

Closing share Price (04/05/2022)

EUR 75.50

Target valuation range

EUR 79.00 - 96.00

Risk	Low
Reuters	LUX.LU
Bloomberg	LXMP LX
Shares number (m)	20.10
Market cap. (m)	1,517
NAV 04/05/2022	102.79
(Discount)/Premium	-25.1%
1 year price perf.	23.8%
Diff. with Euro Stoxx	27.7%
Volume (sh./day)	1,378
H/L 1 year	79.50 - 54.50
Free Float	24.1%
Foyer Finance	50.4%
Sofina Group	6.1%
Stable Shareholders	16.6%
Treasury Shares	2.8%

Company description

Luxempart is a Luxembourg based investment holding company with more than 25 years of existence. Luxempart invests in several European countries, mainly in the DACH region, Luxembourg, Belgium, France and Northern-Italy.



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Luxempart

Streamlining of portfolio continues

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Divestment of majority stake in eduPRO

- Luxempart announced that it will divest its 60% stake in eduPRO, a leading Austrian-German education group active in adolescent and adult-training programmes. It mainly offers vocational education in own classrooms and workshops promoted by government programmes. The group operates under different brands mainly in Austria (ipcenter, Weidinger & Partner) and Germany (Mikro Partner, bb Gesellschaft für Beruf und Bildung).
- The stake will be sold to Invision, a leading Swiss investment company focused on succession solutions and growth financing in the DACH region. Invision will pursue the growth strategy of eduPRO together with the existing management team.
- This divestment is in line with Luxempart's strategy to further streamline its portfolio towards 20 lines by 2023 (33 at the end of 2021). In the annual report, Luxempart had already mentioned that several exit processes were ongoing. Most likely, eduPRO was one of them.

Resilient multiples in private markets imply profitable exit

- Luxempart will generate a high money multiple and an IRR significantly exceeding its long-term objectives (>12-15%). No further financial details were disclosed.
- Despite there not being any additional financial information, we believe Luxempart will have received an interesting multiple for the stake. On one hand because it is a majority stake but also because private markets have proven to be resilient. Even considering the current volatile environment related to the Russia-Ukraine conflict, multiples have remained rather high in the private segment, which has become significantly more expensive than public markets. We therefore believe that this divestment will have been at an attractive valuation.
- We reiterate our valuation range of EUR 79-96 p/s which provides 5-27% upside.

EUR	12/18	12/19	12/20	12/21	-	-	-
End FY Price	50.50	53.00	49.00	74.50	-	-	-
End FY NAV	70.09	78.40	85.11	107.80	-	-	-
End FY Discount	-27.9%	-32.4%	-42.4%	-30.9%	-	-	-
EPS	3.44	10.31	7.80	24.81	-	-	-
Cash EPS	-	-	-	-	-	-	-
Div.	1.41	1.48	1.60	1.80	-	-	-
Y/Y	5.0%	5.2%	8.1%	12.5%	-	-	-
Payout	40.9%	14.4%	20.5%	-	-	-	-
Yield	2.9%	2.8%	3.3%	2.4%	-	-	-

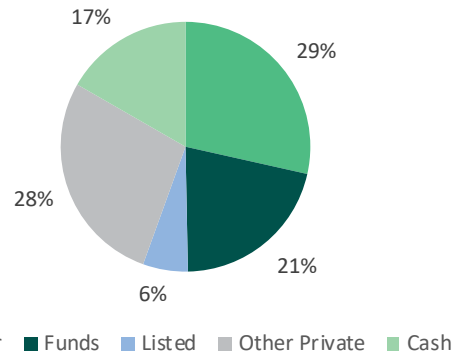
Share details Luxempart

Share Price	76.00
NAV	102.8
Prem/(Disc)	-25.1%
Target	-15%
Dividend	1.80
Yield	2.4%
Target range	EUR 79-96

Last updated

04/05/2022

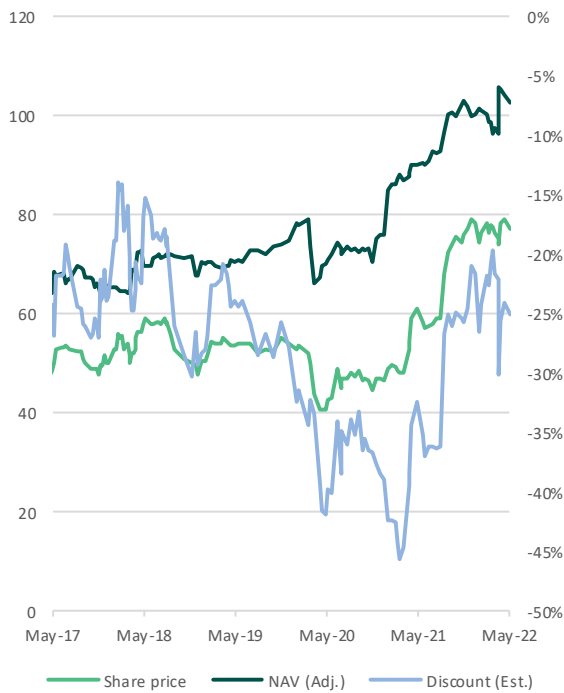
NAV distribution



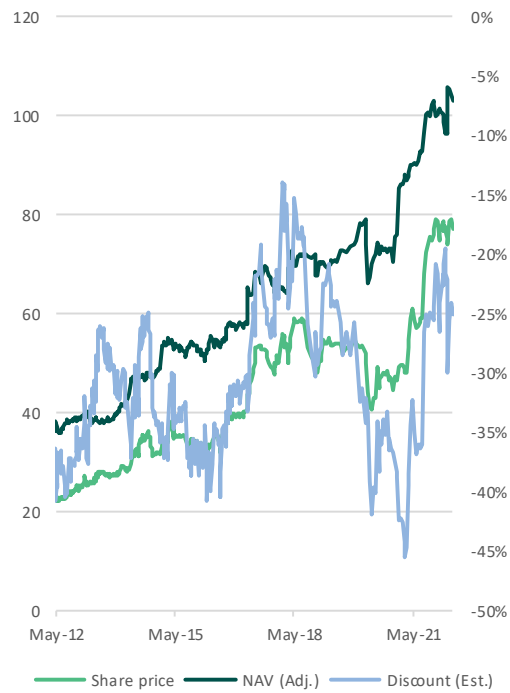
Historic discount average

5Y average	-27.6%
10Y average	-31.7%

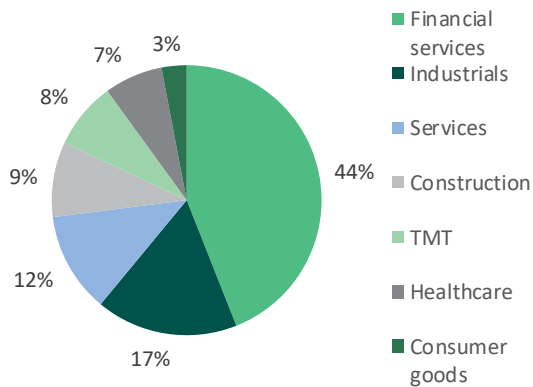
5Y Share Price / NAV / Discount evolution



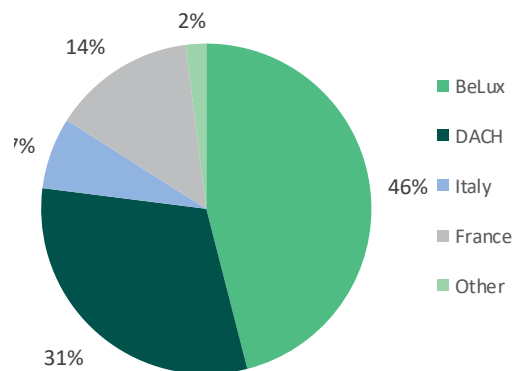
10Y Share Price / NAV / Discount evolution



Sector distribution direct investments



Geographical distribution direct investments



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Report completion and updates

This report was first disseminated by Degroof Petercam on 5 May 2022 08:02 CET

Valuations are continuously reviewed by the analyst and will be updated and/or refreshed regularly. The rationale behind a change in target valuation will be explained in such a refresher/update.

An overview of the research published on this company can be found on our website: <https://www.degroofpetercam.com/en-be/commissioned-research>
This website will also give you access to all of the commissioned research reports that have been disseminated during the preceding 12-month period.

This report has not been reviewed by the company prior to publication.

The report has been reviewed by Kris Kippers, Equity Analyst.

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