

# Company Alert

Hypoport

## Results Preview: Q2 should bring the turnaround

COMPANY



**HYPOPORT**  
THE FINANCE INTEGRATOR

RATING

**HOLD** (UNCHANGED)

TARGET PRICE

**7 EUR** (UNCHANGED)

HIGHLIGHTS

- The strong transaction volumes on the EUROPACE platform (+25% in Q2 y-o-y) indicate an increase in sales

We expect an improved market environment translating into double-digit sales growth of 13% to EUR 12.5m in Q2/10. Hypoport already announced a 25% increase in transaction volumes to EUR 3.95bn on its EUROPACE platform in Q2. Therefore, the revenue growth is expected to be mainly driven by Hypoport's main business lines Financial Service Providers and Private Clients. The latter should have also been a beneficiary of the market recovery.

We estimate an EBIT of EUR 0.8m after a break even in Q2/09 and an operating loss of EUR -1.1m in Q1/10. The net profit is expected to be also in the black (EUR 0.4m) which would indicate a recovery in Hypoport's business and a return to profitability.

in EUR m	Q2/2010	delta %	Consensus	6M/2010	delta %	Consensus
Sales	14.1	13.0	n.a.	26.2	4.2	n.a.
EBIT	0.8	n/m	n.a.	-0.3	n/m	n.a.
Net profit	0.4	n/m	n.a.	-0.8	n/m	n.a.
EPS (in EUR)	0.07	n/m	n.a.	-0.12	n/m	n.a.

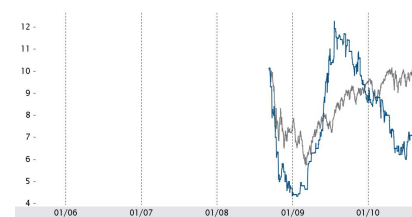
Source: Hypoport, LBBW Research

+++ Reuters: HYQGn +++ Bloomberg: HYQ GY +++

Current Price (XETRA (Germany); 2010-08-04; 05:25 pm) .....6.90 EUR  
**CLOSING PRICE (2010-08-04): ..... 6.90 EUR**  
 EXPECTED PERFORMANCE:..... 1.4%  
 MARKET CAPITALIZATION:..... 42.29 EUR m  
 ENTERPRISE VALUE:..... 52.70 EUR m  
 NUMBER OF SHARES:.....6.13 m  
 FREE FLOAT:..... 36.0 %  
 INDEX (WEIGHT):..... PRIME ALL SHARE (0 %)  
 AVG. DAILY TRADEVOL.: ..... 818  
 ISIN:.....DE0005493365  
 SECTOR: ..... Financial Services

KEY DATA (DEC)	2010E	2011 E	2012E
Sales (EUR m)	52.9	56.1	60.8
EBITDA (EUR m)	4.6	5.6	8.1
EBIT (EUR m)	0.2	1.1	3.5
Net profit (EUR m)	-0.5	0.2	1.8
FCF (EUR m)	-3.3	-1.9	0.1
FCF yield	-7.8 %	-4.5 %	0.2 %
EPS (EUR)	-0.08	0.03	0.29
DPS (EUR)	0.00	0.00	0.00
EV / Sales (x)	1.0	0.9	0.9
EV / EBITDA (x)	11.5	9.3	6.5
EV / EBIT (x)	263.5	45.8	15.1
P / E (x)	n.m.	230.0	23.8
P / BV (x)	1.82	1.81	1.68
Dividend yield	0.0 %	0.0 %	0.0 %

PRICE PERFORMANCE



Source: Hypoport, LBBW Research, Thomson Reuters

UPCOMING EVENTS

August 13-10 First half report



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# Appendix-1

1/2

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## Appendix-1

2/2

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<b>Hold:</b>	We take a neutral view on the stock and, based on a time horizon of up to 12 months, do not recommend either a Buy or Sell.
<b>Under review:</b>	The rating is currently updated.
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Percentage of companies within this rating category

<b>Buy:</b>	54,6%
<b>Sell:</b>	9,7%
<b>Hold:</b>	32,8%
<b>Under review:</b>	1,7%
<b>Suspended:</b>	1,3%

**Notes:** Rating definitions prior to 6th April, 2009 were:

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