

EQUITY - SPAIN

Sector: Auto Components

Closing price: EUR 5.15 (27 Mar 2026)

Report date: 30 Mar 2026 (8:45h)

Estimates downgrade

Independent Equity Research

Lingotes Especiales (LGT) is a small Spanish industrial company specialising in the design, development, casting and machining of steel components, mainly for use in the automotive industry, where it is a market leader in braking systems with a c.10% market share in Europe.

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LGT: 2026e could mark the start of the recovery in a structural adjustment environment.

Market Data

Market Cap (Mn EUR and USD)	51.5	59.3
EV (Mn EUR and USD) ⁽¹⁾	79.3	91.3
Shares Outstanding (Mn)	10.0	
-12m (Max/Med/Min EUR)	6.58 / 5.70 / 4.86	
Daily Avg volume (-12m Mn EUR)	0.04	
Rotation ⁽²⁾	18.8	
Refinitiv / Bloomberg	LGT.MC / LGT.SM	
Close fiscal year	31-Dec	

Shareholders Structure (%)

Board of Directors	55.0
Onchena	9.4
Mallorquina de Seguros	6.2
Free Float	29.5

Financials (Mn EUR)

	2025	2026e	2027e	2028e
Adj. n ^o shares (Mn)	10.0	10.0	10.0	10.0
Total Revenues	81.6	87.8	90.4	95.8
Rec. EBITDA	3.3	5.9	7.3	10.3
% growth	-48.0	82.2	23.5	41.0
% Rec. EBITDA/Rev.	4.0	6.8	8.1	10.8
% Inc. EBITDA sector ⁽³⁾	-3.8	-17.9	9.4	9.9
Net Profit	-0.2	1.7	2.5	4.4
EPS (EUR)	-0.02	0.17	0.25	0.44
% growth	-113.2	792.0	46.3	76.0
Ord. EPS (EUR)	-0.27	0.01	0.10	0.30
% growth	-978.1	104.6	693.6	202.9
Rec. Free Cash Flow ⁽⁴⁾	-2.9	-3.4	0.8	3.2
Pay-out (%)	0.0	0.0	0.0	0.0
DPS (EUR)	0.00	0.00	0.00	0.00
Net financial debt	22.8	24.1	21.3	16.2
ND/Rec. EBITDA (x)	7.0	4.1	2.9	1.6
ROE (%)	n.a.	3.8	5.3	8.8
ROCE (%) ⁽⁴⁾	0.6	3.8	4.8	7.5

Ratios & Multiples (x)⁽⁵⁾

	n.a.	30.2	20.7	11.7
P/E	n.a.	n.a.	52.3	17.3
Ord. P/E	1.2	1.1	1.1	1.0
P/BV	0.0	0.0	0.0	0.0
Dividend Yield (%)	0.97	0.90	0.88	0.83
EV/Sales	24.3	13.4	10.8	7.7
EV/Rec. EBITDA	n.a.	22.8	17.6	11.5
EV/EBIT	n.a.	n.a.	1.6	6.3
FCF Yield (%) ⁽⁴⁾				

(1) Please refer to Appendix 3.

(2) Rotation is the % of the capitalisation traded - 12m.

(3) Sector: Stoxx Europe 600 Automobiles & Parts.

(4) Please see Appendix 2 for the theoretical tax rate (ROCE) and rec. FCF calculation.

(5) Multiples and ratios calculated over prices at the date of this report.

EUROPEAN AUTOMOTIVE SECTOR WEAKNESS WEIGHS ON LGT. LGT reported 2025 revenue of EUR 81.6 Mn (-8.4% vs. 2024), impacted by stagnation in European production and registrations, regulatory pressure, and tariffs, compounded by geopolitical uncertainty in the Middle East. Spanish production (Feb-26) stood at 363k units (-5.1% vs. Feb-25; c. -25% vs. Feb-19), while EU registrations reached 1.7 Mn (-1.2% YoY; c. -20% vs. 2019).

2026E COULD MARK THE START OF A GRADUAL RECOVERY. 2026e revenue is projected at EUR 87.8 Mn (+7.5% vs. 2025) with recurring EBITDA of EUR 5.9 Mn (6.8% margin; +2.8 p.p.), still far from 2023–2024 levels (c. 9%) and 2019 levels (c. 15%). These estimates reflect a progressive volume recovery and some operational normalization despite a still-challenging environment. For 2027e, we anticipate this trend to continue (revenue of EUR 90.4 Mn; recurring EBITDA of EUR 7.3 Mn; 8.1% margin), supported by the gradual rollout of new product references. Looking toward 2028e, we estimate further improvements in both revenue and margins.

INCREASED INDEBTEDNESS. Net Debt (ND) stood at EUR 22.8 Mn in 2025, affected by operating deterioration and the execution of the investment plan to maintain competitiveness (2025 CAPEX > EUR 5 Mn, allocated to modernization, regulatory compliance, and new product references). We estimate a further spike in leverage for 2026e due to ongoing investments (c. EUR 7 Mn). The 2026e ND/Recurring EBITDA ratio is projected at c. 4x (vs. a c. 1x historical average and c. 1x for peers), with a progressive normalization toward 1.6x by 2028e.

LIMITED SHORT-TERM VISIBILITY, BUT POSITIONING FOR A POTENTIAL RECOVERY. Depressed revenue and recurring EBITDA still at very low historical levels (10-year lows) place the 2026e EV/Recurring EBITDA multiple at 13.4x (vs. c. 6.7x for peers). The stock has declined 21.3% over the last 12 months and 58.1% over the last 5 years (-78.8 p.p. vs. the IBEX 35). A return to historical volumes (80k tons, revenue of EUR 105–110 Mn) and 10–12% margins (not visible until 2028e) would imply an EV/Recurring EBITDA multiple of c. 7x (below its historical average). The cyclical nature of the business and LGT's strong positioning (YTD: +25.0% vs. the sector) in a sector undergoing adjustment and consolidation could represent an opportunity for value investors with a long-term recovery horizon (2y). Investors would essentially be buying the stock at an absolute 10-year trough for both revenue and share price.

Relative performance (Base 100)

Stock performance (%)

	-1m	-3m	-12m	YTD	-3Y	-5Y
Absolute	-1.9	2.0	-21.3	6.0	-33.6	-58.1
vs Ibex 35	7.2	4.2	-37.1	9.2	-64.8	-78.8
vs Ibex Small Cap Index	3.7	3.9	-27.3	9.9	-48.4	-64.1
vs Eurostoxx 50	9.4	6.4	-23.0	11.5	-49.8	-70.6
vs Sector benchmark ⁽³⁾	13.9	19.5	-3.4	25.0	-9.6	-40.6

(*) Unless otherwise indicated, all the information contained in this report is based on: The Company, Refinitiv and Lighthouse.

Report issued by IEAF Servicios de Análisis, S.L.U. Lighthouse is a project of IEAF Servicios de Análisis, S.L.U.

This report has been prepared on the basis of information available to the public. The report includes a financial analysis of the company covered. The report does not propose any personalised investment recommendation. Investors should consider the contents of this report as just another element in their investment decision-making process. The final two pages of this report contain very important legal information regarding its contents.

Estimates downgrade
Table 1. Revision of estimates

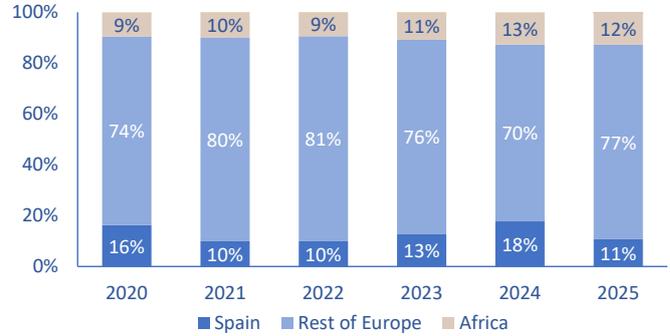
EUR Mn	2026e (New)	Review (%)	2027e (New)	Review (%)	2028e (New)
Total Revenues	87.8	-1.8%	90.4	-8.0%	95.8
Recurrent EBITDA	5.9	-22.0%	7.3	-32.1%	10.3
<i>Rec. EBITDA/Revenues</i>	<i>6.8%</i>	<i>-1.7 p.p.</i>	<i>8.1%</i>	<i>-2.9 p.p.</i>	<i>10.8%</i>
EBIT	3.5	-16.4%	4.5	-35.7%	6.9
Net Profit	1.7	-22.3%	2.5	-43.3%	4.4
Recurrent Free Cash Flow	(3.4)	16.0%	0.8	-70.2%	3.2
Net Debt	24.1	-24.4%	21.3	-24.6%	16.2
<i>ND / Rec. EBITDA</i>	<i>4.1 x</i>	<i>-0.1 x</i>	<i>2.9 x</i>	<i>0.3 x</i>	<i>1.6 x</i>

The company in 8 charts

Demand for vehicles in Europe remains far below 2019 levels



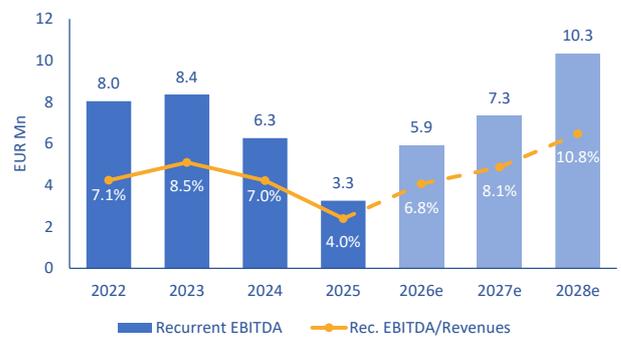
LGT's exports make up 89% of revenue, with Europe as the main revenue source



Following the 2025 trough, 2026e could mark the beginning of a gradual volume recovery, supporting revenue and gross margin growth



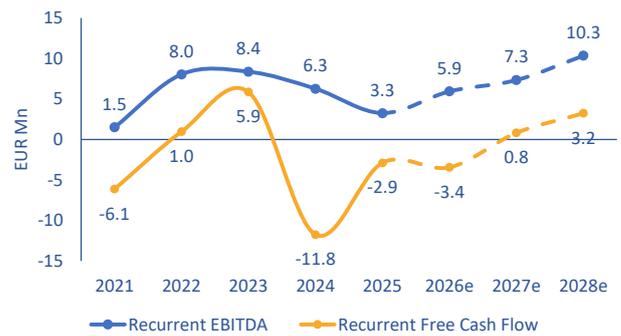
There is still a long way to go in the recovery of EBITDA (due to operating leverage). Personnel expenses and other operating expenses have been adjusted



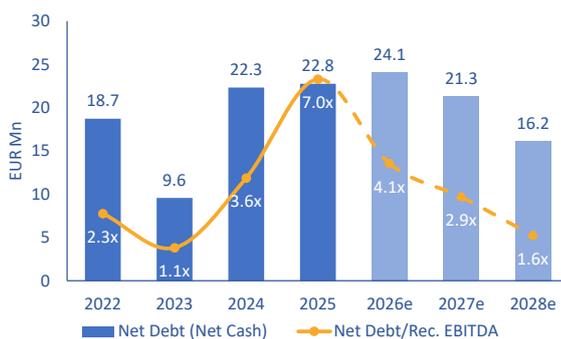
Despite higher financial expenses, net profit is expected to remain positive in 2026e, with gradual improvement through 27e-28e



FCF generation is expected to be delayed until 2027e due to CAPEX related to modernization, new contract awards and regulatory compliance



This will increase net debt to c. EUR 24 Mn in 2026e. Estimated 2026e ND/rec. EBITDA ratio of 4x



The 2026e results could increase visibility and lend credibility to the possibility of revenue recovery and margin improvement



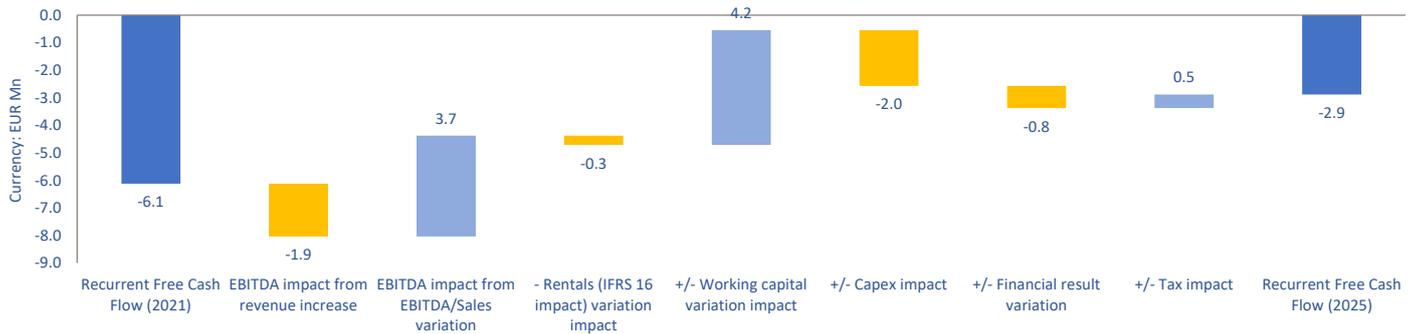
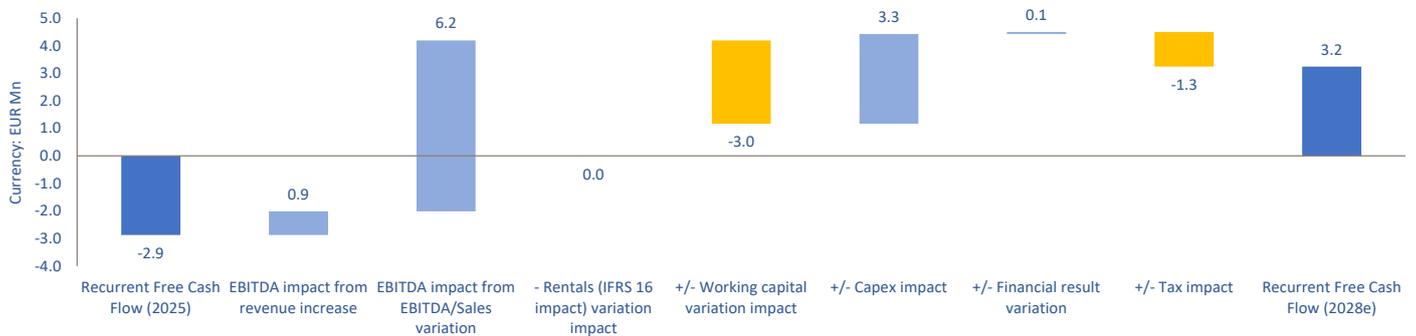
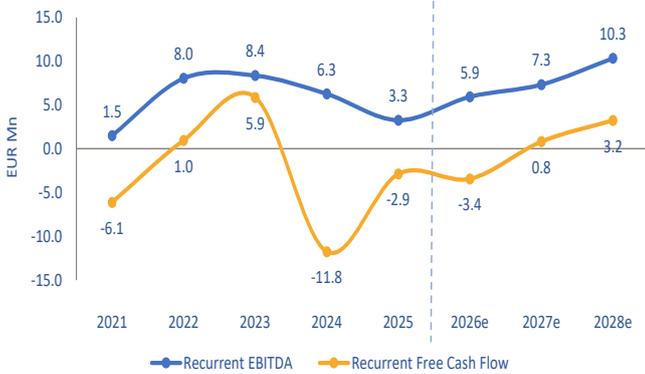
Appendix 1. Financial Projections

Balance Sheet (EUR Mn)	2021	2022	2023	2024	2025	2026e	2027e	2028e	CAGR	
Intangible assets	1.8	1.6	3.4	4.7	4.4	6.5	8.4	10.2		
Fixed assets	57.0	56.4	59.5	62.2	64.3	65.0	62.7	60.0		
Other Non Current Assets	1.2	0.8	0.2	0.2	0.5	0.5	0.5	0.5		
Financial Investments	0.2	0.2	0.2	0.2	0.2	0.2	0.2	0.2		
Goodwill & Other Intangibles	-	-	-	-	-	-	-	-		
Current assets	25.7	32.2	22.0	26.3	24.7	26.6	27.4	29.0		
Total assets	85.9	91.3	85.4	93.6	94.1	98.8	99.2	100.0		
Equity	43.7	46.8	46.0	43.9	43.7	45.4	47.9	52.2		
Minority Interests	-	-	-	-	-	-	-	-		
Provisions & Other L/T Liabilities	1.4	0.9	0.8	0.7	0.5	0.5	0.5	0.5		
Other Non Current Liabilities	0.2	0.1	5.5	5.6	4.7	4.7	4.7	4.7		
Net financial debt	19.9	18.7	9.6	22.3	22.8	24.1	21.3	16.2		
Current Liabilities	20.7	24.7	23.5	21.1	22.4	24.1	24.8	26.3		
Equity & Total Liabilities	85.9	91.3	85.4	93.6	94.1	98.8	99.2	100.0		
P&L (EUR Mn)	2021	2022	2023	2024	2025	2026e	2027e	2028e	21-25	25-28e
Total Revenues	85.9	113.9	98.5	89.1	81.6	87.8	90.4	95.8	-1.3%	5.5%
Total Revenues growth	-5.8%	32.7%	-13.6%	-9.6%	-8.4%	7.5%	3.0%	6.0%		
COGS	(40.5)	(48.9)	(45.6)	(39.3)	(35.1)	(38.0)	(39.2)	(41.5)		
Gross Margin	45.4	65.0	52.9	49.8	46.5	49.7	51.2	54.3	0.6%	5.3%
Gross Margin/Revenues	52.9%	57.1%	53.7%	55.9%	57.0%	56.7%	56.7%	56.7%		
Personnel Expenses	(22.7)	(23.3)	(24.5)	(24.9)	(24.1)	(24.2)	(24.6)	(25.1)		
Other Operating Expenses	(21.2)	(33.7)	(20.0)	(18.6)	(19.2)	(19.6)	(19.2)	(18.8)		
Recurrent EBITDA	1.5	8.0	8.4	6.3	3.3	5.9	7.3	10.3	21.1%	46.9%
Recurrent EBITDA growth	-87.2%	430.5%	4.0%	-25.1%	-48.0%	82.2%	23.5%	41.0%		
Rec. EBITDA/Revenues	1.8%	7.1%	8.5%	7.0%	4.0%	6.8%	8.1%	10.8%		
Restructuring Expense & Other non-rec.	0.5	0.8	1.0	1.9	2.1	2.1	2.0	1.9		
EBITDA	2.0	8.9	9.3	8.2	5.3	8.0	9.3	12.2	28.2%	31.9%
Depreciation & Provisions	(5.1)	(5.5)	(5.6)	(6.2)	(6.5)	(6.2)	(6.3)	(6.7)		
Capitalized Expense	1.0	1.2	1.5	1.7	2.0	2.1	1.9	1.8		
Rentals (IFRS 16 impact)	(0.1)	(0.1)	(0.4)	(0.4)	(0.4)	(0.4)	(0.4)	(0.4)		
EBIT	(2.2)	4.5	4.9	3.2	0.4	3.5	4.5	6.9	21.4%	n.a.
EBIT growth	-124.9%	308.2%	8.5%	-34.7%	-88.3%	831.2%	29.5%	53.0%		
EBIT/Revenues	n.a.	3.9%	5.0%	3.6%	0.5%	4.0%	5.0%	7.2%		
Impact of Goodwill & Others	-	-	-	-	-	-	-	-		
Net Financial Result	(0.3)	(0.4)	(0.6)	(0.9)	(1.0)	(1.2)	(1.2)	(1.0)		
Income by the Equity Method	-	-	-	-	-	-	-	-		
Ordinary Profit	(2.5)	4.1	4.2	2.3	(0.6)	2.3	3.3	5.8	29.4%	n.a.
Ordinary Profit Growth	-129.6%	265.2%	3.3%	-46.4%	-127.2%	467.6%	46.3%	76.0%		
Extraordinary Results	0.5	-	-	-	-	-	-	-		
Profit Before Tax	(2.0)	4.1	4.2	2.3	(0.6)	2.3	3.3	5.8	25.7%	n.a.
Tax Expense	0.5	(0.9)	(1.0)	(0.4)	0.4	(0.6)	(0.8)	(1.5)		
Effective Tax Rate	n.a.	23.1%	23.8%	17.7%	n.a.	25.0%	25.0%	25.0%		
Minority Interests	-	-	-	-	-	-	-	-		
Discontinued Activities	-	-	-	-	-	-	-	-		
Net Profit	(1.5)	3.2	3.2	1.9	(0.2)	1.7	2.5	4.4	36.1%	n.a.
Net Profit growth	-124.8%	313.3%	2.4%	-42.1%	-113.2%	792.0%	46.3%	76.0%		
Ordinary Net Profit	(2.9)	2.5	2.5	0.3	(2.7)	0.1	1.0	3.0	2.3%	46.0%
Ordinary Net Profit growth	-152.3%	186.0%	-1.4%	-87.8%	-978.1%	104.6%	693.6%	202.9%		
Cash Flow (EUR Mn)	2021	2022	2023	2024	2025	2026e	2027e	2028e	21-25	25-28e
Recurrent EBITDA						5.9	7.3	10.3	21.1%	46.9%
Rentals (IFRS 16 impact)						(0.4)	(0.4)	(0.4)		
Working Capital Increase						(0.2)	(0.1)	(0.2)		
Recurrent Operating Cash Flow						5.3	6.8	9.7	n.a.	19.6%
CAPEX						(7.0)	(4.0)	(4.0)		
Net Financial Result affecting the Cash Flow						(1.2)	(1.2)	(1.0)		
Tax Expense						(0.6)	(0.8)	(1.5)		
Recurrent Free Cash Flow						(3.4)	0.8	3.2	17.2%	46.2%
Restructuring Expense & Other non-rec.						2.1	2.0	1.9		
- Acquisitions / + Divestures of assets						-	-	-		
Extraordinary Inc./Exp. Affecting Cash Flow						-	-	-		
Free Cash Flow						(1.3)	2.8	5.1	13.5%	55.4%
Capital Increase						-	-	-		
Dividends						-	-	-		
Net Debt Variation						1.3	(2.8)	(5.1)		

Appendix 2. Free Cash Flow

A) Cash Flow Analysis (EUR Mn)	2022	2023	2024	2025	2026e	2027e	2028e	CAGR	
								22-25	25-28e
Recurrent EBITDA	8.0	8.4	6.3	3.3	5.9	7.3	10.3	-26.0%	46.9%
<i>Recurrent EBITDA growth</i>	430.5%	4.0%	-25.1%	-48.0%	82.2%	23.5%	41.0%		
<i>Rec. EBITDA/Revenues</i>	7.1%	8.5%	7.0%	4.0%	6.8%	8.1%	10.8%		
- Rentals (IFRS 16 impact)	(0.1)	(0.4)	(0.4)	(0.4)	(0.4)	(0.4)	(0.4)		
+/- Working Capital increase	(2.5)	8.9	(6.7)	2.9	(0.2)	(0.1)	(0.2)		
= Recurrent Operating Cash Flow	5.5	16.9	(0.8)	5.7	5.3	6.8	9.7	1.2%	19.6%
<i>Rec. Operating Cash Flow growth</i>	n.a.	208.6%	-104.8%	793.5%	-6.5%	28.0%	42.8%		
<i>Rec. Operating Cash Flow / Sales</i>	4.8%	17.2%	n.a.	7.0%	6.1%	7.5%	10.2%		
- CAPEX	(3.8)	(9.4)	(9.3)	(7.3)	(7.0)	(4.0)	(4.0)		
- Net Financial Result affecting Cash Flow	(0.4)	(0.6)	(0.9)	(1.1)	(1.2)	(1.2)	(1.0)		
- Taxes	(0.3)	(1.1)	(0.7)	(0.2)	(0.6)	(0.8)	(1.5)		
= Recurrent Free Cash Flow	1.0	5.9	(11.8)	(2.9)	(3.4)	0.8	3.2	-70.7%	46.2%
<i>Rec. Free Cash Flow growth</i>	115.8%	505.5%	-300.5%	75.5%	-19.7%	123.6%	298.9%		
<i>Rec. Free Cash Flow / Revenues</i>	0.9%	6.0%	n.a.	n.a.	n.a.	0.9%	3.4%		
- Restructuring expenses & others	0.8	1.0	1.9	2.1	2.1	2.0	1.9		
- Acquisitions / + Divestments	-	-	(0.6)	(1.2)	-	-	-		
+/- Extraordinary Inc./Exp. affecting Cash Flow	-	6.3	0.0	(0.9)	-	-	-		
= Free Cash Flow	1.8	13.2	(10.5)	(2.9)	(1.3)	2.8	5.1	-53.8%	55.4%
<i>Free Cash Flow growth</i>	134.3%	636.9%	-179.4%	72.1%	54.2%	310.7%	81.2%		
<i>Recurrent Free Cash Flow - Yield (s/Mkt Cap)</i>	1.9%	11.4%	n.a.	n.a.	n.a.	1.6%	6.3%		
<i>Free Cash Flow Yield (s/Mkt Cap)</i>	3.5%	25.6%	n.a.	n.a.	n.a.	5.5%	9.9%		
B) Analytical Review of Annual Recurrent Free Cash Flow Performance (Eur Mn)									
	2022	2023	2024	2025	2026e	2027e	2028e		
Recurrent FCF(FY - 1)	(6.1)	1.0	5.9	(11.8)	(2.9)	(3.4)	0.8		
EBITDA impact from revenue increase	0.5	(1.1)	(0.8)	(0.5)	0.2	0.2	0.4		
EBITDA impact from EBITDA/Sales variation	6.0	1.4	(1.3)	(2.5)	2.4	1.2	2.6		
= Recurrent EBITDA variation	6.5	0.3	(2.1)	(3.0)	2.7	1.4	3.0		
- Rentals (IFRS 16 impact) variation impact	0.0	(0.3)	(0.0)	(0.0)	-	-	-		
+/- Working capital variation impact	(1.2)	11.4	(15.6)	9.6	(3.0)	0.1	(0.1)		
= Recurrent Operating Cash Flow variation	5.4	11.5	(17.8)	6.5	(0.4)	1.5	2.9		
+/- CAPEX impact	1.4	(5.6)	0.1	2.1	0.3	3.0	-		
+/- Financial result variation	(0.1)	(0.2)	(0.3)	(0.2)	(0.1)	0.0	0.1		
+/- Tax impact	0.4	(0.8)	0.4	0.5	(0.4)	(0.3)	(0.6)		
= Recurrent Free Cash Flow variation	7.1	4.9	(17.6)	8.9	(0.6)	4.3	2.4		
Recurrent Free Cash Flow	1.0	5.9	(11.8)	(2.9)	(3.4)	0.8	3.2		
C) "FCF to the Firm" (pre debt service) (EUR Mn)									
	2022	2023	2024	2025	2026e	2027e	2028e	CAGR	
EBIT	4.5	4.9	3.2	0.4	3.5	4.5	6.9	-56.4%	n.a.
* <i>Theoretical Tax rate</i>	23.1%	23.8%	17.7%	0.0%	25.0%	25.0%	25.0%		
= Taxes (pre- Net Financial Result)	(1.0)	(1.2)	(0.6)	-	(0.9)	(1.1)	(1.7)		
Recurrent EBITDA	8.0	8.4	6.3	3.3	5.9	7.3	10.3	-26.0%	46.9%
- Rentals (IFRS 16 impact)	(0.1)	(0.4)	(0.4)	(0.4)	(0.4)	(0.4)	(0.4)		
+/- Working Capital increase	(2.5)	8.9	(6.7)	2.9	(0.2)	(0.1)	(0.2)		
= Recurrent Operating Cash Flow	5.5	16.9	(0.8)	5.7	5.3	6.8	9.7	1.2%	19.6%
- CAPEX	(3.8)	(9.4)	(9.3)	(7.3)	(7.0)	(4.0)	(4.0)		
- Taxes (pre- Financial Result)	(1.0)	(1.2)	(0.6)	-	(0.9)	(1.1)	(1.7)		
= Recurrent Free Cash Flow (To the Firm)	0.6	6.4	(10.7)	(1.6)	(2.5)	1.7	4.0	-65.1%	66.0%
<i>Rec. Free Cash Flow (To the Firm) growth</i>	112.2%	923.7%	-267.2%	85.4%	-62.4%	166.8%	137.0%		
<i>Rec. Free Cash Flow (To the Firm) / Revenues</i>	0.5%	6.5%	n.a.	n.a.	n.a.	1.9%	4.2%		
- Restructuring expenses & others	0.8	1.0	1.9	2.1	2.1	2.0	1.9		
- Acquisitions / + Divestments	-	-	(0.6)	(1.2)	-	-	-		
+/- Extraordinary Inc./Exp. affecting Cash Flow	-	6.3	0.0	(0.9)	-	-	-		
= Free Cash Flow "To the Firm"	1.4	13.7	(9.4)	(1.6)	(0.4)	3.7	5.9	-46.0%	78.3%
<i>Free Cash Flow (To the Firm) growth</i>	134.3%	849.4%	-168.6%	82.9%	72.9%	950.6%	59.0%		
<i>Rec. Free Cash Flow To the Firm Yield (o/EV)</i>	0.8%	8.1%	n.a.	n.a.	n.a.	2.1%	5.1%		
<i>Free Cash Flow "To the Firm" - Yield (o/EV)</i>	1.8%	17.3%	n.a.	n.a.	n.a.	4.7%	7.4%		

Note: Free Cash Flow Yield (s/Market Cap) estimated adjusted for minority interests.

Recurrent Free Cash Flow accumulated variation analysis (2021 - 2025)

Recurrent Free Cash Flow accumulated variation analysis (2025 - 2028e)

Recurrent EBITDA vs Recurrent Free Cash Flow

Stock performance vs EBITDA 12m forward

Appendix 3. EV breakdown at the date of this report

	EUR Mn	Source
Market Cap	51.5	
+ Minority Interests	-	12m Results 2025
+ Provisions & Other L/T Liabilities	5.3	12m Results 2025
+ Net financial debt	22.8	12m Results 2025
- Financial Investments	0.2	12m Results 2025
+/- Others		
Enterprise Value (EV)	79.3	

Appendix 4. Historical performance ⁽¹⁾

Historical performance (EUR Mn)														CAGR		
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026e	2027e	2028e	15-25	25-28e
Total Revenues	79.5	95.6	104.2	115.6	114.9	91.2	85.9	113.9	98.5	89.1	81.6	87.8	90.4	95.8	0.3%	5.5%
Total Revenues growth	25.5%	20.3%	9.0%	10.9%	-0.6%	-20.7%	-5.8%	32.7%	-13.6%	-9.6%	-8.4%	7.5%	3.0%	6.0%		
EBITDA	13.2	19.0	16.7	18.2	16.8	12.6	2.0	8.9	9.3	8.2	5.3	8.0	9.3	12.2	-8.7%	31.9%
EBITDA growth	50.8%	44.6%	-12.1%	8.9%	-7.5%	-24.9%	-84.4%	350.1%	5.3%	-12.5%	-34.9%	51.3%	16.1%	30.7%		
EBITDA/Sales	16.6%	19.9%	16.0%	15.8%	14.6%	13.9%	2.3%	7.8%	9.5%	9.2%	6.5%	9.2%	10.3%	12.7%		
Net Profit	6.7	10.5	8.9	9.2	8.7	6.0	(1.5)	3.2	3.2	1.9	(0.2)	1.7	2.5	4.4	-7.4%	n.a.
Net Profit growth	69.1%	56.0%	-14.9%	3.1%	-5.1%	-31.7%	-124.8%	313.3%	2.4%	-42.1%	-113.2%	792.0%	46.3%	76.0%		
Adjusted number shares (Mn)	10.0	10.0	10.0	10.0	10.0	10.0	10.0	10.0	10.0	10.0	10.0	10.0	10.0	10.0		
EPS (EUR)	0.67	1.05	0.89	0.92	0.87	0.60	-0.15	0.32	0.32	0.19	-0.02	0.17	0.25	0.44	-7.4%	n.a.
EPS growth	67.3%	56.0%	-14.9%	3.1%	-5.1%	-31.7%	n.a.	n.a.	2.4%	-42.1%	n.a.	n.a.	46.3%	76.0%		
Ord. EPS (EUR)	0.67	1.05	0.89	0.92	0.87	0.56	-0.29	0.25	0.25	0.03	-0.27	0.01	0.10	0.30	-9.1%	46.0%
Ord. EPS growth	67.3%	56.0%	-14.9%	3.1%	-5.1%	-35.8%	n.a.	n.a.	-1.4%	-87.8%	n.a.	n.a.	n.a.	n.a.		
CAPEX	(6.1)	(18.1)	(10.0)	(11.5)	(7.5)	(5.5)	(5.2)	(3.8)	(9.4)	(9.3)	(7.3)	(7.0)	(4.0)	(4.0)		
CAPEX/Sales %	7.7%	18.9%	9.6%	9.9%	6.5%	6.0%	6.1%	3.4%	9.5%	10.5%	8.9%	8.0%	4.4%	4.2%		
Free Cash Flow	10.3	(0.3)	(0.7)	0.8	8.8	5.6	(5.2)	1.8	13.2	(10.5)	(2.9)	(1.3)	2.8	5.1	-8.6%	55.4%
ND/EBITDA (x) ⁽²⁾	-0.2x	0.2x	0.6x	0.9x	0.9x	0.7x	10.1x	2.1x	1.0x	2.7x	4.3x	3.0x	2.3x	1.3x		
P/E (x)	12.5x	13.5x	19.9x	12.0x	15.5x	20.3x	n.a.	17.1x	19.0x	33.7x	n.a.	30.2x	20.7x	11.7x		
EV/Sales (x)	1.29x	1.66x	1.87x	1.14x	1.35x	1.50x	1.73x	0.72x	0.92x	1.00x	0.86x	0.90x	0.88x	0.83x		
EV/EBITDA (x) ⁽²⁾	7.8x	8.3x	11.7x	7.2x	9.2x	10.8x	n.a.	9.2x	9.7x	10.9x	13.1x	9.9x	8.5x	6.5x		
Absolute performance	n.a.	69.0%	25.4%	-38.2%	23.2%	-10.7%	-0.8%	-55.0%	13.3%	2.9%	-22.9%	6.0%				
Relative performance vs Ibx 35	n.a.	72.5%	16.7%	-27.3%	10.2%	5.6%	-8.1%	-52.3%	-7.7%	-10.3%	-48.3%	9.2%				

Note 1: The multiples are historical, calculated based on the price and EV at the end of each year, except (if applicable) in the current year, when multiples would be given at current prices. The absolute and relative behavior corresponds to each exercise (1/1 to 31/12). The source, both historical multiples and the evolution of the price, is Refinitiv.

Note 2: All ratios and multiples on EBITDA refer to total EBITDA (not to recurrent EBITDA).

Appendix 5. Main peers 2026e

		Auto-Parts					Brake Systems		
		CIE				Average	Brembo	Average	LGT
EUR Mn		Automotive	Gestamp	Cummins	Voestalpine				
Market data	Ticker (Factset)	CIEA.MC	GEST.MC	CMI	VOES.VI		BRBI.MI		LGT.MC
	Country	Spain	Spain	USA	Austria		Italy		Spain
	Market cap	3,239.9	1,725.8	62,820.3	6,813.4		2,697.3		51.5
	Enterprise value (EV)	4,746.9	4,357.2	67,166.9	9,342.6		3,459.5		79.3
Basic financial information	Total Revenues	4,077.8	11,520.1	31,057.0	15,668.9		3,748.1		87.8
	Total Revenues growth	3.0%	1.5%	6.1%	4.0%	3.7%	1.2%	1.2%	7.5%
	2y CAGR (2026e - 2028e)	3.8%	4.0%	8.1%	0.0%	4.0%	4.6%	4.6%	4.5%
	EBITDA	780.3	1,329.4	5,490.7	1,772.7		622.9		8.0
	EBITDA growth	4.6%	-4.9%	22.8%	21.8%	11.1%	3.5%	3.5%	51.3%
	2y CAGR (2026e - 2028e)	4.6%	5.7%	10.8%	1.8%	5.7%	6.9%	6.9%	23.2%
	EBITDA/Revenues	19.1%	11.5%	17.7%	11.3%	14.9%	16.6%	16.6%	9.2%
	EBIT	579.9	609.1	4,289.1	1,004.4		345.2		3.5
	EBIT growth	5.3%	0.1%	22.2%	44.7%	18.1%	5.5%	5.5%	831.2%
	2y CAGR (2026e - 2028e)	4.7%	11.7%	16.4%	4.1%	9.2%	9.8%	9.8%	40.8%
	EBIT/Revenues	14.2%	5.3%	13.8%	6.4%	9.9%	9.2%	9.2%	4.0%
	Net Profit	372.9	220.7	3,115.6	620.1		228.9		1.7
	Net Profit growth	1.2%	-10.8%	21.3%	63.8%	18.8%	6.9%	6.9%	792.0%
	2y CAGR (2026e - 2028e)	5.7%	20.4%	14.6%	12.6%	13.3%	13.1%	13.1%	60.5%
CAPEX/Sales %	5.7%	7.2%	3.9%	7.3%	6.0%	9.1%	9.1%	8.0%	
Free Cash Flow	328.1	180.0	2,552.3	330.5		146.0		(1.3)	
Net financial debt	779.8	1,828.2	4,009.7	1,742.2		597.1		24.1	
ND/EBITDA (x)	1.0	1.4	0.7	1.0	1.0	1.0	1.0	4.1	
Pay-out	34.5%	28.8%	32.2%	29.5%	31.3%	39.5%	39.5%	0.0%	
Multiples and Ratios	P/E (x)	8.7	7.6	20.1	10.6	11.7	11.3	11.3	30.2
	P/BV (x)	1.7	0.7	5.1	0.8	2.1	1.1	1.1	1.1
	EV/Revenues (x)	1.2	0.4	2.2	0.6	1.1	0.9	0.9	0.9
	EV/EBITDA (x)	6.1	3.3	12.2	5.3	6.7	5.6	5.6	13.4
	EV/EBIT (x)	8.2	7.2	15.7	9.3	10.1	10.0	10.0	22.8
	ROE	20.6	9.3	25.6	7.9	15.9	9.3	9.3	3.8
	FCF Yield (%)	10.1	10.4	4.1	4.9	7.4	5.4	5.4	n.a.
	DPS	1.08	0.11	7.27	1.07	2.38	0.28	0.28	0.00
Dvd Yield	4.0%	3.7%	1.6%	2.8%	3.0%	3.5%	3.5%	0.0%	

Note 1: Financial data, multiples and ratios based on market consensus (Refinitiv). In the case of the company analyzed, own estimates (Lighthouse).

Note 2: All ratios and multiples on EBITDA refer to total EBITDA (not to recurrent EBITDA).

Appendix 6. Valuation inputs

Inputs for the DCF Valuation Approach

	2026e	2027e	2028e	Terminal Value ⁽¹⁾		
Free Cash Flow "To the Firm"	(0.4)	3.7	5.9	96.2		
Market Cap	51.5	At the date of this report				
Net financial debt	22.8	Debt net of Cash (12m Results 2025)				
					Best Case	Worst Case
Cost of Debt	4.0%	Net debt cost			3.8%	4.3%
Tax rate (T)	20.0%	T (Normalised tax rate)			=	=
Net debt cost	3.2%	$K_d = \text{Cost of Net Debt} * (1-T)$			3.0%	3.4%
Risk free rate (rf)	3.6%	Rf (10y Spanish bond yield)			=	=
Equity risk premium	6.0%	R (own estimate)			5.5%	6.5%
Beta (B)	1.1	B (own estimate)			1.0	1.1
Cost of Equity	10.5%	$K_e = R_f + (R * B)$			9.4%	11.1%
Equity / (Equity + Net Debt)	69.3%	E (Market Cap as equity value)			=	=
Net Debt / (Equity + Net Debt)	30.7%	D			=	=
WACC	8.2%	$WACC = K_d * D + K_e * E$			7.4%	8.7%
G "Fair"	2.0%				2.0%	1.5%

(1) The terminal value reflects the NAV of FCF beyond the period estimated with the WACC and G of the central scenario.

Inputs for the Multiples Valuation Approach

Company	Ticker	Factset	Mkt. Cap	P/E 26e	EPS 26e-28e	EV/EBITDA 26e	EBITDA 26e-28e	EV/Sales 26e	Revenues 26e-28e	EBITDA/Sales 26e	FCF Yield 26e	FCF 26e-28e
CIE Automotive	CIEA.MC		3,239.9	8.7	5.8%	6.1	4.6%	1.2	3.8%	19.1%	10.1%	13.1%
Gestamp	GEST.MC		1,725.8	7.6	19.3%	3.3	5.7%	0.4	4.0%	11.5%	10.4%	34.0%
Cummins	CMI		62,820.3	20.1	16.0%	12.2	10.8%	2.2	8.1%	17.7%	4.1%	21.7%
Voestalpine	VOES.VI		6,813.4	10.6	12.0%	5.3	1.8%	0.6	0.0%	11.3%	4.9%	25.5%
Auto-Parts				11.7	13.3%	6.7	5.7%	1.1	4.0%	14.9%	7.4%	23.6%
Brembo	BRBI.MI		2,697.3	11.3	13.2%	5.6	6.9%	0.9	4.6%	16.6%	5.4%	29.1%
Brake Systems				11.3	13.2%	5.6	6.9%	0.9	4.6%	16.6%	5.4%	29.1%
LGT	LGT.MC		51.5	30.2	60.5%	13.4	23.2%	0.9	4.5%	9.2%	n.a.	n.a.

Free Cash Flow sensitivity analysis (2027e)

A) Rec. EBITDA and EV/EBITDA sensitivity to changes in EBITDA/Sales

Scenario	EBITDA/Sales 27e	EBITDA 27e	EV/EBITDA 27e
Max	8.9%	8.1	9.8x
Central	8.1%	7.3	10.8x
Min	7.3%	6.6	12.0x

B) Rec. FCF sensitivity to changes in EBITDA and CAPEX/sales

FCF Rec. EUR Mn	CAPEX/Sales 27e				Scenario			Rec. FCF/Yield 27e		
EBITDA 27e	4.0%	4.4%	4.8%		Max	3.7%	3.0%	2.3%		
8.1	1.9	1.5	1.2	➔	Central	2.3%	1.6%	0.9%		
7.3	1.2	0.8	0.5		Min	0.9%	0.2%	n.a.		
6.6	0.5	0.1	(0.3)							

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Date of report	Recommendation	Price (EUR)	Target price (EUR)	Period of validity	Reason for report	Analyst
30-Mar-2026	n.a.	5.15	n.a.	n.a.	Estimates downgrade	Pablo Victoria Rivera, CESGA
04-Mar-2026	n.a.	5.20	n.a.	n.a.	12m Results 2025	Pablo Victoria Rivera, CESGA
21-Nov-2025	n.a.	5.15	n.a.	n.a.	Estimates downgrade	Pablo Victoria Rivera, CESGA
05-Aug-2025	n.a.	6.00	n.a.	n.a.	6m Results 2025	Pablo Victoria Rivera, CESGA
17-Jun-2025	n.a.	6.00	n.a.	n.a.	Small & Micro Caps (Spain)	Alfredo Echevarría Otegui
03-Mar-2025	n.a.	6.22	n.a.	n.a.	12m Results 2024	Pablo Victoria Rivera, CESGA
25-Jul-2024	n.a.	7.84	n.a.	n.a.	6m Results 2024 - Estimates downgrade	Luis Esteban Arribas, CESGA
27-May-2024	n.a.	7.00	n.a.	n.a.	Small & Micro Caps (Spain)	Alfredo Echevarría Otegui
29-Feb-2024	n.a.	6.72	n.a.	n.a.	12m Results 2023 - Estimates downgrade	Luis Esteban Arribas, CESGA
03-Aug-2023	n.a.	7.52	n.a.	n.a.	6m Results 2023	Luis Esteban Arribas, CESGA
12-Jun-2023	n.a.	8.10	n.a.	n.a.	Small & Micro Caps (Spain)	David López Sánchez
01-Mar-2023	n.a.	8.32	n.a.	n.a.	12m Results 2022	David López Sánchez
31-Oct-2022	n.a.	6.08	n.a.	n.a.	9m Results 2022	David López Sánchez
03-Aug-2022	n.a.	7.14	n.a.	n.a.	6m Results 2022 - Estimates upgrade	David López Sánchez
01-Apr-2022	n.a.	11.20	n.a.	n.a.	Estimates downgrade	David López Sánchez
02-Mar-2022	n.a.	10.65	n.a.	n.a.	12m Results 2021	David López Sánchez
03-Aug-2021	n.a.	11.45	n.a.	n.a.	6m Results 2021 - Estimates downgrade	David López Sánchez
01-Mar-2021	n.a.	11.30	n.a.	n.a.	12m Results 2020	David López Sánchez
30-Oct-2020	n.a.	11.35	n.a.	n.a.	9m Results 2020	David López Sánchez
28-Jul-2020	n.a.	11.90	n.a.	n.a.	Estimates downgrade	David López Sánchez
28-Feb-2020	n.a.	13.30	n.a.	n.a.	12m Results 2019	David López Sánchez
28-Oct-2019	n.a.	13.45	n.a.	n.a.	9m Results 2019	David López Sánchez
22-Jul-2019	n.a.	14.35	n.a.	n.a.	6m Results 2019 - Estimates downgrade	David López Sánchez
13-May-2019	n.a.	15.45	n.a.	n.a.	3m Results 2019	David López Sánchez
01-Mar-2019	n.a.	15.00	n.a.	n.a.	12m Results 2018	David López Sánchez
22-Nov-2018	n.a.	12.68	n.a.	n.a.	Initiation of Coverage	David López Sánchez

