

21st September 2016

Healthcare

DBV Technologies

Price EUR63.94

Fast Track Designation for Viaskin Milk

Fair Value EUR91 (+42%)

BUY

Bloomberg	DBV FP
Reuters	DBV.PA
12-month High / Low (EUR)	76.3 / 40.6
Market Cap (EURm)	1,541
Avg. 6m daily volume (000)	35.20

	1 M	3 M	6 M	31/12/15
Absolute perf.	4.4%	19.5%	17.1%	-3.7%
Healthcare	1.0%	3.8%	7.5%	-6.7%
DJ Stoxx 600	0.3%	1.0%	-0.2%	-6.8%

	2014	2015e	2016e	2017e
P/E	NS	NS	NS	NS
Div yield (%)	NM	NM	NM	NM

ANALYSIS

- The FDA granted Fast Track designation to Viaskin Milk, indicated in cow's milk protein allergy and currently investigated in a phase IIb trial (MILES) expected to readout in H2 2017 (also evaluated in Eosinophilic Esophagitis). While the FDA already granted the Fast Track designation as well as the Breakthrough Therapy Designation to Viaskin Peanut, today's news not only highlights the high unmet medical need in cow's milk allergy but also the versatility of DBV's platform and the confidence regulators may have already placed in it with regards to the safety of the delivery route.
- Recall that in Q2 2016, DBV entered into a strategic partnership with Nestlé to develop and bring to paediatric populations a diagnostic test for milk (please see our Note [here](#)). We believe that Nestlé might play a key role in the upcoming years to raise public awareness around milk allergy and food allergy more broadly.

VALUATION

- No changes to our estimates as we were already anticipating FDA approval for Viaskin Milk one year head of EMA approval i.e. 2020 and 2021 respectively. We expect a EUR750m peak sales for Viaskin Milk.

NEXT CATALYSTS

- H2 2016
 - 3-years results from the OLFUS VIPES phase IIb trial in Peanut allergy
 - results from phase I feasibility study in pertussis boost vaccine

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Distribution of stock ratings

BUY ratings 72%

NEUTRAL ratings 0%

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