999, bet-at-home (BAH) is an online sports betting and gaming company, licensed in Malta and headquartered in Düsseldorf, Germany. Since 2009 BAH has been part of BetClic Everest, a privately owned gaming company, which currently holds 53.9% of BAH's shares.

Price performance

%	1m	3m	12m
Actual	(11.1)	(0.7)	(65.5)
Relative*	(11.3)	2.5	(62.4)

* % Relative to local index

Analyst

Russell Pointon

INVESTMENT SUMMARY

bet-at-home (BAH) reported FY21 gross gaming revenue (GGR) growth of c 9% to €59m and EBITDA growth of 6% to €14m. Management's prior guidance for FY22 for GGR of €50–60m and EBITDA of €-2/+2m has been re-iterated. The guidance excludes any deconsolidation effects of BAH's Maltese-based company, ie the settlement of assets and liabilities on winding up of the company, following the client loss litigation issues in Austria. There is potential better news flow towards the end of the year if BAH is awarded new licences in Poland and the Netherlands, where it already has high brand awareness.

INDUSTRY OUTLOOK

According to H2 Gambling Capital, the European online sports betting and gaming market is expected to grow 7.4% CAGR between 2019 and 2024. BAH operates mainly in 'grey' markets (no formal regulation but not illegal), which are characterised by strong cash flow, but also carry commensurately higher regulatory risks. Its main market, Germany, was fully regulated in FY21.

Y/E Dec	Revenue (€m)	EBITDA (€m)	PBT (€m)	EPS (fd) (c)	P/E (x)	P/CF (x)
2020	54.6	13.2	11.0	128.50	10.8	3.2
2021	59.3	14.0	11.4	152.45	9.1	7.1
2022e	N/A	N/A	N/A	N/A	N/A	N/A
2023e	N/A	N/A	N/A	N/A	N/A	N/A

EDISON

Sector: Technology

Price:	A$0.03
Market cap:	A$33m
Market	ASX

Share price graph (A$)

Company description

BluGlass is an Australian technology company that is developing and commercialising a breakthrough compound semiconductor technology for the production of high efficiency, high power laser diodes.

Price performance

%	1m	3m	12m
Actual	(10.3)	(25.2)	(54.1)
Relative*	(5.9)	(24.5)	(54.9)

* % Relative to local index

Analyst

Anne Margaret Crow

BluGlass (BLG)

INVESTMENT SUMMARY

BluGlass has raised A$3.4m through a placement at A$0.03/share to purchase a laser diode fabrication facility (fab) in California's Silicon Valley. It has also raised A$3.7m (gross) through an entitlement offer of up to A$7.5m to existing shareholders, also at A$0.03/share, and has two months in which to place all or part of the rights issue shortfall. The proceeds will be used to convert the fab to gallium nitride (GaN) laser diode production, which is in line with management's stated aim of bringing third-party processes in-house.

INDUSTRY OUTLOOK

BluGlass intends to use the fab for volume manufacture of blue GaN laser diodes, potentially including proprietary tunnel junction diodes made using its patented remote plasma chemical vapour deposition process, which should be higher power and higher brightness than any currently available. In the longer term, the proposed transaction will quadruple the volume of laser diodes that BluGlass can sell. In the short term, it will enable BluGlass to complete design iterations more quickly, thus potentially reducing the time it will take to bring the next generation of higher power laser diodes to market and maximising the market opportunity.

Y/E Jun	Revenue (A$m)	EBITDA (A$m)	PBT (A$m)	EPS (fd) (c)	P/E (x)	P/CF (x)
2020	0.7	(3.6)	(4.8)	(1.01)	N/A	N/A
2021	0.4	(4.6)	(6.8)	(0.94)	N/A	N/A
2022e	N/A	N/A	N/A	N/A	N/A	N/A
2023e	N/A	N/A	N/A	N/A	N/A	N/A

Sector: Technology

Price:	109.0p
Market cap:	£326m
Market	AIM

Share price graph (p)

Company description

Boku operates a billing platform that connects merchants with mobile network operators in more than 80 countries. It has c 300 employees, with its main offices in the United States, the UK, Estonia, Germany and India.

Price performance

%	1m	3m	12m
Actual	(13.8)	(20.2)	(32.5)
Relative*	(13.2)	(19.8)	(34.9)

* % Relative to local index

Analyst

Katherine Thompson

Boku (BOKU)

INVESTMENT SUMMARY

Boku's FY21 results reflect continued strong momentum in the Payments business and improved performance in the since-sold Identity business. Local payment methods added to the Boku network over the last three years showed an accelerating contribution to monthly active user numbers, increasing nine-fold over 2021, and made up nearly 10% of new users in the year. We have revised our forecasts to remove revenue from Russian carriers (no more than $1.5m in revenue/EBITDA for FY22) and estimate an EPS CAGR of 13.7% over FY21–24e.

INDUSTRY OUTLOOK

Direct carrier billing (DCB) is an alternative payment method that uses a consumer's mobile bill as the means to pay for digital content or services such as games, music or apps. Boku is the dominant DCB player, serving the largest merchants such as Apple, Sony, Facebook, Spotify and Netflix, and is expanding into alternative payment methods such as digital wallets and real-time payments.

Y/E Dec	Revenue (US$m)	EBITDA (US$m)	PBT (US$m)	EPS (fd) (c)	P/E (x)	P/CF (x)
2020	56.4	15.3	11.0	3.21	42.3	24.3
2021	69.2	20.0	14.7	3.87	35.0	19.9
2022e	67.5	22.0	15.6	4.07	33.3	18.3
2023e	74.6	26.2	18.2	4.65	29.2	15.6

Sector: Travel & leisure

Price:	€3.88
Market cap:	€428m
Market	FRA

Share price graph (€)

Company description

The group operates Borussia Dortmund, a leading football club, placed third in the Bundesliga in 2020/21, DFB Super Cup winners in 2019/20, and DFB-Pokal winners in 2020/21. The club has qualified for the Champions League in nine of the last 10 seasons.

Price performance

%	1m	3m	12m
Actual	0.6	(4.9)	(36.9)
Relative*	0.4	(1.8)	(31.3)

* % Relative to local index

Analyst

Russell Pointon

Borussia Dortmund (BVB)

INVESTMENT SUMMARY

Borussia Dortmund's football season finished with another (comfortable) second place in the Bundesliga confirming qualification for the Champions League in the 2022/23 season. Management's reiterated guidance for FY22, a net loss of €17–24m, represents a robust performance given the restrictions on fan attendance for the majority of the year and a less successful season in European competitions than is typical. The company is well-placed to deliver an improved financial performance in FY22/23 if further COVID-19 related restrictions can be avoided. Our valuation of €9.8/share suggests significant upside in a normalised operating environment

INDUSTRY OUTLOOK

Unsustainable spend on wages and transfers is increasingly being penalised by UEFA Financial Fair Play requirements. A 'break-even requirement' obliges clubs to spend no more than they generate over a rolling three-year period. Sanctions vary from a warning to a ban from UEFA competition, fines and a cap on wages and squad size.

Y/E Jun	Revenue (€m)	EBITDA (€m)	PBT (€m)	EPS (fd) (c)	P/E (x)	P/CF (x)
2020	370.2	63.0	45.6	46.77	8.3	6.0
2021	334.2	39.0	24.3	26.28	14.8	9.4
2022e	350.4	81.5	65.8	57.43	6.8	5.1
2023e	389.0	106.5	91.5	76.23	5.1	4.1

Sector: Industrial support services

Price:	275.0p
Market cap:	£89m
Market	LSE

Share price graph (p)

Company description

Braemar Shipping Services is the second largest shipbroker in the world, providing broking services to the dry cargo, deep sea tanker, specialised tanker and sale and purchase markets. It also addresses the fast-growing areas of offshore and renewables, securities and financial markets.

Price performance

%	1m	3m	12m
Actual	4.8	10.7	17.0
Relative*	5.5	11.2	12.9

* % Relative to local index

Analyst

Andy Murphy

Braemar Shipping Services (BMS)

INVESTMENT SUMMARY

Braemar recently completed a corporate transformation that will see it move away from being a widely spread shipping services company, to grow into a clearly focused shipbroking operation. Allied to the transformation is the company's growth strategy, supported by growing global trade, and shipping's status as the most energy-efficient and lowest carbon method of freight transport, that has management focused on doubling the business inside four years. We value the shares at 400p, a c 40% premium to the current price, but see greater upside as evidence of success is delivered over the next two to three years.

INDUSTRY OUTLOOK

The global deep sea shipping fleet has been steadily expanding. A key driver has been growing international trade, which is likely to continue and should have a direct benefit on the shipbroking industry. While some charter rates are currently very high, for example container ship charter rates, others like the Baltic Dry Index are broadly within a historical average range and other indicators such as fleet age and low new vessel order books for certain key trades point to greater future demand, thus balancing risks and growth.

Y/E Feb	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2020	117.7	14.4	9.4	27.28	10.1	8.8
2021	111.8	12.6	8.1	16.57	16.6	6.5
2022e	101.1	13.5	8.7	17.12	16.1	6.0
2023e	105.2	15.8	11.5	23.00	12.0	5.8

Canacol Energy (CNE)

Sector: Oil & gas

Price:	C$2.74
Market cap:	C$468m
Market	TSX

Share price graph (C$)

Company description

Canacol Energy is a natural gas exploration and production company primarily focused on Colombia.

Price performance

%	1m	3m	12m
Actual	(9.9)	(14.1)	(14.4)
Relative*	(5.5)	(11.8)	(17.2)

* % Relative to local index

Analyst

James Magness

INVESTMENT SUMMARY

Canacol offers investors a pure play on the Colombian natural gas market where it holds a c 20% market share of national demand. A newly secured gas sales contract will connect the company to interior markets via a new pipeline to be completed by 2024. In 2022 the company upgraded its net unrisked prospective resources from 5.7tcf to 20.5tcf, and is focused on converting this into reserves. The 12-well 2022 drilling programme has an emphasis on exploration wells and is targeting a reserves replacement ratio of over 200%. This will require moving beyond the core area for the first time, in particular to drill Pola-1 in the Middle Magdalena Valley, targeting 470bcf. The planned cash and cash dividends are covered by Canacol's existing cash and cash generation.

INDUSTRY OUTLOOK

The Colombian, Caribbean Coast gas market is expected to move into gas deficit in the absence of LNG imports, incremental piped gas or the development of recent deepwater discoveries. Canacol sells gas under long-term, fixed-price gas contracts, typically of five to 10 years' duration with inflation clauses to protect cash flows.

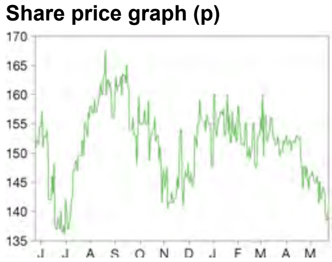
Y/E Dec	Revenue (US$m)	EBITDA (US$m)	PBT (US$m)	EPS (fd) (c)	P/E (x)	P/CF (x)
2020	246.8	172.9	86.1	2.18	97.7	2.5
2021	250.5	162.2	87.7	24.59	8.7	3.1
2022e	262.7	195.4	83.3	25.33	8.4	2.3
2023e	303.0	234.7	112.2	31.19	6.8	2.0

Carr's Group (CARR)

Sector: General industrials

Price:	141.0p
Market cap:	£133m
Market	LSE

Share price graph (p)



Company description

Carr's Group's Agriculture divisions serve farmers in the North of England, South Wales, the Welsh Borders and Scotland, the United States, Germany, Canada and New Zealand. The Engineering division offers remote handling equipment and fabrications to the global nuclear and oil and gas industries.

Price performance

%	1m	3m	12m
Actual	(4.6)	(4.7)	(5.1)
Relative*	(3.9)	(4.3)	(8.4)

* % Relative to local index

Analyst

Anne Margaret Crow

INVESTMENT SUMMARY

Carr's Group's H122 results show it is coping well with commodity price volatility. The high oil prices are boosting demand for precision engineering services, supporting a recovery in the Engineering division. Group H122 revenues grew by 10.6% y-o-y to £222.7m. Higher commodity prices were offset by a reduction in feed volumes and lower revenues from the engineering solutions business. Adjusted operating profit decreased slightly, by £0.2m to £10.8m. A strong performance from the Agricultural Supplies division and continued recovery in the Engineering division, as well as lower central costs, were offset by a reduction in profits from the Speciality Agriculture division where margins were adversely affected by delays in passing on higher input costs.

INDUSTRY OUTLOOK

Management is confident that the FY22 performance will be in line with market expectations, so we leave our estimates broadly unchanged with no revisions to group adjusted EBITA or group adjusted PBT. However, we have modified the profit mix so that a higher proportion of the profits are attributable to the Engineering division, where the order book is strong, and a lower proportion to the Speciality Agriculture division.

Y/E Aug	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2020	395.6	23.4	15.0	11.8	11.9	5.6
2021	417.3	23.9	16.6	13.0	10.8	5.5
2022e	477.6	24.8	17.3	12.5	11.3	5.3
2023e	478.6	25.4	17.9	12.8	11.0	5.2

Sector: Financials

Price:	67.0p
Market cap:	£38m
Market	AIM

Share price graph (p)

Company description

Cenkos is a leading UK securities business, which acts as nominated advisor, sponsor, broker and financial adviser to companies, focusing on entrepreneurial growth companies and investment trusts. Since inception in 2005 it has raised more than £21bn in equity capital for corporate clients, which stood at 101 at end December 2021.

Price performance

%	1m	3m	12m
Actual	(6.9)	0.8	(19.3)
Relative*	(6.3)	1.2	(22.2)

* % Relative to local index

Analyst

Andrew Mitchell

Cenkos Securities (CNKS)

INVESTMENT SUMMARY

Cenkos' full year figures for 2021, reported in March, showed revenue up 18% to £37.2m with the second half slightly ahead of the first half at £19.0m versus £18.2m. During the year the firm carried out two IPOs and 34 transactions in total (29 in FY20) raising over £1.2bn for clients (£0.9bn). Underlying operating profit increased from £4.0m to £5.9m while reported pre-tax profit was £4.0m compared with £2.3m. Diluted EPS increased from 3.3p to 6.0p. A full year dividend of 3.0p is proposed giving a full year figure of 4.25p (+21%) reflecting the board's confidence in the business's ability to weather potential market volatility and the strength of the balance sheet (year-end net cash £33.5m).

INDUSTRY OUTLOOK

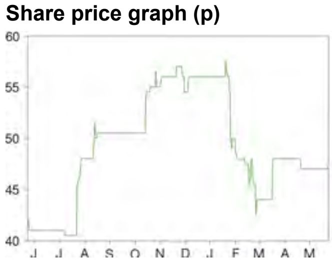
The outlook is clouded by the war in Ukraine and macroeconomic concerns but Cenkos reported a good start to 2022 with two IPOs and an introduction, four placings and two M&A transactions carried out in the first 10 weeks. In its AGM statement in May the company noted the continued impact of uncertainty on investor confidence and capital markets activity but indicated it is working on a number of transactions for clients, has an encouraging pipeline and retains a strong balance sheet and resilient business model.

Y/E Dec	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2020	31.7	3.1	2.3	3.3	20.3	6.0
2021	37.2	4.8	4.0	6.0	11.2	5.5
2022e	N/A	N/A	N/A	N/A	N/A	N/A
2023e	N/A	N/A	N/A	N/A	N/A	N/A

Sector: Media

Price:	47.5p
Market cap:	£70m
Market	LSE

Share price graph (p)



Company description

Centaur Media is an international provider of business information, training and specialist consultancy. Its Xeim and The Lawyer business units serve the marketing and legal sectors respectively and offer customers a wide range of products and services to help them add value by raising standards for insight, interaction and impact.

Price performance

%	1m	3m	12m
Actual	1.1	4.4	13.1
Relative*	1.8	4.9	9.1

* % Relative to local index

Analyst

Fiona Orford-Williams

Centaur Media (CAU)

INVESTMENT SUMMARY

Centaur is making good progress towards management's MAP23 goals for FY23 revenues of £45m and adjusted EBITDA margins of 23%, both of which should be achieved under our modelled scenario, despite potential headwinds of rising costs. Iterative improvements in the client offering and a greater emphasis on cross-selling underpin the forecast top-line growth, funded from the cash-positive balance sheet. A group-wide data strategy is now being implemented to support scaling of the operations beyond the MAP23 horizon. The valuation remains at a marked discount to peers.

INDUSTRY OUTLOOK

Disruption to the marketing sector is providing a fertile backdrop for demand for B2B market intelligence. With a greater propensity for clients to adopt digital solutions, those clients' digital skill sets need constant enhancement, a process that may be accelerated in the face of a softening economy. The need for comprehensive and timely market intelligence should also support demand at The Lawyer, with further growth opportunities particularly with in-house corporate lawyers.

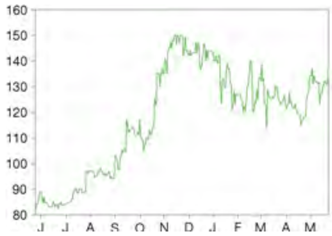
Y/E Dec	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2020	32.4	3.8	(0.3)	0.2	237.5	32.6
2021	39.1	6.4	3.0	1.9	25.0	7.3
2022e	43.9	8.1	4.5	2.4	19.8	10.0
2023e	47.0	10.8	7.0	3.4	14.0	7.3

CentralNic Group (CNIC)

Sector: Technology

Price:	138.5p
Market cap:	£400m
Market	AIM

Share price graph (p)



Company description

CentralNic's two divisions help businesses go online: Online Presence (reseller, corporate and SME) and Online Marketing. Services include domain name reselling, hosting, website building, security certification and website monetisation.

Price performance

%	1m	3m	12m
Actual	17.4	7.5	67.2
Relative*	18.2	8.0	61.3

* % Relative to local index

Analyst

Richard Williamson

INVESTMENT SUMMARY

Powered by its privacy-safe approach to online marketing, CentralNic continues to deliver an attractive mix of growth, recurring revenues and strong cash conversion in an uncertain economic climate. CentralNic's Q122 figures were marginally ahead of the April trading update, with gross revenues of US$157m (an 86% rise y-o-y) and net revenues increasing to US$40m (up 43% y-o-y), a 25.5% margin. Adjusted EBITDA increased by 83% to US$19m, a 46% net revenue margin (Q121: 36%, FY21: 39%) demonstrating CentralNic's growing operating leverage. CentralNic trades on an undemanding rating with management confident of the full-year outlook.

INDUSTRY OUTLOOK

CNIC supplies the tools needed for businesses to develop their online presence and generate revenues through online marketing. It delivers services to c 40m domain names, with building marketplaces facilitating cross-selling and upselling important drivers of future growth – organic growth is supported by M&A.

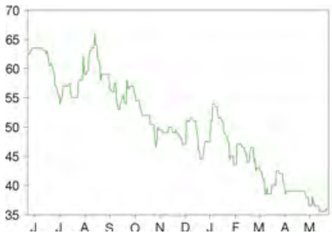
Y/E Dec	Revenue (US$m)	EBITDA (US$m)	PBT (US$m)	EPS (fd) (c)	P/E (x)	P/CF (x)
2020	240.0	29.4	18.6	9.57	18.0	N/A
2021	410.5	46.3	31.9	10.69	16.1	251.6
2022e	573.5	65.9	51.1	14.46	11.9	29.9
2023e	672.4	76.0	62.5	16.12	10.7	16.3

Checkit (CKT)

Sector: Technology

Price:	36.0p
Market cap:	£39m
Market	AIM

Share price graph (p)



Company description

Checkit optimises the performance of people, processes and physical assets with connected digital solutions. The company is headquartered in Cambridge, UK, and has operations centres in Fleet, UK, and Tampa, US.

Price performance

%	1m	3m	12m
Actual	(7.7)	(19.1)	(41.0)
Relative*	(7.0)	(18.7)	(43.1)

* % Relative to local index

Analyst

Katherine Thompson

INVESTMENT SUMMARY

Checkit made good progress during FY22 with its strategy to transition to a pure SaaS business. Annualised recurring revenue grew 44% y-o-y, helped by new customer wins and expansion of existing contracts, with recurring revenue reaching 75% of total revenue in Q422 compared to 51% for the full year. Management expects to meet market expectations for FY23; our FY23 forecasts are substantially unchanged and we introduce FY24 forecasts that factor in ARR growth of 32%.

INDUSTRY OUTLOOK

With its workflow management software, Checkit is focused on connecting and empowering deskless mobile workers who are not able to use desktop software in their day-to-day working environment. Only a small proportion of the current enterprise software market is designed for this group of workers. Checkit's sweet spot is supporting workers who perform a combination of routine tasks and infrequent but important tasks where the volume and variety of tasks is such that it is difficult to build a targeted application.

Y/E Jan	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2021	13.2	(2.5)	(3.1)	(5.2)	N/A	N/A
2022	13.3	(4.2)	(4.7)	(7.0)	N/A	N/A
2023e	11.2	(7.8)	(8.8)	(8.1)	N/A	N/A
2024e	14.0	(5.1)	(6.6)	(6.1)	N/A	N/A

Sector: Technology

Price: 1.61PLN
Market cap: PLN294m
Market Warsaw Stock Exchange

Share price graph (PLN)

Company description

Founded in 2002, CI Games is a Warsaw-based developer and publisher of AA+/AAA multi-platform video games for a global audience. It specialises in first person shooter and action-driven titles and owns IP including the Sniper: Ghost Warrior (SGW) and Lords of the Fallen (LotF) franchises.

Price performance

%	1m	3m	12m
Actual	8.5	5.1	19.9
Relative*	16.6	16.7	39.6

* % Relative to local index

Analyst

Richard Williamson

CI Games (CIG)

INVESTMENT SUMMARY

Based on the release of SGWC2, and supported by the United Labels indie titles Tails of Iron and Eldest Souls, CI Games delivered on its guidance for FY21. Net revenues rose 129% to PLN105.5m, with adjusted EBITDA of PLN62.5m (59% margin) and net profits surging over 400% to PLN38.3m. This demonstrates the operational gearing of the group to successful game launches. As has been widely trailed, FY22 will be a year of consolidation for the business, leading up to the FY23 releases of both LotF2 and the next game in the SGW franchise. The publisher's third major title, 'Project Survive' is expected to launch in FY24.

INDUSTRY OUTLOOK

Market analyst, Newzoo, estimates that 3bn gamers generated global revenues of c US$176bn in 2021, a fall of 1.1% after annual growth of more than 20% in 2020, driven by lockdown demand for content. From 2021–24 more regular growth of 7.6% is expected to return, with long-term demand underpinned by strong secular and technology trends.

Y/E Dec	Revenue (PLNm)	EBITDA (PLNm)	PBT (PLNm)	EPS (fd) (gr)	P/E (x)	P/CF (x)
2019	47.5	21.6	2.0	(1.00)	N/A	12.0
2020	46.0	28.9	9.2	4.53	35.5	9.4
2021e	112.3	65.4	41.3	18.04	8.9	4.5
2022e	58.0	34.6	15.0	6.54	24.6	8.5

Sector: Financials

Price: 84.2p
Market cap: £514m
Market LSE

Share price graph (p)

Company description

Civitas Social Housing invests across the UK in care-based community housing and healthcare facilities, particularly specialised supported housing, for the benefit of working age adults with long-term care needs. Its investment objective is to provide an attractive level of income, with the potential for capital growth.

Price performance

%	1m	3m	12m
Actual	(3.2)	(2.6)	(25.9)
Relative*	(2.5)	(2.1)	(28.5)

* % Relative to local index

Analyst

Martyn King

Civitas Social Housing (CSH)

INVESTMENT SUMMARY

The Q422 NAV update confirmed CSH's consistently robust financial and operational performance, in line with the board's expectations. Reflecting this Fitch recently reaffirmed its investment grade credit rating and, alongside accretive share repurchases by the company, 'insider' share purchases demonstrate the confidence of the board and key members of the investment adviser team. Having now met its 5.55p FY22 DPS target (+2.8%) the new FY23 target is at least 5.70p (+2.7%). Unaudited Q422 NAV per share increased 1.4% to 110.3p (Q322: 108.8p) and including DPS paid the quarterly NAV total return was 2.7%, taking the FY22 total to 6.9%. CSH has launched initiatives to promote greater regulatory alignment and address perceived lease risks.

INDUSTRY OUTLOOK

We expect private capital to remain crucial in meeting the current and future needs for care-based social housing. It is widely recognised to improve lives in a cost-effective manner compared with the alternatives of residential care or hospitals.

Y/E Mar	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2020	45.9	N/A	37.7	4.6	18.3	15.9
2021	47.8	N/A	36.1	4.9	17.2	20.1
2022e	51.6	N/A	37.6	5.1	16.5	12.8
2023e	55.6	N/A	49.8	5.8	14.5	11.5

Sector: Technology

Price: €2.99
Market cap: €137m
Market Euronext Paris

Share price graph (€)

Company description

Claranova consists of three businesses focused on mobile and internet technologies: PlanetArt (digital photo printing; personalised gifts), Avanquest (consumer software) and myDevices (internet of things/IoT).

Price performance

%	1m	3m	12m
Actual	(17.0)	(30.6)	(58.4)
Relative*	(14.3)	(26.5)	(58.0)

* % Relative to local index

Analyst

Katherine Thompson

Claranova (CLA)

INVESTMENT SUMMARY

Claranova reported a revenue decline of 1% for the nine months to 31 March 2022, reflecting a strong performance in Avanquest offset by a tougher period for PlanetArt. The slowdown in PlanetArt's activities has pushed out the company's target to achieve €700m in revenue from FY23 to FY24 but the EBITDA margin target of 10% for FY23 still stands. We have revised our forecasts to reflect H1 results and Q322 revenue; we cut our PlanetArt growth forecasts for Q422/FY23 and factor in a contribution from pdfforge from FY23, resulting in reduced EBITDA forecasts for both years.

INDUSTRY OUTLOOK

PlanetArt is evolving from a digital photo printing business into a personalised e-commerce business and is focused on expanding its product offering geographically. Avanquest, the consumer software business, is focused on developing and marketing software in three key product areas: PDF, photo editing and security/privacy. The IoT business's myDevices platform provides a simple and effective way for SMEs and corporates to deploy IoT applications.

Y/E Jun	Revenue (€m)	EBITDA (€m)	PBT (€m)	EPS (fd) (c)	P/E (x)	P/CF (x)
2020	409.1	20.6	11.3	20.04	14.9	5.7
2021	471.9	37.8	25.5	39.83	7.5	3.1
2022e	474.7	37.6	23.6	38.25	7.8	3.6
2023e	530.6	48.5	34.6	57.86	5.2	2.8

Sector: Technology

Price: €22.85
Market cap: €149m
Market Scale

Share price graph (€)

Company description

CLIQ Digital is a global streaming provider specialising in the direct marketing of affordable entertainment products and offering its members unlimited access to music, audiobooks, sports, movies and games. In FY21, 42% of sales were generated in Europe, 50% in North America and 8% in other regions.

Price performance

%	1m	3m	12m
Actual	(15.8)	10.4	(25.6)
Relative*	(16.0)	13.9	(18.9)

* % Relative to local index

Analyst

Max Hayes

CLIQ Digital (CLIQ)

INVESTMENT SUMMARY

CLIQ Digital (CLIQ) has had a positive start to the year, with Q122 results providing an early indication that it is on track to meet its guidance for strong growth and increased profitability in FY22. Its shift to direct media buying continues to drive rapid growth in the membership base in North America and Europe, with more members now choosing to pay for its multi-content offering. This reflects the success to date of investments in marketing and new content. As expected and guided, the additional spend will depress EBITDA margin in the current year, but we would expect it to start to rebuild in FY23.

INDUSTRY OUTLOOK

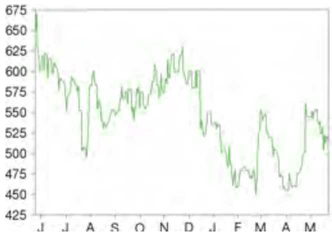
Demand for mobile entertainment has grown rapidly over the last decade, particularly in 2020 due to COVID-19 and related lockdowns. Smartphone penetration, which is now at 78% of the global population, has been key to driving demand. Cloud-gaming is one of CLIQ's current primary focuses, where Grand View Research's forecast is for global sales growth of 48% y-o-y until 2027.

Y/E Dec	Revenue (€m)	EBITDA (€m)	PBT (€m)	EPS (fd) (c)	P/E (x)	P/CF (x)
2020	107.0	15.9	14.4	1.16	1969.8	9.4
2021	150.0	27.2	25.3	2.59	882.2	5.5
2022e	210.4	33.4	32.0	3.26	700.9	4.5
2023e	290.2	48.7	47.1	4.81	475.1	3.3

Sector: Aerospace & defence

Price:	500.0p
Market cap:	£206m
Market	AIM

Share price graph (p)



Company description

Cohort is an AIM-listed defence and security company operating across six divisions: MASS (32% of H122 sales), SEA (23%), MCL (13%), the 80%-owned Portuguese business EID (4%), the 81%-owned Chess Technologies based in the UK (10%), and ELAC SONAR (18%).

Price performance

%	1m	3m	12m
Actual	0.0	7.5	(23.0)
Relative*	0.7	8.0	(25.7)

* % Relative to local index

Analyst

Andy Chambers

Cohort (CHRT)

INVESTMENT SUMMARY

Cohort's defence and security orientation has proven resilient during the pandemic although in FY22 it faced challenges at EID and Chess. MCL, SEA, MASS and ELAC all progressed although MASS saw some continued delays in H222. FY22 revenues are lower than management expected but earnings are in line. Net funds of £11m are better than expected and strong order intake of £183m left the FY23 backlog at a closing record of £287m. £113m is deliverable in FY23 covering 64% of sales expectations, with guidance unchanged despite inflationary pressures and marking a return to organic growth.

INDUSTRY OUTLOOK

Cohort is heavily influenced by activities in defence and security (94% of FY21 sales). These markets require highly differentiated technologies and services with high barriers to entry based on customer relationships, regulation and high-level security clearances. Defence is generally resilient in periods of significant economic disruption. The last UK Strategic Defence and Security Review focused on some of Cohort's key strengths and was followed by a 10% increase in spending plans until 2025, with the war in Ukraine likely to focus more resources on global security.

Y/E Apr	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2020	131.1	20.9	17.5	36.7	13.6	15.7
2021	143.3	22.1	17.9	33.3	15.0	9.7
2022e	149.4	18.5	14.6	29.8	16.8	20.1
2023e	164.4	21.9	17.7	34.2	14.6	11.0

Sector: Property

Price:	99.0p
Market cap:	£436m
Market	LSE

Share price graph (p)

Company description

CREI is a London Main Market-listed REIT focused on commercial property in the UK outside London. It is income-focused, with a commitment to pay a high but sustainable and covered dividend.

Price performance

%	1m	3m	12m
Actual	(1.4)	(2.8)	2.3
Relative*	(0.7)	(2.3)	(1.4)

* % Relative to local index

Analyst

Martyn King

Custodian REIT (CREI)

INVESTMENT SUMMARY

Custodian REIT's (CREI's) unaudited Q422 NAV per share increased 5.3% to 119.7p and including DPS paid the NAV total return was 6.4%. The FY22 NAV return reached 28.4%. Returns have been substantially driven by capital growth but have also benefitted from growth in dividends, recovering from the pandemic. Having met its 5.25p FY22 DPS target, CREI targets aggregate FY23 DPS of at 5.50p, fully covered by earnings. The Q422 investment portfolio valuation increased 4.0% on a like-for-like basis, still driven by industrials and retail warehouses but with increasing signs of broadening across sectors. FY22 EPRA EPS increased to 5.9p (FY21: 5.6p), including lower doubtful debt provisions and an accretive contribution from Drum since acquisition in November.

INDUSTRY OUTLOOK

The commercial property market is cyclical, historically exhibiting substantial swings in capital values through cycles while income returns have been significantly more stable. Despite a deteriorating economic outlook market momentum has thus far been maintained. Despite strongly rising inflation interest rates remain relatively low and like other real assets commercial property is expected to offer a degree of inflation hedging.

Y/E Mar	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (p)	P/E (x)	P/CF (x)
2020	38.1	33.4	28.7	7.00	14.1	13.1
2021	33.1	28.5	23.7	5.64	17.6	17.5
2022e	36.0	30.8	25.9	6.04	16.4	13.5
2023e	39.4	33.9	28.5	6.48	15.3	13.6

Sector: Technology

Price: ZAR40.21
Market cap: ZAR8724m
Market JSE

Share price graph (ZAR)

Company description

Datatec is a South Africa-listed multinational information communication technology business serving clients globally, predominantly in the networking and telecoms sectors. Its three divisions are Westcon International (distribution), Logicalis (IT services) and Analysys Mason (consulting).

Price performance

%	1m	3m	12m
Actual	4.1	8.4	54.9
Relative*	10.0	18.8	50.1

* % Relative to local index

Analyst

Richard Williamson

Datatec (DTCJ)

INVESTMENT SUMMARY

With robust global demand for technology solutions in FY22, Datatec reported FY22 revenue of US$4.64bn, up 13%, with adjusted EBITDA rising by 16% to US$177m, a 3.8% margin. Underlying EPS rose 38% to 18.7 US cents per share versus our forecast FY22 EPS of 17.0 US cents. Net debt at 28 February 2022 rose to US$130m. As part of its strategic review, Datatec released a cautionary announcement confirming that the group has entered into negotiations in relation to a potential sale of Analysys Mason. We remain positive about the group's prospects in FY23, despite continuing economic and geopolitical uncertainties. We propose to review to review our forecasts shortly.

INDUSTRY OUTLOOK

Datatec has seen strong growth globally, with elevated demand for networking, cybersecurity and cloud infrastructure. We expect these established technology trends to persist, with continued high demand, underpinned by a steady unwinding of the record backlog later in the year, leading to a positive outlook for FY23/24, despite continuing economic and geopolitical uncertainties.

Y/E Feb	Revenue (US$m)	EBITDA (US$m)	PBT (US$m)	EPS (fd) (c)	P/E (x)	P/CF (x)
2021	4109.5	118.6	73.1	13.20	19.1	3.2
2022	4886.1	177.1	85.0	18.76	13.4	5.1
2023e	4757.0	192.6	107.6	23.68	10.6	2.8
2024e	5028.8	215.2	130.5	31.80	7.9	2.5

Sector: Media

Price: ¥4565.00
Market cap: ¥1316590m
Market TSE

Share price graph (¥)

Company description

Dentsu Group is a holding company with two operational networks: Dentsu Japan Network (DJN) and Dentsu International (DI). Operating in over 145 countries, Dentsu Group provides a wide range of client-centric integrated communications, media and digital services.

Price performance

%	1m	3m	12m
Actual	(6.0)	(2.1)	29.0
Relative*	(5.5)	(2.8)	29.6

* % Relative to local index

Analyst

Fiona Orford-Williams

Dentsu Group (4324)

INVESTMENT SUMMARY

Dentsu has edged up its FY22 guidance for organic growth to a range of 4–5%, from 4% previously, following a strong Q122 performance, particularly at Dentsu International. Customer Transformation & Technology (CT&T) continues to build, accounting for 31.5% of group net revenues in the period. Management remains confident of a good runway of growth. Group operating margin rose from 20.2% in Q121 to 21.2%, up 140bp at constant currency. FY22 guidance remains for a 17.7% operating margin, implying some circumspection on costs for the remainder of the year.

INDUSTRY OUTLOOK

CT&T benefits from structural tailwinds as companies globally look to invest in making their businesses best equipped to meet the demands of their own customers, a process which may even accelerate as economic pressures become more pronounced. Dentsu's global ad spend forecast is +9.2% for FY22, with further gains of +4.6% for FY23 and +5.8% for FY24 pencilled in. Digital spend is forecast at 55.5% of global ad spend in FY22, with linear TV the next largest media, making up 26.9%. The Japanese ad market still lags the digital transition curve, with TV prominent. Digital is faster growing but is still well below the global share.

Y/E Dec	Revenue (¥m)	EBITDA (¥m)	PBT (¥m)	EPS (fd) (¥)	P/E (x)	P/CF (x)
2020	939243.0	90063.0	123470.0	249.0	18.3	N/A
2021	1085592.0	195006.0	146021.0	389.0	11.7	5.0
2022e	1225000.0	207128.0	168635.0	414.0	11.0	6.6
2023e	1275000.0	214528.0	176604.0	445.0	10.3	6.2

discoverIE Group (DSCV)

Sector: Electronics & elec eqpt

Price:	760.0p
Market cap:	£725m
Market	LSE

Share price graph (p)

Company description

discoverIE is a leading international designer and manufacturer of customised electronics to industry, supplying customer-specific electronic products and solutions to original equipment manufacturers.

Price performance

%	1m	3m	12m
Actual	(8.4)	(1.2)	0.5
Relative*	(7.8)	(0.7)	(3.1)

* % Relative to local index

Analyst

Katherine Thompson

INVESTMENT SUMMARY

discoverIE continued to see strong order intake and sales in the remaining two months of FY22, closing the year ahead of board expectations. Despite ongoing supply chain headwinds, FY22 revenue grew 25% (vs our 22.8% forecast) or 28% at constant exchange rates, with organic revenue growth of 17% y-o-y and 13% versus FY20. Order intake was ahead of revenue, growing 36% y-o-y on an organic basis, and 32% versus FY20, to end the year with a record order book. We have upgraded our underlying EPS forecasts by 4.0% for FY22 and 2.5% for FY23.

INDUSTRY OUTLOOK

discoverIE specialises in the design and manufacture of technically demanding, bespoke electronics for industrial applications with operations throughout Europe and increasingly outside Europe. The company is focused on four target markets comprising three-quarters of group sales – renewables, electrification of transportation, medical and industrial & connectivity – all of which are long-term structural growth markets.

Y/E Mar	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2020	297.9	43.6	27.3	25.1	30.3	13.3
2021	302.8	44.0	28.3	23.4	32.5	11.9
2022e	377.7	55.4	38.7	29.8	25.5	15.0
2023e	396.4	58.2	40.8	30.5	24.9	13.6

Doctor Care Anywhere Group (DOC)

Sector: Technology

Price:	A$0.21
Market cap:	A$69m
Market	ASX

Share price graph (A$)

Company description

Doctor Care Anywhere is a fast-growing telehealth company focused on delivering high-quality care to its patients, while reducing the cost of providing healthcare for health insurers and healthcare providers.

Price performance

%	1m	3m	12m
Actual	(22.2)	(44.7)	(74.9)
Relative*	(18.3)	(44.2)	(75.3)

* % Relative to local index

Analyst

Max Hayes

INVESTMENT SUMMARY

Doctor Care Anywhere Group's (DOC) Q122 results showed continuing revenue momentum from FY21, as well as a significant expansion in its gross margin as the costs of delivering consultations reverted to more normalised levels. Over the quarter, DOC significantly reduced its overheads and believes the platform's operating leverage will allow the group to scale and reach its goal of EBITDA run-rate profitability by H123.

INDUSTRY OUTLOOK

Statista forecasts that the global telehealth market will grow at a CAGR of 25% from US$49.9bn in 2019 to US$459.8bn (8.2x) by 2030, primarily driven by COVID-19-related changes in the habits of consumers and providers. Despite varying industry estimates, the consensus that telehealth is poised for higher adoption and robust growth remains broadly consistent. Key growth drivers for increased telehealth adoption include increased prevalence of chronic diseases, long waiting times at hospitals, greater need for cost-saving in healthcare delivery, a growing number of smartphone users and advances in consumer information and communications technologies.

Y/E Dec	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2020	11.6	(11.6)	(13.5)	(7.76)	N/A	N/A
2021	25.0	(18.0)	(19.3)	(5.90)	N/A	N/A
2022e	36.2	(13.7)	(14.7)	(4.08)	N/A	N/A
2023e	50.4	(0.8)	(1.9)	(0.53)	N/A	N/A

Sector: Media

Price:	64.0p
Market cap:	£74m
Market	AIM

Share price graph (p)

Company description

Ebiquity is a world leader in media investment analysis, harnessing data to provide independent, fact-based advice, enabling brand owners to perfect media investment decisions and improve business outcomes.

Price performance

%	1m	3m	12m
Actual	(10.5)	15.3	15.3
Relative*	(9.8)	15.9	11.2

* % Relative to local index

Analyst

Fiona Orford-Williams

Ebiquity (EBQ)

INVESTMENT SUMMARY

Ebiquity has completed on two acquisitions, which grow the US revenue base and increase automation, improving scalability. Media Management LLC (initial consideration: £6.1m) lifts the group's presence with larger US corporates, while the purchase of Swedish-based MediaPath for £15.5m adds a blue-chip international client roster including AB InBev, Disney and Heineken. Importantly, it also brings a proprietary technology platform that should bring significant benefits to the wider group. A placing of 28.3m shares at 53p, supported by major shareholders, raised £15.0m gross to part-fund the deals, with vendors also taking part of their consideration in equity. Management expects the deals to be earnings enhancing in FY22.

INDUSTRY OUTLOOK

Google's withdrawal of support for third-party cookies from FY23 and increased regulatory scrutiny of privacy considerations mean that the digital media ecosystem is both extremely complex and in transition. The need for advertisers to be guided to navigate, whilst optimising and benchmarking their spend, is unlikely to diminish.

Y/E Dec	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2020	55.9	1.8	(1.3)	(1.9)	N/A	145.9
2021	63.1	6.8	4.1	2.7	23.7	6.7
2022e	N/A	N/A	N/A	N/A	N/A	N/A
2023e	N/A	N/A	N/A	N/A	N/A	N/A

Sector: Technology

Price:	1310.0p
Market cap:	£824m
Market	AIM

Share price graph (p)

Company description

EMIS is a software supplier with two divisions. EMIS Health supplies integrated care technology to the NHS, including primary, community, acute and social care. EMIS Enterprise is a B2B software provider to the UK healthcare market, including medicines management, partner businesses, patient-facing services and analytics.

Price performance

%	1m	3m	12m
Actual	0.0	7.9	9.5
Relative*	0.7	8.4	5.6

* % Relative to local index

Analyst

Katherine Thompson

EMIS Group (EMIS)

INVESTMENT SUMMARY

EMIS reported FY21 results ahead of our recently raised forecasts, with revenue up 6% y-o-y, adjusted operating profit up 11% and adjusted EPS up 10%. While EMIS continued to support its customers with COVID-19-related activities during FY21, it saw more normal trading patterns return. EMIS-X analytics is being adopted by both EMIS Health and EMIS Enterprise customers, supporting a more proactive approach to healthcare, and enhancements to the platform underpin the company's integrated care systems strategy. In its May AGM update, the company confirmed it is trading in line with expectations.

INDUSTRY OUTLOOK

EMIS is the leading software supplier for the UK GP market, with a greater than 50% market share. It has a strong position in community pharmacies, community health, A&E and hospital pharmacies. It also provides patient-facing services and, based on its EMIS-X platform, analytics for use by healthcare providers, and the life sciences and research industry.

Y/E Dec	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2020	159.5	53.5	43.4	56.4	23.2	12.8
2021	168.2	54.7	43.5	55.0	23.8	16.5
2022e	176.8	57.5	48.0	61.2	21.4	14.1
2023e	186.0	61.0	52.5	63.1	20.8	13.2

EML Payments (EML)

Sector: Technology

Price:	A$1.47
Market cap:	A$549m
Market	ASX

Share price graph (A$)

Company description

EML Payments is a payment solutions company specialising in the prepaid stored value market, with mobile, physical and virtual card offerings. It manages thousands of programmes across 27 countries in Europe, North America and Australia.

Price performance

%	1m	3m	12m
Actual	(45.8)	(42.4)	(56.4)
Relative*	(43.0)	(41.8)	(57.2)

* % Relative to local index

Analyst

Katherine Thompson

INVESTMENT SUMMARY

EML's Q322 trading update confirmed gross debit volume growth of 408% y-o-y (we estimate 11% organic) and revenue growth of 21% to A$59.8m. Underlying EBITDA and NPATA were down 14% and 22% respectively. With this update, EML downgraded its FY22 guidance. A number of factors have combined to weigh on revenue and increase overheads. We have revised our forecasts to reflect lower revenue growth and a higher cost base, cutting our EBITDA and NPATA forecasts for FY22–24. In our view, resolution of the Irish regulatory issue and rising interest rates are the two main factors that could provide earnings and share price upside.

INDUSTRY OUTLOOK

In terms of market size, US$1,848bn was loaded onto prepaid cards in 2019 and this is forecast to grow to US$5,511bn by 2027, a CAGR of 14.6% (source: Applied Market Research). EML is keen to gain share of this fast-growing market and, as part of its Project Accelerator strategy to position the company at the forefront of payment-related technology, has made its first two investments via its FinLabs incubator.

Y/E Jun	Revenue (A$m)	EBITDA (A$m)	PBT (A$m)	EPS (fd) (c)	P/E (x)	P/CF (x)
2020	121.0	32.5	21.6	5.489	26.8	14.3
2021	192.2	42.2	30.2	6.579	22.3	12.8
2022e	229.1	37.1	20.1	4.264	34.5	14.7
2023e	268.4	67.7	45.5	9.575	15.4	8.1

Endeavour Mining (EDV)

Sector: Mining

Price:	1878.0p
Market cap:	£4664m
Market	LSE

Share price graph (p)

Company description

Following its acquisitions of SEMAFO and Teranga, Endeavour has become one of the top 10 major gold producers globally, with seven mines in Côte d'Ivoire, Burkina Faso and Senegal plus a portfolio of development projects, all in the West African Birimian greenstone belt.

Price performance

%	1m	3m	12m
Actual	(7.1)	(0.6)	N/A
Relative*	(6.4)	(0.2)	N/A

* % Relative to local index

Analyst

Lord Ashbourne

INVESTMENT SUMMARY

Endeavour's acquisitions of SEMAFO and Teranga have propelled it into the ranks of the top 10 gold producing companies globally with output of c 1.5Moz pa and a targeted all-in sustaining cost of US$900/oz with c US$100m available in annual synergies. It is now listed in London and was recently promoted into the FTSE 100 index.

INDUSTRY OUTLOOK

Endeavour has US$166.6m in net cash, has added US$342m in value to Fetekro and Kalana via updated pre-feasibility studies (100% basis) and has announced a comprehensive shareholder returns programme. At the same time, exploration in FY16–21 yielded 11.4Moz in indicated gold resources and a second five-year plan aims to discover a further 15–20Moz by FY26. This success has increased combined production at Ity and Hounde to 0.5Moz pa until 2028. Subsequently, Endeavour has also announced the expansion of Sabadola-Massawa. Our most recent valuation of Endeavour was US$35.96/share and potentially as high as US$60.40/share (plus US$4.30-7.45/share for exploration).

Y/E Dec	Revenue (US$m)	EBITDA (US$m)	PBT (US$m)	EPS (fd) (c)	P/E (x)	P/CF (x)
2020	1847.9	910.3	501.2	181.51	12.9	3.6
2021	2903.8	1517.3	756.5	203.21	11.5	4.1
2022e	2543.8	1360.3	688.6	163.76	14.3	4.1
2023e	2219.0	1223.2	763.0	183.34	12.7	5.0

Sector: Technology

Price:	NOK2.45
Market cap:	NOK521m
Market	Oslo

Share price graph (NOK)

Company description

Ensurge Micropower's solid-state lithium battery technology combines advanced energy cell design with proprietary materials and manufacturing innovation to produce thin, flexible batteries that can power safer and more capable wearable devices and connected sensors.

Price performance

%	1m	3m	12m
Actual	(36.9)	(42.1)	(64.2)
Relative*	(35.5)	(44.3)	(68.1)

* % Relative to local index

Analyst

Anne Margaret Crow

Ensurge Micropower (ENSU)

INVESTMENT SUMMARY

Ensurge Micropower has provided a detailed update on its progress on manufacturing the world's first milliampere hour scale solid-state lithium microbatteries, noting that it expects to provide samples to its customers 'shortly'. It has successfully built individual battery cells that meet its targets for capacity and number of charge/discharge cycles and confirmed that its packaging technology provides an effective hermetic seal. While it has successfully integrated battery cell processing, stacking and packaging microbatteries, these do not consistently meet the initial target cycling performance yet, although the company has identified a solution to meet this parameter which is undergoing cycle-life testing. Once the life cycle testing process has finished, potentially validating the solution, Ensurge will need to produce sufficient quantities of packaged and cycle-tested microbatteries for its customers to try out in their products.

INDUSTRY OUTLOOK

Providing samples is a critical step because Ensurge already has agreements with five customers that are waiting for samples. Also, unlike most early-stage technology companies, it already has a volume manufacturing facility, which it is preparing for delivery of commercial volumes of microbatteries to a lead customer by end 2022.

Y/E Dec	Revenue (US$m)	EBITDA (US$m)	PBT (US$m)	EPS (c)	P/E (x)	P/CF (x)
2020	0.5	(11.3)	(14.9)	(3.80)	N/A	N/A
2021	0.0	(14.6)	(17.2)	(1.26)	N/A	N/A
2022e	N/A	N/A	N/A	N/A	N/A	N/A
2023e	N/A	N/A	N/A	N/A	N/A	N/A

Sector: Construction & blding mat

Price:	80.0p
Market cap:	£116m
Market	AIM

Share price graph (p)

Company description

Epwin Group supplies functional low-maintenance exterior building products (including windows, doors, roofline and rainwater goods) into a number of UK market segments and is a modest exporter.

Price performance

%	1m	3m	12m
Actual	(14.0)	(23.5)	(24.2)
Relative*	(13.4)	(23.1)	(26.9)

* % Relative to local index

Analyst

Toby Thorrington

Epwin Group (EPWN)

INVESTMENT SUMMARY

Epwin's FY21 results exceeded our modestly upgraded estimates following a year-end update. Divisionally, Extrusion & Moulding absorbed more input cost inflation and operational pressures, but Fabrication & Distribution had a very strong year, supplemented by three acquisitions. The other highlights were confirmed de-leveraging in line with guidance and a confident DPS uplift. We have raised estimates for FY22 and FY23, including a stronger dividend expectation. The company's AGM will take place on 24 May.

INDUSTRY OUTLOOK

Epwin is exposed to both repair, maintain, improve (RMI, c 70% revenue) and newbuild (c 30%) in the UK housing market. In the market recovery phase from the impact of the COVID-19 pandemic, RMI has clearly been the stronger sub-sector. UK newbuild fundamentals remain favourable also.

Y/E Dec	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2020	241.0	26.0	5.0	4.0	20.0	4.8
2021	329.6	34.8	13.3	8.8	9.1	3.3
2022e	350.4	36.5	14.5	8.1	9.9	3.5
2023e	355.5	38.4	16.2	8.8	9.1	3.1

EQS Group (EQS)

Sector: Technology

Price:	€30.50
Market cap:	€306m
Market	Scale

Share price graph (€)

Company description

EQS is a leading international provider of regulatory technology in the fields of corporate compliance and investor relations. Its products enable corporate clients to fulfil complex national and international disclosure obligations, minimise risks and communicate transparently with stakeholders.

Price performance

%	1m	3m	12m
Actual	(5.6)	(4.1)	(0.3)
Relative*	(5.8)	(1.0)	8.5

* % Relative to local index

Analyst

Fiona Orford-Williams

INVESTMENT SUMMARY

Q122 results showed revenues up 34% to €14.1m, boosted by the inclusion of Business Keeper, consolidated from July 2021. EBITDA of €0.3m was better than anticipated, reflecting lower sales and marketing expense following delays in the adoption of the EU whistleblowing regulation into national legal frameworks. Management's FY22 revenue guidance range has narrowed to €65–70m (was €65–75m) and, given the legislative timetable in Germany, is likely to be weighted to H2. In March, EQS raised €45m gross via a placing at €33, with Gerlin NV subscribing for €20m, becoming a cornerstone investor. The group is no longer pursuing the intended purchase of DFGE, but future co-operation is likely. The funds earmarked for this will be used for internal investment.

INDUSTRY OUTLOOK

While EU whistleblowing regulation is now active, the December 2021 deadline for implementation in national laws was not met by most member states. The necessary legislation in the key German market is likely to be in Q322. We therefore expect the benefit to start to accrue more strongly through H222 and into FY23, as the experience in Denmark was of a last-minute surge of interest.

Y/E Dec	Revenue (€m)	EBITDA (€m)	PBT (€m)	EPS (fd) (c)	P/E (x)	P/CF (x)
2020	37.6	4.8	0.4	4.12	740.3	58.3
2021	50.2	1.7	(5.9)	(69.77)	N/A	N/A
2022e	70.0	7.5	0.0	(0.27)	N/A	62.9
2023e	90.0	18.0	10.5	69.42	43.9	26.1

Esker (ALESK)

Sector: Technology

Price:	€145.40
Market cap:	€861m
Market	Euronext Growth

Share price graph (€)

Company description

Esker provides end-to-end SaaS-based document automation solutions supporting order-to-cash and procure-to-pay processes. In FY20, 56% of revenues were from Europe, 38% from the United States and the remainder from Asia and Australia.

Price performance

%	1m	3m	12m
Actual	(13.1)	(26.3)	(31.7)
Relative*	(10.3)	(21.9)	(31.0)

* % Relative to local index

Analyst

Katherine Thompson

INVESTMENT SUMMARY

Esker reported 18% y-o-y revenue growth for Q122 (14% constant currency), with SaaS revenue growing 23% y-o-y (20% constant currency) to make up 80% of revenue. The company continues to expect organic growth of 15–16% for the full year with operating margins in its target range of 12–15%. This is in line with our forecasts, which are unchanged. The lifetime value of new contracts signed in Q122 increased by 23% y-o-y to €13.3m, underpinning our growth expectations.

INDUSTRY OUTLOOK

Esker's document process automation (DPA) software operates across five areas: document delivery, accounts payable, accounts receivable, procurement and sales order processing. Competitors are different for each business process and consist of business process outsourcers and specialist DPA software companies. Customers move to using DPA software to reduce paper-related costs and errors in processing, to speed up the cash conversion cycle, to improve process visibility within the enterprise and to improve customer service.

Y/E Dec	Revenue (€m)	EBITDA (€m)	PBT (€m)	EPS (fd) (c)	P/E (x)	P/CF (x)
2020	112.3	21.9	14.5	199.0	73.1	34.0
2021	133.6	25.7	18.2	239.0	60.8	29.2
2022e	156.8	29.6	21.3	275.0	52.9	33.9
2023e	182.9	35.7	26.7	339.0	42.9	26.5

Sector: Food & drink

Price:	CHF0.10
Market cap:	CHF104m
Market	Swiss Stock Exchange

Share price graph (CHF)

Company description

Evolva is a Swiss biotech company focused on the research, development and commercialisation of products based on nature. The company has leading businesses in flavours and fragrances, health ingredients and health protection.

Price performance

%	1m	3m	12m
Actual	(5.6)	(21.1)	(44.9)
Relative*	0.9	(17.8)	(46.1)

* % Relative to local index

Analyst

Sara Welford

Evolva (EVE)

INVESTMENT SUMMARY

Evolva has transformed itself from an R&D-driven enterprise towards a commercial company with a product-based revenue model. It witnessed growth across all segments during FY21 and gross contribution in Q4 was at break-even. The new CEO, Christian Wichert, took over with immediate effect and he expects to revise the strategy and mid-term targets by the H1 results in August. Most recently, Evolva has signed a distribution agreement to jointly develop the Brazilian market for resveratrol with a new partner, a local distributor of functional ingredients. We believe this is a significant step in Evolva's commercialisation capabilities.

INDUSTRY OUTLOOK

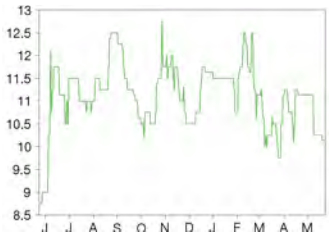
Food and health ingredients continue to be in the sweet spot as consumers demand healthier products with cleaner labels and sustainability credentials, without compromising on taste or convenience. Evolva's fermentation platform aims to deliver these benefits while reducing production costs.

Y/E Dec	Revenue (CHFm)	EBITDA (CHFm)	PBT (CHFm)	EPS (CHFc)	P/E (x)	P/CF (x)
2020	7.5	(16.7)	(23.4)	(2.9)	N/A	N/A
2021	9.9	(23.8)	(24.5)	(2.6)	N/A	N/A
2022e	14.9	(9.5)	(13.5)	(1.3)	N/A	N/A
2023e	23.4	(4.7)	(8.6)	(0.8)	N/A	N/A

Sector: Technology

Price:	10.1p
Market cap:	£22m
Market	AIM

Share price graph (p)



Company description

Filtronic is a designer and manufacturer of advanced radio frequency (RF) communications products supplying a number of market sectors including mobile telecommunications infrastructure, public safety, defence and aerospace.

Price performance

%	1m	3m	12m
Actual	(9.0)	(10.0)	15.7
Relative*	(8.3)	(9.6)	11.6

* % Relative to local index

Analyst

Anne Margaret Crow

Filtronic (FTC)

INVESTMENT SUMMARY

Filtronic's H122 results show a 12% growth in revenues to £8.0m. A sustained recovery in the US public safety market, where sales doubled year-on-year, offset a 35% fall in sales of XHaul transceivers caused by a supply chain issue. The pre-tax result (adjusted for exceptional items) moved from a loss of £0.1m in H121 to a profit of £0.6m in H122, reflecting a more favourable sales mix as well as higher revenues. Net cash (net of all lease obligations except right of use property leases) increased by £0.3m during the period to £2.2m at end H122, after £0.5m was absorbed in working capital.

INDUSTRY OUTLOOK

XHaul sales picked up in Q222 when the supply chain issue was resolved so we assume that H222 revenues will be higher than H122. Management expects that, so long as there are no further supply chain issues, XHaul sales will remain at this higher level during H222 and into FY23. H222 revenues will also benefit from deliveries of the bulk of the production units for the battlefield communications contract, for which the initial deliveries were made in H122.

Y/E May	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (p)	P/E (x)	P/CF (x)
2020	17.2	1.2	0.1	0.05	202.0	N/A
2021	15.6	1.8	0.1	0.14	72.1	8.6
2022e	17.4	2.0	0.8	0.40	25.3	14.5
2023e	19.0	2.1	0.9	0.42	24.0	14.5

Foxtons Group (FOXT)

Sector: Financials

Price:	35.9p
Market cap:	£114m
Market	LSE

Share price graph (p)

Company description

Foxtons Group is London's leading and most widely recognised estate agency. It operates from a network of 57 interconnected branches offering a range of residential related services which are split into three separate revenue streams: sales, lettings and mortgage broking.

Price performance

%	1m	3m	12m
Actual	(17.9)	(3.5)	(38.3)
Relative*	(17.3)	(3.0)	(40.5)

* % Relative to local index

Analyst

Andy Murphy

INVESTMENT SUMMARY

Foxtons Group's core London market was robust throughout 2021 and the FY results highlighted the recovery, the contribution from recent acquisitions and the momentum carried over into 2022. Focus on M&A of lettings books and Build to Rent growth are likely to drive longer-term growth. Q120 saw the company increase revenue by 8% and Q2 started well with a robust increase in the pipeline. We retain our underlying assumptions and value the company at 128p/share. Nigel Rich became chairman on 1 October and a small disposal of a sales operation was announced on 14 January.

INDUSTRY OUTLOOK

Foxtons is almost entirely focused on the London market where both the lettings and sales markets are recovering as London, and rest of the UK, head towards a 'new normal'. Foxtons' Greater London region contains 13% of the UK population, and by value accounts for 33% of sales and 38% of UK lettings.

Y/E Dec	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2020	93.6	15.7	1.6	(0.08)	N/A	26.2
2021	126.5	25.1	10.0	(0.52)	N/A	27.7
2022e	132.3	26.5	12.4	3.204	11.2	9.5
2023e	137.1	27.7	14.6	3.577	10.0	8.1

Games Workshop Group (GAW)

Sector: Consumer support services

Price:	7050.0p
Market cap:	£2315m
Market	LSE

Share price graph (p)

Company description

Games Workshop is a leading international specialist designer, manufacturer and multi-channel retailer of miniatures, scenery, artwork and fiction for tabletop miniature games set in its fantasy Warhammer worlds.

Price performance

%	1m	3m	12m
Actual	(5.8)	(4.6)	(38.5)
Relative*	(5.1)	(4.2)	(40.7)

* % Relative to local index

Analyst

Russell Pointon

INVESTMENT SUMMARY

Games Workshop Group's (GAW's) Q322 trading update (to the end of February) was reassuring as it indicated trading was in line with expectations. We believe the company's cash position is better than we expected given the declaration of a further dividend (70p/share), taking the cumulative (financial) year to date total to 235p/share, equivalent to the total declared for the whole of FY21 and more than 185p/share at this stage last year. We upgraded our dividend forecast for FY22.

INDUSTRY OUTLOOK

Games Workshop is the global leader for tabletop miniature gaming, a market it created. Tabletop miniature gaming is the fastest-growing segment of the global non-digital games market, which is expected to grow at a CAGR of 9% between 2017 and 2023 and reach a value exceeding $12bn.

Y/E May	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2020	269.7	115.6	89.4	217.8	32.4	22.1
2021	353.2	178.3	150.9	370.5	19.0	17.4
2022e	377.8	186.0	158.2	386.5	18.2	15.1
2023e	403.7	192.6	163.5	398.3	17.7	14.6

EDISON

Sector: Technology

Price: 541.0p
Market cap: £1363m
Market AIM

Share price graph (p)

Company description

GB Group specialises in identity data intelligence. Its products/services enable customers to understand and verify clients and employees in fraud, risk management, compliance and customer on-boarding services. With headquarters in the UK, it operates across 18 countries.

Price performance

%	1m	3m	12m
Actual	(13.4)	(5.3)	(40.2)
Relative*	(12.8)	(4.8)	(42.4)

* % Relative to local index

Analyst

Katherine Thompson

GB Group (GBG)

INVESTMENT SUMMARY

Having seen a strong performance across all three divisions in H222, GB Group expects to report FY22 revenue of £242m (versus our forecast of £234m) and adjusted operating profit of at least £58m (our forecast £55m), equating to a 24% operating margin (our forecast 23.6%). Excluding the £13m revenue contributed by Acuant (bought November 2021) and Cloudcheck (bought January 2022), the business saw organic constant currency revenue growth of c 10.5% in FY22. We have raised our forecasts to reflect this strength, with EPS upgrades of 5.4% for FY22, 1.9% for FY23 and 1.6% for FY24. In our view, there is a widening discrepancy between the company's growth potential and its valuation.

INDUSTRY OUTLOOK

Globalisation and the growth in internet trading have also resulted in the need for higher compliance standards in light of the rising scope and financial impact of cybercrime. This, in turn, is driving the demand for more complex and comprehensive solutions for the verification of personal data and the reduction of identity-related fraud.

Y/E Mar	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2020	199.1	51.7	45.7	17.9	30.2	21.6
2021	217.7	61.4	56.7	22.4	24.2	14.5
2022e	242.0	61.7	56.3	20.5	26.4	18.6
2023e	300.5	76.0	68.9	20.5	26.4	16.3

Sector: General industrials

Price: 432.5p
Market cap: £1078m
Market LSE

Share price graph (p)

Company description

Genuit is a leading supplier of largely plastic building products and systems. Operations in the UK (c 90% of revenue) address a broad range of sectors including residential, commercial and civil building demand and a number of subsectors within them.

Price performance

%	1m	3m	12m
Actual	(4.6)	(15.0)	(29.1)
Relative*	(3.9)	(14.6)	(31.6)

* % Relative to local index

Analyst

Toby Thorrington

Genuit Group (GEN)

INVESTMENT SUMMARY

Genuit announced FY21 PBT norm of £91.1m (EPS 30.2p) at the upper end of expectations and ahead of our £86.7m (28.6p) expectation. Like-for-like revenue growth was 12.9% supplemented by acquisitions to 33% on a reported basis and the mix was slightly more in favour of Commercial & Infrastructure than we had anticipated. Residential Systems generated the EBIT outperformance, including a 19.3% full year margin. The declared FY dividend of 12.2p was slightly above our estimate and core net debt was in line at £145m (pre IFRS 16). Our estimates are under review.

INDUSTRY OUTLOOK

The Construction Products Association projections include a strong post COVID-19 rebound in 2021 followed by 4.8% in 2022.

Y/E Dec	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (p)	P/E (x)	P/CF (x)
2019	447.6	99.1	70.8	29.2	14.8	9.6
2020	398.6	63.4	35.7	13.3	32.5	15.3
2021e	593.0	118.8	86.7	28.6	15.1	10.7
2022e	604.3	128.3	94.3	31.1	13.9	8.8

Sector: Food & drink

Price:	2148.0p
Market cap:	£2189m
Market	LSE

Share price graph (p)

Company description

With 2,224 shops and 12 manufacturing and distribution centres, Greggs is the leading UK 'food-on-the-go' retailer. It uses vertical integration to offer differentiated products at competitive prices. Its ambition is to grow revenue to £2.4bn by FY26.

Price performance

%	1m	3m	12m
Actual	(8.5)	(14.0)	(13.4)
Relative*	(7.9)	(13.6)	(16.4)

* % Relative to local index

Analyst

Russell Pointon

Greggs (GRG)

INVESTMENT SUMMARY

Greggs' AGM trading update indicated it continues to trade well in what has undoubtedly become a more challenging environment due to deteriorating consumer confidence. In the 19 weeks to 14 May 2022, sales increased by c 31% to £495m, including like-for-like sales growth in company-managed stores of 27.4%, and 15.8% in the most recent 10 weeks. Trading is 'flattered' by the easy comparatives provided by COVID-19 restrictions in 2021. Management's profit expectations for FY22 of no material profit progression are unchanged as it believes further selective price increases will be required to offset higher cost inflation than originally anticipated, which is likely to be the case for its competitors.

INDUSTRY OUTLOOK

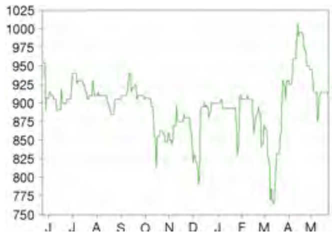
Greggs' ambition to double revenue by FY26 has four key growth drivers: growing and developing the estate; leveraging digital channels; extending trading hours to the evening; and making Greggs mean more to more people. All will be enabled by higher investment in the supply chain and systems.

Y/E Dec	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2020	811.3	115.4	(12.9)	(12.1)	N/A	35.2
2021	1229.7	259.0	145.6	114.3	18.8	7.0
2022e	1429.0	266.9	146.9	118.0	18.2	7.6
2023e	1630.0	307.5	165.3	122.3	17.6	6.6

Sector: Financials

Price:	905.0p
Market cap:	£346m
Market	LSE

Share price graph (p)



Company description

Gresham House is a specialist alternative asset manager focused on sustainable investments with strategies in public and private equity and real assets including forestry, renewable energy, battery storage, housing and sustainable infrastructure.

Price performance

%	1m	3m	12m
Actual	(6.7)	2.0	(3.7)
Relative*	(6.0)	2.5	(7.2)

* % Relative to local index

Analyst

Andrew Mitchell

Gresham House (GHE)

INVESTMENT SUMMARY

Gresham House has a strong position in alternative asset management with a sustainability focus, areas that are expected to experience continued strong growth. Many of the real assets managed are deemed to offer a measure of inflation protection. Most assets managed are in long-term structures generating an average gross revenue margin of 1%. The group is ahead of schedule in delivering its five-year plan and has established a successful track record for acquisitions. Employees are aligned with shareholders, holding c 10% of the shares.

INDUSTRY OUTLOOK

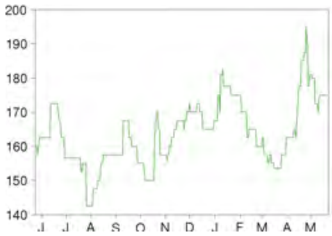
It is difficult to gauge how geopolitical and macroeconomic uncertainties may affect GHE's fund-raising plans this year, but the latest update indicated that over £300m was raised in Q122. Also, the long-term growth in and appetite for sustainable investment assets is likely to remain as a tailwind for the company with any dip likely to be offset subsequently. GHE identifies substantial opportunities for growth across the five strategies under which it already manages funds and mandates. Acquisitions could add further capabilities and scale but would only be considered where fit and financial criteria align. Management's record on M&A to date provides confidence.

Y/E Dec	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2020	41.9	12.1	12.1	32.92	27.5	18.4
2021	70.4	20.5	20.2	49.31	18.4	16.4
2022e	74.2	26.1	25.9	52.14	17.4	13.5
2023e	84.4	31.0	30.8	58.55	15.5	12.2

Sector: Financials

Price:	175.0p
Market cap:	£121m
Market	AIM

Share price graph (p)



Company description

Helios Underwriting was established in 2007 primarily to provide investors with a limited liability direct investment to the Lloyd's insurance market. It is an AIM-quoted company, providing underwriting exposure to a diversified portfolio of syndicates.

Price performance

%	1m	3m	12m
Actual	(6.7)	9.4	7.7
Relative*	(6.0)	9.9	3.9

* % Relative to local index

Analyst

Marius Strydom

Helios Underwriting (HUW)

INVESTMENT SUMMARY

Helios Underwriting is a successful aggregator of Lloyd's of London (Lloyd's) syndicate capacity, delivering a sixfold increase since FY16 and increasing the retained capacity to £172m for this year. This larger portfolio, alongside a hardening underwriting cycle, should fuel strong earnings growth. Helios's ability to acquire further limited liability vehicles (LLVs) is limited by capital constraints. This will slow capacity growth until FY24 when the hard premium cycle should deliver strong earnings, unless Helios can raise additional capital sooner. Increased funding could fuel strong acquisitive growth for Helios in the remaining £3bn pool of LLV capacity.

INDUSTRY OUTLOOK

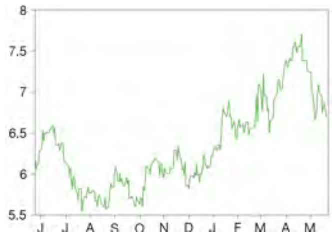
The outlook for Lloyd's has improved meaningfully with cumulative premium increases of 30% since 2018. The Ukraine war may affect loss ratios for the aviation sector in particular but the greater impact will be from rising inflation, which could increase losses, but could also benefit investment income.

Y/E Dec	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2019	45.9	(1.1)	2.6	24.9	7.0	16.3
2020	52.6	(0.9)	(0.9)	1.6	109.4	N/A
2021e	76.1	(1.3)	(1.3)	(0.4)	N/A	N/A
2022e	128.5	6.0	6.0	6.8	25.7	90.2

Sector: Oil & gas

Price:	€6.70
Market cap:	€2048m
Market	Athens Stock Exchange

Share price graph (€)



Company description

Hellenic Petroleum (ELPE) operates three refineries in Greece with a total capacity of 344kbopd. It has sizeable marketing (domestic and international) and petrochemicals divisions.

Price performance

%	1m	3m	12m
Actual	(9.2)	(3.9)	9.3
Relative*	0.3	6.1	10.3

* % Relative to local index

Analyst

James Magness

Hellenic Petroleum (ELPE)

INVESTMENT SUMMARY

Hellenic Petroleum Holdings shares are primarily listed on the Athens Exchange (ELPE) with a secondary listing in London (HLPD). ELPE has completed specific pillars of its Vision 2025 strategy, such as the fit-for-purpose corporate structure and improvement of the overall corporate governance, and is executing its updated business strategy/capital allocation and redefining its ESG strategy. ELPE plans to spend c €1.7bn (of a total €3.5–4bn capital investment plan by 2030) to expand its RES portfolio to >2GW by 2030. Q122 EBITDA was €99m, a 54% increase year-on-year. This was driven by strong benchmark refining margins and Greek market recovery. It was partially offset by higher energy and CO_2 costs (and an c two-month planned outage at the Elefsina refinery). With the realisation of Vision 2025, this could be mitigated by electricity generation from renewables.

INDUSTRY OUTLOOK

European refining will likely face continued challenges in the coming years as demand falls and refinery systems elsewhere (Asia/United States) hold structural advantages. To offset this, changing regulations should put complex, middle distillate-orientated refineries such as Hellenic's in a strong position.

Y/E Dec	Revenue (€m)	EBITDA (€m)	PBT (€m)	EPS (c)	P/E (x)	P/CF (x)
2020	5782.0	333.0	5.0	1.8	372.2	4.6
2021	9222.0	401.0	151.0	47.1	14.2	7.6
2022e	9169.0	645.0	316.0	77.6	8.6	7.8
2023e	9214.0	664.0	327.0	80.1	8.4	3.8

Sector: Travel & leisure

Price:	51.0p
Market cap:	£64m
Market	AIM, LSE

Share price graph (p)

Company description

Hostmore has been newly formed to provide a platform for the development of hospitality brands. Its current operations are Fridays, a UK nationwide chain of American-styled casual dining restaurants (85 sites), and 63rd+1st, a new cocktail-led bar and restaurant brand (three sites).

Price performance

%	1m	3m	12m
Actual	(17.7)	(49.2)	N/A
Relative*	(17.1)	(49.0)	N/A

* % Relative to local index

Analyst

Richard Finch

Hostmore (MORE)

INVESTMENT SUMMARY

Hostmore has accompanied news of challenging trading ie 2022 like-for-like (LFL) revenue down 6% on 2019 (core dine-in sales in line with the market), with reassurance that organic expansion remains on track with five openings planned this year and a potential near-doubling of the estate with existing brands over the medium term, funded by strong cashflow. Given management's more cautious assumption now for the rest of 2022 (ie LFL dine-in volumes down 8% on 2019) and growing sector cost pressures (mitigated by menu pricing and fixed contracts), Hostmore expects pre-IFRS 16 EBITDA margin in low double digits (%) for the current period, compared with its medium-term target of mid-teens, which is retained. Our forecasts are under review.

INDUSTRY OUTLOOK

COVID-19's exacerbation of longstanding structural difficulties in UK hospitality has shown up undeniable growth opportunities for well-funded operators, notably the increasing availability of prime sites at ever cheaper prices and on more flexible terms and the erosion of competition (industry sources estimate potential loss at up to 30% of restaurants). Current challenges of rising costs and staff shortages are being mitigated by scale and career initiatives. Restaurant market LFL sales in April were up 4.7% on 2019 (CGA Coffer).

Y/E Dec	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2020	129.1	23.5	(12.2)	N/A	N/A	N/A
2021	159.0	43.0	7.1	6.40	8.0	2.1
2022e	242.0	50.5	15.0	10.15	5.0	1.4
2023e	N/A	N/A	N/A	N/A	N/A	N/A

Sector: Property

Price:	126.2p
Market cap:	£487m
Market	LSE

Share price graph (p)

Company description

Impact Healthcare REIT invests in a diversified portfolio of UK healthcare assets, particularly residential and nursing care homes, let on long leases to high-quality operators. It aims to provide shareholders with attractive and sustainable returns, primarily in the form of dividends, underpinned by structural growth in demand for care.

Price performance

%	1m	3m	12m
Actual	0.8	13.7	13.1
Relative*	1.5	14.2	9.1

* % Relative to local index

Analyst

Martyn King

Impact Healthcare REIT (IHR)

INVESTMENT SUMMARY

Financial performance continues to be strong, confirming the resilience business model and of tenants, with rents collected in full and 1.9x covered. FY21 DPS was 126% covered by EPRA earnings and 104% by adjusted 'cash' earnings. Q122 DPS of 1.635p is in line with the FY22 target of 6.54p (+2%). Q122 total return was 3.6% (full year FY21: 8.4%) including 2.5p growth in NAV/share to 114.9p and DPS paid. Upwards-only index-linked rent reviews provide inflation protection while tenants have historically been able to pass through cost increases in fees and are benefiting from occupancy recovery. Since end-FY21 c £30m has been invested and including £40m of equity raised and available debt capital, Impact is well placed for further accretive external growth from a strong pipeline of opportunities.

INDUSTRY OUTLOOK

Care home demand is driven by demographics and care needs with a shortage of quality care homes suggesting strong investment demand in years to come. The operating sector has begun to recover from the effects of the pandemic with home occupancy starting to rebuild as admissions pick up. Proposed government reforms of health and social care are positive for the sector, providing additional state funding and a more certain long-term planning environment for providers.

Y/E Dec	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (p)	P/E (x)	P/CF (x)
2020	30.8	25.7	23.1	7.3	17.3	19.2
2021	36.4	30.9	27.4	8.1	15.6	18.2
2022e	43.8	37.4	33.1	8.8	14.3	12.8
2023e	50.6	43.8	37.0	9.6	13.1	12.9

IQE (IQE)

Sector: Technology

Price:	29.2p
Market cap:	£235m
Market	AIM

Share price graph (p)

Company description

IQE is the leading supplier of epitaxial compound semiconductor wafers globally. The principal applications include radio frequency semiconductors, devices for optical networks, vertical cavity surface emitting lasers (VCSEL) and infrared semiconductors.

Price performance

%	1m	3m	12m
Actual	(7.4)	(23.1)	(45.9)
Relative*	(6.8)	(22.8)	(47.9)

* % Relative to local index

Analyst

Anne Margaret Crow

INVESTMENT SUMMARY

IQE's FY21 results were in line with management guidance provided in November. Group revenue declined by 13% y-o-y to £154.1m (7% in constant currency). Around half of the drop was attributable to FX headwinds. The remainder was attributable to lower demand for GaN wafers used in 5G infrastructure which resulted in a 6% reduction in wireless revenues (constant currency) and to a reduction in VCSEL chip sizes in handsets which contributed to an 11% reduction in photonics revenues (constant currency). Since the business is highly operationally geared, the fall in revenue led to a 38% drop in adjusted EBITDA to £18.7m, representing an EBITDA margin of c 12%.

INDUSTRY OUTLOOK

The group expects to grow revenues by a low single digit % in FY22 (constant currency), with growth weighted towards H2 as the global smartphone market recovers from supply chain constraints which have affected handset availability. At this level, the group anticipates a similar adjusted EBITDA margin to 2021 (at constant currency). We have placed our estimates under review.

Y/E Dec	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (p)	P/E (x)	P/CF (x)
2020	178.0	30.1	3.2	0.29	100.7	6.6
2021	154.1	18.7	(8.7)	(2.41)	N/A	12.4
2022e	N/A	N/A	N/A	N/A	N/A	N/A
2023e	N/A	N/A	N/A	N/A	N/A	N/A

KEFI Gold and Copper (KEFI)

Sector: Mining

Price:	0.7p
Market cap:	£29m
Market	AIM

Share price graph (p)

Company description

KEFI Gold and Copper is an exploration and development company focused on gold and copper deposits in the highly prospective Arabian-Nubian Shield – principally the Tulu Kapi project in Ethiopia, as well as Hawiah Copper and Gold and Jibal Qutman Gold in Saudi Arabia.

Price performance

%	1m	3m	12m
Actual	(12.5)	(6.4)	(62.1)
Relative*	(11.9)	(5.9)	(63.4)

* % Relative to local index

Analyst

Lord Ashbourne

INVESTMENT SUMMARY

Over the past year, KEFI has raised additional equity, while experiencing a turnaround in its working environments in both Ethiopia and Saudi Arabia. Compared with three months ago, when it only had one project, it now has three, in which it has a beneficial interest of 2.1Moz AuE. Ministries in both countries are reported to be supportive of its projects and KEFI has therefore refined its sources and applications of funds for Tulu Kapi ahead of anticipated financial closing and definitive project launch mid-year.

INDUSTRY OUTLOOK

We calculate that KEFI's trio of projects are capable of generating free cash flow of c £78.6m a year from 2025 to 2031. This, in turn, drives average (maximum potential) dividends of 0.90p/share for the six years from 2026 to 2031 and values KEFI at 2.62p/share (fully diluted to account for US$12.0m/£9.1m in equity issues – of which £8.0m was raised in April). However, at spot metals' prices, this valuation rises to over 8.27p in FY27 plus c 1.21p/share for Guji-Komto.

Y/E Dec	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2019	0.0	(2.4)	(3.5)	(0.5)	N/A	N/A
2020	0.0	(2.7)	(2.8)	(0.2)	N/A	N/A
2021e	0.0	(1.4)	(1.8)	(0.1)	N/A	N/A
2022e	0.0	(1.4)	(8.3)	(0.1)	N/A	N/A

Sector: General industrials

Price: €16.82
Market cap: €251m
Market AMS

Share price graph (€)

Company description

Kendrion develops, manufactures and markets a range of actuators for automotive (50% of revenues) and industrial applications (50%). The FY21 geographical spread of revenues is Germany 39%, other Europe 30%, the Americas 16% and Asia 15%.

Price performance

%	1m	3m	12m
Actual	(6.8)	(19.5)	(27.0)
Relative*	(3.6)	(15.6)	(25.7)

* % Relative to local index

Analyst

Johan van den Hooven

Kendrion (KENDR)

INVESTMENT SUMMARY

Kendrion designs and manufacturers intelligent actuators that optimise safety, performance and comfort in industrial and automotive applications. It will benefit from trends such as electrification and clean energy. For 2025, Kendrion targets organic revenue growth of at least 5% pa on average and an EBITDA margin of at least 15%. We value Kendrion at €26 per share, the average of historical multiples, discounted cash flow and peer comparison.

INDUSTRY OUTLOOK

In Q122, Kendrion reported revenue growth of 13% y-o-y of which a solid 8.5% was organic, despite the many challenges in the market. Higher costs for staff and energy limited growth in EBITDA to 4% y-o-y. Industrial remains the star performer (revenues +28%), benefiting from the accelerating transition to clean energy and electrification. Automotive faced declining car production in Europe. Kendrion expects the economic environment to continue to be unpredictable for the foreseeable future but remains very positive about its long-term growth perspectives.

Y/E Dec	Revenue (€m)	EBITDA (€m)	PBT (€m)	EPS (fd) (c)	P/E (x)	P/CF (x)
2020	396.4	44.6	5.7	79.25	21.2	6.1
2021	463.6	55.8	20.1	139.04	12.1	4.6
2022e	512.0	63.1	30.1	178.78	9.4	4.1
2023e	555.1	74.3	42.5	229.64	7.3	3.4

Sector: Mining

Price: A$0.03
Market cap: A$179m
Market ASX

Share price graph (A$)

Company description

Via its Karibib project in Namibia and unique IP, Lepidico is a vertically integrated lithium development business that has produced both lithium carbonate and lithium hydroxide from non-traditional hard rock lithium-bearing minerals using its registered L-Max and LOH-Max processes.

Price performance

%	1m	3m	12m
Actual	(28.2)	(9.7)	115.4
Relative*	(24.6)	(8.8)	111.5

* % Relative to local index

Analyst

Lord Ashbourne

Lepidico (LPD)

INVESTMENT SUMMARY

Lepidico's patented technologies produce lithium hydroxide (plus by-products) in an eco-friendly fashion from less contested minerals such as lepidolite. In May 2020, it announced the results of a definitive feasibility study on its Namibian project, which showed an NPV(8%) of US$221m (A$0.05/share) and an IRR of 31% from the production of 4,900tpa battery grade lithium hydroxide (7,060tpa lithium carbonate equivalent (LCE) including by-products) over 14 years.

INDUSTRY OUTLOOK

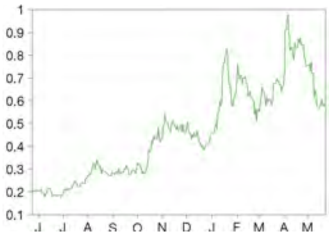
Since then, Lepidico has completed the permitting and approvals processes for construction, awarded an EPCM contract to Lycopodium, converted its pilot plant to a demonstration one to reduce scale-up risk and made key personnel appointments. After increasing our long-term lithium price forecasts, we value Lepidico at 6.64c/share plus 0.73–1.77c/share for a risk-adjusted 20,000tpa LCE Phase 2 plant. In the meantime, the US International Development Finance Corporation is evaluating the project for preferential debt financing.

Y/E Jun	Revenue (A$m)	EBITDA (A$m)	PBT (A$m)	EPS (fd) (c)	P/E (x)	P/CF (x)
2019	0.0	(5.2)	(5.1)	0.0	N/A	N/A
2020	0.0	(7.6)	(10.8)	0.0	N/A	N/A
2021e	4.1	0.4	(0.3)	0.0	N/A	151.0
2022e	0.0	(3.1)	(3.8)	0.0	N/A	N/A

Sector: Mining

Price:	A$0.57
Market cap:	A$199m
Market	ASX

Share price graph (A$)



Company description

Lithium Power International's main asset is its 51.6% interest in the Maricunga lithium brine project in Chile. Subject to securing a funding package, the first stage of the project is expected to produce 15.2ktpa of high-grade lithium carbonate starting from 2026. LPI also owns a number of early-stage exploration lithium projects in Western Australia.

Price performance

%	1m	3m	12m
Actual	(32.5)	0.9	178.0
Relative*	(29.2)	1.9	173.0

* % Relative to local index

Analyst

Andrey Litvin

Lithium Power International (LPI)

INVESTMENT SUMMARY

Lithium Power International's (LPI's) Q322 report suggests progress on its 52%-owned Maricunga lithium project in Chile. Following the release of the revised 15.2ktpa BFS in early 2022, LPI is working to update the EPC proposals for the project, aiming to obtain the final proposal at around mid-2022. While Mitsui has advanced its due diligence process and is likely to progress with a non-binding off-take agreement, the company reported additional third-party interest from potential partners. LPI has also initiated further product tests with the project's technical engineering partner GEA Messo and confirmed its intention to spin-off its WA lithium assets by end 2022.

INDUSTRY OUTLOOK

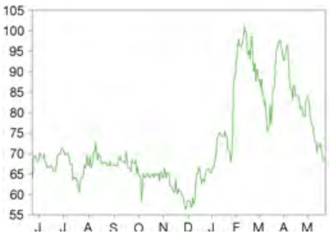
The lithium market is transforming significantly due to explosive growth in e-mobility and energy storage. Given the shortage of development-stage lithium projects, the market is likely to remain in structural deficit at least over the next two to three years, which should support higher prices to incentivise new supply.

Y/E Dec	Revenue (A$m)	EBITDA (A$m)	PBT (A$m)	EPS (c)	P/E (x)	P/CF (x)
2020	0.0	N/A	(12.7)	(4.94)	N/A	N/A
2021	0.0	N/A	(6.0)	(2.16)	N/A	N/A
2022e	0.0	N/A	(9.6)	(2.52)	N/A	N/A
2023e	0.0	N/A	(5.3)	(1.45)	N/A	N/A

Sector: General retailers

Price:	70.3p
Market cap:	£276m
Market	LSE

Share price graph (p)



Company description

Lookers is one of the largest UK motor vehicle retailers, with its new car operations supported by the strength of used and aftersales activities. It now operates 153 franchises, representing 33 marques from 100 sites around the UK and Ireland.

Price performance

%	1m	3m	12m
Actual	(13.2)	(23.6)	9.8
Relative*	(12.6)	(23.2)	5.9

* % Relative to local index

Analyst

Andy Chambers

Lookers (LOOK)

INVESTMENT SUMMARY

Lookers is the second largest UK new car retailer. Despite significant pandemic and new vehicle supply disruption, a focus on cost control and working capital optimisation contributed to a record FY21 performance. Underlying PBT was £90.1m on sales of £4.05bn. FY21 adjusted net cash (ex leases) was £3.0m (FY20 net debt £40.7m). Despite supply constraints, strong momentum continued in Q122, although we expect gross margins to moderate as FY22 progresses and used car prices stabilise. In addition rising inflation and energy costs are potentially going to dampen demand through H222. Management is reviving investment to optimise operational performance and address long-term market trends, supported by the healthy balance sheet.

INDUSTRY OUTLOOK

Market dynamics favour larger motor dealership groups against smaller independent groups, which still command c 60% of the franchise market. Global manufacturing overcapacity still points to OEM support. However, the sector is normally rated for recessions and economic shocks like these and has survived two dramatic crises in 2008/09 and 2020/21.

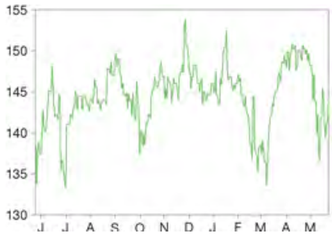
Y/E Dec	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2020	3699.9	95.0	13.7	2.97	23.7	4.0
2021	4050.7	165.1	90.1	19.95	3.5	2.4
2022e	4231.0	128.3	53.0	10.88	6.5	3.5
2023e	4370.0	137.8	60.0	12.03	5.8	3.1

EDISON

Sector: Financials

Price: 144.2p
Market cap: £1314m
Market LSE

Share price graph (p)



Company description

LXi REIT is an externally managed UK REIT investing in high-quality, smaller lot size (£5–15m) assets, let on long index-linked leases to strong financial covenants across a range of sectors with defensive characteristics.

Price performance

%	1m	3m	12m
Actual	(4.0)	5.1	5.3
Relative*	(3.3)	5.6	1.5

* % Relative to local index

Analyst

Martyn King

LXi REIT (LXI)

INVESTMENT SUMMARY

LXi REIT (LXi) has announced an agreed offer for Secure Income REIT (SIR) to be effected by means of a scheme of arrangement. Under the terms of the merger each SIR shareholder will receive 3.32 new LXi shares. A partial cash alternative will be available to SIR shareholders. Conditional on completion of the merger, the LXi investment advisor (LXi REIT Advisors) will acquire Prestbury Investment Partners, advisor to SIR. LXi and SIR anticipate the expected benefits of the transaction to include increased scale and diversification, immediate cost savings, and immediate accretion to cash earnings.

INDUSTRY OUTLOOK

For the purposes of the Takeover Code, Edison is deemed to be connected with LXi REIT as a provider of company commissioned research. Under Rule 20.1 Edison must not include any profit forecast, quantified financial benefits statement, asset valuation or estimate of other figures key to the offer, except to the extent that such forecasts, statements, valuations or estimates have been published prior to the offer period (as defined in the Takeover Code) by an offeror or the offeree company (as appropriate) in accordance with the requirements of the Code. Consequently we have removed our estimates until the offer period ends.

Y/E Mar	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (p)	P/E (x)	P/CF (x)
2021	N/A	N/A	N/A	N/A	N/A	N/A
2022	N/A	N/A	N/A	N/A	N/A	N/A
2023e	N/A	N/A	N/A	N/A	N/A	N/A
2024e	N/A	N/A	N/A	N/A	N/A	N/A

Sector: General industrials

Price: 121.5p
Market cap: £5313m
Market LSE

Share price graph (p)

Company description

Melrose Industries acquires underperforming industrial companies. It undertakes operational improvements through restructuring and investment before disposing of the assets. Deals are individually financed through new equity (and debt) with proceeds returned in cash post value realisation.

Price performance

%	1m	3m	12m
Actual	(1.7)	(20.6)	(25.9)
Relative*	(0.9)	(20.2)	(28.6)

* % Relative to local index

Analyst

David Larkam

Melrose Industries (MRO)

INVESTMENT SUMMARY

Melrose has a proven track record for its 'buy, improve, sell' strategy having completed four transactions since 2005 generating an IRR for shareholders of c 20%. The latest transaction, GKN, which was acquired in 2018, is well advanced in restructuring suggesting it will enter the disposal and value realisation phase in 2022/23. Edison's sum-of-the-parts on disposal and discounted back to 2022 suggests a valuation of 226p per share.

INDUSTRY OUTLOOK

GKN restructuring is continuing to advance with all programmes expected to be underway by the end of 2022. This can be seen in the group margin progression from 1.8% to 5.0% in 2022 and the Edison forecast of 6.3% in 2023, despite automotive supply chain and volume issues slightly dampening initial expectations. Management remain committed to significant further upside (Aerospace 12%, Automotive over 10% and Powder Metallurgy 14%) which should translate to double-digit returns and drive overall shareholder value creation.

Y/E Dec	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2020	7723.0	521.0	(41.0)	(0.6)	N/A	11.3
2021	7496.0	734.0	252.0	4.1	29.6	7.8
2022e	7699.0	894.0	360.0	6.4	19.0	5.9
2023e	8348.0	1081.0	545.0	9.6	12.7	4.9

EDISON

Sector: Investment companies

Price:	29.2p
Market cap:	£129m
Market	AIM

Share price graph (p)

Company description

Mercia Asset Management is a regionally focused specialist asset manager. Its stated intent is to become the leading regional provider of supportive balance sheet, venture, private equity and debt capital in transaction sizes typically below £10m.

Price performance

%	1m	3m	12m
Actual	(16.4)	(10.7)	(11.4)
Relative*	(15.8)	(10.3)	(14.5)

* % Relative to local index

Analyst

Richard Williamson

Mercia Asset Management (MERC)

INVESTMENT SUMMARY

Mercia announced an attractive exit from Faradion (#2 holding) in January 2022 (for £100m, cash proceeds to Mercia of £19.4m and an uplift of c 1.5p per share) as well as Aonic's £20.1m investment in nDreams (#1 holding) in March 2022, implying a £78m valuation for nDreams and an uplift for Mercia of £8.1m (1.8p per share) from its September 2021 carrying value. As the sector has been squeezed, Mercia trades at an attractive discount to its H122 NAV/s of 42.4p and an even deeper discount to our FY22 estimated NAV/s of at least 46p (before factoring in the profitable third-party funds business).

INDUSTRY OUTLOOK

Technology valuations had a very strong run in 2021 as COVID-19 fears eased, with sustained valuations amidst a robust funding environment. With the market rotation towards value and out of growth, sector discounts have widened across the board, but the underlying portfolio performance has remained robust. This may present an attractive buying opportunity for longer-term investors.

Y/E Mar	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (p)	P/E (x)	P/CF (x)
2020	12.7	0.3	(15.5)	(4.55)	N/A	227.9
2021	23.4	7.1	36.9	8.38	3.5	22.3
2022e	N/A	N/A	N/A	N/A	N/A	N/A
2023e	N/A	N/A	N/A	N/A	N/A	N/A

Sector: Media

Price:	20.2p
Market cap:	£57m
Market	AIM

Share price graph (p)

Company description

Mirriad's market-first solution seamlessly integrates with existing subscription and advertising models, improving the viewer experience by limiting commercial interruptions while delivering dramatically increased reach and impact for advertisers. Mirriad operates in the United States, Europe and China.

Price performance

%	1m	3m	12m
Actual	(22.1)	11.0	(59.1)
Relative*	(21.6)	11.5	(60.6)

* % Relative to local index

Analyst

Fiona Orford-Williams

Mirriad Advertising (MIRI)

INVESTMENT SUMMARY

Mirriad is making significant progress in building partnerships on the content supply side and with blue-chip advertisers and agencies, particularly in the important North American market. Newly defined KPIs will help clarify further headway here. Technical development continues to focus on offering full programmatic delivery, which is key to Mirriad's innovative advertising solution becoming totally assimilated into the ecosystem. FY21 results were as flagged in February's trading update, with year-end net cash of £24.5m. We have reinstated illustrative forecasts, remaining cautious on our assumptions of the speed of industry adoption.

INDUSTRY OUTLOOK

With the ever-growing challenges of reaching ad-avoiding audiences and the withdrawal of third-party cookies from FY23, brand owners are looking for more innovative solutions to engage with their target audiences, while content providers are looking to build and protect their ad revenues. To take full advantage, Mirriad needs to integrate with a programmatic advertising ecosystem, with seamless identification and monetisation of ad inventory and a scalable platform readily compatible with agencies' working practices.

Y/E Dec	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2020	2.2	(8.6)	(9.1)	(4.2)	N/A	N/A
2021	2.0	(11.6)	(12.0)	(3.9)	N/A	N/A
2022e	3.3	(15.0)	(15.2)	(5.4)	N/A	N/A
2023e	7.8	(12.9)	(13.0)	(4.7)	N/A	N/A

Sector: Financials

Price: 552.0p
Market cap: £845m
Market LSE

Share price graph (p)

Company description

Molten Ventures is a London-based venture capital (VC) firm that invests in the European technology sector. It has a portfolio of c 70 investee companies and includes a range of funds (seed, EIS and VCT) within the group, as well as its flagship balance sheet VC fund.

Price performance

%	1m	3m	12m
Actual	(24.4)	(15.2)	(28.9)
Relative*	(23.8)	(14.8)	(31.4)

* % Relative to local index

Analyst

Richard Williamson

Molten Ventures (GROW)

INVESTMENT SUMMARY

Molten Ventures fully met its guidance for FY22, although the current environment is clearly more challenging than the buoyant conditions seen in 2021. Underlying portfolio performance remains strong (65%+ average y-o-y revenue growth for the core portfolio). NAV/s is expected to be not less than 929p, up 25% y-o-y. Building third-party FUM to increase fee income remains a key priority for FY23, with management confirming that plans for the growth fund remain on track. A 22% five-year NAV/share CAGR coupled with a material discount to NAV should make Molten Ventures particularly attractive to long-term investors.

INDUSTRY OUTLOOK

Technology valuations had a very strong run in 2021 as COVID-19 fears eased, with sustained valuations amidst a robust funding environment. With the market rotation towards value and out of growth, sector discounts have widened across the board, but underlying portfolio performance has remained robust. Longer-term investors may consider this an attractive buying opportunuity.

Y/E Mar	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2020	52.0	N/A	41.4	33.7	16.4	15.5
2021	288.8	N/A	268.9	207.3	2.7	2.6
2022e	N/A	N/A	N/A	N/A	N/A	N/A
2023e	N/A	N/A	N/A	N/A	N/A	N/A

Sector: General industrials

Price: €16.00
Market cap: €2286m
Market Athens Stock Exchange

Share price graph (€)

Company description

Mytilineos is a leading industrial company with international presence in all five continents. It is active in Metallurgy, Power & Gas, Sustainable Engineering Solutions (SES) and in Renewables & Storage Development (RSD), operating via a unique synergistic business model.

Price performance

%	1m	3m	12m
Actual	(11.5)	5.3	9.3
Relative*	(2.3)	16.2	10.3

* % Relative to local index

Analyst

James Magness

Mytilineos (MYTI)

INVESTMENT SUMMARY

Mytilineos is a leading industrial company with international presence in all five continents. Following record-high profitability in FY21, Mytilineos's continued strong growth momentum in Q122 demonstrates the robustness of its business model despite despite global challenges. Strong maturing pipelines of renewables and sustainable engineering projects should continue to drive growth in the SES and RSD businesses. Mytilineos, Vodafone and Centrica recently signed a 10-year corporate PPA for 110MW of solar plants in the UK, currently under construction by the RSD division. Also, it was recently announced that Mytilineos has been added to the MSCI Global Standard indices. This should bring significant additional demand for Mytilineos's shares.

INDUSTRY OUTLOOK

Mytilineos possesses a portfolio of assets that enjoy low costs. CCGTs benefit from access to relatively low-cost natural gas, and low production costs for both alumina/aluminium allow the metallurgy business to be strongly cash flow generative.

Y/E Dec	Revenue (€m)	EBITDA (€m)	PBT (€m)	EPS (fd) (c)	P/E (x)	P/CF (x)
2020	1899.0	315.0	172.0	92.342	17.3	7.1
2021	2664.0	359.0	239.0	132.733	12.1	7.9
2022e	4028.0	518.0	354.0	201.698	7.9	6.0
2023e	4694.0	642.0	462.0	267.658	6.0	4.4

EDISON

Sector: Technology

Price: 37.6p
Market cap: £115m
Market LSE

Share price graph (p)

Company description

Nanoco Group is a global leader in the development and manufacture of cadmium-free quantum dots and other nanomaterials, with c 560 patents. Focus applications are advanced electronics, displays, bio-imaging and horticulture.

Price performance

%	1m	3m	12m
Actual	19.0	106.6	63.5
Relative*	19.9	107.6	57.7

* % Relative to local index

Analyst

Anne Margaret Crow

Nanoco Group (NANO)

INVESTMENT SUMMARY

The US Patent Trial and Appeal Board (PTAB) has ruled in favour of Nanoco in respect of all 47 claims in the five patents underpinning its litigation against Samsung for IP infringement. The decision confirms the validity of Nanoco's IP, putting it in a strong position to pursue the infringement case or reach a settlement. The trial had been put on hold, awaiting the PTAB decision. Nanoco expects a revised trial date to be scheduled for calendar Q422, though we note that Samsung has the right to appeal the verdict of both the PTAB decision and of the infringement case, should Nanoco be successful, potentially prolonging the process by several years.

INDUSTRY OUTLOOK

The potential value of a settlement or damages award should be supported by the strong commercial success of Samsung's quantum dot televisions and the recent launch of a second-generation device. Market analyst Omdia estimates that cumulative sales of Samsung's quantum dot televisions was 26m in the five years to 2021, 9.42m in 2021.

Y/E Jul	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2020	3.9	(2.9)	(4.9)	(1.39)	N/A	N/A
2021	2.1	(2.9)	(4.7)	(1.30)	N/A	N/A
2022e	2.2	(3.0)	(4.8)	(1.37)	N/A	N/A
2023e	N/A	N/A	N/A	N/A	N/A	N/A

Sector: Mining

Price: US$67.43
Market cap: US$53516m
Market New York Stock Exchange

Share price graph (US$)

Company description

Newmont Corporation is the world's leading gold company with a world-class portfolio of assets in North and South America, Australia and Africa. It is the only gold producer in the S&P 500 Index and is widely recognised for its ESG practices and as a leader in value creation, safety and mine execution.

Price performance

%	1m	3m	12m
Actual	(9.5)	(1.2)	(8.3)
Relative*	(2.7)	5.1	(4.1)

* % Relative to local index

Analyst

Lord Ashbourne

Newmont Corporation (NEM)

INVESTMENT SUMMARY

Newmont is the world's largest gold mining company with a medium-term production target of 6.2–6.8Moz Au plus 1.4–1.6Moz AuE in co- and by-products from attributable reserves of 95.5Moz Au and reserves & resources of 208.0Moz in top tier jurisdictions. It seeks to distinguish itself from its peers via its high ESG standards (eg its climate change report in May), its management strength and experience, its operating model, its capital discipline, its track record of returns (eg its market leading dividend), its methodical approach to project development and its conservatism (eg reserves calculated at US$1,200/oz).

INDUSTRY OUTLOOK

Newmont has a number of sources of organic growth plus three major new projects (Tanami Expansion 2, Ahafo North and Yanacocha Sulphides) that we forecast will increase pre-financing cash flows by more than 50% by FY25. It has also recently increased its stake in Yanacocha from 51% to 100% and received both Federal and Territorial approval to develop its 2.4Moz Coffee project.

Y/E Dec	Revenue (US$m)	EBITDA (US$m)	PBT (US$m)	EPS (fd) (c)	P/E (x)	P/CF (x)
2020	11497.0	5537.0	2929.0	265.51	25.4	19.4
2021	12222.0	5963.0	3366.0	296.40	22.7	231.2
2022e	12515.6	6380.7	3203.2	279.84	24.1	24.3
2023e	12207.3	5404.3	2868.6	230.11	29.3	28.6

EDISON

Norcros (NXR)

Sector: General industrials

Price:	240.0p
Market cap:	£214m
Market	LSE

Share price graph (p)

Company description

Norcros is a leading supplier of showers, enclosures and trays, tiles, taps and related fittings and accessories for bathrooms, kitchens, washrooms and other commercial environments. It has operations in the UK and South Africa, with some export activity from both countries.

Price performance

%	1m	3m	12m
Actual	(8.8)	(13.0)	(17.2)
Relative*	(8.1)	(12.6)	(20.2)

* % Relative to local index

Analyst

Toby Thorrington

INVESTMENT SUMMARY

Strong H2 trading – especially in South Africa – caused us to raise our Norcros FY22 estimates to new record levels. UK revenues were also well ahead versus FY20, with H2 growth modestly behind H1. We expect these patterns to reflect market share gains in South Africa arising from relatively robust supply chain management and some normalisation of UK RMI demand. We made only mix changes to our EBIT forecasts beyond FY22 at the year end. The acquisition of Grant Westfield (announced 11 May, subject to shareholder approval 30 May) extends the UK product portfolio into panels and is expected to enhance earnings by c 10% in its first full year on our estimates. FY22 results are scheduled for 9 June.

INDUSTRY OUTLOOK

In the UK housing market's recovery phase from the impact of the COVID-19 pandemic, RMI has clearly been the stronger sub-sector. UK newbuild fundamentals remain favourable also. Similar trends have been seen in South Africa. The commercial sub-sectors generally remain subdued.

Y/E Mar	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2020	342.0	38.8	27.1	26.1	9.2	N/A
2021	324.2	39.9	29.0	29.1	8.2	N/A
2022e	396.2	46.0	35.6	33.6	7.1	N/A
2023e	436.7	53.3	39.8	34.6	6.9	N/A

Numis Corporation (NUM)

Sector: Financials

Price:	235.0p
Market cap:	£265m
Market	LSE

Share price graph (p)

Company description

Numis is one of the UK's leading independent investment banking groups, offering a full range of research, execution, equity capital markets, corporate broking and advisory services. At end-March 2022, it employed 325 staff in offices in London, Dublin and New York and had 183 corporate clients.

Price performance

%	1m	3m	12m
Actual	(12.0)	(8.6)	(35.6)
Relative*	(11.3)	(8.1)	(37.9)

* % Relative to local index

Analyst

Andrew Mitchell

INVESTMENT SUMMARY

In line with its update at the beginning of April, the group reported H122 revenue of £74.2m, 36% below the high level seen in H121. The outcome would have been weaker but for Numis's own investment in staff in the advisory and private markets parts of the business. Advisory revenues were up 39% y-o-y and private markets achieved revenue close to the prior year period. Operational gearing left pre-tax profit 66% lower at £13.4m. After a one-off tax adjustment resulting in a credit in the period, diluted EPS was 14.6p (down 43%). Following the rebasing of the dividend for FY21 (to 13.5p) the interim is increased to 6.0p (5.5p). Period-end cash stood at £111.5m (£97.6m H121).

INDUSTRY OUTLOOK

Looking ahead, Numis indicated that April revenue was marginally ahead of the H122 run-rate. Capital markets activity has recovered to some extent from a very low level in Q222 while the advisory area remains strong and the M&A pipeline has continued to grow, with some transactions already announced and due to complete shortly. The group prudently notes that investor confidence is fragile and the outlook for capital markets is difficult to predict.

Y/E Sep	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2020	154.9	39.6	37.1	26.7	8.8	4.2
2021	215.6	72.3	74.2	49.1	4.8	4.7
2022e	145.8	31.5	25.1	23.5	10.0	32.0
2023e	N/A	N/A	N/A	N/A	N/A	N/A

Sector: Investment companies

Price: 930.0p
Market cap: £329m
Market LSE

Share price graph (p)

Company description

Ocean Wilsons Holdings is an investment company based in Bermuda. It has a controlling shareholding in Wilson Sons, a quoted maritime services company in Brazil, and holds a portfolio of international investments.

Price performance

%	1m	3m	12m
Actual	(7.0)	0.5	(0.8)
Relative*	(6.3)	1.0	(4.3)

* % Relative to local index

Analyst

Pedro Fonseca

Ocean Wilsons Holdings (OCN)

INVESTMENT SUMMARY

OCN reported FY21 PBT of US$110.4m (+48% y-o-y), in line with our forecasts. OWIL had a good year, but WSON's results were a mixed bag. The container terminal business is still suffering from worldwide supply bottlenecks, whereas the towage business did better than expected. Looking ahead, we expect WSON to continue to be negatively affected by the global logistics disruption but assume an improvement in the second half of FY22. OCN is currently trading at a hefty 47% discount to the look-though value of its OWIL portfolio and its stake in listed WSON.

INDUSTRY OUTLOOK

WSON's good spread of assets in Brazil has allowed it to weather reasonably well the exceptional conditions in FY20, FY21 and now FY22. WSON's assets include large, competitive container terminals in two Brazilian ports and the country's largest maritime tugboat business. Its resilience has allowed OCN to maintain and fully fund its dividend and WSON's EBITDA to debt ratio remains robust at 2.9x in FY21. Looking ahead, spare capacity in various WSON businesses means that there is significant positive operating leverage as business picks up.

Y/E Dec	Revenue (US$m)	EBITDA (US$m)	PBT (US$m)	EPS (c)	P/E (x)	P/CF (x)
2020	352.8	138.8	74.6	109.5	10.6	2.7
2021	396.4	162.0	110.4	180.1	6.4	2.6
2022e	426.4	160.8	99.7	146.2	7.9	2.7
2023e	458.2	179.2	123.3	190.3	6.1	2.3

Sector: Travel & leisure

Price: €13.06
Market cap: €4608m
Market Athens Stock Exchange

Share price graph (€)

Company description

OPAP was founded in 1958 as the Greek national lottery and is the exclusive licensed operator of all numerical lotteries, sports betting, instant and passives, VLTs and horse racing. OPAP listed in 2001 and was fully privatised in 2013. Sazka Group has a 48.1% stake and significant board representation.

Price performance

%	1m	3m	12m
Actual	(10.4)	(1.8)	6.9
Relative*	(1.0)	8.4	7.8

* % Relative to local index

Analyst

Russell Pointon

OPAP (OPAP)

INVESTMENT SUMMARY

Management has provided its first ever annual guidance, with Gross Gaming Revenue (GGR) expectations for FY22 of €2.175–2.215bn (y-o-y growth of 41–44%) and EBITDA of €720–740m (growth of 31–34%); the lower margin is due to the growing importance of online, where competition is high. The guidance includes the assumption of a further recovery in land-based activities following the COVID-19 pandemic and continued growth in online revenues, while recognising the potential negative influences on economic growth due to the war in Ukraine.

INDUSTRY OUTLOOK

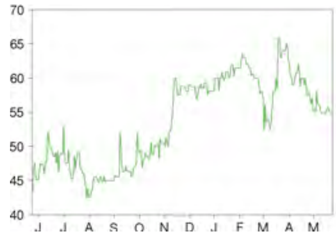
The Hellenic Gaming Commission estimates the total Greek gaming market's GGR amounted to €1.86bn in 2021, growth of c 15% in the year as it recovered from the severe drop of 27% in FY20 due to the initial COVID-19 outbreak and its effect on retail businesses. On an absolute basis, 2021's GGR was equivalent to c 83% of the pre-COVID-19 level of €2.23bn.

Y/E Dec	Revenue (€m)	EBITDA (€m)	PBT (€m)	EPS (fd) (c)	P/E (x)	P/CF (x)
2020	1129.8	263.9	132.0	31.83	41.0	19.7
2021	1538.8	551.2	364.6	82.28	15.9	8.6
2022e	2170.9	721.7	553.8	119.36	10.9	6.8
2023e	2213.6	727.4	564.2	121.58	10.7	7.1

Sector: Financials

Price:	US$55.20
Market cap:	US$654m
Market	OTC QX

Share price graph (US$)



Company description

OTC Markets operates regulated markets for trading 12,000 US and global securities. Data-driven disclosure standards form the foundation of its three public markets: OTCQX Best Market, OTCQB Venture Market and Pink Open Market. Its three SEC-regulated alternative trading systems (ATSs) are OTC Link ATS, OTC Link ECN and OTC Link NQB.

Price performance

%	1m	3m	12m
Actual	(4.0)	(6.0)	16.2
Relative*	3.2	0.0	21.5

* % Relative to local index

Analyst

Pedro Fonseca

OTC Markets Group (OTCM)

INVESTMENT SUMMARY

OTCM's Q122 EPS and PBT rose by 9% and 3% y-o-y respectively, despite a 47% decline in OTC Link revenue due to weak trading volumes in financial markets. The Corporate Services and Market Data Licensing divisions confirmed their resilience, resulting in OTCM's total gross revenue to be flat year-on-year. Operating expenses were higher than expected at 12% y-o-y driven by staff costs and IT investments. OTCM acquired Blue Sky Data for $12m in May to boost its Market Data business. We are currently revising our figures.

INDUSTRY OUTLOOK

We expect markets to remain choppy in 2022 due to concerns about inflation and rising interest rates. The Corporate Services (46% of revenue in Q122 versus 30% in Q121) and Market Data Licensing (33% of Q122 revenue) businesses are mostly subscription-based recurring revenue. We estimate that only c 15% of OTCM's Q122 revenue was directly linked to trading volumes, providing some resilience in OTCM's financial performance in the event trading volumes drop significantly this year.

Y/E Dec	Revenue (US$m)	EBITDA (US$m)	PBT (US$m)	EPS (fd) (c)	P/E (x)	P/CF (x)
2020	71.2	23.2	21.4	153.4	36.0	24.6
2021	102.9	39.8	38.0	252.0	21.9	14.0
2022e	93.6	37.5	35.6	228.8	24.1	22.3
2023e	97.6	38.8	36.9	236.0	23.4	19.4

Sector: Property

Price:	266.0p
Market cap:	£123m
Market	LSE

Share price graph (p)

Company description

Palace Capital is a UK property investment company. It is not sector-specific and looks for opportunities where it can enhance long-term income and capital value through asset management and strategic capital development in locations outside London.

Price performance

%	1m	3m	12m
Actual	(7.0)	10.8	8.4
Relative*	(6.3)	11.4	4.5

* % Relative to local index

Analyst

Martyn King

Palace Capital (PCA)

INVESTMENT SUMMARY

The FY22 results will be published on 14 June. Ahead of that, in an early April trading update PCA said that it expects recurring earnings to be ahead of market expectations. This is underpinned by leasing and other asset management activity, as well as acquisitions which have added £1.9m to annualised net rental income, adjusting for disposals, lease expiries and disposals. PCA plans to increase the Q422 DPS to at least 3.75p (Q222: 3.25p), taking the FY22 total to at least 13.25p. With the disposal strategy ahead of target and sales of Hudson Quarter residential units picking up significantly, PCA is well placed for further acquisitions, accretive to income and enhancing the quality and rent growth potential of the portfolio, focused on offices and industrial. As it seeks to maximise shareholder value and close the discount to NAV, the board will also consider a return of capital.

INDUSTRY OUTLOOK

The commercial property market is cyclical, historically exhibiting substantial swings in capital values through cycles while income returns have been significantly more stable. Despite a deteriorating economic outlook market momentum has thus far been maintained. Despite strongly rising inflation interest rates remain relatively low and like other real assets commercial property is expected to offer a degree of inflation hedging.

Y/E Mar	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (p)	P/E (x)	P/CF (x)
2020	21.1	14.6	8.0	17.5	15.2	7.8
2021	17.3	10.6	7.5	16.4	16.2	10.9
2022e	16.8	13.8	6.9	15.1	17.6	3.3
2023e	17.3	13.8	7.7	16.7	15.9	3.7

Pan African Resources (PAF)

Sector: Mining

Price:	21.6p
Market cap:	£480m
Market	AIM

Share price graph (p)

Company description

Pan African Resources has four major producing precious metals assets in South Africa: Barberton (target output 95koz Au pa), the Barberton Tailings Retreatment Project, or BTRP (20koz), Elikhulu (55koz) and Evander underground, incorporating Egoli (currently 36koz, rising to >100koz).

Price performance

%	1m	3m	12m
Actual	(0.7)	1.2	7.5
Relative*	0.0	1.6	3.6

* % Relative to local index

Analyst

Lord Ashbourne

INVESTMENT SUMMARY

Pan African Resources (PAF) produced a forecast beating 108koz gold in H122 (cf 202koz in FY21 and 180koz in FY20) resulting in an upgrade to its FY22 production guidance (from 195koz to 200koz) and net senior debt declining by US$36m (or 60%) to just US$24m since H121.

INDUSTRY OUTLOOK

In the wake of H122 results, our core valuation of PAF is 33.79c/share (25.65p/share), based on projects either already in production or sanctioned. However, this rises by a further 15.07–20.09c (11.44–15.25p) once other assets (eg Mintails/Mogale, Egoli etc) are also taken into account. Alternatively, if PAF's historical average price to normalised EPS ratio of 8.9x is applied to our FY22 and FY23 forecasts, it implies a share price of 34.83p in FY22, followed by 33.00p in FY23. In the meantime, it remains cheaper than its London and JSE-listed peers on at least 69% of commonly used valuation measures and remains among the top 15 yielding precious metals companies globally. It is also expanding its exploration function.

Y/E Jun	Revenue (US$m)	EBITDA (US$m)	PBT (US$m)	EPS (c)	P/E (x)	P/CF (x)
2020	274.1	115.2	80.8	3.78	7.1	7.1
2021	368.9	156.6	117.7	4.54	5.9	4.2
2022e	374.2	167.2	133.9	5.18	5.2	3.3
2023e	359.5	174.7	138.3	4.91	5.5	3.1

Pan American Silver (PAAS)

Sector: Mining

Price:	US$22.22
Market cap:	US$4678m
Market	NASDAQ

Share price graph (US$)

Company description

Pan American Silver is one of the largest global primary silver producers and a sizeable gold miner with operations in North, Central and South America since 1994. The company owns eight producing operations, the currently suspended top-tier Escobal silver mine and a number of large-scale advanced exploration projects.

Price performance

%	1m	3m	12m
Actual	(16.0)	(8.7)	(34.1)
Relative*	(9.7)	(3.0)	(31.1)

* % Relative to local index

Analyst

Andrey Litvin

INVESTMENT SUMMARY

PAAS reported Q122 revenue and EBITDA of US$440m and US$128m on the back of the strong silver (+40% y-o-y) and gold (9%) sales. Production was affected by the COVID-19-related absenteeism and was broadly in line with Q121 for silver and slightly down for gold. Costs were generally in check, with an impressive silver segment cash cost of US$10.2/oz (-17%) below FY22 guidance. While the gold segment cash cost was up 26% y-o-y to US$1,069/oz from a relatively low base, it was at the upper end of the guidance range. PAAS maintained its FY22 guidance and expects production to be second-half weighted. It has also retained its full-year cost expectations, noting that it is seeing increased cost pressures in fuel and consumables.

INDUSTRY OUTLOOK

The shares are down c 11% ytd on the back of the lower commodity prices driven by the increased risks to global economic growth, spiralling inflation and faster-than-expected monetary tightening. The silver price is now c 17% lower than its latest peak in March, while the gold price is c 11% down, with the gold/silver ratio at 84x.

Y/E Dec	Revenue (US$m)	EBITDA (US$m)	PBT (US$m)	EPS (fd) (c)	P/E (x)	P/CF (x)
2020	1338.8	469.1	194.5	57.24	38.8	26.4
2021	1632.8	593.2	274.0	60.10	37.0	47.3
2022e	1710.5	564.7	249.2	68.05	32.7	24.3
2023e	1629.9	580.4	284.8	80.94	27.5	25.3

EDISON

Sector: General industrials

Price: €4.80
Market cap: €22m
Market Xetra

Share price graph (€)

Company description

paragon designs and supplies automotive electronics and solutions, selling directly to OEMs, including sensors, interior, digital assistance and body kinematics. Production facilities are in Germany and China.

Price performance

%	1m	3m	12m
Actual	(4.0)	(12.7)	(55.6)
Relative*	(4.2)	(9.9)	(51.6)

* % Relative to local index

Analyst

Andy Chambers

paragon (PGN)

INVESTMENT SUMMARY

Recovery continues following the COVID-19 disruptions and the resolution of the Euro bond extension, which secures long-term financing. Despite automotive industry constraints Q122 saw the refocused paragon increase revenues by 6.3% to €41.7m with a 13.6% EBITDA margin and a 17.3% rise in the order backlog to c €630m at the start of May. Orders on hand for delivery in the year and four-month sales of €54.3m provide 99% sales cover for the refined management sales guidance of €165m for FY22, which is at the upper end of the previous range with an EBITDA margin of over 15%. The company has financial targets for revenues of €250–300m by 2026 with a progressive improvement in EBITDA margin to 20%.

INDUSTRY OUTLOOK

We believe paragon's identification of, and investment in, solutions to address megatrends in global automotive markets is understood by investors. It is growing faster than its markets due to innovative products that are driving changes in customer perceptions, creating new growth engines for the group. These should reassert themselves as the COVID-19 pandemic wanes.

Y/E Dec	Revenue (€m)	EBITDA (€m)	PBT (€m)	EPS (fd) (c)	P/E (x)	P/CF (x)
2020	127.2	13.8	(17.1)	(168.00)	N/A	1.5
2021	146.9	20.0	(5.3)	(121.00)	N/A	1.6
2022e	N/A	N/A	N/A	N/A	N/A	N/A
2023e	N/A	N/A	N/A	N/A	N/A	N/A

Sector: Investment companies

Price: €3.10
Market cap: €18m
Market AMS

Share price graph (€)

Company description

After the sale of Stern's operational activities to Hedin, PB Holding only holds a 5.1% stake in insurance company Bovemij, a loss compensation and €1.8m cash.

Price performance

%	1m	3m	12m
Actual	(10.4)	5.1	35.0
Relative*	(7.4)	10.3	37.5

* % Relative to local index

Analyst

Edwin De Jong

PB Holding (PBH)

INVESTMENT SUMMARY

With its FY21 results, mobility insurer Bovemij in which PB Holding holds a 5.1% stake (its main asset), announced the intention to buy back part of its certificates. The implied value of the offer of €3.46 per PB Holding share is lower then the reported book value of €3.56 on 12 May. PB Holding could be valued up to €5.16 per share based on peer valuations. As such, it is questionable if PB Holding will tender its certificates. In light of the changed profile we have suspended our forecasts for PB Holding.

INDUSTRY OUTLOOK

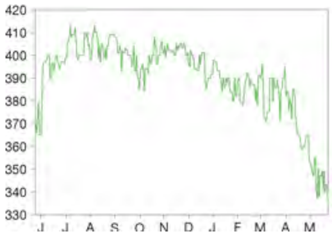
Bovemij is an insurance company for the Dutch mobility sector where a company can arrange car insurance for itself, its employees or its clients. In addition, Bovemij operates a smaller financing division, a data division and the IT services company RDC. Company revenues have been around €350m in the last few years and net profit varied between €4.6m in 2018 to €48.8m in 2020. In 2021, Bovemij reported a net profit of €46.6m.

Y/E Dec	Revenue (€m)	EBITDA (€m)	PBT (€m)	EPS (c)	P/E (x)	P/CF (x)
2019	876.8	26.4	(1.4)	29.13	10.6	1.5
2020	751.1	27.8	0.8	(85.41)	N/A	N/A
2021e	N/A	N/A	N/A	N/A	N/A	N/A
2022e	N/A	N/A	N/A	N/A	N/A	N/A

Sector: Property

Price:	335.0p
Market cap:	£309m
Market	LSE

Share price graph (p)



Company description

Phoenix Spree Deutschland is a long-term investor in mid-market residential property in Berlin, targeting reliable income and capital growth. Its core strategy is to acquire unmodernised apartment blocks that may be improved to the benefit of tenants, generating attractive returns for shareholders.

Price performance

%	1m	3m	12m
Actual	(6.9)	(13.0)	(7.5)
Relative*	(6.3)	(12.6)	(10.8)

* % Relative to local index

Analyst

Martyn King

Phoenix Spree Deutschland (PSDL)

INVESTMENT SUMMARY

In a year dominated by the repeal of the Berlin Meitendeckel, the Berlin residential property remained robust, with free market rents and condominium prices increasing further. FY21 growth in EPRA NTA per share of 7.0% to €5.65 was underpinned by a record level of condominum notarisations (€15.2m at an average 20% uplift to book value), valuation growth driven mainly by rent growth, and accretive share buybacks. With 75% of its Berlin portfolio legally split (plus 10% in application) PSD is well placed to realise further valuation potential. Including unchanged DPS of €7.5, the accounting total return was 8.4%. A January refinancing transaction has extended debt facilities and added greater flexibility, supporting vacant apartment renovations and modernisations to unlock reversionary potential and further potential acquisitions. PSD recently completed the €18.5m forward funding purchase of new-build properties in the Berlin Beltway while new leases in Berlin were signed at an average 33.8% premium to previous passing rents.

INDUSTRY OUTLOOK

Strong demand for housing in Berlin has been driven by net migration and a relative lack of supply, generating growth in free market rents and capital values.

Y/E Dec	Revenue (€m)	EBITDA (€m)	PBT (€m)	EPS (c)	P/E (x)	P/CF (x)
2020	23.9	48.3	37.9	30.1	13.1	58.0
2021	25.8	45.4	45.3	39.3	10.1	47.0
2022e	26.2	49.7	42.0	36.6	10.8	53.9
2023e	27.9	51.4	43.7	38.2	10.4	50.2

Sector: Financials

Price:	95.3p
Market cap:	£522m
Market	LSE

Share price graph (p)

Company description

Picton Property Income is an internally managed UK REIT that invests in a diversified portfolio of commercial property across the UK. It is total return driven with a strong income focus and aims to generate attractive returns through proactive management of the portfolio.

Price performance

%	1m	3m	12m
Actual	(4.2)	(4.0)	14.1
Relative*	(3.5)	(3.6)	10.1

* % Relative to local index

Analyst

Martyn King

Picton Property Income (PCTN)

INVESTMENT SUMMARY

FY22 total profit of £147m was the highest since Picton Property Income's (PCTN) launch in 2005. It was driven by a strong 21% like-for-like uplift in property valuations, focused on industrial, logistics and retail warehouse assets, strongly weighted in the portfolio, mirroring market trends but further benefitting from leasing progress. Occupancy increased to 93% (FY21: 91%) and lettings, renewals and rent reviews were all on average above ERV, which continued to increase. Recurring EPRA earnings rose 5.5% to £21.2m or 3.9p per share. NAV per share increased to 120p (FY21: 97p) and including DPS paid the total return was 28.3%. Annualised DPS of 3.5p is restored to pre-pandemic levels with FY22 DPS cover of 115%. With a strong balance sheet and low gearing (21% LTV) PCTN is well placed for further accretive acquisitions following the acquisition of two assets for £25m in FY22.

INDUSTRY OUTLOOK

The commercial property market is cyclical, historically exhibiting substantial swings in capital values through cycles while income returns have been significantly more stable. Despite a deteriorating economic outlook market momentum has thus far been maintained. Despite strongly rising inflation interest rates remain relatively low and like other real assets commercial property is expected to offer a degree of inflation hedging.

Y/E Mar	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2020	33.6	28.1	22.4	3.66	26.0	N/A
2021	33.5	28.1	33.8	3.68	25.9	N/A
2022e	35.0	29.4	113.5	3.94	24.2	N/A
2023e	35.8	29.9	34.6	4.01	23.8	N/A

EDISON

Sector: Consumer support services

Portobello SpA (POR)

Price:	€30.00
Market cap:	€105m
Market	Borsa Italiana

Share price graph (€)

Company description

Portobello aims to build a national Italian retail presence via a rapid rollout of own-stores and franchises. It uses a combination of barter (own and third-party media) and cash purchases to source branded products from its suppliers.

Price performance

%	1m	3m	12m
Actual	(11.2)	(15.3)	(39.4)
Relative*	(10.4)	(9.0)	(37.1)

* % Relative to local index

Analyst

Russell Pointon

INVESTMENT SUMMARY

Portobello's unique business model, primarily the use of media barter, enables it to source branded products at extremely competitive prices for sale, in its own retail outlets and to other distributors in Italy, at a significant discount to its competitors. Management's aspiration is to leverage this competitive advantage to grow its retail operations to national coverage over the long term, which suggests significant potential for new space from its current low market penetration versus its peers. Our discounted cash flow-based valuation of €121 indicates significant upside potential if Portobello can successfully expand across Italy.

INDUSTRY OUTLOOK

Portobello's aspiration is to grow its retail footprint across Italy. If management can execute this strategy, it would produce premium revenue and profit growth in the long term versus its peers. With a clearer outlook for the economy following the initial COVID-19 pandemic, management will accelerate its store expansion plans from FY22.

Y/E Dec	Revenue (€m)	EBITDA (€m)	PBT (€m)	EPS (fd) (c)	P/E (x)	P/CF (x)
2020	62.7	10.9	8.3	195.58	15.3	7.7
2021	85.5	16.5	13.0	260.74	11.5	5.6
2022e	137.9	22.2	19.0	345.82	8.7	4.3
2023e	211.0	34.0	29.2	528.58	5.7	2.8

Sector: Property

Primary Health Properties (PHP)

Price:	146.3p
Market cap:	£1952m
Market	LSE

Share price graph (p)

Company description

Primary Health Properties is a long-term investor in primary healthcare property in the UK and the Republic of Ireland. Assets are mainly long-let to GPs and the NHS or the HSE, organisations backed by the UK and Irish governments respectively.

Price performance

%	1m	3m	12m
Actual	(1.0)	10.5	(3.6)
Relative*	(0.3)	11.0	(7.0)

* % Relative to local index

Analyst

Martyn King

INVESTMENT SUMMARY

A Q122 trading update Primary Health Properties (PHP) showed good progress in converting its investment pipeline, which continues to grow, while organic rental growth accelerated, in part driven by the inflationary environment. It committed to, and recently completed, the acquisition of two operational healthcare properties, announced its first 'net zero carbon' development, and completed 10 asset management projects. Completed rent reviews reflected an average 2% pa uplift. With significant available funding of £270m and an aggregate £482m pipeline of investment opportunities PHP is well placed for further acquisitions. Now in its 28th year of unbroken dividend increases, and with aggregate H122 DPS of 3.25p, PHP is unsurprisingly on track to meet its 6.5p annual target (+4.8%), fully covered by EPRA earnings.

INDUSTRY OUTLOOK

Income visibility is strong, with long leases and upwards-only rents, 90% backed directly or indirectly by government bodies, little exposed to the economic cycle, or occupancy fluctuation. Health and social care planning suggests strong underlying demand for modern healthcare properties in both the UK and the Republic of Ireland.

Y/E Dec	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2020	131.2	118.0	112.4	5.7	25.7	15.6
2021	136.7	126.2	141.6	6.1	24.0	13.9
2022e	141.1	130.3	143.5	6.3	23.2	14.9
2023e	144.9	133.6	164.0	6.6	22.2	14.6

Sector: Financials

Price:	€3.65
Market cap:	€215m
Market	Xetra

Share price graph (€)

Company description

ProCredit Holding is a Germany-based group operating regional banks across SEE, EE and Ecuador. The banks focus on SMEs and private middle-income and high earners. At end-September 2021, the group's total assets stood at €7.9bn.

Price performance

%	1m	3m	12m
Actual	(3.7)	(40.2)	(57.9)
Relative*	(3.9)	(38.2)	(54.1)

* % Relative to local index

Analyst

Milosz Papst

ProCredit Holding (PCZ)

INVESTMENT SUMMARY

ProCredit (PCB) has extensive experience in supporting SMEs in emerging economies (and a strong ESG profile), with a focus on SEE and EE and banking operations in Ecuador. As the situation in Ukraine (which accounted for 12.4% of PCB's loan book at end-2021) remains difficult to predict, we temporarily refrain from issuing forecasts and a valuation for PCB. That said, we believe investors may have overreacted as PCB is trading at c 0.3x its tangible book value at end-2021 (with a potential default of PCB's Ukrainian bank more than priced in).

INDUSTRY OUTLOOK

SEE and EE saw secular GDP growth of 3–5% pa in the five years prior to COVID-19 and the IMF estimates that GDP in emerging and developing Europe was up 6.7% in 2021 (vs -1.7% in 2020). However, Russia's invasion of Ukraine has introduced macroeconomic and geopolitical uncertainty in the region: the IMF expects a 35% GDP contraction in Ukraine. PCB's in-depth, impact-oriented relationships with SME borrowers (92% of loan book at end-March 2022), prudent credit risk management and solid capital base (CET-1 ratio of 13.4% at end-March 2022) should help weather the near-term turmoil. Longer term, PCB's business should be assisted by the low banking sector penetration in the region.

Y/E Dec	Revenue (€m)	EBITDA (€m)	PBT (€m)	EPS (c)	P/E (x)	P/CF (x)
2020	201.6	N/A	52.1	70.0	5.2	N/A
2021	222.0	N/A	94.5	135.0	2.7	N/A
2022e	N/A	N/A	N/A	N/A	N/A	N/A
2023e	N/A	N/A	N/A	N/A	N/A	N/A

Sector: Alternative energy

Price:	A$0.08
Market cap:	A$42m
Market	ASX

Share price graph (A$)

Company description

Provaris is the leading developer of integrated compressed hydrogen projects for export to regional markets. It is developing a portfolio of integrated green hydrogen projects, leveraging its innovative compressed hydrogen GH2 Carrier and integrated supply chain that provides a regional solution that is simple, energy efficient and cost competitive.

Price performance

%	1m	3m	12m
Actual	(19.8)	(14.4)	(3.8)
Relative*	(15.8)	(13.6)	(5.5)

* % Relative to local index

Analyst

Andy Murphy

Provaris Energy (PV1)

INVESTMENT SUMMARY

Provaris Energy is one of the first transport companies to offer the prospect of genuinely emission-free hydrogen production and inter-regional hydrogen transport solutions. Its innovative compressed hydrogen ship design is progressing through Class approvals and is in the early stages of development targeting a construction-ready decision in 2023 and available ships for operation in 2026, serving markets into South-East Asia from Australia and within the European region from onshore supply projects, and also exciting applications in offshore energy production for hydrogen. Our scenario models suggest IRRs of between 10% and 19%.

INDUSTRY OUTLOOK

Australia is blessed with plentiful renewable energy sources (wind and solar) and a relatively limited local demand given the population. By contrast, several countries in South-East Asia have pledged to decarbonise their economies but have challenges in achieving targets given the geographies. Provaris Energy is looking to address this imbalance by transporting surplus energy in the form of green hydrogen from northern and western Australia to areas of high demand in its novel compressed hydrogen vessels. The company recently changed its name from Global Energy Ventures.

Y/E Jun	Revenue (A$m)	EBITDA (A$m)	PBT (A$m)	EPS (c)	P/E (x)	P/CF (x)
2020	1.5	N/A	(2.9)	(0.7)	N/A	N/A
2021	0.2	N/A	(3.1)	(0.7)	N/A	N/A
2022e	0.0	N/A	(6.4)	(1.3)	N/A	N/A
2023e	0.0	N/A	(7.4)	(1.3)	N/A	N/A

EDISON

Quadrise Fuels International (QFI)

Sector: General industrials

Price:	1.9p
Market cap:	£26m
Market	AIM

Share price graph (p)

Company description

Quadrise Fuels International is the innovator, supplier and global licensor of disruptive oil technology that produces a synthetic, enhanced heavy fuel oil called MSAR and a biofuel called bioMSAR. The technology provides a low cost and cleaner fuel for marine, power and industrial applications.

Price performance

%	1m	3m	12m
Actual	(16.0)	13.5	(63.8)
Relative*	(15.4)	14.1	(65.1)

* % Relative to local index

Analyst

Anne Margaret Crow

INVESTMENT SUMMARY

Quadrise's board has completed a review of the company's projects, operations and business development activities and concluded that, following positive engagement with counterparties over the past few weeks, the company is on track to achieve its commercialisation targets. Quadrise therefore intends to progress with all of its core projects as well as with the development of its biofuel (bioMSAR) and its derivatives.

INDUSTRY OUTLOOK

Following a recent meeting with MSC's executive management in Cyprus, both parties are now working to finalise an agreement covering the LONO trial programme aboard MSC container shipping vessels and the subsequent commercial framework. Quadrise expects to sign an updated material transfer and cooperation agreement with its international chemicals and mining client in Morocco very soon, ahead of an on-site trial expected to conclude early calendar Q322. Following the signature of a commercial development agreement this April, Quadrise and Valkor have commenced preparatory steps to identify target customers for MSAR and bioMSAR fuel produced in Utah.

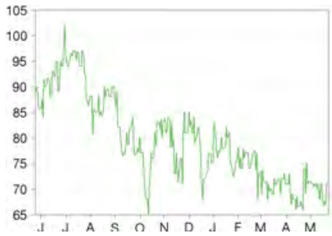
Y/E Jun	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2020	0.0	(3.0)	(3.3)	(0.32)	N/A	N/A
2021	0.0	(2.8)	(2.8)	(0.23)	N/A	N/A
2022e	N/A	N/A	N/A	N/A	N/A	N/A
2023e	N/A	N/A	N/A	N/A	N/A	N/A

Record (REC)

Sector: Financials

Price:	71.0p
Market cap:	£141m
Market	LSE

Share price graph (p)



Company description

Record is a specialist independent currency manager. It provides a number of products and services, including passive and dynamic hedging, and a range of currency for return strategies, including funds and customised segregated accounts.

Price performance

%	1m	3m	12m
Actual	(4.1)	(7.8)	(21.1)
Relative*	(3.4)	(7.4)	(23.9)

* % Relative to local index

Analyst

Andrew Mitchell

INVESTMENT SUMMARY

Record's Q422 trading update showed (March) year-end AUME of $83.1bn up 3.7% over 12 months and down 2.6% in the quarter. Net inflow was $0.8bn in Q422 and $2.4bn for the full year (3.0% of opening AUME). Other moves in Q422 were a 2.7% or $2.3bn negative market move and a $0.7bn reduction as a result of foreign exchange and scaling moves in mandates with a volatility target. We calculate that average AUME in sterling terms increased by 17.4% for FY22. Record earned performance fees of £0.5m in the quarter reflecting increased interest rate differentials in the market, which create better opportunities for enhanced passive hedging mandates to add value.

INDUSTRY OUTLOOK

The resilience in Record's AUME in a period of weakness in some markets reflects the diversity of market exposures of underlying client portfolios. Likewise, the diversity of client types may have contributed to a positive quarter for flows with no indication of a weaker trend since the period end. Indeed, since end March an existing Dynamic Hedging client has allocated a further $1bn to its mandate with a further $1bn expected to follow in H123. Record noted that, because of the scale of this mandate, the marginal fee rate will be below the existing average in this product segment. FY22 results are due 21 June.

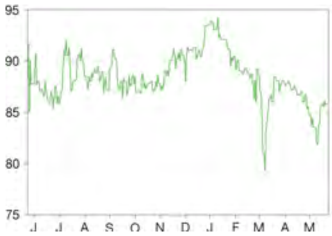
Y/E Mar	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2020	25.6	8.5	7.7	3.26	21.8	21.4
2021	25.4	7.0	6.2	2.73	26.0	20.5
2022e	35.2	12.3	11.0	4.40	16.1	13.4
2023e	39.3	12.4	11.6	4.77	14.9	14.4

EDISON

Sector: Property

Price:	85.7p
Market cap:	£442m
Market	LSE

Share price graph (p)



Company description

Regional REIT owns a highly diversified commercial property portfolio of predominantly offices located in the regional centres of the UK. It is actively managed and targets a total shareholder return of at least 10% with a strong focus on income.

Price performance

%	1m	3m	12m
Actual	(0.4)	(2.7)	(5.0)
Relative*	0.4	(2.3)	(8.4)

* % Relative to local index

Analyst

Martyn King

Regional REIT (RGL)

INVESTMENT SUMMARY

Regional REIT's (RGL) Q122 DPS was increased to 1.65p, up c 3% y-o-y. RGL typically makes three equal quarterly DPS distributions with a higher Q4 payment and our FY22 forecast remains unchanged at 6.7p (FY21: 6.5p), fully covered. Rent collection continues to be very strong and with the return to work building RGL remains positive about the future for offices, especially good quality regional assets with affordable rents. It expects an acceleration in letting vacant space to drive income and capital growth. EPRA occupancy was little changed in Q122 but annualised rent roll was reduced by disposals and refurbishment activity. Q222 reinvestment has locked in a positive yield spread (blended net initial yield on disposals of 5.9% and 8.7% on acquisitions) while average rents on lease renewals and new letting have been at a premium to previous rents and/or ERV.

INDUSTRY OUTLOOK

The commercial property market is cyclical, historically exhibiting substantial swings in capital values through cycles while income returns have been significantly more stable. Despite a deteriorating economic outlook market momentum has thus far been maintained. Despite strongly rising inflation interest rates remain relatively low and like other real assets commercial property is expected to offer a degree of inflation hedging.

Y/E Dec	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2020	53.3	42.0	(31.2)	6.5	13.2	7.7
2021	55.8	45.2	28.8	6.6	13.0	6.9
2022e	63.1	51.2	43.5	6.7	12.8	7.9
2023e	65.4	53.2	45.8	7.1	12.1	8.2

Sector: General industrials

Price:	647.0p
Market cap:	£518m
Market	LSE

Share price graph (p)

Company description

Renewi is a leading waste-to-product company in some of the world's most advanced circular economies with operations primarily in the Netherlands, Belgium and the UK. Its activities span the collection, processing and resale of industrial, hazardous and municipal waste.

Price performance

%	1m	3m	12m
Actual	(4.9)	4.2	30.7
Relative*	(4.2)	4.7	26.1

* % Relative to local index

Analyst

Toby Thorrington

Renewi (RWI)

INVESTMENT SUMMARY

Renewi's FY22 results reflect a strong performance across the group. The results came in ahead of FY21 comparatives and our FY22 forecasts. Management guided that it expects FY23 to be ahead of previous guidance. Driving this performance were price increases that outpaced inflation in waste and recyclates, coupled with volume gains (which are still below pre-COVID levels) and cost savings. There was a shift in tone, with the group now transitioning its focus on margin recovery to growth. Growth is expected to come from both organic and acquisitions. The group is targeting €60m in additional EBIT from circular innovations, continued recovery at ATM and the Renewi 2.0 programme. A further €100m in investment is planned to support this growth, and the acquisition of Paro, an Amsterdam-based commercial waste and recycling business, was announced for an enterprise value of €67m, funded from existing group facilities.

INDUSTRY OUTLOOK

The focus on the circular economy to meet net zero targets is a key investment theme for the years ahead, and Renewi is an example of the growth and improving financial results being achieved from the circular economy tailwinds. Our forecasts are under review following the FY22 results.

Y/E Mar	Revenue (€m)	EBITDA (€m)	PBT (€m)	EPS (fd) (c)	P/E (x)	P/CF (x)
2021	1693.6	159.8	47.1	44.7	17.1	2.4
2022	1869.2	183.9	105.3	97.9	7.8	3.2
2023e	N/A	N/A	N/A	N/A	N/A	N/A
2024e	N/A	N/A	N/A	N/A	N/A	N/A

EDISON

Sector: Financials

Price: 2220.0p
Market cap: £270m
Market LSE

Share price graph (p)

Company description

S&U's Advantage motor finance business lends on a simple HP basis to lower- and middle-income groups who may have impaired credit records restricting access to mainstream products. It has c 62,000 customers. The Aspen property bridging business has been developing since its launch in 2017.

Price performance

%	1m	3m	12m
Actual	(9.4)	(16.2)	(16.5)
Relative*	(8.7)	(15.8)	(19.5)

* % Relative to local index

Analyst

Andrew Mitchell

S&U (SUS)

INVESTMENT SUMMARY

In its May AGM update S&U acknowledged the geopolitical and macroeconomic background with cost-of-living pressures and low consumer confidence. However both its businesses, Advantage motor finance and Aspen property bridging, are making steady progress and achieved profit ahead of budget since the end of FY22 in January. Demand for motor and property bridging finance remain strong. Group net receivables stood at stood at £340m on 25 May compared with £295m on 19 May 2021, £322m at end FY22 and our estimate of £366m for FY23. Credit quality remains good in both businesses with Advantage payment arrears below budget and falling while, mindful of the economic background, affordability buffers are a part of the underwriting criteria. Strong collections have resulted in borrowings of £125m compared with £114m at the year end (and medium-term facilities of £180m).

INDUSTRY OUTLOOK

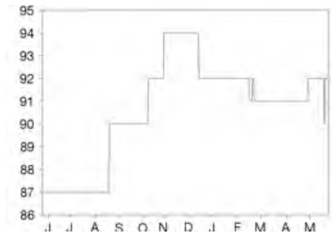
S&U currently expects to meet growth targets for the year but will focus on maintaining the quality of its loan book and service to customers. The group continues to develop both its businesses, creating a good basis for longer-term growth.

Y/E Jan	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2021	83.8	22.2	18.1	120.7	18.4	8.2
2022	87.9	51.3	47.0	312.7	7.1	N/A
2023e	95.6	44.3	39.3	262.0	8.5	N/A
2024e	105.8	48.9	42.7	267.0	8.3	942.5

Sector: General retailers

Price: 92.0p
Market cap: £92m
Market TISE

Share price graph (p)



Company description

SandpiperCI Group operates a high-quality portfolio of retail brands covering food, clothing and specialist products. It primarily operates franchise stores but also a number of its own food convenience stores. It is the leading Channel Islands retailer and is also present in Gibraltar and the Isle of Man.

Price performance

%	1m	3m	12m
Actual	N/A	N/A	N/A
Relative*	N/A	N/A	N/A

* % Relative to local index

Analyst

Sara Welford

SandpiperCI Group (SANDPI)

INVESTMENT SUMMARY

Sandpiper has been able to leverage its relationships with its franchise partners to open their brands in additional geographies: initially Gibraltar and subsequently the Isle of Man. It is a dependable operator and it owns a high-quality freehold property portfolio, valued at £67.5m in January 2022, which provides a barrier to entry for the competition. There are some opportunities for in-fill across existing geographies, but we believe that more significant long-term opportunities lie in developing into new territories and an expansion into an adjacent segment such as hospitality. The FY22 results confirmed the group's resilience, with revenues up 5.1%. Trading EBITDA was up 12% versus the prior year (which was affected by trading restrictions). Management remains confident in its outlook despite the well-documented inflationary cost pressures affecting the entire sector.

INDUSTRY OUTLOOK

Our medium-term sales growth of 3.5% for Sandpiper reflects mid-cycle consensus RPI forecasts of c 3% and modest space growth, as Sandpiper expands across its existing geographies.

Y/E Feb	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (p)	P/E (x)	P/CF (x)
2020	188.5	11.0	4.5	3.56	25.8	31.8
2021	200.4	11.3	5.1	4.09	22.5	9.8
2022e	205.2	11.8	5.3	4.25	21.6	10.2
2023e	210.4	12.1	5.3	4.27	21.5	9.1

Sector: Financials

Price: 1100.0p
Market cap: £205m
Market LSE

Share price graph (p)

Company description

Secure Trust Bank is a well-established specialist bank addressing niche markets within consumer and commercial banking.

Price performance

%	1m	3m	12m
Actual	(7.6)	(16.8)	(5.6)
Relative*	(6.9)	(16.4)	(8.9)

* % Relative to local index

Analyst

Pedro Fonseca

Secure Trust Bank (STB)

INVESTMENT SUMMARY

A key attractive feature of Secure Trust Bank (STB) is that it is a niche high-yield lender that is also diversified across the various segments. It has a track record of being nimble in responding to market changes and opportunities, which includes exiting when risk-adjusted returns are not appealing. We are forecasting 15–17% annual loan growth for FY22–23 as management sees good risk-adjusted opportunities despite the inflation uncertainty. This is backed by a strong capital base (CET1 14.5%) and good returns (forecast ROE of 10.2% and 12.3% for FY22e and FY23e respectively). In April we increased our fair value to 2,491p/share (from 2,234p) mainly due to rolling the model forward one year.

INDUSTRY OUTLOOK

Government support measures have now largely wound down but some uncertainty remains regarding the shape of the economic rebound and the rising inflation. The base economic scenario is supportive for banks with good economic growth, low unemployment and modest rise in interest rates.

Y/E Dec	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2020	166.1	N/A	19.1	81.0	13.6	N/A
2021	164.5	N/A	57.4	246.8	4.5	N/A
2022e	186.5	N/A	40.8	167.2	6.6	N/A
2023e	215.2	N/A	56.4	232.0	4.7	N/A

Sector: Technology

Price: A$0.09
Market cap: A$59m
Market ASX

Share price graph (A$)

Company description

Based in Australia, SenSen Networks is a pioneer in the field of sensor AI. Its horizontal technology platform, SenDISA, takes inputs from multiple sources, such as cameras, sensors networks, transaction data and GPS, then analyses and fuses the data to automate monotonous, laborious tasks and develop meaningful insights.

Price performance

%	1m	3m	12m
Actual	(20.9)	(27.2)	(39.3)
Relative*	(16.9)	(26.5)	(40.4)

* % Relative to local index

Analyst

Kenneth Mestemacher

SenSen Networks (SNS)

INVESTMENT SUMMARY

SenSen Networks (SNS) is an Australian-based company that applies artificial intelligence (AI) to problems that involve monitoring physical spaces. Its SenDISA product platform fuses together data from multiple sensors in real time, extracts what is relevant and then uses AI to help customers reduce costs and increase revenues. SenSen's ongoing transition to a 'pragmatic SaaS' model with higher-margin recurring revenues, the Scancam acquisition and Land Grab strategy should help maintain its recent momentum of contract wins across multiple geographies and verticals, which we expect could lead to a reduction of the valuation gap.

INDUSTRY OUTLOOK

SenSen operates in the fast-growing, global AI market, which is expected to expand at about a 43% CAGR and reach US$126bn by 2025 (source: Tractica). As it executes its 'Land Grab' strategy, SNS should benefit as AI is increasingly used in verticals that involve monitoring physical spaces and as it expands its business across multiple geographies.

Y/E Jun	Revenue (A$m)	EBITDA (A$m)	PBT (A$m)	EPS (c)	P/E (x)	P/CF (x)
2020	3.8	(2.8)	(3.7)	(0.85)	N/A	N/A
2021	5.5	(2.2)	(2.9)	(0.61)	N/A	N/A
2022e	9.3	(6.6)	(9.7)	(1.67)	N/A	N/A
2023e	16.4	(2.5)	(4.8)	(0.73)	N/A	N/A

Sector: Engineering

Price:	67.0p
Market cap:	£207m
Market	LSE

Share price graph (p)

Company description

Severfield is a leading UK structural steelwork fabricator operating across a broad range of market sectors. An Indian facility undertakes structural steelwork projects for the local market and and was expanded in FY20.

Price performance

%	1m	3m	12m
Actual	(4.0)	(4.0)	(13.8)
Relative*	(3.3)	(3.6)	(16.8)

* % Relative to local index

Analyst

Toby Thorrington

Severfield (SFR)

INVESTMENT SUMMARY

Severfield's in-line year-end update inferred that it generated two thirds of our estimated UK EBIT in H2, successfully delivering orders won in the previous 18 months or so. Notwithstanding input cost inflation, absolute levels of profitability seem to have remained robust. Severfield's Indian JV (JSSL) has also hit management expectations, including further profitable trading in H2. The UK and India both ended FY22 with record order books reflecting inflationary effects to some extent but the underlying order intake has clearly been healthy. We raised our revenue expectations by c 6% for FY22 and by over 10% for the following two years, leaving EBIT estimates and will revisit margin development when the FY22 results are announced on 15 June.

INDUSTRY OUTLOOK

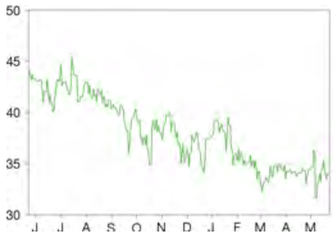
The primary strategic aim is to maintain Severfield's position as the leading UK structural steelwork supplier. The Indian JV targets similar sectors to those served in the UK; management has valued the Indian construction market at c £100bn pa, with a very low penetration of steel structures currently.

Y/E Mar	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (p)	P/E (x)	P/CF (x)
2020	327.4	33.2	28.6	7.75	8.6	7.3
2021	363.3	30.9	24.3	6.43	10.4	6.9
2022e	396.2	35.2	27.8	7.38	9.1	31.8
2023e	422.3	38.8	31.3	8.29	8.1	6.2

Sector: Industrial support services

Price:	33.8p
Market cap:	£84m
Market	LSE

Share price graph (p)



Company description

Smiths News is the UK's largest newspaper and magazine distributor with a c 55% market share covering 24,000 retailers in England and Wales. It has a range of long-term exclusive distribution contracts with major publishers, supplying a mix of supermarkets and independent retailers.

Price performance

%	1m	3m	12m
Actual	(1.6)	(2.5)	(20.4)
Relative*	(0.9)	(2.0)	(23.2)

* % Relative to local index

Analyst

Andy Murphy

Smiths News (SNWS)

INVESTMENT SUMMARY

Smiths News has successfully performed a turnaround of the business that has seen it return to a core newspaper and magazine distribution operation. While the print sector is declining, revenue is predictable and management has a clearly demonstrable cost-saving track record such that cash flow is strong and profits are broadly flat. Debt is being paid down and dividends are likely to become an increasing feature, especially now banking restrictions have been relaxed. We value the business at 81.5p, more than twice the current price.

INDUSTRY OUTLOOK

Volumes of newspaper and magazine sales have been falling at an average rate of c 5% pa for many years as first TV and radio and then online have taken over as the primary source of news consumptions by an increasingly younger audience. Cover price inflation has partially offset lost revenue, but Smiths News has had to, and continues to, cut costs repeatedly to make up the short-fall. These characteristics are likely to persist into the future.

Y/E Aug	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2020	1164.5	40.4	28.2	10.28	3.3	N/A
2021	1109.6	44.9	31.9	10.83	3.1	N/A
2022e	1065.2	41.1	30.1	9.88	3.4	N/A
2023e	1022.6	41.9	32.3	10.24	3.3	N/A

Sector: Financials

Price: 130.0p
Market cap: £1611m
Market LSE

Share price graph (p)

Company description

Supermarket Income REIT, listed on the special funds segment of the LSE, invests in supermarket property, let to leading UK supermarket operators, on long, RPI-linked leases. The investment objective is to provide an attractive level of income, with the potential for capital growth.

Price performance

%	1m	3m	12m
Actual	5.3	7.9	13.5
Relative*	6.0	8.4	9.5

* % Relative to local index

Analyst

Martyn King

Supermarket Income REIT (SUPR)

INVESTMENT SUMMARY

SUPR recently raised £300m (gross) in a substantially oversubscribed equity issue that had initially targeted £175m. Investor demand was accompanied by an increase in the availability of attractive investment opportunities. Acquisition-led growth has increased diversification and generated economies of scale. Migration to the Premium Segment of the LSE, with likely inclusion in the FTSE 250 and EPRA NAREIT indices in June, should provide access to a wider pool of investors and the attainment of an Investment Grade credit rating should increase debt funding flexibility, as equity proceeds are deployed. With 85% of rents index-linked inflation is providing a positive tailwind for SUPR and given the non-discretionary nature of most grocery sales, operators have historically benefitted also. Structural shifts to home working and online shopping add additional support to SUPR's omnichannel store focus.

INDUSTRY OUTLOOK

Supermarket property has a long record of positive total returns underpinned by stable income returns in part due to long-leases, a strong occupier covenant, and the non-cyclical nature of grocery retailing. Supermarkets have been net beneficiary of the pandemic which has boosted sales, particularly online and fulfilled by omnichannel stores.

Y/E Jun	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (p)	P/E (x)	P/CF (x)
2020	25.5	21.2	16.8	5.0	26.0	16.2
2021	46.2	38.7	36.8	5.6	23.2	19.8
2022e	69.1	57.3	56.5	6.1	21.3	20.9
2023e	80.7	68.0	61.4	6.2	21.0	19.2

Sector: Mining

Price: 89.4p
Market cap: £242m
Market AIM

Share price graph (p)

Company description

Sylvania Platinum focuses on the re-treatment and recovery of platinum group metals including platinum, palladium and rhodium.

Price performance

%	1m	3m	12m
Actual	(5.9)	(8.8)	(29.1)
Relative*	(5.2)	(8.4)	(31.6)

* % Relative to local index

Analyst

Rene Hochreiter

Sylvania Platinum (SLP)

INVESTMENT SUMMARY

Sylvania Platinum is a low-risk platinum group metals (PGM) dump retreatment company with large cash flows that could soon equal the company's current market capitalisation. Based in South Africa, country risk is limited due to the low labour complement. Sylvania's Q222 report showed good cost control with the ZAR cost per oz down 5.5% on Q1 and direct operating costs down 1.4%. If sustained, FY22 costs will be 2% lower than our forecast, indicating operating margin upside.

INDUSTRY OUTLOOK

A positive outlook is forecast for PGM prices. The outlook for platinum, iridium and ruthenium prices for the next two decades is good due to their use in the hydrogen economy. The outlook for rhodium and palladium is also good as increased loadings in gasoline autocats is scheduled in 2024 and thereafter. Large deficits in rhodium to 2028 and in palladium to 2030 due to increased autocat loadings should be balanced thereafter. For platinum we see a balanced market to 2025 but with deficits from 2028.

Y/E Jun	Revenue (US$m)	EBITDA (US$m)	PBT (US$m)	EPS (fd) (c)	P/E (x)	P/CF (x)
2020	115.0	69.0	65.0	14.3	7.8	4.4
2021	206.0	145.0	143.0	35.9	3.1	2.7
2022e	161.0	93.0	90.0	22.0	5.1	3.1
2023e	176.0	108.0	105.0	26.9	4.1	2.8

Sector: Property

Price:	116.6p
Market cap:	£723m
Market	LSE

Share price graph (p)

Company description

Target Healthcare REIT invests in modern, purpose-built residential care homes in the UK let on long leases to high-quality care providers. It selects assets according to local demographics and intends to pay increasing dividends underpinned by structural growth in demand for care.

Price performance

%	1m	3m	12m
Actual	3.2	7.8	2.6
Relative*	3.9	8.3	(1.0)

* % Relative to local index

Analyst

Martyn King

Target Healthcare REIT (THRL)

INVESTMENT SUMMARY

Acquisitions and index-linked rent uplifts continue to drive consistently positive returns. Operator rent cover and rent collection have remained robust although recently negatively impacted by a small number of homes for which asset management plans are in place while tenant operator occupancy is rebuilding. Long-term, index-linked leases, an extension of long-term fixed-rate debt, and an historical ability of operators to match inflation pressures with fee growth offer good protection against increased inflation. Available investment capital of £67m remains, all allocated to board-approved acquisitions which will contribute to full dividend cover on a fully deployed/developed basis.

INDUSTRY OUTLOOK

The care home sector is driven by demographics rather than the economy. A growing elderly population and the need to improve the existing estate point to continuing demand for new, purpose-built homes with flexible layouts and high-quality residential facilities. With its unwavering focus on asset and tenant quality, these are the homes in which Target invests, believing that 'best in class' assets, in areas with strong demand/supply characteristics, and sustainable rent levels will always be attractive to existing or alternative tenants and are key to providing sustainable, long-duration income with capital growth.

Y/E Jun	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (p)	P/E (x)	P/CF (x)
2020	44.3	N/A	23.2	5.27	22.1	24.4
2021	50.0	N/A	26.0	5.46	21.4	22.2
2022e	59.6	N/A	29.9	4.99	23.4	19.4
2023e	73.2	N/A	40.4	6.52	17.9	16.8

Sector: Technology

Price:	€3.25
Market cap:	€767m
Market	Euronext Paris

Share price graph (€)

Company description

Technicolor is a worldwide technology leader operating in the media and entertainment industry. Its activities are organised in three business segments, Production Services, DVD Services and Connected Home.

Price performance

%	1m	3m	12m
Actual	0.4	17.5	1.2
Relative*	3.7	24.5	2.3

* % Relative to local index

Analyst

Fiona Orford-Williams

Technicolor (TCH)

INVESTMENT SUMMARY

Technicolor's Q122 results showed broadly flat group revenues (at constant exchange rates) with a good step up in EBITDA as the mix shifts towards higher-margin activities and the benefits of earlier cost control exercises come through more noticeably. Management FY22 guidance is confirmed, with our forecast adjusted for a small change in accounting treatment as previously flagged. The process of spinning off the majority of Technicolor Creative Studios (TCS) to a separately quoted vehicle is on schedule for implementation in Q322, with a London capital markets day set for 14 June to showcase the two intended corporate entities. Debt refinancing is also progressing to plan.

INDUSTRY OUTLOOK

The underlying demand in both core operations remains very strong. For TCS, demand for high-quality content is robust across film, episodic and animation, with 80% of the current year pipeline booked. The industry remains beset by shortages of talent from which TCS is not immune, which is a constraint on faster growth. At Connected Home, demand for domestic broadband continues to be very good, with higher revenue growth again constrained by industry-wide component shortages.

Y/E Dec	Revenue (€m)	EBITDA (€m)	PBT (€m)	EPS (fd) (c)	P/E (x)	P/CF (x)
2020	3006.0	163.0	(46.0)	(35.73)	N/A	N/A
2021	2898.0	268.0	(6.0)	(11.42)	N/A	55.9
2022e	2975.0	375.0	89.0	31.57	10.3	3.7
2023e	3135.0	415.0	138.0	48.42	6.7	3.6

EDISON

Sector: General industrials

Price: €4.18
Market cap: €183m
Market Athens Stock Exchange

Share price graph (€)

Company description

Thrace Plastics is an established international producer of technical fabrics (approaching three-quarters of FY20 EBIT) and packaging. Each division uses a number of manufacturing processes and produces a wide range of products from polymer materials, serving a diverse range of end-markets.

Price performance

%	1m	3m	12m
Actual	(18.4)	(30.7)	(26.7)
Relative*	(9.8)	(23.5)	(26.0)

* % Relative to local index

Analyst

Andy Murphy

Thrace Plastics (PLAT)

INVESTMENT SUMMARY

As expected, FY21 revenue was strong, growing 26.1% to €428.4m. Growth slowed in the second half of the year from 50.8% in H1 to 9.1% in Q3 and 1% in Q4 as the impact of COVID-19 related PPE sales fell away. This trend continued in Q122 with revenue declining 4.6% versus very strong comparators. EBITDA fell by more than 50%, but was still comfortably ahead of Q120. These effects were previously flagged by the company. However, underlying demand appears to be robust, but inflationary pressures are strong currently.

INDUSTRY OUTLOOK

Thrace manufactures a wide range of products that are used in a variety of sectors, ranging from construction/infrastructure to horticulture and food packaging primarily in Europe and the United States. Management's high-level financial objective is to pursue profitable growth using two primary levers: increased capacity and value capture.

Y/E Dec	Revenue (€m)	EBITDA (€m)	PBT (€m)	EPS (c)	P/E (x)	P/CF (x)
2020	339.7	76.5	56.1	93.1	4.5	2.1
2021	428.4	103.8	83.9	207.0	2.0	2.1
2022e	345.6	57.8	34.5	59.1	7.1	2.7
2023e	362.1	61.5	38.2	65.5	6.4	3.2

Sector: Technology

Price: €18.60
Market cap: €36m
Market AMS

Share price graph (€)

Company description

TIE Kinetix is a Dutch IT software company delivering SaaS solutions to companies, governmental institutions and their suppliers, to help them exchange business documents electronically and simplify supply chain processes.

Price performance

%	1m	3m	12m
Actual	5.1	(10.6)	(19.8)
Relative*	8.6	(6.2)	(18.3)

* % Relative to local index

Analyst

Johan van den Hooven

TIE Kinetix (TIE)

INVESTMENT SUMMARY

TIE Kinetix is focused on 100% digitalisation of document streams in the supply chain. The company has set targets to accelerate organic growth in software-as-a-service (SaaS) revenues to 20%+ pa by FY25, with an EBITDA margin of 20%. Now fully focused on SaaS, recurring revenues are expected to increase from 80%+ to 90%+ over the next few years, further improving the predictability of its results. We value the company at €25 per share.

INDUSTRY OUTLOOK

FY22 will be a transformative year as the company is heavily investing in order to benefit from the positive market outlook. According to Gartner, 23% of supply chain leaders expect to have a digital ecosystem by 2025, up from currently 1%. Climate change is on the radar of corporates and digitalisation helps in achieving this. Estimated global market growth in e-invoicing is 25% pa until 2027. In 1H22, SaaS revenues increased 14%, while higher costs resulted in a net loss but the company is expected to quickly return to profits again in FY23.

Y/E Sep	Revenue (€m)	EBITDA (€m)	PBT (€m)	EPS (c)	P/E (x)	P/CF (x)
2020	15.6	2.3	0.1	(0.04)	N/A	12.9
2021	14.9	1.5	0.5	0.11	16909.1	12.9
2022e	14.6	(0.2)	(1.7)	(0.71)	N/A	N/A
2023e	16.6	1.9	0.4	0.14	13285.7	19.6

Tinexta (TNXT)

Sector: Media

Price:	€22.66
Market cap:	€1070m
Market	STAR

Share price graph (€)

Company description

Tinexta has four divisions: Digital Trust, solutions to increase trust in digital transactions; Credit Information & Management, services to manage credit; Innovation & Marketing Services, consulting services to help clients develop their businesses; and Cybersecurity.

Price performance

%	1m	3m	12m
Actual	(7.7)	(26.1)	(9.4)
Relative*	(6.9)	(20.7)	(6.0)

* % Relative to local index

Analyst

Russell Pointon

INVESTMENT SUMMARY

Tinexta's revenue grew by 16% y-o-y to €96.0m and adjusted EBITDA by 13% to €19.2m. In Q122, a good start to the year with continued strong organic revenue growth of 7% wth in Q122. This was further boosted by first-time contributions from acquisitions completed through FY21 and into FY22, which were also helpful to the total margin. Management reiterated its financial guidance for FY22 while recognising the greater macroeconomic and inflationary pressures than when the guidance was made earlier in the year.

INDUSTRY OUTLOOK

Tinexta is exposed to favourable growth trends including the transition to a digital world and the requirement for enhanced online security. Starting from a purely domestic Italian focus, the company is exploiting these trends internationally. In particular, given recent regulatory changes, in Digital Trust the group is leveraging its Italian expertise to expand on an EU-wide basis with a unified legal base across the region. At the same time, Tinexta is likely to make acquisitions in Italy and Europe that will further expand its addressable markets and seek cross-selling opportunities between the business units.

Y/E Dec	Revenue (€m)	EBITDA (€m)	PBT (€m)	EPS (fd) (c)	P/E (x)	P/CF (x)
2020	269.0	81.2	58.4	84.9	26.7	13.1
2021	375.4	98.7	70.4	102.0	22.2	14.8
2022e	446.8	120.9	87.0	116.2	19.5	12.5
2023e	500.2	139.8	105.5	143.3	15.8	9.6

Trackwise Designs (TWD)

Sector: Technology

Price:	65.0p
Market cap:	£24m
Market	AIM

Share price graph (p)

Company description

Trackwise Designs is a UK manufacturer of specialist products using printed circuit technology. These include a lightweight replacement for conventional wiring harnesses known as IHT and advanced PCBs: microwave and radio frequency, short flex, flex rigid and rigid multilayer products.

Price performance

%	1m	3m	12m
Actual	(12.2)	(16.7)	(72.2)
Relative*	(11.5)	(16.3)	(73.2)

* % Relative to local index

Analyst

Anne Margaret Crow

INVESTMENT SUMMARY

Trackwise raised £6.0m through an oversubscribed placing and subscription at 80p/share that was approved at a general meeting in January, plus a further £1.0m through an oversubscribed open offer, also at 80p/share, which completed in early January. The funds raised will be used primarily to provide working capital as the company prepares to support an order worth up to £54m over four years from a UK electric vehicle (EV) manufacturer. Management expects the EV programme to start ramping up in H122, backed by purchase orders for Q122 and Q222 totalling over £3.5m.

INDUSTRY OUTLOOK

In January, Trackwise announced that it expected FY21 revenues to be c £8.1m, in line with guidance it provided in December, generating an operating loss (adjusted for exceptional costs and share-based payments) of c £0.5m. We left our estimates unchanged.

Y/E Dec	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2019	2.9	0.5	0.1	0.8	81.3	19.1
2020	6.1	0.8	(0.4)	1.4	46.4	16.8
2021e	8.0	0.7	(1.0)	(1.2)	N/A	26.6
2022e	20.8	3.2	0.4	1.6	40.6	7.6

Sector: Food & drink

Price: 834.0p
Market cap: £500m
Market LSE

Share price graph (p)

Company description

Treatt provides innovative ingredient solutions from its manufacturing bases in Europe and North America, principally for the flavours and fragrance industries and multinational consumer goods companies, particularly in the beverage sector.

Price performance

%	1m	3m	12m
Actual	(21.0)	(14.2)	(30.8)
Relative*	(20.4)	(13.8)	(33.3)

* % Relative to local index

Analyst

Sara Welford

Treatt (TET)

INVESTMENT SUMMARY

Treatt's FY22 results demonstrated that the strong momentum has continued across multiple categories. As expected, FY22 has returned to more normal seasonality, and hence both margins and profits will be materially H2-weighted. The outlook remains optimistic given the strength of the order book, with significantly stronger margins expected in H2. A Capital Markets Day is taking place on 27 May 2022.

INDUSTRY OUTLOOK

Treatt has migrated its business from that of a pure supplier to the food and beverage industries to being a valued partner in the development of new ingredients. Citrus, tea, fruit and vegetable flavours, and health and wellness (mainly sugar reduction) are core areas of focus, with the latter undergoing a structural growth trend.

Y/E Sep	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (p)	P/E (x)	P/CF (x)
2020	109.0	17.9	15.8	21.3	39.2	31.8
2021	124.3	24.9	22.7	30.1	27.7	36.1
2022e	143.0	29.0	24.0	32.1	26.0	28.6
2023e	151.6	31.0	25.9	34.2	24.4	18.9

Sector: Property

Price: 88.6p
Market cap: £357m
Market LSE

Share price graph (p)

Company description

Triple Point Social Housing REIT (SOHO) invests in primarily newly built and newly renovated social housing assets in the UK, with a particular focus on supported housing. SOHO aims to provide a stable, long-term inflation-linked income with the potential for capital growth.

Price performance

%	1m	3m	12m
Actual	0.8	0.3	(15.3)
Relative*	1.5	0.8	(18.3)

* % Relative to local index

Analyst

Martyn King

Triple Point Social Housing REIT (SOHO)

INVESTMENT SUMMARY

FY21 results showed SOHO's portfolio continuing to perform well, delivering consistent returns for shareholders and generating strong, externally assessed social value. NAV per share increased 1.7% 108.3p and including DPS paid the total return was 6.6%. Adjusted 'cash' EPS was 5.14p and DPS declared was 5.2p. £60m was invested in the acquisition of 44 new properties providing 345 new homes (end-FY21: 488 and 3,424 respectively). On top of the £10m of investment commitments year-to-date, £27m of capital was available for deployment. A proposed change in investment policy will provide more flexility for this, including the ability to enter shorter leases with rent uplifts linked to central housing benefit policy as well as inflation as currently. Index-linked rents and fully fixed rate drawn debt provide significant inflation protection.

INDUSTRY OUTLOOK

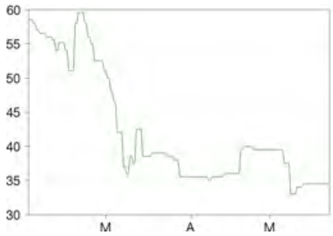
We expect private capital to remain crucial in meeting the current and future needs for care based social housing. It is widely recognised to improve lives in a cost-effective manner compared with the alternatives of residential care or hospitals.

Y/E Dec	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2020	28.9	22.3	16.6	4.61	19.2	13.1
2021	33.1	26.2	19.4	4.82	18.4	14.4
2022e	38.1	30.3	21.3	5.28	16.8	11.9
2023e	39.9	31.9	22.8	5.65	15.7	11.2

Sector: Consumer support services

Price: 34.5p
Market cap: £15m
Market AIM

Share price graph (p)



Company description

Unbound Group is the parent company for a group selling a range of brands focused on the over-55 demographic. It will build on the foundation of its main business, Hotter Shoes, to grow value through a curated multi-brand retail platform with a range of complementary products and services.

Price performance

%	1m	3m	12m
Actual	(13.8)	(37.3)	(64.2)
Relative*	(13.1)	(37.0)	(65.5)

* % Relative to local index

Analyst

Russell Pointon

Unbound Group (UBG)

INVESTMENT SUMMARY

Unbound Group's Q123 trading update to the end of April 2022 showed continuing strong momentum, with double-digit revenue growth and an improved gross margin. The update compared favourably with recent trends in the wider consumer space. Management's outlook for FY23 is unchanged despite the more challenging macroeconomic environment due to inflationary pressures. The company is making good progress with signing new partner brands to the Unbound platform, which should launch in July 2022.

INDUSTRY OUTLOOK

Unbound's structural growth drivers include: an ageing population; the 55+ demographic is the wealthiest, and has the greatest disposable income; increasing online penetration and digital literacy; increasing focus on health and wellbeing; and the core demographic is materially underserved online and offline.

Y/E Jan	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2020	85.5	10.9	0.5	N/A	N/A	N/A
2021	44.5	(6.9)	(14.3)	N/A	N/A	N/A
2022e	51.9	5.5	0.3	0.9	38.3	2.6
2023e	59.5	7.5	2.0	3.8	9.1	1.9

Sector: General industrials

Price: US$1.45
Market cap: US$30m
Market NASDAQ

Share price graph (US$)

Company description

VivoPower International's strategy is to provide sustainable energy solutions on an international scale. Key activities at present are electric vehicles, critical power, sustainable energy solutions and solar development.

Price performance

%	1m	3m	12m
Actual	5.1	(32.9)	(79.2)
Relative*	13.0	(28.6)	(78.2)

* % Relative to local index

Analyst

David Larkam

VivoPower International (VVPR)

INVESTMENT SUMMARY

VivoPower is building an integrated portfolio of activities to support the corporate decarbonisation agenda. Key is the specialist electric vehicle business, Tembo, which has been establishing global distribution agreements and has commitments for c 8,000 vehicles. This is supported by the profitable and cash generative Critical Power operations, electrical installation/integration services, in Australia. In Solar, the group has taken full control of its US operations and established a crypto mining venture.

INDUSTRY OUTLOOK

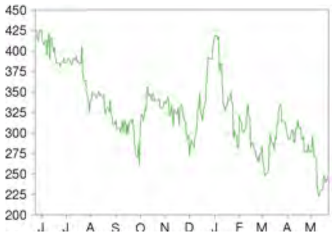
Sales declined 11% to $18.9m in H122 and operating losses widened to $7.3m (H121: $0.4m) due to COVID-19-related delays particularly in the Critical Power division where Australia remained in lockdown while other divisions such as Electric Vehicles remain in investment mode. With the opening up of Australia, performance should improve through H2 and we await news regarding financing the crypto mining venture, completion of Tembo acquisition and the Toyota development contract.

Y/E Jun	Revenue (US$m)	EBITDA (US$m)	PBT (US$m)	EPS (fd) (c)	P/E (x)	P/CF (x)
2020	48.7	3.9	(1.0)	(12.0)	N/A	4995.6
2021	40.4	(2.5)	(5.2)	(31.0)	N/A	N/A
2022e	42.3	(8.2)	(15.2)	(69.8)	N/A	N/A
2023e	60.1	(4.7)	(13.5)	(62.3)	N/A	N/A

Sector: Technology

Price:	247.0p
Market cap:	£148m
Market	AIM

Share price graph (p)



Company description

WANdisco's proprietary replication technology enables its customers to solve critical data-management challenges created by the shift to cloud computing. It has established partner relationships with leading players in the cloud ecosystem including Oracle, Amazon, IBM and Microsoft.

Price performance

%	1m	3m	12m
Actual	(10.8)	(8.5)	(41.1)
Relative*	(10.2)	(8.1)	(43.2)

* % Relative to local index

Analyst

Kenneth Mestemacher

WANdisco (WAND)

INVESTMENT SUMMARY

WANdisco's (WAND's) Q122 trading update demonstrated that the momentum we reported on earlier this year has continued, with bookings and remaining performance obligations up significantly. The company's momentum is in line with our expectation that as WAND continues its transition to a consumption-based model, it should generate more predictable revenues. This is shown by the recent growth in remaining performance obligations (up 49%). Our estimates for FY22 may be conservative, especially if WAND continues to build on its momentum, but we leave our forecasts unchanged pending the FY21 results announcement.

INDUSTRY OUTLOOK

The shift to the cloud is arguably the most significant trend in enterprise computing today. It enables enterprises to reduce the cost of storing huge and rapidly expanding datasets, while enhancing the performance of business-critical functions. By providing guaranteed consistency for these datasets, WANdisco's LiveData accelerates this shift in three ways: data migration, hybrid cloud and multi-cloud.

Y/E Dec	Revenue (US$m)	EBITDA (US$m)	PBT (US$m)	EPS (fd) (c)	P/E (x)	P/CF (x)
2019	16.2	(11.7)	(18.4)	(38.8)	N/A	N/A
2020	10.5	(22.2)	(30.4)	(57.3)	N/A	N/A
2021e	6.0	(29.2)	(37.3)	(59.3)	N/A	N/A
2022e	10.0	(24.7)	(31.8)	(50.1)	N/A	N/A

Sector: Mining

Price:	C$53.37
Market cap:	C$24095m
Market	NYSE, TSX

Share price graph (C$)

Company description

Wheaton Precious Metals is the pre-eminent ostensibly precious metals streaming company, with 30+ high-quality precious metals streaming and early deposit agreements over mines in Mexico, Peru, Canada, Brazil, Chile, the US, Argentina, Sweden, Greece, Portugal and Colombia.

Price performance

%	1m	3m	12m
Actual	(12.7)	(4.3)	(6.3)
Relative*	(10.1)	0.0	(10.0)

* % Relative to local index

Analyst

Lord Ashbourne

Wheaton Precious Metals (WPM)

INVESTMENT SUMMARY

Revenue, earnings and cash flow at Wheaton Precious Metals (WPM) all achieved new records in FY21, as a result of which it repaid all debt and approved relatively generous dividends in both Q1 and Q222. All of WPM's partners' mines have now returned to near normal operating conditions and it has concluded recent new business in the form of five new streams in as many months. Note that WPM has no exposure to assets in the former Soviet Union.

INDUSTRY OUTLOOK

Ordinarily, we believe that WPM could justify a valuation of US$55.43 or C$70.67 per share in FY23. With precious metals returning to favour however, we believe that a valuation as high as US$70.92 (C$90.41) is achievable. In the meantime, it remains cheaper than its peers on at least 72% of common valuation multiples (Edison estimates). This follows the settlement between WPM and the CRA in December 2018 which exempted WPM's international subsidiaries from Canadian tax. A recent sustainability report also highlights WPM's strong ESG credentials.

Y/E Dec	Revenue (US$m)	EBITDA (US$m)	PBT (US$m)	EPS (fd) (c)	P/E (x)	P/CF (x)
2020	1096.2	763.8	503.2	112.0	37.0	23.7
2021	1201.7	852.7	592.1	131.0	31.7	21.9
2022e	1334.7	959.7	661.9	143.0	29.0	18.9
2023e	1556.9	1144.7	830.2	179.0	23.2	16.3

Sector: Technology

Price:	3435.0p
Market cap:	£678m
Market	LSE

Share price graph (p)

Company description

XP Power is a developer and designer of power control solutions with production facilities in China, Vietnam and the United States, and design, service and sales teams across Europe, the United States and Asia.

Price performance

%	1m	3m	12m
Actual	(1.9)	(21.8)	(30.7)
Relative*	(1.1)	(21.4)	(33.1)

* % Relative to local index

Analyst

Katherine Thompson

XP Power (XPP)

INVESTMENT SUMMARY

XP's Q122 trading update confirms demand has remained strong across the board, with order intake up 39% y-o-y and the order book reaching c £260m at the end of Q122, up from £216m at the end of FY21. Ongoing supply chain issues limited the amount of product that could be shipped in the quarter, with revenue up 8% y-o-y. We have revised our forecasts to take account of supply chain headwinds and the recent US legal case, reducing our normalised diluted EPS forecast by 7.1% for FY22 and 4.2% for FY23.

INDUSTRY OUTLOOK

XP supplies three end-markets: healthcare, industrial technology and semiconductor manufacturing, across Europe, North America and Asia. The industrial technology segment is relatively fragmented, but the company sees demand across various applications. The healthcare business continues to gain market share, with corporate approvals from the major suppliers in place. The semiconductor segment is the most cyclical, tracking the capex requirements of semiconductor manufacturers.

Y/E Dec	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (fd) (p)	P/E (x)	P/CF (x)
2020	233.3	56.8	44.3	198.4	17.3	11.7
2021	240.3	55.5	43.8	176.3	19.5	12.1
2022e	260.2	61.5	47.0	189.2	18.2	10.9
2023e	282.2	70.2	54.6	220.0	15.6	9.6

Sector: Media

Price:	1105.0p
Market cap:	£1231m
Market	AIM

Share price graph (p)

Company description

YouGov is an international research data and analytics group. Its data-led offering supports and improves a wide spectrum of marketing activities of a customer base including media owners, brands and media agencies. It works with some of the world's most recognised brands.

Price performance

%	1m	3m	12m
Actual	(14.8)	(11.6)	(1.3)
Relative*	(14.2)	(11.2)	(4.9)

* % Relative to local index

Analyst

Fiona Orford-Williams

YouGov (YOU)

INVESTMENT SUMMARY

YouGov's H122 results showed impressive underlying revenue growth of 25%, led by strong progress in Data Products and Custom Research, with the US and Europe the best-performing regions. Sales momentum has continued in H222 and FY22 results are expected to be slightly ahead of earlier guidance. We increased our revenue forecasts by £5m for FY22 and FY23, keeping our operating margin assumptions unchanged (raise in gross margin offset by higher costs). As with other high-growth stocks, the share price has retrenched over the year to date but the shares retain their premium rating, reflecting management's ambitious growth aspirations.

INDUSTRY OUTLOOK

The group is making good progress across all geographies, but notably in the key US market. The increasing regulatory emphasis on data privacy and the forthcoming changes to third-party cookie usage (despite the delay) highlight the benefits and value inherent in actively permissioned, first-party data. YouGov's developments, particularly those such as YouGov Safe, sit well in this shifting environment.

Y/E Jul	Revenue (£m)	EBITDA (£m)	PBT (£m)	EPS (p)	P/E (x)	P/CF (x)
2020	152.4	39.2	24.7	15.7	70.4	30.7
2021	169.0	45.9	30.5	17.6	62.8	21.4
2022e	215.0	58.1	41.4	24.6	44.9	19.7
2023e	255.0	71.1	53.4	32.7	33.8	16.8

Edison dividend list

Company name	FY0 period end	Currency	DPS FY0	DPS FY1	DPS FY2
4imprint Group	2021/12	USD	45.00	80.00	95.00
Canacol Energy	2021/12	USD	0.21	0.21	0.22
Cenkos Securities	2021/12	GBP	4.25		
Centaur Media	2021/12	GBP	1.00	1.00	1.40
Cohort	2021/04	GBP	11.10	12.20	13.40
discoverIE Group	2021/03	GBP	10.20	10.80	11.20
Endeavour Mining	2021/12	USD	56.00	62.00	70.00
Epwin Group	2021/12	GBP	4.10	4.20	4.50
Esker	2021/12	EUR	55.00	60.00	65.00
Games Workshop Group	2021/05	GBP	235.00	250.00	251.00
GB Group	2021/03	GBP	6.40	3.50	3.60
Genuit Group	2020/12	GBP	4.80	12.00	13.00
Greggs	2021/12	GBP	97.00	59.00	61.10
Helios Underwriting	2020/12	GBP	3.00	3.00	3.00
Hellenic Petroleum	2021/12	EUR	40.00	31.00	31.00
Impact Healthcare REIT	2021/12	GBP	6.40	6.50	6.80
Jersey Electricity	2020/09	GBP	16.50	17.30	18.20
Lookers	2021/12	GBP	2.50	3.00	3.30
Norcros	2021/03	GBP	8.20	9.00	9.80
Numis Corporation	2021/09	GBP	13.50	14.00	
Ocean Wilsons Holdings	2021/12	USD	70.00	70.00	70.00
OTC Markets Group	2021/12	USD	216.00	216.00	216.00
Palace Capital	2021/03	GBP	10.50	13.25	14.00
Pan African Resources	2021/06	USD	1.27	1.18	2.19
Phoenix Spree Deutschland	2021/12	EUR	7.50	7.50	7.50
Primary Health Properties	2021/12	GBP	6.20	6.50	6.80
Record	2021/03	GBP	2.30	3.80	4.40
Renewi	2021/03	EUR	0.00	0.00	17.90
Secure Trust Bank	2021/12	GBP	61.10	41.80	58.00
Severfield	2021/03	GBP	2.90	3.10	3.30
Supermarket Income REIT	2021/06	GBP	5.86	5.94	6.10
Target Healthcare REIT	2021/06	GBP	6.72	6.76	6.86
The MISSION Group	2021/12	GBP	2.40		
Thrace Plastics	2021/12	EUR	4.60	4.60	4.60
Treatt	2021/09	GBP	7.50	8.00	8.50
Wheaton Precious Metals	2021/12	USD	57.00	62.00	74.00
YouGov	2021/07	GBP	6.00	7.50	10.00

Company	Sector	Most recent note	Date published
1Spatial	Software & comp services	Flash	11/05/22
4iG	IT services	Update	06/04/22
4imprint Group	Media	Update	09/05/22
AAC Clyde Space	Aerospace & defence	Update	24/02/22
abrdn Asian Income Fund	Investment companies	Investment company review	03/05/22
Aberdeen Diversified Inc & Growth Trust	Investment companies	Investment company review	20/08/21
abrdn Latin American Income Fund	Investment companies	Investment company review	28/02/22
Aberdeen New Thai Investment Trust	Investment companies	Investment company review	29/01/21
abrdn UK Smaller Cos Growth Trust	Investment companies	Investment company review	03/05/22
Accsys Technologies	General industrials	Flash	26/05/22
Agronomics	Investment companies	Investment company update	22/03/22
Alkane Resources	Metals & mining	Update	16/11/21
Alphamin Resources	Metals & mining	Update	13/04/22
Applied Graphene Materials	Tech hardware & equipment	Update	06/04/22
ArborGen	Basic materials	Update	23/06/21
Arcane Crypto	TMT	Update	16/03/22
Atlantis Japan Growth Fund	Investment companies	Investment company review	27/01/22
Attica Bank	Banks	Update	09/09/21
Auriant Mining	Metals & mining	Update	16/12/21
Axiom European Financial Debt Fund	Investment companies	Investment company review	17/11/21
Baillie Gifford China Growth Trust	Investment companies	Investment company review	04/05/21
Baillie Gifford US Growth Trust	Investment companies	Initiation	01/10/21
Baker Steel Resources Trust	Investment companies	Investment company update	04/02/22
BayWa	Consumer staples	Update	19/01/21
BB Biotech	Investment companies	Investment company review	01/03/21
bet-at-home	Travel & leisure	Outlook	16/05/22
BioPharma Credit	Investment companies	Investment company update	16/03/22
Biotech Growth Trust (The)	Investment companies	Investment company review	01/04/22
BlackRock Greater Europe Inv. Trust	Investment companies	Investment company update	07/04/22
BlackRock Latin American Inv. Trust	Investment companies	Investment company review	03/03/22
BlackRock Sustainable American Income Trust	Investment companies	Initiation	25/05/22
Bloc Ventures	Venture capital	Update	15/12/21
BluGlass	Tech hardware & equipment	Update	28/03/22
Boku	Software & comp services	Outlook	05/04/22
Borussia Dortmund	Travel & leisure	Update	17/05/22
Braemar Shipping Services	Industrial support services	Initiation	23/05/22
Brunner Investment Trust (The)	Investment companies	Investment company review	04/03/22
Canacol Energy	Oil & gas	Outlook	25/05/22
Canadian General Investments	Investment companies	Investment company review	12/05/22
Carr's Group	Food & drink	Update	20/04/22
Cenkos Securities	Financial services	Update	30/03/22
Centaur Media	Media	Update	16/03/22
CentralNic Group	Software & comp services	Flash	25/05/22
Channel Islands Property Fund	Investment companies	Initiation	04/11/21
Checkit	Software & comp services	Update	28/04/22
CI Games	Video games	Flash	03/02/22
Civitas Social Housing	Real estate	Update	17/02/22
Claranova	Software & comp services	Update	20/05/22
CLIQ Digital	Media	Update	06/05/22
Cohort	Aerospace & Defence	Update	16/12/21
CoinShares International	Financials	Update	17/03/22
Coro Energy	Oil & gas	Flash	03/04/20
Custodian REIT	Property	Update	23/05/22
CVC Credit Partners European Opps	Investment companies	Investment company update	02/03/22
Datatec	IT services	Flash	25/05/22
Dentsu Group	Media	Update	18/05/22

Company	Sector	Most recent note	Date published
Deutsche Beteiligungs	Investment companies	Investment company update	26/05/22
discoverIE Group	Electronics & electrical	Update	19/04/22
Diverse Income Trust (The)	Investment companies	Investment company review	21/02/22
Doctor Care Anywhere Group	Healthcare equipment &	Update	25/04/22
Ebiquity	Media	Flash	01/04/22
Electra Private Equity	Investment companies	Investment company review	02/12/21
EMIS Group	Software & comp services	Update	22/03/22
EML Payments	Software & comp services	Update	03/05/22
Endeavour Mining	Metals & mining	Update	17/05/22
Ensurge Micropower	Tech hardware & equipment	Flash	10/05/22
Epwin Group	Industrials	Update	19/04/22
EQS Group	Media	Update	12/04/22
Esker	Technology	Update	21/04/22
European Assets Trust	Investment companies	Investment company review	29/03/22
European Opportunities Trust	Investment companies	Investment company review	28/03/22
Evolva	Food & beverages	Update	18/05/22
Expert.ai	Technology	Update	05/10/21
Fidelity Emerging Markets	Investment companies	Initiation	17/12/21
Filtronic	Tech hardware & equipment	Update	08/02/22
Finsbury Growth & Income Trust	Investment companies	Investment company review	21/02/22
Foresight Solar Fund	Investment companies	Investment company review	08/11/21
Foxtons Group	Financial services	Update	25/04/22
Fundsmith Emerging Equities Trust	Investment companies	Investment company review	17/11/21
Games Workshop Group	Consumer goods	Update	24/03/22
GB Group	Technology	Update	21/04/22
Genuit Group	Building & construction	Update	02/12/21
Georgia Capital	Investment companies	Investment company update	05/01/22
Global Energy Ventures	Industrial support services	Update	19/11/21
Greggs	Food & drink	Update	17/05/22
Gresham House	Financials	Initiation	04/05/22
Gresham House Energy Storage Fund	Investment companies	Investment company update	28/04/22
Gresham House Strategic	Investment companies	Investment company review	08/10/20
Hansa Investment Company	Investment companies	Investment company review	06/05/21
HBM Healthcare Investments	Investment companies	Investment company review	25/05/22
Helios Underwriting	Insurance	Initiation	24/02/22
Hellenic Petroleum	Oil & gas	Flash	16/05/22
Henderson Far East Income	Investment companies	Investment company update	09/05/22
Henderson International Income Trust	Investment trusts	Investment company update	17/01/22
Henderson Opportunities Trust	Investment trusts	Investment company review	30/11/21
HgCapital Trust	Investment companies	Investment company review	16/05/22
Hostmore	Travel & leisure	Update	26/01/22
Impact Healthcare REIT	Real estate	Outlook	09/05/22
Invesco Asia Trust	Investment companies	Investment company review	29/03/22
IQE	Tech hardware & equipment	Outlook	27/01/22
Jersey Electricity	Industrials	Outlook	03/06/21
JPMorgan European Discovery Trust	Investment companies	Initiation	14/03/22
JPMorgan Global Growth & Income	Investment companies	Investment company review	22/10/21
Jupiter UK Growth Investment Trust	Investment trusts	Investment company review	13/05/19
KEFI Gold and Copper	Mining	Outlook	17/03/22
Kendrion	Industrial engineering	Update	05/05/22
Lepidico	Metals & mining	Update	16/02/22
Lithium Power International	Metals & mining	Update	04/05/22
Lookers	General retailers	Update	11/04/22
Lowland Investment Company	Investment companies	Investment company review	07/04/22
LXi REIT	Real estate	Outlook	23/03/22
Manx Financial Group	Banking	Flash	17/05/22

Company	Sector	Most recent note	Date published
Martin Currie Global Portfolio Trust	Investment companies	Investment company review	13/01/22
MeaTech	Consumer	Update	29/03/22
Melrose Industries	Industrials	Update	17/05/22
Merchants Trust (The)	Investment companies	Investment company review	23/03/22
Mercia Asset Management	Investment companies	Flash	06/01/22
Mirriad Advertising	Media	Update	12/05/22
Molten Ventures	Listed venture capital	Flash	29/04/22
Murray Income Trust	Investment companies	Investment company update	20/05/22
Murray International Trust	Investment companies	Investment company review	31/03/22
Mynaric	Technology	Initiation	30/10/20
Mytilineos	General industrials	Flash	16/05/22
Nanoco Group	Tech hardware & equipment	Flash	17/05/22
NB Private Equity Partners	Investment companies	Investment company update	29/11/21
Newmont Corporation	Metals & mining	Update	17/05/22
Norcros	Construction & materials	Update	17/05/22
Numis Corporation	Financial services	Outlook	10/05/22
Ocean Wilsons Holdings	Investment companies	Outlook	11/05/22
OPAP	Travel & leisure	Outlook	05/05/22
OPG Power Ventures	Utilities	Update	05/04/22
OTC Markets Group	Financial services	Outlook	23/03/22
Palace Capital	Real estate	Update	08/04/22
Pan African Resources	Metals & mining	Update	08/04/22
Pan American Silver	Metals & mining	Update	18/05/22
paragon	General industrials	Update	27/11/19
PB Holding	Automobiles & parts	Update	23/03/22
Phoenix Spree Deutschland	Real estate	Outlook	12/05/22
Picton Property Income	Property	Update	04/04/22
PIERER Mobility	Automobiles & parts	Update	19/01/22
Portobello	Retail	Initiation	12/04/22
Premier Miton Global Renewables Trust	Investment companies	Investment company review	11/03/22
Primary Health Properties	Property	Update	29/04/22
Princess Private Equity Holding	Investment companies	Investment company update	07/03/22
ProCredit Holding	Banks	Update	05/04/22
Quadrise Fuels International	Alternative energy	Flash	12/04/22
Raven Property Group	Property	Outlook	09/09/21
Record	Financials	Update	27/04/21
Regional REIT	Real estate	Update	04/04/22
Renewi	Industrial support services	Flash	25/05/22
Riverstone Credit Opportunities Income	Investment companies	Investment company outlook	29/04/22
Rock Tech Lithium	Metals & mining	Update	18/12/20
Round Hill Music Royalty Fund	Investment companies	Investment company review	23/11/21
RTW Venture Fund	Investment companies	Investment company update	12/04/22
S&U	Financials	Outlook	01/04/22
SandpiperCI Group	Retail	Update	21/05/21
Schroder AsiaPacific Fund	Investment companies	Initiation	24/11/21
Secure Trust Bank	Financials	Flash	17/05/22
Securities Trust of Scotland	Investment companies	Investment company update	13/12/20
SenSen Networks	Software & comp services	Update	03/05/22
Seraphim Space Investment Trust	Investment companies	Initiation	04/04/22
Severfield	Construction & materials	Update	28/04/22
Silver One Resources	Metals & mining	Update	12/10/21
S Immo	Real estate	Update	02/09/21
Smiths News	Industrial support services	Update	08/11/21
Standard Life Private Equity Trust	Investment companies	Investment company review	23/02/22
Supermarket Income REIT	Property	Outlook	21/03/22
Sylvania Platinum	Metals & mining	Update	06/05/22

Company	Sector	Most recent note	Date published
SynBiotic	Consumer	Update	06/12/21
Target Healthcare REIT	Property	Update	23/05/22
Technicolor	Media	Update	12/05/22
Templeton Emerging Markets Inv Trust	Investment companies	Investment company review	13/01/22
Tetragon Financial Group	Investment companies	Investment company update	15/12/21
The Bankers Investment Trust	Investment trusts	Investment company review	15/02/22
The European Smaller Companies Trust	Investment companies	Investment company review	03/12/21
The Law Debenture Corporation	Investment trusts	Investment company review	25/02/22
The MISSION Group	Media	Update	20/01/21
Thrace Plastics	General industrials	Update	06/12/21
TIE Kinetix	Software & comp services	Update	18/05/22
Tinexta	Professional services	Update	18/05/22
Trackwise Designs	Tech hardware & equipment	Outlook	13/01/22
Treatt	Basic industries	Update	12/05/22
Triple Point Social Housing REIT	Real estate	Outlook	04/05/22
UIL	Investment companies	Investment company review	08/11/21
Unbound Group	Retail	Update	16/05/22
Utilico Emerging Markets Trust	Investment companies	Investment company review	16/03/22
Vietnam Enterprise Investments	Investment companies	Investment company review	21/03/22
VietNam Holding	Investment companies	Investment company review	08/02/22
VinaCapital Vietnam Opportunity Fund	Investment companies	Investment company review	22/04/22
VivoPower International	General industrials	Update	28/02/22
WANdisco	Technology	Flash	11/04/22
Wheaton Precious Metals	Metals & mining	Update	05/05/22
Witan Investment Trust	Investment companies	Investment company update	24/03/22
Worldwide Healthcare Trust	Investment companies	Investment company review	27/01/22
XP Power	Electronic & electrical	Update	14/04/22
YOC	TMT	Flash	28/01/22
YouGov	Media	Update	22/03/22

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