Trevi (BUY): Press Interview with Trevi Group Chairman

News: According to the press (Finanza e Mercati), Trevi's Chairman, Mr. Davide Trevisani, expects a yoy increase in consolidated revenue of approximately 30% and 10% respectively in 2008 and 2009. We highlight that in 2007 the group showed consolidated sales of EUR 837M.

Our view: Based on these indications, we calculate that the 2008E group revenue could be around EUR 1.08Bn, slightly above our current forecast of EUR 1.04Bn and 2009E sales close to EUR 1.2Bn in line with our expectations. We believe that the quality of the group's order backlog should allow a good 2009E earnings visibility; although it is the order inflow over the next few months that should allow an appropriate valuation of the group's growth sustainability in 2010E, which we believe is what investors are looking at in the current market environment. **We have a BUY rating on the stock with a target price at EUR 16.3/share.**

Key data			
Sector			Construction
Target price (EUR)			16.30
Rating			BUY
Mkt price (EUR)			7.56
Mkt cap (EUR M)			484
Ratios (x)	**2007A**	**2008E**	**2009E**
P/E	8.7	6.8	5.6
EV/sales	0.8	0.7	0.6
EV/EBITDA	5.0	4.2	3.4
Performance (%)	**1M**	**3M**	**12M**
Absolute	4.3	-24.8	-22.2
Rel. to Mibtel	2.7	-13.7	23.5

Source: Intesa Sanpaolo Research estimates and Datastream

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