

Reliance Worldwide Corporation Ltd

Reliance Holds the Line on Plumbing Strength as Valuation Tightens and Cyclical Risks Mount

We initiate coverage on Reliance Worldwide Corporation Ltd (ASX:RWC) with an underweight recommendation based on a 5-year target price of \$3.24, implying a -18.24% downside to the last close of \$3.96 as at 30th April 2025.

Reliance Worldwide Corporation (ASX: RWC) supplies plumbing and water control products across North America, Europe, and APAC under brands such as SharkBite and John Guest. While supported by a vertically integrated model, RWC faces ongoing input cost pressures and demand normalisation post-COVID. The company remains focused on operational efficiency and modest growth through product development and selective M&A, with long-term demand underpinned by infrastructure maintenance and regulatory compliance.

Our analysis suggests that RWC's

1. Discussion on Price Performance

2. Discussion on key financial ratios

DCF Extract

Underweight

ASX:RWC

Current Price: \$3.96

Price Target: \$3.24

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12-Month Price Performance

Financial Ratios

Valuation