

Company Alert

Hypoport

COMPANY



HYPOPORT
THE FINANCE INTEGRATOR

RATING
HOLD (UNCHANGED)

TARGET PRICE
11 EUR (UNCHANGED)

Results Initial View: Growth pause continued in Q3

WHAT'S CHANGED

- Lower revenues from mortgage financing affected Q3 figures
- Results were broadly in-line with our expectations

Q3-EBIT dropped from EUR 1.2 to 0.2m despite stable revenues. Hypoport was not able to increase its revenues in Q3 due to a decrease in its mortgage finance business which affected the two main segments: Private Clients and Financial Service Providers. The latter achieved a loss of EUR 0.5m. The EBIT at Private clients dropped by 61% to EUR 0.5m. However, the smaller business units Real Estate Companies (+126% to EUR 0.4m) and Institutional Clients (+85% to EUR 0.3m) significantly increased the EBIT in Q3. Group EBT was zero and the net loss resulted from tax payments.

Short-term outlook is cautious but mid-term perspectives remain promising.

Hypoport expects a moderate growth in revenues and a net profit for 2009. For the next year the company forecasts a moderate revenue and earnings growth. However, the new partnership with the Ostdeutscher Sparkassenverband (OSV) will have a positive impact on Hypoport's medium-term figures. It is likely that we have to revise our EPS estimates but we see the mid-term growth drivers intact.

in EUR m	Q3/2009	LBBW E	Consensus	9M/2009	LBBW E	Consensus
Sales	12.3	12.5	n.a.	37.5	37.5	n.a.
EBIT	0.2	0,1	n.a.	1.4	1.2	n.a.
Net profit	-0.3	0.0	n.a.	-0.1	0.2	n.a.
EPS (in EUR)	-0.04	0.00	n.a.	-0.01	0.03	n.a.

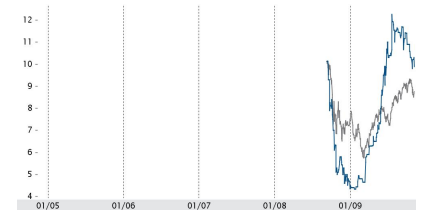
Source: Hypoport, LBBW Research

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

Current Price (XETRA (Germany); 2009-11-06; 05:36 pm)9.89 EUR
CLOSING PRICE (2009-11-06):9.89 EUR
 EXPECTED PERFORMANCE:.....11.2%
 MARKET CAPITALIZATION:..... 60.27 EUR m
 ENTERPRISE VALUE:..... 72.57 EUR m
 NUMBER OF SHARES:..... 6.09 m
 FREE FLOAT:..... 36.3 %
 INDEX (WEIGHT):.....PRIME ALL SHARE (n.a.)
 AVG. DAILY TRADEVOL.: 1,010
 ISIN:.....DE0005493365
 SECTOR: Financial Services

KEY DATA (DEC)	2008	2009E	2010E
Sales (EUR m)	52.7	55.3	67.6
EBITDA (EUR m)	8.1	7.8	9.8
EBIT (EUR m)	5.0	4.2	5.8
Net profit (EUR m)	-0.3	2.5	3.7
FCF (EUR m)	0.4	-1.4	0.3
FCF yield	1.7 %	-2.4 %	0.4 %
EPS (EUR)	0.05	0.41	0.60
DPS (EUR)	0.00	0.00	0.00
EV / Sales (x)	0.7	1.3	1.1
EV / EBITDA (x)	4.8	9.3	7.4
EV / EBIT (x)	7.8	17.4	12.4
P / E (x)	n.m.	24.1	16.5
P / BV (x)	1.16	2.37	2.07
Dividend yield (in %)	0.0 %	0.0 %	0.0 %

PRICE PERFORMANCE



Source: Hypoport, LBBW Research, Thomson Reuters

UPCOMING EVENTS

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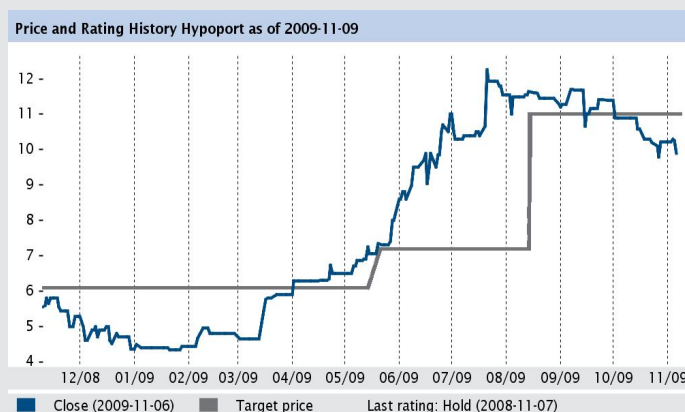
Percentage of companies within this rating category

Buy:	37,3%
Sell:	22,0%
Hold:	39,0%
Under review:	0,8%
Suspended:	0,8%

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