

Daily Note
Calls from Italy
Company News
AlgoWatt (Suspended) Update on 'Recovery and Relaunch Plan'

5 August 2020: 8:59 CET
 Date and time of production

Italy/Equity Market

Stock Markets: Performance

Chg (%)	1D	3M	6M	12M
FTSE All Share	1.2	14.8	-17.3	-6.6
FTSE MIB	1.2	15.1	-17.7	-6.8
FTSE IT Star	0.3	15.9	-3.6	10.3
Euro Stoxx 50	0.0	7.4	-13.3	-4.5
Stoxx Small 200	0.2	12.6	-11.2	-0.7
NASDAQ	0.4	25.6	15.6	36.7
S&P 500	0.4	16.3	0.3	12.8

FTSE MIB Best & Worst: 1D% chg

Telecom Italia	6.3	Diasorin	-4.1
Unipol	4.9	Amplifon	-2.6
Leonardo	4.8	Recordati	-2.4

Euro Stoxx Best&Worst Sectors -1D %

Oil & Gas	2.5	Health Care	-1.2
Auto&Parts	2.4	Chemicals	-0.8
Banks	1.6	Food & Bev	-0.8

FTSE MIB-STAR Performance (-12M)


Source: FactSet;

Upcoming Intesa Sanpaolo Events

What?	Where?	When?
ISMO	Virtual	2-4 & 22-24 Sept.
DIEW* (B.Italiana)	Virtual	7-17 September
STAR (B.Italiana)	Virtual	6-7 October

*Digital Italian Equity Week 2020

New Credit Research **26**

 Fiat Chrysler Automobiles 26

Priced at market close on day prior to issue or two days prior to issue in the case of preview comments (except where otherwise indicated)

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Company News

AlgoWatt (Suspended)

Update on 'Recovery and Relaunch Plan'

Market Mover **Positive** **Neutral** **Negative**

What's up? Yesterday, group management announced that it had started the necessary discussions with creditors to remodulate and update the certified 'Recovery and Relaunch Plan' and the related Financial Agreement in order to realign the package to the business model presented in March and to the impacts of the COVID-19 (as stated on 21 April, in a press release). The company also decided to postpone the approval of the draft financial statements and the consolidated financial statements as at 31 December 2019, as well as the half-yearly financial report as at 30 June 2020. The exact date of the BoD meeting for the approval of the 2019 financial statements and the 2020 half-yearly report will be decided by the Board of Directors within the last ten days of October 2020.

What we think: While awaiting approval of the draft financial statements and the consolidated financial statements as of 31 December 2019 and 30 June 2020, **our recommendation and target price are SUSPENDED.**

AlgoWatt - Key data

05/08/2020	Multi-Utilities		
Target Price (EUR)	Suspended		
Rating	Suspended		
Mkt price (EUR)	0.38		
Mkt cap (EUR M)	18		
Performance (%)	1M	3M	12M
Absolute	-8.7	3.3	-1.1
Rel. to FTSE IT All Sh	-8.4	-10.0	6.0

Source: FactSet, Company data, Intesa Sanpaolo Research estimates

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Long-term rating	Definition
BUY	If the target price is 20% higher than the market price
ADD	If the target price is 10%-20% higher than the market price
HOLD	If the target price is 10% below or 10% above the market price
REDUCE	If the target price is 10%-20% lower than the market price
SELL	If the target price is 20% lower than the market price
RATING SUSPENDED	The investment rating and target price for this stock have been suspended as there is not a sufficient fundamental basis for determining an investment rating or target. The previous investment rating and target price, if any, are no longer in effect for this stock.
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TARGET PRICE	The market price that the analyst believes the share may reach within a one-year time horizon
MARKET PRICE	Closing price on the day before the issue date of the report, as indicated on the first page, except where otherwise indicated

Historical recommendations and target price trends (12M)

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Number of companies considered: 106	BUY	ADD	HOLD	REDUCE	SELL
Total Equity Research Coverage relating to last rating (%)	50	24	26	0	0
of which Intesa Sanpaolo's Clients (%) (*)	85	72	54	0	0

(*) Companies on behalf of whom Intesa Sanpaolo and the other companies of the Intesa Sanpaolo Group have provided corporate and investment banking services in the last 12 months; percentage of clients in each rating category

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Equity rating key (short-term horizon: 3M)

Short-term rating	Definition
LONG	Stock price expected to rise or outperform within three months from the time the rating was assigned due to a specific catalyst or event
SHORT	Stock price expected to fall or underperform within three months from the time the rating was assigned due to a specific catalyst or event

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