

5th May 2016

TMT

**Soitec**

Price EURO.59

**Soitec receives selling interests for on more than 55% of OCEANEs issued**

**Fair Value EURO.5 (-15%)**

**NEUTRAL**

Bloomberg	SOI FP
Reuters	SOIT.PA
12-month High / Low (EUR)	0.9 / 0.5
Market Cap (EURm)	219
Avg. 6m daily volume (000)	679.9

#### ANALYSIS

- **Today, the group announces that it received, through the reverse book building process, irrevocable selling interests on 22m convertible bonds or about 55.2% of OCEANEs issued FY16 detailed accounts will be reported at a later date.**
- We remind that the settlement of the OCEANEs will be subject to completion of the second capital increase scheduled at a later date, with preferential subscription rights for a total amount to be determined in the range of EUR53.5m to EUR103.5m. Given the current interests in the reverse book building process, we believe that the group is heading to a capital increase in the top of the determined range.
- **Because the number of OCEANEs in the book is above 30% of total OCEANEs issued, the group launches a standing repurchase offer on Euronext from May 5 to May 11, under the same price and conditions as for the reverse book building.**

	1 M	3 M	6 M	31/12/15
Absolute perf.	3.5%	15.7%	-24.4%	-7.8%
Semiconductor s	-9.0%	-2.1%	-10.7%	-9.4%
DJ Stoxx 600	-0.8%	0.9%	-12.7%	-9.3%

  

	03/15	03/16e	03/17e	03/18e
P/E	NS	NS	43.4x	34.9x
Div yield (%)	NM	NM	NM	NM

#### VALUATION

- Based on our figures, Soitec shares are trading on FY17e EV/Sales of 0.8x and FY17e EV/EBIT of 19.7x.

#### NEXT CATALYSTS

- FY16 detailed accounts will be reported at a later date.

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### Distribution of stock ratings

BUY ratings 72%

NEUTRAL ratings 0%

SELL ratings 28%

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