

27th April 2016

TMT

Wirecard

Price EUR35.09

Preliminary Q1 figures, FY16 guidance confirmed

Fair Value EUR52 (+48%)

BUY-Top Picks

Bloomberg	WDI GR
Reuters	WDIG.DE
12-month High / Low (EUR)	47.4 / 31.2
Market Cap (EUR)	4,335
Avg. 6m daily volume (000)	868.6

	1 M	3 M	6 M	31/12/15
Absolute perf.	7.8%	-24.6%	-22.1%	-24.5%
Softw.& Comp.				
SVS	-0.5%	-0.5%	1.1%	-3.8%
DJ Stoxx 600	3.6%	2.4%	-7.6%	-5.1%
	2015	2016e	2017e	2018e
P/E	26.5x	19.2x	15.1x	12.4x
Div yield (%)	0.4%	0.4%	0.4%	0.5%

ANALYSIS

- Wirecard has just reported its preliminary Q1 figures. Revenue came out at EUR210.1m (+31.8% Y/Y vs. our +30%e). EBITDA was EUR61.9m i.e. a margin of 29.5% (vs. our 29.5%e). Management is optimistic about the company's business performance and confirmed its expectation to reach FY16 EBITDA of EUR290-310m.
- The group is experiencing a strong start to the year in operating business, the newly consolidated subsidiaries in Brazil and Romania and additionally a high EBITDA contribution from the new Indian business.
- As a reminder, we have FY16e revenue of EUR1,016.3m (+20.3% lfl), EBITDA of EUR306.4m (margin of 30.1%, +60bp) and net income of EUR200.8m.

VALUATION

- **Buy recommendation and FV of EUR52 maintained.** The stock is in our Q1 Top Pick List.
- **Over FY16e:** P/E of 19.2x vs. rest. EPS growth of +37.9%.

NEXT CATALYSTS

- **Q1 financial statements:** 19th May (before trading).

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