

Quick Comment

Vmoto Ltd (VMT \$0.33) Buy



Analyst	Date	Price Target
Harry Stevenson	31 st August 2021	\$0.74/sh

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Half Year Results

Key Points

VMT has released its half year accounts showing continued strong growth ahead of our forecasts.

- Revenue of \$39.3m (EHL \$34.9m) generated on total unit sales of the 13,723 (~\$2.86k per unit vs EHL \$2.5k).
- Revenue up 50% YOY (1H'20 \$26.2m)
- EBITDA of \$5.4m up 100% (up \$2.7m in PY).
- NPAT of \$4.0m (EHL \$3.1m) up 119% on 1H'20.
- Vmoto Soco Manufacturing; the groups JV with Super Soco Intelligent Technology generated profit for the period of \$1.2m – VMT's 50% share \$.61m
- Cashflow from operating activities of \$1.7m with a cash position of \$16.7m as at 30 June up from \$15m as at 31 December.
- NTA of \$39m
- On annualised half year results VMT trades circa -11x P/E; with second half likely stronger again.

Investment Thesis

VMT has delivered a strong 1H'21 result ahead of our forecasts. Margins across the board were stronger than anticipated with increasing returns to scale. VMT management have highlighted that they remain confident that they will be able to deliver strong sales and revenue growth for the remainder of FY'21. We maintain our Buy Recommendation and \$0.74/sh Price Target.

Vmoto Ltd (VMT)

Share Price	0.33	A\$/sh	Enterprise Value	75.6	A\$/m
Price Target	0.74	A\$/sh	Debt	0.45	A\$/m
Valuation	0.74	A\$/sh	Cash	16.7	A\$/m
Shares on issue	278.3	m(dil)			
Market Capitalisation	91.8	A\$m			

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