



AEGEAN AIR (ARAIG) S.A

Date: 13/09/17

FAIR ESTIMATED PRICE: **8.00Euros/Share**

Investment Thesis: **FW**

Key Statistics:

Valuation	13/9/2017
Share Price	8,14
Price High 52 week	8,60
Price Low 52 week	5,86
Current num. of shares	71.417.100
Trailing P/E	N/A
Market Cap.	581.335.194
EPS (Trailing)	-0,27
DPS(Proposed)	N/A
<i>*Closing Price as 12/09/2017</i>	

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AEGEAN AIRLINES S.A. UPDATE

We retain Aegean Air's Fair Estimated Price to 8.00Euros/Share following the announcement of strong Q2'17 results, while we maintain the share in our Top Picks list.

Aegean Air's first semester results are indicating the Group's return towards strong operating performance after a traditionally soft first quarter season. During the second quarter of 2017 the Group's consolidated revenues came up at 298.80mn.Euros pointing to a 17% growth on a q-o-q basis that led to the substantial improvement of the HY'17 results. That quarterly revenue growth is combined with the evidenced reversal in Operating and Bottom line earnings (from losses in the respective period of 2016). The Q2'17 solid operating and bottom line gains are merely attributed to the effective fleet management, the increase in load factor per flight (81% vs. 72.1% in the previous quarter) and to the marginally lower operating expenses.

We expect a stronger second semester for Aegean Air, taking into consideration the evidenced growth in passenger traffic for the Group that came up to 7% on a half-year basis, the increase in foreign passenger traffic to Greece and the increase in the yield per passenger for the Group. Additionally we believe that the group could reap the fruits of the gradual devaluation of USD against Euro during the first semester that leads to lower operating expenses and boosts operating earnings and net profitability.

The factors mentioned above, make us more confident regarding the validity of our model's key inputs: As a reminder, following the announcement of FY16 results we had revised upward our assumptions for the growth in passenger traffic in combination with the fine-tuning of the estimated Average Fare per Passenger and we had depicted the changes in Revenues, EBITDA and Net profitability respectively (see AEGEAN AIRLINES S.A 030417). The HY17 results confirm our estimates regarding the growth of Passenger traffic and the improvement in Operating earnings and profitability and make us more comfortable with our projections for FY17 Revenues to 1.08bn Euros, EBITDA to 88mn.Euros and Net Profits of 43mn.Euros.

In closing remarks, we retain Aegean Air's Fair Estimated price to 8.00Euros/Share and we believe that the share may have a further upside potential as the Group already demonstrates its capability to take advantage of the ongoing growth in passenger traffic towards Greece, to operate more efficiently regarding its fleet management and to continue to generate additional value for its shareholders as a result of its unleveraged capital structure.

Ρήτρα Περιορισμού Ευθύνης:

Απαγορεύεται η αναδημοσίευση του παρόντος χωρίς την άδεια της Ν. ΧΡΥΣΟΧΟΪΔΗΣ ΧΡΗΜΑΤΙΣΤΗΡΙΑΚΗΣ Α.Ε.Π.Ε.Υ. Οι απόψεις που περιέχονται βασίζονται σε πηγές που θεωρούνται αξιόπιστες, ωστόσο η Ν. ΧΡΥΣΟΧΟΪΔΗΣ ΧΡΗΜΑΤΙΣΤΗΡΙΑΚΗ Α.Ε.Π.Ε.Υ. δεν ευθύνεται για την εγκυρότητα, ορθότητα ή αξιοπιστία τους και διατηρεί το δικαίωμα αλλαγής τους χωρίς πρότερη ειδοποίηση. Τόσο η Ν. ΧΡΥΣΟΧΟΪΔΗΣ ΧΡΗΜΑΤΙΣΤΗΡΙΑΚΗ Α.Ε.Π.Ε.Υ. όσο και οι διευθύνοντες και υπάλληλοι της δεν φέρουν ουδεμία ευθύνη για οποιαδήποτε συνέπεια των πληροφοριών αυτών. **Το παρόν δεν αποτελεί προσφορά, προτροπή ή επενδυτική πρόταση για αγορά ή πώληση μετοχών ή άλλων κινητών αξιών. Οι επενδύσεις που αναφέρονται ενδέχεται να μην είναι οι ενδεδειγμένες για ορισμένους επενδυτές.**

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Σημειώσεις/Notes

P:	Τρέχουσα Τιμή	Market Price
MCAP:	Κεφαλαιοποίηση	Capitalization
EPS:	Καθαρά Κέρδη Ανά Μετοχή	Earnings per Share
P/E:	Λόγος Τιμής προς Κέρδη	Price/Earnings Ratio
P/S:	Λόγος Τιμής προς Πωλήσεις	Price/Sales Ratio
D/A:	Συνολικός Δανεισμός προς Παθητικό	Total Debt/Assets Ratio
DY:	Απόδοση Μερίσματος	Dividend Yield
ROE:	Απόδοση Ιδίων Κεφαλαίων	Return on Equity
FV:	Τιμή Σωστής Αποτίμησης	Fair Value Price

Οδηγός Συστάσεων/Ratings

UV	Χαμηλή Αποτίμηση/ Χαμηλός Κίνδυνος	Underpriced/ Small Risk
UV1	Χαμηλή Αποτίμηση/ Κίνδυνος	Underpriced/ Risk
FV	Σωστή Αποτίμηση/ Χαμηλός Κίνδυνος	Fairly Priced/ Small Risk
OV1	Σωστή Αποτίμηση/ Κίνδυνος	10% < Stock Price < 10% Fairly Priced/ Risk
OV	Υπερτιμημένη Μετοχή	Stock Price > 10% of Fair Overvalued
N/R	Μη Αποτιμημένη Μετοχή	Stock Price > 20% of Fair Not Rated