Fast Take

Prysmian SpA

Equities

Italy
Industrial, Diversified

12-month rating	**Buy**
12m price target	**€175.00**
Price (05 Jun 2026)	**€145.35**

RIC: PRY.MI **BBG:** PRY IM

Trading data and key metrics

52-wk range	€156.90-55.56
Market cap.	€41.6b/US$48.0b
Shares o/s	286m (ORD)
Free float	100%
Avg. daily volume ('000)	1,160
Avg. daily value (m)	€145.1
Common s/h equity (12/26E)	€7.80b
P/BV (12/26E)	5.3x
Net debt to EBITDA (12/26E)	0.5x

EPS (UBS, diluted) (EUR)

	UBS	Cons.
12/26E	5.17	4.67
12/27E	6.94	5.74
12/28E	8.29	6.68

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HEADLINE

Read-X: Corning agrees 'multi-billion' deal with Amazon to expand US optical fibre (here) capacity

OUR TAKE

Positive for PRY long-term hyperscaler agreement for fibre due in coming weeks, sized at €5bn revenue (multi-year) by CEO. Demand is positive for PRY's US expansion & UBSe still ~55% above V.A cons EBITDA in Digital Solutions by 2028.

Highlights (€m)	12/23	12/24	12/25	12/26E	12/27E	12/28E	12/29E	12/30E
Revenues	15,354	17,026	19,650	22,025	24,192	26,171	28,102	29,258
EBIT (UBS)	1,270	1,418	1,752	2,315	2,981	3,464	3,952	4,210
Net earnings (UBS)	672	941	1,096	1,487	1,997	2,384	2,756	2,958
EPS (UBS, diluted) (€)	2.31	3.26	3.81	5.17	6.94	8.29	9.58	10.28
DPS (net) (€)	0.70	0.80	0.90	1.05	1.15	1.20	1.25	1.25
Net (debt) / cash	(1,355)	(4,383)	(3,183)	(1,665)	45	2,112	4,592	7,321
Profitability/valuation	**12/23**	**12/24**	**12/25**	**12/26E**	**12/27E**	**12/28E**	**12/29E**	**12/30E**
EBIT (UBS) margin %	8.3	8.3	8.9	10.5	12.3	13.2	14.1	14.4
ROIC (EBIT) %	23.6	18.9	18.0	23.5	30.3	35.0	39.9	42.8
EV/EBITDA (UBS core) x	8.0	9.5	9.9	14.4	11.3	9.4	8.4	7.9
P/E (UBS, diluted) x	15.9	17.2	17.9	28.1	20.9	17.5	15.2	14.1
Equity FCF (UBS) yield %	9.5	8.7	7.7	4.3	5.2	6.2	7.2	7.8
Dividend yield (net) %	1.9	1.4	1.3	0.7	0.8	0.8	0.9	0.9

Source: Company accounts, LSEG Eikon, UBS estimates. Metrics marked as (UBS) have had analyst adjustments applied. Valuations: based on an average share price that year, (E): based on a share price of € 145.35 on 05-Jun-2026

Forecast returns

Forecast price appreciation	20.4%
Forecast dividend yield	0.9%
Forecast stock return	21.3%
Market return assumption	7.9%
Forecast excess return	13.5%

Company Description

Prysmian is a leading global player in the cables industry, active in the design, manufacturing and installation of a wide range of cables, including for telecommunications. Its operating units consist of Transmission (which focuses on HV cables), Power Grid (primarily MV cables for grid operators), Electrification (LV cables for residential and non-residential uses, and industrial markets) and Digital Solutions (mainly optical cables).

Valuation Method and Risk Statement

Risks associated with our Buy rating include: 1) grid exposure margins reduce from current elevated levels and go below our 2027 forecast, 2) slower growth in Transmission to 2028 as Prysmian holds back capex in high voltage to 2027/28, 3) Encore Wire exposure sees more price competition in the US reducing profitability. Our 12m price target is set by using a SOTP with 12m forward target EV/EBIT multiples across the divisions, where we leverage peer group multiples across the different end-market exposures.