

5th October 2016

Food & Beverages

Danone

Price EUR67.38

WhiteWave shareholders approve merger with Danone

Fair Value EUR65 (-4%)

NEUTRAL

Bloomberg	BN FP
Reuters	DANO.PA
12-month High / Low (EUR)	70.3 / 57.4
Market Cap (EURm)	44,194
Avg. 6m daily volume (000)	1 554

	1 M	3 M	6 M	31/12/15
Absolute perf.	-4.1%	5.4%	9.1%	8.2%
Food & Bev.	-1.1%	1.1%	4.8%	0.9%
DJ Stoxx 600	-1.2%	4.9%	3.5%	-5.4%

	2015	2016e	2017e	2018e
P/E	23.0x	22.2x	21.1x	19.0x
Div yield (%)	2.4%	2.5%	2.6%	2.9%

ANALYSIS

- Yesterday, WhiteWave shareholders approved the merger agreement under which Danone will acquire all of the outstanding shares of the company. As originally announced, shareholders will receive USD56.25 in cash for each share. The transaction is still expected to close by the end of 2016, subject to approval by regulatory authorities.

VALUATION

- At yesterday's share price, the stock is trading at 22.2x P/E 2016e and 21.1x 2017e, globally in line with the peer average.

NEXT CATALYST

- The group is due to release its Q3 sales on 18th October.

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Distribution of stock ratings

BUY ratings 72%

NEUTRAL ratings 0%

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