

Company Alert

Hypoport

Results Preview: Q4 figures might not be inspiring

COMPANY



HYPOPORT
THE FINANCE INTEGRATOR

RATING
HOLD (UNCHANGED)

TARGET PRICE
11 EUR (UNCHANGED)

HIGHLIGHTS

- Transaction volumes on the EUROPACE platform dipped by 22% in Q4/09
- We expect the Q4/09 results to be slightly in the red
- A reduction of our EPS is likely

Significantly lower revenues from Financial Service Providers: Hypoport already announced a 12% decline in transaction volumes (EUR 12.9 bn) on its EUROPACE platform in 2009. This reflects only a transaction volume of EUR 3.0 bn (-22%) in Q4/09 due to the weakness of some of its major product providers. Therefore, we calculate a 24% reduction in revenues to EUR 2.1m from Hypoport's second largest business unit Financial Service Providers. Revenues from the main business unit Private Clients are expected to be broadly unchanged at EUR 6.7m. In total, we estimate 22% lower revenues in Q4/09.

The EBIT might be negative because we do not expect that the initiated cost savings can compensate for the decline in revenues. Thus, we expect a rather disappointing quarter for Hypoport.

Our estimates look ambitious, therefore it is likely that we cut our EPS and lower our target price.

in EUR m	Q4/2009	delta %	Consensus	12M/2009	delta %	Consensus
Sales	12.6	-20.2	n.a.	50.1	-4.9	n.a.
EBIT	-0.5	n/m	n.a.	0.9	-82.0	n.a.
Net profit	0.01	-83,3	n.a.	0.1	n.m.	n.a.
EPS (in EUR)	0.02	-85.1	n.a.	0.01	n.m.	n.a.

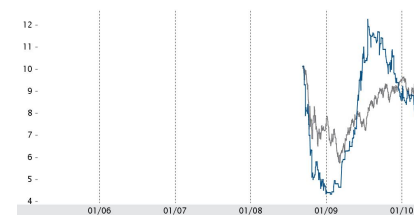
Source: Hypoport, LBBW Research

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

Current Price (XETRA (Germany); 2010-03-05; 09:02 am) 8.18 EUR
CLOSING PRICE (2010-03-04): 7.88 EUR
EXPECTED PERFORMANCE:..... 39.6%
MARKET CAPITALIZATION:..... 48.02 EUR m
ENTERPRISE VALUE:..... 60.57 EUR m
NUMBER OF SHARES:..... 6.09 m
FREE FLOAT:..... 36.0 %
INDEX (WEIGHT):..... PRIME ALL SHARE (n.a.)
AVG. DAILY TRADEVOL.: 1,212
ISIN:..... DE0005493365
SECTOR: Financial Services

KEY DATA (DEC)	2009E	2010E	2011E
Sales (EUR m)	50.1	56.8	63.2
EBITDA (EUR m)	4.6	9.0	10.4
EBIT (EUR m)	0.9	5.2	6.5
Net profit (EUR m)	0.1	3.2	4.1
FCF (EUR m)	0.3	0.5	2.0
FCF yield	0.7 %	1.1 %	4.2 %
EPS (EUR)	0.01	0.60	0.92
DPS (EUR)	0.00	0.00	0.00
EV / Sales (x)	1.1	1.1	1.0
EV / EBITDA (x)	9.9	6.7	5.8
EV / EBIT (x)	25.2	11.7	9.3
P / E (x)	n.m.	13.1	8.6
P / BV (x)	2.05	1.81	1.57
Dividend yield	0.0 %	0.0 %	0.0 %

PRICE PERFORMANCE



Source: Hypoport, LBBW Research, Thomson Reuters

UPCOMING EVENTS

March 12-10 Preliminary figures



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Buy:	47,3%
Sell:	14,9%
Hold:	35,7%
Under review:	0,8%
Suspended:	1,2%

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