

SPONSORED RESEARCH / COMPANY SNAPSHOT

18 September 2020

CHARGEURS

Holding Companies / France

ALPHAVALUE
CORPORATE SERVICES

Now pursuing organic growth ambitions

Pros

- Chargeurs is focusing on no-nonsense profitable growth "à la Danaher", i.e. the small holding company is akin to a small industrial conglomerate
- The main business, Protective Films, has a remarkable FCF potential as the need for quality in industrial processes is so ubiquitous
- Chargeurs is managed as a tight ship but will not hesitate to invest in competence. This does not hurt a dividend-friendly policy

Cons

- The firm is small in absolute terms and may fall below most investors' radars
- Preparing long-term growth through opex efforts and through well thought out acquisitions takes time
- While Chargeurs' CEO has gained a large majority control of Columbus, the 30% controlling shareholder, in early 2019 which is good news for minorities, the detailed ownership of Columbus remains unknown

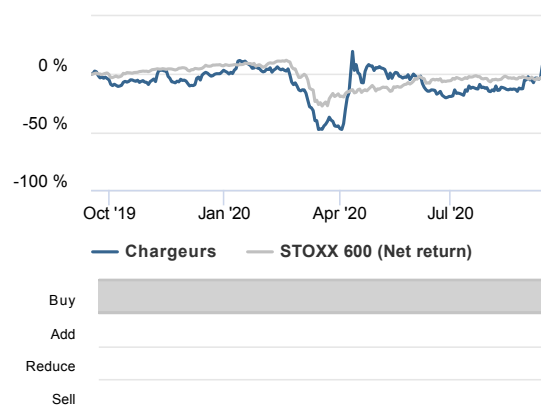
Key Figures	12/18A	12/19A	12/20E	12/21E	12/22E
Adjusted P/E (x)	16.8	27.5	11.2	27.6	22.8
Dividend yield (%)	3.46	2.21	3.57	3.41	3.68
EV/EBITDA(R) (x)	9.08	9.32	6.81	9.37	7.60
Adjusted EPS (€)	1.15	0.66	1.70	0.69	0.84
Growth in EPS (%)	5.56	-42.6	157	-59.3	21.0
Dividend (€)	0.67	0.40	0.68	0.65	0.70
Sales (€M)	573	626	812	637	695
Underlying operat. profit margin (%)	8.55	6.61	8.29	6.46	7.79
Attributable net profit (€M)	26.6	15.1	38.8	15.9	19.4
ROE (after tax) (%)	11.4	6.42	14.3	4.83	5.21
Gearing (%)	17.6	51.9	51.2	48.5	42.6

Buy

Upside : 49.8%

Price (€)	19.0
Target Price (€)	28.5
Momentum	+ +
Market Cap (€M)	460
Enterprise Value (€M)	593
High/Low (12M)	€ 8.48/19.5
BBG : CRI FP	RIC : CRIP.PA
Credit Risk & outlook	BBB ↘
Fundamental Strength	2 /10
Governance score	6.1 /10

Price relative to index & historical opinion



Performances (%)	1m	3m	12m
Absolute	34.7%	35.5%	16.9%

Analyst :

Jorge Velandia
+33 (0) 1 70 61 10 50
otherfinancials@alphavalue.eu



Conflicts of interest

Corporate broking	No
Trading in corporate shares	No
Analyst ownership	No
Advice to corporate	No
Research paid for by corporate	Yes
Corporate access	No
Brokerage activity at AlphaValue	No
Client of AlphaValue Research	Yes