



Value Track published an updated report on DHH with a EUR 18,5 fair value vs a current market price of EUR 11,9

Milan, 01 October 2020. DHH S.p.A. (“DHH”) (DHH.MI | WDHH21.MI) (ISIN shares IT0005203622 | ISIN warrants IT0005203689), the cloud computing provider of Southeast Europe, announces that Value Track, independent financial analysis boutique led by Marco Greco, published an update report on the company.

According to Value Track, on a pro-forma basis (i.e. assuming the reverse merge of Seeweb in DHH occurred as of Jan’19), 1H20 interim results provide evidence that: i) **the company keeps growing** despite Covid-19 (total revenues at €9,1mn, +8,3% YoY, ii) **significant margin expansion capability is achievable** (EBITDA Margin at 38,9%, +384bps YoY, and EBITDA at €3,5mn i.e. +20,2% YoY), iii) subscription based business allows **sound OpFCF generation** (65% of EBITDA), and iv) **Net Debt is almost nil** (vs. €2,2mn as of Dec’19).

Value Track has updated its 2020E PF-22E forecasts, with **EBITDA and EPS revised up by 4% and 6% on average** respectively, leading to slightly higher FCFs. **New forecasts imply a 3yrs CAGR of 11% and 15% for sales and EBITDA**, with EPS expected to double from €0,40 in 2019PF to €0,85 in 2022. Net Cash is now expected to reach €8,9mn by 2023E, driven by cumulated €12,6mn FCF, leaving room for potential M&A deals.

Value Track **slightly increased DHH fair value to €18,5 per share**, (from €18,0), that compares to current €11,9 market price.

The equity research is available on the website of DHH, in the related section:

<https://www.dhh.international/equity-research>

About DHH S.p.A.

Established in July 2015 and located in Milan, DHH SpA (“DHH”) is a tech-group that provides the “virtual infrastructure” to run websites, apps, e-commerces and software as a service solutions to 100.000+ customers across Southeast Europe (the so-called “Adriatic Sea area”), a geographic area where expected growth rates are higher thanks to current lower digital penetration.

DHH is listed on AIM Italia, a Multilateral Trading Facility regulated by Borsa Italiana S.p.A. and registered as an SME Growth Market.

For more information please visit: www.dhh.international



Contact

DHH S.p.A.

Via Caldera 21, 20153 Milano

+39 02 87365100

info@dhh.international

www.dhh.international

Nominated Adviser (Nomad)

Paolo Verna

EnVent Capital Markets Ltd.

42 Berkeley Square - London W1J 5AW

+44 (0) 2035198451 / +39 06 896841

pverna@eventcapitalmarkets.uk

www.eventcapitalmarkets.co.uk

DHH S.p.A.

Via Caldera 21, 20153 Milano

P.IVA/CF: 09150720960

www.dhh.international