

Kering SA

Share			
x	06.12.2023	Implied Share Price	721,5
	Kering SA (XPAR:KER)	Latest Share Price	385,45
		Implied Upside	87,2%

x	Switches			
	Revenue	2	WACC	2
	EBIT	2	TGR	1
	Taxes	2		
	D&A	2		
	Change in NWC	2		
	CapEx	2		

Assumption			
WACC		TGR	
Conservative	7,1%	Conservative	1,5%
Base	6,1%	Base	2%
Optimistic	5,1%	Optimistic	2,5%

Valuation Assumptions			
Valuation Assumptions		Case	
WACC	6,1%	Conservative	410,45
Growth	2%	Base	785,21
		Optimistic	2065,10

x	DCF							1	2	3	4	5	6	7	8
		2017	2018	2019	2020	2021	2022	2023	2024	2025	2026	2027	2028	2029	2030
	Revenue	10.815,1	13.665,2	15.883,5	13.100,2	17.645,0	20.351,0	20.180,5	22.884,4	25.590,8	28.179,7	30.510,2	32.433,6	33.811,2	34.535,6
	growth %		26%	16%	-18%	35%	15%	-0,8%	13,4%	11,8%	10,1%	8,3%	6,3%	4,2%	2,1%
	Conservative							-2,3%	11,9%	10,3%	8,6%	6,8%	4,8%	2,7%	0,6%
	Base							-0,8%	13,4%	11,8%	10,1%	8,3%	6,3%	4,2%	2,1%
	Optimistic							0,7%	14,9%	13,3%	11,6%	9,8%	7,8%	5,7%	3,6%
x	EBIT	2.690,7	3.943,8	4.778,3	3.135,2	5.017,0	5.589,0	5.360,6	5.872,8	6.337,1	6.724,5	7.006,1	7.155,8	7.155,5	6.998,0
	% of Revenue	25%	29%	30%	24%	28%	27%	27%	26%	25%	24%	23%	22%	21%	20%
	Conservative							25%	24%	23%	22%	21%	20%	19%	18%
	Base							27%	26%	25%	24%	23%	22%	21%	20%
	Optimistic							29%	28%	27%	26%	25%	24%	23%	22%
x	Taxes	550,8	867,7	2.133,7	759,2	1.280,0	1.420,0	1.408,0	1.547,2	1.673,0	1.777,3	1.851,9	1.889,6	1.885,3	1.837,0
	Tax Rate %	22%	23%	47%	27%	27%	27%	28%	28%	28%	28%	28%	28%	28%	28%
	Conservative							30%	30%	30%	30%	30%	30%	30%	30%
	Base							28%	28%	28%	28%	28%	28%	28%	28%
	Optimistic							26%	26%	26%	26%	26%	26%	26%	26%
x	EBIAT	2.139,9	3.076,1	2.644,6	2.376,0	3.737,0	4.169,0	3.952,6	4.325,6	4.664,1	4.947,2	5.154,2	5.266,2	5.270,1	5.160,9
x	D&A	432,1	491,9	1.245,3	1.439,0	1.453,0	1.666,0	1.793,8	1.931,5	2.079,7	2.239,3	2.411,1	2.596,1	2.795,3	3.009,8
	% of Revenue	4%	4%	8%	11%	8%	8%	8%	8%	8%	8%	8%	8%	8%	8%
	Conservative							6%	6%	6%	6%	6%	6%	6%	6%
	Base							8%	8%	8%	8%	8%	8%	8%	8%
	Optimistic							10%	10%	10%	10%	10%	10%	10%	10%
x	Change in NWC	0,0	1.924,8	986,6	610,9	745,3	339,3	336,5	241,2	231,8	211,4	179,1	135,7	309,9	31,1
	% of Revenue	0%	14%	-6%	-5%	-4%	2%	2%	-1%	-1%	-1%	-1%	0%	-1%	0%
	Conservative							1%	-2%	-2%	-2%	-2%	-1%	-2%	-1%
	Optimistic							2%	-1%	-1%	-1%	-1%	0%	-1%	0%
	Optimistic							3%	0%	0%	0%	0%	1%	0%	1%
x	Cap EX	3.319,8	1.440,5	1.176,7	1.791,0	2.894,0	4.027,7	3.994,0	4.075,2	4.252,8	4.318,6	4.249,7	4.035,2	3.680,6	3.209,7
	% of Revenue	-31%	11%	7%	14%	16%	20%	20%	18%	17%	15%	14%	12%	11%	9%
	Conservative							23%	21%	20%	18%	17%	15%	14%	12%
	Base							20%	18%	17%	15%	14%	12%	11%	9%
	Optimistic							17%	15%	14%	12%	11%	9%	8%	6%

Period	1	2	3	4	5	6	7	8
Discount Rate	0,069	1,069	2,069	3,069	4,069	5,069	6,069	7,069

x	Unlevered FCF	5.891,8	4.052,3	1.726,6	1.413,1	1.550,7	2.146,6	2.088,9	1.940,7	2.259,1	2.656,5	3.136,4	3.691,3	4.074,9	4.929,9
	Present Value of FCF							2.079,8	1.814,5	1.983,5	2.190,3	2.428,4	2.683,9	2.782,3	3.161,0
	Sum of present Value of FFC														19.123,8
x	Terminal Value														108.944,1
	Present Value														65.885,0
x	Enterprise Value														85.008,8
	(-)Cash														3.328,0
	(+)Debt														7.182,0
	Equity Value														88.862,8
	Number of shares														123,2
	Implied Share Price														721,53

Sensitivity Table

Share Price		1,5%	1,8%	2,0%	2,3%	2,5%	2,8%	3,0%
5,1%	843,4	887,4	937,6	995,2	1.062,2	1.140,9	1.234,8	
6,1%	666,6	692,7	721,5	753,7	789,8	830,7	877,2	
7,1%	548,5	565,2	583,4	603,3	625,2	649,3	676,1	
8,1%	464,2	475,6	487,8	501,0	515,2	530,7	547,5	
9,1%	401,2	409,3	417,8	426,9	436,7	447,2	458,5	
10,1%	352,5	358,3	364,5	371,1	378,1	385,5	393,4	
11,1%	313,7	318,1	322,7	327,5	332,7	338,0	343,8	

Upside/Downside		1,5%	1,8%	2,0%	2,3%	2,5%	2,8%	3,0%
5,1%	119%	130%	143%	158%	176%	196%	220%	
6,1%	73%	80%	87%	96%	105%	116%	128%	
7,1%	42%	47%	51%	57%	62%	68%	75%	
8,1%	20%	23%	27%	30%	34%	38%	42%	
9,1%	4%	6%	8%	11%	13%	16%	19%	
10,1%	-9%	-7%	-5%	-4%	-2%	0%	2%	
11,1%	-19%	-17%	-16%	-15%	-14%	-12%	-11%	